

Report on Review of Condensed Consolidated Interim Financial Statements**To the Board of Directors of Tata Motors Limited (formerly TML Commercial Vehicles Limited)****Introduction**

We have reviewed the accompanying condensed consolidated interim financial statements of Tata Motors Limited (formerly TML Commercial Vehicles Limited) (“the Holding Company”), its subsidiaries (together referred to as ‘the Group’), its associates, its joint ventures and joint operation (including its subsidiary company), which comprise the condensed consolidated interim balance sheet as at 30 June 2026, the condensed consolidated interim statement of profit and loss (including other comprehensive income) , the condensed consolidated interim statement of cash flows and the condensed consolidated interim statement of changes in equity for the quarter then ended and notes to the condensed consolidated interim financial statements, including material accounting policies and other explanatory information (hereinafter referred to as “condensed consolidated interim financial statements”). The Holding Company’s Management and Board of Directors is responsible for the preparation and presentation of these condensed consolidated interim financial statements in accordance with the accounting principles generally accepted in India, including the recognition and measurement principles laid down in Indian Accounting Standard (Ind AS) 34, Interim Financial Reporting as specified under section 133 of the Companies Act, 2013 (‘the Act’). Our responsibility is to express a conclusion on these condensed consolidated interim financial statements based on our review.

Scope of Review

We conducted our review in accordance with the Standard on Review Engagements (SRE) 2410, “Review of Interim Financial Information Performed by the Independent Auditor of the Entity”. 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.

Conclusion

Based on our review and based on the consideration of the review reports of the other auditors referred to in the Other matters paragraph 1 below, nothing has come to our attention that causes us to believe that the accompanying condensed consolidated interim financial statements are not prepared, in all material aspects, in accordance with Indian Accounting Standard (Ind AS 34), “Interim Financial Reporting” and other accounting principles generally accepted in India.

Registered Office:

Emphasis of Matter

We draw attention to Note 38 to the condensed consolidated interim financial statements which describes the accounting for the composite scheme of arrangement ('the Scheme') amongst Tata Motors Passenger Vehicles Ltd (Formerly Tata Motors Ltd) ("TMPVL"), the Company and Tata Motors Passenger Vehicles Ltd for demerger of commercial vehicles business of TMPVL into the Company and amalgamation of Tata Motors Passenger Vehicles Ltd with TMPVL. The Scheme has been approved by the National Company Law Tribunal ('NCLT') vide its order dated 25 August 2025 and a certified copy has been filed by the Company with the Registrar of Companies, Maharashtra, on 1 October 2025. Though the appointed date as per the NCLT approved Scheme is 1 July 2025, as per the requirements of Appendix C to Ind AS 103 "Business Combinations", the business combination has been accounted for as if it had occurred from the date of incorporation of the Company i.e. 23 June 2024. Accordingly, the corresponding amounts for the quarter ended 30 June 2025 have been restated by the Company after recognizing the effect of the above business combination.

Our conclusion is not modified in respect of this matter.

Other Matters

1. We did not review the interim financial statements of 2 wholly owned subsidiaries and 2 step-down subsidiaries included in the condensed consolidated interim financial statements, whose interim financial statements reflect total assets (before consolidation adjustments) of Rs. 11,732 crores as at 30 June 2026, and total revenues (before consolidation adjustments) of Rs. 1,443 crores, total net profit after tax (before consolidation adjustments) (net) of Rs.1,056 crores, total comprehensive income (before consolidation adjustments) (net) of Rs. 1,012 crores and cash outflows (before consolidation adjustments) (net) of Rs. 71 crores for the quarter ended 30 June 2026, as considered in the condensed consolidated interim financial statements. These interim financial statements have been reviewed by other auditors whose reports have been furnished to us by the Holding Company's management and our report on the condensed consolidated interim financial statements, in so far as it relates to the amounts and disclosures included in respect of these subsidiaries and step-down subsidiaries is based solely on the reports of the other auditors.

Both the step-down subsidiaries referred above are located outside India, whose interim financial statements have been prepared under the generally accepted accounting principles ('GAAPs') applicable in their respective countries and which have been reviewed by the respective auditors under generally accepted auditing standards applicable in their respective countries. The Holding Company's management has converted these interim financial statements from accounting principles generally accepted in their respective countries to Indian Accounting Standards (Ind AS) prescribed under Section 133 of the Companies Act, 2013. 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 step-down subsidiaries located outside India is based on the reports of other auditors under the aforementioned GAAPs in respective countries and the aforesaid conversion adjustments prepared by the Holding Company's management and reviewed by us.

2. The condensed consolidated interim financial statements include the financial information of 7 subsidiaries and 5 step-down subsidiaries which have not been reviewed by their auditors and are based solely on the management certified accounts, whose interim financial information reflect total assets (before consolidation adjustments) of Rs.9,301 crores as at 30 June 2026, and total revenues (before consolidation adjustments) of Rs. 244 crores, total net profit after tax (before consolidation adjustments) (net) of Rs. 12 crores, total comprehensive income (before consolidation adjustments) (net) of Rs.20 crores and cash outflows (before consolidation adjustments) of Rs. 1,093 crores for the quarter ended 30 June 2026, as considered in the condensed consolidated interim financial statements. The condensed

Other Matters (Continued)

consolidated interim financial statements also include the Group's share of net profit after tax(net) of Rs.18 crores and total comprehensive income (net) of Rs.18 crores for the quarter ended 30 June 2026, as considered in the condensed consolidated interim financial statements, in respect of 5 associates and 2 joint ventures which have not been reviewed by their auditors and are based solely on the management certified accounts. Our report on the condensed consolidated interim financial statements, in so far as it relates to the amounts and disclosures included in respect of these subsidiaries, step-down subsidiaries, associates and joint ventures are based solely on such unaudited financial information. In our opinion and according to the information and explanations given to us by the management, this financial information are not material to the Group.

3. Our conclusion on the condensed consolidated interim financial statements, is not modified in respect of the above matters relating to our reliance on the reports of other auditors and the financial information certified by the management.
4. Corresponding figures (which includes financial performance of commercial vehicles business transferred to the Company pursuant to the Scheme) for the quarter ended 30 June 2025 included in these condensed consolidated interim financial statements have not been reviewed.

Our conclusion is not modified with respect to this matter.

Place: Mumbai
Date: 12 August 2026

**Vijay
Mathur**

For **B S R & Co. LLP**
Chartered Accountants
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Vijay Mathur
Partner
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UDIN: 26046476NFPWIT1016

TATA MOTORS LIMITED (Formerly TML Commercial Vehicles Limited)
CONDENSED CONSOLIDATED BALANCE SHEET

		(₹ in crores)	
Particulars	Notes	As at June 30, 2026	As at March 31, 2026
I. ASSETS			
(1) NON-CURRENT ASSETS			
(a) Property, plant and equipment	3(A)	11,003	11,036
(b) Capital work-in-progress	3(B)	738	712
(c) Right of use assets	4	836	812
(d) Goodwill	39	360	-
(e) Other intangible assets	5(A)	2,201	2,114
(f) Intangible assets under development	5(B)	1,262	1,314
(g) Investment in equity accounted investees		1,268	1,462
(h) Financial assets:			
(i) Investments	6	7,708	6,547
(ii) Loans	8	28	28
(iii) Other financial assets	9	4,363	4,389
(i) Non-current tax assets (net)		294	235
(j) Other non-current assets	15	447	451
		30,508	29,100
(2) CURRENT ASSETS			
(a) Inventories	10	6,655	5,448
(b) Financial assets:			
(i) Investments	7	3,638	5,274
(ii) Trade receivables	11	2,654	2,721
(iii) Cash and cash equivalents	12	6,037	6,899
(iv) Bank balances other than (iii) above	13	1,134	877
(v) Loans	8	18	32
(vi) Other financial assets	9	1,077	1,019
(c) Current tax assets (net)		21	14
(d) Other current assets	16	1,030	924
		22,264	23,208
(3) Assets classified as held-for-sale		1	1
TOTAL ASSETS		52,773	52,309
II. EQUITY AND LIABILITIES			
EQUITY			
(a) Equity share capital	17	737	736
(b) Other equity		13,037	11,998
Equity attributable to owners of Tata Motors Limited		13,774	12,734
Non-controlling interests	39	82	-
		13,856	12,734
LIABILITIES			
(1) NON-CURRENT LIABILITIES			
(a) Financial liabilities:			
(i) Borrowings	18	1,152	1,344
(ii) Lease liabilities		628	603
(iii) Other financial liabilities	20	220	137
(b) Provisions	22	3,668	3,484
(c) Deferred tax liabilities (net)		1,449	1,414
(d) Other non-current liabilities	23	1,883	1,990
		9,000	8,972
(2) CURRENT LIABILITIES			
(a) Financial liabilities:			
(i) Borrowings	19	2,880	3,473
(ii) Lease liabilities		202	195
(iii) Trade payables			
(a) Total outstanding dues of micro and small enterprises		280	371
(b) Total outstanding dues of creditors other than micro and small enterprises		13,897	13,113
Acceptances		1,891	2,220
(iv) Other financial liabilities	21	1,185	1,342
(b) Other current liabilities	24	7,152	7,414
(c) Provisions	22	2,416	2,416
(d) Current tax liabilities (net)		14	59
		29,917	30,603
TOTAL EQUITY AND LIABILITIES		52,773	52,309

See accompanying notes to condensed consolidated financial statements
In terms of our report attached

For **B S R & Co. LLP**

Chartered Accountants

Firm's Registration No.: 101248W/W-100022

VIJAY MATHUR
Partner
Membership No.: 046476

Place: Mumbai
Date: August 12, 2026

Vijay Mathur

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For and on behalf of the Board
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K V CHOWDARY [DIN: 08485334]
Director

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GIRISH WAGH [DIN: 03119361]
Managing Director and CEO

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RAMANAN GV
Chief Financial Officer

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Company Secretary

Place: Mumbai
Date: August 12, 2026

TATA MOTORS LIMITED (Formerly TML Commercial Vehicles Limited)
CONDENSED CONSOLIDATED STATEMENT OF PROFIT AND LOSS

Particulars	Notes	₹ in crores	
		Quarter ended June 30, 2026	Quarter ended June 30, 2025*
Revenue from operations	25		
(a) Revenue		20,576	17,192
(b) Other operating revenues		91	132
I. Total revenue from operations		20,667	17,324
II. Other income	26	396	302
III. Total income (I+II)		21,063	17,626
IV. Expenses:			
(a) Cost of materials consumed		12,771	10,808
(b) Purchase of products for sale		2,136	1,802
(c) Changes in inventories of finished goods, work-in-progress and products for sale		(671)	(1,242)
(d) Employee benefits expense	27	1,590	1,450
(e) Finance costs	28	135	254
(f) Foreign exchange (gain)/loss (net)		8	(95)
(g) Depreciation and amortisation expense		508	480
(h) Product development/engineering expenses	30	129	176
(i) Other expenses	31	2,788	2,631
(j) Fair value (gain) on equity investments measured at FVTPL		(1,135)	-
(k) Amount transferred to capital and other account	29	(221)	(282)
Total expenses (IV)		18,038	15,982
V. Profit before share of profit in equity accounted investees, exceptional items and tax (III-IV)		3,025	1,644
VI. Share of profit in equity accounted investees (net)		24	40
VII. Profit before exceptional items and tax (V+VI)		3,049	1,684
VIII. Exceptional items (net)	32	79	10
IX. Profit before tax (VII-VIII)		2,970	1,674
X. Tax expense (net):			
(a) Current tax		406	37
(b) Deferred tax		8	240
Total tax expense (net)		414	277
XI. Profit for the period (IX-X)		2,556	1,397
Attributable to:			
(a) Shareholders of the Company		2,560	1,397
(b) Non-controlling interests		(4)	-
XII. Other comprehensive (loss)/income :			
(A) (i) Items that will not be reclassified to profit or loss:			
(a) Remeasurement (losses)/gains on defined benefit obligations		(2)	(26)
(b) Equity instruments at fair value through other comprehensive income		26	-
(ii) Income tax (expense)/credit relating to items that will not be reclassified to profit or loss		(3)	7
(B) (i) Items that will be reclassified to profit or loss:			
(a) Exchange differences in translating the financial statements of foreign operations		(50)	184
(b) Gains/(losses) in cash flow hedges		25	(8)
(c) Share of other comprehensive (loss)/ income in equity accounted investees		(1)	-
(ii) Income tax (expense)/credit relating to items that will be reclassified to profit or loss		(6)	2
Total other comprehensive (loss)/income for the period (net of tax)		(11)	159
Attributable to:			
(a) Shareholders of the Company		(11)	159
(b) Non-controlling interests		-	-
XIII. Total comprehensive income for the period (net of tax) (XI+XII)		2,545	1,556
Attributable to:			
(a) Shareholders of the Company		2,549	1,556
(b) Non-controlling interests		(4)	-
XIV. Earnings per equity share (EPS)	37		
(a) Ordinary shares (face value of ₹2 each):			
(i) Basic EPS	₹	6.95	3.79
(ii) Diluted EPS	₹	6.95	3.79

*Re-presented (Refer note 38)

See accompanying notes to condensed consolidated financial statements
In terms of our report attached

For **B S R & Co. LLP**
Chartered Accountants
Firm's Registration No: 101248W/W-100022

VIJAY MATHUR
Partner
Membership No.: 046476

Place: Mumbai
Date: August 12, 2026

For and on behalf of the Board
VEERAYYA CHOWDARY KOSARAJU
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K V CHOWDARY [DIN: 08485334]
Director

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Managing Director and CEO

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Company Secretary

Place: Mumbai
Date: August 12, 2026

TATA MOTORS LIMITED (Formerly TML Commercial Vehicles Limited)
CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

Particulars	(₹ in crores)	
	Quarter ended	Quarter ended
	June 30, 2026	June 30, 2025*
Cash flows from operating activities:		
Profit for the period	2,556	1,397
Adjustments for:		
Depreciation and amortisation expense	508	480
Allowances for trade and other receivables	21	24
Inventory write-down/(back) (net)	24	15
Discounting of warranty and other provisions	-	35
Non cash exceptional items loss	34	7
Accrual for share-based payments	3	-
Lease charges (amortisation considered as employee cost)	17	20
Foreign exchange (gain)/loss (net)	50	(60)
Marked-to-market gain on investments measured at fair value through profit or loss	(1,139)	(1)
(Income)/loss on sale of assets (including assets scrapped/written off) (net)	(9)	(23)
Profit on sale of investments (net)	(45)	(56)
Share of profit in equity accounted investees (net)	(24)	(40)
Tax expense (net)	414	277
Finance costs	135	254
Interest income	(244)	(155)
Cash flows from operating activities before changes in following assets and liabilities	2,301	2,174
Trade receivables	57	(532)
Loans and other financial assets	141	(43)
Other current and non-current assets	(84)	(347)
Inventories	(1,269)	(1,446)
Trade payables	360	(591)
Other current and non-current liabilities	(174)	(789)
Other financial liabilities	57	143
Provisions	98	104
Cash from/(used in) operations	1,487	(1,327)
Income tax paid (net)	(511)	(19)
Net cash from/(used in) operating activities	976	(1,346)
Cash flows from investing activities:		
Payments for property, plant and equipments	(402)	(438)
Payments for other intangible assets	(270)	(292)
Proceeds from sale of property, plant and equipments	14	25
Investments in mutual fund sold/(purchased)(net)	9	2,651
Investments in certificate of deposits	(1,182)	-
Payment pursuant to acquisition of subsidiary (net of cash acquired)	(94)	-
Proceeds from sale of investments in government securities	2,712	-
Interest received	214	139
Dividend received from equity accounted investees	12	-
Proceeds from inter corporate deposits	-	5
Deposit/restricted deposits with banks	(197)	(1,105)
Realisation of deposits/restricted deposits with banks	14	1,995
Net cash from investing activities	830	2,980

TATA MOTORS LIMITED (Formerly TML Commercial Vehicles Limited)
CONDENSED CONSOLIDATED CASH FLOW STATEMENT

Particulars	(₹ in crores)	
	Quarter ended June 30, 2026	Quarter ended June 30, 2025
Cash flows from financing activities:		
Repayment of long-term borrowings	(642)	(1,117)
Proceeds from option settlement of long term borrowings	-	263
Net change in other short-term borrowings (with maturity up to three months)	(159)	1,180
Repayment of lease liability (including interest)	(59)	(59)
Dividend paid	(1,465)	-
Interest paid [including discounting charges paid, ₹28 crores (June 30, 2025 ₹44 crores)]	(154)	(240)
Net cash (used in)/from financing activities	(2,479)	27
Net (decrease)/increase in cash and cash equivalents	(673)	1,661
Cash and cash equivalents as at April 1 (opening balance) (Refer note 12)	6,899	1,033
Effect of foreign exchange on cash and cash equivalents	(189)	50
Net Assets changes recognized pursuant to the Scheme (Refer note 38)	-	(799)
Cash and cash equivalents as at June 30, (closing balance) (Refer note 12)	6,037	1,945
Non-cash transactions:		
Liability towards property, plant and equipment and intangible assets purchased on credit/deferred credit	217	198
Increase in liabilities arising from financing activities on account of non-cash transactions:		
Exchange differences	(6)	29
Amortisation of prepaid discounting charges	22	46

*Re-presented (Refer note 38)

See accompanying notes to condensed consolidated financial statements
In terms of our report attached

For **B S R & Co. LLP**
Chartered Accountants
Firm's Registration No: 101248W/W-100022

VIJAY MATHUR
Partner
Membership No.: 046476

Place: Mumbai
Date: August 12, 2026

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For and on behalf of the Board
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Director

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Managing Director and CEO

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Chief Financial Officer

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Company Secretary

Place: Mumbai
Date: August 12, 2026

TATA MOTORS LIMITED (Formerly TML Commercial Vehicles Limited)
CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
For the period ended June 30, 2026

A. Equity Share Capital

	(₹ in crores)
	Equity Share Capital
Balance as at April 1, 2026	736
Add: Issue of shares on exercise of stock options by employees	0
Balance as at June 30, 2026	737

B. Other Equity

			Reserves								Other components of equity				(₹ in crores)		
Particulars	Securities Premium Reserve	Share Application money pending allotment	Share-based payments reserve	General reserve	Capital reserve	Reserve for research and human resource development	Special reserve	Earned surplus reserve	NCI reserve	Retained earnings	Equity instruments through other comprehensive income	Hedging reserve	Cost of hedging reserve	Currency translation reserve	Attributable to Owners of Tata Motors Limited (formerly, TML Commercial Vehicles Limited)	Non-controlling interests	Total other equity
Opening balance as at April 1, 2026	-	-	32	1,029	3,317	201	247	46	-	6,498	159	(32)	(6)	507	11,998	-	11,998
Profit for the period	-	-	-	-	-	-	-	-	-	2,560	-	-	-	-	2,560	(4)	2,556
Remeasurement losses on defined benefit obligations (net)	-	-	-	-	-	-	-	-	-	(3)	-	-	-	-	(3)	-	(3)
Other comprehensive income/(loss) for the period (net)	-	-	-	-	-	-	-	-	-	-	23	12	7	(50)	(8)	-	(8)
Total comprehensive income/(loss) for the period (net)	-	-	-	-	-	-	-	-	-	2,557	23	12	7	(50)	2,549	(4)	2,545
Additions on account of business combination (Refer note 39)	-	-	-	-	-	-	-	-	(39)	-	-	-	-	-	(39)	86	47
Exercise of stock option by employees	3	0	(3)	-	-	-	-	-	-	-	-	-	-	-	(0)	-	(0)
Dividend paid	-	-	-	-	-	-	-	-	-	(1,473)	-	-	-	-	(1,473)	-	(1,473)
Share-based payments (Refer note 27)	-	-	2	-	-	-	-	-	-	-	-	-	-	-	2	0	2
Balance as at June 30, 2026	3	0	31	1,029	3,317	201	247	46	(39)	7,582	182	(20)	1	457	13,037	82	13,119

See accompanying notes to condensed consolidated financial statements
In terms of our report attached

For **B S R & Co. LLP**

Chartered Accountants
Firm's Registration No: 101248W/W-100022

VIJAY MATHUR
Partner
Membership No.: 046476

Vijay Mathur
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Date: August 12, 2026

For and on behalf of the Board

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Company Secretary

Place: Mumbai
Date: August 12, 2026

TATA MOTORS LIMITED (Formerly TML Commercial Vehicles Limited)
CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
For the period ended June 30, 2025

A. Equity Share Capital*

	(₹ in crores)
	Equity Share Capital
Balance as at April 1, 2025	0
Add: Issuance of shares	-
Balance as at June 30, 2025	0

Refer note 38 for Equity share capital to be issued pursuant to the scheme.

B. Other Equity

														(₹ in crores)
Particulars			Reserves							Other components of equity				Total other equity
	Securities Premium Reserve	Share Application money pending allotment	Share-based payments reserve	General reserve	Capital reserve	Reserve for research and human resource development	Special reserve	Earned surplus reserve	Retained earnings	Equity instruments through other comprehensive income	Hedging reserve	Cost of hedging reserve	Currency translation reserve	
Opening balance as at April 1, 2025	-	-	-	1,029	4,199	201	247	46	3,450	255	(3)	11	362	9,797
Profit for the period	-	-	-	-	-	-	-	-	1,397	-	-	-	-	1,397
Remeasurement losses on defined benefit obligations (net)	-	-	-	-	-	-	-	-	(19)	-	-	-	-	(19)
Other comprehensive income /(loss) for the period (net)	-	-	-	-	-	-	-	-	-	-	2	(8)	184	178
Total comprehensive income/(loss) for the period (net)	-	-	-	-	-	-	-	-	1,378	-	2	(8)	184	1,556
Net Assets changes recognized pursuant to the Scheme (Refer note 38)	-	-	-	-	(799)	-	-	-	-	-	-	-	-	(799)
Balance as at June 30, 2025	-	-	-	1,029	3,400	201	247	46	4,828	255	(1)	3	546	10,554

*Re-presented (Refer note 38)

See accompanying notes to condensed consolidated financial statements
In terms of our report attached

For **B S R & Co. LLP**
Chartered Accountants
Firm's Registration No: 101248W/W-100022

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Vijay Mathur
Date: 2026.08.12
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VIJAY MATHUR
Partner
Membership No.: 046476

Place: Mumbai
Date: August 12, 2026

For and on behalf of the Board
VEERAYYA CHOWDARY
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VEERAYYA CHOWDARY
KOSARAJU
Date: 2026.08.12
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K V CHOWDARY [DIN: 08485334]
Director

GIRISH ARUN WAGH
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GIRISH ARUN WAGH
Date: 2026.08.12
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GIRISH WAGH [DIN: 03119361]
Managing Director and CEO

VENKATA RAMANA N GOPAL
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VENKATA RAMANAN GOPAL
Date: 2026.08.12
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RAMANAN GV
Chief Financial Officer

RANJAN KUMAR
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RANJAN KUMAR
Date: 2026.08.12
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RANJAN KUMAR [ACS:A16192]
Company Secretary

Place: Mumbai
Date: August 12, 2026

TATA MOTORS LIMITED (Formerly TML Commercial Vehicles Limited)

NOTES FORMING PART OF CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

1 Background and operations

Tata Motors Limited (formerly TML Commercial Vehicles Limited), incorporated on June 23, 2024, and its subsidiaries, associates, joint ventures and joint operations, collectively referred to as ("the Company" or "TML"), designs, manufactures and sells a wide range of automotive vehicles. The Company also manufactures engines for industrial applications.

The Company is a public limited company incorporated and domiciled in India and has its registered office at Mumbai, India. After issuance of shares as per Scheme of Arrangement approved by NCLT ("Scheme") (refer Note 38), Tata Sons Private Limited, together with its subsidiaries owns **42.50%** of the Ordinary shares of the Company (on issuance of shares on October 15, 2025) and has the ability to significantly influence the Company's operations.

The Board of Directors has at its meeting held on August 1, 2024, approved a Composite Scheme of Arrangement amongst Tata Motors Passenger Vehicles Ltd (formerly Tata Motors Ltd) ("TMPVL"), Tata Motors Ltd (formerly TML Commercial Vehicles Ltd), Tata Motors Passenger Vehicles Ltd and their respective shareholders under Sections 230-232 of the Companies Act, 2013, which, inter alia, provides for:

- demerger, transfer and vesting of the commercial vehicles business of TMPVL along with related investments ("demerged undertaking") to the Company on a going concern basis; and

- amalgamation of Tata Motors Passenger Vehicles Ltd with TMPVL with an objective of consolidating the passenger vehicles business.

The above Composite Scheme of Arrangement which was approved by NCLT ("Scheme") is effective from October 1, 2025 with appointed date of July 1, 2025. The accounting effects of the Scheme has been disclosed in Note 38.

The condensed consolidated financial statements were approved by the Board of Directors and authorised for issue on August 12, 2026.

2 (a) Material accounting policies

The condensed consolidated financial statements have been prepared on historical cost basis except for certain financial instruments and defined benefit plans and share based payments measured at fair value.

The same accounting policies have been followed in these condensed consolidated financial statements as were applied in the preparation of the Company's condensed consolidated financial statements for the year ended March 31, 2026. Income taxes are accrued using the tax rate that is expected to be applicable for the full financial year.

(b) Basis of consolidation

The condensed consolidated financial statements include Tata Motors Limited (including joint operations) and its subsidiaries and Company's interest in associates and joint ventures for the quarter ended June 30, 2026.

Subsidiaries

Subsidiaries are entities controlled by the Company. Control exists when the Company (a) has power over the investee, (b) it is exposed, or has rights, to variable returns from its involvement with the investee and (c) has the ability to affect those returns through its power to direct relevant activities of the investee. Relevant activities are those activities that significantly affect an entity's returns. The Company reassesses whether or not it controls an investee if facts and circumstances indicate that there are changes to one or more of the three elements listed above. In assessing control, potential voting rights that currently are exercisable and other contractual arrangements that may influence control are taken into account. The results of subsidiaries acquired or disposed of during the period are included in the condensed consolidated financial statements from the effective date of acquisition and up to the effective date of disposal, as appropriate.

Inter-company transactions and balances including unrealised profits are eliminated in full on consolidation.

Non-controlling interests in the net assets (excluding goodwill) of consolidated subsidiaries are identified separately from the Company's equity. The interest of non-controlling shareholders may be initially measured either at fair value or at the non-controlling interests' proportionate share of the fair value of the acquiree's identifiable net assets. The choice of measurement basis is made on an acquisition-by-acquisition basis. Subsequent to acquisition, the carrying amount of non-controlling interests is the amount of those interests at initial recognition plus the noncontrolling interests' share of subsequent changes in equity. Total comprehensive income is attributed to non-controlling interests even if it results in the non-controlling interest having a deficit balance.

Changes in the Company's interests in subsidiaries that do not result in a loss of control are accounted for as equity transactions. The carrying amount of the Company's interests and the non-controlling interests are adjusted to reflect the changes in their relative interests in the subsidiaries. Any difference between the amount by which the non-controlling interests are adjusted and the fair value of the consideration paid or received is recognised directly in equity and attributed to owners of the Company.

When the Company loses control of a subsidiary, the profit or loss on disposal is calculated as the difference between (i) the aggregate of the fair value of consideration received and the fair value of any retained interest and (ii) the previous carrying amount of the assets (including goodwill), and liabilities of the subsidiary and any non-controlling interests. Amounts previously recognised in other comprehensive income in relation to the subsidiary are accounted for (i.e., reclassified to profit or loss) in the same manner as would be required if the relevant assets or liabilities were disposed of. The fair value of any investment retained in the former subsidiary at the date when control is lost is regarded as the fair value on initial recognition for subsequent accounting or, when applicable, the cost on initial recognition of an investment in an associate or jointly controlled entity.

When the Company writes a put option to NCI shareholders, a financial liability is recognized. The financial liability is subsequently re-measured at each reporting period in accordance with Ind AS 109 Financial Instruments and changes in the measurement of the financial liability are recognized in the condensed consolidated statement of profit or loss. In case if the put option expires without delivery, the carrying amount of the financial liability is reclassified to equity ('NCI reserve'). If the option is exercised, the corresponding NCI (if any) to the extent of shares re-acquired from non-controlling shareholders is derecognised through equity ('NCI reserve') at the time of exercise of the put option.

Interests in joint arrangements

A joint arrangement is an arrangement of which two or more parties have joint control. Joint control is the contractually agreed sharing of control of an arrangement, which exists only when decisions about the relevant activities require the unanimous consent of the parties sharing control.

Joint operations

Certain of the Company's activities, are conducted through joint operations, which are joint arrangements whereby the parties that have joint control of the arrangement have rights to the assets, and obligations for the liabilities, relating to the arrangement. The Company recognises, in the condensed consolidated financial statements, its share of the assets, liabilities, income and expenses of these joint operations incurred jointly with the other partners, along with its share of income from the sale of the output and any assets, liabilities and expenses that it has incurred in relation to the joint operation.

Joint ventures

A joint venture is a joint arrangement whereby the parties that have joint control of the arrangement have rights to the net assets of the arrangement. The results, assets and liabilities of a joint venture are incorporated in these condensed consolidated financial statements using the equity method of accounting as described below.

Associates

Associates are those entities over which the Company has significant influence. Significant influence is the power to participate in the financial and operating policy decisions of the investee but is not control or joint control those policies. Significant influence is presumed to exist when the Company holds 20 percent or more of the voting power of the investee. If accounting policies of associates differ from those adopted by the Group, the accounting policies of associates are aligned with those of the Group. The results, assets and liabilities of associates are incorporated in these condensed consolidated financial statements using the equity method of accounting as described below.

TATA MOTORS LIMITED (Formerly TML Commercial Vehicles Limited)
NOTES FORMING PART OF CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

Equity method of accounting (equity accounted investees)

An interest in an associate or joint venture is accounted for using the equity method from the date the investee becomes an associate or a joint venture and are recognized initially at cost. The carrying value of investment in associates and joint ventures includes goodwill identified on date of acquisition, net of any accumulated impairment losses.

The condensed consolidated financial statements include the Company's share of profits or losses, other comprehensive income and equity movements of equity accounted investments, from the date that significant influence or joint control commences until the date that significant influence or joint control ceases. When the Company's share of losses exceeds its interest in an equity accounted investment, the carrying amount of that interest (including any long-term interests in the nature of net investments) is reduced to nil and the recognition of further losses is discontinued except to the extent that the Company has incurred constructive or legal obligations or has made payments on behalf of the investee.

When the Company transacts with an associate or joint venture of the Company, unrealised profits and losses are eliminated to the extent of the Company's interest in its associate or joint venture.

Dividends are recognised when the right to receive payment is established.

When an investment in an equity-accounted investee becomes a subsidiary, the Company discontinues applying the equity method from the date control is obtained. The acquisition is then accounted for in accordance with Ind AS 103, Business Combinations, and Ind AS 110, Consolidated Financial Statements. The previously held equity interest is remeasured at its fair value on the acquisition date, and any resulting gain or loss arising from the remeasurement is recognised in profit or loss.

(c) Basis of preparation

The condensed consolidated financial statements have been prepared in accordance with the recognition and measurement principles laid down in Ind AS 34 on Interim Financial Reporting prescribed under Section 133 of the Companies Act, 2013, read with relevant rules issued thereunder and the other accounting principles generally accepted in India. They do not include all the information and disclosures that would otherwise be required in a full set of financial statements and should be read in conjunction with the Company's Consolidated Financial statements for the year ended March 31, 2026. In the opinion of management, all adjustments (consisting of normal recurring adjustments) necessary for a fair presentation have been included.

These condensed consolidated financial statements are presented in Indian Rupees (INR), which is also the Company's functional currency. All amounts have been rounded to the nearest crores, unless otherwise indicated. "0" refers to amounts less than ₹ 0.50 crores.

(d) Going Concern

The Company's condensed consolidated financial statements have been prepared on a going concern basis.

The Company has performed an assessment of its financial position as at June 30, 2026 based on forecasts of the Company for a period of at least fifteen months from the date of these condensed consolidated financial statements (the 'going concern assessment period' and the 'foreseeable future').

In developing these forecasts, the Company has modelled a base case, which has been further sensitized using severe but plausible downside scenarios. It also accounts for other end-market and operational factors throughout the going concern assessment period. This has been further sensitized using more severe but plausible scenarios considering external market commentaries and other factors impacting the global economy and automotive industry. Management do not consider more extreme scenarios than the ones assessed to be plausible.

In evaluating the forecasts, the Company has taken into consideration both the sufficiency of liquidity to meet obligations as they fall due as well as potential impact on compliance with financial covenants during the forecast period. These forecasts indicate that, based on cash generated from operations, the existing funding facilities and inter corporate deposits from subsidiaries and equity accounted investee, the Company will have sufficient liquidity to operate and discharge its liabilities as they become due, without breaching any relevant covenants and the need for any mitigating actions.

Based on the evaluation described above, management believes that the Company has sufficient financial resources available to it at the date of approval of these condensed consolidated financial statements and that it will be able to continue as a 'going concern' in the foreseeable future and for a period upto a period up to September 30, 2027.

(e) Use of estimates and judgements

The preparation of condensed consolidated financial statements in conformity with Ind AS requires management to make judgments, estimates and assumptions, that affect the application of accounting policies and the reported amounts of assets, liabilities, income, expenses and disclosures of contingent assets and liabilities at the date of these condensed consolidated financial statements and the reported amounts of revenues and expenses for the period/year presented. Actual results may differ from these estimates and judgements.

Estimates and underlying assumptions are reviewed at each balance sheet date. Revisions to accounting estimates are recognised in the period in which the estimate is revised and in future periods affected.

TATA MOTORS LIMITED (Formerly known as TML COMMERCIAL VEHICLES LIMITED)
NOTES FORMING PART OF CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

(f) The following subsidiary companies are considered in the condensed consolidated financial statements:

Sr No.	Name of the Subsidiary company	Country of incorporation	% of holding either directly or through subsidiaries	
			As at June 30, 2026	As at March 31, 2026
Direct Subsidiaries				
1	Tata Motors Insurance Broking and Advisory Services Limited	India	100.00	100.00
2	TMF Holdings Limited	India	100.00	100.00
3	Tata Motors Body Solutions Limited	India	100.00	100.00
4	TML CV Holdings Pte. Limited (Incorporated on May 21, 2025)	Singapore	100.00	100.00
5	Tata Hispano Motors Carrocera S.A.	Spain	100.00	100.00
6	Tata Hispano Motors Carrocerries Maghreb SA	Morocco	100.00	100.00
7	TML CV Mobility Solutions Limited	India	100.00	100.00
8	TML Smart City Mobility Solutions Limited	India	100.00	100.00
9	AIEQU Mobility Limited (Incorporated on January 19, 2026)	India	100.00	100.00
10	Freight Commerce Solutions Private Limited (Subsidiary w.e.f May 16, 2026)**	India	64.00	-
Indirect Subsidiaries				
11	Tata Daewoo Mobility Company Limited	South Korea	100.00	100.00
12	Tata Daewoo Mobility Sales Company Limited	South Korea	100.00	100.00
13	PT Tata Motors Indonesia	Indonesia	100.00	100.00
14	PT Tata Motors Indonesia Distribution Ltd	Indonesia	100.00	100.00
15	TML Smart City Mobility Solutions (J&K) Private Limited	India	100.00	100.00
16	TMF Business Services Limited	India	100.00	100.00
17	TML CV Holdings B.V. (Incorporated on September 29, 2025)	Netherlands	100.00	100.00

The following jointly controlled companies are considered in the condensed consolidated financial statements:

The following jointly controlled companies are considered in the condensed consolidated financial statements.				
Sr No.	Name of the jointly controlled company	Country of incorporation	% of holding either directly or through subsidiaries	
			As at June 30, 2026	As at March 31, 2026
Joint Operations				
1	Tata Cummins Private Limited*	India	50.00	50.00
Joint Ventures				
1	Tata Motors Global Services Limited	India	50.00	50.00
2	Tata Motors Digital.AI Labs Limited	India	50.00	50.00

The following associates companies are considered in the condensed consolidated financial statements:

Sr No.	Name of the associate company	Country of incorporation	% of holding either directly or through subsidiaries	
			As at June 30, 2026	As at March 31, 2026
1	Automobile Corporation of Goa Limited	India	48.98	48.98
2	Nita Company Limited	Bangladesh	40.00	40.00
3	Tata Hitachi Construction Machinery Company Private Limited	India	39.74	39.74
4	Tata Motors Foundation (Incoporated on July 17, 2025)	India	47.00	47.00
5	Traveltime E-Mobility Chennai Private Limited (Incoporated on December 23, 2025)	India	26.00	26.00
6	Freight Commerce Solutions Private Limited**	India	-	42.11

*Includes 100% Indian subsidiary namely TCPL Green Energy Solutions Private Limited.

** Freight Commerce Solutions Private Limited became subsidiary with holding of 64% on fully diluted basis (Refer note 39).

TATA MOTORS LIMITED (Formerly TML Commercial Vehicles Limited)
NOTES FORMING PART OF CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

3(A) Property, plant and equipment

	Owned assets						Given on lease	Total
	Land	Buildings	Plant, machinery and equipments	Furniture, fixtures and office equipment	Vehicles	Computers and other IT assets	Vehicles	
Cost as at April 1, 2026	2,404	3,809	21,758	239	164	691	43	29,108
Additions on account of Business Combination (Refer note 39)	-	-	-	1	-	-	-	1
Additions	-	23	213	2	1	23	-	262
Disposal/adjustments	-	-	(52)	(1)	(1)	-	(6)	(60)
Currency translation differences	(7)	(18)	(45)	(2)	-	(2)	-	(74)
Cost as at June 30, 2026	2,397	3,814	21,874	239	164	712	37	29,237
Accumulated depreciation as at April 1, 2026	-	1,803	15,461	182	98	503	25	18,072
Depreciation for the period	-	26	218	4	3	15	2	268
Disposal/adjustments	-	-	(47)	(1)	(1)	-	(6)	(55)
Currency translation differences	-	(9)	(38)	(2)	-	(2)	-	(51)
Accumulated depreciation as at June 30, 2026	-	1,820	15,594	183	100	516	21	18,234
Net carrying amount as at June 30, 2026	2,397	1,994	6,280	56	64	196	16	11,003
Cost as at April 1, 2025	2,379	3,690	20,869	219	153	672	148	28,130
Additions	-	66	1,068	21	20	85	-	1,260
Disposal/adjustments	-	(6)	(316)	(7)	(10)	(71)	(105)	(515)
Currency translation differences	25	59	137	6	1	5	-	233
Cost as at March 31, 2026	2,404	3,809	21,758	239	164	691	43	29,108
Accumulated depreciation as at April 1, 2025	-	1,675	14,774	172	96	515	12	17,244
Depreciation for the year	-	104	869	11	11	52	64	1,111
Disposal/adjustments	-	(4)	(299)	(6)	(9)	(69)	(20)	(407)
Currency translation differences	-	28	117	5	-	5	-	155
Accumulated depreciation as at March 31, 2026	-	1,803	15,461	182	98	503	25	18,072
Net carrying amount as at March 31, 2026	2,404	2,006	6,297	57	66	188	18	11,036

TATA MOTORS LIMITED (Formerly TML Commercial Vehicles Limited)
NOTES FORMING PART OF CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

(B) Capital work-in-progress

	Quarter ended June 30, 2026	Year ended March 31, 2026
	712	719
Balance at the beginning	290	1,249
Additions	(262)	(1,260)
Transferred to cost of property, plant and equipment	(2)	4
Currency translation impact	738	712
Balance at the end		

4 Right of use assets

	Land	Buildings	Plant, machinery and equipments	Vehicles	Computers & other IT assets	Total
Cost as at April 1, 2026	46	471	462	349	16	1,344
Additions on account of Business Combination (Refer note 39)	-	7	-	-	-	7
Additions	-	31	2	39	1	73
Disposal	-	-	-	(24)	(4)	(28)
Currency translation differences	-	(2)	(1)	(1)	-	(4)
Cost as at June 30, 2026	46	507	463	363	13	1,392
Accumulated amortisation as at April 1, 2026	1	201	141	172	17	532
Amortisation for the period	-	21	11	1	-	33
Amortisation - considered as employee cost	-	-	-	17	-	17
Disposal	-	-	-	(19)	(4)	(23)
Currency translation differences	-	(2)	-	(1)	-	(3)
Accumulated amortisation as at June 30, 2026	1	220	152	170	13	556
Net carrying amount as at June 30, 2026	45	287	311	193	-	836
Cost as at April 1, 2025	46	348	491	337	24	1,246
Additions	-	144	17	90	-	251
Adjustments/disposal	-	(29)	(48)	(80)	(8)	(165)
Currency translation differences	-	8	2	2	-	12
Cost as at March 31, 2026	46	471	462	349	16	1,344
Accumulated amortisation as at April 1, 2025	-	165	100	159	23	447
Amortisation for the year	1	58	45	3	2	109
Amortisation-considered as employee cost	-	-	-	65	-	65
Adjustments/disposal	-	(27)	(5)	(56)	(8)	(96)
Currency translation differences	-	5	1	1	-	7
Accumulated amortisation as at March 31, 2026	1	201	141	172	17	532
Net carrying amount as at March 31, 2026	45	270	321	177	(1)	812

5(A) Other intangible assets

	Software	Patents and technological know how	Trade marks and brands	Product development	Total
Cost as at April 1, 2026	667	446	-	6,935	8,048
Additions on account of Business Combination (Refer note 39)	64	-	15	-	79
Additions	12	-	-	203	215
Currency translation differences	-	-	-	(1)	(1)
Cost as at June 30, 2026	743	446	15	7,137	8,341
Accumulated amortisation as at April 1, 2026	565	299	-	5,070	5,934
Amortisation for the period	13	14	0	180	207
Currency translation differences	-	-	-	(1)	(1)
Accumulated amortisation as at June 30, 2026	578	313	0	5,249	6,140
Net carrying amount as at June 30, 2026	165	133	15	1,888	2,201
Cost as at April 1, 2025	619	446	-	6,122	7,187
Additions	48	-	-	807	855
Asset fully amortised not in use	(2)	-	-	-	(2)
Currency translation differences	2	-	-	6	8
Cost as at March 31, 2026	667	446	-	6,935	8,048
Accumulated amortisation as at April 1, 2025	521	246	-	4,441	5,208
Amortisation for the year	45	53	-	627	725
Asset fully amortised not in use	(2)	-	-	-	(2)
Currency translation differences	1	-	-	2	3
Accumulated amortisation as at March 31, 2026	565	299	-	5,070	5,934
Net carrying amount as at March 31, 2026	102	147	-	1,865	2,114

TATA MOTORS LIMITED (Formerly TML Commercial Vehicles Limited)
NOTES FORMING PART OF CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

(B) Intangible assets under development

	(₹ in crores)	
	Quarter ended June 30, 2026	Year ended March 31, 2026
Balance at the beginning	1,314	1,156
Additions	165	1,017
Transferred to cost of other intangible assets	(215)	(855)
Derecognition on account of intra group cost recharge	(1)	(5)
Currency translation impact	(1)	1
Balance at the end	1,262	1,314

6 Other investments-non-current

	(₹ in crores)	
	As at June 30, 2026	As at March 31, 2026
(a) Investments-measured at fair value through other comprehensive income		
Unquoted:		
Equity shares (Tata International: ₹ 131 crore: number of shares held 75,000 and TP Paarthav Limited: ₹ 5 crore number of shares held 4,785,110)	136	136
Quoted:		
Equity shares (Tata Capital Limited: number of shares held 4,326,651)	158	132
Total	294	268
(b) Investments-measured at fair value through profit or loss		
Quoted:		
Equity shares (Tata Capital Limited: number of shares held 186,224,770)	6,814	5,679
Total	6,814	5,679
(c) Investments-measured at amortised cost		
Quoted:		
Non-convertible debentures (Tata Capital Limited: number of debentures held: 2,000)	200	200
Unquoted:		
Non-convertible debentures (Tata Capital Limited: number of debentures held: 4,000)	400	400
Total	600	600
Total (a+b+c)	7,708	6,547
Aggregate book value of quoted investments	7,172	6,011
Aggregate market value of quoted investments	7,172	6,011
Aggregate book value of unquoted investments	536	536

7 Other investments-current

	(₹ in crores)	
	As at June 30, 2026	As at March 31, 2026
(a) Investments-measured at fair value through profit and loss		
Quoted:		
Mutual funds	2,446	2,556
Total	2,446	2,556
(b) Investments-measured at amortised cost		
Quoted:		
Investment in certificate of deposit	1,192	2,718
Total	1,192	2,718
Total (a+b)	3,638	5,274
Aggregate book value of quoted investments	3,638	5,274
Aggregate market value of quoted investments	3,638	5,274

8 Loans

	(₹ in crores)	
	As at June 30, 2026	As at March 31, 2026
Non-current		
Unsecured:		
(a) Loans to employees, considered good	22	22
(b) Others		
Considered good	6	6
Credit impaired	21	21
Less: Allowance for credit impaired	(21)	(21)
Total	28	28
Current		
Unsecured:		
(a) Loan to employees	13	12
(b) Loan to others	5	20
Total	18	32

TATA MOTORS LIMITED (Formerly TML Commercial Vehicles Limited)
NOTES FORMING PART OF CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

9 Other financial assets

	(₹ in crores)	
	As at June 30, 2026	As at March 31, 2026
Non-current		
(a) Deposits (net of allowances for credit impaired balances ₹3 crores and ₹3 crores as at June 30, 2026 and March 31, 2026, respectively)	73	74
(b) Interest accrued on loans and deposits	12	9
(c) Deposits with banks	29	29
(d) Restricted deposits	24	24
(e) Government incentives	750	719
(f) Recoverable from suppliers	101	103
(g) Finance lease receivables	3,374	3,431
Total	4,363	4,389
	(₹ in crores)	
	As at June 30, 2026	As at March 31, 2026
Current		
(a) Derivative financial instruments	28	34
(b) Security deposits	1	-
(c) Interest accrued on loans and deposits	37	25
(d) Government incentives	312	391
(e) Advances to supplier and other receivables (net of allowances for credit impaired balances ₹28 crores and ₹27 crores as at June 30, 2026 and March 31, 2026, respectively)	147	179
(f) Recoverable from suppliers	137	140
(g) Finance lease receivables	243	238
(h) Receivables from mutual fund	150	-
(i) Others	22	12
Total	1,077	1,019

10 Inventories

	(₹ in crores)	
	As at June 30, 2026	As at March 31, 2026
(a) Raw materials and components	1,978	1,667
(b) Work-in-progress	524	429
(c) Finished goods	3,481	2,849
(d) Stores and spare parts	136	121
(e) Consumable tools	19	21
(f) Goods-in-transit-raw materials and components	517	361
Total	6,655	5,448

Note:

- (i) During the quarter ended June 30, 2026 and June 30, 2025, the Company recorded inventory write-down expense of ₹ 24 crores and ₹ 15 crores, respectively, in the condensed consolidated statement of profit and loss (included in cost of material consumed).

11 Trade receivables (Unsecured)

	(₹ in crores)	
	As at June 30, 2026	As at March 31, 2026
Receivables considered good	2,945	2,950
Credit impaired receivables	414	455
	3,359	3,405
Less : Allowance for receivables considered good	(291)	(229)
Less : Allowance for credit impaired receivables	(414)	(455)
Total	2,654	2,721

12 Cash and cash equivalents

	(₹ in crores)	
	As at June 30, 2026	As at March 31, 2026
(a) Cash on hand	0	0
(b) Cheques on hand	128	73
(c) Balances with banks	1,022	1,264
(d) Deposits with banks	4,887	5,562
Total	6,037	6,899

13 Bank balances

	(₹ in crores)	
	As at June 30, 2026	As at March 31, 2026
With upto 12 months maturity:		
(a) Earmarked balances with banks	138	2
(b) Bank deposits	996	875
Total	1,134	877

Earmarked balances with banks primarily relate to tax deducted at source on dividend in escrow account, margin money and unclaimed dividends.

TATA MOTORS LIMITED (Formerly TML Commercial Vehicles Limited)
NOTES FORMING PART OF CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

14 Allowance for trade and other receivables

	(₹ in crores)	
	Quarter ended	Quarter ended
	June 30, 2026	June 30, 2025
Change in the allowances for trade and other receivables are as follows:		
Balance at the beginning	845	750
Allowances made during the period*	21	24
Written off	-	(0)
Foreign exchange translation differences	-	1
Balance at the end	866	775

*Includes ₹ 14 crores and ₹ 6 crores netted off in revenues as at June 30, 2026 and June 30, 2025, respectively.

15 Other non-current assets

	(₹ in crores)	
	As at June 30, 2026	As at March 31, 2026
(a) Capital advances	22	18
(b) Taxes recoverable, statutory deposits and dues from government	178	218
(c) Prepaid expenses	121	88
(d) Employee benefits	126	127
Total	447	451

16 Other current assets

	(₹ in crores)	
	As at June 30, 2026	As at March 31, 2026
(a) Advances and other receivables (net of allowances for credit impaired balances ₹44 crores and ₹45 crores as at June 30, 2026 and March 31, 2026, respectively)	328	380
(b) GST/VAT, other taxes recoverable, statutory deposits and dues from government (net of allowances for credit impaired balances ₹65 crores and ₹65 crores as at June 30, 2026 and March 31, 2026, respectively)	496	355
(c) Prepaid expenses	187	176
(d) Others	19	13
Total	1,030	924

17 Equity Share Capital

	(₹ in crores)	
	As at June 30, 2026	As at March 31, 2026
(a) Authorised:		
(i) 5,00,00,00,000 Ordinary shares of ₹2 each (as at March 31, 2026: 5,00,00,00,000 Ordinary shares of ₹2 each)	1,000	1,000
(ii) 30,00,00,00,000 Compulsorily Convertible Preference Shares of ₹100 each (as at March 31, 2026: 30,00,00,00,000 Compulsorily Convertible Preference Shares of ₹100 each)	3,000	3,000
Total	4,000	4,000
(b) Issued: [note (f)]		
(i) 3,68,24,88,958 Ordinary shares of ₹2 each (as at March 31, 2026: 3,68,23,31,373 Ordinary shares of ₹2 each)	737	736
Total	737	736
(c) Subscribed and called up: [note (f)]		
(i) 3,68,24,88,958 Ordinary shares of ₹2 each (as at March 31, 2026: 3,68,23,31,373 Ordinary shares of ₹2 each)	737	736
(d) Paid-up:[note (f)]		
3,68,24,88,958 Ordinary shares of ₹2 each (as at March 31, 2026: 3,68,23,31,373 Ordinary shares of ₹2 each)	737	736
Total	737	736

(e)The movement of number of shares and share capital

	Quarter ended June 30, 2026		As at March 31, 2026	
	(Number of shares)	(₹ in crores)	(Number of shares)	(₹ in crores)
(i) Ordinary shares				
Balance at beginning	3,682,331,373	736	500,000	0
Less: Cancellation of shares	-	-	(500,000)	(0)
Add: Issuance of shares on CV undertaking merger (Refer note 38)	-	-	3,682,331,373	736
Add: Allotment of shares on exercise of stock options by employees	157,585	0	-	-
Balance as at end	3,682,488,958	737	3,682,331,373	736

(f) Rights, preferences and restrictions attached to shares :

- In respect of every Ordinary share of ₹2 each (whether fully or partly paid), voting rights shall be in the same proportion as the capital paid up on such Ordinary share bears to the total paid up Ordinary share capital of the Company.
- The dividend proposed by the Board of Directors is subject to the approval of the shareholders in the ensuing Annual General Meeting.
- In the event of liquidation, the shareholders are eligible to receive the remaining assets of the Company after distribution of all preferential amounts, in proportion to their shareholdings.

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(g) Dividends

During the quarter ended June 30, 2026, the Company has paid a final dividend of ₹4/- per fully paid up Ordinary share totaling to ₹ 1,473 crores for the year ended March 31, 2026.

18 Long-term borrowings

	(₹ in crores)	
	As at June 30, 2026	As at March 31, 2026
Secured:		
(a) Term loans: Others	105	102
Unsecured:		
(a) Privately placed non-convertible debentures	801	798
(b) Perpetual debentures	246	444
Total	1,152	1,344

19 Short-term borrowings

	(₹ in crores)	
	As at June 30, 2026	As at March 31, 2026
Secured:		
(a) Loans from banks: working capital demand loans from banks	-	250
Unsecured:		
(a) Loans from banks	474	428
(b) Inter corporate deposits from equity accounted investee	38	-
(c) Current maturities of long-term borrowings (Refer note below)	2,368	2,795
Total	2,880	3,473

Details of current maturities of long-term borrowings:

	(₹ in crores)	
	As at June 30, 2026	As at March 31, 2026
Unsecured:		
(i) Privately placed non-convertible debentures	1,817	2,303
(ii) Perpetual debentures	551	350
(iii) Term loans from banks and others	-	142
Total	2,368	2,795

20 Other financial liabilities – non-current

	(₹ in crores)	
	As at June 30, 2026	As at March 31, 2026
(a) Liability towards employee separation scheme	94	67
(b) Advance towards supplier claim	56	65
(c) Put option liability* (Refer note 39)	32	-
(d) Compulsorily convertible preference shares - Unsecured (Refer note 21 (b))	35	-
(e) Others	3	5
Total	220	137

* Represents put option liability related to non-controlling interest to be payable after twelve months.

21 Other financial liabilities – current

	(₹ in crores)	
	As at June 30, 2026	As at March 31, 2026
(a) Interest accrued but not due on borrowings	33	42
(b) Liability for capital expenditure (Refer note (a) below)	194	390
(c) Deposits and retention money	764	753
(d) Derivative financial instruments	61	85
(e) Liability towards Investors Education and Protection Fund under Section 125 of the Companies Act, 2013 (IEPF) not due	8	-
(f) Put option liability* (Refer note 39)	8	-
(g) Compulsorily convertible preference shares - Unsecured (Refer note (b) below)	46	-
(h) Financial liability for purchase of shares from NCI (Refer note 39)	18	-
(i) Others	53	72
Total	1,185	1,342

* Represents put option liability related to non-controlling interest.

Note:

- a) Includes ₹ 9 crores (₹ 38 crores as at March 31, 2026) outstanding towards principal and interest provision on dues of micro enterprises and small enterprises as per Micro, Small and Medium Enterprises Development Act, 2006.
- b) The subsidiary had issued Compulsorily Convertible Preference Shares (CCPS) with a face value of ₹100 per share, carrying a non-cumulative preferential dividend of 0.001% per annum. In addition to the preferential dividend, CCPS holders were entitled to participate pari passu in any cash or non-cash dividends declared on other classes of shares on an as-converted basis. No dividend could be declared or paid on any other class of shares unless the preferential dividend on the CCPS had been paid or duly set aside for payment. CCPS also includes anti-dilution clauses.

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22 Provisions

	(₹ in crores)	
	As at June 30, 2026	As at March 31, 2026
Non-current		
(a) Employee benefits obligations	1,354	1,284
(b) Product warranty	1,919	1,813
(c) Provision for replacement of battery / refurbishment of buses	394	386
(d) Other provisions	1	1
Total	3,668	3,484
Current		
(a) Employee benefit obligations	977	979
(b) Product warranty	1,439	1,437
Total	2,416	2,416

	For Quarter ended June 30, 2026	
	Product warranty	Provision for Refurbishment
Balance at the beginning	3,250	386
Provision made during the period	450	-
Provision used during the period	(343)	-
Impact of discounting	3	8
Impact of foreign exchange translation	(2)	-
Balance at the period end	3,358	394
Current	1,439	-
Non-current	1,919	394

23 Other non-current liabilities

	(₹ in crores)	
	As at June 30, 2026	As at March 31, 2026
(a) Contract liabilities (Refer note 24 (a) below)	860	855
(b) Deferred government incentives (Refer note 24 (b) below)	911	1,019
(c) Employee benefits obligations	110	113
(d) Others	2	3
Total	1,883	1,990

24 Other current liabilities

	(₹ in crores)	
	As at June 30, 2026	As at March 31, 2026
(a) Contract liabilities (Refer note (a))	4,570	4,845
(b) Deferred government incentives (Refer note (b))	193	112
(c) Statutory dues (VAT, Excise, Service Tax, GST, Octroi etc.)	1,806	1,854
(d) Amount received on behalf of third party (Refer note (c))	508	535
(e) Others	75	68
Total	7,152	7,414

Notes:

		(₹ in crores)	
		As at June 30, 2026	As at March 31, 2026
(a) Contract liabilities include			
Advances received from customers	Current	3,980	4,300
Deferred revenue	Current	590	545
	Non-current	860	855
Total contract liabilities		5,430	5,700

(b) Government grants include:

- i) Government incentives includes ₹ 84 crores as at June 30, 2026 (₹ 80 crores as at March 31, 2026) grants relating to property, plant and equipment related to duty saved on import of capital goods and spares under the Exports Promotion Capital Goods (EPCG) scheme. Under such scheme, the Company is committed to export prescribed times of the duty saved on import of capital goods over a specified period of time. In case such commitments are not met, the Company would be required to pay the duty saved along with interest to the regulatory authorities.

- (c) Represents the third party charges received from the customer which are in the nature of reimbursement and not for consideration towards sale of goods.

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25 Revenue from operations

	(₹ in crores)	
	Quarter ended	Quarter ended
	June 30, 2026	June 30, 2025
(a) Sale of products (Refer note 1 below)		
(i) Vehicles	16,965	13,936
(ii) Spare parts	2,169	1,950
(iii) Miscellaneous products	816	654
Total sale of products	19,950	16,540
(b) Sale of services	624	642
Revenue from contract with customers	20,574	17,182
(c) Finance revenues	2	10
Revenue	20,576	17,192
(d) Other operating revenues	91	132
Total	20,667	17,324
Note:		
(1) The above revenue has been determined by reducing variable marketing expenses from contracted price	(4,108)	(3,240)

26 Other income

	(₹ in crores)	
	Quarter ended	Quarter ended
	June 30, 2026	June 30, 2025
(a) Interest income on financial assets carried at amortised cost	244	155
(b) Profit on sale of investments measured at FVTPL	45	56
(c) Government incentives	103	90
(d) Fair value gain on investments measured at FVTPL	4	1
Total	396	302

27 Employee benefit expense

	(₹ in crores)	
	Quarter ended	Quarter ended
	June 30, 2026	June 30, 2025
(a) Salaries, wages and bonus*	1,317	1,210
(b) Contribution to provident fund and other funds	108	90
(c) Staff welfare expenses	165	150
Total	1,590	1,450

Note:

*The amount of ₹ 3 crores and ₹ Nil (net) has accrued for the quarter ended June 30, 2026 and June 30, 2025 respectively towards share based payments.

28 Finance costs

	(₹ in crores)	
	Quarter ended	Quarter ended
	June 30, 2026	June 30, 2025
(a) Interest on borrowing	104	205
Interest on lease liabilities	17	18
Unwinding of discount on provisions/ liabilities	8	7
Total	129	230
Less: Transferred to capital account*	(22)	(22)
	107	208
(b) Fair value loss on compulsorily convertible preference shares	1	-
(c) Discounting charges	27	46
Total	135	254

*Represents borrowing costs capitalized during the period on qualifying assets (property plant and equipment and intangible assets).

29 Amount transferred to capital and other accounts

	(₹ in crores)	
	Quarter ended	Quarter ended
	June 30, 2026	June 30, 2025
(a) Capital work in progress	(47)	(45)
(b) Intangible asset under development	(80)	(132)
(c) Product development / engineering expenses	(94)	(105)
Total	(221)	(282)

30 Product development/engineering expenses

	(₹ in crores)	
	Quarter ended	Quarter ended
	June 30, 2026	June 30, 2025
(a) Product development costs capitalised	153	238
(b) Product development costs expensed	129	176
Total product development costs incurred	282	414

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31 Other expenses

	(₹ in crores)	
	Quarter ended	Quarter ended
	June 30, 2026	June 30, 2025
(a) Processing charges	347	307
(b) Consumption of stores and spare parts	155	133
(c) Power and fuel	196	163
(d) Information technology (IT) related/Computer expenses	180	226
(e) MTM (gain)/loss on commodity derivatives (net)	(6)	22
(f) Warranty and product liability expenses*	472	487
(g) Freight, transportation, port charges etc.	358	288
(h) Publicity	36	79
(i) Allowances for trade and other receivables	7	18
(j) Works operation and other expenses	1,043	908
Total	2,788	2,631
* Net of estimated recovery from suppliers	(14)	(11)

32 Exceptional Items

	(₹ in crores)	
	Quarter ended	Quarter ended
	June 30, 2026	June 30, 2025
(a) Employee separation cost	90	3
(b) Provision for employee pension scheme (Refer note (i) below)	10	7
(c) Acquisition cost (Refer note 40 (c))	17	-
(d) Gain on remeasurement of Investment in Equity accounted investee (Refer note 39)	(38)	-
Total exceptional loss/ (gain) (net)	79	10

Note:

(i) As there was no positive movement towards the conclusion of the surrender process of the pension fund, Tata Motors Limited ("the Company" or "TML") filed a Writ Petition with Hon'ble Delhi High Court ("Court") for seeking directions to EPFO to immediately start administering TML's Pension Fund. EPFO in December 2024, sent a recommendation to the Government of India for cancellation of the Company's pension exemption, subject to fulfilment of certain conditions. The parties had series of meetings to channelize the migration of members data to EPFO's unified portal, prominently the joint meetings in April 2025, of which the duly signed minutes ("Minutes") were filed in the Court on May 1, 2025. In compliance with the Minutes, the Company through its Pension Trust has transferred to EPFO the pension fund liability as per valuation done by EPFO as of March 31, 2024, amounting to **₹1,175 crores**. The Government of India vide its letter dated June 30, 2025, has conveyed the grant of provisional sanction to the Company to comply as an un-exempted establishment w.e.f. July 1, 2025. The Company has started depositing the monthly pension contributions for the month of July 2025 and onwards in the statutory pension fund EPFO. Further, the facility on the Unified Portal of EPFO has been provided to the Company for the migration of members' data to EPFO's database. Accordingly, the process of data upload is going on.

On November 4, 2022, the Hon'ble Supreme Court ruled that those who were members of a statutory pension fund as on September 1, 2014, can exercise a joint option with their employer to contribute to their Pension fund beyond the statutory limit and be eligible to draw a higher pension calculated based on last 5 years average salary. The Company accepted and approved the applications filed by its employees for joint option to contribute on higher salary on the EPFO's portal. As per the actuarial valuation, an additional provision of **₹10 crores** have been made for pension on higher salary during the period ended June 30, 2026. EPFO, however, redirected a few of such Joint Applications to the Company's Pension Trust. The trade unions have also filed Writ Petition for expediting the transfer of pension fund corpus and accepting the Joint Applications of the employees.

An agreement was reached with EPFO in April 2025, and in compliance whereof (i) the Company transferred **₹1,175 crore** to EPFO; (ii) the Ministry of Labour & Employment granted provisional sanction for compliance as an un-exempted establishment with effect from July 1, 2025; (iii) the Company furnished the requisite undertaking and bank guarantee of **₹239 crore**; and (iv) the Company commenced migration of member data to the EPFO Unified Portal and deposit of monthly pension contributions with EPFO. EPFO is required to undertake the compliance audit, third-party audit and actuarial valuation envisaged under the agreed framework. Thereafter, the proposal for cancellation of exemption would be processed in accordance with the applicable statutory and administrative approval process.

33 Commitments and contingencies

Description of claims and assertions where a potential loss is possible, but not probable is reported under notes (1), (2) and (3) below. These amounts excludes consequential interest and penalty, if any

	(₹ in crores)	
	As at June 30, 2026	As at March 31, 2026
(1) Claims against the Company not acknowledged as debt		
(i) Sales tax - Gross	220	239
- Net of tax	165	179
(ii) Excise duty - Gross	137	148
- Net of tax	102	111
(iii) Others - Gross	635	623
- Net of tax	475	466
(iv) Income Tax in respect of matters pending in appeal / others	145	143
(2) The claims / liabilities in respect of excise duty, sales tax and other matters where the issues were decided in favour of the Company for which department is in further appeal	40	40
(3) Bonus pertaining to retrospective period to the notification date January 1, 2016	3	3
(4) Estimated amount of contracts remaining to be executed on capital account and not provided for	834	786
(i) Tangible	729	667
(ii) Intangible	105	119
(5) Purchase commitments	83	74

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34 Disclosure on financial instruments

This section gives an overview of the significance of financial instruments for the Company and provides additional information on balance sheet items that contain financial instruments.

a) Financial assets and liabilities

The following table presents the carrying amounts and fair value of each category of financial assets and liabilities as at June 30, 2026.

(₹ in crores)						
Financial assets	Cash and other financial assets at amortised cost	Non -derivative financial assets at fair value	Derivatives other than in hedging relationship at fair value through profit or loss	Derivatives in hedging relationship at fair value	Total carrying value	Total fair value
(a) Investments	1,792	9,554	-	-	11,346	11,346
(b) Trade receivables	2,654	-	-	-	2,654	2,654
(c) Cash and cash equivalents	6,037	-	-	-	6,037	6,037
(d) Other bank balances	1,134	-	-	-	1,134	1,134
(e) Loans	46	-	-	-	46	46
(f) Other financial assets	5,412	-	25	3	5,440	5,440
Total	17,075	9,554	25	3	26,657	26,657

Financial liabilities	Derivatives other than in hedging relationship at fair value	Derivatives in hedging relationship at fair value	Other financial liabilities at fair value	Other financial liabilities at amortised cost	Total carrying value	Total fair value
(a) Long-term borrowings (including current maturities of long-term borrowings)	-	-	-	3,520	3,520	3,573
(b) Lease liability	-	-	-	830	830	830
(c) Short-term borrowings	-	-	-	512	512	512
(d) Trade payables	-	-	-	16,068	16,068	16,068
(e) Other financial liabilities (including compulsorily convertible preference shares and put option liability at fair value)	33	28	139	1,205	1,405	1,405
Total	33	28	139	22,135	22,335	22,388

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The following table presents the carrying amounts and fair value of each category of financial assets and liabilities as at March 31, 2026.

(₹ in crores)						
Financial assets	Cash and other financial assets at amortised cost	Non -derivative financial assets at fair value	Derivatives other than in hedging relationship at fair value through profit or loss	Derivatives in hedging relationship at fair value	Total carrying value	Total fair value
(a) Investments	3,318	8,503	-	-	11,821	11,821
(b) Trade receivables	2,721	-	-	-	2,721	2,721
(c) Cash and cash equivalents	6,899	-	-	-	6,899	6,899
(d) Other bank balances	877	-	-	-	877	877
(e) Loans	60	-	-	-	60	60
(f) Other financial assets	5,374	-	34	-	5,408	5,408
Total	19,249	8,503	34	-	27,786	27,786

Financial liabilities	Derivatives other than in hedging relationship at fair value	Derivatives in hedging relationship at fair value	Other financial liabilities at amortised cost	Total carrying value	Total fair value
(a) Long-term borrowings (including current maturities of long-term borrowings)	-	-	4,139	4,139	4,179
(b) Lease liability	-	-	798	798	798
(c) Short-term borrowings	-	-	678	678	678
(d) Trade payables	-	-	15,704	15,704	15,704
(e) Other financial liabilities	22	63	1,394	1,479	1,479
Total	22	63	22,713	22,798	22,838

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Fair Value Hierarchy

The following table provides an analysis of financial instruments that are measured subsequent to initial recognition at fair value, grouped into Level 1 to Level 3, as described below.

Quoted prices in an active market (Level 1): This level of hierarchy includes financial instruments that are measured by reference to quoted prices (unadjusted) in active markets for identical assets or liabilities. This category consists quoted equity shares, quoted corporate debt instruments and mutual fund investments.

Valuation techniques with observable inputs (Level 2): This level of hierarchy includes financial assets and liabilities, measured using inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (i.e; as prices) or indirectly (i.e; derived from prices). This level of hierarchy includes Company's over-the-counter (OTC) derivative contracts.

Valuation techniques with significant unobservable inputs (Level 3): This level of hierarchy includes financial assets and liabilities measured using inputs that are not based on observable market data (unobservable inputs). Fair values are determined in whole or in part, using a valuation model based on assumptions that are neither supported by prices from observable current market transactions in the same instrument nor are they based on available market data. The main items in this category are investments in certain unquoted debentures and equity. We have used Comparable Companies Quoted Multiple Method to determine the fair value for the investments.

(₹ in crores)				
	As at June 30, 2026			
	Level 1	Level 2	Level 3	Total
Financial assets measured at fair value				
(a) Investments	9,418	-	136	9,554
(b) Derivative assets	-	28	-	28
Total	9,418	28	136	9,582
Financial liabilities measured at fair value				
(a) Derivative liabilities	-	61	-	61
(b) Financial Liabilities (Compulsorily convertible preference shares and Put option liability)	-	-	139	139
Total	-	61	139	200

Costs of certain unquoted equity instruments have been considered as an appropriate estimate of fair value because these investments are subject to a wide range of possible fair value measurements and cost represents the best estimate of fair value within that range. These investments in equity instruments are not held for trading. Instead, they are held for medium or long-term strategic purpose. The Company has chosen to designate these investments in equity instruments as at FVTOCI as the management believe that this provides a more meaningful presentation for medium or long-term strategic investments, than reflecting changes in fair value in profit or loss.

Fair values of forward derivatives and commodity swap contracts are estimated by discounting expected future contractual cash flows using prevailing market interest rate curves. Option contracts are fair valued using standard options pricing methodology, based on prevailing market interest rates and volatility.

The Company had provided the exit put option to the equity shareholders having drag along rights which was waived in lieu of the put option exercisable at any time prior to March 31, 2027 under which, the Company shall be under obligation to purchase all shares held by the equity shareholders at fair value of equity shares of Freight Commerce Solutions Private Limited (FCSPL) at ₹ 2,800.90/- per share. The equity shareholders who had exercised the put option as on the acquisition date, the financial liability is recognised as "Financial Liability to acquire non-controlling interest" (Refer note 21(h)) and equity shareholders who have not exercised the put option, the fair value of the put option liability (Refer note 21(f)) to buy the stake held by non-controlling interest in FCSPL is measured at the present value of the redemption amount (i.e. fair value of equity share).

The Company had provided put option over founder equity shares held in FCSPL which is exercisable in three tranches and which is also subject to call option held by the Company. The terms of the call and put options are similar. The first tranche of the options is at fixed exercise price of ₹ 2,800.90/- per share which is recognised as "Financial Liability to acquire non-controlling interest" (Refer note 21(h)) and terms of the remaining tranches are based on fair value of the equity shares of FCSPL or fixed exercise price which ever is higher at the end of 24 months and 36 months post-acquisition date which are estimated by determining the projected equity valuation of the FCSPL (Refer note 20(c)).

The following table provides the details as to changes in value of financial instruments categorised within level 3 of the fair value hierarchy:

			(₹ in crores)	
			Quarter ended	Quarter ended
			June 30, 2026	June 30, 2025
Balance at the beginning - Financial liabilities measured at fair value			-	-
Additions on account of business combination (Refer note 39)			138	-
Fair value loss on compulsorily convertible preference shares (Refer note 28)			1	-
Unwinding of put option liability			0	-
Balance at the end			139	-

(₹ in crores)				
	As at March 31, 2026			
	Level 1	Level 2	Level 3	Total
Financial assets measured at fair value				
(a) Investments	8,367	-	136	8,503
(b) Derivative assets	-	34	-	34
Total	8,367	34	136	8,537
Financial liabilities measured at fair value				
(a) Derivative liabilities	-	85	-	85
Total	-	85	-	85

Transfer out of Level 3

There have been no transfers between level 1, level 2 and level 3 for the quarter ended June 30, 2026.

The valuation of Compulsorily Convertible Preference Shares (CCPS) classified as a financial liability is performed using a discounted cash flow approach. The valuation is sensitive to significant unobservable inputs, including the risk premium, beta factor, and adjusted cost of equity. Accordingly, the fair value measurement is classified as Level 3 under the fair value hierarchy.

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The following table provides an analysis of fair value of financial instruments that are not measured at fair value on recurring basis, grouped into Level 1 to Level 3 categories:

(₹ in crores)				
	As at June 30, 2026			
	Level 1	Level 2	Level 3	Total
Financial assets not measured at fair value				
(a) Investments	1,392	400	-	1,792
Total	1,392	400	-	1,792
Financial liabilities not measured at fair value				
(a) Long-term borrowings (including current maturities of long term borrowing)	-	3,573	-	3,573
(b) Short-term borrowings	-	512	-	512
Total	1,392	4,485	-	5,877

(₹ in crores)				
	As at March 31, 2026			
	Level 1	Level 2	Level 3	Total
Financial assets not measured at fair value				
(a) Investments	2,918	400	-	3,318
Total	2,918	400	-	3,318
Financial liabilities not measured at fair value				
(a) Long-term borrowings (including current maturities of long term borrowing)	-	4,179	-	4,179
(b) Short-term borrowings	-	678	-	678
Total	2,918	5,257	-	8,175

Other short-term financial assets and liabilities are stated at amortized cost which is approximately equal to their fair value.

Management uses its best judgment in estimating the fair value of its financial instruments. However, there are inherent limitations in any estimation technique. Therefore, for substantially all financial instruments, the fair value estimates presented above are not necessarily indicative of all the amounts that the Company could have realized or paid in sale transactions as of respective dates. As such, the fair value of the financial instruments subsequent to the respective reporting dates may be different from the amounts reported at each period end.

TATA MOTORS LIMITED (Formerly TML Commercial Vehicles Limited)
NOTES FORMING PART OF CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

35 Segment reporting

The Company primarily operates in the automotive business. The automotive business includes all activities relating to development, design, manufacture, assembly and sale of vehicles as well as sale of related parts, accessories and services.

Operating segments consist of:

- a) Automotive: The Automotive segment consists of Tata Commercial Vehicles.
- b) Others: Others consist of IT services and insurance broking services

These segment information is provided to and reviewed by Chief Operating Decision Maker (CODM).

	For the quarter ended/as at June 30, 2026				Others ⁴	Inter-segment eliminations	Total
	Automotive and related activity						
	Tata and other brand vehicles ¹						
	Commercial vehicles	Corporate/unallocable	Intra-segment eliminations	Total			
Revenues:							
External revenue	20,384	14	(0)	20,398	270	(1)	20,667
Inter-segment/intra-segment revenue	-	-	-	-	-	-	-
Total revenue from operations	20,384	14	(0)	20,398	270	(1)	20,667
Earnings before other income (excluding Incentives), finance costs, foreign exchange gain/(loss) (net), exceptional items and tax	1,735	(41)	6	1,700	40	-	1,740
Segment results	1,735	(41)	6	1,700	40	-	1,740
Reconciliation to Profit/(loss) before tax:							
Other income/(loss) (excluding Incentives)							293
Finance costs							(135)
Net gain on fair value change of investment at FVTPL							1,135
Foreign exchange							(8)
Exceptional items - loss	(90)	11	-	(79)	-	-	(79)
Share of Profit of equity accounted investees (net)	-	7	-	7	17	-	24
Profit/(loss) before tax							2,970
Depreciation and amortisation expense	474	32	-	506	2	-	508
Segment assets	37,340	799		38,139	268	-	38,407
Assets classified as held for sale	1	-		1	-	-	1
Investment in equity accounted investees	-	377		377	891	-	1,268
Reconciliation to total assets:							
Other investments							11,346
Current and non-current tax assets (net)							315
Other unallocated financial assets ²							1,436
Total assets							52,773
Segment liabilities	32,726	20		32,746	501	-	33,247
Reconciliation to total liabilities:							
Borrowings							4,032
Current tax liabilities (net)							14
Deferred tax liabilities (net)							1,449
Other unallocated financial liabilities ³							175
Total liabilities							38,917

¹ Tata and other brand vehicles include Tata Daewoo.

² Includes interest-bearing deposits and accrued interest income.

³ Includes interest accrued and other interest bearing liabilities.

⁴ Pursuant to the acquisition of Freight Commerce Solutions Private Limited (FC SPL) during the quarter ended June 30, 2026 (Refer note 39), the Company has classified the acquired business under Others segment category.

TATA MOTORS LIMITED (Formerly TML Commercial Vehicles Limited)
NOTES FORMING PART OF CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

(₹ in crores)

As at March 31, 2026						
	Automotive and related activity					
	Tata and other brand vehicles ¹			Others ⁴	Inter-segment eliminations	Total
	Commercial vehicles	Corporate/ unallocable	Total			
Segment assets	36,634	895	37,529	228	-	37,757
Assets classified as held for sale	1	-	1	-	-	1
Investment in equity accounted investees	-	589	589	873	-	1,462
Reconciliation to total assets:						
Other investments						11,821
Current and non-current tax assets (net)						249
Other unallocated financial assets ²						1,019
Total assets			-			<u>52,309</u>
Segment liabilities	32,876	31	32,907	254	-	33,161
Reconciliation to total liabilities:						
Borrowings						4,817
Current tax liabilities (net)						59
Deferred tax liabilities (net)						1,414
Other unallocated financial liabilities ³						124
Total liabilities						<u>39,575</u>

(₹ in crores)						
	For the quarter ended/as at June 30, 2025					
	Automotive and related activity					
	Tata and other brand vehicles ¹			Others ⁴	Inter-segment eliminations	Total
	Commercial vehicles	Corporate/ unallocable	Total			
Revenues:						
External revenue	17,008	130	17,138	186	(0)	17,324
Inter-segment/intra-segment revenue			-	-	-	-
Total revenue from operations	<u>17,008</u>	<u>130</u>	<u>17,138</u>	<u>186</u>	<u>(0)</u>	<u>17,324</u>
Earnings before other income (excluding Incentives), finance costs, foreign exchange gain/(loss) (net), exceptional items and tax	1,669	(122)	1,547	45	-	1,592
Segment results	<u>1,669</u>	<u>(122)</u>	<u>1,547</u>	<u>45</u>	<u>-</u>	<u>1,592</u>
Reconciliation to Profit/(loss) before tax:			-			
Other income/(loss) (excluding Incentives)						211
Finance costs						(254)
Foreign exchange						95
Exceptional items - loss	(10)	-	(10)	-	-	(10)
Share of Profit of equity accounted investees (net)	-	18	18	22	-	40
Profit/(loss) before tax						<u>1,674</u>
Depreciation and amortisation expense	421	56	477	2	-	480

¹ Tata and other brand vehicles include Tata Daewoo.

² Includes interest-bearing deposits and accrued interest income.

³ Includes interest accrued and other interest bearing liabilities.

TATA MOTORS LIMITED (Formerly TML COMMERCIAL VEHICLES LIMITED)
NOTES FORMING PART OF CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

36 Related-party transactions

The Company's related parties principally includes Tata Sons Private Limited, subsidiaries and joint arrangements of Tata Sons Private Limited, the Company's associates and their subsidiaries, joint operations and joint ventures of the Company. The Company routinely enters into transactions with these related parties in the ordinary course of business. Transactions and balances of the Company with its own subsidiaries and the transactions among subsidiaries are eliminated on consolidation.

All transactions with related parties are conducted under normal terms of business and all amounts outstanding are unsecured and will be settled in cash.

The following table summarizes related-party transactions and balances included in the condensed consolidated financial statements for the quarter ended/as at June 30, 2026:

	(₹ in crores)			
	Associates and its subsidiaries	Joint arrangements and its subsidiaries	Tata Sons Pvt Limited, its subsidiaries and joint arrangements	Total
(A) Transactions				
Purchase of products	230	718	545	1,493
Sale of products	134	35	406	575
Services received	1	100	135	236
Services rendered	1	2	72	75
Bills discounted	-	-	37	37
Purchase of property, plant and equipment	-	-	3	3
Interest income	-	-	15	15
Interest expense	0	1	9	10
Dividend income	-	12	-	12
Dividend paid	-	-	626	626
Finance taken (including loans and equity)	72	90	-	162
Finance taken, paid back (including loans and equity)	34	90	-	124
Borrowing towards lease liability	-	-	41	41
Repayment of lease liability	-	-	32	32
(B) Balances				
Amount receivable in respect of Loans and interest thereon	-	-	15	15
Amounts payable in respect of loans and interest thereon	38	-	-	38
Amount payable in respect of Lease Liability	-	-	194	194
Trade and other receivables	60	1	307	368
Trade payables	70	194	523	787
Acceptances	-	-	37	37

The following table summarizes related-party transactions included in the condensed consolidated financial statements for the quarter ended June 30, 2025:

	(₹ in crores)			
	Associates and its subsidiaries	Joint arrangements and its subsidiaries	Tata Sons Pvt Limited, its subsidiaries and joint arrangements	Total
(A) Transactions				
Purchase of products	235	633	402	1,270
Sale of products	132	25	360	517
Services received	2	36	172	210
Services rendered	1	2	53	56
Bills discounted	-	-	433	433
Purchase of property, plant and equipment	0	-	4	4
Interest income	-	-	15	15
Interest expense	2	2	7	11
Finance given (including loans and equity)	-	0	-	0
Finance taken (including loans and equity)	183	115	-	298
Finance taken, paid back (including loans and equity)	64	35	-	99
Borrowing towards lease liability	-	-	23	23
Repayment towards lease liability	-	-	35	35

The following table summarizes related-party transactions included in the condensed consolidated financial statements as at March 31, 2026:

	(₹ in crores)			
	Associates and its subsidiaries	Joint arrangements and its subsidiaries	Tata Sons Pvt Limited, its subsidiaries and joint arrangements	Total
(B) Balances				
Amounts receivable in respect of loans and interest thereon	-	-	115	115
Amounts payable in respect of loans and interest thereon	-	-	1	1
Amount payable in respect of lease liability	-	-	167	167
Trade and other receivables	28	2	282	312
Trade payables	31	194	466	691
Acceptances	-	-	43	43

TATA MOTORS LIMITED (Formerly TML COMMERCIAL VEHICLES LIMITED)
NOTES FORMING PART OF CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

Key management personnel:

As mentioned in the note 38, the CV undertaking was transferred to the Company and accordingly Mr. Girish Wagh has been appointed as Managing Director and Chief Executive Officer and Mr. Ramanan GV has been appointed as Chief Financial Officer w.e.f. October 1, 2025.

Compensation of key management personnel:

	(₹ in crores)
	Quarter ended
	June 30, 2026
Short-term benefits	2
Post-employment benefits*	0
Share based payment accrual	0
Dividend paid	0

The compensation of Managing Director and CEO is ₹ 1 crores for quarter ended June 30, 2026. The share based payment accrual is ₹ 0 crores for quarter ended June 30, 2026.

The compensation of Chief Financial Officer is ₹ 1 crores for quarter ended June 30, 2026. The share based payment accrual is ₹ 0 crores for quarter ended June 30, 2026.

The Company has paid dividend of ₹ 32 lakhs and ₹ Nil for the quarter ended June 30, 2026 and 2025, respectively to key managerial personnel and to relatives of key managerial personnel.

*Provisions for contribution to gratuity, leave encashment and other defined benefit are determined by actuary on an overall Company basis at the end of each year and, accordingly, have not been considered in the above information. The amount is disclosed only at the time of payment.

37 Earnings per Share ("EPS")

		Quarter ended	Quarter ended
		June 30, 2026	June 30, 2025
(a) Profit/(loss) for the period	₹ crores	2,560	1,397
(b) The weighted average number of ordinary shares for Basic EPS	Nos.	3,682,366,198	3,682,331,373
(c) The nominal value per share (Ordinary)	₹	2.00	2.00
(d) Share of profit for ordinary shares for Basic EPS	₹ crores	2,560	1,397
(e) Earnings per ordinary share (Basic)	₹	6.95	3.79
(f) Profit/(loss) after tax for Diluted EPS	₹ crores	2,560	1,397
(g) The weighted average number of ordinary shares for Basic EPS	Nos.	3,682,366,198	3,682,331,373
(h) Add: Adjustment for Options relating to ESOP's	Nos.	1,213,091	-
(i) The weighted average number of ordinary shares for Diluted EPS	Nos.	3,683,579,289	3,682,331,373
(j) Share of profit for ordinary shares for Diluted EPS	₹ crores	2,560	1,397
(k) Earnings/(loss) Per ordinary share (Diluted)	₹	6.95	3.79

Note: Earnings per share (Basic & Diluted) for the quarter ended June 30, 2025 are calculated after considering the impact of issuance of equity shares pursuant to the Scheme from the date of incorporation of the Company.

38 Composite Scheme of Arrangement

- a) The Board of Directors has, at its meeting held on August 1, 2024, approved a Composite Scheme of Arrangement amongst Tata Motors Passenger Vehicles Limited (Formerly Tata Motors Ltd) ("TMPVL"), Tata Motors Limited (Formerly TML Commercial Vehicles Ltd) (the "Company") and Tata Motors Passenger Vehicles Limited and their respective shareholders under Section 230-232 of the Companies Act, 2013 which inter alia provides for:
- demerger, transfer and vesting of the commercial vehicles business of TMPVL along with related investments ("demerged undertaking") to the Company on a going concern basis; and
 - amalgamation of Tata Motors Passenger Vehicles Ltd with TMPVL with an objective of consolidating the passenger vehicles business ("Scheme").

The Scheme has received approval from NCLT and is effective from October 1, 2025, with an appointed date of July 1, 2025.

- b) The Company has given effect to the Scheme in accordance with the accounting treatment specified in the Scheme and as per applicable accounting standards (Ind AS) as under:
- Recorded the assets, liabilities, general reserve, retained earnings and equity instruments through other comprehensive income, cost of hedging reserve and hedging reserve (forming part of "other components of equity" in the statement of changes in equity at their respective carrying values of the demerged undertaking, as appearing in the books of the TMPVL),
 - Assets and liabilities were determined using the carrying value of specifically identifiable items transferred and an asset ratio for non specifically identifiable items. The ratio equals identifiable assets transferred divided by identifiable assets retained,
 - Authorised Share Capital has been increased on October 1, 2025
 - 3,68,23,31,373 Equity shares of face value and paid up value of ₹2/- each amounting to ₹736 Crores has been issued to the shareholders of TMPVL on October 15, 2025 and difference between the face value of the equity shares issued and carrying value of the assets and liabilities and other components of equity of the demerged undertaking has been recognised as mentioned in note c) below.
- c) The Company was incorporated on June 23, 2024 and the Financial Statement of the Company are restated from the date of incorporation to give the effect to the above-mentioned Composite Scheme of Arrangement. Hence, the amounts for the quarter ended June 30, 2025 have been re-presented and are not audited by Statutory Auditors.
- d) The carrying value of net assets of the demerged undertaking as on appointed Date (i.e. July 01, 2025) is as follows:

TATA MOTORS LIMITED (Formerly TML COMMERCIAL VEHICLES LIMITED)
NOTES FORMING PART OF CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

	(₹ in crores)
	Consolidated
Particulars	As at June 30, 2025
I. ASSETS	
(1) NON-CURRENT ASSETS	
(a) Property, plant and equipment	10,966
(b) Capital work-in-progress	646
(c) Right of use assets	781
(d) Other intangible assets	1,984
(e) Intangible assets under development	1,249
(f) Investment in equity accounted investees	1,311
(g) Financial assets:	
(i) Other Investments	8,991
(ii) Loans	24
(iii) Other financial assets	4,530
(h) Non-current tax assets (net)	291
(i) Other non-current assets	458
	31,231
(2) CURRENT ASSETS	
(a) Inventories	6,172
(b) Financial assets:	
(i) Investments	440
(ii) Trade receivables	3,650
(iii) Cash and cash equivalents	1,945
(iv) Bank balances other than (iii) above	346
(v) Loans	20
(vi) Other financial assets	1,627
(c) Current tax assets (net)	26
(d) Other current assets	1,203
	15,429
(3) Assets classified as held-for-sale	1
TOTAL ASSETS	46,661
II. LIABILITIES	
(1) NON-CURRENT LIABILITIES	
(a) Financial liabilities:	
(i) Borrowings	3,920
(ii) Lease liabilities	613
(iii) Other financial liabilities	142
(b) Provisions	2,703
(c) Deferred tax liabilities (net) (Refer note 2 below)	1,107
(d) Other non-current liabilities	1,837
	10,322
(2) CURRENT LIABILITIES	
(a) Financial liabilities:	
(i) Borrowings	5,367
(ii) Lease liabilities	142
(iii) Trade payables	
(a) Total outstanding dues of micro and small enterprises	156
(b) Total outstanding dues of creditors other than micro and small enterprises	11,335
(c) Acceptances	2,376
(iv) Other financial liabilities	952
(b) Other current liabilities	2,361
(c) Provisions	2,332
(d) Current tax liabilities (net)	28
	25,049
TOTAL LIABILITIES (Excluding Equity)	35,371
III. Excess of assets over liabilities (I-II)	11,290
Equity share capital to be issued pursuant to the Scheme	736
Special reserve	247
Earned Surplus reserve	46
Research & Human resource development	201
Other components of equity	803
General reserve (Refer note 3 below)	1,029
Retained earnings (Distributable) (Refer Note 1 below)	4,828
Capital reserve pursuant to the scheme (Refer Note 4 below)	3,400
TOTAL	11,290

Notes:

- Retained earnings is primarily attributable to the profits generated by the Commercial Vehicle business during the period from April 1, 2021 to June 30, 2025 and hence have been considered as part of Retained earnings to be transferred to the Company pursuant to the Scheme.
- Deferred tax assets on Unabsorbed Depreciation and Brought Forward Losses, as per the books of accounts of the Demerged entity as at March 31, 2025 have been allocated to the Company in accordance with the asset ratio as defined in the Scheme.
- The General Reserve reflected in the financial statements has been allocated based on the assets ratio as defined in the Scheme.
- Capital reserve is the difference between book value of the assets and liabilities of the Demerged Undertaking after allocating the amount towards the face value of the Equity shares issued and other appropriate reserves.

TATA MOTORS LIMITED (Formerly TML COMMERCIAL VEHICLES LIMITED)
NOTES FORMING PART OF CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

39 Business combination

On May 16, 2026, Tata Motors Limited (the Company) acquired additional stake in Freight Commerce Solutions Private Limited (FCSPL), a service provider of logistics support including Tracking, Support in procurement of Logistics and enabling end to end logistics support. Consequent to this investment, the shareholding of the Company in FCSPL increased from 42.11% to 64.00% on fully diluted basis and the status of FCSPL changed from an associate to a subsidiary effective May 16, 2026. The acquisition was made with the objective to streamline and digitize logistics interactions.

In the condensed consolidated financial statements, the existing investments of FCSPL had been remeasured at acquisition date at fair value in accordance with Ind AS 103 'Business Combinations'. The gain on remeasurement of existing investments at fair value has been recognised as an exceptional item in condensed consolidated statement of profit and loss amounting to ₹ 38 crores. Consequent to gaining of control, the results of FCSPL have been consolidated by the Company from May 16, 2026 on a line-by-line basis. The consideration transferred and goodwill on acquisition is as below:

	(₹ in crores)
	Balances recognised on May 16, 2026
Enterprise value	521
Less: Fair value of net assets/(liabilities) acquired and fair value of intangible assets including deferred tax	(161)
Goodwill	360

	(₹ in crores)
	Balances recognised on May 16, 2026
Property, plant and equipment	1
Intangible assets	25
Right to use assets	7
Cash and cash equivalents	2
Other bank balances	75
Trade receivables	21
Other current and non current assets	12
A Total assets	143
Lease liabilities	(8)
Trade payables	(7)
Other current and non current liabilities	(8)
B Total liabilities	(23)
Identifiable net assets at fair value (A-B)	120
Fair value of intangible assets*	
- Trade marks and brands	15
- Softwares	40
Deferred tax liability	(13)
	161
Enterprise value	
Equity shares acquired in cash	10
Compulsorily convertible preference shares acquired in cash	86
Fair Value of the existing investment in equity shares and compulsory convertible preference shares	241
Total purchase consideration	337
Add: Non controlling interest equity shares (Refer statement of changes in equity)	86
Add: Compulsorily convertible preference shares held by external investors (Refer note 20 and 21)	81
Add: Financial liability to acquire Non controlling interest equity shares (Refer note 21)	18
Total enterprise value	521

*Useful lives are estimated at 5 years for software and 9.5 years for trademarks and brands.

Further to above acquisition, the Company has provided the exit put option to eligible equity shareholders prior to March 31, 2027, which resulted into recognition of put option liability (Refer note 34 for disclosure on financial instruments).

Measurement of fair values:

a) Fair value of intangible assets acquired

Trade marks and brands- The fair value is determined by relief from royalty method, which considers the discounted estimated royalty payments that are expected to be avoided as a result of the patents being owned.

Software- The fair value is determined by replacement cost method which estimates the value by calculating the current expense required to create or acquire a modern equivalent asset that offers equivalent utility and function. It focuses on present-day market prices for labor, development, and components rather than historical spending.

b) Fair value of trade receivables

Fair value of the acquired trade receivables at the date of acquisition is ₹21 crores. The trade receivables comprise gross contractual amounts due of ₹23 crores, of which ₹2 crores was recognised as allowances for trade receivable.

Goodwill

Goodwill arising on the acquisition represents the future economic benefits arising from assets that are not individually identified and separately recognised. Goodwill is measured at cost less accumulated impairment losses, if any, and is tested for impairment at least annually. As at June 30, 2026, no impairment loss has been recognized on goodwill arising from the acquisition completed during the period.

TATA MOTORS LIMITED (Formerly TML COMMERCIAL VEHICLES LIMITED)
NOTES FORMING PART OF CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

40 Other Notes

- a) Current period figures are shown in bold prints.
- b) Extended Producer Responsibility ("EPR") for End of Life of Vehicles for OEMs was notified in January 2025, w.e.f. April 1, 2025. EPR calls for OEMs to buy certificates from Registered Vehicle Scrapping Facility ("RVSFs") equivalent to 8% for the first 5 years and goes up to 18% by 2039 of steel used in its vehicles 15 years back in case of Commercial Vehicles. Central Pollution Control Board ("CPCB") is in the process of giving clarity of the EPR policy including a) Cost of the certificate b) Clear methodology for calculating steel content/liability targets for OEMs c) Process for transaction between OEMs and RVSFs and thus the cost of meeting the obligations under EPR cannot be reliably estimated as at June 30, 2026.
- Further, Extended Producer Responsibility ("EPR") for waste batteries management was notified in August 2022 as amended from time to time. Said rules call for Producers, as defined under the rules, for environmental sound management of waste batteries. Company shall be able to meet the obligations under the said rules either through its suppliers or through other facilities/arrangements.
- c) On July 30, 2025, the Company and Iveco Group N.V. ("Iveco"), announced reaching an agreement to create a commercial vehicles group through all-cash voluntary tender offer for Iveco common shares. The completion of the offer, expected to be completed during 3rd quarter of FY27, is conditional, inter alia, on regulatory approvals and certain other conditions. The offer represents a total consideration of approximately **₹41,001 crores (€3.8 billion)** as at June 30, 2026 for Iveco, excluding Iveco's defence business and the net proceeds from the defence business separation. The Company is in process of taking the necessary regulatory approvals. The Company has given a letter of comfort and provided guarantees to MUFG Bank Limited, Hong Kong (acting as a facility agent for the lenders) for **₹41,001 crores (€3.8 billion)** as on June 30, 2026 against credit facility given to TML CV Holdings BV, towards acquisition of IVECO Group N.V., after requisite approvals for the same.
- d) The Board of Directors has, at its meeting held on January 29, 2026, approved (subject to other requisite approvals) a Composite Scheme of Amalgamation involving the merger of the wholly owned subsidiary TMF Holdings Limited and wholly owned step down subsidiary TMF Business Services Limited with Tata Motors Limited. The Reserve Bank of India and the Stock Exchanges (National Stock Exchange of India Limited and BSE Limited) have accorded their "No Objection" for the Scheme and the first motion petition under the Scheme was heard by the National Company Law Tribunal (NCLT) on July 30, 2026, and the matter has been reserved for order.
- e) The effective tax rate for the quarter ended June 30, 2026, is lower than the applicable corporate income tax rate primarily due to fair value gains of ₹1,135 crores on FVTPL equity investments.

See accompanying notes to condensed consolidated financial statements
In terms of our report attached

For **B S R & Co. LLP**
Chartered Accountants
Firm's Registration No.: 101248W/W-100022

Vijay Mathur
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VIJAY MATHUR
Partner
Membership No.: 046476

Place: Mumbai
Date: August 12, 2026

For and on behalf of the Board

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K V CHOWDARY [DIN: 08485334]
Director

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GIRISH WAGH [DIN: 03119361]
Managing Director and CEO

VENKATA RAMANA N GOPAL
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RAMANAN GV
Chief Financial Officer

RANJAN KUMAR
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RANJAN KUMAR [ACS:A16192]
Company Secretary

Place: Mumbai
Date: August 12, 2026