

Annual Report 2016-2017

Tata BlueScope Steel Ltd.
12th Annual General Meeting





12th ANNUAL REPORT

2016-17

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CORPORATE INFORMATION

Board of Directors:

Sanjay Dayal

Anand Sen

Sharbel Elias

Samita Shah

Srikumar Menon

Sudam Maitra

Venkatachalam Venkiteswaran Iyer

Atul Gogna

Ian Roland Cummin

Riten Choudhury

Chairman

Independent Director

Independent Director

Independent Director

Managing Director

Company Secretary:

Kamaljeet Kaur

Auditors:

Deloitte Haskins & Sells

Debenture Trustees:

IDBI Trusteeship Services Limited

Asian Building, Ground Floor,

17, R, Kamani Marg, Ballard Estate,

Mumbai 40001

Registered Office:

Metropolitan, Final Plot No. 27,

Survey No.21, Wakdewadi,

Shivajinagar, Pune 411005

CIN: U45209PN2005PLC020270

Phone No: +91 20 6621 8000

www.tatabluescopesteel.com

NOTICE

NOTICE is hereby given that the Twelfth Annual General Meeting of Tata BlueScope Steel Limited will be held on Friday, 11th August 2017, at 11.00 am on a shorter notice, at the Registered Office of the Company at The Metropolitan, 4th Floor, Survey No. 21, Wakdewadi, Shivaji Nagar, Pune - 411005, India to transact the following business:

ORDINARY BUSINESS:

1. To receive, consider and adopt the:-
 - a. Audited Standalone Financial Statements of the Company for the Financial Year ended 31st March, 2017 and the Reports of the Board of Directors and the Auditors thereon; and
 - b. Audited Consolidated Financial Statements of the Company for the Financial Year ended 31st March, 2017 and the Reports and the Auditors thereon.
2. To appoint a Director in place of Mr. Sanjay Dayal (DIN 02506378) who retires by rotation and being eligible, offers himself for re-appointment.
3. To appoint a Director in place of Ms. Samita Shah (DIN 02350176) who retires by rotation and being eligible, offers herself for re-appointment.
4. **Appointment of M/s Price Waterhouse & Co Chartered Accountants LLP, Chartered Accountants as Statutory Auditors of the Company:**
To consider and if thought fit, to pass the following Resolution as an Ordinary Resolution:

Resolution 1:

“RESOLVED THAT subject to the approval of the Shareholders of the Company, M/s Price Waterhouse & Co Chartered Accountants LLP, (FRN No. 304026E/ E-300009), be and are hereby appointed as Statutory Auditors of the Company, to hold office from the conclusion of Twelfth (12th) Annual General Meeting until the conclusion of the Seventeenth (17th) Annual General Meeting of the Company, subject to ratification of the appointment by the Members of the Company at every Annual General Meeting as per the provisions of the Companies Act, 2013, at such remuneration plus service tax, out-of-pocket, travelling and living expenses, etc., as may be mutually agreed between the Board of Directors of the Company and the Auditors

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RESOLVED FURTHER THAT the Chief Financial Officer and the Company Secretary of the Company be and are hereby severally authorized to complete all the required documentation and statutory formalities in this regard.”

SPECIAL BUSINESS:

5. Regularization of Additional Director, Mr. Ian Cummin

To consider and if thought fit, to pass with or without modification(s), the following Resolution as an Ordinary Resolution:

Resolution 2:

“**RESOLVED THAT** Mr. Ian Cummin (DIN: 06662976) who was appointed by the Board of Directors as an Additional Director of the Company with effect from 14th December 2016 and who holds office up to the date of this Annual General Meeting of the Company in terms of Section 161 of the Companies Act, 2013 (“Act”) but who is eligible for appointment and has consented to act as a Director of the Company and in respect of whom the Company has received a notice in writing from a Member under Section 160 of the Act proposing his candidature for the office of Director of the Company, be and is hereby appointed a Director of the Company, liable to retire by rotation.

RESOLVED FURTHER THAT the Chief Financial Officer and the Company Secretary of the Company be and are hereby severally authorized to complete all the required documentation and statutory formalities in this regard.”

6. Ratification of remuneration payable to Cost Auditors of the Company for FY 2016-17

To consider and if thought fit, to pass with or without modification(s), the following Resolution as an Ordinary Resolution:

Resolution 3:

“**RESOLVED THAT** pursuant to Section 148 and other applicable provisions, if any, of the Companies Act, 2013 and the Rules made thereunder, as amended from time to time, the Company hereby ratifies the remuneration of ₹ 4.25 lakhs plus out-of-pocket expenses payable to Messrs. B.M Sharma & Co, Cost Accountants, who have been appointed by the Board of Directors as the Cost Auditors of the Company, to conduct the audit of the cost records of the Company, for the Financial Year ending 31st March 2017.

RESOLVED FURTHER THAT the Chief Financial Officer and the Company Secretary of the Company be and are hereby severally authorized to complete all the required documentation and statutory formalities in this regard.”

7. To consider and approve the Performance Bonus for F.Y. 2016-17 and increment for FY 2017-18 of Mr. Riten Choudhury, Managing Director.

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To consider and if thought fit, to pass with or without modification(s), the following Resolution as a Special Resolution:

Resolution 4:

“RESOLVED THAT pursuant to the provisions of Sections 197, 203 and any other applicable provisions of the Companies Act, 2013 and the rules made there-under (including any statutory modification(s) or re-enactment thereof for the time being in force), read with Schedule V to the Companies Act, 2013 and subject to such other approvals as may be required, remuneration of Rs. 98,92,245/- (Ninety Eight Lacs Ninety Two thousand Two Hundred and Forty Five only) (exclusive of Performance Bonus & Mediclaim, Fuel, driver’s salary etc.) payable to Mr. Riten Choudhury (DIN 06636911), as Managing Director of the Company for the period from April 1, 2017 till 31st March, 2018, be and is hereby approved as “Minimum Remuneration”.

RESOLVED FURTHER THAT Rs.72,43,872/- (Rupees Seventy Two Lacs Forty Three Thousand Eight Hundred and Seventy Two only) (exclusive of Performance Bonus & Mediclaim, Fuel, driver’s salary etc.) paid to Mr. Choudhury, as Managing Director of the Company for the period from April 1, 2016 till 31st March, 2017, be and is hereby ratified and approved as “Minimum Remuneration.

RESOLVED FURTHER THAT performance bonus/commission of Rs 48,50,000 /- (Forty Eight Lacs and Fifty Thousand only) paid to Mr. Riten Choudhury (DIN: 06636911), Managing Director for the Financial Year 2016-17 be and is hereby approved.

RESOLVED FURTHER THAT the Chief Financial Officer and the Company Secretary of the Company be and are hereby severally authorized to complete all the required documentation and statutory formalities in this regard.”

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NOTES:

- (1) A MEMBER ENTITLED TO ATTEND AND VOTE AT THE MEETING IS ENTITLED TO APPOINT ONE OR MORE PROXIES TO ATTEND AND VOTE INSTEAD OF HIMSELF AND THE PROXY NEED NOT BE A MEMBER OF THE COMPANY. THE PROXY, IN ORDER TO BE EFFECTIVE, MUST BE DEPOSITED AT THE REGISTERED OFFICE OF THE COMPANY NOT LESS THAN 48 HOURS BEFORE THE COMMENCEMENT OF THE MEETING.
- (2) An explanatory statement pursuant to Section 102 of the Companies Act, 2013, relating to the Special Business to be transacted at the meeting is annexed hereto.
- (3) Corporate Members intending to send their authorized representatives to attend the Meeting are requested to send a certified copy of Board resolution authorizing their representative to attend and vote on their behalf at the Meeting.

By order of the Board of Directors,

For Tata BlueScope Steel Limited

--sd--

Kamaljeet Kaur

Company Secretary

F 5241

Date: 31st July 2017

Place: Pune



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EXPLANATORY STATEMENT SETTING OUT MATERIAL FACTS AS REQUIRED BY SECTION 102 (2) OF THE COMPANIES ACT, 2013

ITEM NO 5

Mr. Ian Cummin has almost 20 years of experience serving on Executive Leadership teams of major Australian publicly listed companies. He has extensive organizational change management experience, including mergers and acquisitions, remuneration governance, executive talent development and industrial relations. He has had key roles in Public Policy Development and Safety Management.

Mr. Cummin was appointed as an Additional Director w.e.f. 14th December 2016 in accordance with the provisions of Section 161 of the Companies Act, 2013. Pursuant to Section 161 of the Companies Act, 2013 the above director holds office up to the date of the ensuing Annual General Meeting. In this regard, the Company has received request in writing from a member of the company proposing Mr. Cummin's candidature for appointment as Director of the Company in accordance with the provisions of Section 160 and all other applicable provisions of the Companies Act, 2013.

The Board feels that presence of Mr. Ian Cummin on the Board is desirable and would be beneficial to the company and hence recommend resolution No. 5 for adoption to be passed as an ordinary resolution.

None of the Directors, and Key Managerial Personnel of the Company or their relatives except Mr. Ian Cummin are in any way concerned or interested, financially or otherwise, in the said resolution.

ITEM NO. 6

Based on the recommendation of the Audit Committee, the Board in its meeting held on 31st July 2017, appointed M/S B.M Sharma & Co., Cost Accountants to conduct the Audit of the Cost Records maintained by the Company for the Financial Year 2017-18 The remuneration of ₹ 4.25 Lakhs (excluding Taxes and out of Pocket Expenses) has been agreed between the Management and the Cost Auditors.

In terms of Provisions of Section 148(3) of the Companies Act 2013 read with Rule 14(a) (iii) of the Companies (Audit & Auditors) Rules, 2014, the remuneration payable to Cost Auditor is to be ratified by the Members of the Company. Accordingly, the Members are requested to ratify the remuneration payable to Cost Auditors as set out in the remuneration in item No 6 of the Notice.

Pursuant to provisions of Section 148 of the Companies Act, 2013 and Companies (Audit & Auditors) Rules 2014, requires the approval of Members by way of Ordinary Resolution.

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None of the Directors, Key Managerial Personnel of the Company or their relatives, is in any way concerned or interested in the Resolution mentioned at Item No. 6 of the Notice.

ITEM NO. 7

The Board of Directors at their meeting held on July 31, 2017 has revised the remuneration payable to Mr. Riten Choudhury, Managing Director for the period from April 1, 2017 to 31st March, 2018 and approved performance bonus/commission to him.

The remuneration paid in FY 2016-17 was also approved and ratified by the Board in the said meeting.

Pursuant to the provisions of Sections 197, 203 and other applicable provisions of the Companies Act, 2013, read with Schedule V to the said Act, remuneration to one managerial personnel, computed in accordance with the provisions of the Companies Act, 2013, requires the approval of the members by way of Special Resolution.

Approval of the Central Government is not required since the total remuneration is within the limits specified under Schedule V. Mr. Riten Choudhury does not hold any equity shares of the Company nor have any direct or indirect interest or related to Directors or promoters of the Company. The Members of Remuneration Committee of the Directors had approved the remuneration of Mr. Riten Choudhury in its meeting held on 31st July 2017.

The Directors recommend the resolutions at Item No.7 for approval of the members.

None of the Directors and Key Managerial Personnel of the Company or their relatives, except Mr. Riten Choudhury, to whom the resolution relates, is concerned or interested in the Resolution mentioned at Item No. 7 of the Notice.

Date: 31st July 2017

Place: Pune

By Order of the Board of Directors

--SD--

Kamaljeet Kaur

Company Secretary (F 5241)

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Form No. MGT-11 Proxy form

[Pursuant to section 105(6) of the Companies Act, 2013 and rule 19(3) of the Companies (Management and Administration) Rules, 2014]

Name of the Member(s)		
Registered Address		
E-mail Id	Folio No /Client ID	DP ID

I/We, being the member(s) of _____ shares of the above named company. Hereby appoint

Name :	E-mail Id:
Address:	
Signature , or failing him	

Name :	E-mail Id:
Address:	
Signature , or failing him	

Name :	E-mail Id:
Address:	
Signature , or failing him	

as my/ our proxy to attend and vote (on a poll) for me/us and on my/our behalf at the 12th Annual General Meeting of the company, to be held on the 11TH day of August 2017 at 11.00 a.m. at Metropolitan, 4th Floor, Survey No. 21, Wakdewadi, Shivaji Nagar, Pune - 411005 and at any adjournment thereof in respect of such resolutions as are indicated below:

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Resolution No.

Sl. No.	Resolution(S)	Vote	
		For	Against
1.	To receive, consider and adopt the Audited Financial Statements of the Company for the Financial Year ended 31 st March, 2017 and the Reports of the Board of Directors and the Auditors thereon;		
2.	To appoint a Director in place of Mr. Sanjay Dayal (DIN 02506378 who retires by rotation and being eligible offers himself for re-appointment		
3.	To appoint a Director in place of Ms. Samita Shah (DIN 02350176) Who retires by rotation and being eligible offers herself for re-appointment.		
4.	Appointment of M/s. Pricewaterhouse Coopers Private Limited, Chartered Accountants as Statutory Auditors & fixing their remuneration.		
5.	To appoint Mr. Ian Cummin as a Director.		
6.	To ratify the remuneration paid to M/s. B.M Sharma & Co, Cost Auditors for the year 2016-17		
7.	To consider and approve the Performance Bonus for F.Y. 2016-17 and increment for FY 2017-18 of Mr. Riten Choudhury, Managing Director.		

* Applicable for investors holding shares in Electronic form.

Affix Revenue
Stamps

Signed this 9th day of August 2017

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Signature of the shareholder across Signature of Shareholder Signature of Proxy holder
Revenue Stamp

Note:

- 1) This form of proxy in order to be effective should be duly completed and deposited at the Registered Office of the Company not less than 48 hours before the commencement of the Meeting.
- 2) The proxy need not be a member of the company



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ATTENDANCE SLIP

(To be handed over at the entrance of the meeting hall)

12th Annual General Meeting on 11th August, 2017

Full name of the members attending _____

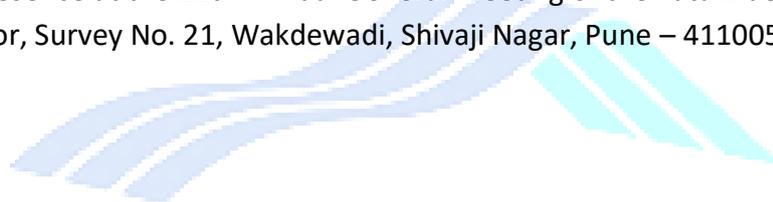
(In block capitals)

Ledger Folio No. /Client ID No. _____ No. of shares held: _____

Name of Proxy _____

(To be filled in, if the proxy attends instead of the member)

I hereby record my presence at the 12th Annual General Meeting of the Tata BlueScope Steel Limited. Metropolitan, 4th Floor, Survey No. 21, Wakdewadi, Shivaji Nagar, Pune – 411005 on Friday, 11th August, 2017.



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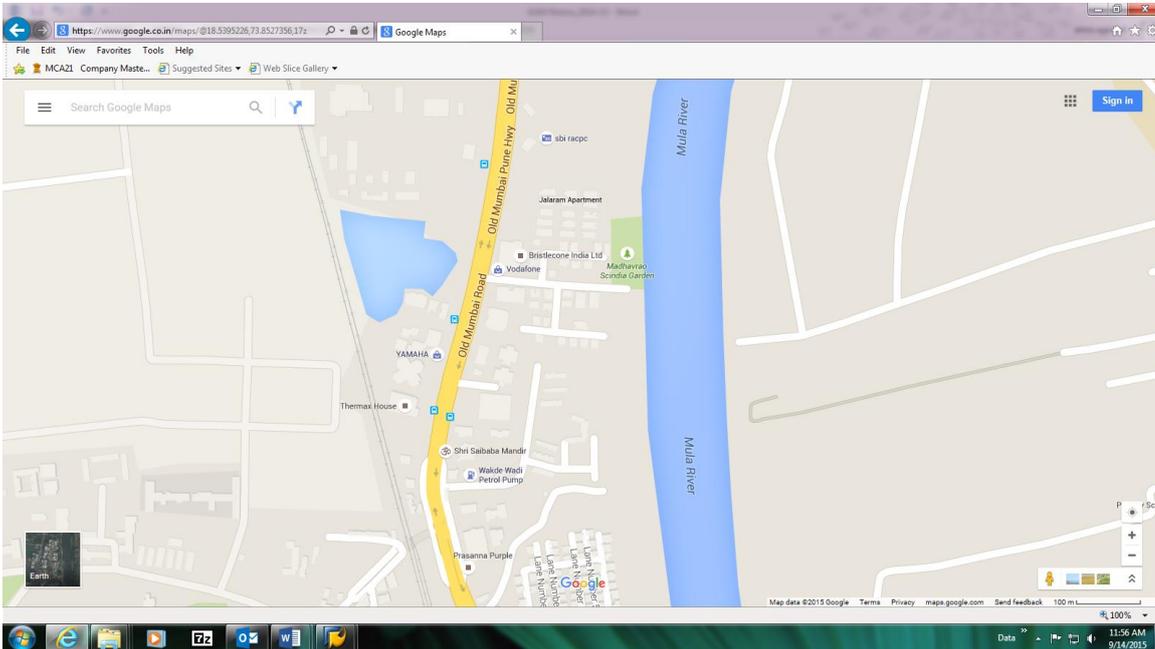
(Member's /Proxy's Signature)

Note:

- 1) The Proxy, to be effective should be deposited at the Registered Office of the Company not less than **FORTY EIGHT HOURS** before the commencement of the meeting.
- 2) A Proxy need not be a member of the Company.
- 3) In the case of joint holders, the vote of the senior who tenders a vote, whether in person or by Proxy, shall be accepted to the exclusion of the vote of the other joint holders. Seniority shall be determined by the order in which the names stand in the Register of Members.
- 4) The submission by a member of this form of proxy will not preclude such member from attending in person and voting at the meeting.

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The Route map of the address of the Company:



TATA BLUESCOPE STEEL

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Tata BlueScope Steel Limited

Board's Report

The Members,

Your Directors hereby present their Twelfth Annual Report on the business and operations of the Company and the accounts for the Financial Year ended March 31, 2017.

Financial Results

(Rs. in Lakhs)

Particulars	Stand-alone		Consolidated	
	2016-2017	2015-2016	2016-2017	2015-2016
Profit & Loss Account				
Total Income	1,85,789	1,69,434	1,90,583	1,74,955
Total Expenses	1,80,401	1,66,037	1,84,669	1,71,031
EBIT	15,695	14,549	16,223	15,097
Depreciation	6,387	7,102	6,430	7,149
Interest	10,307	11,153	10,309	11,173
EBT	5,388	3,397	5,914	3,924
Taxation	-	-	215	194
EAT	5,388	3,397	5,699	3,730
Balance Brought Forward	-55,372	-58,831	-54,608	-58,459
Remeasurement gains / (losses) on defined benefit plans	81	62	81	62
Foreign Currency Translation Reserve	-	-	-0.47	59
Balance Carried to Balance Sheet	-49,903	-55,372	-48,829	-54,608

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Dividend

Though for the year 2017, the Company has booked profit but since the company has brought forward losses, therefore, the Directors are unable to recommend any dividend on the paid up equity share capital of the Company.

Macro-Economic Scenario and Industry Outlook

India emerged as one of the fastest growing economies in the world with a GDP growth of ~7.1% in FY'17. The expectation of improved growth during the second half of FY17 following a favorable monsoon and y salary increases post the implementation of the 7th Pay Commission recommendations, were negated by the Government's demonetization initiative. In the short term this initiative had a negative impact with the manufacturing sector output in the fourth quarter slowing down to 5.3% versus 12.7% in the same period last year and the construction sector slipping into negative territory. The economy has already started showing signs of modest recovery owing to policy reforms and clearance of pending projects with a focus on implementation. The long term fundamentals of the Indian economy are intact with the GDP growth expected to be sustained at about 7.5% during the next couple of years.

Steel consumption in India registered a year on year growth of 3% in FY'17 and is expected to grow at 4%-5% in FY'18. Expected upward trend in construction activities will increase the demand for steel roofing & walling products in the coming years

Coated Steel Business

Zn-Al coated steel products are majorly used in Infrastructure, Industrial and Retail segments for roofing walling application in India. Customers in Large infrastructure and Industrial sectors prefer to use Zn-Al coated steel products over other roofing and walling options, considering benefits like aesthetics and longer life. In Industrial and warehousing sector Pre-Engineered Building (PEB) have gained wide acceptance.

Indian Zn-Al coated steel market size was around 711,000 tons in FY'17. Zn-Al coated steel demand y-o-y grew at 16% in FY'17 and is expected to grow at a CAGR of ~9% during FY17-FY21. Imports of Zn-Al coated steel have declined due to various safeguard measures taken by government of India in the previous fiscal.

Coated Steel Business has two key products namely COLORBOND® and ZINCALUME® steel which are superior quality products and hence enjoy a substantial premium over competition. In a highly competitive market, TBSL has managed to hold a good market share by delivering on its value promise. To achieve an edge over competition TBSL introduced COLORBOND® steel with Thermatech™ solar reflectance technology. It received wide acceptance from architects and consultants. Colour coated coils with Camouflage™ print was another addition in TBSL's product basket that caters to the requirement of defense sector. TBSL has also increased its footprints in other applications such as Silos, water Tanks and Light Gauge Framing System.

In view of improved future demand, stabilized operations, quicker response to customer needs and business development efforts, CS is well placed to gain domestic market share in the coming years.

Building Products (BP) Business

Building Products business registered a double digit growth in sales volume over FY 2015-16.

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In the retail segment, Durashine® won India's Most Trusted Brand Awards 2016 (Colour Coated Steel Sheet Category) and is a key player in retail segment with a substantial market share. The Company has strengthened its retail network by adding more number of dealers.

LYSAGHT® continued its market leadership position in conventional roofing/walling segment. LYSAGHT® business received the “Vishwakarma 2017 award” from CIDC in Construction Health, Safety and Environment for the Kalinganagar project of Tata Steel.

BP Operations team has improved productivity and reduced the cost in FY 2016-17. In FY 2017-18, BP business is planning to increase its sales volume by introducing new products, increasing brand awareness, expanding reach and strengthening back end functions.

Building Solutions Business

At the end of FY17, Building Solutions business completed 12.2 million Loss Time Injury (LTI) Free Man Hours. As on 31 Mar17, there has been no LTI for last 50 months in Construction, and last 41 months at Hinjewadi plant.

During the year the business underwent a major restructuring exercise.

Operations and Performance

On standalone basis, the Company achieved a total revenue of Rs. 165,302 Lakhs during the financial year with a growth of 9.3% over the previous year. The company earned a profit of Rs. 5,388 Lacs as compared to a profit of Rs. 3,397 Lacs during the previous year. This could be achieved by delivering high quality products and services to customers at appropriate prices and by implementing various cost reduction initiatives that helped optimize the cost across the value chain. On Consolidated basis for the year 2016-17, the total revenue was Rs 170,070 Lacs, with PAT at Rs 5,699 Lacs.

Human Resources Management:

As of March 31, 2017, the employee strength of the organization stood at 722. Functional, Soft Skill and Safety training programs were conducted across various locations and plants. The Tata Business Excellence Practitioners workshop was conducted at Pune and Jamshedpur in December 2016.

A peaceful and conducive working environment was maintained at all plant locations of the Company. Significant development included the reconstitution of the existing Union committee and the agreement reached on Promotion and Bonus with the Union at the Coated Steel Plant in Jamshedpur, the largest plant of the company.. The internal process improvement initiative “Nirantar” also saw good traction during the year.

For ensuring continuous team engagement, energy and positive work environment, various activities were conducted at different locations. These included celebration of festivals like Diwali and Navaratri, Family engagement on Independence Day, Annual picnic, Team building through sports, important occasions like Republic Day, World Environment Day, Yoga Day, Founders’ Day, Ethics Week, Safety Week, Women’s Day, etc.

Particulars of Employees

Disclosures pertaining to remuneration and other details as required under Section 197(12) of the Act, read with Rule 5(1) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 are annexed to this report as **Annexure 1**.

In terms of the provisions of Section 197(12) of the Companies Act, 2013 read with Rules 5(2) and 5(3) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, a statement showing the names and other particulars of employees drawing remuneration in excess of the limits set out in the said Rules forms part of the Report.

However, having regard to the provisions of the first proviso to Section 136(1) of the Companies Act, 2013, the Annual Report excluding the aforesaid information is being sent to the Members of the Company. The said information is available for inspection at Registered Office of the Company during working hours. Any member interested in obtaining such information may write to the Company Secretary, at the registered office and the same will be furnished on request. Further the details are also available on the Company's website: tatabluescopesteel.com

Corporate Social Responsibility (CSR)

In accordance with provisions of Companies Act 2013 and rules made thereunder the Company has constituted committee of the directors as CSR committee. The Committee and the Board of Directors have reviewed the CSR policy of the Company which is available on the website of the Company. The average profit of during 3 immediate preceding financial years is negative and hence, statutorily the Company is not required to spend any amounts towards CSR. However, the Company carried out some social welfare activities and also donated funds to a cancer hospital. The CSR policy and the composition of CSR committee is attached herewith this report as **Annexure 2**.

Corporate Governance

Your Company is a Debt Listed Company and hence Regulation 27 of SEBI LODR is not applicable. However, we ensure that we evolve and follow good corporate governance practices in order to boost long term shareholder value and also respect the rights of all stakeholders.

Board Meetings

During the financial year 2016-17, six Board Meetings and five Audit Committee Meetings were convened and held. The intervening gap between the Meetings was within the period prescribed under the Companies Act, 2013.

Remuneration Policy

The Nomination and Remuneration Committee of the Company has recommended and the Board has approved a Policy on Directors' appointment and Removal including criteria for determine qualifications, positive attributes, independence of directors and other matters provided under section 178(3) of the Act.

Compensation Policy for Board and Senior Management

Based on the recommendations of the Nomination and Remuneration Committee, the Board has approved the Remuneration Policy for Directors, KMP and all other employees of the Company. As part of the policy, the Company strives to ensure that:

- (a) The level and composition of remuneration is reasonable and sufficient to attract, retain and motivate Directors of the quality required to run the Company successfully;
- (b) Relationship between remuneration and performance is clear and meets appropriate performance benchmarks; and
- (c) Remuneration to Directors, KMP and senior management involves a balance between fixed and variable pay reflecting short and long-term performance objectives appropriate to the working of the Company and its goals.

Board Evaluation

The Board has done formal evaluation to evaluate the effectiveness of its functioning and that of the Committees and of individual directors by seeking their inputs on various aspects of Board/Committee Governance. The Chairman of the Board had one-on-one meetings with the Independent Directors and the Chairman of the Nomination and Remuneration Committee had one-on-one meetings with the Executive and Non-Executive Directors. These meetings were intended to obtain Directors' inputs on effectiveness of Board/Committee processes. The Board considered and discussed the inputs received from the Directors. Further, the Independent Directors at their meeting, reviewed the performance of Board, Chairman of the Board and of Non- Executive Directors.

Independent Directors Declaration

The Company has received the necessary declaration from each Independent Director in accordance with Section 149(7) of the Companies Act, 2013, that he meets the criteria of independence as laid out in sub-section (6) of Section 149 of the Companies Act, 2013.

Directors and Key Managerial Personnel

Separation

Mr. Patrick John Finan (DIN: 05274228) had resigned as the director wef December 14, 2016.

Induction

On the recommendations of the Nomination and Remuneration Committee, the Board appointed Mr. Ian Cummin (DIN: 0006662976) as an Additional Director wef 14th December 2016. Pursuant to Section 161 of the Companies Act, 2013 the above director holds office up to the date of the ensuing Annual General Meeting. In this regard, the Company has received request in writing from a member of the company proposing Mr. Ian Cummin's candidature for appointment as Director of the Company in accordance with the provisions of Section 160 and all other applicable provisions of the Companies Act, 2013.

Reappointment

As per the provisions of the Companies Act 2013, Mr. Sanjay Dayal (DIN 02506378) and Ms. Samita Shah (DIN 02350176) Directors will retire at the ensuing Annual general Meeting and being eligible, seek reappointment. The Board recommends their reappointment.

Key managerial personnel

Pursuant to the provisions of Section 203 of the Companies Act 2013, the following are the Key Managerial Personnel (KMP) of the Company as on the date of this Report:

Mr. Riten Choudhury – Managing Director

Mr. S J V Chelliah - Chief Financial Officer

Dr. Kamaljeet Kaur - Company Secretary (*appointed on 11th May 2017*)

The remuneration and other details of the KMPs for FY 2016-17 are provided in the extract of the Annual Return which forms part of this Board's Report.

Directors' Responsibility Statement

Based on the framework of internal financial controls established and maintained by the Company, work performed by the internal, statutory, cost and secretarial auditors and external agencies, the reviews performed by Management and the relevant Board Committees, the Board, with the concurrence of the Audit Committee, is of the opinion that the Company's internal financial controls were adequate and effective as on 31 March, 2017.

Accordingly, pursuant to Section 134(5) of the Companies Act, 2013 the Board of Directors to the best of their knowledge and ability confirm:

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- a. that in the preparation of the annual accounts, the applicable accounting standards have been followed along with proper explanation relating to material departures;
- b. that we have selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at the end of the financial year and of the profit and loss of the Company for that period;
- c. that proper and sufficient care has been taken for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 2013 for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
- d. that the annual accounts have been prepared on a going concern basis;
- e. that proper systems to ensure compliance with the provisions of all applicable laws were in place and that such systems were adequate and operating effectively; and
- f. that proper internal financial controls were laid down and that such internal financial controls are adequate and were operating effectively.

Audit Committee

The Audit Committee of the Company comprises of Ms. Samita Shah (Chairperson), Mr. Sanjay Dayal, Mr. Venkat Iyer, Mr. Srikumar Menon and Mr. Sudam Maitra. The primary objective of the Committee is to monitor and provide effective supervision of the Management's financial reporting process, to ensure accurate and timely disclosures, with the highest levels of transparency, integrity and quality of financial reporting. The Committee has met five times during the year.

Internal Control System

The Company has an internal control system, commensurate with the size, scale and complexity of its operations. The Company had appointed Price Waterhouse & Co, as internal auditors for the F.Y 2016-17. The scope and authority of the Internal Auditor were well defined. To maintain its objectivity and independence, the Internal Auditors reports to the audit Committee of the Board. The Internal Auditors monitors and evaluates the efficacy and adequacy of internal control systems in the Company, its compliance with operating systems, accounting procedures and policies at all locations of the Company. Based on the report of internal audit function, process owners undertake corrective action in their respective areas and thereby strengthen the controls. Significant audit observations and corrective actions thereon are presented to the Audit Committee of the Board.

Vigil Mechanism

The Company has in place a Vigil Mechanism that provides a formal mechanism for all Directors, employees and vendors of the Company to approach the Ethics Counsellor/Chairman of the Audit Committee of the Board and make protective disclosures about the unethical behavior, actual or suspected fraud or violation of the Code of Conduct (CoC).

The Vigil Mechanism includes the Whistle Blower Policy for Directors, employees and the vendors. The Whistle Blower Policy for Directors and Employees is an extension of the CoC that requires every Director or employee to

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promptly report to the Management any actual or possible violation of the Code or any event wherein he or she becomes aware of that which could affect the business or reputation of the Company. Similarly the Whistle Blower Policy provides protection to the Vendors from any victimization or unfair trade practice by the Company. Under the Policy, every Director, employee or vendor of the Company has an assured access to the Ethics Counsellor/Chairman of the Audit Committee.

Disclosure as per the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013

The Company has zero tolerance towards sexual harassment at the workplace and has adopted a policy on prevention, prohibition and redressal of sexual harassment at workplace in line with the provisions of the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013 and the Rules thereunder.

During the Financial Year 2016-17, the Company has not received any complaint of sexual harassment.

Risk management policy

The Company is exposed to inherent uncertainties similar to any other business, owing to the sector in which it operates. A key factor in determining a company's ability to create a sustainable value, depends on the risks that the company is willing to take (at strategic and operational levels) and its ability to manage them effectively. Many risks exist in a company's operating environment and they emerge on a regular basis. The Company's Risk Management processes focusses on ensuring that these risks are identified on a timely basis and addressed. The Company has adopted risk management policy which is reviewed by the Audit Committee. The Audit Committee reviews the risk management Policy, practices and actions deployed by the Management with respect to identification, impact assessment, monitoring and mitigation and reporting of key risks, while trying to achieve its business objectives.

Subsidiary and Associates

Your Company has one wholly owned foreign subsidiary as on 31 March, 2017. There has been no material change in the nature of business of Subsidiary during the year under review.

Pursuant to the provisions of Section 129(3) of the Companies Act, 2013, a statement on the performance and financial position of the subsidiary and salient features of the financial statements in the prescribed Form AOC-1 is annexed to this report **Annexure 3**.

In accordance with Section 136 of the Companies Act, 2013, the audited financial statements of the Company, consolidated financial statement along with the related information and audited financial statements of the

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subsidiary will be available on our website www.tatabluescopesteel.com. These documents will also be available for inspection during business hours at the registered office of the Company.

Related Party Transactions

There have been no materially significant related party transactions between the Company and the Directors, the management, the subsidiaries or the relatives except for those disclosed in the financial statements. However, contracts or arrangements with related parties as referred in Section 188(1) are disclosed in Form AOC-2 form part of this report as **Annexure 4**.

Statutory Auditors

M/s Deloitte Haskins & Sells, Chartered Accountants, the statutory auditors of the Company retire at the ensuing Annual General Meeting. In accordance with Section 139 of the Companies Act, 2013 (effective from April 1, 2014), companies cannot appoint an audit firm for more than two terms of five consecutive years. The Companies Act, 2013 provides a transition period of three years from Apr 1, 2014 to ensure compliance with the provisions of Section 139. Deloitte Haskins & Sells LLP have been the statutory auditors of the Company, since 2005. In view of the above changes in regulation, the Company is required to replace Deloitte Haskins & Sells LLP as its statutory auditors from the financial year 2017-18 after approval of the appointment by the shareholders in the Annual General Meeting.

After following a rigorous selection and evaluation process, the management of the Company Selected M/s Price Waterhouse & Co Chartered Accountants LLP (PwC) and approached PwC for taking up the statutory audit and related assignment and the terms of appointment were discussed with PwC. The Board has received consent from M/s Price Waterhouse & Co, Chartered Accountants, to act as the statutory auditors of the Company. They have confirmed their eligibility under section 141 of the Companies Act 2013 for appointment and have indicated their willingness to be appointed as statutory auditors of the Company. The members are requested to consider their appointment of the auditors from conclusion of the ensuing Annual general Meeting to next Annual General meeting.

Cost Audit

As per Section 148 of the Companies Act, 2013, the Company is required to have the audit of its cost records conducted by a Cost Accountant in practice. In this connection, the Board of Directors of the Company has on the recommendation of the Audit Committee, approved the appointment of 'B. M. Sharma & Co.', as the Cost Auditors of the Company for the year ending 31 March, 2017, at a remuneration as may be decided between Management and Cost Auditor of the Company.

Secretarial Audit Report

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Section 204 of the Companies Act, 2013 *inter-alia* requires every listed company to annex with its Board's report, a Secretarial Audit Report given by a Company Secretary in practice, in the prescribed form.

The Board of Directors appointed J.B. Bhawe & Co, Company Secretaries as a secretarial auditor to conduct the Secretarial Audit of the Company for the FY 2016-17 and their report is annexed to this Board report as

Annexure 5.

The Board has re-appointed J B Bhawe & Co., Company Secretaries, as Secretarial Auditor to conduct Secretarial Audit of the Company for Financial Year 2017-18.

Extract of Annual Return

The details forming part of the extract of the Annual Return in Form MGT 9 as per provisions of Companies Act, 2013 and rules thereto is annexed to this report as **Annexure 6.**

Significant and Material Orders Passed by the Regulators or Courts

There have been no significant and material orders passed by the regulators or courts or tribunals impacting the going concern status and Company's operations. However, members' attention is drawn to the statement on contingent liabilities, commitments in the notes forming part of the Financial Statements.

Particulars of Loans, Guarantees or Investments

Particulars of loans, guarantees given and investments made during the year in accordance with Section 186 of the Companies Act, 2013 is annexed to this report as **Annexure 7.**

Conservation of energy, technology absorption and foreign exchange earnings and outgo

Details of the energy conservation, technology absorption and foreign exchange earnings and outgo are annexed to this report as **Annexure 8.**

Deposits

During the year, the Company has not accepted any deposits under the Companies Act, 2013.

Material changes and commitments, if any, affecting the financial position of the company which have occurred between the end of the financial year of the company to which the financial statements relate and the date of the report

There has been no material change affecting the financial position of the company which have occurred between the end of the financial year of the company to which the financial statements relate and the date of the report.

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Acknowledgements

We thank our customers, vendors, dealers, investors, business associates and bankers for their continued support during the year. We place on record our appreciation of the contribution made by employees at all levels. Our resilience to meet challenges was made possible by their hard work, solidarity, co-operation and support on behalf of the Board of Directors.

Place: Pune

Date: 31.07.2017

On behalf of the Board of Directors

--sd--

Sanjay Dayal
(DIN: 02506378)

Chairman



TATA BLUESCOPE STEEL

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Annexure 1

Information as Per Rule 5(2) of The (Companies Appointment and Remuneration of Managerial Personnel) Rules, 2014 and forming Part of the Director's Report for the Year Ended 31st March, 2017

Sr. No.	Name	Designation / Nature of Duties	Remuneration	Qualifications	Experience (Years)	Date Of Commencement of Employment	Age	Particulars of last employment / employer and position held.
1	2	3	4	5	6	7	8	9
A. Top ten employees in terms of remuneration drawn during the year, including those employed throughout the year and in receipt of remuneration aggregating not less than 1,02,00,000/- for the year ended 31st March, 2017								
1	*Geoffrey Wilson	V.P.- Building Solutions	129,79,158	PHD, MBA	28 yrs	20-April-2015	53 years	VP at BlueScope Steel
2	Riten Choudhary	Managing Director	116,05,380	B.E., PGDBM (XLRI)	30 yrs	1-June-2010	55 years	Vice President at TSPDL
3	James Chelliah	CFO	103,31,594	CA from ICAI	27 yrs	02-Dec-2013	50 years	CFO at Astra Zeneca
B. Employed for part of the year and in receipt of remuneration aggregating not less than Rs 8,50,000/- per month								
<i>No such employee</i>								

Notes:

- *Amount mentioned above is borne by TBSL as per the contract agreement
- Gross Remuneration includes perquisites.

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**Information pursuant to Section 197(12) of the Companies Act, 2013
read with Rule 5(1) of the Companies (Appointment and Remuneration
of Managerial Personnel) Rules, 2014**

1. Ratio of the remuneration of each Director/KMP to the median remuneration of all the employees of the Company for the financial year:

Median remuneration of all the employees of the Company for the Financial Year 2016-17	₹ 5,43,413
The percentage increase in the median remuneration of employees in the Financial Year	9%
The number of permanent employees on the rolls of Company as on 31 March, 2017	722

Note: The above remuneration figures and calculations are based on the payments made during the Financial Year 2016-17 (It includes the fixed salaries for FY 2016-17 and incentive remuneration of FY 2015-16, paid in FY 2016-17).

2. Relationship between average increase in remuneration and company performance:

The average increase in remuneration during Financial Year 2016-17 was 8% as compared with previous financial year. Net revenues of the Company during the financial year of ₹ ₹ 1,653 crores were at par to that of the previous year at ₹ 1,512.48 crores. The total employee cost for the Financial Year ended 31 March, 2017 was ₹ 92.71 crores against ₹ 82.59 crores for the Financial Year ended 31 March, 2016. The total employee cost as a percentage of net revenues was 5.61 % (last year 5.46%). The performance of the Company was under pressure due to the challenges it faced during the year. Average increase in remuneration is guided by factors like inflation, normal salary revisions, external competitiveness and talent retention.

Whilst the Company has a strong focus on cost, employee cost being one of the key areas for cost monitoring and control, the results of any structural initiatives needs to be measured over a long-term horizon and cannot be strictly compared with annual performance indicators.

3. Comparison of the remuneration of the KMP against the performance of the Company.

Particulars	(Rs Crs)
Aggregate remuneration of KMP in Financial Year 2016-17	2.45
Revenue (MT)	1,653
Remuneration of KMPs (as % of revenue)	0.15

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Profit before Tax (PBT)	54.69
Remuneration of KMPs (as % of PBT)	4.48

Note: The above remuneration figures and calculations are based on the payments made during the Financial Year 2016-17 (It includes the fixed salaries for F Y 2016-17 and incentive remuneration of FY 2015-16, paid in FY 2016-17).

4. Since the equity shares of the Company are not listed with the Stock exchange variations in the market capitalization of the Company, price earnings ratio as at the closing date of the current financial year and previous financial year and percentage increase over decrease in the market quotations of the shares of the Company in comparison to the rate at which the Company came out with the last public offer, are Not Applicable on it.
5. **Average increase already made in the salaries of employees other than the managerial personnel in the last financial year and its comparison with the increase in the managerial remuneration and justification thereof and point out if there are any exceptional circumstances for increase in the managerial remuneration:**

Average percentage increase in salary of the Company's employees was 8%. The total managerial remuneration for the Financial Year 2016-17 was ₹ 2.45 cores as against ₹2.19 cores during the previous year.

6. **Comparison of remuneration of the KMP against the performance of the company:**

Sl.no.	Particulars of Remuneration	Key Managerial Personnel		
		Mr. Riten Choudhury	Mr. Suresh James Chelliah	Ms. Kavita Sethi Jain
		MD	CFO	Company Secretary **
1	Remuneration in FY 16 (₹ crores)	1.16	1.03	0.26
2	Revenue (₹ crores)	1,653		
3	Remuneration as % of Revenue	0.07	0.06	0.02
4	Profit before Tax (PBT) (₹ crores)	54.69		
5	Remuneration as % of PBT	2.12	1.88	0.48

Note: The above remuneration are based on the amounts paid during the Financial Year 2016-17 (It includes the fixed salaries for F Y 2016-17 and incentive remuneration of FY 2015-16, paid in FY 2016-17).

7. **The key parameters for any variable component of remuneration availed by the directors/ managing Director:**

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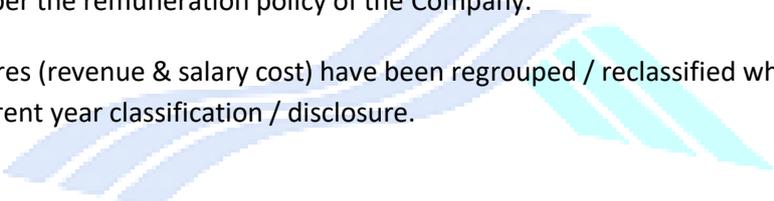
Remuneration to the Managing Director involve balance between fixed and variable pay reflecting short and long-term performance objective appropriate to the working of the Company, its goals, for attracting and retaining the best talent.

8. **The ratio of the remuneration of the highest paid director to that of the employees who are not directors but receive remuneration in excess of the highest paid director during the year:**

Name	Position	Total Remuneration for FY 15-16 (in Rs. Cr)	% of Remuneration in excess of highest paid Director
Geoffrey Wilson	V.P.- Building Solutions	1.30	12.07%
James Chelliah	CFO	1.04	7.22%

9. Remuneration is as per the remuneration policy of the Company.

Note: Previous year figures (revenue & salary cost) have been regrouped / reclassified wherever necessary to correspond with the current year classification / disclosure.



TATA BLUESCOPE
STEEL

Annexure 2

Brief outline of the Corporate Social Responsibility (CSR) Policy:

The CSR policy as approved by the Board is available on the Company's website. The Company's CSR is in alignment with the Tata Group focus initiatives – Education, Health, Livelihoods and Rural and Urban infrastructure. Besides, it will also undertake Interventions in the areas of sports, disaster relief, environment and ethnicity all aimed at improving the quality of life of the communities.

Composition of CSR Committee of the Board:

The CSR Committee of the Board comprises of Mr. Sanjay Dayal (Chairman), Mr. Anand Sen and Mr. Srikumar Menon.

CSR expenditure

Though during the year 2016-17, the Company had profit but average net profit of the immediately preceding financial years is negative. Hence CSR spend was not mandatory for FY 2016-17.

Responsibility Statement

We hereby affirm that the implementation and monitoring of CSR policy, is in compliance with the CSR objective and Policy of the Company.

Date: 31.07.2017

Place: Pune

--SD--

Sanjay Dayal

(DIN: 02506378)

Chairman of CSR Committee

Annexure 3 - Form AOC-1

(Pursuant to first proviso to sub-section (3) of section 129 read with rule 5 of Companies (Accounts) Rules, 2014)

Statement containing salient features of the financial statement of subsidiaries/associate companies/joint ventures

Part "A": Subsidiaries

(Information in respect of each subsidiary to be presented with amounts in Rs.)

(Amount in Lakhs)

Sl. No.	Particulars	Details
1	Name of the subsidiary	BlueScope Lysaght Lanka Private Limited
2	Reporting period for the subsidiary concerned, if different from the holding company's reporting period	-
3	Reporting currency and Exchange rate as on the last date of the relevant Financial year in the case of foreign subsidiaries	Sri Lanka Rupee Exchange Rate: 1LKR = 0.4302 INR
4	Share capital	458
5	Reserves & surplus	1413
6	Total assets	3503
7	Total Liabilities	1643
8	Investments	-
9	Turnover	8229
10	Profit before taxation	594
11	Provision for taxation	215
12	Profit after taxation	378
13	Proposed Dividend	-
14	% of shareholding	100%

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On behalf of the Board of Directors

Sanjay Dayal

(DIN: 02506378)

Chairman



TATA BLUESCOPE STEEL

Annexure 4 - Form AOC -2

(Pursuant to clause (h) of sub-section (3) of section 134 of the Act and Rule 8(2) of the Companies (Accounts) Rules, 2014.

Form for Disclosure of particulars of contracts/arrangements entered into by the company with related parties referred to in sub section (1) of section 188 of the Companies Act, 2013 including certain arm's length transaction under third proviso thereto.

1. Details of contracts or arrangements or transactions not at Arm's length basis. - **N.A.**
2. Details of material contracts or arrangements or transactions at Arm's length basis.

Sr. No	Name (s) of the related party & nature of relationship	Nature of contracts/arrangements /transaction	Duration of the contracts/ arrangement s/transaction	Salient terms of the contracts or arrangements or transaction including the value, if any	Date of approval by the Board	Amount paid as advances , if any
1	BlueScope Lysaght Lanka Private Limited (Subsidiary Company)	Sale of goods (Coils & Component)	Apr`16 – Mar`17	Rs. 3.621 Lakhs	11 th May 2017	NIL

On behalf of the Board of Directors

-sd--

Sanjay Dayal

(DIN: 02506378)

Chairman

Annexure 5

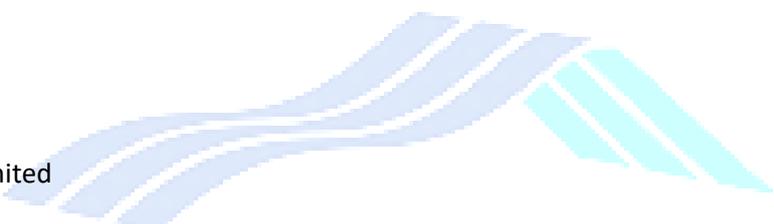
FORM NO. MR-3

SECRETARIAL AUDIT REPORT

FOR THE FINANCIAL YEAR ENDED 31st MARCH 2017

*[Pursuant to section 204(1) of the Companies Act, 2013 and Rule No.9 of the
Companies (Appointment and Remuneration Personnel) Rules, 2014]*

To,
Board of Directors
Tata BlueScope Steel Limited
Pune



We have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by Tata BlueScope Steel Limited. (Hereinafter called "the Company"). Secretarial Audit was conducted for the period from 1st April 2016 to 31st March 2017, in a manner that provided us a reasonable basis for evaluating the corporate conducts/statutory compliances of the Company and expressing our opinion thereon.

Based on our verification of the Company's books, papers, minute books, forms and returns filed and other records maintained by the Company and also the information provided by the Company, its officers, agents and authorized representatives during the conduct of secretarial audit, we hereby report that in our opinion, the company has, during the audit period covering the financial year ended on 31st March 2017, complied with the statutory provisions listed hereunder and also that the Company has proper Board-processes and compliance-mechanism in place to the extent, in the manner and subject to the reporting made hereinafter:

We have examined the books, papers, minute books, forms and returns filed and other records maintained by the Company for the financial year ended on 31st March 2017 according to the provisions of the following list of laws and regulations with our observations on the same:

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- (i) The Companies Act, 2013 (the Act) and the rules made there under;
- (ii) The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the rules made there under;
- (iii) The Depositories Act, 1996 and the Regulations and Bye-laws framed there under;
- (iv) Foreign Exchange Management Act, 1999 and the rules and regulations made there under to the extent of Foreign Direct Investment, Overseas Direct Investment and External Commercial Borrowings;
- (v) The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act'):-

(a) The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011 **[Not Applicable during Audit period]**

(b) The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015;

(c) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2009;

(d) The Securities and Exchange Board of India (Employee Stock Option Scheme and Employee Stock Purchase Scheme) Guidelines, 1999; **[Not applicable since the Equity Shares are not listed on stock exchange and the Company does not have any Employee Stock option/ Stock Purchase Scheme in place.]**

(e) The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009; **[Not applicable since the Equity Shares are not listed on stock exchange]**

(f) The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008;

(g) The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act and dealing with client;

(h) The Securities and Exchange Board of India (Buyback of Securities) Regulations, 1998; **[Not applicable for Equity Shares of the Company as the same are not listed on stock exchange. There were no instances of buy back of Debentures of the Company listed on National Stock Exchange.]**

(vi) OTHER APPLICABLE LAWS:

1. Factories Act, 1948 and The Factories (Control of Industrial Major Accidents Hazards) Rules 2003
2. Payment of Wages Act, 1936,
3. The Minimum Wages Act, 1948,
4. Employees' State Insurance Act, 1948,
5. Provident Fund Act 1952 & Employees' Pension Scheme 1995,
6. The Payment of Bonus Act, 1965,
7. Payment of Gratuity Act, 1972,
8. Contract Labour (Regulation & Abolition) Act 1970

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9. The Maternity Benefit Act 1961
10. The Water (Prevention & Control of Pollution) Act, 1974, Read with Water (Prevention & Control of Pollution) Rules, 1975,
11. The Maharashtra Shops & Establishments Act 1948
12. Employees Compensation Act 1923
13. Information Technology Act 2000
14. The Sexual Harassment of Women at Workplace (Prevention, Prohibition & Redressal Act) 2013

We have also examined compliance with the applicable clauses of the following:

(i) Secretarial Standards issued by The Institute of Company Secretaries of India.

(ii) The Listing Agreement entered into by the Company with National Stock Exchange of India Limited, Mumbai and the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 in respect of Non-Convertible Debentures Issued by the Company.

During the period under review the Company has complied with the provisions of the Act, Rules, Regulations, Guidelines, Standards, etc. mentioned above.

We further report that: -

The Board of Directors of the Company is duly constituted with proper balance of Executive Directors, Non-Executive Directors and independent directors. The changes in the composition of the Board of Directors that took place during the period under review were carried out in compliance with the provisions of the Act. Adequate notice is given to all directors to schedule the Board Meetings, agenda and detailed notes on agenda were sent at least seven days in advance, and a system exists for seeking and obtaining further information and clarifications on the agenda items before the meeting and for meaningful participation at the meeting. Majority decision is carried through while the dissenting members' views are captured and recorded as part of the minutes.

We further report that there are adequate systems and processes in the company commensurate with the size and operations of the company to monitor and ensure compliance with applicable laws, rules, regulations and guidelines covered under the scope of our Audit *ibid*.

We further report that during the audit period the company has –

(i) Obtained approval of shareholders in the Annual General Meeting held on September 30, 2016 by way of Special Resolution pursuant to Section 196, 197, 203 read with Schedule V of the Companies Act 2013 for re-appointment of and payment of remuneration to Managing Director for the period of three years with effect from September 1, 2016.

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(ii) Obtained approval of Board of Directors in its meeting held on February 14, 2017 for proposal to shift the Hinjewadi Factory, Pune, Maharashtra to the State of Madhya Pradesh; subject to necessary statutory approvals. The Management does not foresee any material adverse impact on overall operations of the Company, upon effecting the said decision.

FOR J B BHAVE & CO

COMPANY SECRETARIES

--sd--

JAYAVANT BHAVE

FCS No. 4266 [CP No. 3068]

Place: Pune

Date: 04/07/2017



**TATA BLUESCOPE
STEEL**

ANNEXURE A

To,

The Members

Tata BlueScope Steel Limited

Metropolitan, Final Plot No. 27,

Survey No.21, Wakdewadi,

Shivajinagar, Pune 411005

Our report of even date is to be read along with this letter.

1. Maintenance of secretarial record is the responsibility of the management of the Company. Our responsibility is to express an opinion on these secretarial records based on our audit.
2. We have followed the audit practices and processes as were appropriate to obtain reasonable assurance about the correctness of the contents of the Secretarial records. The verification was done on test basis to ensure that correct facts are reflected in secretarial records. We believe that the processes and practices, we followed provide a reasonable basis for our opinion.
3. We have not verified the correctness and appropriateness of financial records and Books of Accounts of the Company.
4. Where ever required, we have obtained the Management representation about the compliance of laws, rules and regulations and happening of events etc.
5. The compliance of the provisions of Corporate and other applicable laws, rules, regulations, standards is the responsibility of management. Our examination was limited to the verification of procedures on test basis.
6. The Secretarial Audit report is neither an assurance as to the future viability of the Company nor of the efficacy or effectiveness with which the management has conducted the affairs of the Company.

FOR J B BHAVE & CO

COMPANY SECRETARIES

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--sd--

JAYAVANT BHAVE

FCS No. 4266

CP No. 3068

Place: Pune

Date: 04/07/2017



TATA BLUESCOPE STEEL

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Annexure 6 - Form No. MGT 9

EXTRACT OF ANNUAL RETURN

As on financial year ended on 31.03.2017

Pursuant to Section 92 (3) of the Companies Act, 2013 and rule 12(1) of the Company (Management & Administration) Rules, 2014.

I. REGISTRATION & OTHER DETAILS:

1.	CIN	U45209PN2005PLC020270
2.	Registration Date	9 th February 2005
3.	Name of the Company	Tata BlueScope Steel Limited
4.	Category/Sub-category of the Company	Public Limited listed Company having share capital (Debentures are listed but not the equity share capital)
5.	Address of the Registered office & contact details	Metropolitan, Final Plot No. 27, Survey No.21, Wakdewadi, Shivajinagar, Pune 411005 Phone No: +91 20 66218000 Fax No: +91 20 66218001
6.	Whether listed company	Yes (Debentures are listed but not the equity share capital)
7.	Name, Address & contact details of the Registrar & Transfer Agent, if any.	TSR Dharashaw Limited 6-10,Haji Moose Patrawala Ind Estate20, Dr E Moses Road, Near Famous Studio, Mahalaxmi Mumbai - 400 011 022- 66178554 022- 66178548

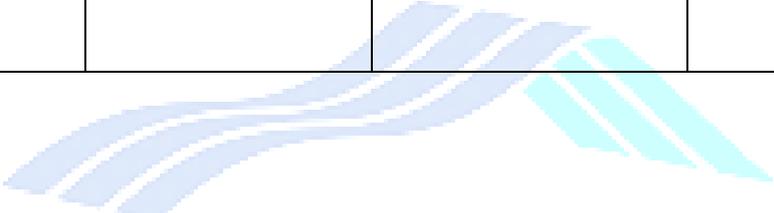
II. **Principal business activities of the Company** (All the business activities contributing 10 % or more of the total turnover of the company shall be stated)

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S. No.	Name and Description of main products / services	NIC Code of the Product/service	% to total turnover of the company
1	Pre Engineered Buildings	251	9%
2	Color Coated & Zinc & Aluminum coated Steel, Roll formed Roofing and Walling profiles	241	91%

III. Particulars of holding, subsidiary and associate companies -

Sr. No	Name and Address of the Company	CIN/GLN	Holding/Subsidiary/ Associate	% of Shares Held	Applicable Section
1	BlueScope Lysaght Lanka Pvt. Ltd	PV8619	Subsidiary	100%	2(87)



**TATA BLUESCOPE
STEEL**

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Total shareholding of Promoter (A)			86,60,00,000	86,60,00,000	100		86,60,00,000	86,60,00,000	100	NIL
B. Public Shareholding										
1. Institutions	-	-	-	-	-	-	-	-	-	
a) Mutual Funds	-	-	-	-	-	-	-	-	-	
b) Banks / FI	-	-	-	-	-	-	-	-	-	
c) Central Govt	-	-	-	-	-	-	-	-	-	
d) State Govt(s)	-	-	-	-	-	-	-	-	-	
e) Venture Capital Funds	-	-	-	-	-	-	-	-	-	
f) Insurance Companies	-	-	-	-	-	-	-	-	-	
g) FIIs										

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h) Foreign Venture Capital Funds	-	-	-	-	-	-	-	-	-	-
i) Others (specify)	-	-	-	-	-	-	-	-	-	-
Sub-total (B)(1):-										
2. Non-Institutions										
a) Bodies Corp.	-	-	-	-	-	-	-	-	-	-
i) Indian	-	-	-	-	-	-	-	-	-	-
ii) Overseas	-	-	-	-	-	-	-	-	-	-
b) Individuals	-	-	-	-	-	-	-	-	-	-
i) Individual shareholders holding nominal share capital up to Rs. 1 lakh	-	-	-	-	-	-	-	-	-	-
ii) Individual shareholders holding nominal share capital in excess of Rs 1 lakh	-	-	-	-	-	-	-	-	-	-

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c) Others (specify)	-	-	-	-	-	-	-	-	-
Non Resident Indians	-	-	-	-	-	-	-	-	-
Overseas Corporate Bodies	-	-	-	-	-	-	-	-	-
Foreign Nationals	-	-	-	-	-	-	-	-	-
Clearing Members	-	-	-	-	-	-	-	-	-
Trusts	-	-	-	-	-	-	-	-	-
Foreign Bodies - D R	-	-	-	-	-	-	-	-	-
Sub-total (B)(2):-									
Total Public Shareholding (B)=(B)(1)+ (B)(2)	-	-	-	-	-	-	-	-	-
C. Shares held by Custodian for GDRs & ADRs	-	-	-	-	-	-	-	-	-
Grand Total (A+B+C)		86,60,00,000	86,60,00,000	100	NIL			100	NIL

					86,60,00,000	86,60,00,000		
--	--	--	--	--	--------------	--------------	--	--



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B) Shareholding of Promoter-

S N	Shareholder's Name	Shareholding at the beginning of the year			Shareholding at the end of the year			% change in shareholding during the year
		No. of Shares	% of total Shares of the company	% of Shares Pledged / encumbered to total shares	No. of Shares	% of total Shares of the company	% of Shares Pledged / encumbered to total shares	
1	BlueScope Steel Asia Holding PTY Ltd.	43,29,99,997	50	NIL	43,29,99,997	50	NIL	NIL
2	Tata Steel Limited	43,29,99,997	50	NIL	43,29,99,997	50	NIL	NIL
3	Tata Steel Limited J/W Mr. Anand Sen	1	0	NIL	1	0	NIL	NIL
4	Tata Steel Limited J/W Mr. N.K Mishra	1	0	NIL	1	0	NIL	NIL
5	Tata Steel Limited J/W Mr. H. M. Nerurkar	1	0	NIL	1	0	NIL	NIL

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6	BlueScope Steel Asia Holding PTY Ltd. J/W Mr. Wayne Armour	1	0	NIL	1	0	NIL	NIL
7	BlueScope Steel Asia Holding PTY Ltd. J/W Mr. Sanjay Dayal	1	0	NIL	1	0	NIL	NIL
8	BlueScope Steel Asia Holding PTY Ltd. J/W Mr. Simon Linge	1	0	NIL	1	0	NIL	NIL

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C) Change in Promoters' Shareholding (please specify, if there is no change)- No Change

SN	Particulars	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
	At the beginning of the year				
	Date wise Increase / Decrease in Promoters Shareholding during the year specifying the reasons for increase / decrease (e.g. allotment /transfer / bonus/ sweat equity etc.):				
	At the end of the year				

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D) Shareholding Pattern of top ten Shareholders:

(Other than Directors, Promoters and Holders of GDRs and ADRs): NIL

SN	For Each of the Top 10 Shareholders	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
	At the beginning of the year				
	Date wise Increase / Decrease in Promoters Shareholding during the year specifying the reasons for increase /decrease (e.g. allotment / transfer / bonus/ sweat equity etc.):				
	At the end of the year				

E) Shareholding of Directors and Key Managerial Personnel:

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SN	Shareholding of each Directors and each Key Managerial Personnel	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
	At the beginning of the year	NIL*	NIL	NIL	NIL
	Date wise Increase / Decrease in Promoters Shareholding during the year specifying the reasons for increase /decrease (e.g. allotment / transfer / bonus/ sweat equity etc.):	NIL	NIL	NIL	NIL
	At the end of the year	NIL	NIL	NIL	NIL

*Two Directors hold 1 share each jointly with Promoter Shareholder i.e Tata Steel Limited jointly with Mr. Anand Sen with and BlueScope Steel Asia Holding PTY Ltd jointly with Mr. Sanjay Dayal.

F) **Indebtedness** -Indebtedness of the Company including interest outstanding/accrued but not due for payment.

(Amount in Lacs)

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	Secured Loans excluding deposits	Unsecured Loans	Deposits	Total Indebtedness
Indebtedness at the beginning of the financial year				
i) Principal Amount	94,383.49	-		94,383.49
ii) Interest due but not paid	-	-	-	-
iii) Interest accrued but not due	3,754.97	-	-	3,754.97
Total (i + ii + iii)	98,138.46		-	98,138.46
Change in Indebtedness during the financial year				
* Addition	-	-		
* Reduction	\$(8,250.10)	-	-	\$(8,250.10)
Net Change	(8,250.10)			(8,250.10)
Indebtedness at the end of the financial year				
i) Principal Amount	87,044.46	-		87,044.46
ii) Interest due but not paid	-	-		-
iii) Interest accrued but not due	2,843.90	-		2,843.90
Total (i + ii + iii)	89,888.36	-		89,888.36

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includes reduction in interest accrued but not due Rs. 911.07 Lacs.

XI. Remuneration of Directors and Key Managerial Personnel-

A. Remuneration to Managing Director, Whole-time Directors and/or Manager:

SN.	Particulars of Remuneration		
		Mr. Riten Choudhury Managing Director	Total Amount
1	Gross salary (a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961 (b) Value of perquisites u/s 17(2) Income-tax Act, 1961 (c) Profits in lieu of salary under section 17(3) Income- tax Act, 1961	114,11,713/- 1,93,666/- -	114,11,713/- 1,93,666/- -
2	Stock Option	-	-
3	Sweat Equity	-	-
4	Commission - as % of profit - others, specify...	-	-
5	Others, please specify	-	-
	Total (A)	116,05,380/-	116,05,380/-

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Ceiling as per the Act 2013

As per Schedule V of the Companies Act

* The above remuneration is based on the payments made during the Financial Year 2016-17 it includes the fixed salaries for FY 2016-17 and Incentive Remuneration for 2015-16, paid in 2016-17.

B. Remuneration to other directors during FY 2015-16:

SN.	Particulars of Remuneration	Name of Directors			Total Amount
		----	----	----	
1	Independent Directors	Mr. Srikumar Menon	Mr. Sudam Maitra	Mr. Venkat Iyer*	-
	Fee for attending board & committee meetings	171,000	117,000	186,000	474,000
	Commission	-	-	-	-
	Others, please specify	-	-	-	-
	Total (1)	171,000	117,000	186,000	474,000
2	Other Non-Executive Directors	-	-	-	-
	Fee for attending board committee meetings	-	-	-	-
	Commission	-	-	-	-
	Others, please specify	-	-	-	-

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Total (2)	-	-	-	-
Total (B)=(1+2)	-	-	-	474,000
Total Managerial Remuneration				474,000
Overall Ceiling as per the Act	<i>(1 Lac per meeting per member is the overall Ceiling as per CA, 2013 for independent Directors)</i>			

C. Remuneration to key managerial personnel other than MD/MANAGER/WTD during FY 2016-17

SN	Particulars of Remuneration	Key Managerial Personnel			
		CEO – N.A	Ms. Kavita Sethi Jain - Company Secretary	Mr. James Chelliah - CFO	Total
1	Gross salary				
	(a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961		25,26,971/-	102,10,633/-	12,737,604/-
	(b) Value of perquisites u/s 17(2) Income-tax Act, 1961		79,333/-	1,20,961/-	2,00,294/-
	(c) Profits in lieu of salary under section 17(3) Income-tax Act, 1961		-	-	-

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2	Stock Option				
3	Sweat Equity				
4	Commission				
	- as % of profit				
	others, specify...				
5	Others, please specify				
	Total			26,06,304/-	103,31,594/-
					129,37,898/-

XII. PENALTIES / PUNISHMENT/ COMPOUNDING OF OFFENCES:

There were no penalties/ punishments/compounding of offences for the year ended 31st March 2017.

Date: 31.07.2017

Place: Pune

--sd--

Sanjay Dayal

(DIN: 02506378)

Chairman

--sd--

Riten Choudhury

(DIN: 06636911)

Managing Director

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Annexure -7 Particulars of Loans, Guarantees or Investments in accordance with Section 186 of the Companies Act, 2013

Particulars of loans, guarantees or investments under section 186

Amount outstanding as at 31st March 2017

(Rs. In Lacs)

Particulars	Amount
Loans given	NIL
Guarantee given	NIL
Investments made	11,865

Loans, Guarantees given or Investments made during the Financial Year 2016-17 – Rs. 10,952 Lacs

On behalf of the Board of Directors

--SD--

Sanjay Dayal

(DIN: 02506378)

Chairman

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**Annexure 8 – Particulars of Energy Conservation, Technology Absorption
and Foreign Exchange Earnings and Outgo required under the
Companies (Accounts) Rules, 2014**

A. Conservation of Energy

i. Steps taken or impact on conservation of energy

- Further reduction in specific electrical power consumption – Paint Line 6.5% and Metal Coating line 4.5 with respect to last financial year.
- Reduction in specific consumption of propane from 19.72 kg/MT to 17.3 Kg/ MT
- Continual replacement of High Power Sodium Vapor lamps with equivalent lumens of low power LED lamps. Replaced 293 nos. in FY 2016 and FY 2017.
- In- house developed Energy monitoring system implemented to monitor SKU wise Energy (Electricity and Propane) Consumption.
- Down Steam plants continue to save on electricity by using LED lamps and using recycled water for gardening/firefighting tank and floor cleaning. Indirect savings by recycling the packing material.

ii. The steps taken by the company for utilizing alternate source of energy:

A Solar Power Project (40KW) initiated to reduce Electrical Energy consumption.

iii. Capital investment plan on energy conservation equipment

Particulars	₹ Crores
Continual replacement of existing high power sodium vapor lamps to LED lamps for plant lighting.	0.1833
A Solar Power Project (40KW)	0.30

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B. Technology Absorption

i. Efforts made towards technology absorption Process development

- In-house development of Camouflage coating system on ZINCALUME® steel in Coil Paint Line by using AKZO paint.

The benefits derived like product improvement, cost reduction, product development or import substitution

Sl. No.	Project Title	Benefits derived	Benefits derived / year	
			Energy savings in Kwh	Cost benefits in Rs.
1	Import substitution of Furnace equipment, Molten metal pump, Heat Exchanger, bearings, Relining of applicator rolls	By Import Substitution		120 Lacs
2	Cost Reduction by direct sourcing of packaging material to Coil packaging contractor	Earlier the packaging vendor used to supply packaging material, now the packaging material is supplied by TBSL to packaging vendor.		192 Lacs
3	Rebate acquired per annum for Power factor improvement from 0.92 to > 0.95	Introduction of capacitor bank done at 33 KV level to improve power factor.		27 Lacs

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4	Usage of LED/CFL/VFD	Energy savings		7.71
5	Recycling of packing material	GHG reduction		68.85

iv. In case of imported technology (imported during the last three years reckoned from the beginning of the financial year) - NIL

- (a) The details of technology imported - NIL
- (b) The year of import - Not applicable
- (c) Whether the technology been fully absorbed – Not applicable
- (d) If not fully absorbed areas where absorption has not taken place, and the reasons thereof and
- Not applicable.

- i. The expenditure incurred on R&D - NIL
- ii. **Foreign exchange earnings and outgo**

(Rs. in Lacs)

Foreign exchange earnings and outgo		FY 2016-17	FY 2015-16
a.	Foreign exchange earnings	8,765.55	6,900.53
b.	Value of direct imports (C.I.F. Value)	11,217.30	8,077.92
c.	Expenditure in foreign currency	215.60	297.03

On behalf of the Board of Directors

--SD--

Sanjay Dayal

(DIN: 02506378)

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Chairman

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF TATA BLUESCOPE STEEL LIMITED

Report on the Standalone Ind AS Financial Statements

We have audited the accompanying standalone Ind AS financial statements of Tata BlueScope Steel Limited ("the Company"), which comprise the Balance Sheet as at March 31, 2017, the Statement of Profit and Loss (including Other Comprehensive Income), the Cash Flow Statement and the Statement of Changes in Equity for the year then ended and a summary of the significant accounting policies and other explanatory information.

Management's Responsibility for the Standalone Ind AS Financial Statements

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these standalone Ind AS financial statements that give a true and fair view of the financial position, financial performance including other comprehensive income, cash flows and changes in equity of the Company in accordance with the accounting principles generally accepted in India, including the Indian Accounting Standards (Ind AS) prescribed under section 133 of the Act.

This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the standalone Ind AS financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

Our responsibility is to express an opinion on these standalone Ind AS financial statements based on our audit.

In conducting our audit, we have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made thereunder.

We conducted our audit of the standalone Ind AS financial statements in accordance with the Standards on Auditing specified under Section 143(10) of the Act. Those Standards

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require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the standalone Ind AS financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the standalone Ind AS financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the standalone Ind AS financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of the standalone Ind AS financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Company's Directors, as well as evaluating the overall presentation of the standalone Ind AS financial statements.

We believe that the audit evidence obtained by us is sufficient and appropriate to provide a basis for our audit opinion on the standalone Ind AS financial statements.

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone Ind AS financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2017 its profit, total comprehensive income, its cash flows and the changes in equity for the year ended on that date.

Report on Other Legal and Regulatory Requirements

1. As required by Section 143 (3) of the Act, based on our audit we report that:
 - a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
 - b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
 - c) The Balance Sheet, the Statement of Profit and Loss including Other Comprehensive Income, the Cash Flow Statement and Statement of Changes in Equity dealt with by this Report are in agreement with the books of account.
 - d) In our opinion, the aforesaid standalone Ind AS financial statements comply with the Indian Accounting Standards prescribed under section 133 of the Act.
 - e) On the basis of the written representations received from the directors as on March 31, 2017 taken on record by the Board of Directors, none of the directors is

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disqualified as on March 31, 2017 from being appointed as a director in terms of Section 164 (2) of the Act.

f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure A". Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Company's internal financial controls over financial reporting.

g) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, as amended, in our opinion and to the best of our information and according to the explanations given to us:

i. The Company has disclosed the impact of pending litigations on its financial position in its standalone Ind AS financial statements - Refer note 32(A) and 32(B) to the financial statements;

ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.

iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

iv. The Company has provided requisite disclosures in the standalone Ind AS financial statements as regards its holding and dealings in Specified Bank Notes as defined in the Notification S.O. 3407(E) dated the 8th November, 2016 of the Ministry of Finance, during the period from 8th November 2016 to 30th December 2016. Based on audit procedures performed and the representations provided to us by the management we report that the disclosures are in accordance with the books of account maintained by the Company - Refer note 11 to the financial statements.

2. As required by the Companies (Auditor's Report) Order, 2016 ("the Order") issued by the Central Government in terms of Section 143(11) of the Act, we give in "Annexure B" a statement on the matters specified in paragraphs 3 and 4 of the Order.

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

Annual Report 2016-2017



Place: Pune
Date: May 11, 2017

--SD/--
Sunil S Kothari
Partner
(Membership No. 208238)



	Particulars	Note No.	As at 31st March 2017	As at 31st March 2016	As at 1st April 2015
	ASSETS				
(1)	Non-current assets				
	(a) Property, plant and equipment	3	89,913.72	100,126.26	106,656.39
	(b) Capital work-in-progress	3 (i)	104.00	1.05	12.67
	(c) Other intangible assets	4	75.53	431.80	916.66
	(d) Financial assets				
	(i) Investments	5	912.78	912.78	912.78
	(ii) Other financial assets	6	120.39	160.09	178.85
	(e) Other non-current assets	7	1,167.91	917.39	924.63
	(f) Current tax assets (net)		239.99	264.99	225.39
	(g) Deferred tax assets (net)	8	-	-	-
			92,534.32	102,814.36	109,827.37
(2)	Current Assets				
	(a) Inventories	9	22,780.11	20,394.72	22,648.84
	(b) Financial assets				
	(i) Investments	5	8,451.75	-	-
	(ii) Trade receivables	10	10,650.92	11,014.46	11,713.58
	(iii) Cash and cash equivalents	11	7,403.12	11,895.53	4,235.55
	(iv) Other financial assets	12	2,629.03	38.30	3.99
	(c) Current tax assets (net)		93.67	-	-
	(d) Other current assets	13	5,597.18	6,699.27	7,625.21
			57,605.78	50,042.28	46,227.17
	Total Assets		150,140.10	152,856.64	156,054.54
	EQUITY AND LIABILITIES				
(1)	Equity				
	(a) Equity share capital	14	86,600.00	86,600.00	86,600.00
	(b) Other equity		(49,903.44)	(55,372.36)	(58,830.83)
			36,696.56	31,227.64	27,769.17
	Liabilities				
(2)	Non-current liabilities				
	(a) Financial liabilities				
	(i) Borrowings	15	87,044.46	94,383.49	66,975.21
	(ii) Other financial liabilities	16	-	894.83	3,113.86
	(b) Provisions	17	1,464.48	1,542.77	1,425.16
			88,508.94	96,821.09	71,514.23
(3)	Current liabilities				
	(a) Financial Liabilities				
	(i) Borrowings	18	-	-	3,583.90
	(ii) Trade payables				
	- Dues to micro and small enterprises	19	12.05	67.77	98.99
	- Dues to other creditors		17,329.07	14,589.08	9,795.42
	(iii) Other financial liabilities	20	3,846.22	4,399.58	37,985.63
	(b) Other current liabilities	21	3,056.22	5,245.62	4,941.28
	(c) Provisions	22	691.04	505.86	365.92
			24,934.60	24,807.91	56,771.14
	Total Equity and Liabilities		150,140.10	152,856.64	156,054.54

Summary of significant accounting policies 2
The accompanying notes are an integral part of the financial statements.

In terms of our report attached
For Deloitte Haskins & Sells
Chartered Accountants

For and on behalf of the Board
For Tata BlueScope Steel Limited

SD/-

Sunil S Kothari
Partner

SD/-
Managing Director
(DIN: 06636911)

SD/-
Director
(DIN: 02350176)

SD/-
Chief Financial Officer
(M No.: 202987)

SD/-
Company Secretary
(M No.: F5241)

Place: Pune
Date: 11/05/2017

Place: Kolkata
Date: 11/05/2017

Tata BlueScope Steel Limited

Standalone Statement of Changes in Equity for the year ended 31st March, 2017

A. Equity Share Capital

Rs. in Lakhs

Particulars	Amount
Balance As at 1st April, 2015	86,600.00
Change during the year	-
Balance As at 31st March, 2016	86,600.00
Change during the year	-
Balance As at 31st March, 2017	86,600.00

B. Other Equity

Rs. In Lakhs

Particulars	Reserves and Surplus	Total
	Retained Earnings	
Balance As at 1st April, 2015	(58,830.83)	(58,830.83)
Profit for the year	3,396.52	3,396.52
Other Comprehensive Income for the year, net of income tax		
- Remeasurement gains / (losses) on defined benefit plans	61.95	61.95
Balance As at 31st March, 2016	(55,372.36)	(55,372.36)
Profit for the year	5,387.66	5,387.66
Other Comprehensive Income for the year, net of income tax		
- Remeasurement gains / (losses) on defined benefit plans	81.26	81.26
Balance As at 31st March, 2017	(49,903.44)	(49,903.44)

In terms of our report attached

For Deloitte Haskins & Sells
Chartered Accountants

For and on behalf of the Board
For Tata BlueScope Steel Limited

SD/-
Sunil S Kothari
Partner

SD/-
Managing Director
(DIN: 06636911)

SD/-
Director
(DIN: 02350176)

Place: Pune
Date: 11/05/2017

SD/-
Chief Financial Officer
(M No.: 202987)
Place: Kolkata
Date: 11/05/2017

SD/-
Company Secretary
(M No.: F5241)

Tata BlueScope Steel Limited

Standalone Statement of Profit and Loss for the year ended 31st March, 2017

Rs. in Lakhs

	Particulars	Note No.	For the year ended 31st March 2017	For the year ended 31st March 2016
(I)	Revenue from operations	23	184,075.34	168,711.66
(II)	Other income	24	1,713.68	722.16
(III)	Total Income		185,789.02	169,433.82
(IV)	EXPENSES			
	(a) Cost of material consumed	25	107,721.82	100,032.90
	(b) Changes in inventories of finished goods and work-in-progress	26	(996.55)	1,440.83
	(c) Excise duty on sale of goods		18,773.80	17,462.99
	(d) Employee benefits expense	27	13,237.24	8,259.25
	(e) Finance costs	28	10,307.29	11,152.88
	(f) Depreciation and amortisation expense	3 & 4	6,387.17	7,101.66
	(g) Provision for impairment of Property, plant and equipment	3	5,100.47	-
	(h) Other expenses	29	19,870.12	20,586.79
	Total Expenses		180,401.36	166,037.30
(V)	Profit before tax (III - IV)		5,387.66	3,396.52
(VI)	Tax Expense			
	(1) Current Tax		-	-
	(2) Deferred Tax		-	-
	Total tax expense		-	-
(VII)	Profit for the year (V-VI)		5,387.66	3,396.52
(VIII)	Other comprehensive income			
	(a) Items that will not be reclassified to profit or loss		81.26	61.95
	(b) Income tax relating to items that will not be reclassified to profit or loss		-	-
			81.26	61.95
(IX)	Total Comprehensive Income for the year (VII+VIII)(Comprising Profit and Other Comprehensive Income for the year)		5,468.92	3,458.47
(X)	Earnings per equity share (Ref Note 37):			
	(1) Basic		0.62	0.39
	(2) Diluted		0.62	0.39

Summary of significant accounting policies 2
The accompanying notes are an integral part of the financial statements.

In terms of our report attached
For Deloitte Haskins & Sells
Chartered Accountants

For and on behalf of the Board
For Tata BlueScope Steel Limited

SD/-
Sunil S Kothari
Partner

SD/-
Managing Director
(DIN: 06636911)

SD/-
Director
(DIN: 02350176)

SD/-
Chief Financial Officer
(M No.: 202987)

SD/-
Company Secretary
(M No.: F5241)

Place: Pune
Date: 11/05/2017

Place: Kolkata
Date: 11/05/2017

Particulars	For the year ended 31st March 2017	For the year ended 31st March 2016
A. Cash flow from / (used in) operating activities		
Profit for the year (excluding other comprehensive income)	5,387.66	3,396.52
<u>Adjustments for:</u>		
Depreciation and amortisation	6,387.17	7,101.66
Finance costs	10,307.29	11,152.88
Liabilities no longer required written back	(335.39)	(26.51)
Provision for bad and doubtful debts	76.72	(66.40)
Provision for Impairment of Property, plant and equipment	5,100.46	-
Loss on sale & discard of Property, plant and equipment	5.10	-
Provision for warranty	116.42	162.60
Interest on bank & other deposit	(655.37)	(343.98)
Gain arising on sale of current investments and financial assets designated at FVTPL	(396.30)	-
Provision for inventory	104.64	64.36
Net unrealised exchange (gain) / loss	28.10	51.91
	20,738.84	18,096.52
Operating profit before working capital changes	26,126.50	21,493.04
<u>Changes in working capital:</u>		
Adjustments for (increase) / decrease in operating assets:		
Inventories	(3,155.13)	2,190.01
Trade and other receivables	1,133.51	1,654.01
Adjustments for increase / (decrease) in operating liabilities:		
Trade and other payables	497.10	5,106.20
Current provisions	76.86	(22.65)
Non-current provisions	2.97	179.57
	(1,444.69)	9,107.14
Cash generated from operations	24,681.81	30,600.18
Net income tax (paid) / refunds	(68.68)	(39.60)
Net cash flow from / (used in) operating activities (A)	24,613.13	30,560.58
B. Cash flow from / (used in) investing activities		
Payments for property, plant & equipment, other intangible assets and capital work in progress	(557.59)	(301.63)
Proceeds on sale of property, plant & equipment	2.06	-
Gain arising on sale of current investments	364.51	-
Proceeds on sale of current investments	28,000.00	-
Payments to acquire current investments	(38,910.79)	-
Interest from bank on deposit	555.47	309.67
	(10,546.34)	8.04
Net cash flow from / (used in) investing activities (B)	(10,546.34)	8.04
C. Cash flow from / (used in) financing activities		
Proceeds from non-current borrowings	-	27,474.00
Repayment of non-current borrowings	(7,500.00)	(32,500.00)
Proceeds from current borrowings	-	-
Repayment of current borrowings	-	(3,583.90)
Finance cost	(11,057.40)	(14,297.20)
	(18,557.40)	(22,907.10)
Net cash flow from / (used in) financing activities (C)	(18,557.40)	(22,907.10)
Net increase / (decrease) in Cash and cash equivalents (A+B+C)	(4,490.61)	7,661.52
Cash and cash equivalents at the beginning of the year	11,895.53	4,235.55
Effect of exchange rate changes on the balance of cash and cash equivalents held in foreign currency	(1.80)	(1.54)
Cash and cash equivalents at the end of the year	7,403.12	11,895.53
Cash and cash equivalents at the end of the year comprises of:		
(a) Balances with scheduled banks		
(i) Current accounts	3,401.31	2,733.10
(ii) Deposit accounts	4,000.46	9,161.46
(b) Cash on hand	1.35	0.97
	7,403.12	11,895.53

Notes:

(i) Figures in brackets represent outflows

The accompanying notes are an integral part of the financial statements.

In terms of our report attached
For Deloitte Haskins & Sells
Chartered Accountants

For and on behalf of the Board
For Tata BlueScope Steel Limited

SD/-
Sunil S Kothari
Partner

SD/-
Managing Director
(DIN: 06636911)

SD/-
Director
(DIN: 02350176)

Place: Pune
Date: 11/05/2017

SD/-
Chief Financial Officer
(M No.: 202987)
Place: Kolkata
Date: 11/05/2017

SD/-
Company Secretary
(M No.: F5241)

1. CORPORATE INFORMATION

Tata BlueScope Steel Limited ('the Company') is a joint venture between Tata Steel Limited, India and BlueScope Steel Asia Holding Pty Ltd, Australia, a wholly owned subsidiary of BlueScope Steel Limited, Australia. The Company was originally incorporated as BlueScope Steel Building Solution (Private) Limited on 9th February 2005. The Joint Venture Agreement was executed on 23rd November, 2005, amongst Tata Steel Limited (TSL) and BlueScope Steel Asia Holdings Pty Ltd. (BSAH) and BlueScope Steel Limited (BSL) and BlueScope Steel Building Solutions Private Limited (BSBSPL). As per the Joint Venture Agreement referred above, both BSL and TSL shall contribute the total equity contribution in the ratio 50:50. This joint venture agreement came into effect from 30th May 2006.

BSBSPL had been converted into a limited Company under the name BlueScope Steel Building Solutions Limited (BSBSL) and the name of the Company had further been changed from BSBSL to Tata BlueScope Steel Limited with effect from 12th June 2006.

The Company's registered office is in Pune in the State of Maharashtra and has plants in Pune, Jamshedpur, Chennai, Bhiwadi, Adityapur (Jamshedpur) and Khed City (Pune). The Company supplies pre-engineered building and building products to its target market, South Asia.

2. SIGNIFICANT ACCOUNTING POLICIES

A. Statement of compliance:

The standalone financial statements have been prepared in accordance with Indian Accounting Standards (Ind AS) notified under the Companies (Indian Accounting Standards) Rules 2015. These are the Company's first Ind AS financial statements. The date of transition to Ind AS is 1st April, 2015 (transition date). Refer note 2(U) for the details of first time adoption exemptions availed by the Company.

Up to the year ended 31st March 2016, the Company prepared its financial statements in accordance with the requirements of previous Generally Accepted Accounting Principles in India ("Indian GAAP"), which includes standards notified under the Companies (Accounting Standards) Rules, 2014.

B. Basis for the preparation and presentation:

The financial statements have been prepared on the historical cost basis except for certain financial instruments that are measured at fair values at the end of each reporting period, as explained in the accounting policies below.

Historical cost is generally based on the fair value of the considerations given in exchange for goods and services.

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date, regardless of whether that price is directly observable or estimated using another valuation technique. In estimating the fair value of an asset or a liability, the Company takes into account the characteristics of the asset or liability if market participants would take those characteristics into account when pricing the asset or liability at the measurement date. Fair value for measurement and/ or disclosure purposes in these financial statements is determined on such a basis, except for share-based payment transactions that are within the scope of Ind AS 102, leasing transactions that are within the scope of Ind AS 17, and measurements that have some similarities to fair value but are not fair value, such as net realizable value in Ind AS 2 or value in use in Ind AS 36.

In addition, for financial reporting purposes, fair value measurements are categorized into Level 1, 2 or 3 based on the degree to which the inputs to the fair value measurements are observable and the significance of the inputs to the fair value measurement in its entirety, which are described as follows:

- Level 1 inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities that the entity can access at the measurement date;
- Level 2 inputs are inputs, other than quoted prices included within Level 1, that are observable for the asset or liability, either directly or indirectly; and
- Level 3 inputs are unobservable inputs for the asset or liability.

C. Comparatives:

Comparative financial information is presented in accordance with the 'Corresponding Figure' financial reporting framework set out in Standard on Auditing 710 on Comparatives. Accordingly, amounts and other disclosures for the preceding period/year are included as an integral part of the current period/year's financial statements, and are to be read in relation to the amounts and other disclosures relating to the current period/year.

D. Use of Estimates:

The preparation of financial statements in conformity with the recognition and measurement principles of IND AS requires the management to make estimates and assumptions that affect the reported balances of assets and liabilities, disclosures of contingent liabilities at the date of the financial statements and the reported amounts of income and expenses for the periods presented.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimates are revised and future periods are affected. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates. Difference between the actual result and estimates are recognised in the year in which the results are known/ materialized.

Key sources of estimation of uncertainty at the date of financial statements, which may cause a material adjustment to the carrying amounts of assets and liabilities within the next financial year are, useful lives of property, plant & equipment and intangible assets, valuation of deferred tax assets and provisions & contingent liabilities

Useful lives of property, plant & equipment and Intangible Assets (PPE&IA)

The useful lives of PPE&IA are reviewed at the end of each reporting period. This reassessment may result in change in depreciation / amortisation expense in the future periods.

Valuation of deferred tax assets

The carrying amount of deferred tax assets are reviewed at the end of each reporting period. The policy for the same has been explained under Note 2(P).

Provisions and contingent liabilities

A provision is recognised when the Company has a present obligation as a result of past event and it is probable than an outflow of resources will be required to settle the obligation, in respect of which the reliable estimate can be made. Provisions (excluding retirement benefits and compensated absences) are not discounted to its present value and are determined based on best estimate required to settle the obligation at the Balance Sheet date. These are reviewed at each Balance Sheet date adjusted to reflect the current best estimates. Contingent liabilities are not recognised in the financial statements. A contingent asset is neither recognised nor disclosed in the financial statements

The Company provides an amount equivalent to 1% of Engineering to Order (ETO) sales in relation to warranties given to customers for workmanship (quality) related liabilities. Historical data and experience is used as a basis for the amount provided. In addition, the Company provides an amount equivalent to 0.25% of external sales of Coated Steel and its transfers to Lysaght business

E. Operating Cycle:

Based on the nature of products / activities of the Company and the normal time between acquisition of assets and their realization in cash or cash equivalents, the Company has determined its operating cycle as 12 months for the purpose of classification of its assets and liabilities as current and non-current.

F. Revenue Recognition:

Revenue is recognised on the following basis;

Revenue is measured at the fair value of the consideration received or receivable. Revenue is reduced for customer returns, rebates and other similar allowances.

- i. Sale of Goods: Revenue from the sale of goods is recognised when the goods are delivered and titles have passed, at which time all the following conditions are satisfied:
 - a. The Company has transferred to the buyer the significant risk and rewards of ownership of the goods;
 - b. The Company retains neither continuing managerial involvement to the degree usually associated with ownership nor effective control over the goods sold;
 - c. The amount of revenue can be measured reliably;
 - d. It is probable that the economic benefits associated with the transaction will flow to the Company; and
 - e. The costs incurred or to be incurred in respect of the transaction can be measured reliably.

Sale of goods is recognized gross of excise duty but net of sales tax and value added tax.

- ii. Export Incentives: Incentives for export under various schemes notified by Government have been recognised when there is a reasonable assurance that the company will comply with the conditions prescribed and the incentive will be received.
- iii. Construction Contracts: When the outcome of a construction contract can be estimated reliably, revenue and costs are recognised with reference to the stage of completion of the contract activity at the end of the reporting period. The outcome of a construction contract is measured based on the proportion of contract costs incurred for the work performed to date relative to the estimated total contract costs, except where this would not be representative of the stage of completion. Variations in contract work, claims and incentive payments are included to the extent that the amount can be measured reliably and its receipt is considered probable.

The outcome of a construction contract is considered as estimated reliably when

- (a) all critical approvals necessary for commencement of the project have been obtained;

- (b) the stage of completion of the project reaches a reasonable level of development i.e., the expenditure incurred on construction and development cost is at least 25% of the total construction and development costs; and
- (c) it is reasonably expected that the counterparty will comply with the payment terms in the agreements.

When the outcome of a construction contract cannot be estimated reliably, contract revenue is recognised to the extent of contract cost incurred that it is probable and will be recoverable. Contract costs are recognised as expenses in the period they are incurred.

When it is probable that the total contract costs will exceed the total contract revenue, the entire expected loss is immediately recognised as an expense.

When contract cost incurred to date plus recognised profits less recognised losses exceed progress billings, the surplus is shown as amounts due from customers for contract work. For contracts where progress billings exceed contract costs incurred to date plus recognised profits less recognised losses, the surplus is shown as the amounts due to customers for contract work. Amounts received before the related work is performed are included in the Balance Sheet, as advances received under liability. Amounts billed for work performed but not yet paid by the customer are included in the Balance Sheet under trade receivables.

Revenue in respect of claims for escalation of price is recognised when there is reasonable certainty to assess the ultimate collection.

- iv. Commission Income: This is recognised at the time of delivery of material to the party.
- v. Interest Income: Interest income from a financial asset is recognized when it is probable that the economic benefits will flow to the company and the amount of income can be measured reliably. Interest income is accrued on a time basis, by reference to the principal outstanding and at the effective interest rate applicable, which is the rate that exactly discounts estimated future cash receipts through the expected life of the financial asset to that asset's net carrying amount on initial recognition.
- vi. Rental Income: The Company's policy for recognition of revenue from operating leases is described in point O below.

G. Property, Plant and Equipment and Intangible Assets (PPE&IA) :

PPE&IA are stated at cost of acquisition or construction less accumulated depreciation / amortisation. All costs relating to the acquisition and installation of PPE&IA are capitalized and include financing costs relating to borrowed funds attributable to the construction or acquisition of qualifying PPE&IA, up to the date the asset is ready for intended use. Self-constructed assets are considered at cost for the purpose of capitalization.

Any gain or loss arising on the disposal or retirement of an item of PPE&IA is determined as the difference between the sales proceeds and the carrying amount of the assets and is recognised in Statement of Profit & Loss.

H. Depreciation & Amortisation :

PPE&IA (net of residual value of 5% of original cost) (other than freehold land and properties under construction) are depreciated on straight line basis over their estimated useful lives envisaged in Schedule II of the Companies Act 2013 except in case of Office Building in which case the useful life is determined based on a technical evaluation by a Chartered Engineer. However, assets valued up to Rs. 5,000 are fully depreciated in the year of acquisition. The useful life as adopted by the Company are as under:

Particulars	Estimated Useful life [In Years]
Factory Building	30
Office Building	61
Plant and Machinery (Single Shift)	15
Plant and Machinery (Two shifts)	10
Plant and Machinery (Three shifts)	7.5
Plant and Machinery (continuous)	25
Computers- Servers & Networks	6
Computers- End user equipment	3
Office Equipment	5
Furniture & Fixtures	10
Software	5
Technical Know How	5
Tools & Dies	5
Vehicles	8

Freehold Land is not depreciated.

Depreciation / Amortisation on PPE&IA acquired and sold during the year is provided on pro-rata basis with reference to the date of addition or sale.

The estimated useful lives, residual values and depreciation method are reviewed at the end of each reporting period, with the effect of any changes in estimate accounted for on a prospective basis.

I. Borrowing Costs:

Borrowing costs directly attributable to the acquisition, construction or production of qualifying assets, which are assets that necessarily take a substantial period of time to get ready for their intended use, are added to the cost of those assets, until such time as the assets are substantially ready for their intended use.

All other borrowing costs are recognized in profit or loss in the period in which they are incurred.

J. Impairment of Assets:

At each Balance Sheet date, the Company reviews the carrying amounts of its PPE&IA to determine whether there is any indication that those assets suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of impairment loss. Recoverable amount is the higher of an asset's fair value less costs of disposal and value in use. In assessing value in use, the estimated future cash flows expected from the continuing use of the asset and from its disposal are discounted to their present value using a pre-tax discount rate that reflects the current market assessments of time value of money and the risks specific to the asset. Reversal of impairment loss is recognised as income in the Statement of Profit and Loss as and when they arise.

K. Inventories:

Finished products, Work in progress, Raw material & components, Stores and spare parts are carried at lower of cost and net realizable value. Purchased raw materials-in-transit are carried at cost. Necessary provision is made and charged to Statement of Profit & Loss in case of identified slow moving and obsolete items.

Cost of inventories is generally ascertained on the 'weighted average basis'. Work in progress and finished and semi-finished products are valued on full absorption cost basis.

L. Employee Benefits:

Retirement benefit costs and termination benefits

Payments to defined contribution retirement benefit are recognized as an expense when employees have rendered service entitling them to the contributions.

For defined retirement benefit plans, the cost of providing is determined using the projected unit credit method for which actuarial valuations are being carried out at the end of each annual reporting period. Remeasurement, comprising actuarial gains and losses, the effect of the changes to the asset ceiling (if applicable) and the return on plan assets (excluding net interest), is reflected immediately in the balance sheet with a charge or a credit recognized in other comprehensive income in the period in which they occur. Remeasurement recognized in other comprehensive income is reflected immediately in retained earnings and is not reclassified to profit or loss. Past service cost is recognized in profit or loss in the period of a plan amendment. Net interest is calculated by applying the discount rate at the beginning of the period to the net defined benefit liability or asset. Defined benefit costs are categorized as follows:

- Service cost (including current service cost, past service cost, as well as gains and losses on curtailments and settlements);
- Net interest expense or income; and
- Remeasurement

The Company presents the first two components of defined benefit costs in profit or loss in the line item 'Employee benefits expense'. Curtailment gains and losses are accounted for as past service costs.

Any surplus resulting from this calculation is limited to the present value of any economic benefits available in the form of refunds from the plans or reductions on future contributions to the plans.

A liability for a termination benefit is recognized either when the entity can no longer withdraw the offer of the termination benefit or when the entity recognizes any related restructuring costs, whichever is earlier.

Short-term and other long-term employee benefits: -

A liability is recognized for benefits accruing to employees in respect of wages and salaries and annual leave in the period the related service is rendered at the undiscounted amount of the benefits expected to be paid in exchange for that service.

Liabilities recognized in respect of short-term employee benefits are measured at the undiscounted amount of the benefits expected to be paid in exchange for the related service.

Liabilities recognized in respect of other long-term employee benefits are measured at the present value of the estimated future cash outflows expected to be made by the Company in respect of services provided by employees up to the reporting date.

M. Foreign Currency Transactions:

Transactions in foreign currencies are recorded at the rates of exchange prevailing on the date of the transaction. Foreign currency monetary assets and liabilities are translated into rupees at the rate of exchange prevailing on the date of the Balance Sheet and the resulting gain/loss is recorded in the Statement of Profit and Loss. Exchange differences arising on settlement of transactions and translation of monetary items are recognised as income or expense in the year in which they arise.

N. Provisions, Contingent Liabilities and Contingent Assets:

As per Ind AS 37, 'Provisions, Contingent Liabilities and Contingent Assets', the Company recognizes provisions only when it has a present obligation as a result of a past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and when a reliable estimate of the amount of the obligation can be made.

No Provision is recognised for:

- i) Any possible obligation that arises from past events and the existence of which will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Company; or
- ii) Any present obligation that arises from past events but is not recognised because-
 - a) It is not probable that an outflow of resources embodying economic benefits will be required to settle the obligation; or
 - b) A reliable estimate of the amount of obligation cannot be made.

Such obligations are recorded as Contingent Liabilities. These are assessed periodically and only that part of the obligation for which an outflow of resources embodying economic benefits is probable, is disclosed, except in the extremely rare circumstances where no reliable estimate can be made.

Contingent Assets are not recognised in the financial statements since this may result in the recognition of income that may never be realized.

O. Leases:

Leases are classified as finance leases whenever the terms of the lease transfers substantially all the risks and rewards of ownership to the lessee. All other leases are classified as operating leases.

As lessor:

Rental income from operating lease is generally recognized on a straight-line basis over the term of the relevant lease. Where the rentals are structured solely to increase in line with expected general inflation to compensate for expected inflationary cost increases, such increases are recognized in the year in which such benefits accrue. Initial direct costs incurred in negotiating and arranging an operating lease are added to the carrying amount of the leased asset and recognized on a straight-line basis over the lease term.

As lessee:

Rental expense from operating leases is generally recognized on a straight-line basis over the term of the relevant lease. Where the rentals are structured solely to increase in line with expected general inflation to compensate for the lessor's expected inflationary cost increases, such increases are recognized as an expense in the period in which they are incurred.

In the event that lease incentives are received to enter into operating leases, such incentives are recognized as a liability. The aggregate benefit of incentives is recognized as a reduction of rental expense on a straight-line basis, except where another systematic basis is more representative of the time pattern in which economic benefits from the leased asset are consumed.

P. Current and Deferred Taxes:

Income tax expense represents the sum of the tax currently payable and deferred tax.

Tata BlueScope Steel Limited
Notes to standalone financial statements for the year ended 31st March, 2017

Current tax:

The tax payable is based on the taxable profit for the year, computed in accordance with the provisions of applicable tax laws. Taxable profit differs from 'profit before tax' as reported in the statement of profit and loss because of items of income or expense that are taxable or deductible in other years and items that are never taxable or deductible. The Company's current tax is calculated using tax rates that have been enacted or substantively enacted by the end of the reporting period.

Deferred tax:

Deferred tax is recognized on temporary differences between the carrying amounts of assets and liabilities in the financial statements and the corresponding tax bases used in the computation of taxable profit. Deferred tax liabilities are generally recognized for all taxable temporary differences. Deferred tax assets are generally recognized for all deductible temporary differences to the extent that it is probable that taxable profits will be available against which those deductible temporary differences can be utilized.

The carrying amount of deferred tax assets is reviewed at the end of each reporting period and reduced to the extent that it is no longer probable that sufficient taxable profits will be available to allow all or part of the asset to be recovered.

Deferred tax liabilities and assets measured at the tax rates that are expected to apply in the period in which the liability is settled or the asset realized, based on tax rates (and tax laws) that have been enacted or substantively by the end of the reporting period.

The measurement of deferred tax liabilities and assets reflects the tax consequences that would follow from the manner in which the Company expects, at the end of the reporting period, to recover or settle the carrying amount of its assets and liabilities.

Current and deferred tax for the year:

Current and deferred tax are recognized in profit or loss, except when they relate to items that are recognized in other comprehensive income or directly in equity, in which case, the current and deferred tax are also recognized in other comprehensive income or directly in equity respectively.

Q. Statement of Cash Flow:

The Cash Flow statement is prepared by indirect method set out in Ind AS 7- "Cash Flow Statements" and present cash flows by operating, investing and financing activities of the Company.

R. Earnings per share:

The Company reports basic and diluted earnings per share in accordance with Ind AS - 33 on 'Earnings per Share'. Basic earnings per share is computed by dividing the net profit or loss for the year by the weighted average number of Equity shares outstanding during the year. Diluted earnings per share is computed by dividing the net profit or loss for the year by the weighted average number of equity shares outstanding during the year as adjusted for the effects of all diluted potential equity shares except where the results are anti- dilutive.

S. Derivative Financial Instruments:

The Company uses forward contract to hedge its risks associated with foreign exchange fluctuations as needed. Such derivative financial instrument is used as risk management tools and not for speculative purposes. Derivative financial instrument entered into for hedging foreign exchange risks of recognised foreign currency monetary item is accounted for as per the principles laid down in Ind AS- 39 "Financial Instruments – Recognition & Measurement". Premium / discounts on forward contract is amortised over the life of forward contract.

T. Financial Instruments:

Financial assets and financial liabilities are recognised when the Company becomes a party to the contractual provisions of the instrument. Financial assets and liabilities are initially measured at fair value. Transaction costs that are directly attributable to the acquisition or issue of financial assets and financial liabilities (other than financial assets and financial liabilities at fair value through profit or loss) are added to or deducted from the fair value measured on initial recognition of financial asset or financial liability. The transaction costs directly attributable to the acquisition of financial assets and financial liabilities at fair value through profit and loss are immediately recognised in the Statement of Profit and Loss.

Effective interest method

The effective interest method is a method of calculating the amortised cost of a financial instrument and of allocating interest income or expense over the relevant period. The effective interest rate is the rate that exactly discounts future cash receipts or payments through the expected life of the financial instrument, or where appropriate, a shorter period.

i. Financial assets

Investment in the Equity instruments of Subsidiary are carried at deemed cost as per the transition provision of Ind AS - 27 "Separate Financial Statements".

Financial assets other than mentioned above are carried at fair value through Statement of Profit and Loss (FVTPL). All recognised financial assets are subsequently measured in their entirety at either amortised cost or fair value, depending on the classification of the financial assets.

ii. Financial liabilities and equity instruments

Financial liabilities and equity instruments issued by the Company are classified according to the substance of the contractual arrangements entered into and the definitions of a financial liability and an equity instrument.

Interest-bearing bank loans, overdrafts and issued debt are initially measured at fair value and are subsequently measured at amortised cost using the effective interest rate method.

Financial Liabilities are carried at fair value through Statement of Profit and Loss, with any gains or losses arising on measurement recognised in profit and loss. The net gain or loss recognised in profit and loss incorporates any interest paid on the financial liability and is included in the 'Other income' line item.

U. Explanation of Transition to Ind AS:

The transition from Indian GAAP to Ind AS has been accounted for in accordance with Ind AS - 101 'First Time Adoption of Indian Accounting Standards', as at the transition date. However, this principle is subject to the certain exceptions and certain optional exemptions availed by the Company as detailed below.

Classification and measurement of financial assets and liabilities

The fair value of the financial assets or the financial liabilities as on the transition date to Ind AS has been adopted as the new gross carrying amount of that financial assets or the new amortised cost of that financial liabilities.

Deemed cost of property, plant and equipment and intangible assets

The Company has elected to continue with the carrying value of all of its property, plant & equipment and intangible assets recognised as of the transition date measured as per the Indian GAAP and use that carrying value as its deemed cost as of the transition date.

Determining whether an arrangement contain a lease

The Company has applied Appendix C of Ind AS - 17 'Determining whether an Arrangement contains a Lease' to determine whether an arrangement existing at the transition date contains a lease on the basis of facts and circumstances existing at that date.

Equity investment in the Subsidiary

The Company opts to carry its investment in the Subsidiary at 'deemed cost' based on the Indian GAAP carrying amount that existed at the transition date.

Impairment of financial assets

The Company has applied the impairment requirements of Ind AS - 109 'Financial Instruments' retrospectively; however, as permitted by Ind AS 101, the Company has used reasonable and supportable information that is available without undue cost or effort to determine the credit risk at the date of financial instruments were initially recognised in order to compare it with the credit risk at the transition date.

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Tata BlueScope Steel Limited

Note 3 : Tangible Assets

Rs. in Lakhs

Particulars	Deemed Cost			Depreciation			Impairment#	Net Block
	As at 01.04.2016	Additions / Adjustments during the year	Deductions during the year	As at 31.03.2017	For the year	On deductions		
Freehold Land	1,716.12	-	-	1,716.12	-	-	-	1,716.12
Freehold Buildings	32,682.70	1.51	-	32,684.21	1,069.39	-	3,601.13	26,905.44
Leasehold Improvement	1,206.81	-	-	1,206.81	112.02	-	-	982.84
Plant & Equipment*	70,059.75	688.50	-	70,748.25	4,581.30	-	1,484.27	59,630.20
Tools & Dies	101.12	0.33	-	101.45	29.10	-	0.78	32.65
Furniture & Fixtures	394.86	1.02	4.86	391.02	62.22	2.59	12.73	256.39
Office Equipment	575.64	200.46	4.89	771.21	175.45	4.30	1.56	356.24
Vehicles	6.08	34.35	6.08	34.35	1.41	1.59	-	33.84
Total	106,743.08	926.17	15.83	107,653.42	6,030.89	8.48	5,100.47	89,913.72

*Includes capital spares aggregating to Rs. 665.10 Lakhs earlier classified under inventory.

#Refer Note 39

Note 3 : Tangible Assets continued

Particulars	Deemed Cost			Depreciation			Impairment	Net Block
	As at 01.04.2015	Additions during the year	Deductions during the year#	As at 31.03.2016	For the year	On deductions		
Freehold Land	1,716.12	-	-	1,716.12	-	-	-	1,716.12
Freehold Buildings	32,682.70	-	-	32,682.70	1,108.25	-	-	31,574.45
Leasehold Improvement	1,207.01	-	0.20	1,206.81	111.95	-	-	1,094.85
Plant & Equipment	69,970.12	89.63	-	70,059.75	5,052.48	-	-	65,007.27
Tools & Dies	100.27	0.85	-	101.12	38.92	-	-	62.20
Furniture & Fixtures	389.68	8.37	3.20	394.86	62.27	-	-	332.60
Office Equipment	584.41	5.09	13.87	575.64	242.89	0.63	-	333.38
Vehicles	6.08	-	-	6.08	0.69	-	-	5.39
Total	106,656.39	103.94	17.26	106,743.08	6,617.45	0.63	6,616.82	100,126.26

Notes:

#Deductions during the year includes Rs. 17.02 Lakhs, wrongly capitalised during earlier periods which is reduced during the year.

Note 3 (i) : Capital WIP

Rs. in Lakhs

Particulars	As at 31st March 2017	As at 31st March 2016	As at 1st April 2015
	Capital work in progress	104.00	1.05
Total	104.00	1.05	12.67

Tata BlueScope Steel Limited

Note 4 : Intangible Assets

Rs. in Lakhs

Particulars	Deemed Cost			Amortization			Impairment As at 31.03.2017	Net Block As at 31.03.2017
	As at 01.04.2016	Additions during the year	Deductions during the year	As at 31.03.2017	For the year	On deductions As at 31.03.2017		
Intangible Assets (Other than internally generated) Software	613.33	-	-	613.33	231.47	537.80	-	75.53
Technical Know How	303.33	-	-	303.33	124.81	303.33	-	-
Total	916.66	-	-	916.66	356.28	841.13	-	75.53

Note 4 : Intangible Assets continued

Rs. in Lakhs

Particulars	Deemed Cost			Amortization			Impairment As at 31.03.2016	Net Block As at 31.03.2016
	As at 01.04.2015	Additions during the year	Deductions during the year	As at 31.03.2016	For the year	On deductions As at 31.03.2016		
Intangible Assets (Other than internally generated) Software	613.33	-	-	613.33	306.33	306.33	-	307.00
Technical Know How	303.33	-	-	303.33	178.52	178.52	-	124.80
Total	916.66	-	-	916.66	484.85	484.85	-	431.80

Tata BlueScope Steel Limited
Note 5 : Investments
Rs. in Lakhs

	Particulars	As at 31st March 2017	As at 31st March 2016	As at 1st April 2015
(a)	Non Current Investments			
	At Cost			
(i)	Investment in shares of Subsidiary Company (Unquoted) Bluescope Lysaght Lanka Pvt. Ltd. (BLLPL) 10,635,000 equity shares of SLR 10.00 each fully paid	912.38	912.38	912.38
	Others - Unquoted			
(ii)	National Savings Certificate	0.40	0.40	0.40
		912.78	912.78	912.78
(b)	Current Investments			
	At Fair value through Profit and Loss (FVTPL)			
(i)	Investments in Mutual Funds - Unquoted (Ref Note 5(i))	8,451.75	-	-
		8,451.75	-	-
	Total	9,364.53	912.78	912.78

Note 5 (i) : Details of Investments in Mutual Funds - Unquoted
Rs. in Lakhs

	Mutual Fund Name	As at 31st March 2017	As at 31st March 2016	As at 1st April 2015
1	Axis Liquid Fund - Growth (92,331 Units)	1,660.13	-	-
2	ICICI Prudential Money Market Fund - Reg - Growth (527,112 Units)	1,182.74	-	-
3	Invesco India Liquid Fund - Growth (74,899 Units)	1,672.04	-	-
4	JM High Liquidity - Growth (3,766,105 Units)	1,670.81	-	-
5	Tata Money Market Fund - Reg - Growth (23,584 Units)	602.28	-	-
6	UTI-Liquid Cash Plan - IP - Growth - Growth (62,626 Units)	1,663.75	-	-
	Total	8,451.75	-	-

Note: There were no investments in earlier reported year.

Tata BlueScope Steel Limited

Note 6 : Other Financial Assets - Non Current

Rs. In Lakhs

	Particulars	As at 31st March 2017	As at 31st March 2016	As at 1st April 2015
(a)	Unsecured, considered good Security deposits	120.39	160.09	178.85
	Total	120.39	160.09	178.85

Note 7 : Other non-current assets

Rs. In Lakhs

	Particulars	As at 31st March 2017	As at 31st March 2016	As at 1st April 2015
(a)	Unsecured, considered good			
(i)	Capital advances	1.34	6.66	6.66
(ii)	Prepaid lease payments	336.91	340.79	344.65
(iii)	Amount paid under protest (Ref note 32(A))	728.87	466.88	466.88
(iv)	Prepaid expenses	6.11	8.51	13.65
(v)	Security deposits	94.68	94.55	92.79
(b)	Doubtful			
(i)	Capital advances	-	35.44	35.44
	Less: Provision for bad & doubtful advances	-	(35.44)	(35.44)
	Total	1,167.91	917.39	924.63

Tata BlueScope Steel Limited

Note 8 : Deferred Tax Liabilities/Assets

(i) Break up of deferred tax liability as at year end: Rs. in Lakhs

	Nature of temporary difference	As at 31st March 2017	As at 31st March 2016	As at 1st April 2015
	Deferred Tax Liability			
	Difference between book and tax depreciation	10,916.09	11,919.66	11,252.57
	Unrealised forex gain	-	-	1.70
	Total	10,916.09	11,919.66	11,254.27

(ii) Break up of deferred tax asset as at year end: Rs. in Lakhs

	Nature of temporary difference	As at 31st March 2017	As at 31st March 2016	As at 1st April 2015
	Deferred Tax Assets			
	Provision for leave encashment	244.98	230.15	212.77
	Provision for Bonus & employee separation	1,411.94	247.28	141.99
	Provision for Gratuity	207.66	243.20	222.90
	Provision for doubtful debts & advances	243.96	231.20	311.36
	Business Loss	4,149.54	8,496.55	9,528.62
	Unabsorbed Depreciation	17,855.31	17,344.40	17,344.80
	Total	24,113.39	26,792.78	27,762.44

(iii)	Net Deferred Tax Assets	13,197.30	14,873.12	16,508.17
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(iv) Net Deferred Tax Asset Recognised: Rs. in Lakhs

	Nature of temporary difference	As at 31st March 2017	As at 31st March 2016	As at 1st April 2015
	Net Deferred Tax Asset recognised*	-	-	-

*On the ground of prudence, Deferred Tax Asset has been recognized only to the extent of Deferred Tax Liability.

Tata BlueScope Steel Limited

Note 9 : Inventories

Rs. in Lakhs

(Valued at lower of cost and net realisable value)

	Particulars	As at 31st March 2017	As at 31st March 2016	As at 1st April 2015
(a)	Raw Materials			
(i)	Raw Materials	11,387.85	11,149.29	10,775.63
(ii)	Goods-in-transit	1,686.59	368.18	1,748.67
		13,074.44	11,517.47	12,524.30
(b)	Work-in-progress	5,064.14	3,362.22	4,943.45
(c)	Stores & spare parts	1,590.89	1,759.02	1,565.48
(d)	Finished goods - Coated Steel Products	3,050.64	3,756.01	3,615.61
	Total	22,780.11	20,394.72	22,648.84

(Refer note 25 & 26 for cost of inventories recognised as an expense during the year).

Note 9 (i): Details of inventory of work-in-progress

Rs. in Lakhs

	Particulars	As at 31st March 2017	As at 31st March 2016	As at 1st April 2015
(a)	Secondary	47.65	68.61	68.48
(b)	Sheeting & Cladding	1,800.38	1,509.45	1,690.67
(c)	Trims	148.26	98.19	55.28
(d)	Metal Coated	2,300.35	1,069.28	2,193.19
(e)	Colour Coated	740.01	278.26	933.33
(f)	Other Items	27.49	338.43	2.50
	Total	5,064.14	3,362.22	4,943.45

Tata BlueScope Steel Limited
Note : 10 Trade Receivables

Rs. in Lakhs

	Particulars	As at 31st March 2017	As at 31st March 2016	As at 1st April 2015
(a)	Secured, considered good	3,363.54	4,687.66	3,234.52
(b)	Unsecured, considered good	7,287.38	6,326.80	8,479.06
(c)	Doubtful	789.51	712.79	972.20
(d)	Allowance for doubtful debts / expected credit loss	11,440.43 (789.51)	11,727.25 (712.79)	12,685.78 (972.20)
	Total	10,650.92	11,014.46	11,713.58

The above Includes Retention money not due of Rs. 998.61 Lakhs (31.03.16 Rs. 883.63 Lakhs, 31.03.15 Rs. 847.88 Lakhs).

10 (i) The Company records receivables on account of goods sold or services rendered in the normal course of business and classify the same as "trade receivable". The credit period for such sales vary based on terms negotiated with customers. Credit to customers are based on credit policies which are reviewed periodically. Before accepting any new customer, the Company uses effective tools to assess the credit worthiness of the customer. Deviations are allowed only after specific approvals as provided in the Credit policies. Out of the total trade receivables balance as at 31st March 2017, Rs. 803.65 Lakhs (31.03.16 Rs. 510.80 Lakhs, 01.04.2015 Rs. 584.26 Lakhs) was due from Larsen & Toubro Ltd., Rs. 933.74 Lakhs (31.03.16 Rs. 587.83 Lakhs, 01.04.2015 Rs. 401.85 Lakhs) was due from BlueScope Lysaght Lanka Private Limited and Rs. 838.49 Lakhs (31.03.16 Rs. 873.96 Lakhs, 01.04.2015 Rs. 712.89 Lakhs) was due from Interarch Building Systems Private Limited. There were no other customers who represent more than 5% of the total balance of gross trade receivables.

Rs. in Lakhs

	Particulars	As at 31st March 2017	As at 31st March 2016	As at 1st April 2015
(a)	Less than six months	10,427.62	10,985.64	11,462.14
(b)	More than six months	1,012.81	741.61	1,223.64
	Total	11,440.43	11,727.25	12,685.78

10 (ii) The Company has used a practical expedient by taking judgemental calls on expected credit loss allowance for trade receivables. Movement in the expected credit loss allowance is as follows:

Rs. in Lakhs

	Particulars	As at 31st March 2017	As at 31st March 2016
(a)	Balance at the beginning of the year	712.79	972.20
(b)	Movement in expected credit loss allowance on trade receivables calculated at lifetime expected credit loss	76.72	(66.40)
(c)	Bad debts written off	-	(193.01)
	Balance at the end of the year	789.51	712.79

The concentration of credit risk is limited due to the fact that customer base is large and unrelated.

Note 11: Cash and Cash Equivalents

Rs. in Lakhs

	Particulars	As at 31st March 2017	As at 31st March 2016	As at 1st April 2015
(a)	Balances with banks			
(i)	Current accounts	3,401.31	2,733.10	1,572.83
(ii)	Deposit accounts	4,000.46	9,161.46	2,661.46
(b)	Cash on hand	1.35	0.97	1.26
	Total	7,403.12	11,895.53	4,235.55

Details of specified Bank Notes (SBN)#

Rs

	Particulars	SBN*	Other Denomination Notes	Total
(a)	Closing cash in hand as on 8th November, 2016	20,000	134,624	154,624
(b)	Add: Permitted receipts	-	271,498	271,498
(c)	Less: Permitted payments	-	(268,339)	(268,339)
(d)	Less: Amount deposited in Banks	(20,000)	-	(20,000)
(e)	Closing cash in hand as on 30th December, 2016	-	137,783	137,783

* Includes 40 SBN of Rs. 500 denomination.

#Above information includes imprest cash balances & settlement thereon.

Tata BlueScope Steel Limited

Note 12 : Other Financial Assets - Current

Rs. in Lakhs

	Particulars	As at 31st March 2017	As at 31st March 2016	As at 1st April 2015
(a)	Interest accrued on fixed deposits	129.03	38.30	3.99
(b)	Corporate deposits	2,500.00	-	-
	Total	2,629.03	38.30	3.99

Note 13 : Other Current Assets

Rs. in Lakhs

	Particulars	As at 31st March 2017	As at 31st March 2016	As at 1st April 2015
	Unsecured, considered good			
(a)	Advance with public bodies*	4,120.04	4,539.54	5,685.87
(b)	Advances to suppliers, contractors and others	1,000.44	855.92	306.14
(c)	Prepaid expenses	228.27	185.15	233.70
(d)	Prepaid lease payments	3.87	3.86	3.85
(e)	Amount due from customers in respect of contract work (Unbilled revenue)	244.56	1,114.80	1,395.65
	Total	5,597.18	6,699.27	7,625.21

*Advance with public bodies as shown above includes Rs. 993.38 Lakhs (31.03.16: Rs. 868.00 lakhs, 01.04.15: Rs. 1,753.58 lakhs) dues from Excise and Custom Authorities.

Tata BlueScope Steel Limited

Note 14 : Equity Share Capital

Rs. in Lakhs

Particulars	As at 31st March 2017	As at 31st March 2016	As at 1st April 2015
Authorised:			
1,000,000,000 Equity Shares of Rs.10 each	100,000.00	100,000.00	100,000.00
(31.03.2016 : 1,000,000,000 Equity Shares of Rs.10 each)			
(01.04.2015 : 1,000,000,000 Equity Shares of Rs.10 each)	100,000.00	100,000.00	100,000.00
Issued, Subscribed and fully paid up:			
866,000,000 Equity Shares of Rs.10 each	86,600.00	86,600.00	86,600.00
(31.03.2016 : 866,000,000 Equity Shares of Rs.10 each)			
(01.04.2015 : 866,000,000 Equity Shares of Rs.10 each)			
Total	86,600.00	86,600.00	86,600.00

Note 14 (A): Reconciliation of the no. of shares outstanding at the beginning and at the end of the year:

Nos. in Lakhs

Particulars	As at 31st March 2017	As at 31st March 2016	As at 1st April 2015
No of shares outstanding at the beginning of the year	8,660.00	8,660.00	8,660.00
Add: Additional shares issued during the year	-	-	-
Less: Shares forfeited/Bought back during the year	-	-	-
No of shares outstanding at the end of the year	8,660.00	8,660.00	8,660.00

Note 14 (B): Number of shares held by each shareholder holding more than 5% shares in the company are as follows:

Details of shareholder	%	No of shares	
		As at 31st March 2017	As at 31st March 2016
Equity Shares:			
Tata Steel Limited	49.99%	432,999,997	432,999,997
BlueScope Steel Asia Holdings Pty Ltd	49.99%	432,999,997	432,999,997
Total		865,999,994	865,999,994

Note 14 (C): The Company has only one class of equity shares having a face value of Rs. 10 per share. Each holder of equity shares is entitled to one vote per share. In the event of the liquidation of the company, the holder of the equity shares will be entitled to receive the remaining assets of the company, after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders.

Note 15 : Non Current Borrowings

Rs. in Lakhs

Particulars	As at 31st March 2017		As at 31st March 2016		As at 1st April 2015	
	Debtentures	Term Loan	Debtentures	Term Loan	Debtentures	Term Loan
(a) Secured - At amortised cost						
2,500 Non Convertible, Non Cumulative, Redeemable Debtentures of Rs 10 Lakhs each fully paid up*						
(31.03.2016 : 2,500 Debtentures of Rs 10 Lakhs each)	24,930.00		24,902.64		24,902.64	
(31.03.2015 : 5,000 Debtentures of Rs 10 Lakhs each)	62,114.46		69,480.85		42,072.57	
Term Loan from banks	87,044.46		94,383.49		66,975.21	
Total						

*Non Convertible, Non Cumulative, Redeemable Debtentures amounting to Rs. 25,000 Lakhs are repaid on 28th Sept 2015 and the same are disclosed under Current maturities of Long Term Debt as at 1st April, 2015 (Refer Note 20).

Note 15 (i)- Movement in long term borrowings

Particulars	As at 31st March 2017		As at 31st March 2016		As at 1st April 2015	
	Debtentures	Term Loan	Debtentures	Term Loan	Debtentures	Term Loan
At beginning of the year	25,000.00	70,000.00	25,000.00	42,526.00	50,000.00	33,130.40
New loans / Draws (Net)	-	-	-	27,474.00	-	42,526.00
Repayments	-	(7,500.00)	-	-	-	(25,578.00)
Other transfers	-	-	-	-	(25,000.00)	(7,500.00)
At end of the year#	25,000.00	62,500.00	25,000.00	70,000.00	25,000.00	42,578.40
#The impact of borrowing cost has been excluded in above movement						
Total						

Rs. in Lakhs

Note 15 (ii)- Details of repayment of borrowings

Particulars	As at 31st March 2017		As at 31st March 2016		As at 1st April 2015	
	#Debtentures	**Term Loan	#Debtentures	**Term Loan	#Debtentures	**Term Loan
Upto 1 year	-	-	-	-	-	-
Between 1-2 years	-	7,500.00	-	5,000.00	-	5,000.00
Between 2-3 years	-	15,000.00	-	10,000.00	-	10,000.00
Between 3-4 years	25,000.00	10,000.00	25,000.00	15,000.00	-	40,000.00
Between 4-5 years	-	10,000.00	-	10,000.00	-	10,000.00
More than 5 years	-	20,000.00	-	30,000.00	-	30,000.00
Total	25,000.00	62,500.00	25,000.00	70,000.00	25,000.00	95,000.00
**Last date of repayment of this loan is March 2024.						
# Date of allotment of Debtentures is 27th September 2010. Last date of repayment of NCDs is September 2019.						
Total						

Rs. in Lakhs

Tata BlueScope Steel Limited

Note 15 : Non Current Borrowings continued

Note 15 (iii)- Nature of security in case of secured long-term borrowings

	Particulars	Nature of security
(a)	Non Convertible Debentures	First pari passu charge on all movable assets (other than current assets) at plants situated at Chennai, Bhiwadi, Hinjewadi, Coated Steel Plant at Jamshedpur and Immoveable properties at Hinjewadi
(b)	Term Loans from banks	First pari passu charge on all movable assets (other than current assets) at plants situated at Chennai, Bhiwadi, Hinjewadi, Coated Steel Plant at Jamshedpur, Khed, Adityapur, Immoveable properties at Hinjewadi and leased land at Chennai & Bhiwadi.

Note 15 (iv)-Details of redeemable Debentures

	Description of instrument	Carrying value as at 31st March, 2017	Coupon Rate	Repayment Bullet (or) Installment	Date of Redemption	Narrative remarks	Rs. in Lakhs
	Debenture-Series 2	25,000	10.75%	Bullet	26th September 2019	Company has call option to redeem on 26th September 2017	

Note 15 (v)- Interest-rate and Currency Profile of Borrowings

	Particulars of Loan	Currency	Interest Rate
(a)	Secured Debentures	INR	10.75%
(b)	Secured term loan	INR	10.60% to 10.80%

Note 15 (vi) In view of losses carried forward, Debenture Redemption Reserve has not been created.

Tata BlueScope Steel Limited

Note 16 : Other Financial Liabilities - Non Current

Rs. in Lakhs

	Particulars	As at 31st March 2017	As at 31st March 2016	As at 1st April 2015
(a)	Interest accrued but not due on borrowings	-	894.83	3,113.86
	Total	-	894.83	3,113.86

Note 17 : Non Current Provisions

Rs. in Lakhs

	Particulars	As at 31st March 2017	As at 31st March 2016	As at 1st April 2015
(a)	Provision for employee benefits:			
(i)	Provision for gratuity	705.11	782.80	721.54
(ii)	Provision for compensated absences	759.37	759.97	703.62
	Total	1,464.48	1,542.77	1,425.16

Note 17 (i): Details of Employee Benefits As Required By the Ind AS 19 - Employee Benefits

Employee benefit plans:

Defined contribution plans

The Company makes Provident Fund and Employee State Insurance Scheme contributions which are defined contribution plans, for qualifying employees. Under the Schemes, the Company is required to contribute a specified percentage of the payroll costs to fund the benefits. The Company recognised Rs 211.82 lakhs (year ended 31st March, 2016 Rs. 224.98 Lakhs) for Provident Fund contributions and Rs.0.66 Lakhs (year ended 31st March, 2016 Rs. 0.51 Lakhs) for Employee State Insurance Scheme contributions in the Statement of Profit and Loss for the year ended 31st March, 2017. The contributions payable to these plans by the Company are at rates specified in the rules of the schemes.

Defined Benefit Plans

The Company has unfunded gratuity scheme (included as gratuity expense in Note 27 Employee Benefit Expenses)

The Company operates post retirement defined benefit unfunded plans for gratuity as follows :

	Particulars	Rs. in Lakhs	
		For the year ended 31st March 2017	For the year ended 31st March 2016
		Gratuity	Gratuity
	Amounts recognised in comprehensive income in respect of these defined benefit plans are as follows:		
	Current service cost	109.55	105.78
	Interest cost	58.70	56.98
	Expected return on plan assets	-	-
	Curtailment cost / (credit)	-	-
	Settlement cost / (credit)	-	-
	Past service cost	-	-
	Actuarial losses/(gains)	-	-
	Components of defined benefit costs recognised in profit or loss	168.25	162.76
	Remeasurement on the net defined benefit liability		
	Actuarial gains and loss	(81.26)	(61.48)
	Others (describe)	-	-
	Components of defined benefit costs recognised in other comprehensive income	(81.26)	(61.48)
	Total	86.99	101.28
	Actual contribution and benefit payments for the year		
	Actual benefit payments	(144.51)	(34.42)
	Actual contributions	144.51	34.42
	Net asset / (liability) recognised in the Balance Sheet		
	Present value of defined benefit obligation	757.79	815.31
	Fair value of plan assets	-	-
	Funded status [Surplus / (Deficit)]	(757.79)	(815.31)
	Unrecognised past service costs	-	-
	Net asset / (liability) recognised in the Balance Sheet	(757.79)	(815.31)
	Current portion of the above	(52.68)	(32.51)
	Non current portion of the above	(705.11)	(782.80)

* Expenses for Rs. Nil (31.03.2016 Rs. 102.44 Lakhs) are net of Rs. Nil (31.03.2016 Rs. 1.12 Lakhs) received from Tata Steel Ltd and Rs. Nil (31.03.2016 Rs. 2.28 Lakhs) transferred to group company.

Note 17 (i): Details of Employee Benefits As Required By the Ind AS 19 - Employee Benefits Continued

Particulars	Rs. in Lakhs	
	For the year ended 31st March 2017	For the year ended 31st March 2016
	Gratuity	Gratuity
Change in defined benefit obligations (DBO) during the year		
Present value of DBO at beginning of the year	815.31	749.61
Expenses Recognised In Profit and Loss Account		
Current service cost	109.55	105.78
Interest cost	58.70	56.98
Curtailement cost / (credit)	-	-
Settlement cost / (credit)	-	(2.28)
Past service cost	-	-
Acquisitions	-	1.12
Recognised in Other Comprehensive Income		
Remeasurement gains / (losses)		
Actuarial (gains) / losses	(81.26)	(61.48)
Benefits paid	(144.51)	(34.42)
Present value of DBO at the end of the year	757.79	815.31
Change in fair value of assets during the year		
Plan assets at beginning of the year	-	-
Expenses Recognised in Profit and Loss Account		
Expected return on plan assets	-	-
Acquisition adjustment	-	-
Actual company contributions	-	-
Recognised in Other Comprehensive Income		
Remeasurement gains / (losses)		
Actuarial gain / (loss)	-	-
Benefits paid	-	-
Others (describe)	-	-
Plan assets at the end of the year	-	-
Actuarial assumptions		
Discount rate	7.40%	7.90%
Expected return on plan assets	N/A	N/A
Salary escalation	10.00%	10.00%
Attrition	5.00%	5.00%
Mortality tables	IALM(2006-08) ult	IALM(2006-08) ult
Performance percentage considered	ultimate	ultimate

Particulars	Rs. in Lakhs				
	2016-2017	2015-2016	2014-2015	2013-2014	2012-2013
Experience adjustments					
Gratuity					
Present value of DBO	(757.79)	(815.31)	(749.61)	(596.01)	(550.61)
Fair value of plan assets	-	-	-	-	-
Funded status [Surplus / (Deficit)]	0.00	(815.31)	(749.61)	(596.01)	(550.61)
Experience gain / (loss) adjustments on plan liabilities	(55.28)	(55.28)	28.87	(29.71)	(43.23)
Experience gain / (loss) adjustments on plan assets	-	-	-	-	-

The discount rate is based on the prevailing market yields of Government of India securities as at the balance sheet date for the estimated term of the obligations.

The estimate of future salary increases considered, takes into account the inflation, seniority, promotion, increments and other relevant factors.

Particulars	Rs. in Lakhs	
	Rate (%)	Defined benefit obligation As at 31st March 2017
Sensitivity analysis		
Effect of one percentage point change in -		
Discount Rate	6.40%	891.43
	8.40%	715.64
	9.00%	723.31
Salary increment rate	11.00%	880.08
Withdrawal rate	4.00%	813.57
	6.00%	780.98

Tata BlueScope Steel Limited
Note 18 : Current Borrowings

Rs. in Lakhs

	Particulars	As at 31st March 2017	As at 31st March 2016	As at 1st April 2015
(a)	Loans repayable on demand - From Banks (Unsecured)			
(i)	Working Capital Demand Loan	-	-	3,500.00
(ii)	Cash Credit	-	-	83.90
	Total	-	-	3,583.90

Note 19 : Trade Payables

Rs. in Lakhs

	Particulars	As at 31st March 2017	As at 31st March 2016	As at 1st April 2015
(a)	Total outstanding dues of micro enterprises and small enterprises	12.05	67.77	98.99
(b)	Total outstanding dues of creditors other than micro enterprises and small enterprises	17,329.07	14,589.08	9,795.42
	Total	17,341.12	14,656.85	9,894.41

Note 20 : Other Financial Liabilities - Current

Rs. in Lakhs

	Particulars	As at 31st March 2017	As at 31st March 2016	As at 1st April 2015
(a)	Current maturities of long-term debt	-	-	32,447.60
(b)	Interest accrued but not due on borrowings	2,843.90	2,860.14	3,785.42
(c)	Other payables:			
(i)	Payables on purchase of fixed assets	1,002.32	1,532.26	1,745.43
(ii)	Other Liabilities	-	7.18	7.18
	Total	3,846.22	4,399.58	37,985.63

Note 21 : Other Current Liabilities

Rs. in Lakhs

	Particulars	As at 31st March 2017	As at 31st March 2016	As at 1st April 2015
(a)	Advances received from customers	2,553.90	4,235.40	4,542.35
(b)	Amount due to customers in respect of contract work	246.76	482.55	111.43
(c)	Statutory dues (Service tax, VAT, TDS, etc.)	255.56	527.67	287.50
	Total	3,056.22	5,245.62	4,941.28

Note 22 : Current Provisions

Rs. in Lakhs

	Particulars	As at 31st March 2017	As at 31st March 2016	As at 1st April 2015
(a)	Provision for employee benefits			
(i)	Provision for gratuity	52.68	32.51	28.07
(ii)	Provision for compensated absences	84.45	35.86	35.95
(b)	Other Provisions			
(i)	Provision for warranties	553.91	437.49	301.90
	Total	691.04	505.86	365.92

Note 22 (i)- Details of provisions and movements in each class of provision as required by the Ind AS 37 on Provisions, Contingent Liabilities and Contingent Assets :

Rs. in Lakhs

	Particulars	Provision for warranties		
		As at 31st March 2017	As at 31st March 2016	As at 1st April 2015
	Carrying Amount at the beginning of the year	437.49	301.90	191.00
	Provision made during the year	346.41	392.58	301.90
	Amount paid / utilized during the year	38.71	27.00	-
	Unused amount reversed during the year	191.28	229.99	191.00
	Total	553.91	437.49	301.90

Tata BlueScope Steel Limited

Note 23 : Revenue from Operations

Rs. in Lakhs

	Particulars	For the year ended 31st March 2017	For the year ended 31st March 2016
(a)	Sale of products*	178,230.10	162,486.52
(b)	Revenue from construction contracts	2,703.83	2,892.71
(c)	Commission income	56.73	79.17
(d)	Other operating income (Scrap Sale)	3,084.68	3,253.26
	Total	184,075.34	168,711.66

*Above revenue includes Excise Duty collected Rs. 18,773.80 lakhs (31.03.2016 Rs. 17,462.99 lakhs)

Details of products sold comprises of:			
<u>Manufactured goods</u>			
	Building solutions and Building products	138,954.06	128,799.06
	Coated steel products	39,276.04	33,687.46
	Total - Sale of manufactured goods	178,230.10	162,486.52

Note 24 : Other Income

Rs. in Lakhs

	Particulars	For the year ended 31st March 2017	For the year ended 31st March 2016
(a)	Interest on:		
(i)	Bank deposits	581.93	343.98
(ii)	Overdue trade receivables	74.71	114.60
(iii)	Other financial assets carried at amortized cost	73.44	-
(b)	Net foreign exchange gain	-	93.27
(c)	Liabilities no longer required written back (net)	335.39	26.51
(d)	Net gain on sale of current investments	355.34	-
(e)	Net gain arising on financial assets designated at FVTPL	40.95	-
(f)	Miscellaneous Income	251.92	143.80
	Total	1,713.68	722.16

Tata BlueScope Steel Limited

Note 25 : Cost of Materials Consumed (including packing materials)

Rs. in Lakhs

	Particulars	For the year ended 31st March 2017	For the year ended 31st March 2016
(a)	Opening Stock	11,149.29	10,775.63
(b)	Add - Purchases	107,960.38	100,406.56
		119,109.67	111,182.19
(d)	Less - Closing Stock *	11,387.85	11,149.29
	Total	107,721.82	100,032.90

* Excludes stock in transit of Rs. 1,689.59 Lakhs (31.03.2016 Rs. 368.18 Lakhs)

Note 25 (j): Details of consumption and closing stock of Raw Material (including packing material)

Rs. in Lakhs

	Particulars	Consumption		Closing Stock	
		For the year ended 31st March 2017	For the year ended 31st March 2016	As at 31st March 2017	As at 31st March 2016
(a)	HR Plates	5,791.83	11,270.97	137.46	848.38
(b)	HR Members	1,676.00	576.11	207.24	206.40
(c)	Ingots (Zinc & Aluminium)	9,559.88	9,095.72	1,234.65	1,095.20
(d)	Coils	78,388.42	68,484.10	8,103.26	6,825.31
(e)	Paint	6,990.12	6,879.60	723.86	933.62
		102,406.25	96,306.50	10,406.47	9,908.91
(f)	Others	5,315.57	3,726.40	981.38	1,240.38
	Total	107,721.82	100,032.90	11,387.85	11,149.29

Tata BlueScope Steel Limited

Note 26 : Changes in inventories of finished goods and work-in-progress

Rs. in Lakhs

	Particulars	For the year ended 31st March 2017	For the year ended 31st March 2016
(a)	Opening stock		
(i)	Finished goods	3,756.01	3,615.61
(ii)	Work-in-progress	3,362.22	4,943.45
(b)	Closing stock		
(i)	Finished goods	3,050.64	3,756.01
(ii)	Work-in-progress	5,064.14	3,362.22
	Total	(996.55)	1,440.83

Note 27 : Employee Benefits Expense

Rs. in Lakhs

	Particulars	For the year ended 31st March 2017	For the year ended 31st March 2016
(a)	Wages & salaries (Refer note 39)	12,671.45	7,690.46
(b)	Company's contributions to Provident and other funds	232.46	247.20
(c)	Gratuity expenses (Refer note 17(i))	168.25	164.35
(d)	Staff welfare expenses	165.08	157.24
	Total	13,237.24	8,259.25

Note 28 : Finance Costs

Rs. in Lakhs

	Particulars	For the year ended 31st March 2017	For the year ended 31st March 2016
(a)	Interest on		
(i)	Debentures and fixed loans	10,265.29	10,999.43
(ii)	Others	42.00	153.45
	Total	10,307.29	11,152.88

Tata BlueScope Steel Limited

Note 29 : Other Expenses

Rs. In Lakhs

	Particulars	For the year ended 31st March 2017	For the year ended 31st March 2016
(a)	Consumption of stores and Spares	1,293.13	1,647.83
(b)	Power & Fuel	6,511.42	6,437.93
(c)	Rent	459.20	468.23
(d)	Repairs and maintenance:		
	- Buildings	1.03	0.07
	- Machinery	137.48	149.15
	- Others	245.90	485.28
(e)	Insurance charges	218.92	208.03
(f)	Rates & Taxes	187.50	93.61
(g)	Fabrication, electrical & civil contracts	4,268.71	4,210.88
(h)	Commission	28.68	41.45
(i)	Legal & professional expenses	459.97	396.43
(j)	Communication	156.74	154.55
(k)	Travelling & Conveyance	543.47	649.01
(l)	Remuneration to auditors:		
	- Towards statutory audit*	38.50	34.00
	- Towards tax audit	2.50	2.50
	- Towards other attest services	2.00	12.00
	- Towards out of pocket expenses	0.56	1.00
(m)	Advertisement, promotion & selling expenses	1,941.82	2,454.51
(n)	Provision for bad and doubtful debts (net)	76.72	(66.40)
(o)	Warranty expense	155.14	162.60
(p)	Freight and handling charges (net)	899.13	674.87
(q)	Excise duties	209.90	31.46
(r)	Net foreign exchange loss	69.51	-
(s)	Other general expenses	1,962.19	2,337.80
	Total	19,870.12	20,586.79

*Current year Includes Rs. 2.50 Lakhs pertaining to previous year.

Tata BlueScope Steel Limited
Notes to standalone financial statements for the year ended 31st March, 2017

30. Business Segment:

Information reported to the chief operating decision maker (CODM) for the purposes of resource allocation and assessment of segment performance focuses on the types of goods or services delivered or provided. The Company is engaged in the supply of pre-engineered buildings / building products, predominantly in India, which in the context of Indian Accounting Standard 108 'Segment Information' represents single reportable business segment. The total exports constitute less than 10% of the total revenues of the Company and consequently region-wise breakup is not provided. The accounting policies of the reportable segments are the same as the accounting policies disclosed in Note 2. The revenues, total expenses and net profit as per the Statement of profit and loss represents the revenue, total expenses and the net profit of the sole reportable segment. This is the measure reported to the chief operating decision maker for the purposes of resource allocation and assessment of segment performance.

31. Capital Commitments:

Detail of the estimated amount of contracts remaining to be executed on capital account and not provided in the books at Balance Sheet date:

Particulars	Rs. in Lakhs		
	As at 31st March 2017	As at 31st March 2016	As at 1st April 2015
Tangible Assets	-	13.22	3.02

32. Contingent Liabilities:

(A) Disputed Claim:

For midstream BARA project site at Jamshedpur, land rent and cess calculated on the basis of demand received from the Government of Jharkhand as at 31st March, 2017 is Rs. 5,033.00 Lakhs (31.03.16 Rs. 4,575.44 Lakhs, 01.04.15 Rs. 4,117.89 Lakhs). The Company has paid an amount of Rs. 466.87 Lakhs as at 31st March, 2017 (31.03.16 Rs. 466.87 Lakhs, 01.04.15 Rs. 466.87 Lakhs) to Tata Steel under protest. The same is being shown under Other non-current Assets. The outcome of this is dependent on the outcome of case filed by Tata Steel pending in Supreme Court.

The Company has also filed a writ petition with Hon'ble High Court of Jharkhand for granting an interim stay in the rent payment matter and to give the required orders to Jharkhand Government for revision and reconsideration of rent charged. The High court had heard the writ petition in September 2011 and had issued stay order. Since the Government has issued the demand afresh in March 2012, the Company has filed a petition for early hearing and stay of demand. The Court admitted writ petition and on 14th May, 2012 has extended the stay order. The case was taken up for hearing by the High Court in October 2015, and was adjourned. The case remains partly heard. The Company has not provided for the same in the books of account.

(B) Contingent Liabilities not provided for on account of dispute are as follows*:

Particulars	Rs. in Lakhs		
	As at 31st March 2017	As at 31st March 2016	As at 1st April 2015
Custom Matters	32.00	32.00	32.00
Excise Matters	674.04	86.07	133.38
Service Tax Matters	-	-	122.74
Sales Tax Matters	4,849.27	1,047.59	882.29
Total	5,555.32	1,165.66	1,170.41

* As on 31st March 2017, the management does not expect any outflow in respect of the litigations related to the direct & indirect tax matters stated above based on the legal advices obtained.

(C) EPCG Scheme:

The Company has imported the goods under the Export Promotion Capital Goods Scheme (EPCG) of the Government of India, at concessional rate of duty (3%) with an obligation to fulfil the specified exports. As per Foreign Trade Policy 2004-2009, non fulfilment of said export obligation within stipulated timeframe would lead to payment of differential customs duty saved along with interest there on. The Company has fulfilled the export obligation on duty saved (Rs. 2,700.70 Lakhs) and has applied for early redemption of five licenses pertaining to its plant at Bara, Jamshedpur on 25th January, 2017. The company is confident about fulfilment of remaining export obligation of Rs. 199.96 Lakhs within stipulated timeframe.

Particulars	Rs. in Lakhs		
	As at 31st March 2017	As at 31st March 2016	As at 1st April 2015
Total export obligation due	199.96	361.50	16,268.91
Saving in Custom Duty	2,750.70	2,750.70	2,750.70

Tata BlueScope Steel Limited
Notes to standalone financial statements for the year ended 31st March, 2017

33. Value of Imports on CIF basis:

Particulars	Rs. in Lakhs	
	2016-17	2015-16
Raw Material	10,958.77	7,681.98
Components & spares	258.53	366.12
Capital Goods	-	29.82
Total	11,217.30	8,077.92

34. Expenditure in Foreign Currency:

Particulars	Rs. in Lakhs	
	2016-17	2015-16
Professional and consultation fees	31.37	88.82
Commission	30.77	38.02
Other Matters	153.46	170.19
Total	215.60	297.03

35. Earnings in foreign currency:

Particulars	Rs. in Lakhs	
	2016-17	2015-16
FOB Value of Exports	8,708.82	6,821.36
Commission	56.73	79.17
Total	8,765.55	6,900.53

36. Related Party Disclosure:

Name of Related Party	Relationship
Butler (Shanghai) Inc	Subsidiary of Parent Company of JV Partner
Butler Manufacturing Company (A division BlueScope Buildings North America Inc)	Subsidiary of JV Partner
BlueScope Vietnam Limited	Subsidiary of JV Partner
Tata Steel Processing And Distribution Limited (Tata Ryerson Ltd.)	Subsidiary of JV Partner
Tata Steel Limited	JV Partner
BlueScope Steel Limited	Parent Company of JV Partner
Jamshedpur Utilities & Services Company Ltd.	Subsidiary of JV Partner
BlueScope Lysaght Lanka (Pvt) Ltd.	Subsidiary
Tata Sons Ltd	Promoter of JV Partner (Holding greater than 20%)
The Tinsplate Company of India Ltd.	Subsidiary of JV Partner
TKM Global Logistics Ltd. (TKM Transport Management Services Private Ltd.)	Subsidiary of another JV of JV Partner
Mjunction Services Limited	Another JV of JV Partner
TRF Limited	Associate of JV Partner
Tata Metaliks Limited	Subsidiary of JV Partner
Tata International Limited	Subsidiary of Promoter of JV Partner (Holding greater than 20%)
Tata Sikorsky Aerospace Limited (formerly Tara Aerospace Systems Limited)	Subsidiary of Promoter of JV Partner (Holding greater than 20%)
TRL Krosaki Refractories Limited	Subsidiary of JV Partner
Tata Consultancy Services Limited	Subsidiary of Promoter of JV Partner (Holding greater than 20%)
Tata AIG General Insurance Company Limited	Subsidiary of Promoter of JV Partner (Holding greater than 20%)
Tata Lockheed Martin Aerostructures Limited	Subsidiary of Promoter of JV Partner (Holding greater than 20%)
Tata Boeing Aerospace Limited (formerly Tata Aerospace Limited)	Subsidiary of Promoter of JV Partner (Holding greater than 20%)
Mr. Riten Choudhury	Key Management Personnel - Managing Director

Note:

- Above list includes only those parties with whom there is either transaction during the period or outstanding balance.
- Related Party transactions and closing balances as on Balance Sheet date are disclosed in the annexure A.

Tata BlueScope Steel Limited
Notes to standalone financial statements for the year ended 31st March, 2017

37. Earnings per share (EPS):

Sr. No.	Particulars	As at 31 st March 2017	As at 31 st March 2016
i.	Net Profit after tax (Rupees)	538,765,586	339,651,510
ii.	Weighted Average Number of Equity Shares (Basic) (Nos.)	866,000,000	866,000,000
iii.	Weighted Average Number of Equity Shares (Diluted) (Nos.)	866,000,000	866,000,000
iv.	Nominal Value of Equity Share (Rupees)	Rs. 10.00	Rs. 10.00
v.	Basic Earnings Per Share (Rupees)	0.62	0.39
vi.	Diluted Earnings Per Share (Rupees)	0.62	0.39

38. Derivative transaction:

(A) The Company has no forward exchange contract to hedge its exposure in foreign currency.

(B) Details of foreign currency exposure that have not been hedged by a derivative instrument:

Particulars	Cur	Amount in Foreign Currency			Equivalent amount in INR in Lakhs		
		As at 31 st March 2017	As at 31 st March 2016	As at 1 st April 2015	As at 31 st March 2017	As at 31 st March 2016	As at 1 st April 2015
Receivables/ advances	USD	3,894,658.89	2,466,331.71	2,601,385.03	2,528.05	1,634.48	1,626.23
	AED	-	-	125.00	-	-	0.02
	AUD	23,470.91	34,509.96	12,407.00	12.26	16.46	6.43
	EURO	36,442.00	30,002.80	36,490.36	26.84	22.04	28.75
	GBP	20,995.00	100.00	100.00	17.65	0.08	0.08
Payables	NZD	12,825.00	5,468.00	16,776.00	6.18	2.47	8.05
	USD	342,873.40	52,437.36	48,950.09	222.00	34.34	30.59
	AUD	-	10,391.16	-	-	4.98	-
	EURO	52,941.18	52,941.18	56,170.15	36.66	39.91	37.74
	SEK	-	-	26,017.90	-	-	1.88
Cash & cash equivalents	USD	-	1,905,674.58	364,818.01	-	1,262.70	227.97
	EURO	-	3,267.50	3,267.50	-	2.46	2.20

39. Restructuring :

The Management is in the process of restructuring the underperforming operations at Hinjewadi, Pune plant of the Company. Various options are under consideration by the management for restructuring without discontinuing the operations which includes resizing, reduction/transfer of manpower, subcontracting, relocating the plant etc.

Considering the said restructuring and the options currently being evaluated, as at 31st March, 2017, the management has reviewed the carrying value of its assets at the said plant with their estimated value in use / realizable value and has assessed impairment of certain assets including freehold building, property, plant and equipment, tools and dies and furniture & fixtures, total aggregating to Rs. 4,722.76 lakhs, which has been provided for.

In order to achieve the above objective, during the year, the Company had rolled out 'Voluntary Retirement Schemes' (VRs) to the employees of its plant at Hinjewadi, Pune, in terms of which Rs. 866.00 lakhs have been incurred and paid as at 31st March, 2017. Further, provision of Rs. 3,100.00 lakhs has been made towards estimated employee separation costs with regard to the said restructuring. These costs are included in Wages & salaries under note 27- Employee Benefits Expense.

40. Operating Lease:

The Company has taken various office premises on operating lease. Future lease payments have been determined as per agreement.

a) Details of Future Lease Payments -

Particulars	Rs. in Lakhs		
	As at 31 st March 2017	As at 31 st March 2016	As at 1 st April 2015
Not Later than one year	184.72	268.42	313.21
Later than one year but not later than five years	166.23	117.25	229.84
Later than five years	-	-	-

b) Lease payment recognized in the Statement of Profit & Loss is Rs. 459.20 Lakhs (31.03.16 Rs 468.23 Lakhs).

Tata BlueScope Steel Limited
Notes to standalone financial statements for the year ended 31st March, 2017

41. Disclosure under Ind AS -11 "Construction Contracts":

Particulars	Rs. in Lakhs	
	For the year ended 31 st March 2017	For the year ended 31 st March 2016
Contract Revenue recognized during the year	14,818.99	24,860.12

Method used to determine the contract revenue recognized and the stage of completion of contracts in progress.

Disclosure in respect of contracts in progress as at the reporting date:

Particulars	Rs. in Lakhs	
	For the year ended / As at 31 st March 2017	For the year ended / As at 31 st March 2016
Aggregate amount of costs incurred and recognized profits (less recognized losses) up to the reporting date	4,977.26	9,574.38
Advance received for contracts in progress	401.60	2,426.78
Retention Money for contracts in progress	893.80	883.63

Gross Amount due from/ due to customers. [Refer Note 13 & Note 21]

- 42.** During the year, in view of not having taxable profits on account of carried forward business losses and unabsorbed depreciation, the Company has not made any provision for Income Taxes in the Books of Account. The Company maintains the information and documents as required under the transfer pricing regulations under sections 92-92F of the Income Tax Act, 1961. The management is of the view that its international and domestic transactions to which the above regulations apply, are at arm's length so that the aforesaid legislation will not have any impact on the financial statements, particularly on the amount of tax expense and that of provision for taxation, if any.
- 43.** The Company has generated profits during the current and previous year. While the delay in commencement of operations at the Jamshedpur plant had majorly contributed to the accumulated losses, the Company has scaled up its operations over the last two years. The significant sales growth achieved and steps taken to reduce cost of production through various cost reduction initiatives have contributed to improved financial results. The management believes that the increasing turnover and reduced production and overhead costs will lead to profitable growth in the coming years and the Company will continue to operate uninterruptedly and settle its obligations as they fall due.
- 44.** For first-time Ind AS adoption reconciliations, refer annexure B.

For and on behalf of the Board
For Tata BlueScope Steel Limited

SD/-
Managing Director
(DIN: 06636911)
Place: Kolkata

SD/-
Director
(DIN: 02350176)

SD/-
Chief Financial Officer
(M No. : 202987)

SD/-
Company Secretary
(M No.: F5241)

Date: 11/05/2017

Tata BlueScope Steel Limited
For the year ended 31st December 2016
Related Party Disclosure

Annexure A to Note 36 (b)

Related Party Transactions :

(Rs in Lakhs)

Transactions	Relationship	Period ended 31st December 2016	Period ended 31st December 2015	For the year ended 31st March 2016
Purchase of Goods				
Butler (Shanghai) Inc	Subsidiary of Parent Company of JV Partner	78.09	88.68	136.18
Butler Manufacturing Company (A division BlueScope Buildings North America Inc)	Subsidiary of JV Partner	68.52	44.74	115.13
Tata Steel Processing And Distribution Limited (Tata Ryerson Ltd.)	Subsidiary of JV Partner	-	7.26	7.26
Tata Steel Limited	JV Partner	63,339.57	53,563.68	70,600.15
Expenses Incurred				
Tata Steel Limited	JV Partner	1.49	2.20	2.97
Receipt of Services				
Tata Steel Limited	JV Partner	1,834.92	1,772.70	2,905.95
Jamshedpur Utilities & Services Company Ltd.	Subsidiary of JV Partner	0.55	0.50	0.62
The Tinplate Company of India Ltd.	Subsidiary of JV Partner	25.89	22.51	32.28
Tata Sons Ltd	Promoter of JV Partner (Holding greater than 20%)	-	-	0.20
TKM Global Logistics Ltd. (TKM Transport Management Services Private Ltd.)	Subsidiary of another JV of JV Partner	280.27	267.73	361.37
Mjunction Services Limited	Another JV of JV Partner	30.53	43.57	65.50
Butler Manufacturing Company (A division BlueScope Buildings North America Inc)	Subsidiary of JV Partner	16.72	17.00	17.00
Rendering of services				
Tata Steel Limited	JV Partner	273.02	416.57	611.12
Tata Steel Processing And Distribution Limited (Tata Ryerson Ltd.)	Subsidiary of JV Partner	29.45	61.69	70.40
TRF Limited	Associate of JV Partner	5.94	34.06	38.63
Commission Received				
BlueScope Steel Limited	Parent Company of JV Partner	45.21	54.80	79.17
Channel Usage Fees Paid				
Tata Steel Limited	JV Partner	513.55	988.00	1,288.00
Interest Received				
Tata Steel Limited	JV Partner	2.70	-	4.21
Sale of goods				
Tata Steel Limited	JV Partner	811.64	1,285.32	1,500.39
Tata Steel Processing And Distribution Limited (Tata Ryerson Ltd.)	Subsidiary of JV Partner	2.70	185.08	192.38
BlueScope Lysaght Lanka (Pvt) Ltd.	Subsidiary	2,652.33	2,507.65	3,091.19
Tata Metaliks Limited	Subsidiary of JV Partner	5.70	-	-
TRF Limited	Associate of JV Partner	9.80	-	-
The Tinplate Company of India Ltd.	Subsidiary of JV Partner	422.04	812.10	1,047.89
Jamshedpur Utilities & Services Company Ltd.	Subsidiary of JV Partner	-	27.16	44.95
Deposit amount received towards appointment of Directors' u/s 160 of the Companies Act 2013				
Tata Steel Limited	JV Partner	-	4.00	4.00
Deposit amount repaid towards appointment of Directors' u/s 160 of the Companies Act 2013				
Tata Steel Limited	JV Partner	-	4.00	4.00
Reimbursement of Expenses by TBSL				
BlueScope Steel Limited	Parent Company of JV Partner	108.74	65.48	106.80
Reimbursement of Expenses to TBSL				
BlueScope Steel Limited	Parent Company of JV Partner	128.28	131.56	152.90
Remuneration Paid				
Mr. Riten Choudhury	Managing Director	86.28	80.13	97.44

Closing Balances:

(Rs in Lakhs)

Particulars	Relationship	As At 31st December 2016	As At 31st December 2015	As At 31st March 2016
Outstanding Debit Balances				
Tata Steel Limited	JV Partner	1,162.50	1,263.90	1,007.73
BlueScope Steel Limited	Parent Company of JV Partner	14.17	59.92	42.99
BlueScope Lysaght Lanka (Pvt) Ltd.	Subsidiary	746.62	1,122.68	587.44
Butler Manufacturing Company (A division	Subsidiary of JV Partner	-	28.84	0.02
Tata Metaliks Limited	Subsidiary of JV Partner	-	-	-
Jamshedpur Utilities & Services Company Ltd.	Subsidiary of JV Partner	0.04	18.14	17.84
Tata Steel Processing And Distribution Limited (Tata Ryerson Ltd.)	Subsidiary of JV Partner	1.11	42.97	2.20
The Tinsplate Company of India Ltd.	Subsidiary of JV Partner	7.19	26.05	26.98
TRF Limited	Associate of JV Partner	13.54	18.95	7.13
Outstanding Credit Balances				
Tata Steel Limited	JV Partner	3,842.09	3,879.53	2,880.41
Butler Manufacturing Company (A division BlueScope Buildings North America Inc)	Subsidiary of JV Partner	20.17	-	-
Jamshedpur Utilities & Services Company Ltd.	Subsidiary of JV Partner	0.07	0.15	-
Butler (Shanghai) Inc	Subsidiary of Parent Company of JV Partner	-	-	-
BlueScope Steel Limited	Parent Company of JV Partner	-	-	-
The Tinsplate Company of India Ltd.	Subsidiary of JV Partner	-	-	-
Mjunction Services Limited	Another JV of JV Partner	4.30	4.25	4.92
TKM Global Logistics Ltd. (TKM Transport Management Services Private Ltd.)	Subsidiary of another JV of JV Partner	-	14.84	15.45
Note:				
1. Outstanding credit balances exclude amounts lying in GR/IR, Freight and Other Clearing accounts.				
2. Sales of Goods and Services rendered includes billing done in respect of construction contracts for which revenue is recognized in the Statement of Profit and Loss on percentage completion method.				
3. The remuneration excludes gratuity and leave encashment for the key managerial personnel, as the provision is made for the Company as a whole.				

(i) Effect of Ind AS adoption on the standalone balance sheet as at 31st March 2016 and 1st April 2015

Rs. in Lakhs

(1)	Particulars	Note Ref.	As at 31st March 2016			As at 1st April 2015		
			Indian GAAP	Effect of Transition to Ind AS	As per Ind AS Balance Sheet	Indian GAAP	Effect of Transition to Ind AS	As per Ind AS Balance Sheet
(1)	Non-current assets							
	(a) Property, plant and equipment	a,c	100,470.92	(344.66)	100,126.26	106,511.46	144.93	106,656.39
	(b) Capital work-in-progress		1.05	-	1.05	12.67	-	12.67
	(c) Other intangible assets		431.80	-	431.80	916.66	-	916.66
	(d) Financial assets							
	(i) Investments		912.78	-	912.78	912.78	-	912.78
	(ii) Other financial assets		160.09	-	160.09	178.85	-	178.85
	(e) Other non-current assets	a,b	617.99	299.40	917.39	573.78	350.85	924.63
	(f) Current tax assets (net)		264.99	-	264.99	225.39	-	225.39
(g) Deferred tax assets (net)		-	-	-	-	-	-	
Total Non-current assets		102,859.61	(45.26)	102,814.36	109,331.58	495.78	109,827.37	
(2)	Current Assets							
	(a) Inventories		20,394.72	-	20,394.72	22,648.84	-	22,648.84
	(b) Financial assets							
	(i) Trade receivables		11,014.46	-	11,014.46	11,713.58	-	11,713.58
	(ii) Cash and cash equivalents		11,895.53	-	11,895.53	4,235.55	-	4,235.55
(iii) Other financial assets		38.30	-	38.30	3.99	-	3.99	
(c) Current tax assets (net)		-	-	-	-	-	-	
(d) Other current assets	b	7,270.52	(571.25)	6,699.27	8,230.73	(605.52)	7,625.21	
Total Current Assets		50,613.53	(571.25)	50,042.28	46,832.69	(605.52)	46,227.17	
Total Assets		153,473.14	(616.51)	152,856.64	156,164.27	(109.73)	156,054.54	
(1)	Equity							
	(a) Equity share capital		86,600.00	-	86,600.00	86,600.00	-	86,600.00
	(b) Other equity	c	(55,372.36)	-	(55,372.36)	(58,812.75)	(18.08)	(58,830.83)
Total Equity		31,227.64	-	31,227.64	27,787.25	(18.08)	27,769.17	
(2)	Liabilities							
	Non-current liabilities							
	(a) Financial liabilities							
	(i) Borrowings	b	95,000.00	(616.51)	94,383.49	67,525.99	(550.78)	66,975.21
	(ii) Other financial liabilities		894.83	-	894.83	3,113.87	-	3,113.86
(b) Provisions		1,542.77	-	1,542.77	1,425.16	-	1,425.16	
Total Non-current liabilities		97,437.60	(616.51)	96,821.09	72,065.02	(550.78)	71,514.23	
(3)	Current liabilities							
	(a) Financial Liabilities							
	(i) Borrowings		-	-	-	3,583.90	-	3,583.90
	(ii) Trade payables		67.77	-	67.77	98.99	-	98.99
	- Dues to micro and small enterprises		14,589.06	-	14,589.06	9,795.42	-	9,795.42
	- Dues to other creditors	c	4,399.59	-	4,399.58	37,526.49	459.14	37,985.63
	(iii) Other financial liabilities		5,245.62	-	5,245.62	4,941.28	-	4,941.28
	(b) Other current liabilities		505.86	-	505.86	365.92	-	365.92
	(c) Provisions		24,807.90	-	24,807.91	56,312.00	459.14	56,771.14
	Total Current liabilities		122,245.50	(616.51)	121,629.00	128,377.02	(91.65)	128,285.37
Total Liabilities		153,473.14	(616.51)	152,856.64	156,164.27	(109.73)	156,054.54	

Tata BlueScope Steel Limited

Annexure B to Note 44: First-time Ind AS adoption reconciliations continued

(ii) Reconciliation of total equity as at 31st March 2016 and 1st April 2015

Rs. in Lakhs

	Particulars	Note Ref.	As at	
			31st March 2016	1st April 2015
	Total equity (shareholders' funds) under previous GAAP		31,227.64	27,787.28
	Depreciation on asset capitalised under Ind AS	c	-	(18.10)
	Total adjustment to equity		-	(18.10)
	Total equity under Ind AS		31,227.64	27,769.17

(iii) Effect of Ind AS adoption on the standalone statement of profit and loss for the year ended 31st March 2016

Rs. in Lakhs

	Particulars	Note Ref.	For the year ended 31st March 2016		
			Indian GAAP	Effect of transition to Ind AS	Ind AS
(I)	Revenue from operations (gross)		168,711.66	-	168,711.66
	Less: Excise duty		17,462.99	-	17,462.99
	Revenue from operations (net)		151,248.67	-	151,248.67
(II)	Other income		722.16	-	722.16
(III)	Total Income		151,970.83	-	151,970.83
(IV)	EXPENSES				
	(a) Cost of material consumed		100,032.90	-	100,032.90
	(b) Changes in inventories of finished goods and work-in-progress		1,440.83	-	1,440.83
	(c) Employee benefits expense	d	8,197.30	61.95	8,259.25
	(d) Finance costs		11,152.88	-	11,152.88
	(e) Depreciation and amortisation expense	a,c	7,123.62	(21.96)	7,101.66
	(f) Other expenses	a	20,582.91	3.88	20,586.79
	Total Expenses		148,530.44	43.87	148,574.31
(V)	Profit before tax (III - IV)		3,440.39	(43.87)	3,396.52
(VI)	Tax Expense		-	-	-
	(1) Current Tax		-	-	-
	(2) Deferred Tax		-	-	-
	Total tax expense		-	-	-
(VII)	Profit for the year (V-VI)		3,440.39	(43.87)	3,396.52
(VIII)	Other comprehensive income				
	(a) Items that will not be reclassified to profit or loss	d	-	61.95	61.95
	(b) Income tax relating to items that will not be reclassified to profit or loss		-	-	-
			-	61.95	61.95
(IX)	Total Comprehensive Income for the year (VII+VIII)(Comprising Profit and Other Comprehensive Income for the year)		3,440.39	18.08	3,458.47

(iv) Reconciliation of total comprehensive income for the year ended 31st March 2016

Rs. in Lakhs

	Particulars	Note Ref.	For the year ended 31st March 2016
	Profit as per Indian GAAP		3,440.39
	Total effect of transition to Ind AS		18.08
	Total comprehensive income under Ind AS		3,458.47

Tata BlueScope Steel Limited

Annexure B to Note 44: First-time Ind AS adoption reconciliations continued

(v) Effect of Ind AS adoption on the standalone statement of cash flows for the year ended 31st March 2016

Rs. in Lakhs

	Particulars	Note Ref.	For the year ended 31st March 2016		
			Indian GAAP	Effect of transition to Ind AS	Ind AS
	Net cash flows from operating activities		30,564.44	-	30,564.44
	Net cash flows from investing activities		4.17	-	4.17
	Net cash flows from financing activities		(22,907.11)	-	(22,907.11)
	Net increase (decrease) in cash and cash equivalents		7,661.50	-	7,661.50
	Cash and cash equivalents at the beginning of the year		4,235.55	-	4,235.55
	Effects of exchange rate changes on the balance of cash held in foreign currencies		(1.54)	-	(1.54)
	Cash and cash equivalents at the end of the year		11,895.53	-	11,895.53

Notes to First-time Ind AS adoption reconciliations

a	Under Indian GAAP, Lease hold land at Chennai and Bhiwadi were classified under "Tangible Assets" as per accounting standard 10. On adoption of Ind AS leasehold land is classified as "Other Assets"
b	Under Indian GAAP, processing charges paid for availing Non Convertible, Non Cumulative, Redeemable Debentures (NCD) and Term Loan (TL) to banks and financial institutions are amortized over the period of loan on straight line method and unamortised portion were classified under "Current & Non current Assets". On adoption of Ind AS unamortized issue expenses have been netted off against loan liability.
c	Tata Steel Ltd had constructed the connecting roads to access the Company's Coated Steel plant at Jamshedpur, which was in use since 18th December 2012. The cost for the same was capitalized in Indian GAAP during the quarter ending 31st March 2016. While preparing the opening Ind AS financials, the capitalization has been considered in the opening balance sheet.
d	Under Indian GAAP, gains & losses representing changes in the present value of the long term defined benefit obligation (Gratuity Liability) resulting from experience adjustment and effects of changes in actuarial assumption was recognized immediately in the statement of profit and loss as per AS 15. On adoption of Ind AS, the same has been recognized in other comprehensive income and not reclassified to profit or loss in a subsequent period.

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INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF TATA BLUESCOPE STEEL LIMITED

Report on the Consolidated Ind AS Financial Statements

We have audited the accompanying consolidated Ind AS financial statements of Tata BlueScope Steel Limited (hereinafter referred to as "the Parent") and its subsidiary (the Parent and its subsidiary together referred to as "the Group"), comprising the Consolidated Balance Sheet as at March 31, 2017, the Consolidated Statement of Profit and Loss including other comprehensive income, the Consolidated Cash Flow Statement, the Consolidated Statement of Changes in Equity, for the year then ended, and a summary of the significant accounting policies and other explanatory information (hereinafter referred to as "the consolidated Ind AS financial statements").

Management's Responsibility for the Consolidated Ind AS Financial Statements

The Parent's Board of Directors is responsible for the preparation of these consolidated Ind AS financial statements in terms of the requirements of the Companies Act, 2013 (hereinafter referred to as "the Act") that give a true and fair view of the consolidated financial position, consolidated financial performance including other comprehensive income, consolidated cash flows and statement of changes in equity of the Group in accordance with the accounting principles generally accepted in India, including the Indian Accounting Standards (Ind AS) prescribed under Section 133 of the Act. The respective Board of Directors of the companies included in the Group are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Group and for preventing and detecting frauds and other irregularities; the selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and the design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error, which have been used for the purpose of preparation of the consolidated Ind AS financial statements by the Directors of the Parent, as aforesaid.

Auditor's Responsibility

Our responsibility is to express an opinion on these consolidated Ind AS financial statements based on our audit. In conducting our audit, we have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made thereunder.

We conducted our audit in accordance with the Standards on Auditing specified under Section 143(10) of the Act. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the consolidated Ind AS financial statements are free from material misstatement.

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An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the consolidated Ind AS financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the consolidated Ind AS financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Parent's preparation of the consolidated Ind AS financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Parent's Board of Directors, as well as evaluating the overall presentation of the consolidated Ind AS financial statements.

We believe that the audit evidence obtained by us and the audit evidence obtained by the other auditors in terms of their reports referred to in the Other Matters paragraph below, is sufficient and appropriate to provide a basis for our audit opinion on the consolidated Ind AS financial statements.

Opinion

In our opinion and to the best of our information and according to the explanations given to us and based on the consideration of reports of the other auditors on separate financial statements of the subsidiary, the aforesaid consolidated Ind AS financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the consolidated state of affairs of the Group, as at March 31, 2017, and their consolidated profit, consolidated total comprehensive income, their consolidated cash flows and consolidated statement of changes in equity for the year ended on that date.

Other Matters

We did not audit the financial statements of BlueScope Lysaght Lanka Private Limited, subsidiary, whose financial statements reflect total assets of Rs.3,502.68 Lakhs as at March 31, 2017, total revenues of Rs.8,229.21 lakhs and net cash outflows amounting to Rs.24.39 Lakhs for the year ended on that date, as considered in the Ind AS consolidated financial statements. These financial statements have been audited by other auditor whose reports have been furnished to us by the Management and our opinion on the consolidated Ind AS financial statements, in so far as it relates to the amounts and disclosures included in respect of the subsidiary is based solely on the report of the other auditor.

Our opinion on the consolidated Ind AS financial statements above, and our report on Other Legal and Regulatory Requirements below, is not modified in respect of the above matters with respect to our reliance on the work done and the report of the other auditor.

Report on Other Legal and Regulatory Requirements

As required by Section 143(3) of the Act, based on our audit, we report, to the extent applicable, that:

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- (a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit of the aforesaid consolidated Ind AS financial statements.
- (b) In our opinion, proper books of account as required by law relating to preparation of the aforesaid consolidated Ind AS financial statements have been kept so far as it appears from our examination of those books.
- (c) The Consolidated Balance Sheet, the Consolidated Statement of Profit and Loss (including Other Comprehensive Income), the Consolidated Cash Flow Statement and Consolidated Statement of Changes in Equity dealt with by this Report are in agreement with the relevant books of account maintained for the purpose of preparation of the consolidated Ind AS financial statements.
- (d) In our opinion, the aforesaid consolidated Ind AS financial statements comply with the Indian Accounting Standards prescribed under Section 133 of the Act.
- (e) On the basis of the written representations received from the directors of the Parent as on March 31, 2017 taken on record by the Board of Directors of the Parent, none of the directors of the Parent, is disqualified as on March 31, 2017 from being appointed as a director in terms of Section 164 (2) of the Act.
- (f) With respect to the adequacy of the internal financial controls over financial reporting and the operating effectiveness of such controls, refer to our separate Report in "Annexure A", which is based on the auditors' report of the Parent. Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Parent's internal financial controls over financial reporting.
- (g) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditor's) Rules, 2014, as amended, in our opinion and to the best of our information and according to the explanations given to us:
 - i. The consolidated Ind AS financial statements disclose the impact of pending litigations on the consolidated financial position of the Group – Refer note 30(A) & 30(B) to the financial statements.
 - ii. The Group did not have any material foreseeable losses on long-term contracts including derivative contracts.
 - iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Parent.
 - iv. The Parent has provided requisite disclosures in the consolidated Ind AS financial statements as regards the holding and dealings in Specified Bank Notes as defined in the Notification S.O. 3407(E) dated the 8th November, 2016 of the Ministry of Finance, during the period from 8th November, 2016 to 30th December, 2016 of the Group entities as applicable. Based on audit

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procedures performed and the representations provided to us by the management we report that the disclosures are in accordance with the relevant books of accounts maintained by those entities for the purpose of preparation of the consolidated Ind AS financial statements - Refer note 11 to the financial statements.

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

--SD--

Sunil S Kothari
Partner
(Membership No. 208238)

Place: Pune
Date: May 11, 2017



TATA BLUESCOPE STEEL

Tata BlueScope Steel Limited
Consolidated Balance Sheet as at 31st March, 2017
Rs. in Lakhs

	Particulars	Note No.	As at 31st March 2017	As at 31st March 2016	As at 1st April 2015
	ASSETS				
(1)	Non-current assets				
	(a) Property, plant and equipment	3	90,231.39	100,486.73	107,052.10
	(b) Capital work-in-progress	3 (i)	104.03	1.05	12.67
	(c) Other intangible assets	4	75.53	431.87	916.96
	(d) Goodwill on consolidation		142.08	98.86	47.25
	(e) Financial assets				
	(i) Investments	5	0.40	0.40	0.40
	(ii) Other financial assets	6	138.30	222.52	240.66
	(f) Other non-current assets	7	1,167.91	872.82	881.84
	(g) Current tax assets (net)		239.99	264.99	225.39
			92,099.63	102,379.24	109,377.27
(2)	Current Assets				
	(a) Inventories	9	24,215.48	21,594.32	23,890.40
	(b) Financial assets				
	(i) Investments	5	8,451.75	-	-
	(ii) Trade receivables	10	10,787.10	11,686.08	12,806.00
	(iii) Cash and cash equivalents	11	7,771.54	12,288.35	4,255.01
	(iv) Other financial assets	12	2,629.03	38.30	3.98
	(c) Current tax assets (net)		93.67	-	-
	(d) Other current assets	13	5,879.29	6,882.02	7,929.86
			59,827.86	52,489.07	48,885.25
	Total Assets		151,927.49	154,868.31	158,262.52
	EQUITY AND LIABILITIES				
(1)	Equity				
	(a) Equity share capital	14	86,600.00	86,600.00	86,600.00
	(b) Other equity		(48,828.50)	(54,607.90)	(58,458.81)
			37,771.50	31,992.10	28,141.19
(2)	Liabilities				
	Non-current liabilities				
	(a) Financial liabilities				
	(i) Borrowings	15	87,044.46	94,407.22	67,059.89
	(ii) Other financial liabilities	16	-	894.83	3,113.86
	(b) Provisions	17	1,509.12	1,586.51	1,465.63
	(c) Deferred tax liabilities (net)	8	20.47	22.53	9.35
			88,574.05	96,911.09	71,648.73
(3)	Current liabilities				
	(a) Financial Liabilities				
	(i) Borrowings	18	-	-	3,897.10
	(ii) Trade payables				
	- Dues to micro and small enterprises	19	12.05	67.77	98.99
	- Dues to other creditors		17,829.24	15,379.16	10,766.13
	(iii) Other financial liabilities	20	3,846.24	4,579.80	38,342.46
	(b) Other current liabilities	21	3,124.16	5,268.00	4,985.60
	(c) Provisions	22	770.25	670.39	382.32
			25,581.94	25,965.12	58,472.60
	Total Equity and Liabilities		151,927.49	154,868.31	158,262.52

Summary of significant accounting policies

2

The accompanying notes are an integral part of the financial statements.

In terms of our report attached
**For Deloitte Haskins & Sells
Chartered Accountants**
**For and on behalf of the Board
For Tata BlueScope Steel Limited**

 SD/-
Sunil S Kothari
Partner

 SD/-
Managing Director
(DIN: 06636911)

 SD/-
Director
(DIN: 02350176)

 SD/-
Chief Financial Officer
(M. No. : 202987)

 SD/-
Company Secretary
(M. No. : F5241)

 Place:Pune
Date: 11/05/2017

 Place:Kolkata
Date: 11/05/2017

Tata BlueScope Steel Limited

Consolidated Statement of Changes in Equity for the year ended 31st March, 2017

A. Equity Share Capital

Rs. in Lakhs

Particulars	Amount
Balance As at 1st April, 2015	86,600.00
Change during the year	-
Balance As at 31st March, 2016	86,600.00
Change during the year	-
Balance As at 31st March, 2017	86,600.00

B. Other Equity

Rs. in Lakhs

Particulars	Reserves and Surplus		Total
	Retained Earnings	Foreign Currency Translation Reserve	
Balance As at 1st April, 2015	(58,373.25)	(85.56)	(58,458.81)
Profit for the year	3,729.97	58.99	3,788.96
Other Comprehensive Income for the year, net of income tax			
- Remeasurement gains / (losses) on defined benefit plans	61.95	-	61.95
Balance As at 31st March, 2016	(54,581.33)	(26.57)	(54,607.90)
Profit for the year	5,698.61	(0.47)	5,698.14
Other Comprehensive Income for the year, net of income tax			
- Remeasurement gains / (losses) on defined benefit plans	81.26	-	81.26
Balance As at 31st March, 2017	(48,801.46)	(27.04)	(48,828.50)

In terms of our report attached

For Deloitte Haskins & Sells
Chartered Accountants

For and on behalf of the Board
For Tata BlueScope Steel Limited

SD/-
Sunil S Kothari
Partner

SD/-
Managing Director
(DIN: 06636911)

SD/-
Director
(DIN: 02350176)

SD/-
Chief Financial Officer
(M No.: 202987)

SD/-
Company Secretary
(M No. F5241)

Place: Pune
Date: 11/05/2017

Place: Kolkata
Date: 11/05/2017

Tata BlueScope Steel Limited

Consolidated Statement of Profit and Loss for the year ended 31st March, 2017

Rs. in Lakhs

	Particulars	Note No.	For the year ended 31st March 2017	For the year ended 31st March 2016
(I)	Revenue from operations	23	188,844.00	174,299.15
(II)	Other income	24	1,738.77	656.20
(III)	Total Income		190,582.77	174,955.35
(IV)	EXPENSES			
	(a) Cost of material consumed	25	110,493.29	103,390.41
	(b) Changes in inventories of finished goods and work-in-progress	26	(1,014.03)	1,544.92
	(c) Excise duty on sale of goods		18,773.80	17,462.99
	(d) Employee benefits expense	27	13,671.68	8,607.21
	(e) Finance costs	28	10,309.21	11,173.26
	(f) Depreciation and amortisation expense	3 & 4	6,429.64	7,149.13
	(g) Provision for impairment of Property, plant and equipment	3	5,100.46	-
	(h) Other expenses	29	20,904.88	21,703.44
	Total Expenses		184,668.93	171,031.36
(V)	Profit before tax (III - IV)		5,913.84	3,923.99
(VI)	Tax Expense			
	(1) Current Tax		216.17	179.48
	(2) Deferred Tax		(0.94)	14.54
	Total tax expense		215.23	194.02
(VII)	Profit for the year (V-VI)		5,698.61	3,729.97
(VIII)	Other comprehensive income			
	(a) Items that will not be reclassified to profit or loss		81.26	61.95
	(b) Income tax relating to items that will not be reclassified to profit or loss		-	-
			81.26	61.95
(IX)	Total Comprehensive Income for the year (VII+VIII)(Comprising Profit and Other Comprehensive Income for the year)		5,779.87	3,791.92
(X)	Earnings per equity share (Ref Note 34):			
	(1) Basic		0.67	0.44
	(2) Diluted		0.67	0.44

Summary of significant accounting policies

2

The accompanying notes are an integral part of the financial statements.

**In terms of our report attached
For Deloitte Haskins & Sells
Chartered Accountants**

**For and on behalf of the Board
For Tata BlueScope Steel Limited**

SD/-
Sunil S Kothari
Partner

SD/-
Managing Director
(DIN: 06636911)

SD/-
Director
(DIN: 02350176)

SD/-
Chief Financial Officer
(M No.: 202987)

Company Secretary
(M No. F5241)

Place: Pune
Date: 11/05/2017

Place: Kolkata
Date: 11/05/2017

Tata BlueScope Steel Limited
Consolidated Cash Flow Statement for the year ended 31st March, 2017
Rs. in Lakhs

Particulars	For the year ended 31st March 2017		For the year ended 31st March 2016	
A. Cash flow from / (used in) operating activities				
Profit for the year (excluding other comprehensive income)		5,913.84		3,923.99
<i>Adjustments for:</i>				
Depreciation and amortisation	6,429.64		7,149.13	
Finance costs	10,309.21		11,173.26	
Liabilities no longer required written back	(335.39)		(26.51)	
Loss on sale & discard of Property, plant and equipment	5.10		-	
Provision for bad and doubtful debts	90.19		(25.02)	
Provision for Impairment of Property, plant and equipment	5,100.46		-	
Provision for warranty	116.42		162.60	
Interest from bank and other deposits	(677.03)		(347.18)	
Gain arising on sale of current investments and financial assets designated at FVTPL	(396.30)		-	
Foreign currency translation reserve	(2.23)		(165.58)	
Provision for inventory	104.64		64.36	
Net unrealised exchange (gain) / loss	28.10		120.77	
		20,772.81		18,105.83
Operating Profit before working capital changes		26,686.65		22,029.82
<i>Changes in working capital:</i>				
Adjustments for (increase) / decrease in operating assets:				
Inventories	(3,390.94)		2,231.71	
Trade and other receivables	1,556.06		2,156.47	
Adjustments for increase / (decrease) in operating liabilities:				
Trade and other payables	92.29		4,674.51	
Current provisions	64.31		125.47	
Non-current provisions	3.86		182.84	
		(1,674.42)		9,371.00
Cash generated from operations		25,012.23		31,400.82
Net income tax (paid) / refunds		(357.61)		(39.60)
Net cash flow from / (used in) operating activities (A)		24,654.62		31,361.22
B. Cash flow from / (used in) investing activities				
Payments for property, plant & equipment, other intangible assets and capital work in progress	(599.78)		(321.26)	
Proceeds on sale of property, plant & equipment	2.06		-	
Gain arising on sale of current investments	364.51		-	
Proceeds on sale of current investments	28,000.00		-	
Payments to acquire current investments	(38,910.79)		-	
Interest from bank on deposit	577.14		312.86	
		(10,566.86)		(8.40)
Net cash flow from / (used in) investing activities (B)		(10,566.86)		(8.40)
C. Cash flow from / (used in) financing activities				
Proceeds from non-current borrowings	-		27,474.00	
Repayment of non-current borrowings	(7,542.70)		(32,568.18)	
Proceeds from current borrowings	-		156.03	
Repayment of current borrowings	-		(4,060.15)	
Finance cost	(11,060.07)		(14,319.67)	
		(18,602.77)		(23,317.97)
Net cash flow from / (used in) financing activities (C)		(18,602.77)		(23,317.97)
Net increase / (decrease) in Cash and cash equivalents (A+B+C)		(4,515.01)		8,034.85
Cash and cash equivalents at the beginning of the year		12,288.35		4,255.01
Effect of exchange rate changes on the balance of cash and cash equivalents held in foreign currency		(1.80)		(1.51)
Cash and cash equivalents at the end of the year		7,771.54		12,288.35
Cash and cash equivalents at the end of the year comprises of:				
(a) Balances with scheduled banks				
(i) Current accounts		3,769.31		3,125.66
(ii) Deposit accounts		4,000.46		9,161.46
(b) Cash on hand		1.77		1.23
		7,771.54		12,288.35

Notes:

(i) Figures in brackets represent outflows

The accompanying notes are an integral part of the financial statements.

**In terms of our report attached
For Deloitte Haskins & Sells
Chartered Accountants**
**For and on behalf of the Board
For Tata BlueScope Steel Limited**

 SD/-
Sunil S Kothari
Partner

 SD/-
Managing Director
(DIN: 06636911)

 SD/-
Director
(DIN: 02350176)

 Place: Pune
Date: 11/05/2017

 SD/-
Chief Financial Officer
(M No.: 202987)
Place: Kolkata
Date: 11/05/2017

 SD/-
Company Secretary
(M No. F5241)

Tata BlueScope Steel Limited
Notes to consolidated financial statements for the year ended 31st March, 2017

1. PRINCIPLES OF CONSOLIDATION:

The financial statements of Tata BlueScope Steel Limited ('TBSL' or 'the Company') and its subsidiary company have been consolidated on a line by line basis by adding together like items of assets, liabilities, income, expenses, after eliminating intra group transactions and any unrealized gains or losses in accordance with the Indian Accounting Standard - 110 on "Consolidated Financial Statements" (Ind AS 110).

The Consolidated financial statements incorporate the financial statements of the Company and entities controlled by the Company i.e., its subsidiaries. Control is achieved when the Company is exposed to, or has rights to the variable returns of the entity and the ability to affect those returns through its power over the entity.

The financial statements of Tata BlueScope Steel Limited and its subsidiary company have been consolidated using uniform accounting policies for like transactions and other events in similar circumstances.

In case of foreign subsidiary, being non-integral operations, revenue items are consolidated at the average rate prevailing during the year. All assets and liabilities are converted at the rates prevailing at the end of the year. Any exchange difference arising on consolidation is recognized in the "Foreign Currency Translation Reserve".

Acquisition of subsidiaries are accounted for using the purchase method. The consideration transferred in each business combination is measured at the aggregate of the acquisition date fair values of assets given, liabilities incurred by the Group to the former owners of the acquiree, and equity interests issued by the Group in exchange for control of the acquiree. Acquisition related costs are recognised in the statement of profit and loss.

The excess of cost of investments in the subsidiary company over the share of the equity of the subsidiary company at the date on which the investment in the subsidiary company is made is recognized as 'Goodwill on Consolidation' and is disclosed on the face of the Balance Sheet in the Consolidated Financial Statements.

Following subsidiary is considered in the consolidated financial statements:

Sr. No.	Name of the Subsidiary Company	Country of Incorporation	% of holding	
			As at 31st March 2017	As at 31st March 2016
	Direct Subsidiary			
1	BlueScope Lysaght Lanka Private Limited ("the Subsidiary Company")	Sri Lanka	100%	100%

2. SIGNIFICANT ACCOUNTING POLICIES

A. Statement of compliance:

The consolidated financial statements have been prepared in accordance with the Indian Accounting Standards (Ind AS) notified under the Companies (Indian Accounting Standards) Rules 2015. These are the Group's first Ind AS financial statements. The date of transition to Ind AS is 1st April, 2015 (transition date). Refer note 2(U) for the details of first time adoption exemptions availed by the Group.

Up to the year ended 31st March 2016, the Group prepared its financial statements in accordance with the requirements of previous Generally Accepted Accounting Principles in India ("Indian GAAP"), which includes standards notified under the Companies (Accounting Standards) Rules, 2014.

B. Basis for the preparation and presentation:

The Consolidated Financial Statements comprise the financial statements of TBSL and its subsidiary (the Company, its subsidiary "the Group"). The consolidated financial statements have been prepared on the historical cost basis except for certain financial instruments that are measured at fair values at the end of each reporting period, as explained in the accounting policies below.

Historical cost is generally based on the fair value of the considerations given in exchange for goods and services.

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date, regardless of whether that price is directly observable or estimated using another valuation technique. In estimating the fair value of an asset or a liability, the Group takes into account the characteristics of the asset or liability if market participants would take those characteristics into account when pricing the asset or liability at the measurement date. Fair value for measurement and/or disclosure purposes in these financial statements is determined on such a basis, except for share-based payment transactions that are within the scope of Ind AS 102, leasing transactions that are within the scope of Ind AS 17, and measurements that have some similarities to fair value but are not fair value, such as net realizable value in Ind AS 2 or value in use in Ind AS 36.

In addition, for financial reporting purposes, fair value measurements are categorized into Level 1, 2 or 3 based on the degree to which the inputs to the fair value measurements are observable and the significance of the inputs to the fair value measurement in its entirety, which are described as follows:

Tata BlueScope Steel Limited

Notes to consolidated financial statements for the year ended 31st March, 2017

- Level 1 inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities that the entity can access at the measurement date;
- Level 2 inputs are inputs, other than quoted prices included within Level 1, that are observable for the asset or liability, either directly or indirectly; and
- Level 3 inputs are unobservable inputs for the asset or liability.

The financial statements of the subsidiary company used in the consolidation are drawn up to the same reporting date as that of TBSL.

All intragroup assets and liabilities, equity, income, expenses, and cash flows relating to transactions between members of the Group are eliminated in full on consolidation.

Goodwill arising on acquisition of a subsidiary represents the excess of the consideration transferred in the business combination over the Group's interest in the net fair value of the identifiable assets acquired, liabilities assumed and contingent liabilities recognised at the date of acquisition. Goodwill is initially recognised as an asset at cost and is subsequently measured at cost less any accumulated impairment losses.

C. Comparatives:

Comparative financial information is presented in accordance with the 'Corresponding Figure' financial reporting framework set out in Standard on Auditing 710 on Comparatives. Accordingly, amounts and other disclosures for the preceding period/year are included as an integral part of the current period/year's financial statements, and are to be read in relation to the amounts and other disclosures relating to the current period/year.

D. Use of Estimates

The preparation of financial statements in conformity with the recognition and measurement principles of IND AS requires the management to make estimates and assumptions that affect the reported balances of assets and liabilities, disclosures of contingent liabilities at the date of the financial statements and the reported amounts of income and expenses for the periods presented.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimates are revised and future periods are affected. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates. Difference between the actual result and estimates are recognised in the year in which the results are known/ materialized.

Key sources of estimation of uncertainty at the date of financial statements, which may cause a material adjustment to the carrying amounts of assets and liabilities within the next financial year are, useful lives of property, plant & equipment and intangible assets, valuation of deferred tax assets and provisions & contingent liabilities

Useful lives of property, plant & equipment and Intangible Assets (PPE&IA)

The useful lives of PPE&IA are reviewed at the end of each reporting period. This reassessment may result in change in depreciation / amortisation expense in the future periods.

Valuation of deferred tax assets

The carrying amount of deferred tax assets are reviewed at the end of each reporting period. The policy for the same has been explained under Note 2(P).

Provisions and contingent liabilities

A provision is recognised when the Group has a present obligation as a result of past event and it is probable than an outflow of resources will be required to settle the obligation, in respect of which the reliable estimate can be made. Provisions (excluding retirement benefits and compensated absences) are not discounted to its present value and are determined based on best estimate required to settle the obligation at the Balance Sheet date. These are reviewed at each Balance Sheet date adjusted to reflect the current best estimates. Contingent liabilities are not recognised in the financial statements. A contingent asset is neither recognised nor disclosed in the financial statements

The Group provides an amount equivalent to 1% of Engineering to Order (ETO) sales in relation to warranties given to customers for workmanship (quality) related liabilities. Historical data and experience is used as a basis for the amount provided. In addition, the Group provides an amount equivalent to 0.25% of external sales of Coated Steel and its transfers to Lysaght business

E. Operating Cycle

Based on the nature of products / activities of the Group and the normal time between acquisition of assets and their realization in cash or cash equivalents, the Group has determined its operating cycle as 12 months for the purpose of classification of its assets and liabilities as current and non-current.

F. Revenue Recognition:

Revenue is recognised on the following basis;

Revenue is measured at the fair value of the consideration received or receivable. Revenue is reduced for customer returns, rebates and other similar allowances.

- i. Sale of Goods: Revenue from the sale of goods is recognised when the goods are delivered and titles have passed, at which time all the following conditions are satisfied:
 - a. The Group has transferred to the buyer the significant risk and rewards of ownership of the goods;
 - b. The Group retains neither continuing managerial involvement to the degree usually associated with ownership nor effective control over the goods sold;
 - c. The amount of revenue can be measured reliably;
 - d. It is probable that the economic benefits associated with the transaction will flow to the Group; and
 - e. The costs incurred or to be incurred in respect of the transaction can be measured reliably.

Sale of goods is recognized gross of excise duty but net of sales tax and value added tax.

- ii. Export Incentives: Incentives for export under various schemes notified by Government have been recognised when there is a reasonable assurance that the Group will comply with the conditions prescribed and the incentive will be received.
- iii. Construction Contracts: When the outcome of a construction contract can be estimated reliably, revenue and costs are recognised with reference to the stage of completion of the contract activity at the end of the reporting period. The outcome of a construction contract is measured based on the proportion of contract costs incurred for the work performed to date relative to the estimated total contract costs, except where this would not be representative of the stage of completion. Variations in contract work, claims and incentive payments are included to the extent that the amount can be measured reliably and its receipt is considered probable.

The outcome of a construction contract is considered as estimated reliably when

- (a) all critical approvals necessary for commencement of the project have been obtained;
- (b) the stage of completion of the project reaches a reasonable level of development i.e., the expenditure incurred on construction and development cost is at least 25% of the total construction and development costs; and
- (c) it is reasonably expected that the counterparty will comply with the payment terms in the agreements.

When the outcome of a construction contract cannot be estimated reliably, contract revenue is recognised to the extent of contract cost incurred that it is probable and will be recoverable. Contract costs are recognised as expenses in the period they are incurred.

When it is probable that the total contract costs will exceed the total contract revenue, the entire expected loss is immediately recognised as an expense.

When contract cost incurred to date plus recognised profits less recognised losses exceed progress billings, the surplus is shown as amounts due from customers for contract work. For contracts where progress billings exceed contract costs incurred to date plus recognised profits less recognised losses, the surplus is shown as the amounts due to customers for contract work. Amounts received before the related work is performed are included in the Balance Sheet, as advances received under liability. Amounts billed for work performed but not yet paid by the customer are included in the Balance Sheet under trade receivables.

Revenue in respect of claims for escalation of price is recognised when there is reasonable certainty to assess the ultimate collection.

- iv. Commission Income: This is recognised at the time of delivery of material to the party.
- v. Interest Income: Interest income from a financial asset is recognized when it is probable that the economic benefits will flow to the Group and the amount of income can be measured reliably. Interest income is accrued on a time basis, by reference to the principal outstanding and at the effective interest rate applicable, which is the rate that exactly discounts estimated future cash receipts through the expected life of the financial asset to that asset's net carrying amount on initial recognition.
- vi. Rental Income: The Group's policy for recognition of revenue from operating leases is described in point O below.

Tata BlueScope Steel Limited
Notes to consolidated financial statements for the year ended 31st March, 2017

G. Property, Plant and Equipment and Intangible Assets (PPE&IA) :

PPE&IA are stated at cost of acquisition or construction less accumulated depreciation / amortisation. All costs relating to the acquisition and installation of PPE&IA are capitalized and include financing costs relating to borrowed funds attributable to the construction or acquisition of qualifying PPE&IA, up to the date the asset is ready for intended use. Self-constructed assets are considered at cost for the purpose of capitalization.

Any gain or loss arising on the disposal or retirement of an item of PPE&IA is determined as the difference between the sales proceeds and the carrying amount of the assets and is recognised in Statement of Profit & Loss.

H. Depreciation & Amortisation :

PPE&IA (net of residual value of 5% of original cost) (other than freehold land and properties under construction) are depreciated on straight line basis over their estimated useful lives envisaged in Schedule II of the Companies Act 2013 except in case of Office Building in which case the useful life is determined based on a technical evaluation by a Chartered Engineer. However, assets valued up to Rs. 5,000 are fully depreciated in the year of acquisition. The useful life as adopted by the Group are as under:

Particulars	Useful life [In Years]
Buildings	15 to 60
Plant and Machinery	7.5 to 25
Computers- Servers & Networks	6
Computers- End user equipment	3
Office Equipment	5
Furniture & Fixtures	5 to 10
Software	3 to 5
Technical Know How	5
Tools & Dies	5
Motor Vehicles	4 to 11

Freehold Land is not depreciated.

Depreciation / Amortisation on PPE&IA acquired and sold during the year is provided on pro-rata basis with reference to the date of addition or sale.

The estimated useful lives, residual values and depreciation method are reviewed at the end of each reporting period, with the effect of any changes in estimate accounted for on a prospective basis.

I. Borrowing Costs:

Borrowing costs directly attributable to the acquisition, construction or production of qualifying assets, which are assets that necessarily take a substantial period of time to get ready for their intended use, are added to the cost of those assets, until such time as the assets are substantially ready for their intended use.

All other borrowing costs are recognized in profit or loss in the period in which they are incurred.

J. Impairment of Assets:

At each Balance Sheet date, the Group reviews the carrying amounts of its PPE&IA to determine whether there is any indication that those assets suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of impairment loss. Recoverable amount is the higher of an asset's fair value less costs of disposal and value in use. In assessing value in use, the estimated future cash flows expected from the continuing use of the asset and from its disposal are discounted to their present value using a pre-tax discount rate that reflects the current market assessments of time value of money and the risks specific to the asset. Reversal of impairment loss is recognised as income in the Statement of Profit and Loss as and when they arise.

K. Inventories:

Finished products, Work in progress, Raw material & components, Stores and spare parts are carried at lower of cost and net realizable value. Purchased raw materials-in-transit are carried at cost. Necessary provision is made and charged to Statement of Profit & Loss in case of identified slow moving and obsolete items.

Cost of inventories is generally ascertained on the 'weighted average basis'. Work in progress and finished and semi-finished products are valued on full absorption cost basis.

L. Employee Benefits:

Retirement benefit costs and termination benefits

Payments to defined contribution retirement benefit are recognized as an expense when employees have rendered service entitling them to the contributions.

For defined retirement benefit plans, the cost of providing is determined using the projected unit credit method for which actuarial valuations are being carried out at the end of each annual reporting period. Remeasurement, comprising actuarial gains and losses, the effect of the changes to the asset ceiling (if applicable) and the return on plan assets (excluding net interest), is reflected immediately in the balance sheet with a charge or a credit recognized in other comprehensive income in the period in which they occur. Remeasurement recognized in other comprehensive income is reflected immediately in retained earnings and is not reclassified to profit or loss. Past service cost is recognized in profit or loss in the period of a plan amendment. Net interest is calculated by applying the discount rate at the beginning of the period to the net defined benefit liability or asset. Defined benefit costs are categorized as follows:

- Service cost (including current service cost, past service cost, as well as gains and losses on curtailments and settlements);
- Net interest expense or income; and
- Remeasurement

The Group presents the first two components of defined benefit costs in profit or loss in the line item 'Employee benefits expense'. Curtailment gains and losses are accounted for as past service costs.

Any surplus resulting from this calculation is limited to the present value of any economic benefits available in the form of refunds from the plans or reductions on future contributions to the plans.

A liability for a termination benefit is recognized either when the entity can no longer withdraw the offer of the termination benefit or when the entity recognizes any related restructuring costs, whichever is earlier.

Short-term and other long-term employee benefits: -

A liability is recognized for benefits accruing to employees in respect of wages and salaries and annual leave in the period the related service is rendered at the undiscounted amount of the benefits expected to be paid in exchange for that service.

Liabilities recognized in respect of short-term employee benefits are measured at the undiscounted amount of the benefits expected to be paid in exchange for the related service.

Liabilities recognized in respect of other long-term employee benefits are measured at the present value of the estimated future cash outflows expected to be made by the Group in respect of services provided by employees up to the reporting date.

M. Foreign Currency Transactions:

Transactions in foreign currencies are recorded at the rates of exchange prevailing on the date of the transaction. Foreign currency monetary assets and liabilities are translated into rupees at the rate of exchange prevailing on the date of the Balance Sheet and the resulting gain/loss is recorded in the Statement of Profit and Loss. Exchange differences arising on settlement of transactions and translation of monetary items are recognised as income or expense in the year in which they arise.

N. Provisions, Contingent liabilities and Contingent Assets:

As per Ind AS 37, 'Provisions, Contingent Liabilities and Contingent Assets', the Group recognizes provisions only when it has a present obligation as a result of a past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and when a reliable estimate of the amount of the obligation can be made.

No Provision is recognised for:

- i) Any possible obligation that arises from past events and the existence of which will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Group; or
- ii) Any present obligation that arises from past events but is not recognised because-
 - a) It is not probable that an outflow of resources embodying economic benefits will be required to settle the obligation; or
 - b) A reliable estimate of the amount of obligation cannot be made.

Tata BlueScope Steel Limited
Notes to consolidated financial statements for the year ended 31st March, 2017

Such obligations are recorded as Contingent Liabilities. These are assessed periodically and only that part of the obligation for which an outflow of resources embodying economic benefits is probable, is disclosed, except in the extremely rare circumstances where no reliable estimate can be made.

Contingent Assets are not recognised in the financial statements since this may result in the recognition of income that may never be realized.

O. Leases:

Leases are classified as finance leases whenever the terms of the lease transfers substantially all the risks and rewards of ownership to the lessee. All other leases are classified as operating leases.

As lessor:

Rental income from operating lease is generally recognized on a straight-line basis over the term of the relevant lease. Where the rentals are structured solely to increase in line with expected general inflation to compensate for expected inflationary cost increases, such increases are recognized in the year in which such benefits accrue. Initial direct costs incurred in negotiating and arranging an operating lease are added to the carrying amount of the leased asset and recognized on a straight-line basis over the lease term.

As lessee:

Rental expense from operating leases is generally recognized on a straight-line basis over the term of the relevant lease. Where the rentals are structured solely to increase in line with expected general inflation to compensate for the lessor's expected inflationary cost increases, such increases are recognized as an expense in the period in which they are incurred.

In the event that lease incentives are received to enter into operating leases, such incentives are recognized as a liability. The aggregate benefit of incentives is recognized as a reduction of rental expense on a straight-line basis, except where another systematic basis is more representative of the time pattern in which economic benefits from the leased asset are consumed.

P. Current and Deferred Taxes:

Income tax expense represents the sum of the tax currently payable and deferred tax.

Current tax:

The tax payable is based on the taxable profit for the year, computed in accordance with the provisions of applicable tax laws. Taxable profit differs from 'profit before tax' as reported in the statement of profit and loss because of items of income or expense that are taxable or deductible in other years and items that are never taxable or deductible. The Group's current tax is calculated using tax rates that have been enacted or substantively enacted by the end of the reporting period.

Deferred tax:

Deferred tax is recognized on temporary differences between the carrying amounts of assets and liabilities in the financial statements and the corresponding tax bases used in the computation of taxable profit. Deferred tax liabilities are generally recognized for all taxable temporary differences. Deferred tax assets are generally recognized for all deductible temporary differences to the extent that it is probable that taxable profits will be available against which those deductible temporary differences can be utilized.

The carrying amount of deferred tax assets is reviewed at the end of each reporting period and reduced to the extent that it is no longer probable that sufficient taxable profits will be available to allow all or part of the asset to be recovered.

Deferred tax liabilities and assets measured at the tax rates that are expected to apply in the period in which the liability is settled or the asset realized, based on tax rates (and tax laws) that have been enacted or substantively by the end of the reporting period.

The measurement of deferred tax liabilities and assets reflects the tax consequences that would follow from the manner in which the Group expects, at the end of the reporting period, to recover or settle the carrying amount of its assets and liabilities.

Current and deferred tax for the year:

Current and deferred tax are recognized in profit or loss, except when they relate to items that are recognized in other comprehensive income or directly in equity, in which case, the current and deferred tax are also recognized in other comprehensive income or directly in equity respectively.

Q. Statement of Cash Flow:

The Cash Flow statement is prepared by indirect method set out in Ind AS 7- "Cash Flow Statements" and present cash flows by operating, investing and financing activities of the Group.

R. Earnings per share:

The Group reports basic and diluted earnings per share in accordance with Ind AS - 33 on 'Earnings per Share'. Basic earnings per share is computed by dividing the net profit or loss for the year by the weighted average number of Equity shares outstanding during the year. Diluted earnings per share is computed by dividing the net profit or loss for the year by the weighted average number of equity shares outstanding during the year as adjusted for the effects of all diluted potential equity shares except where the results are anti- dilutive.

S. Derivative Financial Instruments:

The Group uses forward contract to hedge its risks associated with foreign exchange fluctuations as needed. Such derivative financial instrument is used as risk management tools and not for speculative purposes. Derivative financial instrument entered into for hedging foreign exchange risks of recognised foreign currency monetary item is accounted for as per the principles laid down in Ind AS- 39 "Financial Instruments – Recognition & Measurement". Premium / discounts on forward contract is amortised over the life of forward contract.

T. Financial Instruments:

Financial assets and financial liabilities are recognised when the Group becomes a party to the contractual provisions of the instrument. Financial assets and liabilities are initially measured at fair value. Transaction costs that are directly attributable to the acquisition or issue of financial assets and financial liabilities (other than financial assets and financial liabilities at fair value through profit or loss) are added to or deducted from the fair value measured on initial recognition of financial asset or financial liability. The transaction costs directly attributable to the acquisition of financial assets and financial liabilities at fair value through profit and loss are immediately recognised in the Statement of Profit and Loss.

Effective interest method

The effective interest method is a method of calculating the amortised cost of a financial instrument and of allocating interest income or expense over the relevant period. The effective interest rate is the rate that exactly discounts future cash receipts or payments through the expected life of the financial instrument, or where appropriate, a shorter period.

i. Financial assets

Financial assets are carried at fair value through Statement of Profit and Loss (FVTPL). All recognised financial assets are subsequently measured in their entirety at either amortised cost or fair value, depending on the classification of the financial assets.

ii. Financial liabilities and equity instruments

Financial liabilities and equity instruments issued by the Group are classified according to the substance of the contractual arrangements entered into and the definitions of a financial liability and an equity instrument.

Interest-bearing bank loans, overdrafts and issued debt are initially measured at fair value and are subsequently measured at amortised cost using the effective interest rate method.

Financial Liabilities are carried at fair value through Statement of Profit and Loss, with any gains or losses arising on measurement recognised in profit and loss. The net gain or loss recognised in profit and loss incorporates any interest paid on the financial liability and is included in the 'Other income' line item.

U. Explanation of Transition to Ind AS:

The transition from Indian GAAP to Ind AS has been accounted for in accordance with Ind AS - 101 'First Time Adoption of Indian Accounting Standards', as at the transition date. However, this principle is subject to the certain exceptions and certain optional exemptions availed by the Group as detailed below.

Classification and measurement of financial assets and liabilities

The fair value of the financial assets or the financial liabilities as on the transition date to Ind AS has been adopted as the new gross carrying amount of that financial assets or the new amortised cost of that financial liabilities.

Deemed cost of property, plant and equipment and intangible assets

The Group has elected to continue with the carrying value of all of its property, plant & equipment and intangible assets recognised as of the transition date measured as per the Indian GAAP and use that carrying value as its deemed cost as of the transition date.

Tata BlueScope Steel Limited
Notes to consolidated financial statements for the year ended 31st March, 2017

Determining whether an arrangement contain a lease

The Group has applied Appendix C of Ind AS – 17 'Determining whether an Arrangement contains a Lease' to determine whether an arrangement existing at the transition date contains a lease on the basis of facts and circumstances existing at that date.

Equity investment in the Subsidiary

The Group opts to carry its investment in the Subsidiary at 'deemed cost' based on the Indian GAAP carrying amount that existed at the transition date.

Impairment of financial assets

The Group has applied the impairment requirements of Ind AS – 109 'Financial Instruments' retrospectively; however, as permitted by Ind AS 101, the Group has used reasonable and supportable information that is available without undue cost or effort to determine the credit risk at the date of financial instruments were initially recognised in order to compare it with the credit risk at the transition date.

Tata BlueScope Steel Limited

Note 3 : Tangible Assets

Rs. in Lakhs

Particulars	Deemed Cost				Depreciation			Impairment#		Net Block
	As at 01.04.2016	Additions / Adjustments during the year	Deductions during the year	Effect of foreign currency exchange differences	As at 31.03.2017	As at 01.04.2016	For the year	On deductions	As at 31.03.2017	
Freehold Land	1,716.12	-	-	-	1,716.12	-	-	-	-	1,716.12
Freehold Buildings	32,762.88	3.25	-	-	32,766.13	1,114.01	1,075.02	-	2,189.03	26,975.97
Leasehold Improvement	1,206.81	-	-	-	1,206.81	111.95	112.02	-	223.97	982.84
Plant & Equipment*	70,349.03	702.50	-	30.71	71,020.82	5,076.89	4,610.33	-	9,687.22	59,849.34
Tools & Dies	101.12	0.33	-	-	101.45	38.92	29.10	-	68.02	32.65
Furniture & Fixtures	411.84	6.06	4.86	(7.57)	420.61	70.91	67.61	2.59	135.93	271.95
Office Equipment	596.91	210.36	4.89	7.95	794.43	250.68	177.81	4.30	424.19	368.68
Vehicles	6.08	34.35	6.08	-	34.35	0.69	1.41	1.59	0.51	33.84
Total	107,150.79	956.85	15.83	31.09	108,060.72	6,664.05	6,073.30	8.48	12,728.87	90,231.39

*Includes capital spares aggregating to Rs. 665.10 Lakhs earlier classified under inventory.

#Refer Note 36

Note 3 : Tangible Assets continued

Rs. in Lakhs

Particulars	Deemed Cost				Depreciation			Impairment		Net Block
	As at 01.04.2015	Additions during the year	Deductions during the year#	Effect of foreign currency exchange differences	As at 31.03.2016	As at 01.04.2015	For the year	On deductions	As at 31.03.2016	
Freehold Land	1,716.12	-	-	-	1,716.12	-	-	-	-	1,716.12
Freehold Buildings	32,762.88	-	-	-	32,762.88	-	1,114.01	-	1,114.01	31,648.88
Leasehold Improvement	1,207.01	-	0.20	-	1,206.81	-	111.95	-	111.95	1,094.85
Plant & Equipment	70,254.23	101.81	-	7.01	70,349.03	-	5,076.89	-	5,076.89	65,272.13
Tools & Dies	100.27	0.85	-	-	101.12	-	38.92	-	38.92	62.20
Furniture & Fixtures	406.66	8.37	3.20	-	411.84	-	70.91	-	70.91	340.93
Office Equipment	598.85	12.55	14.50	-	596.91	-	250.69	-	250.69	346.22
Vehicles	6.08	-	-	-	6.08	-	0.70	-	0.70	5.38
Total	107,052.10	123.59	17.89	7.01	107,150.79	-	6,664.06	-	6,664.06	100,486.73

Notes:

#Deductions during the year includes Rs. 17.02 Lakhs, wrongly capitalised during earlier periods which is reduced during the year.

Note 3 (f) : Capital WIP

Rs. in Lakhs

Particulars	As at 31st March 2017	As at 31st March 2016	As at 1st April 2015
Capital work in progress	104.03	1.05	12.67
Total	104.03	1.05	12.67

Tata BlueScope Steel Limited

Note 4 : Intangible Assets

Rs. in Lakhs

Particulars	Gross Block			Amortisation			Impairment	Net Block As at 31.03.2017
	As at 01.04.2016	Additions during the year	Deductions during the year	As at 31.03.2017	For the year	On deductions		
Intangible Assets (Other than internally generated) Software	613.65	-	-	613.65	306.57	231.55	-	538.12
Technical Know How	303.31	-	-	303.31	178.51	124.80	-	303.31
Total	916.96	-	-	916.96	485.08	356.35	-	841.43

Note 4 : Intangible Assets continued

Rs. in Lakhs

Particulars	Deemed Cost			Depreciation			Impairment	Net Block As at 31.03.2016
	As at 01.04.2015	Additions during the year	Deductions during the year	As at 31.03.2016	For the year	On deductions		
Intangible Assets (Other than internally generated) Software	613.63	-	-	613.63	-	306.56	-	307.07
Technical Know How	303.33	-	-	303.33	-	178.52	-	124.80
Total	916.96	-	-	916.96	485.08	485.08	-	431.87

Tata BlueScope Steel Limited

Note 5 : Investments

Rs. in Lakhs

	Particulars	As at 31st March 2017	As at 31st March 2016	As at 1st April 2015
(a)	Non Current Investments			
(i)	Others (Unquoted) National Saving Certificate	0.40	0.40	0.40
		0.40	0.40	0.40
(b)	Current Investments At Fair value through Profit and Loss (FVTPL)			
(i)	Investments in Mutual Funds - Unquoted (Ref Note 5(i))	8,451.75	-	-
		8,451.75	-	-
	Total	8,452.15	0.40	0.40

Note 5 (i) : Details of Investments in Mutual Funds - Unquoted

Rs. in Lakhs

	Mutual Fund Name	As at 31st March 2017	As at 31st March 2016	As at 1st April 2015
1	Axis Liquid Fund - Growth (92,331 Units)	1,660.13	-	-
2	ICICI Prudential Money Market Fund - Reg - Growth (527,112 Units)	1,182.74	-	-
3	Invesco India Liquid Fund - Growth (74,899 Units)	1,672.04	-	-
4	JM High Liquidity - Growth (3,766,105 Units)	1,670.81	-	-
5	Tata Money Market Fund - Reg - Growth (23,584 Units)	602.28	-	-
6	UTI-Liquid Cash Plan - IP - Growth - Growth (62,626 Units)	1,663.75	-	-
	Total	8,451.75	-	-

Note: There were no investments in earlier reported years.

Tata BlueScope Steel Limited

Note 6 : Other Financial Assets - Non Current

Rs. in Lakhs

	Particulars	As at 31st March 2017	As at 31st March 2016	As at 1st April 2015
(a)	Unsecured, considered good			
	Security Deposits	138.30	222.52	240.66
	Total	138.30	222.52	240.66

Note 7 : Other non-current assets

Rs. in Lakhs

	Particulars	As at 31st March 2017	As at 31st March 2016	As at 1st April 2015
(a)	Unsecured, considered good			
(i)	Capital advances	1.34	6.66	6.66
(ii)	Prepaid lease payments	336.91	340.79	344.67
(iii)	Amount paid under protest (Ref note 32(A))	728.87	466.88	466.88
(iii)	Prepaid expenses	6.11	8.49	13.63
(iv)	Security deposits	94.68	50.00	50.00
(b)	Doubtful			
(i)	Capital advances	-	35.44	35.44
	Less: Provision for bad & doubtful loans & advances	-	(35.44)	(35.44)
	Total	1,167.91	872.82	881.84

Tata BlueScope Steel Limited

Note 8 : Deferred Tax Liabilities/Assets

(i) Break up of deferred tax liability as at year end:

Rs. in Lakhs

	Nature of timing difference	As at 31st March 2017	As at 31st March 2016	As at 1st April 2015
	Deferred Tax Liability			
	Difference between book and tax depreciation	10,951.45	11,956.46	11,287.81 1.70
	Total	10,951.45	11,956.46	11,289.51

(ii) Break up of deferred tax asset as at year end:

Rs. in Lakhs

	Nature of timing difference	As at 31st March 2017	As at 31st March 2016	As at 1st April 2015
	Deferred Tax Assets			
	Provision for leave encashment	244.98	230.15	212.77
	Provision for Bonus & employee separation	1,411.94	247.28	141.99
	Provision for Gratuity	222.54	257.47	236.38
	Provision for doubtful debts & advances	243.96	231.20	311.36
	Business Loss	4,149.54	8,496.55	9,541.03
	Unabsorbed Depreciation (Refer note below)	4,658.02	2,471.28	836.63
	Total	10,930.98	11,933.93	11,280.16

(iii)	Net Deferred Tax Assets / (Liability)	(20.47)	(22.53)	(9.35)
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(iv) Net Deferred Tax Asset/Liability:

Rs. in Lakhs

	Nature of timing difference	As at 31st March 2017	As at 31st March 2016	As at 1st April 2015
		Audited	Audited	Audited
	Net Deferred Tax Asset / (Liability) recognised	(20.47)	(22.53)	(9.35)

Note: Net deferred tax asset/liability recognised above pertains to Subsidiary Company. In case of Parent Company, on the ground of prudence, Deferred Tax Asset has been recognized only to the extent of Deferred Tax Liability.

Tata BlueScope Steel Limited

Note 9 : Inventories

Rs. in Lakhs

(Valued at lower of cost and net realisable value)

	Particulars	As at 31st March 2017	As at 31st March 2016	As at 1st April 2015
(a)	Raw Materials			
(i)	Raw Materials	12,534.46	12,155.05	11,804.36
(ii)	Goods-in-transit	1,849.14	453.27	1,748.67
		14,383.60	12,608.32	13,553.03
(b)	Work-in-progress	5,064.14	3,362.22	3,808.82
(c)	Stores & spare parts	1,590.88	1,759.03	1,565.48
(d)	Finished goods	3,176.86	3,864.75	4,963.07
	Total	24,215.48	21,594.32	23,890.40

(Refer note 25 & 26 for cost of inventories recognised as an expense during the year).

Note 9 (i): Details of inventory of work-in-progress

Rs. in Lakhs

	Particulars	As at 31st March 2017	As at 31st March 2016	As at 1st April 2015
(a)	Secondary	47.65	68.61	68.48
(b)	Sheeting & Cladding	1,800.38	1,509.45	1,690.67
(c)	Trims	148.26	98.19	55.28
(d)	Metal Coated	2,300.35	1,069.28	2,193.19
(e)	Colour Coated	740.01	278.26	933.33
(f)	Other items	27.49	338.43	2.50
	Total	5,064.14	3,362.22	4,943.45

Note 9 (ii): Details of inventory of finished goods

Rs. in Lakhs

	Particulars	As at 31st March 2017	As at 31st March 2016	As at 1st April 2015
(a)	Coated steel products	3,050.64	3,756.01	3,615.62
(b)	Building Products	126.22	108.74	1,347.45
	Total	3,176.86	3,864.75	4,963.07

Tata BlueScope Steel Limited
Note : 10 Trade Receivables
Rs. in Lakhs

	Particulars	As at 31st March 2017	As at 31st March 2016	As at 1st April 2015
(a)	Secured, considered good	4,430.52	5,946.71	4,728.66
(b)	Unsecured, considered good	6,356.58	5,739.37	8,077.34
(c)	Doubtful	911.29	822.20	1,047.34
(d)	Allowance for doubtful debts / expected credit loss	11,698.39 (911.29)	12,508.28 (822.20)	13,853.34 (1,047.34)
	Total	10,787.10	11,686.08	12,806.00

The above Includes Retention money not due of Rs. 998.61 Lakhs (31.03.16 Rs. 883.63 Lakhs, 31.03.15 Rs. 847.88 Lakhs).

10 (i) The Company records receivables on account of goods sold or services rendered in the normal course of business and classify the same as "trade receivable". The credit period for such sales vary based on terms negotiated with customers. Credit to customers are based on credit policies which are reviewed periodically. Before accepting any new customer, the Company uses effective tools to assess the credit worthiness of the customer. Deviations are allowed only after specific approvals as provided in the Credit policies. Out of the total trade receivables balance as at 31st March 2017, Rs. 803.65 Lakhs (31.03.16 Rs. 510.80 Lakhs, 01.04.2015 Rs. 584.26 Lakhs) was due from Larsen & Toubro Ltd. and Rs. 838.49 Lakhs (31.03.16 Rs. 873.96 Lakhs, 01.04.2015 Rs. 712.89 Lakhs) was due from Interarch Building Systems Private Limited. There were no other customers who represent more than 5% of the total balance of gross trade receivables.

Rs. in Lakhs

	Particulars	As at 31st March 2017	As at 31st March 2016	As at 1st April 2015
	Less than six months	10,563.80	11,630.61	12,508.49
	More than six months	1,134.59	877.67	1,344.85
	Total	11,698.39	12,508.28	13,853.34

10 (ii) The Company has used a practical expedient by taking judgemental calls on expected credit loss allowance for trade receivables. Movement in the expected credit loss allowance is as follows:

Rs. in Lakhs

	Particulars	As at 31st March 2017	As at 31st March 2016
	Balance at the beginning of the year	822.20	1,064.73
	Movement in expected credit loss allowance on trade receivables calculated at lifetime expected credit loss	89.09	(49.52)
	Bad debts written off	-	(193.01)
	Balance at the end of the year	911.29	822.20

The concentration of credit risk is limited due to the fact that customer base is large and unrelated.

Note 11: Cash and Cash Equivalents
Rs. in Lakhs

	Particulars	As at 31st March 2017	As at 31st March 2016	As at 1st April 2015
(a)	Balances with banks			
(i)	Current Accounts	3,769.31	3,125.66	1,591.85
(ii)	Deposit Accounts	4,000.46	9,161.46	2,661.46
(b)	Cash on hand	1.77	1.23	1.70
	Total	7,771.54	12,288.35	4,255.01

Details of specified Bank Notes (SBN)#
Rs

	Particulars	SBN*	Other Denomination Notes	Total
(a)	Closing cash in hand as on 8th November, 2016	20,000	134,624	154,624
(b)	Add: Permitted receipts	-	271,498	271,498
(c)	Less: Permitted payments	-	(268,339)	(268,339)
(d)	Less: Amount deposited in Banks	(20,000)	-	(20,000)
(e)	Closing cash in hand as on 30th December, 2016	-	137,783	137,783

* Includes 40 SBN of Rs. 500 denomination.

#Above information includes imprest cash balances & settlement thereon.

Tata BlueScope Steel Limited

Note 12 : Other Financial Assets - Current

Rs. in Lakhs

	Particulars	As at 31st March 2017	As at 31st March 2016	As at 1st April 2015
(a)	Interest accrued on fixed deposits	129.03	38.30	3.98
(b)	Corporate deposits	2,500.00	-	-
	Total	2,629.03	38.30	3.98

Note 13 : Other Current Assets

Rs. in Lakhs

	Particulars	As at 31st March 2017	As at 31st March 2016	As at 1st April 2015
	Unsecured, considered good			
(a)	Advance with public bodies*	4,340.95	4,663.19	5,871.60
(b)	Advances to suppliers, contractors and others	1,042.11	893.70	361.87
(c)	Prepaid expenses	247.80	206.47	282.90
(d)	Prepaid lease payments	3.87	3.86	3.86
(e)	Amount due from customers in respect of contract work (Unbilled revenue)	244.56	1,114.80	1,409.63
	Total	5,879.29	6,882.02	7,929.86

*Advance with public bodies as shown above includes Rs. 993.38 Lakhs (31.03.16: Rs. 868.00 lakhs, 01.04.15: Rs. 1,753.58 lakhs) dues from Excise and Custom Authorities.

Tata BlueScope Steel Limited

Note 14 : Equity Share Capital

Rs. in Lakhs

Particulars	As at 31st March 2017	As at 31st March 2016	As at 1st April 2015
Authorised:			
1,000,000,000 Equity Shares of Rs.10 each	100,000.00	100,000.00	100,000.00
(31.03.2016 : 1,000,000,000 Equity Shares of Rs.10 each)	100,000.00	100,000.00	100,000.00
Issued, Subscribed and fully paid up:			
866,000,000 Equity Shares of Rs.10 each	86,600.00	86,600.00	86,600.00
(31.03.2016 : 866,000,000 Equity Shares of Rs.10 each)			
Total	86,600.00	86,600.00	86,600.00

Note 14 (A): Reconciliation of the no. of shares outstanding at the beginning and at the end of the year:

Nos. in Lakhs

Particulars	As at 31st March 2017	As at 31st March 2016	As at 1st April 2015
No of shares outstanding at the beginning of the year	8,660.00	8,660.00	8,660.00
Add: Additional shares issued during the year	-	-	-
Less: Shares forfeited/Bought back during the year	-	-	-
No of shares outstanding at the end of the year	8,660.00	8,660.00	8,660.00

Note 14 (B): Number of shares held by each shareholder holding more than 5% shares in the company are as follows:

Details of shareholder	%	No of shares		
		As at 31st March 2017	As at 31st March 2016	As at 1st April 2015
Equity Shares:				
Tata Steel Limited	49.99%	432,999,997	432,999,997	432,999,997
BlueScope Steel Asia Holdings Pty Ltd	49.99%	432,999,997	432,999,997	432,999,997
Total		865,999,994	865,999,994	865,999,994

Note 14 (C): The Company has only one class of equity shares having a face value of Rs. 10 per share. Each holder of equity shares is entitled to one vote per share. In the event of the liquidation of the company, the holder of the equity shares will be entitled to receive the remaining assets of the company, after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders.

Tata BlueScope Steel Limited

Note 15 : Non Current Borrowings

Rs. in Lakhs

Particulars	As at 31st March 2017		As at 31st March 2016		As at 1st April 2015	
	Debtentures	Term Loan	Debtentures	Term Loan	Debtentures	Term Loan
(a) Secured - At amortised cost Debtentures						
2,500 Non Convertible, Non Cumulative, Redeemable Debtentures of Rs 10 Lakhs each fully paid up*						
(31.03.2016 : 2,500 Debtentures of Rs 10 Lakhs each)	24,930.00		24,902.64		24,902.64	
(31.03.2015 : 5,000 Debtentures of Rs 10 Lakhs each)	62,114.46		69,504.58		42,157.25	
Term Loan from banks						
Total	87,044.46		94,407.22		67,059.89	

*Non Convertible, Non Cumulative, Redeemable Debtentures amounting to Rs. 25,000 Lakhs are repaid on 28th Sept 2015 and the same are disclosed under Current maturities of Long Term Debt as at 1st April, 2015 (Refer Note 20).

Note 15 (i)- Movement in long term borrowings

Rs. in Lakhs

Particulars	As at 31st March 2017		As at 31st March 2016		As at 1st April 2015	
	Debtentures	Term Loan	Debtentures	Term Loan	Debtentures	Term Loan
At beginning of the year	25,000.00	70,023.72	25,000.00	42,636.88	50,000.00	33,219.95
New loans / Drawals (Net)	-	-	-	27,474.00	-	42,588.08
Repayments	-	(7,500.00)	-	(68.18)	-	(25,611.71)
Other transfers	-	(23.72)	-	(18.98)	(25,000.00)	(7,480.81)
At end of the period	25,000.00	62,500.00	25,000.00	70,023.72	25,000.00	42,715.51
#The impact of borrowing cost has been excluded in above movement						
Total		87,500.00		95,023.72		83,219.95

Note 15 (ii)- Details of repayment of borrowings

Rs. in Lakhs

Particulars	As at 31st March 2017		As at 31st March 2016		As at 1st April 2015	
	#Debtentures	**Term Loan	#Debtentures	**Term Loan	#Debtentures	**Term Loan
Upto 1 year	-	-	-	18.98	-	-
Between 1-2 years	-	7,500.00	-	5,018.98	-	7,565.42
Between 2-3 years	25,000.00	15,000.00	-	10,004.74	-	56.37
Between 3-4 years	-	10,000.00	25,000.00	15,000.00	-	-
Between 4-5 years	-	10,000.00	-	10,000.00	-	-
More than 5 years	-	20,000.00	-	30,000.00	25,000.00	42,574.53
Total		62,500.00		70,042.70		50,196.32
**Last date of repayment of this loan is March 2024.						
# Date of allotment of Debtentures is 27th September, 2010. Last date of repayment of NCDs is September 2019.						
Total		87,500.00		95,042.70		100,196.32

Note 15 : Non Current Borrowings

Note 15 (iii)- Nature of security in case of secured long-term borrowings

	Particulars	Nature of security
(a)	Non Convertible Debentures	First pari passu charge on all movable assets (other than current assets) at plants situated at Chennai, Bhiwadi, Hinjewadi, Coated Steel Plant at Jamshedpur and Immovable properties at Hinjewadi
(b)	Term Loans from banks	First pari passu charge on all movable assets (other than current assets) at plants situated at Chennai, Bhiwadi, Hinjewadi, Coated Steel Plant at Jamshedpur, Khed, Adityapur, Immovable properties at Hinjewadi and leased land at Chennai & Bhiwadi.

Note 15 (iv)-Details of redeemable Debentures

	Description of instrument	Carrying value as at 31st March, 2017	Coupon Rate	Repayment Bullet (or) Installment	Date of Redemption	Narrative remarks
	Debenture-Series 2	25,000	10.75%	Bullet	26th September 2019	Company has call option to redeem on 26th September 2017

Note 15 (v)- Interest-rate and Currency Profile of Borrowings

	Particulars of Loan	Currency	Interest Rate
(a)	Secured Debentures		
	Debenture-Series 2	INR	10.75%
(b)	Secured term loan	INR	10.60% to 10.80%

Note 15 (vi) In view of losses carried forward, Debenture Redemption Reserve has not been created.

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Note 16 : Other Financial Liabilities - Non Current

Rs. in Lakhs

	Particulars	As at 31st March 2017	As at 31st March 2016	As at 1st April 2015
(a)	Interest accrued but not due on borrowings	-	894.83	3,113.86
	Total	-	894.83	3,113.86

Note 17 : Non Current Provisions

Rs. in Lakhs

	Particulars	As at 31st March 2017	As at 31st March 2016	As at 1st April 2015
(a)	Provision for employee benefits:			
(i)	Provision for gratuity	749.75	826.54	762.01
(ii)	Provision for compensated asences	759.37	759.97	703.62
	Total	1,509.12	1,586.51	1,465.63

Note 17 (i): Details of Employee Benefits As Required By the Ind AS 19 - Employee Benefits

Employee benefit plans:

Defined contribution plans

The Company makes Provident Fund and Employee State Insurance Scheme contributions which are defined contribution plans, for qualifying employees. Under the Schemes, the Company is required to contribute a specified percentage of the payroll costs to fund the benefits. The Company recognised Rs 211.82 lakhs (year ended 31st March, 2016 Rs. 224.98 Lakhs) for Provident Fund contributions and Rs.0.66 Lakhs (year ended 31st March, 2016 Rs. 0.51 Lakhs) for Employee State Insurance Scheme contributions in the Statement of Profit and Loss for the year ended 31st March, 2017. The contributions payable to these plans by the Company are at rates specified in the rules of the schemes.

Defined Benefit Plans

The Company has unfunded gratuity scheme (included as gratuity expense in Note 27 Employee Benefit Expenses)

The Company operates post retirement defined benefit unfunded plans for gratuity as follows :

	Particulars	Rs. in Lakhs	
		For the year ended 31st March 2017	For the year ended 31st March 2016
		Gratuity	Gratuity
	Amounts recognised in comprehensive income in respect of these defined benefit plans are as follows:		
	Current service cost	109.55	105.78
	Interest cost	58.70	56.98
	Expected return on plan assets	-	-
	Curtailment cost / (credit)	-	-
	Settlement cost / (credit)	-	-
	Past service cost	-	-
	Actuarial losses/(gains)	-	-
	Components of defined benefit costs reconised in profit or loss*	168.25	162.76
	Remeasurement on the net defined benefit liability		
	Actuarial gains and loss	(81.26)	(61.48)
	Others (describe)	-	-
	Componentets of defined benefit costs recognised in other comprehensive income	(81.26)	(61.48)
	Total	86.99	101.28
	Actual contribution and benefit payments for the year		
	Actual benefit payments	(144.51)	(34.42)
	Actual contributions	144.51	34.42
	Net asset / (liability) recognised in the Balance Sheet		
	Present value of defined benefit obligation	757.79	815.31
	Fair value of plan assets	-	-
	Funded status [Surplus / (Deficit)]	(757.79)	(815.31)
	Unrecognised past service costs	-	-
	Net asset / (liability) recognised in the Balance Sheet	(757.79)	(815.31)
	Current portion of the above	(52.68)	(32.51)
	Non current portion of the above	(705.11)	(782.80)

* Expenses for Rs. Nil (31.03.2016 Rs. 102.44 Lakhs) are net of Rs. Nil (31.03.2016 Rs. 1.12 Lakhs) received from Tata Steel Ltd and Rs. Nil (31.03.2016 Rs. 2.28 Lakhs) transferred to group company.

Note 17 (i): Details of Employee Benefits As Required By the Ind AS 19 - Employee Benefits Continued

Particulars	Rs. in Lakhs	
	For the year ended 31st March 2017	For the year ended 31st March 2016
	Gratuity	Gratuity
Change in defined benefit obligations (DBO) during the year		
Present value of DBO at beginning of the year	815.31	749.61
Expenses Recognised in Profit and Loss Account		
Current service cost	109.55	105.78
Interest cost	58.70	56.98
Curtailment cost / (credit)	-	-
Settlement cost / (credit)	-	(2.28)
Past service cost	-	-
Acquisitions	-	1.12
Recognised in Other Comprehensive Income		
Remeasurement gains / (losses)		
Actuarial (gains) / losses	(81.26)	(61.48)
Benefits paid	(144.51)	(34.42)
Present value of DBO at the end of the year	757.79	815.31
Change in fair value of assets during the year		
Plan assets at beginning of the year	-	-
Expenses Recognised in Profit and Loss Account		
Expected return on plan assets	-	-
Acquisition adjustment	-	-
Actual company contributions	-	-
Recognised in Other Comprehensive Income		
Remeasurement gains / (losses)		
Actuarial gain / (loss)	-	-
Benefits paid	-	-
Others (describe)	-	-
Plan assets at the end of the year	-	-
Actuarial assumptions		
Discount rate	7.40%	7.90%
Expected return on plan assets	N/A	N/A
Salary escalation	10.00%	10.00%
Attrition	5.00%	5.00%
Mortality tables	IALM(2006-08) ult	IALM(2006-08) ult
Performance percentage considered	ultimate	ultimate

Particulars	Rs. in Lakhs				
	2016-2017	2015-2016	2014-2015	2013-2014	2012-2013
Experience adjustments					
Gratuity					
Present value of DBO	(757.79)	(815.31)	(749.61)	(596.01)	(550.61)
Fair value of plan assets	-	-	-	-	-
Funded status [Surplus / (Deficit)]	0.00	(815.31)	(749.61)	(596.01)	(550.61)
Experience gain / (loss) adjustments on plan liabilities	(55.28)	(55.28)	28.87	(29.71)	(43.23)
Experience gain / (loss) adjustments on plan assets	-	-	-	-	-

The discount rate is based on the prevailing market yields of Government of India securities as at the balance sheet date for the estimated term of the obligations. The estimate of future salary increases considered, takes into account the inflation, seniority, promotion, increments and other relevant factors.

Particulars	Rs. in Lakhs	
	Rate (%)	Defined benefit obligation As at 31st March 2017
Sensitivity analysis		
Effect of one percentage point change in -		
Discount Rate	6.40%	891.43
	8.40%	715.64
Salary increment rate	9.00%	723.31
	11.00%	880.08
Withdrawal rate	4.00%	813.57
	6.00%	780.98

Tata BlueScope Steel Limited

Note 18 : Current Borrowings

Rs. in Lakhs

	Particulars	As at 31st March 2017	As at 31st March 2016	As at 1st April 2015
(a)	Loans repayable on demand - From Banks (Unsecured)			
(i)	Working Capital Demand Loan	-	-	3,712.44
(ii)	Cash Credit	-	-	184.66
	Total	-	-	3,897.10

Note 19 : Trade Payables

Rs. in Lakhs

	Particulars	As at 31st March 2017	As at 31st March 2016	As at 1st April 2015
(a)	Total outstanding dues of micro enterprises and small enterprises	12.05	67.77	98.99
(b)	Total outstanding dues of creditors other than micro enterprises and small enterprises	17,829.24	15,379.16	10,766.13
	Total	17,841.29	15,446.93	10,865.12

Note 20 : Other Financial Liabilities - Current

Rs. in Lakhs

	Particulars	As at 31st March 2017	As at 31st March 2016	As at 1st April 2015
(a)	Current maturities of long-term debt	-	18.98	32,480.81
(b)	Interest accrued but not due on borrowings	2,843.90	2,860.90	3,788.28
(c)	Other payables:			
(i)	Payables on purchase of fixed assets	1,002.32	1,532.25	1,745.43
(ii)	Other Liabilities	0.02	167.67	327.94
	Total	3,846.24	4,579.80	38,342.46

Note 21 : Other Current Liabilities

Rs. in Lakhs

	Particulars	As at 31st March 2017	As at 31st March 2016	As at 1st April 2015
(a)	Advances received from customers	2,612.53	4,257.78	4,586.67
(b)	Amount due to customers in respect of contract work	246.76	482.55	111.43
(c)	Statutory dues (Service tax, sales tax, TDS etc)	264.87	527.67	287.50
	Total	3,124.16	5,268.00	4,985.60

Note 22 : Current Provisions

Rs. in Lakhs

	Particulars	As at 31st March 2017	As at 31st March 2016	As at 1st April 2015
(a)	Provision for employee benefits			
(i)	Provision for gratuity	61.20	39.73	35.73
(ii)	Provision for compensated absences	84.45	49.72	44.70
(b)	Other Provisions			
(i)	Provision for warranties	553.91	437.49	301.89
(ii)	Provision for income tax	70.69	143.45	-
	Total	770.25	670.39	382.32

Note 22 (i)- Details of provisions and movements in each class of provision as required by the Ind AS 37 on Provisions, Contingent Liabilities and Contingent Assets :

Rs. in Lakhs

	Particulars	As at 31st March 2017	As at 31st March 2016	As at 1st April 2015
	Carrying Amount at the beginning of the year	437.49	301.90	191.00
	Provision made during the year	346.41	392.59	301.89
	Amount paid / utilized during the year	38.71	27.01	-
	Unused amount reversed during the year	191.28	229.99	191.00
	Total	553.91	437.49	301.89

Tata BlueScope Steel Limited

Note 23 : Revenue from Operations

Rs. in Lakhs

	Particulars	For the year ended 31st March 2017	For the year ended 31st March 2016
(a)	Sale of products*	182,998.76	167,995.05
(b)	Revenue from construction contracts	2,703.83	2,892.71
(c)	Commission income	56.73	79.17
(d)	Other operating income (Scrap Sale)	3,084.68	3,332.22
	Total	188,844.00	174,299.15

*Above revenue includes Excise Duty collected Rs. 18,773.80 lakhs (31.03.2016 Rs. 17,462.99 lakhs)

Details of products sold comprises of:		
Manufactured goods		
	Building solutions and Building products	134,307.59
	Coated steel products	33,687.46
	Total - Sale of manufactured goods	167,995.05

Note 24 : Other Income

Rs. in Lakhs

	Particulars	For the year ended 31st March 2017	For the year ended 31st March 2016
(a)	Interest on:		
(i)	Bank deposits	603.59	347.18
(ii)	Overdue trade receivables	77.52	118.38
(iii)	Other financial assets carried at amortized cost	73.44	-
(b)	Net foreign exchange gain	-	20.34
(c)	Liabilities no longer required written back (net)	335.39	26.51
(d)	Net gain on sale of current investments	355.34	-
(e)	Net gain arising on financial assets designated at FVTPL	40.95	-
(f)	Miscellaneous Income	252.54	143.79
	Total	1,738.77	656.20

Tata BlueScope Steel Limited

Note 25 : Cost of Materials Consumed (including packing materials)

Rs. In Lakhs

	Particulars	For the year ended 31st March 2017	For the year ended 31st March 2016
(a)	Opening Stock	12,165.36	11,804.36
(b)	Add - Purchases	110,862.39	103,741.10
		123,027.75	115,545.46
(d)	Less - Closing Stock *	12,534.46	12,155.05
	Total	110,493.29	103,390.41

* Excludes stock in transit of Rs. 1,849.14 Lakhs (31.03.2016 Rs. 453.27 Lakhs)

Note 25 (i): Details of consumption and closing stock of Raw Material (including packing material)

Rs. In Lakhs

	Particulars	Consumption		Closing Stock	
		For the year ended 31st March 2017	For the year ended 31st March 2016	As at 31st March 2017	As at 31st March 2016
(a)	HR Plates	5,791.83	11,270.97	137.46	848.38
(b)	HR Members	1,676.00	576.11	207.24	206.40
(c)	Ingots (Zinc & Aluminium)	9,559.88	9,095.72	1,234.65	1,095.20
(d)	Coils	81,159.90	71,861.23	9,249.87	7,831.07
(e)	Paint	6,990.12	6,879.60	723.86	933.62
		105,177.73	99,683.63	11,553.08	10,914.67
(f)	Others	5,315.56	3,706.78	981.38	1,240.38
	Total	110,493.29	103,390.41	12,534.46	12,155.05

Tata BlueScope Steel Limited

Note 26 : Changes in inventories of finished goods and work-in-progress

Rs. in Lakhs

	Particulars	For the year ended 31st March 2017	For the year ended 31st March 2016
(a)	Opening stock		
i)	Finished goods	3,864.75	4,963.07
ii)	Work-in-progress	3,362.22	3,808.82
(b)	Closing stock		
i)	Finished goods	3,176.86	3,864.75
ii)	Work-in-progress	5,064.14	3,362.22
	Total	(1,014.03)	1,544.92

Note 27 : Employee Benefits Expense

Rs. in Lakhs

	Particulars	For the year ended 31st March 2017	For the year ended 31st March 2016
(a)	Wages & salaries (Refer note 39)	13,049.30	7,981.00
(b)	Company's contributions to Provident and other funds	268.62	343.95
(c)	Gratuity expenses (Refer note 17(I))	177.40	115.73
(d)	Staff welfare expenses	176.36	166.53
	Total	13,671.68	8,607.21

Note 28 : Finance Costs

Rs. in Lakhs

	Particulars	For the year ended 31st March 2017	For the year ended 31st March 2016
(a)	Interest on		
(i)	Debentures and fixed loans	10,267.21	10,999.44
(ii)	Others	42.00	173.82
	Total	10,309.21	11,173.26

Tata BlueScope Steel Limited

Note 29 : Other Expenses

Rs. in Lakhs

	Particulars	For the year ended 31st March 2017	For the year ended 31st March 2016
(a)	Consumption of stores and Spares	1,388.48	1,647.83
(b)	Power & Fuel	6,612.25	6,462.17
(c)	Rent	508.24	521.05
(d)	Repairs and maintenance:		
	- Buildings	1.03	5.72
	- Machinery	137.48	174.88
	- Others	267.25	492.52
(e)	Insurance charges	234.91	221.26
(f)	Rates & Taxes	187.50	93.61
(g)	Fabrication, electrical & civil contracts	4,294.60	4,270.75
(h)	Commission, discounts and rebates	83.72	61.76
(i)	Legal & professional expenses	472.30	403.70
(j)	Communication	176.34	172.65
(k)	Travelling & Conveyance	684.94	834.26
(l)	Remuneration to auditors:		
	- Towards statutory audit	38.50	34.00
	- Towards tax audit	2.50	2.50
	- Towards other attest services	2.00	12.00
	- Towards out of pocket expenses	0.56	1.00
(m)	Advertisement, promotion & selling expenses	2,070.19	2,640.82
(n)	Provision for bad and doubtful debts (net)	90.19	(25.02)
(o)	Warranty provision	155.14	162.60
(p)	Freight and handling charges (net)	935.17	701.05
(q)	Excise duties	369.87	31.46
(r)	Net foreign exchange loss	88.84	-
(s)	Other general expenses	2,102.88	2,780.87
	Total	20,904.88	21,703.44

Tata BlueScope Steel Limited
Notes to consolidated financial statements for the year ended 31st March, 2017

30. Business Segment:

Information reported to the chief operating decision maker (CODM) for the purposes of resource allocation and assessment of segment performance focuses on the types of goods or services delivered or provided. The Group is engaged in the supply of pre-engineered buildings / building products, predominantly in India, which in the context of Indian Accounting Standard 108 'Segment Information' represents single reportable business segment. The total exports constitute less than 10% of the total revenues of the Company and consequently region-wise breakup is not provided. The accounting policies of the reportable segments are the same as the accounting policies disclosed in Note 2. The revenues, total expenses and net profit as per the Statement of profit and loss represents the revenue, total expenses and the net profit of the sole reportable segment. This is the measure reported to the chief operating decision maker for the purposes of resource allocation and assessment of segment performance.

31. Capital Commitments:

Detail of the estimated amount of contracts remaining to be executed on capital account and not provided in the books at balance sheet date:

Particulars	Rs. in Lakhs		
	As at 31st March 2016	As at 31st March 2016	As at 1st April 2015
Tangible Assets	-	13.22	3.02

32. Contingent Liabilities:

(A) Disputed Claim:

For midstream BARA project site at Jamshedpur, land rent and cess calculated on the basis of demand received from the Government of Jharkhand as at 31st March, 2017 is Rs. 5,033.00 Lakhs (31.03.16 Rs. 4,575.44 Lakhs, 01.04.15 Rs. 4,117.89 Lakhs). The Company has paid an amount of Rs. 466.87 Lakhs as at 31st March, 2017 (31.03.16 Rs. 466.87 Lakhs, 01.04.15 Rs. 466.87 Lakhs) to Tata Steel under protest. The same is being shown under Other non-current Assets. The outcome of this is dependent on the outcome of case filed by Tata Steel pending in Supreme Court.

The Company has also filed a writ petition with Hon'ble High Court of Jharkhand for granting an interim stay in the rent payment matter and to give the required orders to Jharkhand Government for revision and reconsideration of rent charged. The High court had heard the writ petition in September 2011 and had issued stay order. Since the Government has issued the demand afresh in March 2012, the Company has filed a petition for early hearing and stay of demand. The Court admitted writ petition and on 14th May, 2012 has extended the stay order. The case was taken up for hearing by the High Court in October 2015, and was adjourned. The case remains partly heard. The Company has not provided for the same in the books of account.

(B) Contingent Liabilities not provided for on account of dispute are as follows*:

Particulars	Rs. in Lakhs		
	As at 31st March 2017	As at 31st March 2016	As at 1st April 2015
Custom Matters	32.00	32.00	32.00
Excise Matters	674.04	86.07	133.38
Service Tax Matters	-	-	122.74
Sales Tax Matters	4,849.27	1,047.59	882.29
With Director of Sri Lankan Custom	33.18	16.79	-
Ministry of Defense, Sri Lanka	-	2.59	3.67
Total	5,588.49	1,185.04	1,174.08

* As on March 31, 2017, the management does not expect any outflow in respect of the litigations related to the direct & indirect tax matters stated above based on the legal advices obtained.

(C) EPCG Scheme:

The Group has imported the goods under the Export Promotion Capital Goods Scheme (EPCG) of the Government of India, at concessional rate of duty (3%) with an obligation to fulfil the specified exports. As per Foreign Trade Policy 2004-2009, non fulfilment of said export obligation within stipulated timeframe would lead to payment of differential customs duty saved along with interest there on. The Company has fulfilled the export obligation on duty saved (Rs. 2,700.70 Lakhs) and has applied for early redemption of five licenses pertaining to its plant at Bara, Jamshedpur on 25th January, 2017. The company is confident about fulfilment of remaining export obligation of Rs. 199.96 Lakhs within stipulated timeframe.

Particulars	Rs. in Lakhs		
	As at 31st March 2017	As at 31st March 2016	As at 1st April 2015
Total export obligation due	199.96	361.50	16,268.91
Saving in Custom Duty	2,750.70	2,750.70	2,750.70

Tata BlueScope Steel Limited

Notes to consolidated financial statements for the year ended 31st March, 2017

33. Related Party Disclosure:

Name of Related Party	Relationship
Butler (Shanghai) Inc	Subsidiary of Parent Company of JV Partner
Butler Manufacturing Company (A division BlueScope Buildings North America Inc)	Subsidiary of JV Partner
BlueScope Vietnam Limited	Subsidiary of JV Partner
Tata Steel Processing And Distribution Limited (Tata Ryerson Ltd.)	Subsidiary of JV Partner
Tata Steel Limited	JV Partner
BlueScope Steel Limited	Parent Company of JV Partner
Jamshedpur Utilities & Services Company Ltd.	Subsidiary of JV Partner
Tata Sons Ltd	Promoter of JV Partner (Holding greater than 20%)
The Tinsplate Company of India Ltd.	Subsidiary of JV Partner
TKM Global Logistics Ltd. (TKM Transport Management Services Private Ltd.)	Subsidiary of another JV of JV Partner
Mjunction Services Limited	Another JV of JV Partner
TRF Limited	Associate of JV Partner
Tata Metaliks Limited	Subsidiary of JV Partner
Tata International Limited	Subsidiary of Promoter of JV Partner (Holding greater than 20%)
Tata Sikorsky Aerospace Limited (formerly Tara Aerospace Systems Limited)	Subsidiary of Promoter of JV Partner (Holding greater than 20%)
TRL Krosaki Refractories Limited	Subsidiary of JV Partner
Tata Consultancy Services Limited	Subsidiary of Promoter of JV Partner (Holding greater than 20%)
Tata AIG General Insurance Company Limited	Subsidiary of Promoter of JV Partner (Holding greater than 20%)
Tata Lockheed Martin Aerostructures Limited	Subsidiary of Promoter of JV Partner (Holding greater than 20%)
Tata Boeing Aerospace Limited (formerly Tata Aerospace Limited)	Subsidiary of Promoter of JV Partner (Holding greater than 20%)
Mr. Riten Choudhury	Key Management Personnel - Managing Director

Note:

- Above list includes only those parties with whom there is either transaction during the period or outstanding balance.
- Related Party transactions and closing balances as on Balance Sheet date are disclosed in the annexure A.

34. Earnings per share (EPS):

Sr. No.	Particulars	As at 31st March 2017	As at 31st March 2016
i.	Net Profit after tax (Rupees)	569,798,902	372,996,840
ii.	Weighted Average Number of Equity Shares (Basic) (Nos.)	866,000,000	866,000,000
iii.	Weighted Average Number of Equity Shares (Diluted) (Nos.)	866,000,000	866,000,000
iv.	Nominal Value of Equity Share (Rupees)	Rs. 10.00	Rs. 10.00
v.	Basic Earnings Per Share (Rupees)	0.67	0.44
vi.	Diluted Earnings Per Share (Rupees)	0.67	0.44

35. Derivative transaction:

(A) The Company has no forward exchange contract to hedge its exposure in foreign currency.

(B) Details of foreign currency exposure that have not been hedged by a derivative instrument:

Particulars	Cur	Amount in Foreign Currency			Equivalent amount in INR in Lakhs		
		As at 31 st March 2017	As at 31 st March 2016	As at 1 st April 2015	As at 31 st March 2017	As at 31 st March 2016	As at 1 st April 2015
Receivables/ advances	USD	2,461,969.96	1,579,760.90	1,965,297.70	1,599.10	1,047.04	1,228.74
	AED	-	-	125.00	-	-	0.02
	AUD	23,470.91	34,509.96	12,407.00	12.26	16.46	6.43
	EURO	36,442.00	30,002.80	36,490.36	26.84	22.04	28.75
	GBP	20,995.00	100.00	100.00	17.65	0.08	0.08
	NZD	12,825.00	5,468.00	16,776.00	6.18	2.47	8.05
Payables	USD	342,873.40	52,437.36	48,950.09	222.00	34.34	30.59
	AUD	-	10,391.16	-	-	4.98	-
	EURO	52,941.18	52,941.18	56,170.15	36.66	39.91	37.74
	SEK	-	-	26,017.90	-	-	1.88
Cash & cash equivalents	USD	-	1,905,674.58	364,818.01	-	1,262.70	227.97
	EURO	-	3,267.50	3,267.50	-	2.46	2.20

36. Restructuring :

The Parent's management is in the process of restructuring the underperforming operations at Hinjewadi, Pune plant of the Parent. Various options are under consideration by the Parent's management for restructuring without discontinuing the operations which includes resizing, reduction/transfer of manpower, subcontracting, relocating the plant etc.

Considering the said restructuring and the options currently being evaluated, as at 31st March, 2017, the Parent's management has reviewed the carrying value of its assets at the said plant with their estimated value in use / realizable value and has assessed impairment of certain assets including freehold building, property, plant and equipment, tools and dies and furniture & fixtures, total aggregating to Rs. 4,722.76 lakhs, which has been provided for.

In order to achieve the above objective, during the year, the Parent had rolled out 'Voluntary Retirement Schemes' (VRSs) to the employees of its plant at Hinjewadi, Pune, in terms of which Rs. 866.00 lakhs have been incurred and paid as at 31st March, 2017. Further, provision of Rs. 3,100.00 lakhs has been made towards estimated employee separation costs with regard to the said restructuring. These costs are included in Wages & salaries under note 27- Employee Benefits Expense.

37. Operating Lease:

The Group has taken various office premises on operating lease. Future lease payments have been determined as per agreement.

a) Details of Future Lease Payments -

Particulars	Rs. in Lakhs		
	As at 31 st March 2017	As at 31 st March 2016	As at 1 st April 2015
Not Later than one year	197.47	276.15	313.21
Later than one year but not later than five years	166.23	117.25	229.84
Later than five years	-	-	-

b) Lease payment recognized in the Statement of Profit & Loss is Rs. 508.24 Lakhs (31.03.16 Rs 521.05 Lakhs).

38. Disclosure under Ind AS -11 "Construction Contracts":

Particulars	Rs. in Lakhs	
	For the year ended 31 st March 2017	For the year ended 31 st March 2016
Contract Revenue recognized during the year	14,818.99	24,860.12

Method used to determine the contract revenue recognized and the stage of completion of contracts in progress.

Tata BlueScope Steel Limited
Notes to consolidated financial statements for the year ended 31st March, 2017

Disclosure in respect of contracts in progress as at the reporting date:

Particulars	Rs. in Lakhs	
	For the year ended / As at 31 st March 2017	For the year ended / As at 31 st March 2016
Aggregate amount of costs incurred and recognized profits (less recognized losses) upto the reporting date	4,977.26	9,574.38
Advance received for contracts in progress	401.60	2,426.78
Retention Money for contracts in progress	893.80	883.63

Gross Amount due from/ due to customers. [Refer Note 13 & Note 21]

39. During the year, in view of not having taxable profits on account of carried forward business losses and unabsorbed depreciation, the Parent has not made any provision for Income Taxes in the Books of Account. The Parent maintains the information and documents as required under the transfer pricing regulations under sections 92-92F of the Income Tax Act, 1961. The management is of the view that its international and domestic transactions to which the above regulations apply, are at arm's length so that the aforesaid legislation will not have any impact on the financial statements, particularly on the amount of tax expense and that of provision for taxation, if any.
40. The Parent has generated profits during the current and previous year. While the delay in commencement of operations at the Jamshedpur plant had majorly contributed to the accumulated losses, the Parent has scaled up its operations over the last two years. The significant sales growth achieved and steps taken to reduce cost of production through various cost reduction initiatives have contributed to improved financial results. The management of Parent believes that the increasing turnover and reduced production and overhead costs will lead to profitable growth in the coming years and the Parent will continue to operate uninterruptedly and settle its obligations as they fall due.
41. For first-time Ind AS adoption reconciliations, refer annexure B.

For and on behalf of the Board of Directors

For Tata BlueScope Steel Limited

SD/-
Chairman
Secretary
Place: Kolkata
Date: 11/05/2017

SD/-
Managing Director
(DIN: 06636911)

SD/-
Director
(DIN: 02350176)

SD/-
Chief Financial Officer
(M No. : 202987)

SD/-
Company
(M No. : F5241)

Tata BlueScope Steel Limited
For the year ended 31st March 2017
Consolidated Related Party Disclosure

Annexure A to Note 33 (b)

Related Party Transactions :

Rs. in Lakhs

Transactions	Relationship	For the year ended 31st March 2017	For the year ended 31st March 2016
Purchase of Goods			
Butler (Shanghai) Inc	Subsidiary of Parent Company of JV Partner	111.58	136.18
Butler Manufacturing Company (A division BlueScope Buildings North America Inc)	Subsidiary of JV Partner	71.63	115.13
Tata Steel Processing And Distribution Limited (Tata Ryerson Ltd.)	Subsidiary of JV Partner	-	7.26
Tata Steel Limited	JV Partner	84,466.78	70,600.15
Tata International Limited	Subsidiary of Promoter of JV Partner (Holding greater than 20%)	3.13	-
BlueScope Vietnam Limited	Subsidiary of JV Partner	281.24	-
Expenses Incurred			
Tata Steel Limited	JV Partner	1.95	2.97
Receipt of Services			
Tata Steel Limited	JV Partner	2,458.42	2,905.95
Tata Consultancy Services	Promoter of JV Partner (Holding greater than 20%)	160.88	-
Tata AIG General Insurance Company	Promoter of JV Partner (Holding greater than 20%)	104.20	-
Jamshedpur Utilities & Services Company Ltd.	Subsidiary of JV Partner	0.55	0.62
The Tinsplate Company of India Ltd.	Subsidiary of JV Partner	34.51	32.28
Tata Sons Ltd	Promoter of JV Partner (Holding greater than 20%)	0.17	0.20
TKM Global Logistics Ltd. (TKM Transport Management Services Private Ltd.)	Subsidiary of another JV of JV Partner	409.12	361.37
Mjunction Services Limited	Another JV of JV Partner	46.37	65.50
Butler Manufacturing Company (A division BlueScope Buildings North America Inc)	Subsidiary of JV Partner	16.72	17.00
Rendering of services			
Tata Steel Limited	JV Partner	428.63	611.12
Tata Steel Processing And Distribution Limited (Tata Ryerson Ltd.)	Subsidiary of JV Partner	39.61	70.40
Tata Boeing Aerospace Limited (formerly Tata Aerospace Limited)	Promoter of JV Partner (Holding greater than 20%)	69.27	-
TRF Limited	Associate of JV Partner	6.78	38.63
Commission Received			
BlueScope Steel Limited	Parent Company of JV Partner	64.61	79.17
Channel Usage Fees Paid			
Tata Steel Limited	JV Partner	682.88	1,288.00
Interest Received			
Tata Steel Limited	JV Partner	2.70	4.21
Sale of goods			
Tata Steel Limited	JV Partner	1,412.21	1,500.39
Tata Steel Processing And Distribution Limited (Tata Ryerson Ltd.)	Subsidiary of JV Partner	2.70	192.38
Tata International Limited	Subsidiary of Promoter of JV Partner (Holding greater than 20%)	813.04	-
TRL Krosaki Refractories Limited	Subsidiary of JV Partner	11.92	-
Tata Metaliks Limited	Subsidiary of JV Partner	5.70	-
TRF Limited	Associate of JV Partner	9.80	-
The Tinsplate Company of India Ltd.	Subsidiary of JV Partner	422.04	1,047.89
Tata Boeing Aerospace Limited (formerly Tata Aerospace Limited)	Promoter of JV Partner (Holding greater than 20%)	940.56	-
Jamshedpur Utilities & Services Company Ltd.	Subsidiary of JV Partner	-	44.95
Deposit amount received towards appointment of Directors' u/s 160 of the Companies Act 2013			
Tata Steel Limited	JV Partner	-	4.00
Deposit amount repaid towards appointment of Directors' u/s 160 of the Companies Act 2013			
Tata Steel Limited	JV Partner	-	4.00
Reimbursement of Expenses by TBSL			
BlueScope Steel Limited	Parent Company of JV Partner	133.31	106.80
Reimbursement of Expenses to TBSL			
BlueScope Steel Limited	Parent Company of JV Partner	165.67	152.90
Remuneration Paid			
Mr. Riten Choudhury	Managing Director	116.05	97.44

Closing Balances:

Rs. in Lakhs

Particulars	Relationship	As At 31st March 2017	As At 31st March 2016
Outstanding Debit Balances			
Tata Steel Limited	JV Partner	878.50	540.86
BlueScope Steel Limited	Parent Company of JV Partner	28.12	42.99
Tata International Limited	Subsidiary of Promoter of JV Partner (Holding greater than 20%)	23.74	-
Tata Boeing Aerospace Limited (formerly Tata Aerospace Limited)	Promoter of JV Partner (Holding greater than 20%)	250.46	-
Butler Manufacturing Company (A division BlueScope)	Subsidiary of JV Partner	-	0.02
Jamshedpur Utilities & Services Company Ltd.	Subsidiary of JV Partner	0.04	17.84
Tata Steel Processing And Distribution Limited (Tata Ryerson Ltd.)	Subsidiary of JV Partner	7.71	2.20
The Tinsplate Company of India Ltd.	Subsidiary of JV Partner	-	26.98
TRF Limited	Associate of JV Partner	10.25	7.13
Outstanding Credit Balances			
Tata Steel Limited	JV Partner	3,099.18	2,880.41
Butler Manufacturing Company (A division BlueScope Buildings North America Inc)	Subsidiary of JV Partner	16.11	-
Tata Boeing Aerospace Limited (formerly Tata Aerospace Limited)	Promoter of JV Partner (Holding greater than 20%)	0.15	-
The Tinsplate Company of India Ltd.	Subsidiary of JV Partner	2.53	-
Mjunction Services Limited	Another JV of JV Partner	2.80	4.92
TKM Global Logistics Ltd. (TKM Transport Management Services Private Ltd.)	Subsidiary of another JV of JV Partner	2.41	15.45
TRF Limited	Associate of JV Partner	0.11	-
Note:			
1. Outstanding credit balances exclude amounts lying in GR/IR, Freight and Other Clearing accounts.			
2. Sales of Goods and Services rendered includes billing done in respect of construction contracts for which revenue is recognized in the Statement of Profit and Loss on percentage completion method.			
3. The remuneration excludes gratuity and leave encashment for the key managerial personnel, as the provision is made for the Company as a			

Tata BlueScope Steel Limited

Annexure B to Note 41 : First-time Ind AS adoption reconciliations

(i) Effect of Ind AS adoption on the consolidated balance sheet as at 31st March 2016 and 1st April 2015

Rs. in Lakhs

	Particulars	Note Ref.	As at 31st March 2016			As at 1st April 2015		
			Indian GAAP	Effect of Transition to Ind AS	As per Ind AS Balance Sheet	Indian GAAP	Effect of Transition to Ind AS	As per Ind AS Balance Sheet
(1)	Non-current assets							
	(a) Property, plant and equipment	a, c	100,710.76	(224.03)	100,486.73	106,778.86	273.24	107,052.10
	(b) Capital work-in-progress		1.05	-	1.05	12.67	-	12.67
	(c) Other intangible assets		431.87	-	431.87	916.96	-	916.96
	(d) Goodwill on consolidation		219.49	(120.63)	98.86	175.53	(128.28)	47.25
	(e) Financial assets							
	(i) Investments		0.40	-	0.40	0.40	-	0.40
	(ii) Other financial assets		222.56	-	222.52	240.66	-	240.66
	(f) Other non-current assets	a, b	573.42	299.40	872.82	530.99	350.85	881.84
	(g) Current tax assets (net)		264.99	-	264.99	225.39	-	225.39
Total Non-current assets		102,424.54	(45.26)	102,379.24	108,881.46	495.80	109,377.27	
Current Assets								
(a) Inventories		21,594.32	-	21,594.32	23,890.40	-	23,890.40	
(b) Financial assets								
(i) Trade receivables		11,686.08	-	11,686.08	12,806.00	-	12,806.00	
(ii) Cash and cash equivalents		12,288.35	-	12,288.35	4,255.01	-	4,255.01	
(iii) Other financial assets		38.30	-	38.30	3.98	-	3.98	
(c) Current tax assets (net)		-	-	-	-	-	-	
(d) Other current assets	b	7,453.27	(571.25)	6,882.02	8,535.38	(605.52)	7,929.86	
Total Current Assets		53,060.32	(571.25)	52,489.07	49,490.77	(605.52)	48,885.25	
Total Assets		155,484.82	(616.51)	154,868.31	158,372.23	(109.71)	158,262.52	
Equity								
(a) Equity share capital		86,600.00	-	86,600.00	86,600.00	-	86,600.00	
(b) Other equity	c	(54,607.90)	-	(54,607.90)	(58,440.73)	(18.08)	(58,458.81)	
Total Equity		31,992.10	-	31,992.10	28,159.27	(18.08)	28,141.19	
Liabilities								
Non-current liabilities								
(a) Financial liabilities								
(i) Borrowings	b	95,023.73	(616.51)	94,407.22	67,610.67	(550.78)	67,059.89	
(ii) Other financial liabilities		894.83	-	894.83	3,113.86	-	3,113.86	
(b) Provisions		1,586.51	-	1,586.51	1,465.63	-	1,465.63	
(c) Deferred tax liabilities (net)		22.53	-	22.53	9.35	-	9.35	
Total Non-current liabilities		97,527.60	(616.51)	96,911.09	72,199.51	(550.78)	71,648.73	
Current liabilities								
(a) Financial Liabilities								
(i) Borrowings		-	-	-	3,897.10	-	3,897.10	
(ii) Trade payables		67.77	-	67.77	98.99	-	98.99	
- Dues to micro and small enterprises		15,379.15	-	15,379.16	10,766.11	-	10,766.13	
- Dues to other creditors	c	4,579.81	-	4,579.80	37,883.32	459.14	38,342.46	
(iii) Other financial liabilities	b	5,268.00	-	5,268.00	4,985.60	-	4,985.60	
(b) Other current liabilities		670.39	-	670.39	382.32	-	382.32	
(c) Provisions		25,965.12	-	25,965.12	58,013.44	459.14	58,472.60	
Total Current liabilities		123,492.72	(616.51)	122,876.21	130,212.95	(91.63)	130,121.33	
Total Liabilities		155,484.82	(616.51)	154,868.31	158,372.24	(109.71)	158,262.52	

Tata BlueScope Steel Limited

Annexure B to Note 41: First-time Ind AS adoption reconciliations continued

(ii) Reconciliation of total equity as at 31st March 2016 and 1st April 2015

Rs. in Lakhs

	Particulars	Note Ref.	As at	As at
			31st March 2016	1st April 2015
			Audited	
	Total equity (shareholders' funds) under previous GAAP		31,992.10	(58,440.73)
	Depreciation on asset capitalised under Ind AS	c	-	(18.08)
	Total adjustment to equity		-	(18.08)
	Total equity under Ind AS		31,992.10	(58,458.81)

(iii) Effect of Ind AS adoption on the consolidated statement of profit, and loss for the year ended 31st March 2016

Rs. in Lakhs

	Particulars	Note Ref.	For the year ended 31st March 2016		
			Indian GAAP	Effect of transition to Ind AS	Ind AS
			Audited		
(I)	Revenue from operations (gross)		174,299.15	-	174,299.15
	Less: Excise duty		17,462.99	-	17,462.99
	Revenue from operations (net)		156,836.16	-	156,836.16
(II)	Other income		656.20	-	656.20
(III)	Total Income		157,492.36	-	157,492.36
(IV)	EXPENSES				
	(a) Cost of material consumed		103,390.41	-	103,390.41
	(b) Changes in inventories of finished goods and work-in-progress		1,544.92	-	1,544.92
	(c) Employee benefits expense	d	8,545.26	61.95	8,607.21
	(d) Finance costs		11,173.26	-	11,173.26
	(e) Depreciation and amortisation expense	a,c	7,171.09	(21.96)	7,149.13
	(f) Other expenses	a	21,699.56	3.88	21,703.44
	Total Expenses		153,524.50	43.87	153,568.37
(V)	Profit before tax (III - IV)		3,967.86	(43.87)	3,923.99
(VI)	Tax Expense				
	(1) Current Tax		179.48	-	179.48
	(2) Deferred Tax		14.54	-	14.54
	Total tax expense		194.02	-	194.02
(VII)	Profit for the year (V-VI)		3,773.84	(43.87)	3,729.97
(VIII)	Other comprehensive income				
	(a) Items that will not be reclassified to profit or loss	d	-	61.95	61.95
	(b) Income tax relating to items that will not be reclassified to profit or loss		-	-	-
			-	61.95	61.95
(IX)	Total Comprehensive Income for the year (VII+VIII)(Comprising Profit and Other Comprehensive Income for the year)		3,773.84	18.08	3,791.92

(iv) Reconciliation of total comprehensive income for the year ended 31st March 2016

Rs. in Lakhs

	Particulars	Note Ref.	For the year ended 31st March 2016
			Audited
	Profit as per Indian GAAP		3,773.84
	Total effect of transition to Ind AS		18.08
	Total comprehensive income under Ind AS		3,791.92

Tata BlueScope Steel Limited

Annexure B to Note 41: First-time Ind AS adoption reconciliations continued

(v) **Effect of Ind AS adoption on the consolidated statement of cash flows for the year ended 31st March 2016**

Rs. in Lakhs

	Particulars	Note Ref.	For the year ended 31st March 2016		
			Indian GAAP	Effect of transition to Ind AS	Ind AS
			Audited		
	Net cash flows from operating activities		31,361.24	-	31,361.24
	Net cash flows from investing activities		(8.40)	-	(8.40)
	Net cash flows from financing activities		(23,317.97)	-	(23,317.97)
	Net increase (decrease) in cash and cash equivalents		8,034.87	-	8,034.87
	Cash and cash equivalents at the beginning of the year		4,255.01	-	4,255.01
	Effects of exchange rate changes on the balance of cash held in foreign currencies		(1.51)	-	(1.51)
	Cash and cash equivalents at the end of the year		12,288.35	-	12,288.35

Notes to First-time Ind AS adoption reconciliations

a	Under Indian GAAP, Lease hold land at Chennai and Bhiwadi were classified under "Tangible Assets" as per accounting standard 10. On adoption of Ind AS leasehold land is classified as "Other Assets"
b	Under Indian GAAP, processing charges paid for availing Non Convertible, Non Cumulative, Redeemable Debentures (NCD) and Term Loan (TL) to banks and financial institutions are amortized over the period of loan on straight line method and unamortised portion were classified under "Current & Non current Assets". On adoption of Ind AS unamortized issue expenses have been netted off against loan liability.
c	Tata Steel Ltd had constructed the connecting roads to access the Company's Coated Steel plant at Jamshedpur, which was in use since 18th December 2012. The cost for the same was capitalized in Indian GAAP during the quarter ending 31st March 2016. While preparing the opening Ind AS financials, the capitalization has been considered in the opening balance sheet.
d	Under Indian GAAP, gains & losses representing changes in the present value of the long term defined benefit obligation (Gratuity Liability) resulting from experience adjustment and effects of changes in actuarial assumption was recognized immediately in the statement of profit and loss as per AS 15. On adoption of Ind AS, the same has been recognized in other comprehensive income and not reclassified to profit or loss in a subsequent period.

Statement of Financial Position as at 31 December 2014

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Approved for issue by the Board of Directors on 15 January 2015

Particulars	2014	2013
Assets		
Current assets		
Trade receivables	1,234,567	987,654
Trade payables	(567,890)	(432,109)
Other receivables	123,456	87,654
Other payables	(345,678)	(210,987)
Prepaid expenses	98,765	65,432
Current tax receivable	45,678	32,109
Current tax payable	(23,456)	(10,987)
Other current assets	109,876	76,543
Non-current assets		
Property, plant and equipment	8,765,432	7,654,321
Intangible assets	234,567	123,456
Investments	123,456	98,765
Other non-current assets	56,789	45,678
Total assets	10,234,567	9,123,456
Liabilities and Equity		
Current liabilities		
Trade payables	567,890	432,109
Trade receivables	1,234,567	987,654
Other liabilities	345,678	210,987
Current tax payable	23,456	10,987
Other current liabilities	109,876	76,543
Non-current liabilities		
Long-term debt	1,234,567	987,654
Other non-current liabilities	56,789	45,678
Equity		
Share capital	1,000,000	1,000,000
Reserves	7,923,456	7,088,765
Total liabilities and equity	10,234,567	9,123,456

Approved for issue by the Board of Directors on 15 January 2015

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