



October 17, 2011

To our Customers, Suppliers and the Compounding Industry,

This is to inform you that rather than contest the charge, Medisca Inc. has decided to plead guilty to one count of a misdemeanor for inaccurate wording used in marketing material several years ago regarding one of its products, Somatropin. As part of the plea, Medisca Inc.'s CEO has also pleaded to a misdemeanor based on strict liability stemming from the inaccurate material. Medisca's CEO was held responsible as the result of his position as CEO, not based on any allegation or evidence that he was involved with the production of, or had approved of, the content or use of the inaccurate wording in the marketing material. In addition, the company has agreed to forfeit its profits generated from the sale of Somatropin amounting to \$1.7 million.

The material which inaccurately described the Somatropin was distributed by the marketing department during the period 2005 to 2007 when Medisca distributed the product to compounding pharmacies. Since 2007, Medisca has introduced preventative measures to ensure that all marketing material and communications be reviewed and approved against a regulatory and legal standard prior to release. Medisca has taken responsibility for this error and would like to express its apology towards the industry.

We expect that with this action Medisca will finally put all legal issues to rest and will be able to move on with its business of providing quality pharmaceutical ingredients to compounding pharmacies.

We would like to thank our customers, our suppliers and the entire compounding industry for their support. Our promise to you is that Medisca will continue to provide the same excellent QUALITY and SERVICE that you have become accustomed to, while putting regulatory compliance at the forefront.



Courtesy of

The logo for the Pharmaceutical Product Standards Council (PPSC), featuring the letters 'PPSC' in a bold, white, sans-serif font on a dark green rectangular background.

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