

Reconciliation of I-GAAP Financials to Local Statutory Accounts - March 2016

0010210

Tata Steel International (Americas) Holdings Inc

USD

	Profit/(Loss) after Tax	Net Assets	Commentary on Differences
I-GAAP as per GRS:	1,788,970	87,606,388	
Differences:			
GAAP Difference	(5,920,794)	11,230,590	Deferred Tax adjustment
Audit/Late Adjustment			
Different Year End than March 2016			
Other	(176)	(978)	
Total Difference	(5,920,970)	11,229,612	
Local Statutory Accounts:	(4,132,000)	98,836,000	
Check (Should be Zero)	0	0	

Notes:

Entities should input the numbers recorded in their local statutory accounts (in the same currency) for Profit/(Loss) after Tax and Net Assets into row 25 of this spreadsheet. The values entered in row 11 are the values recorded in GRS under Indian GAAP. Any difference between the two numbers should be reconciled by using the categories provided (shown in green shaded cells). Any 'Other' adjustments require a description of what the adjustment relates to. The 'Check' in row 25 should be zero before the spreadsheet is submitted to Group Finance.

Profit/(Loss) after Tax is the Indian GAAP definition which, in GRS, is Profit after Tax (20050009) less Share of JV/Associate Result (25510009).

Commentary on Differences (column F) should be used to provide further explanations. Expected information to be given in this column would include the following:

- Local GAAP Adjustment - What are the major GAAP adjustments (e.g. deferred tax) and what value arises because of this
- Late Adjustment - Details on what has been adjusted between GRS submission and completion on statutory accounts
- Different Year End - The year end used in the Statutory accounts
- Other - Full explanation of adjusting factors

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**TATA STEEL INTERNATIONAL (AMERICAS) HOLDINGS INC.
AND SUBSIDIARIES**
(A Wholly Owned Subsidiary of Corus (Overseas Holdings) International Limited (UK))

SUPPLEMENTARY CONSOLIDATING STATEMENT OF OPERATIONS INFORMATION
FOR THE YEAR ENDED APRIL 2, 2016
(Dollars in thousands)

	TSIAHI	TSIAI	TSC	Limitada	Kalzip Inc.	Eliminations	Consolidated
NET SALES	\$ -	\$293,520	\$ -	\$ -	\$ 25	\$ -	\$293,545
COST OF PRODUCTS SOLD	-	<u>281,488</u>	-	-	<u>87</u>	-	<u>281,575</u>
GROSS MARGIN	-	12,032	-	-	(62)	-	11,970
SELLING, GENERAL, AND ADMINISTRATIVE EXPENSES	<u>598</u>	<u>11,520</u>	<u>(7)</u>	<u>5</u>	<u>(36)</u>	-	<u>12,080</u>
INCOME (LOSS) FROM OPERATIONS	(598)	512	7	(5)	(26)	-	(110)
OTHER (INCOME) EXPENSE:							
Interest income	(2,892)	(1,251)	-	-	-	1,284	(2,859)
Interest expense	1,284	-	-	-	35	(1,284)	35
Loss (gain) on foreign currency transactions	-	<u>277</u>	-	-	-	-	<u>277</u>
INCOME (LOSS) BEFORE INCOME TAX	1,010	1,486	7	(5)	(61)	-	2,437
INCOME TAX EXPENSE (BENEFIT)	<u>5,142</u>	<u>17</u>	-	<u>12</u>	-	-	<u>5,171</u>
NET INCOME (LOSS)	<u>\$ (4,132)</u>	<u>\$ 1,469</u>	<u>\$ 7</u>	<u>\$ (17)</u>	<u>\$ (61)</u>	<u>\$ -</u>	<u>\$ (2,734)</u>

The supplementary consolidating information is presented using a cost method of accounting for investments in subsidiaries.

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SUPPLEMENTARY CONSOLIDATING BALANCE SHEET INFORMATION

AS OF APRIL 2, 2016

(Dollars in thousands)

ASSETS	TSIAHI	TSIAI	TSC	Limitada	Kalzip Inc.	Eliminations	Consolidated
CURRENT ASSETS:							
Cash and cash equivalents	\$ 4,587	\$ 1,688	\$ -	\$ 89	\$ -	\$ -	\$ 6,364
Accounts receivable — net of allowance for doubtful accounts	-	23,233	-	-	-	-	23,233
Accounts receivable from affiliates	33	107,238	84	-	91	(106,845)	601
Inventories — net of allowance for obsolescence	-	39,747	-	-	-	-	39,747
Loan receivable from affiliates	216,113	50,730	-	-	-	(50,730)	216,113
Prepaid expenses and other current assets	45	7,117	-	-	-	125	7,287
Total current assets	<u>220,778</u>	<u>229,753</u>	<u>84</u>	<u>89</u>	<u>91</u>	<u>(157,450)</u>	<u>293,345</u>
FIXED ASSETS:							
Machinery, equipment, and leasehold improvements	-	2,127	-	-	864	-	2,991
Less accumulated depreciation and amortization	-	2,048	-	-	864	-	2,912
Net fixed assets	<u>-</u>	<u>79</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>79</u>
OTHER ASSETS:							
Investments in affiliates	44,172	-	-	-	-	(44,172)	-
Deferred tax and other assets	<u>11,231</u>	<u>43</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>11,274</u>
Total other assets	<u>55,403</u>	<u>43</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(44,172)</u>	<u>11,274</u>
TOTAL	<u>\$ 276,181</u>	<u>\$ 229,875</u>	<u>\$ 84</u>	<u>\$ 89</u>	<u>\$ 91</u>	<u>\$ (201,622)</u>	<u>\$ 304,698</u>

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AND SUBSIDIARIES**

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**SUPPLEMENTARY CONSOLIDATING BALANCE SHEET INFORMATION
AS OF APRIL 2, 2016
(Dollars in thousands)**

	TSIAHI	TSIAI	TSC	Limitada	Kalzip Inc.	Eliminations	Consolidated
LIABILITIES AND STOCKHOLDER'S EQUITY							
CURRENT LIABILITIES:							
Trade payables	\$ -	\$ 3,523	\$ -	\$ 37	\$ -	\$ -	\$ 3,560
Accrued and other current liabilities	28	15,989	15	26	3	(73)	15,988
Retirement and postretirement benefit obligations—current	-	101	-	-	-	-	101
Loans payables due to affiliates	126,587	43,689	-	-	7,091	(106,845)	70,522
Total current liabilities	126,615	63,302	15	63	7,094	(106,918)	90,171
OTHER LONG-TERM LIABILITIES:							
Retirement and postretirement benefit obligations—net of current portion	-	4,359	-	-	-	-	4,359
Intercompany debt—long-term	50,730	-	-	-	-	(50,730)	-
Other	-	39	-	-	-	-	39
Total other long-term liabilities	50,730	4,398	-	-	-	(50,730)	4,398
Total liabilities	177,345	67,700	15	63	7,094	(157,648)	94,569
STOCKHOLDER'S EQUITY (DEFICIT):							
Common stock	652,380	8,902	186	216	-	(9,302)	652,382
Additional paid-in capital	159,611	36,206	573,370	3	-	(607,758)	161,432
Retained earnings (accumulated deficit)	(713,155)	122,522	(573,487)	(165)	(7,003)	573,086	(598,202)
Accumulated other comprehensive loss	-	(5,455)	-	(28)	-	-	(5,483)
Total stockholder's equity	98,836	162,175	69	26	(7,003)	(43,974)	210,129
TOTAL	\$ 276,181	\$229,875	\$ 84	\$ 89	\$ 91	\$ (201,622)	\$ 304,698

The supplementary consolidating information is presented using a cost method of accounting for investments in subsidiaries.

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