



TSIL/SE/2017-18/05

April 26, 2017

Dy. General Manager  
BSE Limited  
Corporate Relationship Department  
P. J. Towers  
Dalal Street  
Mumbai – 400 001

The Manager  
Listing Department  
National Stock Exchange of India Ltd.  
Exchange Plaza (5<sup>th</sup> Floor)  
C/1, Block G  
Bandra-Kurla Complex  
Bandra (E)  
Mumbai – 400 051

Dear Sir/Madam,

**Sub : Financial Results for the quarter and year ended March 31, 2017 and Recommendation of Dividend**

We enclose the audited standalone and consolidated financial results for the quarter and year ended March 31, 2017 of the Company prepared under Ind AS ("the Statement"), which have been approved and taken on record at a meeting of the Board of Directors of the Company held today.

We would like to state that Deloitte Haskins & Sells, statutory auditors, of the Company have issued audit reports with unmodified opinion on the Statement.

Further, we would like to inform that at the Board Meeting held today, the Directors have recommended a Dividend of Rs. 11 per Equity Share of Rs. 10 each for the financial year 2016-17.

Thanking you,

Yours faithfully,  
For **Tata Sponge Iron Limited**

**Sanjay Kasture**  
Company Secretary

Encl: As above

**TATA SPONGE IRON LIMITED**

PO Joda Dist Keonjhar Odisha 758 034 India  
Tel +91 6767 278178 Fax 278159 Email info@tatasponge.com  
CIN No. L27102OR1982PLC001091

**INDEPENDENT AUDITOR'S REPORT  
TO THE BOARD OF DIRECTORS OF  
TATA SPONGE IRON LIMITED**

1. We have audited the accompanying Statement of Standalone Financial Results of **TATA SPONGE IRON LIMITED** ("the Company"), for the year ended 31 March, 2017 ("the Statement"), being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as modified by Circular No. CIR/CFD/FAC/62/2016 dated 5 July, 2016.

This Statement, which is the responsibility of the Company's Management and approved by the Board of Directors, has been compiled from the related standalone Ind AS financial statements which has been prepared in accordance with the Indian Accounting Standards prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued there under ('Ind AS') and other accounting principles generally accepted in India. Our responsibility is to express an opinion on the Statement based on our audit of such standalone Ind AS financial statements.

2. We conducted our audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the Statement is free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the Statement. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the Statement, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Company's preparation and fair presentation of the Statement 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 the accounting policies used and the reasonableness of the accounting estimates made by the Management, as well as evaluating the overall presentation of the Statement.

We believe that the audit evidence obtained by us is sufficient and appropriate to provide a basis for our audit opinion.

3. In our opinion and to the best of our information and according to the explanations given to us, the Statement:
  - (i) is presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as modified by Circular No. CIR/CFD/FAC/62/2016 dated 5 July, 2016; and





- (ii) gives a true and fair view in conformity with the aforesaid Indian Accounting Standards and other accounting principles generally accepted in India of the net profit and Total comprehensive income and other financial information of the Company for the year ended 31 March, 2017.
4. The Statement includes the results for the Quarter ended 31 March, 2017 being the balancing figure between audited figures in respect of the full financial year and the audited year to date figures upto the third quarter of the current financial year.



For **Deloitte Haskins & Sells**  
Chartered Accountants  
(Firm's Registration No. 302009E)

*Alka Chadha*

**Alka Chadha**  
Partner

(Membership No. 93474)

**Mumbai, 26 April, 2017**

**INDEPENDENT AUDITOR'S REPORT  
TO THE BOARD OF DIRECTORS OF  
TATA SPONGE IRON LIMITED**

1. We have audited the accompanying Statement of Consolidated Financial Results of **TATA SPONGE IRON LIMITED** ("the Parent") and its subsidiary (the Parent and its subsidiary together referred to as "the Group") for the year ended 31 March, 2017 ("the Statement"), being submitted by the Parent pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as modified by Circular No. CIR/CFD/FAC/62/2016 dated 5 July, 2016.

This Statement, which is the responsibility of the Parent's Management and approved by the Board of Directors, has been compiled from the related consolidated Ind AS financial statements which has been prepared in accordance with the Indian Accounting Standards prescribed under Section 133 of the Companies Act, 2013, read with relevant rules issued there under ("Ind AS") and other accounting principles generally accepted in India. Our responsibility is to express an opinion on the Statement based on our audit of such consolidated Ind AS financial statements.

2. We conducted our audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the Statement is free from material misstatement.

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

We believe that the audit evidence obtained by us is sufficient and appropriate to provide a basis for our audit opinion.

3. In our opinion and to the best of our information and according to the explanations given to us, the Statement:
  - a. includes the results of **TSIL ENERGY LIMITED** ("Subsidiary")
  - b. is presented in accordance with the requirements of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as modified by Circular No. CIR/CFD/FAC/62/2016 dated 5 July, 2016; and



- c. gives a true and fair view in conformity with the aforesaid Indian Accounting Standards and other accounting principles generally accepted in India of the net profit and total comprehensive income and other financial information of the Group for the year ended 31 March, 2017.
4. The Statement includes the results for the Quarter ended 31 March, 2017 being the balancing figure between audited figures in respect of the full financial year and the audited year to date figures upto the third quarter of the current financial year.

For **Deloitte Haskins & Sells**  
Chartered Accountants  
(Firm's Registration No. 302009E)



*Alka Chadha*

**Alka Chadha**  
Partner  
(Membership No. 93474)

**Mumbai, 26 April, 2017**



**TATA SPONGE IRON LIMITED**  
**Regd. Office : Joda , Post- Joda**  
**Dist.- Keonjhar, Orissa, Pin Code 758 034**  
**CIN : L27102OR1982PLC001091**

**PART I: STATEMENT OF AUDITED STANDALONE FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED 31 MARCH, 2017**

Particulars	3 Months ended	Preceding 3 months ended	Corresponding 3 months ended in the previous year	Year ended	(Rs. in Lacs)
	31.03.2017	31.12.2016	31.03.2016	31.03.2017	Previous year ended
	(Audited)	(Audited)	(Audited)	(Audited)	31.03.2016
I Revenue from operations	18,504	15,758	15,434	61,516	63,304
II Other income	963	858	1,091	3,702	3,766
III <b>Total income (I+II)</b>	<b>19,467</b>	<b>16,616</b>	<b>16,525</b>	<b>65,218</b>	<b>67,070</b>
IV <b>Expenses:</b>					
Cost of materials consumed	10,253	9,620	8,574	36,968	40,613
Purchase of traded sponge iron	-	-	-	-	780
Changes in inventories of finished goods and stock in trade	851	(43)	83	325	1,300
Excise duty on sale of goods	1,787	1,406	1,395	5,785	5,951
Employee benefits expense	1,142	1,503	956	4,631	3,398
Finance costs	46	86	366	244	538
Depreciation and amortisation expense	322	324	306	1,277	1,290
Other expenses	1,891	2,195	2,913	7,641	8,865
<b>Total expenses (IV)</b>	<b>16,292</b>	<b>15,091</b>	<b>14,593</b>	<b>56,871</b>	<b>62,735</b>
V <b>Profit before tax (III - IV)</b>	<b>3,175</b>	<b>1,525</b>	<b>1,932</b>	<b>8,347</b>	<b>4,335</b>
VI <b>Tax expenses:</b>					
(1) Current tax	981	600	722	2,669	1,220
(2) Deferred tax	74	(171)	(97)	(196)	(74)
<b>Total tax expense (VI)</b>	<b>1,055</b>	<b>429</b>	<b>625</b>	<b>2,473</b>	<b>1,146</b>
VII <b>Profit for the year (V-VI)</b>	<b>2,120</b>	<b>1,096</b>	<b>1,307</b>	<b>5,874</b>	<b>3,189</b>
VIII <b>Other comprehensive income</b>					
(A) (i) Items that will not be reclassified to profit or loss					
(a) Remeasurements of the defined benefit plans	19	(219)	(40)	(208)	(162)
(b) Income tax relating to items that will not be reclassified to profit or loss	(7)	76	14	72	56
(B) (i) Items that may be reclassified to profit or loss					
(a) Income tax relating to items that may be reclassified to profit or loss	-	-	-	-	-
<b>Total other comprehensive income (VIII)</b>	<b>12</b>	<b>(143)</b>	<b>(26)</b>	<b>(136)</b>	<b>(106)</b>
IX <b>Total comprehensive income for the period / year (VII + VIII)</b> (Comprising profit and other comprehensive income for the period / year)	<b>2,132</b>	<b>953</b>	<b>1,281</b>	<b>5,738</b>	<b>3,083</b>
X Paid up equity share capital (Face value : Rs. 10 per share)	1,540	1,540	1,540	1,540	1,540
XI Other equity				84,945	81,060
XII <b>Earnings per equity share of Rs. 10 each :</b>					
(1) Basic (in Rs.)	13.76	7.12	8.48	38.14	20.71
(2) Diluted (in Rs.)	13.76	7.12	8.48	38.14	20.71
See accompanying note to the Standalone financial results					

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**TATA SPONGE IRON LIMITED**  
**Regd. Office : Joda , Post- Joda**  
**Dist.- Keonjhar, Orissa, Pin Code 758 034**  
**CIN : L27102OR1982PLC001091**

<b>PART II: STANDALONE SEGMENT INFORMATION</b>					
<b>Particulars</b>	<b>3 Months ended</b>	<b>Preceding 3 months ended</b>	<b>Corresponding 3 months ended in the previous year</b>	<b>Year ended</b>	<b>(Rs. in Lacs)</b>
	<b>31.03.2017</b>	<b>31.12.2016</b>	<b>31.03.2016</b>	<b>31.03.2017</b>	<b>Previous year ended 31.03.2016</b>
	<b>(Audited)</b>	<b>(Audited)</b>	<b>(Audited)</b>	<b>(Audited)</b>	<b>(Audited)</b>
<b>Segment revenue :</b>					
Sponge iron	17,234	14,596	13,683	56,513	58,521
Power	1,631	1,513	2,096	6,464	6,131
<b>Total</b>	<b>18,865</b>	<b>16,109</b>	<b>15,779</b>	<b>62,977</b>	<b>64,652</b>
Less: Intersegment sales	(361)	(351)	(345)	(1,461)	(1,348)
<b>Total Income from Operations</b>	<b>18,504</b>	<b>15,758</b>	<b>15,434</b>	<b>61,516</b>	<b>63,304</b>
<b>Segment results</b>					
Sponge iron	1,162	7	(701)	805	(3,097)
Power	1,197	882	1,912	4,320	4,237
Unallocated income/ (expenditure)	862	722	1,087	3,466	3,733
<b>Profit before finance costs and tax</b>	<b>3,221</b>	<b>1,611</b>	<b>2,298</b>	<b>8,591</b>	<b>4,873</b>
Less: Finance costs	46	86	366	244	538
<b>Profit before tax</b>	<b>3,175</b>	<b>1,525</b>	<b>1,932</b>	<b>8,347</b>	<b>4,335</b>
Less : Tax expenses	1,055	429	625	2,473	1,146
<b>Profit after tax</b>	<b>2,120</b>	<b>1,096</b>	<b>1,307</b>	<b>5,874</b>	<b>3,189</b>
Other comprehensive income	12	(143)	(26)	(136)	(106)
<b>Total comprehensive income for the period / year</b>	<b>2,132</b>	<b>953</b>	<b>1,281</b>	<b>5,738</b>	<b>3,083</b>
<b>Particulars</b>	<b>As at 31.03.2017</b>	<b>As at 31.12.2016</b>	<b>As at 31.03.2016</b>		
	<b>(Audited)</b>	<b>(Audited)</b>	<b>(Audited)</b>		
<b>Segment assets :</b>					
Sponge iron	38,310	40,055	18,999		
Power	4,723	4,826	4,519		
Unallocated	61,547	57,594	75,222		
	104,580	102,475	98,740		
<b>Segment liabilities :</b>					
Sponge iron	10,479	11,413	9,620		
Power	679	694	155		
Unallocated	6,937	5,960	6,365		
	18,095	18,067	16,140		



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**PART III: AUDITED STANDALONE STATEMENT OF ASSETS AND LIABILITIES**

	(Rs. in Lacs)	
	As at 31.03.2017	As at 31.03.2016
	(Audited)	(Audited)
<b>Assets</b>		
<b>(1) Non-current assets</b>		
(a) Property, plant and equipment	15,080	15,813
(b) Capital work-in-progress	563	923
(c) Other intangible assets	391	559
(d) Financial assets		
(i) Investments		
a) Investment in subsidiaries	106	106
b) Other investments	80	80
(ii) Other financial assets	1,040	24
(e) Non current tax assets	2,813	2,798
(f) Other non-current assets	17,471	17,560
<b>Total non-current assets</b>	37,544	37,863
<b>(2) Current assets</b>		
(a) Inventories	4,908	3,236
(b) Financial assets		
(i) Other investments	26,142	28,350
(ii) Trade receivables	3,577	2,943
(iii) Cash and cash equivalents	30,466	25,006
(iv) Bank balances other than (iii) above	208	199
(v) Other financial assets	1,001	752
(c) Other current assets	734	391
<b>Total current assets</b>	67,036	60,877
<b>Total assets</b>	104,580	98,740
<b>Equity and liabilities</b>		
<b>(1) Equity</b>		
(a) Equity share capital	1,540	1,540
(b) Other equity	84,945	81,060
<b>Total equity</b>	86,485	82,600
<b>(2) Liabilities</b>		
<b>Non-current liabilities</b>		
(a) Provisions	1,281	687
(b) Deferred tax liabilities (Net)	1,906	2,173
<b>Total non-current liabilities</b>	3,187	2,860
<b>Current liabilities</b>		
(a) Financial liabilities		
(i) Trade payables	5,252	4,069
(ii) Other financial liabilities	335	712
(b) Provisions	4,780	4,967
(c) Current tax liabilities (Net)	3,235	2,395
(d) Other current liabilities	1,306	1,137
<b>Total current liabilities</b>	14,908	13,280
<b>Total liabilities</b>	18,095	16,140
<b>Total equity and liabilities</b>	104,580	98,740
See accompanying note to the standalone financial results		

*[Handwritten Signature]*





**TATA SPONGE IRON LIMITED**  
**Regd. Office : Joda , Post- Joda**  
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**CIN : L27102OR1982PLC001091**

**Notes :**

- (1) The above results have been reviewed by the Audit Committee at their meeting held on 25 April, 2017 and approved by the Board of Directors at their meeting held on 26 April, 2017.
- (2) The Company adopted Indian Accounting Standards ("Ind AS") from 1 April, 2016 and accordingly these financial results have been prepared in accordance with the recognition and measurement principles stated there in, 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. Financial results for all the period presented have been prepared in accordance with recognition and measurement principles of Ind AS.
- (3) The Company has identified business segment as the primary segment. The Company is engaged in production of sponge iron and generation of power from waste heat. Information reported to the chief operating decision maker (CODM) for the purposes of resource allocation and assessment of segment performance focuses on manufacture of sponge iron and generation of power, reportable segments for standalone results in accordance with Ind AS 108 "Operating Segment".
- (4) (a) In the month of November 2012, Ministry of Coal ("MoC") issued notices to the Company for invocation of bank guarantee of Rs. 3,250 lacs submitted towards performance of conditions for allocation of coal block against which the Company had filed a writ petition in the Hon'ble High Court of Delhi, which directed the Company to keep the bank guarantee valid till 30 November, 2015 by which date the MoC was directed to take decision. Meanwhile, the bank guarantee expired and had not been renewed, since no communication had been received from MoC. Subsequently, MoC issued a notice dated 28 December, 2015, stating that the bank guarantee be invoked and the aforesaid amount be deposited. Consequent to MoC's notice, the Company has moved to the Hon'ble High Court of Delhi, where the matter is pending adjudication. The Company has been advised and has obtained a legal opinion that as the original allocation has been declared illegal and cancelled by the Hon'ble Supreme Court, the bank guarantee pertaining to such allocation (which is non-est and void ab initio) shall consequently be deemed to be invalid and void ab initio. Pending finalisation of the matter, the amount continues to be disclosed as a contingent liability.
- (b) (i) During pendency of the aforesaid matters in Hon'ble High Court of Delhi, the Hon'ble Supreme Court of India vide its order dated 24 September, 2014 has cancelled allocation of 214 coal blocks including the Radhikapur (East) Coal Block which was allotted to the Company on 7 February, 2006. The amount incurred on the Radhikapur (East) Coal Block upto 31 March, 2017 aggregates to Rs. 18,040.96 lacs (31 March, 2016: Rs. 18,040.96 lacs).
- (ii) Pursuant to the judgment of Hon'ble Supreme Court of India, the Government of India has promulgated Coal Mines (Special Provision) Rules, 2014 ("Rules") for allocation of the coal mines through auction and matters related thereto. In terms of the said Rules, the successful bidder will be called upon to pay to the prior allottee the expenses incurred by the prior allottee towards land and mine infrastructure. Pursuant to MoC's directive seeking the details of expenses vide letter dated 26 December, 2014, the Company has furnished the required statement of expenses on 5 January, 2015. Based on the Rules and necessary legal opinion obtained by the Company, no provision is considered necessary.

- (5) Reconciliation of equity as per Previous GAAP and Ind AS for the previous year is presented as under:

**Equity reconciliation**

Particulars	(Rs. in Lacs)
	As at 31.03.2016 (Audited)
Equity under Previous GAAP	
Dividend and tax on dividend	80,746
<b>Equity under Ind AS</b>	<b>1,854</b>
	<b>82,600</b>

- (6) Reconciliations between financial results as per Previous GAAP and Ind AS for period and year are presented as under:

**Total comprehensive income reconciliation**

Particulars	(Rs. in Lacs)	
	Corresponding 3 months ended in the previous year 31.03.2016 (Audited)	Previous year ended 31.03.2016 (Audited)
Net profit under previous GAAP	1,281	3,083
Actuarial (gain)/ loss on employee defined benefit funds recognised in Other Comprehensive Income	40	162
Deferred tax arising on remeasurements of the defined benefit plans	(14)	(56)
<b>Net profit for the period under Ind AS</b>	<b>1,307</b>	<b>3,189</b>
Other comprehensive income		
- Remeasurements of the defined benefit plans (net of tax)	(26)	(106)
<b>Total comprehensive income under Ind AS</b>	<b>1,281</b>	<b>3,083</b>

- (7) The Board of Directors, in its meeting held on 26 April, 2017, has proposed a final dividend of Rs. 11 per equity share for the financial year ended 31 March, 2017.
- (8) Figures for the previous periods have been regrouped wherever necessary.

For and on behalf of the Board of Directors



*Sanjay Kumar Pattnaik*  
**Sanjay Kumar Pattnaik**  
 Managing Director  
 Kolkata, 26 April, 2017

**TATA SPONGE IRON LIMITED**  
**Regd. Office : Joda , Post- Joda**  
**Dist.- Keonjhar, Orissa, Pin Code 758 034**  
**CIN : L27102OR1982PLC001091**

**PART I: STATEMENT OF AUDITED CONSOLIDATED FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED 31 MARCH, 2017**

Particulars	3 Months ended	Preceding 3 months ended	Corresponding 3 months ended in the previous year	Year ended	(Rs. in Lacs)
	31.03.2017	31.12.2016	31.03.2016	31.03.2017	Previous year ended
	(Audited)	(Audited)	(Audited)	(Audited)	(Audited)
I Revenue from operations	18,504	15,758	15,434	61,516	63,304
II Other income	964	859	1,093	3,707	3,772
III <b>Total income (I + II)</b>	<b>19,468</b>	<b>16,617</b>	<b>16,527</b>	<b>65,223</b>	<b>67,076</b>
IV <b>Expenses:</b>					
Cost of materials consumed	10,253	9,620	8,574	36,968	40,613
Purchase of traded sponge iron	-	-	-	-	780
Changes in inventories of finished goods and stock in trade	851	(43)	83	325	1,300
Excise duty on sale of goods	1,787	1,406	1,395	5,785	5,951
Employee benefits expense	1,142	1,503	956	4,631	3,398
Finance costs	46	86	366	244	538
Depreciation and amortisation expense	322	324	306	1,277	1,290
Other expenses	1,892	2,195	2,914	7,643	8,866
<b>Total Expenses (IV)</b>	<b>16,293</b>	<b>15,091</b>	<b>14,594</b>	<b>56,873</b>	<b>62,736</b>
V <b>Profit before tax (III - IV)</b>	<b>3,175</b>	<b>1,526</b>	<b>1,933</b>	<b>8,350</b>	<b>4,340</b>
VI <b>Tax expenses:</b>					
(1) Current tax	981	600	722	2,669	1,220
(2) Deferred tax	74	(171)	(97)	(196)	(74)
<b>Total tax expenses (VI)</b>	<b>1,055</b>	<b>429</b>	<b>625</b>	<b>2,473</b>	<b>1,146</b>
VII <b>Profit for the year (V-VI )</b>	<b>2,120</b>	<b>1,097</b>	<b>1,308</b>	<b>5,877</b>	<b>3,194</b>
VIII <b>Other comprehensive income</b>					
(A) (i) Items that will not be reclassified to profit or loss					
(a) Remeasurements of the defined benefit plans	19	(219)	(40)	(208)	(162)
(b) Income tax relating to items that will not be reclassified to profit or loss	(7)	76	14	72	56
(B) (i) Items that may be reclassified to profit or loss					
(a) Income tax relating to items that may be reclassified to profit or loss	-	-	-	-	-
<b>Total other comprehensive income (VIII)</b>	<b>12</b>	<b>(143)</b>	<b>(26)</b>	<b>(136)</b>	<b>(106)</b>
IX <b>Total comprehensive income for the period / year (VII + VIII)</b> (Comprising profit and other comprehensive income for the period / year)	<b>2,132</b>	<b>954</b>	<b>1,282</b>	<b>5,741</b>	<b>3,088</b>
X Paid up equity share capital (Face value : Rs. 10 per share)	1,540	1,540	1,540	1,540	1,540
XI Other equity				84,952	81,065
XII <b>Earnings per equity share of Rs. 10 each :</b>					
(1) Basic (In Rs.)	13.76	7.13	8.48	38.16	20.74
(2) Diluted (In Rs.)	13.76	7.13	8.48	38.16	20.74
See accompanying note to the Consolidated financial results					





**TATA SPONGE IRON LIMITED**  
**Regd. Office : Joda , Post- Joda**  
**Dist.- Keonjhar, Orissa, Pin Code 758 034**  
**CIN : L27102OR1982PLC001091**

**PART II: CONSOLIDATED SEGMENT INFORMATION**

Particulars	(Rs. in Lacs)				
	3 Months ended 31.03.2017	Preceding 3 months ended 31.12.2016	Corresponding 3 months ended in the previous year 31.03.2016	Year ended 31.03.2017	Previous year ended 31.03.2016
	(Audited)	(Audited)	(Audited)	(Audited)	(Audited)
<b>Segment Revenue :</b>					
Sponge iron	17,234	14,596	13,683	56,513	58,521
Power	1,631	1,513	2,096	6,464	6,131
<b>Total</b>	<b>18,865</b>	<b>16,109</b>	<b>15,779</b>	<b>62,977</b>	<b>64,652</b>
Less: Intersegment sales	(361)	(351)	(345)	(1,461)	(1,348)
<b>Total Income from Operations</b>	<b>18,504</b>	<b>15,758</b>	<b>15,434</b>	<b>61,516</b>	<b>63,304</b>
<b>Segment results</b>					
Sponge iron	1,162	7	(701)	805	(3,097)
Power	1,197	882	1,912	4,320	4,237
Unallocated income/ (expenditure)	862	723	1,088	3,469	3,738
<b>Profit before finance costs and tax</b>	<b>3,221</b>	<b>1,612</b>	<b>2,299</b>	<b>8,594</b>	<b>4,878</b>
Less: Finance costs	46	86	366	244	538
<b>Profit before tax</b>	<b>3,175</b>	<b>1,526</b>	<b>1,933</b>	<b>8,350</b>	<b>4,340</b>
Less : Tax expenses	1,055	429	625	2,473	1,146
<b>Profit after tax</b>	<b>2,120</b>	<b>1,097</b>	<b>1,308</b>	<b>5,877</b>	<b>3,194</b>
Other comprehensive income	12	(143)	(26)	(136)	(106)
<b>Total comprehensive income for the period / year</b>	<b>2,132</b>	<b>954</b>	<b>1,282</b>	<b>5,741</b>	<b>3,088</b>
<b>Particulars</b>	<b>As at</b>				<b>As at</b>
	<b>31.03.2017</b>				<b>31.12.2016</b>
	<b>(Audited)</b>				<b>(Audited)</b>
<b>Segment assets :</b>					
Sponge iron	38,310	40,055	18,999		
Power	4,723	4,826	4,519		
Unallocated	61,556	57,603	75,227		
	104,589	102,484	98,745		
<b>Segment liabilities :</b>					
Sponge iron	10,479	11,413	9,620		
Power	679	694	155		
Unallocated	6,939	5,961	6,365		
	18,097	18,068	16,140		



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**TATA SPONGE IRON LIMITED**  
**Regd. Office : Joda , Post- Joda**  
**Dist.- Keonjhar, Orissa, Pin Code 758 034**  
**CIN : L27102OR1982PLC001091**

**PART III: AUDITED CONSOLIDATED STATEMENT OF ASSETS AND LIABILITIES**

	(Rs. in Lacs)	
	As at 31.03.2017	As at 31.03.2016
	(Audited)	(Audited)
<b>Assets</b>		
<b>(1) Non-current assets</b>		
(a) Property, plant and equipment	15,080	15,813
(b) Capital work-in-progress	563	923
(c) Other intangible assets	391	559
(d) Financial assets		
(i) Investments		
a) Investment in entity	80	80
(ii) Other financial assets	1,040	24
(e) Non current tax assets	2,813	2,798
(f) Other non-current assets	17,471	17,560
<b>Total non-current assets</b>	37,438	37,757
<b>(2) Current assets</b>		
(a) Inventories	4,908	3,236
(b) Financial assets		
(i) Other investments	26,255	28,458
(ii) Trade receivables	3,577	2,943
(iii) Cash and cash equivalents	30,468	25,009
(iv) Bank balances other than (iii) above	208	199
(iv) Other financial assets	1,001	752
(c) Other current assets	734	391
<b>Total current assets</b>	67,151	60,988
<b>Total assets</b>	104,589	98,745
<b>Equity and liabilities</b>		
<b>(1) Equity</b>		
(a) Equity share capital	1,540	1,540
(b) Other equity	84,952	81,065
<b>Total equity</b>	86,492	82,605
<b>(2) Liabilities</b>		
<b>Non-current liabilities</b>		
(a) Provisions	1,281	686
(b) Deferred tax liabilities (Net)	1,906	2,173
<b>Total non-current liabilities</b>	3,187	2,859
<b>Current liabilities</b>		
(a) Financial liabilities		
(i) Trade payables	5,254	4,070
(ii) Other financial liabilities	335	712
(b) Provisions	4,780	4,967
(c) Current tax liabilities (Net)	3,235	2,395
(d) Other current liabilities	1,306	1,137
<b>Total current liabilities</b>	14,910	13,281
<b>Total liabilities</b>	18,097	16,140
<b>Total equity and liabilities</b>	104,589	98,745
See accompanying note to the Consolidated financial results		

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**Notes :**

- (1) The above results have been reviewed by the Audit Committee at their meeting held on 25 April, 2017 and approved by the Board of Directors at their meeting held on 26 April, 2017.
- (2) The Company adopted Indian Accounting Standards ("Ind AS") from 1 April, 2016 and accordingly these financial results have been prepared in accordance with the recognition and measurement principles stated there in, 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. Financial results for all the period presented have been prepared in accordance with recognition and measurement principles of Ind AS.
- (3) The Company has identified business segment as the primary segment. The Company is engaged in production of sponge iron and generation of power from waste heat. Information reported to the chief operating decision maker (CODM) for the purposes of resource allocation and assessment of segment performance focuses on manufacture of sponge iron and generation of power, reportable segments for consolidated results in accordance with Ind AS 108 "Operating Segment".
- (4) (a) In the month of November 2012, Ministry of Coal ("MoC") issued notices to the Company for invocation of bank guarantee of Rs. 3,250 lacs submitted towards performance of conditions for allocation of coal block against which the Company had filed a writ petition in the Hon'ble High Court of Delhi, which directed the Company to keep the bank guarantee valid till 30 November, 2015 by which date the MoC was directed to take decision. Meanwhile, the bank guarantee expired and had not been renewed, since no communication had been received from MoC. Subsequently, MoC issued a notice dated 28 December, 2015, stating that the bank guarantee be invoked and the aforesaid amount be deposited. Consequent to MoC's notice, the Company has moved to the Hon'ble High Court of Delhi, where the matter is pending adjudication. The Company has been advised and has obtained a legal opinion that as the original allocation has been declared illegal and cancelled by the Hon'ble Supreme Court, the bank guarantee pertaining to such allocation (which is non-est and void ab initio) shall consequently be deemed to be invalid and void ab initio. Pending finalisation of the matter, the amount continues to be disclosed as a contingent liability.
- (b) (i) During pendency of the aforesaid matters in Hon'ble High Court of Delhi, the Hon'ble Supreme Court of India vide its order dated 24 September, 2014 has cancelled allocation of 214 coal blocks including the Radhikapur (East) Coal Block which was allotted to the Company on 7 February, 2006. The amount incurred on the Radhikapur (East) Coal Block upto 31 March, 2017 aggregates to Rs. 18,040.96 lacs (31 March, 2016: Rs. 18,040.96 lacs).
- (ii) Pursuant to the judgment of Hon'ble Supreme Court of India, the Government of India has promulgated Coal Mines (Special Provision) Rules, 2014 ("Rules") for allocation of the coal mines through auction and matters related thereto. In terms of the said Rules, the successful bidder will be called upon to pay to the prior allottee the expenses incurred by the prior allottee towards land and mine infrastructure. Pursuant to MoC's directive seeking the details of expenses vide letter dated 26 December, 2014, the Company has furnished the required statement of expenses on 5 January, 2015. Based on the Rules and necessary legal opinion obtained by the Company, no provision is considered necessary.

- (5) Reconciliation of equity as per Previous GAAP and Ind AS for the previous year is presented as under:

**Equity reconciliation**

Particulars	(Rs. in Lacs)
	As at 31.03.2016 (Audited)
Equity under Previous GAAP	80,751
Dividend and tax on dividend	1,854
<b>Equity under Ind AS</b>	<b>82,605</b>

- (6) Reconciliations between financial results as per Previous GAAP and Ind AS for period and year are presented as under:

**Total comprehensive income reconciliation**

Particulars	(Rs. in Lacs)	
	Corresponding 3 months ended in the previous year 31.03.2016 (Audited)	Previous year ended 31.03.2016 (Audited)
Net profit under previous GAAP	1,282	3,088
Actuarial (gain)/ loss on employee defined benefit funds recognised in Other Comprehensive Income	40	162
Deferred tax arising on remeasurements of the defined benefit plans	(14)	(56)
<b>Net profit for the period under Ind AS</b>	<b>1,308</b>	<b>3,194</b>
Other comprehensive income		
-Remeasurements of the defined benefit plans (net of tax)	(26)	(106)
<b>Total comprehensive income under Ind AS</b>	<b>1,282</b>	<b>3,088</b>

- (7) The consolidated financial results includes the results of **TSIL ENERGY LIMITED** ("Subsidiary")
- (8) The Board of Directors, in its meeting held on 26 April, 2017, has proposed a final dividend of Rs. 11 per equity share for the financial year ended 31 March, 2017.
- (9) Figures for the previous periods have been regrouped wherever necessary.

For and on behalf of the Board of Directors

*[Signature]*



*[Signature]*  
**Sanjay Kumar Pattnaik**  
 Managing Director  
 Kolkata, 26 April, 2017