



140/SL/SHR/8/2017

6th October, 2017

The Secretary – Listing Department,
Bombay Stock Exchange Limited,
Floor 25, P J Towers, Dalal Street,
Mumbai – 400 001.

Stock Code: 504961

Website: listing.bseindia.com

Re: Outcome of the Board Meeting

Dear Sir,

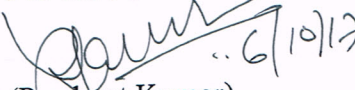
Further to our notice dated 22.09.2017, we wish to inform you that the Board of Directors at their meeting held today has considered and approved the unaudited financial results of the Company for the second quarter and six months ended 30th September, 2017. The same is enclosed herewith.

The Board meeting started at 2.30 p.m. and concluded at 7.30 p.m..

This is in compliance with Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

You are requested to kindly take the same on record.

Yours faithfully,
For TAYO ROLLS LIMITED


(Prashant Kumar)
Company Secretary & C.O.

TAYO ROLLS LIMITED

Regd. Office : 3, Circuit House Area (North-East), Road No. 11, P.O. & P.S. - Bistupur, Jamshedpur-831 001, Jharkhand, INDIA
Works Office : Large Scale Industrial Estate, Gamharia-832 108, Jharkhand, INDIA
Office Phone : 91-657-2227821/6508041/2220472, E-mail : tayoregd@tayo.co.in
Website : www.tayo.co.in, Corporate Identity Number : L27105JH1968PLC000818

A **TATA** Enterprise



AMK & ASSOCIATES
Chartered Accountants

Stesalit Tower 303, 3rd Floor
E 2-3, Block EP & GP
Sector V, Salt Lake
Kolkata-700091
Ph- 033-40697147

Sunshine Tower, 7th Floor,
Unit No.: 716,
Senapati Bapat Marg, Dadar (West)
Mumbai- 400013
Ph- 022-24322838

Limited Review Report

To
The Board of Directors
TAYO Rolls Limited

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, 2017 (“the statement”) being submitted by the Company pursuant to requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and SEBI Circular CIR/CFD/FAC/62/2016 dated 5th July, 2016. This statement is the responsibility of the Company’s Management and has been approved by the Board of Directors on 6th October, 2017. Our responsibility is to issue a report on these financial statements based on our review.

We conducted our review in accordance with the Standard on Review Engagement (SRE) 2410, Engagements to Review of Interim Financial Information Performed by 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 financial statements are free of material misstatement. A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provide less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.

Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying Statement prepared in accordance with applicable accounting standards and other recognized accounting practices and policies has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and SEBI Circular CIR/CFD/FAC/62/2016 dated 5th July, 2016 including the manner in which it is to be disclosed, or that it contains any material misstatement.





AMK & ASSOCIATES
Chartered Accountants

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Sector V, Salt Lake
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Ph- 033-40697147

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We draw attention to Note 'a' 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 ended on 30th September, 2017 and the previous year ended 31st March, 2017. The Company's current liabilities exceeded its current assets as on 30th September, 2017. These conditions along with other matters set forth in Note 'a', 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 a going concern basis for the reasons stated in the said note.

Our report is not qualified in respect of this matter.



Kolkata
6th October, 2017

For AMK & Associates
Chartered Accountants

Bhupendra Kumar Bhutia
Partner
(M.No. 059363)

TAYO ROLLS LIMITED

Registered Office : 3, Circuit House Area (North-East), Road No-11, Bistupur, 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, 2017

PART I	Particulars	Rupees in Lakhs					
		Quarter ended			Six months ended		Year ended
		30.09.2017	30.06.2017	30.09.2016	30.09.2017	30.09.2016	31.03.2017
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited	
I	Revenue from operations	-	26	1,677	26	3,550	4,664
II	Other income	-	14	9	14	82	602
III	Total income (I + II)	-	40	1,686	40	3,632	5,266
IV	Expenses						
a)	Cost of materials consumed	-	-	335	-	632	900
b)	Changes in inventories of finished goods, stock in trade and work in progress	-	-	966	-	1,101	1,988
(c)	Excise duty on sale of goods	-	-	22	-	286	443
(d)	Employee benefits expense	353	358	757	711	1,604	2,206
(e)	Finance costs	180	392	454	572	874	1,686
(f)	Depreciation and amortization expense	158	9	164	167	327	695
(g)	Consumption of stores	-	-	233	-	423	673
(h)	Power and fuel	3	4	97	7	402	414
(i)	Other expenses	118	194	1,096	312	1,405	2,037
	Total expenses (IV)	812	957	4,124	1,769	7,054	11,042
V	Loss before exceptional items and tax (III - IV)	(812)	(917)	(2,438)	(1,729)	(3,422)	(5,776)
VI	Exceptional Items (Refer note 'b')	-	605	-	605	(2,870)	(2,519)
VII	Loss before tax (V - VI)	(812)	(312)	(2,438)	(1,124)	(6,292)	(8,295)
VIII	Tax expense:	-	-	-	-	-	-
IX	Loss for the year (VII - VIII)	(812)	(312)	(2,438)	(1,124)	(6,292)	(8,295)
X	Other comprehensive income						
	Items that will not be reclassified to profit and loss						
(a)	Remeasurement gains / (losses) on defined benefit plans	-	-	-	-	-	-
(b)	Equity instruments through other comprehensive income	-	-	2	-	6	2
	Total other comprehensive income for the period (X)	-	-	2	-	6	2
XI	Total comprehensive income/(loss) for the period (IX + X)	(812)	(312)	(2,436)	(1,124)	(6,286)	(8,293)
XII	Paid-up equity share capital (Face value : Rs.10 per share)	1,026	1,026	1,026	1,026	1,026	1,026
XIII	Other equity						(43,292)
XIV	Earnings per share (EPS) (of Rs 10/- each) (not annualised)						
i)	Basic and diluted EPS before extraordinary items for the period	(7.91)	(3.04)	(23.76)	(10.95)	(61.32)	(80.84)
ii)	Basic and diluted EPS after extraordinary items for the period	(7.91)	(3.04)	(23.76)	(10.95)	(61.32)	(80.84)

(See accompanying notes to the financial results)



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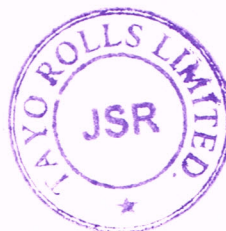
TAYO ROLLS LIMITED

Corporate Identity Number : L27105JH1968PLC000818

Part II : UNAUDITED BALANCE SHEET AS AT 30 SEPTEMBER, 2017

Rupees in Lakhs

ASSETS	As at 30.09.2017	As at 31.03.2017
Non-current assets		
(a) Property, plant and equipment	4,967	6,236
(b) Capital work-in-progress	-	-
(c) Other intangible assets	-	1
(d) Financial assets		
(i) Investments:		
Other investments	-	-
ii) Other financial assets	46	6
(e) Non-current tax assets	491	491
(f) Other non-current assets	191	199
Total non-current assets	5,695	6,933
Current assets		
(a) Inventories	771	771
(b) Financial assets		
(i) Trade receivables	98	114
(ii) Cash and cash equivalents	16	779
(iii) Bank balance other than (ii) above	1	1
(iv) Other financial assets	63	70
(c) Other current assets	128	119
Total current assets	1,077	1,854
Total assets	6,772	8,787
EQUITY AND LIABILITIES		
Equity		
(a) Equity share capital	1,026	1,026
(b) Other equity	(44,416)	(43,292)
Total equity	(43,390)	(42,266)
Liabilities		
Non-current liabilities		
(a) Financial liabilities		
(i) Borrowings	35,612	27,984
Total non-current liabilities	35,612	27,984
Current liabilities		
(a) Financial liabilities		
(i) Borrowings	6,058	12,253
(ii) Trade payables	2,159	2,522
(iii) Other financial liabilities	1,298	1,478
(b) Provisions	1,847	2,508
(c) Current tax liabilities (net)	123	123
(d) Other current liabilities	3,065	4,185
Total current liabilities	14,550	23,069
Total liabilities	50,162	51,053
Total equity and liabilities	6,772	8,787

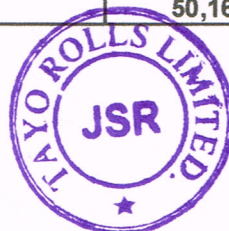


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SEGMENT INFORMATION FOR THE QUARTER AND SIX MONTHS ENDED 30 SEPTEMBER, 2017

Rupees in Lakhs

Particulars	Quarter Ended			Six months ended		Year Ended
	30.09.2017	30.06.2017	30.09.2016	30.09.2017	30.09.2016	31.03.2017
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
Segment revenue						
Roll Operation	-	39	1,008	39	2,160	2,817
Pig Iron Operation	-	-	660	-	1,211	1,493
Ingot Operation	-	-	-	-	35	35
Engg Forgings	-	-	9	-	179	354
Unallocated	-	1	9	1	82	602
Total	-	40	1,686	40	3,667	5,301
Less-Inter Segment Revenue			-	-	35	35
Total Revenue	-	40	1,686	40	3,632	5,266
Segment Results Profit / (Loss) before tax and interest from each segment						
Roll Operation	(334)	(306)	(1,891)	(640)	(2,447)	(3,713)
Pig Iron Operation	(136)	(122)	292	(258)	383	(11)
Ingot Operation	(41)	(33)	(35)	(74)	(123)	(265)
Engg Forgings Operation	(78)	(60)	(358)	(138)	(415)	(514)
Net loss for the period (before finance costs, tax and exceptional items)	(589)	(521)	(1,992)	(1,110)	(2,602)	(4,503)
Less-Finance Costs	180	392	454	572	874	1,686
Less-Exceptional Item (net)	-	(605)	-	(605)	2,870	2,519
Add- Other Unallocable expenditure net off unallocable income	43	4	(8)	47	(54)	(413)
Total Profit / (loss) before Tax	(812)	(312)	(2,438)	(1,124)	(6,292)	(8,295)
Particular			As at	As at	As at	As at
			30.09.2017	30.06.2017	30.09.2016	31.03.2017
			Unaudited	Unaudited	Unaudited	Audited
SEGMENT ASSETS						
Roll Operation			2,493	2,525	4,307	3,432
Pig Iron Operation			988	1,053	1,726	1,117
Ingot Operation			453	463	590	474
Engg Forgings Operation			864	881	1,107	985
			4,798	4,922	7,730	6,008
Unallocated Asset			1,974	2,494	3,349	2,779
TOTAL ASSETS			6,772	7,416	11,079	8,787
SEGMENT LIABILITIES						
Roll Operation			4,754	4,014	5,274	5,529
Pig Iron Operation			1,780	1,376	1,719	1,346
Ingot Operation			115	28	59	40
Engg Forgings Operation			351	174	921	425
			7,000	5,592	7,973	7,340
Unallocated Liabilities			43,162	44,402	43,320	43,713
TOTAL LIABILITIES			50,162	49,994	51,293	51,053



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Notes

- a. The Company has incurred a loss of Rs. 812 Lakhs and Rs. 1,124 Lakhs during the quarter and six months ended 30 September 2017, respectively and accumulated losses as on date amounting to Rs. 49,922 lakhs has eroded the net worth of the Company and the Company's current liabilities exceeded 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 Ind AS financial statements and these Ind AS 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 (the VSS Scheme) for employees and a phase wise suspension of operations. The Company issued a VSS circular on 31 May, 2016 to all on roll employees and having evaluated the response from employees subsequently revised the scheme on 5 September, 2016, 9 March, 2017 and 15 May, 2017. The Company, post expiry of the revised VSS scheme on 20 May, 2017 has reviewed the remaining provision against the expenditure, and has considered the balance amount to be adequate. During the half year ended 30 September, 2017 the Company has undertaken negotiations for one time full and final settlement of vendors liabilities. Consequent to such settlement, a write back of excess liabilities over the settled amount aggregates to Rs. 605 lakhs and has been recognised as an exceptional item during the quarter ended June 30, 2017.

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. Meanwhile, the Ministry of Finance issued Notifications S.O. 3568 (E) & S.O. 3569 (E) dated 25 November, 2016 to the effect that SICA has been repealed with effect from 1 December, 2016 and all the references or inquiry pending before the BIFR and/ or AAIFR shall stand abated.

The Board of Directors at their meeting held on 3 July, 2017 has decided to refer the Company to the National Company Law Tribunal under Section 10 of the Insolvency and Bankruptcy Code, 2016 for Corporate Insolvency Resolution Process. Subsequently, on 13 July, 2017, the Company has filed relevant application before the National Company Law Tribunal under Section 10 of the Insolvency and Bankruptcy Code, 2016. The matter is sub-judice.

- b. 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. The application was rejected on 27 October, 2016. The Company has filed a Writ Petition before the Honourable Jharkhand High Court against the rejection order. The matter is sub-judice.
- c. 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 Ind AS 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



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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. The matter is sub-judice.

- d. During the period ended 30 September, 2017, the Company has allotted 76,25,000, 7.17% Non-Cumulative Redeemable Preference Shares aggregating to Rs. 7,625 lakhs to Tata Steel Limited, the promoter of the Company on preferential basis.
- e. The Board of Directors at their meeting held on July 31, 2017 have approved the shifting of Registered Office of the company from: Annex-2, General Office, Tata Steel Limited, Bistupur, Jamshedpur- 831001 to: 3, Circuit House Area (North-East), Road No-11, Bistupur, Jamshedpur- 831 001.
- f. The above financial results were reviewed by the audit committee at their meeting held on 6 October, 2017 and approved and taken on record by the Board of Directors of the Company at their meeting held on 6 October, 2017.

Jamshedpur
6 October, 2017



For TAYO ROLLS LIMITED

A handwritten signature in black ink, appearing to read "K. Shankar Marar".

(K. Shankar Marar)
Director
DIN – 06656658