

June 25, 2008

To Whom It May Concern

Company: Taisho Pharmaceutical Co., Ltd.  
Representative: Akira Uehara, President  
Stock code: 4535 (TSE First Section)  
Contact: Masaki Tsuboi, General Manager  
Public Relations Section  
(Tel: +81-3-3985-1115)

## Taisho's Approach and Policy Concerning Reducing the Trading Unit

### **1. Approach to Reducing the Trading Unit**

Taisho Pharmaceutical Co., Ltd. recognizes that reducing the trading unit is an effective means of increasing stock market liquidity and making its shares easier to buy for a broader range of investors. Accordingly, its basic policy is to revise the trading unit (i.e. the smallest unit of shares tradable on stock exchanges) as appropriate.

### **2. Policy on Reducing the Trading Unit**

The Company's policy on reducing the trading unit is to base decisions on a comprehensive range of factors, including future stock market trends, market demands, cost effectiveness and the introduction of an electronic stock certificate system in Japan.