



November 01, 2016

The Manager, Listing Department
The National Stock Exchange of India Limited
Exchange Plaza
Bandra-Kurla Complex
Bandra (E)
Mumbai 400 051
Symbol: TATACHEM

Ref: NSE Email and Letter dated October 27, 2016 on News Clarification

Dear Sir,

This has reference to your email and letter dated October 27, 2016 seeking clarifications on the email written by Mr. Cyrus Mistry to the Directors of Tata Sons Limited which is being circulated in the media having specific statements about our company.

Tata Chemicals Limited ("Company") is a listed entity and makes appropriate disclosures from time to time in accordance with the provisions of the Companies Act, 2013 and the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("SEBI Listing Regulations"). As per our corporate governance practice, the Risk Management Committee, the Audit Committee and the Board of Directors of the Company reviews and evaluates the risk associated with its investments and all operating entities on a regular basis and discusses steps to mitigate the risks. Actions are taken to mitigate the risks as per the discussions with the Committees and the Board. The Company regularly makes disclosures with regards to the risks to shareholders and stakeholders through its Annual Reports and Investors Presentations on quarterly results. The Company's Annual Report 2015-16 specifically deals with the risks associated with each of its business and business entities. In respect of major developments in the business occurring during the year, disclosures are made regularly to the stock exchanges and to the wider stakeholders as and when they occurred in accordance with the SEBI Listing Regulations.

Answers to the specific queries raised by you through your aforesaid letter are as under:

1. The formation of the Risk Management Committee is not mandatory requirement for the Company as per the existing laws. However, the Board of Directors of the Company voluntarily constituted a Risk Management Committee of the Board in February 2015. Risks associated with all the businesses including UK and Kenya operations were reviewed, evaluated and discussed in detail at the Risk Management Committee meetings regularly. Additionally, the Board of Directors at their meetings while discussing the performance of each operating business entities also review the risks pertaining to those business entities. Major restructuring activities undertaken at UK and Kenya operations have started showing positive operating and financial results in these entities in recent times.

The risks associated with the businesses are communicated to the shareholders through Annual Reports. Please refer to the Management Discussions and Analysis section in Annual Report 2015-16.

2. In our view, the Board of Directors has complied with its obligations under the SEBI Listing Regulations.

TATA CHEMICALS LIMITED

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3. As suggested by you, we will place your letter before the Risk Management Committee and the Audit Committee (who monitor whistle blower mechanism) at their next scheduled meetings.

4. The current designation of Mr. Cyrus Mistry is Chairman and Non-Executive Director.

Hope we have adequately responded to your queries.

**Yours faithfully,
Tata Chemicals Limited**

A handwritten signature in black ink, appearing to read 'Rajiv Chandan', written over a horizontal line.

**Rajiv Chandan
General Counsel & Company Secretary**

cc:

- 1) The General Manager, Listing Department
BSE Limited
Phiroze Jeejeebhoy Towers
Dalal Street
Mumbai – 400 001
Scrip Code: 500770

- 2) Corporate Communications