



29th July, 2024

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|---|--|
| <p>1. Corporate Relationship Department
BSE Limited,
Phiroze Jeejeebhoy Towers,
Dalal Street,
Mumbai - 400001.</p> | <p>2. Manager – Listing
National Stock Exchange of India Ltd.
Exchange Plaza, C-1, Block G,
Bandra Kurla Complex, Bandra (E),
Mumbai - 400 051.</p> |
|---|--|

Sub.: Outcome of the Board Meeting of Kansai Nerolac Paints Limited held on 29th July, 2024

Ref.: 1. Regulation 30 (read with Schedule III - Part A), Regulation 33 and other applicable provisions of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015

2. BSE Scrip Code - 500165, NSE Symbol - KANSAINER

Dear Sirs,

This is to inform you that the Board of Directors of Kansai Nerolac Paints Limited has, in its meeting held today i.e. on Monday, 29th July, 2024, *inter alia* considered and approved the following:

- (i) Unaudited Standalone and Consolidated Financial Results of the Company for the quarter ended 30th June, 2024 (“Unaudited Financial Results”).
- (ii) Allotment of 1,865 Equity Shares of Re.1 each of the Company pursuant to exercise of Restricted Stock Units granted under the Kansai Nerolac Paints Limited – Restricted Stock Units Plan, 2022.
The paid-up share capital of the Company has accordingly increased from Rs. 80,83,79,580 (80,83,79,580 shares of Re.1 each) to Rs. 80,83,81,445 (80,83,81,445 shares of Re.1 each).
- (iii) Appointment of Mr. Hirokazu Kotera (holding Director Identification Number 10707431) with effect from 1st August, 2024, for a period of 3 years as Whole-time Director designated as Executive Director. This appointment of Mr. Kotera is subject to the approval of the Shareholders. Further, the details as required under SEBI Listing Regulations and SEBI Circular No. CIR/CFD/CMD/4/2015 dated 9th September, 2015 read with SEBI Circular No. SEBI/HO/CFD/CFD-PoD-1/P/CIR/2023/123 dated 13th July, 2023 is enclosed herewith as **Annexure A**.

The Board Meeting commenced at 10.45 a.m. and concluded at 2.35 p.m.

KANSAI NEROLAC PAINTS LIMITED

Registered Office : 28th Floor, A-wing, Marathon Futorex, N. M. Joshi Marg, Lower Parel, Mumbai - 400 013, India T: +91 22 4060 2500/2501 | www.nerolac.com
CIN: L24202MH1920PLC000825



Further, pursuant to the applicable provisions of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 (“SEBI Listing Regulations”), please find enclosed herewith:

- (i) the Unaudited Financial Results for the quarter ended 30th June, 2024; and
- (ii) Limited Review Report dated 29th July, 2024, issued by the Statutory Auditors of the Company with respect to the Unaudited Financial Results and taken on record by the Board of Directors of the Company.

A press release on the Unaudited Financial Results is also enclosed herewith.

Necessary arrangements have been made for publishing the Unaudited Financial Results in the newspapers, in the prescribed formats, in terms of Regulation 47 of SEBI Listing Regulations.

For **KANSAI NEROLAC PAINTS LIMITED**

G. T. GOVINDARAJAN
COMPANY SECRETARY

Independent Auditor's Review Report on the Quarterly and Year to Date Unaudited Standalone Financial Results of the Company Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended
**Review Report to
 The Board of Directors
 Kansai Nerolac Paints Limited**

1. We have reviewed the accompanying statement of unaudited standalone financial results of Kansai Nerolac Paints Limited (the "Company") for the quarter ended June 30, 2024 (the "Statement") attached herewith, being submitted by the Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended (the "Listing Regulations").
2. The Company's Management is responsible for the preparation of the Statement in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34, (Ind AS 34) "Interim Financial Reporting" prescribed under Section 133 of the Companies Act, 2013 as amended, read with relevant rules issued thereunder and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations. The Statement has been approved by the Company's Board of Directors. Our responsibility is to express a conclusion on the Statement based on our review.
3. We conducted our review of the Statement in accordance with the Standard on Review Engagements (SRE) 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity" issued by the Institute of Chartered Accountants of India. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the Statement is free of material misstatement. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.
4. Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the recognition and measurement principles laid down in the aforesaid Indian Accounting Standards ('Ind AS') specified under Section 133 of the Companies Act, 2013 as amended, read with relevant rules issued thereunder and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of the Listing Regulations, including the manner in which it is to be disclosed, or that it contains any material misstatement.

For S R B C & CO LLP
 Chartered Accountants
 ICAI Firm registration number: 324982E/E300003



per Anil Jobanputra
 Partner
 Membership No.: 110759



UDIN: 24110759BKEBBY8163

Place: Mumbai
 Date: July 29, 2024

KANSAI NEROLAC PAINTS LIMITED

Registered Office: 28th Floor, A - Wing, Marathon Futurex, N. M. Joshi Marg, Lower Parel, Mumbai - 400 013
 Tel: +91-22-40602500; e-mail: investor@nerolac.com
 Website: www.nerolac.com CIN: L24202MH1920PLC000825

STATEMENT OF UNAUDITED STANDALONE FINANCIAL RESULTS FOR THE QUARTER ENDED 30 JUNE 2024

₹ in Crores

Sr. No.	Particulars	For the quarter ended			For the year ended
		30.06.2024	31.03.2024	30.06.2023	31.03.2024
		(Unaudited)	(Audited) Refer Note 2	(Unaudited)	(Audited)
1	Income				
	Revenue from Operations	2050.35	1661.70	2071.17	7393.30
	Other Income	38.35	32.04	16.35	93.11
	Total Income	2088.70	1693.74	2087.52	7486.41
2	Expenses				
a.	Cost of Materials Consumed	1091.28	1032.72	1072.02	4287.76
b.	Purchase of Stock-in-Trade	122.31	122.64	123.88	483.72
c.	Changes in Inventories of Finished Goods, Work-in-Progress and Stock-in-Trade	78.16	(71.13)	144.05	(1.75)
d.	Employee Benefits Expense	112.13	104.80	95.68	401.76
e.	Finance Costs	3.37	3.15	2.92	12.46
f.	Depreciation and Amortisation Expense	45.98	45.78	42.75	179.96
g.	Other Expenses	312.06	293.53	301.64	1198.93
	Total Expenses	1765.29	1531.49	1782.94	6562.84
3	Profit before exceptional items and tax	323.41	162.25	304.58	923.57
4	Exceptional items	-	(19.00)	661.25	642.25
5	Profit before tax	323.41	143.25	965.83	1565.82
6	Tax Expense				
a.	Current Tax	82.86	38.68	219.83	366.86
b.	Deferred Tax	(0.55)	3.03	2.17	16.09
	Total Tax Expense	82.31	41.71	222.00	382.95
7	Profit for the Period	241.10	101.54	743.83	1182.87
8	Other Comprehensive Income				
	(i) Items that will not be reclassified to Statement of Profit and Loss	(0.70)	(5.30)	0.09	(5.04)
	(ii) Income tax on item that will not be reclassified to Statement of Profit and Loss	0.16	1.34	(0.02)	1.27
9	Other Comprehensive Income (net of tax)	(0.54)	(3.96)	0.07	(3.77)
10	Total Comprehensive Income	240.56	97.58	743.90	1179.10
11	Paid up Equity Share Capital (Face value of ₹ 1 each)	80.84	80.84	53.89	80.84
12	Other Equity				5572.28
13	Earnings Per Equity Share [before exceptional items (net of tax)] (of ₹1 each) (not annualised)				
a.	Basic	2.98	1.43	2.77	8.38
b.	Diluted	2.98	1.43	2.77	8.37
14	Earnings Per Equity Share [after exceptional items (net of tax)] (of ₹1 each) (not annualised)				
a.	Basic	2.98	1.25	9.20	14.63
b.	Diluted	2.98	1.25	9.19	14.62

SIGNED FOR IDENTIFICATION
 BY 
 S R B C & CO LLP
 MUMBAI



Notes:

- 1 The above unaudited standalone financial results have been reviewed by the Audit Committee and approved by the Board of Directors at their meetings held on 29th July 2024. The statutory auditors have expressed an unqualified review opinion. The review report has been filed with stock exchange and is available on the Company's website.
- 2 The figures for the quarter ended 31st March 2024 are the balancing figures between audited figures in respect of full financial year and the limited reviewed published year to date figures up to the third quarter ended 31st December, 2023 of the financial year ended 31st March 2024.
- 3 The Standalone financial results are prepared in accordance with Indian Accounting Standards ("Ind AS"), the provisions of the Companies Act, 2013 ("the Act"), as applicable and guidelines issued by the Securities and Exchange Board of India ("SEBI"). The Ind AS are prescribed under Section 133 of the Act read with Rule 3 of the Companies (Indian Accounting Standards) Rules, 2015 and Companies (Indian Accounting Standards) Amendment Rules, 2016.
- 4 As the Management Committee monitors the business activity of the Company as a single segment viz. 'Paints' and the sales substantially being in the domestic market, the financial results are reflective of the disclosure requirements of Ind AS 108 - Operating Segments.
- 5 Pursuant to the introduction of the Finance (No. 2) Bill, 2024 there have been changes, with effect from 23rd July 2024, in the taxation of capital gains. The said changes are considered as non-adjusting event for the quarter ended 30th June 2024. Accordingly, no impact of those changes is considered in these financial results. If those changes were announced on or before the reporting date (30th June 2024), the deferred tax charge for the quarter would have been higher by approx. Rs. 13 Crores.

Place: Mumbai
Date: 29th July 2024



For KANSAI NEROLAC PAINTS LIMITED


ANUJ JAIN
MANAGING DIRECTOR

Independent Auditor's Review Report on the Quarterly and Year to Date Unaudited Consolidated Financial Results of the Company Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended

**Review Report to
The Board of Directors
Kansai Nerolac Paints Limited**

1. We have reviewed the accompanying statement of unaudited consolidated financial results of Kansai Nerolac Paints Limited (the "Holding Company") and its subsidiaries (the Holding Company and its subsidiaries together referred to as "the Group"), for the quarter ended June 30, 2024 (the "Statement") attached herewith, being submitted by the Holding Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended (the "Listing Regulations").
2. The Holding Company's Management is responsible for the preparation of the Statement in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34, (Ind AS 34) "Interim Financial Reporting" prescribed under Section 133 of the Companies Act, 2013 as amended, read with relevant rules issued thereunder and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations. The Statement has been approved by the Holding Company's Board of Directors. Our responsibility is to express a conclusion on the Statement based on our review.
3. We conducted our review of the Statement in accordance with the Standard on Review Engagements (SRE) 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity" issued by the Institute of Chartered Accountants of India. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the Statement is free of material misstatement. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

We also performed procedures in accordance with the Master Circular issued by the Securities and Exchange Board of India under Regulation 33(8) of the Listing Regulations, to the extent applicable.

4. The Statement includes the results of the following entities:

Holding Company

- Kansai Nerolac Paints Limited

Subsidiary Companies

- i. KNP Japan Private Limited
- ii. Kansai Paints Lanka (Private) Limited
- iii. Kansai Nerolac Paints (Bangladesh) Limited
- iv. Nerofix Private Limited

5. Based on our review conducted and procedures performed as stated in paragraph 3 above and based on the consideration of the review reports of other auditors referred to in paragraph 6 and 7 below, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with recognition and measurement principles laid down in the aforesaid Indian Accounting Standards ('Ind AS') specified under Section 133 of the Companies Act, 2013, as amended, read with relevant rules issued thereunder and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of the Listing Regulations, including the manner in which it is to be disclosed, or that it contains any material misstatement.
6. The accompanying Statement includes the unaudited interim financial results and other financial information, in respect of 3 subsidiaries, whose unaudited interim financial results total revenues of Rs. 61.23 Crores, total net



S R B C & CO LLP

Chartered Accountants

Kansai Nerolac Paints Limited**Page 2 of 2**

loss after tax of Rs. 13.42 Crores, total comprehensive loss of Rs. 13.42 Crores, for the quarter ended June 30, 2024, as considered in the Statement which have been reviewed by their respective independent auditors.

The independent auditor's reports on interim financial results of these entities have been furnished to us by the Management and our conclusion on the Statement, in so far as it relates to the amounts and disclosures in respect of these subsidiaries is based solely on the report of such auditors and procedures performed by us as stated in paragraph 3 above.

7. Certain of these subsidiaries are located outside India whose financial results and other financial information have been prepared in accordance with accounting principles generally accepted in their respective countries and which have been audited by other auditors under generally accepted auditing standards applicable in their respective countries. The Holding Company's management has converted the financial results of such subsidiaries located outside India from accounting principles generally accepted in their respective countries to accounting principles generally accepted in India. We have reviewed these conversion adjustments made by the Holding Company's management. Our conclusion in so far as it relates to the balances and affairs of such subsidiaries located outside India is based on the report of other auditors and the conversion adjustments prepared by the management of the Holding Company and reviewed by us.

Our conclusion on the Statement in respect of matters stated in para 6 and 7 above is not modified with respect to our reliance on the work done and the reports of the other auditors.

For S R B C & CO LLP

Chartered Accountants

ICAI Firm registration number: 324982E/E300003

**per Anil Jobanputra**

Partner

Membership No.: 110759

UDIN: 24110759BKEBBZ2515

Place: Mumbai

Date: July 29, 2024



KANSAI NEROLAC PAINTS LIMITED

Registered Office: 28th Floor, A - Wing, Marathon Futurex, N. M. Joshi Marg, Lower Parel, Mumbai - 400 013

Tel: +91-22-40602500; e-mail: investor@nerolac.com

Website: www.nerolac.com CIN: L24202MH1920PLC000825

STATEMENT OF UNAUDITED CONSOLIDATED FINANCIAL RESULTS FOR THE QUARTER ENDED 30 JUNE 2024

Sr. No.	Particulars	For the quarter ended			₹ in Crores
		30.06.2024	31.03.2024	30.06.2023	For the year ended
		(Unaudited)	(Audited) Refer Note 2	(Unaudited)	(Audited)
1	Income				
	Revenue from Operations	2133.06	1769.39	2156.80	7801.44
	Other Income	33.83	32.53	17.20	91.88
	Total Income	2166.89	1801.92	2174.00	7893.32
2	Expenses				
a.	Cost of Materials Consumed	1143.98	1104.03	1131.82	4556.34
b.	Purchase of Stock-in-Trade	122.31	124.19	124.52	486.99
c.	Changes in Inventories of Finished Goods, Work-in-Progress and Stock-in-Trade	81.42	(66.76)	139.73	0.78
d.	Employee Benefits Expense	124.53	115.78	107.19	448.62
e.	Finance Costs	7.21	7.02	7.12	29.21
f.	Depreciation and Amortisation Expense	48.14	47.96	46.68	190.46
g.	Other Expenses	331.21	313.14	322.04	1280.96
	Total Expenses	1858.80	1645.36	1879.10	6993.36
3	Profit before exceptional items and tax	308.09	156.56	294.90	899.96
4	Exceptional item	-	-	661.25	661.25
5	Profit before tax	308.09	156.56	956.15	1561.21
6	Tax Expense				
a.	Current Tax	83.75	39.32	220.46	369.75
b.	Deferred Tax	(0.53)	2.95	1.69	15.60
	Total Tax Expense	83.22	42.27	222.15	385.35
7	Profit for the Period	224.87	114.29	734.00	1175.86
8	Other Comprehensive Income				
a.	(i) Items that will not be reclassified to Statement of Profit and Loss	(0.70)	(6.51)	0.09	(6.25)
	(ii) Income tax relating to items that will not be reclassified to Statement of Profit and Loss	0.16	1.34	(0.02)	1.27
b.	(i) Items that will be reclassified to Statement of Profit and Loss	5.03	0.25	1.53	1.16
	(ii) Income tax relating to items that will be reclassified to Statement of Profit and Loss	-	-	-	-
	Total Other Comprehensive Income	4.49	(4.92)	1.60	(3.82)
9	Total Comprehensive Income	229.36	109.37	735.60	1172.04
10	Profit for the period attributable to:				
	Owners of the Company	230.83	116.03	738.00	1185.44
	Non-controlling interests	(5.96)	(1.74)	(4.00)	(9.58)
		224.87	114.29	734.00	1175.86
11	Other Comprehensive Income attributable to:				
	Owners of the Company	4.49	(4.28)	1.60	(3.18)
	Non-controlling interests	-	(0.64)	-	(0.64)
		4.49	(4.92)	1.60	(3.82)
12	Total Comprehensive Income attributable to:				
	Owners of the Company	235.32	111.75	739.60	1182.26
	Non-controlling interests	(5.96)	(2.38)	(4.00)	(10.22)
		229.36	109.37	735.60	1172.04
13	Paid up Equity Share Capital (Face value of ₹ 1 each)	80.84	80.84	53.89	80.84
14	Other Equity				5501.72
15	Earnings Per Equity Share [before exceptional items (net of tax)] (of ₹1 each) (not annualised)				
a.	Basic	2.86	1.44	2.70	8.23
b.	Diluted	2.85	1.43	2.70	8.23
16	Earnings Per Equity Share [after exceptional items (net of tax)] (of ₹1 each) (not annualised)				
a.	Basic	2.86	1.44	9.13	14.66
b.	Diluted	2.85	1.43	9.12	14.65

SIGNED FOR IDENTIFICATION
 SRBC & CO LLP
 MUMBAI



Notes:

- 1 The above unaudited consolidated financial results have been reviewed by the Audit Committee and approved by the Board of Directors at their meetings held on 29th July 2024. The statutory auditors have expressed an unqualified review opinion. The review report has been filed with stock exchange and is available on the Holding Company's website.
- 2 The figures for the quarter ended 31st March 2024 are the balancing figures between audited figures in respect of full financial year and the limited reviewed published year to date figures up to the third quarter ended 31st December, 2023 of the financial year ended 31st March 2024.
- 3 The Consolidated financial results are prepared in accordance with Indian Accounting Standards ("Ind AS"), the provisions of the Companies Act, 2013 ("the Companies Act"), as applicable and guidelines issued by the Securities and Exchange Board of India ("SEBI"). The Ind AS are prescribed under Section 133 of the Act read with Rule 3 of the Companies (Indian Accounting Standards) Rules, 2015 and Companies (Indian Accounting Standards) Amendment Rules, 2016.
- 4 As the Management Committee monitors the business activity consisting of paints and other related products of the Group as a single segment viz. 'Paints' and the sales substantially being in the domestic market, the financial results are reflective of the disclosure requirements of Ind AS 108 - Operating Segments.
- 5 Pursuant to the introduction of the Finance (No. 2) Bill, 2024 there have been changes, with effect from 23rd July 2024, in the taxation of capital gains. The said changes are considered as non-adjusting event for the quarter ended 30th June 2024. Accordingly, no impact of those changes is considered in these financial results. If those changes were announced on or before the reporting date (30th June 2024), the deferred tax charge for the quarter would have been higher by approx. Rs. 13 Crores.

Place: Mumbai
Date: 29th July 2024



For KANSAI NEROLAC PAINTS LIMITED


ANUJ JAIN
MANAGING DIRECTOR

KANSAI NEROLAC PAINTS LIMITED

Registered Office: 28th Floor, A - Wing, Marathon Futurex, N. M. Joshi Marg, Lower Parel, Mumbai - 400 013

Tel: +91-22-40602500; e-mail: investor@nerolac.com

Website: www.nerolac.com CIN: L24202MH1920PLC000825

STATEMENT OF UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED 30 JUNE 2024

₹ in Crores

Particulars	Standalone				Consolidated			
	For the quarter ended			For the year ended	For the quarter ended			For the year ended
	30.06.2024	31.03.2024	30.06.2023	31.03.2024	30.06.2024	31.03.2024	30.06.2023	31.03.2024
	(Unaudited)	(Audited)	(Unaudited)	(Audited)	(Unaudited)	(Audited)	(Unaudited)	(Audited)
Revenue from Operations	2050.35	1661.70	2071.17	7393.30	2133.06	1769.39	2156.80	7801.44
Net Profit for the Period (before Tax and Exceptional items)	323.41	162.25	304.58	923.57	308.09	156.56	294.90	899.96
Net Profit for the Period before tax (after Exceptional items)	323.41	143.25	965.83	1565.82	308.09	156.56	956.15	1561.21
Net Profit for the Period after tax (after Exceptional items)	241.10	101.54	743.83	1182.87	224.87	114.29	734.00	1175.86
Total Comprehensive Income for the Period	240.56	97.58	743.90	1179.10	229.36	109.37	735.60	1172.04
Equity Share Capital	80.84	80.84	53.89	80.84	80.84	80.84	53.89	80.84
Other Equity				5572.28				5501.72
Earnings Per Equity Share [before exceptional items (net of tax)] (off ₹ 1/- each) (not annualised)								
Basic	2.98	1.43	2.77	8.38	2.86	1.44	2.70	8.23
Diluted	2.98	1.43	2.77	8.37	2.85	1.43	2.70	8.23
Earnings Per Equity Share [after exceptional items (net of tax)] (off ₹ 1/- each) (not annualised)								
Basic	2.98	1.25	9.20	14.63	2.86	1.44	9.13	14.66
Diluted	2.98	1.25	9.19	14.62	2.85	1.43	9.12	14.65

Note: The above is an extract of the detailed format of Statement of Unaudited Financial Results filed with the Stock Exchanges under Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. The full format of Statement of Audited Financial Results are available on the websites of Stock Exchanges at <https://www.bseindia.com> and <https://www.nseindia.com> and also on the Company's website at <https://www.nerolac.com>. The auditors have expressed an unqualified review report on the financial results for the quarter ended 30th June, 2024.

Place: Mumbai
Date: 29th July 2024



For KANSAI NEROLAC PAINTS LIMITED

(Signature)
ANUJ JAIN
MANAGING DIRECTOR



Press Release

Mumbai, July 29, 2024

Kansai Nerolac Paints Ltd Announces Q1 Results FY 2024-2025

Mumbai, July 29, 2024: Kansai Nerolac Paints Limited (**KNPL**), one of the leading Paint companies in India, today at the Board meeting announced its unaudited results for the first quarter of financial year 2023-24. For the quarter, the company declared Net revenue of Rs. 2050.4 Crores, a degrowth of 1% over the corresponding quarter of the previous year.

EBIDTA was at Rs.334.4 Crores, a growth of 0.2% over the same quarter of the previous year. PBT before exception item was at Rs 323.4 Crores a growth of 6.2% over the same quarter of the previous year.

Commenting on the results, **Mr. Anuj Jain, Managing Director, Kansai Nerolac Paints Ltd** said, "The quarter continued to witness good demand for Automotive Coatings. Demand for Decorative was muted due to unprecedented heat wave, labor shortages and elections. Demand for Performance Coating was subdued however it picked up in June.

A combination of measures like cost control, product mix and procurement efficiencies helped improve gross margins over the corresponding quarter last year. Raw material prices have now gradually started to harden due to various geopolitical issues. The company is actively taking steps to mitigate this cost increase. The company is also undertaking various initiatives in the digital space to improve its efficiency in the marketplace.

Looking forward, with a favorable monsoon demand should improve for decorative. Given the continued thrust on infrastructure growth, new project and order pipeline we believe demand for performance coatings should be strong."

Outlook of Indian Paint Industry:

The size of domestic paint industry is estimated at around Rs. 75000 crores as of March 2024. The good growth in infrastructure, core sector as well as automobile and real estate is likely to have a positive effect on the overall demand of paint for the industry in the long run.

About Kansai Nerolac Paints Ltd:

Kansai Nerolac Paints now in its 104th year has been at the forefront of paint manufacturing pioneering a wide spectrum of quality paints. Kansai Nerolac is one of the leading paint companies in India and is the leader in Industrial paints. The company has eight strategically located manufacturing units all over India and a strong dealer network across the country. The company manufactures a diversified range of products ranging from decorative paints coatings for homes, offices, hospitals, and hotels to sophisticated industrial coatings for most of the industries. Please visit www.nerolac.com .

KANSAI NEROLAC PAINTS LIMITED

Registered Office : 28th Floor, A-wing, Marathon Futorex, N. M. Joshi Marg, Lower Parel, Mumbai - 400 013, India T: +91 22 4060 2500/2501 | www.nerolac.com
CIN: L24202MH1920PLC000825

ANNEXURE A

Sr. No.	Particulars	Remarks
1.	Reason for change viz. appointment	Appointment of Mr. Hirokazu Kotera (holding Director Identification Number: 10707431) with effect from 1st August, 2024, for a period of 3 years as Whole-time Director designated as Executive Director.
2.	Date of appointment	With effect from 1st August, 2024
3.	Brief Profile	<p>Mr. Hirokazu Kotera holds Bachelor of Arts degree from Kyoto University of Foreign Studies and MBA degree from the Institute of Business and Accounting of Kwansei Gakuin University.</p> <p>He started his career as a sales executive in Nestle Japan and having expertise in marketing, he had worked in international companies such as Nestle Japan and Nissin Foods, where he had acted as brand manager and marketing manager.</p> <p>In 2017, he joined in Kansai Paint Co., Ltd., Japan, (“KPJ”) and had been working in corporate planning and international business units in KPJ and being involved in the multi- national projects in South-east Asia, Russia, (South and East) Africa.</p> <p>In October 2022, he had been seconded to the Company, where he has been a Vice President, Decorative Marketing and Special Projects and has been acting as a representative of KPJ on various projects in India and collaborative projects with Japan.</p>
4.	Disclosure of relationships between directors	Mr. Hirokazu Kotera is not related to any of the Directors of the Company. He is a nominee of Kansai Paint Co. Ltd., Japan along with Mr. Hitoshi Nishibayashi, Mr. Takashi Tomioka and Mr. Pravin Chaudhari.