



December 27, 2011
Nagase & Co., Ltd.
Nagase Medicals Co., Ltd.

To Whom It May Concern

Nagase Medicals to construct a new Production Center
for oncology injection drugs

Nagase Medicals, a wholly owned subsidiary of Nagase & Co. (Chuo-ku, Tokyo; Hiroshi Nagase, President), will construct a new building for oncology injection drugs. Nagase Medicals (Nishi-ku, Osaka (factory: Itami City, Hyogo), Ryuichi Uchida, President) is a member of the Nagase Group, responsible for developing and manufacturing pharmaceutical finished dosages.

Nagase Medicals specializes in the manufacture of sterile dosages, mainly in the form of sterile injectable solutions, and serves as the core of the Nagase Group's pharmaceuticals business. Traditionally, Nagase Medicals has performed contract manufacturing of oncology injection drugs (mainly investigational products). The company has made the decision to expand its production center in order to further strengthen its oncology injection drugs manufacturing functions. The new production facility will incorporate the latest in manufacturing systems to minimize the risk of cross contamination. The facility will manufacture oncology drug vials of injectable solutions for investigational products, commercial products, and for overseas markets under three main concepts: 1) Maximum containment; 2) Compatibility with Japan/US/Europe markets; and 3) High-variety, low-volume production. In parallel with the construction of the new production center, Nagase Medicals will also begin work on developing its own generic oncology injection drugs.

Construction on the new production center is scheduled for April 2012, with manufacturing operations expected to begin in early 2013.

The Nagase Group has identified oncology field as a strategic part of its overall pharmaceuticals business. Nagase Medicals will take the lead in bringing together the Group's capabilities and resources from around the world, from pharmaceutical ingredients to final products.

Inquiries:

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Nagase & Co., Ltd.

Representative Hiroshi Nagase, President

Head Office 5-1, Nihonbashi-Kobunacho, Chuo-ku, Tokyo

Established December 9, 1917

Main Business Import/export and domestic sales of chemicals, plastics, electronics materials,
cosmetics and health foods

Paid-in Capital ¥9,699 million

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

Nagase Medicals Co., Ltd.

Representative Ryuichi Uchida, President

Head Office 1-1-17 Shinmachi, Nishi-ku, Osaka City, Osaka

Established July 1, 1972

Main Business Manufacture and sales of pharmaceuticals, veterinary drugs, health foods,
cosmetics

Paid-in Capital ¥498 million

URL <http://www.nagase-medicals.co.jp/>