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/ 242

13th August, 2013

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 ended on 30th June, 2013 along with corresponding figures for the previous quarter/year. This has been approved by the Board of Directors of the Company in its Meeting held today, the 13th August, 2013.

We have released the enclosed matter for publication in Economic Times, Business Standard and El Samay (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 El Samay (Bengali) on 20th July, 2013

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 33223 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 2013 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)

(Anurag Singhi)
Partner
Membership No.66274

1B, Old Post Office Street,
Kolkata – 700001
Dated, the 13th day of August, 2013.

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

PART I- STATEMENT OF UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED 30TH JUNE, 2013

(₹ in lakh)

Particulars	Quarter ended (unaudited)			Year ended (Audited)
	30.06.2013	31.03.2013	30.06.2012	31.03.2013
1. Income from operations				
a) Net Sales from operations (Net of excise duty)	7,122	6,432	5,841	23,710
b) Other operating Income	340	233	47	545
Total Income from operations (net)	7,462	6,665	5,888	24,255
2. Income from Investments (refer note 2)	674	361	907	2,358
3. Net sales/Income from Operations and Investments	**8,136**	**7,026**	**6,795**	**26,613**
4. Expenses				
a) Cost of materials consumed	4,941	4,345	4,019	16,267
b) Purchases of Stock-in-trade	38	-	-	-
c) Changes in inventories of finished goods, work-in-progress and Stock-in-trade	(72)	218	(161)	(21)
d) Employee benefits expense	422	387	419	1,581
e) Power & Fuel	683	666	744	2,878
f) Depreciation & Amortisation	381	408	273	1,314
g) Other Expenses	1,576	656	1,057	3,207
Total Expenses	7,969	6,680	6,351	25,226
5. Profit from operations & Investments before other Income, Finance costs and Exceptional items	**167**	**346**	**444**	**1,387**
6. Other Income	28	14	64	57
7. Profit from ordinary activities before Finance Costs and Exceptional Items	**195**	**360**	**508**	**1,444**
8. Finance Costs	462	(58)	203	689
9. Profit from Ordinary Activities after Finance Costs but before Exceptional Items & Tax	**(267)**	**418**	**305**	**755**
10. Exceptional item	-	-	-	-
11. Profit from Ordinary Activities before Tax	**(267)**	**418**	**305**	**755**
12. Tax Expenses	-	181	48	278
13. Profit from Ordinary Activities after tax	**(267)**	**237**	**257**	**477**
14. Extraordinary items (net of tax expense)	-	-	-	-
15. Net Profit for the period	**(267)**	**237**	**257**	**477**
16. Paid up Equity Share Capital (₹ 5 per Share)	2,185	2,185	2,815	2,185
17. Reserves (excluding Revaluation Reserve)	-	-	-	44,077
18. Earings per Shares (₹) - Basic & Diluted	(0.61)	0.52	0.46	0.89

PART II-SELECT INFORMATION FOR THE QUARTER ENDED 30TH JUNE, 2013

A) PARTICULARS OF SHAREHOLDING				
1. Public Shareholding				
Number of Shares	11575102	11575102	24178269	11575102
Percentage of Shareholding	26.49%	26.49%	42.95%	26.49%
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)	73.51%	73.51%	57.05%	73.51%

Particulars	3 months ended 30.06.2013
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

SEGMENT WISE REVENUE, RESULTS & CAPITAL EMPLOYED					
Particulars	Quarter ended (unaudited)			Year ended (Audited)
	30.06.2013	31.03.2013	30.06.2012	31.03.2013
1. Segment Revenue (net of excise)				
Alco Chemicals	7,170	6,443	5,886	23,801
Solar Power	292	222	2	454
Net Sales	**7,462**	**6,665**	**5,888**	**24,255**
2. Segment Results				
(Profit before Tax and Finance Costs)				
Alco Chemicals	(153)	249	163	341
Solar Power	(107)	17	87	125
Total	**(260)**	**266**	**250**	**466**
Less :				
i) Finance Costs	462	(58)	203	689
ii) Other un-allocable expenditure net off un-allocable income	(455)	(94)	(258)	(978)
Profit/(Loss) before Tax	**(267)**	**418**	**305**	**755**
3. Capital Employed				
Alco Chemicals	23,409	22,589	21,498	22,589
Solar Power	6,508	6,398	6,024	6,398
Un-allocated	33,691	33,521	39,349	33,521
Total	**63,608**	**62,508**	**66,871**	**62,508**

1. The above results have been reviewed by the Audit Committee and subsequently approved by the Board of Directors at its Meeting held on 13th August, 2013. The above results have been reviewed by the Statutory Auditors of the Company as per clause 41 of the listing agreement.

2. 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.

3. The Company has incurred a foreign currency exchange fluctuation loss of ₹ 1224 lakhs during the quarter on payment/reinstatement of foreign currency monetory items and has charged the entire amount to statement of profit & loss (₹ 856 lakhs under the head Other Expenses and ₹ 368 lakhs under the head Finance Costs) as per the policy of the company. This includes an amount of ₹ 829 lakhs which is yet to be crystallised.

4. Managerial Remuneration of ₹ 135 lakhs related to earlier years and ₹ 27 lakhs related to quarter ended June, 2013 is subject to approval of the Central Government

5. Previous year figures have been regrouped/rearranged, wherever necessary.

R.V. Kanoria
Chairman & Managing Director

Place : Kolkata
Date : 13th August, 2013