

**OTSUKA PHARMACEUTICAL FACTORY INVESTS IN
LIVING CELL TECHNOLOGIES LIMITED,
A BIOTECHNOLOGY COMPANY ADVANCING
DEVELOPMENT OF ENCAPSULATED PORCINE
PANCREATIC ISLET REPLACEMENT TREATMENT**

Tokyo, April 12, 2011 — Otsuka Pharmaceutical Factory, Inc. (head office: Naruto City, Tokushima, Japan; President: Ichiro Otsuka) (“OPF”) entered into a share subscription agreement on April 12, 2011 with Living Cell Technologies Limited (head office: Auckland, New Zealand, Managing Director & CEO: Ross Macdonald) (“LCT”) with respect to subscription for LCT’s new shares.

Under the agreement, OPF will invest AUD3 million in LCT for 25 million ordinary shares (A\$0.12 per share). This investment will result in OPF holding 8.2% of LCT’s outstanding shares.

In addition to subscription for LCT’s new shares, OPF has earned an exclusive right to negotiate with LCT for research and development toward commercialization of LCT’s pancreatic islet “DIABECCELL” and exclusive license and distribution right in Japan and other Asian countries (except for China).

It is OPF’s objective, through obtaining the rights for development and commercialization of this pancreatic islet DIABECCELL, to offer additional therapeutic options for patients with diabetes, and to strengthen its R&D in the field of regenerative medicine and further actively expand its business not only in Japan but also on the international stage.

Based on Otsuka Group’s corporate philosophy “Otsuka - people creating new products for better health worldwide”, OPF is constantly working to help improve the health of people in all parts of the world.

Company Profile

Living Cell Technologies Limited

Company : 1987
Establishment
Capital : AUD 52,430,728
(Listed on the Australian Securities Exchange (ASX))
Company : Ross Macdonald, Managing Director & CEO
Representative
Head Office : 19 Lareston Avenue, Hunters Corner, Manukau 2155,
Address Auckland, New Zealand
Employees : 56
Scope of : Development of cell therapy utilizing cell encapsulation
Business technology

Otsuka Pharmaceutical Factory, Inc.

Company : September 1, 1921
Establishment
Capital : 80 million yen
Company : Ichiro Otsuka, President
Representative
Head Office : 115 Kuguhara, Tateiwa, Muya-cho, Naruto, Tokushima
Address 772-8601, Japan
Employees : 2,504 (as of March 31, 2011)
Scope of : Manufacture and sale of pharmaceutical and nutritional
Business products