

14 August 2015

The Secretary
Bombay Stock Exchange Ltd.
Market Operations Department
1st floor, New Trading Ring
Rotunda Building, P J Towers
Dalal Street, Fort
Mumbai - 400 001
Fax 022 22723121, 3719, 2037

The Secretary
National Stock Exchange of India Ltd.
Exchange Plaza, 5th floor
Plot No C/1, G Block,
Bandra-Kurla Complex
Bandra (E)
Mumbai - 400051
Fax No 022 26598237/38

Dear Sir,

Un-audited Financial Results

This is to inform you that the Board of Directors of Akzo Nobel India Limited in its meeting held today has approved the Un-audited Financial Results of the Company for the quarter ended 30 June 2015.

Copy of the Un-audited Financial Results and the Press Release issued by the Company today are attached herewith.

Yours faithfully,
For Akzo Nobel India Limited



R Guha
Company Secretary
Camp: Kolkata

Encl: as above.

Press Release

AkzoNobel India announces Q1, FY2015-16 results

Total revenue at ₹ 658 crore; up by 3%

Operating profit at ₹ 61 crore; up by 14%

Kolkata, August 14, 2015:

Today, the Board of Directors of AkzoNobel India Limited approved the unaudited financial results for the quarter ended June 30, 2015.

Performance highlights:

AkzoNobel India Limited (Q1 FY16 versus Q1 FY15)

- **Total revenue** at ₹658 crore as compared to ₹641 crore of the corresponding quarter of the previous year; a QoQ growth of 3%
- **Operating Profit** at ₹61 crore as compared to ₹53 crore of the corresponding quarter of the previous year; a QoQ growth of 14%
- **Profit after tax (PAT)** at ₹45 crore as compared to ₹55 crore of the corresponding quarter of the previous year; mainly due to reduction in investment income owing to a special dividend payout

Comments:

Jayakumar Krishnaswamy, Managing Director, Akzo Nobel India:

“Owing to continuous efforts towards improving efficiency and optimum utilisation of existing assets, the company has been able to consistently deliver and add value to our stakeholders. A healthy upswing in the operating profit is reflective of our constant pursuit of excellence and quality.”

This year, AkzoNobel India completed 50 years of being listed with the Bombay Stock Exchange (BSE); a historic milestone achieved by the company.”

About AkzoNobel India:

Present in India for 60 years and a significant player in the paints industry. Over the years, it has witnessed sustained expansion, growth and transformation. In 2008, the Company became a member of the AkzoNobel Group.

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Registered office: Geetanjali Apartment, 1st Floor, 8B Middleton Street Kolkata – 700 071 CIN: L24292WB1954PLC021516

AkzoNobel India manufactures and markets a wide range of coatings covering Decorative paints Protective coatings and Specialty Chemicals. We provide solutions to many industries and sectors including automotive, consumer electronics, power, aviation, shipping and leisure craft, construction, oil and gas, water and waste water, food and beverages, etc. We supply industries and consumer with innovative products and are passionate about developing sustainable answers for our customers. Our portfolio includes well-known brands such as Dulux, Sikkens, International and Interpon. Our employee strength is close to 1800.

AkzoNobel India has manufacturing sites, offices and distribution network spread across the country. All manufacturing facilities have state-of-art environmental management system. Its commitment to Health, Safety, Environment & Security (HSE&S) has been amongst the best in class globally, with due care being taken to protect the people and the environment.

Company Contacts:

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Country Communications, AkzoNobel India: Joya Ahluwalia, joya.ahluwalia@akzonobel.com; +91-124-4852400

Safe Harbour Statement:

This press release may contain statements which address such key issues as Akzo Nobel's growth strategy, future financial results, market positions, product development, products in the pipeline, and product approvals. Such statements should be carefully considered, and it should be understood that many factors could cause forecasted and actual results to differ materially from these statements. These factors include, but are not limited to, price fluctuations, currency fluctuations, developments in raw material and personnel costs, pensions, physical and environmental risks, legal issues, and legislative, fiscal, and other regulatory measures.

Akzo Nobel India Limited

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Statement of unaudited Financial Results for the quarter ended 30 June 2015

(Rs. Millions)

PART I

Particulars	Quarter ended			Year ended
	30 June 2015	31 March 2015	30 June 2014	31 March 2015
	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
1 Income from operations				
(a) Net sales (net of excise duty)	6,445.8	5,777.6	6,279.3	24,697.9
(b) Other operating income	138.2	144.0	131.7	572.0
Total income from operations (net)	6,584.0	5,921.6	6,411.0	25,269.9
2 Expenses				
(a) Cost of materials consumed	2,934.6	2,815.6	3,081.6	11,969.5
(b) Purchase of stock-in-trade	522.5	593.0	506.7	2,219.0
(c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	94.1	(273.4)	79.2	(125.5)
(d) Employee benefits expense	564.0	575.0	509.5	2,057.7
(e) Depreciation and amortisation expense	131.5	137.1	133.1	525.9
(f) Other expenses	1,731.3	1,596.5	1,569.2	6,534.9
Total expenses	5,978.0	5,443.8	5,879.3	23,181.5
3 Profit from operations before other income, finance costs and exceptional items (1-2)	606.0	477.8	531.7	2,088.4
4 Other Income	75.1	136.3	291.7	650.0
5 Profit from ordinary activities before finance costs and exceptional items (3+4)	681.1	614.1	823.4	2,738.4
6 Finance cost	3.8	1.5	6.3	14.9
7 Profit from ordinary activities after finance costs but before exceptional Items (5-6)	677.3	612.6	817.1	2,723.5
8 Exceptional Items - income	-	-	26.7	26.7
9 Profit from ordinary activities before tax (7+8)	677.3	612.6	843.8	2,750.2
10 Tax expense	224.2	166.2	292.0	887.1
11 Net profit from ordinary activities after tax (9-10)	453.1	446.4	551.8	1,863.1
12 Paid - up equity share capital (ordinary shares of Rs 10/- each)	466.6	466.6	466.6	466.6
13 Reserves excluding Revaluation Reserve as per balance sheet of previous accounting year				8,719.0
14 Basic and diluted Earnings per share (of Rs. 10 each) (not annualised)	9.71	9.57	11.83	39.93

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Unaudited Financial Results for the quarter ended 30 June 2015

PART II

Particulars	Quarter ended			Year ended
	30 June 2015	31 March 2015	30 June 2014	31 March 2015
A PARTICULARS OF SHAREHOLDING				
1 Public shareholding				
- Number of shares	12,615,979	12,615,979	12,615,979	12,615,979
- Percentage of shareholding	27.04%	27.04%	27.04%	27.04%
2 Promoter and Promoter Group Shareholding				
a) Pledged/ Encumbered				
- Number of shares	-	-	-	-
- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	-	-	-	-
- Percentage of shares (as a % of the total share capital of the company)	-	-	-	-
b) Non-encumbered				
- Number of shares	34,044,335	34,044,335	34,044,335	34,044,335
- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	100%	100%	100%	100%
- Percentage of shares (as a % of the total share capital of the company)	72.96%	72.96%	72.96%	72.96%

B PARTICULARS OF INVESTOR COMPLAINTS

	Quarter ended 30 June 2015
Pending at the beginning of the quarter	-
Received during the quarter	
Disposed off during the quarter	
Remaining unresolved at the end of the quarter	-

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Segment wise Revenue, Results and Capital Employed

Unaudited Financial Results for the quarter ended 30 June 2015

	Quarter ended			Year ended
	30 June 2015	31 March 2015	30 June 2014	31 Mar 2015
	(Unaudited)			(Audited)
1 Segment Revenue				
a) Coatings	6,185.4	5,634.6	6,136.8	24,152.7
b) Others	398.6	287.0	274.2	1,117.2
Total income from operations (net)	6,584.0	5,921.6	6,411.0	25,269.9
2 Segment Results [Profit before interest and tax from each segment]				
a) Coatings	605.4	499.6	529.8	2,110.8
b) Others	31.0	53.9	29.2	129.5
Total	636.4	553.5	559.0	2,240.3
Finance Cost	3.8	1.5	6.3	14.9
Other un-allocable income (net of un-allocable expenditure)	44.7	60.6	264.4	498.1
	677.3	612.6	817.1	2,723.5
Exceptional items - Income	-	-	26.7	26.7
Profit before tax	677.3	612.6	843.8	2,750.2
3 Capital Employed (Segment Assets - Segment Liabilities)	As at	As at	As at	
	30 June 2015	30 June 2014	31 Mar 2015	
a) Coatings	6,743.4	6,444.7	6,813.1	
b) Others	568.3	679.2	525.9	
Unallocated	2,341.1	1,873.0	1,860.7	
Total	9,652.8	8,996.9	9,199.7	

Note :

- Segment Revenue, Results and Capital Employed figures include the respective amounts identifiable to each of the segments. Other un-allocable income (net of un-allocable expenditure) in segment results include income from investment of surplus funds of the Company and unallocable corporate expenses.

-"Unallocated" in Capital Employed includes un-allocable corporate assets, liabilities and investments.

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Unaudited Financial Results for the quarter ended 30 June 2015

Notes:

1. The above results have been approved by the Audit Committee and the Board of Directors at their meetings held on 14 August 2015.
2. The Statutory Auditor of the Company have reviewed the financial results for the quarter ended 30 June 2015. The figures for the quarter ended 31 March 2015, as reported in these financial results, are the balancing figures between audited figures in respect of the full financial year and the published year to date figures up to the end of the third quarter of the relevant financial year. An unqualified report has been issued and the same is being filed with the Bombay and National Stock Exchanges, which is also available on the Company website- www.akzonobel.co.in.
3. During the previous year ended 31 March 2015, consequent on receipt of provisional approval from authorities, the Company had re-assessed the provision with regard to liability on sale of Catalyst business and the net impact of Rs. 26.7 million had been disclosed as an exceptional item. The tax impact of the transfer is being evaluated by the management and will be recognised in the period in which the transfer is consummated.
4. Previous year/ period figures have been regrouped/ reclassified, wherever necessary, to make them comparable to the current year/ period figures.

B S R & Associates LLP

Chartered Accountants

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Review report to the Board of Directors of Akzo Nobel India Limited

- 1 We have reviewed the accompanying statement of un-audited financial results ('the Statement') of Akzo Nobel India Limited ('the Company') for the quarter ended 30 June 2015, attached herewith, being submitted by the Company pursuant to the requirement of clause 41 of the Listing agreement issued by the Securities and Exchange Board of India ("Listing Agreement"), except for the disclosures regarding "Public Shareholding" and "Promoter and Promoter Group Shareholding", which have been traced from disclosures made by the management and have not been audited by us. This statement is the responsibility of the Company's Management and has been approved by the Board of Directors. Our responsibility is to issue a report on these financial results based on our review.
- 2 We conducted our review in accordance with the Standard on Review Engagement (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 financial results are free of material misstatement. A review is limited primarily to inquiries of Company personnel and analytical procedures applied to financial data and thus provide less assurance than an audit. We have not performed an audit and, accordingly, we do not express an audit opinion.
- 3 Based on our review conducted as explained in paras 1 and 2 above, nothing has come to our attention that causes us to believe that the accompanying statement of un-audited financial results, prepared in accordance with applicable accounting standards and other recognised accounting practices and policies has not disclosed the information required to be disclosed in terms of Clause 41 of the Listing Agreement, including the manner in which it is to be disclosed, or that it contains any material misstatement.

For B S R & Associates LLP

Chartered Accountants

Firm Registration Number: 116231W / W-100024



Rakesh Dewan

Partner

Membership number: 092212

Place: Kolkata
Date: 14 August 2015