



6th November, 2024

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|---|--|
| <p>1. Corporate Relationship Department<br/><b>BSE Limited</b><br/>Phiroze Jeejeebhoy Towers,<br/>Dalal Street,<br/>Mumbai – 400 001.</p> | <p>2. Manager – Listing<br/><b>National Stock Exchange of India Ltd.</b><br/>Exchange Plaza, C-1, Block G,<br/>Bandra Kurla Complex, Bandra (E),<br/>Mumbai - 400 051.</p> |
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**Sub.: Outcome of the Board Meeting of Kansai Nerolac Paints Limited held on 6th November, 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 Wednesday, 6th November, 2024 (“Board Meeting”), *inter alia* considered and approved the following:

1. Unaudited Standalone and Consolidated Financial Results of the Company for the quarter and six months ended 30th September, 2024 (“Unaudited Financial Results”).
2. Appointment of Mr. Uday Shirish Bhansali (holding Director Identification Number 00363902) with effect from 6th November, 2024, for a period of 5 years as an Independent Director, subject to approval of the shareholders of the Company. Further, the details as required under Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 (“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**.

Mr. Uday Shirish Bhansali is not debarred from holding the office of director by virtue of any SEBI order or any other such authority.

3. Allotment of 9,114 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. 80,83,96,878 (80,83,96,878 shares of Re.1 each) to Rs. 80,84,05,992 (80,84,05,992 shares of Re.1 each).

**KANSAI NEROLAC PAINTS LIMITED**



The Board Meeting commenced at 12:50 p.m. and concluded at 5:15 p.m.

Further, pursuant to the applicable provisions of SEBI Listing Regulations, please find enclosed herewith:

- (i) the Unaudited Financial Results for the quarter and six months ended 30th September, 2024; and
- (ii) Limited Review Report dated 6th November, 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**  
Encl.: As above.

**Annexure A**

Sr. No.	Particulars	Remarks
1.	Reason for change viz. appointment	Appointment as an Independent Director (holding Director Identification Number 00363902) with effect from 6th November, 2024, for a period of 5 years.
2.	Date of appointment	With effect from 6th November, 2024
3.	Brief Profile	<p>Mr. Uday Shirish Bhansali is a Chartered Accountant and has a Bachelors' degree from Sydenham College, Bombay University.</p> <p>He began his career as a consultant in 1987 with Accenture Plc (formerly Arthur Andersen/ Andersen Consulting) initially in London, and held multiple roles over a 20 year stint, the last being P/L Head / Executive Director – Asia Pacific Energy. He then moved to Kotak Mahindra Capital Company (Kotak Investment Banking) as Executive Director in 2008, followed by a stint with General Electric Company in 2010 as Executive Vice President Business Development South Asia, responsible for strategic investing.</p> <p>Mr. Bhansali was the President – Financial Advisory for Deloitte Touche Tohmatsu India LLP for the last 9 years (January, 2015- May, 2024). He has also played the role of South Asia Executive, Asia Pacific FA Executive, Global FA Executive at Deloitte, and Board Chair for Deloitte South Asia's JV with UK and Canada for offshoring of FA services.</p> <p>He is presently a Non-Executive Independent Director at IDFC First Bank Limited.</p> <p>He has extensive experience in mergers and acquisitions, IPO advisory, large scale business transformation, financial due diligence, valuations, forensics, restructuring and bankruptcy. His experience spans a number of key industries in the above areas, in particular banking and financial services, having led and executed a number of marquee transactions and projects.</p>
4.	Disclosure of relationships between directors	Mr. Uday Shirish Bhansali is not related to any of the Directors of the Company.

Mr. Uday Shirish Bhansali is not debarred from holding the office of director by virtue of any SEBI order or any other such authority.

**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 September 30, 2024 and year to date from April 01, 2024 to September 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: 24110759BKEBFG1668

Place: Mumbai

Date: November 06, 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 AND SIX MONTHS ENDED 30 SEPTEMBER 2024

₹ in Crores

Sr. No.	Particulars	For the quarter ended			For the six months ended		For the year ended
		30.09.2024 (Unaudited)	30.06.2024 (Unaudited)	30.09.2023 (Unaudited)	30.09.2024 (Unaudited)	30.09.2023 (Unaudited)	31.03.2024 (Audited)
1	Income						
	Revenue from Operations	1863.77	2050.35	1845.57	3914.12	3916.74	7393.30
	Other Income	26.88	38.35	22.36	65.23	38.71	93.11
	<b>Total Income</b>	<b>1890.65</b>	<b>2088.70</b>	<b>1867.93</b>	<b>3979.35</b>	<b>3955.45</b>	<b>7486.41</b>
2	Expenses						
a.	Cost of Materials Consumed	1167.74	1091.28	1131.99	2259.02	2204.01	4287.76
b.	Purchase of Stock-in-Trade	108.68	122.31	107.48	230.99	231.36	483.72
c.	Changes in Inventories of Finished Goods, Work-in-Progress and Stock-in-Trade	(45.41)	78.16	(52.17)	32.75	91.88	(1.75)
d.	Employee Benefits Expense	111.56	112.13	96.20	223.69	191.88	401.76
e.	Finance Costs	3.30	3.37	3.17	6.67	6.09	12.46
f.	Depreciation and Amortisation Expense	46.50	45.98	45.20	92.48	87.95	179.96
g.	Other Expenses	306.19	312.06	292.17	618.25	593.81	1198.93
	<b>Total Expenses</b>	<b>1698.56</b>	<b>1765.29</b>	<b>1624.04</b>	<b>3463.85</b>	<b>3406.98</b>	<b>6562.84</b>
3	Profit before exceptional items and tax	192.09	323.41	243.89	515.50	548.47	923.57
4	Exceptional items	-	-	-	-	661.25	642.25
5	Profit before tax	192.09	323.41	243.89	515.50	1209.72	1565.82
6	Tax Expense						
a.	Current Tax	48.88	82.86	59.27	131.74	279.10	366.86
b.	Deferred Tax (refer note 4)	13.05	(0.55)	4.73	12.50	6.90	16.09
	<b>Total Tax Expense</b>	<b>61.93</b>	<b>82.31</b>	<b>64.00</b>	<b>144.24</b>	<b>286.00</b>	<b>382.95</b>
7	Profit for the Period	130.16	241.10	179.89	371.26	923.72	1182.87
8	Other Comprehensive Income						
	(i) Items that will not be reclassified to Statement of Profit and Loss	(0.70)	(0.70)	0.09	(1.40)	0.18	(5.04)
	(ii) Income tax on item that will not be reclassified to Statement of Profit and Loss	0.19	0.16	(0.02)	0.35	(0.04)	1.27
9	Other Comprehensive Income (net of tax)	(0.51)	(0.54)	0.07	(1.05)	0.14	(3.77)
10	Total Comprehensive Income	129.65	240.56	179.96	370.21	923.86	1179.10
11	Paid up Equity Share Capital (Face value of ₹ 1 each)	80.84	80.84	80.84	80.84	80.84	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	1.61	2.98	2.23	4.59	5.00	8.38
b.	Diluted	1.61	2.98	2.22	4.59	4.99	8.37
14	Earnings Per Equity Share [after exceptional items (net of tax)] (of ₹ 1 each) (not annualised)						
a.	Basic	1.61	2.98	2.23	4.59	11.43	14.63
b.	Diluted	1.61	2.98	2.22	4.59	11.42	14.62

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 BY   
**S R B C & CO LLP**  
**MUMBAI**



## KANSAI NEROLAC PAINTS LIMITED

UNAUDITED STANDALONE STATEMENT OF ASSETS AND LIABILITIES AS AT 30 SEPTEMBER 2024

₹ in Crores

		As at	
		30.09.2024	31.03.2024
		(Unaudited)	(Audited)
<b>A</b>	<b>ASSETS</b>		
1	<b>Non-current Assets</b>		
	Property, Plant and Equipment	1904.79	1866.62
	Capital Work-in-progress	178.33	148.06
	Right of Use Assets (ROU)	206.59	199.72
	Investment Property	0.12	0.12
	Goodwill	0.20	0.20
	Other Intangible Assets	6.21	7.10
	Intangible assets under development	6.24	3.55
		2302.48	2225.37
	Financial Assets:		
	Investments	136.91	136.39
	Other Financial Assets	150.73	19.90
		287.64	156.29
	Non-current Tax Assets (Net)	150.68	150.49
	Other Non-current Assets	102.10	114.50
	<b>Total Non-current Assets</b>	<b>2842.90</b>	<b>2646.65</b>
2	<b>Current Assets</b>		
	Inventories	1583.50	1616.04
	Financial Assets:		
	Investments	1206.18	1322.90
	Trade Receivables	1548.02	1215.25
	Cash and Cash Equivalents	70.37	162.37
	Bank Balances other than Cash and Cash Equivalents	14.05	67.27
	Loans	53.00	53.00
	Other Financial Assets	8.81	9.55
		2900.43	2830.34
	Other Current assets	148.11	131.72
	<b>Total Current Assets</b>	<b>4632.04</b>	<b>4578.10</b>
3	<b>Asset held for sale</b>	50.95	0.05
	<b>Total Assets</b>	<b>7525.89</b>	<b>7224.80</b>
<b>B</b>	<b>EQUITY AND LIABILITIES</b>		
1	<b>Equity</b>		
	Equity Share Capital	80.84	80.84
	Other Equity	5646.51	5572.28
	<b>Total Equity</b>	<b>5727.35</b>	<b>5653.12</b>
2	<b>Share Application Money Pending Allotment</b>	0.00	-
	<b>Liabilities</b>		
3	<b>Non-current Liabilities</b>		
	Financial Liabilities:		
	Lease Liabilities	128.80	119.54
	Provisions	20.30	20.56
	Deferred Tax Liabilities (Net)	129.22	117.07
	<b>Total Non-current Liabilities</b>	<b>278.32</b>	<b>257.17</b>
4	<b>Current Liabilities</b>		
	Financial Liabilities:		
	Lease Liabilities	28.87	29.11
	Trade Payables:		
	Total Outstanding dues of Micro Enterprises and Small Enterprises	88.82	78.42
	Total Outstanding dues of creditors other than Micro Enterprises and Small Enterprises	1107.07	945.82
		1195.89	1024.24
	Other Financial Liabilities	81.60	85.36
		1306.36	1138.71
	Other Current Liabilities	147.20	144.57
	Provisions	32.20	31.23
	Current Tax Liabilities (Net)	34.46	-
	<b>Total Current Liabilities</b>	<b>1520.22</b>	<b>1314.51</b>
	<b>Total Liabilities</b>	<b>1798.54</b>	<b>1571.68</b>
	<b>Total Equity and Liabilities</b>	<b>7525.89</b>	<b>7224.80</b>

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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 6th November 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 Standalone financial results have been prepared in accordance with the recognition and measurement principles of Indian Accounting Standard ("Ind AS") 34, prescribed under section 133 of the Companies Act 2013 (the "Act") read with relevant rules issued thereunder and the other accounting principles generally accepted in India.
- 3 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.
- 4 Pursuant to the notification of Finance (No. 2) Act, 2024 there have been changes, with effect from 23rd July 2024, in taxation of capital gains. Due to the aforesaid changes, the deferred tax charge for the quarter and six months ended 30th September 2024 is higher by ₹ 13 Crores.
- 5 Subsequent to 30th September 2024, the Company had entered into definitive agreements for conveyance / assignment of lease with Aethon Developers Private Limited, subsidiary of Runwal Developers Private Limited ("Purchaser") for sale of the Company's land parcel at Lower Parel, Mumbai together with Building thereon for an aggregate consideration of ₹ 726 Crores. The definitive agreements were executed on 24th October, 2024, accordingly, no financial effect is taken in the financial results for the quarter and six months ended 30th September 2024.

Place: Mumbai  
Date: 6th November 2024



For KANSAI NEROLAC PAINTS LIMITED

ANUJ JAIN  
MANAGING DIRECTOR



**KANSAI NEROLAC PAINTS LIMITED**

UNAUDITED STANDALONE CASH FLOW STATEMENT FOR THE SIX MONTHS ENDED 30 SEPTEMBER, 2024

₹ in Crores

Particulars	Six months ended 30.09.2024 (Unaudited)		Six months ended 30.09.2023 (Unaudited)	
<b>Cash Flow From Operating Activities</b>				
<b>Profit Before Tax</b>		<b>515.50</b>		<b>1209.72</b>
Adjustments for:				
Depreciation and Amortisation Expenses	92.48		87.95	
Fair Value Gain on Financial Instruments recognised through FVTPL	(24.73)		(13.97)	
Unrealised Foreign Exchange Gain (Net)	(0.77)		(1.89)	
Profit on Sale of Current Investments (Net)	(25.14)		(11.83)	
Interest Income	(3.56)		(0.96)	
Dividend Income	(0.02)		(0.01)	
Loss/(Profit) on Sale of Property, Plant and Equipment (Net)	0.11		(0.18)	
Finance Cost	6.67		6.09	
Impairment loss allowance on trade receivables	6.05		3.27	
Gain from Closure of Lease Liability	(0.25)		(1.63)	
Share based payment	7.16		8.10	
Profit on sale of Asset held for sale	-		(661.25)	
		<b>58.00</b>		<b>(586.31)</b>
Operating Profit Before Working Capital Changes		<b>573.50</b>		<b>623.41</b>
Increase in Trade and Other Receivables	(360.20)		(331.79)	
Decrease in Inventories	32.54		91.43	
Increase in Trade Payables, Other Financial Liabilities and Provisions	177.01		94.77	
		<b>(150.65)</b>		<b>(145.59)</b>
Cash Generated from Operations		<b>422.85</b>		<b>477.82</b>
Direct Taxes Paid (Net of Refunds)		<b>(97.47)</b>		<b>(95.87)</b>
<b>Net Cash Flows generated from Operating Activities</b>		<b>325.38</b>		<b>381.95</b>
<b>Cash Flow from Investing Activities</b>				
Purchase of Property, Plant and Equipment and Other Intangible Assets (including Adjustments on Account of Capital Work-in-progress, Capital Creditors and Capital Advances)	(185.25)		(125.72)	
Proceeds from Sale of Property, Plant and Equipment	0.81		0.27	
Proceeds from Sale of Asset held for sale	-		499.14	
Tax paid on Sale of Asset held for sale	-		(141.42)	
Purchase of non-current Investments	-		(0.07)	
Purchase of Current Investments	(2558.50)		(2632.50)	
Proceeds from Sale / Redemption of Current Investments	2724.57		2187.62	
Interest Received	3.56		0.96	
Dividend Received	0.02		0.01	
Investment in fixed deposit maturity more than 12 months	(131.00)		-	
Proceeds/(Investment in) from fixed deposit maturity	53.54		(0.53)	
<b>Net Cash Flows used in Investing Activities</b>		<b>(92.25)</b>		<b>(212.24)</b>
<b>Cash Flows from Financing Activities</b>				
Payment of Lease Liabilities including interest	(21.99)		(20.32)	
Dividend Paid	(303.14)		(145.51)	
<b>Net Cash Flows used in Financing Activities</b>		<b>(325.13)</b>		<b>(165.83)</b>
<b>Net (Decrease)/Increase in Cash and Cash Equivalents</b>		<b>(92.00)</b>		<b>3.88</b>

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**KANSAI NEROLAC PAINTS LIMITED**

UNAUDITED STANDALONE CASH FLOW STATEMENT FOR THE SIX MONTHS ENDED 30 SEPTEMBER, 2024

₹ in Crores

Particulars	Six months ended 30.09.2024 (Unaudited)		Six months ended 30.09.2023 (Unaudited)	
	<b>Cash and Cash Equivalents at beginning of the period, the components being:</b>			
Cash on Hand	0.08		0.06	
Cheques on hand	25.75		22.38	
Balances with Banks	135.56		61.80	
Deposit with Banks with less than 3 months maturity	-		5.00	
Effect of exchange rate fluctuation	0.98		0.98	
		162.37		90.22
<b>Cash and Cash Equivalents at end of the period, the components being:</b>				
Cash on Hand	0.12		0.08	
Cheques on hand	17.28		21.98	
Balances with Banks	51.99		71.06	
Effect of exchange rate fluctuation	0.98		0.98	
		70.37		94.10
<b>Net (Decrease)/Increase as disclosed above</b>		<b>(92.00)</b>		<b>3.88</b>

## Notes:

The above Cash Flow Statement is prepared under the "Indirect Method" as set out in the Indian Accounting Standards (Ind AS-7) – Statement of Cash Flows

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**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 September 30, 2024 and year to date from April 01, 2024 to September 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.



**SRBC & CO LLP**

Chartered Accountants

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

6. The accompanying Statement includes the unaudited interim financial results and other financial information, in respect of 3 subsidiaries, whose unaudited interim financial results include total assets of Rs. 277.10 Crores as at September 30, 2024, total revenues of Rs. 61.19 Crores and Rs. 122.42 Crores, total net loss after tax of Rs. 6.21 Crores and Rs. 19.63 Crores, total comprehensive loss of Rs. 6.21 Crores and Rs. 19.63 Crores, for the quarter ended September 30, 2024 and the period ended on that date respectively, and net cash inflows of Rs. 5.28 Crores for the period from April 01, 2024 to September 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 reviewed 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 SRBC & CO LLP**

Chartered Accountants

ICAI Firm registration number: 324982E/E300003

**per Anil Jobanputra**

Partner

Membership No.: 110759

UDIN: 24110759BKBEFH7626

Place: Mumbai

Date: November 06, 2024



**KANSAI NEROLAC PAINTS LIMITED**

Registered Office: 28th Floor, A - Wing, Marathon Fulurex, 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 AND SIX MONTHS ENDED 30 SEPTEMBER 2024

Sr. No.	Particulars	For the quarter ended			For the six months ended		For the year ended
		30.09.2024	30.06.2024	30.09.2023	30.09.2024	30.09.2023	31.03.2024
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
1	Income						
	Revenue from Operations	1951.37	2133.06	1956.54	4084.43	4113.34	7801.44
	Other Income	26.70	33.83	22.02	60.53	39.22	91.88
	Total Income	1978.07	2166.89	1978.56	4144.96	4152.56	7893.32
2	Expenses						
a.	Cost of Materials Consumed	1228.84	1143.98	1204.38	2372.82	2336.20	4556.34
b.	Purchase of Stock-in-Trade	109.67	122.31	108.15	231.98	232.67	486.99
c.	Changes in Inventories of Finished Goods, Work-in-Progress and Stock-in-Trade	(50.07)	81.42	(52.51)	31.35	87.22	0.78
d.	Employee Benefits Expense	124.57	124.53	108.51	249.10	215.70	448.62
e.	Finance Costs	7.28	7.21	7.60	14.49	14.72	29.21
f.	Depreciation and Amortisation Expense	48.56	48.14	47.39	96.70	94.07	190.46
g.	Other Expenses	326.45	331.21	314.77	657.66	636.81	1280.96
	Total Expenses	1795.30	1858.80	1738.29	3654.10	3617.39	6993.36
3	Profit before exceptional items and tax	182.77	308.09	240.27	490.86	535.17	899.96
4	Exceptional item	-	-	-	-	661.25	661.25
5	Profit before tax	182.77	308.09	240.27	490.86	1196.42	1561.21
6	Tax Expense						
a.	Current Tax	49.88	83.75	60.10	133.63	280.56	369.75
b.	Deferred Tax (refer note 4)	13.13	(0.53)	4.69	12.60	6.38	15.60
	Total Tax Expense	63.01	83.22	64.79	146.23	286.94	385.35
7	Profit for the Period	119.76	224.87	175.48	344.63	909.48	1175.86
8	Other Comprehensive Income						
a.	(i) Items that will not be reclassified to Statement of Profit and Loss	(0.70)	(0.70)	0.09	(1.40)	0.18	(6.25)
	(ii) Income tax relating to items that will not be reclassified to Statement of Profit and Loss	0.19	0.16	(0.02)	0.35	(0.04)	1.27
b.	(i) Items that will be reclassified to Statement of Profit and Loss	0.85	5.03	(0.04)	5.88	1.49	1.16
	(ii) Income tax relating to items that will be reclassified to Statement of Profit and Loss	-	-	-	-	-	-
	Total Other Comprehensive Income	0.34	4.49	0.03	4.83	1.63	(3.82)
9	Total Comprehensive Income	120.10	229.36	175.51	349.46	911.11	1172.04
10	Profit for the period attributable to:						
	Owners of the Company	122.79	230.83	177.15	353.62	915.15	1,185.44
	Non-controlling interests	(3.03)	(5.96)	(1.67)	(8.99)	(5.67)	(9.58)
		119.76	224.87	175.48	344.63	909.48	1,175.86
11	Other Comprehensive Income attributable to:						
	Owners of the Company	0.34	4.49	0.03	4.83	1.63	(3.18)
	Non-controlling interests	-	-	-	-	-	(0.64)
		0.34	4.49	0.03	4.83	1.63	(3.82)
12	Total Comprehensive Income attributable to:						
	Owners of the Company	123.13	235.32	177.18	358.45	916.78	1182.26
	Non-controlling interests	(3.03)	(5.96)	(1.67)	(8.99)	(5.67)	(10.22)
		120.10	229.36	175.51	349.46	911.11	1172.04
13	Paid up Equity Share Capital (Face value of ₹ 1 each)	80.84	80.84	80.84	80.84	80.84	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	1.52	2.86	2.19	4.37	4.89	8.23
b.	Diluted	1.52	2.85	2.19	4.37	4.89	8.23
16	Earnings Per Equity Share [after exceptional items (net of tax)] (of ₹1 each) (not annualised)						
a.	Basic	1.52	2.86	2.19	4.37	11.32	14.66
b.	Diluted	1.52	2.85	2.19	4.37	11.31	14.65

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**MUMBAI**



**KANSAI NEROLAC PAINTS LIMITED**  
**UNAUDITED CONSOLIDATED STATEMENT OF ASSETS AND LIABILITIES AS AT 30 SEPTEMBER 2024**

₹ in Crores

		As at	
		30.09.2024	31.03.2024
		(Unaudited)	(Audited)
<b>A</b>	<b>ASSETS</b>		
<b>1</b>	<b>Non-current Assets</b>		
	Property, Plant and Equipment	1977.55	1940.59
	Capital Work-in-progress	178.54	149.05
	Right of Use Assets (ROU)	215.77	208.47
	Investment Property	0.12	0.12
	Goodwill	19.78	19.78
	Other Intangible Assets	11.15	13.17
	Intangible assets under development	6.24	3.55
		2409.15	2334.73
	Financial Assets:		
	Investments	4.24	3.72
	Other Financial Assets	151.02	20.08
		155.26	23.80
	Non-current Tax Assets (Net)	183.88	187.80
	Other Non-current Assets	102.10	114.50
	<b>Total Non-current Assets</b>	<b>2850.39</b>	<b>2660.63</b>
<b>2</b>	<b>Current Assets</b>		
	Inventories	1654.33	1687.46
	Financial Assets:		
	Investments	1206.18	1322.90
	Trade Receivables	1657.54	1334.88
	Cash and Cash Equivalents	83.11	172.23
	Bank Balances other than Cash and Cash Equivalents	31.90	87.72
	Other Financial Assets	6.88	7.80
		2985.61	2925.53
	Other Current assets	157.62	136.05
	<b>Total Current Assets</b>	<b>4797.56</b>	<b>4749.04</b>
<b>3</b>	<b>Asset held for Sale</b>	50.95	0.05
	<b>Total Assets</b>	<b>7698.90</b>	<b>7409.72</b>
<b>B</b>	<b>EQUITY AND LIABILITIES</b>		
<b>1</b>	<b>Equity</b>		
	Equity Share Capital	80.84	80.84
	Other Equity	5564.19	5501.72
		5645.03	5582.56
	Non-controlling Interest	7.05	16.04
	<b>Total Equity</b>	<b>5652.08</b>	<b>5598.60</b>
<b>2</b>	<b>Share Application Money Pending Allotment</b>	0.00	-
	<b>Liabilities</b>		
<b>3</b>	<b>Non-current Liabilities</b>		
	Financial Liabilities:		
	Borrowings	30.00	15.00
	Lease Liabilities	135.18	125.41
	Provisions	20.91	23.91
	Deferred Tax Liabilities (Net)	138.49	126.24
	<b>Total Non-current Liabilities</b>	<b>324.58</b>	<b>290.56</b>
<b>4</b>	<b>Current Liabilities</b>		
	Financial Liabilities:		
	Borrowings	96.43	105.70
	Lease Liabilities	30.27	30.31
	Trade Payables:		
	Total Outstanding dues of Micro Enterprises and Small Enterprises	90.61	99.88
	Total Outstanding dues of creditors other than Micro Enterprises and Small Enterprises	1181.42	995.70
		1272.03	1095.58
	Other Financial Liabilities	84.91	87.30
		1483.64	1318.89
	Other Current Liabilities	169.13	167.58
	Provisions	37.52	34.09
	Current Tax Liabilities (Net)	31.95	-
	<b>Total Current Liabilities</b>	<b>1722.24</b>	<b>1520.56</b>
	<b>Total Liabilities</b>	<b>2046.82</b>	<b>1811.12</b>
	<b>Total Equity and Liabilities</b>	<b>7698.90</b>	<b>7409.72</b>

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## 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 6th November 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 Consolidated financial results have been prepared in accordance with the recognition and measurement principles of Indian Accounting Standard ("Ind AS") 34, prescribed under section 133 of the Companies Act 2013 (the "Act") read with relevant rules issued thereunder and the other accounting principles generally accepted in India.
- 3 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.
- 4 Pursuant to the notification of Finance (No. 2) Act, 2024 there have been changes, with effect from 23rd July 2024, in taxation of capital gains. Due to the aforesaid changes, the deferred tax charge for the quarter and six months ended 30th September 2024 is higher by ₹ 13 Crores.
- 5 Subsequent to 30th September 2024, the Holding Company had entered into definitive agreements for conveyance / assignment of lease with Aethon Developers Private Limited, subsidiary of Runwal Developers Private Limited ("Purchaser") for sale of the Company's land parcel at Lower Parel, Mumbai together with Building thereon for an aggregate consideration of ₹ 726 Crores. The definitive agreements were executed on 24th October, 2024, accordingly, no financial effect is taken in the financial results for the quarter and six months ended 30th September 2024.

For KANSAI NEROLAC PAINTS LIMITED



  
ANUJ JAIN  
MANAGING DIRECTOR

Place: Mumbai  
Date: 6th November 2024



**KANSAI NEROLAC PAINTS LIMITED**

UNAUDITED CONSOLIDATED CASH FLOW STATEMENT FOR THE SIX MONTHS ENDED 30 SEPTEMBER 2024

₹ in Crores

Particulars	Six months ended 30.09.2024 (Unaudited)		Six months ended 30.09.2023 (Unaudited)	
<b>Cash Flow From Operating Activities</b>				
<b>Profit Before Tax</b>		<b>490.86</b>		1196.42
Adjustments for:				
Depreciation and Amortisation Expenses	96.70		94.07	
Fair Value Gain on Financial Instruments recognised through FVTPL	(24.73)		(13.97)	
Unrealised Foreign Exchange Gain (Net)	(0.77)		(1.89)	
Profit on Sale of Current Investments (Net)	(25.14)		(11.83)	
Interest Income	(2.77)		(1.89)	
Dividend Income	(0.02)		(0.01)	
Profit on Sale of Property, Plant and Equipment (Net)	(0.06)		(0.19)	
Finance Cost	14.49		14.72	
Impairment loss allowance on trade receivables	5.17		3.50	
Share based payment	7.16		8.10	
Gain from Closure of Lease Liability	(0.25)		(1.63)	
Profit on Sale of Asset held for sale	-		(661.25)	
		<b>69.78</b>		<b>(572.27)</b>
Operating Profit Before Working Capital Changes		<b>560.64</b>		<b>624.15</b>
Increase in Trade and Other Receivables	(354.63)		(350.31)	
Decrease in Inventories	33.14		87.25	
Increase in Trade Payables, Other Financial Liabilities and Provisions	183.12		128.14	
		<b>(138.37)</b>		<b>(134.92)</b>
Cash Generated from Operations		<b>422.27</b>		<b>489.23</b>
Direct Taxes Paid (Net of Refunds)		(97.96)		(103.26)
<b>Net Cash Flows generated from Operating Activities</b>		<b>324.31</b>		<b>385.97</b>
<b>Cash Flow from Investing Activities</b>				
Purchase of Property, Plant and Equipment and Other Intangible Assets (including Adjustments on Account of Capital Work-in-progress, Capital Creditors and Capital Advances)	(186.41)		(128.79)	
Proceeds from Sale of Property, Plant and Equipment	1.16		0.21	
Proceeds from Sale of Asset held for sale	-		499.14	
Tax paid on Sale of Asset held for sale	-		(141.42)	
Purchase of Non-current Investments	-		(0.07)	
Purchase of Current Investments	(2558.50)		(2632.50)	
Proceeds from Sale / Redemption of Current Investments	2724.57		2187.62	
Interest Received	2.77		1.89	
Dividend Received	0.02		0.01	
Investment in fixed deposit maturity more than 12 months	(131.00)		-	
Proceeds/(Investment in) from fixed deposit maturity	56.14		(7.78)	
<b>Net Cash Flows used in Investing Activities</b>		<b>(91.25)</b>		<b>(221.69)</b>
<b>Cash Flows from Financing Activities</b>				
Proceeds from / (Repayment) of Long-term Borrowings	15.00		(3.13)	
(Repayment) of / Proceeds from Current Borrowings	(1.09)		6.20	
Payment of Lease Liabilities including interest	(21.99)		(21.57)	
Interest Paid	(7.47)		(8.27)	
Dividend Paid	(303.14)		(145.51)	
<b>Net Cash Flows used in Financing Activities</b>		<b>(318.69)</b>		<b>(172.28)</b>
<b>Net Decrease in Cash and Cash Equivalents</b>		<b>(85.63)</b>		<b>(8.00)</b>

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**KANSAI NEROLAC PAINTS LIMITED**

UNAUDITED CONSOLIDATED CASH FLOW STATEMENT FOR THE SIX MONTHS ENDED 30 SEPTEMBER 2024

₹ in Crores

Particulars	Six months ended 30.09.2024 (Unaudited)		Six months ended 30.09.2023 (Unaudited)	
	<b>Cash and Cash Equivalents at beginning of the period, the components being:</b>			
Cash on Hand	0.44		0.27	
Cheques on hand	25.75		22.38	
Balances with Banks	145.06		75.97	
Deposit with Banks with less than 3 months maturity	-		5.00	
Bank Overdrafts and Cash Credit	(70.25)		(67.03)	
Effect of exchange rate fluctuation	0.98		0.98	
		101.98		37.57
<b>Cash and Cash Equivalents at end of the period, the components being:</b>				
Cash on Hand	0.37		0.89	
Cheques on hand	17.28		21.98	
Balances with Banks	64.48		76.79	
Bank Overdrafts and Cash Credit	(66.76)		(71.07)	
Effect of exchange rate fluctuation	0.98		0.98	
		16.35		29.57
<b>Net Decrease as disclosed above</b>		<b>(85.63)</b>		<b>(8.00)</b>

Notes:

The above Cash Flow Statement is prepared under the "Indirect Method" as set out in the Indian Accounting Standards (Ind AS-7) – Statement of Cash Flows

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## STATEMENT OF UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND SIX MONTHS ENDED 30 SEPTEMBER 2024

₹ in Crores

Particulars	Standalone						Consolidated					
	For the quarter ended			For the six months ended		For the year ended	For the quarter ended			For the six months ended		For the year ended
	30.09.2024	30.06.2024	30.09.2023	30.09.2024	30.09.2023	31.03.2024	30.09.2024	30.06.2024	30.09.2023	30.09.2024	30.09.2023	31.03.2024
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
Revenue from Operations	1863.77	2050.35	1845.57	3914.12	3916.74	7393.30	1951.37	2133.06	1956.54	4084.43	4113.34	7801.44
Net Profit for the Period (before Tax and Exceptional items)	192.09	323.41	243.89	515.50	548.47	923.57	182.77	308.09	240.27	490.86	535.17	899.96
Net Profit for the Period before tax (after Exceptional items)	192.09	323.41	243.89	515.50	1209.72	1565.82	182.77	308.09	240.27	490.86	1196.42	1561.21
Net Profit for the Period after tax (after Exceptional items)	130.16	241.10	179.89	371.26	923.72	1182.87	119.76	224.87	175.48	344.63	909.48	1175.86
Total Comprehensive Income for the Period	129.65	240.56	179.96	370.21	923.86	1179.10	120.10	229.36	175.51	349.46	911.11	1172.04
Equity Share Capital	80.84	80.84	80.84	80.84	80.84	80.84	80.84	80.84	80.84	80.84	80.84	80.84
Other Equity						5572.28						5501.72
Earnings Per Equity Share [before exceptional items (net of tax)] (off ₹ 1/- each) (not annualised)												
Basic	1.61	2.98	2.23	4.59	5.00	8.38	1.52	2.86	2.19	4.37	4.89	8.23
Diluted	1.61	2.98	2.22	4.59	4.99	8.37	1.52	2.85	2.19	4.37	4.89	8.23
Earnings Per Equity Share [after exceptional items (net of tax)] (off ₹ 1/- each) (not annualised)												
Basic	1.61	2.98	2.23	4.59	11.43	14.63	1.52	2.86	2.19	4.37	11.32	14.66
Diluted	1.61	2.98	2.22	4.59	11.42	14.62	1.52	2.85	2.19	4.37	11.31	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 Unaudited 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 and six months ended 30th September 2024.

Place: Mumbai  
Date: 6th November 2024



For KANSAI NEROLAC PAINTS LIMITED

  
ANUJ JAIN  
MANAGING DIRECTOR

## Kansai Nerolac Paints Ltd Announces Q2 Results FY 2024-2025

**Mumbai, November 6, 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 second quarter of financial year 2024-25. For the quarter, the company declared Net revenue of Rs. 1864 Crores, a growth of 1 % over the corresponding quarter of the previous year.

EBIDTA was at Rs 215 Crores, a de-growth of 20.3 % over the same quarter of the previous year. PAT was at Rs 130 Crores, a de-growth of 27.6 % over the same quarter of the previous year. Margin was affected due to change in mix and ongoing investments in capability building for the future.

For the half year net revenue was flat at Rs. 3914 Crores over the same period of the previous year. EBIDTA was at Rs 549 Crores, a de-growth of 9 % over the same period of the previous year. PBT before exceptional items was at Rs. 516 Crores, a de-growth of 6 % over the same period of the previous year.

Commenting on the results, **Mr. Anuj Jain, Managing Director, Kansai Nerolac Paints Ltd** said, "The company is seeing strong growth in the areas of Paint+ products, services, projects, construction chemicals and wood finishes. Overall demand in Decorative was affected due to heavy and extended monsoons. A good monsoon would augur well, and we expect demand to improve in the second half.

In Automotive growth was good on the back of several initiatives and we expect this momentum to be maintained.

Performance Coating has also done well and is expected to remain strong on the back of a good order pipeline.

Raw material prices initially showed an inflationary trend but as the quarter progressed, raw material prices have gradually started softening."

### **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 105th 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](http://www.nerolac.com) .

### **KANSAI NEROLAC PAINTS LIMITED**