

To whom it may concern:

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**TOHO HOLDINGS CO., LTD.**  
 (Tokyo Stock Exchange Securities Code: 8129)  
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## Results of Operations during the First Quarter of Fiscal 2010

TOHO HOLDINGS CO., LTD. (the Company) hereby announces that the consolidated net sales for the first quarter of the fiscal year ending March 2010 increased 13.5% compared with the same period of the preceding year, due mainly to the startup in April of joint purchasing (provision of goods via Toho Pharmaceutical) with Omwell Inc., which is scheduled to become a consolidated subsidiary of the Company on October 1, 2009, and Asucome Co., Ltd., which is now in negotiations towards becoming a consolidated subsidiary of the Company. With respect to profits for the first quarter, the gross profit rate improved to 7.7%, exceeding the gross profit rate for the full year in fiscal 2009 by 0.3%, despite falling below the gross profit rate for the same period of the previous year, thanks primarily to a slowing down of the sharp decline in selling prices that started from the end of the last year and the increased number of newly consolidated subsidiaries having a higher gross profit rate in the dispensing pharmacy business. The SGA expenses rate (ratio of selling, general and administrative expenses to net sales) stayed at 7.1%, nearly the same level as a year ago. As a result, the consolidated operating income for the first quarter of fiscal 2010 decreased 44.1% from the same period last year, while the operating income ratio was 0.6%, an increase of 0.2% compared with the full-term of fiscal 2009. The consolidated ordinary income fell by 34.6% against that for the same period a year earlier, but the ordinary income ratio increased to 0.9%, an increase of 0.1% compared with the full-term of fiscal 2009. The consolidated net income for the first quarter of fiscal 2010 decreased 49.9% on a year-on-year basis. Although the actual performance for the first quarter decreased on a year-on-year basis, except for net sales and the gross profit, profit ratios against net sales exceeded those for the full-term of fiscal 2009. The Company is confident that it has been able to take the first steady steps towards achieving the management goals for fiscal 2010. In addition, net income for the first quarter made progress of 60.5% towards the targeted consolidated net income for the second quarter of fiscal 2010.

### 1. Results in the first quarter of fiscal 2010 (Consolidated)

#### (1) Comparison with the same period in the previous fiscal year

Unit: million yen, %

Consolidated	Net Sales	Operating Income	Ordinary Income	Quarterly net Income
First Quarter, Fiscal 2010	232,903	1,298	2,125	1,028
First Quarter, Fiscal 2009	205,163	2,322	3,248	2,053
YoY Change (million yen)	27,740	-1,024	-1,123	-1,025
YoY Change Ratio (%)	13.5	-44.1	-34.6	-49.9

#### (2) Comparison with the cumulative forecast for the first half of fiscal 2010 (through the second quarter)

Unit: million yen, %

Consolidated	Net Sales	Operating Income	Ordinary Income	Quarterly net Income
First Quarter, Fiscal 2010	232,903	1,298	2,125	1,028
Cumulative forecast for the first half of fiscal 2010	463,000	1,800	3,300	1,700
Progress (%)	50.3	72.1	64.4	60.5

(3) Gross profit rates, SGA expenses rate, Operating income ratio and Ordinary income ratio  
(Year-on-year change)

Unit: %

Consolidated	Gross profit to net sales	SG&A expenses to net sales	Operating income to net sales	Ordinary income to net Sales
First Quarter, Fiscal 2010	7.7	7.1	0.6	0.9
First Quarter, Fiscal 2009	8.2	7.1	1.1	1.6
YoY Change Ratio (%)	-0.5	0.0	-0.5	-0.7
Fiscal 2009	7.4	7.1	0.4	0.8
Change from Fiscal 2009 (%)	0.3	0.0	0.2	0.1

2. Forecast for fiscal 2010 (Full-year)

There has been no change in our forecast for fiscal 2010 performance, both in the first half and the full-year period, from the figures announced on May 8, 2009.