

November 7, 2004

FLASH REPORT

First half year results for the fiscal year ending March 31, 2006

DAIICHI SANKYO CO.,LTD. is pleased to announce its consolidated financial results (unaudited) for the six months ended September 30, 2005.

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	: November 7, 2005
Date of starting payment of cash dividends	: December 12, 2005
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/

CONSOLIDATED

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

Operating results

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

	1 st Half ending March, 2006	1 st Half ended March, 2005	Change (%)
Net sales	451,808	—	—
Operating income	80,345	—	—
Ordinary income	82,642	—	—
Net income	49,450	—	—
Net income per share (yen)	¥67.48	—	—

Financial position

	1 st Half ending March, 2006	1 st Half ended March, 2005
Total assets (millions of yen)	1,518,692	—
Shareholders' equity (millions of yen)	1,174,237	—
Shareholders' equity / assets (%)	77.3%	—
Shareholders' equity per share (yen)	¥1,610.55	—

Cash flows

(Millions of yen)

	1 st Half ending March, 2006	1 st Half ended March, 2005
Cash flows from operating activities	66,237	—
Cash flows from investing activities	▲24,596	—
Cash flows from financing activities	▲37,253	—
Cash and cash equivalents at the end of the period	359,235	—

Consolidation

Consolidated subsidiaries	61
Equity-method non-consolidated subsidiaries	0
Equity-method affiliated companies	4

Outlook for the year ending March 31, 2006

(Millions of yen)

Net sales	900,000
Ordinary income	130,000
Net income	71,000
Net income per share (yen)	¥96.82

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(Sankyo Co.,Ltd.)

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

Operating results

(Millions of yen)

Figures of less than 1 million yen are rounded down.

	1 st Half ending March, 2006	1 st Half ended March, 2005	Change (%)
Net sales	286,207	289,988	▲ 1.3
Operating income	48,101	49,159	▲ 2.2
Ordinary income	49,899	50,073	▲ 0.3
Net income	31,953	37,965	▲ 15.8
Net income per share (yen)	¥74.79	¥88.39	▲ 15.4

Financial position

	1 st Half ending March, 2006	1 st Half ended March, 2005
Total assets (millions of yen)	961,383	949,645
Shareholders' equity (millions of yen)	732,146	707,726
Shareholders' equity / assets (%)	76.2%	74.5%
Shareholders' equity per share (yen)	¥1,731.85	¥1,647.67

Cash flows

(Millions of yen)

	1 st Half ending March, 2006	1 st Half ended March, 2005
Cash flows from operating activities	36,993	57,817
Cash flows from investing activities	▲ 10,283	2,466
Cash flows from financing activities	▲ 32,605	▲ 11,167
Cash and cash equivalents at the end of the period	257,304	244,103

Consolidation

Consolidated subsidiaries	33
Equity-method non-consolidated subsidiaries	0
Equity-method affiliated companies	0

Outlook for the year ending March 31, 2006

(Millions of yen)

Net sales	565,000
Ordinary income	70,000
Net income	41,000

CONSOLIDATED
(Daiichi Pharmaceutical Co.,Ltd.)

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

Operating results

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

	1st Half ending March, 2006	1st Half ended March, 2005	Change (%)
Net sales	165,667	159,139	4.1
Operating income	31,809	25,019	27.1
Ordinary income	32,818	26,175	25.4
Net income	17,594	10,762	63.5
Net income per share (yen)	¥65.47	¥40.08	63.4

Financial position

	1st Half ending March, 2006	1st Half ended March, 2005
Total assets (millions of yen)	568,987	523,516
Shareholders' equity (millions of yen)	471,362	424,825
Shareholders' equity / assets (%)	82.8%	81.1%
Shareholders' equity per share (yen)	¥1,749.55	¥1,582.68

Cash flows

(Millions of yen)

	1st Half ending March, 2006	1st Half ended March, 2005
Cash flows from operating activities	24,893	17,363
Cash flows from investing activities	▲14,312	▲17,923
Cash flows from financing activities	▲4,784	▲8,294
Cash and cash equivalents at the end of the period	97,443	81,640

Consolidation

Consolidated subsidiaries	26
Equity-method non-consolidated subsidiaries	0
Equity-method affiliated companies	4

Outlook for the year ending March 31, 2006

(Millions of yen)

Net sales	335,000
Ordinary income	60,000
Net income	33,000