

May 5, 2013  
DDS Inc.

News Release

Notification Regarding Recognition of Non-operating Profits and Extraordinary Losses

DDS Inc. (“the Company”) hereby announces that it will report non-operating profits and extraordinary losses in the first quarter of the fiscal year ending December 31, 2013, (from January 1, 2013 to March 31, 2013) as shown below.

1. Non-Operating Profits

The Company Group has incurred foreign exchange gains of 2 million yen during the first quarter of the consolidated fiscal year ending December 21, 2013 due to fluctuations in foreign exchange prices, which will be recorded as non-operating profit.

2. Non-Operating Expenses

We will post interest expenses of 9 million yen, provision for allowance for doubtful accounts of 2 million yen, depreciation expenses of 1 million yen, miscellaneous loss of 1 million yen, and provision of contingent loss of 1 million yen in association with relocation of the head office that took place last year.

3. Extraordinary Losses

We will post an extraordinary loss of 2 million yen from a loss on valuation of stocks of subsidiaries and affiliates based on the evaluation results of financial statements of affiliated companies in which we hold shares.

4. Future Outlook

The non-operating profit is recorded due to foreign exchange gains based on the foreign rates as of the end of the first quarter of the fiscal year ending December 31, 2013, and is subject to change depending on changes in foreign exchange rates going forward.

Company information

Representative:	Kenji Miyoshino, President and CEO
Stock Code of TSE Mothers:	3782
Responsible person for inquiries:	Wataru Sadakata, Director of Administration
Phone Number:	+81-(0)52-955-5720
Website:	<a href="http://www.dds.co.jp">http://www.dds.co.jp</a>