



TATA MOTORS LIMITED

Regd. Office : Bombay House, 24, Homi Mody Street, Mumbai 400 001
CIN L28920MH1945PLC004520

(₹ in crores)

STATEMENT OF CONSOLIDATED UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND SIX MONTHS ENDED SEPTEMBER 30, 2024

Particulars	Quarter ended			Six months ended		Year ended
	September 30,	June 30,	September 30,	September 30,	September 30,	March 31,
	2024	2024	2023	2024	2023	2024
	Unaudited					Audited
Revenue from operations						
(a) Revenue	100,534	107,316	104,444	207,850	205,972	434,984
(b) Other operating revenues	916	732	685	1,648	1,393	2,944
I Total revenue from operations (a)+(b)	101,450	108,048	105,129	209,498	207,365	437,928
II Other income	1,566	1,575	1,630	3,141	2,991	5,950
III Total Income (I + II)	103,016	109,623	106,759	212,639	210,356	443,878
IV Expenses						
(a) Cost of materials consumed	53,711	62,714	57,985	116,425	120,464	249,278
(b) Purchase of products for sale	8,584	6,316	3,929	14,900	11,536	25,043
(c) Changes in inventories of finished goods, work-in-progress and products for sale	(60)	(3,117)	4,996	(3,177)	(1,307)	(1,566)
(d) Employee benefits expense	11,718	11,802	10,099	23,520	19,951	42,487
(e) Finance costs	2,034	2,088	2,652	4,122	5,267	9,986
(f) Compulsorily convertible preference share measured at fair value - (gain)/loss	(65)	-	50	(65)	50	48
(g) Foreign exchange (gain)/loss (net)	(423)	(276)	(93)	(699)	249	24
(h) Depreciation and amortisation expense	6,005	6,574	6,637	12,579	13,270	27,270
(i) Product development/engineering expenses	2,945	2,759	2,550	5,704	4,964	10,959
(j) Other expenses	20,832	19,733	18,540	40,565	37,105	78,875
(k) Amount transferred to capital and other account	(7,951)	(7,668)	(6,696)	(15,619)	(12,633)	(26,758)
Total expenses (IV)	97,330	100,925	100,649	198,255	198,916	415,646
V Profit before share of profit in equity accounted investees, exceptional items and tax (III-IV)	5,686	8,698	6,110	14,384	11,440	28,232
VI Share of profit in equity accounted investees (net)	82	129	49	211	260	700
VII Profit before exceptional items and tax (V+VI)	5,768	8,827	6,159	14,595	11,700	28,932
VIII Exceptional items - loss/ (gain) (net) (refer note 3)	1	(43)	124	(42)	801	977
IX Profit before tax (VII-VIII)	5,767	8,870	6,035	14,637	10,899	27,955
X Tax expense/ (credit) (net) [refer note 4]						
(a) Current tax	1,197	1,138	1,115	2,335	2,473	4,937
(b) Deferred tax	1,120	2,040	1,088	3,160	1,293	(8,789)
Total tax expense/ (credit) (net)	2,317	3,178	2,203	5,495	3,766	(3,852)
XI Profit for the period (IX-X)	3,450	5,692	3,832	9,142	7,133	31,807
Attributable to:						
(a) Shareholders of the Company	3,343	5,566	3,764	8,909	6,967	31,399
(b) Non-controlling interests	107	126	68	233	166	408
XII Other comprehensive income/(loss)						
(A) (i) Items that will not be reclassified to profit or loss	382	(555)	171	(173)	(1,155)	(3,859)
(ii) Income tax credit/ (expense) relating to items that will not be reclassified to profit or loss	(127)	157	(7)	30	340	1,031
(B) (i) Items that will be reclassified to profit or loss	11,008	467	(4,595)	11,475	2,413	10,049
(ii) Income tax credit/ (expense) relating to items that will be reclassified to profit or loss	(1,587)	(102)	708	(1,689)	484	(898)
Total other comprehensive income/(loss) for the period (net of tax)	9,676	(33)	(3,723)	9,643	2,082	6,323
XIII Total comprehensive income for the period (net of tax) (XI+XII)	13,126	5,659	109	18,785	9,215	38,130
Attributable to:						
(a) Shareholders of the Company	12,987	5,531	47	18,518	9,046	37,764
(b) Non-controlling interests	139	128	62	267	169	366
XIV Paid-up equity share capital (face value of ₹2 each) [refer note 5]	736	767	766	736	766	767
XV Reserves excluding revaluation reserves						84,151
XVI Earnings per share (EPS) [refer note 5]						
(A) Ordinary shares (face value of ₹2 each)						
(i) Basic EPS	9.72	14.51	9.81	26.34	18.18	81.95
(ii) Diluted EPS	9.71	14.50	9.80	26.32	18.16	81.88
(B) 'A' Ordinary shares (face value of ₹2 each)						
(i) Basic EPS	NA	14.61	9.91	NA	18.28	82.05
(ii) Diluted EPS	NA	14.60	9.90	NA	18.26	81.98
	Not Annualised					

Statement of Consolidated Unaudited Assets and Liabilities

(₹ in crores)

	As at September 30,	As at March 31,
	2024	2024
	Unaudited	Audited
I. ASSETS		
(1) Non-current assets		
(a) Property, plant and equipment	73,056	73,125
(b) Capital work-in-progress	15,526	10,937
(c) Right of use assets	8,919	8,059
(d) Goodwill	1,345	860
(e) Other intangible assets	37,046	39,241
(f) Intangible assets under development	37,352	24,761
(g) Financial assets:		
(i) Investment in equity accounted investees	5,596	5,340
(ii) Other investments	3,635	3,378
(iii) Finance receivables	10,043	6,095
(iv) Loans	490	442
(v) Other financial assets	12,668	9,085
(h) Deferred tax assets (net)	8,832	13,099
(i) Non-current tax assets (net)	2,378	2,130
(j) Other non-current assets	7,224	5,720
	224,110	202,272
(2) Current assets		
(a) Inventories	54,682	47,788
(b) Financial assets:		
(i) Investments	24,150	14,253
(ii) Trade receivables	13,685	16,952
(iii) Cash and cash equivalents	24,127	40,015
(iv) Bank balances other than (iii) above	5,241	5,792
(v) Finance receivables	19,820	24,070
(vi) Loans	198	197
(vii) Other financial assets	11,115	8,121
(c) Current tax assets (net)	113	101
(d) Other current assets	12,270	10,429
	165,401	167,718
(3) Assets classified as held-for-sale	1,145	674
TOTAL ASSETS	390,656	370,664
II. EQUITY AND LIABILITIES		
Equity		
(a) Equity share capital [refer note 5]	736	767
(b) Other equity	100,326	84,151
Equity attributable to owners of Tata Motors Limited	101,062	84,918
Non-controlling interests	8,186	8,176
	109,248	93,094
Liabilities		
(1) Non-current liabilities		
(a) Financial liabilities:		
(i) Borrowings	58,569	62,149
(ii) Lease liabilities	8,055	7,670
(iii) Compulsorily Convertible Preference shares - liability portion	2,483	2,548
(iii) Other financial liabilities	816	1,673
(b) Provisions	18,804	16,537
(c) Deferred tax liabilities (net)	1,268	1,143
(d) Other non-current liabilities	14,051	12,234
	104,046	103,954
(2) Current liabilities		
(a) Financial liabilities:		
(i) Borrowings	38,691	36,352
(ii) Lease liabilities	1,234	1,093
(iii) Trade payables		
(a) Total outstanding dues of micro and small enterprises	415	502
(b) Total outstanding dues of creditors other than micro and small enterprises	84,239	87,540
(c) Acceptances	3,485	5,936
(iv) Other financial liabilities	14,822	15,385
(b) Other current liabilities	19,386	12,990
(c) Provisions	12,923	12,291
(d) Current tax liabilities (net)	1,644	1,527
	176,839	173,616
(3) Liabilities classified as held-for-sale	523	-
TOTAL EQUITY AND LIABILITIES	390,656	370,664

Statement of Consolidated Unaudited Cash Flows

(₹ in crores)

Particulars	For the six months ended	
	September 30,	
	2024	2023
Cash flows from operating activities:		
Profit for the period	9,142	7,133
Adjustments for:		
Depreciation and amortisation expense	12,579	13,270
Allowances for finance receivables	289	422
Allowances for trade and other receivables	77	140
Inventory write-down (net)	374	526
Discounting of warranty and other provisions	52	(75)
Non cash exceptional items - (gain)/loss	(83)	799
Accrual for share-based payments	26	23
Marked-to-market gain on investments measured at fair value through profit or loss	(64)	(52)
Loss on sale of assets (including assets scrapped/written off) (net)	178	228
Profit on sale of investments (net)	(98)	(132)
Share of profit in equity accounted investees (net)	(211)	(260)
Tax expenses (net)	5,495	3,766
Finance costs	4,122	5,267
Compulsorily convertible preference share measured at Fair value - (gain)/ loss	(65)	50
Interest income	(1,349)	(1,218)
Dividend income	(66)	(46)
Unrealised Foreign exchange loss/(gain) (net)	(1,728)	(551)
Lease charges (Amortisation considered as employee cost)	60	-
Cash flows from operating activities before changes in following assets and liabilities	28,730	29,290
Finance receivables	(237)	2,223
Trade receivables	3,567	(1,336)
Loans and other financial assets	(894)	(1,377)
Other current and non-current assets	(3,247)	(813)
Inventories	(4,282)	(5,762)
Trade payables	(8,966)	1,686
Other current and non-current liabilities	5,830	4,357
Other financial liabilities	176	902
Provisions	1,059	(176)
Cash from operations	21,736	28,994
Income tax paid (net)	(2,178)	(1,749)
Net cash from operating activities	19,558	27,245
Cash flows used in investing activities:		
Payments for property, plant and equipments	(7,447)	(5,499)
Payments for other intangible assets	(11,079)	(8,639)
Proceeds from sale of property, plant and equipments	477	91
Loan given to related party	-	(207)
Settlement of Loan given to a related party	-	207
Investments in mutual fund (purchased)/ sold (net)	(9,246)	1,245
Acquisition of subsidiary (net of cash acquired)	(632)	-
Disposal of subsidiaries (net of cash disposed)	-	108
Investment in government securities	(2,327)	(2,196)
Proceeds from sale of investments in government securities	2,216	2,210
Investments-others	(110)	(34)
Proceeds from sale of investments in other companies	9	25
Interest received	1,386	1,085
Dividend received	66	46
Dividend received from equity accounted investees	110	47
Deposit/restricted deposits with financial institution	-	(169)
Deposits/restricted deposits with banks	(3,636)	(3,893)
Realisation of deposit with financial institution	-	357
Realisation of deposits/restricted deposits with banks	4,193	3,581
Net cash used in investing activities	(26,020)	(11,635)
Cash flows from financing activities:		
Proceeds from issue of shares and share application pending allotment (net of issue expenses)	28	37
Proceeds from sale of shares to non-controlling interest by a subsidiary	72	-
Proceeds from long-term borrowings	3,590	2,382
Repayment of long-term borrowings	(9,886)	(12,211)
Payments from option settlement of long term borrowings	(33)	(50)
Proceeds from short-term borrowings	5,603	4,097
Repayment of short-term borrowings	(5,608)	(4,702)
Net change in other short-term borrowings (with maturity up to three months)	3,200	3,944
Repayment of lease liability (including interest)	(1,330)	(820)
Distribution to non controlling interest	(267)	(201)
Proceeds received on cancellation of 'A' Ordinary shares towards TDS liability [refer note 5]	1,073	-
Dividend paid	(2,305)	(770)
Interest paid [including discounting charges paid, ₹314 crores (September 30, 2023 ₹472 crores)]	(4,128)	(4,655)
Net cash used in financing activities	(9,991)	(12,949)
Net (decrease)/increase in cash and cash equivalents	(16,453)	2,661
Cash and cash equivalents as at April 1, (opening balance)	40,015	31,887
Cash and cash equivalents reclassified as held-for-sale	(232)	-
Effect of foreign exchange on cash and cash equivalents	797	(408)
Cash and cash equivalents as at September 30, (closing balance)	24,127	34,140
Non-cash transactions:		
Liability towards property, plant and equipment and intangible assets purchased on credit/ deferred credit	4,619	5,428
Increase in liabilities arising from financing activities on account of non-cash transactions:		
Exchange differences	1,442	(88)
Amortisation of prepaid discounting charges	456	400

Segment wise Revenue, Results, Assets and Liabilities

The Company primarily operates in the automotive business. The automotive business includes all activities relating to development, design, manufacture, assembly and sale of vehicles including financing thereof, as well as sale of related parts, accessories and services. The Company provides financing for vehicles sold by dealers in India. The vehicle financing is intended to drive sale of vehicles by providing financing to the dealers' customers and as such is an integral part of automotive business. The operating results for Vehicle Financing has been adjusted only for finance cost for the borrowings sourced by this segment.

Operating segments consist of :

- a) Automotive: The Automotive segment consists of four reportable sub-segments: Tata Commercial Vehicles, Tata Passenger Vehicles, Jaguar Land Rover and Vehicle Financing. Other operating segments do not meet the quantitative thresholds for disclosure and have been aggregated.
- b) Others: Others consist of IT services and Insurance Broking services.

This segment information is provided to and reviewed by Chief Operating Decision Maker (CODM).

		Quarter ended			Six months ended		(₹ in crores)
Particulars		September 30,	June 30,	September 30,	September 30,		Year ended
		2024	2024	2023	2024	2023	March 31,
		Unaudited				Audited	
						2024	
A.	Segment Revenue :						
	Revenue from operations						
I.	<u>Automotive and related activity</u>						
	- Tata and other brands vehicles						
	(a) Commercial Vehicle	17,288	17,849	20,087	35,137	37,078	78,791
	(b) Passenger Vehicle	11,701	11,847	12,173	23,548	25,012	52,353
	(c) Corporate/ Unallocable	143	150	150	293	260	593
	- Vehicle Financing	988	968	1,055	1,956	2,116	4,099
	- Jaguar and Land Rover	71,100	76,899	71,786	147,999	143,182	302,825
	Less: Intra segment eliminations	(690)	(580)	(1,090)	(1,270)	(2,174)	(4,637)
	Total	100,530	107,133	104,161	207,663	205,474	434,024
II.	<u>Others</u>	1,485	1,468	1,452	2,953	2,822	5,875
	Total Segment Revenue	102,015	108,601	105,613	210,616	208,296	439,899
	Less: Inter segment revenue	(565)	(553)	(484)	(1,118)	(931)	(1,971)
	Revenue from Operations	101,450	108,048	105,129	209,498	207,365	437,928
B.	Segment results before other income (excluding government incentives), finance costs, foreign exchange gain/ (loss) (net), exceptional items and tax:						
I.	<u>Automotive and related activity</u>						
	- Tata and other brands vehicles						
	(a) Commercial Vehicle	1,354	1,615	1,614	2,969	2,659	6,483
	(b) Passenger Vehicle	25	54	249	79	310	1,016
	(c) Corporate/ Unallocable	(155)	(149)	(87)	(304)	(179)	(280)
	- Vehicle Financing (net off finance costs pertaining to borrowings sourced by the segment)	(137)	(158)	(155)	(295)	(227)	(897)
	- Jaguar and Land Rover	4,521	7,419	5,368	11,940	11,066	25,382
	Less: Intra segment eliminations	(3)	(13)	-	(16)	(6)	(105)
	Total	5,605	8,768	6,989	14,373	13,623	31,599
II.	<u>Others</u>	230	248	228	478	496	968
	Total Segment results	5,835	9,016	7,217	14,851	14,119	32,567
	Less: Inter segment eliminations	(36)	(33)	17	(69)	8	26
	Net Segment results	5,799	8,983	7,234	14,782	14,127	32,593
	Add: Other income (excluding Government Incentives)	744	833	808	1,577	1,485	2,978
	Less: Finance costs (excluding pertaining to borrowings sourced by the vehicle finance segment)	(1,345)	(1,394)	(1,975)	(2,739)	(3,873)	(7,267)
	Add/ (Less): Compulsorily convertible preference share measured at Fair Value - gain/ (loss)	65	-	(50)	65	(50)	(48)
	Add/ (Less) : Foreign exchange gain/ (loss) (net)	423	276	93	699	(249)	(24)
	Add/ (Less) : Share of profit in equity accounted investees						
	<u>Automotive and related activity</u>						
	- Tata and other brands vehicles						
	Corporate/Unallocable	42	45	61	87	119	358
	- Jaguar and Land Rover	24	68	(22)	92	124	255
	<u>Others</u>	16	16	10	32	17	87
	Add/ (Less) : Exceptional items - gain/(loss)						
	<u>Automotive and related activity</u>						
	- Tata and other brands vehicles						
	(a) Commercial Vehicle	3	(35)	(118)	(32)	(676)	(833)
	(b) Passenger Vehicle	-	-	2	-	8	1
	(c) Corporate/Unallocable	(4)	(5)	(8)	(9)	(98)	(110)
	- Vehicle Financing	-	-	-	-	(38)	(38)
	- Jaguar and Land Rover	-	83	-	83	3	3
	Total Profit before tax	5,767	8,870	6,035	14,637	10,899	27,955
C.	Segment Assets (including assets classified as held-for-sale)						
I.	<u>Automotive and related activity</u>						
	- Tata and other brands vehicles						
	(a) Commercial Vehicle		34,402		34,347	32,076	32,515
	(b) Passenger Vehicle		21,790		22,662	21,193	21,386
	(c) Corporate/Unallocable		1,834		1,742	1,531	1,505
	- Vehicle Financing		32,627		31,983	33,625	33,347
	- Jaguar and Land Rover		201,760		217,317	188,152	196,067
	Less: Intra segment eliminations		(1,201)		(1,058)	(1,715)	(1,540)
	Total		291,212		306,993	274,862	283,280
II.	<u>Others</u>		4,452		4,911	4,548	4,567
	Total Segment Assets		295,664		311,904	279,410	287,847
	Less: Inter segment eliminations		(1,487)		(1,589)	(1,388)	(1,385)
	Net Segment Assets		294,177		310,315	278,022	286,462
	Investment in equity accounted investees						
	<u>Automotive and related activity</u>						
	- Tata and other brands vehicles - Corporate/ unallocable		1,080		1,081	803	1,041
	- Jaguar and Land Rover		3,484		3,683	3,303	3,452
	<u>Others</u>		863		832	628	847
	Add : Unallocable assets		72,092		74,745	64,246	78,862
	Total Assets		371,696		390,656	347,002	370,664
D.	Segment Liabilities (including liabilities classified as held-for-sale)						
I.	<u>Automotive and related activity</u>						
	- Tata and other brands vehicles						
	(a) Commercial Vehicle		23,796		22,458	22,091	24,449
	(b) Passenger Vehicle		14,744		15,656	14,396	14,458
	(c) Corporate/Unallocable		1,369		2,302	1,853	1,144
	- Vehicle Financing		1,364		1,375	1,185	1,543
	- Jaguar and Land Rover		129,010		134,051	114,071	128,511
	Less: Intra segment eliminations		(967)		(815)	(1,507)	(1,232)
	Total		169,316		175,027	152,089	168,873
II.	<u>Others</u>		2,356		2,636	2,354	2,436
	Total Segment Liabilities		171,672		177,663	154,443	171,309
	Less: Inter segment eliminations		(547)		(612)	(478)	(506)
	Net Segment Liabilities		171,125		177,051	153,965	170,803
	Add : Unallocable liabilities		104,299		104,357	132,156	106,767
	Total Liabilities		275,424		281,408	286,121	277,570

Notes:-

- 1) These results were reviewed and recommended by the Audit Committee on November 7, 2024 and approved by the Board of Directors at its meeting held on November 8, 2024.
- 2) Additional Information pursuant to requirement of Regulation 52(4) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulation 2015 as amended and as at period ended September 30, 2024:

Particulars	Quarter ended			Six months ended		Year ended
	September 30,	June 30,	September 30,	September 30,	September 30,	March 31,
	2024	2024	2023	2024	2023	2024
	Unaudited					Audited
Debt Equity Ratio (number of times) [Total Debt ⁽ⁱ⁾ / Equity ⁽ⁱⁱ⁾]	0.96	1.09	2.23	0.96	2.23	1.16
Debt Service Coverage Ratio (number of times) (not annualised) [(Profit before share of profit in equity accounted investees, exceptional items and tax + Interest on borrowings) / (Interest on borrowings + Repayment of borrowings) ⁽ⁱⁱⁱ⁾]	2.33	1.41	1.11	1.69	1.19	0.75
Interest Service Coverage Ratio (number of times) (not annualised) [(Profit before share of profit in equity accounted investees, exceptional items and tax + Interest on borrowings) / Interest on borrowings]	3.56	5.03	3.80	4.28	3.65	4.52
Capital redemption reserve (₹ In crores)	2	2	2	2	2	2
Debenture redemption reserve (₹ In crores)	127	127	211	127	211	127
Net worth ^(iv) (₹ In crores) [Equity share capital + Other equity]	101,062	88,201	53,643	101,062	53,643	84,918
Profit for the period/ year (₹ In crores)	3,450	5,692	3,832	9,142	7,133	31,807
Earnings per share (EPS) [refer note 5]						
A. Ordinary shares (face value of ₹2 each)						
(a) Basic (₹)	9.72	14.51	9.81	26.34	18.18	81.95
(b) Diluted (₹)	9.71	14.50	9.80	26.32	18.16	81.88
B. 'A' Ordinary shares (face value of ₹2 each)						
(a) Basic (₹)	NA	14.61	9.91	NA	18.28	82.05
(b) Diluted (₹)	NA	14.60	9.90	NA	18.26	81.98
	Not annualised					
Current ratio (number of times) [Current assets / Current liabilities]	0.94	0.95	0.99	0.94	0.99	0.97
Long term debt to working capital (number of times) [Long Term Borrowings ^(v) / Working capital ^(vi)]	4.53	4.04	4.97	4.53	4.97	3.56
Bad debts to Account receivable ratio (%) [Bad Debts ^(vii) / Average of trade and other receivables ^(viii)]	0.01%	0.00%	0.02%	0.01%	0.03%	0.53%
Current liability ratio (number of times) [Current Liabilities (excluding current maturities of long term debt and interest accrued on borrowings) / (Total liabilities)]	0.52	0.52	0.49	0.52	0.49	0.51
Total debts to total assets (number of times) [(Non current borrowings + Current borrowings) / Total assets]	0.25	0.26	0.34	0.25	0.34	0.27
Debtors turnover (number of times) (not annualised) [Revenue from operations (excluding finance revenue) / Average trade receivables]	7.32	6.98	6.06	13.55	12.51	26.56
Inventory turnover (number of times) (not annualised) [Raw material consumed ^(ix) / Average inventory ^(x)]	1.21	1.32	1.41	2.50	3.01	6.16
Operating margin (%) [(Profit before share of profit in equity accounted investees, exceptional items and tax + Finance costs (excluding finance costs pertaining to borrowings sourced by vehicle financing segment) + Foreign exchange (gain)/ loss (net)+ Depreciation and amortisation expense-Other Income (excluding incentives)) / Revenue from operations]	11.64%	14.40%	13.19%	13.06%	13.21%	13.67%
Net profit margin (%) [Profit for the period / Revenue from operations]	3.40%	5.27%	3.65%	4.36%	3.44%	7.26%

Notes:-

- (i) Total debt includes non-current and current borrowings.
- (ii) Equity = Equity attributable to owners of Tata Motors Limited
- (iii) Repayment of borrowing includes repayment of long-term borrowings, proceeds from short-term borrowings, repayment of short-term borrowings and net change in other short-term borrowings (with maturity up to three months).
- (iv) Net worth has been computed on the basis as stated in Clause 2 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 i.e. Net worth as defined in sub-section (57) of section 2 of the Companies Act, 2013.
- (v) Long term borrowings (including current maturities of long term borrowings)
- (vi) Working capital = current assets-current liabilities (excluding current maturities of long term borrowing and interest accrued on borrowings)
- (vii) Bad debts is write off of trade and other receivables
- (viii) Trade and other receivables includes trade receivables, non-current and current loans, non-current and current financial assets, non-current and current other assets.
- (ix) Raw material consumed includes cost of materials consumed, purchase of products for sale and changes in inventories of finished goods, work-in-progress and products for sale.
- (x) Inventory includes raw materials and components, work-in-progress, finished goods, stores and spare parts, consumable tools and goods-in-transit-raw materials and components.

3) Exceptional Items

(₹ in crores)

Particulars	Quarter ended			Six months ended		Year ended
	September 30,	June 30,	September 30,	September 30,	September 30,	March 31,
	2024	2024	2023	2024	2023	2024
	Unaudited					Audited
(a) Reversal of cost recognised for Reimagine Strategy at JLR	-	(101)	-	(101)	-	-
(b) Reversal of provision for Russia market	-	(42)	-	(42)	-	-
(c) Provision for employee pension scheme (refer note below)	5	27	45	32	691	762
(d) Impairment of property, plant and equipment and provision for intangible assets under development	-	-	81	-	81	102
(e) Employee separation cost	27	13	0	40	2	87
(f) Reversal of restructuring cost	(31)	-	-	(31)	-	-
(g) Acquisition/demerger expenses	-	60	(2)	60	27	26
Total exceptional loss/ (gain)	1	(43)	124	(42)	801	977

Note:

Tata Motors Limited (the "Company") had by way of an application, addressed to the Employee Provident Fund Organisation ("EPFO"), surrendered its exempted Pension fund w.e.f. October 1, 2019. Subsequently, the Company incurred losses for three consecutive years (during FY 2019-20, 2020-21 & 2021-22), thereby calling for an automatic cancellation/ withdrawal of pension fund exemption.

On November 4, 2022, the Hon'ble Supreme Court also ruled that those who were members of a statutory pension fund as on September 1, 2014, can exercise a joint option with their employer to contribute to their Pension fund beyond the statutory limit and be eligible to draw their pension calculated based on last 5 years average salary.

The Company accepted and approved the applications filed by its employees for joint option to contribute on higher salary on the EPFO's portal. As per the actuarial valuation, an additional provision of ₹ 5 crores and ₹ 32 crores has been made for pension on higher salary during the quarter and six months ended September 30, 2024.

EPFO, however, redirected a few of such Joint Applications to the Company's Pension Trust. Considering this, along with the fact that there was no positive movement towards the conclusion of the surrender process of the pension fund, the Company filed a Writ Petition with Hon'ble Delhi High Court for seeking directions to EPFO to immediately start administering TML's Pension Fund, not to reject the joint applications and reconsider the applications it has redirected. The trade unions have also filed another Writ Petition for expediting the transfer of pension fund corpus and accepting the Joint Applications of the employees. The matter shall be listed before the High Court on November 22, 2024 for arguments.

- 4) During the quarter and six months ended September 30, 2024, Finance Act 2024 was passed and there were amendments in the manner of calculation of the Long Term Capital Gain ("LTCG"). Further, the Finance Act, 2024 also reduced the tax rate on long term capital gain from previously 20% to 12.5% (excluding applicable surcharge and education cess thereon). Consequent to the above amendments, the Company has recognized an additional one-time Deferred-tax liability of ₹ 262 crores in the consolidated financial results. Further, deferred tax asset of ₹155 crores is reversed in retained earnings on account of LTCG on sale of partial stake of Tata Technologies Limited ("TTL") during previous year ended March 31, 2024.
- 5) The Board of Directors, at its meeting held on July 25, 2023, approved (subject to, inter alia, obtaining the regulatory and other approvals including from the Hon'ble National Company Law Tribunal (NCLT)) a Scheme of Arrangement (Scheme) for reduction, through cancellation of the entire "A" Ordinary Share capital and in consideration thereof, issue and allotment of New Ordinary Shares in the Company, in the manner as contemplated in the Scheme. The Hon'ble NCLT vide Order dated August 2, 2024 has sanctioned the Scheme which was effective from September 1, 2024. Accordingly, the Company cancelled 50,85,02,896 'A' Ordinary shares of ₹2 each (₹102 crores) and issued 35,59,52,028 New Ordinary Shares of ₹2 each (₹71 crores). The resultant difference of ₹31 crores is recorded in Securities Premium Account. Out of above 87,73,540 New Ordinary Shares are yet to be transferred to the ultimate shareholders/ beneficial owners through TML Securities Trust, constituted for implementation of the Scheme and the same is consolidated in the consolidated financial results. The total expenses of ₹68 crores (including ₹50 crores for the six months ended September 30, 2024) incurred on the cancellation of 'A' Ordinary Shares have been accounted through retained earnings. The issue of New Ordinary Shares as consideration for reduction by way of cancellation of 'A' Ordinary Shares, was considered to be 'Deemed Dividend' in the hands of 'A' Ordinary Shareholders in terms of the Income Tax Act, 1961. The TDS liability of the Company on the aforesaid 'Deemed Dividend', amounting to ₹1,073 crores, has been funded through sale of requisite number of New Ordinary Shares, in the manner as contemplated in the Scheme.
- 6) The Board of Directors has, at its meeting held on August 1, 2024, approved (subject to the requisite and other approvals) a Composite Scheme of Arrangement involving the demerger of its Commercial Vehicle ("CV") business undertaking into TML Commercial Vehicles Limited (newly incorporated entity) and the merger of Tata Motors Passenger Vehicles Limited ("TMPVL") with the existing listed company thereby resulting in two separate listed companies for the CV and Passenger Vehicle ("PV") businesses. The Company has filed this Scheme of Arrangement on August 13, 2024 with respective stock exchanges where the shares of the Company are traded and the requisite approvals are awaited.
- 7) The Board of Directors of Tata Motors Finance Limited ("TMFL"), a wholly-owned step down subsidiary of the Company, at its meeting held on June 4, 2024, approved a Scheme of Arrangement for amalgamation of the TMFL with and into Tata Capital Limited ("TCL"). The Appointed Date of the scheme is April 1, 2024 upon fulfilment of all the conditions set out in the Scheme including requisite approvals which will be effective date. The Reserve Bank of India and Stock Exchanges have accorded their "No Objection" for the scheme and necessary application for approval has been filed with National Company Law Tribunal ("NCLT").
- 8) During the six months ended September 30, 2024,, Jaguar Land Rover Group completed the acquisition of a non-core subsidiary for cash consideration of ₹ 765 crores (€ 72 million), resulting in goodwill of ₹ 422 crores (€ 40 million). Under Ind AS 103 Business Combinations, the fair value of assets and liabilities acquired must be finalized within a 12-month "measurement period" from the date of acquisition. At the reporting date, the purchase price allocation and fair value adjustments are provisional. Acquisition-related costs of ₹ 60 crores are included within exceptional items.
- 9) The Statutory Auditors have carried out limited review of the consolidated financial results for the quarter and six months ended September 30, 2024 and have issued an unmodified opinion on the same.

TATA MOTORS LIMITED

Mumbai, November 8, 2024

GIRISH WAGH
Executive Director