TSIL/SE/2017-18/16

July 21, 2017

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

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

Dear Sir/Madam,

Sub: Submission of audited financial results for three months ended June 30, 2017

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 21, 2017, has approved the audited financial results for three months ended June 30, 2017. The said results along with the Auditor's Report thereon are attached.

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
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

Deloitte
Haskins & Sells

Chartered Accountants
Bengal Intelligent Park
Building Alpha, 1st floor
Block - EP & GP, Sector - V
Salt Lake Electronics Complex
Kolkata - 700091
India

Tel: +91 (033) 6612 1000
Fax: +91 (033) 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 ended 30 June, 2017 ("the Statement"), being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as modified by Circular No. CIR/CFD/FAC/62/2016 dated 5 July, 2016.

   This Statement, which is the responsibility of the Company's Management and approved by the Board of Directors, has been compiled from the related interim standalone financial statements which has 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 obtained by us is sufficient and appropriate to provide a basis for our audit opinion.

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



Deloitte
Haskins & Sells

(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 ("Ind AS") 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 ended 30 June, 2017.

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

Deloitte Haskins & Sells Chartered Accountants

Alka Chadha
Partner
(Membership No. 93474)

Kolkata, 21 July, 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 ENDED 30 JUNE, 2017

(Rs. in Lacs)

Particulars		3 Months ended 30.06.2017 (Audited)	Preceding 3 months ended 31.03.2017 (Audited)	Corresponding 3 months ended in the previous year 30.06.2016 (Audited)	Year ended 31.03.2017 (Audited)
I	Revenue from operations	**19,150**	18,504	11,899	61,516
II	Other income	**1,025**	963	956	3,702
III	**Total income (I+II)**	**20,175**	19,467	12,855	65,218
IV	**Expenses:**				
	Cost of materials consumed	**12,633**	10,253	8,128	36,968
	Changes in inventories of finished goods and stock in trade	**(2,093)**	851	(966)	325
	Excise duty on sale of goods	**1,648**	1,787	1,107	5,785
	Employee benefits expense	**980**	1,142	1,013	4,631
	Finance costs	**46**	46	56	244
	Depreciation and amortisation expense	**317**	322	305	1,277
	Other expenses	**2,122**	1,891	1,802	7,641
	Total expenses (IV)	**15,653**	16,292	11,445	56,871
V	**Profit before tax (III - IV)**	**4,522**	3,175	1,410	8,347
VI	**Tax expenses:**				
	(1) Current tax	**1,532**	981	414	2,669
	(2) Deferred tax	**(66)**	74	(57)	(196)
	Total tax expense (VI)	**1,466**	1,055	357	2,473
VII	**Profit for the period/ year (V-VI)**	**3,056**	2,120	1,053	5,874
VIII	**Other comprehensive income**				
(A)	(i) Items that will not be reclassified to profit or loss				
	(a) Remeasurements of the defined benefit plans	**(16)**	19	(4)	(208)
	(b) Income tax relating to items that will not be reclassified to profit or loss	**6**	(7)	1	72
(B)	(i) Items that may be reclassified to profit or loss				
	(a) Income tax relating to items that may be reclassified to profit or loss	**-**	-	-	-
	Total other comprehensive income (VIII)	**(10)**	12	(3)	(136)
IX	**Total comprehensive income for the period/ year (VII + VIII)** (Comprising profit and other comprehensive income for the period/ year)	**3,046**	2,132	1,050	5,738
X	Paid up equity share capital (Face value : Rs. 10 per share)	**1,540**	1,540	1,540	1,540
XI	Other equity				84,945
XII	**Earnings per equity share of Rs. 10 each :**				
	(1) Basic (in Rs.)	**19.85**	13.76	6.84	38.14
	(2) Diluted (in Rs.)	**19.85**	13.76	6.84	38.14
See accompanying notes to the Standalone financial results					

TATA SPONGE IRON LTD. TATA

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 ended
	30.06.2017	31.03.2017	30.06.2016	31.03.2017
	(Audited)	(Audited)	(Audited)	(Audited)
Segment revenue :				
Sponge iron	**17,686**	17,234	10,717	56,513
Power	**1,875**	1,631	1,526	6,464
Total	**19,561**	18,865	12,243	62,977
Less: Intersegment sales	**(411)**	(361)	(344)	(1,461)
Total Income from Operations	**19,150**	18,504	11,899	61,516
Segment results				
Sponge iron	**2,396**	1,162	(177)	805
Power	**1,180**	1,197	1,031	4,320
Unallocated income/ (expenditure)	**992**	862	612	3,466
Profit before finance costs and tax	**4,568**	3,221	1,466	8,591
Less: Finance costs	**46**	46	56	244
Profit before tax	**4,522**	3,175	1,410	8,347
Less : Tax expenses	**1,466**	1,055	357	2,473
Profit after tax	**3,056**	2,120	1,053	5,874
Other comprehensive income	**(10)**	12	(3)	(136)
Total comprehensive income for the period / year	**3,046**	2,132	1,050	5,738

Particulars	**As at 30.06.2017**	As at 31.03.2017	As at 30.06.2016
	(Audited)	(Audited)	(Audited)
Segment assets :			
Sponge iron	**42,708**	38,310	22,435
Power	**4,727**	4,723	4,403
Unallocated	**63,308**	61,547	75,388
Total	**110,743**	104,580	102,226
Segment liabilities :			
Sponge iron	**12,778**	10,479	9,558
Power	**685**	679	2,199
Unallocated	**7,749**	6,937	6,819
Total	**21,212**	18,095	18,576

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 their meeting held on 21 July, 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 amount incurred on the Radhikapur (East) Coal Block upto 30 June, 2017 aggregates to Rs. 18,040.96 lacs (31 March, 2017: 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 financial results presented above are extracted from the audited interim financial statements. The Interim financial statements are prepared in accordance with the Indian Accounting Standards (Ind AS) as prescribed under section 133 of the Companies Act, 2013 read with Rule 3 of the Companies (Indian Accounting Standards) Rules, 2015 and Companies (Indian Accounting Standards) Amendment Rules, 2016.

For and on behalf of the Board of Directors

Sanjay Kumar Pattnaik
Managing Director
Kolkata, 21 July, 2017

TATA SPONGE IRON LTD. TATA

Deloitte Haskins & Sells

Chartered Accountants
Bengal Intelligent Park
Building Alpha, 1st floor
Block - EP & GP, Sector - V
Salt Lake Electronics Complex
Kolkata - 700091
India

Tel: +91 (033) 6612 1000
Fax: +91 (033) 6612 1001

INDEPENDENT AUDITORS' 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 Consolidated Financial Results of **TATA SPONGE IRON LIMITED** ("the Parent") and its subsidiary (the Parent and its subsidiaries together referred to as "the Group"), for the Quarter ended 30 June, 2017 ("the Statement"), being submitted by the Parent pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as modified by Circular No. CIR/CFD/FAC/62/2016 dated 5 July, 2016.

   This Statement, which is the responsibility of the Parent's Management and approved by the Board of Directors, has been compiled on the basis of the related interim consolidated financial statements 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 obtained by us is sufficient and appropriate to provide a basis for our audit opinion.

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

Deloitte Haskins & Sells Chartered Accountants

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

(ii) 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

(iii) 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 ended 30 June, 2017.

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

Deloitte Haskins & Sells
Chartered Accountants

Alka Chadha

Alka Chadha
Partner
(Membership No. 93474)

Kolkata, 21 July, 2017

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, 2017

(Rs. in Lacs)

Particulars		3 Months ended 30.06.2017 (Audited)	Preceding 3 months ended 31.03.2017 (Audited)	Corresponding 3 months ended in the previous year 30.06.2016 (Audited)	Year ended 31.03.2017 (Audited)
I	Revenue from operations	**19,150**	18,504	11,899	61,516
II	Other income	**1,026**	964	958	3,707
III	**Total income (I+II)**	**20,176**	19,468	12,857	65,223
IV	**Expenses:**				
	Cost of materials consumed	**12,633**	10,253	8,128	36,968
	Changes in inventories of finished goods and stock in trade	**(2,093)**	851	(966)	325
	Excise duty on sale of goods	**1,648**	1,787	1,107	5,785
	Employee benefits expense	**980**	1,142	1,013	4,631
	Finance costs	**46**	46	56	244
	Depreciation and amortisation expense	**317**	322	305	1,277
	Other expenses	**2,122**	1,892	1,802	7,643
	Total expenses (IV)	**15,653**	16,293	11,445	56,873
V	**Profit before tax (III - IV)**	**4,523**	3,175	1,412	8,350
VI	**Tax expenses:**				
	(1) Current tax	**1,532**	981	414	2,669
	(2) Deferred tax	**(66)**	74	(57)	(196)
	Total tax expense (VI)	**1,466**	1,055	357	2,473
VII	**Profit for the period/ year (V-VI)**	**3,057**	2,120	1,055	5,877
VIII	**Other comprehensive income**				
(A)	(i) Items that will not be reclassified to profit or loss				
	(a) Remeasurements of the defined benefit plans	**(16)**	19	(4)	(208)
	(b) Income tax relating to items that will not be reclassified to profit or loss	**6**	(7)	1	72
(B)	(i) Items that may be reclassified to profit or loss				
	(a) Income tax relating to items that may be reclassified to profit or loss	**-**	-	-	-
	Total other comprehensive income (VIII)	**(10)**	12	(3)	(136)
IX	**Total comprehensive income for the period/ year (VII + VIII)** (Comprising profit and other comprehensive income for the period/ year)	**3,047**	2,132	1,052	5,741
X	Paid up equity share capital (Face value : Rs. 10 per share)	**1,540**	1,540	1,540	1,540
XI	Other equity				84,952
XII	**Earnings per equity share of Rs. 10 each :**				
	(1) Basic (in Rs.)	**19.85**	13.76	6.85	38.16
	(2) Diluted (in Rs.)	**19.85**	13.76	6.85	38.16
See accompanying notes to the Consolidated financial results					

TATA SPONGE IRON LTD. TATA

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 ended
	30.06.2017	31.03.2017	30.06.2016	31.03.2017
	(Audited)	(Audited)	(Audited)	(Audited)
Segment revenue :				
Sponge iron	**17,686**	17,234	10,717	56,513
Power	**1,875**	1,631	1,526	6,464
Total	**19,561**	18,865	12,243	62,977
Less: Intersegment sales	**(411)**	(361)	(344)	(1,461)
Total Income from Operations	**19,150**	18,504	11,899	61,516
Segment results				
Sponge iron	**2,396**	1,162	(177)	805
Power	**1,180**	1,197	1,031	4,320
Unallocated income/ (expenditure)	**993**	862	614	3,469
Profit before finance costs and tax	**4,569**	3,221	1,468	8,594
Less: Finance costs	**46**	46	56	244
Profit before tax	**4,523**	3,175	1,412	8,350
Less : Tax expenses	**1,466**	1,055	357	2,473
Profit after tax	**3,057**	2,120	1,055	5,877
Other comprehensive income	**(10)**	12	(3)	(136)
Total comprehensive income for the period / year	**3,047**	2,132	1,052	5,741

Particulars	**As at 30.06.2017**	As at 31.03.2017	As at 30.06.2016
	(Audited)	(Audited)	(Audited)
Segment assets :			
Sponge iron	**42,708**	38,310	22,435
Power	**4,727**	4,723	4,403
Unallocated	**63,318**	61,556	75,395
Total	**110,753**	104,589	102,233
Segment liabilities :			
Sponge iron	**12,778**	10,479	9,558
Power	**685**	679	2,199
Unallocated	**7,751**	6,939	6,819
Total	**21,214**	18,097	18,576

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 their meeting held on 21 July, 2017.

(2) 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 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 amount incurred on the Radhikapur (East) Coal Block upto 30 June, 2017 aggregates to Rs. 18,040.96 lacs (31 March, 2017: 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 consolidated financial results presented above are extracted from the audited interim consolidated financial statements. The Interim consolidated financial statements are prepared in accordance with the Indian Accounting Standards (Ind AS) as prescribed under section 133 of the Companies Act, 2013 read with Rule 3 of the Companies (Indian Accounting Standards) Rules, 2015 and Companies (Indian Accounting Standards) Amendment Rules, 2016.

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

For and on behalf of the Board of Directors

Sanjay Kumar Pattnaik
Managing Director
Kolkata, 21 July, 2017

TATA SPONGE IRON LTD. TATA