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NEWS RELEASE

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Recovering Condition of the Damage from "the 2011 Great East Japan Earthquake"

We, Tsumura & Co., sincerely deliver our most heartfelt sympathy to the afflicted people and our deepest condolences to the tolls and their families affected by the Great East Japan Earthquake occurred on March 11, 2011.

Even though having the aftershocks occasionally, there is no impact to the recovering schedule announced on April 5, and the supplying system of Kampo products has been resuming smoothly. This is the grand report as of today on the recovering condition.

NOTES

1. Impact on the Production Facilities, etc.

1) Ibaraki Plant (Location: 3586 Yoshiwara, Ami-machi, Inashiki-gun, Ibaraki)

Most of the production lines except a few of Kampo products have been resumed.

Following the operational resumption of packaging, all powdering lines resumed on April 13.

Whole production system of Kampo preparations including the extraction process will be resumed in early May as scheduled.

2) Ishioka Center (Location: 7-2, Kashiwabara, Ishioka-shi, Ibaraki)

The Center has the functions of installation, processing and conditioning, quality control, storage of Kampo crude drug, and shipment of processed Kampo crude drug to the Plant.

All of the Center functions have been resumed since April 11.

2. Situation of Kampo Products Supply

Due to the resumption of packaging and powdering process in the Ibaraki Plant and the production increase in the Shizuoka Plant (Fujieda-City, Shizuoka), the production and shipment system have been resuming smoothly. Entire production and supplying systems will be

resumed completely in June. We thank you for your continuous understanding and cooperation.

3. Impact on Business Performance

We consider the impact to our Group from the disaster on the business performance of Fiscal Year Ending March 2011 minor.