

# **DIVI'S LABORATORIES LIMITED**

Hyderabad

## **PRESS RELEASE**

### **Divi's Laboratories earns a total income of Rs.392 crores in FY06**

Divi's Laboratories has earned total Income of Rs. 392 crores for the year ended 31<sup>st</sup> March, 2006. Income during the previous year was Rs.365 crores. Profit after Tax (PAT) is Rs.70 crores for the current year as against Rs. 66 crores during last year.

For the 4<sup>th</sup> quarter ending 31<sup>st</sup> March, 2006, the Company earned a PAT of Rs.23 crores on an Income of Rs.130 crores as against a PAT of Rs.23 crores on an income of Rs.115 crores during the corresponding previous quarter. The Board of Directors has recommended a dividend of 100% on equity shares of Rs.10/- each for the year ended 31.03.2006 subject to approval of members.

The company has incorporated two subsidiaries one in USA and the other in Switzerland for marketing active pharma ingredients and nutraceutical products and greater reach to customers within these regions. The Company has consolidated its accounts including the accounts of the subsidiaries. On a consolidated basis, the PAT for the year came to Rs.69.50 crores. Consolidated PAT for the 4<sup>th</sup> quarter is Rs.22 crores.

During the year, the company has formulated ESOP scheme and has granted stock options to eligible employees. As per the accounting guidelines, an amount of Rs.1.30 crores has been charged on account of Stock options to Staff cost during the year.

The company is implementing expansion projects for speciality ingredients, active pharma ingredients and custom synthesis products at Chippada, Bheemunipatnam and are expected to commence operations during 2006-07.