February 25, 2020

Dear Sirs and Madams,

Name of Company: Shiseido Company, Limited
Name of Representative: Masahiko Uotani
President and CEO
(Representative Director)
(Code No. 4911; The First Section of the Tokyo Stock Exchange)
Contact: Harumoto Kitagawa
Vice President
Investor Relations Department
(Tel: +81 3 3572 5111)

Notice of Correction to the English version of "Consolidated Settlement of Accounts for the Fiscal Year Ended December 31, 2019 [Japanese Standards]"

It is hereby notified that Shiseido Company, Limited has made a correction to the "Consolidated Settlement of Accounts for the Fiscal Year Ended December 31, 2019 [Japanese Standards]" disclosed on February 6, 2020, as described below.

1. Item to be corrected

3. Consolidated Financial Statements and Notes (1) Consolidated Balance Sheets on page 12 of the "Consolidated Settlement of Accounts for the Fiscal Year Ended December 31, 2019 [Japanese Standards]".

2. Content of correction

The correction is underlined.

SHISEIDO

(Before correction)

3. Consolidated Financial Statements and Notes

(1) Consolidated Balance Sheets

(Millions of yen)

	As of December 31, 2018	As of December 31, 2019
ASSETS		
Current Assets:		
Cash and time deposits	125,891	110,342
Notes and accounts receivable	166,491	172,905
Inventories	149,788	181,104
Other current assets	42,811	71,012
Less: Allowance for doubtful accounts	(1,989)	(2,741)
Total current assets	482,994	532,623
Fixed Assets:		
Property, Plant and Equipment:		
Buildings and structures	191,335	223,611
Less: Accumulated depreciation	(103,727)	(101,735)
Buildings and structures, net	87,607	121,875
Machinery, equipment and vehicles	84,055	104,566
Less: Accumulated depreciation	(61,867)	(60,284)
Machinery, equipment and vehicles, net	22,188	44,281
Tools, furniture and fixtures	81,024	94,939
Less: Accumulated depreciation	(51,968)	(53,840)
Tools, furniture and fixtures, net	29,055	41,099
Land	49,795	45,040
Leased assets	8,231	9,643
Less: Accumulated depreciation	(3,630)	(4,394)
Leased assets, net	4,601	5,248
Right-of-use assets	—	26,395
Less: Accumulated depreciation	—	(6,702)
Right-of-use assets, net	—	19,693
Construction in progress	41,937	37,518
Total property, plant and equipment	235,185	314,757
Intangible Assets:		
Goodwill	12,610	64,499
Leased assets	233	536
Trademarks	111,001	135,209
Other intangible assets	41,561	48,963
Total intangible assets	165,406	249,209
Investments and Other Assets:		
Investments in securities	23,026	13,915
Long-term prepaid expenses	15,363	16,690
Deferred tax assets	**30,001**	55,313
Other investments	28,016	36,317
Less: Allowance for doubtful accounts	(66)	(31)
Total investments and other assets	126,031	122,205
Total Fixed Assets	526,624	686,172
Total Assets	1,009,618	1,218,795

SHISEIDO

(After correction)

3. Consolidated Financial Statements and Notes

(1) Consolidated Balance Sheets

(Millions of yen)

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-End of News Release-