

**OTSUKA PHARMACEUTICAL FACTORY INVESTS IN  
LIVING CELL TECHNOLOGIES LIMITED,  
A BIOTECHNOLOGY COMPANY ADVANCING  
DEVELOPMENT OF ENCAPSULATED PORCINE  
PANCREATIC ISLET REPLACEMENT TREATMENT**

Tokyo, April 12, 2011 — Otsuka Pharmaceutical Factory, Inc. (head office: Naruto City, Tokushima, Japan; President: Ichiro Otsuka) (“OPF”) entered into a share subscription agreement on April 12, 2011 with Living Cell Technologies Limited (head office: Auckland, New Zealand, Managing Director & CEO: Ross Macdonald) (“LCT”) with respect to subscription for LCT’s new shares.

Under the agreement, OPF will invest AUD3 million in LCT for 25 million ordinary shares (A\$0.12 per share). This investment will result in OPF holding 8.2% of LCT’s outstanding shares.

In addition to subscription for LCT’s new shares, OPF has earned an exclusive right to negotiate with LCT for research and development toward commercialization of LCT’s pancreatic islet “DIABECCELL” and exclusive license and distribution right in Japan and other Asian countries (except for China).

It is OPF’s objective, through obtaining the rights for development and commercialization of this pancreatic islet DIABECCELL, to offer additional therapeutic options for patients with diabetes, and to strengthen its R&D in the field of regenerative medicine and further actively expand its business not only in Japan but also on the international stage.

Based on Otsuka Group’s corporate philosophy “Otsuka - people creating new products for better health worldwide”, OPF is constantly working to help improve the health of people in all parts of the world.

## Company Profile

### Living Cell Technologies Limited

Company : 1987  
Establishment  
Capital : AUD 52,430,728  
(Listed on the Australian Securities Exchange (ASX))  
Company : Ross Macdonald, Managing Director & CEO  
Representative  
Head Office : 19 Lareston Avenue, Hunters Corner, Manukau 2155,  
Address Auckland, New Zealand  
Employees : 56  
Scope of : Development of cell therapy utilizing cell encapsulation  
Business technology

### Otsuka Pharmaceutical Factory, Inc.

Company : September 1, 1921  
Establishment  
Capital : 80 million yen  
Company : Ichiro Otsuka, President  
Representative  
Head Office : 115 Kuguhara, Tateiwa, Muya-cho, Naruto, Tokushima  
Address 772-8601, Japan  
Employees : 2,504 (as of March 31, 2011)  
Scope of : Manufacture and sale of pharmaceutical and nutritional  
Business products