

May 11, 2011

Seikagaku Corporation
(Securities Code: 4548)

Notice Regarding the Impact of the Great East Japan Earthquake (Third Report)

Seikagaku Corporation (head office: Chiyoda-ku, Tokyo) offers its sympathies to those affected by the Great East Japan Earthquake that occurred on March 11, 2011 and prayers for the repose of those who perished. We hereby provide an update on the impact of the earthquake on the Seikagaku Group as follows.

1. Production situation

(1) Takahagi Plant (Formulation of pharmaceuticals, Takahagi City, Ibaraki Prefecture)

After we resumed operation at the No. 4 Production Building where ARTZ Dispo[®] is produced on April 11 (already announced in the second report), we have sequentially resumed production at the other production buildings. Production at the plant was restored to normal on April 29.

(2) Kurihama Plant (Production of pharmaceutical bulk products, Yokosuka City, Kanagawa Prefecture)

As previously announced, the plant is operating normally.

(3) Sanriku Kakou Corporation (Processing of the raw material for chondroitin sulfate, subsidiary: Kesenuma City, Miyagi Prefecture)

The outlook for resumption of operation is uncertain at this time. We have secured sufficient inventory of chondroitin sulfate for the present time and will strive to ensure stable supply by increasing the volume of purchases from suppliers other than Sanriku Kakou.

2. Impact on performance

We recognized ¥932 million as an extraordinary loss for the year ended March 2011 for restoring quake-damaged equipment at Takahagi Plant and impairment loss on the value of land rented to Sanriku Kakou by Seikagaku. For details, please refer to "Financial Results for the fiscal Year ended March 31, 2011".

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