



57/SL/SHR/

October 19, 2016

To,
The Secretary –Listing Department,
Bombay Stock Exchange Limited,
Floor 25, Phiroze Jeejeebhoy Towers,
Dalal Street, Mumbai – 400 001.

Stock Code: 504961

Website: www.listing.bseindia.com

Dear Sir/Madam,

Please find enclosed herewith unaudited financial results of the Company as on September 30, 2016, along with limited review report of the auditors thereon as approved by the Board of Directors at their meeting held today.

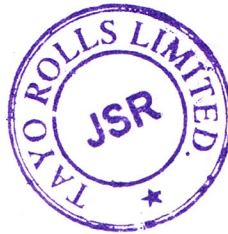
This is in compliance to the Regulation 33 of the SEBI (Listing Obligations & Disclosure Requirements) Regulations, 2015.

You are requested to kindly take the same on record.

Yours faithfully,
For Tayo Rolls Limited



(Prashant Kumar)
Company Secretary &
Compliance officer



TAYO ROLLS LIMITED

Regd. Office : Annex-2, General Office, Tata Steel Limited, Jamshedpur-831 001, Jharkhand, INDIA

Corporate & Works Office : Large Scale Industrial Estate, Gamharia-832 108, Jharkhand, INDIA

Office Phone : 91-657-2231355/6627101/103/140/141/142, Marketing Phone : 91-657-6627117/127, E-mail : tayoregd@tayo.co.in

Fax : 91-657-6627143/200, website : www.tayo.co.in, Corporate Identity Number : L27105JH1968PLC000818

A TATA Enterprise

INDEPENDENT AUDITOR'S REVIEW REPORT ON REVIEW OF INTERIM FINANCIAL RESULTS

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

TO THE BOARD OF DIRECTORS OF TAYO ROLLS LIMITED

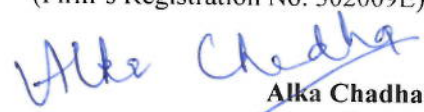
1. We have reviewed the accompanying Statement of Unaudited Financial Results of **TAYO ROLLS LIMITED** ("the Company"), for the quarter and six months ended 30 September, 2016 and Unaudited Balance Sheet as at 30 September, 2016 ("the Statement"), being submitted by the Company pursuant to the requirement 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. We have not performed a review or audit, as stated in Note 'e', of the figures relating to the corresponding quarter and six months ended 30 September, 2015, and reconciliation of net loss for the quarter and half year ended 30 September, 2015 between the previous GAAP and Indian Accounting Standards ("IND AS"), as reported in this statement.

This Statement which is the responsibility of the Company's Management and approved by the Board of Directors, has 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 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 Company 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. Based on our review conducted as stated 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 5 July, 2016, including the manner in which it is to be disclosed, or that it contains any material misstatement.
4. We draw attention to Note 'b' of the statement wherein it is indicated that the Company has accumulated losses and its net worth has been fully eroded. The Company has incurred a net loss during the current quarter and six months 30 September, 2016 and the Company's current liabilities exceeded its current assets as at 30 September, 2016. These conditions along with other matters set forth in Note 'b', indicate the existence of material uncertainty that may cast significant doubt about the Company's ability to continue as a going concern. Accordingly, the financial results of the Company have not been prepared on going concern basis for the reasons stated in the above note.

Our report is not qualified in respect of this matter.

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


Alka Chadha
Partner
(Membership No. 93474)

Kolkata, 19 October, 2016

TAYO ROLLS LIMITED

Office : Annex – 2, General Office, Tata Steel Limited, Jamshedpur- 831 001, INDIA

Corporate Identity Number : L27105JH1968PLC000818

Web site: www.tayo.co.in E-mail Id: tayoregd@tayo.co.in

STATEMENT OF UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND SIX MONTHS ENDED 30 SEPTEMBER, 2016

PART I		Rupees in Lakhs					
		Particulars	Quarter ended			Six months ended	
			30.09.2016 Reviewed	30.06.2016 Reviewed	30.09.2015 Unaudited	30.09.2016 Reviewed	30.09.2015 Unaudited
1	Income from operations						
a)	Gross sales/income from operations	1,308	1,751	4,397	3,059	7,460	
b)	Other operating income	369	122	60	491	215	
	Total income from operations (net)	1,677	1,873	4,457	3,550	7,675	
2	Expenditure						
a)	Cost of materials consumed	335	297	1,649	632	3,132	
b)	Purchases of stock-in-trade	-	-	-	-	-	
c)	Changes in inventories of finished goods, work-in-progress	966	135	(370)	1,101	(937)	
d)	Employee benefits expense	757	847	968	1,604	1,945	
e)	Depreciation and amortisation expense	164	163	514	327	1,006	
f)	Consumption of stores	233	190	491	423	1,051	
g)	Power and fuel	97	305	676	402	1,348	
h)	Excise duty	22	264	385	286	765	
i)	Other expenses	1,096	309	1,010	1,405	1,638	
	Total expenditure	3,670	2,510	5,323	6,180	9,948	
3	Profit / (Loss) from operations before other income, finance costs and exceptional items (1-2)	(1,993)	(637)	(866)	(2,630)	(2,273)	
4	Other income	9	73	101	82	149	
5	Profit / (Loss) from ordinary activities before finance costs and exceptional items (3+4)	(1,984)	(564)	(765)	(2,548)	(2,124)	
6	Finance costs	454	420	223	874	597	
7	Profit/(Loss) from ordinary activities after finance costs but before exceptional items (5-6)	(2,438)	(984)	(988)	(3,422)	(2,721)	
8	Exceptional items	-	2,870	-	2,870	-	
9	Profit/(Loss) from ordinary activities before tax (7 + 8)	(2,438)	(3,854)	(988)	(6,292)	(2,721)	
10	Tax expenses	-	-	-	-	-	
11	Profit/(Loss) from ordinary activities after tax (9 + 10)	(2,438)	(3,854)	(988)	(6,292)	(2,721)	
12	Extraordinary items (net of tax expense)	-	-	-	-	-	
13	Net Profit/(Loss) for the period (11+12)	(2,438)	(3,854)	(988)	(6,292)	(2,721)	
14	Other comprehensive income	2	4	(34)	6	(66)	
15	Total comprehensive Income / (Loss) (13+14)	(2,436)	(3,850)	(1,022)	(6,286)	(2,787)	
16	Paid-up Equity share capital (Face value of Rs.10/-each)	1,026	1,026	1,026	1,026	1,026	
17	Earnings per share (EPS)						
i)	Basic and diluted EPS before extraordinary items for the period, for the year to date and for the previous year (not annualised)	(23.76)	(37.56)	(9.63)	(61.32)	(26.52)	
ii)	Basic and diluted EPS after extraordinary items for the period, for the year to date and for the previous year (not annualised)	(23.76)	(37.56)	(9.63)	(61.32)	(26.52)	

(See accompanying notes to the financial results)

**SEGMENT INFORMATION FOR THE
QUARTER AND SIX MONTHS ENDED 30 SEPTEMBER, 2016**

PART II		Rupees in Lakhs				
Particulars	Quarter ended			Six months ended		
	30.09.2016	30.06.2016	30.09.2015	30.09.2016	30.09.2015	
	Reviewed	Reviewed	Unaudited	Reviewed	Unaudited	
1. Segment Revenue						
(a) Roll operation	1,008	1,152	3,382	2,160	5,690	
(b) Pig Iron operation	660	551	700	1,211	1,363	
(c) Ingot operation	-	35	688	35	1,372	
(d) Engg Forgings operations	9	170	387	179	587	
(e) Unallocated	9	73	101	82	149	
Total	1,686	1,981	5,258	3,667	9,161	
Less: Inter Segment Revenue	-	35	700	35	1,337	
Total revenue	1,686	1,946	4,558	3,632	7,824	
2. Segment results Profit/(Loss) before tax and interest from each segment						
(a) Roll operation	(1,891)	(556)	(625)	(2,447)	(1,944)	
(b) Pig Iron operation	292	91	35	383	217	
(c) Ingot operation	(35)	(88)	(58)	(123)	(94)	
(d) Engg Forgings operations	(358)	(57)	(110)	(415)	(286)	
Total	(1,992)	(610)	(758)	(2,602)	(2,107)	
(i) Finance costs	454	420	223	874	597	
(ii) Exceptional Item (Net)	-	2,870	-	2,870	-	
(iii) Other unallocable expenditure net off unallocable income	(8)	(46)	7	(54)	17	
Total Profit / (Loss) before tax	(2,438)	(3,854)	(988)	(6,292)	(2,721)	
			As at	As at	As at	
			30.09.2016	30.06.2016	30.09.2015	
			Reviewed	Reviewed	Unaudited	
3. SEGMENT ASSETS						
(a) Roll operation			4,307	5,745	17,046	
(b) Pig Iron operation			1,726	2,986	2,387	
(c) Ingot operation			590	690	3,519	
(d) Engg Forgings operations			1,107	1,349	3,536	
Unallocable assets			7,730	10,770	26,488	
TOTAL ASSETS			11,079	14,356	27,105	
4. SEGMENT LIABILITIES						
(a) Roll operation			5,274	4,819	6,485	
(b) Pig Iron operation			1,719	1,634	1,813	
(c) Ingot operation			59	279	336	
(d) Engg Forgings operations			921	907	731	
Unallocable liabilities			7,973	7,639	9,365	
TOTAL LIABILITIES			43,320	44,495	38,753	
			51,293	52,134	48,118	

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**REVIEWED CONDENSED STATEMENT OF ASSETS AND LIABILITIES
AS AT 30 SEPTEMBER, 2016**

PART III

Particulars	Rupees in Lakhs
	As at 30.09.2016
	Reviewed
(I) ASSETS	
Non-current assets	
(a) Property, plant and equipment	5,924
(b) Capital work-in-progress	42
(c) Other intangible assets	1
(d) Financial assets	
(i) Equity accounted investments	32
(ii) Other financial assets	96
(iii) Non current tax asset	487
(e) Other non-current assets	205
Total non-current assets	6,787
Current assets	
(a) Inventories	2,118
(b) Financial assets	
(i) Trade receivables	863
(ii) Cash and cash equivalents	1,137
(iii) Bank balances (Other than (ii) above)	-
(iv) Other financial assets	71
(c) Other current assets	103
Total current assets	4,292
TOTAL ASSETS	11,079
(II) EQUITY AND LIABILITIES	
Equity	
(a) Equity share capital	1,026
(b) Other equity	
(i) Retained earnings	(46,815)
(ii) Other components of equity	5,575
Total equity	(40,214)
Non-current liabilities	
(a) Financial liabilities	
(i) Long term borrowings	25,076
(b) Long term provisions	-
(c) Other non-current liabilities	-
Total non-current liabilities	25,076
Current liabilities	
(a) Financial liabilities	
(i) Short term borrowings	12,819
(ii) Trade payables	3,347
(iii) Other financial liabilities	3,181
(b) Short term provisions	3,047
(c) Current tax liabilities(net)	123
(d) Other current liabilities	3,700
Total current liabilities	26,217
TOTAL EQUITY AND LIABILITIES	11,079

Notes

- a. Consequent to the judgment dated 2 May, 2013 of Honourable Jharkhand High Court with regard to the applicability of power tariff structure on the Company's Induction Furnace Unit from January 2000, the Jharkhand State Electricity Board (JSEB) had raised rectified energy bill dated 10 June, 2013 for Rs. 27,203 lakhs (later claim revised to Rs. 26,361 lakhs). The rectified energy bill was challenged separately before the Honourable Jharkhand High Court. The Company has also contested the judgment dated 2 May, 2013 on the applicability of power tariff structure by way of filing an appeal (Letters Patent Appeal) before the Honourable Jharkhand High Court which has been admitted on merit on 3 July, 2013. The demand raised by JSEB has been considered as contingent liability in the financial statements.

JSEB had also initiated certificate proceedings for recovery of Rs. 26,361 lakhs against the Company and Board of Directors, which was challenged before the Certificate Officer. The Certificate Officer in his Order dated 12 December, 2015 has absolved the directors from any liability to the extent the Certificate amount is considered. He also directed JSEB to raise revised bills and the Company to pay the same within 15 days of the Order. JSEB has raised the revised bill dated 24 December, 2015 for Rs. 21,804 lakhs. The Company has also challenged the Order dated 12 December, 2015 of the Certificate officer before the Division Bench of the Jharkhand High Court.

On 18 December, 2015, the Division Bench of Jharkhand High Court has passed its Order that "No Coercive Action" shall be initiated against the Company during pendency and final hearing of these Appeals.

- b. The Company has incurred a loss of Rs. 2,438 Lakhs and Rs. 6,292 Lakhs during the quarter and six months ended 30 September 2016, respectively and the accumulated losses as on date amounting to Rs. 46,815 lakhs has eroded the net worth of the Company. The Company's current liabilities exceeds its current assets.

The Company's operating results continue to be materially affected by various factors, particularly high pricing pressures due to overcapacity in roll industry, general economic slowdown and unavailability of future financing. Considering, these factors the going concern assumption is not appropriate for preparing the financial statements and these financial statements have been prepared on other than going concern basis. Accordingly, the assets have been stated at the lower of their historic cost and estimated net realisable value and the liabilities have been stated at the values at which they are expected to be discharged. The Board of Directors in the meeting held on 26 May 2016 had approved a Voluntary Separation Scheme (VSS Scheme) for employees and a phase wise suspension of operations. Pursuant to the VSS Scheme an expenditure of Rs. 2,870 lakhs had been recognised as exceptional item during the previous quarter. During the current quarter the Company has issued a revised VSS circular applicable to all workmen and has reviewed the provision against the expenditure post expiry of the revised VSS scheme on 20 September 2016, and has considered this to be adequate to meet the present obligation and probable outflow to settle the obligation.

The Board of Directors had referred the Company to the Board for Industrial and Financial Reconstruction (BIFR) as required under the First proviso of section 15 (1) of The Sick Industrial Companies (Special Provisions) Act, 1985 and the Company is registered with BIFR on 23 March, 2016.



- c. The above financial results were reviewed by the audit committee at their meeting held on 19 October 2016 and approved and taken on record by the Board of Directors of the Company at their meeting held on 19 October 2016.
- d. The Board of Directors at their meeting held on 5 September, 2016 have decided to close the operations of the Company. Accordingly, on 6 September, 2016 the Company has filed closure application U/s 25-O of the Industrial Disputes Act, 1947 with the State Government Authorities.
- e. 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 Ind AS 34 Interim Financial Reporting 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. The financial results include results for the quarter and six months ended 30 September 2015, which have not been subject to audit or limited review (results for the earlier periods prepared as per Indian Generally Accepted Accounting Principles were subject to limited review in respect of quarter and six month ended 30 September 2015) and the management has exercised necessary due diligence to ensure that financial results provide a true and fair view of its results for those periods.
- f. Reconciliation between Financial results, as previously reported referred to as "Previous GAAP" and Ind AS for the quarters presented are as under :

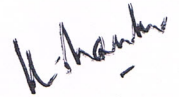
Total Comprehensive Income / (Loss) Reconciliation

(Rupees in Lakhs)

Particulars	For Quarter ended 30 September, 2015	For Six Months ended 30 September, 2015
Net loss under previous GAAP	(962)	(2,608)
Actuarial (gain)/ loss on employee benefit funds recognised in other comprehensive income	34	67
Net depreciation impact of items of inventories transferred to property, plant and equipment	(121)	(236)
Reversal of charge on reclassification of items of stores and spares to raw materials	64	64
Amortisation of processing fees on borrowings	(3)	(8)
Net Loss for the period under Ind AS	(988)	(2,721)
Other comprehensive income (includes actuarial gain / (loss) and change in the fair value of investment in equity instruments)	(34)	(66)
Total comprehensive income / (loss) under Ind AS	(1,022)	(2,787)

g. Figures for the previous period have been regrouped wherever necessary.

For TAYO ROLLS LIMITED



K. Shankar Marar
Managing Director
(DIN – 06656658)

Jamshedpur
19 October, 2016