

April 2, 2007

## Astellas Tokai Completed Merger with Two Group Companies

Japan, April 2, 2007 - Astellas Pharma Inc. (“Astellas”; headquarters: Tokyo; President and CEO: Masafumi Nogimori) today announced that its production subsidiary, Astellas Tokai Co., Ltd. (“Astellas Tokai”; headquarters: Yaizu; president: Susumu Tagashira) merged with Astellas Shizuoka Co., Ltd., and Astellas Clinical Supply Co., Ltd. on April 2, 2007 and begins its business under the new organization. The decision of this merger was announced on October 4, 2006.

The three companies have merged with Astellas Tokai as the surviving company. This merger will enable Astellas to use facilities and human resources of Yaizu and Fuji Plants more efficiently by consolidating Astellas Tokai and Astellas Shizuoka, both of which are located in the Tokai area. Further, the formulation and packaging functions for investigational drugs, currently located in Yaizu and Kashima areas, will be consolidated in the Yaizu area adjacent to Pharmaceutical Research and Technology Labs (scheduled at the beginning of FY2009). With these measures, Astellas aims to establish the system to supply investigational drugs in a reliable and timely manner, respond appropriately to commercial production of new products, ensure stable supplies of products in the Astellas Group, and improve its formulation and packaging technology.

The details of the new company are as follows;

Name:	Astellas Tokai Co., Ltd.
Date of establishment:	January 25, 1986
Headquarters:	180, Ohzumi, Yaizu, Shizuoka Prefecture
Representative:	Susumu Tagashira, President
Number of employees:	approximately 1,100 (as of April 2, 2007)
Main businesses:	contract manufacturing of ethical pharmaceuticals, investigational drugs, etc.
Production and research sites:	Yaizu Prant (Yaizu, Shizuoka Prefecture), Fuji Prant (Fuji, Shizuoka Prefecture) Nishine Prant (Hachimantai, Iwate Prefecture) Technical Research Centers ( Yaizu, Shizuoka Prefecture, and Osaka, Osaka Prefecture)

#####

Contacts for inquiries or additional information
Astellas Pharma Inc. Corporate Communications Tel: +81-3-3244-3201 Fax: +81-3-5201-7473 <a href="http://www.astellas.com">http://www.astellas.com</a>