

Tata Chemicals Limited
Regd. Office: Bombay House, 24 Homi Mody Street, Mumbai - 400 001
Statement of Consolidated Unaudited Financial Results for the quarter and nine months ended 31 December, 2017

(₹ in crore)

Particulars	Quarter ended 31 December, 2017	Quarter ended 30 September, 2017	Quarter ended 31 December, 2016	Nine months ended 31st December, 2017	Nine months ended 31st December, 2016	Year ended 31 March, 2017 (Audited)
1 Income						
a) Revenue from operations (note 4)	2573.91	2690.19	2506.08	7790.28	8085.55	10676.41
b) Other income	17.16	49.81	18.36	85.71	88.99	166.12
Total Income (1a + 1b)	2591.07	2740.00	2524.44	7875.99	8174.54	10842.53
2 Expenses						
a) Cost of materials consumed	288.49	331.23	321.18	1025.27	1010.60	1343.85
b) Purchase of stock-in-trade	105.77	212.10	154.06	412.64	575.39	618.98
c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	79.49	(29.04)	(70.58)	(22.27)	(2.18)	112.11
d) Excise duty on sale of goods	-	-	73.62	75.67	255.39	334.91
e) Employee benefits expense	313.24	308.11	310.82	929.84	939.94	1259.38
f) Power and fuel	321.60	308.06	300.09	929.39	843.91	1163.07
g) Freight and forwarding charges	376.93	396.15	371.63	1174.98	1141.79	1530.48
h) Finance costs	89.39	75.14	88.88	240.04	226.57	297.29
i) Depreciation and amortisation expense	128.57	129.20	126.93	384.11	379.52	511.92
j) Other expenses	525.83	525.67	530.90	1586.51	1699.00	2219.58
Total expenses (2a to 2j)	2229.31	2256.62	2207.53	6736.18	7069.93	9391.57
3 Profit before exceptional items, share of profit/(loss) of joint ventures and tax (1-2)	361.76	483.38	316.91	1139.81	1104.61	1450.96
4 Exceptional items (net) (note 5 (a) and (b))	(59.57)	-	-	(59.57)	-	-
5 Profit after exceptional items, before share of profit/(loss) of joint ventures and tax (3-4)	421.33	483.38	316.91	1199.38	1104.61	1450.96
6 Share of profit / (loss) of joint ventures	9.23	2.73	13.21	29.74	(4.73)	15.62
7 Profit before tax (5+6)	430.56	486.11	330.12	1229.12	1099.88	1466.58
8 Tax expenses						
a) Current tax	62.96	146.12	81.79	280.80	304.93	372.13
b) Deferred tax (note 5 (c))	(250.39)	(9.60)	(3.89)	(255.78)	(37.20)	(26.18)
Total tax expenses (8a + 8b)	(187.43)	136.52	77.90	25.02	267.73	345.95
9 Profit from continuing operations after tax (7-8)	617.99	349.59	252.22	1204.10	832.15	1120.63
10 Profit from discontinued operations (note 3)	285.73	104.33	99.53	400.38	104.15	185.59
11 Tax expense of discontinued operations (note 3)	72.14	34.97	33.36	112.18	45.22	72.12
12 Profit from discontinued operations after tax (10-11) (note 4)	213.59	69.36	66.17	288.20	58.93	113.47
13 Profit for the period (9+12)	831.58	418.95	318.39	1492.30	891.08	1234.10
14 Other comprehensive income (net of tax)						
a) Items that will not be reclassified to profit or loss (note 5 (c))	405.53	366.99	(214.15)	886.63	(142.11)	261.88
b) Items that will be reclassified to profit or loss	(80.87)	45.70	169.31	(92.82)	341.50	87.08
Total other comprehensive income (net of tax) (14a+14b)	324.66	412.69	(44.84)	793.81	199.39	348.96
15 Total comprehensive income for the period (13+14)	1156.24	831.64	273.55	2286.11	1090.47	1583.06
16 Profit from continuing operations after tax (9)						
Attributable to:						
Equity shareholders of the Company	545.48	258.17	197.46	976.28	623.54	879.64
Non-controlling interests	72.51	91.42	54.76	227.82	208.61	240.99
	617.99	349.59	252.22	1204.10	832.15	1120.63
17 Profit from discontinued operations after tax (12)						
Attributable to:						
Equity shareholders of the Company	213.59	69.36	66.17	288.20	58.93	113.47
Non-controlling interests	-	-	-	-	-	-
	213.59	69.36	66.17	288.20	58.93	113.47
18 Profit for the period (13)						
Attributable to:						
Equity shareholders of the Company	759.07	327.53	263.63	1264.48	682.47	993.11
Non-controlling interests	72.51	91.42	54.76	227.82	208.61	240.99
	831.58	418.95	318.39	1492.30	891.08	1234.10
19 Other comprehensive income (net of tax) (14)						
Attributable to:						
Equity shareholders of the Company	368.28	389.04	(90.66)	822.29	137.88	375.29
Non-controlling interests	(43.62)	23.65	45.82	(28.48)	61.51	(26.33)
	324.66	412.69	(44.84)	793.81	199.39	348.96
20 Total comprehensive income for the period (15)						
Attributable to:						
Equity shareholders of the Company	1127.35	716.57	172.97	2086.77	820.35	1368.40
Non-controlling interests	28.89	115.07	100.58	199.34	270.12	214.66
	1156.24	831.64	273.55	2286.11	1090.47	1583.06
21 Paid-up equity share capital (Face value : ₹ 10 per Share)	254.82	254.82	254.82	254.82	254.82	254.82
22 Other equity and Non-controlling interests						10277.31
23 Earnings per share for continuing operations (in ₹)						
- Basic and Diluted	21.41*	10.14*	7.74*	38.32*	24.48*	34.53
24 Earnings per share for discontinued operations (in ₹)						
- Basic and Diluted	8.38*	2.72*	2.60*	11.31*	2.31*	4.45
25 Earnings per share for continuing and discontinued operations (in ₹)						
- Basic and Diluted	29.79*	12.86*	10.34*	49.63*	26.79*	38.98

* Not annualised

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

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

(₹ in crore)

Particulars	Quarter ended 31 December, 2017	Quarter ended 30 September, 2017	Quarter ended 31 December, 2016	Nine months ended 31st December, 2017	Nine months ended 31st December, 2016	Year ended 31 March, 2017 (Audited)
1 Segment Revenue						
a. Inorganic chemicals	2143.06	2066.74	2065.89	6254.17	6357.57	8536.54
b. Other agri inputs	390.23	586.93	350.97	1437.58	1404.08	1768.37
c. Others	41.74	38.38	91.22	102.18	327.12	374.83
	2575.03	2692.05	2508.08	7793.93	8088.77	10679.74
Less: Inter segment revenue	1.54	2.04	2.29	4.60	4.87	5.74
	2573.49	2690.01	2505.79	7789.33	8083.90	10674.00
Add: Unallocated	0.42	0.18	0.29	0.95	1.65	2.41
Total revenue from operations	2573.91	2690.19	2506.08	7790.28	8085.55	10676.41
2 Segment Results						
a. Inorganic chemicals	507.62	449.43	394.93	1298.62	1205.04	1586.53
b. Other agri inputs	26.16	108.35	35.45	195.11	224.98	254.57
c. Others	(11.76)	(8.60)	(13.10)	(31.95)	(68.17)	(86.25)
Total segment results	522.02	549.18	417.28	1461.78	1361.85	1754.85
Less:						
(i) Finance costs	89.39	75.14	88.88	240.04	226.57	297.29
(ii) Net unallocated expenditure / (income)	11.30	(9.34)	11.49	22.36	30.67	6.60
Profit after exceptional items, before share of profit/(loss) of joint ventures and tax	421.33	483.38	316.91	1199.38	1104.61	1450.96
3 Segment Assets						
a. Inorganic chemicals	13855.60	14171.21	14527.05	13855.60	14527.05	14010.03
b. Other agri inputs	1830.77	1817.19	1609.03	1830.77	1609.03	1473.59
c. Others	166.77	152.64	161.47	166.77	161.47	144.73
Total segment assets	15853.14	16141.04	16297.55	15853.14	16297.55	15628.35
Add: Unallocated	5184.17	4852.96	5249.86	5184.17	5249.86	5192.53
Total assets	21037.31	20994.00	21547.41	21037.31	21547.41	20820.88
4 Segment Liabilities						
a. Inorganic chemicals	2908.70	3073.43	3159.94	2908.70	3159.94	2955.41
b. Other agri inputs	663.31	713.24	566.07	663.31	566.07	522.73
c. Others	43.91	42.74	47.78	43.91	47.78	42.78
Total segment liabilities	3615.92	3829.41	3773.79	3615.92	3773.79	3520.92
Add: Unallocated	7345.07	8073.96	9765.44	7345.07	9765.44	8717.15
Total liabilities	10960.99	11903.37	13539.23	10960.99	13539.23	12238.07

Note : The segment information stated above does not include the following information relating to discontinued operations as stated in note 3 to the consolidated unaudited financial results :

Particulars	Quarter ended 31 December, 2017	Quarter ended 30 September, 2017	Quarter ended 31 December, 2016	Nine months ended 31st December, 2017	Nine months ended 31st December, 2016	Year ended 31 March, 2017 (Audited)
1 Segment Revenue	1591.81	1385.34	1529.56	3647.22	3677.36	4616.83
2 Segment Results	285.73	104.33	99.53	400.38	104.15	185.59
3 Segment Assets	2861.94	2793.51	2659.22	2861.94	2659.22	2785.42
4 Segment Liabilities	615.35	679.34	565.36	615.35	565.36	836.10

Tata Chemicals Limited

Notes to the Consolidated Unaudited Financial Results:

- 1 The above results were reviewed by the Audit Committee on 5 February, 2018 and approved by the Board of Directors at its meeting held on 6 February, 2018. The same have been reviewed by the Statutory Auditors who have issued an unqualified conclusion thereon.
- 2 Financial results for all the periods presented have been prepared in accordance with the recognition and measurement principles of Ind AS notified under the Companies (Indian Accounting Standards) Rules, 2015.
- 3 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, profit from discontinued operations for the nine months ended 31 December, 2017 includes a charge of ₹ 52.73 crore 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. Subsequent to the nine months period ended 31 December, 2017, the Group has, on 12 January, 2018, consummated the sale and transfer of Urea and Customised Fertilisers Business to Yara Fertilisers India Private Limited as contemplated in the Scheme of Arrangement dated 10 August, 2016. The effects of this sale will be recorded in the results for the period ending 31 March, 2018.
- 4 According to the requirement of Ind AS and SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, revenue for the corresponding previous quarter and nine months ended 31 December, 2016 and year ended 31 March, 2017 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 30 September, 2017, quarter and nine months ended 31 December, 2017 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:

(₹ in crore)						
Particulars	Quarter ended 31 December, 2017	Quarter ended 30 September, 2017	Quarter ended 31 December, 2016	Nine months ended 31st December, 2017	Nine months ended 31st December, 2016	Year ended 31 March, 2017 (Audited)
Revenue from operations (net)	2573.91	2690.19	2432.46	7714.61	7830.16	10341.50

- 5 Exceptional items relate to operations at Tata Chemicals North America, Inc. and its Subsidiaries ("TCNA Group") for the quarter and nine months ended 31 December, 2017. These include:
 - a. A gain of ₹ 78.04 crore, based on actuarial valuation, on account of changes announced to certain Post Retiral Medical Plans.
 - b. An estimated charge of ₹ 18.47 crore 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 ₹ 246.63 crore in financial results (as deferred tax) and loss of ₹ 35.01 crore in other comprehensive income (Items that will not be reclassified to profit or loss) in the quarter and nine months ended 31 December, 2017.
- 6 Changes in Group structure during the nine months ended 31 December, 2017:
 - 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.
 - b. The Group has concluded divestment of Grown Energy Zambeze Holdings Pvt. Ltd., Mauritius and its subsidiaries.
 - c. The Group's percentage holding in JOil(S) Pte. Ltd. (Joint venture) has reduced from 33.78% to 29.07%, consequent to equity infusion by a new shareholder.
 - d. Brunner Mond Generation Company Limited, subsidiary in United Kingdom, has been dissolved with effect from 19 December, 2017.
 - e. 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.

Tata Chemicals Limited

Notes to the Consolidated Unaudited Financial Results:

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

In terms of our review report 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 : 6 February, 2018