

APL/SEC/15/206

27th July, 2016

BSE Limited
Corporate Relationship Department
Phiroze Jeejeebhoy Towers,
25th Floor, Dalal Street,
Mumbai – 400 001

Sir(s),

Sub: Outcome of Board Meeting in accordance with SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (“Listing Regulations”)

The Board of Directors of the Company at their meeting held today, has *inter alia*, considered and approved the following:

- Audited standalone and unaudited consolidated financial results of the Company for the quarter ended 30th June, 2016;
- Audited standalone segment reporting for the quarter ended 30th June, 2016;
- Press release on the financial results of the Company for the quarter ended 30th June, 2016.

An extract of the aforementioned results would be published in the newspapers in accordance with the Listing Regulations.

You are requested to note that the Board meeting started at 10.00 a.m. and post the approval of the above, the meeting will continue till its scheduled time.

Accordingly, please find enclosed the following:

- Audited standalone financial results of the Company for the quarter ended 30th June, 2016;
- Auditor’s Report in respect of the audited standalone financial results of the Company for the quarter ended 30th June, 2016;
- Unaudited consolidated financial results of the Company for the quarter ended 30th June, 2016;
- Limited Review Report by the Auditors on the unaudited consolidated financial results for the quarter ended 30th June 2016; and
- Press release on the financial results of the Company for the quarter ended 30th June, 2016.





Investors Call

Asian Paints Limited
Asian Paints House
6A, Shantinagar
Santacruz (E)
Mumbai 400 055
T : (022) 6218 1000
F : (022) 6218 1111
www.asianpaints.com

The Company will be holding Investors Call from 17.00 hrs– 18.00 hrs (IST) today. Further details of the said meet are available on the Company's website (www.asianpaints.com).

This is for your information and record.

Thanking you,

Yours truly,

For **ASIAN PAINTS LIMITED**


JAYESH MERCHANT
CFO & COMPANY SECRETARY,
PRESIDENT – INDUSTRIAL JVs

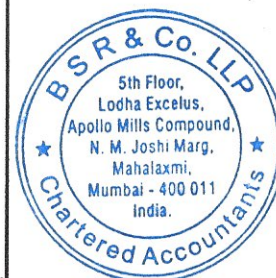
Cc: The National Stock Exchange of India Limited



AUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED 30th JUNE, 2016

Part I-Statement of Standalone Audited Financial Results for the Quarter Ended 30 th June, 2016 (₹ In Crores)					
Sr No.	Particulars	Quarter Ended			Year Ended
		30.06.2016 Audited	31.03.2016 Unaudited [#]	30.06.2015 Unaudited [#]	31.03.2016 Unaudited [#]
1	Income from operations				
	a) Revenue from operations	3,361.15	3,355.46	3,051.38	13,144.95
	b) Other operating income	46.58	47.97	41.82	187.23
	Total income from operations	3,407.73	3,403.43	3,093.20	13,332.18
2	Expenses				
	a) Cost of materials consumed	1,594.87	1,369.16	1,410.14	5,865.94
	b) Purchases of stock-in-trade	162.39	137.51	114.67	524.42
	c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	(219.68)	129.60	28.16	194.51
	d) Excise duty (Refer note 3)	423.99	368.87	350.34	1,501.85
	e) Employee benefits expense	188.99	180.29	162.18	666.83
	f) Depreciation and amortisation expense	74.02	61.33	56.63	234.51
	g) Other expenses	527.04	599.46	418.89	2,101.70
	Total expenses	2,751.62	2,846.22	2,541.01	11,089.76
3	Profit from operations before other income, finance costs and exceptional items (1-2)	656.11	557.21	552.19	2,242.42
4	Other income	78.77	59.94	67.09	249.43
5	Profit from ordinary activities before finance costs and exceptional items (3+4)	734.88	617.15	619.28	2,491.85
6	Finance costs	4.18	10.30	2.79	23.40
7	Profit from ordinary activities after finance costs but before exceptional items (5-6)	730.70	606.85	616.49	2,468.45
8	Exceptional Items (Refer note 4)	-	0.05	-	65.35
9	Profit from ordinary activities before tax (7-8)	730.70	606.80	616.49	2,403.10
10	Tax expense	229.52	205.82	188.95	780.29
11	Net Profit from ordinary activities after tax (9-10) (Refer note 5)	501.18	400.98	427.54	1,622.81
12	Other Comprehensive Income (OCI) (Net of tax)	56.50	(15.87)	(33.40)	(17.26)
13	Total Comprehensive Income (11+12)	557.68	385.11	394.14	1,605.55
14	Paid-up equity share capital (Face value of ₹1 per share)	95.92	95.92	95.92	95.92
15	Reserves excluding Revaluation Reserves as at Balance Sheet date				5,829.80
16	Basic and Diluted Earnings Per Share (EPS) (₹) (*not annualised)	5.23*	4.18*	4.46*	16.92

[#] Refer note 6



STANDALONE - SEGMENT REPORTING

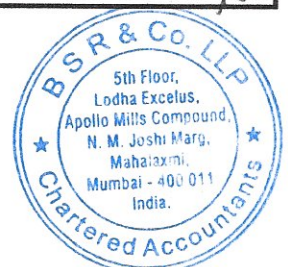
₹ in crores

Sr. No.	Particulars	Quarter Ended				Year Ended	
		30.06.2016	31.03.2016	30.06.2015	31.03.2016		
		Audited	Unaudited [#]	Unaudited [#]	Unaudited [#]		
1.	Segment Revenue						
	a. Paints	3,374.58	3,367.57	3,066.78	13,213.14		
	b. Home Improvement	33.15	35.86	26.42	119.04		
	Income from operations	3,407.73	3,403.43	3,093.20	13,332.18		
2.	Segment Results						
	Profit/(Loss) before tax and interest from each segment						
	a. Paints	765.67	662.34	631.12	2,622.89		
	b. Home Improvement	(2.95)	(6.29)	(4.32)	(26.44)		
	Total	762.72	656.05	626.80	2,596.45		
	Less: Finance costs	4.18	10.30	2.79	23.40		
	Unallocated Expenses net of unallocable income (includes exceptional items, refer note 4)	27.84	38.95	7.52	169.95		
	Total Profit Before Tax	730.70	606.80	616.49	2,403.10		
3.	Segment Assets						
	a. Paints	5,912.08	5,536.23	4,956.94	5,536.23		
	b. Home Improvement	87.39	90.14	84.80	90.14		
	Total Segment Assets	5,999.47	5,626.37	5,041.74	5,626.37		
	Unallocable Assets	3,091.69	3,098.58	2,999.10	3,098.58		
	Total	9,091.16	8,724.95	8,040.84	8,724.95		
4.	Segment Liabilities						
	a. Paints	2,563.30	2,342.53	2,091.51	2,342.53		
	b. Home Improvement	33.37	29.25	26.25	29.25		
	Total Segment Liabilities	2,596.67	2,371.78	2,117.76	2,371.78		
	Unallocable Liabilities	622.35	427.45	459.04	427.45		
	Total	3,219.02	2,799.23	2,576.80	2,799.23		
5	Capital Employed						
	a. Paints	3,348.78	3,193.70	2,865.43	3,193.70		
	b. Home Improvement	54.02	60.89	58.55	60.89		
	Unallocable Assets less Liabilities	2,469.34	2,671.13	2,540.06	2,671.13		
	Total	5,872.14	5,925.72	5,464.04	5,925.72		

[#] Refer note 6

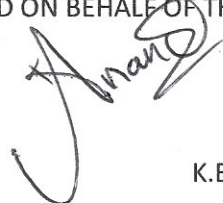
Notes:

1. There are no inter segment transfers.



- 1) The Company has adopted Indian Accounting Standards ('IND AS') notified by the Ministry of Corporate Affairs with effect from 1st April, 2016. Accordingly, the financial results for the quarter ended 30th June, 2016 are in compliance with IND AS and other accounting principles generally accepted in India and the results for the comparative quarters ended 31st March, 2016, 30th June, 2015 and the previous year ended 31st March, 2016 are also compliant with IND AS.
- 2) A final dividend of ₹ 5.30 (Rupees Five and Paise Thirty Only) per equity share of the face value of ₹ 1 each for the financial year 2015-16 was approved by the shareholders at the Annual General Meeting held on 28th June, 2016 and the same was paid on 29th June, 2016.
- 3) Revenue from operations has been presented in accordance with IND AS 18. Excise duty has been presented as an expense.
- 4) Exceptional items in the previous year include:
 - i) Provision for diminution in the value of the investment made in Sleek International Private Limited ('Sleek'), subsidiary of the Company, amounting to ₹ 65.30 crores in the year ended 31st March, 2016.
 - ii) Provision for diminution in the value of the investment made in Multifacet Infrastructure (India) Limited ('Multifacet'), a non-operating subsidiary of the Company, amounting to ₹ 0.05 crores in the quarter and year ended 31st March, 2016.
- 5) Reconciliation of Equity and Net profit as reported under previous Generally Accepted Accounting Principles ('Previous GAAP') and as per IND AS, is given as Appendix-A.
- 6) The financial results for the quarters ended 31st March, 2016 and 30th June, 2015 and year ended 31st March, 2016 have not been audited or reviewed by the auditors and are compiled by the management after exercising necessary due diligence to ensure a true and fair view of the Company's affairs.
- 7) The above results were reviewed and recommended by the Audit Committee on 26th July, 2016 and subsequently approved by the Board of Directors at its meeting held on 27th July, 2016. 

FOR AND ON BEHALF OF THE BOARD


K.B.S. Anand
MANAGING DIRECTOR & CEO
DIN: 03518282

Date: 27th July, 2016

Place: Mumbai











Appendix A- Reconciliation of Equity and Net profit as reported under previous Generally Accepted Accounting Principles ('Previous GAAP') and as per IND AS:

₹ in crores

Nature of Adjustments	Notes	Standalone			
		Net Profit Reconciliation			Equity Reconciliation
		For the quarter ended 30.06.2015	For the quarter ended 31.03.2016	For the year ended 31.03.2016	As at 31.03.2016
Net Profit/Equity as per Previous GAAP		427.81	386.95	1,597.43	4,963.16
Remeasurement cost of net defined benefit liability	(a)	2.94	(1.67)	(2.63)	(1.72)
Effect of measuring Financial Instruments at fair value	(b)	(9.11)	16.34	24.13	376.27
Amortisation of Intangible assets	(c)	0.96	0.96	3.85	3.85
Adjustment for Proposed Dividend	(d)	-	-	-	611.24
Deferred taxes	(e)	4.94	(1.60)	0.03	(9.82)
Net Profit as per IND AS		427.54	400.98	1,622.81	
Other Comprehensive Income (Net of Tax)		(33.40)	(15.87)	(17.26)	(17.26)
Total Comprehensive Income/Equity as per IND AS		394.14	385.11	1,605.55	5,925.72

- a) Remeasurement cost of net defined benefit liability: The remeasurement cost arising primarily due to change in actuarial assumptions has been recognised in Other Comprehensive Income (OCI) under IND AS instead of Statement of Profit and Loss under previous GAAP.
- b) Fair Valuation of Financial Instruments: The Company has valued certain financial assets at fair value (other than investments in subsidiaries, associate and joint venture which are accounted at cost). The impact of change in fair value as on the date of transition (i.e. 1st April, 2015), is recognised in opening equity and changes thereafter are recognised in the Statement of Profit and Loss or Other Comprehensive Income as the case may be.
- c) Amortisation of Intangible assets: The useful life of certain intangible assets is considered to be indefinite under IND AS and thereby eliminating the amortisation thereof. Accordingly, the amortisation charge under previous GAAP has been adjusted.
- d) Proposed Dividend: Under IND AS, the liability for final dividend is recognised in the period in which it is approved by shareholders. Accordingly, final dividend proposed and accounted for under the previous GAAP has been adjusted in equity.
- e) Deferred taxes: The impact of change in method of computation of deferred tax has resulted in charge to the equity, on the date of transition (i.e. 1st April, 2015) and impact on the Statement of Profit and Loss for the subsequent periods.



BSR & Co. LLP

Chartered Accountants
Lodha Excelus, 5th Floor,
Apollo Mills Compound,
N. M. Joshi Marg,
Mahalakshmi,
Mumbai 400 011.

Deloitte Haskins & Sells LLP

Chartered Accountants
Tower 3, 27th – 32nd Floor,
Indiabulls Finance Centre
Elphinstone Mill Compound
Senapati Bapat Marg
Elphinstone (West),
Mumbai - 400013

Independent Auditor's Report on Audit of Interim Financial Results

To
The Board of Directors of
Asian Paints Limited

1. We have audited the accompanying Statement of Standalone Financial Results of **Asian Paints Limited** ("the Company") for the Quarter ended June 30, 2016 ("the Statement"), being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as modified by Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016. This Statement, which is the responsibility of the Company's Management and approved by the Board of Directors, has been prepared on the basis of the related interim financial information in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34 "Interim Financial Reporting" ("Ind AS 34"), prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and other accounting principles generally accepted in India. Our responsibility is to express an opinion on the Statement.
2. We conducted our audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the Statement is free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the Statement. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the Statement, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Company's preparation and fair presentation of the Statement in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Management, as well as evaluating the overall presentation of the Statement.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.



**Independent Auditor's Report on Audit of Interim Financial Results
(Continued)**

Asian Paints Limited

3. In our opinion and to the best of our information and according to the explanations given to us, the Statement:
- (i) is presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as modified by Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016; and
 - (ii) gives a true and fair view in conformity with the aforesaid Indian Accounting Standards and other accounting principles generally accepted in India of the Net profit and Total comprehensive income and other financial information of the Company for the Quarter ended June 30, 2016.
4. We have not reviewed / audited the financial results and other financial information for the Quarters ended June 30, 2015 and March 31, 2016, and year ended March 31, 2016 which have been presented based on the financial information compiled by the Management.

For **B S R & Co. LLP**

Chartered Accountants

Firm's Registration No: 101248W/W-100022

B. H. Dhupelia

Bhavesh Dhupelia
Partner

Membership No: 042070

Mumbai
27 July 2016



For **Deloitte Haskins & Sells LLP**

Chartered Accountants

Firm's Registration No: 117366W/W-100018

Shyamak R Tata

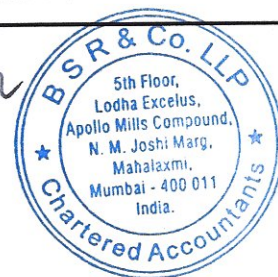
Shyamak R Tata
Partner
Membership No: 038320

Mumbai
27 July 2016



	Particulars	Unaudited # Quarter Ended			Unaudited # Year Ended
		30.06.2016	31.03.2016	30.06.2015	31.03.2016
1.	Income from operations				
	a) Revenue from operations	4,034.84	4,009.07	3,661.11	15,662.70
	b) Other operating income	47.24	48.55	41.93	189.51
	Total income from operations	4,082.08	4,057.62	3,703.04	15,852.21
2.	Expenses				
	a) Cost of materials consumed	1,943.41	1,656.16	1,732.44	7,194.57
	b) Purchases of Stock-in-trade	204.47	180.55	144.08	655.52
	c) Changes in inventories of finished goods, work in progress and stock-in-trade	(228.78)	168.76	32.31	199.61
	d) Excise duty (Refer note 2)	444.68	387.81	368.79	1,571.08
	e) Employee benefits expense	277.44	268.27	238.29	990.19
	f) Depreciation and amortisation expense	85.48	72.14	66.33	275.56
	g) Other expenses	620.61	698.67	508.53	2,472.78
	Total Expenses	3,347.31	3,432.36	3,090.77	13,359.31
3.	Profit from operations before other income, finance costs and exceptional items (1-2)	734.77	625.26	612.27	2,492.90
4.	Other income	71.91	46.59	60.98	213.39
5.	Profit from ordinary activities before finance costs and exceptional items (3+4)	806.68	671.85	673.25	2,706.29
6.	Finance costs	6.36	14.88	8.93	40.66
7.	Profit from ordinary activities after finance costs but before exceptional items (5-6)	800.32	656.97	664.32	2,665.63
8.	Exceptional Items (Refer note 4)	-	-	-	52.45
9.	Profit from ordinary activities before tax (7-8)	800.32	656.97	664.32	2,613.18
10.	Tax expense (Refer note 5)	260.31	227.88	204.74	844.37
11.	Net Profit from ordinary activities after tax (9-10)	540.01	429.09	459.58	1,768.81
12.	Share of profit of associate (refer note 6)	12.55	4.85	6.84	32.33
13.	Net Profit after taxes and share of profit of associates (11+12)	552.56	433.94	466.42	1,801.14
	Attributable to:				
13(a).	Shareholders of the Company	535.05	417.37	453.71	1,743.78
13(b).	Non Controlling Interest	17.51	16.57	12.71	57.36
14.	Other Comprehensive Income (net of tax)	69.30	(62.25)	(34.90)	(24.51)
15.	Total Comprehensive Income (13+14)	621.86	371.69	431.52	1,776.63
	Attributable to:				
15(a).	Shareholders of the Company	601.08	373.81	421.28	1,726.97
15(b).	Non Controlling Interest	20.78	(2.12)	10.24	49.66
16.	Paid-up equity share capital (Face value of ₹ 1 per share)	95.92	95.92	95.92	95.92
17.	Reserves excluding Revaluation Reserves as at Balance Sheet date				6,428.90
18.	Basic and diluted Earnings Per Share (EPS) (₹) (*not annualised)	5.58*	4.35*	4.73*	18.18

Refer note 7



SEGMENT REPORTING

₹ in crores

Sr. No.	Particulars	Quarter Ended			Year Ended
		30.06.2016	31.03.2016	30.06.2015	31.03.2016
		Unaudited*	Unaudited*	Unaudited*	Unaudited*
1.	Segment Revenue				
	a. Paints	4,011.67	3,983.37	3,646.11	15,598.21
	b. Home Improvement	70.41	74.25	56.93	254.00
	Income from operations	4,082.08	4,057.62	3,703.04	15,852.21
2.	Segment Results				
	Profit/(Loss) before tax and interest from each segment				
	a. Paints	839.47	719.26	688.63	2,912.43
	b. Home Improvement	(7.16)	(10.83)	(8.07)	(41.61)
	Total	832.31	708.43	680.56	2,870.82
	Less: Finance costs	6.36	14.88	8.93	40.66
	Unallocated Expenses net of unallocable income (includes exceptional item, refer note 4)	25.63	36.58	7.31	216.98
	Total Profit Before Tax	800.32	656.97	664.32	2,613.18
3.	Segment Assets				
	a. Paints	8,200.71	7,709.11	7,006.11	7,709.11
	b. Home Improvement	224.03	223.12	225.63	223.12
	Total Segment Assets	8,424.74	7,932.23	7,231.74	7,932.23
	Unallocable assets	2,616.55	2,630.15	2,608.48	2,630.15
	Total	11,041.29	10,562.38	9,840.22	10,562.38
4.	Segment Liabilities				
	a. Paints	3,437.05	3,164.63	2,999.06	3,164.63
	b. Home Improvement	74.05	61.79	54.10	61.79
	Total Segment Liabilities	3,511.10	3,226.42	3,053.16	3,226.42
	Unallocable Liabilities	622.35	427.45	459.04	427.45
	Total	4,133.45	3,653.87	3,512.20	3,653.87
5	Capital Employed				
	a. Paints	4,763.66	4,544.48	4,007.04	4,544.48
	b. Home Improvement	149.98	161.33	171.53	161.33
	c. Unallocable assets less Liabilities	1,994.20	2,202.70	2,149.44	2,202.70
	Total	6,907.84	6,908.51	6,328.01	6,908.51

* Refer note 7

Note:

1. There are no inter segment transfers.



Notes:

- 1) The Group has adopted Indian Accounting Standards ('IND AS') notified by the Ministry of Corporate Affairs with effect from 1st April, 2016. Accordingly, the Consolidated financial results for the quarter ended 30th June, 2016 are in compliance with IND AS and other accounting principles generally accepted in India and the results for the comparative quarters ended 31st March, 2016, 30th June, 2015 and the previous year ended 31st March, 2016 are also compliant with IND AS.
- 2) Revenue from operations has been presented in accordance with IND AS 18. Excise duty has been presented as an expense.
- 3) Reconciliation of Consolidated Equity and Net profit as reported under previous Generally Accepted Accounting Principles ('Previous GAAP') and as per IND AS is given as Appendix – A.
- 4) The Company made an assessment of the fair value of investment made in its subsidiary, Sleek International Private Limited (Sleek) taking into account the past business performance, prevailing business conditions and revised expectations of the future performance given the understanding built up since acquisition. Based on the above factors and as a matter of prudence, the Company recognised an impairment loss on the 'goodwill on consolidation' of ₹ 52.45 crores, which was recognized on acquisition of Sleek, in the previous year ended 31st March 2016. The same is disclosed as "Exceptional items" in the above results.
- 5) During the quarter ended 30th June 2016, Asian Paints (Bangladesh) Limited (an indirect subsidiary of the Company) has made a provision ₹ 9.5 crores towards certain income tax matters that are under litigation. The same is included in "tax expense" in the above results.
- 6) PPG Asian Paints Private Limited, a 50:50 joint venture of the Company, is consolidated as an "associate" under IND AS.
- 7) The unaudited Consolidated Financial results for the quarter ended 30th June, 2016 have been subjected to limited review by the auditors. The unaudited Consolidated Financial results for the quarters ended 31st March 2016 and 30th June, 2015 and year ended 31st March 2016 have not been audited or reviewed by the auditors and are compiled by the management after exercising necessary due diligence to ensure a true and fair view of the Group's affairs.
- 8) The above results were reviewed and recommended by the Audit Committee on 26th July, 2016 and subsequently approved by the Board of Directors at its meeting held on 27th July, 2016.

FOR AND ON BEHALF OF THE BOARD

K.B.S. Anand

MANAGING DIRECTOR & CEO

DIN: 03518282

Date: 27th July, 2016

Place: Mumbai









Appendix A- Reconciliation of Consolidated Equity and Net profit as reported under previous Generally Accepted Accounting Principles ('Previous GAAP') and as per IND AS:

₹ in crores

Nature of Adjustments	Note	Consolidated					
		Net Profit Reconciliation			Equity Reconciliation		
					Equity attributable to owners	Non Controlling Interest *	Total Equity
		For the quarter ended 30.06.2015	For the quarter ended 31.03.2016	For the year ended 31.03.2016	As at 31.03.2016	As at 31.03.2016	As at 31.03.2016
Net Profit/Equity as per Previous GAAP		467.42	422.28	1,779.27	5,605.25	294.21	5,899.46
Remeasurement cost of net defined benefit liability	(a)	3.41	0.09	(0.48)	(0.90)	0.51	(0.39)
Effect of measuring Financial Instruments at fair value	(b)	(9.94)	16.36	23.17	376.04	-	376.04
Depreciation/amortisation on assets acquired pursuant to Business Combination	(c)	(0.18)	(1.01)	(4.22)	(2.42)	-	(2.42)
Non controlling interest on fair valuation assets acquired pursuant to Business Combination (net of tax)	(c)	-	-	-	-	37.72	37.72
Amortisation of Intangible assets	(d)	2.18	2.19	8.74	5.01	2.40	7.41
Adjustment for Proposed Dividend	(e)	-	-	-	611.24	-	611.24
Deferred taxes	(f)	2.82	(8.25)	(8.89)	(48.93)	-	(48.93)
Impact of change in definition of control/subsidiary	(g)	0.71	2.24	3.40	-	48.54	48.54
Others		-	0.04	0.15	0.16	-	0.16
Net Profit as per IND AS		466.42	433.94	1,801.14			
Other Comprehensive Income (net of tax)		(34.90)	(62.25)	(24.51)	(20.63)	0.31	(20.32)
Total Comprehensive Income/Equity as per IND AS		431.52	371.69	1,776.63	6,524.82	383.69	6,908.51

* In line with IND AS, Non-Controlling Interest has been included in 'Total Equity'. This was shown separately under previous GAAP.

- a) Remeasurement cost of net defined benefit liability: The remeasurement cost arising primarily due to change in actuarial assumptions has been recognised in Other Comprehensive Income (OCI) under IND AS as compared to Statement of Profit and Loss under previous GAAP.
- b) Fair Valuation of Financial Instruments: The Group has valued certain financial assets at fair value (other than investment in associate which is accounted at cost). The impact of change in fair value as on the date of transition (i.e. 1st April, 2015), is recognised in opening equity and changes thereafter are recognised in the Statement of Profit and Loss or Other Comprehensive Income as the case may be.
- c) Depreciation/amortisation on assets acquired pursuant to business combination: In preparation of the Ind AS financial results, the Group has elected to apply Ind AS 103, Business Combinations, retrospectively to business combinations from 1st January, 2015. Accordingly, Property, plant and equipment and Intangible assets relating to the acquisition of Kadisco Paint and Adhesive Industry Share Company have been accounted at fair value with a corresponding impact on Goodwill on Consolidation and Non-Controlling Interest. Consequent depreciation/amortisation on the fair value has been charged to the Consolidated Statement of Profit and Loss.
- d) Amortisation of Intangible assets: The useful life of certain intangible assets is considered to be indefinite under IND AS and thereby eliminating the amortisation thereof. Accordingly, the amortisation charge under previous GAAP has been adjusted.

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- e) Proposed Dividend: Under IND AS, the liability for final dividend is recognised in the period in which it is approved by shareholders. Accordingly, final dividend proposed and accounted for under the previous GAAP has been adjusted in equity.
- f) Deferred taxes: The impact of change in method of computation of deferred tax has resulted in charge to the equity, on the date of transition (i.e. 1st April, 2015) and impact on the Statement of Profit and Loss for the subsequent periods.
- g) In line with IND AS, Asian Paints PPG Private Limited (APPPG) and PPG Asian Paints Private Limited (PPGAP), both being joint ventures of the Company and PPG Industries Securities Inc., have been determined to be a subsidiary and associate respectively. They were consolidated using "proportionate consolidation" method under the previous GAAP.



BSR & Co. LLP

Chartered Accountants
Lodha Excelus, 5th Floor,
Apollo Mills Compound,
N. M. Joshi Marg,
Mahalakshmi,
Mumbai 400 011

Deloitte Haskins & Sells LLP

Chartered Accountants
Tower 3, 27th – 32nd Floor,
Indiabulls Finance Centre
Elphinstone Mill Compound
Senapati Bapat Marg
Elphinstone (West),
Mumbai - 400013

Independent Auditor's Review Report on Review of Interim Financial Results

To
The Board of Directors of
Asian Paints Limited

1. We have reviewed the accompanying Statement of Consolidated Unaudited Financial Results of **Asian Paints Limited** ("the Holding Company") and its subsidiaries (the Holding Company and its subsidiaries together referred to as "the Group"), its jointly controlled entities and its share of the profit of its associate for the Quarter ended June 30, 2016 ("the Statement"), being submitted by the Holding Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as modified by Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016. This Statement which is the responsibility of the Holding Company's Management and approved by the Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34 "Interim Financial Reporting" ("Ind AS 34"), prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and other accounting principles generally accepted in India. Our responsibility is to issue a report on the Statement based on our review.
2. 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 is limited primarily to inquiries of Holding Company personnel and analytical procedures applied to financial data and thus provides less assurance than an audit. We have not performed an audit and, accordingly, we do not express an audit opinion.

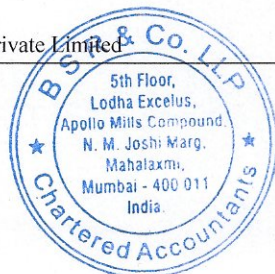


Independent Auditor's Review Report on Review of Interim Financial Results (Continued)

Asian Paints Limited

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

Name of the Entity	Relationship
Direct Subsidiaries:	
Asian Paints (International) Limited	Wholly owned Subsidiary
Asian Paints Industrial Coatings Limited	Wholly owned Subsidiary
Maxbhumi Developers Limited	Wholly owned Subsidiary
Asian Paints PPG Private Limited	Subsidiary
Asian Paints (Nepal) Private Limited	Subsidiary
Sleek International Private Limited	Subsidiary
Indirect Subsidiaries:	
Subsidiaries of wholly owned subsidiary, Asian Paints (International) Limited:	
Asian Paints (Lanka) Limited	Subsidiary
Berger International Private Limited	Wholly owned Subsidiary
Subsidiaries of Berger International Private Limited:	
Berger Paints Singapore Pte Limited	Wholly owned Subsidiary
Enterprise Paints Limited	Wholly owned Subsidiary
Universal Paints Limited	Wholly owned Subsidiary
Lewis Berger (Overseas Holdings) Limited	Wholly owned Subsidiary
Kadisco Paint and Adhesive Industry Share Company	Subsidiary
PT Asian Paints Indonesia	Wholly owned Subsidiary
PT Asian Paints Color Indonesia	Wholly owned Subsidiary
Asian Paints (Tonga) Limited	Wholly owned Subsidiary
Asian Paints (South Pacific) Limited	Subsidiary
Asian Paints (S.I.) Limited	Subsidiary
Asian Paints (Bangladesh) Limited	Subsidiary
Asian Paints (Middle East) LLC	Subsidiary
SCIB Chemicals S.A.E.	Subsidiary
Samoa Paints Limited	Subsidiary
Asian Paints (Vanuatu) Limited	Subsidiary
Subsidiary of Enterprise Paints Limited:	
Nirvana Investments Limited	Wholly owned Subsidiary
Subsidiary of Nirvana Investments Limited:	
Berger Paints Emirates LLC	Wholly owned Subsidiary
Subsidiary of Lewis Berger (Overseas Holdings) Limited:	
Berger Paints Jamaica Limited	Subsidiary
Berger Paints Trinidad Limited	Subsidiary
Berger Paints Barbados Limited	Wholly owned Subsidiary
Subsidiary of Universal Paints Limited:	
Berger Paints Bahrain W.L.L.	Wholly owned Subsidiary
Associate	
PPG Asian Paints Private Limited	Associate



Independent Auditor's Review Report on Review of Interim Financial Results (Continued)**Asian Paints Limited**

4. We did not review the interim financial information of 3 subsidiaries included in the consolidated financial results, whose interim financial information reflects total revenues of Rs.257.46 crore for the Quarter ended June 30, 2016, and total Profit after tax of Rs.10.07 crore for the Quarter ended June 30, 2016, as considered in the consolidated financial results. These interim financial information have been reviewed by other auditors whose reports have been furnished to us by the Management and our report on the Statement, in so far as it relates to the amounts and disclosures included in respect of these subsidiaries is based solely on the reports of the other auditors.
5. The consolidated financial results include the interim financial information of 24 subsidiaries which have not been reviewed/audited by their auditors, whose interim financial information reflect total revenue of Rs.291.03 crore for the Quarter ended June 30, 2016, total Profit after tax of Rs.26.95 crore for the Quarter ended June 30, 2016, as considered in the consolidated financial results. The consolidated financial results also includes the Group's share of Profit after tax of Rs. 12.55 crore for the Quarter ended June 30, 2016, as considered in the consolidated financial results, in respect of 1 associate, based on its consolidated interim financial information which have not been reviewed/audited by their auditors.
6. Based on our review conducted as stated above and based on the consideration of the reports of the other auditors referred to in paragraph 4 above, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the aforesaid Indian Accounting Standards and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as modified by Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016, including the manner in which it is to be disclosed, or that it contains any material misstatement.
7. We have not reviewed the consolidated financial results and other financial information for the Quarters ended June 30, 2015, March 31, 2016 and Year ended March 31, 2016 which have been presented based on the financial information compiled by the Management.

For BSR & Co. LLP

Chartered Accountants

Firm's Registration No: 101248W/W-100022

 **Bhavesh Dhupelia**

Partner

Membership No: 042070

Mumbai

27 July 2016



For Deloitte Haskins & Sells LLP

Chartered Accountants

Firm's Registration No: 117366W/W-100018

**Shyamak R Tata**

Partner

Membership No: 038320

Mumbai

27 July 2016



PRESS RELEASE

ASIAN PAINTS CONSOLIDATED NET PROFIT FOR THE QUARTER UP BY 17.9%

Mumbai, July 27, 2016: Asian Paints today announced its financial results for the first quarter ended June 30, 2016.

“The decorative business segment in India registered double digit growth in the quarter. Lower raw material prices led to improved margins. Industrial business registered good growth in the Industrial Liquid Paints category for the company’s JV, AP-PPG while the other JV, PPG-AP saw good demand in the Auto OEM and General Industrial segment. Our International business performed well aided by good growth in markets like Nepal, UAE and Fiji. Both the segments in the Home Improvement category - the Kitchen (Sleek) and Bath (ESS ESS) business, delivered good topline growth in the quarter as compared to the previous year” said K.B.S. Anand, Managing Director & CEO, Asian Paints Limited.

Consolidated Results: Q1-FY’2017: For the quarter ended June 30, 2016, on consolidation of accounts of the subsidiaries and associate of Asian Paints - Income from Operations increased by 10.2% to ₹ 4,082.1 crores from ₹ 3,703.0 crores. PBDIT for the quarter increased by 20.9% to ₹ 820.3 crores as compared to ₹ 678.6 crores of the previous period. Net Profit after Minority Interest for the quarter increased by 17.9 % to ₹ 535.0 crores from ₹ 453.7 crores.

Standalone Results: Q1-FY’2017: For the quarter ended June 30, 2016, Income from Operations has increased by 10.2% to ₹ 3,407.7 crores from ₹ 3,093.2 crores. PBDIT for the quarter increased by 19.9% to ₹ 730.1 crores from ₹ 608.8 crores. Net Profit for the quarter increased by 17.2% to ₹ 501.2 crores from ₹ 427.5 crores.

About Asian Paints Limited:

Asian Paints is India’s leading paint company and ranked among the top ten Decorative coatings companies in the world with a consolidated turnover of ₹ 15,852.2 crores (₹ 158.5 billion). Asian Paints along with its subsidiaries have operations in 19 countries across the world with 26 paint manufacturing facilities, servicing consumers in over 65 countries through Berger International, SCIB Paints – Egypt, Asian Paints, Apco Coatings, Taubmans and Kadisco. Asian Paints has also marked its foray into the Home Improvement and Décor space in India with the acquisition of Sleek group – a kitchen solutions provider and Ess Ess Bathroom Products - a prominent player in the bath and wash segment in India.

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Corporate Identification Number (CIN): L24220MH1945PLC004598

Regd Office : Asian Paints House, 6A Shanti Nagar, Vakola Pipeline , Santacruz (E), Mumbai 400055. India

Corporate Communications : Tel : +91-22-3981 8387 (D) / 39818000 (B); Fax : +91-22-39818888 ;

Email : proffice@asianpaints.com

