

REVIEW REPORT

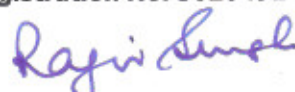
To,
**The Board of Directors,
Kanoria Chemicals & Industries Ltd.
Park Plaza, 7th Floor,
71, Park Street,
Kolkata-700 016**

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 2014 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 SINGHI)
Partner**

Membership No.53518

1B, Old Post Office Street,
Kolkata – 700001
Dated, the 25th day of July, 2014.





KANORIA CHEMICALS & INDUSTRIES LIMITED
 "Park Plaza", 71, Park Street, Kolkata-700 016
 Website : www.kanoriachem.com
 CIN : L24110WB1960PLC024910

PART I- STATEMENT OF UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED 30TH JUNE, 2014

(₹ in lakh)

Particulars	Quarter ended			Year ended
	(unaudited)			(Audited)
	30.06.2014	31.03.2014	30.06.2013	31.03.2014
1. Income from operations				
a) Net Sales from operations (Net of excise duty)	7,755	10,100	7,122	32,748
b) Other operating Income	329	279	340	1,228
Total Income from operations (net)	8,084	10,379	7,462	33,976
2. Income from Investments (refer note 2)	984	588	674	3,907
3. Net sales/Income from Operations and Investments	9,068	10,967	8,136	37,883
4. Expenses				
a) Cost of materials consumed	5,839	7,315	4,941	23,036
b) Purchases of Stock-in-trade	43	472	38	1,027
c) Changes in inventories of finished goods, work-in-progress and Stock-in-trade	249	148	(72)	(190)
d) Employee benefits expense	443	435	422	1,673
e) Power & Fuel	810	703	683	2,771
f) Depreciation & Amortization	460	385	381	1,536
g) Other Expenses	698	164	1,576	3,165
Total Expenses	8,542	9,622	7,969	33,018
5. Profit from operations & Investments before other Income, Finance costs and Exceptional items	526	1,345	167	4,865
6. Other Income	32	34	28	151
7. Profit from ordinary activities before Finance Costs and Exceptional Items	558	1,379	195	5,016
8. Finance Costs	199	321	462	1,553
9. Profit from Ordinary Activities after Finance Costs but before Exceptional items & Tax	359	1,058	(267)	3,463
10. Exceptional item	-	-	-	-
11. Profit from Ordinary Activities before Tax	359	1,058	(267)	3,463
12. Tax Expenses	29	236	-	733
13. Profit from Ordinary Activities after tax	330	822	(267)	2,730
14. Extraordinary items (net of tax expense)	-	-	-	-
15. Net Profit for the period	330	822	(267)	2,730
16. Paid up Equity Share Capital (₹ 5 per Share)	2,185	2,185	2,185	2,185
17. Reserves (excluding Revaluation Reserve)	-	-	-	46,041
18. Earning per Shares (₹) - Basic & Diluted	0.76	1.88	(0.61)	6.25

PART II-SELECT INFORMATION FOR THE QUARTER ENDED 30TH JUNE, 2014

A) PARTICULARS OF SHAREHOLDING				
1. Public Shareholding				
Number of Shares	11174309	1174309	11575102	11174309
Percentage of Shareholding	25.57%	25.57%	26.49%	25.57%
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	32519024	32519024	32118231	32519024
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)	74.43%	74.43%	73.51%	74.43%
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			



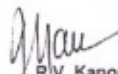
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SEGMENT WISE REVENUE, RESULTS & CAPITAL EMPLOYED				
Particulars		Quarter ended		Year ended
		(unaudited)		(Audited)
		30.06.2014	31.03.2014	30.06.2013
1. Segment Revenue (net of excise)				31.03.2014
Alco Chemicals		7,749	10,101	7,170
Solar Power		335	278	292
Net Sales		8,084	10,379	7,462
2. Segment Results				
(Profit before Tax and Finance Costs)				
Alco Chemicals		(374)	701	(153)
Solar Power		146	339	(107)
Total		(228)	1,040	(260)
Less :				
i) Finance Costs		199	321	462
ii) Other un-allocable expenditure net off un-allocable income		(786)	(339)	(455)
Profit/(Loss) before Tax		359	1,058	(267)
3. Capital Employed				
Alco Chemicals		24,238	23,731	23,409
Solar Power		6,860	6,487	6,508
Un-allocated		32,054	30,836	33,691
Total		62,952	61,054	63,608
				61,054

Notes:

- The above results have been reviewed by the Audit Committee and subsequently approved by the Board of Directors at its Meeting held on 25th July, 2014. The above results have been reviewed by the Statutory Auditors of the Company as per clause 41 of the listing agreement.
- Income from Investments represent the income earned on the temporary investments made out of sale proceeds of a business undertaking for deployment in businesses in due course.
- The Company has reassessed the remaining useful life of its tangible assets as per the requirement of the Schedule II to the Companies Act, 2013. The depreciation charge, as a result of this, for the quarter ended 30th June, 2014 is higher by ₹ 86 lakhs. In addition, an amount of ₹ 232 lakhs (net of deferred tax) has been adjusted with retained earnings in respect of assets whose useful life has exhausted as per the said schedule.
- APAG Holding AG, Switzerland has become a wholly owned subsidiary of the Company with effect from 27th June, 2014.
- Previous year figures have been regrouped/rearranged, wherever necessary.

Place : New Delhi
Date : 25th July, 2014


R.V. Kanoria
Chairman & Managing Director
DIN : 00003792

