

Corporate Update

15th May 2013

Some recent media reports on the financial situation of Bilcare India followed by a public notice, publishing that United Bank of India has classified our company's account with the bank as NPA, calls for clarification.

Bilcare under advice from SBI Capital Markets has initiated a comprehensive restructuring & financial consolidation exercise. The company is in discussion with its lenders to arrive at a mutually beneficial corporate debt restructuring plan, to be implemented upon approval, and in a time-bound manner. Bilcare has engaged one of the Big 4 accounting firm to ensure successful execution of debt restructuring process. With support of State Bank of India (lead bank), Bilcare has referred to the CDR cell of RBI for a sustainable package suiting its long term needs. The support of other lenders is equally encouraging. We expect the debt restructuring process to be completed successfully.

Our operations across the globe continue to be robust driven by our strong professional management team. Creation of customer centric Innovations (IPR) and seamless service was and continues to be the highest priority at Bilcare.

***Bilcare** is an India based multinational company and an integrated service provider to the global Pharmaceutical Industry through its key business verticals: Pharma Packaging Innovations, nonClonableID™ Technologies and Global Clinical Services. Bilcare is a global market leader in the Pharma solid dosage packaging with over 25% market share. Bilcare with its 11 manufacturing operations and 4 R&D centres in Europe (Germany & Italy), USA and Asia (Singapore and India) and sales in more than 100 countries has earned global leadership. Our focus on value addition in the Pharma space coupled with its strong research orientation to customer centric innovations has resulted in continual creation of valuable Intellectual Property (over 200 patent applications worldwide and 30 granted patents) in the form of novel products and services as well as path breaking technologies and global leadership with over 1000 pharmaceutical companies as our customers. Entry into a pharmaceutical company is a minimum of 2-3 years just for qualification. The business model and the strategy thereof is well appreciated by multiple stakeholders.*

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