

October 27, 2006

For Immediate Release

Company name: DAIICHI SANKYO COMPANY, LIMITED
Representative: Takashi Shoda, President and Representative Director
(Code no.: 4568, First Section, Tokyo, Osaka and Nagoya Stock Exchanges)
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**Business Transfer of the Chemical Products Business
of Sankyo Lifetech (a subsidiary of Sankyo)**

Sankyo Co., Ltd. of Daiichi Sankyo Group (President, Yasuhiro Ikegami, hereafter "Sankyo"), its subsidiary Sankyo Lifetech Co., Ltd. (President: Hirokazu Ando, hereafter "Sankyo Lifetech"), Ciba Specialty Chemicals Holding Inc. (Chairman of the Board and CEO: Armin Meyer) , and its group company Ciba Specialty Chemicals K.K. (President: Kazuhiko Tanaka) (hereafter collectively "Ciba Specialty Chemicals Group) have signed an agreement today to transfer the Chemical Products business of Sankyo Lifetech to Ciba Specialty Chemicals Group.

The Chemical Products business will be further developed under the management of Ciba Specialty Chemicals Group in future. The employees of the Chemical Products business will leave Sankyo and be transferred to Ciba Specialty Chemicals K.K. prior to the date of business transfer subject to the consent of each individual.

Daiichi Sankyo Group has been reviewing its non-pharmaceutical businesses to concentrate its management resources on its pharmaceutical businesses. In so doing, the company plans to make all non-pharmaceutical businesses of Daiichi Sankyo Group independent by the end of March 2007.

The effect that this business transfer will have on Daiichi Sankyo's business performance after March 2007 will be disclosed at a later date.

Ciba Specialty Chemicals K.K.

Location of Head Office: (Tokyo Office) 2-4-1, Hamamatsucho, Minato-ku,
Tokyo (Osaka Office) 3-4-30, Miyahara Yodogawa-ku, Osaka

Date established: November 1, 1996

Representative: Kazuhiko Tanaka

Capital: 2,500 million yen

Sales: Approximately 42.9 billion yen (Fiscal Year Ended December 2005)

Number of employees: 128 (As of October 2006)

Major businesses: Import/Export, manufacturing, purchase and sale of
additives, pigments, coating agents, paper chemicals, water processing agents,
materials for home & personal care products, etc.