

[ Disclaimer: The following is meant to be an accurate translation from the original Financial Report of Santen Pharmaceutical Co., Ltd., written in Japanese, and is prepared for the information disclosure to the Tokyo Stock Exchange. However, in the case of any discrepancy between the English translation and the Japanese original, the latter shall prevail. ]

SANTEN PHARMACEUTICAL CO., LTD. (November 1, 2011)

Code: 4536

URL <http://www.santen.com>

Second Quarter Financial Results for the Fiscal Year Ending March 31, 2012

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(Figures are rounded down to the nearest million yen)

**1. Consolidated Performance for the Second Quarter ended September 30, 2011**

(1) Operating results	Second quarter ended September 30, 2011	Second quarter ended September 30, 2010	% change 2012/2011
Net sales (millions of yen)	56,789	53,914	5.3%
Operating income (millions of yen)	14,570	14,112	3.2%
Ordinary income (millions of yen)	15,050	14,490	3.9%
Net income (millions of yen)	9,905	9,272	6.8%
Net income per share (yen)	113.70	108.94	
Diluted net income per share (yen)	113.58	108.80	

Note: Comprehensive income:

Second quarter ended September 30, 2011: ¥ 9,949 million(35.1%)

Second quarter ended September 30, 2010: ¥ 7,364 million( - %)

**(2) Financial condition**

	September 30, 2011	March 31, 2011
Total assets (millions of yen)	188,459	184,801
Net assets (millions of yen)	162,156	156,404
Equity ratio	85.9%	84.5%
Net assets per share (yen)	1,857.14	1,793.15

Reference: Equity (Consolidated):

Second quarter ended September 30, 2011: ¥ 161,806 million

Fiscal year ended March 31, 2011 : ¥ 156,098 million

**2. Dividends**

	Year to March 2012	(Forecasts) Year to March 2012	Year to March 2011
First quarter dividends per share (yen)	0.00	—	0.00
Second quarter dividends per share (yen)	50.00	—	40.00
Third quarter dividends per share (yen)	—	0.00	0.00
End-of-period dividends per share (yen)	—	50.00	50.00
Annual dividends per share (yen)	—	100.00	90.00

**3. Consolidated Forecasts of results for the year ending March 31, 2012**

	Full year	(Full year) % change 2012/2011
Net sales (millions of yen)	116,000	4.7%
Operating income (millions of yen)	30,000	(2.4%)
Ordinary income (millions of yen)	30,500	(3.1%)
Net income (millions of yen)	20,500	(3.9%)
Net income per share (yen)	239.95	

**4. Others**

**(1) No significant changes on consolidated subsidiaries**

Note: One company, Santen India Private Limited, has newly become a consolidated subsidiary.

**(2) No alternative methods have been adopted in accounting policy**

**(3) No changes in accounting policy**

**(4) Number of shares outstanding (common stock)**

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

September 30, 2011 : 87,127,601

March 31, 2011 : 87,053,103

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

September 30, 2011 : 890

March 31, 2011 : 464

[ iii ] Average number of outstanding shares (during the Second quarter ended September 30)

Second quarter ended September 30, 2011 : 87,120,237

Second quarter ended September 30, 2010 : 85,120,236

**(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.