Translation

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Summary of Consolidated Financial Results for the Six Months Ended March 31, 2019 (Based on Japanese GAAP)

May 9, 2019

Company name:	Fuji Pharma Co., Ltd.	
Stock exchange listing:	Tokyo	
Stock code:	4554 URL http://www.fujipharma.j	jp
Representative:	President & CEO	Eiji Takemasa
	Director, Executive Corporate	
Inquiries:	Officer, General Manager, Corporate	Toyoyuki Kamide TEL 03-3556-3344
	Planning Department	
Scheduled date to file Quarterly Securities Report:		May 10, 2019
Scheduled date to commence dividend payments:		June 3, 2019
Preparation of supplement	entary material on quarterly financial results:	Yes
Holding of quarterly financial results meeting:		Yes (for institutional investors and analysts)

(Amounts less than one million yen are rounded down)

1. Consolidated financial results for the six months ended March 31, 2019 (from October 1, 2018 to March 31, 2019)

(1) Consolidated operating results (cumula	Percentage	es indica	ate year-on-year cl	hanges				
	Net sales		Net sales Operating profit		Ordinary profit		Profit attributable to owners of parent	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Six months ended March 31, 2019	18,483	2.9	2,467	8.4	2,501	6.0	1,695	(2.7)
Six months ended March 31, 2018	17,961	3.7	2,275	0.0	2,360	(6.9)	1,743	(2.6)

	Earnings per share	Diluted earnings per share
	Yen	Yen
Six months ended March 31, 2019	56.66	-
Six months ended March 31, 2018	58.24	-

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio
	Millions of yen	Millions of yen	%
As of March 31, 2019	59,013	36,754	62.3
As of September 30, 2018	53,117	35,350	66.5

2. Cash dividends

		Annual dividends per share					
	1st quarter-end	2nd quarter-end	3rd quarter-end	Fiscal year-end	Total		
	Yen	Yen	Yen	Yen	Yen		
Year ended September 30, 2018	-	28.00	-	14.00	-		
Year ending September 30, 2019	-	14.00					
Year ending September 30, 2019 (Forecast)			_	15.00	29.00		

3. Forecast of consolidated financial results for the year ending September 30, 2019 (from October 1, 2018 to September 30, 2019)

Percentages indicate year-on-year changes

	Net sales		Operating pr	ofit	Ordinary pro	ofit	Profit attributa owners of pa		Earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Full year	36,815	(2.9)	4,535	3.3	4,506	0.8	3,396	0.7	113.51

4. Notes					
(1) Changes in significant subsidiaries during the	e six months ended March	31, 2019	No		
(changes in specified subsidiaries resulting in	(changes in specified subsidiaries resulting in the change in scope of consolidation):				
(2) Application of special accounting methods for	or preparing quarterly cons	solidated financial statements:	No		
(3) Changes in accounting policies, changes in a	ccounting estimates, and r	estatement of prior period finan	cial statement	s	
Changes in accounting policies due to revis	ions to accounting standar	ds and other regulations:	No		
Changes in accounting policies due to other	r reasons:		No		
Changes in accounting estimates:			No		
Restatement of prior period financial staten	nents:		No		
(4) Number of issued shares (common shares)					
Total number of issued shares at the end of	the period (including treas	sury shares)			
As of March 31, 2019	31,253,800 shares	As of September 30, 2018	1	31,253,800 shares	
Number of treasury shares at the end of the	period				
As of March 31, 2019	1,321,026 shares	As of September 30, 2018	1	1,332,442 shares	

29,928,566 shares Six months ended March 31, 2018

Average number of shares during the period (cumulative from the beginning of the fiscal year)

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Six months ended March 31, 2019

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29,926,932 shares

Quarterly consolidated financial statements Consolidated balance sheets

		(Millions of yen
	As of September 30, 2018	As of March 31, 2019
Assets		
Current assets		
Cash and deposits	6,251	6,43
Notes and accounts receivable - trade	16,903	15,69
Merchandise and finished goods	3,169	3,43
Work in process	2,812	2,52
Raw materials and supplies	5,303	5,21
Accounts receivable - other	39	
Other	453	1,45
Allowance for doubtful accounts	(6)	
Total current assets	34,927	34,75
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	5,573	5,44
Machinery, equipment and vehicles, net	1,814	1,73
Land	915	91
Leased assets, net	2,860	2,59
Construction in progress	315	80
Other, net	220	19
Total property, plant and equipment	11,700	11,68
Intangible assets		
Goodwill	1,764	1,61
Other	455	1,79
Total intangible assets	2,220	3,40
Investments and other assets		
Investment securities	60	5,80
Long-term advance payments	2,320	1,67
Deferred tax assets	1,027	82
Other	861	85
Total investments and other assets	4,269	9,16
Total non-current assets	18,189	24,25
Total assets	53,117	59,01

	As of September 30, 2018	As of March 31, 2019
Liabilities	1 200	-)
Current liabilities		
Notes and accounts payable - trade	6,746	5,562
Current portion of long-term loans payable	_	2,840
Lease obligations	537	538
Income taxes payable	373	671
Provision for bonuses	1,161	679
Provision for directors' bonuses	14	4
Provision for sales returns	17	26
Other	2,695	2,061
Total current liabilities	11,546	12,383
Non-current liabilities		
Long-term loans payable	2,000	5,950
Lease obligations	2,534	2,259
Net defined benefit liability	1,210	1,245
Other	475	420
Total non-current liabilities	6,220	9,875
Total liabilities	17,767	22,258
Vet assets		
Shareholders' equity		
Capital stock	3,799	3,799
Capital surplus	5,023	5,023
Retained earnings	27,119	28,411
Treasury shares	(1,504)	(1,486)
Total shareholders' equity	34,438	35,747
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	9	144
Deferred gains or losses on hedges	23	-
Foreign currency translation adjustment	850	836
Remeasurements of defined benefit plans	27	23
Total accumulated other comprehensive income	909	1,004
Non-controlling interests	2	2
Total net assets	35,350	36,754
Total liabilities and net assets	53,117	59,013

Consolidated statements of income (cumulative) and consolidated statements of comprehensive income (cumulative)

Consolidated statements of income (cumulative)

March 31, 2018 March 31, 2019 Net sales 17,961 18, Cost of sales 10,042 10, Gross profit 7,919 7, Selling, general and administrative expenses 5,644 65, Operating profit 2,275 2, Non-operating income 0 6 Interest income 0 7 Foreign exchange gains 30 2 Compensation income 6 5 Subsidy income 39 1 Insurance income - - Other 33 7 Othor-operating income 113 - Non-operating expenses 20 5 Sales discounts 3 - - Other 3 - - O		~	(Millions of yen)
Net sales17,96118,Cost of sales10,04210,Gross profit7,9197,Selling, general and administrative expenses5,6445,Operating profit2,2752,Non-operating income06Interest income02Commission fee22Competation income639Instrance incomeOther33-Total non-operating income113-Non-operating expenses20-Interest expenses20-Sale discounts3-Foreign exchange losses28-Other3-Total non-operating expenses28Interest expenses3-Interest expenses3-Interest expenses28Other3-Total non-operating expenses3Interest expenses3Total extraordinary income3Loss on sales of non-current assets3Interest extraordinary losses3Interest extraordinary losses <th></th> <th>Six months ended</th> <th>Six months ended</th>		Six months ended	Six months ended
Cost of sales10.04210.042Gross profit7,9197,Selling, general and administrative expenses5,6445,Operating profit2,2752,Non-operating income0Interest income0Foreign exchange gains30Compensation income6Subsidy income39Insurance income-Other33Total non-operating income113Non-operating expenses20Interest expenses20Sales discounts3Foreign exchange goses-Other3Total non-operating expenses28Other3Total non-operating expenses28Other3Total non-operating expenses28Ordinary profit2,360Cain on sales of non-current assets3Total extraordinary income3Extraordinary losses3Loss on sales of non-current assets3Total extraordinary losses3Profit before income taxes3Other3Loss on retirement of non-current assets3Total extraordinary losses3Profit before income taxes2,360Loss on retirement of non-current assets3Total extraordinary losses3Profit before income taxes616Profit attributable to non-controlling interests0Total income taxes616Profit attributable to non-controlling inter			
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Selling, general and administrative expenses 5,644 5, Operating profit 2,275 2, Non-operating income 0 6 Interest income 0 2 Compensation income 6 30 Compensation income 6 39 Insurance income - - Other 33 - Total non-operating income 113 - Non-operating expenses 20 - Interest expenses 20 - Sales discounts 3 - Foreign exchange losses - - Other 3 - - Total non-operating expenses 28 - - Ordinary profit 2,360 2, - Extraordinary income 3 - - Gain on sales of non-current assets 0 - - Loss on sales of non-current assets 3 - - Total extraordinary losses 3 - - - Income taxes - urent 476		· · · · · · · · · · · · · · · · · · ·	10,561
Operating profit2,2752,Non-operating income0Interest income0Foreign exchange gains30Compensation income6Subsidy income39Insurance income-Other33Total non-operating income113Non-operating expenses20Interest expenses20Sales discounts3Foreign exchange losses-Other3Total non-operating expenses28Other3Total non-operating expenses28Other3Total non-operating expenses3Interest expenses28Ordinary profit2,360Extraordinary income3Extraordinary losses0Loss on sales of non-current assets3Total extraordinary losses3Profit before income taxes2,360Income taxes - current476Income taxes - deferred140Total income taxes616Profit1,7431,Profit attributable to non-controlling interests0	-	· · · · · · · · · · · · · · · · · · ·	7,921
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Interest income0Foreign exchange gains30Commission fee2Compensation income6Subsidy income39Insurance income-Other33Total non-operating income113Non-operating expenses20Interest expenses20Sales discounts3Foreign exchange losses-Other3Total non-operating expenses28Interest expenses28Other3Total non-operating expenses28Other3Total non-operating expenses28Other3Total non-operating expenses28Ordinary profit2,360Extraordinary income3Gain on sales of non-current assets3Total extraordinary income3Extraordinary losses3Profit before income taxes3Total extraordinary losses3Profit before income taxes2,360Income taxes - current476Income taxes - current476Income taxes - current440Total income taxes616Profit1,7431,Profit attributable to non-controlling interests0	Operating profit	2,275	2,467
Foreign exchange gains30Commission fee2Compensation income6Subsidy income39Insurance income-Other33Total non-operating income113Non-operating expenses20Interest expenses20Sales discounts3Foreign exchange losses-Other3Total non-operating expenses20Sales discounts3Foreign exchange losses-Other3Total non-operating expenses28Ordinary profit2,360Extraordinary income3Gain on sales of non-current assets3Total extraordinary losses3Loss on sales of non-current assets3Total extraordinary losses3Profit before income taxes2,360Loss on current assets3Total extraordinary losses3Profit before income taxes616Profit1,7431,Profit attributable to non-controlling interests0	Non-operating income		
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Insurance income-Other33Total non-operating income113Non-operating expenses20Sales discounts3Foreign exchange losses-Other3Total non-operating expenses28Ordinary profit2,360Extraordinary income3Gain on sales of non-current assets3Total extraordinary income3Extraordinary income3Coston sales of non-current assets0Loss on sales of non-current assets3Total extraordinary losses3Profit before income taxes3Profit before income taxes2,360Income taxes - deferred140Total income taxes616Profit1,743Profit attributable to non-controlling interests0	Compensation income	6	
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Non-operating expenses20Sales discounts3Foreign exchange losses-Other3Total non-operating expenses28Ordinary profit2,360Extraordinary income3Gain on sales of non-current assets3Total extraordinary income3Extraordinary losses0Loss on sales of non-current assets0Loss on retirement of non-current assets3Total extraordinary losses3Profit before income taxes2,360Income taxes - current476Income taxes - deferred140Total income taxes616Profit1,743Profit attributable to non-controlling interests0	Other	33	1.
Interest expenses20Sales discounts3Foreign exchange losses-Other3Total non-operating expenses28Ordinary profit2,360Extraordinary income3Gain on sales of non-current assets3Total extraordinary income3Extraordinary losses0Loss on sales of non-current assets0Loss on retirement of non-current assets3Total extraordinary losses3Profit before income taxes2,360Income taxes - current476Income taxes - deferred140Total income taxes616Profit1,7431,Profit attributable to non-controlling interests0	Total non-operating income	113	130
Sales discounts3Foreign exchange losses–Other3Total non-operating expenses28Ordinary profit2,360Extraordinary income3Gain on sales of non-current assets3Total extraordinary income3Extraordinary losses0Loss on sales of non-current assets0Loss on retirement of non-current assets3Total extraordinary losses3Profit before income taxes3Profit before income taxes2,3601ncome taxes - current476Income taxes - deferred140Total income taxes616Profit1,743Profit attributable to non-controlling interests0	Non-operating expenses		
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Other3Total non-operating expenses28Ordinary profit2,360Extraordinary income3Gain on sales of non-current assets3Total extraordinary income3Extraordinary losses0Loss on sales of non-current assets0Loss on retirement of non-current assets3Total extraordinary losses3Profit before income taxes2,360Income taxes - current476Income taxes - current4476Income taxes - deferred140Total income taxes616Profit1,743Profit attributable to non-controlling interests0	Sales discounts	3	:
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Ordinary profit2,3602,Extraordinary income33Gain on sales of non-current assets33Total extraordinary income33Extraordinary losses04Loss on sales of non-current assets33Loss on retirement of non-current assets33Total extraordinary losses33Profit before income taxes2,3602,Income taxes - current476140Income taxes - deferred1401,743Total income taxes6161,7431,Profit attributable to non-controlling interests01,7431,	Other	3	
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Gain on sales of non-current assets3Total extraordinary income3Extraordinary losses0Loss on sales of non-current assets0Loss on retirement of non-current assets3Total extraordinary losses3Profit before income taxes2,360Income taxes - current476Income taxes - deferred140Total income taxes616Profit1,743Profit attributable to non-controlling interests0	Ordinary profit	2,360	2,50
Total extraordinary income3Extraordinary losses0Loss on sales of non-current assets0Loss on retirement of non-current assets3Total extraordinary losses3Profit before income taxes2,360Income taxes - current476Income taxes - deferred140Total income taxes616Profit1,743Profit attributable to non-controlling interests0	Extraordinary income		
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Income taxes - deferred140Total income taxes616Profit1,743Profit attributable to non-controlling interests0	Income taxes - current		65
Total income taxes616Profit1,7431,Profit attributable to non-controlling interests0			15
Profit1,7431,Profit attributable to non-controlling interests0			80
Profit attributable to non-controlling interests 0			1,69
			1,05
Profil autinuiane to owners of parent	Profit attributable to owners of parent	1,743	1,69

		(Millions of yen)
	Six months ended	Six months ended
	March 31, 2018	March 31, 2019
Profit	1,743	1,695
Other comprehensive income		
Valuation difference on available-for-sale securities	(0)	135
Deferred gains or losses on hedges	(38)	(23)
Foreign currency translation adjustment	27	(14)
Remeasurements of defined benefit plans, net of tax	(2)	(3)
Total other comprehensive income	(13)	94
Comprehensive income	1,730	1,790
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	1,730	1,790
Comprehensive income attributable to non-controlling interests	0	0

Consolidated statements of cash flows

		(Millions of yen) Six months ended
	Six months ended	
	March 31, 2018	March 31, 2019
Cash flows from operating activities		
Profit before income taxes	2,360	2,499
Depreciation	961	930
Amortization of goodwill	138	139
Increase (decrease) in allowance for doubtful accounts	0	(0
Increase (decrease) in provision for bonuses	(70)	(482
Increase (decrease) in provision for directors' bonuses	(4)	(9
Increase (decrease) in net defined benefit liability	20	31
Interest and dividend income	(0)	(2
Insurance income	-	(116
Interest expenses	20	19
Foreign exchange losses (gains)	(29)	76
Loss on retirement of non-current assets	3	2
Decrease (increase) in notes and accounts receivable - trade	601	1,207
Decrease (increase) in inventories	(101)	105
Increase (decrease) in notes and accounts payable - trade	(450)	(1,178
Decrease (increase) in long-term advance payments	(414)	(64
Other, net	(389)	(663
	2,644	2,495
Interest and dividend income received	1	2
Proceeds from insurance income	_	116
Interest expenses paid	(32)	(23
Income taxes paid	(911)	(308
Net cash provided by (used in) operating activities	1,702	2,281
Cash flows from investing activities	-,	_,_ * -
Purchase of investment securities	_	(5,548
Purchase of property, plant and equipment	(662)	(783
Proceeds from sales of property, plant and equipment	1,272	(703
Purchase of intangible assets	(120)	(1,499
Decrease (increase) in long-term advance payments	(120) (59)	(318
Subsidy income	(59)	(516
Payments for guarantee deposits	(671)	_
Other, net	(0/1)	-
=		(0
Net cash provided by (used in) investing activities	(233)	(8,150
Cash flows from financing activities		
Purchase of treasury shares	(40)	-
Proceeds from long-term loans payable	_	7,000
Repayments of long-term loans payable	(653)	(210
Cash dividends paid	(374)	(419
Repayments of lease obligations	(263)	(302
Net cash provided by (used in) financing activities	(1,332)	6,068
Effect of exchange rate change on cash and cash equivalents	(15)	(15
Net increase (decrease) in cash and cash equivalents	121	183
Cash and cash equivalents at beginning of period	5,503	6,251
Cash and cash equivalents at end of period	5,624	6,435