

October 31, 2011

MEDIPAL HOLDINGS CORPORATION
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Notice of Stock Split and Related Amendment to the Articles of Incorporation of a Consolidated Subsidiary (Paltac Corporation)

Paltac Corporation (“Paltac”), a consolidated subsidiary of MEDIPAL HOLDINGS CORPORATION (“MEDIPAL”) today decided to make a stock split and a related amendment to its Articles of Incorporation, as disclosed in the attachment.

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October 31, 2011

Paltac Corporation
Representative: Kohji Orime, Representative Director, President
Code number: 8283 (1st Section, Tokyo Stock Exchange and
Osaka Securities Exchange)
Contact: Masaharu Shimada
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Notice of Stock Split and Related Amendment to the Articles of Incorporation

At a meeting held today, the Board of Directors of Paltac Corporation (“Paltac”) resolved to make a stock split and a related amendment to Paltac’s Articles of Incorporation. Details follow below.

I. Stock Split

1. Purpose

The purpose is to return profits to shareholders and enhance the liquidity of Paltac’s stock.

2. Summary

(1) Method of Stock Split

Shares will be split at the ratio of 1.5 shares for each share of common stock held by shareholders listed or recorded in the final register of shareholders on Saturday, December 31, 2011 (in practice, on Friday, December 30, 2011). Any fractional shares (less than one share) arising from the stock split will be sold or purchased by Paltac. The proceeds from this sale or purchase will be distributed to shareholders who had fractional shares after the split in proportion to their fractional shares.

(2) Increase in the Number of Shares as a Result of the Split

1) Total shares outstanding before the stock split	37,235,657
2) Increase in shares due to the stock split	18,617,828
3) Total shares outstanding after the stock split	55,853,485
4) Total number of authorized shares after the stock split	180,000,000

(3) Schedule

1) Public notice of the record date	November 25, 2011 (Friday)
2) Record date	December 31, 2011 (Saturday)
3) Effective date	January 1, 2012 (Sunday)
4) Date for registration of new shares	January 4, 2012 (Wednesday)

(4) Dividends (Real Dividend Increase)

For the fiscal year ending March 31, 2012, Paltac plans to pay dividends of ¥40 per share, in line with the dividend forecast announced on May 13, 2011 in the summary of financial statements for the fiscal year ended March 31, 2011. In order to return profits to shareholders in the form of a real dividend increase, dividends will not be adjusted for this stock split. Leaving out consideration of the stock split, dividends for the fiscal year are ¥50

per share (with a year-end dividend of ¥30 per share).

(5) Other

This stock split will not involve any change in capital, and new share subscription rights will not be issued.

II. Amendment to the Articles of Incorporation

1. Reason for the Amendment

In connection with this stock split, Article 6 of Paltac's Articles of Incorporation (Total Number of Authorized Shares) will be amended as of January 1, 2012 according to the resolution of the Board of Directors at a meeting held today, pursuant to Article 184-2 of the Corporation Law of Japan.

2. Substance of the Amendment

(Underline indicates amended part)

Current	Amended
(Total Number of Authorized Shares) Article 6 The total number of authorized shares of the Company shall be <u>120,000,000</u> .	(Total Number of Authorized Shares) Article 6 The total number of authorized shares of the Company shall be <u>180,000,000</u> .

3. Schedule

- 1) Board of Directors' resolution October 31, 2011 (Monday)
- 2) Effective date of amendment January 1, 2012 (Sunday)

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