

14 August 2017

The Secretary  
Bombay Stock Exchange Ltd.  
Market Operations Department  
1st floor, New Trading Ring  
Rotunda Building, P J Towers  
Dalal Street, Fort  
Mumbai - 400 001  
Fax 022 22723121, 3719, 2037

The Secretary  
National Stock Exchange of India Ltd.  
Exchange Plaza, 5th floor  
Plot No C/1, G Block,  
Bandra-Kurla Complex  
Bandra (E)  
Mumbai - 400051  
Fax No 022 26598237/38

Dear Sir,

**Un-audited Financial Results**

This is to inform you that the Board of Directors of Akzo Nobel India Limited in its meeting held today has approved the Un-audited Financial Results of the Company for the quarter ended 30 June 2017. The meeting ended at 1 PM.

Copies of the Un-audited Financial Results, Limited Review Report thereon and the Press Release issued by the Company today are attached herewith.

Yours faithfully,  
For Akzo Nobel India Limited



R Guha  
Company Secretary  
Camp: Kolkata

Encl: as above.

## Media release

Kolkata, August 14, 2017

### AkzoNobel India announces Q1 FY 2017-18 results

Today, the Board of Directors of Akzo Nobel India Limited approved the unaudited financial results for the quarter ended June 30, 2017.

#### Performance highlights

##### Q1 FY18 versus Q1 FY17

- **Net Sales** at ₹783 crore as compared to ₹773 crore of the corresponding quarter of the previous year.
- **Profit after tax** at ₹41 crore as compared to ₹64 crore of the corresponding quarter of the previous year.

#### Comments

##### Jayakumar Krishnaswamy, Managing Director, AkzoNobel India:

- “The quarter’s performance has been impacted due to slow sales growth and higher input prices. The process towards the transition to GST also had an adverse impact.
- We have transitioned smoothly to the GST environment with zero disruption to business operations. With good monsoons and the markets picking up post introduction of GST, we expect improved sales performance in the coming months.
- Pursuing the skill development agenda of the Government of India under our Human Cities initiative, the company has reached a milestone of training 1000 youth in basic painting skills, to open up gainful employment opportunities.
- We continue to invest in growth as per our strategy, with an anticipated capital spend of ₹80-100 cr in the current year. This would include commissioning of Powder Coatings facility and expansion of digital marketing and colour solutions machines in customer facing areas.”

After an association of 8 years with the Company, Mr Nihal Kaviratne CBE will retire as Chairman of the Company at the conclusion of the Annual General Meeting to be held today. Mr. Amit Jain, who has been on the Board since 2009 (including as the Managing Director during 2009-2013), will take over as Non-Executive Chairman of its Board from 15 August 2017.

## About AkzoNobel India:

AkzoNobel creates everyday essentials to make people's lives more liveable and inspiring. As a leading global paints and coatings company and a major producer of specialty chemicals, we supply essential ingredients, essential protection and essential colour to industries and consumers worldwide. Backed by a pioneering heritage, our innovative products and sustainable technologies are designed to meet the growing demands of our fast-changing planet, while making life easier. Consistently ranked as a leader in sustainability, we are dedicated to energising cities and communities while creating a protected, colourful world where life is improved by what we do.

AkzoNobel India has been present in India for over 60 years and is a significant player in the paints industry. In 2008, the company became a member of the AkzoNobel Group. Our portfolio includes well-known brands such as Dulux, Sikkens, International and Interpon. With employee strength of close to 1,900, AkzoNobel India has manufacturing sites, offices and a distribution network spread across the country. All manufacturing facilities have a state-of-the art environmental management system. Its commitment to Health, Safety, Environment & Security (HSE&S) has been among the best in class globally, with due care being taken to protect the people and the environment

## Safe Harbour Statement:

This press release may contain statements which address such key issues as AkzoNobel's growth strategy, future financial results, market positions, product development, products in the pipeline, and product approvals. Such statements should be carefully considered, and it should be understood that many factors could cause forecasted and actual results to differ materially from these statements. These factors include, but are not limited to, price fluctuations, currency fluctuations, developments in raw material and personnel costs, pensions, physical and environmental risks, legal issues, and legislative, fiscal, and other regulatory measures.

## Company Contacts

Investor Relations, AkzoNobel India:  
R Guha, [investor.india@akzonobel.com](mailto:investor.india@akzonobel.com); +91-124-2540400

Country Communications, AkzoNobel India:  
Perna Arun, [perna.arun@akzonobel.com](mailto:perna.arun@akzonobel.com); +91-124-4852400



**Akzo Nobel India Limited**

**Registered Office : Geetanjali Apartment, 1st Floor, 8-B Middleton Street, Kolkata -700071**

**CIN: L24292WB1954PLC021516**

**Statement of Standalone unaudited Financial Results for the quarter ended 30 June 2017**

(Rs. In Million)

Particulars	Quarter ended			Year ended 31
	30 June 2017	31 March 2017	30 June 2016	March 2017
	See Note 1	See Note 3	See Note 1	(Audited)
<b>1 Income from Operations</b>				
(a) Sales/Income from operations	7,833.9	7,771.6	7,725.5	31,099.1
(b) Other Operating Income	78.6	66.2	66.0	244.7
<b>Total income from operations</b>	<b>7,912.5</b>	<b>7,837.8</b>	<b>7,791.5</b>	<b>31,343.8</b>
<b>2 Expenses</b>				
(a) Cost of Materials consumed	3,290.1	3,422.8	3,180.4	12,744.7
(b) Purchase of stock-in-trade	939.1	1,130.7	924.1	3,317.5
(c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	(40.8)	(563.9)	(189.1)	(236.5)
(d) Excise Duty	763.6	781.7	757.6	3,095.0
(e) Employee benefits expense	700.9	717.2	602.8	2,583.8
(f) Depreciation and amortisation expense	146.6	167.6	130.3	565.1
(g) Other expenses	1,594.1	1,562.5	1,539.0	6,350.5
<b>Total expenses</b>	<b>7,393.6</b>	<b>7,218.6</b>	<b>6,945.1</b>	<b>28,420.1</b>
<b>3 Profit from operations before other income, finance costs and exceptional items (1-2)</b>	<b>518.9</b>	<b>619.2</b>	<b>846.4</b>	<b>2,923.7</b>
4 Other Income	67.7	153.0	125.0	493.1
<b>5 Profit before finance costs and exceptional items (3+4)</b>	<b>586.6</b>	<b>772.2</b>	<b>971.4</b>	<b>3,416.8</b>
6 Finance Costs	4.5	12.9	6.0	31.9
<b>7 Profit after finance costs but before exceptional items (5-6)</b>	<b>582.1</b>	<b>759.3</b>	<b>965.4</b>	<b>3,384.9</b>
8 Exceptional Items - Income	20.0	38.7	-	38.7
<b>9 Profit before tax (7+8)</b>	<b>602.1</b>	<b>798.0</b>	<b>965.4</b>	<b>3,423.6</b>
10 Tax expense	189.4	71.6	322.8	953.4
<b>11 Net profit for the period (9-10)</b>	<b>412.7</b>	<b>726.4</b>	<b>642.6</b>	<b>2,470.2</b>
<b>12 Other comprehensive expense/(income), net of income tax</b>				
(a) Items that will not be reclassified to profit or loss	11.0	41.5	1.7	71.9
(b) Items that will be reclassified to profit or loss	-	-	-	-
<b>13 Total comprehensive income for the period</b>	<b>401.7</b>	<b>684.9</b>	<b>640.9</b>	<b>2,398.3</b>
14 Paid - up equity share capital (Shares of Rs 10/- each)	466.6	466.6	466.6	466.6
<b>15 Earnings per share (in Rs.) (of Rs. 10 each) (not annualised) :</b>				
(a) Basic	8.85	15.57	13.77	52.94
(b) Diluted	8.85	15.57	13.77	52.94

*[Signature]*





**Akzo Nobel India Limited**  
**Registered Office : Geetanjali Apartment, 1st Floor, 8-B, Middleton Street, Kolkata -700071**  
**CIN: L24292WB1954PLC021516**

**Segment wise Revenue, Results, Assets, Liabilities and Capital Employed**

(Rs. In Million)

Quarter ended			Year ended 31 March 2017
30 June 2017	31 March 2017	30 June 2016	
See Note 1	See Note 3	See Note 1	(Audited)

**1 Segment Revenue (including other operating income)**

a) Coatings

b) Others

**Total income from operations**

7,218.5	7,106.6	7,039.5	28,702.6
694.0	731.2	752.0	2,641.2
<b>7,912.5</b>	<b>7,837.8</b>	<b>7,791.5</b>	<b>31,343.8</b>

**2 Segment Results**

a) Coatings

b) Others

**Total**

Finance Cost

Other un-allocable income (net of un-allocable expenditure)

548.8	610.1	785.9	2,860.1
15.6	71.2	80.7	214.5
<b>564.4</b>	<b>681.3</b>	<b>866.6</b>	<b>3,074.6</b>
(4.5)	(12.9)	(6.0)	(31.9)
22.2	90.9	104.8	342.2
<b>582.1</b>	<b>759.3</b>	<b>965.4</b>	<b>3,384.9</b>
20.0	38.7	-	38.7
<b>602.1</b>	<b>798.0</b>	<b>965.4</b>	<b>3,423.6</b>

Exceptional items - Income

**Profit before tax**

**3 (a) Segment Assets**

As at 30 June 2017	As at 31 March 2017	As at 30 June 2016
See Note 1	(Audited)	See Note 1

a) Coatings

b) Others

Unallocated

**Total**

14,868.2	14,087.1	14,328.3
1,195.2	1,280.0	1,298.9
3,548.2	3,468.9	5,663.4
<b>19,611.6</b>	<b>18,836.0</b>	<b>21,290.6</b>

**(b) Segment Liabilities**

a) Coatings

b) Others

Unallocated

**Total**

7,461.9	7,058.5	6,727.9
732.6	870.6	744.8
928.1	817.3	1,697.9
<b>9,122.6</b>	<b>8,746.4</b>	<b>9,170.6</b>

**(c) Capital Employed (Segment Assets - Segment Liabilities)**

a) Coatings

b) Others

Unallocated

**Total**

7,406.3	7,028.6	7,600.4
462.6	409.4	554.1
2,620.1	2,651.6	3,965.5
<b>10,489.0</b>	<b>10,089.6</b>	<b>12,120.0</b>

**Note :**

- Segment Revenue, Results, Assets, Liabilities and Capital Employed figures include the respective amounts identifiable to each of the segments. Other un-allocable income (net of un-allocable expenditure) in segment results include income from investment of surplus funds of the Company and unallocable corporate expenses. Exceptional items - Income is classified as unallocable income.

- "Unallocated" in Capital Employed includes un-allocable corporate assets, liabilities and investments.

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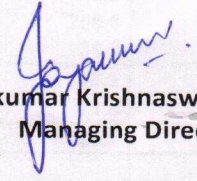
**Akzo Nobel India Limited**  
**Registered Office: Geetanjali Apartment, 1st Floor, 8B Middleton Street, Kolkata - 700 071**  
**CIN: L24292WB1954PLC021516**

**Standalone Unaudited Financial Results for the quarter ended 30 June 2017**

**Notes:**

1. This statement has been reviewed by the Audit Committee and approved by the Board of Directors at its meeting held on 14 August 2017. The figures for the quarter ended 30 June 2017 and 30 June 2016 have been subjected to limited review by the statutory auditors.
2. This statement has been prepared in accordance with the Companies (Indian Accounting Standards) Rules, 2015 prescribed under Section 133 of the Companies Act, 2013 and other recognised accounting practices and policies to the extent applicable.
3. The figures for the quarter ended March 31, 2017 have not been subjected to review/audit by the statutory auditors. These are balancing figures between audited financial statements for the full financial year ended March 31, 2017 and year to date figures of nine months ended December 31, 2016.
4. Exceptional items reported during the quarter ended 31 March 2017 & 30 June 2017 represent divestment provisions no longer required written back.
5. Figures for the quarter ended 31 March 2017 and 30 June 2016 have been regrouped/ reclassified, wherever necessary, to conform to the current period classification.

**Kolkata**  
**14 August 2017**

  
**Jayakumar Krishnaswamy**  
**Managing Director**



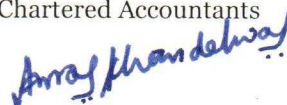


# Price Waterhouse Chartered Accountants LLP

The Board of Directors  
Akzo Nobel India Limited  
DLF Epitome  
Building No. 5, Tower A,  
20th Floor, DLF Cyber City Phase III,  
Gurugram-122002  
Haryana, India

1. We have reviewed the unaudited financial results of Akzo Nobel India Limited (the "Company") for the quarter ended June 30, 2017 which are included in the accompanying Statement of Unaudited Financial Results for the quarter ended June 30, 2017 (the "Statement"). The Statement has been prepared by the Company pursuant to Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (the "Listing Regulations, 2015"), which has been initialled by us for identification purposes. The 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 the Statement based on our review.
2. We conducted our review 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 Statement is free of material misstatement.
3. A review is limited primarily to inquiries of the Company personnel and analytical procedures applied to financial data and thus provides less assurance than an audit. We have not performed an audit and, accordingly, we do not express an audit opinion.
4. Based on our review conducted as above, nothing has come to our attention that causes us to believe that the Statement has not been prepared in all material respects in accordance with the applicable Accounting Standards prescribed under Section 133 of the Companies Act, 2013 and other recognised accounting practices and policies, and has not disclosed the information required to be disclosed in terms of Regulation 33 of the Listing Regulations, 2015 including the manner in which it is to be disclosed, or that it contains any material misstatement.

For Price Waterhouse Chartered Accountants LLP  
Firm Registration Number: 012754N/N500016  
Chartered Accountants



Anurag Khandelwal  
Partner  
Membership Number 078571

Place: Kolkata  
Date: August 14, 2017

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Price Waterhouse (a Partnership Firm) converted into Price Waterhouse Chartered Accountants LLP (a Limited Liability Partnership with LLP identity no: LLPIN AAC-5001) with effect from July 25, 2014. Post its conversion to Price Waterhouse Chartered Accountants LLP, its ICAI registration number is 012754N/N500016 (ICAI registration number before conversion was 012754N)