

CONFIDENTIAL



AC/CR/CHL/2009/CH5036
September 22, 2009

Mr. M.K. Patel
Chief Financial Officer
Cadila Healthcare Limited
'Zydus Tower'
Satellite Cross Roads
Ahmedabad - 380 015
Tel (079)2686 8100
Fax (079)2686 2364

Dear Mr. Patel,

Re: Review of CRISIL Rating for the Rs. 1,250 million Short Term Debt Programme of Cadila Healthcare Limited

All ratings assigned by CRISIL are kept under continuous surveillance and review.

CRISIL has, after due consideration, reaffirmed the "P1+" (pronounced "P one plus") rating for the captioned Debt Programme. This indicates that the degree of safety with regard to timely payment of interest and principal on the instrument is very strong.

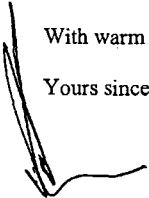
For the purpose of issuance of captioned short-term debt programme, this letter is valid for 60 calendar days from the date of the letter. In the event of your company not placing the above programme within this period, or in the event of any change in the size/structure of your proposed issue, the rating shall have to be reviewed and a letter of revalidation shall have to be issued to you. Once the instrument is issued, the above rating is valid throughout the life of the captioned short-term debt programme with a contracted maturity of one year or less.

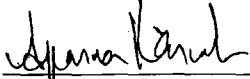
As per our Rating Agreement, CRISIL would disseminate the rating through its publications and other media, and keep the rating under surveillance for the life of the instrument. CRISIL reserves the right to suspend, withdraw or revise the ratings assigned to the captioned programme at any time, on the basis of new information, or unavailability of information or other circumstances, which CRISIL believes, may have an impact on the rating.

Should you require any clarifications, please feel free to get in touch with us.

With warm regards,

Yours sincerely,


Amod Khanorkar
Head - Corporate and Infrastructure Ratings


Aparna Karnik
Senior Manager - Corporate and Infrastructure Ratings

A CRISIL rating reflects CRISIL's current opinion on the likelihood of timely payment of the obligations under the rated instrument, and does not constitute an audit of the rated entity by CRISIL. CRISIL ratings are based on information provided by the issuer or obtained by CRISIL from sources it considers reliable. CRISIL does not guarantee the completeness or accuracy of the information on which the rating is based. A CRISIL rating is not a recommendation to buy / sell or hold the rated instrument; it does not comment on the market price or suitability for a particular investor.

CRISIL has a practice of keeping all its ratings under surveillance and ratings are revised as and when circumstances so warrant. CRISIL is not responsible for any errors and especially states that it has no financial liability whatsoever to the subscribers / users / transmitters / distributors of its ratings. For the latest rating information on any instrument of any company rated by CRISIL, please contact CRISIL RATING DESK at CRISILratingdesk@crisil.com or at (+91 22) 6691 3001 - 09.

TRUE COPY
For, Cadila Healthcare Limited

Company Secretary