

Standalone Financial Results for the quarter ended on 30th June 2016

₹ Crores

Particulars	Quarter ended on 30.06.2016	Quarter ended on 30.06.2015
	Audited	Audited
1 Income from operations		
a) Gross sales / income from operations	10,261.24	10,086.36
b) Other operating income	62.24	88.53
Total income from operations [1(a) + 1(b)]	10,323.48	10,174.89
2 Expenses		
a) Changes in inventories of finished goods, work-in-progress and stock-in-trade	(1,097.05)	(278.28)
b) Purchases of finished, semi-finished steel & other products	264.84	236.43
c) Raw materials consumed	2,307.92	2,329.70
d) Employee benefits expense	1,160.36	1,065.74
e) Purchase of power	687.06	609.65
f) Freight and handling charges	763.85	695.35
g) Depreciation and amortisation expense	702.97	729.09
h) Excise duty	1,203.00	1,099.58
i) Other expenses	2,812.14	2,545.09
Total expenses [2(a) to 2(i)]	8,805.09	9,032.35
3 Profit / (Loss) from operations before other income, finance costs, exceptional items & tax [1 - 2]	1,518.39	1,142.54
4 Other income	105.50	51.48
5 Profit / (Loss) from operations before finance costs, exceptional items & tax [3 + 4]	1,623.89	1,194.02
6 Finance costs	529.19	507.47
7 Profit / (Loss) before exceptional items & tax [5 - 6]	1,094.70	686.55
8 Exceptional items :		
a) Profit / (Loss) on sale of non current investments	-	0.73
b) Provision for diminution in value of investments / doubtful advances	(133.22)	-
c) Employee separation compensation	(22.25)	-
Total exceptional items [8(a) to 8(c)]	(155.47)	0.73
9 Profit / (Loss) before Tax [7 + 8]	939.23	687.28
10 Tax Expense		
a) Current tax	268.26	293.36
b) Deferred tax	95.54	(31.42)
Total tax expense [10(a) + 10(b)]	363.80	261.94
11 Net Profit / (Loss) for the Period [9 - 10]	575.43	425.34
12 Other comprehensive income	638.18	(1,901.30)
13 Total Comprehensive Income for the Period [11 + 12]	1,213.61	(1,475.96)
14 Paid-up equity share capital [Face value ₹ 10 per share]	971.41	971.41
15 Basic earnings per share (not annualised) - in Rupees (after exceptional items)	5.63	4.08
16 Diluted earnings per share (not annualised) - in Rupees (after exceptional items)	5.63	4.08

Consolidated Financial Results for the quarter ended on 30th June 2016

₹ Crores

Particulars	Quarter ended on 30.06.2016	Quarter ended on 30.06.2015
	Unaudited	Unaudited
1 Income from operations		
a) Gross sales / income from operations	26,332.33	27,761.66
b) Other operating income	73.77	263.77
Total income from operations [1(a) + 1(b)]	26,406.10	28,025.43
2 Expenses		
a) Changes in inventories of finished goods, work-in-progress and stock-in-trade	(1,890.27)	(743.96)
b) Purchases of finished, semi-finished steel & other products	3,151.01	3,113.81
c) Raw materials consumed	6,923.20	7,763.78
d) Employee benefits expense	4,679.61	4,619.25
e) Purchase of power	1,220.34	1,249.91
f) Freight and handling charges	1,693.19	1,710.90
g) Depreciation and amortisation expense	1,241.72	1,337.09
h) Excise duty	1,176.35	1,087.59
i) Other expenses	6,210.71	6,541.39
Total expenses [2(a) to 2(i)]	24,405.86	26,679.76
3 Profit / (Loss) from operations before other income, finance costs, exceptional items & tax [1 - 2]	2,000.24	1,345.67
4 Other income	136.73	61.95
5 Profit / (Loss) from operations before finance costs, exceptional items & tax [3 + 4]	2,136.97	1,407.62
6 Finance costs	1,070.73	1,146.95
7 Profit / (Loss) from operations before exceptional items & tax [5 - 6]	1,066.24	260.67
8 Share of profit / (loss) of Joint Ventures & Associates	14.20	6.28
9 Profit / (Loss) before exceptional items & tax [7 + 8]	1,080.44	266.95
10 Exceptional items :		
a) Profit / (Loss) on sale of non current investments	-	25.65
b) Provision for diminution in value of investments / doubtful advances	(116.86)	-
c) Employee separation compensation	(50.94)	-
d) Provision for impairment of non-current assets	-	(170.24)
Total exceptional items [10(a) to 10(d)]	(167.80)	(144.59)
11 Profit / (Loss) before Tax [9 + 10]	912.64	122.36
12 Tax Expense		
a) Current tax	233.84	341.95
b) Deferred tax	506.61	(241.29)
Total tax expense [12(a) + 12(b)]	740.45	100.66
13 Net Profit / (Loss) after tax from Continuing Operations [11 - 12]	172.19	21.70
14 Net Profit / (loss) after tax from Discontinued Operations	(3,355.26)	(338.61)
15 Net Profit / (Loss) for the Period [13 + 14]	(3,183.07)	(316.91)
16 Profit/(Loss) from continuing operations for the period attributable to:		
Owners of the Company	148.58	19.49
Non controlling interests	23.61	2.21
17 Profit/(Loss) from discontinued operations for the period attributable to:		
Owners of the Company	(3,355.26)	(338.61)
Non controlling interests	-	-
18 Other comprehensive income	349.59	(1,871.93)
19 Total Comprehensive Income for the Period [15 + 18]	(2,833.48)	(2,188.84)
20 Total comprehensive income for the period attributable to:		
Owners of the Company	(2,866.73)	(2,182.64)
Non controlling interests	33.25	(6.20)
21 Paid-up equity share capital [Face value ₹ 10 per share]	970.24	970.24
22 Earnings per equity share (for continuing operation):		
Basic earnings per share (not annualised) - in Rupees (after exceptional items)	1.48	(0.07)
Diluted earnings per share (not annualised) - in Rupees (after exceptional items)	1.48	(0.07)
23 Earnings per equity share (for continuing and discontinued operations):		
Basic earnings per share (not annualised) - in Rupees (after exceptional items)	(33.11)	(3.56)
Diluted earnings per share (not annualised) - in Rupees (after exceptional items)	(33.11)	(3.56)

Consolidated Segment Revenue, Results, Assets and Liabilities

₹ Crores

Particulars	Quarter ended on 30.06.2016	Quarter ended on 30.06.2015
	Unaudited	Unaudited
Segment Revenue:		
Tata Steel India	10,323.48	10,174.89
Other Indian Operations	1,470.83	1,599.80
Tata Steel Europe	13,100.47	14,865.39
Other Trade Related Operations	4,174.81	3,908.89
South East Asian Operations	2,224.73	2,632.84
Rest of the World	147.27	227.42
Total	31,441.59	33,409.22
Less: Inter segment revenue	5,035.49	5,383.79
Total income from operations	26,406.10	28,025.43
Segment Results before exceptional items, interest, tax and depreciation :		
Tata Steel India	2,236.10	1,897.27
Other Indian Operations	123.89	157.21
Tata Steel Europe	856.22	325.49
Other Trade Related Operations	(203.27)	278.93
South East Asian Operations	191.36	19.17
Rest of the World	9.84	(12.57)
Less: Inter Segment Eliminations	(55.70)	(27.08)
Total Segment Results before exceptional items, interest, tax and depreciation	3,269.84	2,692.59
Add: Finance income	123.05	58.40
Less: Finance costs	1,070.73	1,146.95
Less: Depreciation and Amortisation	1,241.72	1,337.09
Profit / (Loss) before exceptional items & tax	1,080.44	266.95
Add: Exceptional items	(167.80)	(144.59)
Profit / (Loss) before tax	912.64	122.36
Less: Tax Expense	740.45	100.66
Net Profit / (Loss) from Continuing Operations	172.19	21.70
Net Profit / (Loss) from Discontinued Operations	(3,355.26)	(338.61)
Net Profit / (Loss) for the Period	(3,183.07)	(316.91)
Segment Assets:		
Tata Steel India	106,448.92	102,035.62
Other Indian Operations	5,097.56	4,819.70
Tata Steel Europe	48,294.02	46,144.13
Other Trade Related Operations	44,738.78	40,860.91
South East Asian Operations	10,233.52	7,449.68
Rest of the World	7,457.23	8,039.55
Less: Inter Segment Eliminations	46,814.98	34,836.32
Total Segment Assets	175,455.04	174,513.28
Segment Liabilities:		
Tata Steel India	61,420.25	56,053.63
Other Indian Operations	3,095.11	2,894.37
Tata Steel Europe	76,253.91	71,307.98
Other Trade Related Operations	29,896.46	25,509.55
South East Asian Operations	6,100.19	3,332.66
Rest of the World	6,274.85	5,493.71
Less: Inter Segment Eliminations	48,339.93	35,906.21
Total Segment Liabilities	134,700.84	128,685.69

Notes:

1. The results have been reviewed by the Audit Committee in its meeting held on September 12, 2016 and were approved by the Board of Directors in its meeting of date.
2. The Group has adopted Indian Accounting Standard (referred to as 'Ind AS') with effect from April 01, 2016 and accordingly these financial results along with the comparatives have been prepared in accordance with the recognition and measurement principles laid down as per Ind AS 34 "Interim Financial Reporting" as prescribed under section 133 of the Companies Act, 2013 read with the relevant rules issued thereunder and the other accounting principles generally accepted in India.
3. During the quarter, Tata Steel Europe discontinued the operations of its Long Products business and on May 31, 2016, completed its sale to Greybull Capital LLP. Loss on disposal amounting to ₹ 3,296.48 crores has been included in profit/ (loss) after tax on discontinued operations.
4. During the quarter, the Company has revised the useful life of certain property, plant and equipment based on past trend of plant performance, periodic repairs and refurbishment of plants, future usage potential and independent expert's judgement on life of similar plants. Had there been no change in the useful life of the assets, depreciation for the quarter would have been higher by ₹ 125.28 crores.
5. In accordance with Ind AS 101, on transition, the Company elected fair value as deemed cost of certain assets including property, plant and equipment and investments in subsidiaries as at April 1, 2015. The net changes in the above has been reflected in the opening reserves on transition.
6. Reconciliation between Standalone/Consolidated financial results as reported under erstwhile Indian GAAP (referred to as 'I GAAP') and Ind AS are summarised as below:

Particulars	₹ Crores	
	Standalone Quarter ended on 30.06.2015	Consolidated Quarter ended on 30.06.2015
Net Profit as per I GAAP	1,248.61	762.96
Re-measurements:-		
Reversal of gain on sale of equity instruments classified as fair value through OCI	(802.51)	(802.51)
Additional depreciation and amortisation on fair value as deemed cost of property, plant and equipment	(246.47)	(63.40)
(Increase) / Decrease in defined benefit cost	16.60	(422.95)
Others	40.48	(188.01)
Tax effect on above adjustments	168.63	397.00
Net Profit as per Ind AS	425.34	(316.91)
Other Comprehensive Income as per Ind AS	(1,901.30)	(1,871.93)
Total Comprehensive Income as per Ind AS	(1,475.96)	(2,188.84)

Other Comprehensive Income primarily includes impact of fair valuation of quoted non-current investments and re-measurement gains/losses on actuarial valuation of post-employment defined benefits. The consolidated financial statements also include effect of foreign currency translation on consolidation.

Tata Steel Limited

Sd/-
Cyrus P Mistry
Chairman

Mumbai: September 12, 2016