



SL/SHR/57

6<sup>th</sup> November, 2018

The General Manager – Corporate Services,  
Bombay Stock Exchange Limited,  
Floor 25, Phiroze Jeejeebhoy Towers,  
Dalal Street,  
Mumbai – 400 001.

**Stock Code: 504961**

Website: [listing.bseindia.com](http://listing.bseindia.com)

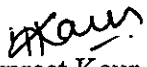
Dear Sir/Madam,

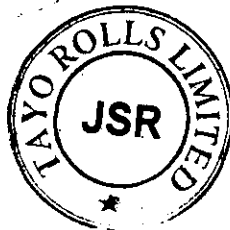
Please find enclosed herewith unaudited financial results of the Company as on September 30, 2018, along with limited review report of the auditors thereon as approved by the Board of Directors at their meeting held today.

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

You are requested to kindly take the same on record.

Yours faithfully,  
For Tayo Rolls Limited

  
(Harpreet Kaur Bhamra)  
Company Secretary & CO



Encl: As above

## **TAYO ROLLS LIMITED**

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

A **TATA** Enterprise

**TAYO ROLLS LIMITED**  
Registered Office : 3, Circuit House Area (North-East), Road No-11, Bistupur, Jamshedpur- 831 001, INDIA  
Corporate Identity Number : L27105JH1968PLC000818  
Web site: www.tayo.co.in E-mail Id: tayoregd@tayo.co.in

**STATEMENT OF UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND SIX MONTHS ENDED 30 SEPTEMBER, 2018**

**PART I**

Rupees in Lakhs

Particulars	Quarter ended			Six months ended		Year ended
	30.09.2018	30.06.2018	30.09.2017	30.09.2018	30.09.2017	31.03.2018
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
I Revenue from operations	-	-	-	-	26	34
II Other income	11	14	-	25	14	59
<b>III Total income (I + II)</b>	<b>11</b>	<b>14</b>	<b>-</b>	<b>25</b>	<b>40</b>	<b>93</b>
<b>IV Expenses</b>						
a) Cost of materials consumed	-	-	-	-	-	-
b) Changes in inventories of finished goods, stock in trade and work in progress	-	-	-	-	-	7
(c) Excise duty on sale of goods	-	-	-	-	-	-
(d) Employee benefits expense	184	193	353	378	711	1,387
(e) Finance costs	120	119	180	239	572	917
(f) Depreciation and amortization expense	151	150	158	301	167	478
(g) Consumption of stores	-	-	-	-	-	-
(h) Power and fuel	1	1	3	2	7	11
(i) Other expenses	207	6	118	212	312	464
<b>Total expenses (IV)</b>	<b>663</b>	<b>469</b>	<b>812</b>	<b>1,132</b>	<b>1,769</b>	<b>3,264</b>
<b>V Loss before exceptional items and tax (III - IV)</b>	<b>(652)</b>	<b>(455)</b>	<b>(812)</b>	<b>(1,107)</b>	<b>(1,729)</b>	<b>(3,171)</b>
VI Exceptional Items (Refer note 'b')	-	-	-	-	605	605
<b>VII Loss before tax (V - VI)</b>	<b>(652)</b>	<b>(455)</b>	<b>(812)</b>	<b>(1,107)</b>	<b>(1,124)</b>	<b>(2,566)</b>
VIII Tax expense:	-	-	-	-	-	-
<b>IX Loss for the year (VII - VIII)</b>	<b>(652)</b>	<b>(455)</b>	<b>(812)</b>	<b>(1,107)</b>	<b>(1,124)</b>	<b>(2,566)</b>
X Other comprehensive income						
Items that will not be reclassified to profit and loss						
Equity instruments through other comprehensive income	-	-	-	-	-	-
<b>Total other comprehensive income for the period (X)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>XI Total comprehensive income/(loss) for the period (IX + X)</b>	<b>(652)</b>	<b>(455)</b>	<b>(812)</b>	<b>(1,107)</b>	<b>(1,124)</b>	<b>(2,566)</b>
XII Paid-up equity share capital (Face value : Rs.10 per share)	1,026	1,026	1,026	1,026	1,026	1,026
XIII Other equity						(45,857)
XIV Earnings per share (EPS) (of Rs 10/- each) (not annualised)						
i) Basic and diluted EPS before extraordinary items for the period	(6.36)	(4.43)	(7.91)	(10.79)	(10.95)	(25.00)
ii) Basic and diluted EPS after extraordinary items for the period	(6.36)	(4.43)	(7.91)	(10.79)	(10.95)	(25.00)

(See accompanying notes to the financial results)



**TAYO ROLLS LIMITED**  
**Corporate Identity Number : L27105JH1968PLC000818**  
**Part II : UNAUDITED BALANCE SHEET AS AT 30 SEPTEMBER, 2018**

<b>ASSETS</b>	<b>As at 30.09.2018</b>	Rupees in lakhs As at 31.03.2018
<b>Non-current assets</b>		
(a) Property, plant and equipment	4,355	4,656
(b) Capital work-in-progress	-	-
(c) Other intangible assets	-	-
(d) Financial assets		
(i) Investments:		
Other investments	-	-
ii) Other financial assets	32	145
(e) Non-current tax assets	430	427
(f) Other non-current assets	191	191
<b>Total non-current assets</b>	<b>5,008</b>	<b>5,419</b>
<b>Current assets</b>		
(a) Inventories	764	764
(b) Financial assets		
(i) Trade receivables	62	74
(ii) Cash and cash equivalents	169	249
(iii) Bank balances other than cash and cash equivalents	390	546
(iv) Other financial assets	85	76
(c) Other current assets	120	147
<b>Total current assets</b>	<b>1,590</b>	<b>1,856</b>
<b>Total assets</b>	<b>6,598</b>	<b>7,275</b>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity</b>		
(a) Equity share capital	1,026	1,026
(b) Other equity	(46,965)	(45,857)
<b>Total equity</b>	<b>(45,939)</b>	<b>(44,831)</b>
<b>Liabilities</b>		
<b>Non-current liabilities</b>		
(a) Financial liabilities		
(i) Borrowings	36,117	35,814
<b>Total non-current liabilities</b>	<b>36,117</b>	<b>35,814</b>
<b>Current liabilities</b>		
(a) Financial liabilities		
(i) Borrowings	6,700	6,700
(ii) Trade payables	2,925	2,858
(iii) Other financial liabilities	1,900	1,666
(b) Provisions	1,756	1,929
(c) Current tax liabilities (net)	123	123
(d) Other current liabilities	3,016	3,016
<b>Total current liabilities</b>	<b>16,420</b>	<b>16,292</b>
<b>Total liabilities</b>	<b>52,537</b>	<b>52,106</b>
<b>Total equity and liabilities</b>	<b>6,598</b>	<b>7,275</b>



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Notes:

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

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

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

- b) The Company has incurred a loss of Rs. 652 lakhs and Rs. 1107 lakhs during the quarter and six months ended 30 September, 2018, respectively (incurred a loss of Rs 2,566 lakhs during the year ended 31 March, 2018) and accumulated losses as on date amounting to Rs. 52,506 lakhs. The net worth of the Company has already been eroded and the Company's current liabilities exceeded its current assets.

The Company's operating results continue to be materially affected by various factors, particularly high pricing pressures due to overcapacity in roll industry, general economic slowdown and unavailability of future financing. Considering, these factors the going concern assumption is not appropriate for preparing the Ind AS financial statements and these Ind AS financial statements have been prepared on other than going concern basis. Accordingly, the assets have been stated at the lower of their historic cost and estimated net realisable value and the liabilities have been stated at the values at which they are expected to be discharged

The Company issued a VSS circular on 31 May, 2016 to all its employees and having evaluated the response from employees subsequently revised the scheme on 5 September, 2016, 28 October 2016, 9 March, 2017, 15 May, 2017 and 23 March, 2018. The Company, post expiry of the revised VSS, had reviewed the remaining provision against the expenditure, and has considered the balance amount to be adequate to meet the present obligation and probable outflow to settle the current obligation.

The Board of Directors had referred the Company to the Board for Industrial and Financial Reconstruction (BIFR) as required under the First proviso of section 15 (1) of The Sick Industrial Companies (Special Provisions) Act, 1985 and the Company is registered with BIFR on 23 March, 2016. Meanwhile, the Ministry of Finance issued Notifications S.O. 3568 (E) & S.O. 3569 (E) dated 25 November, 2016 to the effect that SICA has been repealed with effect from 1 December, 2016 and all the references or inquiry pending before the BIFR and/ or AAIFR shall stand abated.




The Board of Directors at their meeting held on 3 July, 2017 had decided to refer the Company to the National Company Law Tribunal under Section 10 of the Insolvency and Bankruptcy Code, 2016 for initiation of Corporate Insolvency Resolution Process (CIRP). Subsequently, on 13 July, 2017, the Company has filed relevant application before the National Company Law Tribunal, Kolkata under Section 10 of the Insolvency and Bankruptcy Code, 2016. The Workers of the Company, in the capacity of operational creditor had also filed an application before Tribunal, Kolkata under Section 9 of the Insolvency and Bankruptcy Code (IBC), 2016 seeking initiation of CIRP. Both appeals were rejected by the Tribunal. The Company and the workers had separately filed appeal before the National Company Law Appellate Tribunal against the rejection order passed by the Tribunal. The Appellate Tribunal allowed the appeal filed by the Company and the Workers. However, it has directed the Tribunal at Kolkata to admit the appeal filed by the Workers. Another operational creditor has also filed application u/s 9 of the IBC 2016. The order of the Tribunal is awaited.

- c) The Board of Directors at their meeting held on 5 September, 2016 had decided to close the operations of the Company. Accordingly, on 6 September, 2016 the Company has filed closure application U/s 25-O of the Industrial Disputes Act, 1947 with the State Government Authorities, which was rejected on 27 October, 2016. The Company has filed a Writ Petition before the Honourable Jharkhand High Court against the rejection order. The matter is sub-judice.
- d) During the half year ended 30 September, 2018, the Company has allotted 3,00,000, 8.00% Non-Cumulative Redeemable Preference Shares aggregating to Rs. 300.00 lakhs to Tata Steel Limited, the promoter of the Company on preferential basis.
- e) Other Expenses includes Rs. 177 Lakhs being amount claimed by customer for non-performance of contracts for the half year ended on 30.09.2018 (including Rs. 171 lakhs for the current quarter)
- f) The above financial results were reviewed by the audit committee at their meeting held on 6th November, 2018 and approved and taken on record by the Board of Directors of the Company at their meeting held on 6th November, 2018.

Kolkata  
6th November, 2018



For TAYO ROLLS LIMITED

  
(K. Shankar Marar)  
Director  
DIN – 06656658





**AMK & ASSOCIATES**  
*Chartered Accountants*

Stesalit Tower, Room No: 303 3rd floor,  
E 2-3, Block EP & GP Sector-V, Salt Lake,  
Kolkata- 700091  
Ph- 91 (33) 40630462, 40697147

Sunshine Tower, 7th Floor, Unit No.: 716,  
Senapati Bapat Marg, Dadar (West)  
Mumbai- 400013  
Ph- 91 (22) 24322838

**Limited Review Report**

To  
The Board of Directors  
TAYO Rolls Limited

We have reviewed the accompanying statement of unaudited financial results of TAYO Rolls Limited (“the Company”) for the Half Year and Quarter Ended on 30<sup>th</sup> September, 2018 (“the statement”) being submitted by the Company pursuant to requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and SEBI Circular CIR/CFD/FAC/62/2016 dated 5th July, 2016. This statement is the responsibility of the Company’s Management and has been approved by the Board of Directors on 06<sup>th</sup> November, 2018. Our responsibility is to issue a report on these financial statements based on our review.

We conducted our review in accordance with the Standard on Review Engagement (SRE) 2410, Engagements to Review of Interim Financial Information Performed by issued by the Institute of Chartered Accountants of India. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the financial statements are free of material misstatement. A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provide less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.

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





**AMK & ASSOCIATES**  
*Chartered Accountants*

Stesalit Tower, Room No: 303 3rd floor,  
E 2-3, Block EP & GP Sector-V, Salt Lake,  
Kolkata- 700091  
Ph- 91 (33) 40630462, 40697147

Sunshine Tower, 7th Floor, Unit No.: 716,  
Senapati Bapat Marg, Dadar (West)  
Mumbai- 400013  
Ph- 91 (22) 24322838

We draw attention to Note 'a' of the statement wherein it is indicated that the Company has accumulated losses and its net worth has been fully eroded. The Company has incurred a net loss during the current half year and quarter ended on 30<sup>th</sup> September, 2018 and the previous year ended 31<sup>st</sup> March 2018. The Company's current liabilities exceeded its current assets as on 30<sup>th</sup> September, 2018. These conditions along with other matters set forth in Note 'a', indicate the existence of material uncertainty that may cast significant doubt about the Company's ability to continue as a going concern. Accordingly, the financial results of the Company have not been prepared on a going concern basis for the reasons stated in the said note.

Our report is not qualified in respect of this matter.

Kolkata  
06<sup>th</sup> November, 2018

For AMK & Associates  
Chartered Accountants  
FRN: 327817E

Bhupendra Kumar Bhutia  
Partner  
(M.No. 059363)

