

Supplementary Materials for
Consolidated Financial Results
for the 2nd Quarter of Fiscal Year 2010. 12



CHUGAI PHARMACEUTICAL CO., LTD.



A member of the Roche group

- Notes: 1. Portions of this report that refer to performance forecasts or any other future events are believed to be reasonable under information available at the time of the forecasts. Actual results may materially differ from these forecasts due to potential risks and uncertainties.
2. Amounts shown in Financial Highlights, Statements of Revenues, Balance Sheets, Cash Flows and Capital Expenditures of this report are rounded to the nearest 0.1 billion yen. Variance and % are calculated based on the amounts shown.
3. Exchange rates used for each period are as follows.

(Yen)

Fx rates	FY2007	FY2008	FY2009				FY2010				Forecast
	1-12	1-12	1-3	1-6	1-9	1-12	1-3	1-6	1-9	1-12	FY2010
	(Full-year)	(Full-year)	(YTD)	(YTD)	(YTD)	(YTD)	(YTD)	(YTD)	(YTD)	(YTD)	(Full-year)
	average	average	average	average	average	average	average	average	average	average	forecast
CHF	98.13	95.54	81.55	84.52	85.68	86.20	85.80	84.42	—	—	88.00
EUR	161.17	151.38	122.06	127.19	129.32	130.10	125.58	121.21	—	—	130.00
USD	117.80	103.44	93.51	95.46	94.87	93.60	90.69	91.41	—	—	89.00
GBP	235.66	189.85	134.34	142.14	145.77	145.99	141.62	139.45	—	—	146.00

Financial Highlights (YTD)

(Billions of Yen)

	FY2007	FY2008	FY2009				FY2010								Forecasts			
			FY2009				FY2010								FY2010			
			1-3	1-6	1-9	1-12	1-3	Change (%)	1-6	Change (%)	1-9	Change (%)	1-12	Change (%)	1-6	Change (%)	1-12	Change (%)
			YTD	YTD	YTD	YTD	YTD		YTD		YTD		YTD		Half-year		Full-year	
Revenues	344.8	326.9	94.7	191.7	309.7	428.9	87.1	-8.0	182.4	-4.9	-	-	-	-	189.1	-1.4	418.5	-2.4
Sales	332.9	321.8	92.9	185.9	303.4	419.1	86.2	-7.2	180.6	-2.9	-	-	-	-	187.4	+0.8	414.0	-1.2
excl. Tamiflu	294.3	313.4	72.5	160.6	247.6	342.9	75.4	+4.0	168.6	+5.0	-	-	-	-	170.6	+6.2	375.3	+9.4
Tamiflu	38.7	8.4	20.4	25.4	55.8	76.2	10.8	-47.1	12.0	-52.8	-	-	-	-	16.8	-33.9	38.7	-49.2
Ordinary sales	10.2	7.1	6.0	11.0	18.5	36.2	1.4	-76.7	1.4	-87.3	-	-	-	-	5.5	-50.0	20.5	-43.4
Govt. stockpile etc.	28.5	1.3	14.4	14.4	37.3	40.0	9.5	-34.0	10.6	-26.4	-	-	-	-	11.3	-21.5	18.2	-54.5
Other operating revenues *1	11.9	5.1	1.8	5.7	6.3	9.8	0.9	-50.0	1.7	-70.2	-	-	-	-	1.7	-70.2	4.5	-54.1
Cost of sales	137.3	127.0	43.7	83.9	143.3	192.9	41.1	-5.9	80.5	-4.1	-	-	-	-	-	-	184.5	-4.4
(% of Sales)	41.2	39.5	47.0	45.1	47.2	46.0	47.7	-	44.6	-	-	-	-	-	-	-	44.6	-
Gross profit	207.5	199.9	51.0	107.8	166.4	236.1	46.0	-9.8	101.8	-5.6	-	-	-	-	-	-	234.0	-0.9
(% of Revenues)	60.2	61.2	53.9	56.2	53.7	55.0	52.8	-	55.8	-	-	-	-	-	-	-	55.9	-
SG&A (excl. R&D) expenses	86.6	95.1	21.6	46.1	69.8	98.2	22.8	+5.6	47.7	+3.5	-	-	-	-	-	-	105.0	+6.9
(% of Revenues)	25.1	29.1	22.8	24.0	22.5	22.9	26.2	-	26.2	-	-	-	-	-	-	-	25.1	-
R&D expenses	54.2	53.2	11.8	24.5	37.8	55.3	12.2	+3.4	26.6	+8.6	-	-	-	-	-	-	59.0	+6.7
(% of Revenues)	15.7	16.3	12.5	12.8	12.2	12.9	14.0	-	14.6	-	-	-	-	-	-	-	14.1	-
Operating income	66.7	51.6	17.5	37.2	58.8	82.6	11.1	-36.6	27.6	-25.8	-	-	-	-	26.5	-28.8	70.0	-15.3
(% of Revenues)	19.3	15.8	18.5	19.4	19.0	19.3	12.7	-	15.1	-	-	-	-	-	14.0	-	16.7	-
Non-operating income	4.3	9.9	5.4	6.9	7.8	9.4	1.3	-75.9	3.0	-56.5	-	-	-	-	-	-	-	-
Non-operating expenses	3.3	4.2	0.2	0.6	0.5	1.6	0.3	+50.0	4.4	+633.3	-	-	-	-	-	-	-	-
Recurring profit	67.7	57.3	22.8	43.5	66.0	90.4	12.1	-46.9	26.2	-39.8	-	-	-	-	27.0	-37.9	70.5	-22.0
(% of Revenues)	19.6	17.5	24.1	22.7	21.3	21.1	13.9	-	14.4	-	-	-	-	-	14.3	-	16.8	-
Extraordinary gain	0.3	7.3	0.3	0.3	0.3	0.3	0.1	-66.7	0.1	-66.7	-	-	-	-	-	-	-	-
Extraordinary loss	1.6	1.4	0.0	0.1	0.1	1.3	0.0	-	0.1	+0.0	-	-	-	-	-	-	-	-
Income before income taxes etc.	66.4	63.1	23.1	43.7	66.3	89.4	12.1	-47.6	26.1	-40.3	-	-	-	-	-	-	-	-
(% of Revenues)	19.3	19.3	24.4	22.8	21.4	20.8	13.9	-	14.3	-	-	-	-	-	-	-	-	-
Net income	40.1	39.3	13.8	26.3	40.9	56.6	7.9	-42.8	16.4	-37.6	-	-	-	-	16.7	-36.5	44.0	-22.3
(% of Revenues)	11.6	12.0	14.6	13.7	13.2	13.2	9.1	-	9.0	-	-	-	-	-	8.8	-	10.5	-

Financial Highlights (QTR)

(Billions of Yen)

	FY2007	FY2008	FY2009				FY2010								Forecasts			
			FY2009				FY2010								FY2010			
			1-3	4-6	7-9	10-12	1-3	Change (%)	4-6	Change (%)	7-9	Change (%)	10-12	Change (%)	1-6	Change (%)	7-12	Change (%)
			Full-year	Full-year	QTR	QTR	QTR		QTR		QTR		QTR		1st Half		2nd Half	
Revenues	344.8	326.9	94.7	97.0	118.0	119.2	87.1	-8.0	95.3	-1.8	-	-	-	-	189.1	-1.4	229.4	-3.3
Sales	332.9	321.8	92.9	93.0	117.5	115.7	86.2	-7.2	94.5	+1.6	-	-	-	-	187.4	+0.8	226.6	-2.8
excl. Tamiflu	294.3	313.4	72.5	88.1	87.0	95.3	75.4	+4.0	93.3	+5.9	-	-	-	-	170.6	+6.2	204.6	+12.2
Tamiflu	38.7	8.4	20.4	5.0	30.4	20.4	10.8	-47.1	1.2	-76.0	-	-	-	-	16.8	-33.9	22.0	-56.7
Ordinary sales	10.2	7.1	6.0	5.0	7.6	17.7	1.4	-76.7	0.0	-100.0	-	-	-	-	5.5	-50.0	15.0	-40.5
Govt. stockpile etc.	28.5	1.3	14.4	-	22.9	2.7	9.5	-34.0	1.2	-	-	-	-	-	11.3	-21.5	7.0	-72.7
Other operating revenues	11.9	5.1	1.8	4.0	0.5	3.6	0.9	-50.0	0.8	-80.0	-	-	-	-	1.7	-70.2	2.8	-31.7
Cost of sales	137.3	127.0	43.7	40.1	59.4	49.5	41.1	-5.9	39.5	-1.5	-	-	-	-	-	-	-	-
(% of Sales)	41.2	39.5	47.0	43.1	50.6	42.8	47.7	-	41.8	-	-	-	-	-	-	-	-	-
Gross profit	207.5	199.9	51.0	56.9	58.6	69.7	46.0	-9.8	55.8	-1.9	-	-	-	-	-	-	-	-
(% of Revenues)	60.2	61.2	53.9	58.7	49.7	58.5	52.8	-	58.6	-	-	-	-	-	-	-	-	-
SG&A (excl. R&D) expenses	86.6	95.1	21.6	24.5	23.7	28.3	22.8	+5.6	24.9	+1.6	-	-	-	-	-	-	-	-
(% of Revenues)	25.1	29.1	22.8	25.3	20.1	23.7	26.2	-	26.1	-	-	-	-	-	-	-	-	-
R&D expenses	54.2	53.2	11.8	12.7	13.3	17.5	12.2	+3.4	14.4	+13.4	-	-	-	-	-	-	-	-
(% of Revenues)	15.7	16.3	12.5	13.1	11.3	14.7	14.0	-	15.1	-	-	-	-	-	-	-	-	-
Operating income	66.7	51.6	17.5	19.6	21.6	23.8	11.1	-36.6	16.5	-15.8	-	-	-	-	26.5	-28.8	43.5	-4.2
(% of Revenues)	19.3	15.8	18.5	20.2	18.3	20.0	12.7	-	17.3	-	-	-	-	-	14.0	-	19.0	-
Non-operating income	4.3	9.9	5.4	1.5	1.2	1.7	1.3	-75.9	1.7	+13.3	-	-	-	-	-	-	-	-
Non-operating expenses	3.3	4.2	0.2	0.5	0.2	1.1	0.3	+50.0	4.1	+720.0	-	-	-	-	-	-	-	-
Recurring profit	67.7	57.3	22.8	20.7	22.6	24.4	12.1	-46.9	14.1	-31.9	-	-	-	-	27.0	-37.9	43.5	-7.2
(% of Revenues)	19.6	17.5	24.1	21.3	19.2	20.5	13.9	-	14.8	-	-	-	-	-	14.3	-	19.0	-
Extraordinary gain	0.3	7.3	0.3	-	0.0	-	0.1	-66.7	-	-	-	-	-	-	-	-	-	-
Extraordinary loss	1.6	1.4	0.0	0.0	0.0	1.2	0.0	-	0.0	-	-	-	-	-	-	-	-	-
Income before income taxes etc.	66.4	63.1	23.1	20.6	22.6	23.2	12.1	-47.6	14.1	-31.6	-	-	-	-	-	-	-	-
(% of Revenues)	19.3	19.3	24.4	21.2	19.2	19.5	13.9	-	14.8	-	-	-	-	-	-	-	-	-
Net income	40.1	39.3	13.8	12.5	14.6	15.7	7.9	-42.8	8.5	-32.0	-	-	-	-	16.7	-36.5	27.3	-9.9
(% of Revenues)	11.6	12.0	14.6	12.9	12.4	13.2	9.1	-	8.9	-	-	-	-	-	8.8	-	11.9	-

Statements of Revenues (YTD)

(Billions of Yen)

																	Forecasts			
			FY2007	FY2008	FY2009				FY2010						FY2010					
			1-12	1-12	1-3	1-6	1-9	1-12	1-3	Change (%)	1-6	Change (%)	1-9	Change (%)	1-12	Change (%)	1-6	Change (%)	1-12	Change (%)
			Full-year	Full-year	YTD	YTD	YTD	YTD	YTD		YTD		YTD		YTD		Half-year		Full-year	
Sales			332.9	321.8	92.9	185.9	303.4	419.1	86.2	-7.2	180.6	-2.9	-	-	-	-	187.4	+0.8	414.0	-1.2
Excl. Tamiflu			294.3	313.4	72.5	160.6	247.6	342.9	75.4	+4.0	168.6	+5.0	-	-	-	-	170.6	+6.2	375.3	+9.4
Domestic			263.1	279.9	66.2	146.3	223.9	309.3	68.0	+2.7	150.6	+2.9	-	-	-	-	152.4	+4.2	334.6	+8.2
Oncology field			74.0	102.3	25.7	57.8	88.9	123.7	28.8	+12.1	64.6	+11.8	-	-	-	-	62.4	+8.0	140.2	+13.3
Avastin *1			3.5	20.1	6.7	15.4	24.3	34.9	10.3	+53.7	23.3	+51.3	-	-	-	-	20.3	+31.8	47.9	+37.2
Herceptin			16.1	23.7	6.6	14.7	22.0	29.7	5.7	-13.6	12.1	-17.7	-	-	-	-	12.2	-17.0	24.7	-16.8
Rituxan			18.6	20.5	4.3	9.7	15.1	21.1	4.5	+4.7	10.3	+6.2	-	-	-	-	10.5	+8.2	23.4	+10.9
Neutrogin			12.6	12.0	2.2	5.2	8.2	11.3	2.0	-9.1	4.6	-11.5	-	-	-	-	5.1	-1.9	11.6	+2.7
Xeloda			2.7	4.8	1.3	2.8	4.4	6.6	2.3	+76.9	5.1	+82.1	-	-	-	-	4.4	+57.1	10.9	+65.2
Kytril			13.6	10.9	2.1	4.5	6.6	8.6	1.5	-28.6	3.0	-33.3	-	-	-	-	3.5	-22.2	7.8	-9.3
Tarceva *1			0.2	4.5	1.2	2.7	4.1	5.8	1.4	+16.7	3.5	+29.6	-	-	-	-	3.6	+33.3	7.7	+32.8
Femara			1.0	1.7	0.5	1.1	1.7	2.4	0.6	+20.0	1.4	+27.3	-	-	-	-	1.5	+36.4	3.6	+50.0
Other products			5.6	4.1	0.8	1.7	2.5	3.3	0.6	-25.0	1.3	-23.5	-	-	-	-	1.2	-29.4	2.5	-24.2
Bone and joint diseases field			46.6	50.0	12.2	26.9	41.2	57.6	13.0	+6.6	28.6	+6.3	-	-	-	-	29.2	+8.6	64.2	+11.5
Evista			16.0	16.5	3.8	8.4	12.8	17.9	3.8	+0.0	8.6	+2.4	-	-	-	-	8.3	-1.2	18.1	+1.1
Actemra			0.5	3.4	1.5	3.5	5.7	8.4	2.6	+73.3	5.8	+65.7	-	-	-	-	6.3	+80.0	15.1	+79.8
Suvenyl			11.0	12.0	2.8	6.5	10.0	13.7	2.9	+3.6	6.4	-1.5	-	-	-	-	6.6	+1.5	14.3	+4.4
Alfarol			14.3	13.7	3.0	6.5	9.9	13.6	2.7	-10.0	5.9	-9.2	-	-	-	-	6.0	-7.7	12.8	-5.9
Other products			4.8	4.5	1.1	2.1	2.8	3.9	1.0	-9.1	1.9	-9.5	-	-	-	-	1.9	-9.5	4.0	+2.6
Renal diseases field			69.6	61.3	13.0	28.8	44.4	61.0	12.5	-3.8	27.2	-5.6	-	-	-	-	28.2	-2.1	59.3	-2.8
Epogin			54.8	44.9	9.4	20.8	32.3	44.4	8.7	-7.4	19.0	-8.7	-	-	-	-	20.3	-2.4	42.2	-5.0
Oxarol			8.7	10.0	2.2	4.9	7.7	10.6	2.5	+13.6	5.6	+14.3	-	-	-	-	5.3	+8.2	11.6	+9.4
Renagel			5.6	5.7	1.3	2.7	4.0	5.3	1.1	-15.4	2.3	-14.8	-	-	-	-	2.3	-14.8	4.9	-7.5
Other products			0.5	0.7	0.2	0.4	0.5	0.7	0.2	+0.0	0.3	-25.0	-	-	-	-	0.3	-25.0	0.7	+0.0
Transplant, Immunology & Infectious diseases field			17.7	24.0	5.9	12.8	19.3	26.2	5.3	-10.2	11.9	-7.0	-	-	-	-	14.2	+10.9	31.9	+21.8
Pegasys			6.3	9.7	2.5	5.5	8.2	11.1	2.2	-12.0	4.8	-12.7	-	-	-	-	6.5	+18.2	14.8	+33.3
Copegus *1			2.0	4.2	1.1	2.4	3.6	4.9	0.9	-18.2	2.0	-16.7	-	-	-	-	3.1	+29.2	7.1	+44.9
CellCept			3.5	4.0	0.9	2.1	3.2	4.4	1.0	+11.1	2.3	+9.5	-	-	-	-	2.2	+4.8	5.0	+13.6
Rocephin			5.7	5.9	1.3	2.7	4.1	5.5	1.1	-15.4	2.6	-3.7	-	-	-	-	2.3	-14.8	4.9	-10.9
Other products			0.3	0.3	0.1	0.1	0.2	0.3	0.1	+0.0	0.1	+0.0	-	-	-	-	0.1	+0.0	0.3	+0.0
Others field			55.1	42.3	9.4	20.0	30.1	40.9	8.3	-11.7	18.3	-8.5	-	-	-	-	18.5	-7.5	38.9	-4.9
Sigmart			15.2	15.0	3.3	7.1	10.6	14.7	2.9	-12.1	6.3	-11.3	-	-	-	-	6.5	-8.5	13.7	-6.8
SA products *2			11.2	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Other products			28.8	27.3	6.2	13.0	19.4	26.3	5.4	-12.9	12.0	-7.7	-	-	-	-	12.0	-7.7	25.2	-4.2
Overseas			31.2	33.5	6.3	14.2	23.7	33.6	7.4	+17.5	18.1	+27.5	-	-	-	-	18.2	+28.2	40.7	+21.1
Actemra			-	3.8	0.4	1.8	5.1	8.9	2.0	+400.0	7.4	+311.1	-	-	-	-	7.3	+305.6	19.7	+121.3
Neutrogin			26.6	25.9	4.8	10.2	15.8	21.3	4.4	-8.3	8.8	-13.7	-	-	-	-	9.5	-6.9	17.9	-16.0
Sigmart			2.8	2.0	0.6	1.3	1.5	1.9	0.8	+33.3	1.3	+0.0	-	-	-	-	0.8	-38.5	1.7	-10.5
Other products			1.9	1.7	0.5	1.0	1.2	1.5	0.2	-60.0	0.5	-50.0	-	-	-	-	0.7	-30.0	1.4	-6.7
Tamiflu			38.7	8.4	20.4	25.4	55.8	76.2	10.8	-47.1	12.0	-52.8	-	-	-	-	16.8	-33.9	38.7	-49.2
Ordinary sales			10.2	7.1	6.0	11.0	18.5	36.2	1.4	-76.7	1.4	-87.3	-	-	-	-	5.5	-50.0	20.5	-43.4
Govt. stockpile etc.			28.5	1.3	14.4	14.4	37.3	40.0	9.5	-34.0	10.6	-26.4	-	-	-	-	11.3	-21.5	18.2	-54.5
Other operating revenues			11.9	5.1	1.8	5.7	6.3	9.8	0.9	-50.0	1.7	-70.2	-	-	-	-	1.7	-70.2	4.5	-54.1
Revenues (total)			344.8	326.9	94.7	191.7	309.7	428.9	87.1	-8.0	182.4	-4.9	-	-	-	-	189.1	-1.4	418.5	-2.4
Domestic			308.4	293.1	86.7	175.5	283.7	392.6	78.9	-9.0	162.8	-7.2	-	-	-	-	169.5	-3.4	373.8	-4.8
Overseas			36.4	33.8	8.0	16.2	26.1	36.4	8.2	+2.5	19.6	+21.0	-	-	-	-	19.6	+21.0	44.7	+22.8

Notes: 1. The products marketed in 2007 and subsequent years are as follows: Avastin (launched in June 2007), Tarceva (December 2007), Copegus (March 2007).
2. Sales of the products for which the marketing collaboration in Japan with sanofi-aventis K.K. ended on December 31, 2007, are included in the "Others field (SA products)."

Statements of Revenues (QTR)

(Billions of Yen)

																Forecasts			
		FY2007	FY2008	FY2009				FY2010								FY2010			
		1-12	1-12	1-3	4-6	7-9	10-12	1-3	Change (%)	4-6	Change (%)	7-9	Change (%)	10-12	Change (%)	1-6	Change (%)	7-12	Change (%)
		Full-year	Full-year	QTR	QTR	QTR	QTR	QTR		QTR		QTR		QTR		1st Half		2nd Half	
Sales		332.9	321.8	92.9	93.0	117.5	115.7	86.2	-7.2	94.5	+1.6	-	-	-	-	187.4	+0.8	226.6	-2.8
Excl. Tamiflu		294.3	313.4	72.5	88.1	87.0	95.3	75.4	+4.0	93.3	+5.9	-	-	-	-	170.6	+6.2	204.6	+12.2
Domestic		263.1	279.9	66.2	80.1	77.6	85.4	68.0	+2.7	82.6	+3.1	-	-	-	-	152.4	+4.2	182.2	+11.8
Oncology field		74.0	102.3	25.7	32.1	31.1	34.8	28.8	+12.1	35.7	+11.2	-	-	-	-	62.4	+8.0	77.9	+18.2
Avastin		3.5	20.1	6.7	8.6	8.9	10.6	10.3	+53.7	13.0	+51.2	-	-	-	-	20.3	+31.8	27.6	+41.5
Herceptin		16.1	23.7	6.6	8.1	7.3	7.7	5.7	-13.6	6.4	-21.0	-	-	-	-	12.2	-17.0	12.5	-16.7
Rituxan		18.6	20.5	4.3	5.5	5.4	5.9	4.5	+4.7	5.8	+5.5	-	-	-	-	10.5	+8.2	12.9	+14.2
Neutrogin		12.6	12.0	2.2	3.0	3.0	3.1	2.0	-9.1	2.6	-13.3	-	-	-	-	5.1	-1.9	6.4	+4.9
Xeloda		2.7	4.8	1.3	1.5	1.6	2.2	2.3	+76.9	2.8	+86.7	-	-	-	-	4.4	+57.1	6.5	+71.1
Kytril		13.6	10.9	2.1	2.4	2.1	2.1	1.5	-28.6	1.5	-37.5	-	-	-	-	3.5	-22.2	4.4	+4.8
Tarceva		0.2	4.5	1.2	1.5	1.4	1.7	1.4	+16.7	2.0	+33.3	-	-	-	-	3.6	+33.3	4.1	+36.7
Femara		1.0	1.7	0.5	0.6	0.6	0.7	0.6	+20.0	0.8	+33.3	-	-	-	-	1.5	+36.4	2.1	+50.0
Other products		5.6	4.1	0.8	0.9	0.8	0.8	0.6	-25.0	0.7	-22.2	-	-	-	-	1.2	-29.4	1.3	-18.8
Bone and joint diseases field		46.6	50.0	12.2	14.8	14.3	16.4	13.0	+6.6	15.7	+6.1	-	-	-	-	29.2	+8.6	35.1	+14.3
Evista		16.0	16.5	3.8	4.6	4.4	5.1	3.8	+0.0	4.8	+4.3	-	-	-	-	8.3	-1.2	9.7	+1.0
Actemra		0.5	3.4	1.5	2.0	2.2	2.7	2.6	+73.3	3.3	+65.0	-	-	-	-	6.3	+80.0	8.7	+77.6
Suvenyl		11.0	12.0	2.8	3.7	3.5	3.7	2.9	+3.6	3.5	-5.4	-	-	-	-	6.6	+1.5	7.7	+6.9
Alfarol		14.3	13.7	3.0	3.5	3.3	3.7	2.7	-10.0	3.2	-8.6	-	-	-	-	6.0	-7.7	6.8	-4.2
Other products		4.8	4.5	1.1	1.0	0.8	1.1	1.0	-9.1	0.9	-10.0	-	-	-	-	1.9	-9.5	2.1	+10.5
Renal diseases field		69.6	61.3	13.0	15.8	15.6	16.5	12.5	-3.8	14.7	-7.0	-	-	-	-	28.2	-2.1	31.1	-3.4
Epogin		54.8	44.9	9.4	11.5	11.4	12.1	8.7	-7.4	10.3	-10.4	-	-	-	-	20.3	-2.4	21.9	-7.2
Oxarol		8.7	10.0	2.2	2.8	2.7	2.9	2.5	+13.6	3.1	+10.7	-	-	-	-	5.3	+8.2	6.2	+8.8
Renagel		5.6	5.7	1.3	1.4	1.3	1.3	1.1	-15.4	1.2	-14.3	-	-	-	-	2.3	-14.8	2.6	+0.0
Other products		0.5	0.7	0.2	0.1	0.2	0.1	0.2	+0.0	0.1	+0.0	-	-	-	-	0.3	-25.0	0.4	+33.3
Transplant, Immunology & Infectious diseases field		17.7	24.0	5.9	6.9	6.5	6.8	5.3	-10.2	6.6	-4.3	-	-	-	-	14.2	+10.9	17.8	+33.8
Pegasys		6.3	9.7	2.5	2.9	2.8	2.9	2.2	-12.0	2.6	-10.3	-	-	-	-	6.5	+18.2	8.3	+48.2
Copegus		2.0	4.2	1.1	1.3	1.2	1.2	0.9	-18.2	1.1	-15.4	-	-	-	-	3.1	+29.2	4.0	+66.7
CellCept		3.5	4.0	0.9	1.1	1.1	1.2	1.0	+11.1	1.3	+18.2	-	-	-	-	2.2	+4.8	2.8	+16.7
Rocephin		5.7	5.9	1.3	1.5	1.4	1.4	1.1	-15.4	1.5	+0.0	-	-	-	-	2.3	-14.8	2.6	-3.7
Other products		0.3	0.3	0.1	0.1	0.1	0.1	0.1	+0.0	0.1	+0.0	-	-	-	-	0.1	+0.0	0.1	-50.0
Others field		55.1	42.3	9.4	10.6	10.0	10.9	8.3	-11.7	9.9	-6.6	-	-	-	-	18.5	-7.5	20.4	-2.4
Sigmart		15.2	15.0	3.3	3.8	3.6	4.0	2.9	-12.1	3.4	-10.5	-	-	-	-	6.5	-8.5	7.2	-5.3
SA products		11.2	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Other products		28.8	27.3	6.2	6.8	6.5	6.8	5.4	-12.9	6.5	-4.4	-	-	-	-	12.0	-7.7	13.2	-0.8
Overseas		31.2	33.5	6.3	7.9	9.5	9.9	7.4	+17.5	10.7	+35.4	-	-	-	-	18.2	+28.2	22.5	+16.0
Actemra		-	3.8	0.4	1.4	3.3	3.8	2.0	+400.0	5.4	+285.7	-	-	-	-	7.3	+305.6	12.5	+76.1
Neutrogin		26.6	25.9	4.8	5.4	5.6	5.5	4.4	-8.3	4.4	-18.5	-	-	-	-	9.5	-6.9	8.4	-24.3
Sigmart		2.8	2.0	0.6	0.6	0.3	0.4	0.8	+33.3	0.6	+0.0	-	-	-	-	0.8	-38.5	0.9	+28.6
Other products		1.9	1.7	0.5	0.5	0.2	0.2	0.2	-60.0	0.3	-40.0	-	-	-	-	0.7	-30.0	0.6	+20.0
Tamiflu		38.7	8.4	20.4	5.0	30.4	20.4	10.8	-47.1	1.2	-76.0	-	-	-	-	16.8	-33.9	22.0	-56.7
Ordinary sales		10.2	7.1	6.0	5.0	7.6	17.7	1.4	-76.7	0.0	-100.0	-	-	-	-	5.5	-50.0	15.0	-40.5
Govt. stockpile etc.		28.5	1.3	14.4	-	22.9	2.7	9.5	-34.0	1.2	-	-	-	-	-	11.3	-21.5	7.0	-72.7
Other operating revenues		11.9	5.1	1.8	4.0	0.5	3.6	0.9	-50.0	0.8	-80.0	-	-	-	-	1.7	-70.2	2.8	-31.7
Revenues (total)		344.8	326.9	94.7	97.0	118.0	119.2	87.1	-8.0	95.3	-1.8	-	-	-	-	189.1	-1.4	229.4	-3.3
Domestic		308.4	293.1	86.7	88.8	108.1	108.9	78.9	-9.0	83.9	-5.5	-	-	-	-	169.5	-3.4	204.3	-5.9
Overseas		36.4	33.8	8.0	8.2	9.9	10.3	8.2	+2.5	11.4	+39.0	-	-	-	-	19.6	+21.0	25.1	+24.3

Balance Sheets

(Billions of Yen)

	FY2007	FY2008	FY2009				FY2010					
	As of Dec. 31	As of Dec. 31	As of Mar. 31	As of Jun. 30	As of Sep. 30	As of Dec. 31	As of Mar. 31	As of Jun. 30	vs. Mar. 31, 2009	vs. Dec. 31, 2009	As of Sep. 30	As of Dec. 31
Cash and deposits	73.2	70.8	77.6	90.8	77.6	107.0	101.1	81.3	-9.5	-25.7	-	-
Trade notes and accounts receivable	107.0	108.5	111.3	102.7	121.8	121.6	85.4	99.2	-3.5	-22.4	-	-
Marketable securities	65.5	54.7	46.0	54.5	55.6	52.2	55.7	61.7	7.2	9.5	-	-
Inventories	55.2	78.7	78.7	94.0	90.4	92.6	100.0	111.7	17.7	19.1	-	-
Other current assets	28.9	31.7	34.3	30.9	32.3	37.9	41.7	29.5	-1.4	-8.4	-	-
Total Current assets	329.8	344.4	347.9	372.9	377.7	411.3	383.9	383.4	10.5	-27.9	-	-
Property, plant and equipment	92.5	98.3	97.1	96.2	93.7	93.7	91.4	89.8	-6.4	-3.9	-	-
Intangible assets	3.7	3.1	3.2	3.0	2.7	3.2	3.0	2.6	-0.4	-0.6	-	-
Investments and other assets	32.9	32.7	30.6	29.6	31.2	32.3	32.9	31.4	1.8	-0.9	-	-
thereof Investment securities	16.8	14.4	11.8	10.6	9.8	9.7	9.5	8.0	-2.6	-1.7	-	-
Total Noncurrent Assets	129.1	134.2	130.9	128.8	127.6	129.2	127.2	123.8	-5.0	-5.4	-	-
Total Assets	458.9	478.5	478.7	501.7	505.3	540.5	511.1	507.2	5.5	-33.3	-	-
Trade notes and accounts payable	17.3	28.8	34.0	37.8	34.3	34.3	35.4	32.2	-5.6	-2.1	-	-
Short-term loans and bonds	0.3	-	-	-	-	-	-	-	-	-	-	-
Other current liabilities	52.1	49.8	41.4	44.7	49.0	66.2	42.2	36.3	-8.4	-29.9	-	-
Total current liabilities	69.8	78.5	75.4	82.5	83.3	100.5	77.6	68.5	-14.0	-32.0	-	-
Long-term debt and bonds	-	-	-	-	-	-	-	-	-	-	-	-
Other noncurrent liabilities	3.3	2.9	3.0	3.3	3.6	5.4	5.2	4.8	1.5	-0.6	-	-
Total noncurrent liabilities	3.3	2.9	3.0	3.3	3.6	5.4	5.2	4.8	1.5	-0.6	-	-
Total liabilities	73.1	81.5	78.4	85.8	86.9	105.9	82.8	73.3	-12.5	-32.6	-	-
Common stock	72.9	73.0	73.0	73.0	73.0	73.0	73.0	73.0	-	-	-	-
Additional paid-in capital	92.8	92.8	92.8	92.8	92.8	92.8	92.8	92.8	-	-	-	-
Retained earnings	248.1	271.0	274.4	286.9	292.3	308.0	303.3	311.8	24.9	3.8	-	-
Treasury stock, at cost	-35.1	-35.2	-35.2	-35.2	-36.3	-36.3	-36.3	-36.3	-1.1	0.0	-	-
Net unrealized gain on securities	2.8	1.4	0.9	2.0	1.7	1.6	1.8	1.5	-0.5	-0.1	-	-
Foreign currency translation adjustments	1.9	-7.9	-7.3	-5.8	-6.9	-6.8	-8.2	-11.1	-5.3	-4.3	-	-
New share warrants	0.1	0.3	0.4	0.4	0.5	0.5	0.6	0.6	0.2	0.1	-	-
Minority interests	2.2	1.7	1.3	1.8	1.4	1.8	1.3	1.4	-0.4	-0.4	-	-
Total net assets	385.8	397.1	400.4	416.0	418.4	434.7	428.4	433.9	17.9	-0.8	-	-
Total liabilities and net assets	458.9	478.5	478.7	501.7	505.3	540.5	511.1	507.2	5.5	-33.3	-	-

Cash Flows

(Billions of Yen)

	FY2007	FY2008	FY2009				FY2010			
	1-12	1-12	1-3	1-6	1-9	1-12	1-3	1-6	1-9	1-12
	Full-year	Full-year	YTD	YTD	YTD	Full-year	YTD	YTD	YTD	Full-year
Net cash provided by (used in) operating activities	60.4	39.3	13.0	33.7	36.9	66.5	16.4	6.8	–	–
Net cash provided by (used in) investing activities	–7.5	–14.1	–3.9	–13.3	–21.6	–20.3	1.2	–16.6	–	–
Net cash provided by (used in) financing activities	–47.2	–18.4	–11.0	–11.0	–22.3	–22.3	–13.2	–13.2	–	–
Effect of exchange rate changes on cash and cash equivalents	–0.3	–9.9	–0.6	0.6	1.0	–0.1	–0.6	–1.5	–	–
Net increase (decrease) in cash and cash equivalents	5.4	–3.1	–2.5	9.9	–6.1	23.8	3.8	–24.5	–	–
Cash and cash equivalents at beginning of period	68.3	73.7	70.7	70.7	70.7	70.7	94.5	94.5	–	–
Cash and cash equivalents at end of period	73.7	70.7	68.1	80.6	64.6	94.5	98.2	69.9	–	–

Performance Indicators

	FY2007	FY2008	FY2009				FY2010				Forecast
	1-12	1-12	1-3	1-6	1-9	1-12	1-3	1-6	1-9	1-12	FY2010
	As of Dec. 31	As of Dec. 31	As of Mar. 31	As of Jun. 30	As of Sep. 30	As of Dec. 31	As of Mar. 31	As of Jun. 30	As of Sep. 30	As of Dec. 31	As of Dec. 31
Net income per share (Basic)	73.23yen	72.07yen	25.27yen	48.29yen	75.07yen	104.00yen	14.43yen	30.09yen	–	–	80.85yen
Net income per share (Fully diluted)	73.16yen	72.04yen	25.27yen	48.28yen	75.06yen	103.98yen	14.43yen	30.09yen	–	–	–
Return on equity (ROE)*	10.4%	10.1%	3.5%	6.5%	10.1%	13.7%	1.8%	3.8%	–	–	–
Return on assets (ROA)*	14.7%	12.2%	4.8%	8.9%	13.4%	17.7%	2.3%	5.0%	–	–	–
Net assets per share	703.80yen	725.18yen	731.74yen	759.41yen	765.47yen	794.51yen	783.67yen	793.50yen	–	–	–
Equity ratio	83.5%	82.6%	83.3%	82.5%	82.4%	80.0%	83.4%	85.1%	–	–	–
Dividends per share (Annual)	30yen	34yen				40yen					34yen
Dividends per share (Interim)	15yen	15yen				17yen				17yen	17yen
Payout ratio	41.0%	47.2%				38.5%				–	42.1%

Note: Quarterly (year-to-date) ROE and ROA are not annualized.

Number of Employees

	FY2007	FY2008	FY2009				FY2010				Forecast
	1-12	1-12	1-3	1-6	1-9	1-12	1-3	1-6	1-9	1-12	FY2010
	As of Dec. 31	As of Dec. 31	As of Mar. 31	As of Jun. 30	As of Sep. 30	As of Dec. 31	As of Mar. 31	As of Jun. 30	As of Sep. 30	As of Dec. 31	As of Dec. 31
Number of employees	6,257	6,383	6,347	6,474	6,481	6,485	6,472	6,707	–	–	6,700

Note: Number of employees doesn't include staff seconded to companies outside the Group.

Capital Expenditures

(Billions of Yen)

	FY2007	FY2008	FY2009				FY2010				Forecast
	1-12	1-12	1-3	1-6	1-9	1-12	1-3	1-6	1-9	1-12	FY2010
	Full-year	Full-year	YTD	YTD	YTD	Full-year	YTD	YTD	YTD	Full-year	Full-year
Capital expenditures	19.6	26.6	2.8	6.6	9.1	14.6	1.8	4.6	–	–	16.0
Depreciation	13.3	19.4	4.2	8.9	14.1	19.5	4.1	8.4	–	–	18.9

Development pipeline (as of July 22, 2010)

Development code	Indication # Additional indication	Stage (date)	Generic name Product name Dosage form	Origin Overseas name (Collaborator)	Mode of Action
<u>Oncology</u>					
RG435	Breast cancer #	Filed Oct. 09	bevacizumab Avastin Injection	Roche Avastin	Humanized anti-VEGF(Vascular Endothelial Growth Factor) monoclonal antibody
	Colon cancer (adjuvant) #	Phase III Multinational study			
	Gastric cancer #	Phase III Multinational study			
	Breast cancer (adjuvant) #	Phase III Multinational study			
	Glioblastoma #	Phase III Multinational study			
	Glioblastoma (relapsed) #	Phase II			
EPOCH	Chemotherapy-induced anemia #	Filed Nov. 09	epoetin beta Epogin Injection	In-house	Recombinant human erythropoietin
RG340	Gastric cancer #	Filed Mar. 10	capecitabine Xeloda Oral	Roche Xeloda	Antimetabolite, 5-FU derivative
RG597	Gastric cancer #	Filed Mar. 10	trastuzumab Herceptin Injection	Roche Herceptin	Humanized anti-HER2 monoclonal antibody
RG1415	Pancreatic cancer #	Filed Sep. 09	erlotinib Tarceva	Roche/OSI Tarceva	EGFR tyrosine kinase inhibitor
	Non-small cell lung cancer (1st line) #	Phase II	Oral		
RG1273	Breast cancer	Phase III Multinational study	pertuzumab Injection	Roche	Humanized HER dimerization inhibitory monoclonal antibody
MRA	Pancreatic cancer #	Phase I / II	tocilizumab Actemra Injection	In-house (Roche)	Humanized anti-human IL-6 receptor monoclonal antibody

Development code	Indication # Additional indication	Stage (date)	Generic name Product name Dosage form	Origin Overseas name (Collaborator)	Mode of Action
TP300	Gastric cancer, etc	Phase II Overseas	Injection	In-house	Topoisomerase I inhibitor
CIF (RG7167)	Solid tumors	Phase I	Oral	In-house	MEK inhibitor
		Phase I Overseas		(Roche)	
CKI27 (RG7304)	Solid tumors	Phase I	Oral	In-house	Raf and MEK dual inhibitor
		Phase I Overseas		(Roche)	
GC33	Liver cancer	Phase I Overseas	Injection	In-house	Humanized anti-Glypican-3 monoclonal antibody
GA101 (RG7159)	Non-Hodgkin's lymphoma	Phase I	Injection	GlycArt	Humanized anti-CD20 monoclonal antibody
RG3502	Breast cancer	Phase I	Injection	Roche	HER2 antibody-drug conjugate
<u>Bone and Joint diseases</u>					
ED-71	Osteoporosis	Filed Oct. 09	eldecacitol Oral	In-house (Taisho Pharmaceutical)	Active Vitamin D ₃ derivative
MRA	Systemic onset juvenile idiopathic arthritis (sJIA) #	Phase III Overseas	tocilizumab Actemra / RoActemra(EU) Injection	In-house (Roche)	Humanized anti-human IL-6 receptor monoclonal antibody
	Rheumatoid arthritis (new formulation: subcutaneous injection)	Phase III	tocilizumab Actemra Injection		
RG1594	Rheumatoid arthritis	Phase III Multinational study	ocrelizumab Injection	Roche	Humanized anti-CD20 monoclonal antibody

Development code	Indication # Additional indication	Stage (date)	Generic name Product name Dosage form	Origin Overseas name (Collaborator)	Mode of Action
RG484	Osteoporosis	Phase II / III	ibandronate sodium hydrate Injection	Roche Boniva (US) / Bonviva (EU) (Taisho Pharmaceutical)	Bisphosphonate
		Phase II	ibandronate sodium hydrate Oral		
Renal diseases					
RG744	Renal anemia	Filed Jul. 09	Injection	Roche Mircera	Continuous erythropoietin receptor activator
Transplant, Immunology and Infectious diseases					
RG964	Compensated liver cirrhosis caused by hepatitis C virus	Phase II / III	ribavirin Copegus Oral	Roche Copegus	Anti-viral agent, in combination with Pegasys
RG442	# Chronic hepatitis B		peginterferon alfa-2a Pegasys Injection	Roche Pegasys	Peginterferon alfa-2a agent (recombinant)
NA808	Chronic hepatitis C	Phase I	Injection	In-house	Serine palmitoyltransferase inhibitor
		Phase I Overseas			
NTZ	Chronic hepatitis C	Development suspended	nitazoxanide Oral	Romark Laboratories Alinia	Thiazolide compound
Other diseases					
EPOCH	Predeposit of autologous blood transfusion #	Approved Jun. 10	epoetin beta Epogin Injection	In-house	Recombinant human erythropoietin
CSG452 (RG7201)	Type II diabetes	Phase II Multinational study	Oral	In-house (Roche)	SGLT2 inhibitor
RG1583 (ITM-077)	Type II diabetes	Phase II	taspoglutide Injection	Roche/Ipsen (Teijin)	GLP-1 analogue
RG1678	Schizophrenia	Phase II Multinational study	Oral	Roche	GLYT1 inhibitor

Development code	Indication # Additional indication	Stage (date)	Generic name Product name Dosage form	Origin Overseas name (Collaborator)	Mode of Action
RG1450	Alzheimer's disease	Phase I	gantenerumab Injection	Roche/Morphosys	Human anti-amyloid-beta monoclonal antibody

Changes from the last announcement on April 23, 2010

Bone and Joint diseases

-MRA Phase I/II → Phase III (Rheumatoid arthritis (new formulation: subcutaneous injection))

Transplant, Immunology and Infectious diseases

- NTZ Phase I → Development suspended (Chronic hepatitis C)

Other diseases

- EPOCH Filed → Approved (Predeposit of autologous blood transfusion)

R&D Activities (Jan. 1, 2010 – Jul. 22, 2010)

As for clinical development activities in Japan, the Company saw progress as described below:

Oncology

- In March, we filed an application for an additional indication of combination therapy with RG340 (product name: Xeloda), a 5-FU derivative and RG597 (product name: Herceptin), a humanized anti-HER2 monoclonal antibody, for gastric cancer.
- In April, we started a Phase II trial (expected indication: non-small cell lung cancer [1st line]) for an EGFR tyrosine kinase inhibitor, RG1415 (product name: Tarceva).
- In January, we started a Phase I trial (expected indication: solid tumors) for a Raf and MEK dual inhibitor, CKI27 (RG7304).

Bone and Joint diseases

- In May, we started a Phase III trial (new formulation: subcutaneous injection) for a humanized anti-human IL-6 receptor monoclonal antibody, MRA (product name: Actemra).

Transplant, Immunology and Infectious Diseases

- After re-evaluating the allocation of resources to ongoing development programs, we have decided to discontinue our development of nitazoxanide for chronic hepatitis C. Romark Laboratories will continue development of nitazoxanide for chronic hepatitis C in Japan as part of its worldwide development program.

Other Diseases

- In June, we obtained approval for an additional indication of a recombinant human erythropoietin (product name: Epogin), for predeposit of autologous blood transfusion.

At present, we are awaiting the approval of applications (new molecular entities or additions of indications) filed for 7 development themes, including RG435 (expected indication: breast cancer).

Also, as for development activities overseas, the Company saw progress as described below.

- In January, Roche obtained approval for a humanized anti-human IL-6 receptor monoclonal antibody, MRA (product name: Actemra), for rheumatoid arthritis from the U.S. Food & Drug Administration (FDA).

Major clinical trials in oncology field currently running in Japan

Theme	Expected Indication	Regimen	Stage	Planned Filing Date
RG435 (bevacizumab) Avastin	Breast	paclitaxel + RG435	Filed (Oct. 09)	-
	Breast (adjuvant)	standard chemotherapy ± RG435	BEATRICE study : Phase III Multinational study	2013 2015
	Glioblastoma	temozolomide ± RG435	Phase III Multinational study	2013 2015
	Glioblastoma [relapsed]	RG435	Phase II	2013 2015
RG435 (bevacizumab) Avastin RG340 (capecitabine) Xeloda	Colon (adjuvant)	FOLFOX4 ± RG435 XELOX + RG435	AVANT study : Phase III Multinational study	2011
RG1415 (erlotinib) Tarceva	Pancreatic	gemcitabine + RG1415	Filed (Sep. 09)	-
RG597 (trastuzumab) Herceptin RG340 (capecitabine) Xeloda	Gastric	RG340 / 5FU + CDDP ± RG597	Filed (Mar. 10)	-
RG1273 (pertuzumab)	Breast	RG597 + docetaxel ± RG1273	CLEOPATRA study : Phase III Multinational study	2013 2015