


**INDEPENDENT AUDITORS' REVIEW REPORT
TO THE BOARD OF DIRECTORS OF
TAYO ROLLS LIMITED**

1. We have reviewed the accompanying Statement of Standalone Unaudited Financial Results of **TAYO ROLLS LIMITED** ("the Company") for the Quarter ended 30th June, 2014 ("the Statement"), being submitted by the Company pursuant to the requirement of Clause 41 of the Listing Agreements with the Stock Exchanges, except for the disclosures in Part II - Select Information referred to in paragraph 4 below. This Statement is the responsibility of the Company's Management and has been approved by the Board of Directors. Our responsibility is to issue a report on the Statement based on our review.
2. We conducted our review of the Statement in accordance with the Standard on Review Engagements (SRE) 2410 'Review of Interim Financial Information Performed by the Independent Auditor of the Entity', issued by the Institute of Chartered Accountants of India. This Standard requires that we plan and perform the review to obtain moderate assurance as to whether the Statement is free of material misstatement. A review is limited primarily to inquiries of Company personnel and analytical procedures applied to financial data and thus provides less assurance than an audit. We have not performed an audit and, accordingly, we do not express an audit opinion.
3. Based on our review conducted as stated above, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the Accounting Standards specified under the Companies Act, 1956 (which are deemed to be applicable as per Section 133 of the Companies Act, 2013, read with Rule 7 of the Companies (Accounts) Rules, 2014) and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Clause 41 of the Listing Agreements with the Stock Exchanges, including the manner in which it is to be disclosed, or that it contains any material misstatement.
4. Further, we also report that we have traced the number of shares as well as the percentage of shareholding in respect of the aggregate amount of public shareholding and the number of shares as well as the percentage of shares pledged/encumbered and non-encumbered in respect of the aggregate amount of promoters and promoter group shareholding in terms of Clause 35 of the Listing Agreements with the Stock Exchanges and the particulars relating to investor complaints disclosed in Part II - Select Information for the Quarter Ended 30th June, 2014 of the Statement, from the details furnished by the Management.

For DELOITTE HASKINS & SELLS
Chartered Accountants
(Firm's Registration No. 302009E)


Abhijit Bandyopadhyay
Partner
(Membership No. 054785)

Kolkata, 16th July, 2014

TAYO ROLLS LIMITED

Corporate Identity Number : L27105JH1968PLC000818

Office : Annex – 2, General Office, Tata Steel Limited, Bistupur, Jamshedpur- 831 001, Jharkhand, INDIA

UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED 30TH JUNE, 2014

PART I		<i>Rupees in Lakhs</i>			
	Particulars	3 months ended 30.06.2014 (Reviewed)	Previous Quarter ended 31.03.2014 ***	Corresponding 3 months ended 30.06.2013 (Reviewed)	Year ended 31.03.2014 (Audited)
1	Income from operations				
	Net sales/ income from operations (Net of excise duty)	3,363	3,704	3,643	14,407
	Other Operating Income	157	274	224	781
	Total income from operations (net)	3,520	3,978	3,867	15,188
2	Expenses				
a)	Cost of materials consumed	1,259	724	1,523	4,677
b)	Purchases of stock-in-trade	0	0	43	95
c)	Changes in inventories of finished goods, work-in-progress and stock-in-trade	-429	988	-171	177
d)	Employee benefits expense	901	887	815	3,443
e)	Depreciation and amortisation expense	382	752	496	2,256
f)	Consumption of Stores	510	447	436	1,759
g)	Power and Fuel	794	840	963	3,734
h)	Other Expenditure	832	962	604	2,849
i)	Expenditure transferred to Capital and other accounts	0	0	0	0
	Total Expenses	4,249	5,600	4,709	18,990
3	Profit / (Loss) from operations before other income, finance costs and exceptional items (1-2)	-729	-1,622	-842	-3,802
4	Other Income	39	-6	48	95
5	Profit / (Loss) from ordinary activities before finance costs and exceptional items (3 + 4)	-690	-1,628	-794	-3,707
6	Finance costs	427	486	465	1,883
7	Profit / (Loss) from ordinary activities after finance costs but before exceptional items (5 + 6)	-1,117	-2,114	-1,259	-5,590
8	Exceptional Items				
	- Retiral Benefit to Ex_Director	0	7	0	-116
	- Provision for impairment of non-current assets	0	-1,798	0	-1,798
9	Profit / (Loss) from ordinary activities before tax (7 + 8)	-1,117	-3,905	-1,259	-7,504
10	Tax Expenses	0	0	0	0
11	Net Profit / (Loss) from ordinary activities after tax (9 + 10)	-1,117	-3,905	-1,259	-7,504
12	Extraordinary Item (net of tax expense)	0	0	0	0
13	Net Profit / (Loss) for the period (11 + 12)	-1,117	-3,905	-1,259	-7,504
14	Paid-up Equity share capital (Face value of Rs.10/-each)	1,026	1,026	1,026	1,026
15	Reserves excluding Revaluation Reserves as per balance sheet of previous accounting year				-12,526
16	Earnings per share after extraordinary items (not annualised):				
a)	Basic	-10.88	-38.07	-12.27	-73.14
b)	Diluted	-10.88	-38.07	-12.27	-73.14
PART II					
A	PARTICULARS OF SHAREHOLDING				
1	Public Shareholding				
a)	Number of Shares	2,748,568	2,748,568	2,748,568	2,748,518
b)	Percentage of Shareholding	26.79	26.79	26.79	26.79
2	Promoter and promoter group shareholding				
a)	Pledged/Encumbered	Nil	Nil	Nil	Nil
	- Number of Shares				
	- Percentage of shares (as a % of the total shareholding of promoter and promoter group)				
	- Percentage of shares (as a % of the total share capital of company)				
b)	Non-encumbered				
	- Number of Shares	7,512,367	7,512,367	7,512,367	7512417
	- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	100.00	100.00	100.00	100.00
	- Percentage of shares (as a % of the total share capital of the Company)	73.21	73.21	73.21	73.21
B	INVESTOR COMPLAINTS				
	Pending at the beginning of the quarter	Nil			
	Received during the quarter	Nil			
	Disposed off during the quarter	Nil			
	Remaining unresolved at the end of the quarter	Nil			



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**SEGMENT-WISE REVENUE, RESULTS AND CAPITAL EMPLOYED FOR THE
QUARTER ENDED 30TH JUNE,2014**

(Rs in Lakhs)

Particulars	Quarter	Previous	Corresponding	Previous
	ended 30.06.2014 (Reviewed)	3 Months ended 31.03.2014 ***	3 Months ended in the previous year 30.06.2013 (Reviewed)	Year ended 31.03.2014 (Audited)
1. Segment Revenue (net sale/ income from each segment should be disclosed under this head)				
(a) Roll Operation	3013	3392	2898	11956
(b) Pig Iron Operation	433	624	652	2443
(c) Ingot Operation	381	395	617	2337
(d) Engg Forgings	113	102	299	1006
(e) Others	6	10	5	21
Total	3946	4523	4471	17763
Less: Inter Segment Revenue	387	551	556	2480
Net sales / Income from Operations	3559	3972	3915	15283
2. Segment Results (Profit)/Loss(-) before tax and interest from Each segment)				
(a) Roll Operation	-694	-1129	-842	-2992
(b) Pig Iron Operation	86	-104	290	556
(c) Ingot Operation	-113	-154	-125	-574
(d) Engg Forgings Operation	-108	-406	-308	-1378
(e) Others	-21	-20	-21	-89
Total	-850	-1813	-1006	-4477
(I) Interest	-272	-320	-258	-1132
(ii) Other Unallocable expenditure net off unallocable Income	5	19	5	19
(iii) Exceptional Item (Net)	0	-1791	0	-1914
Total Profit / (-) Loss Before Tax	-1117	-3905	-1259	-7504
3 Capital Employed (Segment assets - Segment Liabilities)				
(a) Roll Operation	10811	9587	5402	9587
(b) Pig Iron Operation	310	326	-125	326
(c) Ingot	1443	1521	1660	1521
(d) Engg Forgings	657	54	3308	54
(e) Unallocable Assets (Net)	-7437	-5789	-7000	-5789
Total	5784	5699	3245	5699

Notes :

- (a) During the current period, the Company has increased its authorized share capital from Rs 200,00,00,000 divided into 1,50,00,000 Equity Shares of Rs 10/- each and 8.5% Non-Cumulative 185,00,000 Preference Shares of Rs 100/- each to Rs 350,00,00,000 divided into 150,00,000 Equity Shares of Rs 10/- each and 8.50% Non-Cumulative 335,00,000 Preference Shares of Rs 100/- each. The Shareholders approval of such increase was obtained by way of an ordinary resolution in the Extraordinary General Meeting of the Company held on 12th May 2014.
- (b) During the period, 13,00,000 Non- cumulative redeemable Preference Shares was allotted to Tata Steel Limited, the promoter of the Company. The Shareholders approval for allotment was obtained by way of special resolution at the Extraordinary General Meeting of the Company held on 12th May, 2014.
- (c) Consequent to the adverse judgement dated 2nd May, 2013 of Honourable Jharkhand High Court, with regard to applicability of power tariff structure on the Company's Induction Furnace unit from January, 2000, The Jharkhand State Electricity Board (JSEB) has issued rectified energy bill dated 10th June, 2013 for Rs 272.03 Crores. The Judgement dated 2nd May, 2013 has been challenged on various legal grounds by way of Letters Patent Appeal (intra- court appeal) before the Jharkhand High Court which has been admitted on merit on 3rd July, 2013. The rectified energy bill dated 10th June, 2013 has also been challenged before the Honourable Jharkhand High Court.
- (d) The above financial results were reviewed by the Audit Committee at their meeting held on 16.07.2014 and approved and taken on record by the Board of Directors of the Company at their meeting held on 16.07.2014.
- (e) The figures for the Quarter ended 31st March, 2014 are the balancing figures between the audited figures in respect of financial year ended 31 March, 2014 and the published year to date figures of the 9 month period ended 31st December, 2013.
- (f) Segment Revenue, Segment Results, Segment assets and Segment liabilities shall have the same meaning as defined in the Accounting Standards on Segment Reporting (AS-17) issued by ICAI/ Company (Accounting Standards) Rules, 2006.
- (g) Figures for corresponding period/previous year have been rearranged and regrouped wherever necessary.


(K. Shankar Marar)
Managing Director