

Schedules forming part of the profit and loss account

SCHEDULE 1 : SALE OF PRODUCTS AND SERVICES :—
 (Item No. 1, page 33)

	Rupees crores	Rupees crores	Previous Year Rupees crores
(a) Sale of products		7123.12	7236.30
(b) Sale of power and water		324.28	324.76
(c) Income from services, sale of miscellaneous goods and stores, rent etc. [Including lease rentals of Rs. 2.95 crores (2000-2001 : Rs. 2.95 crores) on Wagons leased to Railways under Own Your Wagon Scheme and exchange gain Rs. 0.26 crore (2000-2001 : Rs. 1.12 crores)].....		160.08	198.38
		7607.48	7759.44

SCHEDULE 2 : OTHER INCOME :—
 (Item No. 2, page 33)

(a) Income from Investments [Gross, inclusive of tax deducted at source : Rs. 0.50 crore (2000-2001 : Rs. 0.31 crore)]			
(i) Trade investments	10.90		16.98
(ii) Investments in subsidiary companies	4.49		6.93
(iii) Other investments	35.39		20.36
		50.78*	44.27*
(b) Profit on sale/redemption of current Investments ..		7.12	0.03
(c) Profit on sale of capital assets (net of loss on assets sold/scrapped/written off)		27.68	6.31
(d) Gain on cancellation of forward covers		0.05	—
		85.63	50.61

SCHEDULE 3 : INTEREST :—
 (Item No. 6, page 33)

1. Interest on			
(i) Debentures and Fixed Loans [including Rs. 2,52,434 (2000-2001 : Rs. 79,527) in respect of Debentures/Bonds held by the Directors]		392.50	457.54
(ii) Others		26.66	24.36
		419.16	481.90
Less — Interest capitalised		16.01	69.51
		403.15	412.39
2. Less —			
(i) Interest received on sundry advances, deposits, customers' balances etc., [Gross, inclusive of tax deducted at source Rs. 6.38 crores (2000-2001 : Rs. 4.95 crores)]	30.06		35.78
(ii) Amount received on cancellation of swaps	3.34		—
		33.40	35.78
		369.75	376.61

* Includes Income from Current Investments **Rs. 35.39** crores (2000-2001 : Rs. 20.36 crores).

Schedule forming part of the profit and loss account

SCHEDULE 4 : MANUFACTURING AND OTHER EXPENSES :— (Item No. 3, page 33)

	Rupees crores	Rupees crores	<i>Previous Year Rupees crores</i>
1. PURCHASE OF FINISHED, SEMI-FINISHED STEEL AND OTHER PRODUCTS		184.32	135.88
2. RAW MATERIALS CONSUMED :			
(a) Stock on 1st April, 2001	179.26		160.44
(b) Add — (i) Purchases	973.12		789.43
(ii) Cost of raw materials produced	276.06		340.75
	1428.44		1290.62
(c) Less — Stock on 31st March, 2002	212.15		179.26
		1216.29	1111.36
3. PAYMENTS TO AND PROVISIONS FOR EMPLOYEES :			
(a) Wages and salaries, including bonus	938.37		821.83
(b) Company's contributions to provident and other funds	159.23		100.58
		1097.60	922.41
4. OPERATION AND OTHER EXPENSES :			
(a) Stores consumed	355.91		361.79
(b) Fuel oil consumed	29.15		29.36
(c) Repairs to buildings	12.78		17.10
(d) Repairs to machinery	461.72		445.81
(e) Relining expenses	23.07		55.13
(f) Conversion charges	231.87		329.28
(g) Purchase of power	690.03		659.09
(h) Rent	27.76		26.97
(i) Royalty	99.20		102.52
(j) Rates and taxes	29.98		32.30
(k) Insurance charges	7.45		8.52
(l) Commission, discounts and rebates	70.93		67.33
(m) Provision for Wealth Tax	0.60		0.20
(n) Excess Debits in previous years (net)	(7.10)		(4.53)
(o) Other expenses	335.18		326.66
		2368.53	2457.53
5. FREIGHT AND HANDLING CHARGES		561.74	578.45
6. PROVISION FOR DOUBTFUL DEBTS AND ADVANCES		40.91	17.96
7. EXCISE DUTIES		899.58	920.83
		6368.97	6144.42
8. ACCRETION/(REDUCTION) IN STOCKS OF FINISHED AND SEMI-FINISHED PRODUCTS AND WORK-IN-PROGRESS (DEDUCTED)/ADDED			
(a) Opening Stock	476.82		533.56
(b) Less — Closing Stock	465.44		476.82
		11.38	56.74
		6380.35	6201.16

Notes to Schedule 4 (Page 35)

	Rupees crores	Previous Year Rupees crores
Item 2 (b) (ii) Cost of raw materials produced excludes amounts charged to wages and salaries and other revenue accounts	209.37	223.21
Item 4 (a) Stores consumed (including write-off of obsolete spares) exclude cost of stores manufactured departmentally and charged to wages and salaries and other revenue accounts	64.44	62.07
Item 4 (c) Repairs to buildings exclude amounts charged to wages and salaries and other revenue accounts	4.69	2.87
Item 4 (d) Repairs to machinery exclude amounts charged to wages and salaries and other revenue accounts	181.58	187.66
Item 4 (e) Relining expenses exclude amounts charged to wages and salaries and other revenue accounts	13.50	12.31
Item 4 (l) Commission, discounts and rebates include —		
(1) Commission paid to selling agents	24.83	21.10
(2) Consignment agency handling charges	33.94	34.11
(3) Discounts	12.16	12.12
Item 4 (m) Provision for wealth tax is net of excess provision for past years	—	0.40
Item 4 (o) Other expenses include —		
(1) Provision for diminution in value of investments	17.82	0.47
(2) Exchange loss (net)	—	0.30
(3) Fees and out-of-pocket expenses paid/payable to Auditors :	Rupees	Rupees
(i) For services as Auditors	65,00,000	45,00,000
(ii) For Company Law matters	25,000	25,000
(iii) For other services	47,60,525	33,62,000
(iv) Reimbursement of travelling and out-of-pocket expenses	10,65,734	10,07,689
(v) For service tax	5,09,100	2,25,000
(4) Cost Audit Fees (including expenses Rs. 29,813 – 2000-2001 : Rs. 47,327)	87,213	1,04,727
Managerial Remuneration		
Managerial Remuneration for Managing Director, other Whole-time Directors and non Whole-time Directors	Rupees crores	Rupees crores
(a) Salaries (including Company's contribution to Provident and Superannuation fund)	0.96	0.77
(b) Commission	0.92	1.93
(c) Perquisites	0.60	0.14
(d) Sitting Fees	0.07	0.01
	2.55	2.85
Note :—		
In addition, the Managing Director and other Whole-time Directors are entitled to free supply of water and use of medical facilities at the Company's hospital at Jamshedpur. The above figures do not include contribution to Gratuity Fund, as separate figures are not available for the Managing Director and other Whole-time Directors, retirement benefits of Rs. 0.02 crore (2000-2001 : Rs. 0.02 crore) relating to a former director, retirement benefits of Rs. 0.34 crore (2000-2001 : Rs. Nil) to a former Managing Director and Rs. 0.16 crore (2000-2001 : Rs. Nil) for the period prior to appointment as Directors.		
COMPUTATION OF NET PROFIT IN ACCORDANCE WITH SECTION 309(5) OF THE COMPANIES ACT, 1956.		
Profit before taxes	Rupees crores	Rupees crores
Add — (a) Managerial remuneration	2.55	2.85
(b) Provision for bad & doubtful debts and advances	40.91	17.96
(c) Provision for diminution in value of investments	17.82	0.47
(d) Provision for wealth tax	0.60	0.20
	312.88	623.92
Deduct — (a) Bad debts written off (net of recoveries)	(0.77)	—
(b) Profit on Sale of Investments	22.83	1.91
	22.06	1.91
Net profit as per Section 309(5)	290.82	622.01
Commission :	Rupees	Rupees
(a) Whole-time Directors	74,00,000	1,68,00,000
(b) Non Whole-time Directors — 1% of the net profits : Rs. 290.82 lakhs (Previous year : Rs. 622.01 lakhs) restricted to	17,50,000	25,00,000
	91,50,000	1,93,00,000

Schedule forming part of the balance sheet

SCHEDULE A : SHARE CAPITAL :— (Item No. 1, page 32)

Authorised :	
440,000,000	Ordinary Shares of Rs. 10 each (<i>Previous year : 440,000,000 Ordinary Shares of Rs. 10 each</i>)
25,000,000	Cumulative Redeemable Preference Shares of Rs. 100 each (<i>Previous year : 25,000,000 Shares of Rs. 100 each</i>)
Issued :	
368,373,977	Ordinary Shares of Rs. 10 each (<i>Previous year : 368,373,977 Ordinary Shares of Rs. 10 each</i>)
—	8.42% Cumulative Redeemable Preference Shares of Rs. 100 each (<i>Previous year : 14,000,000 8.42% Cumulative Redeemable Preference Shares of Rs. 100 each</i>)
Subscribed :	
367,771,901	Ordinary Shares of Rs. 10 each fully paid up (<i>Previous year : 367,771,901 Ordinary Shares of Rs. 10 each</i>)
	<i>Add — Amount paid up on 389,516 (31.3.2001 : 389,516) Ordinary Shares forfeited</i>
—	8.42% Cumulative Redeemable Preference Shares of Rs. 100 each (<i>Previous year : 14,000,000 8.42% Cumulative Redeemable Preference Shares of Rs. 100 each</i>)

Rupees crores	As at 31-3-2001 Rupees crores
440.00	440.00
250.00	250.00
690.00	690.00
368.37	368.37
—	140.00
368.37	508.37
367.77	367.77
0.20	0.20
367.97	367.97
—	140.00
367.97	507.97

- A) Of the **367,771,901** Ordinary Shares :
- (a) 9,563,300 shares represent after sub-division 956,330 shares (including 935,000 shares issued pursuant to the Scheme of Arrangement for the conversion of Deferred Shares into Ordinary Shares and the issue of additional fully paid shares) of the face value of Rs. 75 per share which were issued as fully paid up pursuant to contracts for consideration other than cash. The nominal value of these 956,330 shares was increased from Rs. 75 to Rs. 100 each with effect from 1.1.1977.
 - (b) 19,812,460 shares represent after sub-division 1,981,246 shares of the face value of Rs. 75 per share which were issued as fully paid bonus shares by utilisation of Rs. 3,81,44,470 from Share Premium Account and Rs. 11,04,48,980 from General Reserve. The nominal value of these 1,981,246 shares was increased from Rs. 75 to Rs. 100 each with effect from 1.1.1977.
 - (c) 51,440,270 shares represent after sub-division 5,144,027 Ordinary Shares whose face value was increased during the year 1976-77 from Rs. 75 to Rs. 100 per share by utilisation of Rs. 49,760 from Share Premium Account and Rs. 12,85,50,915 from General Reserve.
 - (d) 20,576,110 shares represent after sub-division 2,057,611 shares of the face value of Rs. 100 per share which were issued as fully paid bonus shares by utilisation of Rs. 20,57,61,100 from General Reserve.
 - (e) 721,530 shares represent after sub-division 72,153 shares of the face value of Rs. 100 per share which were issued as fully paid up to the Shareholders of the erstwhile Indian Tube Company Limited on its amalgamation with the Company, for consideration other than cash.
 - (f) 33,051,470 shares represent after sub-division 3,305,147 shares of the face value of Rs. 100 per share which were issued as fully paid bonus shares by utilisation of Rs. 33,05,14,700 from General Reserve.
- B) In respect of 8.42% Cumulative Redeemable Preference Shares of Rs. 100 each, call option was exercised by the company and the entire Preference Share Capital of Rs. 140 crores was redeemed on 4th June, 2001.

Schedule forming part of the balance sheet
SCHEDULE B : RESERVES AND SURPLUS :—

(Item No. 2, page 32)

	Rupees crores	Rupees crores	As at 31-3-2001 Rupees crores
(a) SHARE PREMIUM ACCOUNT :—			
Balance as per last account		1763.40	1763.40
Add — Received during the year on annulment of forfeited shares Rs. Nil		—	—
(2000-2001 : Rs. 735)		1763.40	1763.40
(b) AMALGAMATION RESERVE :—			
Balance as per last account		1.12	1.12
(c) DEBENTURE REDEMPTION RESERVE :—			
Balance as per last account	944.00		844.00
Add/(Less) — Transferred from/(to) Profit and Loss Account ...	(310.00)		100.00
		634.00	944.00
(d) CAPITAL REDEMPTION RESERVE :—			
Balance as per last account	10.00		10.00
Add — Transferred from Profit and Loss Account	140.00		—
		150.00	10.00
(e) CAPITAL RESERVE :—			
Balance as per last account		1.30	1.30
(f) GENERAL RESERVE :—			
Balance as per last account	1242.08		1142.08
Add — Amount transferred from Profit and Loss Account	300.00		100.00
	1542.08		1242.08
Less — Amount transferred to Deferred Tax Liability Account ...	(1359.75)		—
		182.33	1242.08
(g) INVESTMENT ALLOWANCE (UTILISED) RESERVE :—			
Balance as per last account	75.55		75.55
Less — Transferred to Profit and Loss Account	(75.55)		—
		—	75.55
(h) EXPORT PROFITS RESERVE :—			
Balance as per last account		1.25	1.25
(i) FOREIGN EXCHANGE FLUCTUATIONS RESERVE :—			
Balance as per last account		14.00	14.00
(j) CONTRIBUTIONS FOR CAPITAL EXPENDITURE :—			
Balance as per last account	13.00		8.80
Add — Amount received during the year	1.77		4.20
		14.77	13.00
(k) CONTINGENCY RESERVE :—			
Balance as per last account		100.00	100.00
(l) PROFIT AND LOSS ACCOUNT :—			
Balance carried forward		215.82	214.76
		3077.99	4380.46

Schedule forming part of the balance sheet

SCHEDULE C : SECURED LOANS :— (Item No. 4(a), page 32)

	Rupees crores	As at 31-3-2001 Rupees crores
(a) Industrial Development Bank of India	150.00	150.00
(b) Joint Plant Committee-Steel Development Fund [including funded interest Rs. 245.10 crores (31.3.2001: Rs. 222.86 crores)]	1430.29	1350.49
(c) Syndicated loan from various banks (arranged by Citibank International p.l.c.) (repayable in foreign currency)	72.07	69.02
(d) 18% Non-Convertible Debentures (privately placed with Unit Trust of India, Life Insurance Corporation of India, Army Group Insurance Fund, General Insurance Corporation of India and its subsidiaries)	83.33	166.67
(e) Secured Redeemable Non-Convertible Bonds		
(i) Regular Income Bonds [including Rs. Nil held by Directors (31.3.2001: Rs. 2,10,000)]	—	321.51
(ii) Twin Benefit Bonds [including Rs. Nil held by Directors (31.3.2001: Rs. 61,000)]	—	13.90
(iii) Discount Bonds (Face Value) [including Rs. Nil held by Directors (31.3.2001: Rs. 102,000)]	—	806.25
Less : Discount charges (to the extent remaining to be written off in future years)	—	474.53
	—	331.72
(f) Syndicated loan from various banks (arranged by ANZ Investment Bank, BA Asia Ltd. and State Bank of India) (repayable in foreign currency)	265.33	233.95
(g) 12.25% Non-Convertible Debentures (privately placed with State Bank of India, Central Bank of India and Army Group Insurance Fund)	65.00	100.00
(h) Syndicated loan from various banks (arranged by Bank America Singapore Ltd., Citibank N.A. and State Bank of India) (repayable in foreign currency)	450.81	426.07
(i) 13.5% Non-Convertible Debentures (privately placed with various parties) .	50.00	50.00
(j) 13.5% Non-Convertible Debentures (privately placed with ICICI Limited)	—	100.00
(k) 14% Non-Convertible Debentures (privately placed with ICICI Limited)	—	50.00
(l) 14% Non-Convertible Debentures (privately placed with Oriental Bank of Commerce)	50.00	50.00
(m) 14.15% Non-Convertible Debentures (privately placed)	25.00	25.00
(n) 14.25% Non-Convertible Debentures (privately placed with LIC Mutual Fund)	25.00	25.00
(o) 14.25% Non-Convertible Debentures (privately placed with Life Insurance Corporation of India)	100.00	100.00
(p) 12.60% Non-Convertible Debentures (privately placed with various parties)	150.00	150.00
(q) 10.05% Non-Convertible Debentures (privately placed with various parties)	100.00	—
(r) 9.90% Non-Convertible Debentures (privately placed with various parties) .	100.00	—
(s) 9.50% Non-Convertible Debentures (privately placed with various parties) .	100.00	—
(t) 9.45% Non-Convertible Debentures (privately placed with various parties) .	50.00	—
(u) 8.90% Non-Convertible Debentures (privately placed with various parties) .	100.00	—
(v) 9.50% Non-Convertible Debentures (privately placed with various parties) .	50.00	—
(w) 9.50% Non-Convertible Debentures (privately placed with various parties) .	50.00	—
(x) 9.50% Non-Convertible Debentures (privately placed with various parties) .	50.00	—
(y) 9.25% Non-Convertible Debentures (privately placed with various parties) .	100.00	—
Carried forward . .	3616.83	3713.33

Schedule forming part of the balance sheet

SCHEDULE C : SECURED LOANS :— continued

(Item No. 4(a), page 32)

The 18% Non-Convertible Debentures, the 12.25% Non-Convertible Debentures, the 13.5% Non-Convertible Debentures [item (i) above], the 14% Non-Convertible Debentures [item (l) above], the 14.15% Non-Convertible Debentures, the 14.25% Non-Convertible Debentures [items (n) and (o) above], the 12.60% Non-Convertible Debentures, the 10.05% Non-Convertible Debentures, the 9.90% Non-Convertible Debentures, the 9.50% Non-Convertible Debentures [items (s), (v), (w) and (x) above], the 9.45% Non-Convertible Debentures, the 8.90% Non-Convertible Debentures and 9.25% Non-Convertible Debentures and the loans from the above institutions/banks are secured by mortgages, ranking *pari passu inter se*, on all present and future fixed assets, excluding land and buildings mortgaged in favour of Government of India under item (bb) hereof, land and buildings, plant and machinery and movables of the Tubes Division and the Bearings Division mortgaged in favour of the financial institutions, banks and West Bengal Industrial Development Corporation Limited, assets of the Ferro Alloys Plant at Bamnipal mortgaged in favour of State Bank of India and assets of Cold Rolling Complex (West) at Tarapur and a floating charge on the other properties and assets (excluding investments) of the Company, subject to the prior floating charge in favour of State Bank of India and other banks under items aa(i), z and aa (ii) hereof.

Loan from the Joint Plant Committee-Steel Development Fund included in item (b) above is not secured by charge on movable assets of the Company.

The 18% Non-Convertible Debentures (allotted in 1996-97) are redeemable at par in 3 equal instalments at the end of 4th, 5th and 6th year from the date of allotment.

The 12.25% Non-Convertible Debentures (allotted on 15.11.1997) are redeemable at par in 3 annual instalments in the ratio of 35:35:30 at the end of 4th, 5th and 6th year from the date of allotment.

The 13.5% Non-Convertible Debentures under item (i) (allotted on 8.5.1998) are redeemable at par at the end of 5th year from the date of allotment.

The 14% Non-Convertible Debentures under item (l) (allotted on 12.8.1998) are redeemable at par at the end of the 7th year from the date of allotment.

The 14.15% Non-Convertible Debentures (allotted on 20.10.1998) are redeemable at par at the end of 7th year from the date of allotment.

The 14.25% Non-Convertible Debentures under item (n) (allotted on 28.10.1998) are redeemable at par in 3 annual instalments in the ratio of 33:33:34 commencing at the end of the 9th year from the date of allotment.

The 14.25% Non-Convertible Debentures under item (o) (allotted on 29.10.1998) are redeemable at par in 3 equal instalments at the end of 9th, 10th and 11th year from the date of allotment.

Brought over . .

Rupees
crores
3616.83

As at
31-3-2001
Rupees
crores
3713.33

Carried forward . .

3616.83

3713.33

Schedule forming part of the balance sheet

SCHEDULE C : SECURED LOANS :— continued (Item No. 4(a), page 32)

	Rupees crores	Rupees crores	As at 31-3-2001 Rupees crores
Brought over . . .		3616.83	3713.33
<p>The 12.60% Non-Convertible Debentures (allotted on 11.10.1999) are redeemable at par in 3 annual instalments in the ratio of 30:30:40 commencing at the end of 6th year from the date of allotment.</p> <p>The 10.05% Non-Convertible Debentures (allotted on 28.05.2001) are redeemable on 28.05.2006.</p> <p>The 9.90% Non-Convertible Debentures (allotted on 09.07.2001) are redeemable on 09.07.2006.</p> <p>The 9.50% Non-Convertible Debentures under item (s) (allotted on 17.08.2001) are redeemable on 17.08.2006.</p> <p>The 9.45% Non-Convertible Debentures (allotted on 10.09.2001) are redeemable on 11.09.2006.</p> <p>The 8.90% Non-Convertible Debentures (allotted on 22.10.2001) are redeemable on 18.10.2002.</p> <p>The 9.50% Non-Convertible Debentures under item (v) (allotted on 07.11.2001) are redeemable on 07.11.2006.</p> <p>The 9.50% Non-Convertible Debentures under item (w) (allotted on 19.12.2001) are redeemable on 19.12.2006.</p> <p>The 9.50% Non-Convertible Debentures under item (x) (allotted on 22.01.2002) are redeemable on 22.01.2007.</p> <p>The 9.25% Non-Convertible Debentures (allotted on 07.03.2002) are redeemable on 07.03.2007.</p>			
(z) Working Capital Demand Loan from a bank		45.00	—
(aa) Cash Credits from Banks			
(i) State Bank of India (net of cash-in-transit Rs. 1.25 crores — 31.3.2001 : <i>Rs. 0.55 crore</i>)	330.59		356.42
(ii) Others	64.49		58.92
		395.08	415.34
<p>Borrowings from State Bank of India under item <i>aa (i)</i> and cash credits from Other Banks under items (z) and <i>(aa)(ii)</i> above are secured by hypothecation of stocks, stores and book debts, ranking in priority to the floating charge under items (a) to (y) hereof. Documentation of securities in respect of borrowings from The Hongkong & Shanghai Banking Corporation Ltd. included in item <i>aa (ii)</i> above is under finalisation.</p>			
(bb) Government of India :			
(i) for constructing a hostel for trainees at Jamshedpur		0.01	0.01
(ii) for setting up a dispensary and a clinic at Collieries		0.01	0.01
<p>Secured respectively by a first mortgage on the lands together with the buildings for hostel and dispensary and clinic constructed thereon.</p>			
(cc) Housing Development Finance Corporation Ltd. `		—	1.27
		4056.93	4129.96

Schedules forming part of the balance sheet

SCHEDULE D : UNSECURED LOANS :—

(Item No. 4(b), page 32)

	Rupees crores	As at 31-3-2001 Rupees crores
(a) Fixed Deposits (including interest accrued and due Rs. 0.21 crore — As at 31.3.2001: Rs. 0.21 crore)	107.54	65.19
(b) Inter Corporate Deposits	14.00	14.00
(c) Term loan from West Bengal Industrial Development Corporation Ltd.	0.81	0.81
(d) Housing Development Finance Corporation Ltd.	22.72	25.57
(e) Government of Orissa	14.23	17.78
(f) Deutsche Bank AG, Frankfurt (repayable in foreign currency)	42.57	40.03
(g) SBI European Bank p.l.c., London (repayable in foreign currency)	13.12	12.64
(h) The Hongkong & Shanghai Banking Corporation Ltd., Bahrain (repayable in foreign currency)	—	28.08
(i) Japan Bank for International Cooperation and various Financial Institutions (repayable in foreign currency)	237.50	255.08
(j) Commercial Papers (net of discount charges remaining to be written off Rs. 0.40 crore 31.3.2001 : Rs. Nil) [Maximum balance outstanding during the year Rs. 294.11 crores (2000-2001 : Rs. 173.82 crores)]	99.60	—
(k) 10% Non-Convertible Debentures (privately placed with Deutsche Bank)	20.00	20.00
(The interest rate has been changed from 11.5% to 10% during the year. These Debentures were allotted on 27.1.1999 and are redeemable at par on 15.2.2004)		
(l) Commerz Bank, Belgium (repayable in foreign currency)	78.80	63.08
	650.89	542.26

 Note : Amounts repayable within one year **Rs. 189.22** crores (As at 31.3.2001 : Rs. 78.74 crores)

SCHEDULE E : FIXED ASSETS :—

(Item No. 8, page 32)

Fixed Assets	Gross Block(1) as at 31.3.2001 Rupees crores	(2)&(3) Additions Rupees crores	Deductions(4) Rupees crores	Gross Block(1) as at 31.3.2002 Rupees crores	Depreci- ation for 2001-2002 Rupees crores	Total Depreciation to 31.3.2002 Rupees crores	Net Block as at 31.3.2002 Rupees crores
1. Land and Roads	46.57	140.19(5)	0.02	186.74	0.64	2.73	184.01
	41.45	5.30	0.18	46.57	0.42	2.09	44.48
2. Buildings (6) & (7)	744.97	6.25	0.76	750.46	19.71	151.91	598.55
	616.32	129.05	0.40	744.97	18.05	132.69	612.28
3. Leaseholds	2.78	—	—	2.78	—	—	2.78
	2.78	—	—	2.78	—	—	2.78
4. Railway Sidings	87.78	6.94	0.13	94.59	4.23	35.97	58.62
	86.24	1.54	—	87.78	4.15	31.87	55.91
5. Plant and Machinery (8)	9708.41	534.60	47.28	10195.73	488.48	3910.78	6284.95
	7850.34	1871.19	13.12	9708.41	456.63	3466.63	6241.78
6. Furniture, Fixtures and Office Equipment	66.67	4.26	0.34	70.59	3.51	37.03	33.56
	62.12	4.93	0.38	66.67	3.47	33.64	33.03
7. Development of Property	30.00	6.67	—	36.67	3.43	23.20	13.47
	27.75	2.25	—	30.00	5.02	19.77	10.23
8. Livestock and Vehicles	75.29	1.70	2.26	74.73	4.75	37.12	37.61
	61.85	14.97	1.53	75.29	4.51	33.39	41.90
	10762.47	700.61	50.79	11412.29	524.75	4198.74	7213.55
	8748.85	2029.23	15.61	10762.47	492.25	3720.08	7042.39
9. Buildings, Plant and Machinery, etc. under erection (including advances for capital expenditure Rs. 80.55 crores — As at 31.3.2001 : Rs. 58.26 crores)				330.15		—	330.15
				495.70		—	495.70
				11742.44		4198.74	7543.70
				11258.17		3720.08	7538.09

- (1) Gross Block is at cost except for item 8 which is shown at written down value to 31st March, 1956 plus subsequent additions at cost.
- (2) Additions include adjustments for inter se transfers.
- (3) Please See Note 13, Page 52 for effect of realignment of the value of foreign currency loans on fixed assets.
- (4) Deductions include cost of assets scrapped/sold/surrendered during the year.
- (5) Includes land at Gopalpur for which registration of conveyance is under process.
- (6) Buildings include **Rs. 2.32** crores (31.3.2001 : Rs. 2.32 crores) being cost of shares in Co-operative Housing Societies and Limited Companies.
- (7) Buildings include gross block **Rs. 5.23** crores (31.3.2001 : Rs. 5.23 crores) and net block **Rs. 0.05** crore (31.3.2001 : Rs. 1.28 crores) in respect of expenditure incurred on capital assets whose ownership does not vest in the Company.
- (8) Plant and Machinery includes wagons given on lease to Railways under Own Your Wagon Scheme **Rs. 20.79** crores (2000-2001 : Rs. 20.79 crores).

Schedule forming part of the balance sheet

SCHEDULE F : INVESTMENTS :— (Item No. 9, page 32)

	No. of shares/ debentures/ bonds fully paid-up	Rupees crores	Rupees crores	As at 31-3-2001	
				Rupees crores	Rupees crores
A. LONG TERM INVESTMENTS					
At Cost less provision for diminution in value					
Trade Investments :					
SHARES AND DEBENTURES (Quoted) —					
1. Tata Engineering and Locomotive Co. Ltd. (including 5,28,000 Shares purchased during the year and 60,26,688 shares received on conversion of Convertible Debentures during the year)	2,99,67,736	117.98		74.81	
2. Tata Engineering and Locomotive Co. Ltd. Detachable Warrants (received on subscription to Non- Convertible Debentures during the year)	24,10,674	0.12		—	
3. Tata Engineering and Locomotive Co. Ltd. 60,26,688 - 7% Secured Convertible Debentures (subscribed and fully converted into shares during the year) .	—	—		—	
4. Tata Engineering and Locomotive Co. Ltd. 24,10,674 - Secured Redeemable Non-convertible Debentures (subscribed and sold during the year)	—	—		—	
5. Tata Yodogawa Ltd.	19,99,350	3.36		3.36	
6. Tinplate Company of India Ltd.	88,75,000	29.68		29.68	
7. GKW Ltd.	10,29,996	0.23		0.23	
8. TRF Ltd.	19,13,314	4.67		4.67	
9. Kumardhubi Fireclay and Silica Works Ltd. (Book Value : Re. 1)	1,50,001	—		—	
10. Housing Development Finance Corporation Ltd. (82,500 Shares sold during the year)	—	—		0.22	
11. Tata Construction and Projects Ltd. (Book Value : Re.1)	5,61,335	—		0.60	
12. Indian Steel Rolling Mills Ltd. (Book Value : Re. 1)	3,30,315	—		—	
13. Wellman Incandescent India Ltd. (Book Value : Re. 1)	8,99,100	—		—	
14. Nicco Corporation Ltd.	3,15,000	0.18		0.18	
15. Sanderson Industries Ltd. (Book Value : Re. 1)	2,27,642	—		—	
16. ICICI Ltd. (57,503 Shares sold during the year)	—	—		0.10	
17. Tata Infomedia Ltd. (1,77,187 Bonus Shares allotted during the year)	5,31,562	1.03		1.03	
18. Tata Honeywell Ltd.	8,75,000	2.42		2.42	
19. Tata Construction and Projects Ltd. — 10% Convertible Debentures (Non-convertible portion) (Book Value : Re.1)	43,000	—		0.43	
20. Hitech Drilling Services India Ltd. (14,13,200 Shares sold during the year)	—	—		3.16	
21. Hindustan Oil Exploration Ltd.(2,00,000 Shares sold during the year)	1,00,000	0.15		0.45	
22. SBI Home Finance Ltd.	2,50,000	0.25		0.25	
23. Tata Metaliks Ltd.	1,17,99,992	11.80		11.80	
24. Tata Sponge Iron Ltd.	61,19,960	7.20		7.20	
25. Standard Chrome Ltd. (Book Value : Re. 1)	5,58,000	—		—	
26. The Tata Power Company Ltd.	56,81,818	100.00		100.00	
27. Others Rs. 40,272 (As at 31.3.2001 : Rs. 40,272) (See Note 3, page 46)		0.01		0.01	
		279.08		240.60	
		279.08		240.60	

Carried forward . .

Schedule forming part of the balance sheet

SCHEDULE F : INVESTMENTS :— continued

(Item No. 9, page 32)

	No. of shares/ debentures/ bonds fully paid-up	Rupees crores	Rupees crores	As at 31-3-2001	
				Rupees crores	Rupees crores
Brought over . .			279.08		240.60
Trade Investments :					
SHARES AND DEBENTURES (Unquoted) —					
28. Kumardhubi Metal Casting and Engineering Ltd. (Book Value : Re. 1)	10,70,000	—	—	—	—
29. Tata Industries Ltd.	20,05,213	20.09	20.09	20.09	20.09
30. Tata Services Ltd.	1,921	0.19	0.19	0.19	0.19
31. Tata International Ltd.	3,740	0.49	0.49	0.49	0.49
32. Tata Projects Ltd.	15,000	0.18	0.18	0.18	0.18
33. Risk Capital & Technology Finance Corporation Ltd. ...	1,00,000	0.10	0.10	0.10	0.10
34. Kalinga Aquatics Ltd. (Book Value : Re. 1)	10,49,920	—	—	—	—
35. Jamshedpur Injection Powder Ltd.	31,75,000	3.18	3.18	3.18	3.18
36. Tata Cellular Ltd. (4,09,99,800 Shares sold during the year)	—	—	—	40.99	40.99
37. Tata Televentures (Holdings) Ltd. (subscribed during the year)	4,09,99,800	40.99	40.99	—	—
38. Tata Ryerson Ltd.	2,50,00,000	25.00	25.00	25.00	25.00
39. Adityapur Toll Bridge Company Ltd. (3,00,000 shares allotted during the year)	3,50,000	0.35	0.35	0.05	0.05
40. Tata Teleservices Ltd.	4,80,00,400	48.00	48.00	48.00	48.00
41. Tinplate Company of India Ltd.	66,00,000	66.00	66.00	66.00	66.00
12.50% Optionally Convertible Redeemable Cumulative Preference Shares					
42. Metaljunction.com Private Ltd.	4,000	0.01	0.01	0.01	0.01
43. Nicco Jubilee Park Ltd. (2,00,000 Shares allotted during the year)	3,40,000	0.34	0.34	0.14	0.14
44. Panatone Finvest Ltd. (purchased during the year)	45,000	0.05	0.05	—	—
45. Others Rs. 37,495 (As at 31.3.2001 : Rs. 37,495) (See Note 4, page 46)		—	—	—	—
			204.97		204.42
Investments in subsidiary Companies :					
SHARES (Quoted) —					
46. Stewarts and Lloyds of India Ltd.	2,99,925	0.37	0.37	0.37	0.37
47. Tata SSL Ltd. (including 36,92,005 Shares purchased during the year) (See Note 15, page 52)	2,52,99,908	139.32	139.32	128.78	128.78
48. Tata SSL Ltd. (36,285 partly paid shares purchased during the year) (See Note 15, page 52)	36,285	0.01	0.01	—	—
			139.70		129.15
SHARES (Unquoted) —					
49. Kalimati Investment Co. Ltd. (including 21,37,496 Shares subscribed during the year)	1,63,87,469	86.68	86.68	33.25	33.25
50. Tata Refractories Ltd.	56,09,670	11.99	11.99	11.99	11.99
51. Tata Pigments Ltd.	75,000	0.70	0.70	0.70	0.70
52. Tata Korf Engineering Services Ltd.	2,40,386	0.12	0.12	0.12	0.12
53. Tata Incorporated	1,500	1.64	1.64	1.64	1.64
			101.13		47.70
Carried forward . .			724.88		621.87

Schedule forming part of the balance sheet

SCHEDULE F : INVESTMENTS :— continued
(Item No. 9, page 32)

	No. of shares/ debentures/ bonds fully paid-up	Rupees crores	Rupees crores	As at 31-3-2001	
				Rupees crores	Rupees crores
Brought over . .			724.88		621.87
Other Investments :					
54. Shares in Bihar State Financial Corporation (Unquoted)	1,000		0.01		<u>0.01</u>
			724.89		<u>621.88</u>
B. CURRENT INVESTMENTS (at lower of cost and fair value)					
Other Investments :					
(i) INVESTMENTS OUT OF UNUTILISED MONIES RAISED BY ISSUE OF SECURED REDEEMABLE NON-CONVERTIBLE BONDS					
(Quoted)					
55. 16.00% IFCI Family Bonds 2003	200		0.10		0.10
(ii) OTHER INVESTMENTS					
(Quoted)					
56. Units in Unit Trust of India	87,37,124		8.74		11.53
(Diminution in value of Rs. 2.79 crores provided during the year) (Unquoted)					
57. UTI - Venture Capital Units	1,120		0.01		0.01
58. Investment in Mutual Funds					
A. Sold during the year:					
Units					
97,94,319.295 JM Mutual Funds - JM Liquid Fund - Dividend Plan	—	—			9.95
2,36,80,658.509 DSP Merrill Lynch Bond Fund - Dividend Option	—	—			25.15
2,39,87,774.955 Templeton India Income Fund - Dividend Plan	—	—			25.62
2,44,40,229.276 Alliance Capital Mutual Fund - Alliance Liquid Income	—	—			24.90
1,14,29,388.325 Jardine Fleming India Bond - Dividend Income Plan	—	—			12.28
2,45,11,966.742 Tata Mutual Fund - Tata Income Fund	—	—			24.94
2,36,94,459.197 Prudential ICICI Income Plan - Dividend Option	—	—			24.17
2,54,99,834.275 Birla Income Plus - Dividend Plan A ..	—	—			25.07
1,13,51,999.372 KMMF-KGILT UNIT Scheme-98 - Dividend Option	—	—			12.02
1,87,55,919.837 SBI Magnum Liquibond Income Fund - Dividend Plan	—	—			19.09
50,00,000.000 Grindlays Super Saver Income Fund - Dividend Plan	—	—			5.15
50,00,000.000 HDFC Income Fund - Dividend Option	—	—			5.06
B. Subscribed during the year:					
JM Mutual Fund - JM Income Fund	1,39,92,561.643	15.00			—
DSP Merrill Lynch Mutual - DSP Merrill Lynch Bond Fund	1,78,49,234.072	20.00			—
Alliance Capital Mutual Fund - Alliance Income Fund ..	1,39,69,304.214	15.00			—
Tata Mutual Fund - Tata Income Fund - Periodic Dividend Plan	65,70,913.850	12.00			—
Tata Mutual Fund - Tata Income Fund	2,36,05,412.928	25.00			—
Prudential ICICI Mutual Fund - Prudential ICICI Income Plan	1,16,90,647.482	13.00			—
Birla Sun Life Mutual Fund - Birla Income Plus	1,72,87,438.970	18.00			—
Kotak Mahindra Mutual Fund - K Bond Unit Scheme 99 (Wholesale Plan)	47,88,813.332	5.00			—
STD Chartered Mutual Fund - GSSA GSSIF					
- Annual Dividend	41,77,109.440	5.00			—
STD Chartered Mutual Fund - GSSA GSSIF					
- Quarterly Dividend	93,45,802.555	10.00			—
HDFC Mutual Fund - HDFC Income Fund	2,33,83,970.040	25.00			—
Zurich India Mutual Fund - Zurich India High Interest Fund	1,34,73,208.856	15.00			—
Chola Mutual Fund - Chola Triple Ace (Regular Plan) .	44,56,327.986	5.00			—
Sundaram Mutual Fund - Sundaram Bond Saver	45,66,210.046	5.00			—
IL & FS Mutual Fund - IL & FS Bond Fund - Annual Dividend Plan	35,76,026.320	5.00			—
			193.00		213.40
Less : Diminution in value			14.00		—
			179.00		<u>213.40</u>
			912.74		<u>846.92</u>

Schedule forming part of the balance sheet

SCHEDULE F : INVESTMENTS :— continued
(Item No. 9, page 32)

Notes :

			Rupees crores	As at 31-3-2001 Rupees crores
(1) Aggregate amount of Quoted Investments			427.62	381.38
Market value as at 31.3.2002 : Rs. 401.23 crores (As at 31.3.2001 : Rs. 334.64 crores)				
(2) Aggregate amount of Unquoted Investments			485.12	465.54
			<u>912.74</u>	<u>846.92</u>
	No. of shares/ debentures fully paid-up		Rupees	As at 31-3-2001 Rupees
(3) Shares and Debentures (Quoted) — Others include :—				
(a) Reliance Firebrick and Pottery Co. Ltd. (partly paid up)	16,800		1	1
(b) Reliance Firebrick and Pottery Co. Ltd.	2,400		1	1
(c) Sijua (Jherriah) Electric Supply Co. Ltd.	4,144		40,260	40,260
(d) Timken India Ltd.	1		10	10
			<u>40,272</u>	<u>40,272</u>
(4) Shares and Debentures (Unquoted) — Others include :—				
(a) Bokaro and Ramgarh Ltd.	100		16,225	16,225
(b) Indian Chamber of Commerce — 8% Mortgage Debentures	50		5,000	5,000
(c) Jamshepur Educational and Cultural Co-operative Society Ltd.	50		5,000	5,000
(d) Barajamda Iron Ore Mine Workers' Central Co-operative Stores Ltd.	200		5,000	5,000
(e) Joda East Iron Mine Employees' Consumer Co-operative Society Ltd.	100		2,500	2,500
(f) Ferro-Manganese Plant Employees' Consumer Co-operative Society Ltd.	100		2,500	2,500
(g) Jamshepur Co-operative House Building Society Ltd.	10		1,000	1,000
(h) Jamshepur Co-operative Stores Ltd.	50		250	250
(i) Malusha Travels Pvt. Ltd.	2		20	20
			<u>37,495</u>	<u>37,495</u>
(5) During the year the Company acquired and sold the following investments :	Number of Units	Face Value Rs. crores	Purchase Cost Rs. crores	
MUTUAL FUNDS - Liquid Funds				
HDFC Liquid Fund	8,001,685.407	8.00	8.01	—
Grindlays Cash Fund	16,027,936.529	16.03	16.03	—
Prudential ICICI Liquid Fund	8,481,509.995	8.48	10.03	—
IDBI Cash Management Fund	16,026,429.885	16.03	16.03	—
Tata Liquid Fund	4,278,203.814	4.28	5.01	—
Sun F & C Liquid Fund	5,009,364.250	5.01	5.01	—
J M High Liquidity Fund	11,015,748.296	11.02	11.02	—
Chola Liquid Fund	5,010,666.246	5.01	5.01	—
Birla Cash Plus	7,975,733.782	7.98	10.03	—
Alliance Cash Manager	100,104.949	11.02	10.01	—
Grindlays Cash Fund	63,200,906.378	63.20	63.20	—
IDBI Cash Management Fund	31,046,063.395	31.05	31.05	—
J M High Liquidity Fund	16,038,805.176	16.04	16.04	—
Zurich India Liquid Fund	24,959,803.557	24.96	25.02	—
Chola Liquid Fund	10,013,065.559	10.01	10.01	—
MUTUAL FUNDS - Income Funds				
KMMF - K BOND	4,797,083.373	4.80	5.00	—
J M Mutual Fund	4,830,917.874	4.83	5.00	—
DSP Bond Fund	9,216,589.862	9.22	10.00	—
Templeton India Income Fund	9,128,254.256	9.13	10.00	—
Alliance Capital Mutual Fund	9,601,538.458	9.60	10.00	—
Tata Mutual Fund	14,361,300.333	14.36	15.00	—
Prudential ICICI Income Fund	14,349,501.477	14.35	15.00	—
Birla Income Plus	14,915,521.519	14.92	15.00	—
KMMF K-Gilt Unit Scheme 98	14,547,008.766	14.55	15.01	—
SBI Magnum Income Fund	9,601,997.215	9.60	10.00	—
Grindlays Super Saver Income Fund	19,034,763.208	19.03	20.00	—
HDFC Income Fund	19,432,801.337	19.43	20.00	—
Kothari Pioneer Mutual Fund	14,406,733.139	14.41	20.00	—
IDBI Mutual Fund	14,134,288.639	14.13	15.00	—
Zurich India High Interest Fund	4,651,162.791	4.65	5.00	—
Chola Triple Ace	4,545,454.545	4.55	5.00	—

Schedules forming part of the balance sheet

SCHEDULE G : STOCK-IN-TRADE :— (Item No. 10A(b), page 32)

	Rupees crores	As at 31-3-2001 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 at cost)	429.19	447.51
(b) Work-in-progress (at lower of cost and net realisable value)	36.25	29.31
	465.44	476.82
(c) Excise duty on Finished & Semi-finished Stock not assessed to duty	@ —	26.20
(d) 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 at cost)	212.15	179.26
	677.59	682.28

@ Included in (a) above

SCHEDULE H : SUNDRY DEBTORS :— (Item No. 10A(c), page 32)

	Rupees crores	As at 31-3-2001 Rupees crores
(a) Over six months old	319.80	384.11
(b) Others	886.73	996.38
	1206.53	1380.49
Less — Provision for doubtful debts	132.87	101.18
	1073.66	1279.31

	As at 31-3-2002 Rupees crores	As at 31-3-2001 Rupees crores
Sundry debts, unsecured and considered good	1073.66	1279.31
Sundry debts, considered doubtful	132.87	101.18
	1206.53	1380.49

Schedules forming part of the balance sheet

SCHEDULE I : CASH AND BANK BALANCES :—

(Item No. 10A(e), page 32)

	Rupees crores	As at 31-3-2001 Rupees crores
(a) Cash in hand (including cheques : Rs. 110.28 crores; <i>As at 31.3.2001: Rs. 88.74 crores</i>)	113.01	96.84
(b) Remittance in transit	44.28	31.29
(c) Current accounts with Scheduled Banks	50.39	108.63
(d) Current account with Bank of Bhutan	0.48*	0.31*
(e) Current account with CitiBank Singapore	0.04*	0.04*
(f) Deposit accounts with Scheduled Banks	11.00	2.12
	219.20	239.23

* Maximum balances in current account with

1. Bank of Bhutan
2. CitiBank Singapore

	2001-2002 Rs. crores	2000-2001 Rs. crores
1. Bank of Bhutan	0.61	0.32
2. CitiBank Singapore	0.16	0.61

SCHEDULE J : LOANS AND ADVANCES :—

(Item No. 10(B), page 32)

	Rupees crores	As at 31-3-2001 Rupees crores
(a) Advances with public bodies	169.47	176.70
(b) Other advances	456.73	437.21
(c) Advances to subsidiary companies [including inter-corporate deposits Rs. Nil (<i>As at 31.3.2001 : Rs. 48.91 crores</i>)]	0.76	49.23
(d) Advance payment against taxes	187.67	145.87
	814.63	809.01
Less — Provision for doubtful advances	33.79	23.80
	780.84	785.21

Loans and Advances, unsecured and considered good

Loans and Advances, considered doubtful

As at 31-3-2002 Rupees crores	As at 31-3-2001 Rupees crores
780.84	785.21
33.79	23.80
814.63	809.01

- Notes :
1. Advances with public bodies include balances with Customs, Port Trust, etc. **Rs. 94.79** crores (*As at 31.3.2001 : Rs. 124.52 crores*).
 2. Other advances include :
 - (a) Loan due by an Officer of the Company **Rs. Nil** (*As at 31.3.2001 : Rs. 45,030*) Maximum balance during the year **Rs. 45,030** (*2000-2001 : Rs. 57,030*).
 - (b) Loans due by Directors **Rs. 363,492** (*As at 31.3.2001 : Rs. 75,521*) of which **Rs. 33,059** (*As at 31.3.2001 : Rs. 75,521*) was granted prior to appointment as Directors. Maximum balance during the year **Rs. 475,522** (*2000-2001 : Rs. 129,478*).
 - (c) Inter-corporate deposits of **Rs. 136.01** crores (*As at 31.3.2001 : Rs. 83.61 crores*).
 - (d) Unamortised premium on Foreign exchange forward covers **Rs. Nil** (*As at 31.3.2001 : Rs. 0.12 crore*).
 - (e) Application monies on investments **Rs. 20.19** crores (*As at 31.3.2001 : Rs. 3.91 crores*).

Schedules forming part of the balance sheet

SCHEDULE K : CURRENT LIABILITIES :— (Item No. 11(A), page 32)

	Rupees crores	Rupees crores	As at 31-3-2001 Rupees crores
(a) Acceptances		—	25.84
(b) Sundry creditors :			
(i) For goods supplied [See Note 9(a), Page 51]	345.83		280.60
(ii) For accrued wages and salaries	448.47		414.47
(iii) For other liabilities [See Note 9(a) and (b), Page 51]	717.34		<u>862.05</u>
		1511.64	1582.96
(c) Subsidiary companies		14.67	7.60
(d) Interest accrued but not due		47.92	30.64
(e) Advances received from customers		83.01	83.40
(f) Dividend warrants posted but not encashed		10.31	7.78
		1667.55	<u>1712.38</u>

Note : Sundry Creditors for other liabilities include :
 Provision for Employees Family Benefit Scheme

	Rupees crores	As at 31-3-2001 Rupees crores
	19.94	16.21

SCHEDULE L : PROVISIONS :— (Item No. 11(B), page 32)

	Rupees crores	As at 31-3-2001 Rupees crores
(a) Provision for retiring gratuities (See Note 4, Page 51)	17.69	10.66
(b) Provision for taxation	174.84	180.20
(c) Proposed dividends	—	183.89
(d) Provision for Interim dividends	147.11	—
	339.64	<u>374.75</u>

Signatures to Schedules 1 to 4 and
A to L and Notes on pages 50 to 58

For and on behalf of the Board,

RATAN N. TATA
Chairman

B. MUTHURAMAN
Managing Director

Mumbai, 30th May, 2002.

J.C. BHAM
Company Secretary