

UNAUDITED FINANCIAL RESULTS
FOR THE SECOND QUARTER ENDED 30TH JUNE, 2008

(Rs. in Lacs)

| Sr. No. | Particulars | Quarter Ended 30/06/2008 | Corresponding Quarter Ended 30/06/2007 | SIX Months Ended 30/06/2008 | Corresponding SIX Months Ended 30/06/2007 | For the year ended 31/12/2007 |
|---------|---|--------------------------|--|-----------------------------|---|-------------------------------|
| | | Unaudited | Unaudited | Unaudited | Unaudited | Audited |
| 1 | Net Sales/Income from Operations | 27,694.29 | 22,706.31 | 54,597.90 | 40,109.60 | 91,084.76 |
| 2 | Other Income | 350.43 | 247.65 | 568.85 | 479.68 | 995.84 |
| 3 | Total Income (1+2) | 28,044.72 | 22,953.96 | 55,166.75 | 40,589.28 | 92,080.60 |
| 4 | Expenditure | | | | | |
| | a) Increase/decrease in stock in trade and work in progress | (339.01) | (2,831.79) | (2,037.08) | (3,246.57) | (5,746.29) |
| | b) Consumption of raw materials | 10,015.42 | 10,795.23 | 20,802.60 | 16,746.76 | 37,352.61 |
| | c) Employees Cost | 860.87 | 477.92 | 1,703.23 | 936.78 | 2,437.42 |
| | d) Depreciation | 2,557.33 | 2,018.21 | 5,019.79 | 3,933.94 | 8,625.97 |
| | e) Other expenditure | 5,023.61 | 3,948.81 | 9,975.91 | 7,131.50 | 16,175.81 |
| | f) Total | 18,118.22 | 14,408.38 | 35,464.45 | 25,502.41 | 58,845.52 |
| 5 | Interest | 1,068.41 | 965.86 | 2,241.19 | 2,019.37 | 4,135.20 |
| 6 | Profit(+)/Loss (-) from Ordinary Activities before tax (3) - (4+5) | 8,858.09 | 7,579.72 | 17,461.11 | 13,067.50 | 29,099.88 |
| 7 | Tax expense | | | | | |
| | a) Current | 1,000.00 | 800.00 | 1,950.00 | 1,365.00 | 3,150.00 |
| | b) Deferred | 1,850.00 | 1,625.00 | 3,700.00 | 2,575.00 | 6,350.00 |
| | c) Fringe Benefit | 12.00 | 6.00 | 23.00 | 11.87 | 40.00 |
| | d) Total | 2,862.00 | 2,431.00 | 5,673.00 | 3,951.87 | 9,540.00 |
| 8 | Net Profit (+)/Loss (-) from Ordinary Activities after tax (6-7) | 5,996.09 | 5,148.72 | 11,788.11 | 9,115.63 | 19,559.88 |
| 9 | Extraordinary Items | 283.16 | 320.11 | 566.32 | 481.40 | 1,010.76 |
| 10 | Net Profit (+)/Loss (-) for the period (8-9) | 5,712.93 | 4,828.61 | 11,221.79 | 8,634.23 | 18,549.12 |
| 11 | Prior year adjustment | 0.00 | 0.00 | 0.00 | 0.00 | 178.59 |
| 12 | Profit available for appropriation | 5,712.93 | 4,828.61 | 11,221.79 | 8,634.23 | 18,370.53 |
| 13 | Paid-up equity share capital (Face Value of Re.1/- per share) | 2,340.22 | 2,259.05 | 2,340.22 | 2,259.05 | 2,294.76 |
| 14 | Reserves excluding Revaluation Reserves as per balance sheet of previous accounting year. | | | | | 126,895.57 |
| 15 | Earnings Per Share (EPS) | | | | | |
| | a) Basic and diluted EPS before Extraordinary items for the period, for the year to date and for the previous year (not to be annualized) on F.V of Re.1/- per share. | 2.56 | 2.28 | 5.04 | 4.04 | 8.52 |
| | b) Basic and diluted EPS after Extraordinary items for the period, for the year to date and for the previous year (not to be annualized) on F.V of Re.1/- per share. | 2.44 | 2.14 | 4.80 | 3.82 | 8.08 |
| 16 | Public Shareholding | | | | | |
| | - Number of shares | 117,491,690 | 120,436,547 | 117,491,690 | 120,436,547 | 124,007,515 |
| | - Percentage of shareholding | 50.21% | 53.31% | 50.21% | 53.31% | 54.04% |

Notes:

- The company's operations fall under single segment hence segment reporting as defined in Accounting Standard 17 is not applicable.
- The above financial results were reviewed by the audit committee and taken on record by the Board of Directors at its meeting held on 31st July 2008.
- The Statutory Auditors have carried out a limited review of the financial results for the quarter ended 30th June, 2008
- During the Quarter the Company has issued 4,546,175 equity shares of Re.1/- each pursuant to conversion of FCCBs.
- The number of investor complaints for the quarter ended on 30th June, 2008 were : Opending - 3, Received - 17, Disposed off - 17, and Balance - 3.

For and on Behalf of
STERLING BIOTECH LIMITED

Place : Mumbai
Date : 31st July, 2008

Chetan J. Sandesara
Jt. Managing Director