KANORIA CHEMICALS & INDUSTRIES LIMITED
"Park Plaza", 71, Park Street, Kolkata–700 016
Website : www.kanoriachem.com
AUDITED FINANCIAL RESULTS FOR THE YEAR ENDED 31ST MARCH, 2012

(Rs. In lakh)

Particulars	Quarter ended (unaudited)			Year ended (Audited)		Consolidated (Audited)	
	31.03.2012	31.12.2011	31.03.2011	31.03.2012	31.03.2011	31.03.2012	31.03.2011
PART I- STATEMENT OF FINANCIAL RESULTS							
1. Income from operations							
a) Net Sales from operations (Net of excise duty)	6,462	5,814	14,517	28,782	48,522	28,782	48,523
b) Other operating Income	66	59	481	268	648	278	659
Total Income from operations (net)	6,528	5,873	14,998	29,050	49,170	29,060	49,182
2. Income from Investments (refer note 7)	670	568	58	2,060	71	2,064	119
3. Net sales/Income from Operations and Investments	**7,198**	**6,441**	**15,056**	**31,110**	**49,241**	**31,124**	**49,301**
4. Expenses							
a) Cost of materials consumed	4,292	4,218	5,909	17,302	19,833	17,302	19,833
b) Purchases of Stock-in-trade	-	-	700	-	892	-	892
c) Changes in inventories of finished goods, work-in-progress and Stock-in-trade	86	(352)	179	(167)	(83)	(167)	(83)
d) Employee benefits expense	354	398	1,085	1,942	3,756	1,943	3,756
e) Power & Fuel	809	765	2,450	4,107	8,599	4,107	8,599
f) Depreciation & Amortisation	277	281	1,099	1,570	4,103	1,570	4,103
g) Other Expenses	501	937	2,654	3,779	7,804	3,780	7,810
Total Expenses	6,319	6,247	14,076	28,533	44,904	28,535	44,910
5. Profit from operations & Investments before other Income, Finance costs and Exceptional items	**879**	**194**	**980**	**2,577**	**4,337**	**2,589**	**4,391**
6. Other Income	-	7	-	128	149	128	148
7. Profit from ordinary activities before Finance Costs and Exceptional Items	**879**	**201**	**980**	**2,705**	**4,486**	**2,717**	**4,539**
8. Finance Costs	235	176	739	1,360	2,326	1,360	2,326
9. Profit from Ordinary Activities after Finance Costs but before Exceptional items & Tax	**644**	**25**	**241**	**1,345**	**2,160**	**1,357**	**2,213**
10. Exceptional item (refer note 5)	-	-	(81)	35,704	(16)	35,704	(16)
11. Profit from Ordinary Activities before Tax	**644**	**25**	**160**	**37,049**	**2,144**	**37,061**	**2,197**
12. Tax Expenses (refer note no.6)	(526)	(52)	15	6,487	446	6,492	454
13. Net Profit from Ordinary Activities after tax	**1,170**	**77**	**145**	**30,562**	**1,698**	**30,569**	**1,743**
14. Extraordinary items (net of tax expense)	**-**	**-**	**-**	**-**	**-**	**-**	**-**
15. Net Profit for the period	**1,170**	77	145	**30,562**	**1,698**	**30,569**	**1,743**
16. Paid up Equity Share Capital (Rs.5/- per Share)	2,815	2,815	2,815	2,815	2,815	2,815	2,815
17. Reserves (excluding Revaluation Reserve)	-	-	-	48,680	19,514	48,999	19,799
18. Earings per Shares (Rs.) - Basic	2.08	0.14	0.26	54.29	3.02	54.30	3.10
- Diluted	2.08	0.14	0.19	54.29	2.21	54.30	2.26

PART II-SELECT INFORMATION FOR THE QUARTER AND YEAR ENDED 31ST MARCH, 2012

Particulars	Quarter ended			Year ended	
	31.03.2012	31.12.2011	31.03.2011	31.03.2012	31.03.2011
A) PARTICULARS OF SHAREHOLDING					
1. Public Shareholding					
Number of Shares	24178269	24178269	24178269	24178269	24178269
Percentage of Shareholding	42.95%	42.95%	42.95%	42.95%	42.95%
2. Promoters and Promoter Group Shareholding					
a) Pledged/Encumbered					
Number of Shares	Nil	Nil	Nil	Nil	Nil
Percentage of Shares (as a % of the total Sharesholding of promoters & promoter group)	Nil	Nil	Nil	Nil	Nil
Percentage of Shares (as a % of the total Share Capital of the Company)	Nil	Nil	Nil	Nil	Nil
b) Non-encumbered					
Number of Shares	32118231	32118231	32118231	32118231	32118231
Percentage of Shares (as a % of the total Sharesholding of promoters and promoter group)	100.00%	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%	57.05%

Particulars	3 months ended 31.03.2012
B) INVESTOR COMPLAINTS	
Pending at the beginning of the quarter	NIL
Received during the quarter	2
Disposed of during the quarter	2
Remaining unresolved at the end of the quarter	NIL

SEGMENT WISE REVENUE, RESULTS & CAPITAL EMPLOYED

Particulars	Quarter ended (unaudited)			Year ended (Audited)		Consolidated (Audited)	
	31.03.2012	31.12.2011	31.03.2011	31.03.2012	31.03.2011	31.03.2012	31.03.2011
1. Segment Revenue (net of excise)							
Chloro Chemicals	-	-	9,430	5,993	32,890	5,993	32,890
Alco Chemicals	6,528	5,873	5,568	23,057	16,280	23,057	16,280
Other						10	12
Net Sales	**6,528**	**5,873**	**14,998**	**29,050**	**49,170**	**29,060**	**49,182**
2. Segment Results							
(Profit before Tax and Finance Costs)							
Chloro Chemicals	-	-	1,230	1,140	4,958	1,140	4,958
Alco Chemicals	345	(119)	(25)	384	469	384	469
Other	-	-	-	-	-	12	53
Total	**345**	**(119)**	**1,205**	**1,524**	**5,427**	**1,536**	**5,480**
Less :							
i) Finance Costs	235	176	739	1,360	2,326	1,360	2,326
ii) Other un-allocable expenditure net off un-allocable income	(534)	(320)	306	(36,885)	957	(36,885)	957
Profit/(Loss) before Tax	**644**	**25**	**160**	**37,049**	**2,144**	**37,061**	**2,197**
3. Capital Employed							
Chloro Chemicals	-	-	46,351	-	46,351	-	46,351
Alco Chemicals	21,897	22,484	22,570	21,897	22,570	21,897	22,570
Other	-	42,474	-	-	-	799	765
Un-allocated	44,827	-	(3,360)	43,846	(3,360)	43,846	(3,840)
Total	**66,724**	**64,958**	**65,561**	**65,743**	**65,561**	**66,542**	**65,846**

STATEMENT OF ASSETS AND LIABILITIES

Particulars		Audited		Consolidated (Audited)	
		As at 31.03.2012	As at 31.03.2011	As at 31.03.2012	As at 31.03.2011
A) EQUITY AND LIABILITIES					
1. Shareholders' Fund					
(a) Capital		2,815	2,815	2,815	2,815
(b) Reserves & Surplus		48,680	19,514	48,999	19,799
	Total	51,495	22,329	51,814	22,614
2. Non current liabilities					
(a) Long Term borrowing		6,414	25,155	6,414	25,155
(b) Deferred Tax liabilities (Net)		1,699	5,378	1,699	5,378
(c) Other long term liabilities		15	35	15	35
(d) Long Term provisions		360	5,035	360	5,035
	Total	8,488	35,603	8,488	35,603
3. Current liabilities					
(a) Short term borrowings		5,405	7,952	5,405	7,952
(b) Trade payables		1,521	2,409	1,521	2,409
(c) Other current liabilities		1,913	7,978	1,914	7,978
(d) Short term provisions		1,010	3,388	1,010	3,421
	Total	9,849	21,727	9,850	21,760
Total Equity and liabilities		**69,832**	**79,659**	**70,152**	**79,977**
B) ASSETS					
1. Non current assets					
(a) Fixed assets		24,340	59,732	24,340	59,733
(b) Non current investments		20,526	568	20,782	867
(c) Long term loans and advances		327	262	327	262
	Total	45,193	60,562	45,449	60,862
2. Current Assets					
(a) Current investments		14,221	110	14,273	109
(b) Inventories		1,964	6,527	1,964	6,526
(c) Trade receivables		2,896	6,528	2,896	6,529
(d) Cash and cash equivalents		1,695	2,516	1,703	2,527
(e) Short term Loans & Advances		3,164	2,874	3,162	2,876
(f) Other current assets		699	542	705	548
	Total	24,639	19,097	24,703	19,115
Total Assets		**69,832**	**79,659**	**70,152**	**79,977**

Notes :

1. The audited accounts of the company were adopted by the Board of Directors at its meeting held on 11th May,2012 after review by the Audit Committee at its Meeting held on 11th May,2012.

2. The Company has acquired 90% stake in APAG Holding AG, Switzerland at a purchase consideration of CHF 6.39 million on 2nd May, 2012. As per the terms of the Share and Loan Purchase Agreement (SLPA), entered in this regard on 20th April, 2012, as amended vide Addendum Letter dated 30th April, 2012, the Company will be acquiring the balance 10% stake by 30th June, 2014, on the basis of a pre fixed formula as set out in the SLPA. APAG Holding AG, through its wholly owned subsidiaries, APAG Elektronik AG, Switzerland, and APAG Electronik s.r.o., Czech Republic, is engaged in development, manufacture and sale of electronic and mechatronic modules and control devices mainly for the automotive industry.

3. The Directors have recommended Dividend @ 30% (Rs.1.50) per Equity Share of Rs. 5/- for the year 2011-12.

4. The Company had entered into a Business Transfer Agreement with Aditya Birla Chemicals (India) Ltd. on 16th April, 2011 for sale of its Chloro Chemicals Division on slump sale basis for a cash consideration of Rs. 830 crores. The transaction has been approved by the Board of Directors in its meeting held on 16th April, 2011 and by the Shareholders on 23rd May, 2011. The transaction was concluded at the close of business hours on 23rd May, 2011 on receipt of cash consideration. The company recognised a profit of Rs. 357.97 crores on account of sale of the Chloro Chemicals Division.

   The net profit of the Chloro Chemicals Division in respect of ordinary activities attributable to the discontinued operation was as under:

(Rupees in crores)

Particulars	For the year ended	
	31st March, 2012	31st March, 2011
Profit after tax	3.78	23.13

   The carrying amount of assets and liabilities pertaining to Chloro Chemicals Division as at the date of sale were as under :

(Rupees in crores)

Particulars	As at 23rd May, 2011
Total Assets	510.25
Total Liabilities	53.44

5. Exceptional Items for the year ended 31st March, 2012 consists of :
   a. Profit on Sale of Chloro Chemicals Division Rs. 357.97 crores
   b. Loss arising from the change in the foreign exchange rates on payment of outstanding Foreign Currency Convertible Bonds & premium thereon Rs. 0.93 crores.

6. Tax expense includes capital gain tax on sale of Chloro Chemicals Division.

7. 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.

8. Due to inadequacy of profits, the remuneration payable to Managing Director exceeds the limit prescribed under Section 198 and 309 of the Companies Act 1956, read with the Schedule XIII of the Act, by Rs. 36.6 lakhs. The Company has initiated steps to obtain the approvals of the shareholders in the ensuing Annual General Meeting and the Central Government, as required.

9. 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 current financial year.

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

Place : New Delhi
Date : 11th May, 2012

Sd/-
R.V. Kanoria
Chairman & Managing Director