

Statement of Changes in Equity

Torii Pharmaceutical Co., Ltd.
December 31, 2016

	Outstanding Number of Shares of Common Stock	Millions of Yen							
		Common Stock (Note 8)	Capital Surplus (Note 8)		Retained Earnings (Note 8)		Unrealized Gain (Loss) on Available-for-Sale Securities	Treasury Stock	Total Equity
			Additional Paid-in Capital	Stock Acquisition Rights	Legal Reserve	Unappropriated			
BALANCE, DECEMBER 31, 2014	28,299,932	¥ 5,190	¥ 6,416		¥ 1,297	¥ 67,805	¥ 377	¥ (861)	¥ 80,225
Net income						3,527			3,527
Cash dividends paid, ¥48.0 per share						(1,245)			(1,245)
Repurchase of treasury stock	(700)							(2)	(2)
Net change in the year							321		321
BALANCE, DECEMBER 31, 2015	28,299,232	5,190	6,416		1,297	70,087	698	(863)	82,826
Net income						2,839			2,839
Cash dividends paid, ¥48.0 per share						(1,358)			(1,358)
Repurchase of treasury stock	(250,357)							(615)	(615)
Net change in the year				4			(140)		(136)
BALANCE, DECEMBER 31, 2016	28,048,875	¥ 5,190	¥ 6,416	¥ 4	¥ 1,297	¥ 71,568	¥ 558	¥ (1,478)	¥ 83,556

	Thousands of U.S. Dollars (Note 1)							
	Common Stock (Note 8)	Capital Surplus (Note 8)		Retained Earnings (Note 8)		Unrealized Gain (Loss) on Available-for-Sale Securities	Treasury Stock	Total Equity
		Additional Paid-in Capital	Stock Acquisition Rights	Legal Reserve	Unappropriated			
BALANCE, DECEMBER 31, 2015	\$ 44,553	\$ 55,077		\$ 11,138	\$ 601,659	\$ 5,999	\$ (7,411)	\$ 711,017
Net income					24,379			24,379
Cash dividends paid, \$0.41 per share					(11,660)			(11,660)
Repurchase of treasury stock							(5,284)	(5,284)
Net change in the year				38			(1,206)	(1,167)
BALANCE, DECEMBER 31, 2016	\$ 44,553	\$ 55,077	\$ 38	\$ 11,138	\$ 614,378	\$ 4,793	\$ (12,695)	\$ 717,283

See notes to financial statements.