



May 16, 2020

The General Manager
Corporate Relations Department
BSE Limited
Phiroze Jeejeebhoy Towers
Dalal Street
Mumbai 400 001
Scrip Code: 500770

The Manager, Listing Department
National Stock Exchange of India Ltd
Exchange Plaza, 5th Floor, Plot No.
G Block, Bandra-Kurla Complex
Bandra (E)
Mumbai 400 051
Symbol: TATACHEM

Dear Sir/Madam,

Sub.: Cost of Acquisition of shares of Tata Chemicals Limited and Tata Consumer Products Limited (erstwhile Tata Global Beverage Limited) as per the provisions of Sections 49(2C) and 49(2D) of the Income Tax Act, 1961

Ref.: Scheme of Arrangement amongst Tata Chemicals Limited ['TCL'] and Tata Consumer Products Limited ['TCPL'] and their respective shareholders and creditors ('Scheme')

Pursuant to the Scheme and approval of the National Company Law Tribunal ('NCLT'), Mumbai Bench and NCLT, Kolkata Bench, the Consumer Products Business of TCL has been demerged and stands transferred and vested in TCPL, on a going concern basis w.e.f. April 1, 2019, being the Appointed Date. In terms of the Scheme, TCPL has issued and allotted, to those shareholders whose names appeared in the register of members of TCL on the record date (i.e. March 5, 2020), 114 Equity Shares of ₹ 1/- each of TCPL for every 100 Equity Shares of ₹ 10/- each held in TCL.

In this connection, we are enclosing a communication being sent to the shareholders on the proportionate cost of acquisition of both TCL and TCPL as per the provisions of Sections 49(2C) and 49(2D) of the Income Tax Act, 1961. The said communication is being sent by email to those shareholders who have registered their email-id with the Company/their Depository Participant.

A copy of this intimation is also being uploaded on the website of the Company at www.tatachemicals.com. This intimation is being made pursuant to Regulation 30 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

Thanking you,

Yours faithfully,
For Tata Chemicals Limited

Rajiv Chandan
General Counsel & Company Secretary

Encl: as above

TATA CHEMICALS LIMITED

Bombay House 24 Homi Mody Street Fort Mumbai 400 001
Tel 91 22 6665 8282 Fax 91 22 6665 8143/44 www.tatachemicals.com
CIN : L24239MH1939PLC002893



FOR THE ATTENTION OF SHAREHOLDERS OF TATA CHEMICALS LIMITED

Dear Shareholder(s),

The Hon'ble National Company Law Tribunal, Bench at Mumbai ('NCLT') vide its Order dated January 10, 2020 ('the Order') approved the Scheme of Arrangement amongst Tata Chemicals Limited ['Demerged Company' or 'TCL'] and Tata Consumer Products Limited (erstwhile Tata Global Beverages Limited) ['Resulting Company' or 'TCPL'] and their respective shareholders and creditors ("the Scheme") for the demerger of the Consumer Products Business of the Demerged Company.

As per the Scheme, the Consumer Products Business of TCL has been demerged and stands transferred and vested in TCPL, on a going concern basis w.e.f. April 1, 2019, being the Appointed Date. Pursuant to the Order, TCPL has issued and allotted, to those shareholders whose names appeared in the register of members of TCL on the record date (i.e. March 5, 2020), 114 Equity Shares of ₹ 1/- each of TCPL for every 100 Equity Shares of ₹ 10/- each held in TCL.

We wish to inform the shareholders the proportionate cost of acquisition of both the Demerged Company and the Resulting Company as per the provisions of Sections 49(2C) and 49(2D) of the Income Tax Act, 1961.

Accordingly, the cost of acquisition of shares of both the Demerged Company and the Resulting Company is to be calculated as under:

1. Cost of Acquisition of Resulting Company's shares (TCPL)	$\frac{\text{(Cost of acquisition of TCL share x Net Book Value of asset of the Consumer Products Business of TCL)}}{\text{Net-worth of TCL before demerger}}$
2. Cost of Acquisition of shares of Demerged Company (TCL)	Original cost of acquisition of Demerged Company less cost of acquisition of Resulting Company's share

The ratio of apportionment of cost of acquisition of the original TCL shares pursuant to Sections 49(2C) and 49(2D) of the Income Tax Act, 1961 is as under:

Name of the Company	% of total Cost of Acquisition of the Equity Shares
Tata Chemicals Limited	99.34%
Tata Consumer Products Limited	0.66%
Total	100%

Accordingly, the cost of acquisition of equity shares allotted in TCPL should be 0.66% of the total cost of acquisition of the equity shares held in TCL prior to the demerger.

The communication is merely for the general guidance of the shareholders, and should not be considered as a substitute for any independent opinion that the shareholders may obtain. Determination of cost of acquisition is otherwise an involved exercise requiring application of Section 55(2)(ac) read with Section 112A of the Income Tax Act, 1961. Shareholders are advised to take necessary professional advice in the matter, as may be needed. The concerned regulatory, statutory or judicial authority, including any assessing officer / appropriate appellate authority, could take a different view. The Company takes no express or implied liability in relation to this guidance.

For Tata Chemicals Limited

Sd/-

Rajiv Chandan

General Counsel & Company Secretary

TATA CHEMICALS LIMITED

Bombay House, 24 Homi Mody Street, Fort, Mumbai 400001
Tel: +91 22 6665 8282, Fax: 91 22 6665, 8143/44 www.tatachemicals.com
CIN: L24239MH1939PLC002893