

will continue to require the conclusion that our anorectic products serve a very worthwhile medical and human need--assistance to the physician who finds that his patient requires this medication.

I shall now turn to a more detailed review of the bases for the views I have just summarized.

Corporate History

Pennwalt Corporation was founded in 1850, in Philadelphia where it continues to maintain its corporate headquarters. Pennwalt has more than 14,000 employees who are engaged in manufacture, sale and distribution of its products in the United States, Europe and elsewhere in the free world. Pennwalt's total annual sales are expected to exceed \$750 million in 1976, derived from its operations in Chemicals (approximately 50%), Specialized Equipment (approximately 25%), and Health--including both Dental and Pharmaceutical operations (approximately 25%). The Pharmaceutical Division has annual sales of approximately \$70 million and employs approximately 1,100 people.

Pennwalt's Pharmaceutical Division

The Pharmaceutical Division manufactures and makes available to the medical profession a variety of therapeutic agents including anti-hypertensives, diuretics, anti-anxiety drugs, local anesthetics, antifungals, antispasmodics, antitussives and antihistaminics as well as anorectics.

The total sales of Pennwalt's only amphetamine product, Biphedamine, are less than one percent of Pennwalt's annual sales, and the total sales of both Biphedamine and Pennwalt's non-amphetamine anorectic, Ionamin, are less than three percent of Pennwalt's annual sales.