

10th December 2015

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| <p>(1) BSE Ltd
Listing Department,
Phiroze Jeejeebhoy Towers,
Dalal Street,
Mumbai 400 001</p> | <p>(2) National Stock Exchange of India Ltd
Listing Department
Exchange Plaza, 5th floor,
Plot no. C/1, G Block,
Bandra Kurla Complex,
Bandra (East), Mumbai - 400 051</p> |
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Scrip Code: 500087

Scrip Code: CIPLA EQ

- (3) SOCIETE DE LA BOURSE DE LUXEMBERG
Societe Anonyme
11, av de la Porte-Neuve,
L-2227 Luxembourg

Dear Sirs,

Further to our earlier disclosures dated 9th July 2015, 20th July 2015, 21st July 2015 and 27th November 2015, the Board of Directors of Cipla Limited ("Company") have on 10th December 2015, approved the transfer of the consumer healthcare business of the Company to Cipla Health Limited ("Cipla Health") on a going concern basis by way of a slump sale for a lumpsum consideration of Rs.16 crore.

Cipla Health is a newly incorporated subsidiary of the Company and was incorporated on 27th August 2015. It will focus its business activities in the consumer healthcare space.

The consumer healthcare business to be transferred to Cipla Health includes the scope of the business as approved on 9th July 2015, along with certain additional business. The amount and percentage of the turnover contributed by the consumer healthcare business of the Company for the financial year 2014-15 was Rs.54.28 crore and approx. 0.48% respectively. The net worth of consumer healthcare business of the Company as on 31st March 2015 was Rs.7.88 crore contributing 0.07% of the net worth of the Company.

The transaction will enable the Company to participate in the attractive and growing over-the-counter market. This business requires a specialised FMCG kind of focus, and a separate subsidiary would enable the Company to attract the right talent and provide the focus and attention required for this business. Nevertheless, being a subsidiary of the Company, Cipla Health will continue to take advantage of the Company's leadership in the Indian healthcare market.





Pursuant to the Board approval, the business transfer agreement is in the process of being finalised. The transaction is expected to be completed within the fourth quarter of the financial year 2015-2016, subject to the execution of the agreement and completion of certain conditions precedent.

None of the persons belonging to Promoter/Promoter Group(s) of the Company has any interest in the transaction. The transaction is a related party transaction and it is being done on an arm's length basis.

Thank you,

Yours faithfully,
For Cipla Limited

A handwritten signature in black ink, appearing to read "M. A. Sanghvi".

Mital Sanghvi
Company Secretary