

Tata Chemicals Limited
Regd. Office: Bombay House, 24 Homi Mody Street, Mumbai - 400 001
Statement of Consolidated Financial Results for the quarter and year ended 31 March, 2018

(₹ in crore)

| Particulars | Quarter ended 31 March, 2018 (Audited) | Quarter ended 31 December, 2017 (Unaudited) | Quarter ended 31 March, 2017 (Audited) | Year ended 31 March, 2018 (Audited) | Year ended 31 March, 2017 (Audited) |
|---|--|---|--|-------------------------------------|-------------------------------------|
| 1 Income | | | | | |
| a) Revenue from operations (note 4) | 2555.08 | 2573.91 | 2591.59 | 10345.36 | 10680.98 |
| b) Other income | 73.75 | 17.16 | 77.13 | 159.46 | 166.12 |
| Total Income (1a + 1b) | 2628.83 | 2591.07 | 2668.72 | 10504.82 | 10847.10 |
| 2 Expenses | | | | | |
| a) Cost of materials consumed | 365.29 | 288.49 | 331.19 | 1390.56 | 1341.79 |
| b) Purchases of stock-in-trade | 56.46 | 105.77 | 43.70 | 469.10 | 619.09 |
| c) Changes in inventories of finished goods, work-in-progress and stock-in-trade | (81.88) | 79.49 | 115.57 | (104.15) | 113.39 |
| d) Excise duty on sale of goods | - | - | 79.52 | 75.67 | 334.91 |
| e) Employee benefits expense | 340.39 | 313.24 | 320.64 | 1270.23 | 1261.42 |
| f) Power and fuel | 343.12 | 321.60 | 319.16 | 1272.51 | 1163.07 |
| g) Freight and forwarding charges | 403.75 | 376.93 | 388.69 | 1578.73 | 1530.48 |
| h) Finance costs | 85.54 | 89.39 | 70.72 | 325.58 | 297.29 |
| i) Depreciation and amortisation expense | 133.90 | 128.57 | 132.64 | 518.01 | 512.16 |
| j) Other expenses | 615.51 | 525.83 | 520.54 | 2202.02 | 2222.54 |
| Total expenses (2a to 2j) | 2262.08 | 2229.31 | 2322.37 | 8998.26 | 9396.14 |
| 3 Profit before exceptional items, share of profit of joint ventures and tax (1-2) | 366.75 | 361.76 | 346.35 | 1506.56 | 1450.96 |
| 4 Exceptional gain(net) (note 5 (a) and (b)) | 4.77 | 59.57 | - | 64.34 | - |
| 5 Profit after exceptional items, before share of profit of joint ventures and tax (3-4) | 371.52 | 421.33 | 346.35 | 1570.90 | 1450.96 |
| 6 Share of profit of joint ventures | 19.49 | 9.23 | 20.35 | 49.23 | 15.62 |
| 7 Profit before tax (5+6) | 391.01 | 430.56 | 366.70 | 1620.13 | 1466.58 |
| 8 Tax expenses | | | | | |
| a) Current tax | 54.19 | 62.96 | 67.20 | 334.99 | 372.13 |
| b) Deferred tax (note 5 (c)) | (19.08) | (250.39) | 11.02 | (274.86) | (26.18) |
| Total tax expenses (8a + 8b) | 35.11 | (187.43) | 78.22 | 60.13 | 345.95 |
| 9 Profit from continuing operations after tax (7-8) | 355.90 | 617.99 | 288.48 | 1560.00 | 1120.63 |
| 10 Profit/(loss) before tax from discontinued operations (note 2) | (15.39) | 285.73 | 81.44 | 437.72 | 185.59 |
| 11 Exceptional gain (net) (note 2) | 1266.72 | - | - | 1213.99 | - |
| 12 Tax expense of discontinued operations (note 2) | 397.04 | 72.14 | 26.90 | 509.22 | 72.12 |
| 13 Profit from discontinued operations after tax (10+11-12) (note 2) | 854.29 | 213.59 | 54.54 | 1142.49 | 113.47 |
| 14 Profit for the period (9+13) | 1210.19 | 831.58 | 343.02 | 2702.49 | 1234.10 |
| 15 Other comprehensive income (net of tax) | | | | | |
| a) Items that will not be reclassified to profit or loss (note 5 (c)) | 243.29 | 405.53 | 403.99 | 1129.92 | 261.88 |
| b) Items that will be reclassified to profit or loss | 71.70 | (80.87) | (254.42) | (21.12) | 87.08 |
| Total other comprehensive income (net of tax) (15a+15b) | 314.99 | 324.66 | 149.57 | 1108.80 | 348.96 |
| 16 Total comprehensive income for the period (14+15) | 1525.18 | 1156.24 | 492.59 | 3811.29 | 1583.06 |
| 17 Profit from continuing operations after tax (9) | | | | | |
| Attributable to: | | | | | |
| Equity shareholders of the Company | 314.31 | 545.48 | 256.10 | 1290.59 | 879.64 |
| Non-controlling interests | 41.59 | 72.51 | 32.38 | 269.41 | 240.99 |
| | 355.90 | 617.99 | 288.48 | 1560.00 | 1120.63 |
| 18 Profit from discontinued operations after tax (13) | | | | | |
| Attributable to: | | | | | |
| Equity shareholders of the Company | 854.29 | 213.59 | 54.54 | 1142.49 | 113.47 |
| Non-controlling interests | - | - | - | - | - |
| | 854.29 | 213.59 | 54.54 | 1142.49 | 113.47 |
| 19 Profit for the period (14) | | | | | |
| Attributable to: | | | | | |
| Equity shareholders of the Company | 1168.60 | 759.07 | 310.64 | 2433.08 | 993.11 |
| Non-controlling interests | 41.59 | 72.51 | 32.38 | 269.41 | 240.99 |
| | 1210.19 | 831.58 | 343.02 | 2702.49 | 1234.10 |
| 20 Other comprehensive income (net of tax) (15) | | | | | |
| Attributable to: | | | | | |
| Equity shareholders of the Company | 275.41 | 368.28 | 237.41 | 1097.70 | 375.29 |
| Non-controlling interests | 39.58 | (43.62) | (87.84) | 11.10 | (26.33) |
| | 314.99 | 324.66 | 149.57 | 1108.80 | 348.96 |
| 21 Total comprehensive income for the period (16) | | | | | |
| Attributable to: | | | | | |
| Equity shareholders of the Company | 1444.01 | 1127.35 | 548.05 | 3530.78 | 1368.40 |
| Non-controlling interests | 81.17 | 28.89 | (55.46) | 280.51 | 214.66 |
| | 1525.18 | 1156.24 | 492.59 | 3811.29 | 1583.06 |
| 22 Paid-up equity share capital (Face value : ₹ 10 per Share) | 254.82 | 254.82 | 254.82 | 254.82 | 254.82 |
| 23 Other equity and Non-controlling interests | | | | 13564.05 | 10277.31 |
| 24 Earnings per share for continuing operations (in ₹) | | | | | |
| - Basic and Diluted | 12.34* | 21.41* | 10.05* | 50.66 | 34.53 |
| 25 Earnings per share for discontinued operations (in ₹) | | | | | |
| - Basic and Diluted | 33.54* | 8.38* | 2.14* | 44.85 | 4.45 |
| 26 Earnings per share for continuing and discontinued operations (in ₹) | | | | | |
| - Basic and Diluted | 45.88* | 29.79* | 12.19* | 95.51 | 38.98 |

* Not annualised

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

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

(₹ in crore)

| Particulars | Quarter ended 31 March, 2018 (Audited) | Quarter ended 31 December, 2017 (Unaudited) | Quarter ended 31 March, 2017 (Audited) | Year ended 31 March, 2018 (Audited) | Year ended 31 March, 2017 (Audited) |
|---|--|---|--|---|---|
| 1 Segment Revenue | | | | | |
| a. Inorganic chemicals | 2141.84 | 2143.06 | 2179.70 | 8396.01 | 8541.11 |
| b. Agri inputs | 371.08 | 390.23 | 364.29 | 1808.66 | 1768.37 |
| c. Others | 43.89 | 41.74 | 47.71 | 146.07 | 374.83 |
| | 2556.81 | 2575.03 | 2591.70 | 10350.74 | 10684.31 |
| Less: Inter segment revenue | 2.05 | 1.54 | 0.87 | 6.65 | 5.74 |
| | 2554.76 | 2573.49 | 2590.83 | 10344.09 | 10678.57 |
| Add: Unallocated | 0.32 | 0.42 | 0.76 | 1.27 | 2.41 |
| Total revenue from operations | 2555.08 | 2573.91 | 2591.59 | 10345.36 | 10680.98 |
| 2 Segment Results | | | | | |
| a. Inorganic chemicals | 422.17 | 507.62 | 381.49 | 1720.79 | 1586.53 |
| b. Agri inputs | 23.92 | 26.16 | 29.59 | 219.03 | 254.57 |
| c. Others | (11.80) | (11.76) | (18.08) | (43.75) | (86.25) |
| Total segment results | 434.29 | 522.02 | 393.00 | 1896.07 | 1754.85 |
| Less: | | | | | |
| (i) Finance costs | 85.54 | 89.39 | 70.72 | 325.58 | 297.29 |
| (ii) Net unallocated expenditure / (income) | (22.77) | 11.30 | (24.07) | (0.41) | 6.60 |
| Profit after exceptional items, before share of profit of joint ventures and tax | 371.52 | 421.33 | 346.35 | 1570.90 | 1450.96 |
| 3 Segment Assets | | | | | |
| a. Inorganic chemicals | 14297.07 | 13855.60 | 14010.03 | 14297.07 | 14010.03 |
| b. Agri inputs | 1863.22 | 1830.77 | 1477.75 | 1863.22 | 1477.75 |
| c. Others | 189.74 | 166.77 | 144.73 | 189.74 | 144.73 |
| Total segment assets | 16350.03 | 15853.14 | 15632.51 | 16350.03 | 15632.51 |
| Add: Unallocated | 8442.92 | 5184.17 | 5192.53 | 8442.92 | 5192.53 |
| Total assets | 24792.95 | 21037.31 | 20825.04 | 24792.95 | 20825.04 |
| 4 Segment Liabilities | | | | | |
| a. Inorganic chemicals | 2993.73 | 2908.70 | 2955.41 | 2993.73 | 2955.41 |
| b. Agri inputs | 736.79 | 663.31 | 526.89 | 736.79 | 526.89 |
| c. Others | 51.86 | 43.91 | 42.78 | 51.86 | 42.78 |
| Total segment liabilities | 3782.38 | 3615.92 | 3525.08 | 3782.38 | 3525.08 |
| Add: Unallocated | 7727.44 | 7345.07 | 8717.15 | 7727.44 | 8717.15 |
| Total liabilities | 11509.82 | 10960.99 | 12242.23 | 11509.82 | 12242.23 |

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

| Particulars | Quarter ended 31 March, 2018 (Audited) | Quarter ended 31 December, 2017 (Audited) | Quarter ended 31 March, 2017 (Audited) | Year ended 31 March, 2018 (Audited) | Year ended 31 March, 2017 (Audited) |
|---------------------------------------|--|---|--|---|---|
| 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
Consolidated Balance Sheet as at 31 March, 2018

(₹ in crore)

| Particulars | As at 31 March, 2018 (Audited) | As at 31 March, 2017 (Audited) |
|--|--|--|
| I. ASSETS | | |
| (1) Non-current assets | | |
| (a) Property, plant and equipment | 3987.19 | 3886.75 |
| (b) Capital work-in-progress | 373.85 | 302.87 |
| (c) Investment Property | 27.94 | 5.66 |
| (d) Goodwill on consolidation | 1731.85 | 1698.41 |
| (e) Intangible assets | 7039.72 | 7053.21 |
| (f) Intangible assets under development | 35.03 | 30.22 |
| (g) Investments in joint ventures | 352.72 | 292.21 |
| (h) Financial assets | | |
| (i) Other investments | 2395.85 | 2274.70 |
| (ii) Loans | 9.68 | 8.01 |
| (iii) Other financial assets | 23.01 | 8.48 |
| (i) Deferred tax assets (net) | 20.81 | 23.67 |
| (j) Advance tax assets (net) | 671.55 | 502.88 |
| (k) Other non-current assets | 169.89 | 148.92 |
| Total non-current assets | 16839.09 | 16235.99 |
| (2) Current assets | | |
| (a) Inventories | 1462.27 | 1386.11 |
| (b) Financial assets | | |
| (i) Investments | 91.81 | 220.52 |
| (ii) Trade receivables | 1307.86 | 2092.18 |
| (iii) Cash and cash equivalents | 3945.93 | 1451.45 |
| (iv) Bank balances other than (iii) above | 537.11 | 213.39 |
| (v) Loans | 1.63 | 1.79 |
| (vi) Other financial assets | 147.12 | 81.94 |
| (c) Current tax assets (net) | 34.52 | 15.40 |
| (d) Other current assets | 412.96 | 373.31 |
| | 7941.21 | 5836.09 |
| Assets classified as held for sale and discontinued operations | 1098.34 | 1538.38 |
| Total current assets | 9039.55 | 7374.47 |
| Total assets | 25878.64 | 23610.46 |
| II. EQUITY AND LIABILITIES | | |
| (1) Equity | | |
| (a) Equity share capital | 254.82 | 254.82 |
| (b) Other equity | 10846.89 | 7653.42 |
| Equity attributable to equity share holders | 11101.71 | 7908.24 |
| Non-controlling interests | 2717.16 | 2623.89 |
| Total equity | 13818.87 | 10532.13 |
| (2) Liabilities | | |
| 1 Non-current liabilities | | |
| (a) Financial liabilities | | |
| (i) Borrowings | 5394.02 | 4361.02 |
| (ii) Other financial liabilities | 29.08 | 30.79 |
| (b) Provisions | 1675.07 | 1782.03 |
| (c) Deferred tax liabilities (net) | 1191.55 | 1238.07 |
| (d) Other non-current liabilities | 66.72 | 60.92 |
| Total non-current liabilities | 8356.44 | 7472.83 |
| 2 Current liabilities | | |
| (a) Financial liabilities | | |
| (i) Borrowings | 140.21 | 721.08 |
| (ii) Trade payables | 1478.58 | 1318.23 |
| (iii) Other financial liabilities | 993.71 | 2408.17 |
| (b) Other current liabilities | 204.09 | 248.93 |
| (c) Provisions | 205.76 | 280.03 |
| (d) Current tax liabilities (net) | 131.03 | 117.79 |
| | 3153.38 | 5094.23 |
| Liabilities directly associated with discontinued operations | 549.95 | 511.27 |
| Total current liabilities | 3703.33 | 5605.50 |
| Total liabilities | 12059.77 | 13078.33 |
| Total equity and liabilities | 25878.64 | 23610.46 |

- 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 Group 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 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 year ended 31 March, 2018.
- 3 Changes in Group structure during and subsequent to the year ended 31 March, 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. The Group has concluded divestment of Grown Energy Zambeze Holdings Pvt. Ltd., Mauritius and its subsidiaries.
- c. Brunner Mond Generation Company Limited and Brunner Mond Limited, subsidiaries in United Kingdom, have been dissolved during the year.
- d. Ncourage Social Enterprise Foundation is incorporated as a wholly owned direct subsidiary under section 8 of the Companies Act, 2013 with effect from 8 December, 2017.
- e. 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.
- f. Subsequent to the 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.
- 4 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 Group would have been as follows:

| Particulars | (₹ in crore) | | | | |
|-------------------------------|--|---|--|-------------------------------------|-------------------------------------|
| | Quarter ended 31 March, 2018 (Audited) | Quarter ended 31 December, 2017 (Unaudited) | Quarter ended 31 March, 2017 (Audited) | Year ended 31 March, 2018 (Audited) | Year ended 31 March, 2017 (Audited) |
| Revenue from operations (net) | 2555.08 | 2573.91 | 2512.07 | 10269.69 | 10346.07 |

- 5 Exceptional gain (net) relate to operations at Tata Chemicals North America, Inc. and it's 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 US, 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).
- 6 The figures for quarter ended 31st March, 2018 and 31st March, 2017 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.
- 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).

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 : 18 May, 2018