

Tata Steel Europe Distribution B.V.

Financial statements 2016 ending on March 31, 2016

Introduction

Tata Steel Ltd.

Tata Steel Europe Distribution B.V is a 100% subsidiary of Tata Steel Netherlands BV. The ultimate European parent company is Tata Steel Europe Ltd., this company is a 100% subsidiary of Tata Steel Global Holdings Pte., A non-publicly traded company in Singapore. Tata Steel Ltd. is the ultimate parent company. Tata Steel Ltd. is located in Mumbai, India and is listed on the stock exchange of Mumbai, India (BSE), the National Stock Exchange (NSE), the Calcutta Stock Exchange Assn. Limited and the Luxembourg Stock Exchange.

The address of the parent company is included on page 8 of this report .

Balance sheet

(for appropriation of the result)

As of March 31	Explanation	2016 (x€ 1.000)	2015 (x € 1.000)
Current assets			
Claims	1	<u>687</u>	<u>211</u>
Liquid assets	2	797	783
		1.484	994
TOTAL ASSETS		1.484	994
Liabilities			
current liabilities	3	(3.011)	(2.520)
Loan	4	<u>(1.800)</u>	<u>(1.800)</u>
		(4.811)	(4.320)
TOTAL LIABILITIES		(4.811)	(4.320)
NET ASSETS		<u>(3.326)</u>	<u>(3326)</u>
Equity capital	5		
Issued share capital		731	731
Non-distributable reserve		6	6
Other reserves		(4.063)	(4 1 1 9)
<u>Undistributed result</u>			<u>56</u>
TOTAL EQUITY CAPITAL		<u>(3.326)</u>	<u>(3326)</u>

Profit- and loss statement

For the financial period ending on March 31

		2016 (x€ 1.000)	2015 (x€ 1.000)
<u>Operational costs</u>	<u>6</u>	<u>15</u>	<u>86</u>
Operating result		15	86
Financial expenses		(10)	86
financial gains			
<u>Tax result</u>		<u>5</u>	<u>75</u>
Taxes	7	(5)	
Net result after taxation			56

Summary of significant accounting principles for valuation and determination of profit

General

The financial statements have been prepared in accordance with generally accepted accounting principles for valuation and determination in the Netherlands. The financial statements have been prepared on a historical cost basis. Unless stated otherwise, assets and liabilities are valued at nominal value. The financial statements are prepared in euros.

Claims

Assets are recognized after the deduction of provisions for doubtful debts.

Liabilities

Amounts are considered to be payable within one year and current liabilities

Taxation

Calculation of the tax on the profit or loss and on direct mutations in reserves is based on current tax rates. The difference between the calculated tax amounts using this method and the tax amounts based on the calculation of the results in accordance with the tax regulations is included in the balance sheet as a deferred tax liability or asset (in accordance with the 'accrual accounting method'). Generally no provisions are included in the balance sheet for deferred tax liabilities with regard to basis and interests in group of corporations and affiliated companies. Deferred tax claims are not activated in case it is insufficient that this will be compensated in the future.

Notes to the balance sheet

1. Claims

These claims have a maturity of less than one year.

2. Liquid assets

Liquid assets consist of redeemable deposits and bank balances.

3. Current liabilities

The liabilities consist of liabilities with a maturity of less than one year.

<u>(x € 1.000,-)</u>	<u>2016</u>	<u>2015</u>
creditors third parties	(1.024)	(218)
<u>Intercompany creditors</u>	<u>(1.986)</u>	<u>(2.302)</u>
<u>Total current liabilities</u>	<u>(3.011)</u>	<u>(2.520)</u>

4. Loan

An intercompany loan with a maturity of less than one year,

5. Equity capital

The authorized capital of the company amounts to € 900 000, - distributed over 2000 shares of € 450 - each. Issued and fully paid are 1,625 shares of € 450, - each.

Joint nominal € 731.250,-

(x € 1 000,-)	Published shares capital	None distributable reserve	Other unappropriated reserves	result	Total
Balance value on 31 March 2015			(4,11 9)	56	
Unappropriated result in 2015	731	6	56	(56)	(3 326)
Unappropriated profit in the current year					
Balance value on 31 March 2016	731	6	(4.063)	0	(3 326)

Notes to the profit and loss account

6. Operational expenses

The operating expenses are costs allocations included to group companies. There are negative cost because the costs allocations were slightly higher than the actual cost.

7. Taxation

Tata Steel Europe Distribution BV is fiscally integrated with Tata Steel Netherlands Holding B.V. Within the fiscal entity Tata Steel Netherlands Holding B.V. shall apply until further notice, the agreement which the company each year the corporation tax is payable in accordance with the applicable rate on its taxable income for a year, as suggested include to Tata Steel Netherlands Holding B V. Upon a tax loss of the Company in a year Tata Steel Netherlands Holding BV shall recognize a liability, this is also calculated on the basis of the rate applicable to the year.

Tata Steel Europe Distribution BV forms part of the fiscal entity Tata Steel Holding Netherlands B V. and can therefore be held responsible for all the tax liabilities of the fiscal entity. The tax differs from the standard rate of 25% due to corrections to prior years.

Number of employees

The average number of active own employees in fiscal year 2016; 14 and in the year 201 5; 15.

Other notes and signing of the financial statements

Remuneration of and loans to directors

During the reporting year no amounts were payable by the Company as compensation for payment or otherwise to its directors.

On behalf of the directors of the company on March 31, 201 6, the company did not provide loans.

Names and addresses of consolidating companies and the parent company

The office address of this company is listed below .

Tata Steel Nederland B V.	Wenckebachstraat 1	1951 JZ Velsen-Noord
	PO Box 10.000	1970 CA IJmuiden

Signing of the financial statements

The 2016 financial statements ending on March 31, 2016 of Tata Steel Europe Distribution BV is signed by its entire Board of Management .

IJmuiden, June 27, 2016

Other data

No audit report

An audit report lacks in the financial statements. Since Tata Steel Europe Distribution B.V. is a "small Ltd", the obligation to have checked the financial statements by an auditor does not rest on her.

Statutory arrangements regarding the allocation of the results

The profits shown in the adopted financial statements shall be available to the general meeting of shareholders. If, according to the adopted financial statements for any year a loss is incurred, which is not covered by a reserve or by other means redeemed shall otherwise, distribution of profits shall be conducted in subsequent years, as long as such loss has been remedied.

Proposal for appropriation of the result for 2016 ending on March 31, 2016 The General Meeting of Shareholders will be proposed to fetch the loss for the year 2016 ending on March 31, 2016 amounting to € (110) charged to the other reserves.

These accounts are a translated version for information purpose only, the original language version prevails in the event of any discrepancies between the English translation and the original.