

Esmil B. V.

Annual report 2016

A. Introduction

Financial statement 2016, closing on 31st March 2016

Tata Steel Ltd.

Esmil B.V., registered office in IJmuiden and having offices in Velsen-Noord, The Netherlands, is a 100% subsidiary of Tata Steel IJmuiden B.V. indirectly a 100% subsidiary of Tata Steel Netherlands B. V. The European parent company is Tata Steel Europe Limited., this company is a 100% subsidiary of Tata Steel Global Holdings Pte. Ltd, a listed company on the stock exchange in Singapore. Tata Steel Ltd. is the ultimate parent. Tata Steel Ltd. is established in Mumbai, India and is listed on the Mumbai Stock Exchange, India (BSE), the National Stock Exchange (NSE), the Calcutta Stock Exchange Assn. Limited and the Luxembourg Stock Exchange.

Consolidation

The financial data of Esmil B.V. are consolidated in the consolidated financial statement of Tata Steel Nederland B.V.

The address of this firm has been taken up from the parent company on page 7 of this report.

The activities of Esmil B. V. are aimed at dealing with the agreements concluded in the past. New activities are not expected.

B. Annual report

Balance sheets

(for appropriation of the profit)

Per 31 March	Enclosure	2016 (x €)	2015 (x €)
Current assets			
Claims	1	1	
Cash	2	2.696	2.681
		2.697	2.684
TOTAL ASSETS		2.697	2.684
Liabilities	3		
Short term loans of subsidiaries		(19)	(22)
TOTAL LIABILITIES		(19)	(22)
NETT ASSETS		2.678	2.662
Equity			
Share capital	4	14.517	14.517
Other reserves	4	(11.855)	(11.881)
Unappropriated profit	4	16	26
TOTAL OF EQUITY		2.678	2.662

Profit and Loss Account

Per 31 March	Remark	2016 (x €)	2015 (x €)
Total operating income		15	23
Financial cost			
Financial benefits	5	6	12
Pre-tax results		21	35
Taxes	6	(5)	(9)
Income after tax		16	26

Summary of the most important principles for valuation and determination of results

General

The financial statement has been drafted conform the generally accepted accounting principles for determination of results in The Netherlands, as determined in Part 9, Book 2 of the Civil Code.

The financial statement has been drafted on basis of the historical cost price. Unless otherwise indicated, have the assets and liabilities been valued against nominal value.

Claims

Claims are taken up after deduction of the provisions for dubious debtors.

Debts

Debts that expire within one year are marked as short-term.

Taxes

With the calculation of the taxes over the profit or loss and over direct mutations in the reserves, the actual tax tariffs are assumed. The difference between the tax amounts calculated in this manner and the tax amounts on basis of the calculation of the result conform the tax-code is entered on the Balance sheet as a latent tax liability or asset (in accordance with the period-allocation method).

In general no provisions are entered into the Balance sheet for deferred tax liabilities related to land and interest in subsidiaries and related companies. Deferred tax liabilities are not activated if there is insufficient certainty that these will be compensated in the future.

Explanation to the balance sheet

1. Claims

The claims concern only claims on subsidiaries and do not contain amount with a remaining duration of more than one year.

2. Cash and cash equivalents

The cash is formed by the bank balances and permanent deposits.

3. Short-term loans of group companies

The short-term debt only concern debts to subsidiaries.

4. Equity

(x € 1000,-)	Placed Share- capital	Non- distributable reserve	Deficit reserve	Undivided result	Total
Balance sheet value on 31 st March 2015	14.517	122	(12.003)	26	2.662
Over distributed result 2015			26	(26)	
Over distributed result current year				16	16
Balance sheet value per 31 st March 2016	14.517	122	(11.997)	16	2.678

The authorized capital of the company amounts to 45 million - divided into 100,000 shares of 450. Issued and fully paid 32,260 shares with a nominal value of 14.517 million.

Explanation to the profit and loss account

5. Financial income and expenses

X € 1.000	2016	2015
Interest liabilities	-	-
Interest assets	6	12
Financial assets	6	12

6. Taxes

The company is for the corporate tax fiscally joined with its fiscal parent company Tata Steel Netherlands Holdings B.V., like many Dutch subsidiaries of this B.V. Within the fiscal unit Tata Steel Holdings Netherlands B.V. it will apply, until further notice, that the company will each year take, as a debt towards Tata Steel Netherlands Holdings B.V., the corporate tax that it owes as per the applicable tariff over the fiscal profit. With a fiscal loss of the company in a year, will Tata Steel Netherlands Holdings B.V. take up a tax compensation towards the company, also calculated on basis of the tariff applicable for the year.

Esmil B. V. is part of the fiscal unit Tata Steel Netherlands holdings B.V. and can as a result be held liable for all tax liabilities of the fiscal unit.

Number of employees

The average number of active own employees in book year 2016, as well as book year 2015, was 0.

Other explanations and signing of the financial statement

Remuneration of and loans to directors

In the book year no amounts payable by the company as remuneration or other benefits to its directors.

For the directors of the company, there were no loans granted by the company by 31st March 2016.

Name and addresses of consolidating companies

The financial data of Esmil B.V. and its subsidiaries are part of the published consolidated financial statement of Tata Steel Nederland B.V. which is registered with the concerned chamber of commerce.

The office address of this company is mentioned below.

Tata Steel IJmuiden B.V.	Wenkebachstraat 1 Post box 10,000	1951 JZ Velsen-Noord 1970 CA IJMUIDEN
Tata Steel Nederland B.V.	Wenkebachstraat 1 Post box 10.000	1951 JZ Velsen-Noord 1970 CA IJMLJIDEN

Signing of the financial statement

The financial statement 2016 ends on 31 March 2016 of Demka B.V. is signed by its complete statutory board of directors.

Velsen – Noord, 27th June 2016

Director

EA.M. Selie

Director

J.E. Van Dort

Director

C. Other data

No audit

An audit with the financial statement is missing. Since Esmil B.V. is a “small B.V.”, it does not have the duty to have the financial statement audited.

Statutory rules concerning the appropriation of profit

The profit shown in the adopted financial statement is available to the general meeting of shareholders. If, according to the adopted financial statement a loss is incurred in any year, which is not covered by a reserve or covered in any other manner, then no dividends are paid till such a loss has been recovered.

Proposal concerning the appropriation of the profit over 2016, ending 31 March 2016

At the general meeting of shareholders it has been proposed to charge the loss of the book year, amounting to 16 € thousand, to the general reserves.

These accounts are a translated version for information purpose only, the original language version prevails in the event of any discrepancies between the English translation and the original.