

J. O. Pharma Co. , Ltd.
Otsuka Pharmaceutical Factory, Inc.

July 9, 2014

J.O. Pharma Co., Ltd. to expand its production facility in Izumo City

Tokyo, Japan, July 9, 2014 – J.O. Pharma Co., Ltd. (Head office: Izumo, Shimane, Japan; President and Representative Director: Takashi Matsumoto, “J.O. Pharma”), a subsidiary company of Otsuka Pharmaceutical Factory, Inc. (Head office: Naruto, Tokushima, Japan; President and Representative Director: Shinichi Ogasawara, “OPF”), announced today that it concluded at Shimane Prefectural Office a “Memorandum of Agreement” with Shimane Prefecture and Izumo City for the construction of manufacturing facilities for “prefilled syringe (a syringe already filled with injectable drug solution)*”.

The plan is to expand J.O. Pharma’s production facility for prefilled syringe on the current site (Shimokoshi-cho, Izumo City, Shimane Prefecture) and establish a quality control building and a warehouse building to enhance the business. The plan also includes an employment increase of 31 in three years after the operation.

Prefilled syringes are manufactured and marketed by OPF and expansion of its facility has been considered. With expectations that the plan will lead to creation of jobs and growth of local economy, support and cooperation to J.O. Pharma in terms of securing funds and human resources have been offered by Shimane Prefecture and Izumo City.

J.O. Pharma Co., Ltd. is a joint venture company established in December 2003 between OPF and JMS Co., Ltd. (Head office: Hiroshima, Japan; President and Representative Director: Hiroaki Okukubo). J.O. Pharma began operation in Izumo City in July 2006 and manufactures prefilled syringe.

Otsuka Group strives to help improve the health of people around the world on the basis of the corporate philosophy of “Otsuka-people creating new products for better health worldwide.”

* Prefilled syringe (a syringe already filled with injectable drug solution)

“Prefilled syringe” is a ready-to-use kit product that a drug solution is aseptically filled in a plastic syringe in advance. Since the syringe does not need drug preparation procedures and the drug name is already labeled, this kind of product is used in clinical settings as a product that contributes to prevention of medical accidents and improvement of safety, including “prevention of accidents such as picking up the wrong drug and medication errors” and “reduction of risks in bacterial infection and

particle contamination”, and also contributes to “increasing work efficiency in clinical settings”. Demand for prefilled syringes is increasing year after year.

Outline of the facility establishment plan:

(1) Location : 127-1 Shimokoshi-cho, Izumo, Shimane 693-0032, Japan

(2) Site area: 20,953.2 m²

(3) Building area: 14,150 m² (total building area)

*Total new building area: 1,818 m² (one-story steel building: 403 m²; three-story steel building: 1,415 m²)

(4) Investment: 780 million yen

*Breakdown Building: 380 million yen; depreciation assets: 400 million yen

(5) Planned start of operation: July 2015

(6) Number of employees: 105 (at application)

121 (at operation, increase of 16)

126 (1 year after operation, increase of 5)

131 (2 years after operation, increase of 5)

136 (3 years after operation, increase of 5)

Total increase: 31

Company Profiles

J.O. Pharma Co., Ltd.

Established	:	December 25, 2003
Capital	:	2 billion yen
President	:	Takashi Matsumoto, President and Representative Director
Head Office	:	127-1 Shimokoshi-cho, Izumo, Shimane 693-0032, Japan
Employees	:	105 (as of March 31, 2014)
Business Description	:	Manufacture and sale of pharmaceuticals
URL	:	http://www.jo-pharma.co.jp/

JMS Co., Ltd.

Established	:	June 12, 1965
Capital	:	7,411 million yen
President	:	Hiroaki Okukubo, President and Representative Director
Head Office	:	12-17 Kako-machi, Naka-ku, Hiroshima 730-8652, Japan
Employees	:	1,576 (as of March 31, 2014)
Business Description	:	Manufacture, sale, export and import of medical devices and pharmaceuticals
URL	:	http://www.jms.cc/english/

Otsuka Pharmaceutical Factory, Inc.

Established	:	September 1, 1921
Capital	:	80 million yen
President	:	Shinichi Ogasawara, President and Representative Director
Head Office	:	115 Kuguhara, Tateiwa, Muya-cho, Naruto, Tokushima 772-8601, Japan
Employees	:	2,343 (as of March 31, 2014)
Business Description	:	Manufacture and sale of pharmaceutical and nutritional products
URL	:	http://www.otsukakj.jp/en/