

Glossary

The following is a glossary of a number of the terms and acronyms which can be found within this document:

- API**
Active Principal Ingredient
- APP**
Actinobacillus pleuropneumonia (APP) is a bacterial infection that affects the respiratory system of pigs
- APSP**
Approved Performance Share Plan
- Bioequivalence**
The demonstration that the proposed formulation has the same biological effects as the pioneer product to which it is being compared. This is usually demonstrated by comparing blood concentrations of the active over time, but can be compared using a clinical endpoint (e.g. lowering of a worm count) for drugs that are not absorbed or for which blood levels cannot be determined
- CAGR**
Compound Annual Growth Rate
- CAP**
Companion Animal Products
- CapEx**
Capital Expenditure
- CE**
Continuing Education
- GER**
Constant Exchange Rate
- CMC**
Chemistry and Manufacturing Controls
- Cortisol**
A hormone which is made by the adrenal glands. Its production is increased during episodes of stress and it has many effects on the body. It helps regulate blood pressure, the immune system and helps balance the effect of insulin to keep the blood sugar at normal levels
- CPD**
Continuous Professional Development
- CSOP**
Company Share Option Plan
- Cushing's Syndrome**
A condition caused by excess cortisol (see above) and is named after the physician who first described the condition in humans in the early twentieth century
- Dechra Values or Values**
Dedication, Enjoyment, Courage, Honesty, Relationships and Ambition
- DPM**
Dechra Pharmaceuticals Manufacturing
- DVP EU**
Dechra Veterinary Products EU
- DVP US**
Dechra Veterinary Products US
- Dysbacteriosis**
A microbial imbalance on or inside the body
- EBIT**
Earnings before interest and tax
- EBITDA**
Earnings before interest, tax, depreciation and amortisation
- E.Coli**
Escherichia coli is a bacterium of the genus Escherichia that is commonly found in the lower intestine of warm-blooded organisms
- EPS**
Earnings Per Share
- Euthyroid**
Euthyroid is the state of having normal thyroid gland function
- Executive Directors**
The Executive Directors of the Company, currently Ian Page, Anne-Francoise Nesmes and Tony Griffin
- FAP**
Food producing Animal Products
- FDA**
US Food and Drug Administration; a federal agency of the US Department of Health and Human Services
- FRC**
Financial Reporting Council
- FRS**
Financial Reporting Standards
- FTSE250/350 Index**
An index comprising the 101st to 350th largest companies listed on the London Stock Exchange in terms of their market capitalisation
- FTSE Small Cap Index**
An index comprising the 351st to 619th largest listed companies on the London Stock Exchange in terms of their market capitalisation
- GAAP**
Generally Accepted Accounting Practices
- GHG**
Greenhouse Gas

HGV

Heavy Goods Vehicle

Hyperthyroidism

Occurs when the thyroid glands produce excessive amounts of thyroid hormone. This causes an increase in the animal's metabolism (the rate at which energy is utilised)

IAS

International Accounting Standards

IFRS

International Financial Reporting Standards

Intertrigo

Refers to a bacterial, fungal or viral infection that has developed at the site of broken skin due to inflammation of body folds. This infection is common in dogs with folds, such as Pugs or Shar Peis

KPI

Key Performance Indicator

LIBOR

The London Inter-Bank Offered Rate

LTAFR

Lost Time Accident Frequency Rate

LTIP

Long Term Incentive Plan

Malassezia

Yeasts that cause a secondary inflammatory skin disease. Malassezia is often found in otitis externa

MHRA

Medicines and Healthcare products Regulatory Agency; an executive agency of the Department of Health

Maximum residue limit (MRL)

The maximum acceptable concentration of a substance that may be found in a food product obtained from an animal that has received a veterinary medicine

NADA

New Animal Drug Application

Non-Executive Directors

The Non-Executive Directors of the Company, currently Michael Redmond, Dr Chris Richards, Julian Heslop and Ishbel Macpherson

NSAID

Non-Steroidal Anti-Inflammatory Drug; essentially drugs which relieve pain, swelling, stiffness and inflammation. *Equipalazone* is the leading NSAID for the treatment of musculoskeletal disorders in the horse

Ordinary Shares

An ordinary share of 1 pence in the share capital of the Company

Otitis Externa

A condition which causes inflammation of the external ear canal (the tube between the outer ear and the ear drum)

PDRA

Dechra's Product Development and Regulatory Affairs team

QC

Quality Control

RIDDOR

Reporting of Injuries, Diseases and Dangerous Occurrences Regulations

Rights Issue

The three for ten rights issue of 20,040,653 shares, details of which are set out in the prospectus of the Company dated 25 April 2012

ROCE

Return On Capital Employed

ROI

Return On Investment

RPI

Retail Price Index

SAYE

Save As You Earn Share Scheme

SET

Senior Executive Team

S.suis

Streptococcus suis is a bacterial infection which occurs primarily in nursing or recently weaned pigs

Staphylococcal Infections

Communicable conditions caused by the *Staphylococcus* type of bacteria and generally characterised by pyoderma or the formation of abscesses

Surface Pyoderma

Pyoderma is the medical term used to denote infections of the skin caused by bacteria. Surface Pyoderma is a bacterial infection which is confined to the surface of the skin; one of the commonest types is known as Pyotraumatic Dermatitis (acute moist dermatitis, or 'hot spots'). It is typified by localised itching, moist reddened skin patches and ulcerated lesions

TSR

Total Shareholder Return

VCA

Veterinary Centers of America

VMD

Veterinary Medicines Directorate