

Consolidated Financial Results for the Second Quarter of Fiscal Year 03/2012

Consolidated Subsidiaries: 3

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

Consolidated	Second Quarter of Fiscal Y03/2011 Apr. 2010 - Sep. 2010		Second Quarter of Fiscal Y03/2012 Apr. 2011 - Sep. 2011			YoY
	Mil. of US\$	Ratio	Mil. of US\$	Mil. of Yen	Ratio	
Net Sales	402.3	100.0%	413.0	31,798	100.0%	2.7%
Cost of Sales	125.9	31.3%	145.0	11,165	35.1%	15.2%
Gross Profit	276.4	68.7%	268.0	20,633	64.9%	3.0%
Selling, General and Administrative Expenses	240.2	59.7%	221.7	17,069	53.7%	7.7%
Operating Income	36.1	9.0%	46.3	3,564	11.2%	28.1%
Net Income	18.8	4.7%	32.1	2,471	7.8%	70.6%

Note: US dollar amounts are translated at the rate of ¥77 = US\$1.

Financial Forecasts for Annual 03/2012

Consolidated	Results of Annual 03/2011 Apr. 2010 - Mar. 2011			Forecasts for Annual 03/2012 Apr. 2011 - Mar. 2012			YoY
	Mil. of US\$	Mil. of Yen	Ratio	Mil. of US\$	Mil. of Yen	Ratio	
Net Sales	836.3	64,393	100.0%	839.0	64,600	100.0%	0.3%
Cost of Sales	292.2	22,498	34.9%	296.1	22,800	35.3%	1.3%
Gross Profit	544.1	41,895	65.1%	542.9	41,800	64.7%	0.2%
Selling, General and Administrative Expenses	460.2	35,432	55.0%	458.4	35,300	54.6%	0.4%
Operating Income	83.9	6,463	10.0%	84.4	6,500	10.1%	0.6%
Net Income	52.0	4,004	6.2%	59.7	4,600	7.1%	14.9%

¥77 = US\$1

Trends in Business Performance

(Millions of Yen except Number of Employees)

Consolidated	03/2008	03/2009	03/2010	03/2011	03/2012 Forecasts
Net Sales	61,480	64,535	62,178	64,393	64,600
Operating Income	4,269	6,393	6,584	6,463	6,500
(% of Net Sales)	(6.9)	(9.9)	(10.6)	(10.0)	(10.1)
Extraordinary Gain or Loss	213	2,815	604	604	100
Net Income	2,325	2,061	4,371	4,004	4,600
(% of Net Sales)	(3.8)	(3.2)	(7.0)	(6.2)	(7.1)
R&D Expenses	11,361	11,556	10,786	12,037	11,100
(% of Net Sales)	(18.5)	(17.9)	(17.3)	(18.7)	(17.2)
Depreciation and Amortization	3,862	3,709	3,233	2,809	2,600
Capital Investment	2,460	1,414	2,037	1,322	1,770
Export Value	1,953	2,917	1,746	2,647	2,610
Number of Employees	1,844	1,870	1,920	1,911	-

< Years ended / ending March 31 >

Trends in Main Product Sales

(Millions of Yen)

Products	03/2010 Results	03/2011 Results	03/2011 2Q Results	03/2012 2Q Results	03/2012 Forecasts
URIEF	8,706	9,723	4,631	5,439	11,290
GLUFAST	4,911	5,160	2,673	2,333	4,630
GLUBES	—	—	—	333	740
SALAGEN	828	990	495	518	1,070
EPOETIN ALFA BS INJECTION	—	1,251	419	1,293	3,440
BEZATOL	8,495	7,459	3,824	3,658	7,050
UTEMERIN	4,876	4,627	2,332	2,284	4,400
XANBON	2,030	1,697	907	782	1,500
RIZABEN Eye Drops	2,384	2,665	853	758	1,980
RIZABEN	1,909	1,911	914	851	1,700
DOMENAN	349	312	156	129	260
CABASER	3,092	2,568	1,374	1,115	2,090
FRAGMIN	1,261	837	471	317	600
RYSMON TG	1,050	874	470	342	660
ZOLADEX 1.8mg Depot	731	805	396	345	690
FULSTAN	617	647	333	333	640
Nutritional food products	3,443	3,599	1,782	1,786	3,620

< Years ended / ending March 31 >