

April 30, 2014

Announcement on Decision of Matters concerning Acquisition of Treasury Stock

(Acquisition of treasury stock in accordance with the articles of incorporation pursuant to Article 165, paragraph 2 of the Companies Act)

This is to announce that Kobayashi Pharmaceutical Co., Ltd., at the Board of Directors' meeting held on April 30, 2014, resolved certain matters concerning the acquisition of its treasury stock in accordance with the provisions of Article 156 of the Companies Act as applied mutatis mutandis pursuant to Article 165, paragraph 3 of the Act as described below.

1. Reason for the acquisition of treasury stock

The Company will acquire its treasury stock in order to further increase the return of profits to shareholders and to implement agile capital policies to respond to a changing business environment.

2. Description of the matters concerning the acquisition

(1) Class of shares to be acquired	Shares of common stock of the Company
(2) Total number of shares to be acquired	Up to 270,000 shares (Ratio to the total number of shares issued (excluding shares of treasury stock): 0.6%)
(3) Total acquisition cost of shares	Up to 1.5 billion yen
(4) Acquisition period	From May 1, 2014 to June 20, 2014

(Reference)

Status of shareholding of treasury stock as of March 31, 2014

Total number of shares issued (excluding shares of treasury stock): 40,947,975 shares

Number of shares of treasury stock: 1,577,025 shares