



**Performance Highlights for the Third Quarter ending
31st December 2006**

**RADICO KHAITAN LIMITED
POSTS A NET PROFIT GROWTH AFTER TAX OF 22.3 %**

Highlights of the Quarter:

- FIPB (Foreign Investment Promotion Board) approval has been received and Share holder agreement has been signed to form the Joint Venture - Diageo Radico Distilleries Pvt. Ltd. between Radico Khaitan and Diageo, the world's leading premium Drinks Company with iconic brands such as Johnnie Walker and Smirnoff in its portfolio
- The 50:50 joint venture is to exploit the large and developing Indian made foreign liquor (IMFL) segment
- Magic Moments Vodka has become the fastest growing Vodka brand in the country

New Delhi, January 31, 2007: Radico Khaitan Limited, India's second largest liquor manufacturer today announced its unaudited third quarter results for the financial year 2006-07.

The company has registered an impressive growth in profits with net profit figures of Rs 39.55 crore as compared to Rs 32.33 crore for the same period last year. The turnover has gone up from Rs 867.72 crore to Rs. 1133.76 crore registering a growth of 31%.

Speaking on the occasion Mr. Lalit Khaitan, Chairman & Managing Director, Radico Khaitan Limited said, "We are very pleased with our growth as it validates our strategy of providing the best product at the right price. We are looking forward to replicate our success with the new brand that we are planning to launch shortly along with Diageo."

Mr. Abhishek Khaitan, Managing Director, Radico Khaitan Limited said, "With brand launches in new markets and sustained campaigns for our recently launched brands, Radico Khaitan is powering ahead in various categories and segments. Magic Moments Vodka has already become the fastest growing brand in the country and we are aiming for the top."

The EPS for the period stands at Rs 5.47 compared to Rs 4.47 for corresponding results last Nine Months.

UNAUDITED FINANCIAL RESULTS (PROVISIONAL) FOR THE NINE-MONTH ENDED 2006-07 AND THREE MONTH ENDED

(Rs. in Crores)

| | Year ended 31.3.2006 (Audited) | Nine-month Ended 31.12.2006 | Nine-month ended 31.12.2005 | Increase In Growth % | Three-month ended 31.12.2006 | Three-month ended 31.12.2005 | Increase In Growth % |
|--------------------------------------------------------------------------------------|---------------------------------------|-----------------------------|-----------------------------|-----------------------------|------------------------------|------------------------------|-----------------------------|
| Sales (Including Tie-up units sales) | 1135.39 | 1133.76 | 867.72 | 30.66 | 418.11 | 304.24 | 37.43 |
| Profit before Depreciation And Tax | 63.45 | 58.56 | 46.22 | 26.70 | 19.43 | 17.90 | 8.57 |
| Profit after Tax | 45.03 | 39.55 | 32.33 | 22.31 | 13.20 | 12.63 | 4.49 |
| Less: Adjustment of Prior period deferred marketing expenses | 4.93 | 5.92 | 3.70 | - | .71 | 1.23 | - |
| EPS (in Rs.) (Annualised) (Before charging prior period deferred marketing expenses) | 4.67 | 5.47 | 4.47 | 22.37 | 5.48 | 5.24 | 4.58 |

About Radico Khaitan Ltd:

Radico has three brands in the Millionaire Club Survey of Drinks International (U.K based trade magazine). Old Admiral Brandy & 8 PM Whisky were adjudged as the fastest growing brands in the world in their respective segments (2005) by Drinks International. Radico has the most awarded brands for Quality in its portfolio (2006)- Magic Moments Vodka, Old Admiral Rum, 8 PM Bermuda Rum, Old Admiral Brandy, Contessa Rum, 8 PM Excellency Brandy, Whytehall Whisky & 8 PM Whisky (Monde Selection –Brussels & International Spirits Challenge-U.K)

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