

May 12, 2006

FLASH REPORT

Results for the fiscal year ended March 31, 2006

DAIICHI SANKYO CO.,LTD. is pleased to announce its consolidated financial results (unaudited) for the year ended March 31, 2006.

INVESTOR INFORMATION

Listed company name : DAIICHI SANKYO CO., LTD.

Head office : 3-5-1, Nihonbashi Honcho, Chuo-ku,
Tokyo 103-8426, Japan

Securities code no. : 4568

Securities listed (common stock) : Tokyo Stock Exchange (1st Section)
Osaka Securities Exchange (1st Section)
Nagoya Stock Exchange (1st Section)

Fiscal year : April 1 to March 31

Date of Board of Directors' meeting for fiscal settlement : May 12, 2006

Date of starting payment of cash dividends : June 30, 2006

For further information, please contact : Corporate Communications Department
DAIICHI SANKYO CO., LTD.
3-5-1, Nihonbashi Honcho, Chuo-ku,
Tokyo 103-8426, Japan
Telephone (03) 6225-1126
Facsimile (03) 6225-1132
<http://www.daiichisankyo.co.jp/>

DAIICHI SANKYO CO., LTD.

CONSOLIDATED

The following financial information is prepared in accordance with accounting principles and practices for settlement generally accepted in Japan.

Operating results

(Millions of yen)	Figures of less than 1 million yen are rounded down.		
	FY 2005	FY 2004	Change (%)
Net sales	925,918	—	—
Operating income	154,728	—	—
Ordinary income	159,714	—	—
Net income	87,692	—	—
Net income per share (yen)	¥119.49	—	—

Financial position

	FY 2005	FY 2004
Total assets (millions of yen)	1,596,126	—
Shareholders' equity (millions of yen)	1,237,529	—
Shareholders' equity / assets (%)	77.5%	—
Shareholders' equity per share (yen)	¥1,696.97	—

Cash flows

(Millions of yen)	FY 2005	FY 2004
Cash flows from operating activities		
Cash flows from investing activities	132,759	—
Cash flows from financing activities	▲39,258	—
Cash and cash equivalents	▲50,106	—
at the end of the period		—
	400,967	

Consolidation

Consolidated subsidiaries	57
Equity-method non-consolidated subsidiaries	0
Equity-method affiliated companies	5

Outlook for the year ending March 31, 2007

(Millions of yen)	
Net sales	865,000
Ordinary income	115,000
Net income	47,000
Net income per share (yen)	¥64.47

CONSOLIDATED**(Sankyo Co.,Ltd.)**

The following financial information is prepared in accordance with accounting principles and practices for settlement generally accepted in Japan.

Operating results

(Millions of yen) Figures of less than 1 million yen are rounded down.

	FY 2005	FY 2004	Change (%)
Net sales	579,949	587,830	▲1.3
Operating income	78,335	84,925	▲7.8
Ordinary income	82,164	82,506	▲0.4
Net income	50,627	48,282	4.9
Net income per share (yen)	¥118.57	¥111.78	6.1

Financial position

	FY 2005	FY 2004
Total assets (millions of yen)	964,389	976,230
Shareholders' equity (millions of yen)	713,715	716,587
Shareholders' equity / assets (%)	74.0%	73.4%
Shareholders' equity per share (yen)	¥1,687.71	¥1,667.76

Cash flows

(Millions of yen)

	FY 2005	FY 2004
Cash flows from operating activities	79,806	96,703
Cash flows from investing activities	▲20,295	▲16,265
Cash flows from financing activities	▲70,359	▲12,716
Cash and cash equivalents at the end of the period	254,708	262,530

Consolidation

Consolidated subsidiaries	34
Equity-method non-consolidated subsidiaries	0
Equity-method affiliated companies	1

CONSOLIDATED
(Daiichi Pharmaceutical Co.,Ltd.)

The following financial information is prepared in accordance with accounting principles and practices for settlement generally accepted in Japan.

Operating results

(Millions of yen)	Figures of less than 1 million yen are rounded down.		
	FY 2005	FY 2004	Change (%)
Net sales	346,447	328,534	5.5
Operating income	76,087	56,063	35.7
Ordinary income	77,929	57,320	36.0
Net income	37,409	37,175	0.6
Net income per share (yen)	¥138.59	¥137.95	0.5

Financial position

	FY 2005	FY 2004
Total assets (millions of yen)	597,701	546,555
Shareholders' equity (millions of yen)	481,181	448,563
Shareholders' equity / assets (%)	80.5%	82.1%
Shareholders' equity per share (yen)	¥1,785.55	¥1,670.71

Cash flows

(Millions of yen)	FY 2005	FY 2004
Cash flows from operating activities	66,998	35,571
Cash flows from investing activities	▲18,528	▲21,989
Cash flows from financing activities	▲36,127	▲12,369
Cash and cash equivalents at the end of the period	98,823	91,571

Consolidation

Consolidated subsidiaries	21
Equity-method non-consolidated subsidiaries	0
Equity-method affiliated companies	6