

Tata Chemicals Limited
Regd. Office: Bombay House, 24 Homi Mody Street, Mumbai - 400 001
Statement of Consolidated Financial Results for the quarter ended 30 June, 2018

(₹ in crore)

Particulars	Quarter ended 30 June, 2018 (Unaudited)	Quarter ended 31 March, 2018 (Audited)	Quarter ended 30 June, 2017 (Unaudited)	Year ended 31 March, 2018 (Audited)
1 Income				
a) Revenue from operations (note 5)	2769.12	2555.08	2527.40	10345.36
b) Other income	81.65	73.75	18.74	159.46
Total Income (1a + 1b)	2850.77	2628.83	2546.14	10504.82
2 Expenses				
a) Cost of materials consumed	464.82	365.29	405.55	1390.56
b) Purchases of stock-in-trade	116.08	56.46	94.77	469.10
c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	(5.68)	(81.88)	(72.72)	(104.15)
d) Excise duty on sale of goods	-	-	75.67	75.67
e) Employee benefits expense	336.57	340.39	308.71	1270.23
f) Power and fuel	331.31	343.12	299.73	1272.51
g) Freight and forwarding charges (note 5)	424.03	403.75	401.90	1578.73
h) Finance costs	88.72	85.54	75.51	325.58
i) Depreciation and amortisation expense	135.10	133.90	126.34	518.01
j) Other expenses	586.33	615.51	536.01	2202.02
Total expenses (2a to 2j)	2477.28	2262.08	2251.47	8998.26
3 Profit before exceptional items, share of profit of joint ventures and tax (1-2)	373.49	366.75	294.67	1506.56
4 Exceptional gain(net) (note 6 (a) and (b))	-	4.77	-	64.34
5 Profit after exceptional items, before share of profit of joint ventures and tax (3+4)	373.49	371.52	294.67	1570.90
6 Share of profit of joint ventures	21.90	19.49	17.78	49.23
7 Profit before tax (5+6)	395.39	391.01	312.45	1620.13
8 Tax expenses				
a) Current tax	122.56	54.19	71.72	334.99
b) Deferred tax (note 6 (c))	3.22	(19.08)	4.21	(274.86)
Total tax expenses (8a + 8b)	125.78	35.11	75.93	60.13
9 Profit from continuing operations after tax (7-8)	269.61	355.90	236.52	1560.00
10 (Loss)/profit before tax from discontinued operations (note 2)	(11.31)	(15.39)	10.32	437.72
11 Exceptional gain (net) (note 2)	-	1266.72	-	1213.99
12 Tax expense of discontinued operations (note 2)	(3.33)	397.04	5.07	509.22
13 (Loss)/profit from discontinued operations after tax (10+11-12) (note 2)	(7.98)	854.29	5.25	1142.49
14 Profit for the period (9+13)	261.63	1210.19	241.77	2702.49
15 Other comprehensive income ('OCI')(net of tax)				
a) (i) Items that will not be reclassified to the Consolidated Statement of Profit and Loss (note 6 (c))				
- Change in fair value of investments in equities carried at fair value through OCI	(91.74)	134.31	105.72	1017.28
- Remeasurement of defined employee benefit plans	79.53	150.10	9.48	183.43
(ii) Income Tax relating to above items	(9.08)	41.12	1.09	70.79
b) (i) Items that will be reclassified the Consolidated Statement of Profit and Loss				
- Effective portion of gain/(loss) on cash flow hedges	63.54	(9.58)	(19.79)	10.94
- Change in foreign currency translation reserve	289.79	81.25	(39.48)	(31.63)
(ii) Income Tax relating to above items	1.73	(0.03)	(1.62)	0.43
Total other comprehensive income (net of tax) (a(i-i))+b(i-ii))	348.47	314.99	56.46	1108.80
16 Total comprehensive income for the period (14+15)	610.10	1525.18	298.23	3811.29
17 Profit from continuing operations after tax (9)				
Attributable to:				
Equity shareholders of the Company	213.96	314.31	172.63	1290.59
Non-controlling interests	55.65	41.59	63.89	269.41
	269.61	355.90	236.52	1560.00
18 (Loss)/profit from discontinued operations after tax (13)				
Attributable to:				
Equity shareholders of the Company	(7.98)	854.29	5.25	1142.49
Non-controlling interests	-	-	-	-
	(7.98)	854.29	5.25	1142.49
19 Profit for the period (14)				
Attributable to:				
Equity shareholders of the Company	205.98	1168.60	177.88	2433.08
Non-controlling interests	55.65	41.59	63.89	269.41
	261.63	1210.19	241.77	2702.49
20 Other comprehensive income (net of tax) (15)				
Attributable to:				
Equity shareholders of the Company	243.87	275.41	64.97	1097.70
Non-controlling interests	104.60	39.58	(8.51)	11.10
	348.47	314.99	56.46	1108.80
21 Total comprehensive income for the period (16)				
Attributable to:				
Equity shareholders of the Company	449.85	1444.01	242.85	3530.78
Non-controlling interests	160.25	81.17	55.38	280.51
	610.10	1525.18	298.23	3811.29
22 Paid-up equity share capital (Face value : ₹ 10 per Share)	254.82	254.82	254.82	254.82
23 Other equity and Non-controlling interests				13564.05
24 Earnings per share for continuing operations (in ₹)				
- Basic and Diluted	8.40*	12.34*	6.77*	50.66
25 Earnings per share for discontinued operations (in ₹)				
- Basic and Diluted	(0.31)*	33.54*	0.21*	44.85
26 Earnings per share for continuing and discontinued operations (in ₹)				
- Basic and Diluted	8.09*	45.88*	6.98*	95.51

* Not annualised

See annexed segment information and accompanying notes to the consolidated financial results

Tata Chemicals Limited
Consolidated Segmentwise Revenue, Results, Assets and Liabilities

(₹ in crore)

Particulars	Quarter ended 30 June, 2018 (Unaudited)	Quarter ended 31 March, 2018 (Audited)	Quarter ended 30 June, 2017 (Unaudited)	Year ended 31 March, 2018 (Audited)
1 Segment Revenue				
a. Basic chemistry products	1941.46	1950.91	1878.49	7672.92
b. Consumer products	438.33	402.84	329.73	1512.24
c. Specialty products	584.36	382.68	467.51	1843.38
	2964.15	2736.43	2675.73	11028.54
Less: Inter segment revenue	200.73	185.69	152.73	702.17
	2763.42	2550.74	2523.00	10326.37
Add: Unallocated	5.70	4.34	4.40	18.99
Total revenue from operations	2769.12	2555.08	2527.40	10345.36
2 Segment Results				
a. Basic chemistry products	275.32	356.66	282.76	1461.10
b. Consumer products	82.30	56.52	51.95	234.67
c. Specialty products	67.11	20.67	56.37	203.92
Total segment results	424.73	433.85	391.08	1899.69
Less:				
(i) Finance costs	88.72	85.54	75.51	325.58
(ii) Net unallocated (income)/expenditure	(37.48)	(23.21)	20.90	3.21
Profit after exceptional items, before share of profit of joint ventures and tax	373.49	371.52	294.67	1570.90
3 Segment Assets				
a. Basic chemistry products	14748.51	14213.24	13899.43	14213.24
b. Consumer products	167.38	140.54	138.18	140.54
c. Specialty products	2337.82	1983.86	1848.83	1983.86
Total segment assets	17253.71	16337.64	15886.44	16337.64
Add: Unallocated	8833.59	8455.31	5113.23	8455.31
Total assets	26087.30	24792.95	20999.67	24792.95
4 Segment Liabilities				
a. Basic chemistry products	2766.94	2880.41	2932.52	2880.41
b. Consumer products	158.05	137.27	115.47	137.27
c. Specialty products	1012.72	756.12	796.60	756.12
Total segment liabilities	3937.71	3773.80	3844.59	3773.80
Add: Unallocated	8157.02	7736.02	8409.35	7736.02
Total liabilities	12094.73	11509.82	12253.94	11509.82

Information relating to discontinued operations as stated in note 2 to the consolidated financial results :

Particulars	Quarter ended 30 June, 2018	Quarter ended 31 March, 2018	Quarter ended 30 June, 2017	Year ended 31 March, 2018
1 Segment Revenue	624.55	440.09	670.07	4086.91
2 Segment Results (before tax)	(11.31)	1251.33	10.32	1651.71
3 Segment Assets*	803.44	1085.69	2546.58	1085.69
4 Segment Liabilities*	398.06	549.95	542.25	549.95

*Segment assets and liabilities represent amounts relating to the operations of the discontinued business, that have not been transferred on the completion of the divestment.

- 1 The above results were reviewed by the Audit Committee and approved by the Board of Directors at their meetings held on 13 August, 2018. The same have been reviewed by the Statutory Auditors who have issued an unqualified conclusion thereon.
- 2 a. On 1 June, 2018, the Group consummated the sale and transfer of its Phosphatic Fertiliser Business located at Haldia and the Trading Business comprising bulk and non-bulk fertilisers to IRC Agrochemicals Private Limited as per Business Transfer Agreement dated 6 November, 2017. Exceptional gain (net) includes pre-tax loss of ₹ 12.67 crore and ₹ 65.40 crore for the quarter and year ended 31 March, 2018 respectively, towards the shortfall between the carrying value of net Property, Plant and Equipment ('PPE') and the recoverable value as at 31 March, 2018.

b. On 12 January, 2018, the Group consummated the sale and transfer of its Urea and Customised Fertilisers Business to Yara Fertilisers India Private Limited as contemplated in the Scheme of Arrangement dated 10 August, 2016. Exceptional gain (net) includes pre-tax gain of ₹ 1,279.39 crore for the quarter and year ended 31 March, 2018.
- 3 Changes in Group structure during and subsequent to the quarter ended 30 June, 2018:
 - a. The Board of Directors of Rallis India Limited ('Rallis') has accorded its consent to the merger of Zero Waste Agro Organics Limited (a wholly owned subsidiary) with Rallis under a Scheme of Amalgamation subject to necessary statutory approvals from various regulatory authorities, including the National Company Law Tribunal ('NCLT').
 - b. During the year ended 31 March, 2018, the Board of Directors of the Company approved the Scheme of Amalgamation ('Scheme') under the provisions of Section 234 read with Sections 230 to 232 of the Companies Act, 2013 for the merger of Bio Energy Venture 1 (Mauritius) Pvt. Ltd., a wholly owned subsidiary of the Company, with the Company, subject to necessary statutory and regulatory approvals, including approval of the National Company Law Tribunal. The Scheme is in the process of being filed.
 - c. On 7 April, 2018, the Group signed a Business Transfer Agreement with M/s. Allied Silica Limited to acquire their business of precipitated silica, on a slump sale and going concern basis. The same has been consummated on 18 June, 2018 for a consideration of ₹123.19 crore subject to completion of conditions precedent specified in the agreement. Consequently, the acquisition including amounts relating to goodwill/contingent consideration have been determined on a provisional basis pending completion of the final purchase price allocation.
- 4 Based on the recommendations of the Audit Committee, post divestment of the Fertiliser business, the Board of Directors has approved the revised segment reporting, from the current quarter, as under:

Basic chemistry products - Soda Ash and other bulk chemicals
Consumer products – Branded consumer products such as salt, pulses and spices
Specialty products - Nutrition solutions, agri Solutions and advance materials

Inter segment pricing is determined on an arm's length basis using transfer pricing principles. The corresponding information for the previous periods presented in these financial results has been restated.
- 5 On adoption of Ind AS 115 - Revenue from Contracts with Customers with effect from 1 April 2018, the Group has evaluated its performance obligations relating to freight arrangements on sales to customers. Consequently, freight and forwarding charges and revenue from operations are higher by ₹ 43.54 crore following the cumulative effective method; however, this does not have any impact on the profit for the quarter ended 30 June, 2018.
- 6 Exceptional gain (net) relate to operations at Tata Chemicals North America, Inc. and its Subsidiaries ('TCNA Group') for the quarter and year ended 31 March, 2018. These include:
 - a. A gain of ₹ 4.77 crore and ₹ 82.80 crore for the quarter and year ended 31 March, 2018 respectively, based on actuarial valuation, on account of changes announced to certain Post Retiral Medical Plans.
 - b. An estimated charge of ₹ Nil and ₹18.46 crore for the quarter and year ended 31 March, 2018 respectively, payable on account of severance package offered to employees.
 - c. As a result of changes in income tax legislation in USA, the TCNA Group has recognised a deferred tax gain of ₹ 5.00 crore and ₹ 251.63 crore for the quarter and year ended 31 March, 2018 respectively, in financial results (as deferred tax) and loss of ₹ 9.69 crore and ₹ 44.70 crore for the quarter and year ended 31 March, 2018 respectively, in other comprehensive income (Items that will not be reclassified to profit or loss).
- 7 The figures for quarter ended 31st March, 2018 are the balancing figures between audited figures in respect of the full financial year and the published year to date figures upto nine months of the relevant financial year which were subjected to limited review.

Tata Chemicals Limited

Notes to the Consolidated Financial Results:

- 8 The standalone audited financial results of the Company are available for investors at www.tatachemicals.com, www.nseindia.com and www.bseindia.com.
- 9 Previous period figures have been regrouped to conform with the classification adopted in these financial results.

As per our report of even date attached
For BSR & Co. LLP
Chartered Accountants
Firm's Registration No: 101248W/W - 100022

For and on behalf of
TATA CHEMICALS LIMITED

Vijay Mathur
Partner
Membership No. 046476

R. Mukundan
Managing Director and CEO

Place : Mumbai
Date : 13 August, 2018