

The MEDIPAL Group (or “MEDIPAL”) has a clear and compelling value proposition: provide safe, secure and low-cost wholesale distribution. We are committed to earning customer loyalty by competitively providing quality service, while generating shareholder value by operating with industry-leading efficiency.

Management PHILOSOPHY

Contributing to people’s health and the advancement of society through creation of value in distribution

Management POLICY

- ◆ Create a vitalized corporate culture to make the MEDIPAL Group trusted by society.
- ◆ Raise shareholder value and ensure thorough compliance.
- ◆ Faithfully create a free and open-minded corporate culture and train creative personnel.

Number one

in sales and
earnings in our industry

An industry-leading

23.6% share of

the prescription pharmaceutical
distribution market

More than

**¥2.6
trillion**

in net sales and growing

Contents

Profile	Inside Front Cover
Evolution to Generate Growth and Achieve Industry Leadership	2
Financial Highlights	4
MEDIPAL at a Glance	5
Highlights of the Fiscal Year Ended March 31, 2011	6
To Our Stakeholders	8
An Interview with President and CEO Sadatake Kumakura	9
The 2014 MEDIPAL Medium-Term Vision	16
Corporate Social Responsibility	20
Corporate Governance	21
Management Team	24
Financial Section	25
Subsidiaries and Affiliated Companies	53
Investor Information	54

Forward-Looking Statements

This annual report contains forward-looking statements regarding MEDIPAL HOLDINGS CORPORATION's plans, outlook, strategies and results for the future. All forward-looking statements are based on judgments derived from information available about the Company at the time of publication.

Certain risks and uncertainties could cause the Company's actual results to differ materially from any projections presented in this report. These risks and uncertainties include, but are not limited to, the economic circumstances surrounding the Company's business; competitive pressures; related laws and regulations; product development programs; and changes in exchange rates.