

October 22, 2010

Corporate Relationship Department,
Bombay Stock Exchange Limited
New Trading Wing,
Rotunda Building, P.J. Towers,
Dalal Street, Fort,
Mumbai- 400001.

Fax No. 22723121 / 22721072 / 22722037

The Market Operations Department,
National Stock Exchange of India Ltd.,
Exchange Plaza, 5th floor,
Plot No.C/1, G.Block
Bandra-Kurla Complex, Bandra (E)
Mumbai- 400 051.

Fax No. 26598237 / 26598238

Dear Sirs,

- Sub: a) Financial Results (consolidated and stand-alone) for the half-year ended 30th September, 2010**
b) Buy-back of Shares

Financial Results

Kindly refer to our letter dated October 13, 2010.

Enclosed are the Financial Results (consolidated and standalone) of the Company for the half-year ended 30th September, 2010 under clause 41 of the Listing Agreement, which have been approved by the Board of Directors at its meeting held today. While the stand-alone Results are Audited, the Consolidated Results are Unaudited and have been subjected to Limited Review by the Auditors of the Company. The Audit Report in respect of the stand-alone results are also enclosed.

Kindly note that as informed earlier, the Company shall be publishing in the newspapers only the consolidated financial results in accordance with clause 41(VI)(b) of the Listing Agreement.

Buy-back of Shares

Kindly refer to our letter dated October 19, 2010, vide which we had informed that the Board would be considering at today's meeting, various options for rewarding shareholders of the Company, including by way of a dividend and/or a buy-back of equity shares.

In this regard, we are pleased to inform you that the Board of Directors, after considering various alternatives, including Interim Dividend and/or Buy-back of Shares, and considering the fact that Buy-back is a better tax efficient method of maximizing value to shareholders, have approved Buy-back proposal for purchase by the Company of a maximum of 4,18,02,629 equity shares of face value Rs.2 each (representing 20% of the total number of shares), from the shareholders of the Company on a proportionate basis through the "Tender

Offer" route as prescribed under the Securities and Exchange Board of India (Buy-Back of Securities) Regulations, 1998 (the "Buy-back Regulations") at a price of Rs.600 (Rupees six hundred) per equity share, aggregating to Rs.2,508 Crores in accordance with the provisions of the Companies Act, 1956 and the Buy-back Regulations (the "Buy-back").

The Buy-back would be subject to approval of the shareholders by way of a Special Resolution through Postal Ballot and all other applicable statutory approvals.

The public announcement setting out the detailed timeline for the Buy-back and other statutory details will be released in due course in accordance with the Buy-back Regulations. The Buy-back process is expected to be completed by February 2011, subject to requisite approvals.

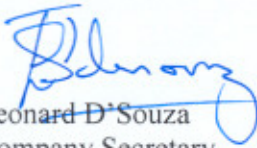
The Board has formed a Committee of Directors (the "Buy-back Committee") and has delegated its powers to the Buy-back Committee to do all such acts, deeds, matters and things as it may, in its absolute discretion, deem necessary, expedient, usual or proper in connection with the Buy-back.

Press Release

A Press Release being issued with regard to the above matters, is also enclosed.

Thanking you,

Yours faithfully,
For Piramal Healthcare Limited


Leonard D'Souza
Company Secretary

Encl: as above

c.c. to: National Securities Depository Ltd., Mumbai
Central Depository Services Ltd., Mumbai