

DIVI'S LABORATORIES LIMITED

Hyderabad

PRESS RELEASE

Divi's Labs Q3 total income grows by 38% to Rs.152 crores

Divi's Laboratories has clocked a total income of Rs.152 crores and a PAT of Rs.31 crores on a consolidated basis for the 3rd Quarter ending 31st December, 2006. Income and PAT for the corresponding previous quarter during last year were Rs. 110 crores and Rs.19 crores respectively. While income grew by 38%, PAT grew by 66%. Results of the current quarter include operations from the SEZ Unit at Chippada, Bheemunipatnam. During the quarter, the company had a successful inspection by the US-FDA for its EOU and SEZ Units, and a Drug Master file was also filed with US-FDA for a generic product.

For the current 9-month period, Divi's earned a total income of Rs.482 crores and a PAT of Rs. 87 crores as against an income of Rs.262 cores and a PAT of Rs.48 crores during the corresponding previous period. Growth in total income for the period is 84% while the growth in PAT is 81%. An amount of Rs.18 crores has been charged as expense during the current 9-month period on account of Stock options.