TSIL/SE/2018-19/13

July 17, 2018

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

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

Dear Sir/Madam,

Sub: Submission of Audited Financial Results for Quarter ended June 30, 2018

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

This is to inform you that the Board of Directors of the Company at its meeting held on July 17, 2018, has approved the audited financial results for quarter ended June 30, 2018. The said results along with the Auditor's Report thereon are enclosed herewith.

The meeting commenced at 2:30 p.m. (IST) and concluded at 7:00 p.m. (IST).

The above information is also available on the website of the Company: www.tatasponge.com.

Thanking you,

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

Sanjay Kasture
Chief Risk & Compliance Officer
& Company Secretary

Encl: As above

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

Price Waterhouse & Co Chartered Accountants LLP

To
The Board of Directors
Tata Sponge Iron Limited
P.O. Joda, Dist. Keonjhar
Odisha – 758034, India

1. We have audited the standalone financial results of Tata Sponge Iron Limited (the "Company") for the quarter ended June 30, 2018, (the "results") which are included in the accompanying Statement of Audited Standalone Financial Results for the quarter ended June 30, 2018, being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (the "Listing Regulations, 2015").

2. The Company's Management is responsible for preparation of the results on the basis of its interim standalone financial statements 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 and other accounting principles generally accepted in India. Our responsibility is to express an opinion on the results based on our audit of such interim financial statements.

3. We conducted our audit in accordance with the Standards on Auditing and other applicable authoritative pronouncements issued by the Institute of Chartered Accountants of India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the results are free of material misstatements. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the results. An audit also includes assessing the accounting principles used and significant estimates made by Management. We believe that our audit provides a reasonable basis for our opinion. (Also refer paragraph 5 below)

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

   (i) are presented in accordance with the requirements of Regulation 33 of the Listing Regulations, 2015 in this regard; and

   (ii) give a true and fair view of the net profit and other financial information for the quarter ended June 30, 2018.

5. The financial results of the Company for the quarter ended June 30, 2017 was audited by another firm of chartered accountants who issued their unmodified opinion, vide their report dated July 21, 2017.

   Our opinion is not qualified in respect of this matter.

For Price Waterhouse & Co Chartered Accountants LLP
Firm Registration Number: 304026E/E300009
Chartered Accountants

Pinaki Chowdhury
Partner
Membership Number 057572

Joda
April 17, 2018

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 ENDED 30 JUNE, 2018

(Rs. in Lacs)

Particulars		3 Months ended 30.06.2018	Preceding 3 months ended 31.03.2018	Corresponding 3 months ended in the previous year 30.06.2017	Previous year ended 31.03.2018
		(Audited)	(Note 2)	(Audited)	(Audited)
I	Revenue from operations	**26,094**	24,350	19,150	81,665
II	Other income	**1,189**	1,166	1,025	4,301
III	**Total income (I+II)**	**27,283**	25,516	20,175	85,966
IV	**Expenses:**				
	Cost of materials consumed	**17,437**	14,405	12,633	50,058
	Changes in inventories of finished goods and stock in trade	**(343)**	221	(2,093)	(473)
	Excise duty on sale of goods	**-**	-	1,648	1,648
	Employee benefits expense	**1,018**	1,130	980	4,180
	Finance costs	**31**	33	46	325
	Depreciation and amortisation expense	**286**	297	317	1,230
	Other expenses	**1,957**	2,433	2,122	7,979
	Total expenses (IV)	**20,386**	18,519	15,653	64,947
V	**Profit before tax (III - IV)**	**6,897**	6,997	4,522	21,019
VI	**Tax expenses:**				
	(1) Current tax	**2,390**	2,278	1,532	7,099
	(2) Deferred tax	**(48)**	49	(66)	(166)
	Total tax expense (VI)	**2,342**	2,327	1,466	6,933
VII	**Profit for the period /year (V-VI)**	**4,555**	4,670	3,056	14,086
VIII	**Other comprehensive income**				
(A)	(i) Items that will not be reclassified to profit or loss				
	(a) Remeasurements of the defined benefit plans	**32**	203	(16)	170
	(b) Income tax relating to items that will not be reclassified to profit or loss	**(11)**	(70)	6	(59)
	(c) Changes in fair value of FVOCI equity instruments	**1,108**	-	-	-
	(d) Income Tax relating to FVOCI equity instrument	**(225)**	-	-	-
	Total other comprehensive income (VIII)	**904**	133	(10)	111
IX	**Total comprehensive income for the period / year (VII + VIII)** (Comprising profit and other comprehensive income for the period / year)	**5,459**	4,803	3,046	14,197
X	Paid up equity share capital (Face value : Rs. 10 per share)	**1,540**	1,540	1,540	1,540
XI	Other equity				97,103
XII	**Earnings per share :**				
	(1) Basic (in Rs.)	**29.58**	30.33	19.85	91.47
	(2) Diluted (in Rs.)	**29.58**	30.33	19.85	91.47
See accompanying note to the Standalone financial results					

Price Waterhouse & Co Chartered Accountants LLP
LLPIN AAC-0362
Chartered Accountants
FRN 304026E/E-300009
Kolkata

TATA SPONGE IRON LTD.

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 30.06.2018 (Audited)	Preceding 3 months ended 31.03.2018 (Note 2)	Corresponding 3 months ended in the previous year 30.06.2017 (Audited)	Previous year ended 31.03.2018 (Audited)
Segment revenue :				
Sponge iron	**24,592**	22,964	17,686	76,123
Power	**1,967**	1,798	1,875	7,243
Total	**26,559**	24,762	19,561	83,366
Less: Intersegment sales	**(465)**	(412)	(411)	(1,701)
Total Income from operations	**26,094**	24,350	19,150	81,665
Segment results				
Sponge iron	**4,420**	4,286	2,396	12,471
Power	**1,336**	1,672	1,180	4,751
Unallocated income/ (expenditure)	**1,172**	1,072	992	4,122
Profit before finance costs and tax	**6,928**	7,030	4,568	21,344
Less: Finance costs	**31**	33	46	325
Profit before tax	**6,897**	6,997	4,522	21,019
Less : Tax expenses	**2,342**	2,327	1,466	6,933
Profit for the period / year	**4,555**	4,670	3,056	14,086
Other comprehensive income	**904**	133	(10)	111
Total comprehensive income for the period / year	**5,459**	4,803	3,046	14,197

Particulars	As at 30.06.2018 (Audited)	As at 30.06.2017 (Audited)	As at 31.03.2018 (Audited)
Segment assets :			
Sponge iron	**47,266**	42,708	44,572
Power	**4,482**	4,727	4,573
Unallocated	**80,967**	63,308	72,279
	132,715	110,743	121,424
Segment liabilities :			
Sponge iron	**17,308**	12,778	12,766
Power	**683**	685	711
Unallocated	**10,622**	7,749	9,304
	28,613	21,212	22,781

Price Waterhouse & Co Chartered Accountants LLP LLPIN AAC-4362 Chartered Accountants FRN 304026E/E-300009 Kolkata

TATA SPONGE IRON LTD. TATA

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 17 July, 2018.

(2) The figures of quarter ended 31st March, 2018 are the balancing figures between the audited figures in respect of the full financial year ended 31st March, 2018 and the audited year to date figures upto the third quarter ended 31st December, 2017.

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

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

(b) (i) During pendency of the aforesaid matters in Hon'ble High Court of Delhi, the Hon'ble Supreme Court of India vide its order dated 24 September, 2014 has cancelled allocation of 214 coal blocks including the Radhikapur (East) Coal Block which was allotted to the Company on 7 February, 2006. The amount incurred on the Radhikapur (East) Coal Block upto 30 June, 2018 aggregates to Rs. 18,040.96 lacs (31 March, 2018: 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 allocattee towards land and mine infrastructure. Pursuant to the judgement dated 9 March,2017 of the Hon'ble High Court of Delhi in W.P (c) 973/2015, the nominated Authority MoC vide its letter dated 1 February, 2018, the Company has furnished the required statement of expenses and other details in the prescribed format on 22 February, 2018. Relying on the legal position and legal opinion obtained by the Company in respect of the recoverability of the amount, no provision is considered necessary.

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

For and on behalf of the Board of Directors

Price Waterhouse & Co Chartered Accountants LLP LLPIN AAC-4362 Chartered Accountants FRN 304026E/E-300009 Kolkata

TATA SPONGE IRON LTD. TATA

Sanjay Kumar Pattnaik
Managing Director
Joda, 17 July, 2018

Price Waterhouse & Co Chartered Accountants LLP

To
The Board of Directors
Tata Sponge Iron Limited
P.O. Joda, Dist. Keonjhar
Odisha – 758034, India

1. We have audited the consolidated financial results (the "results") of Tata Sponge Iron Limited (the "Company") and its subsidiary (hereinafter referred to as the "Group") for the quarter ended June 30, 2018, which are included in the accompanying Statement of Audited Consolidated Financial Results for the quarter ended June 30, 2018 (the "Statement"), being submitted by the company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (the "Listing Regulations, 2015").

2. The Company's Management is responsible for preparation of the results on the basis of its interim consolidated financial statements 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 and other accounting principles generally accepted in India. Our responsibility is to express an opinion on the results based on our audit of such interim consolidated financial statements.

3. We conducted our audit in accordance with the Standards on Auditing and other applicable authoritative pronouncements issued by the Institute of Chartered Accountants of India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the results are free of material misstatements. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the results. An audit also includes assessing the accounting principles used and significant estimates made by Management. We believe that our audit provides a reasonable basis for our opinion. (Also refer paragraph 5 below)

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

   (i) include the quarterly financial results of Tata Sponge Iron Limited and TSIL Energy Limited;

   (ii) are presented in accordance with the requirements of Regulation 33 of the Listing Regulations, 2015 in this regard; and

   (iii) give a true and fair view of the consolidated net profit and other financial information for the quarter ended June 30, 2018 of the Group.

5. The consolidated financial results of the Group for the quarter ended June 30, 2017 was audited by another firm of chartered accountants who issued their unmodified opinion, vide their report dated July 21, 2017.

   Our opinion is not qualified in respect of this matter.

For Price Waterhouse & Co Chartered Accountants LLP
Firm Registration Number: 304026E/E300009
Chartered Accountants

Pinaki Chowdhury
Partner
Membership Number 057572

Joda
April 17, 2018

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 ENDED 30 JUNE, 2018

(Rs. in Lacs)

	Particulars	3 Months ended 30.06.2018	Preceding 3 months ended 31.03.2018	Corresponding 3 months ended in the previous year 30.06.2017	Previous year ended 31.03.2018
		(Audited)	(Note 2)	(Audited)	(Audited)
I	Revenue from operations	**26,094**	24,350	19,150	81,665
II	Other income	**1,190**	1,167	1,026	4,306
III	**Total income (I+II)**	**27,284**	25,517	20,176	85,971
IV	**Expenses:**				
	Cost of materials consumed	**17,437**	14,405	12,633	50,058
	Changes in inventories of finished goods and stock in trade	**(343)**	221	(2,093)	(473)
	Excise duty on sale of goods	**-**	-	1,648	1,648
	Employee benefits expense	**1,018**	1,130	980	4,180
	Finance costs	**31**	33	46	325
	Depreciation and amortisation expense	**286**	297	317	1,230
	Other expenses	**1,957**	2,435	2,122	7,982
	Total expenses (IV)	**20,386**	18,521	15,653	64,950
V	**Profit before tax (III - IV)**	**6,898**	6,996	4,523	21,021
VI	**Tax expenses:**				
	(1) Current tax	**2,390**	2,278	1,532	7,099
	(2) Deferred tax	**(48)**	49	(66)	(166)
	Total tax expense (VI)	**2,342**	2,327	1,466	6,933
VII	**Profit for the period / year (V-VI)**	**4,556**	4,669	3,057	14,088
VIII	**Other comprehensive income**				
(A)	(i) Items that will not be reclassified to profit or loss				
	(a) Remeasurements of the defined benefit plans	**32**	203	(16)	170
	(b) Income tax relating to items that will not be reclassified to profit or loss	**(11)**	(70)	6	(59)
	(c) Changes in fair value of FVOCI equity instruments	**1,108**	-	-	-
	(d) Income Tax relating to FVOCI equity instrument	**(225)**	-	-	-
	Total other comprehensive income (VIII)	**904**	133	(10)	111
IX	**Total comprehensive income for the period / year (VII + VIII)** (Comprising profit and other comprehensive income for the period / year)	**5,460**	4,802	3,047	14,199
X	Paid up equity share capital (Face value : Rs. 10 per share)	**1,540**	1,540	1,540	1,540
XI	Other equity				97,113
XII	**Earnings per share :**				
	(1) Basic (in Rs.)	**29.58**	30.32	19.85	**91.48**
	(2) Diluted (in Rs.)	**29.58**	30.32	19.85	**91.48**

See accompanying note to the Consolidated financial results

Price Waterhouse & Co Chartered Accountants LLP LLPIN AAC-4362 Chartered Accountants FRN 304026E/E-300009 ★ Kolkata ★

TATA SPONGE IRON LTD.

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 30.06.2018**	Preceding 3 months ended 31.03.2018	Corresponding 3 months ended in the previous year 30.06.2017	Previous year ended 31.03.2018
	(Audited)	(Note 2)	(Audited)	(Audited)
Segment revenue :				
Sponge iron	**24,592**	22,964	17,686	76,123
Power	**1,967**	1,798	1,875	7,243
Total	**26,559**	24,762	19,561	83,366
Less: Intersegment sales	**(465)**	(412)	(411)	(1,701)
Total Income from operations	**26,094**	24,350	19,150	81,665
Segment results				
Sponge iron	**4,420**	4,283	2,396	12,468
Power	**1,336**	1,672	1,180	4,751
Unallocated income/ (expenditure)	**1,173**	1,074	993	4,127
Profit before finance costs and tax	**6,929**	7,029	4,569	21,346
Less: Finance costs	**31**	33	46	325
Profit before tax	**6,898**	6,996	4,523	21,021
Less : Tax expenses	**2,342**	2,327	1,466	6,933
Profit for the period / year	**4,556**	4,669	3,057	14,088
Other comprehensive income	**904**	133	(10)	111
Total comprehensive income for the period / year	**5,460**	4,802	3,047	14,199

Particulars	**As at 30.06.2018**	As at 30.06.2017	As at 31.03.2018
	(Audited)	(Audited)	(Audited)
Segment assets :			
Sponge iron	**47,266**	42,708	44,572
Power	**4,482**	4,727	4,573
Unallocated	**80,979**	63,318	72,291
	132,727	110,753	121,436
Segment liabilities :			
Sponge iron	**17,308**	12,778	12,768
Power	**683**	685	711
Unallocated	**10,623**	7,751	9,304
	28,614	21,214	22,783

Price Waterhouse & Co Chartered Accountants LLP LLPIN AAC-4362 Chartered Accountants FRN 304026E/E-300009 Kolkata

TATA SPONGE IRON LTD

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 17 July, 2018.

(2) The figures of quarter ended 31st March, 2018 are the balancing figures between the audited figures in respect of the full financial year ended 31st March, 2018 and the audited year to date figures upto the third quarter ended 31st December, 2017.

(3) The Group has identified business segment as the primary segment. The Group 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.

(4) (a) In the month of November 2012, Ministry of Coal ("MoC") issued notices to the Group for invocation of bank guarantee of Rs. 3,250 lacs submitted towards performance of conditions for allocation of coal block against which the Group had filed a writ petition in the Hon'ble High Court of Delhi, which directed the Group 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 Group has moved to the Hon'ble High Court of Delhi, where the matter is pending adjudication. The Group 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 Group on 7 February, 2006. The amount incurred on the Radhikapur (East) Coal Block upto 30 June, 2018 aggregates to Rs. 18,040.96 lacs (31 March, 2018: 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 allocattee towards land and mine infrastructure. Pursuant to the judgement dated 9 March,2017 of the Hon'ble High Court of Delhi in W.P (c) 973/2015, the nominated Authority MoC vide its letter dated 1 February, 2018, the Group has furnished the required statement of expenses and other details in the prescribed format on 22 February, 2018. Relying on the legal position and legal opinion obtained by the Group in respect of the recoverability of the amount, no provision is considered necessary.

(5) The consolidated financial results includes the results of TSIL ENERGY LIMITED (" Subsidiary").

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

For and on behalf of the Board of Directors

Price Waterhouse & Co Chartered Accountants LLP LLPIN AAC-4362 Chartered Accountants FRN 304026E/E-300009 ★ Kolkata ★

TATA SPONGE IRON LTD. TATA

Sanjay Kumar Pattnaik
Managing Director
Joda, 17 July, 2018