KANSAI NEROLAC PAINTS LIMITED

UNAUDITED FINANCIAL RESULTS FOR THE QUARTER

ENDED 31ST DECEMBER 2010

(Rs. in Lacs)

		Particulars	Unaudited		Unaudited		Audited
			Quarter ended on		Nine Months ended on		Year ended on
			31.12.2010	31.12.2009	31.12.2010	31.12.2009	31.3.2010
		Gross Sales / Income	65149	48674	188686	148459	197170
1.	a.	Net Sales / Income from Operations (Net of Excise and Discounts)	56013	42091	161819	128261	170638
	b.	Other Operating Income	25	32	210	67	103
		Total Income (a+b)	56038	42123	162029	128328	170741
2.		Expenditure					
	a.	(Increase) / decrease in stock in trade and work in progress	1159	(50)	(3133)	(3523)	(4007)
	b.	Consumption of raw materials	34372	25780	103599	80575	106891
	c.	Purchase of traded goods	1648	1049	4662	3038	4298
	d.	Employees cost	2355	1970	6740	5777	7505
	e.	Depreciation	1279	1109	3615	3097	4426
	f.	Other expenditure	9629	7270	26800	21878	29582
	g.	Total Expenditure (a to f)	50442	37128	142283	110842	148695
3.		Profit from Operations before Other Income, Interest and Exceptional Items (1-2)	5596	4995	19746	17486	22046
4.		Other Income	433	366	1418	1568	1935
5.		Profit before Interest and Exceptional Items (3+4)	6029	5361	21164	19054	23981
6.		Interest	24	26	75	82	120
7.		Profit after Interest but before Exceptional Items (5-6)	6005	5335	21089	18972	23861
8.		Exceptional Item	-	-	-	-	-
9.		Profit from Ordinary Activities before Tax (7+8)	6005	5335	21089	18972	23861
10.		Tax expense					
	a.	Current Tax	1872	1743	6320	5961	7489
	b.	Deferred Tax	(26)	(37)	57	(147)	(93)
	c.	Short / (Excess) tax provision for earlier years	-	-	-	-	(85)
		Total	1846	1706	6377	5814	7311
11.		Net Profit from Ordinary Activities after tax (9-10)	4159	3629	14712	13158	16550
12.		Extraordinary Items (net of tax expense)	-	-	-	-	-
13.		Net Profit for the period (11-12)	4159	3629	14712	13158	16550
14.		Paid up Equity Share Capital	5389	2695	5389	2695	2695
		(Face value of Rs.10 each)					
15.		Reserves excluding revaluation reserves					74587
16.		Basic and diluted earnings per share (EPS) (Rs.) - Not annualised					
	a.	Basic and diluted EPS before extraordinary items	7.72	6.73	27.30	24.41	30.71
	b.	Basic and diluted EPS after extraordinary items	7.72	6.73	27.30	24.41	30.71
17.		Public Shareholding					
		- Number of Shares	16562212	8281106	16562212	8281106	8281106
		- Percentage of Shareholding	30.73	30.73	30.73	30.73	30.73
18.		Promoters and promoter group shareholding					
	a.	Pledged/Encumbered					
		- Number of shares	Nil	Nil	Nil	Nil	Nil
		- Percentage of shares (as a % of the total shareholding of promoter and 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	37329760	18664880	37329760	18664880	18664880
		- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	100	100	100	100	100
		- Percentage of shares (as a % of the total share capital of the company)	69.27	69.27	69.27	69.27	69.27



Notes:

1. Consequent to the receipt of the approval from the shareholders by postal ballot on 12th June 2010, the Company has approved the issue of Bonus Shares, in the ratio of 1:1, i.e. one additional new share for every share held. Accordingly the number of equity shares shown under 'Public Shareholding' has increased from 8281106 to 16562212 and 'Promoters and promoter group shareholding' has increased from 18664880 to 37329760. Further in accordance with Accounting Standard 20 'Earnings Per Share' (EPS) prescribed by Rule 3 of the Companies (Accounting Standards) Rules, 2006 the EPS for the comparative periods has been recomputed taking into account the bonus issue.
2. On 14th January, 2011, the Company has divested its entire stake in its associate company, Nipa Chemicals Limited, for a consideration of Rs. 2572.50 lacs. The effect of this transaction is not incorporated in the result.
3. As the Company's business activity falls within a single segment viz. 'Paints' and the sales substantially being in the domestic market, the disclosure requirements of Accounting Standard-17 "Segment Reporting", notified under the Companies Act, 1956, are not applicable.
4. There were no investor complaints pending at the beginning and at the end of the quarter. Three complaints were received during the quarter and were duly attended.
5. Figures of the previous period / year have been regrouped wherever necessary.
6. The above results have been reviewed by the Audit Committee and approved by the Board of Directors at their meeting held on 27th January, 2011. These results have been subjected to a "limited review" by the statutory auditors of the Company.

FOR KANSAI NEROLAC PAINTS LIMITED

H. M. BHARUKA
MANAGING DIRECTOR

Place: Mumbai
Date : 27th January, 2011

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