

TAYO ROLLS LIMITED
BALANCE SHEET AS AT 31 MARCH, 2016

	Notes	As at 31.03.2016	Rupees in lakhs As at 31.03.2015
I EQUITY AND LIABILITIES			
(1) Shareholder's funds			
(a) Share capital	2	26,126.13	24,526.13
(b) Reserves and surplus	3	(35,020.17)	(19,332.44)
		(8,894.04)	5,193.69
(2) Non-current liabilities			
(a) Long-term borrowings	4	398.10	1,990.60
(b) Long-term provisions	5	751.27	1,648.67
		1,149.37	3,639.27
(3) Current liabilities			
(a) Short-term borrowings	4	10,646.04	7,906.51
(b) Trade payables	6 (A)		
Total outstanding dues of micro enterprises and small enterprises		50.85	79.99
Total outstanding dues of creditor other than micro enterprises and small enterprises		4,134.03	4,226.13
(c) Other current liabilities	6 (B)	5,958.48	5,767.21
(d) Short-term provisions	5	1,763.26	960.46
		22,552.66	18,940.30
TOTAL EQUITY AND LIABILITIES		14,807.99	27,773.26
II ASSETS			
(4) Non-current assets			
(a) Fixed assets			
(i) Tangible assets	7	6,257.33	13,694.87
(ii) Intangible assets	7	1.94	182.16
(iii) Capital work-in-progress		42.53	1,449.59
		6,301.80	15,326.62
(b) Non-current investments	8	0.14	0.14
(c) Long-term loans and advances	9	830.38	1,208.95
		7,132.32	16,535.71
(5) Current assets			
(a) Inventories	10 (A)	3,751.63	5,719.67
(b) Trade receivables	10 (B)	2,955.93	4,231.80
(c) Cash and cash equivalents	11 (A)	509.22	587.10
(d) Short-term loans and advances	9	392.88	642.61
(e) Other current assets	11 (B)	66.01	56.37
		7,675.67	11,237.55
TOTAL ASSETS		14,807.99	27,773.26

The notes referred to above form an integral part of Balance Sheet

In terms of our report attached

For **Deloitte Haskins & Sells**
Chartered Accountants

For and on behalf of the Board

Alka Chadha
Partner

K SHANKAR MARAR
Managing Director
DIN: 06656658

ANAND SEN
Chairman
DIN: 00237914

PRASHANT KUMAR
Company Secretary

SURESH PADMANABHAN
Dy Chief Financial Officer

Place: Gurgaon
Date: 26.05.2016

Place: Kolkata
Date: 26.05.2016

TAYO ROLLS LIMITED
STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31 MARCH, 2016

Rupees in lakhs

	Notes	Year ended 31.03.2016	Year ended 31.03.2015
I	Revenue from operations	12,610.35	14,170.08
II	Other income	177.57	131.12
III	Total revenue (I + II)	12,787.92	14,301.20
IV	EXPENSES		
(a)	Cost of raw materials consumed	4,593.52	5,033.52
(b)	Purchases of finished, semi-finished and other products	-	43.47
(c)	Changes in inventories of finished goods and work-in-progress	628.55	(65.36)
(d)	Employee benefits expense	13 (A) 3,953.42	3,865.01
(e)	Finance costs	13 (B) 1,343.54	1,572.52
(f)	Depreciation and amortisation expense	1,541.20	1,304.70
(g)	Other expenses	14 7,570.60	8,586.36
		19,630.83	20,340.22
(h)	Less: Expenditure (other than interest) transferred to capital and other account	68.69	70.95
	Total expenses (IV)	19,562.14	20,269.27
V	Loss before exceptional and extraordinary items and tax (III - IV)	(6,774.22)	(5,968.07)
VI	Exceptional item see note 1(b)(A) 1 (ii) and 15.12	8,913.51	794.00
VI	Loss before tax (V - VI)	(15,687.73)	(6,762.07)
VII	Tax expense	-	-
	Total tax expense	-	-
VIII	Loss after tax (VI - VII)	(15,687.73)	(6,762.07)
IX	Earnings per equity share		
(1)	Basic	18 Rs. (152.89)	Rs. (65.90)
(2)	Diluted	18 Rs. (152.89)	Rs. (65.90)

The notes referred to above form an integral part of Statement of Profit and Loss

In terms of our report attached

For **Deloitte Haskins & Sells**
Chartered Accountants

For and on behalf of the Board

Alka Chadha
Partner

K SHANKAR MARAR
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TAYO ROLLS LIMITED
CASH FLOW STATEMENT FOR THE YEAR ENDED 31 MARCH, 2016

	Year ended 31.03.2016		Rupees in lakhs Year ended 31.03.2015	
A. CASH FLOW FROM OPERATING ACTIVITIES				
Net loss before tax		(15,687.73)		(6,762.07)
Adjustment for				
i) Depreciation and amortisation expense	1,541.20		1,304.70	
ii) Provision for exceptional item [Refer Note 1(b)(A) 1 (ii) and 15.12]	8,913.51		794.00	
iii) Unrealised loss/(gain) on exchange fluctuation	(12.23)		(20.27)	
iv) Loss on sale/write off of tangible assets	25.50		70.47	
v) Liabilities no longer required written back	(155.69)		(70.78)	
vi) Provision for warranty	597.45		644.85	
vii) Interest income	(20.22)		(45.45)	
viii) Finance costs	1,343.54		1,572.52	
ix) Provision for doubtful trade receivables	51.82	12,284.88	-	4,250.04
Operating profit/(loss) before working capital changes		(3,402.85)		(2,512.03)
Adjustments for				
i) Trade and other receivables	1,506.28		(96.25)	
ii) Inventories	1,135.85		(760.38)	
iii) Trade payable and other liabilities	(584.23)	2,057.90	914.73	58.10
Cash used in operation		(1,344.95)		(2,453.93)
Direct taxes paid (tax deducted at source)		(34.76)		(28.12)
Net cash used in operating activities		(1,379.71)		(2,482.05)
B. CASH FLOW FROM INVESTING ACTIVITIES				
i) Purchase of fixed assets including Capital work in progress		(268.74)		(2,756.74)
ii) Sale of fixed assets		-		0.30
iii) Interest received		10.58		13.76
Net cash used in investing activities		(258.16)		(2,742.68)
C. CASH FLOW FROM FINANCING ACTIVITIES				
i) Proceeds from preference shares		1,600.00		6,300.00
ii) Proceeds/(Repayment) from borrowings (Short term) net		2,739.53		133.91
iii) Repayment of borrowings (Long term)		(1,592.50)		(1,710.84)
iv) Interest paid		(1,180.07)		(1,643.09)
Net cash from financing activities		1,566.96		3,079.98
NET DECREASE IN CASH AND CASH EQUIVALENTS		(70.91)		(2,144.75)
OPENING CASH AND CASH EQUIVALENTS [Refer Note 11 (A)(a)]		579.66		2,724.41
CLOSING CASH AND CASH EQUIVALENTS [Refer Note 11 (A)(a)]		508.75		579.66

In terms of our report attached

For **Deloitte Haskins & Sells**
Chartered Accountants

For and on behalf of the Board

Alka Chadha
Partner

K SHANKAR MARAR
Managing Director
DIN: 06656658

ANAND SEN
Chairman
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Company Secretary

SURESH PADMANABHAN
Dy Chief Financial Officer

Place Gurgaon
Date: 26.05.2016

Place Kolkata
Date: 26.05.2016

TAYO ROLLS LIMITED
NOTES FORMING PART OF THE FINANCIAL STATEMENTS

Note 1 (a): General Corporate Information

TAYO ROLLS LIMITED ('The Company'), formerly Tata- Yodogawa Limited was incorporated in 1968. The company was promoted by Tata Steel Limited in collaboration with Yodogawa Steel Works, Japan and Nissho Iwai Corporation of Japan for production of Cast Iron and Cast Steel Rolls for metallurgical industries. As a part of its backward integration, the Company has set up a mini blast furnace of 40,000 tpa for the manufacture of Pig Iron. Other products include Forged Rolls, Engineering Forging and Ingots.

The Company has a licence and know-how agreement with Sheffield Forgemasters International, UK, for the transfer of technology to manufacture forging quality ingots, forged bars, engineering forgings and forged rolls.

Note 1 (b): Accounting Policies

A SIGNIFICANT ACCOUNTING POLICIES

1) Basis for Accounting

(i) The financial statements of the Company have been prepared in accordance with the Generally Accepted Accounting Principles in India (Indian GAAP) to comply with the Accounting Standards specified under Section 133 of the Companies Act, 2013 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. The matter stated in paragraph 1 (ii) indicates the inappropriateness of the use of generally accepted accounting principles that is applicable to a going concern entity in preparation of the financial statements of the Company for the year ended 31 March, 2016

(ii) The Company has incurred a loss of Rs. 15,687.73 lakhs during the year ended 31 March, 2016 (incurred a loss of Rs. 6,762.07 lakhs during the year ended 31 March, 2015) and the accumulated losses as on date amounting to Rs. 40,462.10 lakhs has eroded the net worth of the Company. The Company's current liabilities exceeds its current assets by Rs. 14,876.99 Lakhs.

The Company's operating results continue to be materially affected by various factors, particularly high pricing pressures due to overcapacity in roll industry, general economic slowdown and unavailability of future financing. Considering, these factors the going concern assumption is not appropriate for preparing the financial statements and these financial statements have been prepared on a realisable value basis. Accordingly, the assets have been stated at the lower of their historic cost and estimated net realisable value and the liabilities have been stated at the values at which they are expected to be discharged. A loss of Rs. 8,913.51 lakhs, classified as exceptional item, has been recognised as the difference between the realisable values and the historical carrying amounts of these assets and liabilities. The Board had referred the Company to the Board for Industrial and Financial Reconstruction (BIFR) as required u/s 15 (1) of The Sick Industrial Companies (Special Provisions) Act, 1985 which reference was registered with BIFR in March 2016. Further, the Board of Directors of the Company in its meeting held on 26 May, 2016 has approved a Voluntary Separation Scheme and a phase wise suspension of operations.

2) Cash Flow Statement

Cash flows are reported using the indirect method, whereby profit/(loss) before extraordinary items and tax is adjusted for the effects of transactions of non-cash nature and any deferrals or accruals of past or future cash receipts or payments. The cash flows from operating, investing and financing activities of the Company are segregated based on the available information.

3) Use of Estimates

The preparation of the financial statements in conformity with Indian GAAP requires the management to make estimates and assumptions considered in the reported amounts of assets and liabilities (including contingent liabilities) and the reported income and expenses during the year. The management believes that the estimates used in preparation of the financial statements are prudent and reasonable. Future results could differ due to these estimates and the differences between the actual results and the estimates are recognised in the periods in which the results are known / materialise.

4) Inventories

Finished and semi-finished products produced by the Company are carried at lower of cost and net realisable value. Raw materials purchased by the Company are carried at lower of cost and net realisable value. Raw material in transit is carried at cost by the Company.

Stores and spare parts are carried at cost. Necessary provision is made and charged to revenue in case of identified obsolete and non-moving items.

Cost comprises purchase price, freight and handling, non refundable taxes and duties and other directly attributable cost. Value of inventories are generally ascertained on the "weighted average" basis.

5) Depreciation

Depreciable amount for assets is the cost of an asset, or other amount substituted for cost, less its estimated residual value.

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 Plant and Machinery where the useful life of the assets has been assessed as under based on technical evaluation by a Chartered Engineer 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.

Useful life of Plant and Machinery is considered to be 15-20 years.

Intangible assets are amortised over their estimated useful life of five years on straight line method.

The estimated useful life of the intangible assets and the amortisation period are reviewed at the end of each financial year and the amortisation period is revised to reflect the changed pattern, if any.

TAYO ROLLS LIMITED
NOTES FORMING PART OF THE FINANCIAL STATEMENTS

Note 1 (b): Accounting Policies(contd.)

6) Revenue Recognition

i) Sale of goods

Revenue from the sale of goods is recognised in the Statement of Profit and Loss when the significant risks and rewards of ownership have been transferred to the buyer. Revenue includes consideration received or receivable, excise duty but is net of discounts and other sales related taxes.

ii) Export Incentive under Duty Draw Back System

Export incentive under the Duty Draw Back System is recognised at the time of shipment.

iii) Dividend and Interest income

Dividend income is recognised when the Company's right to receive dividend is established. Interest income is recognised on accrual basis based on interest rates implicit in the transactions.

7) Fixed Assets

All fixed assets are valued at cost less depreciation/amortisation/impairment. The cost of an asset includes the purchase cost of materials, including import duties and non refundable taxes, and any directly attributable costs of bringing an asset to the location and condition of its intended use. Interest on borrowings used to finance the construction of fixed assets are capitalised as part of the cost of the asset until such time that the asset is ready for its intended use. Pre-operation expenses including trial run expenses (net of revenue) are capitalised.

In case of Blast Furnace relining and Arc Furnace (bottom) relining the expenditure is capitalised and depreciated over the period to the planned relining date.

8) Foreign Exchange Transactions

Foreign currency transactions and forward exchange contracts are recorded on initial recognition in the reporting currency i.e. Indian rupees, using the exchange rates prevailing on the date of the transaction. Monetary assets and liabilities in currencies other than the reporting currency and foreign exchange contracts remaining unsettled are re-measured at the rates of exchange prevailing at the balance sheet date. Exchange difference arising on the settlement of monetary items, and on the re-measurement of monetary items, are included in Statement of Profit and Loss for the year. In case of forward exchange contracts, the difference 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.

9) Investment

Long term investments are carried at cost less provision for other than temporary diminution, if any in the value of such investments. Current investments are carried at lower of cost and fair value.

10) Cash and cash equivalents

Cash and Bank Balances comprises of cash on hand and balances in current accounts and deposit accounts with banks having original maturity of less than three months.

11) Employees Benefits

i) Short Term benefits

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

ii) Post Employment benefit

Defined Contribution Plans

Defined contribution plans are those plans where the Company pays fixed contributions to a separate entity. Contributions are paid in return for services rendered by the employees during the year. The contributions are expensed as they are incurred in line with the treatment of wages and salaries.

Defined Benefit Plans

Defined benefit plans are arrangements that provide guaranteed benefits to employees, either by way of contractual obligations or through a collective agreement. This guarantee of benefits represents a future commitment of the Company and, as such, a liability is recognised. The present value of these defined benefit obligations are ascertained by independent actuarial valuation as per the requirement of Accounting Standards 15 - Employee Benefits. The liability recognised in the balance sheet is the present value of the defined benefit obligations on the balance sheet date less the fair value of the plan assets (for funded plans), together with adjustments for unrecognised past service costs. All actuarial gains and losses are recognised in the Statment of Profit and Loss in full in the year in which they occur.

TAYO ROLLS LIMITED
NOTES FORMING PART OF THE FINANCIAL STATEMENTS

Note 1 (b): Accounting Policies(contd.)

12) Borrowing Costs

Borrowing costs that are attributable to the acquisition, construction of qualifying assets are capitalised as part of the cost of such assets till such time the asset is ready for its intended use or sale. A qualifying asset is an asset that necessarily takes a substantial period of time to get ready for its intended use. All other borrowing costs are recognised as an expense in the Statement of Profit and Loss in the period in which they are incurred.

13) Earnings Per Share

The Company reports basic and diluted earnings per share in accordance with Accounting Standard (AS) 20- Earnings Per Share. Basic earnings per equity share have been computed by dividing net profit after tax attributable to equity share holders by the weighted average numbers of equity shares outstanding during the year. Diluted earnings during the year adjusted for the effects of all dilutive potential equity shares per share is computed using the weighted average number of equity shares and dilutive potential equity shares outstanding during the year.

14) Taxes on Income

Current Taxes

Provision for Current tax is determined on the basis of taxable income for the year as determined in accordance with the applicable tax rates and the provisions of the Income Tax Act, 1961 and other applicable laws.

Deferred Taxes

Deferred tax is recognised on timing differences, being the differences between the taxable income and the accounting income that originate in one period and are capable of reversal in one or more subsequent periods. Deferred tax is measured using the tax rates and the tax laws enacted or substantively enacted as at the reporting date. Deferred tax liabilities are recognised for all timing differences. Deferred tax assets are recognised for timing differences of items other than unabsorbed depreciation and carry forward losses only to the extent that reasonable certainty exists that sufficient future taxable income will be available against which these can be realised. However, if there are unabsorbed depreciation and carry forward of losses and items relating to capital losses, deferred tax assets are recognised only if there is virtual certainty supported by convincing evidence that there will be sufficient future taxable income available to realise the assets. Deferred tax assets and liabilities are offset if such items relate to taxes on income levied by the same governing tax laws and the Company has a legally enforceable right for such set off. Deferred tax assets are reviewed at each balance sheet date for their realisability.

15) Research and Development

Research and Development costs (other than cost of fixed assets acquired) are charged as an expense in the year in which they are incurred.

16) Impairment

The carrying values of assets / cash generating units at each balance sheet date are reviewed for impairment if any indication of impairment exists.

If the carrying amount of the assets exceed the estimated recoverable amount, an impairment is recognised for such excess amount. The impairment loss is recognised as an expense in the Statement of Profit and Loss.

The recoverable amount is the greater of the net selling price (less cost of disposal) and their value in use. Value in use is arrived at by discounting the future cash flows to their present value based on an appropriate discount factor.

17) Provisions and contingencies

A provision is recognised when the Company has a present obligation as a result of past events and it is probable that an outflow of resources will be required to settle the obligation in respect of which a reliable estimate can be made. Provisions (excluding retirement benefits) are not discounted to their present value and are determined based on the best estimate required to settle the obligation at the balance sheet date. These are reviewed at each balance sheet date and adjusted to reflect the current best estimates. Contingent liabilities are disclosed in the Notes. Contingent assets are not recognised in the financial statements.

18) Segment Reporting:

The Company identifies primary segments based on the dominant source, nature of risks and returns, internal organisation , management structure and the internal performance reporting systems. The accounting policies adopted for the segment reporting are in line with the accounting policies of the Company. Segment revenue, segment expenses, segment assets and segment liabilities have been identified to segments on the basis of the their relationship to the operating activities of the segment. Assets and liabilities which relate to the Company as a whole and are not allocable to segments on reasonable basis have been included under "unallocable asset/liabilities"

TAYO ROLLS LIMITED
NOTES FORMING PART OF THE FINANCIAL STATEMENTS

Note 2(A) : Share Capital

	Rupees in lakhs	
	As at 31.03.2016	As at 31.03.2015
(1) Authorised: *		
15,000,000 Ordinary shares of Rs. 10 each	1,500.00	1,500.00
(2) 8.50%, 335,00,000 Non cumulative redeemable preference shares of Rs. 100 each.	33,500.00	33,500.00
	35,000.00	35,000.00
(3) Issued and subscribed and fully-paid up:		
(a) 10,260,935 Ordinary shares of Rs. 10 each	1,026.09	1,026.09
10,260,935 Equity shares of Rs.10 each fully paid up (As at 31.03.2015: 10,260,935 Shares) of the above 5,587,372 (as at 31.03.2015: 5,587,372) shares of Rs. 10 each are held by Tata Steel Limited, the holding Company		
(b) 8.50%, 2,51,00,000 Non-cumulative redeemable preference shares of Rs. 100 each**	25,100.00	23,500.00
23,100,000 8.50% Non-cumulative redeemable preference shares of Rs. 100 each are held by Tata Steel Limited, the holding Company (as at 31.03.2015: 21,500,000) and 2,000,000 8.50% Non-cumulative redeemable preference shares of Rs. 100 each are held by Yodogawa Steel Works Limited, Japan (as at 31.03.2015: 2,000,000)		
(c) Forfeited shares-amount originally paid up	0.04	0.04
Total share capital	26,126.13	24,526.13

Shareholder holding more than 5% of ordinary shares

	As at 31.03.2016		As at 31.03.2015	
	<u>% of Share</u>	<u>Number of Shares held</u>	<u>% of Share</u>	<u>Number of Shares held</u>
i Tata Steel Limited	54.45%	55,87,372	54.45%	55,87,372
ii Yodogawa Steel Works Limited	14.98%	15,36,704	14.98%	15,36,704

Shareholder holding more than 5% of preference shares

	As at 31.03.2016		As at 31.03.2015	
	<u>% of Share</u>	<u>Number of Shares held</u>	<u>% of Share</u>	<u>Number of Shares held</u>
i Tata Steel Limited	92.03%	231,00,000	91.49%	215,00,000
ii Yodogawa Steel Works Limited	7.97%	20,00,000	8.51%	20,00,000

* During the previous year, pursuant to Section 13(1) read with Section 55, 61, 64 and other applicable provision of the Companies Act, 2013, the Company had increased its authorised share capital from Rs. 2,000,000,000 divided into 15,000,000 Equity Shares of Rs. 10 each and 8.50% Non-Cumulative 18,500,000 Preference Shares of Rs. 100 each to Rs. 3,500,000,000 divided into 15,000,000 Equity Shares of Rs. 10 each and 8.50% Non-Cumulative 33,500,000 Preference Shares of Rs. 100 each. The Shareholders approval of such increase was obtained at the Extra-ordinary General Meeting held on 12 May, 2014.

** In accordance with the approval of shareholders at the Extra-ordinary general meeting held on 12 May 2014, 1,600,000, 8.50% Non-cumulative redeemable preference shares were allotted on preferential basis to Tata Steel Limited, the promoters of the Company.

TAYO ROLLS LIMITED
NOTES FORMING PART OF THE FINANCIAL STATEMENTS

Note 2(B): Share Capital

1 Reconciliation of number of shares

i) Equity share capital with face value of Rs. 10 each	As at 31.03.2015		Additions		Deletions	As at 31.03.2016	
	No. of shares	Rupees in lakhs	No. of shares	Rupees in lakhs		No. of shares	Rupees in lakhs
a) Authorised share capital	150,00,000	1,500.00	-	-	-	150,00,000	1,500.00
b) Issued share capital	102,60,935	1,026.13	-	-	-	102,60,935	1,026.13
c) Subscribed and fully paid-up	102,60,935	1,026.13	-	-	-	102,60,935	1,026.13
d) Subscribed and not fully paid-up	-	-	-	-	-	-	-

ii) Preference share capital with face value of Rs. 100 each

	As at 31.03.2015		Additions		Deletions	As at 31.03.2016	
	No. of shares	Rupees in lakhs	No. of shares	Rupees in lakhs		No. of shares	Rupees in lakhs
a) Authorised share capital	335,00,000	33,500.00	-	-	-	335,00,000	33,500.00
b) Issued share capital	235,00,000	23,500.00	16,00,000	1,600.00	-	251,00,000	25,100.00
c) Subscribed and fully paid-up	235,00,000	23,500.00	16,00,000	1,600.00	-	251,00,000	25,100.00
d) Subscribed and not fully paid-up	-	-	-	-	-	-	-

2 Share capital :

Rights, preferences and restrictions attached to shares

Equity shares:

The Company has one class of equity shares having a par value of Rs 10 per share. Each shareholder is eligible for one vote per share held. The dividend proposed by the Board of Directors is subject to the approval of the shareholders in the ensuing Annual General Meeting except in case of interim dividend. In the event of liquidation, the equity shareholders are eligible to receive the remaining assets of the Company after distribution of all preferential amounts, in the proportion to their shareholding.

Preference shares :

Non-cumulative redeemable preference shares of Rs. 100 each are entitled to a fixed rate of dividend at the rate of 8.50% per annum. The issuer shall redeem the preference shares together with all arrears of dividend, if any, in three equal installments at the beginning of eighth year, ninth year and tenth year from the deemed date of allotment.

Preference shares issued are redeemable on the following dates:

Amounts Rs. Lakhs	Year of Redemption
2,833.33	2019-20
2,833.33	2020-21
5,733.34	2021-22
5,000.00	2022-23
5,533.33	2023-24
2,633.33	2024-25
533.34	2025-26
25,100.00	

TAYO ROLLS LIMITED
NOTES FORMING PART OF THE FINANCIAL STATEMENTS

Note 3 : Reserves and surplus

Rupees in lakhs

	As at 31.03.2016	As at 31.03.2015
(1) Securities premium reserve		
Balance as per last account	5,441.93	5,441.93
	5,441.93	5,441.93
(2) Surplus / (Deficit)		
Balance as per the last account	(24,774.37)	(17,968.35)
Debit Balance in Statement of Profit and Loss	(15,687.73)	(6,762.07)
Adjustment arising on account of adoption of Schedule II of the Companies Act, 2013 (See note 15.15)	-	(43.95)
	(40,462.10)	(24,774.37)
Total Reserves and Surplus	(35,020.17)	(19,332.44)

TAYO ROLLS LIMITED
NOTES FORMING PART OF THE FINANCIAL STATEMENTS

Rupees in lakhs

Note 4 : Borrowings

	As at 31.03.2016			As at 31.03.2015		
	Long Term	Short Term	Total	Long Term	Short Term	Total
(A) Secured borrowings						
(a) Term loans						
IDBI Bank Limited (Refer note 1)	398.10	-	398.10	1,990.60	-	1,990.60
(b) Repayable on demand						
Cash credit / Packing credit from banks						
Bank of India	-	3,598.96	3,598.96	-	3,581.10	3,581.10
IDBI Bank Limited (Refer note 2)	-	2,684.08	2,684.08	-	2,485.49	2,485.49
Total Secured borrowings	398.10	6,283.04	6,681.14	1,990.60	6,066.59	8,057.19
(B) Unsecured borrowings						
Repayable on demand						
Tata Steel Limited (12.50%)	-	3,050.00	3,050.00	-	-	-
Tata Steel Limited (13.00%)	-	1,313.00	1,313.00	-	-	-
Tata Capital Financial Services Limited (12.50%)	-	-	-	-	1,000.00	1,000.00
Tata Coffee Limited (12.50%)	-	-	-	-	500.00	500.00
	-	4,363.00	4,363.00	-	1,500.00	1,500.00
Buyer's credit						
IDBI Bank Limited	-	-	-	-	339.92	339.92
Total Unsecured borrowings	-	4,363.00	4,363.00	-	1,839.92	1,839.92
Total Borrowings	398.10	10,646.04	11,044.14	1,990.60	7,906.51	9,897.11

(C) Terms of repayment	Number of outstanding installments	Installment amount (Rs in Lakhs)	Repayment terms
IDBI Bank Limited	5.00	398.13	Quarterly

Notes:

Nature of Security

- Term loans from IDBI Bank Limited are secured by first charge on the fixed assets of the Company.
- Cash credit accounts with Bank of India and IDBI Bank Limited are secured by hypothecation of all tangible movable assets of the Company including finished and semi-finished stocks, raw materials, stores and book debts ranking pari-passu. In addition they are secured by way of second charge on the immovable properties of the Company ranking pari-passu.

TAYO ROLLS LIMITED
NOTES FORMING PART OF THE FINANCIAL STATEMENTS

Rupees in lakhs

Note 5: Provisions

	As at 31.03.2016			As at 31.03.2015		
	Long Term	Short Term	Total	Long Term	Short Term	Total
Provision for employee benefits						
(a) Post-employment defined benefits						
(i) Retiring gratuity (see note 16)	-	341.91	341.91	326.04	-	326.04
(ii) Pension obligations (see note 16)	222.42	27.55	249.97	225.86	28.41	254.27
(iii) Post retirement medical benefits to employees (see note 16)	489.47	26.02	515.48	591.97	23.73	615.70
(iv) Post retirement medical benefits to Ex-Directors (see note 16)	20.71	6.48	27.19	25.64	2.71	28.35
(b) Other Post-employment benefits						
(i) Leave benefit scheme	-	571.08	571.08	454.27	48.86	503.13
	732.60	973.04	1,705.63	1,623.78	103.71	1,727.49
Provision for employee separation compensation	18.67	12.11	30.79	24.89	19.38	44.27
Provision for current tax [Net of advance tax of Rs. 576.73 lakhs (31.03.2015 : Rs. 576.73 lakhs)]	-	123.09	123.09	-	123.08	123.09
Provision for warranty (see note 21)	-	655.02	655.02	-	714.29	714.29
	18.67	790.22	808.90	24.89	856.75	881.65
Total provisions	751.27	1,763.26	2,514.53	1,648.67	960.46	2,609.14

TAYO ROLLS LIMITED
NOTES FORMING PART OF THE FINANCIAL STATEMENTS

Note 6:

Rupees in lakhs

	As at 31.03.2016	As at 31.03.2015
Note 6(A) : Trade payables		
(a) Total outstanding dues of micro enterprises and small enterprises (see note 15.3)	50.85	79.99
(b) Total outstanding dues of creditor other than micro enterprises and small enterprises (see note 15.3)		
(i) Creditors for supplies and services	3,173.40	3,401.40
(ii) Creditors for accrued wages and salaries	960.63	824.73
	4,184.88	4,306.12
Note 6(B) : Other current liabilities		
(a) Current maturities of long-term debt (see note 4)	1,592.52	1,592.52
(b) Advances received from customers	2,812.44	2,793.03
(c) Interest accrued but not due on borrowings	198.01	34.55
(d) Creditors for capital goods	468.33	512.25
(e) Liability towards Investors Education and Protection Fund		
i) Unpaid dividend	0.17	0.17
ii) Unclaimed dividend	0.30	4.27
iii) Unpaid matured fixed deposits	0.13	0.20
(f) Other liabilities	886.58	830.22
Total other current liabilities	5,958.48	5,767.21

TAYO ROLLS LIMITED
NOTES FORMING PART OF THE FINANCIAL STATEMENTS

Note 7: Fixed assets

See note 1(b)(ii)

Rupees in lakhs

As at 31.03.2016	Leasehold land Note (a)	Buildings	Owned plant and machinery	Furniture and fixtures	Office equipment	Vehicles	Total tangible assets	Computer software	Technical know-how fee (see note 1(a))	Total intangible assets	Total assets
Cost at beginning of the year	5.25	464.66	30,166.98	106.84	53.52	60.47	30,857.72	96.77	1,471.82	1,568.59	32,426.31
Additions	-	-	1,690.94	18.54	-	-	1,709.48	1.98	-	1.98	1,711.46
Disposals/adjustments/write down	-	-	7,808.35	-	-	0.06	7,808.41	-	-	-	7,808.41
Cost at end of the year	5.25	464.66	24,049.57	125.38	53.52	60.41	24,758.79	98.75	1,471.82	1,570.57	26,329.36
Impairment at beginning of the year	-	-	2,591.89	-	-	-	2,591.89	-	-	-	2,591.89
Charge for the year	-	-	-	-	-	-	-	-	-	-	-
Disposals/Adjustments	-	-	-	-	-	-	-	-	-	-	-
Impairment at end of the year	-	-	2,591.89	-	-	-	2,591.89	-	-	-	2,591.89
Depreciation at beginning of the year	0.38	199.01	14,256.90	52.75	20.27	41.65	14,570.96	94.62	1,291.81	1,386.43	15,957.39
Other adjustment	-	-	-	-	-	-	-	-	-	-	-
Charge for the year	0.06	10.77	1,321.07	14.23	6.10	6.77	1,359.00	2.98	179.22	182.20	1,541.20
Disposals	-	-	20.33	-	-	0.06	20.39	-	-	-	20.39
Depreciation at end of the year	0.44	209.78	15,557.64	66.98	26.37	48.36	15,909.57	97.60	1,471.03	1,568.63	17,478.20
Net book value at beginning of the year	4.87	265.65	13,318.19	54.09	33.25	18.82	13,694.87	2.15	180.01	182.16	13,877.03
Net book value at end of the year	4.81	254.88	5,900.04	58.40	27.15	12.05	6,257.33	1.15	0.79	1.94	6,259.27

As at 31.03.2015	Leasehold land Note (a)	Buildings	Owned plant and machinery	Furniture and fixtures	Office equipment	Vehicles	Total tangible assets	Computer software	Technical know-how fee	Total intangible assets	Total assets
Cost at beginning of the year	5.25	464.66	27,711.99	65.53	38.63	61.51	28,347.57	83.87	1,471.82	1,555.69	29,903.26
Additions	-	-	2,486.27	41.31	21.08	-	2,548.66	-	-	-	2,548.66
Disposals/Adjustments	-	-	(31.28)	-	(6.19)	(1.04)	(38.51)	12.90	-	12.90	(25.61)
Cost at end of the year	5.25	464.66	30,166.98	106.84	53.52	60.47	30,857.72	96.77	1,471.82	1,568.59	32,426.31
Impairment at beginning of the year	-	-	1,797.89	-	-	-	1,797.89	-	-	-	1,797.89
Additions	-	-	794.00	-	-	-	794.00	-	-	-	794.00
Disposals/Adjustments	-	-	-	-	-	-	-	-	-	-	-
Impairment at end of the year	-	-	2,591.89	-	-	-	2,591.89	-	-	-	2,591.89
Depreciation at beginning of the year	0.32	179.89	13,178.83	42.50	19.30	33.07	13,453.91	81.89	1,096.77	1,178.66	14,632.57
Other adjustment (Note b)	-	8.35	29.29	2.46	1.56	2.29	43.95	-	-	-	43.95
Charge for the year	0.06	10.77	1,066.71	7.79	4.79	6.81	1,096.93	12.73	195.04	207.77	1,304.70
Disposals	-	-	(17.93)	-	(5.38)	(0.52)	(23.83)	-	-	-	(23.83)
Depreciation at end of the year	0.38	199.01	14,256.90	52.75	20.27	41.65	14,570.96	94.62	1,291.81	1,386.43	15,957.39
Net book value at beginning of the year	4.93	284.77	12,735.27	23.03	19.33	28.44	13,095.77	1.98	375.05	377.03	13,472.80
Net book value at end of the year	4.87	265.65	13,318.19	54.09	33.25	18.82	13,694.87	2.15	180.01	182.16	13,877.03

Notes:

(a) Leasehold land includes Rs. 1.75 lakhs (31.03.2015: Rs. 1.75 lakhs) for which documents are yet to be executed. The Company has applied to the Bihar Government for exemption of its lands (other than leasehold land referred to above for which documents are pending execution) from the Urban Land (Ceiling and Regulation) Act, 1976. The decision of the Government is still awaited.

b) Pursuant to transitional provisions prescribed in Schedule II of the Companies Act, 2013, the Company had fully depreciated the carrying value of assets, net of residual value, where the remaining useful life of the asset was determined to be Nil as on April 1, 2014 and had adjusted an amount of Rs. 43.95 lakhs against the opening surplus balance in the Statement of Profit and Loss under Reserve and surplus.

TAYO ROLLS LIMITED
NOTES FORMING PART OF THE FINANCIAL STATEMENTS

Note 8: Investments	No. of shares / units fully paid up	As at 31.03.2016			Rupees in lakhs As at 31.03.2015		
		Non-current	Current	Total	Non-current	Current	Total
Trade investment							
Shares and debentures in associates							
Quoted							
Tata Construction & Projects Limited (Equity Shares of Rs 10 each) [net of provision of Rs. 3.88 lakhs (31.3.2015 : Rs. 3.88 lakhs)]	32326	-	-	-	-	-	-
Tata Construction & Projects Limited (10% Secured Non-Convertible Debentures of Rs 100 each) [net of provision of Rs. 3.00 lakhs (31.3.2015 : Rs. 3.00 lakhs)]	3000	-	-	-	-	-	-
Unquoted							
Adityapur Toll Bridge Company Limited (Equity Shares of Rs 10 each) [net of provision of Rs. 0.50 lakhs (31.3.2015 : Rs. 0.50 lakhs)]	5000	-	-	-	-	-	-
Nicco Jubilee Park Limited (Equity shares of Rs. 10 each) [net of provision of Rs. 3.00 lakhs (31.3.2015 : Rs. 3.00 lakhs)]	30000	-	-	-	-	-	-
Shares and debentures in others							
Quoted							
HDFC Bank Limited (Equity Shares of Rs. 2 each)	2500	0.05	-	0.05	0.05	-	0.05
Unquoted							
Government securities-Lodged as security deposit with parties		0.09	-	0.09	0.09	-	0.09
Total investments in shares and debentures		0.14	-	0.14	0.14	-	0.14
Investments by type:							
Investments in equity instruments		0.05	-	0.05	0.05	-	0.05
Investments in Government or trust securities		0.09	-	0.09	0.09	-	0.09
Investments in debentures and bonds		-	-	-	-	-	-
Total investments		0.14	-	0.14	0.14	-	0.14
Additional details:							
Carrying value of quoted investments		0.05	-	0.05	0.05	-	0.05
Market value of quoted investments		27.07		27.07	25.57		25.57
Carrying value of unquoted investments		0.09	-	0.09	0.09	-	0.09

TAYO ROLLS LIMITED
NOTES FORMING PART OF THE FINANCIAL STATEMENTS

Rupees in lakhs

Note 9: Loans and advances

	As at 31.03.2016			As at 31.03.2015		
	Long Term	Short Term	Total	Long Term	Short Term	Total
Loans and advances						
(a) Capital advances	84.18	-	84.18	482.57	-	482.57
(b) Security deposits	111.18	-	111.18	126.13	-	126.13
(c) Advance with public bodies	185.97	194.26	380.23	185.97	226.95	412.92
(d) Other loans and advances						
(i) Pre-paid advances	-	37.30	37.30	-	17.76	17.76
(ii) Other advances	-	161.32	161.32	-	397.90	397.90
(e) Current tax assets (net)						
(i) Advance payment against taxes	449.05	-	449.05	414.28	-	414.29
[Net of provision of Rs.737.04 lakhs (31.03.2015 :Rs. 737.04 lakhs)]						
Gross loans and advances	830.38	392.88	1,223.26	1,208.95	642.61	1,851.57
Classification of loans and advances						
Secured, considered good	-	-	-	-	-	-
Unsecured, considered good	830.38	392.88	1,223.26	1,208.95	642.61	1,851.57
Doubtful	-	-	-	-	-	-
Gross loans and advances	830.38	392.88	1,223.26	1,208.95	642.61	1,851.57

TAYO ROLLS LIMITED
NOTES FORMING PART OF THE FINANCIAL STATEMENTS

Rupees in lakhs

Note 10(A): Inventories

	As at 31.03.2016	As at 31.03.2015
(a) Raw materials (at lower of cost or net realisable value)	805.13	1,112.31
(b) Semi-finished goods (at lower of cost or net realisable value)	1,258.80	1,745.79
(c) Finished goods (at lower of cost or net realisable value)	736.81	878.37
(d) Stores and spares *(at cost less write off for obsolescence)	950.89	1,983.20
Total inventories	3,751.63	5,719.67

* Stores and spare parts includes the realisable value of purchased moulds issued to production, Rs. 236.63 lakhs (as at 31.03.2015 amortised value Rs. 1,158.62 lakhs)

Rupees in lakhs

Note 10(B): Trade receivables

	As at 31.03.2016	As at 31.03.2015
(i) Trade receivables outstanding for a period exceeding six months from the date they were due for payment	340.33	871.43
(ii) Others	2,792.86	3,485.81
Gross trade receivables	3,133.19	4,357.24
Less: Provision for doubtful trade receivables	177.26	125.44
Net trade receivables	2,955.93	4,231.80

Classification of trade receivables

Unsecured, considered good	2,955.93	4,231.80
Doubtful	177.26	125.44
Gross trade receivables	3,133.19	4,357.24

TAYO ROLLS LIMITED
NOTES FORMING PART OF THE FINANCIAL STATEMENTS

Rupees in lakh

Note 11(A): Cash and Cash Equivalents

	As at 31.03.2016	As at 31.03.2015
<hr/>		
(a) Cash and cash equivalents		
(i) Cash in hand	0.13	0.07
(ii) Cheques, drafts on hand	-	22.22
(iii) Balances with banks		
(a) In current accounts	508.62	557.37
Total cash and cash equivalents	508.75	579.66
<hr/>		
(b) Earmarked balance with scheduled banks		
(i) In deposit account for public deposits	-	3.02
(ii) In unpaid dividend accounts	0.47	4.42
	0.47	7.44
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Total cash and bank balances	509.22	587.10

Note 11(B): Other Current Assets

	As at 31.03.2016	As at 31.03.2015
<hr/>		
Other current assets		
(1) Interest accrued on deposits, loans and advances	66.01	56.37
<hr/>		
Total other current assets	66.01	56.37

TAYO ROLLS LIMITED
NOTES FORMING PART OF THE FINANCIAL STATEMENTS

Note 12(A): Revenue from operations

	Year ended 31.03.2016	Year ended 31.03.2015
(1) Sale of products	11,695.24	13,740.61
(2) Sale of services	1,900.94	1,177.43
Gross revenue from Operations	13,596.18	14,918.04
(3) Less: Excise duty recovered on sales	1,392.83	1,454.84
	12,203.35	13,463.20
(4) Other operating income		
(i) Export benefits (Duty drawback)	1.46	21.02
(ii) Sale of miscellaneous goods	397.87	503.52
(iii) Sundry income	7.67	182.34
	407.00	706.88
Total revenue from operations	12,610.35	14,170.08

Note 12(B): Other income

	Year ended 31.03.2016	Year ended 31.03.2015
(1) Liabilities no longer required written back	155.69	70.78
(2) Interest received on sundry advances, deposits, customers balances etc.	20.22	45.45
(3) Net (loss) / gain on foreign currency transactions (other than finance cost)	1.66	14.89
Total other income	177.57	131.12

TAYO ROLLS LIMITED
NOTES FORMING PART OF THE FINANCIAL STATEMENTS

Note 13(A): Employee benefits expense

Rupees in lakhs

	Year ended 31.03.2016	Year ended 31.03.2015
(1) Salaries and wages, including bonus		
(i) Salaries and wages including bonus	3,069.31	3,102.67
(ii) Employee separation compensation	1.49	2.35
	3,070.80	3,105.02
(2) Contribution to provident and other funds	679.18	594.16
(3) Staff welfare expenses	203.44	165.83
	882.62	759.99
Total employee benefits expense	3,953.42	3,865.01

Note 13(B): Finance costs

Rupees in lakhs

	Year ended 31.03.2016	Year ended 31.03.2015
(a) Interest expense		
(i) Fixed loans	329.66	554.94
(ii) Interest on others	1,013.88	1,017.58
Total finance costs	1,343.54	1,572.52

TAYO ROLLS LIMITED
NOTES FORMING PART OF THE FINANCIAL STATEMENTS

Rupees in lakhs

Note 14: Other expenses

	Year ended 31.03.2016	Year ended 31.03.2015
(1) Consumption of store and spare parts	1,963.62	2,107.74
(2) Repairs and maintenance to buildings	-	7.17
(3) Repairs and maintenance to machinery	317.31	571.92
(4) Fuel oil consumed	603.66	1,485.06
(5) Power	1,616.96	1,540.57
(6) Freight and handling charges	343.25	329.17
(7) Rent	10.65	13.94
(8) Royalty	145.03	167.70
(9) Rates and taxes	51.52	30.49
(10) Registration charges for increase in authorised share capital	-	98.69
(11) Insurance charges	11.26	4.79
(12) Excise duties	66.49	51.12
(13) Other expenses		
(a) Provision for warranty	597.45	644.85
(b) Auditors remuneration and out-of-pocket expenses		
(i) For audit	9.00	7.90
(ii) For taxation matters	1.50	1.50
(iii) For other services	0.50	1.10
(iv) for reimbursement of expenses	0.42	0.10
(c) Loss on sale/write off of tangible assets	25.50	70.47
(d) Legal and other professional costs	290.76	55.65
(e) Advertisement, promotion and selling expenses	1.30	3.99
(f) Travelling expenses	66.69	113.52
(g) Consultation fees	106.84	96.96
(h) Rolls machining charges	147.74	163.01
(i) Provision for doubtful trade receivables	51.82	-
(j) Other general expenses	1,141.33	1,018.95
	2,440.85	2,178.00
Total other expenses	7,570.60	8,586.36

TAYO ROLLS LIMITED
NOTES FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH, 2016

15.1A	Contingent liabilities	Rupees in lakhs	
15.1A (a)	Claims against the Company not acknowledged as debt *	As at 31.03.2016	As at 31.03.2015
	i) Demands raised by income tax authorities	300.51	305.30
	ii) Demands raised by sales tax authorities	129.60	34.05
	iii) Demands raised by excise authorities	297.81	297.81
	iv) Other money for which the Company is contingently liable		
	- Under litigation (see note 'I' below)	21,804.00	27,203.25
	- Export promotion capital goods scheme (see note 'II' below)	1,520.72	1,271.72
	* No provision is considered necessary since the Company expects favorable decisions.		
15.1A(b)	Guarantees		
	Under Export Promotion Capital Goods Scheme for concessional duty on import of machinery furnished to the Customs authorities	-	177.00
	Notes:		
	I. Consequent to the judgment dated 2 May, 2013 of Honourable Jharkhand High Court with regard to the applicability of power tariff structure on the Company's Induction Furnace Unit from January 2000, the Jharkhand State Electricity Board (JSEB) had raised rectified energy bill dated 10 June, 2013 for Rs. 27,203.00 lakhs (later claim revised to Rs. 26,361.00 lakhs). The rectified energy bill was challenged separately before the Honourable Jharkhand High Court. The Company has also contested the judgment dated 2 May, 2013 on the applicability of power tariff structure by way of filing an appeal (Letters Patent Appeal) before the Honourable Jharkhand High Court which has been admitted on merit on 3 July, 2013. The demand raised by JSEB has been considered as contingent liability in the financial statements.		
	JSEB had also initiated Certificate proceedings for recovery of Rs. 26,361.00 lakhs against the Company and Board of Directors, which was challenged before the Certificate Officer. The Certificate Officer in his Order dated 12 December, 2015 has absolved the directors from any liability to the extent the certificate amount is considered. He also directed JSEB to raise revised bills and the Company to pay the same within 15 days of the Order. JSEB has raised the revised bill dated 24 December, 2015 for Rs. 21,804.00 lakhs. The Company has also challenged the Order dated 12 December 2015 of the Certificate officer before the Division Bench of the Jharkhand High Court.		
	On 18 December, 2015, the Division Bench of Jharkhand High Court has passed its Order that "No Coercive Action" shall be initiated against the Company during pendency and final hearing of the Appeals.		
	II. During the year the Company has filed a rectification application with the Director General of Foreign Trade for discharge of export obligation.		
15.2	Commitments		
	Estimated amount of contracts remaining to be executed on capital account and not provided for Rs. 318.27 lakhs (31.3.2015: Rs. 829.70 lakhs) against which advances paid Rs. 84.18 Lakhs (31.3.2015 : Rs. 482.57 lakhs).		

TAYO ROLLS LIMITED
NOTES FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH, 2016

15.3 Disclosure required under Section 22 of the Micro, Small and Medium Enterprises Development Act, 2006 ('MSMED')

Amounts payable to MSMED suppliers as at 31 March, 2016 are as under :

	Rupees in Lakhs	
	<u>As at</u>	<u>As at</u>
	<u>31.03.2016</u>	<u>31.03.2015</u>
a) Principal amount remaining unpaid to supplier as at the end of the accounting year	43.39	73.48
b) Interest due thereon remaining unpaid to supplier as at the end of the accounting year	7.46	6.51
c) The amount of interest paid in terms of Section 16, along with the amount of payment made to the supplier beyond the appointment day during the year 2015-16	-	-
d) The amount of interest due and payable for the period of delay in making payment (which have been paid but beyond the appointed day during the year) but without adding the interest specified under this Act	7.46	6.51
e) The amount of interest accrued during the year and remaining unpaid at the end of the accounting year	1.44	0.50
f) The amount of further interest remaining due and payable even in the succeeding years, until such date when the interest dues above are actually paid to the small enterprise, for the purpose of disallowance of a deductible expenditure under section 23 of the MSMED	7.46	6.51

15.4 The year end foreign currency exposures that have not been hedged by a derivative instrument or otherwise are given below:

	Amount in Foreign Currency				
	(all amounts in Lakhs)				
	Euro	GBP	USD	JPY	Rupees
Amount receivable from Export of goods	-	0.02	2.97	-	198.81
	(-)	(2.59)	(4.93)	(-)	(548.14)
Amount payable for:					
Import of goods	-	-	0.06	-	3.84
	(3.08)	-	(2.08)	-	(339.92)
Royalty	-	-	2.88	528.04	482.29
	-	-	(1.65)	(448.94)	(337.26)

Figures in brackets are for the previous year.

TAYO ROLLS LIMITED
NOTES FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH, 2016

15.5 TURNOVER, CLOSING AND OPENING STOCKS OF GOODS PRODUCED

<u>Class of Products</u>	<u>Turnover @</u>		<u>Closing Stock</u>		<u>Opening Stock</u>	
	Tonnes	Rupees in Lakhs	Tonnes	Rupees in Lakhs	Tonnes	Rupees in Lakhs
a) Rolls						
(i) Steel, Steel Base and Cast Iron Rolls	5,591.00 (-6,897.00)	7,182.63 (-9,777.29)	50.00 (-105.00)	53.98 (-153.40)	105.00 (-156.00)	153.40 (-204.52)
(ii) Forged Rolls	1,160.00 (908.00)	2,718.09 (2,211.15)	22.00 (11.00)	45.86 (23.80)	11.00 (53.00)	23.80 (109.09)
b) Pig Iron						
(i) Others - Pig Iron Skull etc.	- (-)	580.74 (373.67)	- (-)	570.62 (524.54)	- (-)	524.54 (273.47)
c) Ingots	96.00 (1,077.00)	31.17 (590.26)	133.00 (247.00)	64.14 (159.73)	247.00 (133.00)	159.73 (92.72)
d) Engineering Forgings	711.00 (472.00)	1,182.61 (788.23)	2.00 (10.00)	2.21 (16.90)	10.00 (8.00)	16.90 (11.05)
e) Conversion Income	- (-)	1,900.94 (1,177.44)	- (-)	- (-)	- (-)	- (-)
TOTAL		13,596.18 (14,918.04)		736.81 (878.37)	**	878.37 (690.85)

Notes:

- (i) @ includes excise duty recovered from customers
(ii) * after adjustment for stocks value written down and transferred to semi-finished stock
(iii) ** Value of closing stocks includes excise duty.
(iv) Figures in brackets are in respect of the previous year.

15.6 CONSUMPTION OF RAW MATERIALS *

	<u>2015-16</u>		<u>2014-15</u>	
	<u>Quantity Tonnes</u>	<u>Rupees in Lakhs</u>	<u>Quantity Tonnes</u>	<u>Rupees in Lakhs</u>
a) Scrap (net of own generated scrap)	4,343	937.83	5,095	1,483.07
b) Ferro Moly	28	200.66	39	460.99
c) Other Ferro Alloys	611	759.03	699	1,023.08
d) Nickel	68	563.63	91	1,028.23
e) Fluxes	632	113.76	807	173.85
f) Others		2,018.61		864.30
		4,593.52		5,033.52

* Net of shortage/excess identified during physical count.

TAYO ROLLS LIMITED
NOTES FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH, 2016

Rupees in Lakhs

15.7 C.I.F. VALUE OF IMPORTS:	<u>2015-16</u>	<u>2014-15</u>
Components, stores and spares parts	66.78	335.55
Raw materials	-	199.58
Capital goods	-	411.61
15.8 EXPENDITURE IN FOREIGN CURRENCY:		
a) Consultancy charges	15.80	31.92
b) Foreign travel	4.18	4.69
c) Royalty	145.03	167.70
d) Others	-	3.09
15.9 CONSUMPTION OF IMPORTED AND INDIGENOUS MATERIALS		
Value of consumption of imported and indigenously obtained raw materials, components, stores and spare parts and the percentage of each to the total consumption:		
	<u>2015-16</u>	<u>2014-15</u>
	% Rupees in Lakhs	% Rupees in Lakhs
a) Raw Materials:		
Imported	12.58 577.72	22.28 1,121.62
Indigenous	87.42 4,015.80	77.72 3,911.90
b) Components, stores and spare parts:		
Imported	8.67 170.34	9.89 208.37
Indigenous	91.33 1,793.28	90.11 1,899.37
Note:		
Stores and spare parts consumption includes amortization of moulds Rs. 91.45 lakhs (2014-15: Rs. 101.08 lakhs)		
	<u>2015-16</u>	<u>2014-15</u>
	Quantity Rupees in Tonnes Lakhs	Quantity Rupees in Tonnes Lakhs
15.10 PURCHASES OF SEMI-FINISHED PRODUCTS		
Semi finished Cast Rolls	-	88.65 43.47
15.11 EARNINGS IN FOREIGN EXCHANGE:		
	<u>2015-16</u>	<u>2014-15</u>
	Rupees in Lakhs	Rupees in Lakhs
FOB value of Exports (including value of exports through export house/agents)	78.47	1,329.31
15.12 Exceptional item of previous year		
During the previous year, the Company had carried out an impairment review of its fixed assets based on changes in circumstances indicating that their carrying amount may not be recoverable. Based on the review, the Company had made a provision in the financial statements for Rs. 794.00 lakhs towards write down of assets pertaining to integrated facilities for manufacture of Forging Quality Ingots, Engineering Forgings and Forged Rolls.		
15.13	The Wage Agreement dated 8 April, 2009 and dated 23 March, 2010 between the Company and the Tayo Workers Union expired on 31 December, 2011 and 30 September, 2014 and fresh agreements are under negotiation. Pending finalisation of these negotiations, provisions have been recorded on an estimated basis. Any adjustments necessary, consequent on final determination of the liability pertaining to the years ended 31 March, 2015 and 31 March, 2016 will be made in the year in which negotiations are concluded. (Also see note 1 (A) (b) A (1) (ii)).	
15.14 End use of funds raised from the issue of 8.50%, Non-Cumulative Redeemable Preference Shares		
	<u>2015-16</u>	<u>2014-15</u>
	Rupees in Lakhs	Rupees in Lakhs
Balance as at 1 April, 2015	95.95	2,267.88
Fund raised during the year	1,600.00	6,300.00
Utilisation of Fund		
a) Capital expenditure	43.92	1,749.85
b) Working capital	1,652.03	6,722.08
c) Unutilised monies as at 31 March, 2016	-	95.95
15.15	During the previous year, the Company had revised its estimates of useful life of its fixed assets as prescribed in Part C of Schedule II of the Companies Act, 2013. Carrying amount less residual value of the assets whose remaining useful life had become Nil at the beginning of the previous year, had been adjusted with the opening balance of retained earnings. Consequent to the adoption of Schedule II as above, the loss for the year ended 31 March, 2015 was lower by Rs. 695.33 lakhs (net of amount transferred to retained earnings). The opening retained earnings as at 1 April, 2014 was lower by Rs. 43.95 lakhs.	

TAYO ROLLS LIMITED
NOTES FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH, 2016

Notes 16: Disclosure relating to Accounting Standard AS 15

- 1** The Company has recognised, in the Statement of Profit and Loss for the current year, the following expenses under the defined contribution plans.

	Rupees in Lakhs	
Benefit (Contribution to)	<u>2015-16</u>	<u>2014-15</u>
Provident Fund	218.02	205.17
Superannuation Fund	96.77	111.06
TAYO Employees Pension Scheme	22.48	21.63
Total	<u>337.27</u>	<u>337.86</u>

- 2** The company operates post retirement defined benefit plans as follows:

- a. Funded
 - i) Retirement Gratuity
- b. Unfunded:
 - i) Post Retirement Medical benefits
 - ii) Pension to Directors

2 (a)(i) Details of the Post Retirement Gratuity plan are as follows:

	Rupees in Lakhs	
Description	<u>2015-16</u>	<u>2014-15</u>
	(see note below)	
Reconciliation of opening and closing balances of obligation		
a. Obligation as at the beginning of the year	-	1,138.48
b. Current service cost	-	57.86
c. Interest cost	-	86.13
d. Obligation of new companies	-	-
e. Acquisitions	-	-
f. Actuarial (gain)/loss	-	152.10
g. Exchange rate variation	-	-
h. Benefits paid	-	(362.85)
i. Obligation as at the end of the year	-	1,071.72

TAYO ROLLS LIMITED
NOTES FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH, 2016

Notes 16: Disclosure relating to Accounting Standard AS 15 (Contd.)

Change in Plan Assets (Reconciliation of opening & closing balances)	Rupees in Lakhs	
	<u>2015-16</u> (See note below)	<u>2014-15</u>
a. Fair value of plan assets as at beginning of the year	-	821.23
b. Acquisition adjustment	-	-
c. Expected return on plan assets	-	62.99
d. Actuarial gain/(loss)	-	(23.20)
e. Contributions	-	247.52
f. Benefits paid	-	(362.86)
g. Fair value of plan assets as at the end of the year	-	745.68
 Reconciliation of fair value of assets and obligations		
a. Fair value of plan assets as at the end of the year	-	745.68
b. Present value of obligation as at the end of the year	-	1,071.72
c. Amount recognised in the balance sheet	-	(326.04)
Current	-	-
Non-current	-	326.04
 Expense recognised during the year		
a. Current service cost	-	57.86
b. Interest cost	-	86.13
c. Expected return on plan assets	-	(62.99)
d. Actuarial (gain)/loss	-	175.30
e. Exchange rate variation	-	-
f. Expense recognised during the year	-	256.30
The expense is disclosed in the line item – company's contribution to gratuity fund		
 Investment Details		
	<u>% Invested</u>	<u>% Invested</u>
a. GOI securities	-	2.72
b. Public sector unit bonds	-	39.12
c. State / Central government guaranteed securities	-	6.69
d. Special deposit schemes	-	47.17
e. Others (including bank balances)	-	4.30
	<u> </u>	<u> </u>
	-	100.00
 Assumptions		
a. Discount rate (per annum)	-	7.90% p.a.
b. Estimated rate of return on plan assets (per annum)	-	8.25% p.a.
c. Rate of escalation in salary (per annum)	-	5.00% p.a.
 Note:		
As the Company has prepared the financial statements for the year ended 31 March, 2016 on not a going concern basis, provision for gratuity liability is provided on actual basis and hence disclosures as per paragraph 120 of Accounting Standard 15 'Employee Benefits' is not provided for the current year.		

TAYO ROLLS LIMITED
NOTES FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH, 2016

Notes 16: Disclosure relating to Accounting Standard AS 15 (Contd.)

2(b) Details of unfunded post retirement defined benefit obligations are as follows:

Description	Rupees in Lakhs			
	2015-16 Post Retirement Medical benefits	2015-16 Pension to Directors	2014-15 Post Retirement Medical benefits	2014-15 Pension to Directors
Reconciliation of opening and closing balances of obligation				
a. Obligation as at the beginning of the year	644.05	254.27	552.13	226.91
b. Current/employer service cost	17.98	-	19.48	-
c. Interest cost	49.81	18.83	48.59	19.28
d. Obligation of new companies	-	-	-	-
e. Actuarial (gain)/loss	(142.49)	6.37	49.20	38.00
f. Past service cost	-	-	-	-
g. Exchange rate variation	-	-	-	-
h. Benefits paid	(26.67)	(29.50)	(25.35)	(29.92)
i. Obligation as at the end of the year	542.68	249.97	644.05	254.27
Current	32.50	27.55	26.44	28.41
Non-current	510.18	222.42	617.61	225.86
Expense recognised in the period				
a. Current /employer service cost	17.98	-	19.48	-
b. Interest cost	49.81	18.83	48.59	19.28
c. Past service cost	-	-	-	-
d. Exchange rate variation	-	-	-	-
e. Actuarial (gain)/loss	(142.49)	6.37	49.20	38.00
f. Expense recognised during the period	(74.70)	25.20	117.27	57.28
3. Assumptions				
a. Discount rate (per annum) as at the beginning of the year	7.90% p.a.	7.90% p.a.	9.00% p.a.	9.00% p.a.
b. Discount rate (per annum) as at the end of the year	7.50% p.a.	7.50% p.a.	7.90% p.a.	7.90% p.a.
c. Medical costs inflation rate	6.50%		6.50%	
d. Average medical cost (Rs/person) at the beginning of the year	Rs. 8,349.00		Rs. 7,839.00	
e. Average medical cost (Rs/person) at the end of the year	Rs. 8,891.00		Rs. 8,349.00	
f. Effect of a 1% change in health care cost, on	Increase	Decrease	Increase	Decrease
	(7.50% p.a.)	(5.50% p.a.)	(7.50% p.a.)	(5.50% p.a.)
- aggregate current service and interest cost	8.20	6.88	11.04	8.80
- closing balance of obligation	64.47	54.06	103.17	82.21

TAYO ROLLS LIMITED
NOTES FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH, 2016

Notes 16: Disclosure relating to Accounting Standard AS 15 (Contd.)

2 (c) The estimate of future salary increases take into account inflation, seniority, promotion and other relevant factors.

2 (d) Other disclosures:

Benefit	2015-16	2014-15	2013-14	2012-13	2011-12
Retiring Gratuity					
Defined benefit obligation	-	(1,071.72)	(1,138.48)	(1,076.60)	(965.94)
Plan assets	-	745.69	821.23	769.55	680.44
Surplus/(deficit)	-	(326.03)	(317.25)	(307.05)	(285.50)
Experience adjustment on plan liabilities - gain/(loss)	-	(57.46)	(55.01)	(40.91)	(78.10)
Experience adjustment on plan assets - gain/(loss)	-	(23.20)	(13.36)	30.39	(0.77)
Medical					
Defined benefit obligation	(542.68)	(643.91)	(548.43)	(505.79)	(494.02)
Plan assets	(542.68)	(643.91)	(548.43)	(505.79)	(494.02)
Surplus/(deficit)	(542.68)	(643.91)	(548.43)	(505.79)	(494.02)
Experience adjustment on plan liabilities - gain/(loss)	0.37	0.58	(70.48)	(15.99)	13.02
Experience adjustment on plan assets - gain/(loss)	-	-	-	-	-
Pension to Retired Directors					
Defined benefit obligation	(249.97)	(254.27)	(188.18)	(190.73)	(152.86)
Plan assets	(249.97)	(254.27)	(188.18)	(190.73)	(152.86)
Surplus/(deficit)	(249.97)	(254.27)	(188.18)	(190.73)	(152.86)
Experience adjustment on plan liabilities - gain/(loss)	(2.69)	(18.34)	(50.90)	(42.43)	(19.61)
Experience adjustment on plan assets - gain/(loss)	-	-	-	-	-
Leave benefit scheme					
Defined benefit obligation	-	(503.13)	(432.67)	(453.44)	(455.28)
Plan assets	-	-	-	-	-
Surplus/(deficit)	-	(503.13)	(432.67)	(453.44)	(455.28)
Experience adjustment on plan liabilities - gain/(loss)	-	4.04	37.42	85.32	8.81
Experience adjustment on plan assets - gain/(loss)	-	-	-	-	-

TAYO ROLLS LIMITED
NOTES FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH, 2016

Note 17: Segment disclosures

	Rupees in Lakhs					
Note 17(1): Primary Segment-Business	Roll	Pig Iron	Ingot	Engg Forgings	Unallocable	Total
SEGMENT REVENUE						
External revenue	9,222.23 <i>11,649.67</i>	2,341.74 <i>1,561.88</i>	2,142.24 <i>1,978.29</i>	1,060.36 <i>746.24</i>	177.57 <i>131.12</i>	14,944.14 <i>16,067.20</i>
Inter segment revenue		(37.87) <i>(313.00)</i>	(2,118.35) <i>(1,453.00)</i>			(2,156.22) <i>(1,766.00)</i>
Total revenue	9,222.23 <i>11,649.67</i>	2,303.87 <i>1,248.88</i>	23.89 <i>525.29</i>	1,060.36 <i>746.24</i>	177.57 <i>131.12</i>	12,787.92 <i>14,301.20</i>
RESULTS						
Segment result before finance costs, exceptional items and tax	(4,766.61) <i>(3,631.49)</i>	138.99 <i>175.42</i>	(282.41) <i>(294.28)</i>	(644.50) <i>(600.22)</i>	123.85 <i>(44.98)</i>	(5,430.68) <i>(4,395.57)</i>
Finance costs (net)						(1,343.54) <i>(1,572.52)</i>
Profit/ (loss) before exceptional items and tax						(6,774.22) <i>(5,968.07)</i>
Exceptional item (see note 1(b)(A) 1 (ii) and 15.12)						(8,913.51) <i>(794.00)</i>
Profit/ (loss) before tax						(15,687.73) <i>(6762.07)</i>
Tax expense						- <i>(-)</i>
Profit/ (loss) after tax						(15,687.73) <i>(6762.07)</i>
OTHER INFORMATION						
Segment assets	6,810.65 <i>18,116.28</i>	2,628.68 <i>2,479.61</i>	1,114.47 <i>3,668.18</i>	971.79 <i>3,378.01</i>	3,282.40 <i>131.18</i>	14,807.99 <i>27,773.26</i>
Segment liabilities	6,585.13 <i>6,064.60</i>	1,641.49 <i>1,609.31</i>	427.36 <i>448.90</i>	690.26 <i>719.29</i>	14,357.79 <i>13,737.46</i>	23,702.03 <i>22,579.56</i>
Capital expenditure	438.78 <i>337.86</i>	- <i>1,290.91</i>	122.98 <i>44.78</i>	61.43 <i>71.60</i>	- <i>1,006.77</i>	623.19 <i>2,751.92</i>
Other significant non-cash expenses	674.77 <i>715.32</i>	- <i>-</i>	- <i>-</i>	- <i>-</i>	8,913.51 <i>794.00</i>	9,588.28 <i>1,509.32</i>
Depreciation	637.18 <i>818.46</i>	217.83 <i>105.43</i>	341.77 <i>127.41</i>	256.21 <i>251.05</i>	88.21 <i>2.35</i>	1,541.20 <i>1,304.70</i>

Figures in italics are for previous year.

TAYO ROLLS LIMITED
NOTES FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH, 2016

Note 17: Segment disclosures(Contd.)

	Rupees in Lakhs	
Note 17(2): Secondary segment-geography	<u>2015-16</u>	<u>2014-15</u>
Note 17(2)(a): Revenue by geographical market		
India	12,709.45	12,971.88
Outside India	78.47	1,329.32
	<u>12,787.92</u>	<u>14,301.20</u>
Note 17 (2)(b): Capital expenditure incurred		
India	623.19	2,751.92
Outside India	-	-
	<u>623.19</u>	<u>2,751.92</u>
Note 17 (2)'(c): Carrying amount of segment assets		
India	14,807.99	27,773.26
Outside India	-	-
	<u>14,807.99</u>	<u>27,773.26</u>

Notes:

- (i) The Company has disclosed Business Segment as the primary segment. Segments have been identified taking into account the nature of products, the differing risks and returns, the organizational structure and internal reporting system. The Company's operations predominantly relate to manufacture of Rolls, Pig Iron, Ingots and Engineering Forgings.
- (ii) Segment revenue, segment results, segment assets and segment liabilities include the respective amounts identifiable to each of the segments as also amounts allocated on a reasonable basis. The expenses, which are not directly relatable to the business segments, are shown as unallocated cost. Assets & Liabilities that cannot be allocated between segments are shown as unallocated assets & liabilities respectively.
- (iii) Transaction between segments are primarily for materials which are transferred at market determined price and common costs are apportioned on a reasonable basis.

TAYO ROLLS LIMITED
NOTES FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH, 2016

Note 18: Related party disclosures

A List of Related parties

i. Holding company

Tata Steel Limited

ii. Fellow Subsidiaries

- a. Tata Steel Europe Limited
- b. The Indian Steel & Wire Products Limited
- c. The Tinsplate Company of India Limited
- d. Jamshedpur Continuous Annealing and Processing Company Private Limited
- e. Jamshedpur Utilities & Services Company Limited
- f. Tata Metaliks Limited
- g. Tata Metaliks DI Pipes Limited
- h. Tata Sponge Iron Limited
- i. TKM Global Logistics Limited

iii. Key management personnel

Mr. K. S. Marar (Managing Director)

TAYO ROLLS LIMITED
NOTES FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH, 2016

Note 18: Related party disclosures

Rupees in lakhs

Nature of transactions	Holding Company	Fellow Subsidiaries	Key Managerial Personnel	Total
Sale of goods				
Tata Steel Limited	2,938.50 (3,131.88)	-	-	2,938.50 (3,131.88)
Tata Steel Europe Limited	-	(967.86)	-	(967.86)
The Indian Steel & Wire Products Limited	-	(13.31)	-	(13.31)
The Tinplate Company of India Limited	-	494.58 (286.67)	-	494.58 (286.67)
	2,938.50 (3,131.88)	495.27 (1,267.84)	-	3,433.77 (4,399.72)
Rendering of services				
Tata Steel Limited	2,240.41 (1,183.88)	-	-	2,240.41 (1,183.88)
Jamshedpur Continuous Annealing and Processing Company Private Limited	-	0.68 (-)	-	0.68 (-)
Interest income				
Jamshedpur Utilities & Services Company Limited	-	5.64 (6.28)	-	5.64 (6.28)
Purchase of goods				
Tata Steel Limited	1,668.91 (1,799.17)	-	-	1,668.91 (1,799.17)
Tata Metaliks DI Pipes Limited	-	(52.44)	-	(52.44)
Tata Sponge Iron Limited	-	61.95 (87.40)	-	61.95 (87.40)
	1,668.91 (1,799.17)	61.95 (139.84)	-	1,730.86 (1,939.01)
Receiving of services				
Tata Steel Limited	548.66 (475.82)	-	-	548.66 (475.82)
TKM Global Logistics Limited	-	8.68 (201.93)	-	8.68 (201.93)
Jamshedpur Utilities & Services Company Limited	-	1,620.11 (1,540.00)	-	1,620.11 (1,540.00)
	548.66 (475.82)	1,628.79 (1,741.93)	-	2,177.45 (2,217.75)
Managerial remuneration				
			40.69 (39.99)	40.69 (39.99)
Interest expenses				
Tata Steel Limited	162.58 (-)	-	-	162.58 (-)
Management contracts including deputation of employees				
Tata Steel Limited	27.03 (18.32)	-	-	27.03 (18.32)
The Indian Steel & Wire Products Limited	-	7.26 (7.26)	-	7.26 (7.26)
	27.03 (18.32)	7.26 (7.26)	-	34.29 (25.58)
Issue of preference shares				
Tata Steel Limited	1,600.00 (6,300.00)	-	-	1,600.00 (6,300.00)
Short term loan				
Tata Steel Limited	4,363.00 (-)	-	-	4,363.00 (-)
Advance				
Tata Steel Limited	-	-	-	-
	(1,006.89)	-	-	(1,006.89)

TAYO ROLLS LIMITED
NOTES FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH, 2016

Note 18: Related party disclosures (contd.)

Rupees in lakhs

Balance outstanding at the year end	Holding Company	Fellow Subsidiaries	Key Managerial Personnel	Total
Outstanding receivables				
Tata Steel Limited	1,195.83	-	-	1,195.83
	(510.25)	-	-	(510.25)
Indian Steel & Wire Products Limited	-	-	-	-
	-	(5.87)	-	(5.87)
Tata Steel Europe	-	1.80	-	1.80
	-	(246.08)	-	(246.08)
Tinplate Company of India Limited	-	15.11	-	15.11
	-	(24.61)	-	(24.61)
Tata-Metaliks Di Pipes	-	1.94	-	1.94
	-	(1.94)	-	(1.94)
	1,195.83	16.91	-	1,212.74
	(510.25)	(276.56)	-	(788.75)
Deposits given				
Jamshedpur Utilities Services Company	-	75.64	-	75.64
	-	(76.28)	-	(76.28)
Outstanding payables				
Tata Steel Limited	2,618.94	-	-	2,618.94
	(2,875.26)	-	-	(2,875.26)
The Indian Steel & Wire Products Limited	-	29.12	-	29.12
	-	(3.02)	-	(3.02)
TKM Global Logistics Limited	-	-	-	-
	-	(20.32)	-	(20.32)
Tata Sponge Iron Limited	-	-	-	-
	-	(8.40)	-	(8.40)
Jamshedpur Utilities Services Company	-	129.21	-	129.21
	-	(89.85)	-	(89.85)
	2,618.94	158.33	-	2,777.27
	(2,875.26)	(121.59)	-	(2,996.85)
Issue of preference shares				
Tata Steel Limited	23,100.00	-	-	23,100.00
	(21,500.00)	-	-	(21,500.00)
Short term loan				
Tata Steel Limited (ICD)	4,525.58	-	-	4,525.58
	(-)	-	-	(-)
Note:				
Figure in brackets are for the previous year				

TAYO ROLLS LIMITED
NOTES FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH, 2016

Note 19: Earnings / (Loss) per share (EPS) :

	Rs. Lakhs	
	<u>2015-16</u>	<u>2014-15</u>
Loss after tax	(15,687.73)	(6,762.07)
Weighted average number of ordinary shares for basic/diluted EPS	102,60,935	102,60,935
Nominal value of shares	Rs. 10.00	Rs. 10.00
Basic and diluted EPS	(152.89)	(65.90)

Note 20: Deferred tax assets / (liabilities) (net)

The Company has carried out its tax computation in accordance with Accounting Standard 22 'Accounting for Taxes on Income'. In view of absence of virtual certainty of unabsorbed tax losses, deferred tax losses, deferred tax assets have been recognised only to the extent of deferred tax liabilities. The major components of deferred tax assets / liabilities as recognised in the financial statements are as follows:

	<u>31.03.2016</u>	Rupees in Lakhs <u>31.03.2015</u>
Deferred Tax Liability (Net) consists of		
a) Book/Tax depreciation difference	-	(733.83)
b) Employee benefits	-	159.13
c) Carry forward of business loss (restricted to the extent of deferred tax liability)	-	564.84
d) Others	-	9.86
Deferred Tax Assets / Liability	-	-

Note 21: Provision for warranty

In accordance with the accounting policy and Accounting Standard 29 - 'Provisions, Contingent Liabilities and Contingent Assets' provision has been made for estimated warranty liability in respect of rolls sold to customers. Details are as follows :

	Rupees in Lakhs	
	<u>2015-16</u>	<u>2014-15</u>
Provision at the beginning of the year	714.29	619.12
Provision made during the year	597.45	644.85
Amount utilised during the year	(656.72)	(549.68)
Provision at the end of the year	655.02	714.29

Note:

The Company has given warranty on sale of rolls. Provision for warranty is made based on technical estimates and past experience of such costs. This estimate is based on the Company's estimate of liability towards warranty expenses. Actual claims may differ from estimates and the difference is recognised in the year of occurrence.

Note 22: The Company did not have any long term contracts including derivative contracts for which there were any material foreseeable losses.

Note 23: There were no amounts which were required to be transferred, to the Investor Education and Protection Fund by the Company.

Note 24: Previous year's figures have been regrouped / reclassified wherever necessary to correspond with the current year's classification / disclosure.

For and on behalf of the Board

K SHANKAR MARAR
Managing Director
DIN: 06656658

ANAND SEN
Chairman
DIN: 00237914

PRASHANT KUMAR
Company Secretary

SURESH PADMANABHAN
Dy Chief Financial Officer

Place: Kolkata
Date: 26.05.2016