

News Release

June 23, 2009

Tsumura Establishes a Subsidiary for Botanicals Business in Hokkaido

Tsumura & Co. (Headquarters: Tokyo, President: Junichi Yoshii) announces that it has decided to establish a subsidiary in Yubari City to manage its production, processing and storage operations of botanical raw materials for Kampo preparation in Hokkaido. The details are as follows:

1. Background of the establishment of a subsidiary

Tsumura has been examining specific measures for its initiatives, as announced **on April 16, 2009** in **“Tsumura Establishes Production, Processing and Storage Facility for botanical raw materials for Kampo Preparation in Yubari City, Hokkaido.”**

As a result, it has decided to establish a subsidiary to effectively manage production, processing and storage operations of botanical raw materials for Kampo preparation in Hokkaido.

2. Profile of the subsidiary to be established

- (1) Company name: YUBARI TSUMURA & CO., LTD.
- (2) Representative: Masahiro Nishimura
- (3) Address: Yubari City, Hokkaido
- (4) Founded: July 1, 2009 (plan)
- (5) Main businesses: Production, processing and storage operations of botanical raw materials for Kampo preparation
- (6) Capital: 30 million yen
- (7) Shareholders: TSUMURA & CO. (100%)

3. Future schedule (plan)

July 2009: Opening of an office (in Yubari Citizen Hall)

October 2009: Commencement of cultivation of botanical raw materials in its own farm

October 2010: Establishment of a processing plant and a storage warehouse for botanical raw materials, and an office