

Auditors' Report on Consolidated Financial Statements

TO THE BOARD OF DIRECTORS OF TATA STEEL LIMITED

1. We have audited the attached Consolidated Balance Sheet of TATA STEEL LIMITED ("the Company"), its subsidiaries and jointly controlled entities (the Company, its subsidiaries and jointly controlled entities constitute "the Group") as at 31st March, 2010, the Consolidated Profit and Loss Account and the Consolidated Cash Flow Statement of the Group for the year ended on that date, both annexed thereto. The Consolidated Financial Statements include investments in associates accounted on the equity method in accordance with Accounting Standard 23 (Accounting for Investments in Associates in Consolidated Financial Statements) and the jointly controlled entities accounted in accordance with Accounting Standard 27 (Financial Reporting of Interests in Joint Ventures) as notified under the Companies (Accounting Standards) Rules, 2006. These financial statements are the responsibility of the Company's Management and have been prepared on the basis of the separate financial statements and other financial information regarding components. Our responsibility is to express an opinion on these Consolidated Financial Statements based on our audit.
2. We conducted our audit in accordance with the auditing standards generally accepted in India. Those Standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatements. An audit includes examining, on a test basis, evidence supporting the amounts and the disclosures in the financial statements. An audit also includes assessing the accounting principles used and the significant estimates made by the Management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.
3. (a) Attention is invited to the Note 9(e) of Schedule N to the financial statements regarding accounting policy for recognition of actuarial valuation change of Rs. 3,541.23 Crores (net of taxes) [Gross: Rs. 3626.76 Crores] in the pension funds of Tata Steel Europe Limited, a subsidiary, for reasons specified therein. Had the company followed the practice of recognizing actuarial valuation changes in the profit and loss account, the deferred tax credit would have been Rs. 96.22 Crores and the loss after taxes, minority interest and share of profits of associates would have been Rs. 5,550.45 Crores.
 - (b) i) The financial statements of overseas subsidiaries and of a jointly controlled entity whose financial statements reflect total assets (net) of Rs. 54,487.42 Crores as at 31st March, 2010, total revenue of Rs. 80,685.69 Crores and net cash out flows amounting to Rs. 885.68 Crores have been audited by auditors in the respective countries.
 - ii) The financial statements of certain subsidiaries in India, whose financial statements reflect total assets (net) of Rs. 521.41 Crores as at 31st March, 2010, total revenue of Rs. 1,003.07 Crores and net cash flows amounting to Rs. 0.39 Crore have been audited by other auditors.

The reports of those auditors have been furnished to us and our opinion in so far as it relates to the amounts included in respect of these subsidiaries and joint ventures is based solely on the reports of those auditors.

- (c) As stated in Note 12 and 13 of Schedule N, in the case of certain other subsidiaries and joint ventures of the Company, having total assets (net) of Rs. 1,422.35 Crores as at 31st March, 2010 and total revenue of Rs. 12.71 Crores and net cash outflows amounting to Rs. 1.73 Crores for the year ended 31st March, 2010 and in the case of associate companies having a carrying value of Rs. 1,315.73 Crores as at 31st March, 2010 the figures used for the consolidation are based on the management's estimates and are not audited by their auditors.
- (d) As stated in Note 1 of Schedule N, in case of certain associates, the financial statements as on 31st March, 2010 are not available. The investments in these associates valued at Re 1 each in the Financial Statements of the Company, have not been adjusted in Consolidated Financial Statements in the absence of their financial statements as on 31st March, 2010.
4. Subject to the matters referred to in paragraph 3(c) and (d) and read with our comments in paragraph 3(a) above :
- (a) We report that the Consolidated Financial Statements have been prepared by the Company in accordance with the requirements of Accounting Standard 21 (Consolidated Financial Statements), Accounting Standard 23 (Accounting for Investment in Associates in Consolidated Financial Statements) and Accounting Standard 27 (Financial Reporting of Interests in Joint Ventures) as notified under the Companies (Accounting Standards) Rules, 2006.
- (b) Based on our audit and on consideration of the separate audit reports on individual financial statements of the Company, its aforesaid subsidiaries, joint ventures and associates and to the best of our information and according to the explanations given to us, in our opinion, the Consolidated Financial Statements give a true and fair view in conformity with the accounting principles generally accepted in India:
- (i) in the case of the Consolidated Balance Sheet, of the state of affairs of the Group as at 31st March, 2010;
- (ii) in the case of the Consolidated Profit and Loss Account, of the loss of the Group for the year ended on that date and
- (iii) in the case of the Consolidated Cash Flow Statement, of the cash flows of the Group for the year ended on that date.

For DELOITTE HASKINS & SELLS
Chartered Accountants,
(Registration No. 117366W)

P. R. RAMESH
Partner.
Membership No.: 70928

Mumbai, 26th May, 2010

Consolidated Balance Sheet as at 31st March, 2010

Schedule	Page		Rupees crores	Rupees crores	As at 31-03-2009 Rupees crores
		FUNDS EMPLOYED :			
A	194	1. SHARE CAPITAL		886.74	6,202.78
B	194	2. RESERVES AND SURPLUS.....		21,927.15	21,511.50
		3. TOTAL SHAREHOLDERS' FUNDS		22,813.89	27,714.28
		4. WARRANTS ISSUED BY A SUBSIDIARY COMPANY.....		17.46	17.46
		5. MINORITY INTEREST		884.07	894.88
		6. LOANS			
C	195	a. Secured	28,059.33		34,243.88
D	195	b. Unsecured	25,041.02		25,656.62
		c. Total Loans.....		53,100.35	59,900.50
		7. DEFERRED TAX LIABILITY (See Note 20, Page 229).....		1,768.96	1,785.55
		8. FOREIGN CURRENCY MONETARY ITEM TRANSLATION DIFFERENCE (See Note 9(c), Page 216).....		206.95	—
		9. PROVISION FOR EMPLOYEE SEPARATION COMPENSATION (See Note 9(a), Page 215).....		963.67	1,042.41
		10. TOTAL FUNDS EMPLOYED		79,755.35	91,355.08
		APPLICATION OF FUNDS :			
E	196	11. FIXED ASSETS			
		a. Gross Block	1,06,608.43		1,08,389.02
		b. Less — Impairment	2,909.75		3,225.07
		c. Less — Depreciation	57,902.85		59,858.09
		d. Net Block		45,795.83	45,305.86
F	197	12. INVESTMENTS		5,417.79	6,411.10
		13. FOREIGN CURRENCY MONETARY ITEM TRANSLATION DIFFERENCE ACCOUNT (See Note 9(c), Page 216).....		—	471.66
		14. GOODWILL ON CONSOLIDATION		14,541.82	15,364.92
		15. DEFERRED TAX ASSET (See Note 20, Page 229)		114.85	76.12
		16. A. CURRENT ASSETS			
		a. Stores and spare parts	1,715.11		1,852.71
G	197	b. Stock-in-trade	16,971.53		19,815.71
H	198	c. Sundry debtors	11,623.95		13,031.63
		d. Interest accrued on investments.....	7.92		6.81
I	198	e. Cash and Bank balances.....	6,787.81		6,148.36
			37,106.32		40,855.22
J	198	B. LOANS AND ADVANCES.....	6,761.47		12,998.73
			43,867.79		53,853.95
		17. Less : CURRENT LIABILITIES AND PROVISIONS			
K	199	A. Current Liabilities.....	23,388.57		23,093.30
L	199	B. Provisions.....	6,594.16		7,140.71
			29,982.73		30,234.01
		18. NET CURRENT ASSETS.....		13,885.06	23,619.94
M	199	19. MISCELLANEOUS EXPENDITURE (to the extent not written off or adjusted).....		—	105.48
		20. TOTAL ASSETS (Net)		79,755.35	91,355.08
N	200	Contingent Liabilities (See Note 3, Page 212)			
		NOTES ON BALANCE SHEET AND PROFIT AND LOSS ACCOUNT ...			

In terms of our report attached
For DELOITTE HASKINS & SELLS
Chartered Accountants,

P R RAMESH
Partner.

Mumbai, 26th May, 2010

A ANJENEYAN
Company Secretary

For and on behalf of the Board

RATAN N TATA

Chairman

B MUTHURAMAN

Vice Chairman

NUSLI N WADIA

JAMSHED J IRANI

S M PALIA

ISHAAT HUSSAIN

SUBODH BHARGAVA

JACOBUS SCHRAVEN

ANDREW ROBB

KIRBY ADAMS

H M NERURKAR

Directors

Managing Director

Consolidated Profit and Loss Account for the year ended 31st March, 2010

Schedule	Page		Rupees crores	Rupees crores	Previous Year Rupees crores
		INCOME :			
1	192	1. SALES AND OTHER OPERATING INCOME.....	1,04,229.83		1,49,984.94
		Less — EXCISE DUTY.....	1,836.71		2,655.68
			1,02,393.12		1,47,329.26
2	192	2. OTHER INCOME.....	1,185.85		265.67
				1,03,578.97	1,47,594.93
		EXPENDITURE :			
4	193	3. MANUFACTURING AND OTHER EXPENSES.....	95,177.56		1,29,984.94
		4. DEPRECIATION.....	4,491.73		4,265.39
			99,669.29		1,34,250.33
		5. Less — EXPENDITURE (OTHER THAN INTEREST) TRANSFERRED TO CAPITAL AND OTHER ACCOUNTS.....	827.10		783.35
			98,842.19		1,33,466.98
3	192	6. NET FINANCE CHARGES.....	3,022.06		3,290.18
		7. TOTAL EXPENDITURE.....		1,01,864.25	1,36,757.16
		PROFIT/(LOSS) BEFORE TAXES AND EXCEPTIONAL ITEMS.....		1,714.72	10,837.77
		8. a. RESTRUCTURING COSTS..... (See Note 9(d), Page 216)		(1,683.72)	(4,094.53)
		PROFIT/(LOSS) BEFORE TAXES.....		31.00	6,743.24
		9. TAXES			
		a. CURRENT TAX.....	2,162.53		1,997.12
		b. DEFERRED TAX.....	(10.69)		(121.93)
		c. FRINGE BENEFIT TAX.....	—		18.81
				2,151.84	1,894.00
		PROFIT/(LOSS) AFTER TAXES.....		(2,120.84)	4,849.24
		10. MINORITY INTEREST.....	(15.24)		40.94
		11. SHARE OF PROFITS OF ASSOCIATES.....	126.86		60.72
				111.62	101.66
		PROFIT/(LOSS) AFTER TAXES, MINORITY INTEREST AND SHARE OF PROFIT OF ASSOCIATES.....		(2,009.22)	4,950.90
		12. BALANCE BROUGHT FORWARD FROM LAST YEAR.....		10,961.96	8,234.03
		AMOUNT AVAILABLE FOR APPROPRIATIONS.....		8,952.74	13,184.93
		13. APPROPRIATIONS :			
		a. PROPOSED DIVIDENDS.....	709.23		1,167.88
		b. DIVIDEND ON CUMULATIVE CONVERTIBLE PREFERENCE SHARES...	45.88		109.45
		c. TAX ON DIVIDENDS.....	154.33		217.64
		d. SPECIAL RESERVE.....	48.55		4.24
		e. STATUTORY RESERVE.....	31.69		51.53
		f. GENERAL RESERVE.....	552.58		672.23
		g. DEBENTURE REDEMPTION RESERVE.....	400.00		—
				1,942.26	2,222.97
		BALANCE CARRIED TO BALANCE SHEET.....		7,010.48	10,961.96
		Basic Earnings per Share (Rs.) (See Note 19, Page 229).....		(24.92)	66.07
		Diluted Earnings per Share (Rs.) (See Note 19, Page 229).....		(24.92)	60.09
N	200	NOTES ON BALANCE SHEET AND PROFIT AND LOSS ACCOUNT			

In terms of our report attached
For DELOITTE HASKINS & SELLS
Chartered Accountants,

P R RAMESH
Partner.

Mumbai, 26th May, 2010

A ANJENEYAN
Company Secretary

For and on behalf of the Board

RATAN N TATA

Chairman

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Vice Chairman

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KIRBY ADAMS

Directors

H M NERURKAR

Managing Director

Consolidated Cash Flow Statement for the year ended 31st March, 2010

	Year Ended 31-03-2010 Rupees crores	Year Ended 31-03-2009 Rupees crores
A. Cash Flow from Operating Activities :		
Profit/(Loss) before Taxes, Minority Interest & Share of Profit of Associates	31.00	6,743.24
Adjustments for :		
Depreciation	4,491.73	4,265.39
Income from other investments	(69.98)	(79.62)
(Profit)/Loss on sale of other investments	(1,036.07)	(114.45)
(Profit)/Loss on sale of assets/discarded assets written off	(109.00)	(44.94)
Restructuring costs	1,683.72	4,094.53
Interest and income from current investments	(472.24)	(500.51)
Interest charged to profit and loss account	3,494.30	3,790.69
(Gain)/Loss on cancellation of forward covers/options	29.20	(26.66)
Amortisation of employee separation compensation	219.95	223.70
Exchange (Gain)/Loss on revaluation of foreign currency loans	(94.13)	159.84
Unrealised Foreign exchange on consolidation net (gain)/loss	(258.99)	(100.66)
Preliminary expenditure written off	2.73	0.01
Provision for wealth tax	1.62	1.68
Other amortisation and non-cash expenditure	369.21	380.17
	8,252.05	12,049.17
Operating Profit before Working Capital Changes	8,283.05	18,792.41
Adjustments for :		
Trade and other receivables	2,087.62	3,003.42
Inventories	1,884.24	1,012.30
Trade payables and other liabilities	674.66	(3,730.91)
	4,646.52	284.81
Cash Generated from Operations	12,929.57	19,077.22
Direct taxes paid	(2,458.58)	(3,381.31)
	(2,458.58)	(3,381.31)
Net Cash from Operating Activities	10,470.99	15,695.91
B. Cash Flow from Investing Activities :		
Purchase of fixed assets	(7,149.51)	(8,433.74)
Sale of fixed assets	202.36	72.68
Pre-operative expenses	(2.63)	(0.07)
Purchase of investments	(1,91,578.34)	(60,756.80)
Acquisition of subsidiaries/joint ventures (net of disposals)	(353.80)	(182.75)
Sale of investments	1,93,685.09	58,068.33
Inter corporate deposit (net)	195.07	(64.92)
Interest and income from current investments received	216.33	366.96
Dividend received	89.05	108.41
	(4,696.38)	(10,821.90)
Net Cash from Investing Activities	(4,696.38)	(10,821.90)

Consolidated Cash Flow Statement for the year ended 31st March, 2010

	Year Ended 31-03-2010 Rupees crores	Year Ended 31-03-2009 Rupees crores
C. Cash Flow from Financing Activities :		
Issue of equity capital	2,421.50	0.25
Capital contribution received	24.97	14.15
Issue of cumulative convertible preference shares	-	0.14
Proceeds from borrowings	10,038.38	10,508.52
Repayment of borrowings	(12,725.01)	(8,457.12)
Amount received on cancellation of forward covers/options	(28.99)	(10.12)
Long term loan expenses paid	(278.79)	(36.63)
Interest paid	(3,266.15)	(3,547.34)
Dividend paid	(1,320.91)	(1,226.62)
Net Cash from Financing Activities	(5,135.00)	(2,754.77)
Net increase/(decrease) in Cash and Cash equivalents (A+B+C)	639.61	2,119.24
Opening Cash and Cash equivalents (as per Schedule I, Page No. 198)	(iii) 6,148.20	4,029.12
Closing Cash and Cash equivalents (as per Schedule I, Page No. 198)	(iv) 6,787.81	6,148.36

Notes : (i) Figures in brackets represent outflows.

(ii) Interest paid is exclusive of, and purchase of fixed assets is inclusive of, interest capitalised **Rs. 165.47** crores (2008-09 : Rs. 75.70 crores).

(iii) Includes **Rs. 8.13** crores of opening cash and cash equivalents in the books of Tata Steel Processing and Distribution Ltd., which became a subsidiary during the year and excludes **Rs. 8.29** crores in respect of a joint venture of Tata Steel Europe Limited which was disposed off during the year.

(iv) Cash and cash equivalents include :

(a) Unrealised loss of **Rs. 257.58** crores (31.03.2009: unrealised gain of Rs. 30.20 crores) on account of translation of foreign currency cash and bank balances.

(b) **Rs. 0.14** crore (31.03.2009: Rs. 0.24 crore) refund orders issued on account of over subscription of rights issue of equity shares not encashed as on 31st March, 2010.

(c) **Rs. 39.44** crores (31.03.2009: Rs. 33.08 crores) in pre-funded dividend accounts.

(v) Previous year figures have been recast/restated wherever necessary.

In terms of our report attached
For DELOITTE HASKINS & SELLS
Chartered Accountants,

P R RAMESH
Partner.

Mumbai, 26th May, 2010

A ANJENEYAN
Company Secretary

For and on behalf of the Board

RATAN N TATA Chairman
B MUTHURAMAN Vice Chairman

NUSLI N WADIA
JAMSHED J IRANI
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JACOBUS SCHRAVEN
ANDREW ROBB
KIRBY ADAMS
} Directors

H M NERURKAR Managing Director

Schedules forming part of the Consolidated profit and loss account
SCHEDULE 1 : SALES AND OTHER OPERATING INCOME :—

(Item No. 1, Page 189)

	Rupees crores	Previous Year Rupees crores
(a) Sale of products	1,02,136.75	1,47,096.58
(b) Sale of power and water.....	719.54	647.38
(c) Income from town, medical and other services	738.19	616.32
(d) Other operating income.....	635.35	1,624.66
	1,04,229.83	1,49,984.94

SCHEDULE 2 : OTHER INCOME :—

(Item No. 2, Page 189)

	Rupees crores	Previous Year Rupees crores
(a) Income from other investments	69.98	79.62
(b) Profit on sale/redemption of other investments.....	1,036.07	114.45
(c) Profit on sale of capital assets (net of loss on assets sold/scrapped/written off)	109.00	44.94
(d) Gain/(Loss) from cancellation of forward covers/swaps/options	(29.20)	26.66
	1,185.85	265.67

SCHEDULE 3 : NET FINANCE CHARGES :—

(Item No. 6, Page 189)

	Rupees crores	Rupees crores	Previous Year Rupees crores
1. Interest on			
(i) Debentures and Fixed loans	3,519.52		3,644.20
(ii) Others	140.25		222.19
	3,659.77		3,866.39
Less — Interest capitalised		165.47	75.70
		3,494.30	3,790.69
2. Less :			
(i) Interest received on sundry advances, deposits, customers' balances etc. ...	208.40		259.54
(ii) Income from current investments.....	5.16		104.84
(iii) Profit/(loss) on sale of current investments.....	258.68		136.13
	472.24		500.51
	3,022.06		3,290.18

Schedules forming part of the Consolidated profit and loss account

SCHEDULE 4 : MANUFACTURING AND OTHER EXPENSES :—

(Item No. 3, Page 189)

	Rupees crores	Rupees crores	Previous Year Rupees crores
1. PURCHASE OF FINISHED, SEMI-FINISHED STEEL AND OTHER PRODUCTS.....		13,087.04	31,405.91
2. RAW MATERIALS CONSUMED		31,004.49	41,531.74
3. PAYMENTS TO AND PROVISION FOR EMPLOYEES :			
(a) Wages and salaries, including bonus.....	13,569.44		15,058.69
(b) Company's contributions to provident and other funds.....	<u>2,893.55</u>		<u>2,916.37</u>
		16,462.99	17,975.06
4. OPERATION AND OTHER EXPENSES :			
(a) Stores and spares consumed	7,763.79		9,519.91
(b) Fuel oil consumed.....	833.32		1,027.63
(c) Repairs to buildings.....	357.85		575.83
(d) Repairs to machinery	4,689.55		5,817.35
(e) Relining expenses.....	90.71		100.82
(f) Conversion charges	1,082.53		1,096.43
(g) Purchase of power	4,051.73		5,953.49
(h) Rent.....	2,534.31		3,689.03
(i) Royalty	281.26		234.99
(j) Rates and taxes	682.32		631.73
(k) Insurance charges.....	265.63		276.02
(l) Commission, discounts and rebates	262.41		376.65
(m) Provision for wealth tax.....	1.62		1.68
(n) Adjustments relating to previous years (net).....	(14.72)		(15.01)
(o) Other expenses	<u>5,340.38</u> *		<u>1,643.55</u> *
		28,222.69	30,930.10
5. FREIGHT AND HANDLING CHARGES.....		5,549.13	6,026.91
6. PROVISION FOR DOUBTFUL DEBTS AND ADVANCES		103.89	174.57
7. EXCISE DUTY		87.29	(35.57)
		94,517.52	1,28,008.72
8. (ACCRETION)/REDUCTION IN STOCKS OF FINISHED AND SEMI-FINISHED PRODUCTS AND WORK-IN-PROGRESS (DEDUCTED)/ADDED:			
(a) Opening Stock.....	11,473.21#		14,052.69
(b) Foreign exchange movement.....	(473.36)		(634.42)
(c) Less – Closing Stock.....	<u>10,339.81</u>		<u>11,442.05</u>
		660.04	1,976.22
		95,177.56	1,29,984.94

Includes **Rs. 31.16** crores for Tata Steel Processing and Distribution Ltd., which became a subsidiary during the year.

* Includes goodwill amortised **Rs. 36.24** crores (2008-09 : Rs. 30.15 crores).

Schedules forming part of the Consolidated balance sheet
SCHEDULE A : SHARE CAPITAL :—

(Item No. 1, Page 188)

	Rupees crores	As at 31-03-2009 Rupees crores
Authorised :		
1,75,00,00,000 Ordinary Shares of Rs. 10 each	1,750.00	1,750.00
<i>(31.03.2009 : 1,75,00,00,000 Shares of Rs. 10 each)</i>		
2,50,00,00,000 Cumulative Redeemable Preference Shares of Rs. 100 each.....	250.00	250.00
<i>(31.03.2009 : 2,50,00,00,000 Shares of Rs. 100 each)</i>		
60,00,00,00,000 Cumulative Convertible Preference Shares of Rs. 100 each	6,000.00	6,000.00
<i>(31.03.2009 : 60,00,00,00,000 Shares of Rs. 100 each)</i>		
	8,000.00	8,000.00
Issued :		
88,74,54,565@ Ordinary Shares of Rs. 10 each	887.45	730.70
<i>(31.03.2009 : 73,06,98,048@ Shares of Rs. 10 each)</i>		
— 2% Cumulative Convertible Preference Shares of Rs. 100 each.....	—	5,480.76
<i>(31.03.2009 : 54,80,75,571 Shares of Rs. 100 each)</i>		
Subscribed :		
88,65,42,741@ Ordinary Shares of Rs. 10 each fully paid up	886.54	729.92
<i>(31.03.2009 : 72,99,21,016@ Shares of Rs. 10 each)</i>		
Add — Amount paid up on 3,89,516 Shares forfeited	0.20	0.20
<i>(31.03.2009 : 3,89,516 Shares of Rs. 10 each)</i>		
	886.74	730.12
— 2% Cumulative Convertible Preference Shares of Rs. 100 each.....	—	5,472.66
<i>(31.03.2009 : 54,72,66,011 Shares of Rs. 100 each)</i>		
	886.74	6,202.78

 @ Excludes **6,71,455** (31.03.2009 : 6,71,455 shares) Ordinary Shares held by a Subsidiary.

SCHEDULE B : RESERVES AND SURPLUS :—

(Item No. 2, Page 188)

	Rupees crores	As at 31-03-2009 Rupees crores
(a) Securities premium account	14,031.50	6,112.77
(b) Amalgamation reserve	0.43	1.12
(c) Debenture redemption reserve	1,046.00	646.00
(d) Capital redemption reserve.....	20.78	20.78
(e) Capital reserve.....	21.61	19.30
(f) Capital reserve (arising on consolidation)	20.23	16.47
(g) General reserve	8,391.94	7,839.36
(h) Investment allowance (utilised) reserve.....	0.23	0.23
(i) Export profits reserve	1.25	1.25
(j) Foreign exchange fluctuation reserve.....	14.00	14.00
(k) Foreign currency translation reserve	(5,996.99)	(4,871.18)
(l) Contributions for capital expenditure	72.88	57.17
(m) Contingency reserve	100.00	100.00
(n) Debenture forfeiture reserve.....	0.04	0.04
(o) Special reserve	82.69	34.14
(p) Statutory reserve	179.52	147.83
(q) Actuarial gain/(loss) reserve	(3,130.97)	410.26
(r) Cash flow hedge reserve	61.53	—
(s) Profit and loss account	7,010.48	10,961.96
	21,927.15	21,511.50

Schedules forming part of the Consolidated balance sheet

SCHEDULE C : SECURED LOANS :—

(Item No. 6(a), Page 188)

	Rupees crores	As at 31-03-2009 Rupees crores
(a) Joint plant committee-steel development fund [including funded interest Rs. 251.11 crores (31.03.2009 : Rs. 233.91 crores)].....	1,805.54	1,752.40
(b) Privately placed non-convertible debentures.....	45.00	86.83
(c) Banks and financial institutions.....	25,672.92	31,751.23
(d) Working capital demand loan from banks	90.00	50.00
(e) Cash credits/packing credits from banks	114.63	235.16
(f) Government of India	0.02	0.02
(g) Assets under lease	331.22	368.24
	28,059.33	34,243.88

SCHEDULE D : UNSECURED LOANS :—

(Item No. 6(b), Page 188)

	Rupees crores	As at 31-03-2009 Rupees crores
(a) Fixed deposits	6.40	6.82
(b) Housing Development Finance Corporation Ltd.	1.20	3.03
(c) Privately placed non-convertible debentures.....	5,400.90	3,250.00
(d) Banks and financial institutions.....	14,546.21	16,242.06
(e) 1% Convertible Alternative Reference Securities (See Note 9(g), Page 216)	2,116.83	5,473.92
(f) 4.50% Foreign Currency Convertible Bonds (2014) (See Note 9(g), Page 216)	2,457.24	—
(g) Assets under lease	449.62	633.93
(h) Interest free loans under Sales Tax Deferral Scheme	3.81	0.45
(i) Others	58.81	46.41
	25,041.02	25,656.62

Schedules forming part of the Consolidated balance sheet
SCHEDULE E : FIXED ASSETS :—
 (Item No. 11, Page 188)

Rupees crores

Fixed Assets	Land and Roads	Buildings (4)	Lease-hold	Railway Sidings	Plant and Machinery	Furniture, Fixture and Office Equipment	Development of Property (5)	Live-stock & Vehicles	Intangibles	Total
Gross Block as at 1.04.2009	1,369.79	8,953.97	2,198.15	709.85	82,623.29	1,289.42	380.99	254.65	1,678.56	99,458.67
	1,283.85	8,708.36	2,298.72	677.99	80,202.99	1,174.56	361.63	236.21	1,285.04	96,229.35
Assets of New Companies ⁽¹⁾	0.83	37.28	1.86	—	79.73	4.46	—	0.53	0.17	124.86
	—	4.65	0.05	—	95.36	1.25	—	0.70	5.24	107.25
Additions during the year ⁽⁶⁾	107.86	650.05	20.59	5.31	5,411.76	43.19	13.61	29.94	270.13	6,552.44
	125.07	375.36	45.54	53.71	7,579.55	80.98	18.55	18.40	443.75	8,740.91
Exchange Movement on translation	(74.27)	(591.35)	(125.50)	(47.36)	(4,290.00)	(103.38)	(0.96)	(3.36)	(122.51)	(5,358.69)
	21.55	19.22	(82.78)	6.71	(2,720.49)	88.03	0.81	4.91	(6.46)	(2,668.50)
Deductions during the year ⁽³⁾	30.92	477.69	79.83	—	2,726.40	32.38	—	82.20	58.86	3,488.28
	60.68	153.62	63.38	28.56	2,534.12	55.40	—	5.57	49.01	2,950.34
Transfer and Other Movements ⁽²⁾	(32.59)	321.25	20.57	28.21	(326.87)	(8.45)	—	(2.12)	—	—
	—	—	—	—	—	—	—	—	—	—
Gross Block as at 31.03.2010	1,340.70	8,893.51	2,035.84	696.01	80,771.51	1,192.86	393.64	197.44	1,767.49	97,289.00
	1,369.79	8,953.97	2,198.15	709.85	82,623.29	1,289.42	380.99	254.65	1,678.56	99,458.67
Capital work-in-progress [including advances for capital expenditure Rs. 1,121.90 crores (31.03.2009 : Rs. 1,310.65 crores)]										9,319.43
										8,930.35
										1,06,608.43
										1,08,389.02
Impaired Assets as at 1.04.2009	173.78	134.82	93.25	13.82	2,744.32	0.40	—	—	22.65	3,183.04
	162.73	104.66	41.36	—	2,837.60	0.46	—	—	24.89	3,171.70
Impairment of New Companies ⁽¹⁾	—	—	—	—	—	—	—	—	—	—
	—	—	—	—	—	—	—	—	—	—
Impairment during the year	5.60	—	2.74	—	9.11	0.20	—	—	—	17.65
	9.40	65.32	61.56	14.96	814.33	—	—	—	—	965.57
Impairment reversed during the year	—	39.96	—	—	—	—	—	—	—	39.96
	—	—	—	—	—	—	—	—	—	—
Impairment on assets written off	0.92	—	—	—	120.06	0.29	—	—	—	121.27
	1.59	27.54	1.41	—	695.27	0.02	—	—	—	725.83
Exchange Movement on translation	(6.88)	(5.17)	(5.78)	(0.82)	(158.20)	(0.31)	—	—	(1.34)	(178.50)
	3.24	(7.62)	(8.26)	(1.14)	(212.34)	(0.04)	—	—	(2.24)	(228.40)
Transfer and Other Movements ⁽²⁾	—	—	—	—	—	—	—	—	—	—
	—	—	—	—	—	—	—	—	—	—
Impaired assets as at 31.03.2010	171.58	89.69	90.21	13.00	2,475.17	0.40	—	—	21.31	2,860.96
	173.78	134.82	93.25	13.82	2,744.32	0.40	—	—	22.65	3,183.04
Accumulated Depreciation upto 1.04.2009	285.87	5,744.24	1,129.88	519.30	50,049.51	1,115.87	206.51	131.64	675.27	59,858.09
	292.89	5,719.47	1,059.99	527.91	50,472.35	1,047.24	171.92	110.68	536.47	59,938.92
Depreciation on New Companies ⁽¹⁾	—	5.23	0.35	—	37.69	2.67	—	0.22	0.04	46.20
	—	1.40	—	—	70.77	0.67	—	0.32	5.19	78.35
Depreciation during the year	9.91	267.92	137.97	14.74	3,812.00	50.51	28.18	20.49	189.62	4,531.34
	14.17	278.24	153.91	14.56	3,614.99	44.62	34.59	23.73	143.35	4,322.16
Depreciation on assets written off during the year	32.16	342.29	128.49	—	2,486.50	35.35	—	29.98	58.79	3,113.56
	0.40	153.64	33.39	28.57	1,768.40	58.19	—	5.45	17.25	2,065.29
Exchange Movement on translation	(10.82)	(373.06)	(78.54)	(40.79)	(2,757.14)	(96.21)	—	(2.23)	(60.43)	(3,419.22)
	(20.79)	(101.23)	(50.63)	5.40	(2,340.20)	81.53	—	2.36	7.51	(2,416.05)
Transfer and Other Movements ⁽²⁾	(41.16)	16.75	20.58	30.63	(20.41)	(4.31)	—	(2.08)	—	—
	—	—	—	—	—	—	—	—	—	—
Accumulated Depreciation upto 31.03.2010	211.64	5,318.79	1,081.75	523.88	48,635.15	1,033.18	234.69	118.06	745.71	57,902.85
	285.87	5,744.24	1,129.88	519.30	50,049.51	1,115.87	206.51	131.64	675.27	59,858.09
Total Accumulated Depreciation & Impairment upto 31.03.2010	383.22	5,408.48	1,171.96	536.88	51,110.32	1,033.18	234.69	118.06	767.02	60,763.81
	459.65	5,879.06	1,223.13	533.12	52,793.83	1,116.27	206.51	131.64	697.92	63,041.13
Net Block as at 31.03.2010	957.48	3,485.03	863.88	159.13	29,661.19	159.68	158.95	79.38	1,000.47	36,525.19
	910.14	3,074.91	975.02	176.73	29,829.46	173.15	174.48	123.01	980.64	36,417.54
Impairment on Capital work-in-progress										48.79
										42.03
Capital work-in-progress [including advances for capital expenditure Rs. 1,121.90 crores (31.03.2009 : Rs. 1,310.65 crores)]										9,270.64
										8,888.32
										45,795.83
										45,305.86

- Represents assets, impaired assets and accumulated depreciation of Tata Steel Processing And Distribution Limited which became a subsidiary during the year.
- Represents adjustments for inter se transfers.
- Deductions include cost of assets scrapped/sold/surrendered during the year.
- Buildings include **Rs. 2.32** crores (31.03.2009 : Rs. 2.32 crores) being cost of shares in Co-operative Housing Societies & Limited Companies.
- Development of property represents expenditure incurred on development of mines/collieries.
- Rupee Liability has decreased by a net amount of **Rs. 51.46** crores (2008-09 : increased by Rs. 76.62 crores) arising out of realignment of the value of foreign currency loans for procurement of fixed assets. The increase has been adjusted to the carrying cost of respective fixed assets and has been depreciated over their remaining depreciable life. The depreciation for the current year is lower by **Rs. 2.30** crores (2008-09 : higher by Rs. 2.04 crores) arising on account of this adjustment.
- Depreciation charge in the profit and loss account is net of **Rs. 39.61** crores (2008-09 : Rs. 56.77 crores) on account of assets against which specific grants have been received.

Schedules forming part of the Consolidated balance sheet

SCHEDULE F : INVESTMENTS :— (Item No. 12, Page 188)

	Rupees crores	Rupees crores	As at 31-03-2009 Rupees crores
A. LONG TERM INVESTMENTS (At Cost less provision for diminution in value)			
1. In Associates (See Note 1, Page 208)			
Cost of investment	1,566.37		361.09
(including Rs. 671.16 crores (31.03.2009 : Rs. 12.66 crores) of Goodwill net of Capital Reserve arising on consolidation)			
Add – Share of post acquisition profit (net of losses)	316.84		290.68
		1,883.21	651.77
2. Others			
(a) Shares (Quoted)		678.61	728.86
(b) Shares (Unquoted)		823.23	1,525.96
B. INVESTMENT PROPERTIES		101.50	106.77
C. CURRENT INVESTMENTS (at lower of cost and fair value)			
(Quoted)			
3. Others.....		2.49	6.97
(Unquoted)			
4. Investment in Mutual Funds		1,928.75	3,390.77
		5,417.79	6,411.10

SCHEDULE G : STOCK-IN-TRADE :— (Item No. 16A(b), Page 188)

	Rupees crores	As at 31-03-2009 Rupees crores
(a) Finished and semi-finished products produced and purchased by the Company, at lower of cost and net realisable value (including purchased goods-in-transit).....	6,654.69	7,861.74
(b) Work-in-progress (at lower of cost and net realisable value)	3,685.12	3,580.31
	10,339.81	11,442.05
(c) Coal, iron ore and other raw materials produced and purchased by the Company, at lower of cost and net realisable value (including purchased raw materials-in-transit)	6,631.72	8,373.66
	16,971.53	19,815.71

Schedules forming part of the Consolidated balance sheet
SCHEDULE H : SUNDRY DEBTORS :—
 (Item No. 16A(c), Page 188)

	Rupees crores	As at 31-03-2009 Rupees crores
(a) Over six months old.....	781.90	804.28
(b) Others	<u>11,358.20</u>	<u>12,714.33</u>
	12,140.10	13,518.61
Less — Provision for doubtful debts	<u>516.15</u>	<u>486.98</u>
	<u>11,623.95</u>	<u>13,031.63</u>
	Rupees crores	As at 31-03-2009 Rupees crores
Sundry debts, secured and considered good.....	2,537.35	2,225.02
Sundry debts, unsecured and considered good.....	9,086.60	10,806.61
Sundry debts, considered doubtful.....	<u>516.15</u>	<u>486.98</u>
	12,140.10	13,518.61

SCHEDULE I : CASH AND BANK BALANCES :—
 (Item No. 16A(e), Page 188)

	Rupees crores	As at 31-03-2009 Rupees crores
(a) Cash in hand [including cheques in hand].....	114.01	80.13
(b) Remittance in transit	13.33	4.86
(c) Balance in current and deposit accounts		
(i) With scheduled banks	3,307.71	1,681.40
(ii) With other banks	<u>3,352.76</u>	<u>4,381.97</u>
	6,787.81	6,148.36

SCHEDULE J : LOANS AND ADVANCES :—
 (Item No. 16B, Page 188)

	Rupees crores	As at 31-03-2009 Rupees crores
(a) Advances with public bodies	682.66	594.69
(b) Other advances	6,100.27	12,423.75
(c) Advance payment against taxes.....	<u>148.43</u>	<u>162.47</u>
	6,931.36	13,180.91
Less — Provision for doubtful advances	<u>169.89</u>	<u>182.18</u>
	<u>6,761.47</u>	<u>12,998.73</u>
	Rupees crores	As at 31-03-2009 Rupees crores
Loans and Advances, secured and considered good.....	—	—
Loans and Advances, unsecured and considered good	6,761.47	12,998.73
Loans and Advances, considered doubtful.....	<u>169.89</u>	<u>182.18</u>
	6,931.36	13,180.91

Schedules forming part of the Consolidated balance sheet

SCHEDULE K : CURRENT LIABILITIES :—

(Item No. 17A, Page 188)

	Rupees crores	Rupees crores	As at 31-03-2009 Rupees crores
(a) Sundry creditors :			
(i) For supplies/services	11,925.99		10,566.12
(ii) For accrued wages and salaries	2,419.06		2,620.54
(iii) For other liabilities	<u>7,674.91</u>		<u>8,628.21</u>
		22,019.96	<u>21,814.87</u>
(b) Interest accrued but not due		771.20	550.20
(c) Advances received from customers		545.29	678.31
(d) Unpaid Dividend		52.12	49.92
		<u>23,388.57</u>	<u>23,093.30</u>

SCHEDULE L : PROVISIONS :—

(Item No. 17B, Page 188)

	Rupees crores	Rupees crores	As at 31-03-2009 Rupees crores
(a) Provision for employee benefits		2,466.84	2,686.73
(b) Provision for taxation		1,185.32	1,397.22
(c) Provision for fringe benefits tax		2.17	2.78
(d) Proposed dividends		709.23	1,277.33
(e) Others		2,230.60	1,776.65
		<u>6,594.16</u>	<u>7,140.71</u>

SCHEDULE M : MISCELLANEOUS EXPENDITURE (to the extent not written off) :—

(Item No. 19, Page 188)

	Rupees crores	Rupees crores	As at 31-03-2009 Rupees crores
(a) Employee separation compensation See Note 9(a), Page 215)		—	105.38
(b) Preliminary expenditure		—	0.10
		<u>—</u>	<u>105.48</u>

Signatures to Schedules 1 to 4 and
A to M and Notes on pages 200 to 229

For and on behalf of the Board

RATAN N TATA	Chairman
B MUTHURAMAN	Vice Chairman
NUSLI N WADIA	} Directors
JAMSHED J IRANI	
S M PALIA	
ISHAAT HUSSAIN	
SUBODH BHARGAVA	
JACOBUS SCHRAVEN	
ANDREW ROBB	} Managing Director
KIRBY ADAMS	
H M NERURKAR	

Mumbai, 26th May, 2010

A ANJENEYAN
Company Secretary

SCHEDULE N : NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS OF THE COMPANY AND ITS SUBSIDIARIES FOR THE FINANCIAL YEAR 2009-10
1. Principles of Consolidation :

The Consolidated Financial Statements relate to Tata Steel Limited ("the Company") and its subsidiary companies. The Consolidated Financial Statements have been prepared on the following basis :

- The financial statements of the Company and its subsidiary companies have been combined on a line-by-line basis by adding together the book values of like items of assets, liabilities, income and expenses, after fully eliminating intra-group balances and intra-group transactions resulting in unrealised profits or losses as per Accounting Standard 21 – "Consolidated Financial Statements" notified by Companies (Accounting Standards) Rules, 2006.
- In case of foreign subsidiaries, being non-integral operations, revenue items are consolidated at the average rate prevailing during the year. All assets and liabilities are converted at the rates prevailing at the end of the year. Any exchange difference arising on consolidation is recognised in the foreign currency translation reserve.
- The difference between the cost of investment in the subsidiaries and joint ventures, and the Company's share of net assets at the time of acquisition of shares in the subsidiaries and joint ventures is recognised in the financial statement as Goodwill or Capital Reserve as the case may be.
- Minority Interest in the net assets of consolidated subsidiaries is identified and presented in the consolidated balance sheet separately from liabilities and equity of the company's shareholders.
Minority interest in the net assets of consolidated subsidiaries consists of :
 - a) The amount of equity attributable to minority at the date on which investment in a subsidiary is made; and
 - b) The minority share of movements in equity since the date the parent subsidiary relationship came into existence.
- Minority interest's share of net profit for the year of consolidated subsidiaries is identified and adjusted against the profit after tax of the group.
- Investment in associates where the company directly or indirectly through subsidiaries holds more than 20% of equity, are accounted for using equity method as per Accounting Standard 23 – "Accounting for Investments in Associates in Consolidated Financial Statements" notified by Companies (Accounting Standards) Rules, 2006.
- The company accounts for its share of post acquisition changes in net assets of associates, after eliminating unrealised profits and losses resulting from transactions between the company and its associates to the extent of its share, through its profit and loss account, to the extent such change is attributable to the associates' profit and loss account and through its reserves for the balance based on available information.
- The difference between the cost of investment in the associates and the Company's share of net assets at the time of acquisition of share in the associates is identified in the financial statements as Goodwill or Capital Reserve as the case may be.
- Interests in Joint Ventures have been accounted by using the proportionate consolidation method as per Accounting Standard 27 – "Financial Reporting of Interests in Joint Ventures" notified by Companies (Accounting Standards) Rules, 2006.
- The financial statements of the subsidiaries, associates and joint ventures used in the consolidation are drawn up to the same reporting date as that of the Company i.e. 31st March, 2010, except for certain associates (indicated as # below) for which financial statements as on reporting date are not available. These have been consolidated based on last available financial statements.

The list of subsidiary companies and joint ventures which are included in the consolidation and the Company's holdings therein are as under :

	Name of the Company	Ownership in % either directly or through Subsidiaries		Country of Incorporation
		2009-10	2008-09	
A.	Subsidiaries			
i)	Adityapur Toll Bridge Company Ltd.	86.34	<i>60.35</i>	India
ii)	Centennial Steel Company Ltd.*	100.00	–	India
iii)	Gopalpur Special Economic Zone Ltd.	100.00	<i>100.00</i>	India
iv)	Jamshedpur Utilities & Services Company Ltd.	100.00	<i>100.00</i>	India
	1. Haldia Water Management Limited	60.00	<i>60.00</i>	India
	2. Naba Diganta Water Management Ltd.	74.00	<i>74.00</i>	India
	3. SEZ Adityapur Ltd.	51.00	<i>51.00</i>	India
v)	Kalimati Investment Company Ltd.	100.00	<i>100.00</i>	India
	1. Bangla Steel & Mining Co. Ltd.	100.00	<i>100.00</i>	Bangladesh
vi)	Lanka Special Steels Ltd.	100.00	<i>100.00</i>	Sri Lanka
vii)	NatSteel Asia Pte. Ltd.	100.00	<i>100.00</i>	Singapore
	1. NatSteel Iranian Private Joint Stock Company	100.00	<i>100.00</i>	Iran
	2. NatSteel Middle East FZE	100.00	<i>100.00</i>	UAE
	3. Tata Steel Asia (Hong Kong) Ltd.	100.00	<i>100.00</i>	Hongkong
	4. Tata Steel Resources Australia Pty. Ltd.	100.00	<i>100.00</i>	Australia
viii)	Rawmet Ferrous Industries Ltd.	100.00	<i>100.00</i>	India
ix)	Sila Eastern Ltd.@	49.00	<i>49.00</i>	Thailand
x)	Tata Incorporated	100.00	<i>100.00</i>	USA

**SCHEDULE N : NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS OF THE COMPANY AND ITS SUBSIDIARIES
FOR THE FINANCIAL YEAR 2009-10 :- continued**

	Name of the Company	Ownership in % either directly or through Subsidiaries		Country of Incorporation
		2009-10	2008-09	
xi)	Tata Korf Engineering Services Ltd.	100.00	<i>100.00</i>	India
xii)	Tata Metaliks Ltd.	50.04	<i>50.04</i>	India
	1. Tata Metaliks Kubota Pipes Ltd.	25.52	<i>25.52</i>	India
xiii)	Tata Refractories Ltd.	77.46	<i>71.28</i>	India
	1. TRL Asia Pvt. Limited	68.16	<i>62.73</i>	Singapore
	2. TRL China Limited	77.46	<i>71.28</i>	China
xiv)	Tayo Rolls Ltd.	54.45	<i>54.45</i>	India
xv)	Tata Steel (KZN) (Pty) Ltd.	90.00	<i>90.00</i>	South Africa
xvi)	Tata Steel Holdings Pte. Ltd.	100.00	<i>100.00</i>	Singapore
	a) NSA Holdings Pte Ltd.	100.00	–	Singapore
	b) Tata Steel Global Holdings Pte Ltd.	100.00	<i>100.00</i>	Singapore
	I Corus International (Singapore) Holding Pte. Ltd.	100.00	<i>100.00</i>	Singapore
	1. Corus Holdings (Thailand) Ltd.	50.00	<i>50.00</i>	Thailand
	2. Corus International (Guangzhou) Ltd.	100.00	<i>100.00</i>	China
	3. Corus International (Shanghai) Ltd.	100.00	<i>100.00</i>	China
	4. Corus Metals (Malaysia) Sdn. Bhd.	100.00	<i>100.00</i>	Malaysia
	5. Corus Metals (Thailand) Limited	74.00	<i>74.00</i>	Thailand
	6. Corus South East Asia Pte Limited	100.00	<i>100.00</i>	Singapore
	7. Tata Steel international (Asia) Limited	100.00	<i>100.00</i>	Hongkong
	8. Tata Steel International (Hongkong) Limited	100.00	<i>100.00</i>	Hongkong
	II NatSteel Holdings Pte. Ltd.	100.00	<i>100.00</i>	Singapore
	1. Bestbar (Vic) Pte. Ltd.	71.00	<i>71.00</i>	Australia
	2. Best Bar Pty. Ltd.	71.00	<i>71.00</i>	Australia
	3. Burwill Trading Pte. Ltd.	100.00	<i>100.00</i>	Singapore
	4. Easteel Construction Services Pte. Ltd.	100.00	<i>100.00</i>	Singapore
	5. Easteel Services (M) Sdn. Bhd.	100.00	<i>100.00</i>	Malaysia
	6. Eastern Steel Fabricators Phillipines, Inc.	67.00	<i>67.00</i>	Phillipines
	7. Eastern Steel Services Pte. Ltd.	100.00	<i>100.00</i>	Singapore
	8. Eastern Wire Pte. Ltd.	100.00	<i>100.00</i>	Singapore
	9. Materials Recycling Pte. Ltd.	100.00	<i>100.00</i>	Singapore
	10. NatSteel (Xiamen) Ltd.	100.00	<i>100.00</i>	China
	11. NatSteel Asia (S) Pte. Ltd.	100.00	<i>100.00</i>	Singapore
	12. NatSteel Australia Pty. Ltd.	100.00	<i>100.00</i>	Australia
	13. NatSteel Equity IV Pte. Ltd.	100.00	<i>100.00</i>	Singapore
	14. Natsteel Recycling Pte Ltd.	100.00	<i>100.00</i>	Singapore
	15. NatSteel Trade International (Shanghai) Company Ltd.	100.00	<i>100.00</i>	China
	16. NatSteel Trade International Pte. Ltd.	100.00	<i>100.00</i>	Singapore
	17. NatSteel Vina Co. Ltd.	56.50	<i>56.50</i>	Vietnam
	18. PT Materials Recycling Indonesia	100.00	<i>100.00</i>	Indonesia
	19. The Siam Industrial Wire Co. Ltd.	100.00	<i>100.00</i>	Thailand
	20. Wuxi Jinyang Metal Products Co. Ltd.	95.00	<i>95.00</i>	China
III	Orchid Netherlands (No.1) B.V.	100.00	<i>100.00</i>	Netherlands
IV	Tata Steel Europe Ltd.	100.00	<i>100.00</i>	UK
	1. Almana Steel Dubai (Jersey) Limited	100.00	<i>100.00</i>	Jersey
	2. Apollo Metals Ltd.	100.00	<i>100.00</i>	USA
	3. Ashorne Hill Management College	100.00	<i>100.00</i>	UK
	4. Augusta Grundstucks GmbH	100.00	<i>100.00</i>	Germany
	5. Automotive Laser Technologies Limited	100.00	<i>100.00</i>	UK
	6. B S Pension Fund Trustee Ltd.	100.00	<i>100.00</i>	UK
	7. Bailey Steels Limited	100.00	<i>100.00</i>	UK
	8. Beheermaatschappij Industriële Producten B.V.	100.00	<i>100.00</i>	Netherlands
	9. Belfin Beheermaatschappij B.V.	100.00	<i>100.00</i>	Netherlands
	10. Bell & Harwood Limited	100.00	<i>100.00</i>	UK
	11. Blastmega Limited (United Steel Forgings Ltd.)	100.00	<i>100.00</i>	UK
	12. Blume Stahlservice GmbH	100.00	<i>100.00</i>	Germany
	13. Blume Stahlservice Polska Sp. Z.O.O	100.00	<i>100.00</i>	Poland

SCHEDULE N : NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS OF THE COMPANY AND ITS SUBSIDIARIES FOR THE FINANCIAL YEAR 2009-10 :- continued

	Name of the Company	Ownership in % either directly or through Subsidiaries		Country of Incorporation
		2009-10	2008-09	
14.	Bore Samson Group Ltd.	100.00	100.00	UK
15.	Bore Steel Ltd.	100.00	100.00	UK
16.	British Guide Rails Ltd.	100.00	100.00	UK
17.	British Steel Holdings B.V.	100.00	100.00	Netherlands
18.	British Steel Nederland International B.V.	100.00	100.00	Netherlands
19.	British Steel Benelux B.V.	100.00	100.00	Netherlands
20.	British Steel Corporation Ltd	100.00	100.00	UK
21.	British Steel De Mexico S.A. de C.V.	100.00	100.00	Mexico
22.	British Steel Directors (Nominees) Limited	100.00	100.00	UK
23.	British Steel Employee Share Ownership Trustees Ltd.	100.00	100.00	UK
24.	British Steel Engineering Steels (Exports) Limited	100.00	100.00	UK
25.	British Steel International B.V.	100.00	100.00	Netherlands
26.	British Steel Samson Limited	100.00	100.00	UK
27.	British Steel Service Centres Ltd.	100.00	100.00	UK
28.	British Steel Tubes Exports Ltd.	100.00	100.00	UK
29.	British Transformer Cores Ltd.	100.00	100.00	UK
30.	British Tubes Stockholding Ltd.	100.00	100.00	UK
31.	Bs Quest Trustee Limited	100.00	100.00	UK
32.	Bskh Corporate Services (UK) Limited	100.00	100.00	UK
33.	Burgdorfer Grundstuecks GmbH	100.00	100.00	Germany
34.	C V Benine	76.92	76.92	Netherlands
35.	C Walker & Sons Ltd.	100.00	100.00	UK
36.	Catnic GmbH	100.00	100.00	Germany
37.	Catnic Limited	100.00	100.00	UK
38.	Cbs Investissements SAS	100.00	100.00	France
39.	Cladding & Decking (UK) Limited	100.00	100.00	UK
40.	Cogent Power Inc.	100.00	100.00	Canada
41.	Cogent Power Inc.	100.00	100.00	Mexico
42.	Cogent Power Inc.	100.00	100.00	USA
43.	Cogent Power Limited	100.00	100.00	UK
44.	Cold Drawn Tubes Ltd.	100.00	100.00	UK
45.	Color Steels Limited	100.00	100.00	UK
46.	Corbeil Les Rives SCI	67.30	67.30	France
47.	Corby (Northants) & District Water Co.	100.00	100.00	UK
48.	Cordor (C& B) Limited	100.00	100.00	UK
49.	Corus - Sistemas Constructivos E Revestimentos Metalicos, Lda	100.00	100.00	Portugal
50.	Corus Aerospace Service Centre Suzhou Co Ltd	100.00	100.00	China
51.	Corus Aluminium Beheer B.V.*	100.00	100.00	Netherlands
52.	Corus Aluminium Limited	100.00	100.00	UK
53.	Corus Aluminium Verwaltungsgesellschaft Mbh	100.00	100.00	Germany
54.	Corus America Holdings Inc.	100.00	100.00	USA
55.	Corus America Inc.	100.00	100.00	USA
56.	Corus Batiment Et Systemes SAS	100.00	100.00	France
57.	Corus Belgium Bvba	100.00	100.00	Belgium
58.	Corus Benelux B.V.	100.00	100.00	Netherlands
59.	Corus Beteiligungs GmbH	100.00	100.00	Germany
60.	Corus Brokers Limited	100.00	100.00	UK
61.	Corus Building Systems Bulgaria AD	100.00	100.00	Bulgaria
62.	Corus Building Systems N.V.	100.00	100.00	Belgium
63.	Corus Building Systems SAS	100.00	100.00	France
64.	Corus Byggesystemer A/S	100.00	100.00	Denmark
65.	Corus Byggsystem AB	100.00	100.00	Sweden
66.	Corus Byggsystemer A/S	100.00	100.00	Norway
67.	Corus Central Europe S.R.O.	100.00	100.00	Czech Republic
68.	Corus Cic Holdings Inc.	100.00	100.00	Canada
69.	Corus Cic Inc.	100.00	100.00	Canada

**SCHEDULE N : NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS OF THE COMPANY AND ITS SUBSIDIARIES
FOR THE FINANCIAL YEAR 2009-10 :- continued**

	Name of the Company	Ownership in % either directly or through Subsidiaries		Country of Incorporation
		2009-10	2008-09	
70.	Corus CNBV Investments	100.00	100.00	UK
71.	Corus Coatings Usa Inc.	100.00	100.00	USA
72.	Corus Cold Drawn Tubes Limited	100.00	100.00	UK
73.	Corus Construction Products (Thailand) Limited	82.35	82.35	Thailand
74.	Corus Consulting And Technical Services B.V.	100.00	100.00	Netherlands
75.	Corus Consulting B.V.	100.00	100.00	Netherlands
76.	Corus Consulting Limited	100.00	100.00	UK
77.	Corus Consulting Romania SRL*	100.00	100.00	Romania
78.	Corus Degels GmbH	100.00	100.00	Germany
79.	Corus Denmark A/S	100.00	100.00	Denmark
80.	Corus Deutschland GmbH	100.00	100.00	Germany
81.	Corus Distribution Europe BV	100.00	100.00	Netherlands
82.	Corus Electrical Limited	100.00	100.00	UK
83.	Corus Engineering Limited	100.00	100.00	UK
84.	Corus Engineering Steels (UK) Limited	100.00	100.00	UK
85.	Corus Engineering Steels Holdings Limited	100.00	100.00	UK
86.	Corus Engineering Steels Limited	100.00	100.00	UK
87.	Corus Engineering Steels Overseas Holdings Limited	100.00	100.00	UK
88.	Corus Finance Limited	100.00	100.00	UK
89.	Corus Finland Oy	100.00	100.00	Finland
90.	Corus France SAS	100.00	100.00	France
91.	Corus Group Limited	100.00	100.00	UK
92.	Corus Holdings Ltd.	100.00	100.00	UK
93.	Corus Holdings SA	100.00	100.00	France
94.	Corus Hungary Trading Limited Liability Company	100.00	100.00	Hungary
95.	Corus India Ltd.	100.00	100.00	India
96.	Corus International (India) Pvt. Limited	100.00	100.00	India
97.	Corus International (Overseas Holdings) Limited	100.00	100.00	UK
98.	Corus International Bulgaria Limited	100.00	100.00	Bulgaria
99.	Corus International Deutschland GmbH	100.00	100.00	Germany
100.	Corus International Limited	100.00	100.00	UK
101.	Corus International Nigeria	100.00	100.00	Nigeria
102.	Corus International Representacoes Do Brasil Ltda.	100.00	100.00	Brazil
103.	Corus International Romania SRL	100.00	100.00	Romania
104.	Corus International Services N.V	100.00	100.00	Belgium
105.	Corus International Trading Limited	100.00	100.00	UK
106.	Corus International Trading Limited	100.00	100.00	USA
107.	Corus Investment B.V.	100.00	100.00	Netherlands
108.	Corus Investments Ltd.	100.00	100.00	UK
109.	Corus Ireland Ltd.	100.00	100.00	Ireland
110.	Corus Laminacion Y Derivados, S.L.	100.00	100.00	Spain
111.	Corus Large Diameter Pipes Limited	100.00	100.00	UK
112.	Corus Liaison Services (India) Limited	100.00	100.00	UK
113.	Corus Management Limited	100.00	100.00	UK
114.	Corus Met B.V.	100.00	100.00	Netherlands
115.	Corus Metal Iberica S.A	100.00	100.00	Spain
116.	Corus Metal Sanayi Ve Ticaret AS	88.00	88.00	Turkey
117.	Corus Metals Limited	100.00	100.00	UK
118.	Corus Middle East FZE	100.00	100.00	UAE
119.	Corus Multi-Metals Limited	100.00	100.00	UK
120.	Corus Nederland B.V.	100.00	100.00	Netherlands
121.	Corus New Zealand Limited	100.00	100.00	New Zealand
122.	Corus Norge A/S	100.00	100.00	Norway
123.	Corus Packaging Plus Belgium N.V	100.00	100.00	Belgium
124.	Corus Packaging Plus Norway AS	100.00	100.00	Norway
125.	Corus Perfo B.V.	100.00	100.00	Netherlands

SCHEDULE N : NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS OF THE COMPANY AND ITS SUBSIDIARIES FOR THE FINANCIAL YEAR 2009-10 :- continued

	Name of the Company	Ownership in % either directly or through Subsidiaries		Country of Incorporation
		2009-10	2008-09	
126.	Corus Polska Sp.Z.O.O.	100.00	100.00	Poland
127.	Corus Primary Aluminium B.V.	100.00	100.00	Netherlands
128.	Corus Properties (Germany) Limited	100.00	100.00	UK
129.	Corus Property	100.00	100.00	UK
130.	Corus Quest Trustee Limited	100.00	100.00	UK
131.	Corus Rail Consultancy Limited	100.00	100.00	UK
132.	Corus Rail France S.A	100.00	100.00	France
133.	Corus Rail Limited	100.00	100.00	UK
134.	Corus Republic Of Ireland Subsidiaries Pension Scheme Trustee Limited	100.00	100.00	Ireland
135.	Corus Service Center Milano Spa	100.00	100.00	Italy
136.	Corus Service Centre Limited	100.00	100.00	UK
137.	Corus Service Centre Maastricht B.V.	100.00	100.00	Netherlands
138.	Corus Services Nederland B.V.	100.00	100.00	Netherlands
139.	Corus Sheet & Tube Inc.	100.00	100.00	USA
140.	Corus Special Strip Asia Limited	100.00	100.00	Hong Kong
141.	Corus Staal B.V.	100.00	100.00	Netherlands
142.	Corus Stahl GmbH	100.00	100.00	Germany
143.	Corus Stainless Limited	100.00	100.00	UK
144.	Corus Stainless NI B.V.	100.00	100.00	Netherlands
145.	Corus Stainless UK Ltd.	100.00	100.00	UK
146.	Corus Star-Frame B.V.	100.00	100.00	Netherlands
147.	Corus Steel Limited	100.00	100.00	UK
148.	Corus Steel Usa Inc.	100.00	100.00	USA
149.	Corus Sverige AB	100.00	100.00	Sweden
150.	Corus Technology B.V.	100.00	100.00	Netherlands
151.	Corus Trico Holdings Inc.	100.00	100.00	USA
152.	Corus Tubes B.V.	100.00	100.00	Netherlands
153.	Corus Tuscaloosa Corp.	100.00	100.00	USA
154.	Corus UK Healthcare Trustee Limited	100.00	100.00	UK
155.	Corus UK Limited	100.00	100.00	UK
156.	Corus Vlietjonge B.V.	100.00	100.00	Netherlands
157.	Cpn 85 Limited	100.00	100.00	UK
158.	Crucible Insurance Company Ltd.	100.00	100.00	I of Man
159.	Demka B.V.	100.00	100.00	Netherlands
160.	Dsrn Group Plc.	100.00	100.00	UK
161.	Ees Group Services Limited	100.00	100.00	UK
162.	Ees Nederland B.V.	100.00	100.00	Netherlands
163.	Eric Olsson & Soner Forvaltnings AB	100.00	100.00	Sweden
164.	Esmil B.V.	100.00	100.00	Netherlands
165.	Euro-Laminations Limited	100.00	100.00	UK
166.	European Electrical Steels Limited	100.00	100.00	UK
167.	Europressings Limited	100.00	100.00	UK
168.	Firststeel Group Limited	100.00	100.00	UK
169.	Firststeel Holdings Limited	100.00	100.00	UK
170.	Firststeel Steel Processing Limited	100.00	100.00	UK
171.	Firststeel Strip Mill Products Limited	100.00	100.00	Ireland
172.	Fischer Profielen NV	100.00	100.00	Belgium
173.	Fischer Profil GmbH	100.00	100.00	Germany
174.	Gamble Simms Metals Ltd.	100.00	100.00	Ireland
175.	Grant Lyon Eagre Ltd.	100.00	100.00	UK
176.	H E Samson Ltd.	100.00	100.00	UK
177.	Hadfields Holdings Ltd.	62.50	62.50	UK
178.	Hammermega Limited	100.00	100.00	UK
179.	Harrowmills Properties Ltd.	100.00	100.00	UK
180.	Hille & Muller GmbH	100.00	100.00	Germany

**SCHEDULE N : NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS OF THE COMPANY AND ITS SUBSIDIARIES
FOR THE FINANCIAL YEAR 2009-10 :- continued**

	Name of the Company	Ownership in % either directly or through Subsidiaries		Country of Incorporation
		2009-10	2008-09	
181.	Hille & Muller Italia SRL.	100.00	100.00	Italy
182.	Hille & Muller Usa Inc.	100.00	100.00	USA
183.	Holorib GmbH	100.00	100.00	Germany
184.	Hoogovens (UK) Limited	100.00	100.00	UK
185.	Hoogovens Aluminium UK Limited	100.00	100.00	UK
186.	Hoogovens Finance B.V.	100.00	100.00	Netherlands
187.	Hoogovens Technical Services Coahuila B.V.	100.00	100.00	Netherlands
188.	Hoogovens Technical Services Mexico De S. De R.L. De C.V.	100.00	100.00	Mexico
189.	Hoogovens Technical Services Monclova B.V.	100.00	100.00	Netherlands
190.	Hoogovens Tubes Poland Spolka Z.O.O	100.00	100.00	Poland
191.	Hoogovens Usa Inc.	100.00	100.00	USA
192.	Huizenbezit "Breesaap" B.V.	100.00	100.00	Netherlands
193.	Ickles Cottage Trust	100.00	100.00	UK
194.	Immobilierie De Construction De Maubeuge Et Louvroil SAS	100.00	100.00	France
195.	Industrial Steels Limited	100.00	100.00	UK
196.	Inter Metal Distribution SAS	100.00	100.00	France
197.	K&S Management Service Limited	100.00	100.00	UK
198.	Kalzip Asia Pte Ltd.	100.00	100.00	Singapore
199.	Kalzip GmbH	100.00	100.00	Austria
200.	Kalzip GmbH	100.00	100.00	Germany
201.	Kalzip Guanhzhou Limited	100.00	100.00	China
202.	Kalzip Inc	100.00	100.00	USA
203.	Kalzip Limited	100.00	100.00	UK
204.	Kalzip Spain S.L.U.	100.00	100.00	Spain
205.	Lister Tubes Ltd.	100.00	100.00	Ireland
206.	London Works Steel Company Ltd.	100.00	100.00	UK
207.	Midland Steel Supplies Ltd.	100.00	100.00	UK
208.	Mistbury Investments Limited	100.00	100.00	UK
209.	Montana Bausysteme AG	100.00	100.00	Switzerland
210.	Myriad Deutschland GmbH	100.00	100.00	Germany
211.	Myriad Espana SI	100.00	100.00	Spain
212.	Myriad Nederland B.V.	100.00	100.00	Netherlands
213.	Myriad SA	100.00	100.00	France
214.	Myriad United Kingdom Limited	100.00	100.00	UK
215.	Namascor B.V.	100.00	100.00	Netherlands
216.	Nationwide Steelstock Limited	100.00	100.00	UK
217.	Nebam Nedelandse Bevrachting En Agentuur Maatschappij B.V.	100.00	100.00	Netherlands
218.	Oostflank B.V.	100.00	100.00	Netherlands
219.	Orb Electrical Steels Limited	100.00	100.00	UK
220.	Ore Carriers Ltd.	100.00	100.00	UK
221.	Oremco Inc.	100.00	100.00	USA
222.	Plated Strip International Limited	100.00	100.00	UK
223.	Precoat International Limited	100.00	100.00	UK
224.	Precoat Limited	100.00	100.00	UK
225.	Rafferty-Brown Steel Co Inc Of Conn.	100.00	100.00	USA
226.	Richard Thomas And Baldwins 1978 Limited	100.00	100.00	New Zealand
227.	Richard Thomas And Baldwins (Australia) Pty Ltd.	100.00	100.00	Australia
228.	Round Oak Steelworks Ltd.	100.00	100.00	UK
229.	Runblast Limited	100.00	100.00	UK
230.	Runmega Limited	100.00	100.00	UK
231.	S A B Profiel B.V.	100.00	100.00	Netherlands
232.	S A B Profil GmbH	100.00	100.00	Germany
233.	SA Intertubes	100.00	100.00	Belgium
234.	Sacra-Nord SAS	100.00	100.00	France

SCHEDULE N : NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS OF THE COMPANY AND ITS SUBSIDIARIES FOR THE FINANCIAL YEAR 2009-10 :- continued

	Name of the Company	Ownership in % either directly or through Subsidiaries		Country of Incorporation
		2009-10	2008-09	
	235. Scrap Processing Holding B.V.	100.00	100.00	Netherlands
	236. Seamless Tubes Ltd.	100.00	100.00	UK
	237. Sia Corus Building Systems	100.00	100.00	Latvia
	238. Simiop Investments Ltd.	100.00	100.00	UK
	239. Simiop Ltd.	100.00	100.00	UK
	240. Simms Steel Holdings Ltd.	100.00	100.00	UK
	241. Skruv Erik AB	100.00	100.00	Sweden
	242. Societe Europeenne De Galvanisation (Segal) Sa	100.00	100.00	Belgium
	243. Staalverwerking En Handel B.V.	100.00	100.00	Netherlands
	244. Steel Company (N.I.) Ltd.	100.00	100.00	UK
	245. Steel Stockholdings Ltd.	100.00	100.00	UK
	246. Steelstock Ltd.	100.00	100.00	UK
	247. Stewarts & Lloyds Of Ireland Ltd.	100.00	100.00	Ireland
	248. Stewarts And Lloyds (Overseas) Ltd.	100.00	100.00	UK
	249. Stocksbridge Cottage Trust	100.00	100.00	UK
	250. Surahammar Bruks AB	100.00	100.00	Sweden
	251. Swinden Housing Association	100.00	100.00	UK
	252. Tata Steel International (Italia) SRL	100.00	100.00	Italy
	253. Tata Steel International (Schweiz) AG	100.00	100.00	Switzerland
	254. Tata Steel Netherlands B.V.	100.00	100.00	Netherlands
	255. Tata Steel UK Ltd.	100.00	100.00	UK
	256. Telmag (Holdings) Limited	100.00	100.00	UK
	257. Telmag Magnetic Components Limited	100.00	100.00	UK
	258. The Newport And South Wales Tube Company Ltd.	100.00	100.00	UK
	259. The Stanton Housing Company Ltd.	100.00	100.00	UK
	260. The Steel Company Of Ireland Limited	100.00	100.00	Ireland
	261. The Templeborough Rolling Mills Ltd.	100.00	100.00	UK
	262. Thomas Processing Company	100.00	100.00	USA
	263. Thomas Steel Strip Corp.	100.00	100.00	USA
	264. Tinsley Trailers Limited	100.00	100.00	UK
	265. Toronto Industrial Fabrications Ltd.	100.00	100.00	UK
	266. Trierer Walzwerk GmbH	100.00	100.00	Germany
	267. Tulip Netherlands (No. 1) B.V.	100.00	100.00	Netherlands
	268. Tulip Netherlands (No. 2) B.V.	100.00	100.00	Netherlands
	269. Tulip UK Holdings (No. 2) Ltd.	100.00	100.00	UK
	270. Tulip UK Holdings (No. 3) Ltd.	100.00	100.00	UK
	271. U.E.S. Bright Bar Limited	100.00	100.00	UK
	272. UK Steel Enterprise Ltd.	100.00	100.00	UK
	273. Ukse Fund Managers Limited	100.00	100.00	UK
	274. Ukse Fund Mangers (General Partner) Limited	100.00	100.00	UK
	275. United Steels Co (N Z) Ltd.	100.00	100.00	New Zealand
	276. Unitol SAS	100.00	100.00	France
	277. Walker Manufacturing And Investments Ltd.	100.00	100.00	UK
	278. Walkersteelstock Ireland Limited	100.00	100.00	Ireland
	279. Walkersteelstock Ltd.	100.00	100.00	UK
	280. Westwood Steel Services Ltd.	100.00	100.00	UK
	281. Whitehead (Narrow Strip) Ltd.	100.00	100.00	UK
V	Tata Steel Global Minerals Holdings Pte Ltd.	100.00	100.00	Singapore
	1. Al Rimal Mining LLC	70.00	70.00	Oman
	2. Black Ginger 461 Proprietary Ltd	100.00	100.00	South Africa
	3. Kalimati Coal Company Pty. Ltd.	100.00	100.00	Australia
	4. Tata Steel Cote D' Ivoire S.A. @	85.00	85.00	Ivory Coast
VI	Tata Steel (Thailand) Public Company Ltd.	67.90	67.90	Thailand
	1. NTS Steel Group Plc	67.67	67.67	Thailand
	2. The Siam Construction Steel Co. Ltd.	67.89	67.89	Thailand
	3. The Siam Iron And Steel (2001) Co. Ltd.	67.89	67.89	Thailand

**SCHEDULE N : NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS OF THE COMPANY AND ITS SUBSIDIARIES
FOR THE FINANCIAL YEAR 2009-10 :- continued**

	Name of the Company	Ownership in % either directly or through Subsidiaries		Country of Incorporation
		2009-10	2008-09	
xvii)	Tata Steel Processing And Distribution Limited *	100.00	<i>100.00</i>	India
xviii)	TM International Logistics Ltd.	51.00	<i>51.00</i>	India
	1. International Shipping Logistics FZE	51.00	<i>51.00</i>	UAE
	2. TKM Global China Ltd.	51.00	<i>51.00</i>	China
	3. TKM Global GmbH	51.00	<i>51.00</i>	Germany
	4. TKM Global Logistics Ltd.	51.00	<i>51.00</i>	India
	5. TM Harbour Services Private Ltd.*	51.00	–	India
xix)	The Indian Steel and Wire Products Ltd.	91.36	<i>91.36</i>	India
xx)	The Tata Pigments Ltd.	100.00	<i>100.00</i>	India
B.	Joint Ventures of			
i)	Tata Steel Ltd.			
	1. Bhubaneshwar Power Pvt. Ltd.	26.00	<i>26.00</i>	India
	2. mjunction services ltd.	50.00	<i>50.00</i>	India
	3. S & T Mining Company Pvt. Ltd.	50.00	<i>50.00</i>	India
	4. Tata Bluescope Steel Ltd.	50.00	<i>50.00</i>	India
	5. Tata NYK Shipping Pte Ltd.	50.00	<i>50.00</i>	Singapore
	6. Tata Steel Processing And Distribution Limited *	50.00	<i>50.00</i>	India
	7. The Dhamra Port Company Ltd.	50.00	<i>50.00</i>	India
ii)	Tata Steel Holdings Pte. Ltd.			
a)	Tata Steel Global Holdings Pte Ltd.			
	I Tata Steel Europe Ltd.			
	1. Afon Tinplate Company Limited	64.00	<i>64.00</i>	UK
	2. Air Products Llanwern Limited	50.00	<i>50.00</i>	UK
	3. B V Ijzerleew	50.00	<i>50.00</i>	Netherlands
	4. Bsr Pipeline Services Limited	50.00	<i>50.00</i>	UK
	5. Caparo Merchant Bar Plc	25.00	<i>25.00</i>	UK
	6. Cindu Chemicals B.V.	50.00	<i>50.00</i>	Netherlands
	7. Corus Celik Ticaret AS	50.00	<i>50.00</i>	Turkey
	8. Corus Cogifer Switches And Crossings Limited	50.00	<i>50.00</i>	UK
	9. Corus Kalpinis Simos Rom SRL.	50.00	<i>50.00</i>	Romania
	10. Danieli Corus Technical Services B.V.	50.00	<i>50.00</i>	Netherlands
	11. Hks Scrap Metals B.V.	50.00	<i>50.00</i>	Netherlands
	12. Ijzerhandel Geertsema Staal B.V.	50.00	<i>50.00</i>	Netherlands
	13. Industrial Rail Services Ijmond B.V.	50.00	<i>50.00</i>	Netherlands
	14. Laura Metaal Holding B.V.	49.00	<i>49.00</i>	Netherlands
	15. Norsk Stal AS	50.00	<i>50.00</i>	Norway
	16. Norsk Stal Tynnplater AS	50.00	<i>50.00</i>	Norway
	17. Ravensraig Limited	100.00	<i>100.00</i>	UK
	18. Tata Elastron SA	50.00	<i>50.00</i>	Greece
	19. Tata Elastron SA Steel Service Center	50.00	<i>50.00</i>	Greece
	20. Texturing Technology Limited	50.00	<i>50.00</i>	UK
	II Tata Steel Global Minerals Holdings Pte. Ltd.			
	1. Riversdale Energy (Mauritius) Ltd.	35.00	<i>35.00</i>	Mauritius

* Part of the Year.

@ By virtue of management control.

**SCHEDULE N : NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS OF THE COMPANY AND ITS SUBSIDIARIES
FOR THE FINANCIAL YEAR 2009-10 :- continued**

The Associates of the Company and the ownership interest are as follows :

Name of the Company	% Share held	Original Cost of Investment Rs. crores	Goodwill/ (Capital Reserve) Rs. crores	Accumulated Profit/(Loss) as at 31.03.2010 Rs. crores	Carrying amount of Investments as at 31.03.2010 Rs. crores
Ab Norskstal AS	50.00 50.00	- -	- -	- -	- -
Almora Magnesite Limited	39.00 39.00	0.78 0.78	- -	0.21 0.38	0.99 1.16
Altos Hornos De Mexico S.A. de C.V.	4.50 4.50	- -	- -	- -	- -
Antheus Magnesium B.V.	25.00 25.00	- -	- -	- -	- -
Appleby Frodingham Cottage Trust Limited	33.30 33.30	- -	- -	- -	- -
Combulex B.V.	50.00 50.00	10.97 10.97	- -	(1.62) 2.57	9.35 13.54
Cv Gasexpansie Ijmond	50.00 50.00	0.26 0.26	- -	0.02 0.04	0.28 0.30
Danieli Corus Canada Inc.	50.00 50.00	- -	- -	- -	- -
Danieli Corus Asia B.V.	50.00 50.00	- -	- -	- -	- -
Danieli Corus Braseq Ltda	50.00 50.00	- -	- -	- -	- -
Danieli Corus B.V.	50.00 50.00	- -	- -	- -	- -
Danieli Corus Construction Services B.V	50.00 50.00	- -	- -	- -	- -
Danieli Corus Construction Services USA Inc.	50.00 50.00	- -	- -	- -	- -
Danieli Corus Do Brasil Ltda	50.00 50.00	- -	- -	- -	- -
Danieli Corus Inc.	50.00 50.00	- -	- -	- -	- -
Danieli Corus Services USA Inc.	50.00 50.00	- -	- -	- -	- -
Danieli Corus South Africa Pty. Ltd.	50.00 50.00	- -	- -	- -	- -
Danieli India (Pvt.) Ltd.	50.00 50.00	- -	- -	- -	- -
Endex European Energy Derivates Exchanges NV	0.23 0.23	- -	- -	- -	- -
European Profiles (Marketing) Sdn. Bhd.	10.20 10.20	- -	- -	- -	- -
European Profiles Malaysia (M) Sdn. Bhd.	20.00 20.00	6.35 6.35	- -	(1.94) 0.69	4.41 7.04
Galvpro LP	45.50 45.50	- -	- -	- -	- -
Gietwalsonderhoudcombinatie B.V.	50.00 50.00	9.66 9.66	- -	3.46 4.53	13.12 14.19
Hoogovens Court Roll Service Technologies Vof	50.00 50.00	9.86 9.86	- -	4.84 3.57	14.70 13.43
Hoogovens Gan Multimedia S A de CV	50.00 50.00	- -	- -	- -	- -
Indian Steel Rolling Mills Limited (Re.1/-)(a)	20.56 20.56	- -	- -	- -	- -

**SCHEDULE N : NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS OF THE COMPANY AND ITS SUBSIDIARIES
FOR THE FINANCIAL YEAR 2009-10 :- continued**

Name of the Company	% Share held	Original Cost of Investment Rs. crores	Goodwill/ (Capital Reserve) Rs. crores	Accumulated Profit/(Loss) as at 31.03.2010 Rs. crores	Carrying amount of Investments as at 31.03.2010 Rs. crores
Industrial Energy Limited	26.00 26.00	86.58 86.58	–	2.72 (0.21)	89.30 86.37
Isolation Du Sud Sa	0.33 0.33	–	–	–	–
Issb Limited	50.00 50.00	–	–	–	–
Jamipol Limited	31.78 31.78	4.38 4.38	0.01 0.01	16.71 13.52	21.09 17.90
Kalinga Aquatics Limited (Re.1/-)(a)#	30.00 30.00	–	–	–	–
Kumardhubi Fireclay & Silica Works Limited (Re.1/-)(a)#	27.78 27.78	–	–	–	–
Kumardhubi Metal Casting & Engineering Limited (Re.1/-)(a)#	49.31 49.31	–	–	–	–
Metal Corporation of India Limited (Re.1/-)(a)#	42.05 42.05	–	–	–	–
MDC Sublance Probe Technology	50.00 50.00	–	–	–	–
Nicco Jubilee Park Limited (Re.1/-)(a)#	23.46 23.46	0.38 0.38	–	(0.38) (0.38)	–
Regionale Ontwikkelingsmaatschappij Voor Het Noordzeekanaalgebied NV	6.67 6.67	0.92 0.92	–	0.04 0.15	0.96 1.07
Richard Lees Steel Decking Asia Snd. Bhd.	10.00 10.00	–	–	–	–
Riversdale Mining Ltd. (b)	21.44 –	1,102.13 –	655.64 –	(59.51) –	1,042.62 –
Rsp Holding B.V.	13.19 13.19	–	–	–	–
Rujuvalika Investments Limited	24.12 24.12	0.60 0.60	(0.29) (0.29)	4.85 4.36	5.45 4.96
Schreiner Fleischer AS	50.00 50.00	–	–	–	–
Shanghai Bao Yi Beverage Can Making Co. Ltd.	12.50 12.50	–	–	–	–
SMS Mevac UK Limited	45.00 45.00	3.70 3.70	–	(3.19) (3.16)	0.51 0.54
Southern Steel, Berhad	27.03 27.03	100.13 100.13	–	108.01 73.71	208.14 173.84
Steel Asia Development and Management Corporation (Re.1/-)(a)	40.00 40.00	–	–	–	–
Steel Asia Industries, Inc. (Re.1/-)(a)	50.00 50.00	–	–	–	–
Steel Asia Manufacturing Corporation (Re.1/-)(a)	40.00 40.00	–	–	–	–
Strategic Energy Technology Systems Pvt. Ltd. (a)	25.00 –	1.28 –	–	(1.28) –	–

**SCHEDULE N : NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS OF THE COMPANY AND ITS SUBSIDIARIES
FOR THE FINANCIAL YEAR 2009-10 :- continued**

Name of the Company	% Share held	Original Cost of Investment Rs. crores	Goodwill/ (Capital Reserve) Rs. crores	Accumulated Profit/(Loss) as at 31.03.2010 Rs. crores	Carrying amount of Investments as at 31.03.2010 Rs. crores
Stuwadoorsbedrijf Velserkom B.V.	50.00 50.00	5.76 5.76	– –	(2.95) (1.78)	2.81 3.98
Tata Construction & Projects Limited (Re.1/-)(a)#	29.66 29.66	– –	– –	– –	– –
Tata Sponge Iron Limited	43.24 43.24	20.74 20.74	11.42 11.42	176.76 146.86	197.50 167.60
Tinplate Company of India Limited	44.27 32.34	132.13 30.26	2.86 –	12.37 (0.60)	144.50 29.66
Thoresen & Thorvaldsen AS	50.00 50.00	– –	– –	– –	– –
TKM Overseas Limited	49.00 49.00	1.13 1.13	– –	(1.13) (0.75)	– 0.38
TRF Limited	36.48 36.49	6.11 6.11	1.52 1.52	53.47 42.98	59.58 49.09
Trico Llc	25.00 25.00	– –	– –	– –	– –
Weirton/hoogovens Gp	50.00 50.00	– –	– –	– –	– –
Workington Cottage Trust	33.00 33.00	– –	– –	– –	– –
Wupperman Staal Nederland B.V.	30.00 30.00	62.52 62.52	– –	5.38 4.20	67.90 66.72
Total		1,566.37 361.09	671.16 12.66	**316.84 **290.68	1,883.21 **651.77

** Includes exchange fluctuation and other adjustments to carrying value routed through reserves.

(a) Investment in these associates have been reported at Nil value as the Company's share of losses exceeds the carrying amount of investment.

(b) Part of the year.

**SCHEDULE N : NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS OF THE COMPANY AND ITS SUBSIDIARIES
FOR THE FINANCIAL YEAR 2009-10 :- continued**

2. Accounting Policies

(a) Basis for Accounting

The financial statements are prepared under the historical cost convention on an accrual basis of accounting in accordance with the generally accepted accounting principles, Accounting Standards notified under Section 211(3C) of the Companies Act, 1956 and the relevant provisions thereof.

(b) Revenue Recognition

- (i) Sales comprises sale of goods and services, net of trade discounts.
- (ii) Export incentive under the Duty Entitlement Pass Book Scheme has been recognised on the basis of credits afforded in the pass book.
- (iii) In one of the subsidiaries, income from services are recognised upon completion of the relevant shipping activities and related services. Income and expenses relating to incomplete voyages are carried forward as voyages-in-progress. Despatch earnings are accounted for on receipt basis.

(c) Employee Benefits

- (i) Short-term employee benefits are recognised as an expense at the undiscounted amount in the Profit and Loss Account of the year in which the related service is rendered.
- (ii) Post employment benefits are recognised as an expense in the Profit and Loss Account for the year in which the employee has rendered services. The expense is recognised at the present value of the amount payable towards contributions. The present value is determined using the market yields of government bonds, at the balance sheet date, as the discounting rate. In some of the foreign subsidiaries, the present value is determined using the AA rated corporate bonds.
- (iii) Other long-term employee benefits are recognised as an expense in the Profit and Loss Account for the period in which the employee has rendered services. Estimated liability on account of long-term benefits is discounted to the current value, using the market yield on government bonds, as on the date of balance sheet, as the discounting rate. In some of the foreign subsidiaries, the present value is determined using the AA rated corporate bonds.
- (iv) Actuarial gains and losses in respect of post employment and other long-term benefits are recognised in the Profit and Loss Account. However in one of the subsidiary (Tata Steel Europe Limited) because of potential volatility caused by periodic changes in the assumptions underlying the computation of the pension liabilities, it is not considered practicable to adopt a common accounting policy for accounting for the pension liability of the company and Tata Steel Europe Limited. The actuarial gains and losses for these pension plans of Tata Steel Europe Limited have been accounted in Reserves and Surplus.
- (v) Miscellaneous Expenditure
In respect of the Employee Separation Scheme (ESS), net present value of the future liability for pension payable is amortised equally over five years or upto financial year ending 31st March, 2010, whichever is earlier.
The increase in the net present value of the future liability for pension payable to employees who have opted for retirement under the Employee Separation Scheme of the Company is charged to the Profit and Loss Account.

(d) Fixed Assets

All fixed assets are valued at cost less depreciation. Pre-operating expenses including trial run expenses (net of revenue) are capitalised. Borrowing costs during the period of construction is added to the cost of fixed assets. Blast Furnace relining is capitalised. The written down value of the asset consisting of lining/relining expenditure embedded in the cost of the furnace is written off in the year of fresh relining.

(e) Depreciation

- (I) Capital assets whose ownership does not vest in the Company is depreciated over their estimated useful life or five years, whichever is less.
- (II) In respect of other assets, depreciation is provided on a straight line basis applying the rates specified in Schedule XIV to the Companies Act, 1956 or based on estimated useful life whichever is higher. However, asset value upto Rs. 25,000 is fully depreciated in the year of acquisition. The details of estimated life for each category of assets is as under :
 - (i) Buildings — 30 to 62 years.
 - (ii) Plant and Machinery — 6 to 21 years.
 - (iii) Railway Sidings — 21 years.
 - (iv) Vehicles and Aircraft — 5 to 18 years.
 - (v) Furniture, Fixtures and Office Equipment — 5 years.
 - (vi) Intangibles (Computer Software) — 5 to 10 years.
 - (vii) Development of property for development of mines and collieries are depreciated over the useful life of the mine or lease period whichever is less, subject to maximum of 10 years.
 - (viii) Blast Furnace relining is depreciated over a period of 10 years (average expected life).
 - (ix) Freehold land is not depreciated.
 - (x) Leasehold land is amortised over the life of the lease.
 - (xi) Roads — 30 to 62 years.

In some of the subsidiaries, joint ventures and associates depreciation is calculated on written down value basis and intangible assets are amortised over the period for which the rights are obtained. The depreciation charge in respect of these entities is not significant in the context of the consolidated financial statements.

SCHEDULE N : NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS OF THE COMPANY AND ITS SUBSIDIARIES FOR THE FINANCIAL YEAR 2009-10 :- continued

In case of some foreign subsidiaries, the assets are depreciated on a straight line basis over the estimated useful life of the assets.

(f) Foreign Currency Transactions

Foreign Currency Transactions (FCT) and forward exchange contracts used to hedge FCT are initially recognised at the spot rate on the date of the transaction/contract. Monetary assets and liabilities relating to foreign currency transactions and forward exchange contracts remaining unsettled at the end of the year are translated at year end rates.

The company and some of its Indian subsidiaries and joint ventures have opted for accounting the exchange differences arising on reporting of long-term foreign currency monetary items in line with Companies (Accounting Standards) Amendment Rules 2009 relating to Accounting Standard 11 (AS-11) notified by Government of India on 31st March, 2009. Accordingly the effect of exchange differences on foreign currency loans of the company is accounted by addition or deduction to the cost of the assets so far it relates to depreciable capital assets and in other cases by transfer to "Foreign Currency Monetary Items Translation Difference Account" to be amortised over the balance period of the long-term monetary items or period upto 31st March, 2011 whichever is earlier.

The differences in translation of FCT and forward exchange contracts used to hedge FCT (excluding the long term foreign currency monetary items accounted in line with Companies (Accounting Standards) Amendment Rules 2009 on Accounting Standard 11 notified by Government of India on 31st March, 2009) and realised gains and losses, other than those relating to fixed assets are recognised in the Profit and Loss Account. The outstanding derivative contracts at the balance sheet date other than forward exchange contracts used to hedge FCT are valued by marking them to market and losses, if any, are recognised in the Profit and Loss Account.

Exchange difference relating to monetary items that are in substance forming part of the Company's net investment in non integral foreign operations are accumulated in Foreign Exchange Fluctuation Reserve Account.

In the absence of any operative Indian Accounting Standard on the subject, changes in fair value of outstanding derivative instruments designated as cash flow hedges against firm commitments and highly probable forecast transactions are accounted in "Reserves & Surplus".

(g) Investments

Long term investments are carried at cost less provision for diminution other than temporary, if any, in value of such investments. Current investments are carried at lower of cost and fair value. Stock in trade in case of one of the subsidiaries, being an investment company, has been valued at cost or at market quotation whichever is lower scripwise.

(h) Inventories

Finished and semi-finished products produced and purchased by the Company are carried at lower of cost and net realisable value.

Work-in-progress is carried at lower of cost and net realisable value.

Coal, iron ore and other raw materials produced and purchased by the Company are carried at lower of cost and net realisable value.

Stores and spare parts are carried at lower of cost and net realisable value. Necessary provision is made and charged to revenue in case of identified obsolete and non-moving items.

Cost of inventories is generally ascertained on the 'weighted average' basis. Work-in-progress and finished and semi-finished products are valued on full absorption cost basis.

(i) Relining Expenses

Relining expenses other than expenses on Blast Furnace relining are charged as an expense in the year in which they are incurred.

(j) Research and Development

Research and Development costs (other than cost of fixed assets acquired) are charged as an expense in the year in which they are incurred.

(k) Deferred Tax

Deferred Tax is accounted for by computing the tax effect of timing differences which arise during the year and reverse in subsequent periods.

(l) Taxes on Income

i) Indian Companies :

Tax on income for the current period is determined on the basis of taxable income and tax credits computed in accordance with the provisions of Income Tax Act, 1961.

ii) Foreign Companies :

Foreign Companies recognise tax liabilities and assets in accordance with the applicable local laws.

(m) In case of certain subsidiaries, goodwill is amortised over a period of 60 months.

3. Contingent Liabilities**(a) Guarantees**

The Company has given guarantees aggregating **Rs. 622.37** crores (31.03.2009 : Rs. 930.97 crores) to banks and financial institutions on behalf of others. As at 31st March, 2010 the contingent liabilities under these guarantees amounted to **Rs. 622.37** crores (31.03.2009 : Rs. 930.97 crores).

**SCHEDULE N : NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS OF THE COMPANY AND ITS SUBSIDIARIES
FOR THE FINANCIAL YEAR 2009-10 :- continued**

(b) Claims not acknowledged by the Company :

	As at 31.03.2010 Rs. crores	As at 31.03.2009 Rs. crores
(i) Excise	465.06	<i>286.46</i>
(ii) Customs	13.88	<i>13.88</i>
(iii) Sales Tax and VAT	605.66	<i>473.87</i>
(iv) State Levies	183.96	<i>161.78</i>
(v) Suppliers and Service Contract	71.16	<i>70.66</i>
(vi) Labour Related	37.85	<i>191.83</i>
(vii) Income Tax	154.73	<i>179.97</i>
(viii) Others	623.19	<i>564.96</i>

- (c) Claim by a party arising out of conversion arrangement - **Rs. 195.82** crores (*31.03.2009 : Rs. 195.82 crores*). The Company has not acknowledged this claim and has instead filed a claim of **Rs. 139.65** crores (*31.03.2009 : Rs. 139.65 crores*) on the party. The matter is pending before the Calcutta High Court.
- (d) The Excise Department has raised a demand of **Rs. 235.48** crores (*31.03.2009 : Rs. 235.48 crores*) denying the benefit of Notification No. 13/2000 which provides for exemption to the integrated steel plant from payment of excise duty on the freight amount incurred for transporting material from plant to stock yard and consignment agents. The Company filed an appeal with CESTAT, Kolkata and the order of the department was set aside. The department has filed an appeal in Supreme Court where the matter is pending.
- (e) TMT bars and rods in coil form are sent to external processing agents (EPA) for decoiling and cutting into specified lengths before the products are despatched for sale. Excise department demanded duty from the EPA, holding the activity as manufacture and ignoring the payment of duty made by Tata Steel. An appeal against the order of the Commissioner Central Excise, Jamshedpur was filed in CESTAT, Kolkata and was allowed in favour of the EPA. The department has filed an appeal against CESTAT order with Jharkhand High Court, Ranchi, which is still pending for hearing. Subsequent demands in this regard have not been adjudicated. The liability till 31st March 2010, if materializes, will be to the tune of **Rs. 291.22** crores (*31.03.2009 : Rs. 271.60 crores*). However, the company has already paid duty amounting to **Rs. 189.52** crores (*31.03.2009 : Rs. 169.05 crores*) based on the final sale price of the material.
- (f) The State Government of Orissa introduced "Orissa Rural Infrastructure and Socio Economic Development Act 2004" with effect from February 2005 levying tax on mineral bearing land computed on the basis of value of minerals produced from the mineral bearing land. The Company had filed a Writ Petition in the High Court of Orissa, challenging the validity of the Act. Orissa High Court held in November 2005 that State does not have authority to levy tax on minerals. The State Government of Orissa moved the Supreme Court against the order of Orissa High Court and the case is pending with Supreme Court. The liability, if it materialises, as at 31.03.2010 would be **Rs. 1,277.74** crores (*31.03.2009 : Rs. 1,041.67 crores*).
- (g) In terms of the agreements entered into between Tata Teleservices Ltd. (TTSL), Tata Sons Ltd. (TSL) and NTT DoCoMo, Inc. of Japan (Strategic Partner-SP), the Company was given by Tata Sons an option to sell 52,46,590 equity shares in TTSL to the SP, as part of a secondary sale of 25,31,63,941 equity shares effected along with a primary issue of 84,38,79,801 shares by TTSL to the SP. In 2008-09, the company realised Rs. 60.91 crores on sale of these shares resulting in a profit of Rs. 49.77 crores. If certain performance parameters and other conditions are not met, should the SP decide to divest its entire shareholding in TTSL, acquired under the primary issue and the secondary sale, and should TSL be unable to find a buyer for such shares, the Company is obligated to acquire the shareholding of the SP, at the higher of fair value or 50 percent of the subscription purchase price, in proportion of the number of shares sold by the company to the aggregate of the secondary shares sold to the SP, or if the SP divests the shares at a lower price pay a compensation representing the difference between such lower sale price and the price referred to above. Further, in the event of breach of the representations and warranties (other than title and tax) and covenants not capable of specific performance, the Company is liable to reimburse TSL, on a pro rata basis, upto a maximum sum of Rs. 78.75 crores. The exercise of the option by SP being contingent on several variables the liability, if any, is remote and indeterminable.
- (h) The Company has been paying royalty on coal extracted from its quarries pursuant to the judgement and order dated 23.07.2002 passed by the Jharkhand High Court. However, the State Government demanded royalty on processed coal at rates applicable to processed coal. Though the Company has contested the above demand, it has started paying, under protest, royalty on processed coal from November 2008. The incremental royalty, paid under protest, during November 2008 to March 2010 of **Rs. 17.21** crores has been charged off to Profit and Loss Account. The incremental amount, if payable, for the period till October 2008 works out to **Rs. 344.19** crores (*31.03.2009 : Rs. 232.57 crores*) and has been considered as a contingent liability.
- (i) Uncalled liability on partly paid shares and debentures **Rs. 0.01** crore (*31.03.2009 : Rs. 0.01 crore*).
- (j) Bills discounted **Rs. 332.03** crores (*31.03.2009 : Rs. 497.90 crores*).

SCHEDULE N : NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS OF THE COMPANY AND ITS SUBSIDIARIES FOR THE FINANCIAL YEAR 2009-10 :- continued

4. The Indian Steel and Wire Products Limited (ISWPL), a subsidiary, was declared a sick industrial company within the meaning of Section 3(i)(o) of the Sick Industrial Companies (Special Provisions) Act, 1985 (hereinafter referred to as 'SICA'). The Board for Industrial and Financial Reconstruction (BIFR) sanctioned a scheme vide its Order dated 22nd October, 2003, 21st November, 2003 and 18th December, 2003 for rehabilitation of the ISWPL by takeover of its management by Tata Steel Limited.

The significant notes appearing in the accounts of The Indian Steel and Wire Products Limited are given below :

As per clause 6.12 (xiii) of BIFR order dated 21st November, 2003, all liabilities not disclosed in the audited balance sheet for the year ended 31st March, 2002 including notes on accounts as then would be the personal responsibility of the erstwhile promoters to discharge. In view of the above, the following liabilities, which were not disclosed in the said balance sheet including the notes on accounts, have not been provided for or recognised in the accounts for financial year 2004-05, 2005-06, 2006-07, 2007-08, 2008-09 as well as accounts for financial year 2009-10.

Particulars	Rs. crores
Show cause notices/Demand raised by Central Excise Authorities (Under Appeal)	0.29
The Sales Tax Assessment is pending from the year 1998-99 onwards.	
Additional liability, if any, for pending assessments has not been ascertained (Under Appeal)	4.73
Employee State Insurance demand (Under Appeal)	1.49
Leave liability for ex-employees	0.33
Labour court cases	0.01
Income tax demand (Under Appeal)	3.05
Railway dues	0.04
Power dues	6.21
Liability for loan for Learjet Aircraft purchase	1.49
Wealth tax	3.90
Liability for Security Services	0.32

The items indicated above are not exhaustive and any other liability, which may come to the notice of the present management also would be the personal liability of the erstwhile promoters.

5. The Company has given undertakings to (a) IDBI Bank Ltd. not to dispose of its investment in The Tinplate Company of India Limited, (b) ICICI Bank Ltd., IFCI and IIBI not to dispose of its investment in the Indian Steel Rolling Mills Ltd. (ISRM). The ISRM is under liquidation, (c) IDBI not to dispose of its investment in Wellman Incandescent India Ltd., (d) IDBI and ICICI Bank Ltd. not to dispose of its investment in Standard Chrome Ltd., (e) State Bank of India not to dispose of its investment in Tata BlueScope Ltd. (f) Standard Chartered Bank, Hong Kong and Shanghai Banking Corporation and Nedbank not to dispose of majority stake in Tata Steel (KZN) (Pty) Ltd., (g) Mizuho Corporate Bank Limited, not to dispose of its investments in Tata NYK Shipping Pte. Limited, (minimal stake required to be able to provide a corporate guarantee towards long term debt), (h) IL&FS Trust Company Ltd. not to transfer, dispose off, assign, charge or lien or in any way encumber its holding in Taj Air Ltd., without the prior consent of the respective financial institutions/banks so long as any part of the loans/facilities sanctioned by the institutions/banks to these eight companies remains outstanding. Subsequent to Balance Sheet date, i.e. 30th April, 2010, the Company has given undertaking to State Bank and others not to dispose of its investment in Centennial Steel Company Ltd. (CSCL), below 51% of CSCL's paid up equity share capital.

The Company has furnished a Security Bond in respect of its immovable property to the extent of Rs. 20 crores in favour of the Registrar of the Delhi High Court and has given an undertaking not to sell or otherwise dispose of the said property.

The Promoters' (i.e. L & T Infrastructure Development Projects Ltd. and Tata Steel Ltd.) combined investments in The Dhamra Port Company Ltd., (DPCL) representing 51% of DPCL's paid-up equity share capital are pledged with IDBI Trusteeship Services Ltd.

The Promoters' (i.e. The Tata Power Company Limited. and Tata Steel Ltd.) combined investments in Industrial Energy Limited., (IEL) representing 51% of IEL's paid-up equity share capital are pledged with Infrastructure Development Corporation Limited (IDFC).

Tata Steel Global Minerals Holdings Pte Ltd (TSGMH), a subsidiary of the Company and Riversdale Mining Limited (RML) have executed a deed of cross charge in favour of each other to secure the performance of obligation under Joint Venture agreement and funding requirements of the Joint Venture Riversdale Energy (Mauritius) Limited (REML) upto a maximum amount of US\$ 100 mn on the Shares of REML and all of its present and future benefits and rights under the Joint Venture agreement.

6. The Company had, on 20th August, 2005, signed an agreement with the Government of Jharkhand to participate in a special health insurance scheme to be formulated by the Government of Jharkhand for the purpose of providing medical facilities to the families of the people below poverty line. The state government would develop a suitable scheme and the Company has agreed to contribute to such scheme, when operational, a sum of Rs. 25 crores annually for a period of 30 years or upto the year of operation of the scheme whichever is less. The scheme is yet to be formed and no contribution has been made till 31st March, 2010.
7. The notes to accounts of Tata Korf Engineering Services Limited (TKES), a subsidiary, state that : The accumulated losses of the Company as at 31st March, 2010 exceed its paid up Share Capital. The Company has practically closed its operations. Pending the preparation of a scheme, the financial statements have been prepared on a "going concern" basis. The report of the auditors to the members of TKES contains an audit qualification on this account.

Tata Korf Engineering Services Ltd. has a negative net worth as on 31.03.2010 of **Rs. 8.62** crores (31.03.2009 : Rs. 8.60 crores).

SCHEDULE N : NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS OF THE COMPANY AND ITS SUBSIDIARIES FOR THE FINANCIAL YEAR 2009-10 :- continued

8. Fixed Assets

- a) Estimated amount of contracts remaining to be executed on Capital Account and not provided for : **Rs. 16,823.70** crores (31.03.2009 : Rs. 13,525.33 crores).
- b) The Company has taken on lease Plant and Machinery, having an aggregate cost of **Rs. 3.79** crores (31.03.2009 : Rs. 3.79 crores). The element of the lease rental applicable to the cost of the assets has been charged to the Profit and Loss Account over the estimated life of the asset and financing cost has been allocated over the life of the lease on an appropriate basis. The total charge to the Profit and Loss Account for the year is **Rs. 0.62** crores (2008-09 : Rs. 0.62 crore). The break up of total minimal lease payments due as at 31st March, 2010 and their corresponding present value are as follows :

Rs. crores

Period	As at 31.03.2010		As at 31.03.2009	
	Minimum Lease Payments	Present Value	Minimum Lease Payments	Present Value
Not later than one year	0.26	0.25	0.62	0.59
Later than one year but not later than five years	-	-	0.26	0.23
Later than five years	-	-	-	-
Total	0.26	0.25	0.88	0.82

The break-up of total minimum lease payments for operating lease due as on 31st March, 2010, entered into by the company, its subsidiaries and joint ventures are as follows:

Rs. crores

Period	As at 31.03.2010	As at 31.03.2009
	Minimum Lease Payments	Minimum Lease Payments
Not later than one year	1,164.56	1,225.05
Later than one year but not later than five years	3,044.49	3,102.08
Later than five years	2,127.37	1,272.08
Total	6,336.42	5,599.21

The total charge to the Profit and Loss Account for the year on account of operating lease is **Rs. 967.22** crores (2008-09: Rs. 999.98 crores).

The company, its subsidiaries and joint venture have taken certain leaseholds on finance lease, having an aggregate cost of **Rs. 1,434.84** crores (31.03.2009: 1,596.84 crores). The break up of total minimum lease payments for finance lease due as on 31st March, 2010 and their corresponding present values, are as follows :

Rs. crores

Period	As at 31.03.2010		As at 31.03.2009	
	Minimum Lease Payments	Present Value	Minimum Lease Payments	Present Value
Not later than one year	129.51	95.35	137.04	121.56
Later than one year but not later than five years	456.42	306.46	535.85	378.81
Later than five years	517.07	379.03	589.37	501.80
Total	1,103.00	780.84	1,262.26	1,002.17

9. Profit and Loss Account

- a) i) Provision for employee separation compensation has been calculated on the basis of net present value of the future monthly payments of pension and lump sum benefits under the scheme including **Rs. 46.34** crores (31.03.2009 : Rs. 76.93 crores) in respect of schemes introduced during the year.
- ii) The amounts payable within one year under the ESS aggregates to **Rs. 195.39** crores (31.03.2009 : Rs. 203.33 crores).
- iii) Miscellaneous Expenditure (to the extent not written off) on ESS account in Balance Sheet represents the balance amount to be amortised over five years or the financial year ending 31st March, 2010, whichever is earlier. Accordingly, the balance as at 31st March, 2010 is Rs. Nil.
- b) The manufacturing and other expenses shown in the profit and loss account include **Rs. 707.48** crores (2008-09 : Rs. 914.37 crores) in respect of Research and Development activities undertaken during the year.

SCHEDULE N : NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS OF THE COMPANY AND ITS SUBSIDIARIES FOR THE FINANCIAL YEAR 2009-10 :- continued

- c) The company has opted for accounting the exchange differences arising on reporting of long term foreign currency monetary items in line with Companies (Accounting Standards) Amendment Rules 2009 relating to Accounting Standard 11 (AS-11) notified by Government of India on 31st March, 2009 which allows foreign exchange difference on long-term monetary items to be capitalised to the extent they relate to acquisition of depreciable assets and in other cases to amortise over the period of the monetary asset/liability or the period up to 31st March, 2011, whichever is earlier.

As on 31st March, 2010, a credit of **Rs. 206.95** crores (31.03.2009 : Debit of Rs. 471.66 crores) remains to be amortised in the "Foreign Currency Monetary Items Translation Difference Account" after taking a charge of **Rs. 85.67** crores (2008-09 : Rs. 30.79 crores) in the Profit & Loss Account and **Rs. 47.35** crores (net of deferred tax **Rs. 24.38** crores) [31.03.2009 : Rs. 32.54 crores (net of deferred tax Rs. 16.76 crores)] adjusted against Securities Premium Account during the current financial year on account of amortisation. The Depreciation for the year ended 31st March, 2010 is higher by **Rs. 0.44** crore (2008-09 : Rs. 2.04 crores) and the Loss after taxes, minority interest and share of profit of associates for the year ended 31st March, 2010 is higher by **Rs. 577.04** crores (2008-09 : Profit after taxes, minority interest and share of profit of associates is higher by Rs. 899.58 crores).

- d) Restructuring Costs in exceptional items relates to disposal/impairment of assets and restructuring arising out of the 'Fit for the Future' programme at Tata Steel Europe Limited.

- e) The consolidated Profit and Loss Account includes the consolidated results of Tata Steel Europe Limited and its subsidiaries whose income contributes 62% of the consolidated total income. The pension liability of Tata Steel Europe Limited is computed and accounted for in accordance with International Financial Reporting Standards (IFRS). IFRS permits the impact of changes in the assets and liabilities, inter alia, due to assumption of variables like bond yield rates, inflation and demographic assumptions to be accounted for in "Reserves and Surplus". This practice is consistently followed by Tata Steel Europe Limited. The Indian Accounting Standard (AS-15) is different from the above and requires such changes to be accounted for in the Profit and Loss Account. Given the large share of Tata Steel Europe Limited in the consolidated Profit and Loss Account of the company, and the potential volatility caused by periodic changes in the assumptions underlying the computation of the pension liabilities, it is not considered practicable to adopt a common accounting policy for accounting for the actuarial gains/losses in respect of the pension liability of the Company and Tata Steel Europe Limited. Accordingly the actuarial loss of **Rs. 3,541.23** crores (31.03.2009 : Rs. 5,496.58 crores) (Net of tax) recognised in Tata Steel Europe Limited has been accounted in Reserves and Surplus in the consolidated financial statements in accordance with IFRS principles and as permitted by Accounting Standard 21 – Consolidated Financial Statements. Had the Company followed the practice of recognising changes in actuarial valuations in respect of the pension plans of Tata Steel Europe Limited, in the Profit and Loss Account, the loss after taxes, minority interest and share of profit of associates would have been higher by **Rs. 3,541.23** crores (31.03.2009 : profit after taxes, minority interest and share of profit of associates would have been lower by Rs. 5496.58 crores).

- (f) In the absence of any operative Indian Accounting Standard on the subject, changes in fair value of outstanding derivative instruments designated as cash flow hedges against firm commitments and highly probable forecast transactions which were hitherto accounted in the profit & loss account w.e.f. 1st April 2009 have been accounted in "Reserves & Surplus" in accordance with IFRS principles and the proposed Accounting Standard AS30. Had the Company not changed the policy, the consolidated loss after taxes, minority interest and share of profit of associates for the year ended 31st March, 2010 would have been lower by **Rs. 61.53** crores.

- g) The Company raised Rs. 3,578.75 crores (US \$ 875 million) through the issue of Foreign Currency Convertible Alternative Reference Securities ("CARS") during FY 2007-08. The CARS will be convertible into either qualifying securities (which may be in the form of depository receipts with restricted rights of withdrawal representing underlying ordinary shares with differential rights as to voting) or ordinary shares only between 4th September, 2011 to 6th August, 2012 and are redeemable in foreign currency only in September 2012, if not converted into equity. The CARS will be convertible at a conversion price of Rs. 733.13 per share. The CARS carry a coupon rate of 1% p.a. The outstanding CARS, if any, at maturity will be redeemable at a premium of 23.34% of the principal amount, with an effective YTM of 5.15%.

During 2009-10, the Company invited holders of the CARS to exchange their holdings for 4.5% Convertible Bonds due in 2014. The offer closed on 16th November, 2009 and CARS having face value of US\$ 493 million were exchanged into Convertible Bonds worth US\$ 546.94 million. The net exchange difference of **Rs. 143.15** crores has been recognised as an expense in the Profit and Loss Account during the year. The 4.5% Convertible Bonds are convertible at Rs. 605.53 at an exchange rate of 1 US\$ = Rs. 46.36 at any time on or after 31st December, 2009 and up to the close of business on 11th November, 2014. The aggregate principal amount of CARS remaining outstanding after this exchange is US\$ 382 million.

Premium payable on redemption and the expenses related to the issue of CARS are adjusted against the Securities Premium Account. Changes to premium payable on account of exchange fluctuation is transferred to "Foreign Currency Monetary Items Translation Difference Account" in line with Companies (Accounting Standards) Amendment Rules 2009 relating to Accounting Standard 11 (AS-11) notified by Government of India on 31st March, 2009. Such exchange fluctuation on the premium payable is amortised over the balance period of CARS but not beyond 31st March, 2011, by adjusting the same to Securities Premium Account. Accordingly, an amount of **Rs. 47.35** crores (net of deferred tax **Rs. 24.38** crores) [2008-09 : Rs. 32.54 crores (net of deferred tax Rs. 16.76 crores)] has been amortised and adjusted against Securities Premium Account.

SCHEDULE N : NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS OF THE COMPANY AND ITS SUBSIDIARIES FOR THE FINANCIAL YEAR 2009-10 :- continued

10. Pursuant to the sanction of the Honourable High Court of Calcutta to the Scheme of Amalgamation, the assets and liabilities of the erstwhile Hooghly Met Coke & Power Company Ltd. (HMPCL) whose principal business was manufacture of metallurgical coke, have been merged with the Company with effect from 1st April, 2009 in accordance with the Scheme so sanctioned. The effect of the merger has been given in the accounts as per the scheme sanctioned.

The amalgamation has been accounted for under the "Pooling of Interests method" as prescribed by Accounting Standard 14 (AS-14) as notified by the Government of India. Accordingly the assets, liabilities and other reserves of the erstwhile HMPCL as at 1st April, 2009 have been taken over at their book values. As a result reserves of the erstwhile HMPCL aggregating to Rs. 12.28 crores have been added to the reserves of the Company. The difference of Rs. 0.69 crore between the value of net assets taken over, and the investment of the Company in the shares of HMPCL has been adjusted to the Amalgamation Reserve of the Company.

Pursuant to the Scheme, referred above, 58,26,63,618 shares held by the Company in the erstwhile HMPCL have been cancelled.

11. The effect of acquisition of subsidiaries on the financial position and results as included in the consolidated financial statements for the year ended 31st March, 2010 are given below :

Rs. crores

	Acquisition
FUNDS EMPLOYED	
Share Capital	68.25
Reserves & Surplus	195.44
Secured Loans	131.07
Unsecured Loans	12.26
Deferred Tax Liability	7.67
Current Liabilities	80.15
Provisions	7.30
APPLICATION OF FUNDS	
Net Block (including CWIP)	176.77
Investment	16.75
Current Assets	274.02
Loans & Advances	34.60
INCOME	
Sales and other Operating Income	1,028.85
Other Income	(0.15)
EXPENDITURE	
Manufacturing and other Expenses	971.37
Depreciation	11.97
Expenditure Transferred to Capital	(0.21)
Net Finance Charges	7.56
PROFIT/(LOSS) FOR THE YEAR	38.01

12. NatSteel Holdings Pte. Ltd., and its subsidiaries (NSH Group) has an unquoted equity investment in an associate company, Southern Steel Berhad ("SSB"), which is stated in the financial statement at the carrying value of **S\$ 64,849,000** (31.03.2009 : S\$ 52,142,000). The carrying value is arrived at after accounting for share of results in SSB's profit after tax and minority interest, translation gain and dividend of **S\$ 12,714,000**, **S\$ 2,310,000** and **S\$ 2,317,000** respectively for the financial year ended 31st March, 2010. (31.03.2009 : loss after tax and minority interest S\$ 6,345,000, translation loss S\$ 3,499,000 and dividend S\$ 5,923,000). The figures used for equity accounting of SSB's results for the financial year from 1st April, 2009 to 31st March, 2010 used for the purpose of consolidation are unaudited and are prepared under the Financial Reporting Standards in Malaysia.
13. For the following companies unaudited Financial Statements have been considered for consolidation: Easteel Services (Malaysia) Sdn. Bhd., Eastern Steel Fabricators Phillipines, Inc., NatSteel Equity IV Pte. Ltd., NatSteel Middle East FZE, NatSteel Trade International (Shanghai) Company Ltd., PT Materials Recycling Pte Ltd., Tata Korf Engineering Services Ltd., Bangla Steel & Mining Co. Ltd., Orchid Netherlands (No. 1) B.V., Corus Metals (Malaysia) Sdn Bhd, Corus International (Guangzhou) Limited, Corus International (Shanghai) Limited, Corus Holdings (Thailand) Limited, Corus Metals (Thailand) Limited being subsidiaries.

SCHEDULE N : NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS OF THE COMPANY AND ITS SUBSIDIARIES FOR THE FINANCIAL YEAR 2009-10 :- continued

Bhubaneshwar Power Pvt. Ltd. and The Dhamra Port Company Ltd., being joint ventures.

Almora Magnesite Ltd., TRF Ltd., Strategic Energy Technology Systems Private Ltd., Riversdale Mining Limited, European Profiles (Malaysia) Sdn Bhd and Southern Steel, Berhard being associates.

14. In one of the subsidiaries, in terms of the Licence Agreement dated 29.01.2002 with Board of Trustees for the Port of Kolkata, the subsidiary is required to invest in equipment and infrastructure as follows :

Sl. No.	Purpose of Investment	Phasing of Investment (Rs. crores)			
		Within 18 months	Within 24 months	Within 36 months	Total
1.	For Procurement of Equipment for ship to shore handling & vice versa and horizontal transfer of cargo	23.06	2.85	–	25.91
2.	Storage of cargo	–	1.74	1.20	2.94
3.	Office building, workshop etc.	–	0.75	0.25	1.00
4.	Utility Services	–	0.22	–	0.22
	Total	23.06	5.56	1.45	30.07

As at 31st March, 2010 the subsidiary's investments in equipments and infrastructure aggregate to **Rs. 25.80** crores (31.03.2009 : Rs. 25.80 crores). The management of the subsidiary company has requested the Port Trust Authorities for suitable modification to the investment obligation in view of the changes in the business and economic scenario. The Port Trust Authorities have, subject to sanction of Central Government approved the changes proposed by the subsidiary in the specifications of the equipments and other required infrastructure.

15. In respect of joint ventures the contingent liabilities and capital commitment are as follows :

Name of the Joint Venture Company	Country of Incorporation	Percentage of Holding	Contingent Liabilities Rs. crores	Capital Commitment Rs. crores
mjunction services ltd.	India	50%	0.72 0.32	– –
The Dhamra Port Company Limited	India	50%	–	208.46 432.99
Tata BlueScope Steel Limited	India	50%	9.37 13.36	114.32 172.37
Tata NYK Shipping Pte. Ltd.	Singapore	50%	–	252.98 439.44
Bhubaneshwar Power Private Ltd.	India	26%	1.30 1.00	– –
S & T Mining Company Private Ltd.	India	50%	– 0.25	– –

**SCHEDULE N : NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS OF THE COMPANY AND ITS SUBSIDIARIES
FOR THE FINANCIAL YEAR 2009-10 :- continued**

16. Employee Benefits

- a) The Company has recognised, in the profit and loss account for the current year, an amount of **Rs. 270.70** crores (2008-09: *Rs. 258.59 crores*) as expenses under the following defined contribution plans :

	Rs. crores	
Benefit Contribution to	2009-10	<i>2008-09</i>
Provident Fund	148.10	<i>129.02</i>
Superannuation Fund	65.32	<i>37.48</i>
Employees Pension Scheme/Coal Mines Pension Scheme	14.98	<i>77.30</i>
TISCO Employees Pension Scheme	41.70	<i>14.69</i>
Employees State Insurance	0.60	<i>0.10</i>
Total	270.70	<i>258.59</i>

- b) The Company operates post retirement defined benefit plans as follows :

- a. Funded
 - i. Post Retirement Gratuity
 - ii. Post Retirement Pension Plan
- b. Unfunded
 - i. Post Retirement Medical Benefits
 - ii. Pensions to Directors
 - iii. Farewell Gifts
 - iv. Packing and Transportation Expenses

- c) Details of the post retirement gratuity plan are as follows:

	Rs. crores	
Description	2009-10	<i>2008-09</i>
1. Reconciliation of opening and closing balances of obligation		
a. Obligation as at the beginning of the year	1,132.96	<i>814.42</i>
b. Current service cost	56.17	<i>40.49</i>
c. Interest cost	83.07	<i>61.80</i>
d. Obligation of new companies	0.97	<i>8.43</i>
e. Actuarial (gain)/loss	79.37	<i>284.23</i>
f. Exchange rate variation	(0.88)	<i>3.15</i>
g. Benefits paid	(93.16)	<i>(79.56)</i>
h. Obligation as at the end of the year	1,258.50	<i>1,132.96</i>
The defined benefit obligation as at 31.03.2010 is funded except in the case of Tata BlueScope Steel Ltd., NatSteel Asia Pte. Ltd., and Lanka Special Steel Ltd.		
2. Change in Plan Assets (Reconciliation of opening & closing balances)		
a. Fair value of plan assets as at beginning of the year	845.12	<i>731.31</i>
b. Expected return on plan assets	74.52	<i>59.67</i>
c. Assets of new companies	0.95	<i>7.45</i>
d. Actuarial gain/(loss)	5.35	<i>33.62</i>
e. Employers' contributions	256.96	<i>91.05</i>
f. Benefits paid	(90.03)	<i>(77.98)</i>
g. Fair value of plan assets as at end of the year	1,092.87	<i>845.12</i>
3. Reconciliation of fair value of assets and obligations		
a. Fair value of plan assets as at end of the year	1,092.87	<i>845.12</i>
b. Present value of obligation as at end of the year	1,258.50	<i>1,132.96</i>
c. Amount recognised in the balance sheet :	165.63	<i>287.84</i>
– Provisions	166.10	<i>287.93</i>
– Loans and advances	(0.47)	<i>(0.09)</i>
4. Expense recognised in the period		
a. Current service cost	56.17	<i>40.49</i>
b. Interest cost	83.07	<i>61.80</i>
c. Expected return on plan assets	(74.52)	<i>(59.67)</i>
d. Actuarial (gain)/loss	74.02	<i>250.61</i>
e. Expense recognised during the year	138.74	<i>293.23</i>

**SCHEDULE N : NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS OF THE COMPANY AND ITS SUBSIDIARIES
FOR THE FINANCIAL YEAR 2009-10 :- continued**

Rs. crores		
Description	31.03.2010	31.03.2009
	% invested	% invested
5. Investment Details		
a. GOI securities	12	15
b. Public sector unit bonds	27	36
c. State/Central Government guaranteed securities	13	11
d. Special deposit schemes	–	12
e. Private sector unit bonds	8	5
f. Others (including bank balances)	40	21
	100	100
6. Assumptions		
a. Discount rate (per annum)	1.65-8.5%	1.65-8.5%
b. Estimated rate of return on plan assets (per annum)	8-9.5%	8-9.58%
c. Rate of escalation in salary (per annum)	3.6-10%	3.6-10%
7. Other Disclosures		
a. Experience adjustment on plan liabilities – gain / (loss)	(104.84)	(202.65)
b. Experience adjustment on plan assets – gain / (loss)	5.35	33.62

The basis used to determine overall expected rate of return on assets and the effect on major categories of plan assets is as follows:

The major portions of the assets are invested in PSU bonds and Special Deposits. Based on the asset allocation and prevailing yield rates on these asset classes, the long term estimate of the expected rate of return on the fund assets have been arrived at. Assumed rate of return on assets is expected to vary from year to year reflecting the returns on matching Government bonds.

- d) Details of Post Retirement Pension plans are as follows:

Rs. crores		
Description	2009-10	2008-09
1. Reconciliation of opening and closing balances of obligation		
a. Obligation as at beginning of the year	94,721.99	1,06,330.88
b. Current service cost	969.27	1,106.62
c. Interest cost	5,979.71	6,655.43
d. Obligation of new companies	–	–
e. Actuarial (gain)/loss	21,129.92	(9,834.03)
f. Exchange rate variation	(8,876.46)	(4,341.28)
g. Settlements and curtailments	(90.37)	(31.40)
h. Benefits paid	(6,884.43)	(5,823.50)
i. Employee contribution	527.26	604.33
j. Past service cost	–	54.94
k. Obligation as at end of the year	1,07,476.89	94,721.99
2. Change in plan assets (reconciliation of opening & closing balances)		
a. Fair value of plan assets as at beginning of the year	99,702.40	1,17,619.62
b. Expected return on plan assets	5,747.77	6,804.55
c. Actuarial gain/(loss)	17,553.65	(15,932.23)
d. Assets of new companies	–	–
e. Contributions employee	527.26	604.32
f. Contributions employer	1,273.20	1,287.14
g. Settlements and curtailments	(60.25)	–
h. Benefits paid	(6,914.55)	(5,862.74)
i. Exchange rate variation	(8,820.11)	(4,818.26)
j. Net fair value of plan assets as at end of the year	1,09,009.37	99,702.40
3. Reconciliation of fair value of assets and obligations		
a. Fair value of plan assets as at end of the year	1,09,009.37	99,702.40
b. Present value of obligation as at end of the year	1,07,476.89	94,721.99
c. Amount recognised in the balance sheet – assets	1,532.48	4,980.41
– Provisions	(259.17)	(509.84)
– Loans and advances	1,791.65	5,490.25

**SCHEDULE N : NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS OF THE COMPANY AND ITS SUBSIDIARIES
FOR THE FINANCIAL YEAR 2009-10 :- continued**

Description	Rs. crores	
	2009-10	2008-09
4. Expense recognised in the period		
a. Current service cost	969.27	1,106.62
b. Interest cost	5,979.71	6,655.43
c. Expected return on plan assets	(5,747.77)	(6,804.55)
d. Actuarial (gain)/loss	3,576.27*	6,098.20
e. Past service cost	–	54.94
f. Exchange rate variation	–	–
g. Settlements and curtailment	(30.12)	(31.40)
h. Expense recognised during the year	4,747.36	7,079.24
	31.03.2010	31.03.2009
5. Investment details	% invested	% invested
a. Equities	27	23
b. Bonds	62	65
c. Property	6	8
d. Others (including bank balances)	5	4
	100	100
6. Assumptions		
a. Discount rate (per annum)	2.5-6%	3.9-7%
b. Estimated rate of return on plan assets (per annum)	2.5-8.7%	3.5-9.10%
c. Rate of escalation in salary (per annum)	1-4.6%	2-4%
7. Other disclosures		
a. Experience adjustment on plan liabilities – gain/(loss)	(986.54)	(2,150.46)
b. Experience adjustment on plan assets – gain/(loss)	17,546.79	(15,908.68)

e) Details of unfunded Post Retirement defined benefit obligations are as follows:

Description	Rs. crores			
	2009-10		2008-09	
	Medical	Others	Medical	Others
1. Reconciliation of opening and closing balances of obligation				
a. Obligation as at beginning of the year	553.45	564.14	513.23	685.80
b. Current/Employer service cost	6.26	16.61	6.55	24.73
c. Interest cost	41.39	33.61	39.91	34.73
d. Obligation of new companies	0.05	0.33	2.82	1.50
e. Actuarial (gain)/loss	51.14	53.88*	25.50	(2.20)
f. Past service cost	0.17	3.72	–	7.85
g. Exchange rate variation	–	(43.41)	–	(5.61)
h. Benefits paid	(39.85)	(33.17)	(34.56)	(182.66)
i. Obligation as at end of the year	612.61	595.71	553.45	564.14
2. Expense recognised in the period				
a. Current/Employer service cost	6.21	16.61	6.55	24.73
b. Interest cost	41.39	33.61	39.91	34.73
c. Past service cost	0.17	3.72	–	7.85
d. Exchange rate variation	–	–	–	–
e. Actuarial (gain)/loss	51.14	53.88	25.50	(2.20)
f. Expense recognised during the year	98.91	107.82	71.96	65.11
3. Assumptions				
a. Discount rate (per annum) on beginning of the year	8.00%	4.40-8.00%	8.00%	4.40-8.00%
b. Discount rate (per annum) on end of the year	7-8.40%	3.90-8.00%	7.75-8%	4.40-8.00%
c. Medical costs inflation rate	5.00%	–	5.00%	–
d. Average medical cost (Rs./person) on beginning of the year	2,290.00	–	2,170.00	–
e. Average medical cost (Rs./person) on end of the year	2,640.00	–	2,290.00	–
f. Effect of a 1% change in (health care cost)	Increase	Decrease	Increase	Decrease
	(6% p.a.)	(4% p.a.)	(6% p.a.)	(4% p.a.)
– aggregate current service and Interest cost	6.81	(6.26)	5.51	(5.24)
– closing balance of obligation	100.28	(50.94)	75.48	(61.86)
4. Other Disclosures				
a. Experience adjustment on plan liabilities – gain/(loss)	(70.00)	(10.57)	(9.02)	3.57
b. Experience adjustment on plan assets – gain/(loss)	–	–	–	–

* An amount of Rs. 3,626.76 crores (gross of tax) has been accounted in Reserves and Surplus.

**SCHEDULE N : NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS OF THE COMPANY AND ITS SUBSIDIARIES
FOR THE FINANCIAL YEAR 2009-10 :- continued**
17. Information about Primary Business Segments

Particulars	Business Segments		Unallocable Rs. crores	Eliminations Rs. crores	Total Rs. crores
	Steel	Others			
	Rs. crores	Rs. crores			
Revenue :					
Total External Sales	93,706.15	8,297.15	389.82	–	1,02,393.12
	<i>1,33,481.82</i>	<i>13,175.53</i>	<i>671.91</i>	<i>–</i>	<i>1,47,329.26</i>
Inter segment sales	14,173.22	2,579.98	1,039.25	(17,792.45)	–
	<i>15,902.76</i>	<i>3,385.76</i>	<i>941.81</i>	<i>(20,230.33)</i>	<i>–</i>
Total Revenue	1,07,879.37	10,877.13	1,429.07	(17,792.45)	1,02,393.12
	<i>1,49,384.58</i>	<i>16,561.29</i>	<i>1,613.72</i>	<i>(20,230.33)</i>	<i>1,47,329.26</i>
Segment Result before Interest, Exceptional Items and Tax	4,082.36	1,031.34	(14.30)	(362.62)	4,736.78
	<i>13,079.05</i>	<i>1,164.68</i>	<i>(242.75)</i>	<i>126.97</i>	<i>14,127.95</i>
Less : Net Finance Charges (See Schedule 3, Page 192)					3,022.06
					<i>3,290.18</i>
Profit/(Loss) before taxes and exceptional items					1,714.72
					<i>10,837.77</i>
Restructuring costs (See Note 9(d), Page 216)					(1,683.72)
					<i>(4,094.53)</i>
Profit/(Loss) before Taxes					31.00
					<i>6,743.24</i>
Taxes					2,151.84
					<i>1,894.00</i>
Profit/(Loss) after Taxes					(2,120.84)
					<i>4,849.24</i>
Segment Assets	81,739.72	6,651.05	15,501.83	(13,920.19)	89,972.41
	<i>84,944.98</i>	<i>6,448.27</i>	<i>16,487.94</i>	<i>(8,444.05)</i>	<i>99,437.14</i>
Segment Liabilities	33,565.42	2,509.30	7,784.25	(13,876.24)	29,982.73
	<i>28,231.49</i>	<i>2,422.85</i>	<i>8,005.07</i>	<i>(8,425.40)</i>	<i>30,234.01</i>
Total Cost incurred during the year to acquire segment assets	5,867.62	1,006.94	284.21	(9.26)	7,149.51
	<i>7,301.36</i>	<i>823.22</i>	<i>313.94</i>	<i>(4.78)</i>	<i>8,433.74</i>
Segment Depreciation	4,136.28	212.36	143.09	–	4,491.73
	<i>3,965.58</i>	<i>189.93</i>	<i>109.88</i>	<i>–</i>	<i>4,265.39</i>
Non-Cash Expenses other than depreciation	184.56	1.29	305.18	–	491.03
	<i>379.40</i>	<i>7.31</i>	<i>318.98</i>	<i>–</i>	<i>705.69</i>

**SCHEDULE N : NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS OF THE COMPANY AND ITS SUBSIDIARIES
FOR THE FINANCIAL YEAR 2009-10 :- continued**

Information about Secondary Segments : Geographical	2009-10	<i>2008-09</i>
	Rs. crores	<i>Rs. crores</i>
Revenue by Geographical Market		
India	26,848.68	<i>26,299.57</i>
Outside India.....	75,544.44	<i>1,21,029.69</i>
	1,02,393.12	<i>1,47,329.26</i>
Additions to Fixed Assets and Intangible Assets		
India	4,408.13	<i>3,723.84</i>
Outside India.....	2,741.38	<i>4,709.90</i>
	7,149.51	<i>8,433.74</i>
	As at	<i>As at</i>
	31.03.2010	<i>31.03.2009</i>
	Rs. crores	<i>Rs. crores</i>
Carrying Amount of Segment Assets		
India	32,470.92	<i>28,819.04</i>
Outside India.....	57,501.49	<i>70,618.10</i>
	89,972.41	<i>99,437.14</i>

Notes :

- (i) The Company has disclosed Business Segment as the primary segment. Segments have been identified taking into account the nature of the products, the differing risks and returns, the organisational structure and internal reporting system. The Company's operations predominantly relate to manufacture of Steel. Other business segments comprises of Tubes, Bearings, Refractories, Pigments, Port operations, town services and Investment activities.
- (ii) Segment Revenue, Segment Results, Segment Assets and Segment Liabilities include the respective amounts identifiable to each of the segments as also amounts allocated on a reasonable basis. The expenses, which are not directly relatable to the business segment, are shown as unallocated corporate cost. Assets and liabilities that cannot be allocated between the segments are shown as unallocated corporate assets and liabilities respectively.

- (iii) Total Unallocable Assets exclude :

	As at	<i>As at</i>
	31.03.2010	<i>31.03.2009</i>
	Rs. crores	<i>Rs. crores</i>
Investments	5,109.00	<i>6,133.77</i>
Miscellaneous Expenditure	–	<i>105.48</i>
Goodwill on consolidation	14,541.82	<i>15,364.92</i>
Foreign Currency Monetary item Translation Difference Account	–	<i>471.66</i>
Deferred Tax Asset.....	114.85	<i>76.12</i>
	19,765.67	<i>22,151.95</i>
Total Unallocable Liabilities exclude :		
Secured Loans.....	28,059.33	<i>34,243.88</i>
Unsecured Loans.....	25,041.02	<i>25,656.62</i>
Provision for Employee Separation Compensation	963.67	<i>1,042.41</i>
Foreign Currency Monetary item Translation Difference Account	206.95	<i>–</i>
Deferred Tax Liability	1,768.96	<i>1,785.55</i>
Share Warrants issued by a subsidiary company.....	17.46	<i>17.46</i>
Minority Interest	884.07	<i>894.88</i>
	56,941.46	<i>63,640.80</i>

- (iv) Transactions between segments are primarily for materials which are transferred at market determined prices and common costs are apportioned on a reasonable basis.

**SCHEDULE N : NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS OF THE COMPANY AND ITS SUBSIDIARIES
FOR THE FINANCIAL YEAR 2009-10 :- continued**
18. Related Party Disclosures
(a) List of Related Parties and Relationships

Party	Relationship
A. i) Kalimati Investment Company Ltd. 1. Rujuvalika Investments Ltd.	Associate – Where the Company exercises significant influence
ii) NatSteel Asia Pte. Ltd. 1. Steel Asia Development and Management Corp. 2. Steel Asia Industries Inc. 3. Steel Asia Manufacturing Corp.	
iii) Tata Incorporated 1. TKM Overseas Ltd.	
iv) Tata Refractories Ltd. 1. Almora Magnesite Ltd.	
v) Tata Steel Ltd. 1. Indian Steel Rolling Mills Ltd. 2. Industrial Energy Ltd. 3. Jamipol Ltd. 4. Kalinga Aquatics Ltd. 5. Kumardhubi Fireclay & Silica Works Ltd. 6. Kumardhubi Metal Casting & Engineering Ltd. 7. Nicco Jubilee Park Ltd. 8. Strategic Energy Technology Systems Private Limited * 9. Tata Construction & Projects Ltd. 10. Tata Sponge Iron Ltd. 11. Tinplate Company of India Ltd. 12. TRF Ltd.	
vi) Tata Steel Holdings Pte. Ltd.	
a) Tata Steel Global Holdings Pte Ltd.	
I Corus International (Singapore) Holding Pte. Ltd. 1. European Profiles Malaysia (M) Sdn.Bhd.	
II NatSteel Holdings Pte. Ltd. 1. Southern Steel, Berhard	
III Tata Steel Europe Ltd. 1. Ab Norskstal AS 2. Albi Profils SRL 3. Altos Hornos De Mexico S.A. de C.V. 4. Appleby Frodingham Cottage Trust Limited 5. Combulex B.V. 6. Cv Gasexpansie Ijmond 7. Danieli Corus Canada Inc. 8. Danieli Corus Asia B.V. 9. Danieli Corus B.V. 10. Danieli Corus Braseq Ltda. 11. Danieli Corus Construction Services B.V. 12. Danieli Corus Construction Services Usa Inc. 13. Danieli Corus Do Brasil Ltda. 14. Danieli Corus Inc. 15. Danieli Corus Services Usa Inc. 16. Danieli India (PVT) Ltd. 17. Endex European Energy Derivates Exchanges N.V.* 18. European Profiles (Marketing) Sdn. Bhd. 19. Galvpro LP. 20. Gietwalsonderhoudcombinatie B.V. 21. Hoogovens Court Roll Service Technologies Vof 22. Hoogovens Gan Multimedia S.A. De C.V. 23. Isolation Du Sud SA 24. Issb Limited 25. MDC Sublance Probe Technology 26. Regionale Ontwikkelingsmaatschappij Voor Het Noordzeekanaalgebied N.V. 27. Richard Lees Steel Decking Asia Snd. Bhd. 28. Rsp Holding B.V. 29. Schreiner Fleischer AS 30. Shanghai Bao Yi Beverage Can Making Co Ltd. 31. Sms Mevac UK Limited	

**SCHEDULE N : NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS OF THE COMPANY AND ITS SUBSIDIARIES
FOR THE FINANCIAL YEAR 2009-10 :- continued**

Party	Relationship
32. Stuwadoorsbedrijf Velserkom B.V. 33. Thoresen & Thorvaldsen AS 34. Trico LLC 35. Weirton/Hoogovens GP 36. Workington Cottage Trust 37. Wupperman Staal Nederland B.V. IV Tata Steel Global Minerals Holdings Pte Ltd 1. Riversdale Mining Ltd.* vii) The Indian Steel and Wire Products Ltd. 1. Metal Corporation of India Ltd.	
B. i) Tata Steel Ltd. 1. Bhubaneshwar Power Pvt. Ltd. 2. mjunction services ltd. 3. S & T Mining Company Pvt. Ltd. 4. Tata Bluescope Steel Ltd. 5. Tata NYK Shipping Pte Ltd. 6. Tata Steel Processing And Distribution Limited * 7. The Dhamra Port Company Ltd. ii) Tata Steel Holdings Pte. Ltd. a) Tata Steel Global Holdings Pte Ltd. I Tata Steel Europe Ltd. 1. Afon Tinplate Company Limited 2. Air Products Llanwern Limited 3. B V Ijzerleew 4. Bsr Pipeline Services Limited 5. Caparo Merchant Bar Plc 6. Cindu Chemicals B.V. 7. Corus Celik Ticaret AS 8. Corus Cogifer Switches And Crossings Limited 9. Corus Kalpinis Simos Rom SRL 10. Danieli Corus Technical Services B.V. 11. Hks Scrap Metals B.V. 12. Ijzerhandel Geertsema Staal B.V. 13. Industrial Rail Services Ijmond B.V. 14. Laura Metaal Holding B.V. 15. Norsk Stal AS 16. Norsk Stal Tynnplater AS 17. Ravenscraig Limited 18. Tata Elastron SA 19. Tata Elastron SA Steel Service Center 20. Texturing Technology Limited II Tata Steel Global Minerals Holdings Pte. Ltd. 1. Riversdale Energy (Mauritius) Ltd.	Joint Venture
C. Tata Sons Ltd.	Promoters' holding together with its Subsidiaries is more than 20%
D. Key Management Personnel Mr. B. Muthuraman* Mr. H. M. Nerurkar*	Whole Time Directors
E. Relatives of Key Management Personnel Ms. Sumathi Muthuraman*	Relative of Whole Time Director (Disclosure will be given only if there have been transactions)

* Part of the year.

**SCHEDULE N : NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS OF THE COMPANY AND ITS SUBSIDIARIES
FOR THE FINANCIAL YEAR 2009-10 :- continued**
18. (b) Related Party Transactions

Rs. crores

Transactions	Associates & JVs #	Key Management Personnel	Relatives of Key Management Personnel	Promoter	Total
Purchase of Goods					
Gietwalsonderhoudcombinatie B.V.	99.63 131.00	—	—	—	99.63 131.00
BSR Pipeline Services Limited	92.98 71.07	—	—	—	92.98 71.07
Caparo Merchant Bar Plc	63.84 68.33	—	—	—	63.84 68.33
Jamipol Ltd.	84.00 61.04	—	—	—	84.00 61.04
Others	106.17 268.44	—	—	—	106.17 268.44
	446.62 599.88	—	—	—	446.62 599.88
Sale of Goods					
Southern Steel, Berhard	735.22 1,599.00	—	—	—	735.22 1,599.00
Wupperman Staal Nederland B.V.	468.40 612.53	—	—	—	468.40 612.53
Tinplate Company of India Ltd.	245.61 255.28	—	—	—	245.61 255.28
Others	494.16 1,302.45	—	—	—	494.16 1,302.45
	1,943.39 3,769.26	—	—	—	1,943.39 3,769.26
Receiving of Services					
Tinplate Company of India Ltd.	370.03 358.63	—	—	—	370.03 358.63
Tata NYK Shipping Pte Ltd.	310.74 219.55	—	—	—	310.74 219.55
Others	45.21 112.51	—	—	1.36 53.83	46.57 166.34
	725.98 690.69	—	—	1.36 53.83	727.34 744.52
Rendering of Services					
Tinplate Company of India Ltd.	42.30 45.41	—	—	—	42.30 45.41
Tata Blue Scope Steel Ltd.	26.55 37.04	—	—	—	26.55 37.04
Others	8.85 19.56	—	—	0.24 0.24	9.09 19.80
	77.70 102.01	—	—	0.24 0.24	77.94 102.25
Purchase of Fixed Assets					
TRF Ltd.	3.17 17.10	—	—	—	3.17 17.10
Others	0.31 0.40	—	—	—	0.31 0.40
	3.48 17.50	—	—	—	3.48 17.50
Sale of Fixed Assets					
Jamipol Ltd.	0.07 —	—	—	—	0.07 —
	0.07 —	—	—	—	0.07 —
Dividend and Fraction Bonus amount paid to Shareholders					
Tata Sons Ltd.	—	—	—	408.42 333.07	408.42 333.07
Others	1.86 1.86	0.01 **	*	—	1.87 1.87
	1.86 1.86	0.01 **	*	408.42 333.07	410.29 334.94

**SCHEDULE N : NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS OF THE COMPANY AND ITS SUBSIDIARIES
FOR THE FINANCIAL YEAR 2009-10 :- continued**

18. (b) Related Party Transactions

Rs. crores

Transactions	Associates & JVs #	Key Management Personnel	Relatives of Key Management Personnel	Promoter	Total
Dividend income					
Tinplate Company of India Ltd.	13.94	-	-	-	13.94
	-	-	-	-	-
HKS Scrap Metal B.V.	6.68	-	-	-	6.68
	13.02	-	-	-	13.02
Norsk Stal AS	18.52	-	-	-	18.52
	38.46	-	-	-	38.46
Southern Steel, Berhard	7.70	-	-	-	7.70
	18.93	-	-	-	18.93
Others	19.18	-	-	-	19.18
	63.21	-	-	-	63.21
	66.02	-	-	-	66.02
	133.62	-	-	-	133.62
Interest Expense					
Danieli Corus Technical Services B.V	-	-	-	-	-
	2.17	-	-	-	2.17
	-	-	-	-	-
	2.17	-	-	-	2.17
Interest Income					
Tinplate Company of India Ltd.	15.20	-	-	-	15.20
	17.21	-	-	-	17.21
Others	1.26	-	-	-	1.26
	8.17	-	-	-	8.17
	16.46	-	-	-	16.46
	25.38	-	-	-	25.38
Management contracts including deputation of employees					
Tata Sons Ltd.	-	-	-	50.00	50.00
	-	-	-	50.00	50.00
	-	-	-	50.00	50.00
	-	-	-	50.00	50.00
Finance Provided					
Tinplate Company of India Ltd.	271.41	-	-	-	271.41
	110.00	-	-	-	110.00
The Dhamra Port Company Ltd.	87.94	-	-	-	87.94
	35.00	-	-	-	35.00
Others	11.74	-	-	-	11.74
	255.65	-	-	-	255.65
	371.09	-	-	-	371.09
	400.65	-	-	-	400.65
Remuneration Paid					
Mr. B. Muthuraman (upto 30.09.2009)	-	4.01	-	-	4.01
	-	5.07	-	-	5.07
Mr. H. M. Nerurkar	-	3.01	-	-	3.01
	-	-	-	-	-
	-	7.02	-	-	7.02
	-	5.07	-	-	5.07
Guarantees and collaterals given					
Tata NYK Shipping Ltd.	134.78	-	-	-	134.78
	-	-	-	-	-
Tinplate Company of India Ltd.	-	-	-	-	-
	25.00	-	-	-	25.00
	134.78	-	-	-	134.78
	25.00	-	-	-	25.00
Guarantees outstanding					
Tata NYK Shipping Ltd.	134.78	-	-	-	134.78
	-	-	-	-	-
	134.78	-	-	-	134.78
	-	-	-	-	-

**SCHEDULE N : NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS OF THE COMPANY AND ITS SUBSIDIARIES
FOR THE FINANCIAL YEAR 2009-10 :- continued**
18. (b) Related Party Transactions

					Rs. crores
Transactions	Associates & JVs #	Key Management Personnel	Relatives of Key Management Personnel	Promoter	Total
Outstanding Receivables					
Caparo Merchant Bar Plc	86.00	-	-	-	86.00
	<i>29.09</i>	-	-	-	<i>29.09</i>
Ravenscraig Limited	130.51	-	-	-	130.51
	<i>158.90</i>	-	-	-	<i>158.90</i>
Southern Steel, Berhard	86.71	-	-	-	86.71
	<i>87.06</i>	-	-	-	<i>87.06</i>
Others	73.73	-	-	4.01	77.74
	<i>845.81</i>	-	-	<i>4.01</i>	<i>849.82</i>
	376.95	-	-	4.01	380.96
	<i>1,120.86</i>	-	-	<i>4.01</i>	<i>1,124.87</i>
Outstanding Payables					
Tinplate Company of India Ltd.	22.47	-	-	-	22.47
	<i>33.78</i>	-	-	-	<i>33.78</i>
Tata Sons Ltd.	-	-	-	56.10	56.10
	-	-	-	<i>55.68</i>	<i>55.68</i>
Others	77.38	-	-	-	77.38
	<i>81.21</i>	-	-	-	<i>81.21</i>
	99.85	-	-	56.10	155.95
	<i>114.99</i>	-	-	<i>55.68</i>	<i>170.67</i>

Notes :

*	Rs. 23,891.15
**	Rs. 43,389.30
***	Rs. 20,828.81

Transactions with Joint Ventures have been disclosed at full value.

**SCHEDULE N : NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS OF THE COMPANY AND ITS SUBSIDIARIES
FOR THE FINANCIAL YEAR 2009-10 :- continued**

19. Earnings per Share (EPS)

	2009-10	<i>2008-09</i>
	Rs. crores	<i>Rs. crores</i>
(i) Profit/(Loss) after Taxes, Minority Interest and Share of Profit of Associates.....	(2,009.22)	<i>4,950.90</i>
Less: Preference dividend including tax thereon	53.68	<i>128.05</i>
Profit/(Loss) attributable to ordinary shareholders	(2,062.90)	<i>4,822.85</i>
Profit/(Loss) attributable to ordinary shareholders – for Diluted EPS.....	(2,062.90)	<i>5,213.74</i>
	Nos.	<i>Nos.</i>
(ii) Weighted Average No. of Ordinary Shares for Basic EPS.....	82,78,79,356	<i>72,99,13,379</i>
Add : Adjustment for Nil (2008-09: 8,750) Convertible Alternative Reference Securities	–	<i>4,64,56,339</i>
Adjustment for 5,469.35 (2008-09: Nil) 4.5% Foreign Currency		
Convertible Bonds (See Note 9(g), Page 216)	–	–
Adjustment for Options relating to Nil (2008-09: 12,446)		
Detachable Warrants	–	<i>7,613</i>
Adjustment for 54,72,66,011 (2008-09: 54,72,66,011) Cumulative Convertible Preference Shares	–	<i>9,12,08,752</i>
Weighted Average No. of Ordinary Shares for Diluted EPS	82,78,79,356	<i>86,75,86,083</i>
	Rs. 10.00	<i>Rs. 10.00</i>
(iii) Nominal Value of Ordinary Shares.....		
(iv) Basic Earnings per Ordinary Share.....	Rs. (24.92)	<i>Rs. 66.07</i>
(v) Diluted Earnings per Ordinary Share	Rs. (24.92)	<i>Rs. 60.09</i>

20. Deferred Tax Liability (Net)

	Deferred Tax (Asset)/Liability as at	
	31-03-2010	<i>31-03-2009</i>
	Rs. crores	<i>Rs. crores</i>
Deferred Tax Liabilities		
(i) Difference between book and tax depreciation	3,027.88	<i>3,070.35</i>
(ii) Prepaid expenses.....	74.23	<i>32.57</i>
(iii) Actuarial Gain / (Loss)	360.40	<i>1,281.65</i>
(iv) Others.....	1,039.30	<i>1,037.64</i>
	(A)	<i>(A)</i>
	4,501.81	<i>5,422.21</i>
Deferred Tax Assets		
(i) Employee Separation Compensation.....	(491.84)	<i>(504.87)</i>
(ii) Wage Provision	(128.63)	<i>(70.19)</i>
(iii) Provision for doubtful debts and advances.....	(36.90)	<i>(38.95)</i>
(iv) Disallowance under Section 43B	(169.63)	<i>(172.40)</i>
(v) Provision for Leave Salary.....	(148.82)	<i>(149.73)</i>
(vi) Provision for Employee Benefits.....	(78.94)	<i>(79.53)</i>
(vii) Differences in written down value of development of property	(3.20)	<i>(5.27)</i>
(viii) Other Provisions	(198.48)	<i>(284.68)</i>
(ix) Unadjusted losses	(1,458.68)	<i>(2,107.69)</i>
(x) Redemption premium on CARS (See Note 9(g), Page 216)	(132.58)	<i>(299.47)</i>
	(B)	<i>(B)</i>
	(2,847.70)	<i>(3,712.78)</i>
Deferred Tax Liability (Net)	(A+B)	<i>(A+B)</i>
	1,654.11	<i>1,709.43</i>

21. Figures pertaining to the subsidiary companies and joint ventures have been reclassified where necessary to bring them in line with the Company's financial statements.

22. Previous year's figures have been recast/restated where necessary.

23. Figures in italics are in respect of the previous year.

Consolidated Financial Ratios

	2009-10	2008-09	2007-08	2006-07	2005-06	2004-05	2003-04	2002-03	2001-02
1. EBITDA/Turnover	9.12%	12.55%	13.90%	30.73%	32.23%	39.35%	31.19%	23.79%	15.85%
2. PBT/Turnover	1.78%	7.43%	7.65%	25.09%	27.20%	34.08%	24.27%	14.10%	3.04%
3. Return on Avg. Capital Employed	5.69%	15.57%	21.13%	23.31%	39.47%	48.31%	27.71%	16.12%	6.32%
4. Return on Avg. Net Worth	¹⁶ (8.01)%	16.19%	51.00%	34.19%	43.57%	62.02%	45.96%	35.60%	7.68%
5. Asset Turnover	98.15%	128.56%	108.27%	76.65%	120.89%	107.44%	100.15%	79.18%	65.43%
6. Inventory Turnover (in days)	72.00	55.00	37.00	46.00	45.00	42.00	40.00	45.00	55.00
7. Debtors Turnover (in days)	44.00	39.00	28.00	21.00	23.00	24.00	30.00	47.00	63.00
8. Gross Block to Net Block	2.33	2.39	2.51	1.65	1.67	1.65	1.70	1.65	1.57
9. Net Debt to Equity	1.77	1.65	1.99	0.84	0.06	0.22	0.42	1.14	1.82
10. Current Ratio	1.46	1.78	1.87	2.45	1.35	1.11	1.07	1.39	1.63
11. Interest Cover ratio	1.60	4.32	3.46	16.38	35.21	28.52	21.89	5.09	1.56
12. Networth per share (post CCPS conversion)	278.07	330.49	472.03	223.08	181.53	128.95	81.52	89.23	68.16
13. Earnings per share	¹⁶ (24.92)	66.07	176.81	64.66	67.62	65.27	32.40	28.00	5.17
14. Dividend Payout	¹⁶ (45.00)%	30.00%	11.00%	26.00%	22.00%	23.00%	23.00%	32.00%	78.00%
15. P/E Ratio	¹⁶ (25.36)	3.12	3.92	6.95	7.93	6.14	11.84	4.78	18.89

1. EBITDA/Turnover : Earnings Before Interest Depreciation Tax and Exceptional Items/Turnover.
(EBITDA : PAT after minority & share of associates + Taxes +(-) Exceptional Items + Net Finance Charges + Depreciation).
(Turnover : Sales & Other Operating Income less Excise Duty).
2. PBT/Turnover : Profit Before Tax/Turnover.
(PAT after minority & share of associates + Taxes +(-) Exceptional Items).
3. Return on Average Capital Employed : EBIT/Average Capital Employed.
(Capital Employed : Total Funds Employed – Miscellaneous Expenses to the extent not written off or adjusted - Foreign Currency Monetary Translation Diff Account)).
(EBIT : PAT after minority & share of associates + Taxes +(-) Exceptional Items + Net Finance Charges).
4. Return on Average Net Worth : PAT after minority & share of associates/Average Net Worth.
(Net Worth : Equity Share Capital + Preference Share Capital + Reserves & Surplus – Miscellaneous Expenses to the extent not written off or adjusted - Foreign Currency Monetary Translation Diff Account).
5. Asset Turnover : Net Sales/(Total Assets - Investments - Misc Expenses to the extent not written off or adjusted - Foreign Currency Monetary Translation Diff Account - Advance Against Equity + Current Liabilities & Provisions).
6. Inventory Turnover : Average Inventory/Sale of Products in days.
7. Debtors Turnover : Average Debtors/Turnover in days.
8. Gross Block to Net Block : Gross Block/Net Block.
9. Net Debt to Equity : Net Debt/Avg. Net Worth.
(Net Debt :Secured Loan+Unsecured loan -Cash & Bank - Current Investments).
10. Current Ratio : Current Assets (excluding advance against equity)/Current Liabilities.
11. Interest Cover Ratio : Earnings Before Interest and Tax/Net Finance Charges.
12. Net Worth per share : Net Worth/Average Number of Equity Shares (post CCPS conversion).
13. Earnings per share(Basic) : Profit attributable to Ordinary Shareholders/Weighted average number of ordinary shares.
14. Dividend Payout : Dividend/PAT after minority & share of associates.
15. P/E Ratio : Market Price/Earnings per share (Basic).
16. The consolidated result being net loss, the ratios are negative.

TATA STEEL

Tata Steel Limited

Regd. Office : Bombay House, 24, Homi Mody Street, Mumbai 400 001.

Attendance Slip

Shareholders attending the Meeting in person or by Proxy are requested to complete the attendance slip and hand it over at the entrance of the meeting hall.

I hereby record my presence at the HUNDRED AND THIRD ANNUAL GENERAL MEETING of the Company at Birla Matushri Sabhagar, 19, Sir Vithaldas Thackersey Marg, Mumbai 400 020, at 3.30 p.m. on Friday, the 13th August, 2010.

.....
Full name of the Shareholder
(in block capitals)

.....
Signature

Folio No. /DP ID No.* & Client ID No.*
* Applicable for members holding shares in electronic form.

.....
Full name of Proxy
(in block capitals)

.....
Signature

NOTE : Shareholder/Proxyholder desiring to attend the meeting should bring his copy of the Annual Report for reference at the meeting.

TATA STEEL

Tata Steel Limited

Regd. Office : Bombay House, 24, Homi Mody Street, Mumbai 400 001.

Proxy

I/We
of in the district of being
a Member/Members of the above named Company, hereby appoint
..... of in the district of or failing him
..... of in the district of
..... as my/our Proxy to attend and vote for me/us and on my/our
behalf at the HUNDRED AND THIRD ANNUAL GENERAL MEETING of the Company, to be held on Friday, the 13th August, 2010 and at any
adjournment thereof.

Signed this day of 2010.

Folio No. /DP ID No.* & Client ID No.*

* Applicable for members holding shares in electronic form.

Signature _____

Affix
Revenue
Stamp

No. of Shares _____

This form is to be used @ in favour of _____ the resolution. Unless otherwise instructed, the proxy will act as he thinks fit.
@ against _____

@ Strike out whichever is not desired.

NOTES : (i) The proxy must be returned so as to reach the Registered Office of the Company at Bombay House, 24, Homi Mody Street, Mumbai 400 001, not less than FORTY-EIGHT HOURS before the time for holding the aforesaid meeting.

(ii) Those members who have multiple folios with different jointholders may use copies of this Attendance Slip/Proxy.

