



NLC INDIA LIMITED

(formerly Neyveli Lignite Corporation Limited)
(A Government of India Enterprise)

Regd. Office: First Floor, No.8, Mayor Sathyamurthy Road,
FSD, Egmore Complex of Food Corporation of India, Chetpet, Chennai-600 031
Corporate Office: Block-1, Neyveli-607 801, Cuddalore District, Tamil Nadu.
Phone: 04142/252205. Fax: 04142-252645, 252646
CIN:L93090TN1956GOI003507
Web-site:www.nlcindia.com:e-Mail:cosec@nlcindia.in



Lr.No.Secy/Reg.33&52/2020

04.09.2020

To The National Stock Exchange of India Ltd Plot No.C/1,G Block Bandra-Kurla Complex Bandra(E),Mumbai-400 051. Scrip Code : NLCINDIA Security name: NLC29, NLC30, NLC25	To The BSE Ltd Phiroze JeeJeebhoy Towers Dalal Street Mumbai-400 001. Scrip Code : 513683, 958806, 959237, 959834
---	---

Dear Sir(s),

As required under Regulation 33 & 52 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (LODR), we furnish a copy of the Standalone & Consolidated Un-audited Financial Results for the Quarter ended 30th June, 2020, approved by the Board of Directors at the meeting held on 4th September, 2020 along with a copy of the Limited Review Report given by P.K.K.G Balasubramaniam & Associates, and R. Subramanian and Company LLP, Chartered Accountants for the above Un-Audited Financial Results.

The meeting started at 4.00 P.M. and ended at 8:00 P.M.

Thanking you,

Yours faithfully
for NLC India Limited


K Viswanath
Company Secretary

NLC India Limited
"Navratna" - A Government of India Enterprise

Statement of Standalone Un-audited Financial Results for the Quarter Ended June 30, 2020

(Rs. in Crore)

Particulars		Quarter Ended			Year ended
		June 30, 2020	March 31, 2020	June 30, 2019	March 31, 2020
		(Un-audited)			(Audited)
	INCOME				
I	Revenue from Operations	2,083.29	2,274.52	1,676.46	7,916.30
II	Other Income	303.57	300.13	227.57	1,216.98
III	Total Income (I+II)	2,386.86	2,574.65	1,904.03	9,133.28
	EXPENSES				
	Changes in Inventories	66.15	(123.91)	176.85	81.99
	Employee Benefit Expenses	693.21	797.34	604.87	2,804.70
	Finance Costs	269.92	269.54	153.80	820.38
	Depreciation and Amortization Expenses	307.93	350.87	171.56	958.39
	Other Expenses	567.94	693.64	434.32	2,255.38
	Total Expenses (IV)	1,905.15	1,987.48	1,541.40	6,920.84
V	Profit / (Loss) before Exceptional, Tax & Rate Regulatory Activity (III-IV)	481.71	587.17	362.63	2,212.44
VI	Net Movement in Regulatory Deferral Account Balances Income / (Expenses)	15.92	23.91	67.56	(4.41)
VII	Profit / (Loss) before Exceptional & Tax (V+VI)	497.63	611.08	430.19	2,208.03
VIII	Exceptional Items	42.21	1.08	1.07	3.44
IX	Profit / (Loss) before Tax (VII-VIII)	455.42	610.00	429.12	2,204.59
X	Tax Expense:				
	(1) Current Tax				
	- Current Year Tax (net of MAT)	7.16	(53.28)	-	109.01
	- Previous Year Tax	-	-	-	(3.27)
	- Tax Expenses / (Savings) on Rate Regulated Account	5.56	1.29	-	(1.54)
	(2) Deferred Tax	150.16	269.51	106.08	686.54
	Total Tax (X)	162.88	217.52	106.08	790.74
XI	Profit / (Loss) for the Period (IX-X)	292.54	392.48	323.04	1,413.85
XII	Other Comprehensive Income (A) Items not reclassified to Profit or Loss: (net of Tax) Re-measurements of defined benefit plans	(3.47)	2.35	(80.46)	(125.36)
XIII	Total Comprehensive Income for the Period (XI+XII) (Comprising Profit/(Loss) and other Comprehensive Income)	289.07	394.83	242.58	1,288.49
XIV	Paid up Equity Share Capital (Face Value of Rs.10/- per Share)	1,386.64	1,386.64	1,386.64	1,386.64
XV	Reserve excluding Revaluation Reserve as per latest audited balance sheet				11,252.87
XVI	Earnings per Equity Share (of Rs. 10 each) from continuing operations (before adjustment of Net Regulatory Deferral Balance):				
	(1) Basic (in Rs.)	2.03	2.67	1.84	10.22
	(2) Diluted (in Rs.)	2.03	2.67	1.84	10.22
XVII	Earnings per Equity Share (of Rs. 10 each) from continuing operations (after adjustment of Net Regulatory Deferral Balance):				
	(1) Basic (in Rs.)	2.11	2.83	2.33	10.20
	(2) Diluted (in Rs.)	2.11	2.83	2.33	10.20

See accompanying notes to financial results.

Notes to Standalone Financial Statement for the quarter ended 30.06.2020:

1. The company has adopted Indian Accounting Standards (IND AS) as prescribed under section 133 of the Companies Act, 2013 with effect from 1st April 2016. Accordingly, the financial results for the quarter ended 30th June 2020 are in compliance to Ind AS and other accounting principles generally accepted in India.
2. The company has filed appeals before the appellate authority against the following CERC orders which are pending for disposal:
 - a) Thermal Power Station II (Neyveli)-Disallowance of de-capitalization of LEP Assets and reduction of claim towards capital expenses while truing up for the tariff period 2009-14.
 - b) Lignite Truing up – Disallowance of O &M escalation at 11.50% p.a as per MOC Guidelines considering FY 2008-09 as the base year
 - c) Sharing of profits on adoption of pooled lignite price considering the cost of Mines – II Expansion.

The impact on the above mentioned orders have been considered appropriately under Regulatory Deferral Account Balances and Net Movement in Regulatory Deferral Balances in accordance with Ind AS 114, in the respective previous financial periods.

3. Regulatory deferral account balances have been reviewed on periodical interval. On review of regulatory asset and liability a provision of Rs. 27.68 crore has been considered in the current quarter towards period cost on regulatory liabilities.
4. The company has filed truing up petition for the Tariff period 2014-19 both for its Thermal Stations and Mines. Any adjustment arising out of the same shall be considered in the books of accounts on receipt of order from CERC.
5. Pending disposal of petition and approval of CERC tariff for the tariff period 2019-24, beneficiaries are being billed in accordance with the tariff order for the tariff period 2014-19. However, Income/Expenses to the extent of O&M parameters have been recognised based on the applicable operating norms for the tariff period 2019-24 and recognised under Regulatory Deferral Account. The accrual for the other 4 components of the capacity charges though charged off in the Statement of Profit and Loss periodically, the consequential adjustment for the same in the revenue will be carried out on obtaining the final order.
6. As per the directives of Ministry of Coal, NLCIL Board has decided lignite transfer price guideline for the tariff period 2019-24 in consultation with stakeholders during September/October'2019. In line with the Lignite Transfer Price guidelines, impact of Power surrender and other elements has been billed to the beneficiaries.
7. Unit- II (500MW) of NNTPS (2 X 500 MW) is under Commissioning. Provision for taxes (both current and deferred tax) and other provisions for contingencies have been considered based on scheduled Capitalization of Unit-II in the current year 2020-21.

8. Based on evaluation of the notification issued on September 20, 2019 by CBDT for the new income tax rate under section 115BAA, the Company has decided to continue with the Existing Tax rate and utilize available MAT credit. The Company will continue to review the same every year for possible switching up to the new Tax Regime.
9. Revenue from operations for Q1 2020-21 includes Rs.165.64 crore (Q1 2019-20 Rs. 255.23 crore) on account of sale of energy through trading of power.
10. Significant disruptions have taken place worldwide due to COVID-19 pandemic. The Company is engaged in Mining and Power Generation. Considering power an essential service, management believes there is not much material impact due to this pandemic on the business of the company. The construction and commissioning of Unit-II (500 MW) of NNTPS (2 X 500 MW) is getting delayed due to COVID-19 pandemic and restriction on movement of migrant workers. Further commissioning of Andaman Solar 20 MW has also been delayed due the various restrictions imposed on account of COVID-19. The Coal production target of Talabira-II & III coal mines for 2020-21 has also been reduced from 1.25 MT to 0.937 MT due to COVID-19. However, based on Ministry of Power Guideline issued on 15th May'2020, the Company has created provision of Rs.42.09 Crore towards one-time rebate to beneficiaries and shown under exceptional items in Q1 2020-21. Apart from rebate surcharge for the said period has also been considered at the reduced rate as per directives issued by CERC in this regard. The impact of COVID-19 in the subsequent periods are being monitored.
11. Four units of TPS-I (1 x 100 MW and 3 X 50 MW) retired during the current year upto July-20. Other two units (2 X 50 MW) are under operation and will be retired by end of September 2020.
12. On 7th May'2020 there was a fire in the Boiler of TPS-II (Unit 5,6,7). The unit 5 and 7 was back into operation in a week time. Unit 6 is still under repair. Subsequent to that there was another fire incident in TS-II on 1st July'2020. After the 2nd fire incident all the units of Stage-II (4 X 210 MW) of TS-II are under shutdown for safety audit. Out of the same Unit-VII got synchronized on 1st September, 2020.

Necessary intimation has been submitted to Insurance company. After completion of repair final claim will be lodged to Insurance company for recovery of damage.

13. Up to the date of publication results for Q1 FY 2020-21, the Company has issued Commercial Papers with the following details.

As on 31.08.2020

Date of Issue	Period (days)	Maturity Date	Amount (In Cr)	Rate
20.04.2020	88	17.07.2020	1000	4.89%
29.05.2020	90	27.08.2020	500	3.59%
03.06.2020	90	01.09.2020	600	3.73%
03.06.2020	268	26.02.2021	600	4.40%
02.07.2020	90	30.09.2020	500	3.40%
20.07.2020	65	23.09.2020	500	3.37%
14.08.2020	63	16.10.2020	1000	3.38%
27.08.2020	76	11.11.2020	800	3.38%

All the commercial Papers are being repaid on their respective maturity dates.

14. On 31.07.2020, The Company has allotted 5000 No's of Bonds (Unsecured, Non-Cumulative, Non- convertible, Redeemable, Taxable Bonds) of Rs.10 Lakh each aggregating to Rs.500 crore at a coupon rate 5.34% p.a.
15. The Company has opted to avail the Vivad Se Viswas Scheme (VSVS) for settlement of old income tax disputes. The last date of availing the scheme has been extended till 31st December'2020. The Company is in process of filing the details in the Income Tax web portal. Based on its acceptance by the Tax department and completion of procedural requirement, necessary accounting impact will be considered.
16. The Company has review outstanding debtors and has compiled ageing analysis of the same. Having regard to past trends of collection and the period over which the balances are carried forward, a sum of Rs.80.69 Crores has been estimated/assessed as provision, which has been considered in the Q1 2020-21 financials.
17. Pending reconciliation and confirmation from beneficiaries deferred tax materialized till March 31, 2020 recoverable from beneficiaries as per CERC guidelines has not been considered in the Q1 2020-21 financials.
18. The above results have been reviewed by the Audit Committee and approved by the Board of Directors of the Company in the respective meetings which are held on 04.09.2020.
19. The statutory auditors have reviewed the accounts and submitted limited review report for the Quarter ended 30th June'2020.
20. Figures of the previous period have been regrouped / reclassified wherever necessary.

For NLC India Limited

RAKESH KUMAR
CHAIRMAN CUM MANAGING DIRECTOR

Place : Neyveli
Date :04.09.2020

NLC INDIA LIMITED

"Navaratna"- A Government of India Enterprise

Standalone Segment-wise Revenue, Results, Asset and Liabilities for the Quarter Ended June 30, 2020

(Rs. in Crore)

Particulars	Standalone			
	Quarter ended			Year ended
	30-06-2020	31-03-2020	30-06-2019	31-03-2020
	(Unaudited)			(Audited)
1. Segment Revenue				
a. Lignite Mining	1462.65	1675.99	1249.79	5941.33
b. Power Generation	2098.67	2209.04	1668.32	7833.64
Total	3561.32	3885.03	2918.11	13774.97
Less: Inter Segment Revenue	1478.03	1610.51	1241.65	5858.67
Net Sales/income from operations	2083.29	2274.52	1676.46	7916.30
2. Segment Results (Profit)+/Loss(-)before tax and interest from each Segment)				
a. Lignite Mining	452.64	528.83	246.56	1655.66
b. Power Generation	187.79	140.89	230.55	682.45
Total	640.43	669.72	477.11	2338.11
Less:				
Interest	269.92	269.54	153.80	820.38
Add:				
Other un-allocable income				
net off un-allocable expenditure (Excluding OCI)	68.99	185.91	38.25	691.27
Total Profit Before Tax as per P&L Account	439.50	586.09	361.56	2209.00
Add:- Net movement in regulatory deferral account balances income/(expenses)	15.92	23.91	67.56	(4.41)
Add:- Other Comprehensive Income	(3.47)	2.35	(80.46)	(125.36)
Total Profit Before Tax	451.95	612.35	348.66	2079.23
3. Segment Assets				
Lignite Mining	4961.93	5098.62	4999.93	5098.62
Power Generation	24357.75	22986.53	14868.14	22986.53
Un - allocated	11694.83	11033.94	16230.28	11033.94
Total	41014.51	39119.09	36098.35	39119.09
4. Segment Liabilities				
Lignite Mining	3370.85	2091.96	1885.37	2091.96
Power Generation	2127.71	1527.72	1533.47	1527.72
Un - allocated	22587.37	22859.90	19925.62	22859.90
Total	28085.93	26479.58	23344.46	26479.58

Place - Neyveli
Date - 04.09.2020

RAKESH KUMAR
CHAIRMAN CUM MANAGING DIRECTOR

M/s.PKKG Balasubramaniam & Associates, Chartered Accountants, Door No. 10/2, Eighth Street, Gandhi Nagar, Thiruvannamalai-606602.	M/s. R Subramanian and Company LLP, Chartered Accountants, New No.6 Old. No. 36, Krishna Swamy Avenue, Luz Mylapore, Chennai – 600004
--	--

INDEPENDENT AUDITORS' LIMITED REVIEW REPORT ON THE UNAUDITED STANDALONE FINANCIAL RESULTS FOR THE QUARTER ENDED JUNE 30, 2020

TO THE BOARD OF DIRECTORS OF

NLC INDIA LIMITED

1. We have reviewed the accompanying statement of Unaudited Financial Results of **NLC INDIA LIMITED** (herein after referred to as 'the Company'), for the quarter ended June 30, 2020 (herein after referred to as 'the Statement') being submitted by the 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 Company's Management and approved by the Company's Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34 "Interim Financial Reporting" ("Ind AS 34"), prescribed under Section 133 of the Companies Act, 2013 as amended, read with relevant rules issued there under and other accounting principles generally accepted in India. Our responsibility is to issue a report 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 is limited primarily to inquiries of Company personnel and analytical procedures applied to financial data and thus provides less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.
4. The unaudited financial results / financial information pertaining to one branch, the results of which have been subject to limited review by the branch auditor includes total income of Rs.125.96 Crores and total net profit before tax of Rs.48.03 Crores for the quarter ended June 30, 2020 has been considered in the standalone unaudited financial results of the entity.
5. Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying Statement read with notes thereon, prepared in accordance with applicable Indian Accounting Standards specified under Section 133 of the Companies Act, 2013 read with relevant rules issued there under and other recognized accounting practices and policies, has not disclosed the information required to be disclosed in terms of Listing Regulations, including the manner in which it is to be disclosed, or that it contains any material misstatement.

6. Emphasis of matter:

We draw attention to the following matters in the Notes to the Statement:

- i) Note 4 of the financial results in respect of pending liabilities to DISCOMS subject to CERC Orders. The true up petition was filed with CERC in the third quarter of FY 2019-2020.
- ii) Note 10 of the financial results in respect of COVID Impact, the company has created provision of Rs.42.09 Crore towards one-time rebate to beneficiaries and shown under exceptional items in the Financials of Q1 2020-21. Apart from rebate, surcharge for the said period has also been considered at the reduced rate as per directives issued by CERC in this regard.
- iii) Note 12 relating to fire accidents mentioned therein, the adjustment of impact thereof if any will be carried out on completion of requisite formalities including recovery from insurance.
- iv) Note 15 relating to Vivad Se Viswas Scheme (VSVS), pending completion of formalities, no adjustments have been carried out in respect of deposit of Rs.338.67 Crores made during the last financial year under the said scheme.
- v) Note 16 - as per management estimate a sum of Rs.80.69 Crores has been considered provision towards outstanding trade receivables, based on initial assessment of ECL on trade receivables.
- vi) Note 17 - no adjustment has been carried out in respect of deferred tax liability materialized up to March 31, 2020 pending reconciliation and confirmation from beneficiaries.

Our conclusion on the statement is not modified in respect of the above matters.

For M/s. PKKG BALASUBRAMANIAM & ASSOCIATES, Chartered Accountants, Firm Regn. No. 001547S	For M/s. R Subramanian and Company LLP, Chartered Accountants, Firm Regn. No. 004137S/S200041
R H S Ramakrishnan Partner M No. 021651 UDIN 20021651AAAAAN3554	R. Subramanian Partner M No. 008460 UDIN 20008460AAAAAX5008

Place: Chennai

Date : September 04, 2020

NLC India Limited
"Navratna" - A Government of India Enterprise
Extract of the statement of Standalone Un-audited Financial Results for the Quarter Ended June 30, 2020

(Rs. in Crore)

Sl. No.	Particulars	Quarter Ended			Year Ended
		June 30, 2020	March 31, 2020	June 30, 2019	March 31, 2020
		(Un-audited)			(Audited)
1	Total Income from Operations (Net)	2,083.29	2,274.52	1,676.46	7,916.30
2	Net Profit / (Loss) for the period before Tax (before Exceptional & Rate Regulated Activity)	481.71	587.17	362.63	2,212.44
3	Net Profit / (Loss) for the period before Tax (after Exceptional & Rate Regulated Activity)	455.42	610.00	429.12	2,204.59
4	Net Profit / (Loss) for the period after Tax	292.54	392.48	323.04	1,413.85
5	Total Comprehensive Income for the period [comprising Profit / (Loss) for the period (after tax) and Other Comprehensive Income (after tax)]	289.07	394.83	242.58	1,288.49
6	Paid-up Equity Share Capital (Face Value of Rs. 10/- each)	1,386.64	1,386.64	1,386.64	1,386.64
7	Reserves (excluding Revaluation Reserve)				11,252.87
8	Net worth				12,511.84
9	Earnings per Equity Share (of Rs. 10 each) from continuing operations (before adjustment of Net Regulatory Deferral Balance):				
	Basic (in Rs.)	2.03	2.67	1.84	10.22
	Diluted (in Rs.)	2.03	2.67	1.84	10.22
10	Earnings per Equity Share (of Rs. 10 each) from continuing operations (after adjustment of Net Regulatory Deferral Balance):				
	Basic (in Rs.)	2.11	2.83	2.33	10.20
	Diluted (in Rs.)	2.11	2.83	2.33	10.20

Note:

The above is an extract of the detailed format of Quarter Ended Standalone Un-audited financial results filed with the Stock Exchanges under Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. The full format of the Quarter Ended Standalone Un-audited financial results are available on the Stock Exchanges websites at www.nseindia.com & www.bseindia.com and on company's website i.e. www.nlcindia.com.

For NLC INDIA LIMITED

Place: Neyveli

Date : 04.09.2020

RAKESH KUMAR

CHAIRMAN CUM MANAGING DIRECTOR

NLC India Limited
"Navratna" - A Government of India Enterprise
Statement of Consolidated Un-audited Financial Results for the Quarter Ended June 30, 2020

(Rs. in Crore)

Particulars		Quarter Ended			Year Ended
		June 30, 2020	March 31, 2020	June 30, 2019	March 31, 2020
		(Un-audited)			(Audited)
INCOME					
I	Revenue from Operations	2,699.00	3,069.33	2,082.21	10,320.56
II	Other Income	366.80	335.81	248.48	1,272.14
III	Total Income (I+II)	3,065.80	3,405.14	2,330.69	11,592.70
EXPENSES					
	Cost of Fuel Consumed	372.90	474.17	280.68	1,533.59
	Changes in Inventories	66.15	(123.91)	176.85	81.99
	Employee Benefit Expenses	709.92	815.24	620.14	2,874.96
	Finance Costs	361.58	354.65	250.33	1,174.38
	Depreciation and Amortization Expenses	401.50	449.64	263.80	1,334.15
	Other Expenses	588.97	716.21	472.84	2,382.53
	Total Expenses (IV)	2,501.02	2,686.00	2,064.64	9,381.60
V	Profit / (Loss) before Exceptional, Tax & Rate Regulatory Activity (III-IV)	564.78	719.14	266.05	2,211.10
VI	Net Movement in Regulatory Deferral Account Balances Income / (Expenses)	52.32	60.41	103.81	137.45
VII	Profit / (Loss) before Exceptional & Tax (V+VI)	617.10	779.55	369.86	2,348.55
VIII	Exceptional Items	85.55	1.08	1.07	3.44
IX	Profit / (Loss) before Tax (VII-VIII)	531.55	778.47	368.79	2,345.11
X	Tax Expense:				
	(1) Current Tax				
	- Current Year Tax (net of MAT)	7.15	(77.83)	-	84.90
	- Previous Year Tax	0.02	2.29	-	15.66
	- Tax Expenses / (Savings) on Rate Regulated Account	5.56	26.28	-	23.45
	(2) Deferred Tax	175.41	330.16	85.09	768.94
	Total Tax (X)	188.14	280.90	85.09	892.95
XI	Profit / (Loss) for the period before share of Profit/(Loss) of associates (IX-X)	343.41	497.57	283.70	1,452.16
XII	Share of Profit/(loss) of Associates	0.07	0.55	0.07	0.82
XIII	Profit / (Loss) for the Period (XI+XII)	343.48	498.12	283.77	1,452.98
XIV	Other Comprehensive Income (A) Items not reclassified to Profit or Loss: (net of Tax) Re-measurements of defined benefit plans	(10.64)	2.35	(80.46)	(125.36)
XV	Total Comprehensive Income for the Period (XIII+XIV) (Comprising Profit/(Loss) and other Comprehensive Income)	332.84	500.47	203.31	1,327.62
XVI	Profit Attributable to				
	- Owners of the Parent	337.91	486.99	288.12	1,441.37
	- Non Controlling Interest	5.57	11.13	(4.35)	11.61
XVII	Total Comprehensive Income Attributable to				
	- Owners of the Parent	329.03	489.34	207.66	1,316.01
	- Non Controlling Interest	3.81	11.13	(4.35)	11.61
XVIII	Paid up Equity Share Capital (Face Value of Rs.10/- per Share)	1,386.64	1,386.64	1,386.64	1,386.64
XIX	Reserve excluding Revaluation Reserve as per latest audited balance sheet				11,518.49
XX	Earnings per Equity Share (of Rs. 10 each) from continuing operations (before adjustment of Net Regulatory Deferral Balance):				
	(1) Basic (in Rs.)	2.14	3.35	1.30	9.66
	(2) Diluted (in Rs.)	2.14	3.35	1.30	9.66
XXI	Earnings per Equity Share (of Rs. 10 each) from continuing operations (after adjustment of Net Regulatory Deferral Balance):				
	(1) Basic (in Rs.)	2.48	3.59	2.05	10.48
	(2) Diluted (in Rs.)	2.48	3.59	2.05	10.48

See accompanying notes to financial results.

Notes to Consolidated Financial Statement for the quarter ended 30.06.2020:

1. The Group has adopted Indian Accounting Standards (IND AS) as prescribed under section 133 of the Companies Act, 2013 with effect from 1st April 2016. Accordingly, the financial results for the quarter ended 30th June 2020 are in compliance to Ind AS and other accounting principles generally accepted in India.
2. The Group has filed appeals before the appellate authority against the following CERC orders which are pending for disposal:
 - a) Thermal Power Station II (Neyveli)-Disallowance of de-capitalization of LEP Assets and reduction of claim towards capital expenses while truing up for the tariff period 2009-14.
 - b) Lignite Truing up - Disallowance of O &M escalation at 11.50% p.a as per MOC Guidelines considering FY 2008-09 as the base year
 - c) Sharing of profits on adoption of pooled lignite price considering the cost of Mines - II Expansion.

The impact on the above mentioned orders have been considered appropriately under Regulatory Deferral Account Balances and Net Movement in Regulatory Deferral Balances in accordance with Ind AS 114, in the respective previous financial periods.

3. Regulatory deferral account balances have been reviewed on periodical interval. On review of regulatory asset and liability a provision of Rs. 27.68 crore has been considered in the current quarter towards period cost on regulatory liabilities.
4. The Group has filled truing up petition for the Tariff period 2014-19 both for its Thermal Stations and Mines. Any adjustment arising out of the same shall be considered in the books of accounts on receipt of order from CERC.
5. Pending disposal of petition and approval of CERC tariff for the tariff period 2019-24, beneficiaries are being billed in accordance with the tariff order for the tariff period 2014-19. However, Income/Expenses to the extent of O&M parameters have been recognised based on the applicable operating norms for the tariff period 2019-24 and recognised under Regulatory Deferral Account. The accrual for the other 4 components of the capacity charges though charged off in the Statement of Profit and Loss periodically, the consequential adjustment for the same in the revenue will be carried out on obtaining the final order.
6. As per the directives of Ministry of Coal, NLCIL Board has decided lignite transfer price guideline for the tariff period 2019-24 in consultation with stakeholders during September/October'2019. In line with the Lignite Transfer Price guidelines, impact of Power surrender and other elements has been billed to the beneficiaries.

7. Unit II (500MW) of NNTPS (2X500 MW) is under Commissioning. Provision for taxes (both current and deferred tax) and other provisions for contingencies have been considered based on scheduled Capitalization of Unit - II in the current year 2020-21.
8. Based on evaluation of the notification issued on September 20, 2019 by CBDT for the new income tax rate under section 115BAA, the Group has decided to continue with the Existing Tax rate and utilize available MAT credit. The Group will continue to review the same every year for possible switching up to the new Tax Regime.
9. Revenue from operations for Q1 2020-21 includes Rs. 165.65 crore (Q1 2019-20 Rs. 255.23 crore) on account of sale of energy through trading.
10. Significant disruptions have taken place worldwide due to COVID-19 pandemic. The Group is engaged in Mining and Power Generation. Considering power an essential service, management believes there is not much material impact due to this pandemic on the business of the Group. The construction and commissioning of Unit-II (500 MW) of NNTPS (2 X 500 MW) is getting delayed due to COVID-19 pandemic and restriction on movement of migrant workers. Further commissioning of Andaman Solar 20 MW has also been delayed due the various restrictions imposed on account of COVID-19. The Coal production target of Talabira-II & III coal mines for 2020-21 has also been reduced from 1.25 MT to 0.937 MT due to COVID-19. However, based on Ministry of Power Guideline issued on 15th May'2020, the Group has created provision of Rs.85.43 Crore towards one-time rebate and shown under exceptional items in Q1 2020-21. Apart from rebate surcharge for the said period has also been considered at the reduced rate as per directives issued by CERC in this regard. The impact of COVID 19 in the subsequent periods are being monitored.
The construction and commissioning of NUPPL has also been delayed due to restriction on movement of migrant workers.
11. Four units of TPS-I (1 x 100 MW and 3 X 50 MW) retired during the current year upto July-20. Other two units (2 X 50 MW) are under operation and will be retired by end of September 2020.
12. On 7th May'2020 there was a fire on the thermal power station of TPS-II of (Unit 5,6,7) of NLCIL. The unit 5 and 7 was back into operation in a week time. Unit 6 is still under repair. Subsequent to that there was another fire incident in TS-II on 1st July'2020. After the 2nd fire incident all the four units of Stage-II (4X210 MW) of TS-II are under shutdown for safety audit. Out of the same Unit-VII got synchronized on 1st September, 2020.

Necessary intimation has been submitted to Insurance Group. After completion of repair final claim will be lodged to Insurance Group for recovery of damage.

13. Up to the date of publication results for Q1 FY 2020-21, the Company has issued Commercial Papers with the following details.

As on 31.08.2020

Date of Issue	Period (days)	Maturity Date	Amount (In Cr)	Rate
20.04.2020	88	17.07.2020	1000	4.89%
29.05.2020	90	27.08.2020	500	3.59%
03.06.2020	90	01.09.2020	600	3.73%
03.06.2020	268	26.02.2021	600	4.40%
02.07.2020	90	30.09.2020	500	3.40%
20.07.2020	65	23.09.2020	500	3.37%
14.08.2020	63	16.10.2020	1000	3.38%
27.08.2020	76	11.11.2020	800	3.38%

14. On 31.07.2020, NLCIL has allotted 5000 No's of Bonds (Unsecured, Non-Cumulative, Non-convertible, Redeemable, Taxable Bonds) of Rs.10 Lakh each aggregating to Rs.500 crore at a coupon rate 5.34% p.a.
15. The Group has opted to avail the Vivad Se Viswas Scheme (VSVS) for settlement of old income tax disputes. The last date of availing the scheme has been extended till 31st December'2020. The Group is in process of filing the details in the Income Tax web portal. Based on its acceptance by the Tax department and completion of procedural requirement, necessary accounting impact will be considered.
16. The Group has reviewed outstanding debtors and has compiled ageing analysis of the same. Having regard to past trends of collection and the period over which the balances are carried forward, a sum of Rs.80.69 Crores has been estimated/assessed as provision, which has been considered in the Q1 2020-21 financials.
17. Pending reconciliation and confirmation from beneficiaries deferred tax materialized till March 31, 2020 recoverable from beneficiaries as per CERC guidelines has not been considered in the Q1 2020-21 financials.
18. NTPL a subsidiary Company has filed a petition before CERC claiming an amount of Rs.774.38 crore towards capital expenditure on discharge of capital liability. Accordingly, an amount of Rs. 34.48 crore has been recognized under capacity charge during the this Q1 FY 2020-21 as per the provisions under CERC regulation.
19. Based on the Honorable Supreme Court of India's judgment dated August 25, 2014, the coal block allocation made through screening committee route has been cancelled. MNH Shakti Ltd a Joint Venture company in which NLC is having a stake of 15% is affected by the above said order. The company has invested Rs.12.77 crore so far. Since the winding up process is not yet commenced, the company has not made any provision in this regard.

20. The following subsidiaries and Associates companies are considered in the consolidated financial results

- (i) NLC Tamil Nadu Power Limited (NTPL) - Subsidiary Company - Shareholding 89%
- (ii) Neyveli Uttar Pradesh Power Limited (NUPPL)- Subsidiary Company Shareholding - 51%
- (iii) MNH Shakti Limited - Associate Company - Share of Joint Venture - 15%

21. The above results have been reviewed by the Audit Committee and approved by the Board of Directors of the company in the respective meetings which are held on 04.09.2020.

22. The statutory auditors have reviewed the accounts and submitted limited review report for the Quarter ended 30th June'2020.

23. Figures of the previous period have been regrouped / reclassified wherever necessary.

For NLC India Limited

RAKESH KUMAR
CHAIRMAN CUM MANAGING DIRECTOR

Place : Neyveli
Date :04.09.2020

NLC INDIA LIMITED

"Navaratna"- A Government of India Enterprise

Consolidated Segment-wise Revenue, Results, Asset and Liabilities for the Quarter Ended June 30, 2020

(Rs. in Crore)

Particulars	Consolidated			
	Quarter ended			Year ended
	30-06-2020	31-03-2020	30-06-2019	31-03-2020
	(Unaudited)			(Audited)
1. Segment Revenue				
a. Lignite Mining	1462.65	1675.99	1249.79	5941.33
b. Power Generation	2714.38	3003.85	2074.07	10237.90
Total	4177.03	4679.84	3323.86	16179.23
Less: Inter Segment Revenue	1478.03	1610.51	1241.65	5858.67
Net Sales/income from operations	2699.00	3069.33	2082.21	10320.56
2. Segment Results (Profit)+/Loss(-)before tax and interest from each Segment)				
a. Lignite Mining	354.72	528.83	246.56	1655.66
b. Power Generation	250.99	322.29	209.59	982.10
Total	605.71	851.12	456.15	2637.76
Less:				
Interest	361.58	354.65	250.33	1174.38
Add:				
Other un-allocable income				
net off un-allocable expenditure (Excluding OCI)	235.17	222.14	59.23	745.10
Total Profit Before Tax as per P&L Account	479.30	718.61	265.05	2208.48
Add:- Net movement in regulatory deferral account balances income/(expenses)	52.32	60.41	103.81	137.45
Add:- Other Comprehensive Income	(10.64)	2.35	(80.46)	(125.36)
Total Profit Before Tax	520.98	781.37	288.40	2220.57
3. Segment Assets				
Lignite Mining	4961.93	5098.62	4999.93	5098.62
Power Generation	34254.47	32489.05	23832.11	32489.05
Un - allocated	16138.12	15900.46	18301.55	15900.46
Total	55354.52	53488.13	47133.59	53488.13
4. Segment Liabilities				
Lignite Mining	3370.85	2091.96	1885.37	2091.96
Power Generation	3636.85	3213.71	3015.86	3213.71
Un - allocated	33342.24	35277.33	29255.24	35277.33
Total	40349.94	40583.00	34156.47	40583.00

Place - Neyveli

Date - 04.09.2020

RAKESH KUMAR

CHAIRMAN CUM MANAGING DIRECTOR

M/s.PKKG Balasubramaniam & Associates, Chartered Accountants, Door No. 10/2, Eighth Street, Gandhi Nagar, Thiruvannamalai-606602.	M/s. R Subramanian and Company LLP, Chartered Accountants, New No.6 Old. No. 36, Krishna Swamy Avenue, Luz Mylapore, Chennai – 600004
--	--

INDEPENDENT AUDITORS' LIMITED REVIEW REPORT ON THE UNAUDITED CONSOLIDATED FINANCIAL RESULTS FOR THE QUARTER ENDED JUNE 30, 2020

TO THE BOARD OF DIRECTORS OF

NLC INDIA LIMITED

1. We have reviewed the accompanying statement of Unaudited Consolidated Financial Results of **NLC India Limited** (herein after referred to as 'the parent') and its subsidiaries (the Parent and its subsidiaries together referred to as "the Group") and associate, for the quarter ended June 30, 2020 (herein after referred to as 'the Statement') being submitted by the Parent 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 Parent's Management and approved by the Parent's Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34 "Interim Financial Reporting" ("Ind AS 34"), prescribed under Section 133 of the Companies Act, 2013 as amended, read with relevant rules issued there under 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. 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 issued by the SEBI under Regulation 33(8) of the Listing Regulations, to the extent applicable.

4. The statement includes the results of the following entities:
 - a) NLC Tamilnadu Power Limited (Subsidiary);
 - b) Neyveli Uttar Pradesh Power Limited (Subsidiary);
 - c) MNH Shakti Limited (Associate).

5. Based on our review conducted as above and based on the consideration of the review reports of the other auditors referred to in Paragraph 7 below, nothing has come to our attention that causes us to believe that the accompanying Statement read with notes thereon, prepared in accordance with the recognition and measurement principles laid down in the aforesaid Indian Accounting Standards and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Listing Regulations, including the manner in which it is to be disclosed, or that it contains any material misstatement.

6. Emphasis of matter:

We draw attention to the following matters in the Notes to the Statement:

- i) Note 4 of the financial results in respect of pending liabilities to DISCOMS subject to CERC Orders. The true up petition was filed with CERC in the third quarter of FY 2019-2020.
- ii) Note 10 of the financial results in respect of COVID Impact, the Group has created provision of Rs.85.43 Crore towards one-time rebate to beneficiaries and shown under exceptional items in the Financials of Q1 2020-21. Apart from rebate, surcharge for the said period has also been considered at the reduced rate as per directives issued by CERC in this regard.
- iii) Note 12 relating to fire accidents mentioned therein, the adjustment of impact thereof if any will be carried out on completion of requisite formalities including recovery from insurance.
- iv) Note 15 relating to Vivad Se Viswas Scheme (VSVS), pending completion of formalities, no adjustments have been carried out in respect of deposit of Rs.338.67 Crores made during the last financial year under the said scheme.
- v) Note 16 - as per management estimate a sum of Rs.80.69 Crores has been considered provision towards outstanding trade receivables, based on initial assessment of ECL on trade receivable.
- vi) Note 17 - no adjustment has been carried out in respect of deferred tax liability materialized up to March 31, 2020 pending completion of reconciliation and confirmation from beneficiaries.

Our conclusion on the statement is not modified in respect of these matters.

7. Other matters:

- i) We did not review the interim financial result of 1 (one) branch of parent, included in the standalone unaudited financial results of the entities included in the Group, whose results reflect total revenue of Rs.125.96 Crore, total net profit before tax of Rs.48.03 Crore as considered in the respective standalone unaudited financial results of the entities included in the Group. The interim financial results/financial information of the branch have been reviewed by the branch auditor whose reports have been furnished to us, and our conclusion in so far as it relates to the amounts and disclosures included in the respect of the said branch is based solely on the report of such branch auditor and the procedures performed by us as stated in paragraph 3 above.
- ii) We did not review the interim financial results of 2 (two) subsidiaries and 1 (one) associate included in the consolidated unaudited financial results, whose interim financial

results reflects total revenue of Rs.700.20 Crore, total net profit after tax of Rs.51.30 Crore and total comprehensive income of Rs.44.13 Crore as considered in the consolidated unaudited financial results.

The interim financial results/financial information of the above mentioned entities have been reviewed by other auditors whose reports 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 included in respect of these subsidiaries is based solely on the reports of other auditors and the procedures performed by us as stated in paragraph 3 above.

Our conclusion on the Statement is not modified in respect of the above matters.

For M/s. PKKG BALASUBRAMANIAM & ASSOCIATES, Chartered Accountants, Firm Regn. No. 001547S	For M/s. R Subramanian and Company LLP, Chartered Accountants, Firm Regn. No. 004137S/S200041
R H S Ramakrishnan Partner M No. 021651 UDIN: 20021651AAAAAO9982	R. Subramanian Partner M No. 008460 UDIN : 20008460AAAAAY3571

Place: Chennai

Date : September 04, 2020

NLC India Limited
"Navratna" - A Government of India Enterprise

Extract of the statement of Consolidated Un-audited Financial Results for the Quarter Ended June 30, 2020

(Rs. in Crore)

Sl. No.	Particulars	Quarter Ended			Year Ended
		June 30, 2020	March 31, 2020	June 30, 2019	March 31, 2020
		(Un-audited)			(Audited)
1	Total Income from Operations (Net)	2,699.00	3,069.33	2,082.21	10,320.56
2	Net Profit / (Loss) for the period before Tax (before Exceptional & Rate Regulated Activity)	564.78	719.14	266.05	2,211.10
3	Net Profit / (Loss) for the period before Tax (after Exceptional & Rate Regulated Activity)	531.55	778.47	368.79	2,345.11
4	Net Profit / (Loss) for the period after Tax	343.48	498.12	283.77	1,452.98
5	Total Comprehensive Income for the period [comprising Profit / (Loss) for the period (after tax) and Other Comprehensive Income (after tax)]	332.84	500.47	203.31	1,327.62
6	Paid-up Equity Share Capital (Face Value of Rs. 10/- each)	1,386.64	1,386.64	1,386.64	1,386.64
7	Reserves (excluding Revaluation Reserve)				11,518.49
8	Net worth				12,777.46
9	Earnings per Equity Share (of Rs. 10 each) from continuing operations (before adjustment of Net Regulatory Deferral Balance):				
	Basic (in Rs.)	2.14	3.35	1.30	9.66
	Diluted (in Rs.)	2.14	3.35	1.30	9.66
10	Earnings per Equity Share (of Rs. 10 each) from continuing operations (after adjustment of Net Regulatory Deferral Balance):				
	Basic (in Rs.)	2.48	3.59	2.05	10.48
	Diluted (in Rs.)	2.48	3.59	2.05	10.48

Note:

The above is an extract of the detailed format of Quarter Ended Consolidated Un-audited financial results filed with the Stock Exchanges under Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. The full format of the Quarter Ended Consolidated Un-audited financial results are available on the Stock Exchanges websites at www.nseindia.com & www.bseindia.com and on company's website i.e. www.nlcindia.com.

For NLC INDIA LIMITED

Place: Neyveli

Date : 04.09.2020

RAKESH KUMAR

CHAIRMAN CUM MANAGING DIRECTOR

NLC India Limited

**First Floor, No. 8, Mayor Sathyamurty Road,
FSD, Egmore Complex of Food Corporation of India
Chetpet, Chennai-600031, Tamil Nadu**

Sub: Quarterly compliance pursuant to Regulation 54 (2) of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended.

In pursuance of regulations 54(2) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, for the quarter and three months ended 30th June 2020 for secured, Non Cumulative ,Non Convertible , Redeemable, Taxable Bond of Rs. 10,00,000/- each -NLCIL Bonds – 2019- Series I for 1475 Crore and secured, Non Cumulative ,Non Convertible, Redeemable, Taxable Bond of Rs. 10,00,000/- each -NLCIL Bonds – 2020- Series I for 525 Crore aggregating to Rs. 2000 Crore, 100% security is created and maintained. The security has been created through Equitable mortgage by deposit of title deeds on “All pieces and parcels of the land pertaining to the TPS II expansion (2x250 MW), Neyveli, Tamil Nadu, together with all buildings, structures, erections, plant and machinery and other equipments’ installed or erected on the said land of the Company.

Place: Neyveli
Date : 04.09.2020

RAKESH KUMAR
CHAIRMAN CUM MANAGING DIRECTOR