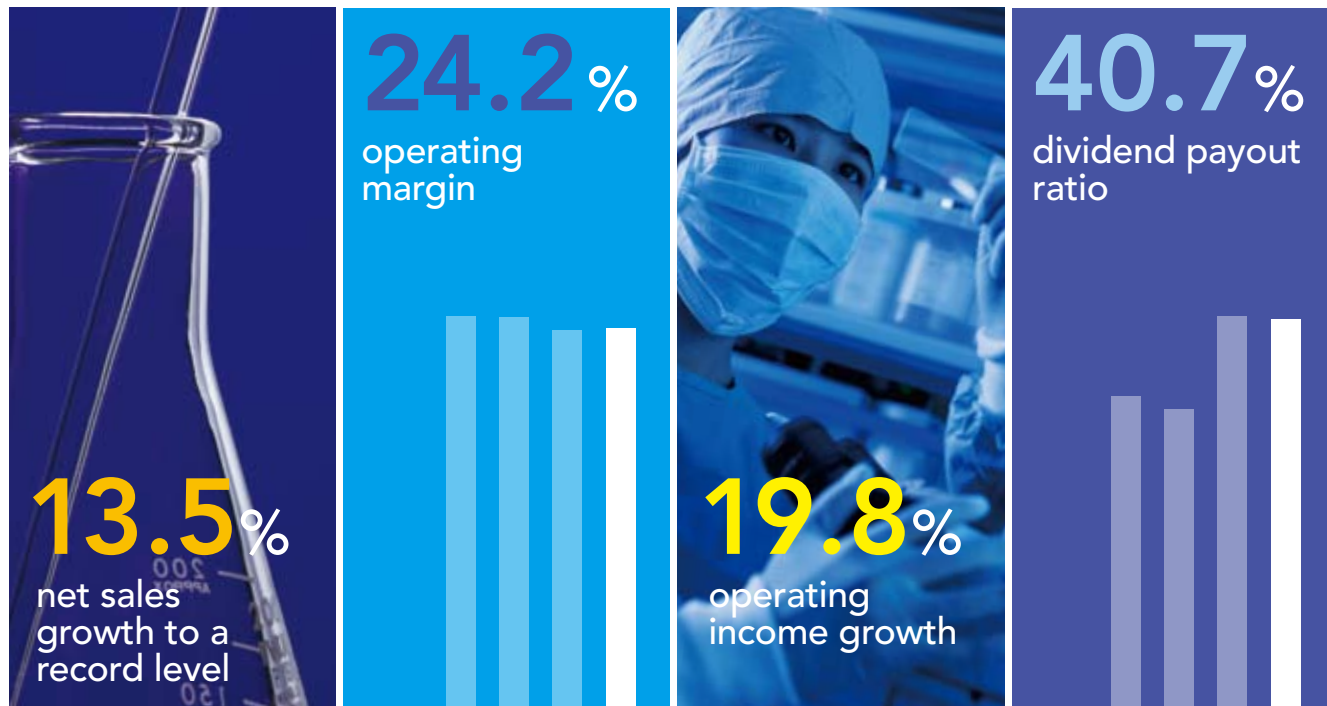


> Highlights for the Year

Financial Highlights



Operational Highlights

<p>Strong sales growth for main product ARTZ® both in Japan and overseas</p> <p>9.9% volume growth in deliveries to medical institutions in Japan through joint promotion with sales partner</p> <p>A 24.8% overseas sales increase, even amid tougher competition</p> <p>Smooth sales expansion in China</p>	<p>Addition of new production capacity for ARTZ® products</p> <p>Strong demand growth moves new production start up forward to November 2008.</p>	<p>Key progress in new drug development</p> <p>Gel-200: Application for premarket approval in the U.S. following good results in Phase III clinical trial</p> <p>SI-6603: Start of Phase II/III clinical trial in Japan and Phase II in the U.S.</p> <p>New-product MucoUp® launched</p>	<p>Fine chemical business spun out to improve management efficiency</p>
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