

**DISHMAN PHARMACEUTICALS AND CHEMICALS LIMITED**

Bhadr-Raj Chambers, Swastik Cross Roads, Navrangpura, Ahmedabad-380 009

UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED 30th SEPTEMBER, 2008

(Rupees in Lakhs)

| Sr. No. | PARTICULARS                                                                              | STANDALONE                |                                                              |                                                          |                                                               |                                           | CONSOLIDATED              |                                                              |                                                          |                                                               |                                           |
|---------|------------------------------------------------------------------------------------------|---------------------------|--------------------------------------------------------------|----------------------------------------------------------|---------------------------------------------------------------|-------------------------------------------|---------------------------|--------------------------------------------------------------|----------------------------------------------------------|---------------------------------------------------------------|-------------------------------------------|
|         |                                                                                          | 3 Months ended 30-09-2008 | Corresponding 3 months ended in the previous year 30-09-2007 | Year to Date figures for current Period ended 30-09-2008 | Year to date figures for the previous period ended 30-09-2007 | Previous accounting year ended 31-03-2008 | 3 Months ended 30-09-2008 | Corresponding 3 months ended in the previous year 30-09-2007 | Year to Date figures for current Period ended 30-09-2008 | Year to date figures for the previous period ended 30-09-2007 | Previous accounting year ended 31-03-2008 |
|         |                                                                                          | Unaudited                 | Unaudited                                                    | Unaudited                                                | Unaudited                                                     | Audited                                   | Unaudited                 | Unaudited                                                    | Unaudited                                                | Unaudited                                                     | Audited                                   |
| 1       | <b>a) Net Sales/Income From Operations</b>                                               | <b>9,163.30</b>           | <b>8,548.88</b>                                              | <b>20,165.22</b>                                         | <b>15,600.11</b>                                              | <b>35,920.03</b>                          | <b>25,202.09</b>          | <b>18,660.04</b>                                             | <b>48,789.22</b>                                         | <b>35,455.50</b>                                              | <b>80,307.62</b>                          |
|         | b) Other Operating Income                                                                | 3.92                      | 4.89                                                         | 30.72                                                    | 15.59                                                         | (872.89)                                  | 357.90                    | (302.76)                                                     | 391.24                                                   | 56.07                                                         | 135.90                                    |
|         | c) Income from Associates                                                                | -                         | -                                                            | -                                                        | -                                                             | -                                         | 2.39                      | 2.39                                                         | 2.33                                                     | 2.32                                                          | 0.56                                      |
|         | <b>Total Income (a+b+c)</b>                                                              | <b>9,167.22</b>           | <b>8,553.76</b>                                              | <b>20,195.94</b>                                         | <b>15,615.70</b>                                              | <b>35,047.14</b>                          | <b>25,562.38</b>          | <b>18,359.67</b>                                             | <b>49,182.79</b>                                         | <b>35,513.89</b>                                              | <b>80,444.08</b>                          |
| 2       | Expenditure                                                                              |                           |                                                              |                                                          |                                                               |                                           |                           |                                                              |                                                          |                                                               |                                           |
|         | a) (Increase)/Decrease in Stock in trade and work in progress                            | 116.12                    | (247.44)                                                     | (93.15)                                                  | (757.00)                                                      | (1,557.20)                                | 911.72                    | (1,192.39)                                                   | (162.51)                                                 | (1,534.23)                                                    | (2,159.12)                                |
|         | b) Consumption of Raw Materials                                                          | 3,339.15                  | 3,393.43                                                     | 7,535.78                                                 | 6,378.82                                                      | 12,543.56                                 | 6,977.75                  | 6,330.04                                                     | 13,508.99                                                | 10,645.73                                                     | 24,027.90                                 |
|         | c) Purchase of traded goods                                                              | 50.63                     | 1,283.50                                                     | 84.80                                                    | 2,410.42                                                      | 7,376.24                                  | 671.37                    | 1,497.06                                                     | 1,113.14                                                 | 3,392.92                                                      | 7,450.46                                  |
|         | d) Employee Cost                                                                         | 785.40                    | 736.55                                                       | 1,643.26                                                 | 1,320.67                                                      | 2,840.29                                  | 6,464.66                  | 4,620.62                                                     | 13,175.69                                                | 9,588.91                                                      | 21,539.92                                 |
|         | e) Depreciation                                                                          | 479.26                    | 418.76                                                       | 937.53                                                   | 831.22                                                        | 1,681.65                                  | 1,393.03                  | 1,109.72                                                     | 2,837.20                                                 | 2,003.12                                                      | 4,718.52                                  |
|         | f) Other Expenditure                                                                     | 1,956.62                  | 1,315.20                                                     | 3,400.77                                                 | 2,551.41                                                      | 5,510.88                                  | 5,194.43                  | 3,335.85                                                     | 9,540.67                                                 | 6,542.72                                                      | 14,161.54                                 |
|         | <b>g) Total</b>                                                                          | <b>6,727.17</b>           | <b>6,900.00</b>                                              | <b>13,508.98</b>                                         | <b>12,735.54</b>                                              | <b>28,395.42</b>                          | <b>21,612.96</b>          | <b>15,700.90</b>                                             | <b>40,013.18</b>                                         | <b>30,639.17</b>                                              | <b>69,739.22</b>                          |
| 3       | <b>Profit from Operations before Other Income, Interest and Exceptional Items (1-2)</b>  | <b>2,440.05</b>           | <b>1,653.76</b>                                              | <b>6,686.96</b>                                          | <b>2,880.16</b>                                               | <b>6,651.72</b>                           | <b>3,949.42</b>           | <b>2,658.77</b>                                              | <b>9,169.61</b>                                          | <b>4,874.72</b>                                               | <b>10,704.86</b>                          |
| 4       | Other Income                                                                             | 392.91                    | 205.66                                                       | 591.86                                                   | 310.03                                                        | 844.36                                    | 392.91                    | 205.66                                                       | 591.86                                                   | 310.03                                                        | 844.36                                    |
| 5       | <b>Profit before Interest and Exceptional Items (3+4)</b>                                | <b>2,832.96</b>           | <b>1,859.42</b>                                              | <b>7,278.82</b>                                          | <b>3,190.19</b>                                               | <b>7,496.08</b>                           | <b>4,342.33</b>           | <b>2,864.43</b>                                              | <b>9,761.47</b>                                          | <b>5,184.75</b>                                               | <b>11,549.22</b>                          |
| 6       | Interest & Financial Charges (Net)                                                       | 355.55                    | 148.17                                                       | 759.73                                                   | 306.65                                                        | 721.35                                    | 869.82                    | 716.54                                                       | 1,795.01                                                 | 1,327.58                                                      | 3,049.83                                  |
| 7       | <b>Profit after Interest but before Exceptional Items (5-6)</b>                          | <b>2,477.41</b>           | <b>1,711.25</b>                                              | <b>6,519.09</b>                                          | <b>2,883.54</b>                                               | <b>6,774.73</b>                           | <b>3,472.51</b>           | <b>2,147.89</b>                                              | <b>7,966.46</b>                                          | <b>3,857.17</b>                                               | <b>8,499.39</b>                           |
| 8       | Exceptional Items                                                                        | (655.79)                  | (90.43)                                                      | (1,663.33)                                               | 472.57                                                        | 486.43                                    | (3,101.22)                | 1,007.54                                                     | (4,746.50)                                               | 1,609.80                                                      | 3,785.68                                  |
| 9       | <b>Profit (+)/ Loss (-) from Ordinary Activities before tax (7+8)</b>                    | <b>1,821.62</b>           | <b>1,620.82</b>                                              | <b>4,855.76</b>                                          | <b>3,356.11</b>                                               | <b>7,261.16</b>                           | <b>371.29</b>             | <b>3,155.43</b>                                              | <b>3,219.96</b>                                          | <b>5,466.97</b>                                               | <b>12,285.07</b>                          |
| 10      | Tax expense                                                                              | 195.16                    | 269.41                                                       | 245.23                                                   | 430.53                                                        | 1,123.05                                  | 73.80                     | 322.37                                                       | 149.63                                                   | 494.77                                                        | 133.32                                    |
|         | - Current Tax net off MAT                                                                | 85.39                     | (35.13)                                                      | 85.39                                                    | -                                                             | 638.88                                    | 166.11                    | 17.48                                                        | 186.18                                                   | 63.90                                                         | 673.89                                    |
|         | - Deferred                                                                               | 103.77                    | 298.45                                                       | 147.81                                                   | 421.00                                                        | 459.95                                    | (98.37)                   | 298.47                                                       | (48.62)                                                  | 421.00                                                        | (565.10)                                  |
|         | - Fringe Benefit                                                                         | 6.01                      | 6.08                                                         | 12.03                                                    | 9.53                                                          | 24.22                                     | 6.06                      | 6.42                                                         | 12.07                                                    | 9.87                                                          | 24.53                                     |
| 11      | <b>Net Profit (+)/ Loss (-) from Ordinary Activities after tax (9-10)</b>                | <b>1,626.46</b>           | <b>1,351.41</b>                                              | <b>4,610.54</b>                                          | <b>2,925.58</b>                                               | <b>6,138.11</b>                           | <b>297.49</b>             | <b>2,833.06</b>                                              | <b>3,070.33</b>                                          | <b>4,972.20</b>                                               | <b>12,151.75</b>                          |
| 12      | a) Extraordinary Items (net of tax expense Rs.____)                                      | -                         | -                                                            | -                                                        | -                                                             | -                                         | -                         | -                                                            | -                                                        | -                                                             | -                                         |
|         | b) Prior Period Expenses                                                                 | 19.21                     | 6.26                                                         | 26.44                                                    | 7.05                                                          | 9.24                                      | 19.24                     | 17.84                                                        | 26.60                                                    | 7.38                                                          | 8.03                                      |
|         | c) Short provision of Income Tax                                                         | -                         | -                                                            | -                                                        | -                                                             | 173.06                                    | -                         | -                                                            | -                                                        | -                                                             | 173.04                                    |
| 13      | <b>Net Profit (+)/ Loss (-) for the period (11-12)</b>                                   | <b>1,607.25</b>           | <b>1,345.15</b>                                              | <b>4,584.10</b>                                          | <b>2,918.53</b>                                               | <b>5,955.81</b>                           | <b>278.25</b>             | <b>2,815.22</b>                                              | <b>3,043.73</b>                                          | <b>4,964.82</b>                                               | <b>11,970.68</b>                          |
| 14      | Paid -up Equity Share Capital (Face Value of Rs 2/- per equity share)                    | 1,613.94                  | 1,550.63                                                     | 1,613.94                                                 | 1,550.63                                                      | 1,593.68                                  | 1,613.94                  | 1,550.63                                                     | 1,613.94                                                 | 1,550.63                                                      | 1,593.68                                  |
| 15      | Reserves Excluding Revaluation Reserves as per balance sheet of previous accounting year | -                         | -                                                            | -                                                        | -                                                             | 43,607.26                                 | -                         | -                                                            | -                                                        | -                                                             | 52,641.13                                 |
| 16      | Basic and Diluted EPS (before & after Extraordinary Items)                               |                           |                                                              |                                                          |                                                               |                                           |                           |                                                              |                                                          |                                                               |                                           |
|         | Basic EPS (in Rs.Not annualised)                                                         | 1.99                      | 1.77                                                         | 5.69                                                     | 3.92                                                          | 7.81                                      | 0.33                      | 3.71                                                         | 3.76                                                     | 6.67                                                          | 15.70                                     |
|         | Diluted EPS (in Rs.Not annualised)                                                       | 1.98                      | 1.66                                                         | 5.64                                                     | 3.12                                                          | 7.35                                      | 0.32                      | 3.47                                                         | 3.73                                                     | 5.29                                                          | 14.75                                     |
| 17      | Public Shareholding                                                                      |                           |                                                              |                                                          |                                                               |                                           |                           |                                                              |                                                          |                                                               |                                           |
|         | - Number of Equity Shares                                                                | 31,727,086                | 28,561,290                                                   | 31,727,086                                               | 28,561,290                                                    | 30,719,063                                | 31,727,086                | 28,561,290                                                   | 31,727,086                                               | 28,561,290                                                    | 30,719,063                                |
|         | - Percentage of Shareholding                                                             | 39.32                     | 36.84                                                        | 39.32                                                    | 36.84                                                         | 38.55                                     | 39.32                     | 36.84                                                        | 39.32                                                    | 36.84                                                         | 38.55                                     |

| Segment wise Revenue ,Result and Capital Employed |                                                                                          |                              |                                                                 |                                                             |                                                                  |                                              | (Rupees in Lakhs)            |                                                                 |                                                             |                                                                  |                                              |
|---------------------------------------------------|------------------------------------------------------------------------------------------|------------------------------|-----------------------------------------------------------------|-------------------------------------------------------------|------------------------------------------------------------------|----------------------------------------------|------------------------------|-----------------------------------------------------------------|-------------------------------------------------------------|------------------------------------------------------------------|----------------------------------------------|
| Sr. No                                            | PARTICULARS                                                                              | 3 Months ended<br>30-09-2008 | Corresponding 3 months ended in the previous year<br>30-09-2007 | Year to Date figures for current Period ended<br>30-09-2008 | Year to date figures for the previous period ended<br>30-09-2007 | Previous accounting year ended<br>31-03-2008 | 3 Months ended<br>30-09-2008 | Corresponding 3 months ended in the previous year<br>30-09-2007 | Year to Date figures for current Period ended<br>30-09-2008 | Year to date figures for the previous period ended<br>30-09-2007 | Previous accounting year ended<br>31-03-2008 |
|                                                   |                                                                                          | Unaudited                    | Unaudited                                                       | Unaudited                                                   | Unaudited                                                        | Audited                                      | Unaudited                    | Unaudited                                                       | Unaudited                                                   | Unaudited                                                        | Audited                                      |
| <b>1</b>                                          | <b>Segment Revenue</b>                                                                   |                              |                                                                 |                                                             |                                                                  |                                              |                              |                                                                 |                                                             |                                                                  |                                              |
|                                                   | (a) CRAMS                                                                                | 6,923.25                     | 4,556.74                                                        | 15,772.76                                                   | 8,496.81                                                         | 18,784.82                                    | 17,752.18                    | 14,030.95                                                       | 35,999.88                                                   | 26,669.57                                                        | 60,162.09                                    |
|                                                   | (b) Marketable Molecules (MM)                                                            | 2,240.05                     | 3,992.14                                                        | 4,392.46                                                    | 7,103.30                                                         | 15,250.69                                    | 7,449.91                     | 4,629.09                                                        | 12,789.33                                                   | 8,785.93                                                         | 18,261.00                                    |
|                                                   | (c) Others                                                                               | -                            | -                                                               | -                                                           | -                                                                | 1,884.52                                     | -                            | -                                                               | -                                                           | -                                                                | 1,884.53                                     |
|                                                   | <b>Total</b>                                                                             | <b>9,163.30</b>              | <b>8,548.88</b>                                                 | <b>20,165.22</b>                                            | <b>15,600.11</b>                                                 | <b>35,920.03</b>                             | <b>25,202.09</b>             | <b>18,660.04</b>                                                | <b>48,789.21</b>                                            | <b>35,455.50</b>                                                 | <b>80,307.62</b>                             |
|                                                   | Less: Inter-segment Revenue                                                              | -                            | -                                                               | -                                                           | -                                                                | -                                            | -                            | -                                                               | -                                                           | -                                                                | -                                            |
|                                                   | <b>Net Sales /Income from Operation</b>                                                  | <b>9,163.30</b>              | <b>8,548.88</b>                                                 | <b>20,165.22</b>                                            | <b>15,600.11</b>                                                 | <b>35,920.03</b>                             | <b>25,202.09</b>             | <b>18,660.04</b>                                                | <b>48,789.21</b>                                            | <b>35,455.50</b>                                                 | <b>80,307.62</b>                             |
| <b>2</b>                                          | <b>Segment Results {(Profit)(+)/(Loss)(-) before tax and interest from each segment}</b> |                              |                                                                 |                                                             |                                                                  |                                              |                              |                                                                 |                                                             |                                                                  |                                              |
|                                                   | (a) CRAMS*                                                                               | 1,522.82                     | 1,131.17                                                        | 4,463.91                                                    | 2,373.87                                                         | 5,539.97                                     | (508.11)                     | 3,219.86                                                        | 2,371.43                                                    | 5,446.44                                                         | 13,038.71                                    |
|                                                   | (b) Marketable Molecules (MM)*                                                           | 261.44                       | 432.16                                                          | 559.72                                                      | 978.86                                                           | 1,294.80                                     | 1,354.68                     | 446.45                                                          | 2,050.11                                                    | 1,038.08                                                         | 1,030.92                                     |
|                                                   | (c) Others                                                                               | -                            | -                                                               | -                                                           | -                                                                | 303.38                                       | -                            | -                                                               | -                                                           | -                                                                | 420.91                                       |
|                                                   | <b>Total</b>                                                                             | <b>1,784.26</b>              | <b>1,563.33</b>                                                 | <b>5,023.63</b>                                             | <b>3,352.73</b>                                                  | <b>7,138.15</b>                              | <b>846.57</b>                | <b>3,666.31</b>                                                 | <b>4,421.54</b>                                             | <b>6,484.52</b>                                                  | <b>14,490.54</b>                             |
|                                                   | Less: i) Interest                                                                        | 355.55                       | 148.17                                                          | 759.73                                                      | 306.65                                                           | 721.35                                       | 869.82                       | 716.54                                                          | 1,795.01                                                    | 1,327.58                                                         | 3,049.83                                     |
|                                                   | ii) Other un-allocable expenditure net off un-allocable income                           | (392.91)                     | (205.66)                                                        | (591.86)                                                    | (310.03)                                                         | (844.36)                                     | (394.54)                     | (205.66)                                                        | (593.43)                                                    | (310.03)                                                         | (844.36)                                     |
|                                                   | <b>Total Profit Before Tax</b>                                                           | <b>1,821.62</b>              | <b>1,620.82</b>                                                 | <b>4,855.76</b>                                             | <b>3,356.11</b>                                                  | <b>7,261.16</b>                              | <b>371.29</b>                | <b>3,155.43</b>                                                 | <b>3,219.96</b>                                             | <b>5,466.97</b>                                                  | <b>12,285.07</b>                             |
| <b>3</b>                                          | <b>Capital Employed (Segment Assets-Segment liabilities)</b>                             |                              |                                                                 |                                                             |                                                                  |                                              |                              |                                                                 |                                                             |                                                                  |                                              |
|                                                   | (a) CRAMS                                                                                | 32,478.14                    | 12,844.57                                                       | 32,478.14                                                   | 12,844.57                                                        | 20,853.74                                    | 32,475.12                    | 27,720.91                                                       | 32,475.12                                                   | 27,720.91                                                        | 33,888.86                                    |
|                                                   | (b) Marketable Molecules (MM)                                                            | 7,027.67                     | 6,522.91                                                        | 7,027.67                                                    | 6,522.91                                                         | 6,779.06                                     | 20,878.16                    | 8,062.33                                                        | 20,878.16                                                   | 8,062.33                                                         | 7,736.83                                     |
|                                                   | (c) Others                                                                               | 15,209.12                    | 22,349.91                                                       | 15,209.12                                                   | 22,349.91                                                        | 20,552.79                                    | 14,053.33                    | 14,053.33                                                       | 14,053.33                                                   | 14,053.33                                                        | 18,157.70                                    |
|                                                   | <b>Total</b>                                                                             | <b>54,714.93</b>             | <b>41,717.39</b>                                                | <b>54,714.93</b>                                            | <b>41,717.39</b>                                                 | <b>48,185.59</b>                             | <b>67,406.61</b>             | <b>49,836.57</b>                                                | <b>67,406.61</b>                                            | <b>49,836.57</b>                                                 | <b>59,783.39</b>                             |
| * Includes Forex (Loss) / Gain                    |                                                                                          |                              |                                                                 |                                                             |                                                                  |                                              |                              |                                                                 |                                                             |                                                                  |                                              |
|                                                   |                                                                                          |                              |                                                                 |                                                             |                                                                  |                                              |                              |                                                                 |                                                             | On behalf of the Board                                           |                                              |
| Place: Ahmedabad                                  |                                                                                          |                              |                                                                 |                                                             |                                                                  |                                              |                              |                                                                 |                                                             | Janmejy R Vyas                                                   |                                              |
| Date: 24th October, 2008                          |                                                                                          |                              |                                                                 |                                                             |                                                                  |                                              |                              |                                                                 |                                                             | Managing Director                                                |                                              |