

3 October 2014

MARKET UPDATE - RENEWAL OF SECURITISATION FACILITIES

Australian Pharmaceutical Industries Limited (API) is pleased to report that it has successfully renegotiated its existing two year \$345m securitisation facilities due to expire in May 2015 for a further three years until May 2018.

As part of the refinancing, the facilities will reduce to \$320m in line with API's strategy to reduce its level of debt funding.

This completes API's refinancing requirements following the successful refinance of the company's cash advance facilities in May 2014 and brings in total a reduction of \$75m in funding lines from its banks. The refinance will see a decrease in interest margins and coupled with the \$75m reduction in funding lines, will see a reduction of approximately \$1m in financing costs for the Company.

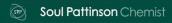
The refinancing reflects the strong support that API enjoys from its financing partners.

(Ends)

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