



J. B. Chemicals & Pharmaceuticals Limited

Press Release

BSE Scrip Code: 506943

NSE Symbol: JBCHEPHARM

Mumbai, January 28, 2010: J.B. Chemicals & Pharmaceuticals Ltd. (JBCPL) today announced its unaudited financial results for the third quarter ended on December 31, 2009. The highlights of these results are as under:

Q 3 PBT Rs. 37.64 croresUp by 122.60% over the same quarter last year.

Q 3 PAT Rs. 29.56 crores..... Up by 107.59% over the same quarter last year.

EPS (FV Rs. 2) Rs. 3.51 Up by 107.69% over the same quarter last year.

Despite the lower sales at Rs. 198.07 crores during the quarter (Rs. 219.97 crores in Q3 previous year), which were affected due to lower exports, the company achieved higher profits due to stringent cost control measures. Though the sales for the nine months ended December 2009 at Rs. 504.34 crores (Rs. 567.99 crores during nine months ended Dec. 2008) were lower due to lower exports to the company's key market i.e. Russia/ CIS countries, PBT at Rs. 89.74 crores and PAT at Rs. 74.02 crores were higher by 12.99% and 11.56% respectively over the same period last year.

The company continued to consolidate its operations in international market consequent to challenges posed by the economic slow down and was completely focused to protect the bottom line. However, during the nine months ended December 2009, exports to Rest of the world markets achieved reasonable growth. In the domestic market, the key focus brands continued to grow and the company achieved good growth in sales of focus brands during the said nine months. The consolidation of domestic operations initiated during the year has produced positive results and the company would take some time to firm its foothold to achieve sustainable growth rate. The strategic investment made in Biotech Laboratories (Pty.) Ltd. of South Africa will help increase sales in lucrative South African market.

The company's vigorous cost control measures has helped reduce expenses significantly, while the stringent receivables and inventory management coupled with control over expenses resulted in 55.43% lower interest cost during the quarter. The company continues to follow these measures to protect the bottom line for the year.

For most part of the current year, the international business scenario remained challenging and consequently the company's overall exports have been affected during the year. However, the company has been now experiencing improvement in the business environment abroad and expects stability in operations in international market. The company would continue to follow aggressive marketing strategies both in domestic and international market to improve the top line. The number of efficiency oriented measures taken during the year has helped sustain stakeholder value and the company would continue to follow them along with aggressive marketing initiatives.

The detailed financial results for quarter ended on December 31, 2009 may be viewed on the company's website.

About JBCPL:

JBCPL, one of India's leading pharmaceutical companies, manufactures & markets a diverse range of pharmaceutical formulations, herbal remedies and API's. JBCPL exports to many countries worldwide with a strong presence in Russia, Ukraine and the other CIS countries. The Company continues to invest in growing its share in the regulated markets in USA, Europe and Australia. JBCPL has a strong R & D set-up for development of NDDS formulations, filing of DMF's and ANDA's. Its State-of-the-Art Manufacturing facilities are approved by renowned international regulatory authorities.

For more information on JBCPL visit our website at www.jbcpl.com. For more details, you may contact:

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Forward Looking Statements:

This Press Release may contain Forward Looking Statements regarding future events and future performance of J.B. Chemicals & Pharmaceuticals Ltd. that involve risks and uncertainties that could cause actual results to differ materially from those that may be indicated by such statements.

