

07 November 2017

The Secretary
Bombay Stock Exchange Ltd.
Market Operations Department
1st floor, New Trading Ring
Rotunda Building, P J Towers
Dalal Street, Fort
Mumbai - 400 001

The Secretary
National Stock Exchange of India Ltd.
Exchange Plaza, 5th floor
Plot No C/1, G Block,
Bandra-Kurla Complex
Bandra (E)
Mumbai - 400051

Scrip Code-

National Stock Exchange of India Ltd.: AKZOINDIA
Bombay Stock Exchange Ltd: 500710

INFORMATION PURSUANT TO REGULATION 30 OF THE SEBI (LISTING OBLIGATIONS AND DISCLOSURE REQUIREMENTS) REGULATIONS, 2015

Dear Sir,

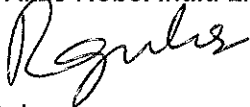
We would like to inform you that the Board of Directors of the company at its meeting held today has recommended the sale and transfer of the company's Specialty Chemicals Business (hereinafter referred to as 'Chemical Business') to an affiliate of AkzoNobel N.V., Netherlands, as going concern on a slump sale basis for a consideration of Rs 3,200 million (Rupees three thousand two hundred million). The said transaction is subject to approval of the shareholders and other approvals from statutory and regulatory authorities, if any.

In this connection, please find enclosed the disclosure pursuant to regulation 30 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 read with SEBI Circular CIR/CFD/CMD/4/2015 dated 9th September, 2015.

Kindly take the same on record and acknowledge the receipt.

Yours faithfully,

For **Akzo Nobel India Limited**

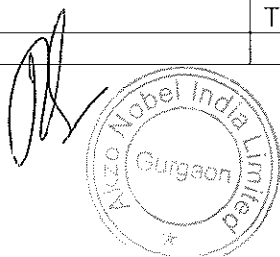

R Guha
Company Secretary

Encl: as above

DISCLOSURE UNDER REGULATION 30 OF THE LISTING REGULATIONS

Sale or disposal of unit or division or subsidiary of listed entity:

The amount and percentage of the turnover or revenue or income and net worth contributed by such unit or division of the listed entity during the last financial year.	(Rs. In Million)		
	Sr. No.	Particulars	Net worth as on 31 March 2017
			Income from Operations for the year ended 31 March 2017
	1	Akzo Nobel India Ltd.	10,089
	2	Specialty Chemicals Business (reported under 'Others' under Segment Reporting)	409
	3	Percentage	4.1%
			8.4%
Date on which the agreement for sale has been entered into	Yet to be done.		
The expected date of completion of sale / disposal	Expect to complete by March, 2018		
Consideration received from such sale / disposal	Rs 3,200 million, subject to adjustment for working capital.		
Brief details of buyers and whether any of the buyers belong to the promoter / promoter group / group companies. If yes, details thereof	An affiliate of Akzo Nobel NV to be incorporated in India		
Whether the transaction would fall within related party transaction? If yes, whether the same is done at arm's length	Yes, the transaction will be done at arm's length based on independent valuation by reputed firm.		
Name of the entities, details in brief such as size, turnover etc.	The Specialty Chemicals business of the Company (the 'Business') consists of Polymer Chemistry products and Surface Chemistry products. In the year ended 31 March 2017, the Business recorded a revenue of Rs 2,641 million and segment profit of Rs 215 million. During the six months ended 30 September 2017, the revenue from the segment was Rs 1,153 million and segment profit was Rs 41 million. The Business consists of manufacturing and trading operations. The Business' manufacturing site at Mahad, Maharashtra produces Polymer Chemistry products with technology and product development support from Akzo Nobel Chemicals International BV, a subsidiary of Akzo Nobel NV, The Netherlands ('Akzo'). The Surface Chemistry products are mostly sourced from other units of Akzo operating from different parts of the world and marketed in India. The Business currently employs about 80 people		
Area of business of entities	- As above		



Rationale for proposed Slump Sale	In April 2017, Akzo has decided to separate its Specialty Chemicals operations into a separate legal entity at the global level in order to bring improved focus on to its major business lines, viz., Paints & Coatings and Specialty Chemicals. This will provide adequate opportunities to both the businesses to pursue their independent growth plans. The Specialty Chemicals business of Akzo Nobel India is closely integrated with the global Specialty Chemicals business of the AkzoNobel Group as explained above. Given the inter-dependency, the Board believes it will be in the best interest of all the shareholders, concerned employees and customers that the India Specialty Chemicals business is also re-organised on the same lines as its global counterparts. With this objective, it is proposed to transfer the Company's Specialty Chemicals Business to an affiliate of Akzo Nobel NV.
In case of cash consideration amount or otherwise share exchange ratio	Rs 3,200 Million
Brief details of change in shareholding pattern (if any) of listed entity	No change in shareholding pattern is envisaged on account of the aforesaid transaction

