

May 31, 2020

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 - 400051.

Sub.: Disclosure with respect to Related Party Transactions of Kansai Nerolac Paints Limited for the half year ended March 31, 2020

- Ref.: 1. Regulation 23(9) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015**
2. Scrip Codes: BSE - 500165, NSE - KANSAINER

Dear Sirs,

Kindly note that the Board of Directors of Kansai Nerolac Paints Limited (“Company”) in its meeting held on Wednesday, May 6, 2020 *inter alia* considered and approved the Audited Standalone and Consolidated Financial Results of the Company for the quarter and financial year ended March 31, 2020.

Accordingly, in terms of the provisions of Regulation 23(9) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, please find enclosed herewith, the disclosures of Related Party Transactions of the Company (on a consolidated basis) for the six months ended March 31, 2020, in the format specified in the relevant accounting standards for annual results.

Please also note that the same will also be uploaded on the Company's website i.e. www.nerolac.com.

For **KANSAI NEROLAC PAINTS LIMITED**

G. T. GOVINDARAJAN
COMPANY SECRETARY

Encl: As above

KANSAI NEROLAC PAINTS LIMITED

CONSOLIDATED RELATED PARTIES DISCLOSURE FOR THE SIX MONTHS ENDED 31ST MARCH, 2020

Transactions and balances with its own subsidiaries are eliminated on consolidation.

Parent and ultimate controlling entity

| Name | Type | Principal Activities | Place of Incorporation |
|------------------------|--|--|------------------------|
| Kansai Paint Co., Ltd. | Parent and ultimate controlling entity | Manufacturing paints and other related materials | Japan |

Kansai Paints Co., Ltd. is the immediate and ultimate holding company of Kansai Nerolac Paints Limited and is based and listed in Japan.

Fellow Subsidiaries Companies

| Name | Type | Principal Activities | Place of Incorporation |
|------------------------------------|-------------------|--|------------------------|
| Kansai Paint Philippines Inc. | Fellow Subsidiary | Manufacturing paints and other related materials | Philippines |
| Kansai Paint Asia Pacific SDN.BHD. | Fellow Subsidiary | Manufacturing paints and other related materials | Malaysia |
| Kansai Plascon Kenya Ltd | Fellow Subsidiary | Manufacturing paints and other related materials | Kenya |

Key management personnel are those persons having authority and responsibility for planning, directing and controlling the activities of the entity, directly or indirectly, including any director (whether executive or otherwise) of that entity.

Key management personnel includes

- (1) Mr. P. P. Shah, Chairman
- (2) Mr. H. M. Bharuka, Vice Chairman and Managing Director
- (3) Mr. N. N. Tata, Director
- (4) Mrs. Brinda Somaya, Director (ceased to be a director from 22nd July, 2019)
- (5) Mr. Anuj Jain, Wholetime Director
- (6) Ms. Sonia Singh, Director (appointed with effect from 29th July, 2019)
- (7) Mr. P. D. Pai, CFO
- (8) Mr. G. T. Govindarajan, Company Secretary

Other entities where significant influence exist

- Kansai Nerolac Paints Limited Provident Fund

| Particulars | Relation | ₹ in Crores |
|---|--|-------------|
| (A) Transaction during the six months ended 31 March 2020 | | |
| Sale of finished goods/Intermediates | | |
| - Kansai Paint Philippines Inc. | Fellow Subsidiary | 1.35 |
| - Kansai Plascon Kenya Ltd | Fellow Subsidiary | 0.68 |
| Royalty Expense | | |
| - Kansai Paint Co., Ltd., Japan | Parent and ultimate controlling entity | 4.49 |
| Technical Fees Including Reimbursement of Expenses | | |
| - Kansai Paint Co., Ltd., Japan | Parent and ultimate controlling entity | 0.44 |
| Reimbursement of Expenses Recovered | | |
| - Kansai Paint Co., Ltd., Japan | Parent and ultimate controlling entity | 0.64 |
| Contributions during the year | | |
| - Kansai Nerolac Paints Limited Provident Fund | Other entities | 2.11 |
| Key Management Personnel | | |
| - Employee Benefits | | 3.17 |
| - Commission to Independent Directors | | 1.05 |
| - Fee for attending Board/Committee Meetings to Independent Directors | | 0.10 |
| (B) Amount of outstanding balances, including commitments in settlement as on 31st March 2020 | | |
| Receivable | | |
| - Kansai Paint Co., Ltd., Japan | Parent and ultimate controlling entity | 0.64 |
| - Kansai Paint Philippines Inc. | Fellow Subsidiary | 0.56 |
| - Kansai Plascon Kenya Ltd | Fellow Subsidiary | 0.30 |
| Payable | | |
| - Kansai Paint Co., Ltd., Japan | Parent and ultimate controlling entity | 0.21 |