



ASX Announcement
1 November 2006

Clarification from Major Shareholders

Australian Pharmaceutical Industries Limited (API) has this morning received confirmation from its shareholders, Washington H Soul Pattinson & Company (WHSP) and IWPE Nominees (IWPE) that no agreements have been reached with Sigma Pharmaceuticals Limited (Sigma) in relation to WHSP and IWPE shareholdings in API and that no options have been granted. WHSP and IWPE have also confirmed to API that they are not currently discussing with Sigma granting any option over their shares in API and do not currently intend to grant any option over their shares in API

The Board of API continues to evaluate all its alternatives, including the updated Sigma proposal received after the close of trade late yesterday, and will provide advice to shareholders as soon as practical.

Ends

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