

December 15, 2010

The Bombay Stock Exchange Limited

Phiroze Jeejeebhoy Towers
Dalal Street, Mumbai – 400 001

The National Stock Exchange of India Limited

Exchange Plaza, Bandra-Kurla Complex,
Bandra (E), Mumbai – 400 051

Scrip code: 532531

Scrip code: STAR

Dear Sirs,

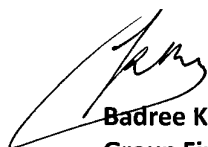
Re: Updates – Cancellation of licensing and supply agreement with KV Pharmaceuticals Limited and Redemption of Preference shares

We wish to inform you that the company has entered into a settlement agreement with KV Pharmaceuticals through which:

- The supply and licensing agreement entered into with KV Pharmaceuticals in May 2005 was cancelled and all intellectual properties for products developed under the agreement to be retained by Strides.
- 491,606 cumulative preference shares of face value of Rs.1,000/- each, issued to KV Pharmaceuticals in the year 2005 were redeemed at face value along with accrued dividend thereon.
- Strides to pay an amount of \$7.25mn as payment towards the settlement.

Thanking you.

Yours faithfully,
for STRIDES ARCOLAB LIMITED



Badree Komandur
Group Financial Controller & Company Secretary