

Tata Chemicals Limited

Regd. Office: Bombay House, 24 Homi Mody Street, Mumbai - 400 001

Statement of Standalone Audited Financial Results for the quarter and year ended 31 March, 2018

(₹ in crore)

Particulars	Quarter ended 31 March, 2018	Quarter ended 31 December, 2017	Quarter ended 31 March, 2017	Year ended 31 March, 2018	Year ended 31 March, 2017
1 Revenue from operations (note 5)	918.25	911.97	939.26	3524.17	3837.04
2 Other income	70.94	15.80	52.95	194.49	176.92
3 Total Income (1+2)	989.19	927.77	992.21	3718.66	4013.96
4 Expenses					
a) Cost of materials consumed	147.98	148.46	122.71	531.39	479.95
b) Purchases of stock-in-trade	52.34	50.14	58.11	218.58	448.96
c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	(11.51)	12.93	34.28	(1.97)	39.95
d) Excise duty on sale of goods	-	-	60.97	58.16	230.24
e) Employee benefits expense	65.97	61.58	78.07	258.03	266.66
f) Power and fuel	125.81	117.56	102.49	473.93	377.55
g) Freight and forwarding charges	106.38	100.67	110.86	396.68	404.01
h) Finance costs	24.56	24.88	29.56	86.51	100.98
i) Depreciation and amortisation expense	31.93	31.04	32.77	126.55	129.60
j) Other expenses	174.31	193.02	209.34	667.21	732.05
Total expenses (4a to 4j)	717.77	740.28	839.16	2815.07	3209.95
5 Profit before tax (3-4)	271.42	187.49	153.05	903.59	804.01
6 Tax expenses					
a) Current tax	66.61	36.67	54.05	245.60	241.71
b) Deferred tax	29.61	(1.98)	(7.43)	33.52	(16.94)
Total tax expenses (6a + 6b)	96.22	34.69	46.62	279.12	224.77
7 Profit from continuing operations after tax (5-6)	175.20	152.80	106.43	624.47	579.24
8 Profit/(loss) from discontinued operations before tax (note 2)	(15.39)	285.73	81.44	437.72	185.59
9 Exceptional gain (net) (note 2)	1266.72	-	-	1213.99	-
10 Tax expense on profit from discontinued operations (note 2)	397.04	72.14	26.90	509.22	72.12
11 Profit from discontinued operations after tax (8+9-10) (note 2)	854.29	213.59	54.54	1142.49	113.47
12 Profit for the period (7+11)	1029.49	366.39	160.97	1766.96	692.71
13 Other comprehensive income (net of tax)					
Items that will not be reclassified to profit or loss	155.66	413.32	375.62	1031.58	378.16
14 Total comprehensive income for the period (12+13)	1185.15	779.71	536.59	2798.54	1070.87
15 Paid-up equity share capital (Face value : ₹ 10 per share)	254.82	254.82	254.82	254.82	254.82
16 Debt Capital #				250.00	250.00
17 Other equity				11069.32	8600.63
18 Debenture Redemption Reserve				240.00	240.00
19 Earnings per share for continuing operations (in ₹)					
- Basic and Diluted	6.87*	6.00*	4.17*	24.51	22.74
20 Earnings per share for discontinued operations (in ₹)					
- Basic and Diluted	33.54*	8.38*	2.14*	44.85	4.45
21 Earnings per share for continuing and discontinued operations (in ₹)					
- Basic and Diluted	40.41*	14.38*	6.31*	69.36	27.19
22 Debt Equity Ratio (note 8)				0.10	0.23
23 Debt Service Coverage Ratio (note 8)				0.50	0.23
24 Interest Service Coverage Ratio (note 8)				11.44	8.96
# Represents non convertible debentures					
* Not annualised					
See annexed segment information, balance sheet and accompanying notes to the standalone financial results					

Tata Chemicals Limited
Standalone Audited Segmentwise Revenue, Results, Assets and Liabilities

(₹ in crore)

Particulars	Quarter ended 31 March, 2018	Quarter ended 31 December, 2017	Quarter ended 31 March, 2017	Year ended 31 March, 2018	Year ended 31 March, 2017
1 Segment Revenue					
a. Inorganic chemicals	874.04	869.81	890.79	3376.83	3459.80
b. Others	43.89	41.74	47.71	146.07	374.83
	917.93	911.55	938.50	3522.90	3834.63
Add: Unallocated	0.32	0.42	0.76	1.27	2.41
Total revenue from operations	918.25	911.97	939.26	3524.17	3837.04
2 Segment Results					
a. Inorganic chemicals	268.25	260.34	231.21	996.28	983.03
b. Others	(11.80)	(11.76)	(18.08)	(43.75)	(86.25)
Total segment results	256.45	248.58	213.13	952.53	896.78
Less :					
(i) Finance costs	24.56	24.88	29.56	86.51	100.98
(ii) Net unallocated expenditure/(income)	(39.53)	36.21	30.52	(37.57)	(8.21)
Total profit before tax	271.42	187.49	153.05	903.59	804.01
3 Segment Assets					
a. Inorganic chemicals	1943.86	1882.77	1868.31	1943.86	1868.31
b. Others	189.74	166.77	144.73	189.74	144.73
Total segment assets	2133.60	2049.54	2013.04	2133.60	2013.04
Add: Unallocated	10955.07	8066.53	8000.90	10955.07	8000.90
Total assets	13088.67	10116.07	10013.94	13088.67	10013.94
4 Segment Liabilities					
a. Inorganic chemicals	600.78	632.63	534.47	600.78	534.47
b. Others	51.86	43.91	42.78	51.86	42.78
Total segment liabilities	652.64	676.54	577.25	652.64	577.25
Add: Unallocated	1647.63	1547.09	2530.56	1647.63	2530.56
Total liabilities	2300.27	2223.63	3107.81	2300.27	3107.81

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

Particulars	Quarter ended 31 March, 2018	Quarter ended 31 December, 2017	Quarter ended 31 March, 2017	Year ended 31 March, 2018	Year ended 31 March, 2017
1 Segment Revenue	440.09	1591.42	939.47	4086.91	4616.80
2 Segment Results (before tax)	1251.33	285.73	81.44	1651.71	185.59
3 Segment Assets	1085.69	2861.94	2785.42	1085.69	2785.42
4 Segment Liabilities	549.95	615.35	836.10	549.95	836.10

Tata Chemicals Limited
Standalone Audited Balance Sheet as at 31 March, 2018

(₹ in crore)

	As at 31 March, 2018	As at 31 March, 2017
I. ASSETS		
(1) Non-current assets		
(a) Property, plant and equipment	1386.75	1449.69
(b) Capital work-in-progress	175.87	121.77
(c) Investment property	22.36	-
(d) Intangible assets	8.03	10.54
(e) Intangible assets under development	0.05	0.06
(f) Financial assets		
(i) Investments in subsidiaries and joint venture	4022.30	4017.37
(ii) Other investments	2366.61	2230.69
(iii) Loans	1.38	1.10
(iv) Other financial assets	5.13	0.64
(g) Advance tax assets (net)	420.63	431.25
(h) Other non-current assets	75.38	65.25
Total non-current assets	8484.49	8328.36
(2) Current assets		
(a) Inventories	450.66	611.53
(b) Financial assets		
(i) Trade receivables	140.36	1031.69
(ii) Cash and cash equivalents	3303.29	1097.38
(iii) Bank balances other than (ii) above	465.63	14.70
(iv) Loans	0.51	0.67
(v) Other financial assets	71.65	48.38
(c) Other current assets	172.08	134.03
	4604.18	2938.38
Assets classified as held for sale and discontinued operations	1085.69	1532.62
Total current assets	5689.87	4471.00
Total assets	14174.36	12799.36
II. EQUITY AND LIABILITIES		
(1) Equity		
(a) Equity share capital	254.82	254.82
(b) Other equity	11069.32	8600.63
Total equity	11324.14	8855.45
(2) Liabilities		
1 Non-current liabilities		
(a) Financial liabilities		
(i) Borrowings	681.07	1087.93
(ii) Other financial liabilities	0.29	1.70
(b) Provisions	117.51	143.52
(c) Deferred tax liabilities (net)	172.08	138.55
(d) Other non-current liabilities	10.50	10.50
Total non-current liabilities	981.45	1382.20
2 Current liabilities		
(a) Financial liabilities		
(i) Borrowings	0.61	522.50
(ii) Trade payables	425.43	511.73
(iii) Other financial liabilities	640.66	656.29
(b) Other current liabilities	32.78	72.20
(c) Provisions	97.19	182.84
(d) Current tax liabilities (net)	122.15	104.88
	1318.82	2050.44
Liabilities directly associated with discontinued operations	549.95	511.27
Total current liabilities	1868.77	2561.71
Total liabilities	2850.22	3943.91
Total equity and liabilities	14174.36	12799.36

Notes to the standalone financial results :

- 1 The above results were reviewed by the Audit Committee and approved by the Board of Directors at their meeting held on 18 May, 2018. The same have been audited by the Statutory Auditors who have issued an unqualified opinion thereon.
- 2 a. The Company entered into a Business Transfer Agreement on 6 November, 2017, with IRC Agrochemicals Private Limited ("IRC"), a wholly owned subsidiary of Indorama Holdings BV, Netherlands to transfer its Phosphatic Fertiliser Business located at Haldia and the Trading Business comprising bulk and non-bulk fertilisers, by way of a slump sale for a consideration of ₹ 375 crore (subject to certain adjustments). Consequently, exceptional gain (net) for the quarter and year ended 31 March, 2018 includes a charge of ₹ 12.67 crore and ₹ 65.40 crore respectively, representing the shortfall between the carrying value of net Property, Plant and Equipment ("PPE") and the recoverable value. The effect of the transfer will be reflected in the financial information of the period in which the deal is consummated post receipt of all the requisite regulatory approvals.
- b. On 12 January, 2018, the Company 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 year ended 31 March, 2018.
- 3 During the year ended 31 March, 2018, the Board of Directors of the Company has 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.
- 4 Subsequent to balance sheet date, the Company has signed a Business Transfer Agreement with M/s. Allied Silica Limited to acquire their business of precipitated silica, on a slump sale basis for a consideration of ₹ 123 crore (subject to fulfilment of certain agreed conditions and milestones). The effect of the transfer will be reflected in the financial information of the period in which the deal is consummated post fulfillment of agreed conditions.
- 5 According to the requirement of Ind AS and SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, revenue for the corresponding previous quarter and year ended 31 March, 2017 and quarter ended 30 June, 2017 (included in the results for the year ended 31 March, 2018) were and are reported inclusive of Excise Duty.

The Government of India implemented Goods and Service Tax ("GST") from 1 July, 2017 replacing Excise duty, Service Tax and various other indirect taxes. As per Ind AS 18 - Revenue, the revenue for the quarter ended 31 December, 2017, quarter and year ended 31 March, 2018 are reported net of GST. Had the previously reported revenues been shown net of excise duty, comparative revenues of the Company would have been as follows:

Particulars	(₹ in crore)				
	Quarter ended 31 March, 2018	Quarter ended 31 December, 2017	Quarter ended 31 March, 2017	Year ended 31 March, 2018	Year ended 31 March, 2017
Revenue from operations (net)	918.25	911.97	878.29	3466.01	3606.80

- 6 The audited figures for quarter ended 31 March, 2018 and 31 March, 2017 are the balancing figures between audited figures in respect of the full financial year and the year to date audited figures upto nine months of the relevant financial year.
- 7 The Board of Directors has recommended a dividend of 110 % (previous year 110 %) for the financial year 2017-18 and a special dividend of 110% to reflect the disposal of the Fertiliser Business, aggregating to ₹ 22 per share (previous year ₹ 11 per share).

Notes to the standalone financial results :

- 8 Formula used for calculation of Ratios (Continuing operations):
- a) Debt Equity Ratio = Debt / Equity
(Debt: Long-term borrowings + Current maturities of long term borrowings + Short-term borrowings)
(Equity: Shareholder's Funds)
 - b) Debt Service Coverage Ratio = Profit before Interest and Tax / (Interest + Principal repayments)
 - c) Interest Service Coverage Ratio = Profit before Interest and Tax / Interest
- 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 B S R & 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

Place: Mumbai

Date: 18 May, 2018

R. Mukundan

Managing Director and CEO