



October 31, 2011
 Company name: Dainippon Sumitomo Pharma Co., Ltd.
 Representative: Masayo Tada, President
 (Securities Codes: 4506, 1st Section of TSE and OSE)
 Contact: Atsuko Higuchi, Director, Corporate Communications
 (Phone: +81-6-6203-1407)

Difference from Financial Forecasts for the Second Quarter of the Year
Ending March 31, 2012 and Revision of Financial Forecasts for the Year
Ending March 31, 2012

Dainippon Sumitomo Pharma Co., Ltd. announces the difference between financial results and forecasts for the second quarter of the year ending March 31, 2012. In addition, revision for the financial forecasts for the year ending March 31, 2012 is announced.

(Millions of yen)

1. Difference from Consolidated Financial Forecasts for the Second Quarter of the Year
 Ending March 31, 2012 (April 1, 2011 to September 30, 2011)

	Net sales	Operating income	Ordinary income	Net income	Earnings per share
Previous Forecasts (A)	179,700	8,900	8,400	4,800	¥12.08
Results (B)	178,026	14,726	14,480	9,569	¥24.09
(B)–(A)	-1,673	5,826	6,080	4,769	
Change (%)	-0.9	65.5	72.4	99.4	
(Reference) Results for Second Quarter of the year ended March 31, 2011	188,574	14,941	14,381	8,650	¥21.77

2. Revision of Consolidated Financial Forecasts for the Year Ending March 31, 2012
 (April 1, 2011 to March 31, 2012)

	Net sales	Operating income	Ordinary income	Net income	Earnings per share
Previous Forecasts (A)	362,000	17,000	15,500	8,500	¥21.39
New forecasts (B)	352,000	20,000	19,000	12,000	¥30.20
(B)–(A)	-10,000	3,000	3,500	3,500	
Change (%)	-2.8	17.6	22.6	41.2	
(Reference) Results for the year ended March 31, 2011	379,513	30,951	28,616	16,796	¥42.27

3. Reason for difference and revision

(1) Second Quarter of the Year Ending March 31, 2012,

Net sales were slightly lower than the previous forecasts dated May 11 2011, due to influences such as the yen's appreciation. However, marketing expenses, R&D expenses, etc. were below the expected level.

Consequently, compared to the previous forecasts, in the actual results for the second quarter of the year ending March 31 2012, net sales decreased by 1.7 billion yen to 178.0 billion yen, operating income increased by 5.8 billion yen to 14.7 billion yen, and ordinary income increased by 6.1 billion yen to 14.5 billion yen. In addition, due to 1.2 billion yen gains from the sale of fixed assets posted as extraordinary income, net income for this half year increased 4.8 billion yen to 9.6 billion yen.

(2) Year Ending March 31, 2012

Due to the expectation that net sales will continue to be subject to factors such as the influence of the appreciation of the yen, results for the year ending March 31, 2012 are also expected to fall short of the previous forecasts dated May 11 2011.

SG&A expenses are expected to increase due to strengthening of marketing and progression of R&D projects. However, a reduction in the yen equivalent due to the appreciation of the yen is expected resulting in a decrease of SG&A expenses compared to the previous forecasts.

Consequently, in the revised consolidated financial forecasts for the year ending March 31 2012, the Company anticipates that net sales decrease 10.0 billion yen to 352.0 billion yen, operating income increases 3.0 billion yen to 20.0 billion yen, ordinary income increases 3.5 billion yen to 19.0 billion yen and net income increases 3.5 billion yen to 12.0 billion yen compared to the previous forecasts.

Note: Forecasts shown above are based on management's assumptions and beliefs in light of the information currently available, and involves risks and uncertainties. Actual financial results may differ materially depending on a number of factors, including economic conditions.