

**Independent Auditor's Review Report on the Quarterly and Year to Date Unaudited Consolidated Financial Results of the Company Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended**

**Review Report to  
The Board of Directors  
Vedanta Limited**

1. We have reviewed the accompanying Statement of unaudited Consolidated Financial Results of Vedanta Limited ("the Holding Company") and its subsidiaries (the Holding Company and its subsidiaries together referred to as "the Group"), its associates and jointly controlled entities for the quarter ended September 30, 2019 and year to date from April 1, 2019 to September 30, 2019 (the "Statement") attached herewith, being submitted by the Holding Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended ("the Listing Regulations").
2. This Statement, which is the responsibility of the Holding Company's Management and approved by the Holding Company's Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34, (Ind AS 34) "Interim Financial Reporting" prescribed under Section 133 of the Companies Act, 2013 as amended, read with relevant rules issued thereunder and other accounting principles generally accepted in India. Our responsibility is to express a conclusion on the Statement based on our review.
3. We conducted our review of the Statement in accordance with the Standard on Review Engagements (SRE) 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity" issued by the Institute of Chartered Accountants of India. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the Statement is free of material misstatement. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.  
  
We also performed procedures in accordance with the Circular No. CIR/CFD/CMD1/44/2019 dated March 29, 2019 issued by the Securities and Exchange Board of India under Regulation 33(8) of the Listing Regulations, to the extent applicable.
4. The Statement includes the results of the entities as mentioned in Annexure I.
5. Based on our review conducted and procedures performed as stated in paragraph 3 above and based on the consideration of the review reports of other auditors referred to in paragraph 6 and 7 below, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with recognition and measurement principles laid down in the aforesaid Indian Accounting Standards ("Ind AS") specified under Section 133 of the Companies Act, 2013, as amended, read with relevant rules issued thereunder and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of the Listing Regulations, including the manner in which it is to be disclosed, or that it contains any material misstatement.



6. The accompanying Statement includes unaudited interim financial results and other unaudited financial information of 8 subsidiaries, whose interim financial results and financial information reflect total assets of Rs. 14,990 Crore as at September 30, 2019 and total revenues of Rs. 1,919 Crore and Rs. 3,875 Crore, total net loss after tax of Rs. 382 Crore and Rs. 60 Crore, total comprehensive loss of Rs. 383 Crore and Rs. 62 Crore, for the quarter ended September 30, 2019 and for the period from April 1, 2019 to September 30, 2019, respectively, and net cash outflows of Rs. 108 Crore for the period from April 1, 2019 to September 30, 2019, as considered in the Statement, which have been reviewed by their respective independent auditors. The Statement also includes the Group's share of net profit after tax of Rs. Nil and total comprehensive income of Rs. Nil, for the quarter and six months ended September 30, 2019, as considered in the Statement, in respect of 1 associate, whose interim financial results and other financial information has been reviewed by its respective independent auditors. The independent auditor's reports on interim financial results and other financial information of these entities have been furnished to us by the Management and our conclusion on the Statement, in so far as it relates to the amounts and disclosures in respect of these subsidiaries and associate entity is based solely on the report of such auditors and procedures performed by us as stated in paragraph 3 above.
7. Certain of these subsidiaries and associates are located outside India whose unaudited financial results and other unaudited financial information have been prepared in accordance with accounting principles generally accepted in their respective countries and which have been reviewed by other auditors under generally accepted auditing standards applicable in their respective countries. The Holding Company's management has converted the financial results of such subsidiaries and associates located outside India from accounting principles generally accepted in their respective countries to accounting principles generally accepted in India. We have reviewed these conversion adjustments made by the Holding Company's management. Our conclusion in so far as it relates to the balances and affairs of such subsidiaries and associates located outside India is based on the report of other auditors and the conversion adjustments prepared by the management of the Holding Company and reviewed by us.
8. The accompanying Statement of unaudited consolidated financial results includes unreviewed interim financial results and other unreviewed financial information in respect of 9 subsidiaries, whose interim financial results and other financial information reflect total assets of Rs. 5,149 Crore as at September 30, 2019, total revenues of Rs. 87 Crore and Rs. 190 Crore, total net loss after tax of Rs. 588 Crore and Rs. 659 Crore, total comprehensive loss of Rs. 589 Crore and Rs. 660 Crore, for the quarter ended September 30, 2019 and for the period from April 1, 2019 to September 30, 2019, respectively, and net cash outflows of Rs. 29 Crore for the period from April 1, 2019 to September 30, 2019, as considered in the Statement. Additionally, the accompanying statement includes unreviewed financial results and other unreviewed financial information in respect of an unincorporated joint venture not operated by the Company, whose interim financial results and other financial information reflect total assets of Rs. 140 Crore as at September 30, 2019, as considered in the unaudited consolidated financial results. The Statement also includes the Group's share of net profit after tax of Rs. Nil and total comprehensive income of Rs. Nil, for the quarter ended September 30, 2019 and for the period from April 1, 2019 to September 30, 2019, as considered in the Statement, in respect of 1 associate and 3 jointly controlled entities, based on their interim financial results and other financial information which have not been reviewed by their auditor(s). These unaudited financial results and other unaudited financial information have been approved and furnished to us by the management. Our conclusion, in so far as it relates to the affairs of these subsidiaries, non-operated unincorporated joint venture, associates and jointly controlled entities, is based solely on such unaudited financial results and other unaudited financial information. According to the information and explanations given to us by the Management, these interim financial results and other financial information are not material to the Group.



# **S.R. BATLIBOI & Co. LLP**


Chartered Accountants

Our conclusion on the Statement in respect of matters stated in para 6 and 8 above is not modified with respect to our reliance on the work done and the reports of the other auditors and the financial results as certified by the Management.

**For S.R. BATLIBOI & CO. LLP**

**Chartered Accountants**

**ICAI Firm registration number: 301003E/E300005**

  
per Sudhir Soni  
Partner

**Membership No.: 41870**



UDIN: 19041870AAAABY9079

Place: Mumbai

Date: November 14, 2019

**List of subsidiaries/associates/ jointly controlled entities****Subsidiaries**

S. No.	Name
1	Bharat Aluminium Company Limited (BALCO)
2	Copper Mines of Tasmania Pty Limited (CMT)
3	Fujairah Gold FZE
4	Hindustan Zinc Limited (HZL)
5	Monte Cello BV (MCBV)
6	Sesa Resources Limited (SRL)
7	Sesa Mining Corporation Limited
8	Thalanga Copper Mines Pty Limited (TCM)
9	MALCO Energy Limited (MEL)
10	Lakomasko B.V.
11	THL Zinc Ventures Limited
12	THL Zinc Limited
13	Sterlite (USA) Inc.
14	Talwandi Sabo Power Limited
15	THL Zinc Namibia Holdings (Pty) Limited (VNHL)
16	Skorpion Zinc (Pty) Limited (SZPL)
17	Namzinc (Pty) Limited (SZ)
18	Skorpion Mining Company (Pty) Limited (NZ)
19	Amica Guesthouse (Pty) Ltd
20	Rosh Pinah Healthcare (Pty) Ltd
21	Black Mountain Mining (Pty) Ltd
22	THL Zinc Holding BV
23	Vedanta Lisheen Holdings Limited (VLHL)
24	Vedanta Exploration Ireland Limited
25	Vedanta Lisheen Mining Limited (VLML)
26	Killoran Lisheen Mining Limited
27	Killoran Lisheen Finance Limited
28	Lisheen Milling Limited
29	Vizag General Cargo Berth Private Limited
30	Paradip Multi Cargo Berth Private Limited
31	Sterlite Ports Limited (SPL)
32	Maritime Ventures Private Limited
33	Goa Sea Port Private Limited
34	Bloom Fountain Limited (BFM)
35	Western Cluster Limited
36	Cairn India Holdings Limited
37	Cairn Energy Hydrocarbons Ltd
38	Cairn Exploration (No. 2) Limited
39	Cairn Energy Gujarat Block 1 Limited
40	Cairn Energy Discovery Limited
41	Cairn Energy India Pty Limited
42	CIG Mauritius Holdings Private Limited
43	CIG Mauritius Private Limited
44	Cairn Lanka Private Limited
45	Cairn South Africa Pty Limited
46	Vedanta ESOS Trust



S. No.	Name
47	Avanstrate (Japan) Inc. (ASI)
48	Avanstrate (Korea) Inc
49	Avanstrate (Taiwan) Inc
50	Vedanta Star Limited
51	Electrosteel Steels Limited
52	Lisheen Mine Partnership

**Associates**

S. No.	Name
1	RoshSkor Township (Proprietary) Limited
2	Gaurav Overseas Private Limited

**Jointly controlled entities**

S. No.	Name
1	Goa Maritime Private Limited
2	Rampia Coal mines and Energy Private limited
3	Madanpur South Coal Company Limited





**STATEMENT OF UNAUDITED CONSOLIDATED RESULTS FOR THE QUARTER AND HALF YEAR ENDED SEPTEMBER 30, 2019**

		(₹ in Crore except as stated)					
S. No.	Particulars	Quarter ended			Half Year ended		Year ended
		30.09.2019 (Unaudited)	30.06.2019 (Unaudited)	30.09.2018 (Unaudited)	30.09.2019 (Unaudited)	30.09.2018 (Unaudited)	31.03.2019 (Audited)
1	Revenue from operations	21,739	21,167	22,432	42,906	44,374	90,901
2	Other operating income	219	207	273	426	537	1,147
3	Other income	856	380	574	1,236	992	4,018
	<b>Total Income</b>	<b>22,814</b>	<b>21,754</b>	<b>23,279</b>	<b>44,568</b>	<b>45,903</b>	<b>96,066</b>
4	<b>Expenses</b>						
a)	Cost of materials consumed	5,050	5,548	6,689	10,598	11,804	25,490
b)	Purchases of stock-in-trade	0	0	167	0	475	588
c)	Changes in inventories of finished goods, work-in-progress and stock-in-trade	1,501	(214)	(179)	1,287	219	72
d)	Power & fuel charges	4,805	4,584	4,754	9,389	8,861	18,144
e)	Employee benefits expense	713	744	786	1,457	1,511	3,023
f)	Finance costs	1,340	1,341	1,478	2,681	2,930	5,689
g)	Depreciation, depletion and amortization expense	2,395	2,155	1,931	4,550	3,727	8,192
h)	Other expenses	5,466	5,514	5,355	10,980	10,718	21,628
5	<b>Total expenses</b>	<b>21,270</b>	<b>19,672</b>	<b>20,981</b>	<b>40,942</b>	<b>40,245</b>	<b>82,826</b>
6	<b>Profit before exceptional items and tax</b>	<b>1,544</b>	<b>2,082</b>	<b>2,298</b>	<b>3,626</b>	<b>5,658</b>	<b>13,240</b>
7	Net exceptional (loss)/ gain (Refer note 3)	(422)	-	320	(422)	320	320
8	<b>Profit before tax</b>	<b>1,122</b>	<b>2,082</b>	<b>2,618</b>	<b>3,204</b>	<b>5,978</b>	<b>13,560</b>
9	<b>Tax (benefit)/ expense</b>						
	<b>On other than exceptional items</b>						
a)	Net Current tax expense	338	615	555	953	1,224	2,677
b)	Net Deferred tax (benefit)/ expense (Refer Note 4)	(1,891)	(477)	51	(2,368)	494	1,073
	<b>On Exceptional items</b>						
a)	Net Deferred tax (benefit)/ expense	(56)	-	112	(56)	112	112
	<b>Net tax (benefit)/ expense:</b>	<b>(1,609)</b>	<b>138</b>	<b>718</b>	<b>(1,471)</b>	<b>1,830</b>	<b>3,862</b>
10	<b>Profit after tax before share in (loss)/ profit of jointly controlled entities and associates and non-controlling interests</b>	<b>2,731</b>	<b>1,944</b>	<b>1,900</b>	<b>4,675</b>	<b>4,148</b>	<b>9,698</b>
11	Add: Share in (loss)/ profit of jointly controlled entities and associates	(1)	0	0	(1)	0	0
12	<b>Profit after share in (loss)/ profit of jointly controlled entities and associates (a)</b>	<b>2,730</b>	<b>1,944</b>	<b>1,900</b>	<b>4,674</b>	<b>4,148</b>	<b>9,698</b>
13	<b>Other Comprehensive Income</b>						
i.	(a) Items that will not be reclassified to profit or loss	(127)	(25)	1	(152)	(34)	(85)
	(b) Tax benefit on items that will not be reclassified to profit or loss	41	1	13	42	19	25
ii.	(a) Items that will be reclassified to profit or loss	399	62	961	461	1,664	516
	(b) Tax (expense)/ benefit on items that will be reclassified to profit or loss	(20)	(21)	109	(41)	79	1
	<b>Total Other Comprehensive Income (b)</b>	<b>293</b>	<b>17</b>	<b>1,084</b>	<b>310</b>	<b>1,728</b>	<b>457</b>
14	<b>Total Comprehensive Income (a + b)</b>	<b>3,023</b>	<b>1,961</b>	<b>2,984</b>	<b>4,984</b>	<b>5,876</b>	<b>10,155</b>
15	<b>Profit attributable to:</b>						
a)	Owners of Vedanta Limited	2,158	1,351	1,343	3,509	2,876	7,065
b)	Non-controlling interests	572	593	557	1,165	1,272	2,633
16	<b>Other Comprehensive Income attributable to:</b>						
a)	Owners of Vedanta Limited	347	4	1,112	351	1,814	585
b)	Non-controlling interests	(54)	13	(28)	(41)	(86)	(128)
17	<b>Total comprehensive income attributable to:</b>						
a)	Owners of Vedanta Limited	2,505	1,355	2,455	3,860	4,690	7,650
b)	Non-controlling interests	518	606	529	1,124	1,186	2,505
18	Paid-up equity share capital (Face value of ₹ 1 each)	372	372	372	372	372	372
19	Reserves excluding Revaluation Reserves as per balance sheet						61,925
20	Earnings per share (₹) (*not annualised)						
	-Basic	5.83 *	3.65 *	3.62 *	9.48 *	7.76 *	19.07
	-Diluted	5.80 *	3.63 *	3.61 *	9.44 *	7.73 *	18.98



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		Quarter ended			Half Year ended		Year ended
		30.09.2019 (Unaudited)	30.06.2019 (Unaudited)	30.09.2018 (Unaudited)	30.09.2019 (Unaudited)	30.09.2018 (Unaudited)	31.03.2019 (Audited)
S. No.	Segment Information						
1	<b>Segment Revenue</b>						
a)	Zinc, Lead and Silver						
	(i) Zinc & Lead - India	3,820	4,295	4,034	8,115	8,689	18,088
	(ii) Silver - India	575	576	599	1,151	1,146	2,568
	<b>Total</b>	<b>4,395</b>	<b>4,871</b>	<b>4,633</b>	<b>9,266</b>	<b>9,835</b>	<b>20,656</b>
b)	Zinc - International	890	824	541	1,714	1,114	2,738
c)	Oil & Gas	3,196	3,131	3,479	6,327	6,698	13,223
d)	Aluminium	6,576	6,834	7,789	13,410	15,077	29,229
e)	Copper	3,185	1,777	2,376	4,962	5,173	10,739
f)	Iron Ore	757	797	613	1,554	1,400	2,911
g)	Power	1,646	1,703	1,718	3,349	3,308	6,524
h)	Others	1,122	1,254	1,321	2,376	1,836	5,023
	<b>Total</b>	<b>21,767</b>	<b>21,191</b>	<b>22,470</b>	<b>42,958</b>	<b>44,441</b>	<b>91,043</b>
Less:	Inter Segment Revenue	28	24	38	52	67	142
	<b>Revenue from operations</b>	<b>21,739</b>	<b>21,167</b>	<b>22,432</b>	<b>42,906</b>	<b>44,374</b>	<b>90,901</b>
2	<b>Segment Results</b> [Profit / (loss) before tax and interest]						
a)	Zinc, Lead and Silver						
	(i) Zinc & Lead - India	970	1,397	1,277	2,367	3,163	6,512
	(ii) Silver - India	497	500	508	997	981	2,207
	<b>Total</b>	<b>1,467</b>	<b>1,897</b>	<b>1,785</b>	<b>3,364</b>	<b>4,144</b>	<b>8,719</b>
b)	Zinc - International	1	(10)	(73)	(9)	(47)	269
c)	Oil & Gas	1,104	1,178	1,427	2,282	2,705	5,164
d)	Aluminium	(575)	(252)	(27)	(827)	751	399
e)	Copper	(156)	(115)	(39)	(271)	(194)	(438)
f)	Iron Ore	178	90	64	268	190	474
g)	Power	247	222	167	469	450	832
h)	Others	(114)	73	93	(41)	94	584
	<b>Total</b>	<b>2,152</b>	<b>3,083</b>	<b>3,397</b>	<b>5,235</b>	<b>8,093</b>	<b>16,003</b>
Less:	Finance costs	1,340	1,341	1,478	2,681	2,930	5,689
Add:	Other unallocable income net off expenses	732	340	379	1,072	495	2,926
	<b>Profit before exceptional items and tax</b>	<b>1,544</b>	<b>2,082</b>	<b>2,298</b>	<b>3,626</b>	<b>5,658</b>	<b>13,240</b>
Add:	Net exceptional (loss)/ gain (Refer note 3)	(422)	-	320	(422)	320	320
	<b>Profit before tax</b>	<b>1,122</b>	<b>2,082</b>	<b>2,618</b>	<b>3,204</b>	<b>5,978</b>	<b>13,560</b>
3	<b>Segment assets</b>						
a)	Zinc, Lead and Silver - India	20,518	20,484	18,903	20,518	18,903	19,884
b)	Zinc - International	5,818	6,116	5,984	5,818	5,984	6,034
c)	Oil & Gas	27,855	30,763	28,564	27,855	28,564	28,519
d)	Aluminium	55,930	56,847	56,295	55,930	56,295	58,422
e)	Copper	6,902	8,541	9,494	6,902	9,494	8,347
f)	Iron Ore	3,131	3,131	3,006	3,131	3,006	3,122
g)	Power	18,419	19,904	20,729	18,419	20,729	19,573
h)	Others	8,294	9,192	8,911	8,294	8,911	8,844
i)	Unallocated	44,762	40,098	49,006	44,762	49,006	49,298
	<b>Total</b>	<b>191,629</b>	<b>195,076</b>	<b>200,892</b>	<b>191,629</b>	<b>200,892</b>	<b>202,043</b>
4	<b>Segment liabilities</b>						
a)	Zinc, Lead and Silver - India	5,506	5,531	5,274	5,506	5,274	6,155
b)	Zinc - International	1,313	1,184	1,144	1,313	1,144	1,361
c)	Oil & Gas	8,680	11,936	9,104	8,680	9,104	9,851
d)	Aluminium	23,896	20,215	18,032	23,896	18,032	23,062
e)	Copper	3,200	4,117	4,294	3,200	4,294	4,163
f)	Iron Ore	1,415	1,275	1,074	1,415	1,074	1,367
g)	Power	2,073	2,021	2,291	2,073	2,291	2,045
h)	Others	1,610	1,562	1,296	1,610	1,296	1,463
i)	Unallocated	61,459	67,727	73,010	61,459	73,010	75,052
	<b>Total</b>	<b>109,152</b>	<b>115,568</b>	<b>115,519</b>	<b>109,152</b>	<b>115,519</b>	<b>124,519</b>
The main business segments are							
(a) Zinc which consists of mining of ore, manufacturing of zinc and lead ingots and silver, both from own mining and purchased concentrate							
(b) Oil & Gas which consists of exploration, development and production of oil and gas							
(c) Aluminium which consist of mining of bauxite and manufacturing of alumina and various aluminium products							
(d) Copper which consist of mining of copper concentrate, manufacturing of copper cathode, continuous cast copper rod, anode slime from purchased concentrate and manufacturing of precious metal from anode slime, sulphuric acid, phosphoric acid (Refer note 2)							
(e) Iron ore which consists of mining of ore and manufacturing of pig iron and metallurgical coke							
(f) Power excluding captive power but including power facilities predominantly engaged in generation and sale of commercial power and							
(g) Other business segment comprises of port/berth, glass substrate and steel. The assets and liabilities that cannot be allocated between the segments are shown as unallocated assets and liabilities, respectively.							
Additional intra segment information of revenues and results for the Zinc, Lead and Silver segment have been provided to enhance understanding of segment business.							



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Consolidated Balance Sheet		(₹ in Crore)	
Particulars	As at 30.09.2019 (Unaudited)	As at 31.03.2019 (Audited)	
<b>A ASSETS</b>			
<b>1 Non-current assets</b>			
(a) Property, Plant and Equipment	94,332	95,515	
(b) Capital work-in-progress	24,167	22,236	
(c) Intangible assets	897	882	
(d) Exploration intangible assets under development	2,900	2,723	
(e) Financial assets			
(i) Investments	170	4,891	
(ii) Trade receivables	2,916	3,688	
(iii) Loans	18	20	
(iv) Derivatives	2	-	
(v) Others	1,206	1,083	
(f) Deferred tax assets (net)	5,118	3,475	
(g) Income tax assets (net)	2,498	3,484	
(h) Other non-current assets	4,353	4,218	
<b>Total Non-current assets</b>	<b>138,577</b>	<b>142,215</b>	
<b>2 Current assets</b>			
(a) Inventories	10,641	13,198	
(b) Financial Assets			
(i) Investments	27,053	28,174	
(ii) Trade receivables	2,589	3,982	
(iii) Cash and cash equivalents	8,151	7,289	
(iv) Other bank balances	457	1,080	
(v) Loans	81	82	
(vi) Derivatives	181	78	
(vii) Others	1,032	2,482	
(c) Income tax assets (net)	22	8	
(d) Other current assets	2,845	3,455	
<b>Total Current assets</b>	<b>53,052</b>	<b>59,828</b>	
<b>Total assets</b>	<b>191,629</b>	<b>202,043</b>	
<b>B EQUITY AND LIABILITIES</b>			
<b>1 Equity</b>			
Equity Share Capital	372	372	
Other Equity	65,674	61,925	
<b>Equity attributable to owners of Vedanta Limited</b>	<b>66,046</b>	<b>62,297</b>	
<b>2 Non-controlling interests</b>	<b>16,431</b>	<b>15,227</b>	
<b>Total Equity</b>	<b>82,477</b>	<b>77,524</b>	
<b>Liabilities</b>			
<b>3 Non-current liabilities</b>			
(a) Financial liabilities			
(i) Borrowings	29,652	34,721	
(ii) Derivatives	98	99	
(iii) Other financial liabilities	622	1,569	
(b) Provisions	2,813	2,596	
(c) Deferred tax liabilities (net)	3,809	4,484	
(d) Other non-current liabilities	5,057	4,409	
<b>Total Non-current liabilities</b>	<b>42,051</b>	<b>47,878</b>	
<b>4 Current liabilities</b>			
(a) Financial liabilities			
(i) Borrowings	16,909	22,982	
(ii) Trade payables	17,094	17,352	
(iii) Derivatives	229	451	
(iv) Other financial liabilities	20,398	22,288	
(b) Provisions	465	387	
(c) Income tax liabilities (net)	217	409	
(d) Other current liabilities	11,789	12,772	
	<b>67,101</b>	<b>76,641</b>	
<b>Total Equity and Liabilities</b>	<b>191,629</b>	<b>202,043</b>	



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Consolidated Statement of Cash flow		(₹ in Crore)
	Half Year ended	
	30.09.2019 (Unaudited)	30.09.2018 (Unaudited)
<b>Cash flows from operating activities</b>		
Profit before tax	3,204	5,978
<b>Adjustments for:</b>		
Depreciation, depletion and amortization	4,576	3,741
Impairment charge/(reversal)	504	(261)
Other Exceptional Items	(82)	(59)
Provision/(reversal) for doubtful debts/advances / Bad debts written off	(2)	3
Exploration costs written off	0	2
Fair value gain on financial assets held at fair value through profit or loss	(254)	(282)
Loss on sale / discard of property, plant and equipment (net)	42	43
Foreign exchange Loss (net)	36	394
Unwinding of discount	46	31
Share based payment expense	46	33
Interest and dividend income	(939)	(607)
Interest expense	2,631	2,896
Deferred Government Grant	(100)	(87)
<b>Changes in assets and liabilities:</b>		
Decrease/(Increase) in trade and other receivables	4,015	(1,337)
Decrease/(Increase) in inventories	2,655	(443)
Decrease in trade and other payable	(2,747)	(1,178)
<b>Cash generated from operations</b>	<b>13,631</b>	<b>8,867</b>
Income taxes paid (net of refund)	(172)	(1,015)
<b>Net cash from operating activities</b>	<b>13,459</b>	<b>7,852</b>
<b>Cash flows from investing activities</b>		
Acquisition of subsidiary (net of cash & cash equivalents acquired)	-	(5,075)
Purchases of property, plant and equipment (including intangibles)	(4,703)	(4,048)
Proceeds from sale of property, plant and equipment	45	7
Loans to related parties	(0)	(0)
Proceeds from redemption of short-term deposits	1,396	733
Short-term deposits made	(845)	(2,377)
Proceeds from sale of short term investments	40,103	31,502
Short-term investments made	(37,718)	(33,989)
Interest received	438	290
Dividends received	31	11
Proceeds from Structured investment	3,077	-
Payments towards Structured investment	(435)	-
<b>Net cash provided from/(used in) investing activities</b>	<b>1,389</b>	<b>(12,946)</b>
<b>Cash flows from financing activities</b>		
Repayment of short term borrowing (net)	(6,333)	(3,310)
Proceeds from current borrowings	2,167	782
Repayment of current borrowings	(2,000)	(1,019)
Proceeds from long-term borrowings	2,020	15,670
Repayment of long-term borrowings	(6,357)	(5,144)
Interest paid	(3,464)	(2,932)
Payment of dividends to non-controlling interests, including dividend distribution tax	-	(140)
Exercise of stock options	-	5
<b>Net cash (used in)/provided from financing activities</b>	<b>(13,967)</b>	<b>3,912</b>
Effect of exchange rate changes on cash and cash equivalents	(25)	(18)
<b>Net (decrease)/increase in cash and cash equivalents</b>	<b>856</b>	<b>(1,200)</b>
Cash and cash equivalents at the beginning of the period	7,385	4,467
<b>Cash and cash equivalents at the end of the period</b>	<b>8,241</b>	<b>3,267</b>

Notes:

- Figures in brackets indicate outflows.
- The above cash flow has been prepared under the "Indirect Method" as set out in Indian Accounting Standard (Ind AS) 7 - statement of cash flows.



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**Notes:-**

- 1 The above consolidated results of Vedanta Limited ("the Company") and its subsidiaries, jointly controlled entities, and associates for the quarter and half year ended September 30, 2019 have been reviewed by the Audit Committee and approved by the Board of Directors in their respective meeting held on November 14, 2019. The statutory auditors have carried out limited review of the same.
- 2 The Company's application for renewal of Consent to Operate (CTO) for existing copper smelter was rejected by Tamil Nadu Pollution Control Board (TNPCB) in April 2018. Subsequently the Government of Tamil Nadu issued directions to close and seal the existing copper smelter plant permanently. Principal Bench of National Green Tribunal (NGT) ruled in favour of the Company but the same was set aside by the Supreme Court vide its judgment dated February 18, 2019 on the basis of maintainability alone. Vedanta Limited has filed a writ petition before Madras High Court challenging various orders passed against the Company, the final hearing of the matter has commenced from June 27, 2019.

Further, the High Court of Madras in a Public Interest Litigation held that the application for renewal of the Environmental Clearance (EC) for the Expansion Project shall be processed after a mandatory public hearing and in the interim ordered the Company to cease construction and all other activities on the site with immediate effect. However, in the meanwhile, SIPCOT cancelled the land allotted for the proposed Expansion Project, which was later stayed by the order of Madras High Court and TNPCB issued order directing the withdrawal of the Consent to Establish (CTE) which was valid till March 31, 2023. The Company has filed Appeals before the TNPCB Appellate Authority challenging withdrawal of CTE by the TNPCB and the same is scheduled for hearing on November 27, 2019.

As per the Company's assessment, it is in compliance with the applicable regulations and hence does not expect any material adjustments to these financial results as a consequence of the above actions.

- 3 Exceptional items comprises of the following:

Particulars	Quarter ended			Half Year ended		Year ended
	30.09.2019 (Unaudited)	30.06.2019 (Unaudited)	30.09.2018 (Unaudited)	30.09.2019 (Unaudited)	30.09.2018 (Unaudited)	31.03.2019 (Audited)
Impairment (charge)/ reversal relating to property, plant and equipment and exploration assets	(504)	-	261	(504)	261	261
Interest income on claims based on Supreme Court order	82	-	-	82	-	-
Reversal of interest provision pursuant to Supreme Court order	-	-	59	-	59	59
<b>Net exceptional (loss)/ gain</b>	<b>(422)</b>	<b>-</b>	<b>320</b>	<b>(422)</b>	<b>320</b>	<b>320</b>
Tax credit/ (expense) on above	56	-	(112)	56	(112)	(112)
Non-controlling interests on above	207	-	-	207	-	-
<b>Net exceptional (loss)/ gain net of tax and non-controlling interests</b>	<b>(159)</b>	<b>-</b>	<b>208</b>	<b>(159)</b>	<b>208</b>	<b>208</b>

- 4 Section 115BAA of the Income- tax Act, 1961 has been introduced by the Taxation Laws (Amendment) Ordinance, 2019. Based on the expected timing of exercising of the option under Section 115BAA by the respective entities, the Group has re-measured its deferred tax balances leading to a deferred tax credit of Rs 2,501 crore on deferred tax balances as at March 31, 2019 being recognized in the current quarter.
- 5 Effective April 01, 2019, the Group has adopted Ind AS 116 Leases under the modified retrospective approach without adjustment of comparatives. The Standard is applied to contracts that remain in force as at April 01, 2019. The application of the Standard did not have any significant impact on the retained earnings as at April 01, 2019 and financial results for the current quarter and half year.
- 6 As at September 30, 2019, the Company and its subsidiaries have an outstanding receivable equivalent to Rs. 612 crore from one of its fellow subsidiary in Zambia, Konkola Copper Mines Plc (KCM), predominantly regarding monies advanced against future purchase of copper cathode/anode.

A provisional liquidator was appointed to manage KCM's affairs on 21 May 2019, after ZCCM Investments Holdings Plc (ZCCM-IH), an entity owned by the Government of Zambia and a 20.6% shareholder in KCM, filed a winding up petition against KCM. KCM's majority shareholder, Vedanta Resources Holdings Limited (VRHL), and its parent company, Vedanta Resources Limited (VRL), are contesting the winding up petition in the Zambian and South African courts and have sought ZCCM-IH to submit itself to arbitration proceedings, for resolution of any disputes. The winding up petition has currently been stayed, pending the decision on VRHL's application regarding arbitration. Meanwhile, KCM has not been supplying goods to the Company and/or its subsidiaries, which it was supposed to as per the terms of the advance.

The Group, based on its assessment considering the actions taken by VRL and VRHL, believes that it should be able to recover the advance and has continued to treat these balances as recoverable.

- 7 Previous period/year figures have been re-grouped/ rearranged, wherever necessary.



By Order of the Board

GR Arun Kumar

Srinivasan Venkatakrishnan

Place : New Delhi  
Dated : November 14, 2019

Whole- Time Director and  
Chief Financial Officer

Whole- Time Director and  
Chief Executive Officer