

April 4, 2018

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| <p>1. Corporate Relationship Department
BSE Limited,
Phiroze Jeejeebhoy Towers,
Dalal Street,
Mumbai – 400 001.</p> <p>BSE Scrip Code: 500165
NSE Scrip Code: KANSAINER</p> | <p>2. Manager – Listing
National Stock Exchange of India Ltd.
Exchange Plaza,
Bandra – Kurla Complex,
Bandra (E), Mumbai – 400 051</p> |
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Dear Sirs,

Sub: Intimation pursuant to Regulation 30 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

In Compliance with Regulation 30 of the Securities Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, read with corresponding circulars and notifications issued thereunder, it is hereby informed to you that the Company has entered into Share Purchase Agreements (SPAs) to acquire 100% equity stake in Marpol Private Limited (Marpol) for an aggregate consideration of Rs. 36 crores before adjustments due to legal and financial due diligence.

The relevant disclosures as prescribed under Regulation 30 are enumerated below:

1. Name of the Target entity, details in brief such as size, turnover etc.

Name of the target entity: Marpol Private Limited having its registered office at Panandiker Chambers, 2nd Floor, M.L. Furtado Road, Margao, Goa 403 601.

Size: 29,95,200 equity shares of Rs. 10 each, constituting 100% of the total issued and paid up Share Capital.

Turnover: Rs. 63 crores for FY 2016-17.

2. Whether the acquisition would fall within related party transaction(s) and whether the promoter / promoter group / group companies have any interest in the entity being acquired:

The acquisition does not fall within related party transaction.

The promoter company, Kansai Paint Co. Ltd, Japan, does not have any interest in the entity being acquired.

3. Industry to which the entity being acquired belongs:

Marpol belongs to paint industry.



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CIN No.: L24202MH1920PLC000825

4. Objects and effects of acquisition (including but not limited to, disclosure of reasons for acquisition of target entity, if its business is outside the main line of business of the listed entity):

Our Company, Kansai Nerolac Paints Ltd. is a significant player in powder coating business. Marpol Private Limited is also one of the leading companies in powder coating business.

Our Company expects post acquisition synergy benefits in raw material and other miscellaneous costs.

5. Brief details of any Governmental or regulatory approvals required for the acquisition:

No Governmental or regulatory approval required.

6. Indicative time period for completion of the acquisition:

31st May, 2018, subject to fulfillment of Conditions Precedent in the Share Purchase Agreements.

7. Nature of Consideration – whether cash consideration or share swap and details of the same.

Cash consideration.

8. Cost of acquisition or the price at which the shares are acquired.

The aggregate consideration is Rs. 36 crores before adjustments due to legal and financial due diligence for the acquisition of 29,95,200 equity shares of the face value of Rs. 10 each, representing 100% of the paid-up equity share capital of Marpol Pvt. Ltd.

9. Percentage of shareholding / control acquired and / or number of shares acquired.

100% shareholding consisting of 29,95,200 equity shares of the face value of Rs. 10 each in Marpol Pvt. Ltd.

10. Brief background about the entity acquired in terms of products / line of business acquired, date of incorporation, history of last 3 years turnover, country in which the acquired entity has presence and any other significant information (in brief)

Marpol is a pioneer in powder coating business and its brand is very reputed. Marpol manufactures products such as epoxy polyester, pure polyester, pure epoxy and polyurethane powder.

Date of Incorporation: 5th April, 1983.



Turnover of last 3 years:

2014-15: Rs. 74 crores.

2015-16: Rs. 68 crores.

2016-17: Rs.63 crores.


Country in which the acquired entity has presence: India.

You are requested to take the same on your records.

Thanking you,

Yours Faithfully,

For **KANSAI NEROLAC PAINTS LTD.**



G.T. GOVINDARAJAN
COMPANY SECRETARY



Encl: A Copy of the Press Release that the Company will be issuing.

April 4, 2018

PRESS RELEASE

Kansai Nerolac to acquire Marpol

Kansai Nerolac Paints Ltd. today informed the stock exchange that it has entered into Share Purchase Agreements (SPAs) to acquire 100% equity stake in Marpol Private Limited (Marpol).

Marpol Private Limited, established in the year 1983 is a pioneer in powder coating business and is a reputed brand.

Commenting on the acquisition, Mr. H M Bharuka, Vice Chairman and Managing Director, Kansai Nerolac Paints Ltd. said that “Kansai Nerolac is a leader in the Powder coating market in India. The acquisition of Marpol will further add to the leadership of Kansai Nerolac and help us serve our customers even better. Marpol strategically fits in perfectly with the long term objective of Kansai Nerolac and presents significant opportunities for synergy and mutual benefit”

