Ref: G - 259

August 7, 2017

The Secretary, Listing Department
BSE Limited
Phiroze Jeejeebhoy Towers,
Dalal Street,
Mumbai - 400 001.
Maharashtra, India.
Scrip Code: **500470**

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

Dear Sir, Madam,

Re: Outcome of the Board Meeting

This has reference to our letter dated July 27, 2017.

The Board of Directors (the "Board") of Tata Steel Limited (the "Company") at its meeting held today, i.e. Monday, August 7, 2017, *inter alia*:

1. Approved the Audited Standalone and Unaudited Consolidated Financial Results of the Company for the quarter ended June 30, 2017.

   A copy of the Financial Results together with the Auditors' Report and Press Release is enclosed herewith.

2. Based on the recommendations of the Nomination and Remuneration Committee, the Board of Directors approved the appointment of Mr. Saurabh Agrawal as an Additional (Non-Executive) Director. The appointment is effective August 10, 2017. There are no inter-se relations between the Members of the Board.

   A brief profile of Mr. Agrawal is enclosed herewith.

The Board meeting commenced at 12:25 p.m. (IST) and concluded at 5:10 p.m. (IST).

The above announcements are also being made available on the website of the Company at www.tatasteel.com.

This is for your information and record.

Yours faithfully,
Tata Steel Limited

Parvatheesam K
Company Secretary

Encl: As above

Standalone Financial Results for the quarter ended on 30th June 2017

₹ Crores

Particulars	Quarter ended on 30.06.2017	Quarter ended on 31.03.2017	Quarter ended on 30.06.2016	Financial year ended on 31.03.2017
	Audited	Audited	Audited	Audited
1 Revenue from operations				
a) Gross sales / income from operations	14,286.73	16,692.67	10,261.24	52,564.93
b) Other operating income	134.99	420.46	62.24	696.03
Total revenue from operations [1(a) + 1(b)]	14,421.72	17,113.13	10,323.48	53,260.96
2 Other income	112.14	46.51	105.50	414.46
3 Total income [1 + 2]	14,533.86	17,159.64	10,428.98	53,675.42
4 Expenses				
a) Raw materials consumed	4,219.58	4,247.45	2,307.92	12,496.78
b) Purchases of finished, semi-finished steel & other products	262.57	206.44	264.84	881.18
c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	(904.57)	96.15	(1,097.05)	(1,329.65)
d) Employee benefits expense	1,157.69	1,061.12	1,160.36	4,605.13
e) Finance costs	700.14	652.92	529.19	2,688.55
f) Depreciation and amortisation expense	966.41	1,057.49	702.97	3,541.55
g) Excise duty	1,451.10	1,474.21	1,203.00	5,267.94
h) Other expenses	5,269.07	5,666.80	4,263.05	19,463.63
Total expenses [4(a) to 4(h)]	13,121.99	14,462.58	9,334.28	47,615.11
5 Profit / (Loss) before exceptional items & tax [3 - 4]	**1,411.87**	**2,697.06**	**1,094.70**	**6,060.31**
6 Exceptional items :				
a) Provision for diminution in value of investments / doubtful advances	-	(19.65)	(133.22)	(170.87)
b) Provision for demands and claims	(614.41)	(218.25)	-	(218.25)
c) Employee separation compensation	(2.38)	(68.58)	(22.25)	(178.68)
d) Restructuring and other provisions	-	(135.58)	-	(135.58)
Total exceptional items [6(a) to 6(d)]	(616.79)	(442.06)	(155.47)	(703.38)
7 Profit / (Loss) before Tax [5 + 6]	**795.08**	**2,255.00**	**939.23**	**5,356.93**
8 Tax Expense				
a) Current tax	219.50	493.75	268.26	1,400.54
b) Deferred tax	69.13	346.29	95.54	511.84
Total tax expense [8(a) + 8(b)]	288.63	840.04	363.80	1,912.38
9 Net Profit / (Loss) for the Period [7 - 8]	**506.45**	**1,414.96**	**575.43**	**3,444.55**
10 Other comprehensive income				
A (i) Items that will not be reclassified to profit or loss	(114.79)	17.15	626.66	601.22
(ii) Income tax relating to items that will not be reclassified to profit or loss	(11.57)	7.67	10.92	75.37
B (i) Items that will be reclassified to profit or loss	(4.27)	(1.87)	0.92	(1.22)
(ii) Income tax on items that will be reclassified to profit or loss	1.48	0.65	(0.32)	0.42
Total other comprehensive income	(129.15)	23.60	638.18	675.79
11 Total Comprehensive Income for the period [9 + 10]	**377.30**	**1,438.56**	**1,213.61**	**4,120.34**
12 Paid-up equity share capital [Face value ₹ 10 per share]	971.41	971.41	971.41	971.41
13 Reserves excluding revaluation reserves				48,687.59
14 Earnings per equity share				
Basic earnings per share (not annualised) - in Rupees (after exceptional items)	4.77	14.12	5.48	33.67
Diluted earnings per share (not annualised) - in Rupees (after exceptional items)	4.77	14.12	5.48	33.67

Consolidated Financial Results for the quarter ended on 30th June 2017

₹ Crores

	Particulars	Quarter ended on 30.06.2017	Quarter ended on 31.03.2017	Quarter ended on 30.06.2016	Financial year ended on 31.03.2017
		Unaudited	Unaudited	Unaudited	Audited
1	Revenue from operations				
	a) Gross sales / income from operations	30,803.32	34,832.98	25,896.94	1,16,682.57
	b) Other operating income	170.01	471.91	73.77	737.37
	Total revenue from operations [1(a) + 1(b)]	30,973.33	35,304.89	25,970.71	1,17,419.94
2	Other income	155.47	152.17	136.38	527.47
3	Total income [1 + 2]	31,128.80	35,457.06	26,107.09	1,17,947.41
4	Expenses				
	a) Raw materials consumed	10,279.43	9,957.64	6,815.11	32,418.09
	b) Purchases of finished, semi-finished steel & other products	2,757.70	2,784.80	2,916.14	11,424.94
	c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	(1,967.28)	(295.31)	(1,593.61)	(4,538.13)
	d) Employee benefits expense	4,303.86	4,216.94	4,503.33	17,252.22
	e) Finance costs	1,343.71	1,263.12	1,070.68	5,072.20
	f) Depreciation and amortisation expense	1,501.13	1,589.22	1,237.77	5,672.88
	g) Excise duty	1,416.56	1,408.89	1,176.35	5,120.52
	h) Other expenses	9,209.05	10,206.72	8,878.02	38,734.48
	Total expenses [4(a) to 4(h)]	28,844.16	31,132.02	25,003.79	1,11,157.20
5	Profit / (Loss) before share of profit/(loss) of joint ventures & associates, exceptional items & tax [3 - 4]	2,284.64	4,325.04	1,103.30	6,790.21
6	Share of profit / (loss) of Joint Ventures & Associates	5.90	2.76	14.20	7.65
7	**Profit / (Loss) before exceptional items & tax [5 + 6]**	**2,290.54**	**4,327.80**	**1,117.50**	**6,797.86**
8	Exceptional items :				
	a) Profit / (Loss) on sale of non current investments	-	22.70	-	22.70
	b) Profit on sale of non current assets	-	85.87	-	85.87
	c) Provision for diminution in value of investments / doubtful advances	-	(8.59)	(116.86)	(125.45)
	d) Provision for impairment of non-current assets	-	(267.93)	-	(267.93)
	e) Provision for demands and claims	(614.41)	(218.25)	-	(218.25)
	f) Employee separation compensation	(2.38)	(68.59)	(50.94)	(207.37)
	g) Restructuring and other provisions	-	(3,613.80)	-	(3,613.80)
	Total exceptional items [8(a) to 8(g)]	(616.79)	(4,068.59)	(167.80)	(4,324.23)
9	**Profit / (Loss) before Tax [7 + 8]**	**1,673.75**	**259.21**	**949.70**	**2,473.63**
10	Tax Expense				
	a) Current tax	325.50	667.50	233.66	1,741.70
	b) Deferred tax	415.03	308.46	506.61	1,036.31
	Total tax expense [10(a) + 10(b)]	740.53	975.96	740.27	2,778.01
11	**Net Profit / (Loss) after tax from Continuing Operations [9 - 10]**	**933.22**	**(716.75)**	**209.43**	**(304.38)**
12	Profit/ (Loss) before tax from Discontinued operations	(30.77)	(493.90)	(90.78)	(770.86)
13	Tax expense of Discontinued Operations	-	(0.11)	5.24	8.01
14	Profit/ (Loss) after tax from Discontinued Operations [12 - 13]	(30.77)	(493.79)	(96.02)	(778.87)
15	Profit/ (Loss) on Disposal of Discontinued Operations	18.64	42.52	(3,296.48)	(3,085.32)
16	**Net Profit/ (Loss) after tax from Discontinued operations [14 + 15]**	**(12.13)**	**(451.27)**	**(3,392.50)**	**(3,864.19)**
17	**Net Profit / (Loss) for the Period [11 + 16]**	**921.09**	**(1,168.02)**	**(3,183.07)**	**(4,168.57)**
18	Profit/ (Loss) from continuing operations for the period attributable to:				
	Owners of the Company	918.40	(725.14)	185.82	(376.61)
	Non controlling interests	14.82	8.39	23.61	72.23
19	Profit/ (Loss) from discontinued operations for the period attributable to:				
	Owners of the Company	(12.13)	(451.27)	(3,392.50)	(3,864.19)
	Non controlling interests	-	-	-	-
20	Other comprehensive income				
	A (i) Items that will not be reclassified to profit or loss	(2,792.99)	1,820.30	(625.40)	(3,494.25)
	(ii) Income tax relating to items that will not be reclassified to profit or loss	276.20	(303.42)	235.34	782.34
	B (i) Items that will be reclassified to profit or loss	(1,085.53)	(152.44)	755.54	2,188.30
	(ii) Income tax on items that will be reclassified to profit or loss	60.52	28.18	(11.29)	(39.45)
	Total other comprehensive income	(3,541.80)	1,392.62	354.19	(563.06)
21	**Total Comprehensive Income for the period [17 + 20]**	**(2,620.71)**	**224.60**	**(2,828.88)**	**(4,731.63)**
22	Total comprehensive income for the period attributable to:				
	Owners of the Company	(2,636.77)	212.26	(2,862.13)	(4,800.32)
	Non controlling interests	16.06	12.34	33.25	68.69
23	Paid-up equity share capital [Face value ₹ 10 per share]	970.24	970.24	970.24	970.24
24	Reserves (excluding revaluation reserves) and Non controlling interest				36,175.77
25	Earnings per equity share (for continuing operation):				
	Basic earnings per share (not annualised) - in Rupees (after exceptional items)	9.17	(7.83)	1.71	(4.93)
	Diluted earnings per share (not annualised) - in Rupees (after exceptional items)	9.17	(7.83)	1.71	(4.93)
26	Earnings per equity share (for discontinued operation):				
	Basic earnings per share (not annualised) - in Rupees	(0.13)	(4.65)	(34.97)	(39.84)
	Diluted earnings per share (not annualised) - in Rupees	(0.13)	(4.65)	(34.97)	(39.84)
27	Earnings per equity share (for continuing and discontinued operations):				
	Basic earnings per share (not annualised) - in Rupees (after exceptional items)	9.04	(12.48)	(33.26)	(44.77)
	Diluted earnings per share (not annualised) - in Rupees (after exceptional items)	9.04	(12.48)	(33.26)	(44.77)

Consolidated Segment Revenue, Results, Assets and Liabilities

₹ Crores

Particulars	Quarter ended on 30.06.2017	Quarter ended on 31.03.2017	Quarter ended on 30.06.2016	Financial year ended on 31.03.2017
	Unaudited	Unaudited	Unaudited	Audited
Segment Revenue:				
Tata Steel India	14,421.72	17,113.13	10,323.48	53,260.96
Other Indian Operations	1,831.17	2,056.96	1,470.83	6,699.84
Tata Steel Europe	14,078.79	15,243.52	12,665.08	52,084.96
Other Trade Related Operations	7,202.67	7,202.26	4,451.04	23,751.37
South East Asian Operations	1,990.96	2,220.84	2,003.09	8,135.90
Rest of the World	118.76	240.48	147.27	629.95
Total	**39,644.07**	**44,077.19**	**31,060.79**	**1,44,562.98**
Less: Inter segment revenue	8,670.74	8,772.30	5,090.08	27,143.04
Total income from operations	**30,973.33**	**35,304.89**	**25,970.71**	**1,17,419.94**
Segment Results before exceptional items, interest, tax and depreciation :				
Tata Steel India	2,921.54	4,324.39	2,236.10	11,952.75
Other Indian Operations	204.82	214.75	123.89	580.08
Tata Steel Europe	1,252.52	1,972.17	889.73	4,704.91
Other Trade Related Operations	817.66	582.39	(23.71)	261.62
South East Asian Operations	25.77	154.56	185.03	531.27
Rest of the World	(25.47)	44.48	9.84	(19.56)
Less: Inter Segment Eliminations	257.52	310.75	117.52	985.70
Total Segment Results before exceptional items, interest, tax and depreciation	**4,939.32**	**6,981.99**	**3,303.36**	**17,025.37**
Add: Finance income	196.06	198.15	122.59	517.57
Less: Finance costs	1,343.71	1,263.12	1,070.68	5,072.20
Less: Depreciation and amortisation expense	1,501.13	1,589.22	1,237.77	5,672.88
Profit / (Loss) before exceptional items & tax	**2,290.54**	**4,327.80**	**1,117.50**	**6,797.86**
Add: Exceptional items	(616.79)	(4,068.59)	(167.80)	(4,324.23)
Profit / (Loss) before tax	**1,673.75**	**259.21**	**949.70**	**2,473.63**
Less: Tax expense	740.53	975.96	740.27	2,778.01
Net Profit / (Loss) after tax from Continuing Operations	**933.22**	**(716.75)**	**209.43**	**(304.38)**
Net Profit / (Loss) after tax from Discontinued Operations	(12.13)	(451.27)	(3,392.50)	(3,864.19)
Net Profit / (Loss) for the period	**921.09**	**(1,168.02)**	**(3,183.07)**	**(4,168.57)**
Segment Assets:				
Tata Steel India	1,13,173.59	1,09,180.60	1,06,328.76	1,09,180.60
Other Indian Operations	5,637.60	5,532.26	5,097.56	5,532.26
Tata Steel Europe	43,438.90	43,687.31	49,272.35	43,687.31
Other Trade Related Operations	46,779.39	43,413.50	48,122.01	43,413.50
South East Asian Operations	4,913.41	5,091.43	5,220.67	5,091.43
Rest of the World	7,896.24	7,904.66	7,457.23	7,904.66
Less: Inter Segment Eliminations	44,260.85	41,476.52	45,185.37	41,476.52
Total Segment Assets	**1,77,578.28**	**1,73,333.24**	**1,76,313.21**	**1,73,333.24**
Segment Liabilities:				
Tata Steel India	66,213.50	62,542.95	61,433.63	62,542.95
Other Indian Operations	3,267.80	3,274.90	3,095.11	3,274.90
Tata Steel Europe	77,036.93	73,061.71	76,253.91	73,061.71
Other Trade Related Operations	35,439.58	33,208.34	31,441.18	33,208.34
South East Asian Operations	2,574.49	2,724.50	2,933.40	2,724.50
Rest of the World	2,274.77	2,205.11	6,274.85	2,205.11
Less: Inter Segment Eliminations	45,983.27	43,105.29	46,717.85	43,105.29
Total Segment Liabilities	**1,40,823.80**	**1,33,912.22**	**1,34,714.23**	**1,33,912.22**

Notes:

1. The results have been reviewed by the Audit Committee in its meeting held on August 07, 2017 and were approved by the Board of Directors in its meeting of date.

2. Exceptional Item 8(e) in the consolidated results represents provisions recognized in respect of certain statutory demands and claims for Indian operations.

3. On May 01, 2017, Tata Steel Europe completed the disposal of its Specialty Steels business. The results of such business including profit on disposal have been included within discontinued operations. The previous year's figures have also been re-stated accordingly.

4. Figures for the quarter ended March 31, 2017 represent the difference between the audited figures in respect of full financial year and the published figures of nine months ended December 31, 2016.

5. The consolidated financial results have been subjected to limited review and the stand-alone financial results have been audited by the statutory auditors.

6. Figures for the previous periods have been regrouped and reclassified to conform to the classification of the current period, where necessary.

T V Narendran
Managing Director
India & South East Asia

Koushik Chatterjee
Group Executive Director
Finance, Corporate & Europe

Mumbai: August 07, 2017

Deloitte
Haskins & Sells LLP

Chartered Accountants
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INDEPENDENT AUDITOR'S REPORT ON AUDIT OF INTERIM FINANCIAL RESULTS TO THE BOARD OF DIRECTORS OF TATA STEEL LIMITED

1. We have audited the accompanying Statement of Standalone Financial Results of **TATA STEEL LIMITED** ("the Company"), for the quarter ended June 30, 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 July 5, 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:

   a. 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 July 5, 2016; and

   b. 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 June 30, 2017.

For **DELOITTE HASKINS & SELLS LLP**
Chartered Accountants
(Firm's Registration No. 117366W/W-100018)

N. Venkatram
Partner
(Membership No.71387)

MUMBAI, August 7, 2017

Deloitte
Haskins & Sells LLP

Chartered Accountants
Indiabulls Finance Centre
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INDEPENDENT AUDITOR'S REVIEW REPORT ON REVIEW OF INTERIM FINANCIAL RESULTS

TO THE BOARD OF DIRECTORS OF TATA STEEL LIMITED

1. We have reviewed the accompanying Statement of Consolidated Unaudited Financial Results of **TATA STEEL LIMITED** ("the Parent") and its subsidiaries (the Parent and its subsidiaries together referred to as "the Group"), and its share of the profit/(loss) of its joint ventures and associates for the quarter ended June 30, 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 July 5, 2016.

   This Statement, which is the responsibility of the Parent's Management and approved by the Board of Directors, 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 issue a report on the Statement based on our review.

2. We conducted our review of the Statement in accordance with the Standard on Review Engagements (SRE) 2410 "Review of Interim Financial Information Performed by the Independent Auditor of the Entity", issued by the Institute of Chartered Accountants of India. This Standard requires that we plan and perform the review to obtain moderate assurance as to whether the Statement is free of material misstatement. A review is limited primarily to inquiries of Parent's personnel and analytical procedures applied to financial data and thus provides less assurance than an audit. We have not performed an audit and, accordingly, we do not express an audit opinion.

3. The Statement includes the results of the entities listed in Annexure A.

4. We did not review the interim financial information of three subsidiaries included in the consolidated unaudited financial results, whose interim financial information reflect total revenues of Rs. 16,085.74 crores for the quarter ended June 30, 2017, and total loss after tax of Rs. 497.07 crores and total comprehensive loss of Rs. 4,252.89 crores for the quarter ended June 30, 2017, as considered in the consolidated unaudited financial results. These interim financial information have been reviewed by other auditors whose reports have been furnished to us by the Management and our report on the Statement, in so far as it relates to the amounts and disclosures included in respect of these subsidiaries is based solely on the reports of the other auditors.

   Our report on the Statement is not modified in respect of these matters.

5. Based on our review conducted as stated above and based on the consideration of the review reports of the other auditors referred to in paragraph 4 above, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the aforesaid Indian Accounting Standards and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as modified by Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016, including the manner in which it is to be disclosed, or that it contains any material misstatement.

6. The consolidated unaudited financial results includes the interim financial information of sixteen subsidiaries which have not been reviewed/audited by their auditors, whose interim financial information reflect total revenue of Rs. 729.52 crores for the quarter ended June 30, 2017 and total profit after tax of Rs.186.07 crores and total comprehensive income of Rs. 391.73 crores for the quarter ended June 30, 2017, as considered in the consolidated unaudited financial results. The consolidated unaudited financial results also includes the Group's share of profit after tax of Rs. 2.03 crores and total comprehensive income of Rs. 5.83 crores for the quarter ended June 30, 2017, as considered in the consolidated unaudited financial results, in respect of an associate and eight joint ventures, based on their interim financial information which have not been reviewed/audited by their auditors. According to the information and explanations given to us by the Management, these interim financial information are not material to the Group.

   Our report on the Statement is not modified in respect of our reliance on the interim financial information certified by the Management.

7. In the case of one subsidiary and eight associates the financial information as at June 30, 2017 are not available. The investments in these companies are carried at Rs. 1 each as at June 30, 2017. In the absence of their financial information as at June 30, 2017, the total revenue and total profit/(loss) of the subsidiary and the Group's share of profit/(loss) of these associates have not been included in the Consolidated Financial results.

   Our report is not qualified in respect of this matter.

For **DELOITTE HASKINS & SELLS LLP**
Chartered Accountants
(Firm's Registration No. 117366W/W-100018)

N.Venkatram
Partner
(Membership No. 071387)

MUMBAI, August 7, 2017

TATA STEEL

TATA

For immediate use **PRESS RELEASE**

Mumbai, August 07, 2017

Tata Steel reports Consolidated Financial Results for the Quarter ended June 30, 2017

- Consolidated deliveries of 5.83 million tonnes, with India contributing to 47% of Group deliveries
- Consolidated quarterly revenues of Rs 30,973 crores, up by 19% over the last year but down by 12% QoQ.
- Consolidated EBITDA at Rs. 4,939 crores for Q1FY18 with an EBITDA margin of 16%.
- Consolidated PAT from continuing operations before exceptional items at Rs 1,550 crores for Q1FY18 compared to Rs 377 crores in Q1FY17 and Rs 3,352 crores in Q4FY17.
- Exceptional items for the quarter were Rs 617 crores mainly relating to provision for mining related litigation.
- Gross debt increased by Rs. 4,798 crores due to FX impact, inventory buildup in India as a result of GST implementation and seasonal trends in Europe.
- Net debt was Rs. 71,703 crore and cash and cash equivalent at Rs 16,109 crores at the end of the quarter. The total liquidity including undrawn bank lines is Rs 23,827 crores.

Tata Steel Standalone and Consolidated Highlights

(Figures in Rs. crore unless otherwise specified)

As per Ind AS	Standalone			Consolidated*		
	Q1FY18	Q4FY17	Q1FY17	Q1FY18	Q4FY17	Q1FY17
Steel Deliveries (Million Tonnes)	**2.75**	3.21	2.15	**5.83**	6.83	5.37
Turnover	**14,422**	17,113	10,323	**30,973**	35,305	25,971
EBITDA	**2,922**	4,324	2,236	**4,939**	6,982	3,303
Pre-Exceptional PBT from Continuing Operations	**1,412**	2,697	1,095	**2,291**	4,328	1,118
Exceptional Charges	**(617)**	(442)	(155)	**(617)**	(4,069)	(168)
PAT from Discontinued Operations	**-**	-	-	**(12)**	(451)	(3,392)
Reported PAT	**506**	1,415	575	**921**	(1,168)	(3,183)
Other Comprehensive Income	**(129)**	24	638	**(3,542)**	1,393	354
Total Comprehensive Income	**377**	1,439	1,214	**(2,621)**	225	(2,829)
EPS (Continuing & Discontinued Operations) (Rs.)	**4.77**	14.12	5.48	**9.04**	(12.48)	(33.26)

**Long Products and Specialty Steels businesses have been re-classified as held for sale/ discontinued operations. The previous year's figures have also been re-stated accordingly.*

Key Operating and Financial Highlights:

India Operations:

- Deliveries of 2.75 million tonnes in Q1FY18. An increase of 28% over the corresponding quarter of the last year largely due to the ramp up of Kalinganagar facility. Sequential decline of 14% due to seasonal factors, GST and planned shutdowns.
- EBITDA of Rs 2,922 crores compared to Rs. 2,236 crores in Q1 FY17, an increase of 31% in line with higher deliveries.
- Branded products and Retail sales grew by 19% YoY and now comprise 48% of total sales.
- Tata Steel Jamshedpur continues to be the benchmark in India for Coke & Pulverized Coal Injection (PCI) usage and achieved lowest best-ever coke rate of 348 kg/tonne of hot metal and PCI rate of 180 kg/ tonne of hot metal in Q1FY18.

European Operations:

- Liquid steel production in the first quarter of 2.79 million tonnes was 7% higher on a sequential basis and YoY.
- Deliveries in Q1 were 3% lower YoY and 16% lower than the seasonally strong fourth quarter.
- Revenues in the first quarter were £1,703mn, up 28% YoY reflecting the improved market conditions and increased sales of differentiated products. While selling prices increased, lower deliveries led to a 6% decrease in revenue compared to the previous quarter.
- EBITDA was £152mn, 63% higher YoY due to more favourable market and currency conditions as well as ongoing measures to improve the competitiveness of the UK operations. EBITDA was lower by 36% on a sequential basis due to higher raw material costs and lower deliveries.

South-East Asian Operations:

- Revenue for South East Asia operations was Rs 1,995 crores at par with Q1FY17.
- EBITDA declined by 88% YoY due to lower scrap – rebar local spreads in the region and weak market conditions particularly at NatSteel.

Consolidated Debt and Liquidity position:

- Gross debt at Rs. 87,812 crore as on June 30, 2017, increased by nearly Rs 4,798 crores from the previous quarter due to forex impact, inventory buildup in India as a result of GST implementation and seasonal trends in Europe. However, Net debt was significantly lower at Rs. 71,703 crore due to build up in cash reserves to fund the £550m payout as a part of the BSPS settlement.
- Strong liquidity position with cash & cash equivalents, current investments including undrawn bank lines of Rs. 23,827 crores.

Corporate Developments:

- Sale of stake in Tata Motors for a total consideration of Rs. 3,778 crores.
- In a matter related to production during the period FY2000-01 to FY2009-10, the Supreme Court issued its final judgement on 2nd August 2017 which directs that 100% of the notional value in excess of the limit specified by the Environmental Clearance needs to be paid by the miners. Tata Steel is yet to receive any notification from GoO but in view of the judgement, a provision of Rs 614.41 crores has been recognised towards the same in the quarter.
- Tata Steel UK completed sale of 42- and 84-inch pipe mills in Hartlepool to Liberty House Group.
- Regulated Apportionment Agreement for the British Steel Pension Scheme to be finalised shortly.

Major Awards & Recognitions during the year:

- Tata Steel India was awarded 'Prime Minister's Trophy for Best Integrated Steel Plant' for the year 2013-14, 2014-15 & 2015-16, 'Steel Minister's Trophy' for 2012-13 and 'Certificate of Excellence' for 2011-12.
- Tata Steel India declared as Top Indian Company in the Iron and Steel sector at the Dun & Bradstreet Corporate Awards 2017.
- Tata Steel India received "Overall Performance Award" for 2016-17 from Maruti Suzuki for exhibiting above target performance in Quality, Cost, Delivery and Development and 'Best supplier award' from Brakes India Ltd.
- Tata Steel's Jamshedpur plant was awarded 'The Greenco Platinum Rating' for Environment Excellence at the 6th GreenCo Summit 2017.

Management Comments:

Mr T V Narendran, Managing Director, Tata Steel India and South East Asia, said:

"Our sales were up by 28% on a y-o-y basis as the smooth ramp up of our Kalinganagar facility helped us increase our volumes and increase our market share. We saw strong growth in our Branded Products, Retail and Solutions segment which increased 19%y-o-y and now contributes around 48% of overall revenues.

From a sequential perspective, there was inventory destocking across the channel in the run-up to the GST implementation which led to a drop in volumes. While realisations were under pressure during the quarter, we are seeing a recovery in prices on the back of stronger domestic demand and better international prices.

We remain positive on the outlook for India steel markets given the thrust on infrastructure and affordable housing along with increased emphasis on buying domestic manufactured steel for government projects under the new steel policy. We expect the drop in interest rates and inflation to trigger a consumption cycle which will help our retail business and overall steel demand. We also expect rural demand to recover on account of good monsoons, higher MSP for crops and loan waivers. However, the appreciating Rupee remains a cause for concern.

Our SEA operations witnessed weak market conditions particularly in Singapore which affected the performance."

Mr. Koushik Chatterjee, Group Executive Director (Finance and Corporate), said:

"Tata Steel Group witnessed an increase in revenues of 19% compared to last year, due to increased capacity in India and ongoing restructuring in Europe. Consolidated EBITDA for Tata Steel Group was Rs 4,939 crores for the first quarter, an increase of 50% over the previous year. This is on the back of higher volumes in India and improved operating performance in Europe and favourable conditions in the overseas business. Raw material prices were volatile during the quarter especially coking coal, which rose in the month of April beyond US $220/t levels and since then has moved in the range of $150/t - $180/t. During the same period, steel prices in Europe have witnessed a marginal decline and this is expected to lead to lower spreads in the second quarter.

Gross debt has increased by Rs. 4,798 crores due to FX impact, inventory buildup in India as a result of GST implementation and seasonal trends in Europe. This is expected to be temporary and the liquidity position of the group remains very robust with Rs. 16,109 crores in cash and cash equivalents alone. The capital expenditure for the quarter was around Rs 1,484 crores which is in line with the plan announced earlier.

During the quarter, we sold our stake in Tata Motors for a gross consideration of around Rs 3,778 crores. With this sale, we have monetized over Rs 14,266 crores of divestments over the last 5 years. Tata Steel Europe strategic portfolio restructuring of focusing on strip business is now completed with the sale of 42-inch and 84-inch pipe mills in Hartlepool, UK to Liberty House Group.

We are in advanced discussions with the BSPS Trustee, the Pension Regulator and the Pension Protection Fund in relation to RAA, and are hopeful of reaching final agreement shortly."

Mr Hans Fischer, MD & CEO of Tata Steel in Europe, said:

"During the first quarter we have further strengthened our relationship with a number of key automotive customers. This includes becoming the number one supplier to a major German premium car manufacturer and winning significant orders for new car models being built by a number of major European and global manufacturers.

Our focus remains on increasing sales of differentiated products in our European sales mix. Among the new products we launched last quarter were light weighting solutions for commercial vehicle body makers which will help reduce CO2 thanks to improved vehicle efficiency and organically-coated construction steels which are better able to resist corrosion.

Our improving sales mix again strengthened our EBITDA result in the first quarter. While favourable market and currency tailwinds have continued, higher raw material costs have started to impact on our results."

Disclaimer:

Statements in this press release describing the Company's performance may be "forward looking statements" within the meaning of applicable securities laws and regulations. Actual results may differ materially from those directly or indirectly expressed, inferred or implied. Important factors that could make a difference to the Company's operations include, among others, economic conditions affecting demand/supply and price conditions in the domestic and overseas markets in which the Company operates, changes in or due to the environment, Government regulations, laws, statutes, judicial pronouncements and/or other incidental factors.

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SAURABH AGRAWAL

GROUP CHIEF FINANCIAL OFFICER

Saurabh Agrawal is the Group Chief Financial Officer of Tata Sons, the holding company and promoter of over 100 Tata companies. Saurabh joined Tata Sons in June 2017 from the Aditya Birla Group where he was the Head of Strategy.

In a career spanning over two decades, Saurabh has been the Head of Investment Banking in India for Bank of America Merrill Lynch and also Head of Corporate Finance business in India and South Asia for Standard Chartered bank.

Saurabh has a wide-ranging experience in strategy and capital markets where he had a ringside view of the evolution of Indian economy since the mid-90s. He advised clients on transactions valued more than US$16 billion. In addition, Saurabh has helped various large Indian and Global corporates raise over US$10 billion from the capital markets. In his advisory capacity, Saurabh has advised several business groups like Tatas, AV Birla, GMR, ICICI, Bharti, DLF etc.

In his role as Group CFO, Saurabh will be focused on driving financial performance of the group through rigour and synergy in capital allocation, investment management decisions and portfolio optimization.

Saurabh completed his undergraduate degree in Chemical Engineering from IIT Roorkee and has a post graduate management degree from IIM Kolkata. He lives in Mumbai with his wife Shelly and two children. He is an avid reader, outdoors enthusiast & movie buff. He enjoys playing badminton and squash.