

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF TATA STEEL INTERNATIONAL INDIA LIMITED

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Report on the Financial Statements

We have audited the accompanying standalone financial statements of **TATA STEEL INTERNATIONAL INDIA LIMITED** ("the Company") which comprise the Balance Sheet as at 31st March, 2015, the Statement of Profit and Loss, the Cash Flow Statement for the year then ended, and a summary of the significant accounting policies and other explanatory information.

Management's Responsibility for the Standalone Financial Statements

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these standalone financial statements based on our audit. We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made thereunder.

We conducted our audit in accordance with the Standards on Auditing specified under Section 143(10) of the Act. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of the financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on whether the Company has in place an adequate internal financial controls system over financial reporting and the operating effectiveness of such controls. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Company's Directors, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the financial statements.

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at 31st March, 2015, and its loss and its cash flows for the year ended on that date.

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2015 issued by the Central Government in terms of Section 143(11) of the Act, we give in the Annexure a statement on the matters specified in paragraphs 3 and 4 of the Order.
2. As required by Section 143 (3) of the Act, we report that:
 - (a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
 - (b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
 - (c) The Balance Sheet, the Statement of Profit and Loss and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.
 - (d) In our opinion, the aforesaid standalone financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
 - (e) On the basis of the written representations received from the directors as on 31st March, 2015 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2015 from being appointed as a director in terms of Section 164 (2) of the Act.
 - (f) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
 - i. The Company has disclosed the impact of pending litigations on its financial position in its financial statements - Refer Note 2.19 to the financial statements.
 - ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
 - iii. There were no amounts, which were required to be transferred, to the Investor Education and Protection Fund by the Company

For Deloitte Haskins & Sells LLP
Chartered Accountants
Firm's Registration No. 117366W/W-100018



Joe Pretto
Partner

Membership No. 77491

Mumbai, 30 June 2015

ANNEXURE TO THE INDEPENDENT AUDITOR'S REPORT

(Referred to in paragraph 1 under 'Report on Other Legal and Regulatory Requirements' section of our report of even date)

Having regard to the nature of the Company's business / activities / results during the year, clause (ii), (iii), (v), (vi), (ix), (x) and (xi) of paragraph 3 of the Order are not applicable to the Company.

- (i) In respect of its fixed assets:
 - (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.
 - (b) The Company has a program of verification of fixed assets to cover all the items in a phased manner over a period of three years which, in our opinion, is reasonable having regard to the size of the Company and the nature of its assets. Pursuant to the program, certain fixed assets were physically verified by the Management during the year. According to the information and explanations given to us no material discrepancies were noticed on such verification.
- (ii) In our opinion and according to the information and explanations given to us, there is an adequate internal control system commensurate with the size of the Company and the nature of its business for the purchase of inventory and fixed assets and for the sale of goods and services and during the course of our audit we have not observed any continuing failure to correct major weaknesses in such internal control system.
- (iii) According to the information and explanations given to us, in respect of statutory dues:
 - (a) The Company has generally been regular in depositing undisputed statutory dues, including Provident Fund, Employees' State Insurance, Income-tax, Sales Tax, Wealth Tax, Service Tax, Customs Duty, Excise Duty, Value Added Tax, Cess and other material statutory dues applicable to it with the appropriate authorities.
 - (b) There were no undisputed amounts payable in respect of Provident Fund, Employees' State Insurance, Income-tax, Sales Tax, Wealth Tax, Service Tax, Customs Duty, Excise Duty, Value Added Tax, Cess and other material statutory dues in arrears as at March 31, 2015 for a period of more than six months from the date they became payable.
 - (c) Detail of Dues of of Income-tax, Sales Tax, Wealth Tax, Service Tax, Customs Duty, Excise Duty, Value Added Tax and Cess which have not been deposited as on March 31, 2015 on account of disputes are given below.

Name of Statute (nature of Dues)	Forum Where dispute is pending	Period to which the amounts relates	Amount involved
Income tax Act	Tribunal	2008-2009	448,322
Income tax Act	Tribunal	2006-2007	130,003

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- (d) There are no amounts that are due to be transferred to the Investor Education and Protection Fund in accordance with the relevant provisions of the Companies Act, 1956 (1 of 1956) and Rules made thereunder.
- (iv) The Company does not have accumulated losses at the end of the financial year and the Company has incurred cash losses during the financial year covered by our audit and in the immediately preceding financial year.
- (v) To the best of our knowledge and according to the information and explanations given to us, no fraud by the Company and no material fraud on the Company has been noticed or reported during the year.

For Deloitte Haskins & Sells LLP
Chartered Accountants
Firm's Registration No. 117366W/W-100018



Joe Pretto
Partner

Membership No. 77491

Mumbai, 30 June 2015

Tata Steel International (India) Limited

Balance Sheet as at 31 March, 2015

(Amount in Rs.)

Particulars	Notes		As at 31.03.2015	As at 31.03.2014
I. EQUITY AND LIABILITIES				
(1) Shareholders' Funds				
(a) Share Capital	2.1	63,906,970		63,906,970
(b) Reserves and Surplus	2.2	302,937,451		311,649,892
			366,844,421	375,556,862
(2) Non-Current Liabilities				
Deferred tax liabilities (Net)	2.3		1,562,220	6,746,285
(3) Current Liabilities				
(a) Trade payables	2.4	50,050,103		46,549,880
(b) Other current liabilities	2.5	5,467,449		5,489,091
(c) Short-term provisions	2.6	1,479,748		1,479,748
			56,997,300	53,518,719
Total			425,403,941	435,821,866
II. ASSETS				
(1) Non-current assets				
(a) Fixed assets				
(i) Tangible assets	2.7		209,264,926	216,280,406
(ii) Intangible assets			53,160	85,161
(b) Long term loans and advances	2.8		11,960,260	11,487,697
(2) Current assets				
(a) Current Investments	2.9	95,630,528		102,014,271
(b) Trade receivables	2.10	27,207,731		16,892,657
(c) Cash and Cash Equivalents	2.11	72,102,503		67,561,834
(d) Short-term loans and advances	2.12	9,073,953		21,285,968
(e) Other Current Assets	2.13	110,880		213,872
			204,125,595	207,968,602
Total			425,403,941	435,821,866

Significant Accounting Policies and Notes to financial statements 1


In Terms of our report attached
For **Deloitte Haskins & Sells LLP**
Chartered Accountants


Joe Pretto
Partner

Mumbai
Date : 30-6-2015

For and on behalf of the Board of Directors


Sanjiva Verma
Whole Time Director


Thomas Russell
Director


Ghanshyam Singh
Company Secretary

Mumbai
Date : 30-6-2015

Tata Steel International (India) Limited

Statement of Profit and Loss for the year ended 31 March, 2015

(Amount in Rs.)

Particulars	Notes	For the year Ended 31.03.2015	For the year Ended 31.03.2014
Revenue from operations (Gross)	2.14	35,074,418	31,430,726
Other Income	2.15	10,828,589	16,791,027
Total Revenue		45,903,007	48,221,753
<u>Expenses:</u>			
Changes in inventories of Stock in Trade (Traded Goods)	2.16	-	4,501,093
Employee benefit expense	2.17	25,087,783	23,307,062
Depreciation and amortization expense	2.7	6,901,380	7,096,223
Other expenses	2.18	27,810,350	25,795,297
Total Expenses		59,799,513	60,699,675
Profit/(Loss) before tax		(13,896,506)	(12,477,922)
Tax expense:			
(1) Current tax		-	-
(2) Deferred tax Expenses/(benefit)	2.3	(5,184,065)	(305,589)
Profit/(Loss) after tax for the year		(8,712,441)	(12,172,333)
Earning(Loss) per equity share of Rs. 10 per Share	2.27		
(1) Basic		(1.36)	(1.90)
(2) Diluted		(1.36)	(1.90)

Significant Accounting Policies and Notes to financial statements **1**

In Terms of our report attached
For **Deloitte Haskins & Sells LLP**
Chartered Accountants


Joe Pretto
Partner

Mumbai
Date : 30-6-2015

For and on behalf of the Board of Directors


Sanjiva Verma
Whole Time Director


Thomas Russell
Director


Ghanshyam Singh
Company Secretary

Mumbai
Date : 30-6-2015

TATA STEEL INTERNATIONAL (INDIA) LIMITED

STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 31 MARCH, 2015

	For the year ended 31 March, 2015 Amount (in Rs)	For the year ended 31 March, 2014 Amount (in Rs)
1 CASH FLOW FROM OPERATING ACTIVITIES		
Profit before taxes	(13,896,506)	(12,477,922)
Adjustments for :		
Depreciation and amortisation	6,901,380	7,096,222
Impairment loss on Fixed Assets	-	3,508,759
Loss on sale of fixed assets / fixed assets written off	375,907	108,828
Interest Income	(4,553,488)	(6,228,628)
Dividend Income	(6,130,998)	(6,611,093)
Operating profit before working capital changes	(17,303,705)	(14,603,834)
(a) Adjustments for (increase)/ decrease in Operating Assets:		
Inventories	-	4,501,093
Trade Receivables	(10,315,074)	(1,707,407)
Short Term Loans and Advances	12,212,015	2,672,327
(b) Adjustments for increase/ (decrease) in Operating Liabilities:		
Current Liabilities and Provisions	3,478,581	(5,964,760)
Cash from operations	(11,928,183)	(15,102,581)
Taxes paid	-	-
Net cash (used in) / provided by operating activities	(11,928,183)	(15,102,581)
2 CASH FLOW FROM INVESTING ACTIVITIES		
Purchase of fixed assets	(313,191)	(36,270)
Proceeds from sale of fixed assets	83,385	63,147
Long Term Loans and Advances	(472,563)	(639,520)
Current Investments	6,383,742	(3,611,093)
Interest received	4,656,481	6,247,853
Dividend Received from Mutual Funds	6,130,998	6,611,100
Net cash (used in) / provided by investing activities	16,468,852	8,635,217
3 CASH FLOW FROM FINANCING ACTIVITIES		
Proceeds from issue of equity shares	-	-
Share issue expenses	-	-
Net Proceeds from borrowings	-	-
Net cash provided by financing activities	4,540,669	(6,467,364)
Net increase in cash and cash equivalents	4,540,669	(6,467,364)
Cash and cash equivalents as at the beginning of the period	67,561,834	74,029,197
Cash and cash equivalents as at the end of the period, comprising:		
Cash in hand	17,680	2,653
Bank balances and Fixed Deposits	72,084,823	67,559,181
Total	72,102,503	67,561,834
Footnote :		
Cash and Bank balances	3,386,331	2,156,228
Deposits with original maturity over three months	68,716,172	65,405,606
Cash and Cash Equivalent at the end of the year as per Note 2.11	72,102,503	67,561,834

In Terms of our report attached
For **Deloitte Haskins & Sells LLP**
Chartered Accountants

Joe Pretto
Partner

Mumbai
Date : 30-6-2015

For and on behalf of the Board of Directors

Sanjiva Verma
Whole Time Director

Thomas Russell
Director

Ghanshyam Singh
Company Secretary

Mumbai
Date : 30-6-2015

Tata Steel International (India) Limited

Notes forming part of Financial Statement

Corporate Information

The Company is engaged in the activity of providing business support services to the group companies for Sale of Steel Products in India against commission income.

1. Significant Accounting Policies

1.1 Basis of Accounting

The Financial statement of the Company has been prepared in accordance with the Generally Accepted Accounting Principles in India to comply with the Accounting Standards specified under Section 133 of the Companies Act, 2013, read with Rule 7 of the Companies (Accounts) Rules, 2014 and the relevant provisions of the Companies Act, 2013 ("the 2013 Act") / Companies Act, 1956 ("the 1956 Act"), as applicable. The financial statements have been prepared on accrual basis under the historical cost convention.

1.2 Revenue Recognition

- (a) Sales Comprises sale of goods and services, net of trade discount
- (b) The Company recognizes commission income on the basis of services rendered and at the time when invoices are raised by the principal on its customers.
- (c) Revenue is recognized to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured.
- (d) Interest income is accounted on accrual basis. Dividend income is accounted when right to receive it is established.

1.3 Fixed Assets

(a) Tangible Assets :

All tangible assets are valued at cost less depreciation. Pre-operation expenses including trial run expenses (net off revenue) are capitalized.

(b) Intangible Assets :

Intangible assets are stated at cost less accumulated amortization and net of impairment, if any. An intangible assets is recognized if it is probable that the expected future economic benefits that are attributable to the asset will flow to the Company and its cost can be measured reliably. Intangible assets having finite useful life are amortized on a straight line basis over their estimated useful lives.

(c) Depreciation and amortization :

Depreciation on tangible fixed assets has been provided on the straight-line method as per the useful life prescribed in Schedule II to the Companies Act, 2013 except in respect of the following categories of assets, in whose case the life of the assets has been assessed as under based on technical advice, taking into account the nature of the asset, the estimated usage of the asset, the operating conditions of the asset, past history of replacement, anticipated technological changes, manufacturers warranties and maintenance support, etc.

- a. Building – 25 Years
- b. Vehicles – 4 Years
- c. Intangibles (Softwares & Licences) – 5 Years

Tata Steel International (India) Limited

(d) Impairment of assets

Fixed assets are reviewed for impairment whenever events or changes in circumstances indicate that their carrying amount may not be recoverable.

An impairment loss is recognized in the Statement of Profit and Loss if the carrying amount of an asset exceeds its recoverable amount.

1.4 Foreign Currency Transactions

Foreign currency transactions are converted into Indian Rupees at rates of exchange approximating those prevailing at the transaction date. Foreign currency monetary assets and liabilities are translated to Indian Rupees at the closing rate prevailing on the balance sheet date. Exchange differences, on foreign currency transactions are recognized in the Statement of Profit and Loss. Further in respect of transactions covered by the forward exchange contracts, the differences between the contract rate and the spot rate on the date of transaction is charged to the Statement of Profit and Loss over the period of the contract.

1.5 Employee Benefits

Short term employee benefits are recognized as expenses at the undiscounted amount in the Statement of Profit and Loss of the year in which related service is rendered.

(i) Defined Contribution Plans

The Company's contribution to Employees' provident fund, Employees' Pension Scheme are considered as defined contribution plans and are charged as an expense based on the amount of contribution required to be made and when services are rendered by the employees, all of which are administered by the respective Trust, and has further obligation beyond making contribution towards deficiency if any, which is expensed in the year to which it pertains.

(ii) Defined Benefit Plans

The Company has a Defined Benefit Plan for payment of Gratuity to its employees. The liability for Gratuity is determined on the basis of an actuarial valuation carried out by an independent actuary at the year end, which is calculated using the projected unit credit method.

Gratuity Fund is recognized by the income tax authorities and is administered through trustees. The Employee's Gratuity Trust takes group gratuity policies with insurance companies.

Actuarial gains and losses which comprise experience adjustment and the effect of changes in actuarial assumptions are recognized in the Statement of Profit and Loss.

(iii) Employee Leave Entitlement

The employees of the Company are entitled to leave as per the leave policy of the Company. The liability in respect of unutilized leave balances is provided based on an actuarial valuation carried out by an independent actuary as at the year end and charged to the Statement of Profit and Loss.

The Company has taken policy from Life Insurance Corporation of India under Employees' Group Leave Encashment – cum – life insurance scheme to cover its liability towards leave encashment payable to employees.

Tata Steel International (India) Limited

1.6 Taxation

Current Income Tax expense is determined in accordance with the provisions of the Income Tax Act, 1961.

Minimum alternative tax (MAT) if applicable is computed in accordance to the tax laws.

MAT credit is recognized as an asset only when and to the extent there is convincing evidence that the Company will pay normal income tax during the specified period.

In the year in which the MAT credit becomes eligible to be recognized as an asset in accordance with the recommendations contained in guidance note issued by the Institute of Chartered Accountants of India, the said asset is created by way of a credit to Statement of Profit and Loss and shown as net credit entitlement. The Company reviews the same at each Balance Sheet date and writes down the carrying out of MAT credit entitlement to the extent there is no longer convincing evidence to the effect that Company will pay normal Income Tax during the specified period.

Advance taxes and provisions for current income taxes are presented in the balance sheet after off-setting advance taxes paid and income tax provisions and the Company intends to settle the asset and liability on a net basis.

Deferred tax is accounted for by computing the tax effect of timing differences which arise during the year and reverse in subsequent periods. Deferred tax assets on unabsorbed depreciation and carry forward of losses are not recognized unless there is virtual certainty that sufficient future taxable income will be available against which such deferred tax assets can be realized.

1.7 Investments

Current investments are carried at lower of cost and fair value.

Tata Steel International (India) Limited

2 Notes forming part of the financial statements

2.1 Shareholders' Funds

(a) Share Capital

Share Capital	As at 31 March 2015	As at 31 March 2014
Authorised shares		
33,000,000 (31st March 2014: 33,000,000) equity shares of Rs.10/- each	330,000,000	330,000,000
	330,000,000	330,000,000
Issued, Subscribed and fully Paid up		
6,390,697 (31st March 2014: 6,390,697) equity shares of Rs.10/- each	63,906,970	63,906,970
Total	63,906,970	63,906,970

(b) Equity shares

Reconciliation of number of shares

	As at 31 March 2015		As at 31 March 2014	
	Number of Shares	Amount	Number of Shares	Amount
Shares outstanding at the beginning of the year	6,390,697	63,906,970	6,390,697	63,906,970
Shares outstanding at the end of the year	6,390,697	63,906,970	6,390,697	63,906,970

(c) Terms/rights attached to equity shares

The company has only one class of equity shares having a par value of Rs. 10/- per share. Each holder of equity shares is entitled to one vote per share. The company declares and pays dividends in rupees. 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 of the company, the holders of equity shares will be entitled to receive remaining assets of the company, after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders.

(d) Shares held by holding/ultimate holding company and/or their subsidiaries/associates and shareholding more than 5% shares in the Company

Out of equity shares issued by the company, shares held by its holding company and its six nominees are as follows

Number of shares (Including Nominees)	As at 31 March 2015	As at 31 March 2014
Tata Steel UK Limited holds 100% of equity Shares	6,390,697	6,390,697
Each nominee holds 1 equity share of the Company		

2.2	Reserves and Surplus		
(i)	Securities Premium Account		
	Balance as per last Balance Sheet	214,298,468	214,298,468
(ii)	Profit and Loss Account		
	Balance as per last Balance Sheet	97,351,424	109,523,757
	Profit/ (Loss) for the year	(8,712,441)	(12,172,333)
		88,638,983	97,351,424
	Total	302,937,451	311,649,892

Non-current Liabilities

2.3	Deferred Tax Liability- Net			
	Components of deferred tax liability are as under:			
		Deferred Tax Asset/(Liability) as at 01.04.2014	Current year (charge) / credit	Deferred Tax Asset/(Liability) as at 31.03.2015
		[Amount in Rs.]	[Amount in Rs.]	[Amount in Rs.]
	Deferred Tax Liabilities			
	(i) Difference between book and tax depreciation.....	(6,746,285)	5,032,932	(1,713,353)
		(6,746,285)	5,032,932	(1,713,353)
	Deferred Tax Assets			
	(i) Expenses disallowed under section 43B of Income Tax Act, 1961	-	151,133	151,133
		-	151,133	151,133
	Deferred Tax Liability- Net	(6,746,285)	5,184,065	(1,562,220)
				1,562,220

Current Liabilities

2.4	Trade Payables		
	(a) Creditors for Supplies and Services (Refer Note 2.28)	50,050,103	46,549,880
		50,050,103	46,549,880
2.5	Other Current Liabilities		
	(a) Advance received from customers	2,970,552	2,919,664
	(b) Creditors for other Liabilities*	2,496,897	2,569,427
		5,467,449	5,489,091
2.6	Short Term Provisions		
	Provision for Income Tax (Net of Advances)	355,649	355,649
	Provision for Fringe Benefit Tax (Net of Advances)	1,124,099	1,124,099
		1,479,748	1,479,748

2.7 Fixed Assets																	
(a) Tangible Assets																	
Particulars	1		2		3		4		5		6		7		8		Total
	Freehold Land	Building	Improvements	Plant & Machinery	Fittings	Vehicles	Office Equipments	Computers									
Cost:																	
As on 01-04-2014	121,004,548	75,939,415	2,012,881	56,635,902	1,351,110	2,199,259	978,776	2,699,453									256,869,344
As on 01-04-2013	121,004,548	75,939,415	2,012,881	50,635,902	1,536,506	2,199,259	1,082,415	2,956,301									257,417,227
Additions																	
During the Previous year	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	313,191
Deletion																	
During the Previous year	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	36,270
As at 31-03-2015	121,004,548	75,939,415	2,012,881	50,635,902	1,351,110	2,199,259	978,776	2,699,453									257,236,497
As at 31-03-2014	121,004,548	75,939,415	2,012,881	50,635,902	1,351,110	2,199,259	978,776	2,699,453									256,869,344
Depreciation:																	
Accumulated as on 01-04-2014	-	11,595,793	2,012,881	11,068,513	637,681	2,199,259	559,234	2,178,468									32,382,049
Accumulated as on 01-04-2013	-	4,559,637	2,012,881	9,681,672	557,619	2,103,234	526,932	2,071,765									25,516,000
Charge for the period																	
During the Previous Year	-	3,039,896	-	3,376,841	134,468	96,025	77,381	250,793									6,869,370
On assets sold/written off during the year	-	-	-	-	-	-	-	-									7,684,223
On assets sold/written off during the Previous year	-	-	-	-	-	-	-	-									4,016,746
As at 31-03-2015	-	14,635,689	2,012,881	16,435,354	372,780	2,199,259	206,775	3,184,926									35,034,682
As at 31-03-2014	-	11,595,793	2,012,881	11,068,513	627,691	2,199,259	559,234	2,128,468									32,162,049
Impairment																	
Accumulated as on 01-04-2014	-	-	-	8,406,869	-	-	-	-									8,406,869
Accumulated as on 01-04-2013	-	-	-	4,918,130	-	-	-	-									4,918,130
Impairment losses recognised/(Reversed) in Statement of Profit and Loss																	
During the Previous Year	-	-	-	3,488,739	-	-	-	-									3,488,739
Charge for the Previous Year	-	-	-	8,426,899	-	-	-	-									8,426,899
As at 31-03-2015	-	-	-	8,426,899	-	-	-	-									8,426,899
As at 31-03-2014	-	-	-	8,426,899	-	-	-	-									8,426,899
Net carrying amount:																	
As at 31-03-2015	121,004,548	61,303,726	-	25,773,659	366,875	0	137,682	369,455									209,264,926
As at 31-03-2014	121,004,548	64,401,622	-	29,150,500	731,229	0	419,542	570,565									216,380,408

Note: (i) The Company had purchased 14.5 acres of land in possession of third parties. The Company is negotiating to possess the same.
(ii) Figures in italics represents balances of previous year.

(b) Intangible Assets		
Particulars	1	
	Software & Licences	Total
Cost:		
As on 01-04-2014	169,691	169,691
As on 01-04-2013	169,691	169,691
Additions		
During the Previous year	-	-
Deletion		
During the Previous year	-	-
As at 31-03-2015	169,691	169,691
As at 31-03-2014	169,691	169,691
Amortization:		
As on 01-04-2014	84,530	84,530
As on 01-04-2013	52,570	52,570
As on 01-04-2017	32,001	32,001
Charge for the period		
During the Previous Year	32,000	32,000
As at 31-03-2015	116,531	116,531
As at 31-03-2014	84,530	84,530
Net carrying amount:		
As at 31-03-2015	53,160	53,160
As at 31-03-2014	85,161	85,161

2.8	Long term loans and advances		
	(i) Unsecured, considered good		
	a) Advance Payment of Income Tax (Net of Provisions)	11,702,789	11,172,626
	b) Advance payment of Fringe Benefit Tax (Net of Provisions)	124,939	124,939
	c) Loans and Advances to employees	132,532	190,132
		11,960,260	11,487,697
2.9	Current Investments		
	Investments in Mutual Funds - Unquoted		
	Liquid Funds	95,630,528	102,014,271
	Refer Note 2.30	95,630,528	102,014,271
2.10	Trade receivables		
	(Unsecured, considered good)		
	(i) More than six months	9,132,643	3,914,808
	(ii) Others	18,075,088	12,977,849
		27,207,731	16,892,657
2.11	Cash and cash equivalents		
	Cash and Bank Balances		
	(i) Cash on Hand	17,680	2,653
	(ii) Balances with Bank	3,368,651	2,153,575
	(iii) Others - Fixed Deposits	68,716,172	65,405,606
		72,102,503	67,561,834
	The deposits maintained by the company with banks comprise of time deposits, which can be withdrawn by the company at any point of time.		
2.12	Short-term loans and advances		
	(Unsecured, considered good)		
	1. Security Deposits	868,705	9,943,705
	2. Loans and Advances to employees	57,600	57,600
	3. Prepaid Expenses	129,150	167,659
	4. Balances with Government Authorities		
	Excise Duty	1,428,733	1,428,733
	Service Tax	5,918,090	5,940,118
	VAT	665	1,262,351
	5. Other Loans and Advances	671,010	2,485,802
		9,073,953	21,285,968
2.13	Other Current Assets		
	Accrued Interest on Fixed Deposits	110,880	213,872
		110,880	213,872

2.14	Revenue from operations		
	Sale of products	-	4,501,093
	Sale of services	31,548,353	21,414,772
	Other Operating Income (Recovery of office Expenses)	3,526,065	5,514,861
	Total	35,074,418	31,430,726
	Additional Information		
	Sale of Products includes		
	(i) Structural and Hollow Sections	-	4,501,093
		(0)	4,501,093
2.15	Other Income		
	Interest from bank deposits	4,553,488	6,228,628
	Dividend Earned on Mutual Funds Investments	6,130,998	6,611,093
	Excess Liabilities Written Back	-	3,942,929
	Miscellaneous income	144,103	8,377
	Total	10,828,589	16,791,027
2.16 Changes in Stock in Trade*			
	Opening Stock	-	4,501,093
	Less : Closing Stock	-	-
	Total	-	4,501,093
2.17 Employee Benefit Expense			
(a)	Salaries and wages, allowances and bonus	16,852,009	16,781,465
(b)	Contribution to provident and other funds	5,502,782	5,030,266
(c)	Staff welfare expenses	2,192,494	145,499
(d)	Notice Pay and Retrenchment compensation	540,498	1,349,832
	Total	25,087,783	23,307,062
2.18 Other Expenses			
	Power and fuel	672,281	854,837
	Rent	6,698,909	5,233,287
	Repairs - Others	455,453	822,178
	Repairs - Plant and Machinery	-	310,000
	Insurance	396,026	428,874
	Rates and taxes	2,984,814	982,930
	Auditors' remuneration (excluding service tax)		
	(i) Statutory Audit (Including Tax Audit Fees Rs. 235,000/-)	1,035,000	835,000
	(ii) For reimbursement	14,620	6,289
	Exchange Loss on foreign currency translations/ transactions	6,088,033	3,875,403
	Legal and Professional expenses	2,068,131	1,077,587
	Postage and Telephone	635,275	808,240
	Travel and conveyance	3,353,030	4,145,263
	Security Charges	1,279,136	1,253,655
	Outward Freight Charges	-	23,000
	Loss on sale of fixed assets / fixed assets written off	404,180	108,966
	Impairment Losses on Fixed assets	-	3,508,759
	Miscellaneous expenses	1,725,462	1,521,029
	Total	27,810,350	25,795,297

Tata Steel International (India) Limited

2.19 Contingent liabilities:

The Income Tax Department has filed an appeal against CIT(A) Order ruled in Company favour deleting the Transfer Pricing adjustment of Rs. 2,042,820/- for AY 2008-2009. The Contingent liability arising out of this amounts to Rs. 448,322.

The Department has filed an appeal against the deletion order of CIT(A) in respect to FBT on provision of superannuation fund of Rs. 2.66 lacs relating to AY 2006-2007. The Contingent liabilities arising out of this amounts to Rs. 130,003.

2.20 Statement of Profit and Loss

(a) FOB Value of Exports

Item	For the Year 2014-15	For the Year 2013-14
Sale of Products	-	577,240

(b) Foreign Currency Transactions:

(Amount in Rs.)

Particulars	For the Year 2014-15	For the Year 2013-14
(a) Earnings in foreign currency		
Sale of Services	31,548,353	21,414,772
Recovery of office expenses	2,746,065	4,614,861
Reimbursement of other Expenditure	1,285,917	2,167,651
Total	35,580,335	28,197,284
(b) Expenditure in foreign currency		
Others	-	-
Total	-	-

2.21 The Company has classified various employee benefits as under:

(A) Defined Contribution Plans

- a. Provident fund
- b. Superannuation fund

Tata Steel International (India) Limited

The provident fund scheme has been transferred from Company Trust to PF authorities w.e.f. 1st April, 2014 and the superannuation fund is administered by the trustees of superannuation trust. Under the schemes, the Company is required to contribute a specified percentage of payroll cost to the retirement benefit schemes to fund the benefits. These funds are recognized by the Income tax authorities.

The Company has recognized the following amounts in the Statement Profit and Loss for the year:

Particulars	(Amount in Rs.)	
	Year ended 31 st March, 2015	Year ended 31 st March, 2014
Contribution to Provident Fund	1,702,831	1,557,102
Contribution to Employee's Superannuation Fund	1,895,498	1,768,328

(B) Defined Benefit Plans - Funded

(i) Post Retirement Gratuity

Valuations in respect of Gratuity have been carried out by independent actuary, as at the Balance Sheet date, based on the following assumptions:

Reconciliation of Benefit Obligations and Plan Assets

Particulars	(Amount in Rs.)	
	For the year ended March 31, 2015	For the year ended March 31, 2014
Change in Defined Benefit Obligation		
Opening Defined Benefit Obligation	1,715,191	2,098,540
Current Service Cost	451,287	426,798
Interest Cost	159,856	173,130
Actuarial Losses /(Gain)	319,446	332,591
Benefits Paid	(111,582)	(1,315,868)
Closing Defined Benefit Obligation	2,534,198	1,715,191
Change in the Fair Value of Assets		
Opening Fair Value of Plan Assets	1,228,883	1,623,719
Expected Return on Plan Assets	106,913	141,264
Actuarial Gains / (Losses)	84,558	45,916
Contributions by Employer	934,078	733,852

Tata Steel International (India) Limited

Benefits paid	(111,582)	(1,315,868)
Closing Fair Value of Plan Assets	2,242,850	1,228,883
Reconciliation of present Value of the obligation and the Fair value of the plan Assets		
Particulars	For the year ended March 31, 2015	For the year ended March 31, 2014
Fair Value of plan assets at the end of the year *	2,242,850	1,228,883
Present value of the defined obligations at the end of the year	2,534,198	1,715,191
Funded status [Surplus / (Deficit)]	(291,348)	(486,308)
Assets/(Liability) recognised in the balance sheet	(291,348)	(486,308)
Net Gratuity cost for the period ended March 31, 2014		
Service Cost	451,287	426,798
Interest on Defined benefit Obligation	159,856	173,130
Expected return on plan assets	(106,913)	(141,264)
Actuarial (Gains) / Losses	234,888	286,675
(Income) / Expense recognized during the year	739,118	745,339
Assumptions		
Discount Rate	7.95% p.a.	9.32% p.a.
Expected Rate of Return on Plan Assets	7.95% p.a.	8.70% p.a.
Salary Escalation Rate	6.00% p.a.	6.00% p.a.
Mortality table	Indian Assured Lives Mortality (2006-08)	LIC (1994-96) Ultimate
Withdrawal rate	2.00% p.a.	2.00% p.a.

*Major portion of planned assets are invested in LIC

(ii). Other Disclosures:

Benefit	2014-15	2013-14	2012-13	2011-12	2010-11	2009-10
	Retiring Gratuity					
Defined benefit obligation	2,534,198	1,715,191	2,098,540	2,460,529	1,757,768	7,735,189
Plan assets	2,242,850	1,228,883	1,623,719	2,198,409	1,649,593	6,717,689
Surplus / (deficit)	(291,348)	(486,308)	(474,821)	(262,120)	(108,175)	(1,017,500)
Experience adjustments on plan liabilities - loss/(gain)	24,037	562,838	98,292	292,551	1,344,558	(950,818)
Experience adjustments on plan assets - gain/(loss)	84,558	45,916	40,092	54,756	(214,160)	19,281

Tata Steel International (India) Limited

2.22 Information about Primary Business Segment :

Particulars	Business Segments		Unallocable	Total Rs.
	Commission	Decking & Sections		
Total External Revenue	31,548,353	-	3,526,065	35,074,418
	<i>21,414,772</i>	<i>4,501,093</i>	<i>5,514,861</i>	<i>31,430,726</i>
Other Income	-	-	10,828,589	10,828,589
	-	-	<i>16,791,027</i>	<i>16,791,027</i>
Total Revenue	31,548,353	-	14,354,654	45,903,007
	<i>21,414,772</i>	<i>4,501,093</i>	<i>22,305,888</i>	<i>48,221,753</i>
Unallocated Corporate Expenses	-	-	1,049,620	1,049,620
	-	-	<i>841,289</i>	<i>841,289</i>
Segment result before interest, except	(18,805,292)	(8,396,249)	13,305,034	(13,896,507)
	<i>(20,455,655)</i>	<i>(13,393,559)</i>	<i>21,371,292</i>	<i>(12,477,922)</i>
Less : Net Finance Charges	-	-	-	-
Profit before Taxes	(18,805,292)	(8,396,249)	13,305,034	(13,896,507)
	<i>(20,455,655)</i>	<i>(13,393,559)</i>	<i>21,371,292</i>	<i>(12,477,922)</i>
Taxes	-	-	-	(5,184,065)
	-	-	-	<i>(305,589)</i>
Profit after Taxes	-	-	-	(8,712,442)
	-	-	-	<i>(12,172,334)</i>
Segment Assets	42,226,044	215,444,865	167,733,032	425,403,940
	<i>43,381,340</i>	<i>222,864,422</i>	<i>67,561,834</i>	<i>333,807,596</i>
Segment Liabilities	9,195,110	45,568,177	3,796,234	58,559,520
	<i>4,536,291</i>	<i>43,951,664</i>	<i>5,030,765</i>	<i>53,518,720</i>
Total cost incurred during the year to a	313,191	-	-	36,270
	<i>36,270</i>	-	-	<i>36,270</i>
Segment Depreciation	484,643	6,416,737	-	6,901,380
	<i>679,487</i>	<i>6,416,737</i>	-	<i>7,096,224</i>
Non-Cash Expenses other than deprecia	-	-	-	-
	-	<i>3,508,759</i>	-	<i>3,508,759</i>

Information about Secondary Segments - Geographical

Revenue by Geographical Market	2014-15	2013-14
India	-	<i>3,923,853</i>
Outside India	<i>31,548,353</i>	<i>21,992,012</i>
	31,548,353	25,915,865

Tata Steel International (India) Limited

Unallocable Assets and Liabilities exclude:

Assets :	2014-15	2013-14
Current Investments	95,630,528	102,014,271
Liabilities :		
Deferred Tax Liability (Net)	1,562,220	6,746,285

2.23 Related Party Disclosures

(i) Parties where control exists

Related Party	Relationship
Tata Steel UK Limited (Formerly Known as Corus UK Limited)	Holding Company (Holds 100% equity share capital)

(ii) Other Related Parties:

(a) Fellow Subsidiaries/ Affiliates:	
Tata Steel International (Middle East) FZE	Kalzip India Pvt Limited
Hille & Mueller GMBH	Tata Steel International UK Limited
Tata Steel International Americas Inc.	Tata Steel International (Asia) Limited
Tata Steel France Rail SA	Tata Steel International (Singapore) PTE Ltd
(b) Key Managerial Person:	
Mr. Ghanshyam Singh (Whole Time Director)	Mr. Sanjiva Verma (Whole Time Director)

Tata Steel International (India) Limited

(iii) Transactions with related parties referred to in 2.26 (i) and (ii)(a) above:

(Amount in Rs.)

Sr. No.	Name of Party		Nature of Transaction	2014-2015	2013-2014
1	Tata Steel UK Limited	(a)	Purchase of Goods	-	-
		(b)	Purchase of Capital Goods	-	-
		(c)	Telephone Expenditure	-	-
		(d)	Insurance Expenses	-	-
		(e)	Recruitment Expenses	-	-
		(f)	Repairs Expenses	-	-
		(g)	Sale of Services	31,548,353	16,212,084
		(h)	Reimbursement of Expenses	1,285,917	2,167,651
		(i)	Recovery of office expenses	2,746,065	4,614,861
		(j)	Outstanding receivable	25,352,220	13,504,210
		(k)	Outstanding payable	94,365	6,013
2	Tata Steel International (Middle East) FZE	(a)	Sale of Services	-	-
		(b)	Reimbursement of Expenses	-	-
		(c)	Purchase of Goods	-	-
		(d)	Sales of Products	-	-
		(e)	Bad debt written off	-	-
		(f)	Outstanding receivable	-	118,799
		(g)	Outstanding Payable	-	-
3	Hille & Mueller GMBH	(a)	Sale of Services	-	2,831,290
		(b)	Reimbursement of expenses	-	-
		(c)	Outstanding receivable	3,924	1,008,735

Tata Steel International (India) Limited

4	Kalzip India Pvt Ltd	(a)	Recovery of office expenses	780,000	900,000
		(b)	Reimbursement of expenses	-	18,352
		(c)	Rent Payable	240,000	300,000
		(c)	Outstanding Payable	724,647	751,619
5	Tata Steel International UK Limited	(a)	Recovery of office expenses	-	-
		(b)	Reimbursement of expenses	-	-
		(c)	Purchase of Traded Goods	-	-
		(c)	Outstanding Receivable	-	-
		(d)	Outstanding Payable	47,382,934	45,569,686
6	Tata Steel France Rail SA	(a)	Reimbursement of expenses	-	-
		(b)	Sale of Services	-	2,371,398
		(c)	Outstanding Receivable	1,839,458	2,248,788

(iv) Details relating to persons referred to in 2.26 (ii)(b) above:

Name of the person	Nature of Transactions	(Amount in Rs.)	
		For the year ended March 31, 2015	For the year ended March 31, 2014
Remuneration*			
Mr. Sanjiva Verma	Remuneration	6,573,326	6,040,800
	Tds recoverable	4,746	-
Mr. Ghanshyam Singh	Remuneration	3,382,088	2,985,853
	Tds recoverable	109,925	
	Payable towards Car recovery	71,833	71,833

* Includes contribution to provident fund and superannuation fund Rs.1,749,473/- (Previous year Rs. 1,638,854/-).

Tata Steel International (India) Limited

2.24 Earnings/(Loss) Per Share

Particulars	For the Year Ended March 31, 2015	For the Year Ended March 31, 2014
Profit(Loss) available to Equity Shareholders - Profit/(Loss) after Tax (A) (Rs.)	(8,712,442)	(12,172,333)
Number of Equity Shares - Weighted Number of equity shares outstanding (B)	6,390,697	6,390,697
Basic and diluted earnings/(loss) per share (A/B) (Rs.)	(1.36)	(1.90)
Nominal value of an equity share (Rs.)	10	10

2.25 Disclosures under the Micro, Small and Medium Enterprises Development Act, 2006:

- a) An amount of Rs. Nil (Previous Year Rs. Nil) and Rs. Nil (Previous Year Nil) was due and outstanding to suppliers as at the end of the accounting year on account of Principal and Interest respectively.
- b) No Interest was paid during the year in terms of Sec 16 of Micro, Small and Medium Enterprises Development Act, 2006.
- c) No Interest was paid to the suppliers for payments made beyond the appointed date during the accounting year.
- d) No claims have been received at the end of the year for interest under Micro, Small and Medium Enterprises Development Act, 2006.
- e) No amount of interest was accrued and unpaid at the end of the accounting year.
- f) Dues to micro and small enterprise has been determined and identified on the basis of information collected by the management.

2.26 The year ended foreign currency exposure that have not been hedged by a derivate instrument or otherwise are given below:

Particulars	As at 31.03.2015		As at 31.03.2014	
	US Dollar Equivalent	INR Equivalent	US Dollar Equivalent	INR Equivalent
A. Amounts receivable in foreign currency on account of the following:				
Debtors Outstanding	444,736	27,195,602	287,818	16,880,532
B. Amounts payable in foreign currency on account of the following:				
Import of goods and services	714,378	45,284,429	740,668	43,440,203
Advances received	9,043	573,284	36,411	2,135,496

Tata Steel International (India) Limited

2.27 Current Investments :

Particulars	Units	As at 31.03.2015	As at 31.03.2014
HDFC Cash Mgt Fund – Savings Plan – Growth	1,654,691.353	17,599,949	<i>16,560,463</i>
ICICI Prudential Liquid Plan – Growth	182,809.652	18,285,937	<i>20,108,566</i>
JM High Liquidity Fund – Regular Plan – Daily DivRI	1,704,871.532	17,782,151	<i>19,103,974</i>
Kotak Liquid Scheme – Plan A – Growth	9,191.0306	11,238,883	<i>10,566,355</i>
Tata Liquid Fund – SHIP- Growth	14,690.030	16,372,332	<i>17,347,374</i>
UTI Liquid Fund – Cash Plan – IP – Growth	14,077.529	14,351,276	<i>18,327,536</i>
Total		95,630,528	<i>102,014,271</i>
Aggregate NAV		95,637,195	<i>102,030,398</i>

2.28 The Company is negotiating with prospective buyers to dispose-off the manufacturing unit located at Khopoli. In the absence of concrete future plans the company has not estimated the future value in use but has appointed an independent valuer to ascertain the fair value of the manufacturing unit. The Company based on the valuation report received decided to report the assets at book value. Management intends to continue carrying out the existing commissioning business and has prepared the financial statement on going concern basis.

2.29 Previous year figures have been re grouped / re casted wherever necessary.

2.30 Figures in italics / brackets are in respect of the previous year.

Signatures to notes forming part of the Balance Sheet and Statement of Profit and Loss.

For and on behalf of the Board of Directors



Sanjiva Verma
Whole Time Director



Thomas Russell
Director



Ghanshyam Singh
Company Secretary

Mumbai,

Dated :