

# Consolidated Financial Statements for the Fiscal Year Ended March 31, 2005

May 11, 2005

These financial statements have been prepared for reference only in accordance with accounting principles and practices generally accepted in Japan.

## Takeda Pharmaceutical Company Limited

1-1, Doshomachi 4-chome

Chuo-ku, Osaka 540-8645, Japan

URL: <http://www.takeda.co.jp/>

Representative: Yasuchika Hasegawa, President and COO

Contact: Toyoji Yoshida, Director

Stock exchange listings:

Osaka, Tokyo, Nagoya

(First section of each)

Fukuoka, Sapporo

Code number:

4502

Board of Directors meeting:

May 11, 2005

Use of U.S. accounting standards:

No

Tel:

+81-6-6204-2060

+81-3-3278-2039

## 1. Results for Fiscal 2004 (April 1, 2004 - March 31, 2005)

### (1) Sales and Income

All amounts are rounded to the nearest million yen.

	Net sales (¥ million)	Year-on-year change (%)	Operating income (¥ million)	Year-on-year change (%)	Ordinary income (¥ million)	Year-on-year change (%)
Fiscal 2004	1,122,960	3.4	385,278	3.7	442,111	(0.9)
Fiscal 2003	1,086,431	3.9	371,633	19.6	446,083	10.1

	Net income (¥ million)	Year-on-year change (%)	Earnings per share (¥)	Earnings per share (diluted) (¥)	Return on equity (%)	Ordinary income/total assets (%)	Ordinary income/net sales (%)
Fiscal 2004	277,438	(2.7)	313.01	—	14.7	18.1	39.4
Fiscal 2003	285,264	5.0	321.86	—	17.0	20.3	41.1

Notes:

1. Equity in earnings of affiliates: ¥45,431 million (Fiscal 2003: ¥72,663 million)

2. Average number of shares outstanding (consolidated): 885,240,576 shares (Fiscal 2003: 885,264,452 shares)

3. Changes in accounting methods: No

4. Year-on-year change (%) for net sales, operating income, ordinary income and net income is based on the previous fiscal year.

### (2) Financial Position

	Total assets (¥ million)	Shareholders' equity (¥ million)	Shareholders' equity/total assets (%)	Shareholders' equity per share (¥)
Fiscal 2004	2,545,435	2,001,414	78.6	2,260.52
Fiscal 2003	2,335,660	1,781,010	76.3	2,011.48

Note: Number of shares outstanding at end of period (consolidated): 885,221,980 shares (Fiscal 2003: 885,254,945 shares)

### (3) Cash Flows

	Net cash provided by operating activities (¥ million)	Net cash (used in) provided by investing activities (¥ million)	Net cash used in financing activities (¥ million)	Cash and cash equivalents at end of period (¥ million)
Fiscal 2004	295,539	(72,305)	(73,912)	1,264,324
Fiscal 2003	311,122	(139,322)	(59,344)	1,076,084

### (4) Scope of consolidation and application of the equity method

Consolidated subsidiaries: 48 companies

Unconsolidated subsidiaries accounted for by the equity method: None

Affiliated companies accounted for by the equity method: 23 companies

### (5) Changes in scope of consolidation and application of the equity method

Consolidation: (New) 1 company (Eliminated) None

Equity method: (New) None (Eliminated) None

## 2. Projected Results for Fiscal 2005 (April 1, 2005 - March 31, 2006)

	Net sales (¥ million)	Ordinary income (¥ million)	Net income (¥ million)
Interim period	570,000	220,000	155,000
Fiscal 2005	1,155,000	445,000	295,000

Reference: Estimated earnings per share (fiscal 2005): ¥332.86

Notes: 1. Estimates of business results are rendered in accordance with Japanese regulations. All these estimates are forward-looking statements based on a number of assumptions. Actual results may differ substantially depending on a number of factors including but not limited to economic trends and exchange rates.

2. For the assumptions and other issues related to the above projections, please refer to page 12.