

# Consolidated Financial Results for the Second Quarter of Fiscal Year 03/2011

Consolidated Subsidiaries: 3

Kissei Shoji Co., Ltd. / Kissei Comtec Co., Ltd. / Hashiba Technos Co., Ltd.

Consolidated	Second Quarter of Fiscal Y03/2010 Apr. 2009 - Sep. 2009		Second Quarter of Fiscal Y03/2011 Apr. 2010 - Sep. 2010			YoY
	Mil. of US\$	Ratio	Mil. of US\$	Mil. of Yen	Ratio	
Net Sales	377.0	100.0%	368.8	30,976	100.0%	2.2%
Cost of Sales	132.2	35.1%	115.4	9,695	31.3%	12.7%
Gross Profit	244.7	64.9%	253.3	21,280	68.7%	3.5%
Selling, General and Administrative Expenses	198.7	52.7%	220.2	18,498	59.7%	10.9%
Operating Income	46.1	12.2%	33.1	2,782	9.0%	28.1%
Net Income	28.6	7.6%	17.3	1,449	4.7%	39.8%

Note: US dollar amounts are translated at the rate of ¥84 = US\$1.

# Financial Forecasts for Annual 03/2011

Consolidated	Results of Annual 03/2010 Apr. 2009 - Mar. 2010			Forecasts for Annual 03/2011 Apr. 2010 - Mar. 2011			YoY
	Mil. of US\$	Mil. of Yen	Ratio	Mil. of US\$	Mil. of Yen	Ratio	
Net Sales	740.2	62,178	100.0%	783.3	65,800	100.0%	5.8%
Cost of Sales	259.0	21,759	35.0%	271.4	22,800	34.7%	4.8%
Gross Profit	481.2	40,419	65.0%	511.9	43,000	65.3%	6.4%
Selling, General and Administrative Expenses	402.8	33,834	54.4%	433.3	36,400	55.3%	7.6%
Operating Income	78.4	6,584	10.6%	78.6	6,600	10.0%	0.2%
Net Income	52.0	4,371	7.0%	50.0	4,200	6.4%	3.9%

¥84 = US\$1

# Trends in Business Performance

( Millions of Yen except Number of Employees )

Consolidated	03/2007	03/2008	03/2009	03/2010	03/2011 Forecasts
Net Sales	64,215	61,480	64,535	62,178	65,800
Operating Income	2,645	4,269	6,393	6,584	6,600
( % of Net Sales )	(4.1)	(6.9)	(9.9)	(10.6)	(10.0)
Extraordinary Gain or Loss	652	213	2,815	604	600
Net Income	1,570	2,325	2,061	4,371	4,200
( % of Net Sales )	(2.4)	(3.8)	(3.2)	(7.0)	(6.4)
R&D Expenses	10,472	11,361	11,556	10,786	12,790
( % of Net Sales )	(16.3)	(18.5)	(17.9)	(17.3)	(19.4)
Depreciation and Amortization	3,228	3,862	3,709	3,233	2,840
Capital Investment	3,954	2,460	1,414	2,037	1,530
Export Value	1,464	1,953	2,917	1,746	2,370
Number of Employees	1,777	1,844	1,870	1,920	-

< Years ended / ending March 31 >

# Trends in Main Product Sales

( Millions of Yen )

Products	03/2009 Results	03/2010 2Q Results	03/2010 Results	03/2011 2Q Results	03/2011 Forecasts
URIEF	6,288	4,291	8,706	4,631	10,050
GLUFAST	4,297	2,409	4,911	2,673	5,440
SALAGEN	664	400	828	495	1,070
EPOETIN ALFA BS INJECTION	—	—	—	419	2,450
BEZATOL	8,788	4,414	8,495	3,824	7,670
UTEMERIN	5,450	2,573	4,876	2,332	4,540
XANBON	2,921	1,085	2,030	907	1,750
RIZABEN Eye Drops	2,943	905	2,384	853	2,320
RIZABEN	2,086	953	1,909	914	1,840
DOMENAN	482	179	349	156	320
CABASER	3,953	1,698	3,092	1,374	2,560
FRAGMIN	1,389	669	1,261	471	960
RYSMON TG	1,125	552	1,050	470	890
ZOLADEX 1.8mg Depot	740	360	731	396	790
FULSTAN	670	322	617	333	650
Nutritional food products	3,333	1,707	3,443	1,782	3,570

< Years ended / ending March 31 >