

## NOTES TO CONSOLIDATED UNAUDITED FINANCIAL RESULTS:

1. The actuarial gains and losses on the funds for employee benefits (pension plans) of the overseas subsidiaries have been accounted in "Reserves and Surplus" in the consolidated financial statements in accordance with the generally accepted accounting principles applicable and followed in the respective country of incorporation. The Management is of the view that due to volatility and structure of the overseas pension funds, it is not considered practicable to adopt a common accounting policy and deviation is as permitted by Accounting Standard 21 – Consolidated Financial Statements. Had the practice of recognising the actuarial gains and losses of pension plans of the overseas subsidiaries in the Statement of Consolidated Profit and Loss been followed, the consolidated Net Profit before tax and Net Profit after tax of the Group would have been lower by amounts as per table below:

| (₹ in crores) |                                    |                               |                                |                               |                                       |
|---------------|------------------------------------|-------------------------------|--------------------------------|-------------------------------|---------------------------------------|
| Sr. No.       | Impact on :                        | Quarter ended 30th June, 2012 | Quarter ended 31st March, 2012 | Quarter ended 30th June, 2011 | Year ended 31st March, 2012 (Audited) |
| 1.            | Consolidated Net Profit before tax | 23.87                         | 41.31                          | 22.08                         | 180.18                                |
| 2.            | Consolidated Net Profit after tax  | 14.47                         | 50.38                          | 16.50                         | 157.16                                |

The Statutory Auditors have invited attention to this Note in their review report.

2. For the quarter ended 30th June, 2012, quarter ended 31st March, 2012 and year ended 31st March, 2012, the Company has not recognised subsidy income of ₹ Nil, ₹ Nil and ₹ 44.91 crores respectively (corresponding quarter in previous year ₹ 30.92 crores), on Opening stock as on 1st April, 2011 of Raw Materials for Phosphatic & Potassic Fertilisers, in accordance with the Office Memorandum dated 11th July, 2011 issued by the Department of Fertilisers (DOF) which provides for the Subsidy on such Opening Stocks at old rates applicable to F.Y. 2010-11.

Based on the legal opinion made available, the said Office Memorandum is being represented against / contested. Had the Company recognised the subsidy income from sales made from such Opening Stocks as per the prevalent Nutrient Based Subsidy (NBS) policy without giving effect to the said Office Memorandum, the Sales/Income from operations and Net Profit After Tax of the Group would have been higher by ₹ Nil and ₹ Nil respectively for the quarter ended 30th June, 2012 (₹ 30.92 crores and ₹ 22.81 crores respectively for the corresponding quarter in previous year), ₹ Nil and ₹ Nil respectively for the quarter ended 31st March, 2012 and ₹ 44.91 crores and ₹ 33.64 crores respectively for the year ended 31st March, 2012.

3. The Company had exercised the option granted vide notification F.No.17/133/2008/CL-V dated 29th December, 2011 issued by the Ministry of Corporate Affairs and accordingly, the exchange differences arising on revaluation of long term foreign currency monetary items have been recognised over the shorter of the loan repayment period and 31st March, 2020. The unamortised balance as on 30th June, 2012 of ₹ 150.46 crores (net of tax) (as on 30th June, 2011 of ₹ Nil (net of tax)) and as on 31st March, 2012 of ₹ 81.72 crores (net of tax) is presented as "Foreign Currency Monetary item Translation Difference Account" (FCMTDA).
4. For the quarter ended 30th June, 2012, operations at two units of Haldia Plant of the Company were suspended due to disruption in supplies of Phos Acid, which were subsequently resumed in July 2012.
5. During the quarter ended 30th June, 2012, operations at Magadi Plant of Tata Chemicals Magadi Limited, Kenya, had been partially affected due to flooding caused by heavy rains.

6. The standalone audited financial results of the Company for the quarter ended 30th June, 2012 are as follows:

(₹ in crores)

|                          | Quarter ended 30th June, 2012 | Quarter ended 31st March, 2012 | Quarter ended 30th June, 2011 | Year ended 31st March, 2012 |
|--------------------------|-------------------------------|--------------------------------|-------------------------------|-----------------------------|
| Turnover (net of excise) | 1506.25                       | 2039.72                        | 1576.30                       | 7912.63                     |
| Profit before Tax        | 89.37                         | 228.33                         | 150.31                        | 764.35                      |
| Net Profit after Tax     | 68.13                         | 185.11                         | 110.83                        | 586.60                      |

7. The standalone financial results of the Company are available for investors at [www.tatachemicals.com](http://www.tatachemicals.com), [www.nseindia.com](http://www.nseindia.com) and [www.bseindia.com](http://www.bseindia.com).
8. The previous period figures have been regrouped / rearranged wherever necessary.
9. The above results were reviewed by the Audit Committee and approved by the Board of Directors and the same have been reviewed by the Statutory Auditors.

TATA CHEMICALS LIMITED

RATAN N. TATA  
CHAIRMAN

Place: Mumbai  
Date: 7th August, 2012