



On August 12, 2009 the following recommendation was presented (via e-mail) to the UKRF Executive Committee for approval:

University of Kentucky Research Foundation  
EXECUTIVE COMMITTEE RESOLUTION:  
August 12, 2009

That the Corporation be authorized to make a short term loan in the sum of \$350,000.00 to Coldstream Laboratories, Inc. ("CLI"), bearing interest at the rate of 3% and payable immediately upon receiving a Working Capital loan from new banking partner or by September 4, whoever occurs first. The loan is subject to the availability of funding, including but not limited to grants from the University of Kentucky. CLI will be authorized to use the loan for operational expenses necessary to pursue its role in pharmaceutical manufacturing at Coldstream.

BACKGROUND:

One of the Corporation's stated purposes is to make research and inventions available to the public. To that end, CLI has been formed to expand and commercialize pharmaceutical manufacturing, research and development in the Coldstream facilities formerly operated by the College of Pharmacy's Center for Pharmaceutical Science and Technology ("CPST"). To take full advantage of the manufacturing capabilities and commercial potential of the new building on the Coldstream campus, the Corporation desires to capitalize CLI. Working with CLI provides educational opportunities for the College of Pharmacy, and unique educational opportunities for its students, as well as unique collaborative opportunities for research projects.

CLI will seek to develop and expand the pharmaceutical manufacturing program and make it commercially viable, while maintaining a relationship with the College of Pharmacy via Educational Affiliation Agreements or other similar agreements that will enable the college to continue its goal of training students in this particular area of pharmacy. CLI will continue and expand upon the University of Kentucky's goal of transferring appropriate technology and programs to the public sector at such time advancing the University's goal of assisting economic development efforts.

At present, CLI needs a short term bridge loan to assist it in meeting immediate obligations.

Unanimous consent in writing was received from the Executive Committee.

A handwritten signature in black ink, appearing to read "Kumble R. Subbaswamy".

Kumble R. Subbaswamy  
Secretary, Executive Committee

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