

Nestlé India Limited

(CIN : L15202DL1959PLC003786)

Nestlé House
Jacaranda Marg
'M'Block, DLF City, Phase – II
Gurugram – 122002, Haryana
Phone 0124 - 3940000
E-mail: investor@IN.nestle.com
Website www.nestle.in



BM: PKR:40:20

25.08.2020

BSE Limited
Phiroze Jeejeebhoy Towers
Dalal Street, Fort
Mumbai – 400 001

Scrip Code - 500790

Subject : Disclosure of Related Party Transactions as required under Regulation 23(9) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, ('Listing Regulations')

Dear Sir/Madam,

Pursuant to Regulation 23(9) of Listing Regulations, find enclosed herewith disclosure of Related Party Transactions for the half year ended 30th June 2020 in the format specified in the relevant Accounting Standard.

You are requested to kindly take the above information on record.

Thanking you,

Yours truly,
NESTLÉ INDIA LIMITED

PRAMOD KUMAR RAI
ASSOCIATE GENERAL COUNSEL
(CORP. LEGAL, GOVERNANCE & COMPLIANCE)

Encl.: as above

Related party disclosures under Ind AS 24**(a) Related party and their relationship****(i) Holding Companies**

Nestlé S.A (Ultimate holding Company)
Maggi Enterprises Limited

(ii) Fellow subsidiaries with whom the Company had transactions during the period

Cereal Partners (Malaysia)	Nestlé Products (Mauritius) Ltd.
Cereal Partners Poland	Nestlé Products Sdn Bhd
CPW S.A.	Nestlé R&D Center, Inc.
Néstéc S.A. (merged with SPN w.e.f. 28 May 2019)	Nestlé R&D Centre (Pte) Ltd.
Néstéc York Ltd.	Nestlé R&D Centre India Private Ltd.
Nestlé (China) Ltd.	Nestlé Regional Service Centre
Nestlé (Png) Limited	Nestlé ROH (Thailand) Ltd.
Nestlé (South Africa) (Pty) Ltd	Nestlé Singapore (Pte) Ltd.
Nestlé (Thai) Ltd.	Nestlé Suisse S.A.
Nestlé Adriatic S DOO	Nestlé Taiwan Ltd.
Nestlé Afganistan Limited	Nestlé Thailand Ltd.
Nestlé Asean (Malaysia) Sdn. Bhd.	Nestlé Tianjin Ltd.
Nestlé Australia Ltd.	Nestlé Trinidad And Tobago Ltd.
Nestlé Bangladesh Ltd.	Nestlé Turkiye Gida Sanayi A.S.
Nestlé Bulgaria AD	Nestlé UK Ltd.
Nestle Business Services AOA, Inc.	Nestlé USA Inc
Nestlé Canada Inc	Nestlé Vietnam Ltd.
Nestle Central And West Africa Limited	Nestlé Waters Management & Technology
Nestlé Deutschland AG	Nestlé Waters Marketing & distribution S.A.S
Nestlé Dongguan Limited	Nestrade S.A.
Nestlé Dubai Manufacturing LLC	PJSC "Lviv Confectionery Factory svitoch"
Nestlé Egypt S.A.E.	PT Nestlé Indonesia
Nestle Enterprises S.A.	Purina Petcare India Private Ltd.
Nestlé France S.A.S.	Quality Coffee Products Ltd.
Nestlé Ghana Ltd.	San Péléggrino S.p.A.
Nestlé Hong Kong Ltd	Sofinol S.A.
Nestlé Hungaria Kft.	SMA Nutrition India Private Ltd.
Nestlé Japan Ltd.	Société des Produits Nestlé S.A. (SPN)
Nestlé Kenya Ltd.	Nestlé Skin Health India Pvt. Ltd.(upto 1 October 2019)
Nestlé Korea Ltd	Wyeth Nutritionals (Singapore) Pte. Ltd.
Nestlé Korea Yuhan Chaegi	
Nestlé Lanka PLC	
Nestlé Manufacturing (Malaysia) Sdn Bhd	
Nestlé Middle East FZE	
Nestle Myanmar Limited	
Nestlé Nederland B.V.	
Nestlé Nigeria Plc	
Nestlé Operational Services Worldwide S.A.	
Nestlé Pakistan Ltd.	
Nestlé Philippines, Inc.	
Nestlé Product Technology Centre	

- (iii) **Entity controlled by Key Management Personnel with whom the Company had transactions**
Piramal Glass Private Limited

- (iv) **Key Management Personnel**
Executive Directors

Suresh Narayanan, Chairman and Managing Director

David Steven McDaniel, Executive Director - Finance & Control and CFO (w.e.f 1 March 2020)

Shobinder Duggal, Executive Director - Finance & Control and CFO (Executive Director- Finance & Control upto 31 December 2019 and CFO upto 29 February 2020)

Martin Roemkens, Executive Director – Technical

Non-Executive Independent Directors

Ashok Kumar Mahindra (upto 31 March 2019)

Rama Bijapurkar

Rakesh Mohan

R.V. Kanoria

Swati A.Piramal

Roopa Kudva

- (v) **Employees benefit trusts where control exists**
Nestlé India Limited Employees Provident Fund Trust
Nestlé India Limited Employees Gratuity Trust Fund

(b) Nature of transactions

The transactions with the related parties have been entered in the ordinary course of business and are at arm's length.

Particulars	Period ended 30 June 2020 (₹ in million)	Period ended 30 Jun 2019 (₹ in million)
Holding companies:		
(a) Dividends		
- Nestlé S.A	2,016.1	1,586.5
- Maggi Enterprises Limited	1,675.3	1,318.3
(b) Expenses incurred		
- Nestlé S.A	404.8	228.9
Fellow subsidiaries:		
(a) Sale of finished and other goods		
- Nestlé Bangladesh Ltd	939.0	1,094.5
- Nestlé Turkiye Gida Sanayi A.S.	229.9	126.7
- Others	675.6	546.3
(b) Sale of Property, Plant & Equipment		
- Nestlé Bangladesh Ltd	-	9.3

NESTLÉ INDIA LIMITED

Particulars	Period ended 30 June 2020 (₹ in million)	Period ended 30 Jun 2019 (₹ in million)
(c) Purchase of property, plant and equipment		
- Nestrade S.A.	276.3	-
- Others	0.3	0.1
(d) Purchase of raw and packing materials		
- Sofinol S.A.	218.5	-
- Nestrade S.A.	34.0	134.6
- Nestlé Suisse S.A.	32.5	27.2
- Others	18.9	23.7
(e) Purchase of finished goods		
- Nestlé Lanka PLC	130.4	174.7
- Nestlé Korea Ltd	85.7	12.5
- Nestlé Suisse S.A.	58.9	73.2
- Others	54.3	47.5
(f) General licence fees (net of taxes)		
- Société des Produits Nestlé S.A.	2,832.2	2,663.5
- CPW S.A.	3.4	1.5
(g) Expenses recovered ⁽¹⁾		
- Nestlé Lanka PLC	62.6	33.0
- Société des Produits Nestlé S.A.	52.4	35.9
- Nestlé Operational Services Worldwide S.A.	39.2	5.8
- Nestlé R&D Centre India Private Limited	27.1	15.3
- Nestlé Bangladesh Ltd	26.6	17.4
- Others	30.2	40.2
(h) Expenses incurred		
- Nestlé Operational Services Worldwide S.A.	29.9	34.5
- Nestlé R & D Center (Pte) Limited	12.0	17.9
- Nestlé Francé S.A.S.	10.1	11.3
- Others	23.5	33.9
(i) Information technology and management information systems		
- Nestlé Australia Ltd	403.5	313.2
(j) Loans granted		
- Purina Petcare India Private Ltd.	350.0	-
(k) Interest on loans granted		
- Purina Petcare India Private Ltd.	4.4	-
Entity Controlled by Key Management Personnel:		
Purchase of raw and packing materials		
- Piramal Glass Private Lvimited	7.5	-

Particulars	Period ended 30 June 2020 (₹ in million)	Period ended 30 Jun 2019 (₹ in million)
Remuneration to Key Management personnel⁽²⁾		
Executive directors		
- Short term employee benefits	90.4	69.3
- Post employment benefits	2.6	2.0
- Share based payments	86.2	62.3
Non - Executive directors		
- Short term employee benefits (Sitting fee & Commission)	6.5	6.1
Contribution to Employee related trusts		
- Nestlé India Limited Employees Provident Fund Trust	123.4	98.4
	As at 30 June 2020 (₹ in million)	As at 30 June 2019 (₹ in million)
Balance outstanding as at the year end		
Receivables from fellow subsidiaries	689.2	487.0
Payables to fellow subsidiaries	1,283.1	945.9
Payables to Key management personnel	11.4	0.2
Payables to Employees Provident Fund Trust	22.7	17.7

Note:

Other transactions with Key management personnel:

- Remuneration includes lease rentals paid at market rates ₹ 0.8 million (Previous period ₹ 2.3 million).

(1) Inclusive of Goods & Services Tax, wherever applicable.

(2) As the liabilities for defined benefit obligations are provided based on actuarial valuation for the company as a whole, the amount pertaining to Key management personnel has not been included.

“Short term employee benefits” does not include performance bonus as the same is determined at year end.