

DIVI'S LABORATORIES LIMITED

Hyderabad

PRESS RELEASE dated 30th October, 2009

Divi's Labs earns an Income of Rs.445 crores in H1 of FY10

Divi's Laboratories has earned a total income of Rs.445 crores on a consolidated basis for the half-year ended 30th September, 2009 as against an income of Rs.600 crores during the corresponding half year of FY09. Profit before Tax (PBT) for the half-year came to Rs.162 crores before exceptional items as against a PBT of Rs.249 crores for the corresponding half-year in the last year. However, Profit after Tax (PAT) for the current half-year came to Rs.89 crores due to the provisioning of Rs.54 crores made during the first quarter of the current year towards income-tax related to earlier years - as against a PAT of Rs. 230 crores during the corresponding half year of FY09.

Operations during the current half-year were affected due to the ongoing destocking of inventories by the company's customers across their supply chains to the lowest possible.