



Current Price: ₹ 105.35

STOCK DATA

BSE Code	500295.00
NSE Symbol	VEDL
Reuters	VDAN.BO
Bloomberg	VEDL IN

VALUE PARAMETERS

52 W H/L(Rs)	179.95/60.30
Mkt. Cap.(Rs Cr)	39160.64
Latest Equity(Subscribed)	371.72
Latest Reserve (cons.)	65674
Latest EPS (cons.) -Unit Curr.	23.61
Latest P/E Ratio -cons	4.46
Latest Bookvalue (cons.) -Unit Curr.	177.68
Latest P/BV - cons	0.59
Dividend Yield -%	17.89
Face Value	1.00

SHARE HOLDING PATTERN (%)

Description as on	% of Holding 31/03/2020
Foreign	19.84
Institutions	18.79
Non Promoter Corp. Hold.	2.23
Promoters	50.14
Public & Others	9

Financial results

Particulars	In Cr.		
	Qtr Ending Mar. 20	Qtr Ending Mar. 19	Var. (%)
Income from Operations	19755	23468	-16
OPM (%)	23	26	
OP	4552	6135	-26
Other Income	627	1628	-61
PBDIT	5179	7763	-33
Interest	1064	1401	-24
PBDT	4115	6362	-35
Depreciation	2252	2258	0
PBT before EO	1863	4104	-55
EO	17132	0	
PBT after EO	-15269	4104	PL
Tax	-3186	886	LP
PAT	-12083	3218	PL
MI	438	603	-27
Net Profit	-12521	2615	PL
EPS (Rs)*	-ve	7	

Vedanta Ltd records a net loss of Rs12,521cr in Q4FY20, below estimates

Vedanta revenue for Q4FY20 was lower by 16% y-o-y at Rs 19,513 crore, primarily due to lower commodity prices further impacted by COVID-19, lower volumes at Zinc, Oil & Gas, Steel business and lower power sales at TSPL partially offset by higher volume at Aluminium and Iron Ore business, and rupee depreciation. Revenue was lower by 8% sequentially, primarily due to lower commodity prices further impacted by COVID-19, lower volume at Aluminium business and lower power sales at TSPL, past exploration cost recovery at Oil & Gas business in Q3 FY2020 partially offset by higher sales volume at Zinc & Iron Ore business and rupee depreciation.

EBITDA was lower by 23% y-o-y at Rs 4,844 crore primarily due to lower commodity prices further impacted by COVID-19, lower volume Zinc, Oil & Gas and Steel business, partially offset by higher sales at Iron Ore business, improved cost of production at Aluminium & Steel business, lower input commodity prices and rupee depreciation. EBITDA was lower by 26% sequentially, primarily due to lower commodity prices further impacted by COVID-19, past exploration cost recovery at Oil & Gas business and RPO reversal at Aluminium business in Q3FY20 partially offset by improved cost of production at Aluminium and Steel business, lower input commodity prices and rupee depreciation.

Depreciation for Q4 FY2020 is flat y-o-y at Rs 2,252 crore. Depreciation was lower by 2% sequentially, primarily due to lower amortization charge at Zinc India due to increase in reserves estimates and lower amortization charge at Oil & Gas business due to lower production volumes

Finance cost for Q4 FY2020 was at Rs1,064 crore lower 24% y-o-y and 14% sequentially primarily due to lower average borrowing cost in line with market trends and repayment of debt

Consolidated Segment Results				In Cr.
Particulars	Qtr Ended Mar. 20	Qtr Ended ar. 19	(%) of Total	Var (%)
Net Sales				
Zinc and Lead -India	3692	4610	19	-20
Silver India	601	744	3	-19
Zinc International	733	1002	4	-27
Oil and Gas	2404	3175	12	-24
Iron ore	1073	853	5	26
Copper	2256	2803	12	-20
Aluminium	6378	6547	33	-3
Power	1204	1593	6	-24
Others	1224	1783	6	-31
Less: Inter segment revenue	52	18	0	189
Net Sales	19513	23092	100	-15
PBIT				
Zinc and Lead -India	887	1586	34	-44
Silver India	516	638	20	-19
Zinc International	-212	233	-8	PL
Oil and Gas	200	1183	8	-83
Iron ore	317	208	12	52
Copper	-124	-122	-5	2
Aluminium	667	-123	25	LP
Power	301	197	11	53
Others	92	319	3	PL
Total Segment Results	2644	4119	100	-36

at various businesses. Investment Income is lower by 62% y-o-y at Rs 611 crore primarily due to mark to market gain on a structured investment in Q4FY19, partially offset by increase in income due to increase in average investment corpus. Investment Income was lower by 3% sequentially primarily due to mark to market (MTM) loss on investment and decline in investment corpus.

Exceptional item for Q4 FY20 was at Rs 17,132 crore, primarily due to impairment of assets at Oil & Gas, Copper and Iron Ore business.

Reported Loss after Tax was Rs 12521 crore in Q4FY20 compared to profit of Rs 2615 crore. Attributable Loss after Tax before exceptional items for the quarter was at Rs 1,914 crore.

Performance for FY20

Revenue for FY2020 was at Rs 83,545 crore, lower by 8% y-o-y, mainly due to subdued commodity prices, lower volume at Oil & Gas, Zinc India and lower power sales at TSPL. This was partially offset by higher volume from Gamsberg operations, higher sales at Aluminium, Iron Ore and Steel business, past exploration cost recovery at Oil & Gas business and rupee depreciation.

EBITDA was at Rs 21,060 crore, lower by 12% y-o-y, mainly on account of lower commodity prices, lower volume and higher cost at Zinc India & Oil & Gas business partially offset by higher volume from Gamsberg operations, higher sales at Aluminium, Iron Ore and Steel business,

improved cost of production at Aluminium business, lower input commodity prices, past exploration cost recovery at Oil & Gas business and rupee depreciation.

Depreciation and amortisation was at Rs 9,093 crore, higher by 11% y-o-y, primarily on account of higher charge at Oil & Gas business due to capitalisation of new wells partially offset by lower production; higher depreciation charge at Zinc India on account of higher ore production & additional capitalisation; higher charge at Zinc international due to increased production from Gamsberg and acquisitions of Steel business in June'2018.

Finance cost for FY20 was at Rs 4,977 crore, lower by 13% y-o-y, mainly on account of deleveraging and lower average borrowing cost in line with market trends. Investment Income was at Rs 2,443 crore, lower by 32% y-o-y, primarily due to mark to market gain on a structured investment in Q4FY19, partially offset by increase in income due to increase in average investment corpus.

Exceptional loss for FY20 was at Rs 17,386 crore, mainly due to impairment of assets at Oil & Gas, triggered majorly due to significant fall in crude oil prices primarily consequent to the outbreak of COVID-19, partially offset by RPO liability true up at Aluminium, and interest accrued on power debtors at TSPL in line with positive Supreme Court order.

Tax credit was at Rs 3,516 crore (FY20: Tax charge of Rs 3,862 crore) during the year. The normalized ETR for FY2020 is at 34% compared to 28% in FY2019 due to change in profit mix amongst businesses. As per Section 115BAA of the Income- tax Act, 1961 and based on the expected timing of exercising the option, the Group has re-measured its deferred tax balances leading to a deferred tax credit of Rs 1,774 crore being recognized during the year. The above is largely offset with the tax recognized on distributable reserves of / dividend from subsidiary Rs 1,701 crore. Tax (Exceptional Items) of Rs 6,521 crore primarily includes tax credit on impairment recognised during the year.

Reported Loss after Tax was Rs 6663 crore in FY20 compared to profit of Rs 7065 crore. Attributable Profit after Tax (PAT) before exceptional items was at Rs 3,993 crore lower by 42% y-o-y.

On May 12, 2020, the Promoter expressed its intention to voluntarily delist the Equity Shares in accordance with Delisting Regulations and highlighted an Indicative Offer Price of Rs 87.5 per Equity Share (determined in accordance with the Delisting Regulations). On May 18, 2020, the board of directors of Company approved the proposal and authorised the company, amongst other things, to seek shareholders' approval with respect to the proposal.

Management Comments

Commenting on company's Q4 performance, Mr Sunil Duggal, Chief Executive Officer, Vedanta, said, "Vedanta has a rich legacy as India's only diversified natural resources group. We will continue to further strengthen it in the years to come. It is a company with a strong purpose of giving back for the greater good, a track record of achievement with an equally compelling sense of selflessness. The Covid pandemic has hit the world and us in the last quarter of the year. We have taken a pro-active approach to keep our assets and people safe while ensuring optimum operations during these difficult times. During these difficult times, our efforts are aligned to the singular vision of making our communities, the state and nation self-reliant and self-sufficient."



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