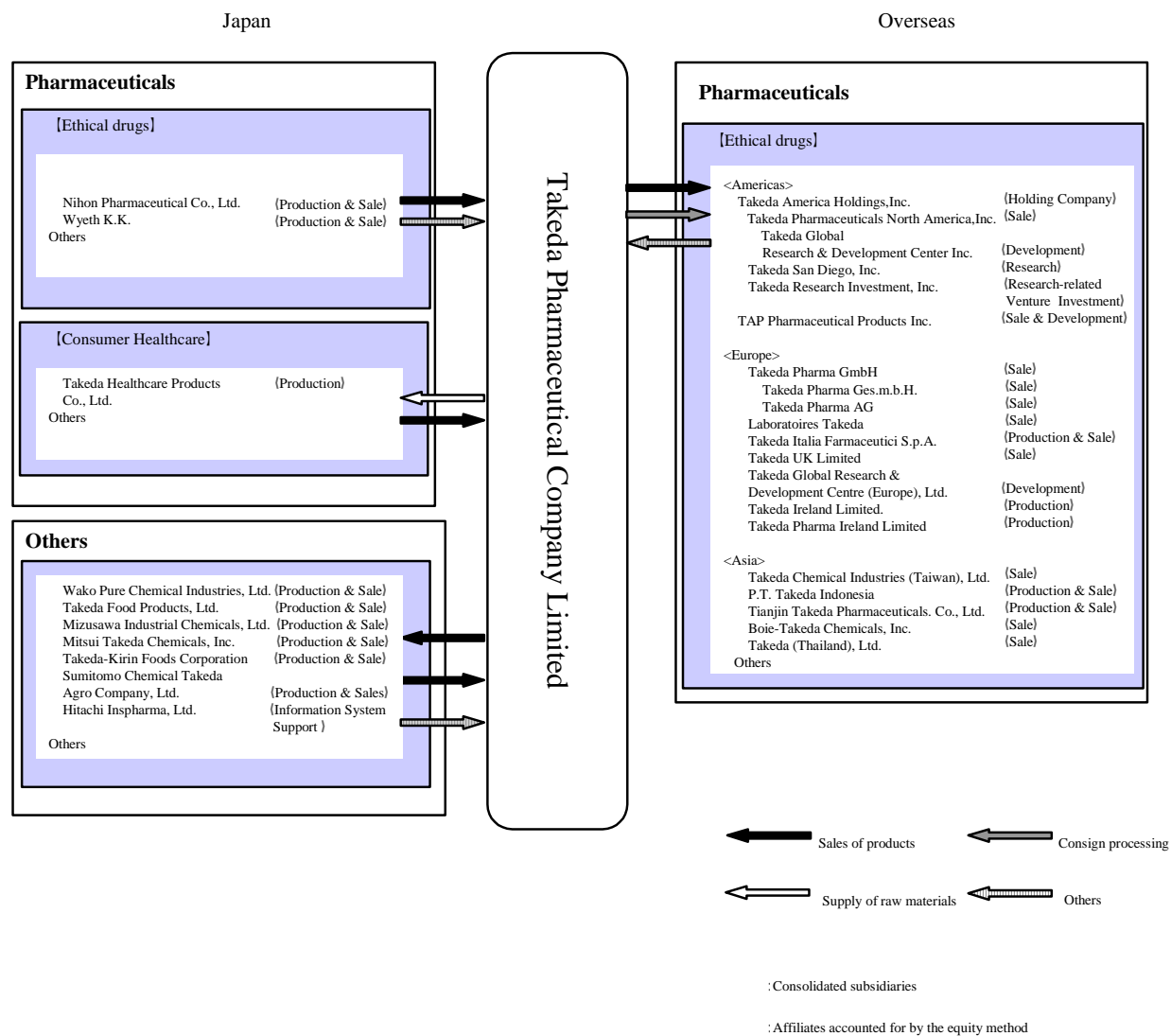


. Overview of subsidiaries and affiliates

The Takeda Group consists of 67 companies, including the parent company submitting these consolidated financial statements, 46 consolidated subsidiaries and 20 affiliates accounted for by the equity method. The following chart shows the main business areas of the Takeda Group, the position of the companies that make up the Group within their respective areas of business, and relationships with each segment.



In April , 2006, all the shares of Mitsui Takeda Chemicals, Inc. held by Takeda were transferred to Mitsui Chemicals, Inc.

In April , 2006, the beverage and food business of Takeda Food Products, Ltd. was transferred to House Wellness Foods Corporation, a joint venture with House Foods Corporation, in which Takeda holds 34% shares.

Number of subsidiaries and affiliates by business segment

FY2005

	Consolidated companies	(Overseas)	Companies applied "equity method"	(Overseas)	Total
Pharmaceuticals	26	(19)	7	(4)	33
(Consumer Healthcare)	(1)	(0)	(1)	(0)	(2)
Others	20	(2)	13	(2)	33
Total	46	(21)	20	(6)	66
vs. FY2004	(2)	(0)	(3)	(1)	(5)

Restructuring of businesses

Business	Date	Tie-up with / transfer to	Takeda's holding	Form of tie-up/ transfer
Animal health business	00/06	Schering-Plough K.K.	40%	Transfer of business to Takeda Schering-Plough Animal Health
	05/06		-	Transfer of shares of Takeda Schering-Plough Animal Health to Schering-Plough K.K.
Bulk vitamins business	01/01	BASF Aktiengesellschaft	- 34%	· Overseas: transfer of shares · Domestic: transfer of business to BASF Takeda Vitamins
	06/01		-	Transfer of shares of BASF Takeda Vitamins
Urethane and other chemical products	01/04	Mitsui Chemicals, Inc.	49%	Transfer of business to Mitsui Takeda Chemicals
	06/04		-	Transfer of shares of Mitsui Takeda Chemicals
Food business	02/04	Kirin Brewery Company, Limited	49%	Transfer of business to Takeda-Kirin Foods * Upon 5 years after start of operation, all the shares held by Takeda will be transferred to Kirin Brewery.
	05/04		34%	Partial transfer of shares of Takeda-Kirin Foods Corporation to Kirin Brewery Company, Limited.
Synthetic rubber latex business	02/10	Nippon A&L, Inc.	-	Transfer of business to Nippon A&L
Agro business	02/11	Sumitomo Chemical Co., Ltd.	40%	Transfer of business to Sumitomo Chemical Takeda Agro Company, Ltd. * Upon 5 years after start of operation, all the shares held by Takeda will be transferred to Sumitomo Chemical.
Life-Environment business	03/04	-	100%	Takeda's Life-Environment Company became an independent company as a wholly owned subsidiary, Japan EnviroChemicals, Ltd.
	05/04	Osaka Gas Chemicals Co., Ltd. (subsidiary of Osaka Gas Co., Ltd.)	-	Transfer of shares of five subsidiaries/affiliates including Japan EnviroChemicals, Ltd. to Osaka Gas Chemicals Co., Ltd. was agreed upon in March 2005. That transfer was completed within fiscal 2005.
Other business (Takeda Food Products, Ltd.)	06/04	House Foods Corporation	34%	Transfer of business to House Wellness Foods Corporation. * Upon one year and a half after start of operation, all the shares held by Takeda will be transferred to House Foods Corporation.