



Baird 2010 Growth Stock Conference

**Charles River and
WuXi PharmaTech:
The First Global
Early-Stage CRO**

**James C. Foster
Chairman, President & CEO
May 19, 2010**


charles river

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Safe Harbor Statement

This document includes "forward-looking statements" within the meaning of the Private Securities Litigation Reform Act of 1995. Forward-looking statements may be identified by the use of words such as "anticipate," "believe," "expect," "estimate," "plan," "outlook," and "project" and other similar expressions that predict or indicate future events or trends or that are not statements of historical matters. These statements are based on current expectations and beliefs of Charles River Laboratories ("Charles River") and WuXi PharmaTech (Cayman) Inc ("WuXi"), and involve a number of risks and uncertainties that could cause actual results to differ materially from those stated or implied by the forward-looking statements. Those risks and uncertainties include, but are not limited to: 1) the possibility that the companies may be unable to obtain stockholder or regulatory approvals required for the combination; 2) problems may arise in successfully integrating the businesses of the two companies (including retention of key WuXi executives); 3) the acquisition may involve unexpected costs; 4) the combined company may be unable to achieve cost and revenue synergies; 5) the businesses may suffer as a result of uncertainty surrounding the acquisition; and 6) the industry may be subject to future regulatory or legislative actions and other risks that are described in Securities and Exchange Commission ("SEC") reports filed or furnished by Charles River and WuXi.

In addition, these statements include statements regarding the projected 2010 financial performance of WuXi, the availability of funding for our customers and the impact of economic and market conditions on them generally, the anticipated strength of our balance sheet, the effects of our 2009 and 2010 cost-saving actions and other actions designed to manage expenses, operating costs and capital spending, and to streamline efficiency, and the ability of the Company to withstand the current market conditions. Forward-looking statements are based on Charles River's current expectations and beliefs, and involve a number of risks and uncertainties that are difficult to predict and that could cause actual results to differ materially from those stated or implied by the forward-looking statements. Those risks and uncertainties include, but are not limited to: the ability to successfully integrate the businesses we acquire; the ability to successfully develop and commercialize SPC's technology platform; a decrease in research and development spending, a decrease in the level of outsourced services, or other cost reduction actions by our customers; the ability to convert backlog to sales; special interest groups; contaminations; industry trends; new displacement technologies; USDA and FDA regulations; changes in law; continued availability of products and supplies; loss of key personnel; interest rate and foreign currency exchange rate fluctuations; changes in tax regulation and laws; changes in generally accepted accounting principles; and any changes in business, political, or economic conditions due to the threat of future terrorist activity in the U.S. and other parts of the world, and related U.S. military action overseas. A further description of these risks, uncertainties, and other matters can be found in the Risk Factors detailed in Charles River's Annual Report on Form 10-K as filed on February 19, 2010, as well as other filings we make with the SEC.

Because forward-looking statements involve risks and uncertainties, actual results and events may differ materially from results and events currently expected by Charles River and WuXi. Charles River and WuXi assume no obligation and expressly disclaim any duty to update information contained in this filing except as required by law.

Regulation G

This presentation includes discussion of non-GAAP financial measures with respect to Charles River and also with respect to WuXi included in WuXi's first-quarter 2010 earnings release filed on Form 6-K with the SEC on May 12, 2010. We believe that the inclusion of these non-GAAP financial measures provides useful information to allow investors to gain a meaningful understanding of our core operating results and future prospects, without the effect of one-time charges, consistent with the manner in which management measures and forecasts the Company's performance. The non-GAAP financial measures included in this presentation are not meant to be considered superior to or a substitute for results of operations prepared in accordance with GAAP. The company intends to continue to assess the potential value of reporting non-GAAP results consistent with applicable rules and regulations. In accordance with Regulation G, you can find the comparable GAAP measures and reconciliations to those GAAP measures on our website at ir.criver.com, or with respect to WuXi, in WuXi's current report on Form 6-K filed with the SEC on May 12, 2010, available at the SEC's website, www.sec.gov.

Additional Information

This document may be deemed to be solicitation material in respect of the proposed combination of Charles River and WuXi. In connection with the proposed transaction, Charles River will file a preliminary proxy statement and a definitive proxy statement with the SEC. The information contained in the preliminary filing will not be complete and may be changed. Before making any voting or investment decisions, investors and security holders are urged to read the definitive proxy statement when it becomes available and any other relevant documents filed with the SEC because they will contain important information. The definitive proxy statement will be mailed to the shareholders of Charles River seeking their approval of the proposed transaction. Charles River's shareholders will also be able to obtain a copy of the definitive proxy statement free of charge by directing a request to: Charles River Laboratories, 251 Ballardvale Street, Wilmington, MA 01887, Attention: General Counsel. In addition, the preliminary proxy statement and definitive proxy statement will be available free of charge at the SEC's website, www.sec.gov or shareholders may access copies of the documentation filed with the SEC by Charles River and on Charles River's website at www.criver.com.

Charles River and its directors and executive officers and other members of management and employees may be deemed to be participants in the solicitation of proxies in respect of the proposed transaction. Information regarding Charles River's directors and executive officers is available in Charles River's proxy statement for its 2010 annual meeting of shareholders, which was filed with the SEC on March 30, 2010. Information regarding the persons who may, under the rules of the SEC, be considered participants in the solicitation of Charles River shareholders in connection with the proposed transaction will be set forth in the preliminary proxy statement when it is filed with the SEC.

This document does not constitute an offer of any securities for sale or a solicitation of an offer to buy any securities. The Charles River shares to be issued in the proposed transaction have not been and will not be registered under the Securities Act of 1933, as amended (the "Securities Act"), and may not be offered or sold in the United States absent registration or an applicable exemption from registration requirements. Charles River intends to issue such Charles River shares pursuant to the exemption from registration set forth in Section 3(a)(10) of the Securities Act.

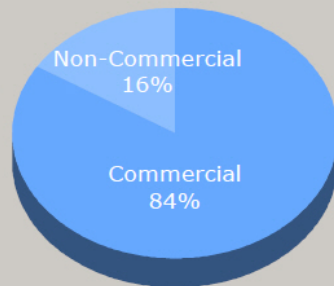
The New Charles River

- Charles River signed a definitive agreement to acquire WuXi PharmaTech for ~\$1.6B⁽¹⁾ in cash and stock on April 26th
- The combination creates the first early-stage contract research organization (CRO)
 - Offers a full range of products and services from molecule creation to first-in-human testing
- Charles River's expertise in *in vivo* biology combined with WuXi's expertise in chemistry creates a CRO capable of supporting clients' early-stage drug development efforts on a global basis
- Drives CRL shareholder value through profitable growth

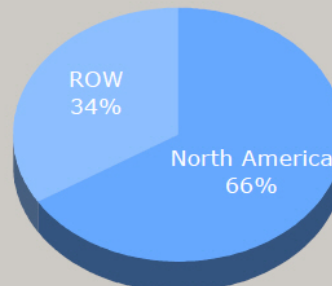
Charles River Today

- A leading ***in vivo* biology** company
 - **\$1.20B** in net sales (FY '09)
- **Unique portfolio** of products and services focused on the research and development continuum for new drugs
- A **multinational** company with ~8,000 employees worldwide
 - ~70 facilities in 16 countries
 - Continuous expansion to support client needs

Client Base

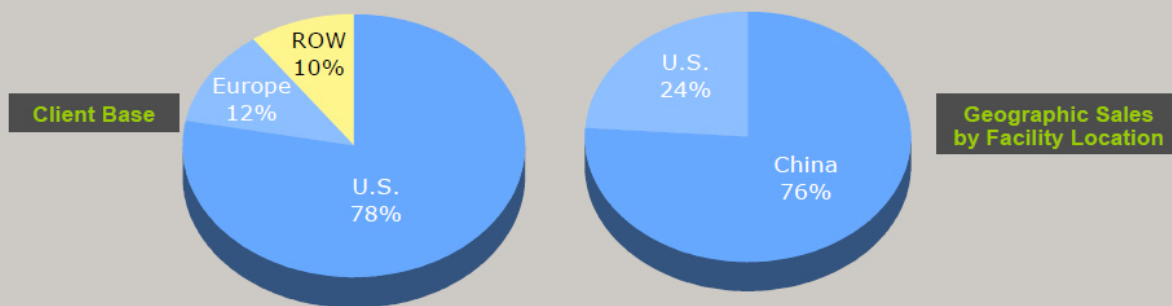


Geographic Sales by Facility Location



WuXi Today

- A leading **chemistry** company
 - \$270M in net sales (FY09)
- Service portfolio supports clients **early with molecule creation**, extending downstream through laboratory and manufacturing services
- **Largest China-based CRO** with ~4,200 employees worldwide
 - One of the largest employers of chemists in the world
 - **7 facilities in China and U.S.** to support clients globally



WuXi Overview

Headquarters

- Shanghai, China

Service Offerings

- Laboratory services, consisting of synthetic and medicinal chemistry, DMPK/ADME, biology, microbiology, *in vivo* pharmacology, toxicology, pharmaceutical development, analytical services, biopharmaceutical, *in vitro* and *in vivo* biocompatibility testing and efficacy testing
- Manufacturing services, focusing on advanced intermediates and active pharmaceutical ingredients (APIs)

Employees

- ~4,200 employees (~3,800 in China and ~400 in the U.S.)

Facilities

- ~ 2.0M ft² of lab facilities and manufacturing space
- **China:**
 - 1.0M ft² total research facilities in Shanghai and Tianjin
 - 293K ft² total cGMP* quality process development and manufacturing facilities in Shanghai
 - 314K ft² drug safety evaluation center in Suzhou
- **United States:**
 - 209K ft² total three state-of-the-art FDA-registered facilities in St. Paul, MN, Philadelphia, PA and Atlanta, GA

Customers

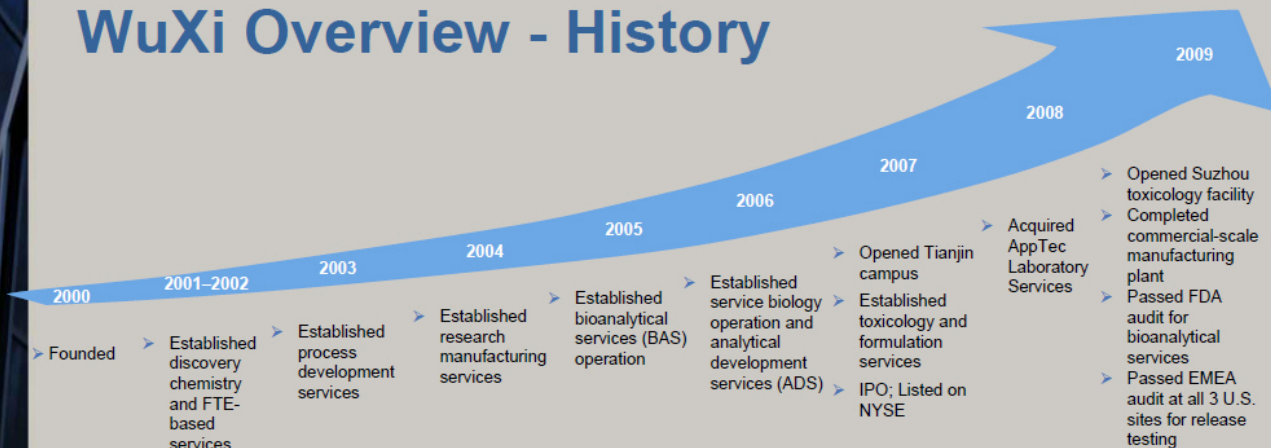
- Over 800 clients worldwide including 100+ for pharmaceutical services and 700+ for biologics and device services
- 100% repeat business from top 10 customers

* Current Good Manufacturing Practice

7 Source: Based on WuXi's information as disclosed in its Form 20-F filed with the SEC on 04/23/2010 and other public documents.

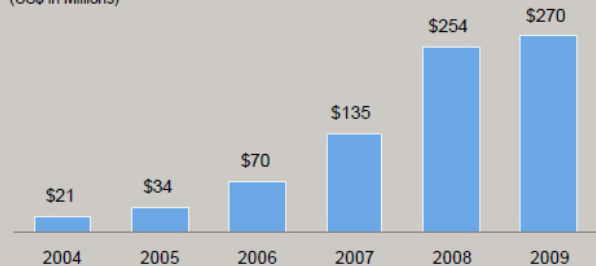

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WuXi Overview - History



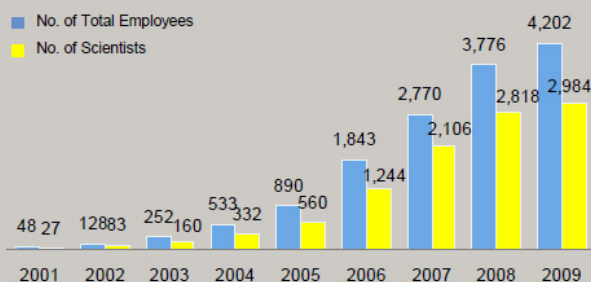
Revenue

(US\$ in Millions)

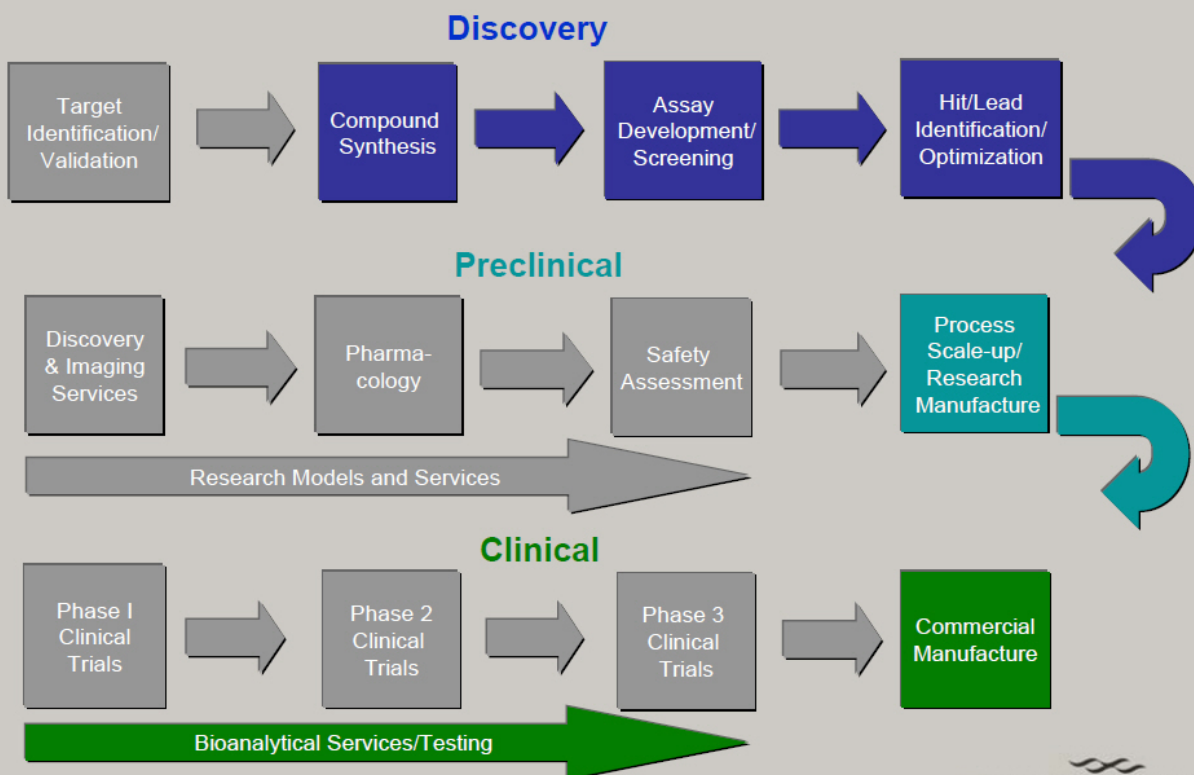


Employees

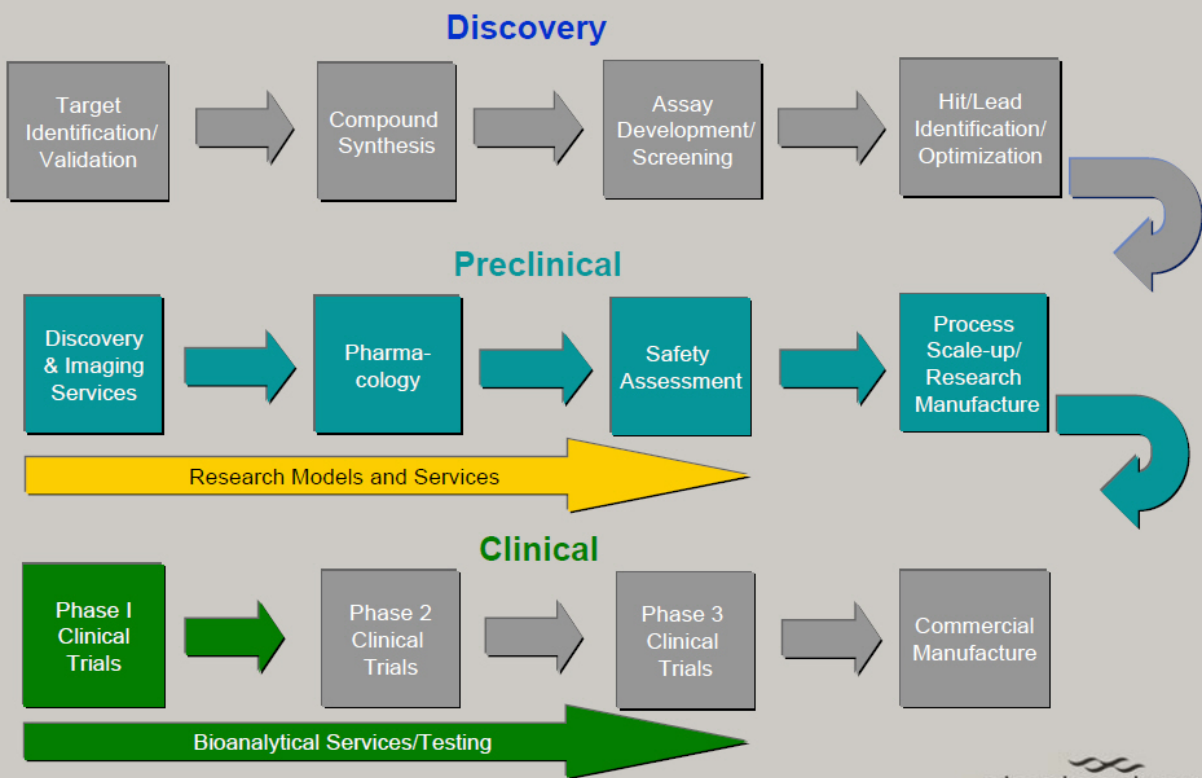
■ No. of Total Employees
■ No. of Scientists



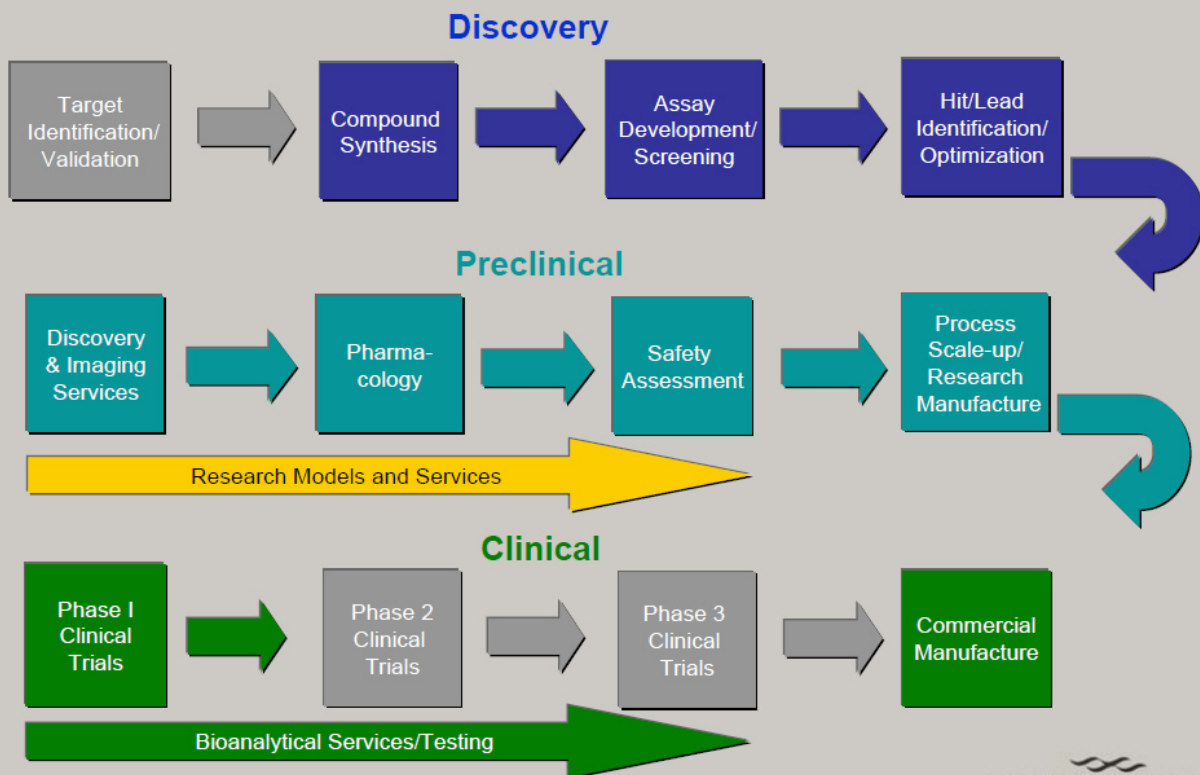
WuXi's Current Discovery Services



CRL's Current Preclinical Services



The New CRL: Global Integrated Services



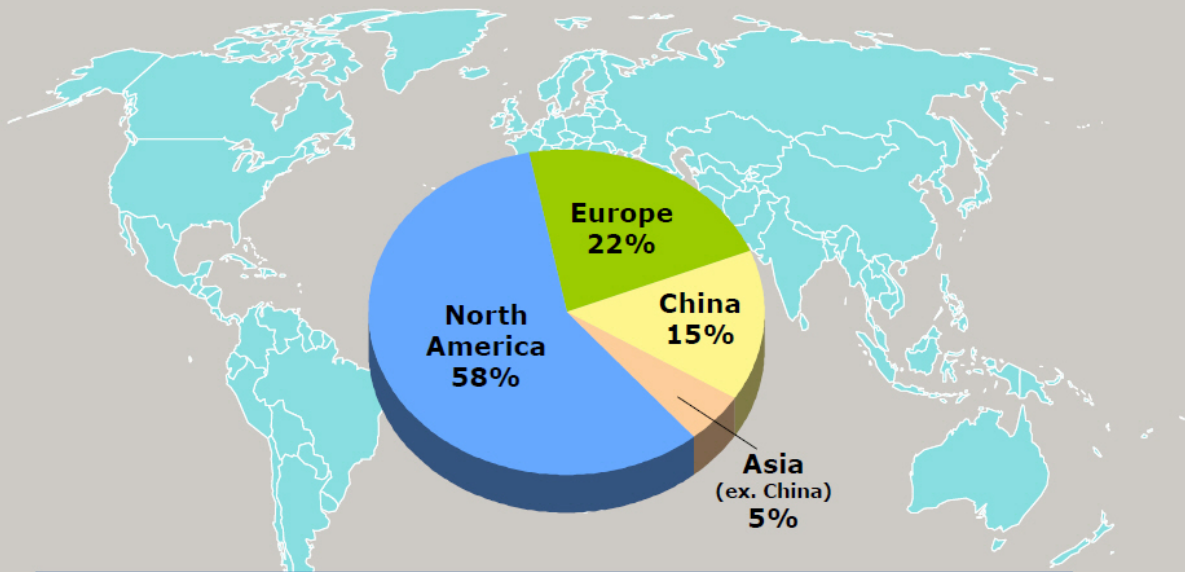
Drives Profitable Revenue Growth

- WuXi provides opportunity to enhance revenue growth while expanding Charles River's margins
- Discovery and Chemistry services
 - Fastest-growing business segment as pharma increasingly choose to outsource
 - Significant growth opportunity for WuXi's new downstream services
 - Service biology, DMPK/ADME, formulation, process research, bioanalytical chemistry, manufacturing
- GLP safety assessment in China
 - Expands the development and scope of GLP capabilities in China
- Manufacturing services
 - Emerging opportunity for active pharmaceutical ingredients (APIs) for clinical trial and commercial-scale manufacturing services in China
- New business opportunities
 - Drives more business upstream and downstream with existing and prospective clients based on unprecedented scope of early-stage portfolio
- Expanded portfolio drives market share gains

Leverages Increasing Strategic Importance of China

- Supportive of global pharmas who view China as the **new frontier** for drug development
- Pharmas are taking advantage of cost leverage by placing chemistry in China
 - Lower cost, highly skilled scientists with advanced degrees
- Emerging opportunities for chemistry, safety assessment and manufacturing services as clients advance development activities in China
 - Charles River gains largest early-stage provider in China
- Enables clients to choose where to place work

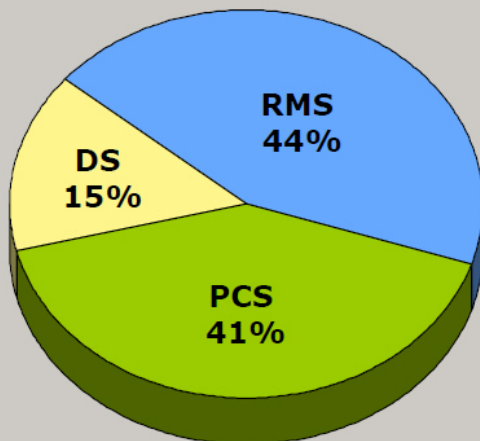
The New CRL Revenue Base*



Leveraging the increasing strategic importance of China

The New CRL Business Segments

2009 Combined Sales*: \$1.5B



DS:
Discovery
Services

RMS:
Research
Models &
Services

PCS:
Preclinical
Services

* Based on FY 2009 combined sales, with Charles River's DIS included in DS and WuXi's U.S.-based Laboratory Services included in PCS. WuXi's information is as disclosed in its Form 20-F filed with the SEC on 04/23/2010 and other public documents.

The New CRL Business Portfolio

Discovery Services	Research Models & Services	Preclinical Services
<ul style="list-style-type: none"> ➤ A leader in discovery chemistry services ➤ A leading position in non-GLP efficacy testing <ul style="list-style-type: none"> ▪ DIS ➤ Developing position in chemistry-based manufacturing <ul style="list-style-type: none"> ▪ Research and commercial scale 	<ul style="list-style-type: none"> ➤ The market leader in research model production ➤ Largest number of most widely used models <ul style="list-style-type: none"> ▪ Disease-specific models ➤ A leading service provider with broad capabilities <ul style="list-style-type: none"> ▪ GEMS, RADS, CSS ➤ A leader in endotoxin detection <ul style="list-style-type: none"> ▪ Endosafe®-PTS™ 	<ul style="list-style-type: none"> ➤ A leader in GLP safety assessment <ul style="list-style-type: none"> ▪ Both in Western markets and China ▪ Breadth and depth of specialty services is key competitive advantage ➤ A leader in worldwide biopharmaceutical services (BPS) ➤ Phase I clinic in U.S.

Compelling Value Proposition for Clients

- Larger footprint with more capabilities enables clients to partner with **one company from chemistry to man**
- More attractive partner for biopharmaceutical companies looking to gain more value from fewer service providers
- Enables clients to choose where to work: North America, Europe or China
 - Charles River brand supports placement of work in China
- Seamless transfer of therapeutics across the early-stage continuum helps reduce time and cost to bring a drug to market
 - Enables sponsors to make earlier “go/no-go” decisions

Enhancing Client Relationships

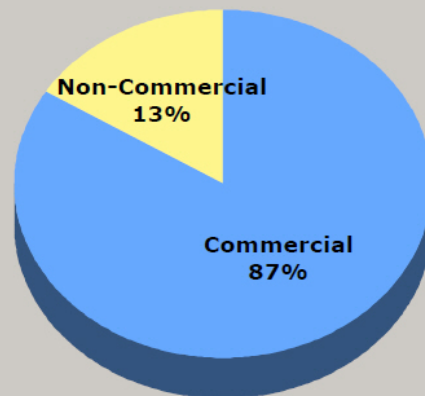
- Focus on expanding existing client partnerships
 - Enhances solid, high-level relationships in the same companies
 - Strengthens relationships with those clients where one company is pre-eminent
 - Creates new opportunities with clients where both entities currently have minority share
- Client retention driven by breadth of portfolio, high-quality science and exceptional service

Very Favorable Client Response

- Senior management of CRL has reviewed the transaction with R&D of top 25 pharmaceutical and biotechnology clients
 - Response has been uniformly positive
- Clients are viewing the acquisition as a strategic fit with CRL's *in vivo* business, offering them the opportunity for larger relationships with CRL
 - Clients already requesting follow-up meetings to discuss potential expansion of relationships upstream
- Value of CRL brand seen as an advantage in terms of standardizing products and services in China

The New CRL Client Base

- Client base composed of big pharma and biotech, small and mid-tier pharma and biotech, academic and government clients, CROs and agricultural and chemical manufacturers
- Top 10 clients represent ~35% of combined sales
- No single client represents more than 6% of sales



2011 General Assumptions⁽¹⁾

- Expect to recognize ~\$20M of cost synergies
 - Public company costs, SG&A, and refinement of operating structure
- ~4.5% average interest rate on new debt
 - New debt of ~\$950M
 - Existing term loan is repaid
 - Debt amortization begins in 4Q2010 (after close)
 - Expect to accelerate repayment with cash flow
- Consolidated CRL non-GAAP tax rate expected to be ~25%-26%
- ~85-86M CRL shares outstanding post-close
- Expected to be neutral (at bottom of or below collar) to slightly accretive to non-GAAP EPS in 2011, and increasingly accretive thereafter

(1) Combined financial information is presented as a supplementary non-GAAP financial measure, and is not intended to be superior to or a substitute for any financial measure prepared in accordance with GAAP. Furthermore, combined financial information is not equivalent to pro forma financial information as may be included in any proxy statement Charles River will file with the SEC in connection with this transaction. For example, combined financial information does not give effect to adjustments likely to be found in pro forma financial information such as increased amortization and depreciation. Items excluded from non-GAAP EPS consist of all deal-related costs including repatriation impact.

Synergies

Public company and corporate expenses	<ul style="list-style-type: none"> ➤ Reduction of Board, SOX, audit, legal, stock exchange, insurance and related expenses ➤ Elimination of duplicative corporate overhead and support functions 	~1/4 of cost synergies
Other SG&A	<ul style="list-style-type: none"> ➤ Leverage greater purchasing power in vendor procurement relationships ➤ Streamline duplicative sales and marketing efforts ➤ Improve working capital management 	~1/4 of cost synergies
Refinement of certain operating units	<ul style="list-style-type: none"> ➤ Specific plans to be determined post-close 	~1/2 of cost synergies
Revenue synergies	<ul style="list-style-type: none"> ➤ Meaningful opportunities exist <ul style="list-style-type: none"> • Cross-selling within existing clients – upstream/downstream • Leverage CRL sales force to expand WuXi's penetration of small/mid-sized & academic accounts 	

Expect ~\$20M in annual cost synergies, beginning in '11

WuXi 1Q10 Results⁽¹⁾

- Strong Q1 net revenues increase of 36% to \$80.6M

(\$ in millions)	Non-GAAP OI	%Δ from 1Q09
Reported	\$20.5	57%
Share-based comp	(2.3)	15%
CRL Presentation	<u>\$18.2</u>	65%

- Non-GAAP diluted earnings per ADS of \$0.25, an increase of 26%
 - Non-GAAP earnings exclude share-based compensation costs associated with FAS123R

⁽¹⁾ Source: WuXi 1Q10 earnings release issued on May 11, 2010, as included in the Form 6-K filed with the SEC on May 12, 2010.

WuXi 2010 Guidance⁽¹⁾

- 2Q10 Guidance
 - Net revenues of \$76-\$78M
 - Non-GAAP gross margin better than 1Q10
- Reaffirmed guidance for 2010 at the upper end of ranges
 - Net revenues growth of 15-19% to \$310-\$320M
 - Growth in non-GAAP operating income of up to 10%
- “Continue to expect strong financial performance throughout 2010 and beyond”

Transaction Summary

- | | |
|--------------------------------|---|
| Purchase price | ➤ ~\$1.6B ⁽¹⁾ , including the assumption of WuXi's debt and cash |
| Consideration per share | ➤ \$21.25 ⁽¹⁾ total per ADS subject to collar (below) <ul style="list-style-type: none">• \$11.25 in cash (~53%) <u>plus</u>• \$10.00 of CRL common stock (~47%) determined by exchange ratio |
| Exchange Ratio | ➤ \$10.00 divided by 20-day weighted average closing price prior to closing subject to collar (below) |
| Collar | ➤ At Charles River's stock price of \$37.1486 or below, exchange ratio is fixed at 0.2692; at a price of \$43.1726 or above, exchange ratio is fixed at 0.2316 |
| Premium | ➤ 28% based on WuXi's 04/23/2010 closing price of \$16.57
➤ 38% based on 30-day average closing price of \$15.45 |
| Ownership | ➤ Approximately 78% Charles River/
22% WuXi pro forma ownership |
| Tax Treatment | ➤ Taxable exchange under U.S. tax law |

25 ⁽¹⁾ Based on CRL's 04/23/2010 closing stock price.

Transaction Timeline

- HSR Filed May 11, 2010
- Proxy to be filed shortly
- Still on track to close by the 4Q10, subject to approval by each company's shareholders and the satisfaction of customary closing conditions and regulatory approvals
 - Shareholder meetings to be scheduled following clearance by the SEC and the Cayman Courts

Integration Planning

- Very complementary portfolios with minimal overlap
- Integration team leaders have already met (week of 5/3)
 - CRL: Dave Johst, EVP, Human Resources, General Counsel & CAO
 - WX: Edward Hu, COO
- Integration sub-teams formed and identifying key objectives
 - Focus on client-facing functions
- In process of engaging consultant to support integration effort
- Initiate integration process immediately following close

WuXi Senior Management Joins CRL

- Ge Li, PhD: Corporate EVP and President, Global Discovery and China Services
 - Joins CRL Board, along with two additional directors chosen by WuXi
- Edward Hu: Corporate SVP and General Manager, Global Discovery and China Services
- Shuhui Chen, PhD: Corporate SVP and General Manager, Chemistry Services and Chief Scientific Officer, China
- Suhan Tang, PhD: Corporate VP and General Manager, Manufacturing Services
- Employment agreements with top four executives
 - Each agreement has a three-year term

The New CRL: A Unique Opportunity

- Combines leaders in *in vivo* biology and chemistry
- Larger footprint with more capabilities enables clients to partner with one company from chemistry to man
- Supportive of global pharmas who view China as the new frontier for drug development
- Dramatically improves both companies' ability to meet existing and future client needs
- WuXi provides opportunity to drive revenue growth while expanding Charles River's margins
 - Expect to generate \$20M in annual cost synergies
 - Opportunity for meaningful revenue synergies

Accelerating Drug Development. Exactly.

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