

Valeant's warehouse in Myslowice, Poland is sub-leased by Valeant from DHL and serves as the main distribution hub for Eastern Europe with occasional deliveries to other geographies.

In Poland, three types of pharma licenses (distribution, consignment and bonded) were merged into one license type earlier this year to align with EU regulations. In this market, this type of license enables the holder to provide third-party logistics services like warehousing to other companies. While Valeant primarily distributes products, customers who want the convenience of having inventory on hand for patients can opt for consignment arrangements, which in fact is only the case in a limited number of hospitals for our small Croma business (\$4M turnover).