



Hegde Joshi & Associates

Chartered Accountants

TO WHOM SO EVER IS CONCERN

We have examined relevant records and documents produced before us for verification, of Kansai Nerolac Paints Limited ("the Company") having its registered office at Nerolac House, Ganpatrao Kadam Marg, Lower Parel, Mumbai 400 013. Marpol Private Limited having address at Panandiker Chambers, 1st Floor, M.L Furtado Road, Margoa, Salcete Goa - 403 601 & Perma construction aids private limited having address at UNIT-II Plot No.3102, GIDC Sarigam, Valsad Gujrat - 396 155 and on the basis of such examination and other information and explanations provided to us as per attached "Annexure A", we hereby report that Net-worth, pre & post - merger is calculated as under:

Pre-Merger Net-worth (Unaudited) as on 1st July, 2019 (Appointment Date as per scheme of merger)

Rs. In Crores

Particulars	Kansai Nerolac Paints Limited	Marpol Private Limited	Perma Construction Aids Private Limited
Equity	53.89	3.00	0.99
Add: Other Equity	3,346.12	7.06	10.92
Total Net worth	3,400.01	10.06	11.91

Post-Merger Net-worth (Unaudited) as on 1st July, 2019 (Appointment Date as per scheme of merger)


Rs. In Crores

Particulars	Kansai Nerolac Paints Limited
Equity	53.89
Add: Other Equity	3,343.72
Total Net worth	3,397.61



Date: - 10/09/2020
Place: - Mumbai

For Hegde Joshi & Associates
Chartered Accountants


CA Subodh Joshi
(Partner)

Mem No. 046566
FRN No. 125866W
UDIN- 20046566AAAADS8549



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Annexure A:

Calculation of Pre & Post Merger Net-worth (Unaudited) of Kansai Nerolac Paints Limited as on Appointed Date 1st July, 2019 as per the scheme of amalgamation:

(Rs. In Crores)

A Pre merger standalone net worth as on 1st July, 2019

	KNPL	Marpol	Perma
Equity	53.89	3.00	0.99
Other Equity	3,346.12	7.06	10.92
Networth	3,400.01	10.06	11.91

B Fair value of asset as on date of acquisition

	KNPL	Marpol	Perma
Tangible Assets Write ups	-	24.90	6.18
Intangible Assets	-	10.37	15.94
Deferred tax liability	-	(8.53)	(4.36)
Total		26.74	17.76

C Impact on Consolidated Other Equity due to above fair valuations till 1st July 2019

	KNPL	Marpol	Perma
Depreciation	-	(6.44)	(0.85)
Reversal of deferred tax	-	1.65	0.19
Total		(4.79)	(0.66)

D Pre Acquisition Reserves as on date of acquisition

	KNPL	Marpol	Perma
Other Equity	-	(4.58)	(10.35)

E Post Merger KNPL Net Worth as on 1st July, 2019

	KNPL Merged	KNPL	Marpol	Perma
Equity	53.89	53.89	-	-
Other Equity (A + C + D)	3,343.72	3,346.12	(2.31)	(0.09)
Networth	3,397.61	3,400.01		

Abbreviations:

KNPL: Kansai Nerolac Paints Limited

Marpol: Marpol Private Limited

Perma: Perma Construction Aids Private Limited

