Translation

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Tokyo, June 26, 2020
Alfresa Holdings Corporation

Notice regarding the Completion of Memorandum of Understanding between Alfresa Corporation and YAMATO LOGISTICS CO., LTD. in Remote Prescribing Field

A consolidated subsidiary, Alfresa Corporation (Head office: Chiyoda-ku, Tokyo; President: Yusuke Fukujin; hereafter "Alfresa") and YAMATO LOGISTICS CO., LTD. (Head office: Chuo-ku, Tokyo; President: Yasuharu Kosuge; hereafter "YAMATO LOGISTICS"), which is a subsidiary of YAMATO HOLDINGS CO., LTD. (Head office: Chuo-ku, Tokyo; President: Yutaka Nagao; hereafter "YAMATO HOLDINGS"), concluded a memorandum of understanding (hereafter "MOU") today about joint-development of service for dispensing pharmacies in the remote prescribing field and its sales promotion, as specified below.

1. Background and Purpose

COVID-19 is presently spreading inside and outside of Japan, and having a huge impact on medical care provision systems. Under these situation, drastic changes including deregulation, are expected in the telemedicine field. In preparation for such changes in the medical care provision system, Alfresa and YAMATO LOGISTICS recognize that it is an important social issue to build a reliable, safe, and secure pharmaceuticals distribution network that meets the emerging needs.

Alfresa and Yamato Transport Co., Ltd. (Head office: Chuo-ku, Tokyo; President Toshizo Kurisu; hereafter "Yamato Transport"), which is a subsidiary of YAMATO HOLDINGS, jointly launched the "Pharmaceuticals Distribution Research Group" in January 2019, which have examined responses to the future medical care provision system and other social issues such as labor shortage and so forth. This led to the joint development of the "home care support service for dispensing pharmacies" in September 2019, and the two companies have continued to examine services that can contribute to hospitals, dispensing pharmacies, patients, and the communities.

On this occasion, Alfresa and YAMATO LOGISTICS, which is responsible for logistics solutions for corporate customers in Yamato Group, concluded MOU to achieve quick establishment of a new pharmaceuticals distribution network that utilizes the management resources and know-how of both companies, and to contribute hospitals, dispensing pharmacies, patients and the communities.

2. Details of MOU

Alfresa and YAMATO LOGISTICS will collaborate in the scopes below.

(1) Yamato Group will supply total solution at all stages of ethical pharmaceuticals delivery from dispensing pharmacy to patient's house such as packing materials supply, transportation and settlement. Alfresa will provide marketing capabilities of this solution to its dispensing pharmacies' clients by leveraging its nation-wide pharmaceuticals distribution network.

(2) Alfresa and YAMATO LOGISTICS aim to build the further value of solution in the remote prescribing field, and will jointly research dedicated home-delivery packing materials to improve quality control of distribution services, and usability in dispensing pharmacies by utilizing the management resources and know-how of both companies

(3) Alfresa and YAMATO LOGISTICS will conduct joint-research activities to develop a new business model in preparation for market changes in the remote prescribing field.

3. Future Plans

Alfresa and Yamato Group will continue examining and developing diverse services that can enhance usability of remote prescribing and online medical care, and contribute to hospitals, dispensing pharmacies, patients, and the community.

"Solution Site of Yamato Group for Dispensing Pharmacies"

URL (Japanese site): http://www.kuronekoyamato.co.jp/ytc/business/pharmacy

Yamato Transport's website provides useful information about pharmaceuticals delivery related to the remote prescribing from pharmaceuticals to patient's house, which Yamato Group has various logistics services including delivery and settlement, packing materials, and business support system etc.

[About YAMATO LOGISTICS]

YAMATO LOGISTICS provides large-scale corporate customers in various industries with logistics solutions by utilizing the advanced transportation network based on more than 100 warehouses and courier services nationwide.

[Glossary]

Telemedicine:	It means acts related to health promotion and medical care using information and communication devices.*
Online medical care:	It means, among telemedicine, acts of conducting medical examination and diagnosis, and providing the diagnostic results and prescription between a doctor and a patient through information and communication devices in real time.

Remote prescribing:	It is defined that a patient is expressed and instructed the prescribed pharmacies using information and communication devices without visiting any dispensing pharmacies, and receives the pharmaceuticals at their house.
Remote prescribing field:	It is defined as a business field of pharmaceuticals delivery from dispensing pharmacy to patient's house in the remote dispensing.

*: "Guidelines for the proper implementation of online medical care" by Ministry of Health, Labour, and Welfare in March 2018

About **Alfresa Group**

The Alfresa Group is a leader in Japanese healthcare industry which is dedicated to make its corporate philosophy "we create and deliver a fresh life for all" come true through a wide range of business lines including ethical pharmaceutical wholesaling, OTC drugs wholesaling, pharmaceutical manufacturing, and operating dispensing pharmacies. Alfresa Holdings Corporation (TSE:2784) reported its consolidated revenue of ¥2.7 trillion (US$25 billion) for the fiscal year ended March 31, 2020. For more information, please see: https://www.alfresa.com/eng/index.html