8th December 2010

The Secretary,
Bombay Stock Exchange Ltd
(BSE)
Phiroze Jheejheebhoy Towers,
Dalal Street,
Mumbai – 400 001.

The Secretary,
National Stock Exchange,
Exchange Plaza, 5th Floor
Plot No.C/1, 'G' Block
Bandra – Kurla Complex
Bandra (E)
Mumbai – 400 051.

The National Stock Exchange,
2nd Floor, Ishani Centre,
Door No 123-124
Nungambakkam High Road
Nungambakkam
Chennai - 600 034

Dear Sir,

Sub: Allotment of equity shares to International Finance Corporation, Washington

Further to our letter dated 7th December 2010, we would like to clarify the following:-

Apollo Hospitals Enterprise Limited had issued long term debt amounting to USD 50 million to the International Finance Corporation (IFC) in June 2009, out of which, USD 15 million was through Foreign Currency Convertible Bonds (FCCBs).

As per the terms of the FCCB loan agreement dated 18th June 2009, IFC has an option to convert the FCCBs so issued wholly or partly from time to time into equity shares at a price of Rs.605 per share of face value of Rs.10/- each which is higher than the floor price of Rs.529.01 per share of face value of Rs.10/- each, determined in accordance with the FCCB Scheme, 1993, being the average of weekly high and low of the closing prices of the company during two weeks preceding the relevant date, i.e 29th June 2009 i.e., a premium of 14%.

The Company obtained shareholders approval for effecting a stock split in the face value of the equity shares from Rs.10/- each to Rs.5/- each. The stock split was effected from 3rd September 2010 onwards and the share is quoting on both the NSE and BSE based on the face value of Rs.5/- per share.

Accordingly, the applicable conversion rate for the IFC FCCB loan was revised from Rs.605 per share of Rs.10/- each to Rs.302.50 per share of Rs.5/- each.

IFC had sent in a communication dated 1st December 2010 to the Company requesting for conversion of a sum of USD 7.5 million of the FCCBs (i.e 50%) into equity shares.

Based on the applicable rupee dollar exchange rate on 30th November 2010, it has been determined that a total of 11,40,992 equity shares of Rs.5/- each would need to be allotted to IFC upon effecting the conversion.

Thanking you,

Yours faithfully
For APOLLO HOSPITALS ENTERPRISE LIMITED

S.M. KRISHNAN
GENERAL MANAGER – PROJECT FINANCE
AND COMPANY SECRETARY

CC : The Secretary,
Luxembourg Stock Exchange,
B.P. 165,
L-2011 Luxembourg.

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IS/ISO 9001:2000