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/ 523

11th February, 2014

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 3rd Quarter and nine months ended on 31st December, 2013 along with corresponding figures for the previous year. This has been approved by the Board of Directors of the Company in its Meeting held today, the 11th February, 2014.

We have released the enclosed matter for publication in Economic Times, Business Standard and Ei-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 Ei-Samay (Bengali) on 29th January, 2014.

Thanking you,

Yours sincerely,
For Kanoria Chemicals & Industries Limited

G. Jamer
DGM (Secretarial)

Encl : as above

Singhi & Co.

Chartered Accountants

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 and nine months ended 31st December 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

Place: New Delhi
Dated:11th February'2014

SINGHI & CO. Chartered Accountants

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

PART 1 - STATEMENT OF UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND NINE MONTHS ENDED 31ST DECEMBER, 2013

(` in lakh)

Particulars	Quarter ended (unaudited)			Nine months ended (unaudited)		Year ended (Audited)
	31.12.2013	30.09.2013	31.12.2012	31.12.2013	31.12.2012	31.03.2013
1. Income from operations						
a) Net Sales from operations (Net of excise duty)	7,824	7,702	5,246	22,648	17,278	23,710
b) Other Operating Income	379	230	139	949	312	545
Total Income from operations (net)	8,203	7,932	5,385	23,597	17,590	24,255
2. Income from Investments (refer note 2)	476	2,169	591	3,319	1,997	2,358
3. Net sales/Income from Operations and Investments	**8,679**	**10,101**	**5,976**	**26,916**	**19,587**	**26,613**
4. Expenses						
a) Cost of materials consumed	5,763	5,017	4,087	15,721	11,922	16,267
b) Purchases of Stock-in-trade	203	314	-	555		-
c) Changes in inventories of finished goods, work-in-progress and Stock-in-trade	(516)	250	(519)	(338)	(239)	(21)
d) Employee benefits expense	418	398	383	1,238	1,194	1,581
e) Power & Fuel	696	689	731	2,068	2,212	2,878
f) Depreciation & Amortisation	386	384	316	1,151	906	1,314
g) Other Expenses	202	1,223	826	3,001	2,551	3,207
Total Expenses	**7,152**	**8,275**	**5,824**	**23,396**	**18,546**	**25,226**
5. Profit/(Loss) from operations & Investments before other income, Finance costs and Exceptional items	**1,527**	**1,826**	**152**	**3,520**	**1,041**	**1,387**
6. Other Income	64	25	13	117	43	57
7. Profit/(Loss) from ordinary activities before Finance Costs and Exceptional Items	**1,591**	**1,851**	**165**	**3,637**	**1,084**	**1,444**
8. Finance Costs	307	463	413	1,232	747	689
9. Profit/(Loss) from Ordinary Activities after Finance Costs but before Exceptional items & Tax	**1,284**	**1,388**	**(248)**	**2,405**	**337**	**755**
10. Exceptional item	-	-	-	-	-	-
11. Profit/(Loss) from Ordinary Activities before Tax	**1,284**	**1,388**	**(248)**	**2,405**	**337**	**755**
12. Tax Expenses	265	232	-	497	97	278
13. Profit/(Loss) from Ordinary Activities after tax	**1,019**	**1,156**	**(248)**	**1,908**	**240**	**477**
14. Extraordinary items (net of tax expense)	-	-	-	-	-	-
15. Net Profit/(loss) for the period	**1,019**	**1,156**	**(248)**	**1,908**	**240**	**477**
16. Paid up Equity Share Capital (` 5/- per Share)	2,185	2,185	2,383	2,185	2,383	2,185
17. Reserves (excluding Revaluation Reserve)	-	-				44,077
18. Earning per Shares (`) - Basic & Diluted	2.34	2.64	(0.44)	4.37	0.43	0.89
PART II-SELECT INFORMATION FOR THE QUARTER AND NINE MONTH ENDED 31ST DECEMBER, 2013						
A) PARTICULARS OF SHAREHOLDING						
1. Public Shareholding						
Number of Shares	11174309	11430809	15540741	11174309	15540741	11575102
Percentage of Shareholding	25.57%	26.16%	32.61%	25.57%	32.61%	26.49%
2. Promoters and Promoter Group Shareholding						
a) Pledged/Encumbered						
Number of Shares	Nil	Nil	Nil	Nil	Nil	Nil
Percentage of Shares (as a % of the total Shareholding of promoters & promoter group)	Nil	Nil	Nil	Nil	Nil	Nil
Percentage of Shares (as a % of the total Share Capital of the Company)	Nil	Nil	Nil	Nil	Nil	Nil
b) Non-encumbered						
Number of Shares	32519024	32262524	32118231	32519024	32118231	32118231
Percentage of Shares (as a % of the total Shareholding of promoters and promoter group)	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%
Percentage of Shares (as a % of the total Share Capital of the Company)	74.43%	73.84%	67.39%	74.43%	67.39%	73.51%
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					

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SEGMENT WISE REVENUE, RESULTS & CAPITAL EMPLOYED

Particulars	Quarter ended (unaudited)			Nine months ended (unaudited)		Year ended (Audited)
	31.12.2013	30.09.2013	31.12.2012	31.12.2013	31.12.2012	31.03.2013
1. Segment Revenue (net of excise)						
Alco Chemicals	7,926	7,643	5,261	22,739	17,358	23,801
Solar Power	277	289	124	858	232	454
Net Sales	8,203	7,932	5,385	23,597	17,590	24,255
2. Segment Results						
(Profit before Tax and Finance Costs)						
Alco Chemicals	1,076	(127)	(218)	796	92	341
Solar Power	252	47	22	192	108	125
Total	1,328	(80)	(196)	988	200	466
Less :						
i) Finance Costs	307	463	413	1,232	747	689
ii) Other un-allocable expenditure net off un-allocable income	(263)	(1,931)	(361)	(2,649)	(884)	(978)
Profit/(Loss) before Tax	1,284	1,388	(248)	2,405	337	755
3. Capital Employed						
Alco Chemicals	26,180	23,589	22,737	26,180	22,737	22,589
Solar Power	6,587	6,647	6,496	6,587	6,496	6,398
Un-allocated	29,588	34,358	35,755	29,588	35,755	33,521
Total	62,355	64,594	64,988	62,355	64,988	62,508

Notes :

1 The above results have been reviewed by the Audit Committee and subsequently approved by the Board of Directors at its Meeting held on 11th February, 2014. 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 ` 1919 lakhs during the nine months ended 31st December, 2013 (net of gain of ` 252 lakhs for the quarter ended 31st December, 2013) on payment/reinstatement of foreign currency monetary items and has charged the entire amount to statement of profit & loss as per the policy of the Company. Out of the above, ` 938 lakhs (net of gain of ` 491 lakhs for the quarter) is shown under the head Other Expenses and ` 981 lakhs (including charge of ` 239 lakhs for the quarter) is shown under the head Finance Costs. Total foreign exchange fluctuation loss includes ` 1082 lakhs which is yet to be crystallized.

4 Other Operating Income for the quarter and nine months ended 31st December, 2013 includes ` 77 lakhs, being the power and sales tax subsidy related to earlier years sanctioned to its Alcochem Vizag Division.

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

Place : New Delhi
Date : 11th February, 2014

R.V. Kanoria
Chairman & Managing Director

SINGHI & CO. * Chartered Accountants *