

Tata Steel International (Finland) Oy

BALANCE BOOK

1.4.2015 - 31.3.2016

Tata Steel International (Finland) Oy

Hitsajankatu 22
00810 HELSINKI

Domicile: Helsinki
Business ID: 1059788-3

Balance book 1.4.2015 - 31.3.2016

CONTAINS

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Balance book must be preserved at least 10 years after end of accounting period.
Material on accounting period must be preserved at least 6 years from the end of
year which the accounting period has end.

Balancing of accounts made by
Tilipalvelu Rantalainen Oy
Sahakuja 4
05810 HYVINKÄÄ

| PROFIT AND LOSS ACCOUNT | 1.4.2015 | 1.4.2014 |
|--|------------------|------------------|
| | 31.3.2016 | 31.3.2015 |
| | EUR | EUR |
| NET TURNOVER | 715 995,00 | 704 667,75 |
| EMPLOYMENT COSTS | | |
| WAGES AND SALARIES | -341 677,63 | -357 371,51 |
| PENSION EXPENSES | -74 223,14 | -70 850,42 |
| OTHER STAFF COSTS | -12 082,85 | -12 638,52 |
| EMPLOYMENT COSTS | -427 983,62 | -440 860,45 |
| DEPRECIATION AND REDUCTION IN VALUE | | |
| DEPRECIATION ACCORDING TO PLAN | -178,56 | -120,72 |
| DEPRECIATION AND REDUCTION IN VALUE | -178,56 | -120,72 |
| OTHER OPERATING EXPENSES | -130 291,86 | -154 244,31 |
| OPERATING PROFIT (LOSS) | 157 540,96 | 109 442,27 |
| FINANCIAL INCOME AND EXPENSES | | |
| OTHER INTEREST AND FINANCIAL INCOME | 13,51 | 297,73 |
| FINANCIAL INCOME AND EXPENSES | 13,51 | 297,73 |
| PROFIT (LOSS) BEFORE EXTRAORDINARY ITEMS | 157 554,47 | 109 740,00 |
| PROFIT (LOSS) BEFORE RESERVES AND TAXES | 157 554,47 | 109 740,00 |
| INCOME TAXES | -31 841,83 | -23 186,09 |
| PROFIT (LOSS) FOR THE FINANCIAL YEAR | 125 712,64 | 86 553,91 |

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BALANCE SHEET

| A S S E T S | 31.03.2016 | 31.03.2015 |
|---|-------------------|-------------------|
| | EUR | EUR |
| FIXED ASSETS AND OTHER NON-CURRENT INVESTMENTS | | |
| TANGIBLE ASSETS | | |
| MACHINERY AND EQUIPMENT | 1 595,17 | 1 773,73 |
| TANGIBLE ASSETS | 1 595,17 | 1 773,73 |
| FIXED ASSETS AND OTHER NON-CURRENT INVESTMENTS | 1 595,17 | 1 773,73 |
| CURRENT ASSETS | | |
| LONG TERM RECEIVABLES | | |
| OTHER RECEIVABLES | 10 015,58 | 10 015,58 |
| LONG TERM RECEIVABLES | 10 015,58 | 10 015,58 |
| SHORT TERM RECEIVABLES | | |
| RECEIVABLES, INTERGROUP | 302 065,32 | 297 067,44 |
| OTHER RECEIVABLES | 1 433,92 | 9 608,60 |
| ACCRUED INCOME AND DEFERRED EXP. | 20 020,41 | 20 125,10 |
| SHORT TERM RECEIVABLES | 323 519,65 | 326 801,14 |
| CASH IN HAND AND AT BANKS | 61 320,48 | 35 333,16 |
| CURRENT ASSETS | 394 855,71 | 372 149,88 |
| A S S E T S | 396 450,88 | 373 923,61 |

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| EQUITY AND LIABILITIES | 31.03.2016 | 31.03.2015 |
|-------------------------------|-------------------|-------------------|
| | EUR | EUR |
| SHAREHOLDERS EQUITY | | |
| SUSCRIBED CAPITAL | 126 140,94 | 126 140,94 |
| RETAINED EARNINGS (LOSS) | 0,00 | 0,00 |
| PROFIT (LOSS) FOR THE F.Y | 125 712,64 | 86 553,91 |
| SHAREHOLDERS EQUITY | 251 853,58 | 212 694,85 |
| CREDITORS | | |
| CURRENT | | |
| TRADE PAYABLES | 9 172,93 | 9 853,86 |
| ACCRUALS AND DEFERRED INCOME | 125 090,36 | 141 151,05 |
| OTHER CURRENT LIABILITIES | 10 334,01 | 10 223,85 |
| CURRENT | 144 597,30 | 161 228,76 |
| CREDITORS | 144 597,30 | 161 228,76 |
| EQUITY AND LIABILITIES | 396 450,88 | 373 923,61 |

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NOTES TO FINANCIAL STATEMENTS 31.3.2016**Valuation principals**

Fixed assets have been entered in the balance sheet at cost after deduction of planned depreciation.

Depreciation

The assets have been depreciated from the beginning of the month taken in use. Only depreciations according to plan are made.

Planned depreciation periods

| | |
|------------------------|----------|
| Furniture and fixtures | 10 years |
| EDP-equipment | 4 years |

| Other Operating expenses | 2016 | 2015 |
|--|-------------------|-------------------|
| Travel | 12 779,45 | 13 972,11 |
| Car costs | 42 959,42 | 46 307,86 |
| Communications/office supplies, IT-Costs | 16 675,71 | 20 593,31 |
| Premises and services | 30 991,93 | 38 551,48 |
| Other operating expenses | 26 885,35 | 34 819,55 |
| Total | <u>130 291,86</u> | <u>154 244,31</u> |
| Financial incomes and expenses | 2016 | 2015 |
| Financial Incomes | | |
| Internal Interest | 13,51 | 295,63 |
| External Interest | 0,00 | 2,10 |
| Total | <u>13,51</u> | <u>297,73</u> |
| Financial Incomes and Expenses | 13,51 | 297,73 |

NOTES OF PERSONNEL**Average personnel**

| | | |
|-----------|---|---|
| Personnel | 4 | 4 |
|-----------|---|---|

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SECURITES GIVEN

| Leasing liabilities | 2016 | 2015 |
|----------------------------|------------------|-------------------|
| Falling due in 2016 | 31 814,27 | 34 866,62 |
| Falling due later | 42 080,92 | 73 801,61 |
| Total | <u>73 895,19</u> | <u>108 668,23</u> |

NOTES TO BALANCE SHEET

| EQUITY | 2016 | 2015 |
|---|-------------------|-------------------|
| Share capital Apr. 1 | 126 140,94 | 126 140,94 |
| Share capital March 31 | 126 140,94 | 126 140,94 |
| Restricted equity | 126 140,94 | 126 140,94 |
| Retained earnings | 86 553,91 | 383 338,05 |
| Dividend shared | -86 553,91 | -383 338,05 |
| Profit for the financial year | 125 712,64 | 86 553,91 |
| Non-restricted equity | 125 712,64 | 86 553,91 |
| TOTAL EQUITY | 251 853,58 | 212 694,85 |
| Funds distributable as profit March 31 | 125 712,64 | 86 553,91 |

Administration's presentation of share of profit

Administration proposes that a dividend will be shared 125.712,64€ and the profit will be carried over as retained earnings.

Shares and share capital

Share capital is 126 140,94 euros and total number of issued shares is 150.
Each share has one vote.

Owner of Tata Steel International (Finland) Oy

Tata Steel International (Finland) Oy is 100 % owned by British Steel Nederland B.V.

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Receivables from Group companies

| | 2016 | 2015 |
|----------------------------------|-------------------|-------------------|
| Deferred assets | 0,00 | 19,30 |
| Account receivable | 136 145,12 | 131 160,75 |
| Other intercompany receivables | <u>165 920,20</u> | <u>165 887,39</u> |
| Receivables from Group companies | 302 065,32 | 297 067,44 |

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LEDGERS USED

| | |
|-----------------|-------|
| General journal | EDP |
| General ledger | EDP |
| Balance book | Bound |
| Specifications | Bound |

Voucher number series
8 Memo-booking
10 Nordea
17 Automatic receipt
19 Salaries
30 Purchase invoice

| | |
|----------------|-----------------------------------|
| Annual reports | Tata Steel Group plc London UK |
|----------------|-----------------------------------|

Document to be kept as hard copy.

Accounting kept in the company's Helsinki premises.

Tata Steel International's parent company and the consolidated financial statements are available from:

Tata Steel Europe Limited
Millbank Head Office
30 Millbank, London SW1P 4WY
or www.tatasteel.com

DATE AND SIGNATURES

Helsinki 10/06 2016



Stephan Landesz
chairman



Raimo Järvelä
managing director, member of the Board

THE ACCOUNTING RECORD

The conducted auditors examination is described in separate auditors opinion.

_____ / _____ 2016

Deloitte & Touche Oy
Audit Firm

Elina Reilander
Authorised Public Accountant (KHT)

AUDITOR'S REPORT (Translation from the Finnish Original)

To the Annual General Meeting of Tata Steel International (Finland) Oy

We have audited the accounting records, the financial statements and the administration of Tata Steel International (Finland) Oy for the year ended on 31 March, 2016. The financial statements comprise the balance sheet, the income statement and notes to the financial statements.

The responsibility of the Board of Directors and the Managing Director

The Board of Directors and the Managing Director are responsible for the preparation of financial statements that give a true and fair view in accordance with the laws and regulations governing the preparation of the financial statements in Finland. The Board of Directors is responsible for the appropriate arrangement of the control of the company's accounts and finances, and the Managing Director shall see to it that the accounts of the company are in compliance with the law and that its financial affairs have been arranged in a reliable manner.

Auditor's Responsibility

Our responsibility is to express an opinion on the financial statements based on our audit. The Auditing Act requires that we comply with the requirements of professional ethics. We conducted our audit in accordance with good auditing practice in Finland. Good auditing practice requires that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement, and whether the members of the Board of Directors or the Managing Director are guilty of an act or negligence which may result in liability in damages towards the company or have violated the Limited Liability Companies Act or the articles of association of the company.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation of 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 the effectiveness of the company's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, 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.

Opinion

In our opinion, the financial statements give a true and fair view of the financial performance and financial position of the company in accordance with the laws and regulations governing the preparation of the financial statements in Finland.

Helsinki, 15 June 2016

Deloitte & Touche Oy
Audit Firm

Elina Reilander
APA