

2 June 2023

The Listing Department  
National Stock Exchange of India Ltd.  
Exchange Plaza, 5th floor,  
Bandra-Kurla Complex  
Bandra (E)  
Mumbai – 400051  
Symbol: AKZOINDIA

Sir/Madam,

**Sub: Financial Results in machine readable and searchable form**

This has reference to your email dated 2 June 2023 regarding the financial results submitted by the Company on 23 May 2023.

As required, we are re-submitting herewith the Audited Standalone and Consolidated Financial Results of the Company for the financial year ended 31st March, 2023 along with the copy of the Auditor's Report in Machine Readable Form.

This is for your information and records.

Thanking you,

Yours faithfully,  
For **Akzo Nobel India Limited**

 **Harshi Rastogi**  
**Company Secretary**  
**Membership#A13642**

Encl: as above.

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Golf Course Extension Road, Sector-58  
Surugram - 122 011  
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# Price Waterhouse Chartered Accountants LLP

## INDEPENDENT AUDITOR'S REPORT

To the Board of Directors of Akzo Nobel India Limited

### Report on the Audit of Standalone Financial Results

#### Opinion

1. We have audited the standalone annual financial results of Akzo Nobel India Limited (hereinafter referred to as the "Company") for the year ended 31 March 2023, which are included in the accompanying 'Statement of Standalone Financial Results for the quarter and year ended 31 March 2023', and the Standalone Statement of Assets and Liabilities and the Standalone Statement of Cash Flows as at and for the year ended on that date (hereinafter referred to as the "standalone financial results"), 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") which have been initialled by us for identification purposes.
2. In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone financial results:
  - (i) are presented in accordance with the requirements of Regulation 33 of the Listing Regulations in this regard; and
  - (ii) give a true and fair view in conformity with the recognition and measurement principles laid down in the applicable accounting standards prescribed under Section 133 of the Companies Act, 2013 (the "Act") and other accounting principles generally accepted in India, of net profit and other comprehensive income and other financial information of the Company for the year ended 31 March 2023 and the Standalone Statement of Assets and Liabilities and the Standalone Statement of Cash Flows as at and for the year ended on that date.

#### Basis for Opinion

3. We conducted our audit in accordance with the Standards on Auditing (SAs) specified under Section 143(10) of the Act and other applicable authoritative pronouncements issued by the Institute of Chartered Accountants of India. Our responsibilities under those Standards are further described in the "Auditor's Responsibilities for the Audit of the Standalone Financial Results" section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the standalone financial statements under the provisions of the Act and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence obtained by us is sufficient and appropriate to provide a basis for our opinion.

#### Board of Directors' Responsibilities for the Standalone Financial Results

4. These standalone financial results have been prepared on the basis of the standalone annual financial statements. The Company's Board of Directors are responsible for the preparation and presentation of these standalone financial results that give a true and fair view of the net profit and other comprehensive income and other financial information of the Company and the Standalone Statement of Assets and Liabilities and the Standalone Statement of Cash Flows in accordance with the recognition and measurement principles laid down in the Indian Accounting Standards prescribed under Section 133 of the Act 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 Board of Directors of the Company are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the

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Price Waterhouse (a Partnership Firm) converted into Price Waterhouse Chartered Accountants LLP (a Limited Liability Partnership with LLP identity no: LLPIN AAC-5001) with effect from July 25, 2014. Post its conversion to Price Waterhouse Chartered Accountants LLP, its ICAI registration number is 012754N/N500016 (ICAI registration number before conversion was 012754N)



## INDEPENDENT AUDITOR'S REPORT

To the Board of Directors of Akzo Nobel India Limited

Report on the Audit of Standalone Financial Results

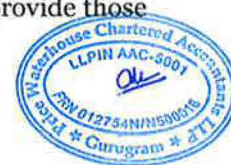
Page 2 of 3

assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and the design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring accuracy and completeness of the accounting records, relevant to the preparation and presentation of the standalone financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error, which have been used for the purpose of preparation of the standalone financial results by the Directors of the Company, as aforesaid.

5. In preparing the standalone financial results, the Board of Directors of the Company are responsible for assessing the ability of the Company to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Board of Directors either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.
6. The Board of Directors of the Company are responsible for overseeing the financial reporting process of the Company.

### **Auditor's Responsibilities for the Audit of the Standalone Financial Results**

7. Our objectives are to obtain reasonable assurance about whether the standalone financial results as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these standalone financial results.
8. As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:
  - Identify and assess the risks of material misstatement of the standalone financial results, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
  - Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under Section 143(3) (i) of the Act, we are also responsible for expressing our opinion on whether the Company has adequate internal financial controls with reference to standalone financial statements in place and the operating effectiveness of such controls (Refer paragraph 11 below).
  - Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board of Directors.
  - Conclude on the appropriateness of the Board of Directors use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the ability of the Company to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the standalone financial results or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
  - Evaluate the overall presentation, structure and content of the standalone financial results, including the disclosures, and whether the standalone financial results represent the underlying transactions and events in a manner that achieves fair presentation.
9. We communicate with those charged with governance of the Company regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit. We also provide those



charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

#### **Other Matters**

10. The standalone financial results include the results for the quarter ended 31 March 2023 being the balancing figures between the audited figures in respect of the full financial year and the published unaudited year to date figures up to the third quarter of the current financial year, which are neither subject to limited review nor audited by us.
11. The standalone annual financial results dealt with by this report have been prepared for the express purpose of filing with BSE Limited and The National Stock Exchange of India Limited. These results are based on and should be read with the audited standalone financial statements of the Company for the year ended 31 March 2023 on which we issued an unmodified audit opinion vide our report dated 23 May 2023.

For Price Waterhouse Chartered Accountants LLP  
Firm Registration Number: 012754N/N500016



Anurag Khandelwal  
Partner  
Membership Number: 078571

UDIN: 23078571BGXZHQ3955  
Place: Gurugram  
Date: 23 May 2023

**Akzo Nobel India Limited**

**Registered Office : Geetanjali Apartment, 1st Floor, 8-B Middleton Street, Kolkata -700071**

**CIN: L24292WB1954PLC021516**

**Statement of Standalone Financial Results for the quarter and year ended 31 March 2023**

(Rs. in Million)

Particulars	Quarter ended			For the year ended	
	31 March 2023	31 December 2022	31 March 2022	31 March 2023	31 March 2022
	(Unaudited) (Refer Note 2)	(Unaudited)	(Unaudited) (Refer Note 2)	(Audited)	(Audited)
<b>1 Income</b>					
(a) Revenue from operations	9,514	9,868	8,671	38,021	31,486
(b) Other income	61	124	51	274	227
<b>Total income</b>	<b>9,575</b>	<b>9,992</b>	<b>8,722</b>	<b>38,295</b>	<b>31,713</b>
<b>2 Expenses</b>					
(a) Cost of materials consumed	4,900	4,806	5,013	20,812	17,747
(b) Purchases of stock-in-trade	761	439	279	2,016	1,939
(c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	(208)	774	(104)	73	(902)
(d) Employee benefits expense	729	763	733	3,002	2,632
(e) Finance costs	57	26	57	141	145
(f) Depreciation and amortisation expense	225	211	192	825	759
(g) Other expenses	1,785	1,657	1,558	6,867	5,746
<b>Total expenses</b>	<b>8,249</b>	<b>8,676</b>	<b>7,728</b>	<b>33,736</b>	<b>28,066</b>
<b>3 Profit / (Loss) from operations before exceptional items and tax (1-2)</b>	<b>1,326</b>	<b>1,316</b>	<b>994</b>	<b>4,559</b>	<b>3,647</b>
<b>4 Exceptional Items - Income / (Expense) (Refer note 3)</b>	-	-	20	-	20
<b>5 Profit / (Loss) before tax (3+4)</b>	<b>1,326</b>	<b>1,316</b>	<b>1,014</b>	<b>4,559</b>	<b>3,667</b>
<b>6 Tax expense</b>					
(a) Current tax (net)	393	352	269	1,261	782
(b) Deferred tax	(21)	(10)	(1)	(53)	(15)
<b>7 Net Profit / (Loss) for the period / year (5-6)</b>	<b>954</b>	<b>974</b>	<b>746</b>	<b>3,351</b>	<b>2,900</b>
<b>8 Other comprehensive Income</b>					
<b>Items that will not be reclassified to profit or loss</b>					
(A) (i) Gain/(Loss) of defined benefit plans	(58)	(8)	25	(68)	*
(ii) Income tax relating to above	14	2	(6)	17	*
(B) (i) Changes in fair value of FVOCI equity instruments	-	-	-	-	-
(ii) Income tax relating to above	-	-	-	-	-
<b>Other comprehensive income for the period / year</b>	<b>(44)</b>	<b>(6)</b>	<b>19</b>	<b>(51)</b>	<b>*</b>
<b>9 Total comprehensive Income for the period / year (7+8)</b>	<b>910</b>	<b>968</b>	<b>765</b>	<b>3,300</b>	<b>2,900</b>
<b>10 Paid - up equity share capital (Shares of Rs. 10 each)</b>	<b>455</b>	<b>455</b>	<b>455</b>	<b>455</b>	<b>455</b>
<b>11 Earnings per equity share (of Rs. 10 each) (not annualised) from operations:</b>					
(a) Basic	20.94	21.39	16.37	73.58	63.68
(b) Diluted	20.94	21.39	16.37	73.58	63.68

\*Amount is below rounding off norms, adopted by the Company



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**Akzo Nobel India Limited**

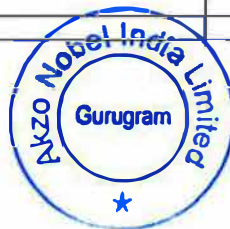
**Registered Office : Geetanjali Apartment, 1st Floor, 8-B Middleton Street, Kolkata -700071  
CIN: L24292WB1954PLC021516**

**Standalone Statement of Assets and Liabilities**

(Rs. in Million)

Particulars	As at 31 March 2023	As at 31 March 2022
	(Audited)	(Audited)
<b>A ASSETS</b>		
<b>1 Non-current assets</b>		
(a) Property, plant & equipment	4,096	4,151
(b) Right-of-use assets	970	997
(c) Capital work-in-progress	727	416
(d) Intangible assets	41	52
(e) Financial assets		
(i) Investments	*	*
(ii) Loans	4	4
(iii) Other financial assets	87	86
(f) Deferred tax assets	266	196
(g) Non current tax assets (net)	1,526	1,374
(h) Other non-current assets	1,004	1,034
<b>Total non-current assets</b>	<b>8,721</b>	<b>8,310</b>
<b>2 Current assets</b>		
(a) Inventories	5,979	6,644
(b) Financial assets		
(i) Trade receivables	5,523	4,955
(ii) Cash & cash equivalents	3,136	1,441
(iii) Bank balances other than (ii) above	2,496	3,135
(iv) Loans	*	*
(v) Other financial assets	139	116
(c) Other current assets	1,398	1,304
<b>Total current assets</b>	<b>18,671</b>	<b>17,595</b>
<b>Total Assets</b>	<b>27,392</b>	<b>25,905</b>
<b>B EQUITY AND LIABILITIES</b>		
<b>1 Equity</b>		
(a) Equity Share capital	455	455
(b) Other Equity	12,701	12,133
<b>Total equity</b>	<b>13,156</b>	<b>12,588</b>
<b>Liabilities</b>		
<b>2 Non-current liabilities</b>		
(a) Financial liabilities		
(i) Lease liabilities	530	551
(ii) Other financial liabilities (other than those specified in item (i) above)	147	179
(b) Other non-current liabilities	77	69
(c) Provisions	846	682
<b>Total non-current liabilities</b>	<b>1,600</b>	<b>1,481</b>
<b>3 Current liabilities</b>		
(a) Financial liabilities		
(i) Lease liabilities	167	154
(ii) Trade Payables		
- Total outstanding dues of micro enterprises and small enterprises	214	139
- Total outstanding dues of creditors other than micro enterprises and small enterprises	8,720	8,312
(iii) Other financial liabilities (other than those specified in item (i) & (ii) above)	886	774
(b) Other current liabilities	2,264	2,036
(c) Provisions	385	421
<b>Total current liabilities</b>	<b>12,636</b>	<b>11,836</b>
<b>Total liabilities</b>	<b>14,236</b>	<b>13,317</b>
<b>Total equity and liabilities</b>	<b>27,392</b>	<b>25,905</b>

\*Amount is below rounding off norms, adopted by the Company



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**Akzo Nobel India Limited**

**Registered Office : Geetanjali Apartment, 1st Floor, 8-B Middleton Street, Kolkata -700071**

**CIN: L24292WB1954PLC021516**

**Standalone Statement of Cash Flows**

(Rs. in Million)

	For the year ended 31 March 2023	For the year ended 31 March 2022
<b>A Cash flow from operating activities</b>		
Profit before tax	4,559	3,667
Adjustments for:		
Depreciation and amortisation expense	825	759
Loss on sale of property, plant and equipment (net)	11	20
Net gain on termination of leases	(8)	(9)
Exceptional items (net)	-	(20)
Provision for inventory obsolescence made / (written back)	93	(81)
Provision for doubtful debts and advances made / (written back)	23	(21)
Net foreign exchange differences	5	(29)
Provision/liabilities no longer required written back	(92)	(190)
Government grants	(11)	(11)
Interest income	(255)	(194)
Gain on sale of investments	-	(7)
Finance costs	141	145
<b>Operating profit before change in operating assets and liabilities</b>	<b>5,291</b>	<b>4,029</b>
(Increase) / Decrease in trade receivables	(601)	(799)
(Increase) / Decrease in inventories	572	(1,684)
(Increase) / Decrease in loans	-	-
(Increase) / Decrease in other financial assets	(1)	(10)
(Increase) / Decrease in other assets	80	(253)
Increase / (Decrease) in trade payables	572	697
Increase / (Decrease) in other financial liabilities	90	(77)
Increase / (Decrease) in provisions	59	79
Increase / (Decrease) in other liabilities	223	359
<b>Cash generated from operations</b>	<b>6,285</b>	<b>2,344</b>
Income taxes paid (net)	(1,425)	(1,132)
<b>Net cash inflow from operating activities (A)</b>	<b>4,860</b>	<b>1,212</b>
<b>B Cash flow from Investing activities</b>		
Payments for purchase of property, plant and equipment	(1,043)	(634)
Proceeds from sale of investments	-	13
Bank deposits	639	2,738
Interest received	253	187
<b>Net cash inflow / (outflow) from investing activities (B)</b>	<b>(151)</b>	<b>2,304</b>
<b>C Cash flow from financing activities</b>		
Principal element of lease payments	(165)	(153)
Dividend paid	(2,732)	(3,188)
Interest paid	(120)	(118)
<b>Net cash (outflow) from financing activities (C)</b>	<b>(3,017)</b>	<b>(3,459)</b>
<b>Net increase in cash and cash equivalents (A+B+C)</b>	<b>1,692</b>	<b>67</b>
<b>Cash and cash equivalents at the beginning of the year</b>	<b>1,441</b>	<b>1,384</b>
<b>Effect of exchange rate changes on cash and cash equivalents</b>	<b>3</b>	<b>-</b>
<b>Cash and cash equivalents at the end of the year</b>	<b>3,136</b>	<b>1,441</b>
<b>Non-cash investing activities</b>		
- Acquisition of right-of-use assets	222	295

\*Amount is below rounding off norms, adopted by the Company

**Notes:**

- (i) The above Standalone Statement of Cash Flows has been prepared under the indirect method as set out in "Ind AS 7 Statement of Cash Flows".  
(ii) Amounts in bracket represent outflows.



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**Akzo Nobel India Limited**  
**Registered Office: Geetanjali Apartment, 1st Floor, 8-B Middleton Street, Kolkata - 700 071**  
**CIN: L24292WB1954PLC021516**

**Notes to the Statement of Standalone Financial Results for the quarter and year ended 31 March 2023**

1. The Standalone Financial Results have been reviewed by the Audit Committee and approved by the Board of Directors in their meeting held on 23 May 2023.
2. The figures for the quarter ended 31 March 2023 and 31 March 2022 are the balancing figures between the audited standalone figures in respect of the full financial year and the published standalone year to date figures upto the third quarter of the respective financial years which have neither been subjected to limited review nor audited by our statutory auditors.
3. In the quarter and year ended 31 March 2022, the Company had reversed an excess provision amounting to INR 20 Mn which was created in earlier years in relation to its erstwhile divested business. This was disclosed as an exceptional item.
4. The Company operates in single segment viz. Coatings. Therefore, separate segment disclosures under the provisions of Ind AS 108 have not been given in respect of Standalone Unaudited Financial Results for the quarter and year ended 31 March 2023.
5. The Board of Directors has recommended a final dividend of Rs. 40 (Rupees forty only) per fully paid-up ordinary share of Rs. 10/- each for the financial year 2022-23. The dividend will be paid if approved by the shareholders at the forthcoming Annual General Meeting. The Company also paid an interim dividend of Rs. 25 (Rupees twenty five only) per share during the year 2022-23, bringing the total dividend to Rs. 65 per share (previous year Rs. 75 per share).

Gurugram

23 May 2023



  
Rajiv Rajgopal

Managing Director

# Price Waterhouse Chartered Accountants LLP

## INDEPENDENT AUDITOR'S REPORT

To the Board of Directors of Akzo Nobel India Limited

Report on the Audit of the Consolidated Financial Results

### Opinion

1. We have audited the consolidated annual financial results of Akzo Nobel India Limited (hereinafter referred to as the "Holding Company") and its subsidiary (Holding Company and its subsidiary together referred to as "the Group") (Refer note 3 to the consolidated annual financial results) for the year ended 31 March 2023, which are included in the accompanying 'Statement of Consolidated Financial Results for the quarter and year ended 31 March 2023', and the Consolidated Statement of Assets and Liabilities and the Consolidated Statement of Cash Flows as at and for the year ended on that date (hereinafter referred to as "consolidated financial results"), 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") which have been initialled by us for identification purposes.
2. In our opinion and to the best of our information and according to the explanations given to us, the aforesaid consolidated financial results:
  - (i) include the annual financial results of the following entities:
    - Akzo Nobel India Limited (Holding Company)
    - ICI India Research and Technology Centre (Subsidiary Company)
  - (ii) are presented in accordance with the requirements of Regulation 33 of the Listing Regulations in this regard; and
  - (iii) give a true and fair view in conformity with the recognition and measurement principles laid down in the applicable accounting standards prescribed under Section 133 of the Companies Act, 2013 (the "Act") and other accounting principles generally accepted in India, of net profit and other comprehensive income and other financial information of the Group for the year ended 31 March 2023 and the Consolidated Statement of Assets and Liabilities and the Consolidated Statement of Cash Flows as at and for the year ended on that date.

### Basis for Opinion

3. We conducted our audit in accordance with the Standards on Auditing (SAs) specified under Section 143(10) of the Act and other applicable authoritative pronouncements issued by the Institute of Chartered Accountants of India. Our responsibilities under those Standards are further described in the "Auditor's Responsibilities for the Audit of the Consolidated Financial Results" section of our report. We are independent of the Group, in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the consolidated financial statements under the provisions of the Act and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence obtained by us, is sufficient and appropriate to provide a basis for our opinion.

### Board of Directors' Responsibilities for the Consolidated Financial Results

4. These consolidated financial results have been prepared on the basis of the consolidated annual financial statements. The Holding Company's Board of Directors are responsible for the preparation



Price Waterhouse Chartered Accountants LLP, Building No. 8, 8th Floor, Tower - B, DLF Cyber City, Gurugram - 122 002  
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## INDEPENDENT AUDITOR'S REPORT

To the Board of Directors of Akzo Nobel India Limited  
Report on the Audit of the Consolidated Financial Results  
Page 2 of 3

and presentation of these consolidated financial results that give a true and fair view of the net profit and other comprehensive income and other financial information of the Group and the Consolidated Statement of Assets and Liabilities and the Consolidated Statement of Cash Flows in accordance with the recognition and measurement principles laid down in the Indian Accounting Standards prescribed under Section 133 of the Act 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 respective Board of Directors of the companies included in the Group are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Group and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and the design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring accuracy and completeness of the accounting records, relevant to the preparation and presentation of the consolidated financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error, which have been used for the purpose of preparation of the consolidated financial results by the Directors of the Holding Company, as aforesaid.

5. In preparing the consolidated financial results, the respective Board of Directors of the companies included in the Group are responsible for assessing the ability of the Group to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the respective Board of Directors either intends to liquidate the Group or to cease operations, or has no realistic alternative but to do so.
6. The respective Board of Directors of the companies included in the Group are responsible for overseeing the financial reporting process of the Group.

### **Auditor's Responsibilities for the Audit of the Consolidated Financial Results**

7. Our objectives are to obtain reasonable assurance about whether the consolidated financial results as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these consolidated financial results.
8. As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:
  - Identify and assess the risks of material misstatement of the consolidated financial results, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
  - Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under Section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the Holding Company has adequate internal financial controls with reference to consolidated financial statements in place and the operating effectiveness of such controls (Refer paragraph 12 below).
  - Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board of Directors.
  - Conclude on the appropriateness of the Board of Directors use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the ability of the Group to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the consolidated financial results or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Group to cease to continue as a going concern.



INDEPENDENT AUDITOR'S REPORT

To the Board of Directors of Akzo Nobel India Limited  
Report on the Audit of the Consolidated Financial Results  
Page 3 of 3

- Evaluate the overall presentation, structure and content of the consolidated financial results, including the disclosures, and whether the consolidated financial results represent the underlying transactions and events in a manner that achieves fair presentation.
  - Obtain sufficient appropriate audit evidence regarding the financial results of the entities within the Group to express an opinion on the consolidated financial results. We are responsible for the direction, supervision and performance of the audit of financial information of such entities included in the consolidated financial results of which we are the independent auditors. We remain solely responsible for our audit opinion.
9. We communicate with those charged with governance of the Holding Company and such other entities included in the consolidated financial results of which we are the independent auditors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit. We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.
10. We also performed procedures in accordance with the circular issued by the SEBI under Regulation 33(8) of the Listing Regulations, as amended, to the extent applicable.

**Other Matters**

11. The consolidated financial results include the results for the quarter ended 31 March 2023 being the balancing figures between the audited figures in respect of the full financial year and the published unaudited year to date figures up to the third quarter of the current financial year, which are neither subject to limited review nor audited by us.
12. The consolidated annual financial results dealt with by this report have been prepared for the express purpose of filing with BSE Limited and National Stock Exchange of India Limited. These results are based on and should be read with the audited consolidated financial statements of the Group, for the year ended 31 March 2023 on which we have issued an unmodified audit opinion vide our report dated 23 May 2023.

For Price Waterhouse Chartered Accountants LLP  
Firm Registration Number: 012754N/N500016



Anurag Khandelwal  
Partner

Membership Number: 078571

UDIN: 23078571BGXZHR3067  
Place: Gurugram  
Date: 23 May 2023

**Akzo Nobel India Limited**

**Registered Office : Geetanjali Apartment, 1st Floor, 8-B Middleton Street, Kolkata -700071  
CIN: L24292WB1954PLC021516**

**Statement of Consolidated Financial Results for the quarter and year ended 31 March 2023**

(Rs. in Million)

Particulars	Quarter ended			For the year ended	
	31 March 2023	31 December 2022	31 March 2022	31 March 2023	31 March 2022
	(Unaudited) (Refer Note 2)	(Unaudited)	(Unaudited) (Refer Note 2)	(Audited)	(Audited)
<b>1 Income</b>					
(a) Revenue from operations	9,514	9,868	8,671	38,021	31,486
(b) Other income	61	124	51	274	227
<b>Total income</b>	<b>9,575</b>	<b>9,992</b>	<b>8,722</b>	<b>38,295</b>	<b>31,713</b>
<b>2 Expenses</b>					
(a) Cost of materials consumed	4,900	4,806	5,013	20,812	17,747
(b) Purchases of stock-in-trade	761	439	279	2,016	1,939
(c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	(208)	774	(104)	73	(902)
(d) Employee benefits expense	731	765	735	3,011	2,640
(e) Finance costs	57	26	57	141	145
(f) Depreciation and amortisation expense	225	211	192	825	759
(g) Other expenses	1,783	1,655	1,555	6,858	5,737
<b>Total expenses</b>	<b>8,249</b>	<b>8,676</b>	<b>7,727</b>	<b>33,736</b>	<b>28,065</b>
<b>3 Profit / (Loss) from operations before exceptional items and tax (1-2)</b>	<b>1,326</b>	<b>1,316</b>	<b>995</b>	<b>4,559</b>	<b>3,648</b>
<b>4 Exceptional Items - Income / (Expense) (Refer note 4)</b>	-	-	20	-	20
<b>5 Profit / (Loss) before tax (3+4)</b>	<b>1,326</b>	<b>1,316</b>	<b>1,015</b>	<b>4,559</b>	<b>3,668</b>
<b>6 Tax expense</b>					
(a) Current tax (net)	393	352	269	1,261	782
(b) Deferred tax	(21)	(10)	(1)	(53)	(15)
<b>7 Net Profit / (Loss) for the period / year (5-6)</b>	<b>954</b>	<b>974</b>	<b>747</b>	<b>3,351</b>	<b>2,901</b>
<b>8 Other comprehensive income</b>					
<b>Items that will not be reclassified to profit or loss</b>					
(A) (i) Gain/(Loss) of defined benefit plans	(58)	(8)	24	(68)	(1)
(ii) Income tax relating to above	14	2	(6)	17	-
(B) (i) Changes in fair value of FVOCI equity instruments	-	-	-	-	-
(ii) Income tax relating to above	-	-	-	-	-
<b>Other comprehensive income for the period / year</b>	<b>(44)</b>	<b>(6)</b>	<b>18</b>	<b>(51)</b>	<b>(1)</b>
<b>9 Total comprehensive income for the period / year (7+8)</b>	<b>910</b>	<b>968</b>	<b>765</b>	<b>3,300</b>	<b>2,900</b>
<b>10 Paid - up equity share capital (Shares of Rs 10 each)</b>	<b>455</b>	<b>455</b>	<b>455</b>	<b>455</b>	<b>455</b>
<b>11 Earnings per share (of Rs. 10 each) (not annualised) from operations:</b>					
(a) Basic	20.94	21.39	16.39	73.58	63.70
(b) Diluted	20.94	21.39	16.39	73.58	63.70

\*Amount is below rounding off norms, adopted by the Group



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**Akzo Nobel India Limited**

**Registered Office : Geetanjali Apartment, 1st Floor, 8-B Middleton Street, Kolkata -700071**

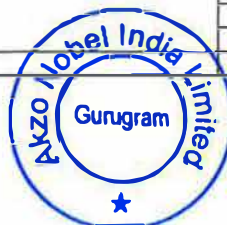
**CIN: L24292WB1954PLC021516**

**Consolidated Statement of Assets and Liabilities**

(Rs. in Million)

Particulars	As at 31 March 2023	As at 31 March 2022
	(Audited)	(Audited)
<b>A ASSETS</b>		
<b>1 Non-current assets</b>		
(a) Property, plant & equipment	4,098	4,153
(b) Right-of-use assets	970	997
(c) Capital work-in-progress	727	416
(d) Intangible assets	41	52
(e) Financial assets		
(i) Investments	*	-
(ii) Loans	4	4
(iii) Other financial assets	87	86
(f) Deferred tax assets	266	196
(g) Non current tax assets (net)	1,526	1,374
(h) Other non-current assets	1,004	1,034
<b>Total non-current assets</b>	<b>8,723</b>	<b>8,312</b>
<b>2 Current assets</b>		
(a) Inventories	5,979	6,644
(b) Financial assets		
(i) Trade receivables	5,523	4,955
(ii) Cash & cash equivalents	3,147	1,450
(iii) Bank balances other than (ii) above	2,496	3,135
(iv) Loans	*	*
(v) Other financial assets	139	116
(c) Other current assets	1,398	1,304
<b>Total current assets</b>	<b>18,682</b>	<b>17,604</b>
<b>Total Assets</b>	<b>27,405</b>	<b>25,916</b>
<b>B EQUITY AND LIABILITIES</b>		
<b>1 Equity</b>		
(a) Equity Share capital	455	455
(b) Other Equity	12,708	12,140
<b>Total equity</b>	<b>13,163</b>	<b>12,595</b>
<b>Liabilities</b>		
<b>2 Non-current liabilities</b>		
(a) Financial liabilities		
(i) Lease liabilities	530	551
(ii) Other financial liabilities (other than those specified in item (i) above)	147	179
(b) Other non-current liabilities	77	69
(c) Provisions	849	684
<b>Total non-current liabilities</b>	<b>1,603</b>	<b>1,483</b>
<b>3 Current liabilities</b>		
(a) Financial liabilities		
(i) Lease liabilities	167	154
(ii) Trade Payables		
- Total outstanding dues of micro enterprises and small enterprises	214	139
- Total outstanding dues of creditors other than micro enterprises and small enterprises	8,721	8,312
(iii) Other financial liabilities (other than those specified in item (i) & (ii) above)	886	774
(b) Other current liabilities	2,265	2,037
(c) Provisions	386	422
<b>Total current liabilities</b>	<b>12,639</b>	<b>11,838</b>
<b>Total liabilities</b>	<b>14,242</b>	<b>13,321</b>
<b>Total equity and liabilities</b>	<b>27,405</b>	<b>25,916</b>

\*Amount is below rounding off norms, adopted by the Group



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**Akzo Nobel India Limited**

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CIN: L24292WB1954PLC021516**

**Consolidated Statement of Cash Flows**

(Rs. In Million)

	For the year ended 31 March 2023	For the year ended 31 March 2022
<b>A Cash flow from operating activities</b>		
<b>Profit before tax</b>	4,559	3,668
Adjustments for:		
Depreciation and amortisation expense	825	759
Loss on sale of property, plant and equipment (net)	11	20
Net gain on termination of leases	(8)	(9)
Exceptional items (net)	-	(20)
Provision for inventory obsolescence made / (written back)	93	(81)
Provision for doubtful debts and advances made / (written back)	23	(21)
Net foreign exchange differences	5	(29)
Provision/liabilities no longer required written back	(92)	(190)
Government grants	(11)	(11)
Interest income	(255)	(194)
Gain on sale of investments	-	(7)
Finance costs	141	145
<b>Operating profit before change in operating assets and liabilities</b>	<b>5,291</b>	<b>4,030</b>
(Increase) / Decrease in trade receivables	(601)	(799)
(Increase) / Decrease in inventories	572	(1,681)
(Increase) / Decrease in loans	-	-
(Increase) / Decrease in other financial assets	(1)	(10)
(Increase) / Decrease in other assets	80	(253)
Increase / (Decrease) in trade payables	573	697
Increase / (Decrease) in other financial liabilities	90	(77)
Increase / (Decrease) in provisions	60	80
Increase / (Decrease) in other liabilities	223	359
<b>Cash generated from operations</b>	<b>6,287</b>	<b>2,346</b>
Income taxes paid (net)	(1,425)	(1,132)
<b>Net cash inflow from operating activities (A)</b>	<b>4,862</b>	<b>1,214</b>
<b>B Cash flow from investing activities</b>		
Payments for purchase of property, plant and equipment	(1,043)	(834)
Proceeds from sale of investments	-	13
Bank deposits	639	2,738
Interest received	253	187
<b>Net cash inflow / (outflow) from investing activities (B)</b>	<b>(151)</b>	<b>2,304</b>
<b>C Cash flow from financing activities</b>		
Principal element of lease payments	(165)	(153)
Dividend paid	(2,732)	(3,188)
Interest paid	(120)	(118)
<b>Net cash (outflow) from financing activities (C)</b>	<b>(3,017)</b>	<b>(3,459)</b>
<b>Net increase in cash and cash equivalents (A+B+C)</b>	<b>1,694</b>	<b>59</b>
<b>Cash and cash equivalents at the beginning of the year</b>	<b>1,450</b>	<b>1,391</b>
<b>Effect of exchange rate changes on cash and cash equivalents</b>	<b>3</b>	<b>-</b>
<b>Cash and cash equivalents at the end of the year</b>	<b>3,147</b>	<b>1,450</b>
<b>Non-cash investing activities</b>		
- Acquisition of right-of-use assets	222	295

\*Amount is below rounding off norms, adopted by the Group

**Notes:**

- The above Consolidated Statement of Cash Flows has been prepared under the indirect method as set out in "Ind AS 7 Statement of Cash Flows".
- Amounts in bracket represent outflows.



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**Akzo Nobel India Limited**  
**Registered Office: Geetanjali Apartment, 1st Floor, 8-B Middleton Street, Kolkata - 700 071**  
**CIN: L24292WB1954PLC021516**

**Notes to the Statement of Consolidated Financial Results for the quarter and year ended 31 March 2023**

1. The Consolidated Financial Results have been reviewed by the Audit Committee and approved by the Board of Directors in their meeting held on 23 May 2023.
2. The figures for the year ended 31 March 2023 and 31 March 2022 are prepared by consolidating the figures of Akzo Nobel India Limited and its subsidiary ICI India Research and Technology Centre as required under Indian Accounting Standards ("Ind AS") 110. The figures for the quarter ended 31 March 2023 and 31 March 2022 are the balancing figures between the audited consolidated figures in respect of the full financial year and the published consolidated year to date figures upto the third quarter of the respective financial years which have neither been subjected to limited review nor audited by our statutory auditors.
3. The Consolidated Financial Results include the results of the following entities namely, Akzo Nobel India Limited (Parent) and ICI India Research and Technology Centre (Subsidiary), hereinafter referred to as the Group.
4. In the quarter and year ended 31 March 2022, the Group had reversed an excess provision amounting to INR 20 Mn which was created in earlier years in relation to its erstwhile divested business. This was disclosed as an exceptional item.
5. The Group operates in single segment viz. Coatings. Therefore, separate segment disclosures under the provisions of Ind AS 108 have not been given in respect of Consolidated Unaudited Financial Results for the quarter and year ended 31 March 2023.
6. The Board of Directors has recommended a final dividend of Rs. 40 (Rupees forty only) per fully paid-up ordinary share of Rs. 10/- each for the financial year 2022-23. The dividend will be paid if approved by the shareholders at the forthcoming Annual General Meeting. The Group also paid an interim dividend of Rs. 25 (Rupees twenty five only) per share during the year 2022-23, bringing the total dividend to Rs. 65 per share (previous year Rs. 75 per share).

**Gurugram**

**23 May 2023**



  
**Rajiv Rajgopal**  
**Managing Director**