

3rd November, 2021

National Stock Exchange of India Limited
Listing Department
Exchange Plaza, Bandra Kurla Complex,
Bandra (E), Mumbai 400 051

Company Code: SOTL-EQ

Dear Sir/Madam,

Sub: Clarification regarding merger of Savita Polymers Limited with the Company
Ref.: NSE email dated 2nd November, 2021

We refer to your email dated 2nd November, 2021 seeking clarification regarding merger of Savita Polymers Limited (SPL), a wholly owned subsidiary with the Company and are providing our point wise explanation as under:

Query no. 1: Brief details of change in shareholding pattern (if any) of listed entity.

Company Reply – There is no change in the shareholding pattern of the Company. The Company was holding 10,000 equity shares translating to 1.64% of the equity share capital of SPL and the Company has now completed the acquisition of 6,00,000 equity shares of SPL translating to 98.36% the equity share capital in SPL thereby making SPL, a wholly owned subsidiary of the Company.

Query no. 2: Name of the entity (ies) forming part of the amalgamation/merger, details in brief such as, size, turnover etc.;

Company Reply – The name of the entity forming part of the merger is Savita Polymers Limited, a public limited company having its registered office at 66/67, Nariman Bhavan, Nariman Point, Mumbai 400021 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 31st March, 2021.

Query no. 3: Whether the transaction would fall within related party transactions? If yes, 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 Merger comes within the meaning of Related Party transaction(s) and will be done at an arm's length basis.



Query no. 4: Area of business of the entity (ies);

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. 5: Rationale for amalgamation/merger;

Company Reply – The proposed merger of SPL with the Company will bring about operational synergies and efficiencies at multiple levels amongst various other benefits.

Query no. 6: In case of cash consideration amount or otherwise share entitlement/exchange ratio;

Company Reply – The details of cash consideration amount or otherwise will be conveyed to the Stock Exchanges as and when the Scheme of Arrangement is approved by the Board of Directors.

Kindly take the aforementioned explanation on your record.

Yours faithfully,

For **Savita Oil Technologies Limited**



U. C. Rege

Company Secretary & Executive VP – Legal
(Compliance Officer)

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