



## COMPETITION COMMISSION OF INDIA

(Combination Registration No. C-2016/12/469)

9th February, 2017

## Notice under Section 6 (2) of the Competition Act, 2002 given by Qualicon Diagnostics LLC

## CORAM:

Mr. Devender Kumar Sikri Chairperson

Mr. S.L.Bunker Member

Mr. Sudhir Mital Member

Mr. Augustine Peter Member

Mr. U.C. Nahta Member

Mr. G.P. Mittal Member

Legal Representative: Chandhiok & Associates

## Order under Section 31(1) of the Competition Act, 2002

 On 28<sup>th</sup> December, 2016, the Competition Commission of India (hereinafter referred to as the "Commission") received a notice given by Qualicon Diagnostics LLC ("Qualicon"), pursuant to a Purchase Agreement ("PA") dated 13<sup>th</sup> December 2016, entered into between Qualicon, E. I. DuPont de Nemours and Company ("DuPont") and Hygiena Borrower LLC ("Hygiena Borrower"). (Hereinafter, Qualicon, DuPont and Hygiena Borrower are collectively referred to as "Parties").



- The proposed combination, filed under sub-section (2) of Section 6 read with subsection (a) of Section 5 of the Competition Act, 2002 ("Act"), relates to acquisition of food safety diagnostic business ("Target Business") of DuPont by Qualicon.
- 3. Hygiena Borrower, a limited liability company incorporated in USA, is controlled by the Warburg Pincus, which is a private equity firm registered in USA. Hygiena Borrower is holding company of Hygiena LLC and Qualicon.
- 4. Qualicon and Hygiena LLC are limited liability companies, incorporated in USA. While Qualicon is a special purpose vehicle and currently is not engaged in any business operations, Hygiena LLC is, *inter-alia*, engaged in manufacturing sanitation verification devices used in the food industry to perform hygiene control functions.
- 5. DuPont, a company incorporated in USA, is *inter-alia*, engaged in manufacturing and sale of various products in sectors such as agriculture, nutrition and health and performance chemicals.
- 6. It is stated in the notice that the products manufactured and/or sold by Hygiena as well as portfolio companies of Warburg Pincus in India are not similar/identical to or substitutable with the products of Target Business. Therefore, there is no horizontal overlap between the activities of the Parties to the proposed combination.
- As stated in the notice, there are no vertical relationships between the activities of the Parties.
- 8. Considering the facts on record, details provided in the notice given under sub-section (2) of section 6 of the Act and assessment of the proposed combination on the basis of factors stated in sub-section (4) of Section 20 of the Act, the Commission is of the opinion that proposed combination is not likely to have an appreciable adverse effect on competition in India and therefore, the Commission, hereby, approves the same under sub-section (1) of section 31 of the Act.
- 9. This order shall stand revoked if, at any time, the information provided by the Parties is found to be incorrect.
- 10. The information provided by the parties shall be treated as confidential in terms of and subject to provisions of Section 57 of the Act.





11. The Secretary is directed to communicate to the parties accordingly.