

Ref: NSE/LIST/6894

December 11, 2014

The Company Secretary,
Strides Arcolab Limited
201, Devarata, Sector 17,
Vashi,
Navi Mumbai- 400705

Kind Attn: Mr. Badree Komandur

Dear Sir,

Sub.: Observation letter for draft Scheme of Amalgamation between Shasun Pharmaceuticals Limited (Transferor Company) and Strides Acrolab Limited (Transferee Company) and their respective shareholders and creditors.

This has reference to Draft Scheme of Amalgamation between Shasun Pharmaceuticals Limited (Transferor Company) and Strides Acrolab Limited (Transferee Company) and their respective shareholders and creditors submitted to NSE vide your letter dated October 08, 2014.

Based on our letter reference no Ref: NSE/LIST/3649 submitted to SEBI and pursuant to SEBI Circular No. CIR/CFD/DIL/5/2013 dated February 04, 2013 and SEBI Circular no. CIR/CFD/DIL/8/2013 dated May 21, 2013. SEBI has vide letter dated December 10, 2014 has given following comments on the draft scheme of Amalgamation:

- a) The company shall duly comply with various provisions of the Circulars.
- b) The company is advised to ensure compliance with SEBI (Employee Stock Option Scheme and Employees Stock Purchase Scheme) Guidelines, 1999.

Accordingly, we do hereby convey our 'No-Objection' with limited reference to those matters having a bearing on listing / delisting / continuous listing requirements within the provisions of the Listing Agreement, so as to enable the Company to file the Scheme with the Hon'ble High Court.

However, the Exchange reserves its right to withdraw this No-objection approval at any stage if the information submitted to the Exchange is found to be incomplete / incorrect / misleading / false or for any contravention of Rules, Bye-laws and Regulations of the Exchange, Listing Agreement, Guidelines / Regulations issued by statutory authorities.

The validity of this "Observation Letter" shall be six months from December 11, 2014, within which the scheme shall be submitted to the Hon'ble High Court. Further pursuant to the above SEBI circulars upon sanction of the Scheme by the Hon'ble High Court, you shall submit to NSE the following:

- a. Copy of Scheme as approved by the High Court;
- b. Result of voting by shareholders for approving the Scheme;
- c. Statement explaining changes, if any, and reasons for such changes carried out in the Approved Scheme vis-à-vis the Draft Scheme
- d. Status of compliance with the Observation Letter/s of the stock exchanges
- e. The application seeking exemption from Rule 19(2)(b) of SCRR, 1957, wherever applicable; and
- f. Complaints Report as per Annexure II of SEBI Circular No. CIR/CFD/DIL/5/2013 dated February 04, 2013.

Yours faithfully,
For National Stock Exchange of India Limited

Kamlesh Patel
Manager