January 24, 2017

Dy.General Manager
BSE Limited
Corporate Relationship Department
P J Towers (25th Floor)
Dalal Street
Mumbai – 400 001.

The Manager
Listing Department
National Stock Exchange of India Ltd.
Exchange Plaza (5th Floor)
Plot No. C/1, G. Block
Bandra-Kurla Complex, Bandra (E)
Mumbai – 400 051.

Dear Sir/Madam,

Sub : Submission of audited financial results for three/nine months ended 31st December, 2016

Ref : Regulation 33 of SEBI(Listing Obligations and Disclosure Requirements) Regulations, 2015.

This is to inform you that the Board of Directors of Tata Sponge Iron Limited at its meeting held on 24th January, 2017, has approved the audited financial results for three / nine months ended 31st December, 2016. The said results along with the Auditor's Report thereon are attached herewith.

Thanking you,

Yours faithfully,
for Tata Sponge Iron Limited

Sanjay Kasture
Company Secretary

TATA Sponge Iron Limited
PO Joda Dist Keonjhar Odisha 758 034 India
Tel +91 6767 278178 Fax 278129 Email info@tatasponge.com
CIN No. L27102OR1982PLC001091

Deloitte Haskins & Sells

Chartered Accountants
Bengal Intelligent Park,
Building - Alpha, 1st Floor,
Block - EP & GP, Sector - V,
Salt Lake Electronics Complex,
Kolkata - 700 091,
West Bengal, India

Tel: +91 33 6612 1000
Fax: +91 33 6612 1001

INDEPENDENT AUDITOR'S REPORT ON AUDIT OF INTERIM CONSOLIDATED FINANCIAL RESULTS

TO THE BOARD OF DIRECTORS OF TATA SPONGE IRON LIMITED

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

   This Statement, which is the responsibility of the Parent's Management and approved by the Board of Directors, has been compiled from the related interim consolidated financial statements which have been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34 "Interim Financial Reporting" ("Ind AS 34"), prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and other accounting principles generally accepted in India. Our responsibility is to express an opinion on the Statement based on our audit of such interim consolidated financial statements.

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

   An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the Statement. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the Statement, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Parent's preparation and fair presentation of the Statement in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Parent's internal control. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Management, as well as evaluating the overall presentation of the Statement.

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



Deloitte
Haskins & Sells

3. In our opinion and to the best of our information and according to the explanations given to us, the Statement:

   a) includes the results of the **TSIL ENERGY LIMITED ("Subsidiary")**

   b) is presented in accordance with the requirements of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as modified by Circular No. CIR/CFD/FAC/62/2016 dated 5 July, 2016; and

   c) gives a true and fair view in conformity with the aforesaid Indian Accounting Standards and other accounting principles generally accepted in India of the net profit and total comprehensive income and other financial information of the Group for the quarter and nine months ended 31 December, 2016.

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

Alka Chadha
Partner
(Membership No. 93474)

Kolkata, 24 January, 2017

Deloitte Haskins & Sells
Chartered Accountants

TATA SPONGE IRON LIMIITED

Regd. Office : Joda , Post- Joda

Dist.- Keonjhar, Orissa, Pin Code 758 034

CIN : L27102OR1982PLC001091

PART I: STATEMENT OF AUDITED CONSOLIDATED FINANCIAL RESULTS FOR THE QUARTER AND NINE MONTHS ENDED 31 DECEMBER, 2016

(Rs. in Lacs)

Particulars		3 Months ended	Preceding 3 months ended	Corresponding 3 months ended in the previous year	Year to date figures for the current period ended	Year to date figures for the previous period ended	Previous year ended
		31.12.2016	30.09.2016	31.12.2015	31.12.2016	31.12.2015	31.03.2016
		(Audited)	(Audited)	(Audited)	(Audited)	(Audited)	(Audited)
1	**Income from operations**						
	a) Gross Sales/Income from operations	**15,752**	15,288	15,448	**42,913**	47,698	63,130
	b) Other operating income	**6**	67	11	**99**	172	174
	Total Income from operations	**15,758**	15,355	15,459	**43,012**	47,870	63,304
2	**Expenses**						
	a) Cost of materials consumed	**9,620**	8,967	11,140	**26,715**	32,039	40,613
	b) Purchase of stock-in-trade	**-**	-	-	**-**	780	780
	c) Changes in inventories of finished goods and stock-in-trade	**(43)**	483	(131)	**(526)**	1,217	1,300
	d) Excise duty on sale of goods	**1,406**	1,485	1,570	**3,998**	4,556	5,951
	e) Employee benefits expenses	**1,503**	973	944	**3,489**	2,564	3,560
	f) Depreciation and amortisation expenses	**324**	326	343	**955**	984	1,290
	g) Other expenses	**2,195**	1,754	1,704	**5,751**	5,952	8,866
	Total Expenses	**15,005**	13,988	15,570	**40,382**	48,092	62,360
3	Profit / (loss) from operations before other income, finance costs and exceptional items (1-2)	**753**	1,367	(111)	**2,630**	(222)	944
4	Other income	**859**	927	827	**2,743**	2,679	3,772
5	Profit from ordinary activities before finance costs and exceptional items (3 + 4)	**1,612**	2,294	716	**5,373**	2,457	4,716
6	Finance costs	**86**	56	57	**198**	172	538
7	Profit from ordinary activities after finance costs but before exceptional items (5-6)	**1,526**	2,238	659	**5,175**	2,285	4,178
8	Exceptional items	**-**	-	-	**-**	-	-
9	Profit from ordinary activities before tax (7 - 8)	**1,526**	2,238	659	**5,175**	2,285	4,178
10	Tax expenses	**429**	632	134	**1,418**	479	1,090
11	Net profit from ordinary activities after tax (9 - 10)	**1,097**	1,606	525	**3,757**	1,806	3,088
12	Extraordinary items (net of tax expenses)	**-**	-	-	**-**	-	-
13	Net profit for the period (11 - 12)	**1,097**	1,606	525	**3,757**	1,806	3,088
14	Other comprehensive income	**(143)**	(2)	(27)	**(148)**	(80)	(106)
15	Total comprehensive income for the period (Comprising profit and other comprehensive income for the period)	**954**	1,604	498	**3,609**	1,726	2,982
16	Paid up equity share capital (Face value : Rs. 10 per share)	**1,540**	1,540	1,540	**1,540**	1,540	1,540
17	Reserves excluding revaluation reserves as per balance sheet of previous accounting year						81,121
18	Earnings per share (EPS) (Face value : Rs. 10 per share)						
	a) Basic and diluted EPS before extraordinary items (not annualised)	**7.13**	10.43	3.41	**24.40**	11.73	20.05
	b) Basic and diluted EPS after extraordinary items (not annualised)	**7.13**	10.43	3.41	**24.40**	11.73	20.05
See accompanying note to the financial results							

TATA SPONGE IRON LTD * JODA *

TATA SPONGE IRON LIMIITED

Regd. Office : Joda , Post- Joda

Dist.- Keonjhar, Orissa, Pin Code 758 034

CIN : L27102OR1982PLC001091

PART II: CONSOLIDATED SEGMENT INFORMATION

(Rs. in Lacs)

Particulars	**3 Months ended**	Preceding 3 months ended	Corresponding 3 months ended in the previous year	**Year to date figures for the current period ended**	Year to date figures for the previous period ended	Previous year ended
	31.12.2016	30.09.2016	31.12.2015	**31.12.2016**	31.12.2015	31.03.2016
	(Audited)	(Audited)	(Audited)	**(Audited)**	(Audited)	(Audited)
1. Segment Revenue :						
Sponge business	**14,596**	13,966	14,136	**39,279**	44,838	58,521
Power business	**1,513**	1,794	1,701	**4,833**	4,035	6,131
Total	**16,109**	15,760	15,837	**44,112**	48,873	64,652
Intersegment revenue	**(351)**	(405)	(378)	**(1,100)**	(1,003)	(1,348)
Total Income from operations	**15,758**	15,355	15,459	**43,012**	47,870	63,304
2. Segment results (Profit)(+)/ Loss (-) before finance costs, exceptional items and tax:						
Sponge business	**7**	(187)	(1,096)	**(357)**	(2,517)	(3,259)
Power business	**882**	1,210	993	**3,123**	2,324	4,237
Unallocated income/ (expenditure) (net)	**723**	1,271	819	**2,607**	2,650	3,738
Profit before finance costs, exceptional items and tax	**1,612**	2,294	716	**5,373**	2,457	4,716
Less: Finance costs	**86**	56	57	**198**	172	538
Profit before exceptional items and tax	**1,526**	2,238	659	**5,175**	2,285	4,178
Exceptional items	**-**	-	-	**-**	-	-
Profit before tax	**1,526**	2,238	659	**5,175**	2,285	4,178
Less : Tax expenses	**429**	632	134	**1,418**	479	1,090
Net profit for the period	**1,097**	1,606	525	**3,757**	1,806	3,088

Segment assets and liabilities:	**As at 31.12.2016**	As at 30.09.2016	As at 31.12.2015	As at 31.03.2016
	(Audited)	(Audited)	(Audited)	(Audited)
3. Segment assets :				
Sponge business	**40,055**	39,602	21,832	18,999
Power business	**4,826**	4,800	4,445	4,519
Unallocable assets	**57,603**	55,167	71,239	75,227
	102,484	99,569	97,516	98,745
4. Segment liabilities :				
Sponge business	**11,413**	10,391	9,863	9,620
Power business	**694**	613	471	155
Unallocable liabilities	**5,961**	5,103	5,938	6,309
	18,068	16,107	16,272	16,084

TATA SPONGE IRON LIMIITED

Regd. Office : Joda , Post- Joda

Dist.- Keonjhar, Orissa, Pin Code 758 034

CIN : L27102OR1982PLC001091

Notes :

(1) The above results have been reviewed by the Audit Committee and approved by the Board of Directors at its meeting held on 24 January, 2017.

(2) The Company has identified business segment as the primary segment. The Company is engaged in production of sponge iron and generation of power from waste heat. Information reported to the chief operating decision maker (CODM) for the purposes of resource allocation and assessment of segment performance focuses on manufacture of sponge iron and generation of power, reportable segments for consolidated results in accordance with Ind AS 108 "Operating Segment".

(3) (a) In the month of November 2012, Ministry of Coal ("MoC") issued notices to the Company for invocation of bank guarantee of Rs. 3,250 lacs submitted towards performance of conditions for allocation of coal block against which the Company had filed a writ petition in the Hon'ble High Court of Delhi, which directed the Company to keep the bank guarantee valid till 30 November, 2015 by which date the MoC was directed to take decision. Meanwhile, the bank guarantee expired and had not been renewed, since no communication had been received from MoC. Subsequently, MoC issued a notice dated 28 December, 2015, stating that the bank guarantee be invoked and the aforesaid amount be deposited. Consequent to MoC's notice, the Company has moved to the Hon'ble High Court of Delhi, where the matter is pending adjudication. The Company has been advised and has obtained a legal opinion that as the original allocation has been declared illegal and cancelled by the Hon'ble Supreme Court, the bank guarantee pertaining to such allocation (which is non-est and void ab initio) shall consequently be deemed to be invalid and void ab initio. Pending finalisation of the matter, the amount continues to be disclosed as a contingent liability.

(b) (i) During pendency of the aforesaid matters in Hon'ble High Court of Delhi, the Hon'ble Supreme Court of India vide its order dated 24 September, 2014 has cancelled allocation of 214 coal blocks including the Radhikapur (East) Coal Block which was allotted to the Company on 7 February, 2006. The expenditure incurred on the Radhikapur (East) Coal Block as on 31 December, 2016 aggregates to Rs. 18,040.96 lacs (31 March, 2016: Rs. 18,040.96 lacs).

(ii) Pursuant to the judgment of Hon'ble Supreme Court of India, the Government of India has promulgated Coal Mines (Special Provision) Rules, 2014 ("Rules") for allocation of the coal mines through auction and matters related thereto. In terms of the said Rules, the successful bidder will be called upon to pay to the prior allocattee the expenses incurred by the prior allocatee towards land and mine infrastructure. Pursuant to MoC's directive seeking the details of expenses vide letter dated 26 December, 2014, the Company has furnished the required statement of expenses on 5 January, 2015. Based on the Rules and necessary legal opinion obtained by the Company, no provision is considered necessary.

(4) The Company adopted Indian Accounting Standards ("Ind AS") from 1 April, 2016 and accordingly these financial results have been prepared in accordance with the recognition and measurement principles laid down in the Indian Accounting Standard 34 "Interim Financial Reporting" ("Ind AS 34") prescribed under Section 133 of the Companies Act, 2013 read with the relevant rules issued thereunder and other accounting principles generally accepted in India. Financial results for all the periods presented have been prepared in accordance with the recognition and measurement principles of Ind AS 34.

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

Total comprehensive income reconciliation

(Rs. in Lacs)

Particulars	Corresponding 3 months ended in the previous year	Year to date figures for the previous period ended	Previous year ended
	31.12.2015	31.12.2015	31.03.2016
	(Audited)	(Audited)	(Audited)
Net profit under previous GAAP	525	1,806	3,088
Other comprehensive income			
- Remeasurements of the defined benefit plans (net of tax)	(27)	(80)	(106)
Total comprehensive income under Ind AS	498	1,726	2,982

(6) The consolidated financial results includes the results of **TSIL ENERGY LIMITED ("Subsidiary")**

(7) Figures for the previous periods have been regrouped wherever necessary.

For and on behalf of the Board of Directors

Sanjay Kumar Pattnaik
Managing Director
Kolkata, 24 January, 2017

TATA SPONGE IRON LTD * JODA *

Deloitte Haskins & Sells

Chartered Accountants
Bengal Intelligent Park,
Building - Alpha, 1st Floor,
Block - EP & GP, Sector - V,
Salt Lake Electronics Complex,
Kolkata - 700 091,
West Bengal, India

Tel: +91 33 6612 1000
Fax: +91 33 6612 1001

INDEPENDENT AUDITOR'S REPORT ON AUDIT OF INTERIM FINANCIAL RESULTS

TO THE BOARD OF DIRECTORS OF TATA SPONGE IRON LIMITED

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

   This Statement, which is the responsibility of the Company's Management and approved by the Board of Directors, has been compiled from the related interim standalone financial statements which have been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34 "Interim Financial Reporting" ("Ind AS 34"), prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and other accounting principles generally accepted in India. Our responsibility is to express an opinion on the Statement based on our audit of such interim standalone financial statements.

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

   An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the Statement. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the Statement, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Company's preparation and fair presentation of the Statement in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Management, as well as evaluating the overall presentation of the Statement.

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



Deloitte
Haskins & Sells

3. In our opinion and to the best of our information and according to the explanations given to us, the Statement:

   (i) is presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as modified by Circular No. CIR/CFD/FAC/62/2016 dated 5 July, 2016; and

   (ii) gives a true and fair view in conformity with the aforesaid Indian Accounting Standards and other accounting principles generally accepted in India of the net profit and total comprehensive income and other financial information of the Company for the quarter and nine months ended 31 December, 2016.

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

Alka Chadha

Alka Chadha
Partner
(Membership No. 93474)

Kolkata, 24 January, 2017



TATA SPONGE IRON LIMIITED

Regd. Office : Joda , Post- Joda

Dist.- Keonjhar, Orissa, Pin Code 758 034

CIN : L27102OR1982PLC001091

PART I: STATEMENT OF AUDITED STANDALONE FINANCIAL RESULTS FOR THE QUARTER AND NINE MONTHS ENDED 31 DECEMBER, 2016

(Rs. in Lacs)

Particulars		3 Months ended	Preceding 3 months ended	Corresponding 3 months ended in the previous year	Year to date figures for the current period ended	Year to date figures for the previous period ended	Previous year ended
		31.12.2016	30.09.2016	31.12.2015	**31.12.2016**	31.12.2015	31.03.2016
		(Audited)	(Audited)	(Audited)	**(Audited)**	(Audited)	(Audited)
1	**Income from operations**						
	a) Gross Sales/Income from operations	**15,752**	15,288	15,448	**42,913**	47,698	63,130
	b) Other operating income	**6**	67	11	**99**	172	174
	Total Income from operations	**15,758**	15,355	15,459	**43,012**	47,870	63,304
2	**Expenses**						
	a) Cost of materials consumed	**9,620**	8,967	11,140	**26,715**	32,039	40,613
	b) Purchase of stock-in-trade	**-**	-	-	**-**	780	780
	c) Changes in inventories of finished goods and stock-in-trade	**(43)**	483	(131)	**(526)**	1,217	1,300
	d) Excise duty on sale of goods	**1,406**	1,485	1,570	**3,998**	4,556	5,951
	e) Employee benefits expenses	**1,503**	973	944	**3,489**	2,564	3,560
	f) Depreciation and amortisation expenses	**324**	326	343	**955**	984	1,290
	g) Other expenses	**2,195**	1,753	1,704	**5,750**	5,952	8,865
	Total Expenses	**15,005**	13,987	15,570	**40,381**	48,092	62,359
3	Profit / (loss) from operations before other income, finance costs and exceptional items (1-2)	**753**	1,368	(111)	**2,631**	(222)	945
4	Other income	**858**	925	826	**2,739**	2,675	3,766
5	Profit from ordinary activities before finance costs and exceptional items (3 + 4)	**1,611**	2,293	715	**5,370**	2,453	4,711
6	Finance costs	**86**	56	57	**198**	172	538
7	Profit from ordinary activities after finance costs but before exceptional items (5-6)	**1,525**	2,237	658	**5,172**	2,281	4,173
8	Exceptional items	**-**	-	-	**-**	-	-
9	Profit from ordinary activities before tax (7 - 8)	**1,525**	2,237	658	**5,172**	2,281	4,173
10	Tax expenses	**429**	632	134	**1,418**	479	1,090
11	Net profit from ordinary activities after tax (9 - 10)	**1,096**	1,605	524	**3,754**	1,802	3,083
12	Extraordinary items (net of tax expenses)	**-**	-	-	**-**	-	-
13	Net profit for the period (11 - 12)	**1,096**	1,605	524	**3,754**	1,802	3,083
14	Other comprehensive income	**(143)**	(2)	(27)	**(148)**	(80)	(106)
15	Total comprehensive income for the period (Comprising profit and other comprehensive income for the period)	**953**	1,603	497	**3,606**	1,722	2,977
16	Paid up equity share capital (Face value : Rs. 10 per share)	**1,540**	1,540	1,540	**1,540**	1,540	1,540
17	Reserves excluding revaluation reserves as per balance sheet of previous accounting year						81,116
18	Earnings per share (EPS) (Face value : Rs. 10 per share)						
	a) Basic and diluted EPS before extraordinary items (not annualised)	**7.12**	10.42	3.40	**24.38**	11.70	20.02
	b) Basic and diluted EPS after extraordinary items (not annualised)	**7.12**	10.42	3.40	**24.38**	11.70	20.02
See accompanying note to the financial results							

TATA SPONGE IRON LTD. *JODA*

TATA SPONGE IRON LIMIITED

Regd. Office : Joda , Post- Joda

Dist.- Keonjhar, Orissa, Pin Code 758 034

CIN : L27102OR1982PLC001091

PART II: STANDALONE SEGMENT INFORMATION

(Rs. in Lacs)

Particulars	**3 Months ended**	Preceding 3 months ended	Corresponding 3 months ended in the previous year	**Year to date figures for the current period ended**	Year to date figures for the previous period ended	Previous year ended
	31.12.2016	30.09.2016	31.12.2015	**31.12.2016**	31.12.2015	31.03.2016
	(Audited)	(Audited)	(Audited)	**(Audited)**	(Audited)	(Audited)
1. Segment Revenue :						
Sponge business	**14,596**	13,966	14,136	**39,279**	44,838	58,521
Power business	**1,513**	1,794	1,701	**4,833**	4,035	6,131
Total	**16,109**	15,760	15,837	**44,112**	48,873	64,652
Intersegment revenue	**(351)**	(405)	(378)	**(1,100)**	(1,003)	(1,348)
Total Income from operations	**15,758**	15,355	15,459	**43,012**	47,870	63,304
2. Segment results (Profit)(+)/ Loss (-) before finance costs, exceptional items and tax:						
Sponge business	**7**	(187)	(1,096)	**(357)**	(2,517)	(3,259)
Power business	**882**	1,210	993	**3,123**	2,324	4,237
Unallocated income/ (expenditure) (net)	**722**	1,270	818	**2,604**	2,646	3,733
Profit before finance costs, exceptional items and tax	**1,611**	2,293	715	**5,370**	2,453	4,711
Less: Finance costs	**86**	56	57	**198**	172	538
Profit before exceptional items and tax	**1,525**	2,237	658	**5,172**	2,281	4,173
Exceptional items	**-**	-	-	**-**	-	-
Profit before tax	**1,525**	2,237	658	**5,172**	2,281	4,173
Less : Tax expenses	**429**	632	134	**1,418**	479	1,090
Net profit for the period	**1,096**	1,605	524	**3,754**	1,802	3,083

Segment assets and liabilities:	**As at 31.12.2016**	As at 30.09.2016	As at 31.12.2015	As at 31.03.2016
	(Audited)	(Audited)	(Audited)	(Audited)
3. Segment assets :				
Sponge business	**40,055**	39,602	21,832	18,999
Power business	**4,826**	4,800	4,445	4,519
Unallocable assets	**57,594**	55,159	71,235	75,222
	102,475	99,561	97,512	98,740
4. Segment liabilities :				
Sponge business	**11,413**	10,391	9,863	9,620
Power business	**694**	613	471	155
Unallocable liabilities	**5,960**	5,102	5,938	6,309
	18,067	16,106	16,272	16,084

TATA SPONGE IRON LTD * JODA *

TATA SPONGE IRON LIMIITED

Regd. Office : Joda , Post- Joda

Dist.- Keonjhar, Orissa, Pin Code 758 034

CIN : L27102OR1982PLC001091

Notes :

(1) The above results have been reviewed by the Audit Committee and approved by the Board of Directors at its meeting held on 24 January, 2017.

(2) The Company has identified business segment as the primary segment. The Company is engaged in production of sponge iron and generation of power from waste heat. Information reported to the chief operating decision maker (CODM) for the purposes of resource allocation and assessment of segment performance focuses on manufacture of sponge iron and generation of power, reportable segments for standalone results in accordance with Ind AS 108 "Operating Segment".

(3) (a) In the month of November 2012, Ministry of Coal ("MoC") issued notices to the Company for invocation of bank guarantee of Rs. 3,250 lacs submitted towards performance of conditions for allocation of coal block against which the Company had filed a writ petition in the Hon'ble High Court of Delhi, which directed the Company to keep the bank guarantee valid till 30 November, 2015 by which date the MoC was directed to take decision. Meanwhile, the bank guarantee expired and had not been renewed, since no communication had been received from MoC. Subsequently, MoC issued a notice dated 28 December, 2015, stating that the bank guarantee be invoked and the aforesaid amount be deposited. Consequent to MoC's notice, the Company has moved to the Hon'ble High Court of Delhi, where the matter is pending adjudication. The Company has been advised and has obtained a legal opinion that as the original allocation has been declared illegal and cancelled by the Hon'ble Supreme Court, the bank guarantee pertaining to such allocation (which is non-est and void ab initio) shall consequently be deemed to be invalid and void ab initio. Pending finalisation of the matter, the amount continues to be disclosed as a contingent liability.

(b) (i) During pendency of the aforesaid matters in Hon'ble High Court of Delhi, the Hon'ble Supreme Court of India vide its order dated 24 September, 2014 has cancelled allocation of 214 coal blocks including the Radhikapur (East) Coal Block which was allotted to the Company on 7 February, 2006. The expenditure incurred on the Radhikapur (East) Coal Block as on 31 December, 2016 aggregates to Rs. 18,040.96 lacs (31 March, 2016: Rs. 18,040.96 lacs).

(ii) Pursuant to the judgment of Hon'ble Supreme Court of India, the Government of India has promulgated Coal Mines (Special Provision) Rules, 2014 ("Rules") for allocation of the coal mines through auction and matters related thereto. In terms of the said Rules, the successful bidder will be called upon to pay to the prior allocattee the expenses incurred by the prior allocatee towards land and mine infrastructure. Pursuant to MoC's directive seeking the details of expenses vide letter dated 26 December, 2014, the Company has furnished the required statement of expenses on 5 January, 2015. Based on the Rules and necessary legal opinion obtained by the Company, no provision is considered necessary.

(4) The Company adopted Indian Accounting Standards ("Ind AS") from 1 April, 2016 and accordingly these financial results have been prepared in accordance with the recognition and measurement principles laid down in the Indian Accounting Standard 34 "Interim Financial Reporting" ("Ind AS 34") prescribed under Section 133 of the Companies Act, 2013 read with the relevant rules issued thereunder and other accounting principles generally accepted in India. Financial results for all the periods presented have been prepared in accordance with the recognition and measurement principles of Ind AS 34.

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

Total comprehensive income reconciliation

(Rs. in Lacs)

Particulars	Corresponding 3 months ended in the previous year 31.12.2015	Year to date figures for the previous period ended 31.12.2015	Previous year ended 31.03.2016
	(Audited)	(Audited)	(Audited)
Net profit under previous GAAP	524	1,802	3,083
Other comprehensive income			
- Remeasurements of the defined benefit plans (net of tax)	(27)	(80)	(106)
Total comprehensive income under Ind AS	497	1,722	2,977

(6) Figures for the previous periods have been regrouped wherever necessary.

For and on behalf of the Board of Directors

Sanjay Kumar Pattnaik
Managing Director
Kolkata, 24 January, 2017

TATA SPONGE IRON LTD. TATA JODA