

August 6, 2021

National Stock Exchange of India Limited
Exchange Plaza, Bandra Kurla Complex,
Bandra (E), Mumbai 400 051
Company Code: SOTL-EQ

Dear Sirs,

Sub: Information regarding proposed acquisition of Savita Polymers Limited

In furtherance to the Outcome of Board Meeting submitted to the Stock Exchanges on July 20, 2021 and in reply to certain queries raised vide email dated August 5, 2021 by the Listing Investigation Team of National Stock Exchange of India Limited with reference to the subject matter, we would like to furnish our point wise explanation as under –

Query no. 1: Name of the target entity, details in brief such as size, turnover etc.

Company Reply - The name of the target entity is Savita Polymers Limited. Savita Polymers Limited ("SPL"), a public limited company having its registered office at 66/67, Nariman Bhavan, Nariman Point, Mumbai 400 021 and engaged in the business of manufacturing and marketing, inter alia, of petroleum jellies, chain greases, waxes, oxidized waxes, compressor lubricants, optic fibre and cable filling compounds, transformer fluids, sanitizers, etc. The paid up capital of SPL stood at Rs.61,00,000/- and the total revenue of SPL was Rs.1,06,92,57,138/- as at March 31, 2021.

Query no. 2. Whether the acquisition would fall within related party transactions and whether the promoter/ promoter group/ group companies have any interest in the entity being acquired? If yes, nature of interest and details thereof and whether the same is done at "arm's length"

Company Reply - Yes. SPL as well as other shareholders of SPL are related parties of the Company within the meaning of Section 2(76) of the Companies Act, 2013 and Regulation 2(1)(zb) of the SEBI (LODR) Regulations, 2015 and accordingly, the Proposed Transaction comes within the meaning of Related Party transaction(s).

The details of shareholding of SPL are as under –

No.	Shareholder	Shares	Status
1	Gautam N. Mehra	122000	Related Party
2	Gautam N. Mehra (Mehra Syndicate AOP)	73500	Related Party
3	Gautam N. Mehra (GNM SGM Family Trust)	122000	Related Party
4	Reshma G. Mehra	100	Related Party
5	Reshma G. Mehra (Mehra Syndicate AOP)	168900	Related Party

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6	Siddharth G. Mehra	67100	Related Party
7	Chemi Pharmex Pvt. Ltd.	100	Related Party
8	Naved Investment and Trading Co. Pvt. Ltd.	100	Related Party
9	Mansukhmal Investments Pvt. Ltd.	23100	Related Party
10	Khatri Investments Pvt. Ltd.	23100	Related Party
11	Savita Oil Technologies Limited	10000	-
Total no. of shares		610000	

Query no. 3: Industry to which the entity being acquired belongs

Company Reply - The nature of business of SPL is somewhat similar to that of Savita Oil Technologies Limited. Both companies fall under the category of manufacturing industries.

Query no. 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)

Company Reply - This proposed acquisition of SPL will broaden the product portfolio of the Company and facilitate rapid entry into the emerging areas of alternate transformer fluids, which is being driven by safety and environmental concerns, in addition to business synergies.

Query no. 5: Brief details of any governmental or regulatory approvals required for the acquisition;

Company Reply - The approvals of Members of the Company and Lenders i.e. Bankers amongst others, if any, are required for the proposed acquisition.

Query no. 6: Indicative time period for completion of the acquisition

Company Reply - Approximately 3 to 4 months from the date of approval of Members of the Company.

Query no. 7: Cost of acquisition or the price at which the shares are acquired

Company Reply – Enterprise value of SPL at INR 80,00,00,000 Crore (Indian Rupees Eighty Crore only) plus cash and cash equivalents and fair value of investments held by SPL as on the date of closing of the transaction.

Query no. 8: Nature of consideration - whether cash consideration or share swap and details of the same

Company Reply - Cash consideration as mentioned in point 7 above.



Query no. 9: 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)

Company Reply - Savita Polymers Limited is a public limited company having its registered office at 66/67, Nariman Bhavan, Nariman Point, Mumbai 400 021 and engaged in the business of manufacturing and marketing, inter alia, of petroleum jellies, chain greases, waxes, oxidized waxes, compressor lubricants, optic fibre and cable filling compounds, transformer fluids, sanitizers, etc. SPL has its presence only in India. The turnover of SPL for last 3 financial years is as under –

Financial year	Turnover (INR)
2020-21	1,06,92,57,138/-
2019-20	1,04,01,07,607/-
2018-19	1,58,01,68,254/-

Kindly take the aforesaid explanation on your record.

For **SAVITA OIL TECHNOLOGIES LIMITED**



Uday C. Rege
Company Secretary & Executive VP - Legal
(ACS 10508)