

6 December 2019

Department of Corporate Services  
BSE Limited  
1st floor, New Trading Ring  
Rotunda Building, P J Towers  
Dalal Street, Fort  
Mumbai - 400 001  
**Scrip Code:500710**

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

Dear Sir,

**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")**

Pursuant to Regulation 23(9) of the Listing Regulations, enclosed please find the disclosure of related party transactions on a consolidated basis, in the format as specified in the applicable Accounting Standards, for the half year ended 30th September, 2019.

Kindly take the same on record.

Thanking you,

Yours faithfully,  
For Akzo Nobel India Limited



R Guha  
Company Secretary

Encl: as above.

**AKZO NOBEL INDIA LIMITED**  
(CIN No. L24292WB1954PLC021516)

Disclosure of Related Party Transactions for half year ended 30th September, 2019 on consolidated basis as per Ind AS 24  
(In accordance with Regulation 23(9) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (As amended))

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) **The Company controls the following related party:**

ICI India Research and Technology Centre\*

(c) **Fellow subsidiaries:**

Akzo Nobel Argentina S.A.	Akzonobel GBS LLP India
Akzo Nobel Boya Sanayi ve Ticaret A.S.	ICI Indian Management Staff Gratuity Fund
Akzo Nobel Car Refinishes B.V.	ICI R&T India
Akzo Nobel Car Refinishes SL	Imperial Chemical Industries Limited
Akzo Nobel Chemicals India Private Limited	International Farbenwerke GmbH
Akzo Nobel Coatings (Dongguan) Co. Ltd.	International Paint (Akzo Nobel Chile) Ltda
Akzo Nobel Coatings (Jiaxing) Co. Ltd.	International Paint (Hellas) S.A.
Akzo Nobel Coatings AS	International Paint (Hong Kong) Limited
Akzo Nobel Coatings Inc.	International Paint (Korea) Ltd
Akzo Nobel Coatings International B.V.	International Paint (Nederland) B.V.
Akzo Nobel Coatings Ltd	International Paint (Panama) Inc.
Akzo Nobel Coatings Ltd.	International Paint (Taiwan) Ltd
Akzo Nobel Coatings S.P.A.	International Paint Limited
Akzo Nobel Coatings Vietnam Limited	International Paint LLC
Akzo Nobel Decorative Coatings B.V.	International Paint of Shanghai Co Ltd
Akzo Nobel Hilden GmbH	International Paint Pazarlama Limited Sirketi
Akzo Nobel Industrial Coatings Korea Ltd.	International Paint Sdn Bhd
Akzo Nobel Industrial Paints, S.L.	International Paint Singapore Pte Ltd
Akzo Nobel LLC	International Peinture
Akzo Nobel Ltda	Oy International Paint (Finland) Ab
Akzo Nobel N.V.	PT ICI Paints Indonesia
Akzo Nobel Oman SAOC	PT International Paint Indonesia
Akzo Nobel Packaging Coatings Limited	PT. Akzo Nobel Car Refinishes Indonesia
Akzo Nobel Packaging Coatings S.A.	The Alkali & Chemicals Corporation India Limited PF
Akzo Nobel Paints (Malaysia) Sdn. Bhd.	Akzo Nobel Paints Vietnam Ltd
Akzo Nobel Paints (Thailand) Limited	Akzo Nobel Paints (Singapore) Private Limited
Akzo Nobel Paints Lanka (Pvt) Ltd	ICI Omicron B.V
Akzo Nobel Paints Pakistan Limited	Pinturas Inca S.A.
Akzo Nobel Paints Singapore Pte. Ltd.	PT Akzo Nobel Car Refinishes Indonesia
Akzo Nobel Paints Taiwan Limited	Akzo Nobel Coatings (Tianjin) Co., Ltd.
Akzo Nobel Performance Coatings (Changzhou) Co., Ltd.	Akzo Nobel Coatings K.K.
Akzo Nobel Powder Coatings (Vietnam) Co., Ltd.	International Färg AB
Akzo Nobel Powder Coatings GmbH	Akzo Nobel Powder Coatings Limited
Akzo Nobel Powder Coatings Korea Co., Limited	Akzo Nobel Car Refinishes Australia Pty Ltd
Akzo Nobel Powder Coatings SAS	Akzo Nobel Industrial Coatings AB
Akzo Nobel Pty. Limited	International Paint (East Russia) Ltd
Akzo Nobel Server Boya Sanayi ve Ticaret A.S.	ICI Dulux (Pty) Limited
Akzo Nobel Swire Paints (Shanghai) Ltd	Akzo Nobel Paints (Singapore) Pte.Ltd.
Akzo Nobel UAE Paints L.L.C	
Akzo Nobel UAE Paints L.L.C.	



**AKZO NOBEL INDIA LIMITED**  
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**(d) Key Management Personnel**

Mr Amit Jain - Chairman  
Mr Rajiv Rajgopal - Managing Director  
Mr Lakshay Kataria - Wholetime Director and CFO  
Mr Oscar Wezenbeck - Non-Executive Director (from 4 May 2019)  
Mr Hemant Sahai - Independent Director  
Mr Arvind Uppal - Independent Director  
Mr Raj S Kapur - Independent Director (upto 14 August 2019)  
Ms Kimsuka Narsimhan - Independent Director (upto 14 August 2019)  
Mr Rahul Bhatnagar - Independent Director (from 16 August 2019)  
Ms Smriti Rekha Vijay - Independent Director (from 16 August 2019)  
Mr R Guha- Company Secretary

**(e) 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

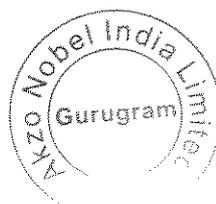
**Gratuity Trusts**

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

\* As per Ind AS 110, the Company exercises 'control' on ICI India Research and Technology Centre under the definition of a 'Control' as it has exposure/right to variable returns from its involvement with the Research and Technology Centre.

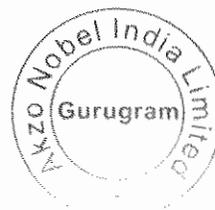


*(All amounts are in millions Indian Rupees, unless otherwise stated)*

2. The following transactions were carried out with related parties in the ordinary course of business (Continuing and discontinued operations) :

a)	Akzo Nobel N.V., Netherlands	Imperial Chemical Industries Limited, England	Akzo Nobel Coatings International B.V. of the Company	Fellow Subsidiaries 2019-20	Key Management Personnel 2019-20	Employee Benefit Trusts 2019-20	ICI India Research & Technology Centre 2019-20
Transactions during the year	2019-20 H1	2019-20 H1	2019-20 H1	2019-20 H1	2019-20 H1	2019-20 H1	2019-20 H1
Purchase of materials / finished goods	-	-	-	590	-	-	-
Sale of finished goods	-	-	-	154	-	-	*
Expenses incurred and recovered/recoverable from other Companies (Income)	0	*	-	54	-	-	2
Expenses reimbursed to other Companies (Expense)	-	-	-	7	-	-	-
Royalty	-	-	421	-	-	-	-
Dividend paid	-	551	-	266	-	-	-
Services provided (Income)	54	-	-	215	-	-	-
Services received (expenses)	61	-	-	36	-	-	6
Managerial remuneration	-	-	-	-	15	-	-
Short-term employee benefits	-	-	-	-	3	-	-
Post employment benefits	-	-	-	-	1	-	-
Other long - term benefits	-	-	-	-	-	-	-
Guarantee issued on behalf of the Company for credit facilities from banks	871	-	-	-	-	-	-

\*Amount is below rounding off norms, adopted by the Company

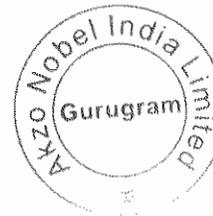


*(All amounts are in millions Indian Rupees, unless otherwise stated)*

	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	ICI India Research & Technology Centre
<b>b) Balances as at the end of the year</b>							
Dues to related parties	89	31	140	638	31	-	2
Dues from related parties	21	-	40	171	-	-	-
<b>c) Share Capital outstanding as at end of the year</b>	-	230	-	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 30 September 2019 (and any of the previous years) the Company has not recorded any impairment of receivables relating to amounts owed by related parties.



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*(All amounts are in millions Indian Rupees, unless otherwise stated)*

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

30 September 2019

**Purchase of materials / finished goods**

PT Akzo Nobel Car Refinishes Indonesia	179
Akzo Nobel Hilden GmbH	107
Others	304
	<b>590</b>

**Sales of finished goods**

International Paint Singapore Pte. Ltd	4
Akzo Nobel Paints Vietnam Ltd	17
PT ICI Paints Indonesia	30
Akzo Nobel LLC	34
Akzo Nobel Paints (Malaysia) Sdn. Bhd.	21
Akzo Nobel Saudi Arabia LTD.	-
Akzo Nobel Paints (Thailand) LTD.	19
Akzo Nobel Paints LLC	-
Other	29
	<b>154</b>

**Expenses incurred and recovered/recoverable from other Companies ( Income)**

Akzo Nobel N.V. Netherlands	*
Akzo Nobel Decorative Coatings B.V.	1
Akzo Nobel Car Refinishes B.V.	3
Akzo Nobel Global Services India LLP	39
Akzo Nobel UAE Paints L.L.C.	9
Others	4
	<b>56</b>

\*Amount is below rounding off norms, adopted by the Company

**Expenses reimbursed to other Companies (Expense)**

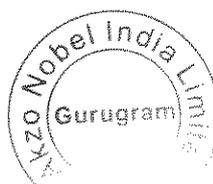
Akzo Nobel Paints (Singapore) Pte. Ltd.	7
Others	*
	<b>7</b>

**Royalty**

Akzo Nobel Coatings International B.V.	421
	<b>421</b>

**Dividend paid**

Imperial Chemical Industries Limited, England	551
Akzo Nobel Coatings International B.V.	266
	<b>817</b>



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(CIN No. L24292WB1954PLC021516)

*(All amounts are in millions Indian Rupees, unless otherwise stated)*

30 September 2019

**Services provided (Income)**

Akzo Nobel Car Refinishes B.V.	204
Akzo Nobel N.V.	54
Other	11
	<b>269</b>

**Services received (Expense)**

ICI India Research & Technology Centre	6
Akzo Nobel N.V. Netherlands	61
Akzonobel GBS LLP India	36
	<b>103</b>

\*Amount is below rounding off norms, adopted by the Company

**Managerial remuneration**

Mr. Rajiv Rajgopal	12
Mr. Lakshay Kataria	6
Others	2
	<b>20</b>

**Dues to related parties**

Akzo Nobel Coatings International B.V.	140
PT. Akzo Nobel Car Refinishes Indonesia	49
Akzo Nobel Hilden GmbH	105
Akzo Nobel Car Refinishes B.V.	180
Others	457
	<b>931</b>

**Dues from related parties**

PT ICI Paints Indonesia	3
Akzo Nobel N.V. Netherlands	21
Akzo Nobel LLC	66
Akzo Nobel Coatings International B.V.	40
Others	102
	<b>232</b>

**Share Capital Outstanding**

Imperial Chemical Industries Limited, England	230
Akzo Nobel Coatings International B.V.	111
	<b>341</b>

\*Amount is below rounding off norms, adopted by the Company

3. The Company 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 Company 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, particulars on the amount of tax expense and that of provision for taxation.

