

[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. (May 12, 2009)

Code: 4536

URL <http://www.santen.co.jp>

Financial Report for the Year Ended March 31, 2009

Akira Kurokawa, President and Chief Executive Officer

Contact: Satoshi Harada, Corporate Officer

Head of Planning & Control Division Tel: 06-6321-7007

(Figures are rounded down to the nearest million yen)

1. Consolidated Performance for the year ended March 31, 2009

(1) Operating results	Year to March 2009	Year to March 2008	% change 2009/2008
Net sales (millions of yen)	101,618	103,394	(1.7%)
Operating income (millions of yen)	15,494	20,370	(23.9%)
Ordinary income (millions of yen)	15,935	20,702	(23.0%)
Net income (millions of yen)	10,123	12,650	(20.0%)
Net income per share (yen)	119.08	146.15	
Diluted net income per share (yen)	118.97	145.94	
Net income to equity	8.0%	9.9%	
Ordinary income to total assets	10.4%	13.1%	
Operating income to net sales	15.2%	19.7%	

(2) Financial condition

	March 31, 2009	March 31, 2008
Total assets (millions of yen)	151,012	156,547
Net assets (millions of yen)	125,368	127,118
Equity ratio	82.9%	81.1%
Net assets per share (yen)	1,472.32	1,494.48

(3) Cash flows

	Year to March 2009	Year to March 2008
Cash flows from operating activities (millions of yen)	11,849	15,468
Cash flows from investing activities (millions of yen)	(5,619)	(2,083)
Cash flows from financing activities (millions of yen)	(11,373)	(11,415)
Cash and cash equivalents at end of year (millions of yen)	45,956	51,669

2. Dividends

	Year to March 2009	Year to March 2008	(Forecasts) Year to March 2010
Second quarter dividends per share (yen)	40.00	40.00	40.00
Year-end dividends per share (yen)	40.00	40.00	40.00
Annual dividends per share (yen)	80.00	80.00	80.00
Total dividends paid (full-year) (millions of yen)	6,801	6,870	—
Payout ratio (consolidated)	67.2%	54.7%	42.5%
Dividends paid on net assets (consolidated)	5.4%	5.4%	—

3. Consolidated Forecasts of results for the year ending March 31, 2010

	First half year	Full year	(Full year) % change 2010/2009
Net sales (millions of yen)	57,000	111,000	9.2%
Operating income (millions of yen)	14,000	25,500	64.6%
Ordinary income (millions of yen)	14,000	25,500	60.0%
Net income (millions of yen)	8,500	16,000	58.1%
Net income per share (yen)	99.99	188.21	

4. Others

(1) No change on significant consolidated subsidiaries

(2) Change on accounting policy

- ① Measurement of inventories
- ② Unification of accounting policies applied to foreign subsidiaries for the consolidated financial statements
- ③ Lease accounting

(3) Number of shares outstanding (common stock)

- ① Number of shares outstanding at the end of period (including treasury stock)
 - March 31, 2009: 86,916,203
 - March 31, 2008: 86,866,703
- ② Number of treasury stock at the end of period
 - March 31, 2009: 1,893,769
 - March 31, 2008: 1,888,743

(Reference)

1. Non-consolidated Performance for the year ended March 31, 2009

(1) Operating results	Year to March 2009	Year to March 2008	% change 2009/2008
Net sales (millions of yen)	93,803	94,029	(0.2%)
Operating income (millions of yen)	15,735	20,638	(23.8%)
Ordinary income (millions of yen)	16,844	21,306	(20.9%)
Net income (millions of yen)	12,056	9,540	26.4%
Net income per share (yen)	141.82	110.21	
Diluted net income per share (yen)	141.69	110.06	

(2) Financial condition	March 31, 2009	March 31, 2008
Total assets (millions of yen)	154,154	155,313
Net assets (millions of yen)	130,905	128,037
Equity ratio	84.8%	82.4%
Net assets per share (yen)	1,537.44	1,505.30

2. Non-consolidated Forecasts of results for the year ending March 31, 2010

	First half year	Full year	(Full year) % change 2010/2009
Net sales (millions of yen)	52,100	100,900	7.6%
Operating income (millions of yen)	13,600	24,800	57.6%
Ordinary income (millions of yen)	13,900	25,500	51.4%
Net income (millions of yen)	8,400	16,000	32.7%
Net income per share (yen)	98.81	188.21	

(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.