

Tata Chemicals Limited

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

Statement of Standalone Audited Financial Results for the quarter and nine months ended 31 December, 2020

(₹ in crore)

Particulars	Quarter ended 31 December, 2020	Quarter ended 30 September, 2020	Quarter ended 31 December, 2019 (Restated) (note 2 (a) and 2 (b))	Nine months ended 31 December, 2020	Nine months ended 31 December, 2019 (Restated) (note 2 (a) and 2 (b))	Year ended 31 March, 2020
1 Income						
a) Revenue from operations	812.24	717.46	759.37	2157.68	2186.24	2920.29
b) Other income	25.89	102.73	34.94	167.15	261.68	309.15
Total Income (1a+1b)	838.13	820.19	794.31	2324.83	2447.92	3229.44
2 Expenses						
a) Cost of materials consumed	186.49	153.89	151.55	424.47	420.17	541.90
b) Purchases of stock-in-trade	38.78	34.41	32.60	106.38	58.13	94.41
c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	(16.89)	(2.70)	(27.03)	(0.11)	(74.82)	(76.41)
d) Employee benefits expense (note 4 (a))	59.81	71.14	62.03	189.65	169.71	250.28
e) Power and fuel	136.85	128.02	136.33	362.87	412.01	555.18
f) Freight and forwarding charges	114.25	100.63	95.29	307.33	289.32	390.06
g) Finance costs	4.21	4.48	5.10	13.06	39.52	43.37
h) Depreciation and amortisation expense	48.65	48.78	36.44	144.99	107.94	149.50
i) Other expenses	118.31	115.72	114.10	320.40	334.00	446.83
Total expenses (2a to 2i)	690.46	654.37	606.41	1869.04	1755.98	2395.12
3 Profit before tax (1-2)	147.67	165.82	187.90	455.79	691.94	834.32
4 Tax expenses (note 4)						
a) Current tax	29.07	35.39	42.48	96.26	161.92	194.37
b) Deferred tax	2.96	(4.67)	8.37	0.02	(23.95)	(31.87)
Total tax expenses (4a + 4b)	32.03	30.72	50.85	96.28	137.97	162.50
5 Profit from continuing operations after tax (3-4)	115.64	135.10	137.05	359.51	553.97	671.82
6 Exceptional (loss)/gain (net) from discontinued operations (note 2 (b) and 3)	-	-	-	-	(8.00)	6,128.08
7 Tax expense/(release) of discontinued operations (note 2 (b))	-	-	20.80	-	60.32	(40.32)
8 (Loss)/profit from discontinued operations after tax (6-7)	-	-	(20.80)	-	(68.32)	6168.40
9 Profit for the period (5+8)	115.64	135.10	116.25	359.51	485.65	6840.22
10 Other comprehensive income ('OCI') - gain/(loss)						
(i) Items that will not be reclassified to the Statement of Profit and Loss						
- Changes in fair value of equity investments carried at fair value through OCI	635.58	384.24	(89.14)	1074.58	36.77	(557.31)
- Remeasurement of defined employee benefit plans	1.74	26.74	(12.13)	17.45	(40.91)	(50.55)
(ii) Income Tax relating to above items - charge/(reversal)	59.34	46.51	(18.60)	105.75	(4.29)	(65.42)
Total other comprehensive income - gain/(loss) (net of tax) (i-ii)	577.98	364.47	(82.67)	986.28	0.15	(542.44)
11 Total comprehensive income for the period (9+10)	693.62	499.57	33.58	1345.79	485.80	6297.78
12 Paid-up equity share capital (Face value : ₹ 10 per share)	254.82	254.82	254.82	254.82	254.82	254.82
13 Other equity						11722.50
14 Earnings per share for continuing operations (in ₹)						
- Basic and Diluted	4.54*	5.30*	5.38*	14.11*	21.75*	26.37
15 Earnings per share for discontinued operations (in ₹)						
- Basic and Diluted	-	-	(0.82)*	-	(2.68)*	242.13
16 Earnings per share for continuing and discontinued operations (in ₹)						
- Basic and Diluted	4.54*	5.30*	4.56*	14.11*	19.07*	268.50
* Not annualised						
See annexed segment information 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 December, 2020	Quarter ended 30 September, 2020	Quarter ended 31 December, 2019 (Restated) (note 2 (a) and 2 (b))	Nine months ended 31 December, 2020	Nine months ended 31 December, 2019 (Restated) (note 2 (a) and 2 (b))	Year ended 31 March, 2020
1 Segment Revenue						
a. Basic chemistry products	764.66	676.50	729.23	2053.25	2133.52	2836.91
b. Specialty products	47.36	40.89	21.16	104.14	43.74	74.39
	812.02	717.39	750.39	2157.39	2177.26	2911.30
Add: Unallocated	0.22	0.07	8.98	0.29	8.98	8.99
Total revenue from operations	812.24	717.46	759.37	2157.68	2186.24	2920.29
2 Segment Results						
a. Basic chemistry products	179.99	121.42	212.56	460.69	623.50	819.20
b. Specialty products	(13.86)	(8.85)	(8.09)	(37.82)	(19.06)	(31.99)
Total segment results	166.13	112.57	204.47	422.87	604.44	787.21
Less :						
(i) Finance costs	4.21	4.48	5.10	13.06	39.52	43.37
(ii) Net unallocated expenditure/(income)	14.25	(57.73)	11.47	(45.98)	(127.02)	(90.48)
Total profit before tax	147.67	165.82	187.90	455.79	691.94	834.32
3 Segment Assets						
a. Basic chemistry products	2715.46	2729.58	2638.57	2715.46	2638.57	2808.67
b. Specialty products	564.03	570.02	539.63	564.03	539.63	587.30
Total segment assets	3279.49	3299.60	3178.20	3279.49	3178.20	3395.97
Add: Unallocated	11030.77	10214.15	10888.79	11030.77	10888.79	9999.78
Total assets	14310.26	13513.75	14066.99	14310.26	14066.99	13395.75
4 Segment Liabilities						
a. Basic chemistry products	505.37	455.37	655.44	505.37	655.44	650.64
b. Specialty products	34.71	38.57	24.98	34.71	24.98	39.19
Total segment liabilities	540.08	493.94	680.42	540.08	680.42	689.83
Add: Unallocated	727.30	670.55	915.25	727.30	915.25	728.60
Total liabilities	1267.38	1164.49	1595.67	1267.38	1595.67	1418.43

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

Particulars	Quarter ended 31 December, 2020	Quarter ended 30 September, 2020	Quarter ended 31 December, 2019 (Restated) (note 2 (a) and 2 (b))	Nine months ended 31 December, 2020	Nine months ended 31 December, 2019 (Restated) (note 2 (a) and 2 (b))	Year ended 31 March, 2020
1 Segment Results (before tax)	-	-	-	-	(8.00)	6,128.08

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 meetings held on 28 January, 2021. The same have been audited by the Statutory Auditors who have issued an unqualified opinion thereon.
- 2 a The Hon'ble National Company Law Tribunal ('NCLT'), Mumbai Bench on 23 April, 2020 approved the Scheme of Merger by Absorption of Bio Energy Venture-1 (Mauritius) Pvt. Ltd. ('Bio'), a wholly owned subsidiary of the Company, by the Company ('Scheme'), with an Appointed Date of 1 April 2019. Accordingly, the standalone financial results for the quarter and nine months ended 31 December, 2019 have been restated.

b In the previous year, upon filing of the certified copies of the NCLT Orders sanctioning the Scheme with the respective jurisdictional Registrar of Companies on 7 February, 2020, the Consumer Products Business Unit ("CPB") is demerged from the Company and transferred to and vested in Tata Consumer Products Limited ("TCPL") with effect from 1 April, 2019 i.e. the Appointed Date. Accordingly, the standalone financial results for the quarter and nine months ended 31 December, 2019 have been restated.

The difference in the fair value of the demerged undertaking and the carrying amount of net assets of CPB as at 1 April, 2019 is recognised as gain on demerger of CPB in the standalone financial results as an exceptional item, amounting to ₹ 6,220.15 crore (net of transaction cost) during the year ended 31 March, 2020. Exceptional item for the period ended 31 December, 2019 represents costs relating to the scheme of De-merger.

The Company had recorded tax provision of ₹ 20.80 crore and ₹ 60.32 crore on the profits of CPB for the quarter and nine months ended 31 December, 2019 respectively. This tax provision has been reversed in the quarter ended 31 March, 2020 as it has not been transferred to TCPL post de-merger of CPB.

- 3 Exceptional items from discontinued operations for the quarter and year ended 31 March, 2020 includes ₹ 92.07 crore in respect of provisions made, relating to the erstwhile fertilizer businesses, as per revised notifications issued by the concerned department for change in rate of subsidy for previous years.
- 4 a An annual wage settlement pertaining to workmen has resulted in recording of one time charge relating to gratuity benefits of ₹ 14.37 crore in the quarter ended 30 September, 2020.

b The Indian Parliament has approved the Code on Social Security, 2020 which would impact the contributions by the company towards Provident Fund and Gratuity. The Ministry of Labour and Employment has released draft rules for the Code on Social Security, 2020 on November 13, 2020, and has invited suggestions from stakeholders which are under active consideration by the Ministry. The Company will assess the impact and its valuation once the subject rules are notified and will give appropriate impact in its standalone financial statements in the period in which, the Code becomes effective and the related rules to determine the financial impact are published.
- 5 The production of soda ash, sodium bicarbonate and specialty products operations has recovered after the initial phases of the lockdown as customers' own operations recommenced.

The Company has taken into account potential impacts of COVID-19 in the preparation of the standalone financial results. Based on the information currently available there is no material impact on carrying amounts of inventories, goodwill, intangible assets, trade receivables, investments and other financial assets though management continues to monitor changes in future economic conditions. The impact of COVID-19 on the standalone financial results may differ from that estimated as at the date of approval of these standalone 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: 28 January, 2021

R. Mukundan
Managing Director and CEO