

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.