

May 22, 2020

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| 1. Corporate Relationship Department
BSE Limited,
Phiroze Jeejeebhoy Towers,
Dalal Street,
Mumbai - 400 001. | 2. Manager – Listing
National Stock Exchange of India Ltd.
Exchange Plaza, C-1, Block G,
Bandra Kurla Complex, Bandra (E),
Mumbai - 400 051. |
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Sub.: Intimation under Regulation 30 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015

Ref.: Scrip Codes: BSE - 500165, NSE - KANSAINER

Dear Sirs,

This is further to our intimation dated March 23, 2020 on the subject and in reference to the Circular bearing Ref. No. SEBI/HO/ CFD/CMD1/CIR/P/2020/84 issued by the Securities and Exchange Board of India on May 20, 2020.

Update on COVID-19 situation for Kansai Nerolac Paints Limited (“KNPL / “the Company”)

Overall

1. KNPL has started limited operations at its manufacturing units and depots.
2. The Head Office at Mumbai remains closed and will commence after necessary clearances are received.
3. Necessary guidelines for the Company have been drafted on basis of the guidelines received from the Central/ State/ Municipal authorities on social distancing, travel guidelines, thermal scanning, permissible number of employees per site, Aarogya Setu app download by its employees and employees have been trained on the same.
4. All supply chain partners have been sensitized on the need to maintain required level of safety in operations, both during manufacture and transportation of goods to and from KNPL locations.
5. Employees have been trained on safe practices to be observed, while travelling when using public facilities and at offices.

Functioning during lockdown

1. From the time of commencement of the lockdown, employees are working from home and necessary office connectivity has been in place.
2. All IT Security Protocols are in place and all systems are being monitored remotely.

Commencement of Operations

1. KNPL manufacturing operations gradually restarted from the 17th of April, after receiving due clearance from the relevant government authorities and with the prescribed numbers.
2. The Company had all necessary protocols in place for safe start-up of operations for various manufacturing units, which were activated post receipt of clearance to start.
3. In the month of April, no material production was done.
4. Dispatches to the Company’s depots have commenced.

Commencement of sales

1. Depot operations have started partially and gradually from the 23rd of April after receiving necessary clearance from relevant local government authorities.

2. Post start-up, all safety protocols as per the laid-out procedure of the Company were activated and complied with.
3. In the month of April, which is a significant month for the Company, not much sale was done.

Liquidity

1. The Company has around Rs. 471 crores of cash and liquid investments at the end of March 31, 2020.
2. The Company does not have any debt.

Customer

1. KNPL has been in touch with its customers across all markets.
2. Focus has been to help the customers for a safe start-up.
3. KNPL teams have been in touch with its customers for clearance of dues.
4. In the immediate future, KNPL does not foresee any immediate issue in liquidity.
5. KNPL Supply chain has enough inventory and is fully prepared to meet the demand of the customers in all markets as and when demand arises.

Vendors

1. KNPL has been providing liquidity to its vendors by making payments from time to time.
2. It has also carried out a risk assessment to ascertain any potential supply issues and as of now, it does not foresee any disruption in raw material supplies.

Projects

1. KNPL is continuing with its Capital projects which are in advanced stages of completion and does not foresee any immediate concerns towards their completion.

Annual Results for 2019-20

1. Board Meeting for consideration and approval of the Audited Standalone and Consolidated Financial Results of the Company for the quarter and year ended March 31, 2020 (“Financial Results”) was held on May 6, 2020 and the Financial Results were duly filed with the Stock Exchanges..
2. Board Meeting was held via Video Conferencing over Microsoft TEAMS.
3. Assessment of COVID-19 situation on the Financial Results was part of the Notes to the Financial Results published on May 6, 2020.

Sales and Production have started in a limited way in May 2020.

This update is dynamic and will change as the situation changes, which is not in the control of the Company.

KNPL will continue to provide an update on the situation.

For **KANSAI NEROLAC PAINTS LIMITED**

G. T. GOVINDARAJAN
COMPANY SECRETARY