

**Regd. Office: No. 201 Devavrata, Sector 17, Vashi, Navi Mumbai 400 705.**  
**Corp. Office: "Strides House", Billekahalli, Bannerghatta Road, Bangalore-560 076.**  
**UNAUDITED FINANCIAL RESULTS**

**FOR THE QUARTER ENDED JUNE 30, 2006**

(Rs.in mio)

Sl. No.	Particulars	UNAUDITED				AUDITED
		3 Months ended 30.06.2006	3 Months ended 30.06.2005	6 Months ended 30.06.2006	6 Months ended 30.06.2005	12 Months ended 31.12.2005
1	Net Sales / Income from Operations	1,001.43	787.23	2,080.60	1,483.32	3,310.72
2	Other Income	0.00	0.89	0.09	2.57	27.12
	<b>Total Income</b>	<b>1,001.43</b>	<b>788.12</b>	<b>2,080.69</b>	<b>1,485.89</b>	<b>3,337.84</b>
3	Total Expenditure	873.64	604.38	1,725.97	1,170.92	2,552.20
	(a) (Increase) / decrease in stock in trade	(43.98)	(56.26)	(65.65)	(69.53)	(55.80)
	(b) Consumption of materials	584.34	415.39	1,158.87	790.95	1,542.04
	(c) Staff cost	79.25	63.66	160.68	118.26	277.25
	(d) Other Expenditure	254.03	181.59	472.07	331.24	788.71
4	<b>Profit before interest, depreciation &amp; taxation (1+2-3)</b>	<b>127.79</b>	<b>183.74</b>	<b>354.72</b>	<b>314.97</b>	<b>785.64</b>
5	Interest	45.35	48.57	87.94	94.97	174.09
6	Depreciation	38.67	32.41	76.54	58.54	124.70
7	<b>Profit before taxation (4-5-6)</b>	<b>43.77</b>	<b>102.76</b>	<b>190.24</b>	<b>161.46</b>	<b>486.85</b>
8	Provision for Taxation - Current tax	0.00	21.25	13.43	(12.97)	24.03
	- Deferred tax	(7.00)	(11.20)	30.50	12.20	(2.30)
	- Fringe Benefit Tax	1.99	0.60	3.49	0.60	4.03
9	<b>Profit after taxation (7-8)</b>	<b>48.78</b>	<b>92.11</b>	<b>142.82</b>	<b>161.63</b>	<b>461.09</b>
10	Paid-up Equity Share Capital (Face value of Rs.10/-each)	349.54	349.54	349.54	349.54	349.54
11	Reserves excluding revaluation reserves					2,536.20
12	Basic & Diluted EPS (Rs.) (Not Annualised)					
	(a) Basic EPS	1.16	2.63	3.61	4.64	12.73
	(b) Diluted EPS	1.13	2.63	3.53	4.40	11.53
13	Non-Promoters' shareholding					
	(a) Number of shares	<b>28,374,028</b>	<b>28,043,878</b>	<b>28,374,028</b>	<b>28,043,878</b>	<b>27,832,676</b>
	(b) Percentage of shares	81.18%	80.23%	81.18%	80.23%	79.63%

**Notes :**

- The above results for the standalone company were reviewed by the Audit Committee and taken on record by the Board of Directors at their meeting held on July 26, 2006.
- The statutory auditors have carried out the limited review of the standalone unaudited results.
- During the quarter,
  - The Company increased its investments in its subsidiary Strides Inc ,USA by Rs.67 Million
  - Strides Arcolab UK Limited ( a wholly owned subsidiary of Strides Arcolab International Ltd ), became the ultimate wholly owned subsidiary of the Company.
- The Company operates exclusively in the Pharmaceuticals business segment.
- Investor grievances received and disposed during the quarter ended June 30, 2006
  - Pending complaints at the beginning of the quarter - Nil
  - No. of Complaints received - 54
  - Complaints disposed - 54
  - Complaints unresolved - Nil
- Previous years figures have been recast / restated wherever necessary to conform to the current classifications.

For and on behalf of the Board

Sd/-  
**K.R.Ravishankar**  
 Executive Director

Bangalore, July 26 , 2006

**UNAUDITED CONSOLIDATED FINANCIAL RESULTS**  
**FOR THE QUARTER ENDED JUNE 30, 2006**

(Rs.in mio)

Sl. No.	Particulars	UNAUDITED			AUDITED
		3 Months ended 30.06.2006	3 Months ended 30.06.2005	6 Months ended 30.06.2006	12 Months ended 31.12.2005
1	Net Sales / Income from Operations	1,672.92	1,243.53	2,999.55	5,237.18
2	Other Income	8.74	68.01	72.98	89.26
	<b>Total Income</b>	<b>1,681.66</b>	<b>1,311.54</b>	<b>3,072.53</b>	<b>5,326.44</b>
3	Total Expenditure	1,459.45	992.67	2,527.10	4,167.67
	(a) (Increase) / decrease in stock in trade	(34.28)	(34.13)	(95.50)	(11.92)
	(b) Consumption of materials	829.58	509.89	1,336.14	2,094.26
	(c) Staff cost	262.82	192.20	518.49	819.03
	(d) Other Expenditure	401.33	324.71	767.97	1,266.30
4	<b>Profit before interest, depreciation &amp; taxation (1+2-3)</b>	<b>222.21</b>	<b>318.87</b>	<b>545.43</b>	<b>1,158.77</b>
5	Interest	82.21	96.82	158.15	330.75
6	Depreciation & amortisation	81.97	56.39	160.77	235.75
7	<b>Profit before taxation (4-5-6)</b>	<b>58.03</b>	<b>165.66</b>	<b>226.51</b>	<b>592.27</b>
8	Provision for Taxation - Current tax	3.61	21.25	28.00	47.72
	- Deferred tax	(7.00)	(14.82)	30.50	(17.50)
	- Fringe benefit tax	2.69	0.60	4.31	4.03
9	<b>Profit after taxation (7-8)</b>	<b>58.73</b>	<b>158.63</b>	<b>163.70</b>	<b>558.02</b>
	(a) Share of Minority Interest	(3.78)	(22.88)	(19.06)	(74.29)
	(b) Share in associate	-	-	-	1.91
10	<b>Consolidated Profit after Minority Interest &amp; Share from Associate</b>	<b>54.95</b>	<b>135.75</b>	<b>144.64</b>	<b>485.64</b>
11	Basic & Diluted EPS (Rs.) (Not Annualised)				
	(a) Basic EPS	1.33	3.98	3.66	13.43
	(b) Diluted EPS	1.31	3.76	3.59	12.17