

HZL/2020-SECY/

January 20, 2021

Bombay Stock Exchange Ltd.
P.J. Towers, Dalal Street,
Mumbai - 400001

National Stock Exchange of (India) Ltd.
"Exchange Plaza"
Bandra-Kurla Complex,
Mumbai – 400051

Kind Attn: - General Manager,
Dept. of Corporate Services

Kind Attn:- Head - Listing & Corporate
Communications

Scrip Code: 500188

Trading Symbol: HINDZINC-EQ

Dear Sir(s),

Sub: - Unaudited Quarterly Financial Results for the 3rd quarter and nine months ended December 31, 2020.

Dear All,

As per the requirement of Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulation, 2015, we forward herewith a copy of un-audited financial results for the 3rd quarter and nine months ended December 31, 2020, duly adopted in the meeting of Board of Directors held on January 20, 2021.

We also forward herewith a copy of the limited review report issued by the Statutory auditors on the unaudited financial results for the 3rd quarter and nine months ended December 31, 2020.

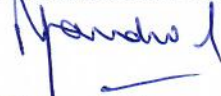
The meeting of the Board of Directors of the Company dated January 20, 2021 commenced at 12:00 Noon and concluded at 01:50 PM.

Copy of press release issued is also attached herewith.

We request you to kindly take the above information on record.

Thanking you,

Yours faithfully,
For Hindustan Zinc Limited,



(R Pandwal)
Company Secretary
Encl: as above.



HINDUSTAN ZINC LIMITED

Regd Office: Yashad Bhawan, Udaipur - 313004



PBX No. 0294-6604000, CIN - L27204RJ1966PLC001208, www.hzindia.com

STATEMENT OF UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND NINE MONTHS ENDED 31ST DECEMBER, 2020

(₹ in Crore, except as stated)

PARTICULARS	Quarter ended			Nine months ended		Year ended
	31.12.2020	30.09.2020	31.12.2019	31.12.2020	31.12.2019	31.03.2020
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
1 Revenue from operations	5,915	5,533	4,626	15,346	14,011	18,332
2 Other operating income	118	127	46	336	159	229
3 Other income	450	390	445	1,524	1,464	1,934
Total Income	6,483	6,050	5,117	17,206	15,634	20,495
4 Expenses						
a. Changes In inventories of finished goods & WIP	25	142	(171)	334	(191)	(291)
b. Employee benefit expense	189	166	201	590	575	689
c. Depreciation and amortisation	639	652	597	1,835	1,726	2,279
d. Power and fuel	440	435	404	1,263	1,262	1,704
e. Mining royalty	730	673	613	1,866	1,746	2,353
f. Finance costs	135	68	42	255	96	112
g. Other expenses	1,380	1,292	1,336	3,832	3,895	5,259
Total expenses	3,538	3,428	3,022	9,975	9,109	12,105
5 Profit Before Tax	2,945	2,622	2,095	7,231	6,525	8,390
6 Tax Expense						
Current tax	509	453	358	1,249	1,117	1,428
Deferred tax	236	229	117	483	(58)	157
Net Tax Expense	745	682	475	1,732	1,059	1,585
7 Net Profit	2,200	1,940	1,620	5,499	5,466	6,805
(i) Items that will not be reclassified to profit or loss	(3)	8	(7)	2	(84)	(154)
(ii) Income tax relating to above	1	(3)	2	(1)	29	54
8 Other Comprehensive Income	(2)	5	(5)	1	(55)	(100)
9 Total Comprehensive Income for the period	2,198	1,945	1,615	5,500	5,411	6,705
10 Paid up Equity Share Capital (face value ₹ 2 each)	845	845	845	845	845	845
11 Reserves as shown in the Audited Balance Sheet						39,465
12 Earnings Per Share In Rs. (of ₹ 2 each) (not annualised except for year ended March):						
a. Basic	5.21	4.59	3.83	13.01	12.94	16.11
b. Diluted	5.21	4.59	3.83	13.01	12.94	16.11

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REPORTING OF SEGMENT WISE REVENUE, RESULTS AND CAPITAL EMPLOYED

₹ in Crore

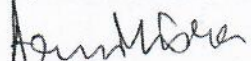
PARTICULARS	Quarter ended			Nine months ended		Year ended
	31.12.2020	30.09.2020	31.12.2019	31.12.2020	31.12.2019	31.03.2020
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
1 Segment Revenue						
a) Zinc, Lead and Silver						
(i) Zinc, Lead, others	4,744	4,249	3,908	12,200	12,023	15,715
(ii) Silver Metal	1,145	1,242	692	3,032	1,843	2,444
Total	5,889	5,491	4,600	15,232	13,866	18,159
b) Wind Energy	26	42	26	114	145	173
Revenue from operations	5,915	5,533	4,626	15,346	14,011	18,332
Other Operating Income	118	127	46	336	159	229
Total operating income	6,033	5,660	4,672	15,682	14,170	18,561
2 Segment Result						
a) Zinc, Lead and Silver						
(i) Zinc, Lead, others	1,685	1,221	1,097	3,428	3,526	4,431
(ii) Silver Metal	1,013	1,080	613	2,625	1,610	2,127
Total	2,698	2,301	1,710	6,053	5,136	6,558
b) Wind Energy	8	28	8	66	97	109
Profit before interest and tax	2,706	2,329	1,718	6,119	5,233	6,667
Less: Finance costs	135	68	42	255	96	112
Add : Other unallocable income net of unallocable expenditure	374	361	419	1,367	1,388	1,835
Profit before Tax	2,945	2,622	2,095	7,231	6,525	8,390
Segment Assets						
a) Zinc, Lead and Silver	20,668	20,922	20,637	20,668	20,637	21,340
b) Wind Energy	665	692	714	665	714	693
c) Unallocated	23,356	30,135	25,305	23,356	25,305	24,942
	44,689	51,749	46,656	44,689	46,656	46,975
Segment Liabilities						
a) Zinc, Lead and Silver	4,650	5,097	4,596	4,650	4,596	5,950
b) Wind Energy	17	19	17	17	17	20
c) Unallocated	10,181	9,992	3,026	10,181	3,026	695
	14,848	15,108	7,639	14,848	7,639	6,665
Capital Employed	29,841	36,641	39,017	29,841	39,017	40,310

NOTES:

- The above results for the quarter and nine months ended December 31, 2020 have been reviewed by Audit Committee and approved by the Board of Directors in its meeting held on January 20, 2021 and have been subjected to a limited review by the auditors of the Company.
- Previous period/year figures have been regrouped/rearranged, wherever necessary.

Date: January 20, 2021
Place: Mumbai

By Order of the Board



Arun Misra
CEO & Whole-time Director

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Independent Auditor's Review Report on the Quarterly and Year to Date Unaudited 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
Hindustan Zinc Limited

1. We have reviewed the accompanying statement of unaudited financial results of Hindustan Zinc Limited (the "Company") for the quarter ended December 31, 2020 and year to date from April 01, 2020 to December 31, 2020 (the "Statement") attached herewith, 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, (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.
4. Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the recognition and measurement principles laid down in the aforesaid Indian Accounting Standards ('Ind AS') specified under Section 133 of the Companies Act, 2013 as amended, read with relevant rules issued thereunder and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of the Listing Regulations, including the manner in which it is to be disclosed, or that it contains any material misstatement.

For S.R. BATLIBOI & Co. LLP

Chartered Accountants

ICAI Firm registration number: 301003E/E300005

SUDHIR
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email=sudhir.soni@srb.in
Date: 2021.01.20 12:31:07 +05'30'

per Sudhir Soni

Partner

Membership No.: 41870

UDIN: 21041870AAAAAA2355

Place: Mumbai

Date: January 20, 2021

Hindustan Zinc Limited

Results for the Third Quarter and Nine Months Ended December 31, 2020

*“Highest ever quarterly ore production; Lowest 9M cost of production¹
since transition to UG operation”*

Highlights for the quarter

- Mined metal production: 244kt
- Refined metal production: 235kt
- Saleable silver production: 183 MT
- Zinc COP: \$946 per MT

Udaipur, January 20, 2021: Hindustan Zinc Limited, the leading global integrated producer of zinc, lead and silver, reported its results for the third quarter and nine months ended December 31, 2020.

Commenting on the Q3 performance, **Mr Arun Misra, CEO**, said: *“We have delivered record production volumes yet again despite challenging operating environment due to Covid. Our steadfast focus on strengthening fundamentals will allow us to operate at targeted run-rate production in Q4, in turn setting the stage right for next fiscal year. We are leveraging technology for increased efficiency at our mines & smelters and more importantly to ensure safe operations in these extraordinary times.”*

Mr Swayam Saurabh, CFO, said: *“Our unwavering commitment to invest in cutting edge technology and increased digitization of our operations, along with other structural cost reduction initiatives has helped to successfully bring down the cost at sustainable low levels. Our firm focus on free cash flow generation through working capital optimization has enabled us to deliver industry-leading shareholder returns. We continue to strive to set new benchmarks for our peers globally and create long term value for all stakeholders.”*

¹ In dollar terms

Financial Summary

INR. Crore or as stated

Particulars	Q3			Q2		9M		
	2021	2020	Change	2021	Change	2021	2020	Change
Sales¹								
Zinc	3,835	3,165	21%	3,323	15%	9,720	9,725	0%
Lead	817	652	25%	861	-5%	2,283	2,007	14%
Silver	1,146	690	66%	1,237	-7%	3,026	1,844	64%
Others	235	165	42%	239	-2%	653	594	10%
Total	6,033	4,672	29%	5,660	7%	15,682	14,170	11%
EBITDA	3,314	2,288	45%	2,952	12%	7,865	6,888	14%
Profit After Taxes	2,200	1,620	36%	1,940	13%	5,499	5,466	1%
Earnings per Share (INR, not annualised)	5.21	3.83	36%	4.59	14%	13.01	12.94	1%
Mined Metal Production ('000 MT)	244	235	4%	238	2%	684	668	2%
Refined Metal Production ('000 MT)								
Total Refined Metal								
Zinc	182	178	2%	180	1%	520	516	1%
Saleable Lead ²	52	41	28%	57	-7%	153	132	16%
Zinc & Lead	235	219	7%	237	-1%	674	649	4%
Saleable Silver ^{3,4} (in MT)	183	149	23%	203	-10%	503	442	14%
Wind Power (in million units)	61	68	-10%	113	-46%	286	366	-22%
Zinc CoP without Royalty (INR/MT)	69,744	76,571	-9%	68,228	2%	71,369	74,881	-5%
Zinc CoP without Royalty (\$/MT)	946	1,077	-12%	919	3%	958	1,065	-10%
Zinc LME (\$ / MT)	2,628	2,388	10%	2,335	13%	2,314	2,495	-7%
Lead LME (\$ / MT)	1,901	2,045	-7%	1,873	1%	1,819	1,988	-9%
Silver LBMA (\$ / oz.)	24.4	17.3	41%	24.3	1%	21.8	16.4	33%
USD-INR (average)	73.74	71.06	4%	74.24	-1%	74.48	70.34	6%

(1) Including other operating income

(2) Excluding Captive consumption of 1,611 MT in Q3 FY 2021 as compared with 1,937 MT in Q3 FY 2020 and 1,786 MT in Q2 FY2021.

(3) Excluding captive consumption of 9 MT in Q3 FY2021 as compared with 10.1 MT in Q3 FY 2020 and 10.2 MT in Q2 FY2021.

(4) Silver occurs in Lead & Zinc ore and is recovered in the smelting and silver-refining processes.

Hindustan Zinc Limited

Registered Office: Yashad Bhawan, Udaipur (Rajasthan) - 313 004
T+91-294 660 4000 F+91-294 242 7734 www.hzindia.com
CIN: L27204RJ1966PLC001208

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Operational Performance

Total mined metal (MIC) production for the quarter was up 4% y-o-y to 244kt on account of higher ore production partially offset by slightly lower overall metal grades. Sequentially, MIC production grew by 2% driven by higher ore production. 9MFY21 MIC production at 684kt was up 2% y-o-y in line with higher ore production offset by slightly lower metal grades.

Integrated metal production was 235kt for the quarter, up 7% from a year ago. Integrated zinc production was 182kt, up 2% y-o-y, while integrated lead production was up 28% y-o-y to 52kt on account of dedicated pyro-lead smelter operation. Integrated silver production was 183 MT, up 23% y-o-y on account of higher lead production partially offset by lower grades at SK. Sequentially, integrated metal production was marginally down by 1% on account of lower concentrate treatment. Integrated silver production was down 10% sequentially in line with lower lead production and lower grades at SK. 9MFY21 refined metal production was up 4% at 674kt in line with mined metal availability, while 9M silver production was 14% higher y-o-y at 503 MT in line with higher lead production and higher metal grades at SK.

Financial Performance

Revenue from operations during the quarter was INR 5,915 Crore, an increase of 28% y-o-y led by higher metal volumes, higher zinc & silver prices and rupee depreciation partly offset by lower lead prices. Zinc sales volume increased 6% y-o-y and lead by 30% y-o-y in line with higher production and robust demand.

Sequentially, revenue was up 7%, primarily driven higher zinc prices, higher metal premium, partly offset by rupee appreciation. Zinc LME prices were sequentially up 13%, while lead prices were up 1%.

Zinc cost of production before royalty (COP) was \$946 (Rs. 69,744) per MT for the quarter, lower by 12% y-o-y and higher 3% sequentially. COP for the quarter was impacted by one-time employee pay-outs equivalent to \$20 per MT. 9MFY21 COP was \$958, down 10% y-o-y. The COP for the quarter and 9M benefitted from ongoing structural cost reduction initiatives partly offset by sequential increase in mine development in Q3.

As a continuation from last quarter, we remained focussed on executing critical priorities on all fronts of consumption, contracting, procurement and fixed costs resulting in sustained reduction in costs.

EBITDA for the quarter soared to INR 3,314 Crore, up 45% y-o-y and 12% sequentially on account of higher revenue and well managed operating costs.

Net profit for the quarter was INR 2,200 Crore, up 36% y-o-y and 13% sequentially driven by recovery in metal prices and strict cost discipline.

Outlook

We previously guided to achieve mined metal and finished metal production of 925-950 KT each and saleable silver production of c.650 MT in FY21. We also guided zinc cost of production to remain below \$1,000 per MT and project capex between USD100 million and USD140 million for the year.

Driven by continued strong performance, we are confident to achieve our mined metal and refined metal volume guidance, while likely to exceed our guidance on silver production and cost of production for FY21.

Expansion Projects

Environment Clearance (EC) received from Ministry of Environment & Forest (MoEF) for Zawar mine expansion from current 4 million MT per annum to 4.8 million MT per annum. Chanderiya zinc smelter also received EC for expansion from current 0.42 million MT per annum to 0.50 million MT per annum.

During the quarter, both back-fill plants were commissioned at Zawar mines. These plants will de-risk operations and provide opportunity to mine left-out high-grade ore in pillars.

Covid-19 restrictions including stringent visa guidelines for Chinese nationals continued during the quarter which resulted in delay in commissioning of Fumer plant at Chanderiya. We are actively seeking alternative solutions to resolve this at the earliest.

Liquidity and investment

As on December 31, 2020, the Company's gross cash and cash equivalents was Rs.21,024 Crore as compared to Rs. 27,631 Crore at the end of the second quarter (Sept'20).

The Company's net cash and cash equivalents as at end of December 31, 2020 was Rs.10,987 Crore as compared to Rs. 17,832 Crore at the end of the second quarter (Sept'20) and was invested in high quality debt instruments.

Earnings Call on Wednesday, January 20, 2021 at 4:00 pm (IST)

The Company will hold an earnings conference call on Wednesday, January 20, 2021 at 4.00 pm IST, where senior management will discuss the Company's results and performance.

Conference Dial-In Information:

Express Join via internet registration

Please dial the below number at least 5-10 minutes prior to the conference schedule.

Universal Access +91 22 6280 1340, +91 22 7115 8241

Local Access (Available all over India) +91-7045671221

Playback Dial-In Numbers +91 22 71945757, +91 22 66635757
Jan 21 - Jan 28, 2021 Playback Code: 53068

For further information, please contact:

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Abhishek Jha
Deputy Manager - Investor Relations
Abhishek.jha@vedanta.co.in

About Hindustan Zinc

Hindustan Zinc (NSE & BSE: HINDZINC), a Vedanta Group Company, is one of the world's largest and India's only integrated producer of Zinc-Lead and Silver. The Company is headquartered in Udaipur, Rajasthan in India where it also has its mines and smelting complexes. It is self-sufficient in power with installed captive thermal power plants and green energy plants including wind and solar power.

Sustainability & innovation is at the core of Hindustan Zinc's operations. The Company is ranked 1st in Asia-Pacific and 7th globally in the Dow Jones Sustainability Index 2020 in the metal & mining sector, is a certified water positive company, is a member of the FTSE4Good Index and also a part of the prestigious 'A' List by CDP for climate change.

As a socially responsible corporate, Hindustan Zinc is committed to enhancing the lives of local communities through its social programs. The company is amongst the Top 15 CSR Spenders in India and is currently reaching out to 500,000 people across 189 core villages in Rajasthan and Uttarakhand.

Disclaimer

This press release contains "forward-looking statements" - that is, statements related to future, not past, events. In this context, forward-looking statements often address our expected future businesses and financial performance, and often contain words such as "expects," "anticipates," "intends," "plans," "believes," "seeks," "should" or "will." Forward-looking statements by their nature address matters that are, to different degrees, uncertain. For us, uncertainties arise from the behaviour of financial and metals markets including the London Metal Exchange, London Bullion Metal Association, fluctuations in interest and/or exchange rates and metal prices; from future integration of acquired businesses; and from numerous other matters of national, regional and global scale, including those of a political, economic, business, competitive or regulatory nature. These uncertainties may cause our actual future results and/or business operations to be materially different than those expressed in our forward-looking statements. We do not undertake to update our forward-looking statements and investors should take their own decisions.