

February 1, 2021

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

**Sub.: Outcome of the Board Meeting of Kansai Nerolac Paints Limited held on February 1, 2021**

- 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. Scrip Codes: BSE - 500165, NSE - KANSAINER**

Dear Sirs,

The Board of Directors of Kansai Nerolac Paints Limited ("the Company") has, at its meeting held today i.e. on Monday, February 1, 2021 ("Board Meeting"), *inter alia*, considered and approved the Unaudited Standalone and Consolidated Financial Results of the Company for the quarter and nine months ended on December 31, 2020 ("Unaudited Financial Results").

The Board Meeting commenced at 10.15 a.m. and concluded at 12.30 p.m.

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; and (ii) Limited Review Report dated February 1, 2021, 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 issued 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.

**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 December 31, 2020 and year to date from April 01, 2020 to December 31, 2020 (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. This Statement, which is the responsibility of the Company's Management and approved by the Company's Board of Directors, has been prepared 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. 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 SRBC & CO LLP**  
Chartered Accountants  
ICAI Firm registration number: 324982E/E300003



**per Anil Jobanputra**  
Partner  
Membership No.: 110759

UDIN: 21110759AAAAAR3750



Place: Mumbai  
Date: February 01, 2021

## KANSAI NEROLAC PAINTS LIMITED

Registered Office: Nerolac House, Ganpatrao Kadam Marg, Lower Parel, Mumbai - 400 013  
Tel: +91-22-24934001; Fax: +91-22-24973704; e-mail: investor@nerolac.com  
Website: www.nerolac.com CIN: L24202MH1920PLC000825

## STATEMENT OF UNAUDITED STANDALONE FINANCIAL RESULTS FOR THE QUARTER AND NINE MONTHS ENDED 31 DECEMBER 2020

Sr. No.	Particulars	For the quarter ended			For the nine months ended		₹ in Crores
		31.12.2020	30.09.2020	31.12.2019	31.12.2020	31.12.2019	For the year ended
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	31.03.2020
1	Income						
a.	Revenue from Contracts with Customers (Net of Discounts and Rebates)	1466.14	1278.03	1240.43	3334.60	3934.23	4915.20
b.	Other Operating Revenues	7.24	10.06	7.71	24.92	20.90	27.97
	Total Revenue from Operations	1473.38	1288.09	1248.14	3359.52	3955.13	4943.17
	Other Income	14.06	4.34	12.42	26.33	22.87	26.86
	Total Income	1487.44	1292.43	1260.56	3385.85	3978.00	4970.03
2	Expenses						
a.	Cost of Materials Consumed	845.92	736.72	604.18	1812.70	2070.23	2722.18
b.	Purchase of Stock-in-Trade	98.33	87.49	73.64	229.29	205.63	284.23
c.	Changes in Inventories of Finished Goods, Work-in-Progress and Stock-in-Trade	(37.17)	(41.68)	102.24	(3.41)	173.95	51.21
d.	Employee Benefits Expense	64.24	63.97	67.57	192.71	204.48	269.38
e.	Finance Costs	1.04	1.11	1.21	3.47	3.71	5.00
f.	Depreciation and Amortisation Expense	33.64	33.03	31.42	98.50	87.84	119.88
g.	Other Expenses	212.23	182.21	208.63	498.51	647.01	834.55
	Total Expenses	1218.23	1062.85	1088.89	2831.77	3392.85	4286.43
3	Profit before exceptional items and tax	269.21	229.58	171.67	554.08	585.15	683.60
4	Exceptional item (Refer note 4)	-	(10.82)	-	(10.82)	-	-
5	Profit before tax	269.21	218.76	171.67	543.26	585.15	683.60
6	Tax Expense						
a.	Current Tax	69.97	56.79	41.76	140.99	142.79	166.33
b.	Deferred Tax	(2.69)	3.42	7.26	(0.92)	(21.58)	(18.13)
	Total Tax Expense	67.28	60.21	49.02	140.07	121.21	148.20
7	Profit for the Period	201.93	158.55	122.65	403.19	463.94	535.40
8	Other Comprehensive Income						
	(i) Items that will not be reclassified to Statement of Profit and Loss	(0.60)	(0.60)	(0.58)	(1.80)	(1.74)	(1.37)
	(ii) Income tax on item that will not be reclassified to Statement of Profit and Loss	0.15	0.15	0.15	0.45	0.44	0.35
9	Other Comprehensive Income (net of tax)	(0.45)	(0.45)	(0.43)	(1.35)	(1.30)	(1.02)
10	Total Comprehensive Income	201.48	158.10	122.22	401.84	462.64	534.38
11	Paid up Equity Share Capital (Face value of ₹ 1 each)	53.89	53.89	53.89	53.89	53.89	53.89
12	Other Equity						3732.98
13	Earnings Per Equity Share (of ₹ 1 each) (not annualised)						
a.	Basic	3.75	2.94	2.28	7.48	8.61	9.94
b.	Diluted	3.75	2.94	2.28	7.48	8.61	9.94

## Notes:

- 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 1st February 2021. These standalone results have been subjected to "limited review" by the statutory auditors of the Company. Limited review report does not contain any qualification. The review report has been filed with stock exchange and is available on the Company's website.
- 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.
- 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.
- Exceptional item represents impairment of investment in subsidiary viz. Kansai Paints Lanka (Private) Limited amounting to ₹10.82 Crores owing to revision in business plan consequent to the ongoing disruption from COVID-19 pandemic.
- The Code on Social Security, 2020 ('the Code') has been notified in the Official Gazette on September 29, 2020. The effective date from which the changes are applicable is yet to be notified and the rules are yet to be framed. Impact, if any, of the change will be assessed and accounted in the period in which the said Code becomes effective and the rules framed thereunder are published.
- The Company has considered the impact of COVID-19 pandemic on its business operations and financial results based on its review of current indicators of future economic conditions and expects that the carrying amount of the assets will be recovered. However, the impact assessment of this pandemic is a continuing process given the uncertainties associated with its nature and duration. Accordingly, the Company will continue to monitor any material changes to future economic conditions.
- Previous period figures have been regrouped / rearranged, wherever necessary, to correspond to current period's presentation.

For KANSAI NEROLAC PAINTS LIMITED



H. M. BHARUKA  
VICE CHAIRMAN AND MANAGING DIRECTOR

Place: Mumbai  
Date: 1 February 2021



**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 December 31, 2020 and year to date from April 01, 2020 to December 31, 2020 (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. This Statement, which is the responsibility of the Holding Company's Management and approved by the Holding Company's Board of Directors, has been prepared 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. 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 Circular No. CIR/CFD/CMD1/44/2019 dated March 29, 2019 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 (Formerly known as RAK Paints Limited)
- iv) Marpol Private Limited
- v) Perma Construction Aids Private Limited
- vi) Nerofix Private Limited



**SRBC & COLLP**

Chartered Accountants

Kansai Nerolac Paints Limited  
Page 2 of 2

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 4 subsidiaries, whose unaudited interim financial results include total revenues of Rs. 56.41 Crores and Rs. 117.58 Crores, total net profit after tax of Rs. 5.09 Crores and Rs. 4.73 Crores, total comprehensive income of Rs. 4.60 Crores and Rs. 4.62 Crores, for the quarter ended December 31, 2020 and for the period ended on that date respectively 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: 21110759AAAAAQ2626

Place: Mumbai  
Date: February 01, 2021

**KANSAI NEROLAC PAINTS LIMITED**  
Registered Office: Nerolac House, Ganpatrao Kadam Marg, Lower Parel, Mumbai - 400 013  
Tel: +91-22-24934001; Fax: +91-22-24973704; e-mail: investor@nerolac.com  
Website: www.nerolac.com CIN: L24202MH1920PLC000825

STATEMENT OF UNAUDITED CONSOLIDATED FINANCIAL RESULTS FOR THE QUARTER AND NINE MONTHS ENDED 31 DECEMBER 2020

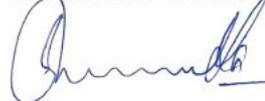
Sr. No.	Particulars	For the quarter ended			For the nine months ended		₹ in Crores
		31.12.2020	30.09.2020	31.12.2019	31.12.2020	31.12.2019	31.03.2020
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
1	Income						
a.	Revenue from Contracts with Customers (Net of Discounts and Rebates)	1585.65	1373.54	1324.81	3590.56	4177.68	5250.40
b.	Other Operating Revenues	6.90	9.67	7.13	24.12	22.22	29.57
	Total Revenue from Operations	1592.55	1383.21	1331.94	3614.68	4199.90	5279.97
	Other Income	14.31	4.81	10.59	27.28	21.69	25.53
	Total Income	1606.86	1388.02	1342.53	3641.96	4221.59	5305.50
2	Expenses						
a.	Cost of Materials Consumed	918.11	791.91	654.63	1960.71	2219.05	2921.96
b.	Purchase of Stock-in-Trade	98.64	88.29	74.51	230.74	208.47	287.73
c.	Changes in Inventories of Finished Goods, Work-in-Progress and Stock-in-Trade	(39.08)	(40.60)	101.08	(0.11)	171.80	48.92
d.	Employee Benefits Expense	75.98	75.24	78.92	226.03	235.53	310.37
e.	Finance Costs	5.03	5.42	5.26	15.96	14.72	20.91
f.	Depreciation and Amortisation Expense	39.92	39.30	36.90	117.14	103.76	142.12
g.	Other Expenses	234.46	199.80	225.13	547.48	694.80	906.53
	Total Expenses	1333.06	1159.36	1176.43	3097.95	3648.13	4638.54
3	Profit before tax	273.80	228.66	166.10	544.01	573.46	666.96
4	Tax Expense						
a.	Current Tax	72.53	58.14	43.02	145.06	146.81	172.07
b.	Deferred Tax	(3.23)	2.56	7.27	(3.15)	(23.77)	(20.89)
	Total Tax Expense	69.30	60.70	50.29	141.91	123.04	151.18
5	Profit for the Period	204.50	167.96	115.81	402.10	450.42	515.78
6	Other Comprehensive Income						
a.	(i) Items that will not be reclassified to Statement of Profit and Loss	(0.60)	(0.60)	(0.58)	(1.80)	(1.83)	(1.78)
	(ii) Income tax relating to items that will not be reclassified to Statement of Profit and Loss	0.15	0.15	0.14	0.45	0.45	0.35
b.	(i) Items that will be reclassified to Statement of Profit and Loss	0.02	1.21	0.34	0.36	0.56	(3.80)
	(ii) Income tax relating to items that will be reclassified to Statement of Profit and Loss	-	-	-	-	-	-
	Total Other Comprehensive Income	(0.43)	0.76	(0.10)	(0.99)	(0.82)	(5.23)
7	Total Comprehensive Income	204.07	168.72	115.71	401.11	449.60	510.55
8	Profit for the period attributable to:						
	Owners of the Company	203.79	168.20	117.00	405.46	453.79	521.01
	Non-controlling interests	0.71	(0.24)	(1.19)	(3.36)	(3.37)	(5.23)
		204.50	167.96	115.81	402.10	450.42	515.78
9	Other Comprehensive Income attributable to:						
	Owners of the Company	(0.43)	0.76	(0.10)	(0.99)	(0.79)	(5.04)
	Non-controlling interests	-	-	-	-	(0.03)	(0.19)
		(0.43)	0.76	(0.10)	(0.99)	(0.82)	(5.23)
10	Total Comprehensive Income attributable to:						
	Owners of the Company	203.36	168.96	116.90	404.47	453.00	515.97
	Non-controlling interests	0.71	(0.24)	(1.19)	(3.36)	(3.40)	(5.42)
		204.07	168.72	115.71	401.11	449.60	510.55
11	Paid up Equity Share Capital (Face value of ₹ 1 each)	53.89	53.89	53.89	53.89	53.89	53.89
12	Other Equity						3706.41
13	Earnings Per Equity Share (of ₹ 1 each) (not annualised)						
a.	Basic	3.78	3.12	2.17	7.52	8.42	9.67
b.	Diluted	3.78	3.12	2.17	7.52	8.42	9.67



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 1st February 2021. These consolidated results have been subjected to "limited review" by the statutory auditors of the Holding Company. Limited review report does not contain any qualification. The review report has been filed with stock exchange and is available on the Holding Company's website.
- 2 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.
- 3 As the Management Committee monitors the business activity 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 The Code on Social Security, 2020 ('the Code') has been notified in the Official Gazette on 29th September, 2020. The effective date from which the changes are applicable is yet to be notified and the rules are yet to be framed. Impact, if any, of the change will be assessed and accounted by Holding Company and subsidiary companies incorporated in India in the period in which the said Code becomes effective and the rules framed thereunder are published.
- 5 The Group has considered the impact of COVID-19 pandemic on its business operations and financial results based on its review of current indicators of future economic conditions and expects that the carrying amount of the assets will be recovered. However, the impact assessment of this pandemic is a continuing process given the uncertainties associated with its nature and duration. Accordingly, the Group will continue to monitor any material changes to future economic conditions.
- 6 Previous period figures have been regrouped / rearranged, wherever necessary, to correspond to current period's presentation.

For KANSAI NEROLAC PAINTS LIMITED



H. M. BHARUKA  
VICE CHAIRMAN AND MANAGING DIRECTOR

Place: Mumbai  
Date: 1 February 2021



**KANSAI NEROLAC PAINTS LIMITED**

Registered Office: Nerolac House, Ganpatrao Kadam Marg, Lower Parel, Mumbai - 400 013  
 Tel: +91-22-24934001; Fax: +91-22-24973704; e-mail: investor@nerolac.com  
 Website: www.nerolac.com CIN: L24202MH1920PLC000825

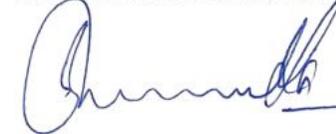
## STATEMENT OF UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND NINE MONTHS ENDED 31 DECEMBER 2020

Particulars	Standalone						Consolidated						₹ in Crores
	For the quarter ended			For the nine months ended		For the year ended	For the quarter ended			For the nine months ended		For the year ended	
	31.12.2020	30.09.2020	31.12.2019	31.12.2020	31.12.2019	31.03.2020	31.12.2020	30.09.2020	31.12.2019	31.12.2020	31.12.2019	31.03.2020	
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)	
Total Income from Operations	1473.38	1288.09	1248.14	3359.52	3955.13	4943.17	1592.55	1383.21	1331.94	3614.68	4199.90	5279.97	
Net Profit for the Period (before Tax and Exceptional items)	269.21	229.58	171.67	554.08	585.15	683.60	273.80	228.66	166.10	544.01	573.46	666.96	
Net Profit for the Period before tax (after Exceptional items)	269.21	218.76	171.67	543.26	585.15	683.60	273.80	228.66	166.10	544.01	573.46	666.96	
Net Profit for the Period after tax (after Exceptional items)	201.93	158.55	122.65	403.19	463.94	535.40	204.50	167.96	115.81	402.10	450.42	515.78	
Total Comprehensive Income for the Period	201.48	158.10	122.22	401.84	462.64	534.38	204.07	168.72	115.71	401.11	449.60	510.55	
Equity Share Capital	53.89	53.89	53.89	53.89	53.89	53.89	53.89	53.89	53.89	53.89	53.89	53.89	
Other Equity						3732.98						3706.41	
Earnings Per Equity Share (of ₹ 1/- each) (not annualised)													
Basic	3.75	2.94	2.28	7.48	8.61	9.94	3.78	3.12	2.17	7.52	8.42	9.67	
Diluted	3.75	2.94	2.28	7.48	8.61	9.94	3.78	3.12	2.17	7.52	8.42	9.67	

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 nine months ended 31 December, 2020.

Place: Mumbai  
 Date: 1 February 2021

For KANSAI NEROLAC PAINTS LIMITED



H. M. BHARUKA  
 VICE CHAIRMAN AND MANAGING DIRECTOR



**Press Release****Mumbai, Feb 1, 2021****Kansai Nerolac Paints Ltd Announces Q3 Results FY 2020-2021**

**Mumbai, February 1, 2021:** Kansai Nerolac Paints Limited (KNPL), one of the leading Paint companies in India, today at the Board meeting announced its unaudited results for the third quarter of financial year 2020-21. For the quarter, the company earned Net revenue from operations of Rs. 1473.4 Crores, a growth of 18 % over the corresponding quarter of the previous year. For the nine months period, the company earned Net Revenue from operations of Rs. 3359.5 Crores a de-growth of 15.1 % over the corresponding period of the previous year.

EBIDTA was at Rs. 289.8 Crores, a growth of 51 % over Q3 of 2019-20. PBT before exceptional item was at Rs. 269.2 Crore, a growth of 56.8 % over Q3 of 2019-20.

For the nine months period EBITDA was at Rs. 629.7 Crores, a de-growth of 3.7 % over the same period of 2019-20. PBT before exceptional item was at Rs. 554.1 Crores, a de-growth of 5.3 % over the same period of 2019-20.

PAT for the quarter was at Rs 201.9 Crores, a growth of 64.6 % over Q3 of 2019-20. PAT for the nine months period was Rs 403.2 Crores, a degrowth of 13.1 % over the same period of 2019-20.

Commenting on the results, **Mr. H. M. Bharuka, Vice Chairman and Managing Director, Kansai Nerolac Paints Ltd said**, "The quarter saw a strong bounce back in demand on account of the festive season. Both Decorative and Industrial witnessed high double-digit volume growth in the quarter with demand recovery across all customer segments.

The continued aggressive cost control program along with judicious management of overheads helped the company report a strong growth in EBITDA. Basic raw material prices showed an inflationary trend. Inflation is likely to continue in the near future along with continued volatility in forex rates.

Looking forward, the company is optimistic that demand would continue to gain momentum.

**Outlook of Indian Paint Industry:**

The size of domestic paint industry is estimated at Rs. 52000 crores as of March 2020. 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 100<sup>th</sup> year has been at the forefront of paint manufacturing pioneering a wide spectrum of quality paints. Kansai Nerolac is one of the leading paint company in India and is the leader in Industrial paints, having a Net revenue from operations of Rs. 4943 crores (FY 2019-20). The company has six 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) .