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SANTEN PHARMACEUTICAL CO., LTD.

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Second Quarter Financial Results for the Fiscal Year Ending March 31, 2016 [IFRS] (Consolidated)

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(Figures are rounded to the nearest million yen)

1. Consolidated Performance for the six months ended September 30, 2015

(1) Operating results

(Percentage figures represent changes from same period of previous year.)

	Six months ended September 30, 2015	Six months ended September 30, 2014	% change
Revenue (millions of yen)	97,873	71,920	+36.1%
Operating profit (millions of yen)	65,385	14,235	+359.3%
Profit before tax (millions of yen)	65,335	14,540	+349.4%
Net profit for the period (millions of yen)	43,657	9,759	+347.3%
Net profit for the period attributable to owners of the company (millions of yen)	43,657	9,759	+347.3%
Total comprehensive income for the period (millions of yen)	43,507	11,290	+285.4%
Basic earnings per share (yen)	105.55	23.63	
Diluted earnings per share (yen)	105.06	23.54	

Note: The Company has conducted a 5-for-1 stock split with an effective date of April 1, 2015. However, Basic earnings per share and Diluted earnings per share are calculated based on the assumption that the stock split was conducted at April 1, 2014.

(2) Financial condition

	September 30, 2015	March 31, 2015
Total assets (millions of yen)	352,080	304,200
Total equity (millions of yen)	250,899	211,779
Total equity attributable to owners of the company (millions of yen)	250,899	211,779
Total equity attributable to owners of the company ratio	71.3%	69.6%
Equity per share attributable to owners of the company (yen)	606.31	511.14

Note: The Company has conducted a 5-for-1 stock split with an effective date of April 1, 2015. However, Equity per share attributable to owners of the company is calculated based on the assumption that the stock split was conducted at April 1, 2014.

2. Dividends

	Year to March 2016	(Forecasts) Year to March 2016	Year to March 2015
First quarter dividends per share (yen)	—	—	—
Second quarter dividends per share (yen)	12.00	—	50.00
Third quarter dividends per share (yen)	—	—	—
Year-end dividends per share (yen)	—	12.00	60.00
Annual dividends per share (yen)	—	24.00	110.00

Note : The Company has conducted a 5-for-1 stock split with an effective date of April 1, 2015. However, the dividends per share of Year to March 2015 are calculated based on the number of issued shares before the stock split.

3. Consolidated Forecasts of results for the year ending March 31, 2016

(Percentage figures represent changes from same period of previous year.)

	Full year	(Full year) % change
Revenue (millions of yen)	186,500	+15.2%
Operating profit (millions of yen)	78,000	+120.5%
Profit before tax (millions of yen)	78,500	+118.9%
Net profit for the year (millions of yen)	52,500	+118.5%
Net profit for the year attributable to owners of the company (millions of yen)	52,500	+118.5%
Basic earnings per share (yen)	127.04	

Note : The Company has conducted a 5-for-1 stock split with an effective date of April 1, 2015. However, Basic earnings per share is calculated based on the number of issued shares after the stock split.

4. Consolidated Forecasts of results for the year ending March 31, 2016(core basis*1)

(Percentage figures represent changes from same period of previous year.)

	Full year	(Full year) % change
Revenue (millions of yen)	186,500	+15.2%
Core operating profit (millions of yen)	40,300	+3.1%
Core net profit for the year (millions of yen)	26,900	+3.7%
Core earnings per share (yen)	65.09	

Note : The Company has conducted a 5-for-1 stock split with an effective date of April 1, 2015. However, Core earnings per share is calculated based on the number of issued shares after the stock split.

*Others

(1) Changes in significant subsidiaries during the term (changes in designated subsidiaries resulting in adjustment to the scope of consolidation) : No

(2) Changes in accounting policies and accounting estimates

[i] Changes in the accounting policies required by IFRS : No

[ii] Other changes : No

[iii] Changes in accounting estimates : No

(3) Number of shares outstanding (common stock) :

[i] Number of shares outstanding at the end of period (including treasury shares)

September 30, 2015 : 413,835,515

March 31, 2015 : 413,265,515

[ii] Number of treasury shares at the end of period

September 30, 2015 : 22,184

March 31, 2015 : 19,225

[iii] Average number of outstanding shares (during the fiscal year ended September 30)

Second quarter ended September 30, 2015 : 413,596,490

Second quarter ended September 30, 2014 : 412,972,229

Note : The Company has conducted a 5-for-1 stock split with an effective date of April 1, 2015. However, Number of shares outstanding (common stock) is calculated based on the assumption that the stock split was conducted at April 1, 2014.

(Information regarding the implementation of quarterly review procedures)

These quarterly financial results are not subject to quarterly review procedures. Thus, at the time of disclosure of these financial results, the quarterly consolidated financial statement review procedures based on the Financial Instruments and Exchange Law, are in progress.

(Information regarding adoption of International Financial Reporting Standards)

The company has adopted International Financial Reporting Standards (IFRS) effective from the fiscal year ended March 31, 2015. According to this adoption, the previous year's information is also based on IFRS.

(Caution)

Forecasts in this report are based on the currently available information. Actual results may differ materially depending on a number of factors including adverse economic conditions, delays in new products launch, currency exchange rate, legislative and regulatory developments.

***1 (core basis)**

Core results are non-IFRS measures that remove non-core items including amortization on intangible assets associated with products, other income and expenses, and financial income and expenses in order to provide greater transparency on underlying business performance.

Information regarding the Consolidated Performance of results for the six months ended September 30, 2015(core basis)

(Percentage figures represent changes from same period of previous year.)

	Six months ended September 30, 2015	Six months ended September 30, 2014	% change
Revenue (millions of yen)	97,873	71,920	+36.1%
Core operating profit (millions of yen)	24,541	15,298	+60.4%
Core net profit for the period (millions of yen)	16,392	10,138	+61.7%