

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" or "the Company") and its subsidiaries (the Holding Company and its subsidiaries together referred to as "the Group"), its associates and joint ventures for the quarter ended September 30, 2020 and year to date from April 1, 2020 to September 30, 2020 (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 (the "Circular") 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. As stated in note 8 of the accompanying financial results, the Company's wholly owned overseas subsidiaries have extended loans to its parent companies and its subsidiaries of which USD 956 million (approximately Rs. 7,040 crore) is outstanding as of date. Additionally, the Company and its wholly owned subsidiaries have other receivables of USD 35 million (approximately Rs. 258 crore), including finance income of USD 9 million (approximately Rs. 66 crore) on the aforesaid loans recorded in the current period, from such parties. Owing to the inherent uncertainties caused by the fact that the parent company has reported a material uncertainty relating to its going concern and a funding shortfall in a plausible downside case, in its most recent financial statements for the year ended March 31, 2020, we are unable to comment on adjustments, if any, that would be required to be made to the accompanying financial results for recording the aforesaid transactions initially at fair value and subsequently for recording any expected credit losses on such balances, as required under Ind AS 109.

Qualified conclusion

6. 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 8 and 10 below, except for the possible effects of our observations in paragraph 5 above, 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 Standard 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.

Emphasis of matter

7. We draw attention to:
- a) Note 4 of the accompanying consolidated financial results which describes the uncertainty arising out of the demands that have been raised on the Group, with respect to government's share of profit oil by the Director General of Hydrocarbons. Further, one of the pre-conditions for the extension of the Production Sharing Contract (PSC) for the Rajasthan oil block is the settlement of these demands. The Group, believes it is in compliance with the necessary conditions to secure an extension of this PSC, and based on the legal advice believes that the demands are untenable and hence no provision is required in respect of these demands.
 - b) Note 11 of the accompanying consolidated financial results which, describes the uncertainties related to Covid-19 and its consequential effects on the affairs of the Group.

Our conclusion is not modified in respect of these matters.

Other matters

8. The accompanying Statement includes the unaudited interim financial results and other financial information, in respect of:
- 8 subsidiaries, whose unaudited interim financial results include total assets of Rs 13,486 Crores as at September 30, 2020, total revenues of Rs 1,623 Crores and Rs 3,023 Crores, total net profit after tax of Rs. 163 Crores and Rs. 148 crores, total comprehensive income of Rs. 162 Crores and Rs. 147 crores, for the quarter ended September 30, 2020 and for the period from April 1, 2020 to September 30, 2020, respectively, and net cash outflows of Rs. 347 crores for the period from April 1, 2020 to September 30, 2020 as considered in the Statement, which have been reviewed by their respective independent auditors.
 - 1 associate, whose unaudited interim financial results include Group's share of net profit of Rs. Nil and Group's share of total comprehensive income of Rs. Nil for both the quarter ended September 30, 2020 and for the period from April 01, 2020 to September 30, 2020, as considered in the Statement whose interim financial results, other financial information have been reviewed by their respective independent auditors.

The independent auditor's reports on interim financial results 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 associates is based solely on the report of such auditors and procedures performed by us as stated in paragraph 3 above.

9. Certain of these subsidiaries and associates are located outside India whose financial results and other financial information have been prepared in accordance with accounting principles generally accepted in their respective countries and which have been audited 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.

10. The accompanying Statement includes unaudited interim financial results and other unaudited financial information in respect of:

- 12 subsidiaries, whose interim financial results and other financial information reflect total assets of Rs. 7,257 Crores as at September 30, 2020, and total revenues of Rs. 74 Crores and Rs. 126 crores, total net loss after tax of Rs. 93 Crores and Rs. 191 crores, total comprehensive loss of Rs. 93 Crores and Rs. 191 crores, for the quarter ended September 30, 2020 and for the period from April 1, 2020 to September 30, 2020, respectively, and net cash outflows of Rs. 17 crores for the period from April 1, 2020 to September 30, 2020, as considered in the Consolidated financial results;
- 1 associate and 3 joint ventures, whose interim financial results includes the Group's share of net profit of Rs. Nil and Group's share of total comprehensive income of Rs. Nil for both the quarter ended September 30, 2020 and for the six month period ended on that date;
- 1 unincorporated joint venture not operated by the Group; whose financial statements includes the Group's share of total assets of Rs. 133 crores as at September 30, 2020.

as considered in the Statement whose interim financial results and other financial information have not been reviewed by their auditor(s).

These unaudited interim financial results and other unaudited financial information have been approved and furnished to us by the Management and our conclusion on the Statement, in so far as it relates to the affairs of these subsidiaries, joint ventures and joint operations and associates, is based solely on such unaudited interim financial results and other unaudited financial information. According to the information and explanations given to us by the Management, these interim financial results are not material to the Group.

Our conclusion on the Statement in respect of matters stated in para 8, 9 and 10 above is not modified with respect to our reliance on the work done and the reports of the other auditors and the financial results certified by the Management.

For S.R. BATLIBOI & CO. LLP

Chartered Accountants

ICAI Firm registration number: 301003E/E300005

SUDHIR
MURLIDHAR
SONI

Digitally signed by SUDHIR
MURLIDHAR SONI
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per Sudhir Soni

Partner

Membership No.: 41870

UDIN: 20041870AAAABU3003

Place: Mumbai

Date: November 6, 2020

Annexure 1 to our report dated November 6, 2020 on the consolidated financial results of Vedanta Limited for quarter ended September 30, 2020**List of subsidiaries/associates/ joint ventures****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 ((Dissolved on 22 nd September 2020)
39	Cairn Energy Gujarat Block 1 Limited
40	Cairn Energy Discovery Limited (Dissolved on 22 nd September 2020)
41	Cairn Energy India Pty Limited (Deregistered with effect from 26 th August 2020)
42	CIG Mauritius Holdings Private Limited
43	CIG Mauritius Private Limited
44	Cairn Lanka Private Limited

S.R. BATLIBOI & Co. LLP

Chartered Accountants

S. No.	Name
45	Cairn South Africa Pty Limited
46	Vedanta ESOS Trust
47	Avanstrate (Japan) Inc. (ASI)
48	Avanstrate (Korea) Inc
49	Avanstrate (Taiwan) Inc
50	Electrosteel Steels Limited
51	Lisheen Mine Partnership
52	Ferro Alloy Corporation Limited (FACOR) (Acquired with effect from 21 st September 2020)
53	Facor Power Limited (FPL) (Acquired with effect from 21 st September 2020)
54	Facor Realty and Infrastructure Limited (Acquired with effect from 21 st September 2020)

Associates

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

Joint Ventures

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

Regd. Office: Vedanta Limited 1st Floor, 'C' wing, Unit 103, Corporate Avenue, Atul Projects, Chakala, Andheri (East),
Mumbai-400093, Maharashtra

STATEMENT OF UNAUDITED CONSOLIDATED RESULTS FOR THE QUARTER AND HALF YEAR ENDED SEPTEMBER 30, 2020

(₹ in Crore except as stated)

S. No.	Particulars	Quarter ended			Half Year ended		Year ended
		30.09.2020 (Unaudited)	30.06.2020 (Unaudited)	30.09.2019 (Unaudited)	30.09.2020 (Unaudited)	30.09.2019 (Unaudited)	31.03.2020 (Audited)
1	Revenue from operations	20,804	15,687	21,739	36,491	42,906	83,545
2	Other operating income	303	286	219	589	426	902
3	Other income	637	1,025	856	1,662	1,236	2,510
	Total Income	21,744	16,998	22,814	38,742	44,568	86,957
4	Expenses						
a)	Cost of materials consumed	5,295	4,471	5,050	9,766	10,598	21,261
b)	Purchases of stock-in-trade	4	13	0	17	0	225
c)	Changes in inventories of finished goods, work-in-progress and stock-in-trade	192	264	1,501	456	1,287	1,017
d)	Power & fuel charges	3,905	2,416	4,805	6,321	9,389	16,392
e)	Employee benefits expense	596	659	713	1,255	1,457	2,672
f)	Finance costs	1,312	1,252	1,340	2,564	2,681	4,977
g)	Depreciation, depletion and amortization expense	1,938	1,733	2,395	3,671	4,550	9,093
h)	Other expenses	4,584	4,157	5,466	8,741	10,980	22,193
5	Total expenses	17,826	14,965	21,270	32,791	40,942	77,830
6	Profit before exceptional items and tax	3,918	2,033	1,544	5,951	3,626	9,127
7	Net exceptional gain/ (loss) (Refer note 3)	95	-	(422)	95	(422)	(17,386)
8	Profit/ (Loss) before tax	4,013	2,033	1,122	6,046	3,204	(8,259)
9	Tax expense/ (benefit)						
a)	On other than exceptional items						
a)	Net Current tax expense	589	297	338	886	953	1,788
b)	Net Deferred tax expense / (benefit) (Refer note 10)	560	118	(1,891)	678	(2,368)	(484)
c)	Deferred tax on intra group profit distribution (including from accumulated profits)(Refer note 10)	1,187	96	-	1,283	-	1,701
a)	On Exceptional items						
a)	Net Deferred tax expense/ (benefit) (Refer note 3)	33	-	(56)	33	(56)	(6,521)
	Net tax expense/ (benefit):	2,369	511	(1,609)	2,880	(1,471)	(3,516)
10	Profit/ (loss) after tax before share in profit / (loss) of jointly controlled entities and associates and non-controlling interests	1,644	1,522	2,731	3,166	4,675	(4,743)
11	Add: Share in profit / (loss) of jointly controlled entities and associates	0	0	(1)	0	(1)	(1)
12	Profit/ (loss) after share in profit / (loss) of jointly controlled entities and associates (a)	1,644	1,522	2,730	3,166	4,674	(4,744)

(₹ in Crore except as stated)							
S. No.	Particulars	Quarter ended			Half Year ended		Year ended
		30.09.2020 (Unaudited)	30.06.2020 (Unaudited)	30.09.2019 (Unaudited)	30.09.2020 (Unaudited)	30.09.2019 (Unaudited)	31.03.2020 (Audited)
13	Other Comprehensive Income/ (loss)						
i.	(a) Items that will not be reclassified to profit or loss	34	10	(127)	44	(152)	(284)
	(b) Tax (expense)/ benefit on items that will not be reclassified to profit or loss	(6)	4	41	(2)	42	71
ii.	(a) Items that will be reclassified to profit or loss	(188)	7	399	(181)	461	927
	(b) Tax (expense)/ benefit on items that will be reclassified to profit or loss	(49)	36	(20)	(13)	(41)	2
	Total Other Comprehensive (Loss)/ Income (b)	(209)	57	293	(152)	310	716
14	Total Comprehensive Income/ (loss) (a + b)	1,435	1,579	3,023	3,014	4,984	(4,028)
15	Profit/ (loss) attributable to:						
a)	Owners of Vedanta Limited	824	1,033	2,158	1,857	3,509	(6,664)
b)	Non-controlling interests	820	489	572	1,309	1,165	1,920
16	Other Comprehensive (Loss)/ Income attributable to :						
a)	Owners of Vedanta Limited	(220)	64	347	(156)	351	839
b)	Non-controlling interests	11	(7)	(54)	4	(41)	(123)
17	Total comprehensive Income/ (loss) attributable to:						
a)	Owners of Vedanta Limited	604	1,097	2,505	1,701	3,860	(5,825)
b)	Non-controlling interests	831	482	518	1,313	1,124	1,797
18	Net Profit after taxes, non-controlling interests and share in profit/ (loss) of jointly controlled entities and associates but before exceptional items, tax on intra group profit distribution and one time tax impact of Sec 15BAA (new tax regime) (Refer note 10)	1,979	1,129	(38)	3,108	1,313	4,066
19	Paid-up equity share capital (Face value of ₹ 1 each)	372	372	372	372	372	372
20	Reserves excluding Revaluation Reserves as per balance sheet						54,263
21	Earnings / (Loss) per share (₹) (*not annualised)						
	-Basic	2.22 *	2.79 *	5.83 *	5.01 *	9.48 *	(18.00)
	-Diluted	2.21 *	2.77 *	5.80 *	4.99 *	9.44 *	(18.00)

(₹ in Crore except as stated)							
		Quarter ended			Half Year ended		Year ended
S. No.	Segment Information	30.09.2020 (Unaudited)	30.06.2020 (Unaudited)	30.09.2019 (Unaudited)	30.09.2020 (Unaudited)	30.09.2019 (Unaudited)	31.03.2020 (Audited)
1	Segment Revenue						
a)	Zinc, Lead and Silver						
	(i) Zinc & Lead - India	4,249	3,207	3,820	7,456	8,115	15,715
	(ii) Silver - India	1,242	645	575	1,887	1,151	2,444
	Total	5,491	3,852	4,395	9,343	9,266	18,159
b)	Zinc - International	632	374	890	1,006	1,714	3,128
c)	Oil & Gas	1,666	1,389	3,196	3,055	6,327	12,661
d)	Aluminium	6,395	6,043	6,576	12,438	13,410	26,577
e)	Copper	2,904	1,377	3,185	4,281	4,962	9,053
f)	Iron Ore	878	639	757	1,517	1,554	3,463
g)	Power	1,860	1,018	1,646	2,878	3,349	5,860
h)	Others	1,011	1,029	1,122	2,040	2,376	4,782
	Total	20,837	15,721	21,767	36,558	42,958	83,683
Less:	Inter Segment Revenue	33	34	28	67	52	138
	Revenue from operations	20,804	15,687	21,739	36,491	42,906	83,545
2	Segment Results						
	[Profit /(loss) before tax and interest]						
a)	Zinc, Lead and Silver						
	(i) Zinc & Lead - India	1,199	488	970	1,687	2,367	4,322
	(ii) Silver - India	1,080	532	497	1,612	997	2,126
	Total	2,279	1,020	1,467	3,299	3,364	6,448
b)	Zinc - International	160	24	1	184	(9)	(253)
c)	Oil & Gas	478	220	1,104	698	2,282	4,557
d)	Aluminium	1,208	848	(575)	2,056	(827)	175
e)	Copper	(63)	(115)	(156)	(178)	(271)	(509)
f)	Iron Ore	235	164	178	399	268	777
g)	Power	300	230	247	530	469	979
h)	Others	52	(61)	(114)	(9)	(41)	(1)
	Total	4,649	2,330	2,152	6,979	5,235	12,173
Less:	Finance costs	1,312	1,252	1,340	2,564	2,681	4,977
Add:	Other unallocable income net off expenses	581	955	732	1,536	1,072	1,931
	Profit before exceptional items and tax	3,918	2,033	1,544	5,951	3,626	9,127
Add:	Net exceptional gain/ (loss) (Refer note 3)	95	-	(422)	95	(422)	(17,386)
	Profit / (loss) before tax	4,013	2,033	1,122	6,046	3,204	(8,259)
3	Segment assets						
a)	Zinc, Lead and Silver - India	21,468	22,059	20,518	21,468	20,518	21,989
b)	Zinc - International	5,289	5,264	5,818	5,289	5,818	5,175
c)	Oil & Gas (Refer note 3)	16,480	16,885	27,855	16,480	27,855	15,474
d)	Aluminium	54,123	55,257	55,930	54,123	55,930	55,876
e)	Copper	7,048	7,142	6,902	7,048	6,902	6,867
f)	Iron Ore	2,715	2,862	3,131	2,715	3,131	2,738
g)	Power	19,054	18,852	18,419	19,054	18,419	18,712
h)	Others	7,990	7,876	8,294	7,990	8,294	8,087
i)	Unallocated	48,397	43,418	44,762	48,397	44,762	48,704
	Total	182,564	179,615	191,629	182,564	191,629	183,622

(₹ in Crore except as stated)							
		Quarter ended			Half Year ended		Year ended
S. No.	Segment Information	30.09.2020 (Unaudited)	30.06.2020 (Unaudited)	30.09.2019 (Unaudited)	30.09.2020 (Unaudited)	30.09.2019 (Unaudited)	31.03.2020 (Audited)
4	Segment liabilities						
a)	Zinc, Lead and Silver - India	5,146	5,477	5,506	5,146	5,506	5,996
b)	Zinc - International	857	882	1,313	857	1,313	1,226
c)	Oil & Gas	9,987	10,648	8,680	9,987	8,680	10,206
d)	Aluminium	17,472	19,568	23,896	17,472	23,896	20,811
e)	Copper	4,556	4,971	3,200	4,556	3,200	4,599
f)	Iron Ore	1,176	1,293	1,415	1,176	1,415	1,268
g)	Power	2,061	1,937	2,073	2,061	2,073	1,942
h)	Others	1,489	1,513	1,610	1,489	1,610	1,574
i)	Unallocated	67,540	62,414	61,459	67,540	61,459	64,253
	Total	110,284	108,703	109,152	110,284	109,152	111,875
<p>The main business segments are</p> <p>(a) Zinc which consists of mining of ore, manufacturing of zinc and lead ingots and silver, both from own mining and purchased concentrate</p> <p>(b) Oil & Gas which consists of exploration, development and production of oil and gas</p> <p>(c) Aluminium which consist of mining of bauxite and manufacturing of alumina and various aluminium products</p> <p>(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 5)</p> <p>(e) Iron ore which consists of mining of ore and manufacturing of pig iron and metallurgical coke</p> <p>(f) Power excluding captive power but including power facilities predominantly engaged in generation and sale of commercial power and</p> <p>(g) Other business segment comprises of port/berth, glass substrate, steel and ferroy alloys. The assets and liabilities that cannot be allocated between the segments are shown as unallocated assets and liabilities, respectively.</p> <p>Additional intra segment information of revenues and results for the Zinc, Lead and Silver segment have been provided to enhance understanding of segment business.</p>							

Consolidated Balance Sheet		(₹ in Crore)	
Particulars	As at 30.09.2020 (Unaudited)	As at 31.03.2020 (Audited)	
A ASSETS			
1 Non-current assets			
(a) Property, Plant and Equipment	86,819	88,022	
(b) Capital work-in-progress	16,952	16,837	
(c) Intangible assets	883	882	
(d) Exploration intangible assets under development	2,078	1,748	
(e) Financial assets			
(i) Investments	136	95	
(ii) Trade receivables	3,398	3,111	
(iii) Loans	1,630	17	
(iv) Derivatives	-	3	
(v) Others	1,506	2,523	
(f) Deferred tax assets (net)	4,760	6,889	
(g) Income tax assets (net)	2,945	2,645	
(h) Other non-current assets	3,310	3,330	
Total Non-current assets	124,417	126,102	
2 Current assets			
(a) Inventories	10,172	11,335	
(b) Financial Assets			
(i) Investments	16,373	24,658	
(ii) Trade receivables	3,474	2,697	
(iii) Cash and cash equivalents	7,817	5,117	
(iv) Other bank balances	11,338	7,385	
(v) Loans	2,438	85	
(vi) Derivatives	19	692	
(vii) Others	3,056	2,406	
(c) Income tax assets (net)	6	7	
(d) Other current assets	3,454	3,138	
Total Current assets	58,147	57,520	
Total assets	182,564	183,622	
B EQUITY AND LIABILITIES			
1 Equity			
Equity Share Capital	372	372	
Other Equity	55,903	54,263	
Equity attributable to owners of Vedanta Limited	56,275	54,635	
2 Non-controlling interests	16,005	17,112	
Total Equity	72,280	71,747	
3 Liabilities			
Non-current liabilities			
(a) Financial liabilities			
(i) Borrowings	39,080	36,724	
(ii) Derivatives	97	45	
(iii) Other financial liabilities	1,376	1,501	
(b) Provisions	2,842	2,828	
(c) Deferred tax liabilities (net)	2,803	2,885	
(d) Other non-current liabilities	4,373	4,570	
Total Non-current liabilities	50,571	48,553	
4 Current liabilities			
(a) Financial liabilities			
(i) Borrowings	10,373	13,076	
(ii) Trade payables	15,615	16,972	
(iii) Derivatives	374	96	
(iv) Other financial liabilities	24,733	21,162	
(b) Provisions	361	355	
(c) Income tax liabilities (net)	322	188	
(d) Other current liabilities	7,935	11,473	
	59,713	63,322	
Total Equity and Liabilities	182,564	183,622	

Vedanta Limited Consolidated statement of cash flows		
	(₹ in Crore)	
Particulars	Half Year ended September 30, 2020 (Unaudited)	Half Year ended September 30, 2019 (Unaudited)
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before taxation	6,046	3,204
Adjustments for:		
Depreciation, depletion and amortisation	3,683	4,576
Impairment charge	-	504
Other exceptional items	(95)	(82)
Reversal for doubtful debts/ advance/ bad debts written off	(35)	(2)
Exploration costs written off	2	-
Fair Value gain on financial assets held at fair value through profit or loss	(779)	(254)
(Profit)/ Loss on sale/ discard of property, plant and equipment (net)	(13)	42
Foreign exchange (gain)/ loss (net)	(15)	36
Unwinding of discount	34	46
Share based payment expense	36	46
Interest and dividend Income	(733)	(939)
Interest expense	2,520	2,631
Deferred government grant	(111)	(100)
Changes in assets and liabilities		
(Increase)/ decrease in trade and other receivables	(1,183)	4,015
Decrease in inventories	1,186	2,655
(Decrease) in trade and other payable	(4,436)	(2,719)
Cash generated from operations	6,107	13,659
Income taxes paid (net of refund)	(1,050)	(172)
Net cash generated from operating activities	5,057	13,487
CASH FLOWS FROM INVESTING ACTIVITIES		
Consideration paid for business acquisition (net of cash and cash equivalents acquired)	(45)	-
Purchases of property, plant and equipment (including intangibles)	(2,909)	(4,703)
Proceeds from sale of property, plant and equipment	37	45
Loans repaid by related parties	374	-
Loans given to related parties	(4,312)	(0)
Short-term deposits made	(12,726)	(845)
Proceeds from redemption of short-term deposits	9,518	1,396
Short term investments made	(46,254)	(37,718)
Proceeds from sale of short term investments	54,409	40,103
Interest received	1,606	438
Dividends received	2	31
Payment made to Site Restoration fund	(23)	-
Proceeds on liquidation of structured investments	-	3,077
Payment towards Structured Investments	-	(435)
Net cash (used in)/ from investing activities	(323)	1,389
CASH FLOWS FROM FINANCING ACTIVITIES		
Repayment of short term borrowings (net)	(6,536)	(6,333)
Proceeds from current borrowings	5,708	2,167
Repayment of current borrowings	(2,282)	(2,000)
Proceeds from long-term borrowings	12,460	2,020
Repayment of long-term borrowings	(5,820)	(6,357)
Interest paid	(2,976)	(3,464)
Payment of dividends to non-controlling interests	(2,446)	-
Exercise of Stock Options	0	-
Payment of lease liabilities	(166)	(28)
Net cash (used in) financing activities	(2,058)	(13,995)
Effect of exchange rate changes on cash and cash equivalents	25	(25)
Net increase in cash and cash equivalents	2,701	856
Cash and cash equivalents at the beginning of the period	5,211	7,385
Cash and cash equivalents at end of the period	7,912	8,241
Notes:		
1. The figures in brackets indicate outflows		
2. 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		

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, 2020 have been reviewed by the Audit Committee at its meeting held on November 05, 2020 and approved by the Board of Directors at its meeting held on November 06, 2020. The statutory auditors have carried out limited review of the same.
- 2 Subsequent to the balance sheet date, the Board of Directors of the Company through resolution passed by circulation on October 24, 2020 have approved first interim dividend of ₹ 9.50 per equity share i.e. 950% on face value of Re. 1/- per share for the year ended March 31, 2021.
- 3 Exceptional items comprises of the following:

(₹ in Crore)

Particulars	Quarter ended			Half Year ended		Year ended
	30.09.2020 (Unaudited)	30.06.2020 (Unaudited)	30.09.2019 (Unaudited)	30.09.2020 (Unaudited)	30.09.2019 (Unaudited)	31.03.2020 (Audited)
Impairment (charge)/ reversal						
- relating to property, plant and equipment and exploration assets -Oil & gas segment *	-	-	-	-	-	(15,907)
- relating to other property, plant and equipment and other assets- Copper segment (Refer note 5)	-	-	-	-	-	(669)
- relating to other property, plant and equipment and other assets- Other segment	-	-	(504)	-	(504)	(504)
Provision on receivables subject to litigation	-	-	-	-	-	(556)
Interest income on claims based on Supreme Court order	-	-	82	-	82	82
Revision of Renewable Purchase Obligation (RPO) pursuant to respective state commission notification	95	-	-	95	-	168
Net exceptional gain/ (loss)	95	-	(422)	95	(422)	(17,386)
Tax (expense)/ benefit on above	(33)	-	56	(33)	56	6,521
Non-controlling interests on above	(30)	-	207	(30)	207	208
Net exceptional gain/ (loss) net of tax and non-controlling interests	32	-	(159)	32	(159)	(10,657)

*The impairment was triggered majorly due to the significant fall in crude oil prices primarily consequent to the outbreak of COVID-19

- 4 The management is of the opinion that the Company is eligible for automatic extension of Production Sharing Contract (PSC) for Rajasthan (RJ) block on same terms w.e.f 15 May 2020, a matter which is sub-judice. In parallel, Government of India (GoI), accorded its approval for extension of the PSC, under the Pre-NELP Extension policy as per notification dated 7 April 2017, for RJ block by a period of 10 years w.e.f. 15th May 2020 vide its letter dated 26th October 2018 subject to fulfillment of certain conditions.

One of the conditions for extension relates to notification of certain audit exceptions raised for FY16-17 as per PSC provisions and provides for payment of amounts, if such audit exceptions result into any creation of liability. In connection with the said audit exceptions, US\$ 364 million (₹ 2,723 Crore), relating to the share of the Company and its subsidiary, has been raised by DGH on 12 May 2020. The Company has disputed the same together with all the other audit exceptions for the said year and for the subsequent year, notified till date, as in the Company's view the audit notings are not in accordance with the PSC and are entirely unsustainable and as per PSC provisions, having been disputed, the notings do not prevail and accordingly do not result in creation of any liability. The Company has reasonable grounds to defend itself which are supported by independent legal opinions. The Company has also invoked the PSC process for resolution of disputed exceptions and has issued notice for arbitration. The Tribunal stands constituted. Further, on September 23, 2020, GoI had filed an application for interim relief before Delhi High Court seeking payment of all disputed dues. The bench was not inclined to pass any ex-parte orders and now the matter is scheduled for hearing on November 11, 2020.

Due to extenuating circumstances surrounding COVID-19 and pending signing of the PSC addendum for extension after complying with all stipulated conditions, GoI has permitted the Company to continue Petroleum operations in the RJ Block with effect from 15 May 2020 until extension is signed or for a period upto January 31, 2021, whichever is earlier.

For reasons aforesaid, the Company is not expecting any material liability to devolve on account of the same or any disruptions in its petroleum operations.

- 5 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 had filed a writ petition before Madras High Court challenging various orders passed against the Company. On August 18, 2020, the Madras High Court delivered the judgement wherein it dismissed all the Writ Petitions filed by the Company. The Company has approached the Supreme Court and challenged the said High Court order by way of a Special Leave Petition (SLP) to Appeal and also filed an interim relief for care & maintenance of the plant. The case is listed for hearing on November 16, 2020.

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 also filed Appeals before the TNPCB Appellate Authority challenging withdrawal of CTE by the TNPCB, the matter is pending for adjudication.

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.

- 6 The Company vide letter dated May 12, 2020 had informed the stock exchanges that it has received a letter dated May 12, 2020 from its Holding Company, Vedanta Resources Ltd. ("VRL"), wherein VRL has expressed its intention to, either individually or along with one or more subsidiaries, acquire all fully paid-up equity shares of the Company ("Equity Shares") that are held by the public shareholders of the Company (as defined under the Delisting Regulations, to be referred to as "Public Shareholders") and consequently voluntarily delist the Equity Shares from BSE Limited and National Stock Exchange of India Limited, the recognized stock exchanges where the Equity Shares are presently listed ("Stock Exchanges"), in accordance with the Delisting Regulations ("Delisting Proposal") and if such delisting is successful, then to also delist the Company's American Depositary Shares from the New York Stock Exchange ("NYSE") and deregister the Company from the Securities and Exchange Commission ("SEC"), subject to the requirements of the NYSE and the SEC.
- After obtaining due approvals, the Public Shareholders holding Equity Shares were invited to submit Bids pursuant to the reverse book building process conducted through the Stock Exchange Mechanism made available by BSE during the bid period (05 October 2020 to 09 October 2020), in accordance with the Delisting Regulations.
- The total number of Offer Shares validly tendered by the Public Shareholders in the Delisting Offer was 1,25,47,16,610 Offer Shares, which was less than the minimum number of Offer Shares required to be accepted by the Acquirers in order for the Delisting Offer to be successful in terms of Regulation 17(1)(a) of the Delisting Regulations. Thus, the Delisting Offer is deemed to have failed in terms of Regulation 19(1) of the Delisting Regulations.
- 7 Vedanta Limited has acquired control over Ferro Alloys Corporation Limited ("FACOR") on September 21, 2020. FACOR was admitted under Corporate insolvency resolution process in terms of the Insolvency and Bankruptcy Code, 2016 of India. The National Company Law Tribunal (NCLT) vide its order dated January 30, 2020 approved the resolution plan for acquiring controlling stake in FACOR. Pursuant to the approved resolution plan, the Company owns 100% share capital of FACOR. FACOR holds 90% in its subsidiary, Facor Power Limited (FPL).
- The consideration paid for the acquisition of FACOR by the Company on debt and cash free basis under the approved Resolution Plan includes cash of ₹ 56 Crore through infusion of equity of ₹ 34 Crore and inter-corporate loan of ₹ 22 Crore as well as zero coupon, secured and unlisted Non-Convertible Debentures of aggregate face value of ₹ 287 Crore to the Financial Creditors payable equally over 4 years commencing March 2021. Net cash flow for the acquisition (net of cash and cash equivalents on the date of acquisition of ₹ 11 Crore) is ₹ 45 Crore. The transaction has been accounted for on a provisional basis under Ind AS 103 and has no impact on the profit for the quarter and half year ended September 30, 2020.
- 8 As part of its cash management activities, the Company's overseas subsidiaries had extended certain loan and guarantee facilities to Vedanta Resources Limited (VRL) and its subsidiaries. As of date, loan of US \$956 million carrying interest @ 7% p.a. is outstanding, while the guarantee has been extinguished. The auditors in their report on the financial results for the previous quarter ended June 30, 2020 expressed their inability to comment on whether these balances have been recorded at fair value in accordance with Ind AS 109. The management believes that these balances have been recorded at fair value and hence no adjustment is required in accordance with Ind AS 109.
- 9 As at September 30, 2020, the Company and its subsidiaries have an outstanding receivable equivalent to ₹ 429 Crore (net of provision of ₹ 209 Crore) from Konkola Copper Mines Plc (KCM), a company whose majority shares are held by Vedanta Resources Limited through its subsidiary (VRL Group), predominantly regarding monies advanced against future purchase of copper cathode/anode. A provisional liquidator has been managing KCM's affairs since May 2019, whose appointment and the liquidation proceedings have been challenged by VRL. The Group, based on its assessment considering the actions taken by VRL Group, believes that there is a high probability of success and does not expect any material adjustment to the net carrying amount of the receivables.

- 10 Consequent to the declaration of dividend (including from accumulated profits) by the subsidiaries, the unabsorbed depreciation as per tax laws and MAT balances have been utilized by the Company leading to a deferred tax charge of ₹ 1,187 crores, ₹ 1,283 crores and ₹ 1,701 crores (including ₹ 119 Crores of MAT utilisation) in the results for the quarter ended September 30, 2020, half year ended September 30, 2020 and for the year ended March 31, 2020 respectively. Further, during the corresponding quarter ended September 30, 2019, section 115BAA of the Income Act was introduced and based on the expected timing of adoption of the same, the Group remeasured its deferred tax balances as at April 1, 2019 and recognised a deferred tax credit of ₹ 2,501 crores in the the quarter and half year ended ended September 30, 2019 and ₹ 1,774 crores in year ended March 31, 2020 respectively.
- 11 The Group has considered the possible effects of COVID-19 including on the recoverability of property, plant and equipment (PPE), loans and receivables, etc in accordance with Ind AS. The Group has considered forecast consensus, industry reports, economic indicators and general business conditions to make an assessment of the implications of the pandemic. Based on the assessment, no adjustment is required to these financial results.
- 12 Previous period/year figures have been re-grouped/ rearranged, wherever necessary.

By Order of the Board



Navin Agarwal



GR Arun Kumar

Dated : November 06, 2020
Place : Mumbai

Executive Vice-Chairman

Whole- Time Director and
Chief Financial Officer