

16 July 2020

Department of Corporate Services
BSE Limited
1st floor, New Trading Ring
Rotunda Building, P J Towers
Dalal Street, Fort
Mumbai - 400 001

The Listing Department
National Stock Exchange of India Ltd.
Exchange Plaza, 5th floor,
Bandra-Kurla Complex
Bandra (E)
Mumbai – 400051

Sub: Disclosure of Related Party Transactions pursuant to Regulation 23(9) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("Listing Regulations")

Dear Sir/Madam,

Pursuant to Regulation 23(9) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, enclosed please find the disclosure of the related party transactions on a consolidated basis and balances for the year ended March 31, 2020.

This is for your information and records.

Yours Faithfully,
For Akzo Nobel India Limited



Harshi Rastogi
Company Secretary
Membership#A13642

Encl: as above

Consolidated disclosure of related party transactions and balances for the year ended 31st March 2020

(All amounts are in millions Indian ₹ unless otherwise stated)

1. (a) The Company is controlled by:

Akzo Nobel N.V., Netherlands (Ultimate Holding Company)

Imperial Chemical Industries Limited, England, which is wholly owned by Akzo Nobel N.V.

Akzo Nobel Coatings International B.V., Netherlands which is wholly owned by Akzo Nobel N.V.

(b) Fellow subsidiaries:

Akzo Nobel Adhesives Pte. Ltd.	Akzo Nobel Coatings (Dongguan) Co. Ltd.
Akzo Nobel Argentina S.A.	Akzo Nobel Coatings (Jiaxing) Co. Ltd.
Akzo Nobel Boya Sanayi ve Ticaret A.S.	Akzo Nobel Coatings International B.V.
Akzo Nobel Car Refinishes AB	Akzo Nobel Coatings Limited
Akzo Nobel Car Refinishes Australia Pty Ltd	Akzo Nobel Coatings SPA
Akzo Nobel Chang Cheng Coatings (Guangdong) Co Ltd	Akzo Nobel Ltda
Akzo Nobel Chang Cheng Ltd	Akzo Nobel Packaging Coatings Limited
Akzo Nobel Coatings (Tianjin) Co Ltd	Akzo Nobel Packaging Coatings S.A.
Akzo Nobel Coatings AS	Akzo Nobel Paints (Malaysia) Sdn. Bhd.
Akzo Nobel Coatings CZ a.s.	Akzo Nobel Paints (Thailand) Limited
Akzo Nobel Coatings Inc.	Akzo Nobel Paints Lanka (Pvt) Ltd
Akzo Nobel Coatings K.K.	Akzo Nobel Paints Taiwan Limited
Akzo Nobel Coatings Limited	Akzo Nobel Paints Vietnam Ltd.
Akzo Nobel Coatings S.P.A.	Akzo Nobel Powder Coatings Korea Co., Ltd.
Akzo Nobel Coatings Vietnam Limited	Akzo Nobel UAE Paints L.L.C.
Akzo Nobel Decorative Coatings B.V.	Compania Mexicana de Pinturas International SA De CV
Akzo Nobel Decorative Paints L.L.C.	ICI Omicron B.V.
Akzo Nobel Dekor CJSC	Imperial Chemical Industries Limited
Akzo Nobel Egypt LLC	International Coatings Ltd
Akzo Nobel Global Business Services LLP	International Farbenwerke GmbH
Akzo Nobel Hilden GmbH	International Farg AB
Akzo Nobel Industrial Coatings AB	International Farvefabrik A/S
Akzo Nobel Industrial Coatings Korea Ltd.	International Paint (East Russia) Ltd
Akzo Nobel Industrial Paints, S.L.	International Paint (Hellas) S.A.
Akzo Nobel Limited	International Paint (Hong Kong) Ltd.
Akzo Nobel LLC	International Paint Limited
Akzo Nobel N.V.	International Paint LLC
Akzo Nobel Oman SAOC	International Paint Pazarlama Limited Sirketi
Akzo Nobel Paints (Singapore) Pte. Ltd.	International Paint Sdn Bhd
Akzo Nobel Pakistan Limited	International Peinture SAS
Akzo Nobel Performance Coatings (Changzhou) Co., Ltd.	International Paint (Akzo Nobel Chile) Ltda
Akzo Nobel Powder Coatings (Suzhou) Co. Ltd.	International Paint (Korea) Ltd
Akzo Nobel Powder Coatings (Vietnam) Co. Ltd.	International Paint (Nederland) B.V.
Akzo Nobel Powder Coatings B.V.	International Paint (Panama) Inc.
Akzo Nobel Powder Coatings GMBH	International Paint (Taiwan) Ltd
Akzo Nobel Powder Coatings Limited	International Paint of Shanghai Co Ltd
Akzo Nobel Powder Coatings SAS	International Paint Singapore Pte. Ltd.
Akzo Nobel Pty. Limited	International Peinture
Akzo Nobel Saudi Arabia Ltd.	Oy International Paint (Finland) AB
Akzo Nobel Server Boya Sanayi ve Ticaret A.S.	Pinturas Inca S.A.
Akzo Nobel South Africa (Pty) Ltd.	PT Akzo Nobel Car Refinishes Indonesia
Akzo Nobel Swire Paints (Shanghai) Ltd.	PT ICI Paints Indonesia
Akzo Nobel Car Refinishes (Singapore) Pte. Ltd.	PT International Paint Indonesia
Akzo Nobel Car Refinishes B.V.	Schramm Coatings GmbH
Akzo Nobel Car Refinishes SL	
Akzo Nobel Chemical India Private Limited (Upto 30 September 2018)	

(c) Key Management Personnel

Mr. Amit Jain - Chairman

Mr. Rajiv Rajgopal- Managing Director (From 1 November 2018)

Mr. Jayakumar Krishnaswamy - Managing Director (Upto 11 September 2018)

Mr. Lakshay Kataria - Wholetime Director and CFO (CFO from 7 January 2019; WTD from 1 February 2019)

Mr. Pradip Menon - Wholetime Director and CFO (WTD upto 2 August 2018; CFO upto 13 September 2018)

Mr. Arabinda Ghosh - Non-Executive Director (Upto 2 August 2018)
Mr. Jeremy Rowe - Non-Executive Director (From 6 April 2018; upto 30 November 2018)
Mr. R Gopalakrishnan - Independent Director (Upto 22 July 2018)
Mr. Oscar Wezenbeek - Non-Executive Director (from 4 May 2019)
Mr. Hemant Sahai- Independent Director (From 3 August 2018)
Mr. Arvind Uppal - Independent Director
Mr. Raj S Kapur - Independent Director (upto 14 August 2019)
Ms. Kimsuka Narsimhan - Independent Director (upto 14 August 2019)
Dr. Sanjiv Misra - Independent Director (Upto 22 July 2018)
Mr. Rahul Bhatnagar - Independent Director (from 16 August 2019)
Ms. Smriti Vijay - Independent Director (from 16 August 2019)
Mr. R Guha- Company Secretary (upto 29 February 2020)
Ms. Harshi Rastogi - Company Secretary (from 1 March 2020)

(d) Employee benefit trusts

Pension trusts

ICI's Associated Companies in India Employees Pension Fund
ICI India Management Staff Pension Fund
Akzo Nobel India Employees Pension Scheme
Akzo Nobel Coatings Employees Superannuation Fund

Gratuity Trusts

ICI India Limited Employees' Gratuity Fund
ICI India Management Staff Gratuity Fund
Akzo Nobel India Employees Gratuity Trust 2016
Akzo Nobel Coatings India P Ltd Employees Group Gratuity Cum Life Assurance Scheme

Provident Fund Trusts

The Alkali and Chemical Corporation of India Limited Provident Fund
ICI India Staff Provident Fund
ICI's Associated Companies in India Staff Provident Fund

2. The following transactions were carried out with related parties in the ordinary course of business :

	Akzo Nobel N.V., Netherlands	Imperial Chemical Industries Limited, England	Akzo Nobel Coatings International B.V.	Fellow Subsidiaries of the Company	Key Management Personnel	Employee Benefit Trusts
	2019-20	2019-20	2019-20	2019-20	2019-20	2019-20
	(2018-19)	(2018-19)	(2018-19)	(2018-19)	(2018-19)	(2018-19)
a) Transactions during the year						
Purchase of materials / finished goods	-	-	-	1,238	-	-
	-	-	-	(1,434)	-	-
Sale of finished goods	-	-	-	260	-	-
	-	-	-	(346)	-	-
Expenses incurred and recovered/recoverable from other Companies (Income)	*	-	-	78	-	1
	(6)	*	-	(82)	-	(2)
Expenses reimbursed to other Companies (Expense)	-	-	-	21	-	-
	(21)	-	-	(37)	-	-
Royalty	-	-	800	-	-	-
	-	-	(878)	-	-	-
Dividend paid	-	551	-	266	-	-
	-	(506)	-	(243)	-	-

	Akzo Nobel N.V., Netherlands	Imperial Chemical Industries Limited, England	Akzo Nobel Coatings International B.V.	Fellow Subsidiaries of the Company	Key Management Personnel	Employee Benefit Trusts
	2019-20	2019-20	2019-20	2019-20	2019-20	2019-20
	(2018-19)	(2018-19)	(2018-19)	(2018-19)	(2018-19)	(2018-19)
Services provided (Income)	79	-	-	370	-	-
	(133)	-	-	(418)	-	-
Services received (expenses)	243	-	-	101	-	-
	(203)	-	-	-	-	-
Managerial remuneration						
Short-term employee benefits	-	-	-	-	41	-
	-	-	-	-	(41)	-
Post employment benefits	-	-	-	-	3	-
	-	-	-	-	(5)	-
Other long - term benefits	-	-	-	-	3	-
	-	-	-	-	(1)	-
Guarantee issued on behalf of the Group for credit facilities from banks	850	-	-	-	-	-
	(871)	-	-	-	-	-

*Amount is below rounding off norms, adopted by the Group

	Akzo Nobel N.V., Netherlands	Imperial Chemical Industries Limited, England	Akzo Nobel Coatings International B.V.	Fellow Subsidiaries of the Company	Key Management Personnel	Employee Benefit Trusts
	2019-20	2019-20	2019-20	2019-20	2019-20	2019-20
	(2018-19)	(2018-19)	(2018-19)	(2018-19)	(2018-19)	(2018-19)
b) Balances as at the end of the year						
Dues to related parties	271	34	503	1,187	37	-
	(34)	(32)	(327)	(521)	(32)	-
Dues from related parties	12	-	-	503	-	-
	(27)	-	-	(327)	-	-
c) Share Capital outstanding as at end of the year						
	-	230	111	111	-	-
	-	(230)	(111)	(111)	-	-

Terms and conditions of transactions with related parties

- The transactions with related parties are made on terms equivalent to those that prevail in arm's length transactions. Outstanding balances at the year-end are unsecured and settlement occurs in cash.
- There have been no guarantees provided or received for any related party receivables or payables.
- For the year ended 31 March 2020 (and any of the previous years) the Group has not recorded any impairment of receivables relating to amounts owed by related parties.
- Figures in bracket indicate transactions/balances relating to financial year 2018-19

d) **Disclosure in respect of transactions which are more than 10% of the total transactions of the same type with related parties during the respective year.**

	For the year ended 31 March 2020	For the year ended 31 March 2019
Purchase of materials / finished goods		
PT Akzo Nobel Car Refinishes Indonesia	370	373
Akzo Nobel Hilden GmbH	237	198
Others	631	863
	1,238	1,434
Sales of finished goods		
International Paint Singapore Pte. Ltd	8	9
Akzo Nobel Paints Vietnam Ltd	32	62
PT ICI Paints Indonesia	45	92
Akzo Nobel LLC	10	76
Akzo Nobel Paints (Malaysia) Sdn. Bhd.	45	61
International Paint of Shanghai Co Ltd	30	-
Akzo Nobel Paints (Thailand) LTD.	34	18
Others	56	28
	260	346
Expenses incurred and recovered/recoverable from other Companies (Income)		
Akzo Nobel Lanka (Pvt.) Limited	*	*
Akzo Nobel N.V. Netherlands	*	6
Akzo Nobel Decorative Coatings B.V.	2	2
Akzo Nobel Car Refinishes B.V.	3	6
Akzo Nobel Chemicals India Private Limited	-	42
Akzo Nobel Global Services India LLP	61	14
Akzo Nobel UAE Paints L.L.C.	9	12
Others	4	8
	79	90
*Amount is below rounding off norms, adopted by the Group		
	For the year ended 31 March 2020	For the year ended 31 March 2019
Expenses reimbursed to other Companies (Expense)		
Akzo Nobel N.V. Netherlands	-	21
Akzo Nobel Paints (Singapore) Pte. Ltd.	21	16
Akzo Nobel Car Refinishes B.V.	-	13
Others	-	8
	21	58
Royalty		
Akzo Nobel Coatings International B.V.	800	878
	800	878
	For the year ended 31 March 2020	For the year ended 31 March 2019
Dividend paid (Excluding dividend distribution tax)		
Imperial Chemical Industries Limited, England	551	506
Akzo Nobel Coatings International B.V.	266	243
	817	749
Services provided (Income)		
Akzo Nobel Car Refinishes B.V.	368	389
Akzo Nobel N.V.	79	133
Others	2	29
	449	551

	For the year ended 31 March 2020	For the year ended 31 March 2019
Services received (Expense)		
Akzo Nobel N.V. Netherlands	243	203
Akzonobel GBS LLP	100	-
Others	1	-
	344	203
Managerial remuneration		
Mr. Jayakumar Krishnaswamy	-	11
Mr. Pradip Menon	-	7
Mr. Rajiv Rajgopal	24	11
Mr. R. Guha	1	7
Mr. Lakshay Kataria	14	4
Others	8	7
	47	47
	As at 31 March 2020	As at 31 March 2019
Dues to related parties		
Akzo Nobel Coatings International B.V.	503	85
Akzo Nobel N.V.	271	-
PT. Akzo Nobel Car Refinishes Indonesia	253	86
Akzo Nobel Hilden GmbH	180	121
Others	788	412
	1,995	704
Dues from related parties		
Akzo Nobel Car Refinishes B.V.	285	192
International Paint Singapore Pte. Ltd.	34	36
Akzo Nobel Decorative Coatings B.V.	-	*
PT ICI Paints Indonesia	15	13
Akzo Nobel N.V. Netherlands	12	27
Akzo Nobel LLC	25	32
Akzo Nobel Global Business Services LLP	71	-
Others	73	54
	515	354
Share capital outstanding		
Imperial Chemical Industries Limited, England	230	230
Akzo Nobel Coatings International B.V.	111	111
Others	-	*
	341	341

*Amount is below rounding off norms, adopted by the Group

3. The Group has established a comprehensive system of maintenance of information and documents as required by the transfer pricing legislation under section 92-92F of The Income Tax Act, 1961. Since the law requires such information and documentation to be contemporaneous in nature, the Group is in process of updating the documentation of international transactions with the Associated Enterprises during the financial year and expects such records to be in existence latest by the due date of filing the return of income. The management is of the opinion that its international transactions are at arm's length so that aforesaid legislation will not have any material impact on the financial statements, particularly on the amount of tax expense and that of provision for taxation.