Catalent, Inc.
Form 424B5
July 25, 2018
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Filed Pursuant to Rule 424(b)(5)

Registration No. 333-211872

CALCULATION OF REGISTRATION FEE

Title of Each Class of Securities to be Registered	Amount to be Registered(1)	Proposed Maximum Offering Price per Unit	Proposed Maximum Aggregate Offering Price(1)	Amount of Registration Fee(2)
Common Stock, par value $0.01 per share	11,431,411 Shares	$40.24	$459,999,978.64	$57,270.00

(1) Assumes full exercise of the underwriters option to purchase up to 1,491,053 additional shares of our Common Stock.
(2) Calculated in accordance with Rule 457(r) under the Securities Act of 1933, as amended.

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Prospectus supplement

(To prospectus dated June 6, 2016)

9,940,358 Shares

Catalent, Inc.

Common stock

We are offering 9,940,358 shares of common stock of Catalent, Inc.

We have granted an option to the underwriters, exercisable for 30 days after the date of this prospectus supplement, to purchase up to 1,491,053 additional shares of our common stock at the public offering price less the underwriting discount. See Underwriting.

We intend to use the net proceeds from this offering to repay a portion of the outstanding borrowings under our U.S. dollar-denominated term loans (the USD Term Loans), as described under Use of proceeds.

Our common stock is listed on the NYSE under the symbol CTLT. On July 24, 2018, the closing sales price of our common stock as reported on the NYSE was $40.24 per share.

See Risk factors beginning on page S-14 of this prospectus supplement and in our other filings with the Securities and Exchange Commission incorporated by reference in this prospectus supplement or the accompanying prospectus to read about factors you should consider before buying shares of our common stock.

Neither the Securities and Exchange Commission nor any state securities commission has approved or disapproved of these securities or passed upon the accuracy or adequacy of this prospectus supplement or the accompanying prospectus. Any representation to the contrary is a criminal offense.

	Per share	Total
Public offering price	$ 40.2400	$ 400,000,006
Underwriting discounts and commissions	$ 1.2072	$ 12,000,000
Proceeds, before expenses, to Catalent, Inc.	$ 39.0328	$ 388,000,006

The underwriters expect to deliver the shares against payment in New York, New York on or about July 27, 2018.

J.P. Morgan Morgan Stanley RBC Capital Markets BofA Merrill Lynch Wells Fargo Securities

Prospectus supplement dated July 24, 2018.

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Prospectus supplement

Prospectus

Neither we nor the underwriters have authorized anyone to provide you with information different from that contained in or incorporated by reference in this prospectus supplement, the accompanying prospectus or any free writing prospectus prepared by us or on our behalf. Neither we nor the underwriters take any responsibility for, or can provide any assurance as to the reliability of, any information other than the information contained or incorporated by reference in this prospectus supplement, the accompanying prospectus, or any free writing prospectus prepared by us or on our behalf. We and the underwriters are offering to sell, and seeking offers to buy, shares of our common stock only in jurisdictions where such offers and sales are permitted.

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You should assume that the information appearing or incorporated by reference in this prospectus supplement, the accompanying prospectus or any free writing prospectus prepared by us is accurate only as of their respective dates or on the date or dates which are specified in such documents, and that any information in documents that we have incorporated by reference is accurate only as of the date of such document incorporated by reference. Our business, financial condition, liquidity, results of operations, and prospects may have changed since those dates.

This document is in two parts. The first part is this prospectus supplement, which describes the terms of this offering of common stock and also adds to and updates information contained in the accompanying prospectus and the documents incorporated by reference into this prospectus supplement and the accompanying prospectus. The second part, the accompanying prospectus dated June 6, 2016, including the documents incorporated by reference therein, provides more general information. Generally, when we refer to this prospectus, we are referring to both parts of this document combined. To the extent there is a conflict between the information contained in this prospectus supplement, on the one hand, and the information contained in the accompanying prospectus or in any document incorporated by reference that was filed with the Securities and Exchange Commission (the SEC), before the date of this prospectus supplement, on the other hand, you should rely on the information in this prospectus supplement. If any statement in one of these documents is inconsistent with a statement in another document having a later date (for example, a document incorporated by reference in this prospectus supplement) the statement in the document having the later date modifies or supersedes the earlier statement.

Except where the context requires otherwise, references in this prospectus supplement to Catalent, the Company, we, us, and our refer to Catalent, Inc., together with its consolidated subsidiaries. In this prospectus supplement, when we refer to our fiscal years, which end on June 30, we say fiscal and the year number, as in fiscal 2017, which refers to our fiscal year ended June 30, 2017. The financial information included or incorporated by reference in this prospectus supplement does not reflect the results of operations of Cook Pharmica LLC for any period prior to the date of acquisition (October 23, 2017). We refer in this prospectus supplement to (i) our Annual Report on Form 10-K for fiscal 2017 as our 2017 Form 10-K, (ii) our Quarterly Reports on Form 10-Q for the fiscal quarters ended September 30, 2017, December 31, 2017 and March 31, 2018 as our 2018 Form 10-Qs, and (iii) our 2017 Form 10-K and 2018 Form 10-Qs as our SEC Reports.

Trademarks and service marks

We have U.S. or foreign registration in the following marks, among others: Clinicopia®, Easyburst®, Fastchain®, Follow the Molecule®, Galacorin®, GPEx®, Liqui-Gels®, OptiForm®, OptiGel®, OptiGel® Bio, OptiShell®, SMARTag®, SupplyFlex®, Vegicaps®, and Zydis®. This prospectus supplement also includes trademarks and trade names owned by other parties, and these trademarks and trade names are the property of their respective owners. We use certain other trademarks and service marks, including CosmoPod , PEEL-ID , OmegaZero , OptiPact , Pharmatek , Savorgel , Softdrop , and Zydis Ultra on an unregistered basis in the United States and abroad.

Solely for convenience, the trademarks, service marks, and trade names identified in this prospectus supplement may appear without the ® and symbols, but such references are not intended to indicate, in any way, that we will not assert, to the fullest extent under applicable law, our rights or the rights of the applicable licensors to these trademarks, service marks, and trade names.

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Summary

This summary highlights selected information contained or incorporated by reference in this prospectus supplement or the accompanying prospectus. It does not contain all of the information that you should consider before investing in shares of our common stock. You should carefully read this entire prospectus supplement and the accompanying prospectus, including the factors described or referred to under the heading Risk factors herein and in our SEC Reports, and the financial statements and related notes and other information incorporated by reference in this prospectus supplement and the accompanying prospectus, before making an investment decision.

Our company

We are the leading global provider of advanced delivery technologies and development solutions for drugs, biologics, and consumer and animal health products. Our oral, injectable, and respiratory delivery technologies address the full diversity of the pharmaceutical industry, including small molecules, biologics, and consumer and animal health products. Through our extensive capabilities and deep expertise in product development, we help our customers take products to market faster, including nearly half of new drug products approved by the U.S. Food and Drug Administration in the last decade. Our advanced delivery technology platforms, including those in our Softgel Technologies and Drug Delivery Solutions segments, our proven formulation, manufacturing, and regulatory expertise, and our broad and deep intellectual property enable our customers to develop more products and better treatments for patients and consumers. Across both development and delivery, our commitment to reliably supply our customers and their patients needs is the foundation for the value we provide; annually, we produce approximately 72 billion doses for nearly 7,000 customer products, or approximately 1 in every 20 doses of such products taken each year by patients and consumers around the world. We believe that through our investments in growth-enabling capacity and capabilities, our ongoing focus on operational and quality excellence, the sales of existing customer products, the introduction of new customer products, our innovation activities and patents, and our entry into new markets, we will continue to benefit from attractive and differentiated margins and realize the growth potential from these areas.

We continue to invest in our sales and marketing activities, leading to growth in the number of active development programs for our customers. This has further enhanced our extensive, long-duration relationships and long-term contracts with a broad and diverse range of industry-leading customers. In fiscal 2017, we did business with 85 of the top 100 branded drug marketers, 23 of the top 25 generics marketers, 23 of the top 25 biologics marketers, and 22 of the top 25 consumer health marketers globally. Selected key customers include Pfizer, Johnson & Johnson, GlaxoSmithKline, Novartis, Roche, and Teva. We have many long-standing relationships with our customers, where we tend to follow a prescription molecule through all phases of its lifecycle, from the development and launch of the original brand prescription, to generics or over-the-counter switch. A prescription pharmaceutical product relationship with an innovator will often last many years, in several cases, nearly two decades or more, extending from pre-clinical development through the end of the product s life cycle. We serve customers who require innovative product development, superior quality, advanced manufacturing, and skilled technical services to support their development and marketed product needs. Our broad and diverse range of technologies closely integrates with our customers molecules to yield final dose forms, and this generally results in the inclusion of Catalent in our customers prescription product regulatory filings. Both of these factors translate to long-duration supply relationships at an individual product level.

We believe our customers value us because our depth of development solutions and advanced delivery technologies, intellectual property, consistent and reliable supply, geographic reach, significant global scale,

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and substantial expertise enable us to create a broad range of business and product solutions that can be customized to fit their individual needs. Today, we employ approximately 1,600 scientists and technicians and hold approximately 1,100 patents and patent applications in advanced delivery, drug and biologics formulation, and manufacturing. The aim of our offerings is to allow our customers to bring more products to market faster and develop and market differentiated new products that improve patient outcomes. We believe our leading market position and diversity of customers, offerings, regulatory categories, products, and geographies reduce our exposure to potential strategic and product shifts within the industry.

We provide a number of proprietary, differentiated technologies, products, and service offerings to our customers across our advanced delivery technologies and development solutions platforms. The core technologies within our advanced delivery technologies platform include softgel capsules, our Zydis orally dissolving tablets, blow-fill-seal unit-dose liquids, and a range of other oral, injectable and respiratory technologies. The technologies and service offerings within our development solutions platform span the drug development process, ranging from our OptiForm Solutions Suite for bioavailability enhancement of early-stage molecules, and GPEx and SMARTag platforms for development of biologics and antibody-drug conjugates (ADCs), to formulation, analytical services, early-stage clinical development, and clinical trials supply, including our unique FastChain demand-led clinical supply solution. Our offerings serve a critical need in the development and manufacturing of difficult-to-formulate products across a number of product types.

We have advanced our technologies and grown our service offerings over more than 80 years through internal development, strategic alliances, in-licensing, and acquisitions. We initially introduced our softgel capsule technology in the 1930s and have continued to expand our range of new, technologically enhanced offerings. Since fiscal 2013, we have launched OptiShell, OptiMelt, Zydis Nano, Zydis Bio, and OptiPact. In fiscal 2016, we launched OptiForm Solutions Suite and our FastChain demand-led clinical supply solution. Also in 2016, our customers received regulatory approval for first-to-market products using our OptiShell technologies. We have also augmented our portfolio through six acquisitions since the beginning of fiscal 2015, including adding an ADC business through the completion of our acquisition of Redwood Bioscience in October 2014; and extending our particle engineering capabilities via our November 2014 acquisition of Micron Technologies. In fiscal 2017, we expanded our early development capabilities, including the addition of spray drying technology into our drug formulation and delivery technologies, through the acquisition of Pharmatek Laboratories, Inc. (now Catalent San Diego, Inc.) in September 2016, and we expanded our softgel development and manufacturing network via the February 2017 acquisition of Accucaps Industries Limited (now Catalent Ontario Limited). In fiscal 2018, we acquired Cook Pharmica LLC (now Catalent Indiana, LLC, Catalent Indiana) in order to enhance our biologics capabilities. In large part due to our acquisition of Catalent Indiana, revenue contributions from our biologics business have grown from approximately 10% in 2014 to approximately 26% in 2018. Recently, we announced an agreement to acquire Juniper Pharmaceuticals, Inc. to expand and strengthen our offerings in formulation development, bioavailability solutions, and clinical-scale oral dose manufacturing, and to complement our integrated global clinical and commercial supply network. See Recent developments for more information. We believe our own internal innovation, supplemented by current and future external partnerships and acquisitions, will continue to strengthen and extend our leadership positions in the delivery and development of drugs, biologics, and consumer and animal health products.

In fiscal 2017, we generated net revenue of $2,075.4 million, earnings from continuing operations of $109.8 million, Adjusted EBITDA of $450.0 million, and Adjusted Net Income of $185.6 million. For the nine months ended March 31, 2018, we generated net revenue of $1,778.1 million, earnings from continuing operations of $0.9 million, Adjusted EBITDA of $369.2 million, and Adjusted Net Income of $143.0 million. For a reconciliation of Catalent s Adjusted EBITDA and Adjusted Net Income to earnings from continuing operations,

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the most directly comparable financial measure under U.S. generally accepted accounting principles (U.S. GAAP), see Summary financial data.

For a description of our business, financial condition, results of operations and other important information regarding us, we refer you to our filings with the SEC incorporated by reference in this prospectus supplement and the accompanying prospectus. For instructions on how to find copies of these documents, see Where you can find more information.

We are a Delaware corporation. Our principal executive offices are located at 14 Schoolhouse Road, Somerset, New Jersey 08873, and our telephone number is (732) 537-6200. We maintain a website at www.catalent.com. The information contained on or accessible through our website neither constitutes part of this prospectus supplement nor is incorporated by reference herein.

Recent developments

Acquisition of Juniper Pharmaceuticals

On July 2, 2018, we entered into an agreement and plan of merger (the Merger Agreement) to acquire Juniper Pharmaceuticals, Inc. (Juniper), including its Nottingham, U.K.-based Juniper Pharma Services division. When combined with our existing industry-leading drug development and manufacturing capabilities in the U.S. and Europe, the acquisition of Juniper will expand and strengthen our offerings in formulation development, bioavailability solutions, and clinical-scale oral dose manufacturing, and will complement our integrated global clinical and commercial supply network.

On July 17, 2018, pursuant to the Merger Agreement, and upon its terms and subject to its conditions, we commenced a cash tender offer (the Juniper Offer) to acquire all of the issued and outstanding shares of common stock, par value $0.01 per share, of Juniper (Juniper Stock) at a price per share equal to $11.50, net to the seller in cash, without interest, subject to any required tax withholding. Our obligation to consummate the Juniper Offer is subject to the condition that we acquire a majority of the shares of Juniper Stock and other customary conditions. We currently expect the Juniper Offer to expire on August 13, 2018. After the completion of the Juniper Offer and the satisfaction or waiver of certain conditions, we intend to complete the transaction by acquiring the remainder of the shares of Juniper Stock at the same price through a merger with our newly formed, wholly owned subsidiary in accordance with Section 251(h) of the Delaware General Corporation Law (the Juniper Merger).

We estimate that we will need approximately $151 million to purchase shares of Juniper Stock tendered in the Juniper Offer, to consummate the Juniper Merger pursuant to the Merger Agreement, and to pay related fees and expenses, all of which we plan to pay using cash on hand. The Juniper Merger is subject to the successful consummation of the Juniper Offer, including our acquisition in the Juniper Offer of a majority of the shares of Juniper Stock, and other customary closing conditions. Neither the Juniper Offer nor the Juniper Merger is conditioned upon the closing of this offering. Likewise, the closing of this offering is not conditioned upon the consummation of either the Juniper Offer or the Juniper Merger, and there can be no assurance that we will consummate either the Juniper Offer or the Juniper Merger. The foregoing description of the Merger Agreement and the transactions contemplated thereby does not purport to be complete and is qualified in its entirety by reference to the Merger Agreement, which is filed as Exhibit 2.1 to Catalent s Current Report on Form 8-K filed on July 3, 2018.

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Segment reporting

Beginning with our Annual Report on Form 10-K to be filed with the SEC for the fiscal year ended June 30, 2018, we will change our financial reporting structure from three segments to four segments to align external reporting requirements with recent management structural and internal performance reporting changes.

In fiscal 2018, we engaged in a business reorganization of our Drug Delivery Solutions segment to better align our internal business unit structure with our Follow the Molecule strategy and the increased focus on our biologics-related offerings. Under the revised business unit structure, the businesses comprising our Softgel Technologies and Clinical Supply Services reporting segments have not changed, but we created two business units out of the businesses comprising our Drug Delivery Solutions reporting segment:

- Biologics and Specialty Drug Delivery, which encompasses biologic cell-line and drug substance manufacturing and development, blow-fill-seal unit-dose development and manufacturing, prefilled syringes, vials, and cartridges and other injectable formats (drug product manufacturing); analytical development and testing services for large molecules; and development and manufacturing for inhaled products for delivery via metered dose inhalers, dry powder inhalers, and intra-nasal sprays; and

- Oral Drug Delivery, which encompasses comprehensive formulation, analytical development and commercial manufacturing capabilities using advanced processing technologies such as bioavailability enhancement, modified release, particle size engineering; and taste-masking for solid oral dose forms.

Each of the two new business units report through a separate management team. As a result of this change in business units, we will separate the two business units into two reporting segments with the corresponding names beginning with our Annual Report on Form 10-K to be filed with the SEC for the fiscal year ended June 30, 2018. This revised structure will have no impact on our consolidated results of operations.

Preliminary unaudited results for the quarter and year ended June 30, 2018

The financial information presented below reflects certain preliminary financial results based upon information available to us as of the date of this prospectus supplement, is not a comprehensive statement of our financial results for the three months or the fiscal year ended June 30, 2018, has not been audited or reviewed by our independent registered public accounting firm and should not be viewed as a substitute for full, audited financial statements prepared in accordance with U.S. GAAP. Our actual reported results may differ materially from this preliminary financial information. During the course of the preparation of our audited consolidated financial statements and related notes, additional adjustments to the preliminary financial information presented below may be identified. Any such adjustment or other development arising between now and the time that we finalize our financial results may be material. Accordingly, you should not place undue reliance on this preliminary financial information.

The following table sets forth ranges for our estimated net revenue, earnings before income tax, EBITDA, other adjustments, Adjusted EBITDA and Adjusted Net Income per share for the three months ended June 30, 2018 and the fiscal year ended June 30, 2018. EBITDA, Adjusted EBITDA and Adjusted Net Income are not defined under U.S. GAAP, are not measures of operating income, operating performance, or liquidity presented in accordance with U.S. GAAP and are subject to important limitations. For definitions of EBITDA, Adjusted EBITDA and Adjusted Net Income, see Summary financial data. Certain columns that appear to be added in the table may not sum to the amounts indicated because the sums are derived independently from data not included in the table rather than the summing process indicated.

The closest comparable U.S. GAAP financial measure to our measures of EBITDA and Adjusted EBITDA is earnings from continuing operations, and the closest comparable U.S. GAAP financial measure to our measure

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of Adjusted Net Income is net earnings. We cannot currently estimate earnings from continuing operations and net earnings for the three months or the fiscal year ended June 30, 2018, primarily due to the complexity of the calculation of, and the fact that we have not yet completed our determination of, U.S. GAAP income tax expense/(benefit). Therefore, the following table reconciles our estimated and actual earnings before income tax to EBITDA, Adjusted EBITDA and Adjusted Net Income per share for the periods presented in this table.

	Three months ended		Fiscal year ended	
	2018 (estimated)	2017 (actual)	2018 (estimated)	2017 (actual)
(in millions, except per share data)				
Estimated net revenue	$ 683 - $686	$ 617	$ 2,461 - $2,464	$ 2,075
Estimated earnings before income tax	87 - 89	69	150 - 152	136
Estimated interest expense, net	31	23	112	90
Estimated depreciation and amortization	53	37	191	146
Estimated EBITDA	171 - 173	131	453 - 455	372
Estimated other adjustments	8	28	96	78
Estimated Adjusted EBITDA	$ 179 - 181	$ 159	$ 549 - 551	$ 450
Estimated depreciation expense	35	27	127	102
Estimated interest expense, net	30	23	111	90
Estimated pre-tax Adjusted Net Income (ANI)	114 - 116	109	311 - 313	258
Estimated ANI tax rate	25.5% - 27%	24%	25.5% - 27%	28%
Estimated ANI tax expense	30 - 31	26	80 - 84	72
Estimated Adjusted Net Income	$ 83 - 86	$ 83	$ 227 - 233	$ 186
Weighted average diluted share count(1)	135	127	133	127
Estimated ANI per share diluted	$ 0.62 - $0.64	$ 0.65	$ 1.71 - $1.75	$ 1.46

(1) Does not include the shares offered hereby.

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The following table sets forth ranges for our estimated segment revenue and estimated Segment EBITDA for the three months ended June 30, 2018 and the fiscal year ended June 30, 2018. Certain columns that appear to be added in the table may not sum to the amounts indicated because the sums are derived independently from data not included in the table rather than the summing process indicated.

	Three months ended		Fiscal year ended	
(in millions)	**2018 (estimated)**	**2017 (actual)**	**2018 (estimated)**	**2017 (actual)**
Softgel Technologies				
Estimated net revenue	$ 240 - 241	$ 257	$ 917 - 918	$ 855
Estimated Segment EBITDA	58 - 59	65	195 - 196	191
Drug Delivery Solutions				
Estimated net revenue	348 - 349	270	1,172 - 1,173	910
Estimated Segment EBITDA	110 - 111	91	319 - 320	242
Clinical Supply Services				
Estimated net revenue	106 - 111	99	429 - 430	349
Estimated Segment EBITDA	21 - 22	17	76 - 77	55
Estimated intersegment revenue elimination	(11 - 12)	(10)	(57 - 58)	(39)
Estimated unallocated costs	(18 - 19)	(43)	(137 - 138)	(116)
Estimated combined total				
Estimated net revenue	$ 683 - $686	$ 617	$ 2,461 - 2,464	$ 2,075
Estimated EBITDA	$ 171 - $173	$ 130	$ 453 - $455	$ 372

Discussion of estimated fourth quarter 2018 net revenue, Adjusted EBITDA, and Adjusted Net Income

We currently estimate that net revenue will be in the range of approximately $683 to $686 million for the three months ended June 30, 2018, which would represent an increase in the range of approximately $66 to $69 million, or approximately 11%, from the $617 million of net revenue we recorded for the three months ended June 30, 2017. The estimated growth in net revenue is primarily driven by contributions from our acquisition of Catalent Indiana in October 2017, which is included within our Drug Delivery Solutions segment. Excluding the impacts of acquisitions and foreign exchange fluctuations, we estimate net revenue in the current period will range from comparable to the prior-year period to a 1% decrease, primarily driven by a contractual settlement in the prior-year period within our Drug Delivery Solutions segment and a reduction in product participation revenue, partially offset by increased volume from our biologics offerings and increased end-market demand for products within our blow-fill-seal technology platform within our Drug Delivery Solutions segment.

We currently estimate that Adjusted EBITDA will be in the range of approximately $179 to $181 million for the three months ended June 30, 2018, which would represent an increase in the range of approximately $20 to $22 million, or approximately 13% to 14%, from the $159 million of Adjusted EBITDA we recorded for the three months ended June 30, 2017. The increase is primarily due to the contribution from our acquisition of Catalent Indiana in October 2017, which is included within our Drug Delivery Solutions segment. Excluding the impacts of acquisitions and foreign exchange fluctuations, we estimate an increase in Adjusted EBITDA of approximately 6% to 8%, primarily driven by increased volume from our biologics offerings and increased end-market demand for products within our blow-fill-seal technology platform within our Drug Delivery Solutions segment, partially offset by the timing of a contractual settlement in the prior-year period within our Drug Delivery Solutions segment and a reduction in product participation revenue.

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The estimated other adjustments of $8 million for the three months ended June 30, 2018 are primarily driven by acquisition- and integration-related costs and U.S. GAAP restructuring expenses, offset with unrealized foreign currency gains in the quarter.

We currently estimate that Adjusted Net Income will be in the range of approximately $83 to $86 million for the three months ended June 30, 2018, which is consistent with the $83 million we recorded in the three months ended June 30, 2017. Current period depreciation expense, interest expense and diluted share count are higher than the previous quarter due to the acquisition of Catalent Indiana in October 2017 and its related financings.

In the table above, Estimated ANI tax rate refers to both (i) the impact of the tax effect of adjustments to Adjusted Net Income, which is computed by applying the statutory tax rate in the jurisdictions where net revenue occurs to the income or expense items that are adjusted in the period presented, and (ii) discrete period income tax expense/(benefit) items, which are unusual or infrequently occurring items, primarily including changes in judgment related to the realizability of deferred tax assets in future years, changes in measurement of a prior-year tax position, the deferred tax impact of changes in tax law.

Discussion of estimated fiscal 2018 net revenue, Adjusted EBITDA, and Adjusted Net Income

We currently estimate that net revenue will be in the range of approximately $2,461 to $2,464 million for the fiscal year ended June 30, 2018, which would represent an increase in the range of approximately $386 to $389 million, or approximately 19%, from the $2,075 million of net revenue we recorded for the fiscal year ended June 30, 2017. The estimated growth in net revenue is primarily driven by contributions from recent acquisitions. We acquired Catalent Indiana in October 2017, which is included within our Drug Delivery Solutions segment, Accucaps in February 2017, which is included within our Softgel Technologies segment, and Pharmatek in September 2016, which is included within our Drug Delivery Solutions segment. Excluding the impact of acquisitions and foreign exchange, we estimate an increase in net revenue of approximately 4% to 5%, primarily driven by increased volume in our storage and distribution business and lower-margin comparator sourcing within our Clinical Supply Services segment and favorable end-market demand for products within our Drug Delivery Solutions segment, partially offset by a reduction in product participation revenue. This estimated increase is consistent with our target long-term growth rate range for organic revenue growth of 4% to 6%. This target is forward-looking, and subject to significant risks, uncertainties and contingencies, many of which are beyond our control, and for a discussion of some of these risks, uncertainties and contingencies, see Forward-looking statements herein.

We currently estimate that Adjusted EBITDA will be in the range of approximately $549 to $551 million for the fiscal year ended June 30, 2018, which would represent an increase in the range of approximately $99 to $101 million, or approximately 22%, from the $450 million of Adjusted EBITDA we recorded for the fiscal year ended June 30, 2017. This increase is primarily due to the contribution from the acquisitions of Catalent Indiana, Accucaps and Pharmatek discussed above. Excluding the impact of acquisitions, we estimate an increase in Adjusted EBITDA of approximately 3% to 4%, primarily driven by increased volume within our Clinical Supply Services segment as discussed above and favorable end-market demand for products within our biologics business within our Drug Delivery Solutions segment, partially offset by a reduction in product participation revenue and decreased EBITDA due to a prior-year contractual settlement within our Drug Delivery Solutions segment. This estimated increase, after accounting for foreign exchange fluctuations, is consistent with our target long-term growth rate range for organic Adjusted EBITDA growth of 6% to 8%. This target is forward-looking, and subject to significant risks, uncertainties and contingencies, many of which are beyond our control, and for a discussion of some of these risks, uncertainties and contingencies, see Forward-looking statements herein.