

Consolidated Statements of Income

Sawai Pharmaceutical Co., Ltd. and Consolidated Subsidiaries
For the years ended March 31, 2011 and 2010

	Millions of yen		Thousands of U.S. dollars (Note 1)
	2011	2010	2011
Net Sales	¥ 63,853	¥ 50,070	\$ 767,925
Cost of Sales	33,736	26,275	405,725
Gross Profit	30,117	23,795	362,200
Selling, General and Administrative Expenses	16,531	15,276	198,809
Operating Income	13,586	8,519	163,391
Other Income (Expenses):			
Interest and dividend income	139	14	1,672
Interest expense	(215)	(211)	(2,586)
Subsidy income	30	38	361
Compensation income	62	59	746
Expenses for loan commitment agreements	(29)	(32)	(349)
Gain on sale of fixed assets	598	—	7,192
Loss on disposal of buildings and structures	(126)	(35)	(1,515)
Loss on sale of fixed assets	(46)	—	(553)
Loss on devaluation of investments in securities	(840)	—	(10,102)
Reversal of allowance for doubtful receivables	5	17	60
Amortization of negative goodwill	14	13	168
Bonds issue costs	(806)	—	(9,693)
Other, net	(83)	(10)	(999)
	(1,297)	(147)	(15,598)
Income Before Income Taxes And Minority Interests	12,289	8,372	147,793
Provision for Income Taxes:			
Current	4,979	3,571	59,880
Deferred	(14)	(432)	(168)
Income Before Minority Interests	7,324	5,233	88,081
Minority Interests	141	251	1,695
Net Income	¥ 7,183	¥ 4,982	\$ 86,386
Per Share of Common Stock:		Yen	U.S. dollars (Note 1)
Net income — basic	¥ 456.07	¥ 317.32	\$ 5.48
Net income — diluted	407.33	316.86	4.90
Dividends	110.00	70.00	1.32

The accompanying notes to the consolidated financial statements are an integral part of these statements.

Consolidated Statements Of Comprehensive Income

Sawai Pharmaceutical Co., Ltd. and Consolidated Subsidiaries
For the years ended March 31, 2011 and 2010

	Millions of yen		Thousands of U.S. dollars (Note 1)
	2011	2010	2011
Income Before Minority Interests	¥ 7,324	¥ 5,233	\$ 88,081
Other Comprehensive Income			
Net unrealized holding gains on securities	(43)	67	(516)
Total other comprehensive income	(43)	67	(516)
Comprehensive Income	¥ 7,281	¥ 5,300	\$ 87,565
Comprehensive income attribute to :			
Comprehensive income attribute to owners of the parent	7,139	5,049	85,857
Comprehensive income attribute to minority interests	142	251	1,708