

May 2, 2019

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| 1. Corporate Relationship Department
BSE Limited,
Phiroze Jeejeebhoy Towers,
Dalal Street,
Mumbai - 400001. | 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.: Outcome of the Board Meeting of Kansai Nerolac Paints Limited (“Company”) held on May 2, 2019

- Ref.: 1. Regulation 30 (read with Schedule III - Part A), 33 and other applicable provisions of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 (“SEBI Listing Regulations”)
2. Scrip Codes : BSE - 500165, NSE - KANSAINER

Dear Sirs,

Kindly note that the Board of Directors of the Company has, in its meeting held today i.e. on Thursday, May 2, 2019 (“said meeting”), *inter alia*

- (i) considered and approved the Audited Standalone and Consolidated Financial Results of the Company for the financial year ended March 31, 2019 (“Audited Financial Results”);
- (ii) recommended a dividend of 260% (Rs. 2.60 per equity share of the face value of Re. 1 each), for the financial year ended March 31, 2019;
- (iii) approved the appointment of M/s. S R B C & CO LLP, Chartered Accountants (ICAI Firm Registration No. 324982E/E300003) as Statutory Auditors of the Company:

Pursuant to the provisions of Section 139 of the Companies Act, 2013, as amended, and rules framed thereunder, the Company is required to rotate its Statutory Auditors in the ensuing 99th Annual General Meeting. M/s. B S R & Co. LLP, Chartered Accountants are the present Statutory Auditors of the Company.

Accordingly, M/s. S R B C & CO LLP, Chartered Accountants (ICAI Firm Registration No. 324982E/E300003) have been appointed as Statutory Auditors of the Company, for a period of five years, from the conclusion of ensuing 99th Annual General Meeting of the Company until the conclusion of 104th Annual General Meeting of the Company, subject to the approval of the shareholders at the 99th Annual General Meeting.

Head Office :-
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+91.22.2499 2500



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- (iv) granted in-principle approval to the merger of Marpol Private Limited and Perma Construction Aids Private Limited, both wholly-owned subsidiaries of the Company, with the Company, subject to necessary statutory approvals from various regulatory authorities.

The said meeting commenced at 11.50 a.m. and concluded at 2.30 p.m.

Further, pursuant to the applicable provisions of SEBI Listing Regulations, please find enclosed herewith:

- (i) the Audited Financial Results; and
(ii) Auditors Report dated May 2, 2019, issued by the Statutory Auditors of the Company with respect to the Audited Financial Results and taken on record by the Board of Directors of the Company.

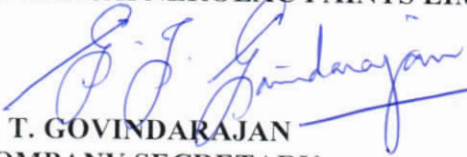
Please note that in terms of the provisions of Regulation 33(3)(d) of SEBI Listing Regulations, as amended, we declare that the Statutory Auditor of the Company, viz. B S R & Co. LLP, Chartered Accountants (Registration No.: 101248W/W-100022) have issued an Auditors' Report with unmodified opinion on the Audited Standalone and Consolidated Financial Results of the Company for the financial year ended March 31, 2019.

A press release issued on the Audited Financial Results is also enclosed herewith.

Necessary arrangements have been made for publishing the Audited Financial results in the newspapers, in the prescribed formats, in terms of Regulation 47 of SEBI Listing Regulations.

The above is for your information and record.

For **KANSAI NEROLAC PAINTS LIMITED**


G. T. GOVINDARAJAN
COMPANY SECRETARY



Encl: As above.

Press Release

Press Release

Mumbai, May 2, 2019

Kansai Nerolac Paints Ltd Announces Q4 Results FY 2018-2019

Mumbai, May 2, 2019: Kansai Nerolac Paints Limited (**KNPL**), one of the leading Paint companies in India, today at the Board meeting announced its audited results for the fourth quarter of financial year 2018-19. For the quarter, the company declared Net sales of Rs. 1142 Crores a growth of 4 % over the corresponding quarter of the previous year and net sales of Rs. 5138.9 crores for entire year a growth of 12.5 % over the last financial year.

EBIDTA was Rs. 149.6 crores a degrowth of 11.4 over the same quarter of the previous year. For the entire year, EBIDTA was Rs. 742 Crores a degrowth of 6 % over the same period of the previous year.

Commenting on the results, **Mr. H. M. Bharuka, Vice Chairman and Managing Director, Kansai Nerolac Paints Ltd** said, "Continuing the trend seen in the previous quarter, the Decorative segment continued to see growth this quarter. The growth in Decorative was lower than previous quarters. The Automotive segment witnessed a negative growth this quarter. A similar slackening in demand was also seen on other OEM segments. This has led to an overall lower demand for Industrial products in general.

Whilst cost pressures abated as compared to earlier quarter, prices of derivatives still remain high. During the quarter crude was not able to maintain the low levels witnessed in December and continued to rise. The rupee dollar exchange rate also continued to be volatile.

The company has been able to pass on the cost increase in decorative. In Industrial the company has been only able to only partly get price increases to offset increase in material costs. This is reflected in the bottom-line.

The company expects the growth momentum to be subdued for the immediate future though it is hopeful for a good momentum for the year as a whole."

Outlook of Indian Paint Industry:

The size of domestic paint industry is estimated at Rs.47000 crores as of Mar 2018. The good growth in infrastructure, core sector as well as automobile and real estate is likely to have a positive effect on the overall demand of paint for the industry.

About Kansai Nerolac Paints Ltd:

Kansai Nerolac Paints has been at the forefront of paint manufacturing for more than 90 years pioneering a wide spectrum of quality paints. Kansai Nerolac is one of the leading paint company in India and is the leader in Industrial segment, having a turnover of Rs.5682 crores. The company has five strategically located manufacturing units all over India and a strong dealer network across the country. The company manufactures a diversified range of products ranging from decorative paints coatings for homes, offices, hospitals and hotels to sophisticated industrial coatings for most of the industries. Please visit www.nerolac.com

