

Financial Results for Fiscal Year

Consolidated Subsidiaries: 3

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

Consolidated	Annual 2007 Apr. 2006 - Mar. 2007		Annual 2008 Apr. 2007 - Mar. 2008			YoY
	Mil. of US\$	Ratio	Mil. of US\$	Mil. of Yen	Ratio	
Net Sales	642.2	100.0%	614.8	61,480	100.0%	-4.3%
Cost of Sales	280.2	43.6%	228.0	22,800	37.1%	-18.6%
Gross Profit	362.0	56.4%	386.8	38,680	62.9%	6.9%
Selling, General and Administrative Expenses	335.5	52.2%	344.1	34,410	56.0%	2.6%
Operating Income	26.5	4.1%	42.7	4,269	6.9%	61.4%
Net Income	15.7	2.4%	23.3	2,325	3.8%	48.1%

Note: US dollar amounts are translated at the rate of ¥100 = US\$1.

Financial Forecasts

Consolidated	Results of Annual 2008 Apr. 2007 - Mar. 2008			Forecasts for Annual 2009 Apr. 2008 - Mar. 2009			YoY
	Mil. of US\$	Mil. of Yen	Ratio	Mil. of US\$	Mil. of Yen	Ratio	
Net Sales	614.8	61,480	100.0%	633.0	63,300	100.0%	3.0%
Cost of Sales	228.0	22,800	37.1%	222.0	22,200	35.1%	-2.6%
Gross Profit	386.8	38,680	62.9%	411.0	41,100	64.9%	6.3%
Selling, General and Administrative Expenses	344.1	34,410	56.0%	361.5	36,150	57.1%	5.1%
Operating Income	42.7	4,269	6.9%	49.5	4,950	7.8%	16.0%
Net Income	23.3	2,325	3.8%	31.5	3,150	5.0%	35.5%

¥100 = US\$1

Trends in Business Performance

(Millions of Yen except Number of Employees)

Consolidated	2005	2006	2007	2008	2009 Forecasts
Net Sales	60,933	64,007	64,215	61,480	63,300
Operating Income	5,517	1,877	2,645	4,269	4,950
(% of Net Sales)	9.1	2.9	4.1	6.9	7.8
Extraordinary Gain or Loss	2,166	886	652	213	—
Net Income	4,735	2,045	1,570	2,325	3,150
(% of Net Sales)	7.8	3.2	2.4	3.8	5.0
R&D Expenses	9,893	10,574	10,472	11,361	12,800
(% of Net Sales)	16.2	16.5	16.3	18.5	20.2
Depreciation and Amortization	3,012	3,138	3,228	3,862	3,890
Capital Investment	1,660	2,284	3,954	2,460	1,490
Export Value	1,552	647	1,464	1,953	3,390
Number of Employees	1,686	1,759	1,777	1,844	—

< Years ended / ending March 31 >

Trends in Main Product Sales

(Millions of Yen)

Products	2005	2006	2007	2008	2009 Forecasts
URIEF	-	-	1,417	4,106	6,410
GLUFAST	* 1,543	* 2,548	2,618	3,464	4,260
SALAGEN	-	58	132	284	1,100
BEZATOL	10,481	10,627	9,789	9,427	8,970
CABASER	10,010	10,336	9,912	5,944	4,450
UTEMERIN	6,368	6,208	5,665	5,489	5,140
XANBON	5,554	4,869	3,988	3,720	3,100
RIZABEN Eye Drops	4,585	3,361	3,383	3,086	2,830
RIZABEN	2,856	2,455	2,229	2,200	2,070
FRAGMIN	2,921	2,583	1,773	1,446	1,060
DOMENAN	780	682	555	498	420
Nutritional food products	1,685	2,860	3,032	3,250	3,360

< Years ended / ending March 31 >

* Sales for Glufast® in fiscal year ended March 31, 2005 and 2006 include the receipts from the sale of products to co-marketing companies in addition to Kissei's own sales.