

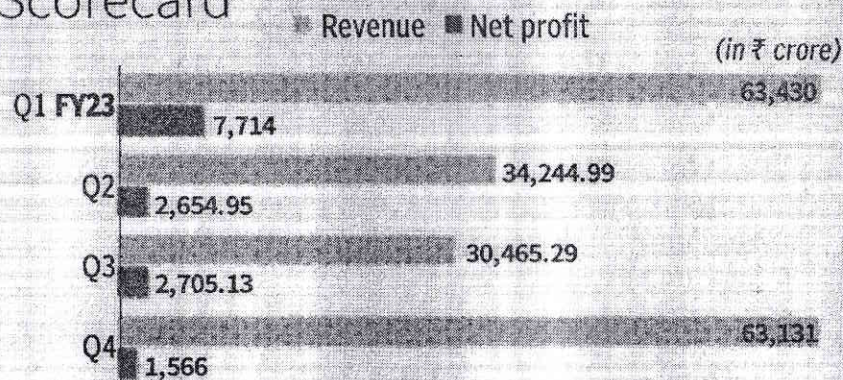
Tata Steel net dips 84% on lower realisation

Our Bureau
Mumbai

Tata Steel has reported an 84 per cent downtick in its net profit in the March quarter at ₹1,566 crore as against ₹9,835 crore logged in the same period last year, largely due to lower realisation and higher cost.

The company has also declared a dividend of ₹3.60 per share. Sales during the quarter under review was down at 7.78 million tonne (8.01 mt) while production increased to 7.80 mt (7.62 mt). Income dipped 9 per cent to ₹63,131 crore (₹69,615 crore). Overall expenses increased to ₹59,918 crore (₹57,636 crore).

Scorecard



EBITDA was down 54 per cent at ₹7,225 crore (₹15,891 crore) while EBITDA per tonne dipped to ₹9,288 (₹19,832).

For the full year FY23, the company reported 81 per cent decline in net profit to ₹8,075 crore (₹41,749 crore) as turnover remained almost

static at ₹2.43-lakh crore (₹2.44-lakh crore).

REDUCING EMISSIONS

TV Narendran, Managing Director, Tata Steel, said the company has multiple ongoing projects at various locations which should take the production capacity to 40 mtpa by

2030. During the quarter, Europe deliveries were up 9 per cent q-o-q.

“Our route and pace of decarbonisation across geographies will be calibrated for each location based on the local regulatory framework, government support and willingness of customers to pay for higher cost green steel,” he said.

The company pursues multiple initiatives to reduce emissions, including a recently initiated trial for injecting large quantity of hydrogen into blast furnaces at Jamshedpur, he added. Tata Steel has incurred a capex of ₹4,396 crore in Q4. Free cash flow was at ₹4,809 crore and gross debt at ₹84,893 crore.