Letter sent to cutter Distributes nesses.

D. aston

Acquired Immune Deficiency Syndrome

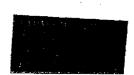
The increased medical concern over the Acquired Immune Deficiency Syndrome (AIDS) has apread to the hemophiliac population during the last year. Little is known about it and because a variety of groups have attempted to address the issue, AIDS has become the center of irrational response in many countries. This is of particular concern to us because of unsubstantiated speculations that this syndrome may be transmitted by certain blood products, specifically cryoprecipitate and AHF concentrates.

What is known -- or rather unknown -- about AIDS is important.

- A. The mechanism of the disease itself is unknown. Theories range from a viral agent or agents to immune system overload. Many theories abound -- some are technical and quite complex medically; others are wildly speculative. (See point 1 and 2, below.)
- B. While it has not been explicitly postulated that AHF concentrates are responsible for the appearance of this AIDS-like syndrome, nevertheless there exists an implied assumption that they may be implicated in the transmission of the syndrome seen in hemophiliacs. What little evidence exists, however, in fact tends to suggest that AHF concentrates have no direct role in this syndrome. (See points 3-6, below and Q: in the Q and A summary.)
- C. The AIDS-like syndrome as seen in hemophiliacs may be a very different syndrome from that seen in cases from other high risk groups. There is even some question as to whether the syndrome in hemophiliacs can be defined as AIDS. (See point 2, below.)
- D. In the United States, plasma procurement has always been the subject of very stringent governmental controls. Cutter's plasma products thus come from a raw material source that is carefully screened and controlled to reduce the risk that disease agents will be transmitted through certain plasma products.

More recent measures further provide a reduction of the possibility that Alfr -- if in Cost it can

EXHIBIT 18



Any actions taken to refine the manufacturing process to exclude such transmissible agents -- such as heat-treatment or chemical fractivation -such as heat-treatment or chemical inactivation -cannot yet be proven to be effective. In fact, it
has been shown by chimpanzee studies that
heat-treatment by itself is not sufficient to
inactivate the hepaticis B virus in Factor VIII
concentrates. As a result, we cannot assume that
a possible AIDS-related transmissible agent in
blood would be inactivated by any known method
acceptable for manufacture of products intended
for human use. Until such a method can be
devised, controls to provide the high quality of
the raw material -- plasma -- offers more hope in
preventing disease transmission than any current
process modification. (See points 8-10.) process modification. (See points 8-10.)

It is also important for you to know the following about the relationship between AIDS, hemophilia, and AHF concentrates:

- 1. An AIDS victim does not die of AIDS. AIDS is simply a medical term which indicates a generally suppressed or malfunctioning immune system. Mortality usually comes when pathogens routinely encountered in daily life and repelled by the body's immune system enter the defenseless "host" and multiply without interference from the immune system. system.
- 2. As a result, unusual diseases and infections occur As a result, unusual diseases and intections occur and common infections are seen in a more virulent form. Although a type of cancer (kaposi's sarcoma) has been seen in many AIDS victims, it has never been seen in hemophilians.
- Last year out of a population of approximately 20,000 homophiliaes in the U.S., only 12 have been diagnosed as having an apparent AIDS-type syndrome; nine of them have died. No rases of this syndrome have been reported in hemophiliaes in the U.S. this year
- All of the homophiliars who were diamonaed as having an AIDS-like syndroge used ANY concentrator. Some used other bloom products as concentration. Some used other bloom products as well; one was an L.M. drug user.

00 644B

- 6. In only rare instances had the 12 cases in question been exposed to common lots of ABF concentrates. A lot of ABF concentrate may contain up to 7,000 vials and may be used by many as 100 hemophiliacs. In a single year, about 300 lots of ABF concentrate are produced in the U.S. and an average hemophiliac, using 30,000 to 50,000 IU/year, will get material from 5 to 10 lots.
- 7. The Centers for Disease Control in Atlanta report that in 1982 the largest single cause of death in hemophiliacs is still bleeding episodes.
 - 8. Intensified donor screening procedures were instituted throughout the U.S. on March 1, 1981, At Cutter, however, some of the AIDS-related screening procedures — such as routine checks for weight loss and generalized lymphadenopathy which are now required by the FDA, have been in use for many years. Thus, Cutter already had a screening program in place prior to March 1, 1981.

Additionally, Cutter's "donor screening" procedures to eliminate high-risk groups of unhealthy and HBsAG positive donors have always complied with the regulations of the U.S. FDA which are the most rigorous in the world.

- There are no Cutter centers in New York, San Francisco, Los Angelos or Miami, where the vast majority of AIDS cases to date have been reported.
- 10. Heat-treatment for complete viral inactivation in Factor VIII concentrates has not been shown to be effective. Heat-treated product recently released by a U.S company caused hepatitis in test animals. A heat-treated Factor VIII concentrate of European origin is said to be free of the risk of hepatitis transmission but this has not been documented nor has the product been tested with the necessary rigor to substantiate this claim.

C and A Surmary

Ci. Dens Foater ART concentrate transmit AIDS?

00

Al. This has not been shown. Koatet ANF concentrate has not been implicated in any of the 12 AIDS-like cases seen in hemophiliacs. It is not proven that AIDS is transmitted by ABF concentrates.

If AMF concentrates transmit AIDS, it is impossible to explain why all hemophiliacs who used a common lot did not contract this AIDS-like syndrome rather than the 12 reported cases.

- Q2. Can Koate1 AHF concentrate be safely used?
- AZ. The U.S. FDA requires the most rigorous screening procedures in the world to control the quality of plasma used in the manufacture of Cutter's products. These screening procedures have been intensified in order to eliminate donors at high risk for AIDS.

Cutter has declared the location of its plasma collection centers and none of them are located in New York, San Francisco, Los Angeles or Miami where the vast majority of AIDS cases have been reported.

- Q3. Does heat-treated AHF provide any advantage over Koate: AHF concentrate?
- A3. This cannot be proven. As a result of the lack of positive evidence of complete inactivation of viruses, an assumption of increased protection from viral transmission from heat-treated Factor VIII concentrate is not warranted at this time.

In the meantime, it is our feeling that it would be of questionable value for hemophilia patients to be persuaded to change to products which raise the cost of an already expensive therapy in return for no quarantee of increased protection. It would also be inadvisable to suspend or reduce treatment and thus increase the probability of bleeding episodes which result in disability and death.

As long as the AIDS agent is not known and as long as vival inactivation procedures cannot be shown to be effective, it is more desirable to prevent the introduction of a possible AIDS agent in the starting material than to attent to eliminate it with univeven procedures at a later stage in the process.

CEPOOM CHICKET

A4. The Cutter goal is to produce a virus-free ANF concentrate which is safe and effective. Since it appears that heat-treatment at present is not completely effective for viral inactivation in ANF concentrates, Cutter will pursue heat-treatment as an interim step with the aim that heat-treatment under proper conditions will result in viral inactivation.

Final Statement

Your interests and those of the patient are of paramount concern to us. Be assured that every avenue for research and exploration into these new and challenging questions is being addressed. As new developments occur we will inform you fully; we will keep you in touch with progress.

2.V1.83

100 645

Vinside_addressYMr. Godwin Ngan, Asst. Nanager Luen Cheong Hong Ltd. Caltex House 17th Floor 258, Hennessy Road Hong Kong Vsalutation_nameYMr. Ngan

Vinside addressVMr. Ferdinand Fung United Italian Trading Corp. Ltd. Caltex House 16th Floor 258, Hennessy Road Hong Kong Vsalutation_nameVMr. Fung

Vinside addressVDr. Haryanto Santoso, Manager Pradja Pharmaceutical Industries P.O. Box 2684 Jl. Toman Trhah Abang 111/25 Jakarta Pusat Indonesia Vsalutation_nameVDr. Santoso

Vinside addressVDr. Hengky Indrajaya, Cutter Supervisor Pradja Pharmaceutical Industries P.O. Box 2684
Jl. Taman Tanah Abang III/25
Jakarta Pusat
Indoneria
Vsalutation_name=wr. Indonera

Vinside_addressVMr. J.R. Hawkless Smith Biolabs Co., Ltd. P.O. Box 36007 43-45 Woodside Avenue, Northcote Auckland 9, New Zealand Vsalutation_nameVMr. Hawkless

Vinside addressVMr. Bill Wiggle Smith Biolabs Co., Ltd. P.O. Box 36007 43-45 Woodside Avc., Northcote Auckland 9, New Icaland Vsalutation_nameVMr. Wiggle CNFOOM TUTLED UT

100 6452

Vinside addressVMr. Mohamad Nahhas Cutter Laboratories P.O. Box 1116 Amman, Jordan Vaalutation_nameVMr. Nahhas

Vinside_addressVMr. Aldo Fabbri Laboratorios Dr. Gador y Cia., S.A.C.I. Casilla Correo Central 4041 1000 Buenos Aires Republica Argentina Vaalutation_nameVMr. Fabbri

Vinside_addressVDr. Jorge Ribeiro Laboratorio Palenzona, C.A.I. Urbanizacion La Trinidad Caracas 108 Venezuela Vsalutation_nameVDr. Ribeiro

Vinside_addressVMr. Fernando Kauffman Laboratorios Lepetit S.A. Av. America do Sul, 1800 CIP 04754 - Sto. Amaro Sao Paulo; Brazil Vsalutation_nameVMr. Kauffman

Vinside_addressVHr. C. Esquivel Costa Rica Dental & Medical Supply Co. Apartado 434 Calle 4, Avenida 3 Disgonal al correo San Jose, Costa Rica Vsalutation_nameVMr. Esquivel

Vinside_addressVHr, Rafael Julia Hiles Overseas, Inc. Tabonuco St. 4~B Caparra Hills San Patricio Development Gusynabo, Puerto Rico 00920 Vsalutation_nameVHr. Julia

Vinside addressVHr. Len Wisdom Tuta Laboratories Pty. Ltd. 132 Burns Bay Road P.O. Box 166 Lane Cove NSW 2066 Australia Vsalutation_namevMr. Wisdom

ראבש האין די הא רא

Vinside addressVDr. Roberto Gonzalez Bayer Philippines, Inc. Pharmaceutical Division Equitable Bank Building P.O. Box 7737 ADC, MIA Ortigas Ave. Corner Roosevelt St. Metro Manila, Philippines Vsalutation_nameVDr. Gonzalez

Vinside addressVMr. Rodelio Victa Bayer Philippines, Inc. Pharmaceutical Division Equitable Bank Building P.O. Box 7737 ADC, MIA Ortigas Ave. Corner Roosevelt St. Metro Manila, Philippines Vsalutation_nameVMr. Victa

Vinside addressVMr. Frank Fung, Director United Italian Trading Corp., Ltd. P.O. Box 2536 207-8 Thomson Road Goldhill Centre Singapore, 1130 Vsalutation_nameVMr. Fung

Vinside addressVMr. Thomas Te-Shin Lin Tian Shing Trading Co., Ltd. P.O. Box 1617 Glory Building-7th Floor 16, Chang An E. Rd., 1st Section Taipei, Taiwan Vsalutation_namevMr. Lin

Vinside addressVMr. N. Naewboonnien Senco Company, Ltd. 997-1001 Silom Road Bangkok 5, Thailand Vsalutation_nameVMr. Naewboonnien

Vinside addressVMr. Klaus Juelicher Cutter Japan Ltd.
Kobe International Friendship Bldg.
9-1, Hinatojima-Nakamachi
6-Chome, Chuc-ku
Kobe 550, Japan
Ysalutation_nameYMr. Juelicher

90

6455

Vinside_addressVMr. B. LaHalle Dicpharm 17, rue Gaetan Lamy 93300 Aubervilliers France Vsalutation_nameVMr. LaHalle

Vinside_addressVDr. J. Nicolau Laboratorios Hubber, S.A. Berlin, 38-48 Barcelona, Spain Vsalutation_nameVDr. Nicolau

Vinside_addressVMr. J. Termin Bayer (Sverige) AB Box 5148 - Karlaragen 41 102 43 Stockholm 5 Sweden Vsalutation_nameVMr. Termin

Vinside addressVMr. R. Froitzheim Troponwerke Vertrieb Cutter Berliner Strasse 156 5000 Koeln 80 West Germany Vsalutation_nameVMr. Froitzheim

Vinside addressVMr. B. Dyos Cutter Laboratories Division of Hiles Laboratories Stoke Court, Stoke Poges Slough SL2 4LY Buckinghamshire, England Vsalutation_nameVMr. Dyos

Vinside_addressVMr. B.F. Knudsen Bayer Kemi A/S Postbox 2099 - 1014 Kobenhavn K Christian IX's Gade 2 Denmark - 1111 Kobenhavn K Vsalutation_nameVMr. Knudsen

Vinside_addressVMr. Peter Ngan, Director Luen Cheong Hong Ltd. Caltex House 17th Floor 258, Hennessy Road Hong Kong Vsalutation_nameVMr. Ngan