

This material is an English translation of the press release announced on July 8, 2016 in Japanese, and the Japanese release is given priority about the content and the interpretation.

July 8, 2016

Announcement Regarding Disposition of Treasury Share through Third-Party Allotment

Hisamitsu Pharmaceutical Co., Inc. (hereafter, “Hisamitsu” or the “Company”) hereby provides notice of a Board of Directors meeting resolution in a meeting on April 8, 2016 concerning the disposal of treasury stock through a third-party allocation to contribute to the funds of Nakatomi Memorial Foundation, a public interest incorporated foundation (hereafter “Nakatomi Memorial Foundation”), by means of the Company’s dividends in order to support Nakatomi Memorial Foundation’s social contribution activities. This disposal of treasury stock has been proposed as a special resolution and approved at the Company’s 114th Annual Shareholders Meeting on May 26, 2016.

This notice details as follows the subscription requirements for the said disposal of treasury stock, including the recipient and period, resolved in the Board of Directors meeting on July 8, 2016.

1. About the Disposal of Treasury Stock

Point of the Disposal

1) Number of shares for disposal	1,000,000 shares of common stock
2) Disposal price	1 yen per share
3) Amount raised	1,000,000 yen
4) Subscription or disposal method	Disposal through third-party allocation
5) Disposal recipient	The Master Trust Bank of Japan, Ltd. (Nakatomi Memorial Foundation’s trustee)
6) Date of disposal	August 19, 2016
7) Other	It has been approved at the 114th Annual Shareholders Meeting on May 26, 2016 that the decision of subscription requirements be entrusted to the Company’s Board of Directors based on the provisions of Articles 199 and 200 in the Companies Act.

2. Overview of Disposal Recipient

- 1) Name: The Master Trust Bank of Japan, Ltd. (Nakatomi Memorial Foundation’s trustee)
- 2) Overview of trust agreement

Trust category	Money trust other than a specific individually operated money trust (third-party benefit trust)
Trust objective	To deliver to the beneficiary as trust income dividends arising from common stock issued by the assignor to perform social contribution activities.

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Assignor	Hisamitsu Pharmaceutical Co., Inc.
Trustee	Mitsubishi UFJ Trust and Banking Corporation (Joint trustee: The Master Trust Bank of Japan, Ltd.)
Beneficiary	Nakatomi Memorial Foundation
Date of trust agreement	August 19, 2016 (Planned)
Trust period	From August 19, 2016 (Planned) to June 15, 2019 (Planned)

For details, refer to the “Announcement Regarding Disposition and Acquisition of Treasury Share through Third-Party Allotment” announced on April 8, 2016.