KANORIA CHEMICALS & INDUSTRIES LIMITED

Registered Office
Park Plaza
71, Park Street
7th Floor
Kolkata-700 016
Tel :2249-9472/9473/9474
Fax :91-33-22499466
E-mail :calall@kanoriachem.com
Website :www.kanoriachem.com

KC-13/ 29

8th August, 2012

The Manager
Listing Department
National Stock Exchange of India Limited,
"Exchange Plaza",
Plot No. C/1, "G" Block,
Bandra-Kurla Complex,
Bandra (E),
Mumbai - 400 051

Symbol: KANORICHEM

Shri S. Subramanian/Ms Neha Gada
DCS-CRD
Bombay Stock Exchange Limited,
1st Floor, New Trading Ring,
Rotunda Building, P.J. Towers,
Dalal Street, Fort,
Mumbai - 400 001

Code No. 50 6525

Dear Sir,

Sub : Clause 41 of the Listing Agreement

In terms of Clause 41 of the Listing Agreement, we are pleased to enclose herewith Unaudited Financial Results and Segment Report for the 1st Quarter and three months ended on 30th June, 2012 along with corresponding figures for the previous year. This has been approved by the Board of Directors of the Company in their Meeting held today, the 8th August, 2012.

We have released the enclosed matter for publication in Economic Times, Business Standard and Pratidin (Bengali) in their earliest editions.

In terms of Clause 41 of the Listing Agreement, notice of the Board Meeting was published in the Business Standard (All Editions) and Ekdin (Bengali) on 21st July, 2012.

Thanking you,

Yours sincerely,
For Kanoria Chemicals & Industries Limited

(N.K. Sethia)
Company Secretary

Singhi & Co.
Chartered Accountants

EMERALD HOUSE, 4th Floor, 1B, OLD POST OFFICE STREET, KOLKATA-700 001 ✆ : +91(0)33-2248-4573/77, 98362 33222, Fax : +91(0)33-2230-7146
e-mail : kolkata@singhico.com Website : www.singhico.com

REVIEW-REPORT

To,
The Board of Directors,
Kanoria Chemical & Industries Ltd
Park Plaza, 7th floor
71, Park Street
Kolkata-7000016

We have reviewed the accompanying statement of unaudited financial results of M/s. **Kanoria Chemicals & Industries Limited** ("the Company") for the quarter ended 30th June 2012 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 financial 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 statements based on our review.

We conducted our review of the Statement 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 statements 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.

Based on our review conducted as 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 recognized 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 mis-statement.

For Singhi & Co.
Chartered Accountants
Firm Registration No.302049E

Rajiv Singh

(Rajiv Singhi)
Partner
Membership No. 53518

SINGHI & CO ★ Chartered Accountants ★

1B, Old Post Office Street,
Kolkata – 700001
Dated, the 8th day of August, 2012.

KCI

KANORIA CHEMICALS & INDUSTRIES LIMITED
"Park Plaza", 71, Park Street, Kolkata–700 016
Website : www.kanoriachem.com

STATEMENT OF UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED 30TH JUNE, 2012

(Rs. In lakh)

Particulars	Quarter ended (unaudited)			Year ended (Audited)
	30.06.2012	31.03.2012	30.06.2011	31.03.2012
PART I- STATEMENT OF FINANCIAL RESULTS				
1. Income from operations				
a) Net Sales from operations (Net of excise duty)	5,841	6,462	10,932	28,782
b) Other operating Income	47	66	106	268
Total Income from operations (net)	5,888	6,528	11,038	29,050
2. Income from Investments (refer note 3)	907	670	373	2,060
3. Net sales/Income from Operations and Investments	**6,795**	**7,198**	**11,411**	**31,110**
4. Expenses				
a) Cost of materials consumed	4,019	4,252	5,144	17,302
b) Changes in inventories of finished goods, work-in-progress and Stock-in-trade	(161)	66	167	(167)
c) Employee benefits expense	419	354	780	1,942
d) Power & Fuel	744	809	1,807	4,107
e) Depreciation & Amortisation	279	277	732	1,570
f) Other Expenses	1,057	501	1,496	3,779
Total Expenses	6,351	6,319	10,148	28,533
5. Profit from operations & Investments before other Income, Finance costs and Exceptional items	**444**	**879**	**1,263**	**2,577**
6. Other Income	64	-	85	128
7. Profit from ordinary activities before Finance Costs and Exceptional Items	**508**	**879**	**1,348**	**2,705**
8. Finance Costs	203	235	764	1,360
9. Profit from Ordinary Activities after Finance Costs but before Exceptional items & Tax	**305**	**644**	**584**	**1,345**
10. Exceptional item	-	-	35,704	35,704
11. Profit from Ordinary Activities before Tax	**305**	**644**	**36,288**	**37,049**
12. Tax Expenses	48	(526)	7,072	6,487
13. Net Profit from Ordinary Activities after tax	**257**	**1,170**	**29,216**	**30,562**
14. Extraordinary Items (net of tax expense)	-	-	-	-
15. Net Profit for the period	**257**	**1,170**	**29,216**	**30,562**
16. Paid up Equity Share Capital (Rs.5/- per Share)	2,815	2,815	2,815	2,815
17. Reserves (excluding Revaluation Reserve)	-	-	-	46,680
18. Earings per Shares (Rs.) - Basic & Diluted	0.46	2.08	51.90	54.29
PART II-SELECT INFORMATION FOR THE QUARTER ENDED 30TH JUNE, 2012				
A) PARTICULARS OF SHAREHOLDING				
1. Public Shareholding				
Number of Shares	24176269	24176269	24176269	24176269
Percentage of Shareholding	42.95%	42.95%	42.95%	42.95%
2. Promoters and Promoter Group Shareholding				
a) Pledged/Encumbered				
Number of Shares	Nil	Nil	Nil	Nil
Percentage of Shares (as a % of the total Shareholding of promoters & promoter group)	Nil	Nil	Nil	Nil
Percentage of Shares (as a % of the total Share Capital of the Company)	Nil	Nil	Nil	Nil
b) Non-encumbered				
Number of Shares	32118231	32118231	32118231	32118231
Percentage of Shares (as a % of the total Shareholding of promoters and promoter group)	100.00%	100.00%	100.00%	100.00%
Percentage of Shares (as a % of the total Share Capital of the Company)	57.05%	57.05%	57.05%	57.05%
B) INVESTOR COMPLAINTS				
Pending at the beginning of the quarter	NIL			
Received during the quarter	NIL			
Disposed of during the quarter	NIL			
Remaining unresolved at the end of the quarter	NIL			

SINGHI & CO. ★Chartered Accountants★

Notes :

1. The above results have been reviewed by the audit committee and approved by the Board of Directors at its Meeting held on 8th August, 2012. The above results have been reviewed by the Statutory Auditors of the Company as per clause 41 of the listing agreement.
2. Consequent upon divestment of Chloro Chemicals Division in May 2011, the Company now operates in a single primary business segment viz. Alco Chemicals and hence no segment disclosure has been made for the quarter. However during the corresponding previous period the result as given below includes operation of the Chloro Chemicals Segment and hence are not comparable with the current period figures.

Particulars	Quarter ended 30.06.2011		
	Chloro Chemicals	Alco Chemicals	Total
Segment Revenue (net of excise)	5,993	5,045	11,038
Segment Results (Profit before Tax and Finance Costs)	1,140	65	1,205
Less :			
i) Finance Costs			764
Ii) Profit on slump sale of Chloro Chemical Business			(35,797)
Ii) Other un-allocable expenditure net off un-allocable income			(50)
Profit before Tax			36,288

3. Income from Investments represent the income earned on the temporary investments made out of proceeds from sale of Chloro Chemicals Division. These temporary investments have been made due to surplus funds available in the interim and shall be deployed in businesses in due course.
4. Managerial Remuneration of Rs. 60 lakhs related to FY' 2011-12 and Rs. 27 lakhs related to quarter ended June, 2012 is subject to approvals from Shareholders and Central Government.
5. The Company has commissioned 2.5 MW Solar Power Plant at Village Bawdi Barsinga, Tehsil Phalodi, Dist Jodhpur in the State of Rajasthan, out of the total Plant capacity of 5 MW.
6. The Company has incorporated a subsidiary in Ethiopia by the name of Kanoria Africa Textiles Plc to set up a textile manufacturing business in Ethiopia.
7. The Board of Directors of the Company have approved a Buy-back of upto 1,20,00,000 Equity Shares of the Face Value of Rs.5/- each at a price not exceeding Rs. 42/- per Equity Share payable in cash for an aggregate amount not exceeding Rs. 50.40 crores under the "Open Market" mechanism through the Stock Exchanges.
8. The figures for the quarter ended 31st March, 2012 are the balancing figures between audited figures in respect of the full financial year and the published year to date figures upto the third quarter of the financial year 2011-12.
9. Previous year figures have been regrouped/rearranged, wherever necessary.

Place : Kolkata
Date : 8th August, 2012

R.V. Kanoria
Chairman & Managing Director

SINGHI & CO. ★ Chartered Accountants ★

KANORIA CHEMICALS & INDUSTRIES LIMITED

Registered Office
Park Plaza
71, Park Street
7th Floor
Kolkata-700 016
Tel :2249-9472/9473/9474
Fax :91-33-22499466
E-mail :calall@kanoriachem.com
Website :www.kanoriachem.com

KC-13/ 292

8th August, 2012

The Manager - Listing
The National Stock Exchange of India Limited,
"Exchange Plaza", 5th Floor,
Plot No. C/1, "G" Block,
Bandra- Kurla Complex,
Bandra (E),
Mumbai-400 051.

Symbol : KANORICHEM

Bombay Stock Exchange Ltd.
Corporate Relationship Department,
1st Floor, New Trading Ring,
Rotunda Building, P.J. Towers,
Dalal Street, Fort,
Mumbai - 400 001.

Security Code No. 506525

Dear Sir,

Sub : Buy Back of Shares

We wish to inform you that at the Meeting of the Board of Directors of the Company held on Wednesday, the 8th August, 2012, the Board of Directors have approved the Buy-back of fully paid up Equity Shares of the Company of Rs. 5 each, at a price not exceeding Rs. 42 per Equity Share, payable in cash and not exceeding an aggregate amount of Rs. 50.4 crores, which is within 10% of the Paid Up Capital and Free Reserves of the Company as per Audited accounts for the financial year ended March 31 2012. The Buy-back shall be from the open market through Stock Exchange(s).

May we request you to take the same on your record and inform to your constituents accordingly.

Thanking you,

Yours sincerely,
For Kanoria Chemicals & Industries Limited

N. K. Sethia
Company Secretary