

DIVI'S LABORATORIES LIMITED

Hyderabad

Press Release

Divi's Laboratories earns a Net of Rs.73 Crores for FY04

Divi's Laboratories has earned a net profit of Rs.73 Crores on a total income of Rs.317 Crores for the year ended 31st March, 2004. While the income has grown by 22%, Profit before Tax grew by 47% to Rs. 102 Crores. Tax provision accounted for Rs. 29 Crores as against Rs.14 Crores during the previous year. Net profit for the year grew by 33%.

For the current 4th quarter, the income and net profits were Rs. 102 Crores and Rs.22 Crores respectively. Income and net profits for the corresponding previous quarter of the last year were Rs. 65 Crores and Rs.19 Crores respectively. Divi's Board has approved the audited results for the year at its meeting held on 17th May, 2004. The Board has also recommended a dividend of Rs.8 per share for the year.

Divi's Manufacturing facility near Hyderabad was successfully inspected by US-FDA in May, 2004 without any observations. The previous inspection of the Facility of the company by FDA in the year 2000 was for 6 DMFs for marketing its products in USA. The company currently has 12 DMFs for the US market. The company has recently given a guidance of Rs.400 Crores of turnover for the FY05.

The Board of Directors have recommended a dividend of 80% on equity shares of Rs.10/- each for the year ended 31.03.2004 subject to approval of members.