

Ahmedabad
15.11.2005

PRESS RELEASE

Hester's Board proposes Preferential allotment at Rs. 150 per share and Rights at Rs. 70 per share

Hester Pharmaceuticals Limited is a leading biotech company, manufacturing poultry vaccines near Ahmedabad, India.

The board of directors in its meeting held today (15.11.2005) proposed a Preferential allotment to the promoters and a Rights issue (2 shares for every 5 shares held) as follows:

	Number of Shares	Face Value (Rs.)	Premium (Rs.)	Total (Rs.)
Preferential allotment to Promoters	1,80,800	10	140	2,71,20,000
Rights (2 shares for every 5 shares held)	14,83,200	10	60	10,38,24,000
TOTAL	16,64,000			13,09,44,000

An Extra Ordinary General Meeting will be held on 15.12.2005 to get the share holders' approval.

The proceeds from the preferential allotment and rights issue would be utilized to part finance the expansion of the existing poultry vaccine manufacturing facility.

The proposed new expansion would also have the ability to produce large animal vaccines.

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