

Tata Ceramics Limited

TATA CERAMICS LIMITED
Unaudited Provisional Balance Sheet as at 31 March 2016

Particulars	Note No.	As at 31 March, 2016 ₹ Unaudited	As at 31 March, 2015 ₹ Audited
A. EQUITY AND LIABILITIES			
1. Shareholders' funds	3	31,51,99,482	31,51,99,482
(a) Share capital	4	(23,44,24,076)	(19,75,93,311)
(b) Reserves and surplus		8,07,75,406	11,76,06,171
2. Non-current liabilities			45,30,553
(a) Long-term borrowings	5	2,86,27,914	9,45,568
(b) Long-term provisions	6	9,54,161	8,43,264
(c) Other long-term liabilities	7	10,30,937	63,19,385
		3,06,13,012	
3. Current liabilities			14,81,94,151
(a) Short-term borrowings	8	13,97,85,263	6,94,29,503
(b) Trade payables	9	7,96,73,425	1,08,16,465
(c) Other current liabilities	10	29,63,085	8,85,476
(d) Short-term provisions	11	11,13,474	22,93,25,595
		22,35,35,247	
TOTAL		33,49,23,665	35,32,51,151
B. ASSETS			
1. Non-current assets			6,39,70,606
(a) Fixed assets	12	8,03,78,509	1,669
(i) Tangible assets		838	3,05,000
(ii) Intangible assets		3,05,000	6,42,77,275
(iii) Capital work-in-progress - Tangible assets		8,06,84,347	2,16,734
(b) Non-current investments	13	2,16,734	43,57,987
(c) Long-term loans and advances	14	24,20,660	36,022
(d) Other non-current assets	15	36,022	6,88,88,018
		8,33,57,763	
2. Current assets			20,08,01,178
(a) Inventories	16	19,21,81,026	5,03,43,147
(b) Trade receivables	17	4,01,15,683	95,68,857
(c) Cash and cash equivalents	18	1,07,36,527	2,24,90,598
(d) Short-term loans and advances	19	74,69,033	11,59,353
(e) Other current assets	20	10,63,633	25,15,65,902
		25,15,65,902	28,43,63,133
TOTAL		33,49,23,665	35,32,51,151

Date 20th May 2016
Place :Kakkanad



Chief Financial Officer & Company Secretary

P.A.Nagarajan

TATA CERAMICS LIMITED
Unaudited Provisional Statement of Profit and Loss for the year ended 31 March 2016

Particulars	Note No.	For the Year ended 31 March, 2016	For the Year ended 31 March, 2015
		₹ Unaudited	₹ Audited
1. Revenue from operations (gross)	21	39,78,06,432	53,56,22,145
Less: Excise duty		(1,67,27,955)	(1,80,04,595)
Revenue from operations (net)		38,10,78,477	51,76,17,550
2. Other income	22	71,40,539	65,42,038
3. Total revenues (1+2)		38,82,19,016	52,41,59,588
4. Expenses:			
(a) Cost of materials consumed	23.a	7,93,45,405	11,92,28,053
(b) Changes in inventories of finished goods and work-in-progress	23.b	(26,46,055)	(1,71,07,423)
(c) Employee benefit expenses	24	12,58,89,914	13,36,28,917
(d) Finance costs	25	1,78,14,906	1,57,45,100
(e) Depreciation and amortisation expenses	12	1,02,97,700	1,44,70,751
(f) Other expenses	26	19,43,47,911	25,68,57,950
Total expenses		42,50,49,781	52,28,23,348
5. Profit \ (Loss) before tax (3-4)		(3,68,30,765)	13,36,240
6. Tax expense:		-	
Current tax / deferred tax expense / (credit)		(3,68,30,765)	13,36,240
7. Profit \ (Loss) after tax (5-6)			

Date 20th May 2016
Place :Kakkanad



Chief Financial Officer & Company Secretary

P.A. Nagarajan

TATA CERAMICS LIMITED**Notes forming part of financial statements**

Note No.	Particulars
1.	Corporate Information Tata Ceramics Limited ("the Company") produces and exports fine-bone china crockery and tableware and also sells the products in the domestic market. The Company was incorporated in 1991 and has its registered office and factory at Cochin Special Economic Zone (CSEZ), Kochi. As per the provisions of the Companies Act, 2013, the Company is a subsidiary of The Tata Power Company Limited.
2.	Significant Accounting Policies
2.1	Basis of accounting and preparation of financial statements The financial statements of the Company have been prepared in accordance with the Generally Accepted Accounting Principles in India (Indian GAAP) to comply with the Accounting Standards specified under Section 133 of the Companies Act, 2013, read with Rule 7 of the Companies (Accounts) Rules, 2014 and the relevant provisions of the Companies Act, 2013 ("the 2013 Act") / Companies Act, 1956 ("the 1956 Act"), as applicable. The financial statements have been prepared on accrual basis under the historical cost convention. The accounting policies adopted in the preparation of the financial statements are consistent with those followed in the previous year.
2.2	Use of estimates The preparation of the financial statements in conformity with Indian GAAP requires the Management to make estimates and assumptions considered in the reported amounts of assets and liabilities (including contingent liabilities) and the reported income and expenses during the year. The Management believes that the estimates used in preparation of the financial statements are prudent and reasonable. Future results could differ due to these estimates and the differences between the actual results and the estimates are recognised in the periods in which the results are known / materialise.
2.3	Inventories Inventories are valued at lower of cost and net realisable value. Cost of raw materials, Packing materials, Stores and Spares and consumables are valued at Cost on First-In-First-Out (FIFO) basis. Value of finished goods and work-in-progress are determined on weighted average cost basis and include appropriate share of overheads. Adequate provision is made for Non moving Inventories
2.4	Cash and cash equivalents (for purposes of Cash Flow Statement) Cash and cash equivalents comprise cash on hand and demand deposits with banks other than deposits pledged with government authorities and margin money deposits.
2.5	Cash flow statement Cash flows are reported using the indirect method, whereby profit / (loss) before extraordinary items and tax is adjusted for the effects of transactions of non-cash nature and any deferrals or accruals of past or future cash receipts or payments. The cash flows from operating, investing and financing activities of the Company are segregated based on the available information.



2.6 Depreciation and amortisation

Depreciable amount for assets is the cost of an asset, or other amount substituted for cost, less its estimated residual value.

Depreciation on tangible fixed assets has been provided under the straight-line method as per the useful life prescribed in Schedule II to the Companies Act, 2013 except in respect of the following categories of assets, in whose case the life of the assets has been assessed as under based on technical advice, taking into account the nature of the asset, the estimated usage of the asset, the operating conditions of the asset, past history of replacement, anticipated technological changes, manufacturers warranties and maintenance support, etc.:

Kiln Furniture - 3 years

Setters - 3 years

Software, an intangible asset, is amortised over the estimated useful life of 3 years under the straight line method.

The estimated useful life of the intangible assets and the amortisation period are reviewed at the end of each financial year and the amortisation period is revised to reflect the changed pattern, if any.

2.7 Revenue recognition

Sale of goods

Sales (exports and domestic) are recognised, net of returns and trade discounts, on transfer of significant risks and rewards of ownership to the buyer, which generally coincides with the delivery of goods to customers. Domestic sales include excise duty but exclude Value Added Tax (VAT).

2.8 Other income

Interest

Interest income is recognized on a time proportion basis taking into account the amount outstanding and the applicable interest rate.

Dividend

Dividend income is recognized when the company's right to receive dividend is established.

2.9 Tangible fixed assets

Fixed Assets are carried at cost less accumulated depreciation and impairment loss, if any. Cost comprises of purchase price or cost of construction and all other costs attributable to bringing the asset to working condition for the intended use and includes interest and financing costs incurred on funds borrowed specifically for the purpose of construction of asset upto the date when asset is ready for the intended use. Subsequent expenditure relating to fixed assets is capitalised only if such expenditure results in an increase in the future benefits from such asset beyond its previously assessed standard of performance.

Gains or losses arising from derecognition of fixed assets are measured as the difference between the net disposal proceeds and the carrying amount of the asset and are recognized in the statement of profit and loss when the asset is derecognized.

Capital work-in-progress:

Projects under which assets are not ready for their intended use and other capital work-in-progress are carried at cost, comprising direct cost and related incidental expenses.

2.10 Foreign currency transactions and translations

Initial recognition

Transactions in foreign currencies entered into by the Company are accounted at the exchange rates prevailing on the date of the transaction or at rates that closely approximate the rate at the date of the transaction.

Measurement of foreign currency monetary items at the Balance Sheet date

Foreign currency monetary items of the Company at the Balance Sheet date are restated at the year-end rates.

Treatment of exchange differences

Exchange differences arising on settlement / restatement of foreign currency monetary assets and liabilities of the Company are recognised as income or expense in the Statement of Profit and Loss.



2.11 Government Subsidy

Investment subsidy received from Government of Kerala is treated as Capital receipt and disclosed under Reserves and Surplus.

2.12 Investments

Non-current investments are carried individually at cost less provision for diminution, other than temporary, in the value of such investments. Current investments are carried individually, at the lower of cost and fair value. Cost of investments includes acquisition charges such as brokerage, fees and duties.

2.13 Employee benefits

Employee benefits include provident fund, superannuation fund, gratuity fund and compensated absences.

Defined contribution plans

The Company's contribution to provident fund and superannuation fund are considered as defined contribution plans and are charged as an expense as they fall due based on the amount of contribution required to be made and when services are rendered by the employees.

Defined benefit plans

For defined benefit plan, in the form of gratuity fund, the cost of providing benefits is determined using the Projected Unit Credit method, with actuarial valuations being carried out at each Balance Sheet date. Actuarial gains and losses are recognised in the Statement of Profit and Loss in the period in which they occur. The retirement benefit obligation recognised in the Balance Sheet represents the present value of the defined benefit obligation as adjusted for unrecognised past service cost, as reduced by the fair value of scheme assets. Any asset resulting from this calculation is limited to past service cost, plus the present value of available refunds and reductions in future contributions to the scheme. The gratuity fund is maintained with Life Insurance Corporation of India.

Short-term employee benefits

The undiscounted amount of short-term employee benefits expected to be paid in exchange for the services rendered by employees are recognised during the year when the employees render the service. These benefits include performance incentive and compensated absences which are expected to occur within twelve months after the end of the period in which the employee renders the related service.

Long-term employee benefits

Compensated absences, viz., privilege leave and sick leave, which are not expected to occur within twelve months after the end of the period in which the employee renders the related service are recognised as a liability at the present value of the defined benefit obligation as at the Balance Sheet date less the fair value of the plan assets, if any, out of which the obligations are expected to be settled. Privilege leave liability is funded with Life Insurance Corporation of India.

2.14 Operating Lease

Where the company is Lessee:

Lease arrangements where the risks and rewards incidental to ownership of an asset substantially vest with the lessor are recognised as operating leases. Lease rentals for non-cancellable leases are recognised in the Statement of Profit and Loss on a straight-line basis.



2.15 Earnings per share

Basic earnings per share is computed by dividing the profit / (loss) after tax by the weighted average number of equity shares outstanding during the year. Diluted earnings per share is computed by dividing the profit / (loss) after tax as adjusted for dividend, interest and other charges to expense or income relating to the dilutive potential equity shares, by the weighted average number of equity shares considered for deriving basic earnings per share and the weighted average number of equity shares which could have been issued on the conversion of all dilutive potential equity shares.

2.16 Taxes on income

Current tax is the amount of tax payable on the taxable income for the year as determined in accordance with the applicable tax rates and the provisions of the Income Tax Act, 1961 and other applicable tax laws.

Deferred tax is recognised on timing differences, being the differences between the taxable income and the accounting income that originate in one period and are capable of reversal in one or more subsequent periods. Deferred tax is measured using the tax rates and the tax laws enacted or substantively enacted as at the reporting date. Deferred tax liabilities are recognised for all timing differences. Deferred tax assets are recognised for timing differences of items other than unabsorbed depreciation and carry forward losses only to the extent that reasonable certainty exists that sufficient future taxable income will be available against which these can be realised. However, if there are unabsorbed depreciation and carry forward of losses and items relating to capital losses, deferred tax assets are recognised only if there is virtual certainty supported by convincing evidence that there will be sufficient future taxable income available to realise the assets. Deferred tax assets and liabilities are offset if such items relate to taxes on income levied by the same governing tax laws and the Company has a legally enforceable right for such set off. Deferred tax assets are reviewed at each balance sheet date for their realisability.

'Current and deferred tax relating to items directly recognised in reserves are recognised in reserves and not in the Statement of Profit and Loss.

2.17 Impairment of assets

The carrying values of assets at each Balance Sheet date are reviewed for impairment. If any indication of impairment exists, the recoverable amount of such assets is estimated and impairment is recognised, if the carrying amount of these assets exceeds their recoverable amount. The recoverable amount is the greater of the net selling price and their value in use. Value in use is arrived at by discounting the future cash flows to their present value based on an appropriate discount factor. The impairment loss is recognised as an expense in the Statement of Profit and Loss. When there is indication that an impairment loss recognised for an asset in earlier accounting periods no longer exists or may have decreased such reversal of impairment loss is recognised in the Statement of Profit and Loss.

2.18 Provisions and contingencies

A provision is recognised when the Company has a present obligation as a result of past events and it is probable that an outflow of resources will be required to settle the obligation in respect of which a reliable estimate can be made. Provisions (excluding retirement benefits) are not discounted to their present value and are determined based on the best estimate required to settle the obligation at the Balance Sheet date. These are reviewed at each Balance Sheet date and adjusted to reflect the current best estimates. Contingent liabilities are disclosed in the Notes.

2.19 Excise Duty

Excise duty is applicable to the company only in respect of goods sold in the Domestic Tariff Area (DTA). Quantity of goods meant for sale in DTA is not identified separately and hence provision for excise duty on finished goods in stock at the Balance Sheet date is not made. However, this does not have any impact on the results for the year.

2.20 Operating cycle

Based on the nature of products / activities of the Company and the normal time between acquisition of assets and their realisation in cash or cash equivalents, the Company has determined its operating cycle as 12 months for the purpose of classification of its assets and liabilities as current and non-current.



Note 3 Share capital

Particulars	As at 31 March, 2016		As at 31 March, 2015	
	Unaudited		Audited	
	Number of shares	₹	Number of shares	₹
(a) Authorised:				
(i) Equity Share Capital				
Equity shares of ₹ 2/- each	19,03,78,000	38,07,56,000	19,03,78,000	38,07,56,000
(ii) Preference Share Capital				
Redeemable Non-Cumulative Preference Shares of ₹100/- each	74,92,440	74,92,44,000	74,92,440	74,92,44,000
7.25% Redeemable Cumulative Convertible Preference Shares of ₹100/- each	12,00,000	12,00,00,000	12,00,000	12,00,00,000
Total	19,90,70,440	1,25,00,00,000	19,90,70,440	1,25,00,00,000
(b) Issued, Subscribed and Fully paid-up:				
(i) Equity Share Capital				
Equity shares of ₹ 2/- each	9,75,99,741	19,51,99,482	9,75,99,741	19,51,99,482
(ii) Preference Share Capital				
Redeemable Cumulative Convertible Preference Shares of ₹100/- each	12,00,000	12,00,00,000	12,00,000	12,00,00,000
Total	9,87,99,741	31,51,99,482	9,87,99,741	31,51,99,482

3.1 Reconciliation of the number of shares and amount outstanding at the beginning and at the end of the reporting

Particulars	Number of shares	As at 31 March, 2016 ₹	Number of shares	As at 31 March, 2015 ₹
Equity shares of ₹ 2/- each				
At the beginning of the year	9,75,99,741	19,51,99,482	9,75,99,741	19,51,99,482
Add: Issued during the period	-	-	-	-
Outstanding at the end of the year	9,75,99,741	19,51,99,482	9,75,99,741	19,51,99,482
7.25% Redeemable Cumulative Convertible Preference Shares of ₹ 100/- each				
At the beginning of the year	12,00,000	12,00,00,000	-	-
Add: Issued during the period	-	-	12,00,000	12,00,00,000
Outstanding at the end of the year	12,00,000	12,00,00,000	12,00,000	12,00,00,000

3.2.1 Terms / rights attached to the Equity Shares:

The Company has issued only one class of equity share having a face value of ₹ 2/- per share. The holder of each equity share is entitled to one vote per share. In the event of liquidation of the Company, the holders of equity shares will be entitled to receive remaining assets of the Company, after distribution to all preferential creditors and other creditors, in the order of priority. The distribution will be in proportion to the number of equity shares held by shareholders.

3.2.2 Terms / rights attached to the Preference Shares:

The Company has issued only one class of Preference Shares, viz., Redeemable Cumulative Convertible Preference Shares ('RCCPS'), having a face value of ₹ 100/- per share. Terms of issue of this class of Preference Shares are: (1) the holder of each RCCPS shall be entitled to a dividend of 7.25%, which shall be cumulative for the first 10 years from the date of allotment; and (2) these RCCPS shall be convertible into Equity Shares at the option of the holder, at fair value at the time of conversion, subject to necessary approvals, if required.

3.3 The arrears of fixed cumulative dividend on Redeemable Cumulative Convertible Preference Shares as at 31 March 2016 is ₹ 24,216,986/- (Year ended 31 March, 2015: ₹ 15,516,986/-)

3.4 Details of shareholders holding more than 5% of the share capital:

3.4.1 Equity Shares

Name of the Shareholder	As at 31 March, 2016		As at 31 March, 2015	
	Number of shares held	% of holding	Number of shares held	% of holding
Tata International Limited	3,95,64,942	40.54	3,95,64,942	40.54
The Tata Power Company Limited	91,10,000	9.33	91,10,000	9.33
Af-Taab Investment Company Limited	2,08,29,802	21.34	2,08,29,802	21.34
TIFCO Holdings Limited	1,54,29,480	15.81	1,54,29,480	15.81

3.4.2 Preference Shares

Name of the Shareholder	As at 31 March, 2016		As at 31 March, 2015	
	Number of shares held	% of holding	Number of shares held	% of holding
Af-Taab Investment Company Limited	5,00,000	41.67	5,00,000	41.67
Tata Power Trading Company Limited	3,00,000	25.00	3,00,000	25.00
Chemical Terminal Trombay Limited	4,00,000	33.33	4,00,000	33.33

As per the records of the Company, including its register of shareholders/members and other declarations received from shareholders regarding beneficial interest, the above shareholding represents both legal and beneficial ownership of shares as at the balance sheet date.

3.5 The Redeemable Cumulative Convertible Preference Shares ('RCCPS') of ₹ 100/- each are convertible at the option of the shareholder at fair value at the time of conversion. Hence, the number of equity shares reserved for issue against conversion of RCCPS can not be ascertained at the balance sheet date.



TATA CERAMICS LIMITED
Notes forming part of the financial statements
Note 4 Reserves and surplus

Particulars	As at 31 March, 2016	As at 31 March, 2015
	₹ Unaudited	₹ Audited
(a) Capital Reserve		
Subsidy received from state government:		
Opening balance	25,00,000	25,00,000
Add: Change during the year	-	-
Closing Balance	25,00,000	25,00,000
(b) Surplus/(Deficit) in Statement of Profit and Loss		
Opening balance	(20,00,93,311)	(18,65,59,047)
Add: Depreciation on transition to Schedule II of the Companies Act, 2013 on tangible fixed assets with nil remaining useful life (Net of deferred tax)		(1,48,70,504)
Add: Profit / (Loss) for the Year	(3,68,30,765)	13,36,240
Closing Balance	(23,69,24,076)	(20,00,93,311)
Total	(23,44,24,076)	(19,75,93,311)

Note 5 Long-term borrowings

Particulars	As at 31 March, 2016	As at 31 March, 2015
	₹ Unaudited	₹ Audited
(a) Term Loans (Refer Note (i))		
From Punjab National Bank - Secured	2,86,27,914	45,30,553
Total	2,86,27,914	45,30,553

(i) Details of terms of repayment and security provided in respect of secured term loans:

Terms of repayment and security	As at 31 March, 2016	As at 31 March, 2015
	₹ Unaudited Secured	₹ Audited Secured
Term loan of ₹ 500 lakhs is secured by way of (a) First charge on the entire fixed assets of the company including Immovable Property leased to the company by CSEZ, as plot No.26 , 27, 28 and 29; and (b) Paripassu charge on current assets of the company both present & future. The loan is to be repaid in 24 quarterly installments of ₹ 12.50 lakhs each starting from 01.04.2016 to 31.03.2017 ; ₹ 25 lakhs each from 01.04.2017 to 31.03.2021 and ₹ 12.50 lakhs each starting from 01.04.2021 to 31.03.2022 with the first installment due on 30.06.2016 and the last installment falling due during quarter ending 31.03.2022. Interest rate is 11.75 % p.a. (floating).	2,86,27,914	45,30,553

Note 6 Long-term provisions

Particulars	As at 31 March, 2016	As at 31 March, 2015
	₹ Unaudited	₹ Audited
(a) Provision for employee benefits		
Provision for compensated absences	9,54,161	9,45,568
Total	9,54,161	9,45,568



Note 7 Other long-term liabilities

Particulars	As at 31 March, 2016 ₹ Unaudited	As at 31 March, 2015 ₹ Audited
(a) Liability towards funded gratuity scheme	10,30,937	8,43,264
Total	10,30,937	8,43,264

Note 8 Short-term borrowings

Particulars	As at 31 March, 2016 ₹ Unaudited	As at 31 March, 2015 ₹ Audited
(a) Cash credit from banks (Secured) (Refer Notes 8.1 and 8.2 below)	93,64,687	58,63,718
(b) Export packing credit from banks (Secured) (Refer Note 8.1 below):		
(i) Foreign currency loans (Refer Note 8.3 below)	71,96,477	2,40,06,403
(ii) Indian rupee loans (Refer Note 8.4 below)	12,32,24,099	11,83,24,030
Total	13,97,85,263	14,81,94,151

Note 8.1

Cash credit facility and export packing credit facility are secured by hypothecation of stock of raw materials, work-in-progress, finished goods, trade receivables and other current assets, and pari-passu charge on the entire fixed assets of the Company.

Note 8.2

Cash credit facility is repayable on demand and carries interest rate @ 12.35% (Previous Year: 13.50%) per annum.

Note 8.3

Export packing credit foreign currency loans are repayable within a period of 180- 270 days from the date of availment of loan and carries interest rate between 3.50% to 4.30% (Previous Year: 3.33% to 5.13%) per annum.

Note 8.4

Export packing credit Indian rupee loans are repayable within a period of 180-270 days from the date of availment of loan and carries interest rate between 7.35% to 9.25% (Previous year: Between 11% to 12.25%) per annum.

TATA CERAMICS LIMITED**Notes forming part of the financial statements****Note 9 Trade payables**

Particulars	As at 31 March, 2016 ₹ Unaudited	As at 31 March, 2015 ₹ Audited
Trade payables		
(i) Other than acceptances:		
- Dues to micro and small enterprises	73,01,874	73,01,874
- Others	7,23,71,551	6,21,27,629
Total	7,96,73,425	6,94,29,503



Note 10 Other current liabilities

Particulars	As at 31 March, 2016 ₹	As at 31 March, 2015 ₹
	Unaudited	Audited
(a) Statutory remittances	23,27,824	54,81,138
(b) Trade / security deposits received	3,22,931	3,00,698
(c) Advances from customers	15,000	45,24,492
(d) Others	2,97,330	3,22,464
(e) Liability towards funded gratuity scheme		1,87,673
Total	29,63,085	1,08,16,465

Note 11 Short-term provisions

Particulars	As at 31 March, 2016 ₹	As at 31 March, 2015 ₹
	Unaudited	Audited
(a) Provision for employee benefits Provision for compensated absences	-	8,593
(b) Provision for sales tax	11,13,474	8,76,883
Total	11,13,474	8,85,476

TATA CERAMICS LIMITED**Notes forming part of the financial statements****Note 14 Long-term loans and advances***(Unsecured and considered good, unless stated otherwise)*

Particulars	As at 31 March, 2016 ₹	As at 31 March, 2015 ₹
	Unaudited	Audited
(a) Capital advances	-	15,19,000
(b) Deposits	8,58,002	11,31,402
(c) Employee advances	-	74,974
(d) Fund Balance in Employee Compensated Absences	-	13,05,042
(c) Prepaid expenses	13,05,042	-
(d) Advance income tax	2,57,616	3,27,569
Total	24,20,660	43,57,987

Note 15 Other non-current assets

Particulars	As at 31 March, 2016 ₹	As at 31 March, 2015 ₹
	Unaudited	Audited
(a) Balances with banks held as deposits pledged with sales tax authorities	36,022	36,022
Total	36,022	36,022



TATA CERAMICS LIMITED
Notes forming part of the financial statements

Note 12 Fixed Assets

Asset Particulars	Gross Block				Accumulated Depreciation and Impairment				Net Block		
	Balance as at 1 April, 2015	Additions	Disposals	Other Adjustments	Balance as at 31 March, 2016	Depreciation or Amortisation for the year	Elimination on Disposal of Assets	Transition adjustment recorded against Surplus balance in Statement of Profit and Loss	Other Adjustments	Balance as at 31 March, 2016	Balance as at 31 March, 2015
A. Tangible assets for own use											
Buildings*											
Factory buildings	7,51,56,350	-	-	-	7,51,56,350	25,09,387	-	-	-	7,26,46,963	2,68,64,396
Others	7,59,69,350	46,000	-	-	7,67,15,350	24,90,779	-	-	-	7,42,24,571	2,82,59,571
	40,48,104	3,60,700	-	-	44,08,804	12,81,233	-	-	-	30,14,137	27,66,671
	40,48,104	-	-	-	40,48,104	1,34,699	-	-	-	27,66,671	29,61,570
Plant and Machinery											
Continuous process plants	19,61,92,385	1,00,06,869	57,39,345	-	20,94,56,709	23,01,065	57,39,345	-	43,94,157	17,17,065	46,67,448
Others	19,61,92,385	63,11,951	-	-	18,61,82,385	32,08,442	-	-	-	46,67,448	80,74,296
	32,14,74,599	84,87,297	1,76,440	-	33,57,58,162	46,95,706	-	-	(43,96,919)	3,03,1,55,444	2,65,90,045
	15,71,464	92,258	-	-	16,63,722	84,842	-	1,54,45,925	(2,33,902)	2,65,90,045	4,09,75,648
	46,76,469	2,14,810	8,19,823	-	50,10,098	1,47,464	-	-	(1,62,196)	4,90,550	12,28,378
	8,32,733	-	8,56,099	-	16,88,832	3,23,722	7,51,463	(6,93,971)	-	3,43,086	10,23,143
	17,88,831	-	-	-	17,88,831	1,21,289	-	-	-	1,21,289	4,58,973
	9,80,835	-	8,56,099	-	18,36,934	1,20,609	9,56,099	-	-	1,20,609	6,09,309
	29,24,235	75,400	-	(20,16,800)	9,83,835	34,087	30,717	25,142	(13,06,703)	1,86,806	2,33,903
Computers and Data Processing Units	-	-	-	-	-	-	-	-	-	-	9,32,489
Servers and networks	3,14,765	-	-	-	3,14,765	59,705	-	-	-	2,02,080	1,72,390
Others	12,50,686	77,311	-	3,14,765	13,22,762	59,380	-	82,995	-	1,42,375	1,72,390
	8,29,861	2,71,226	-	9,79,460	10,98,686	1,96,416	-	63,282	-	10,94,608	3,52,494
Electrical installations and equipment	8,29,861	-	-	-	8,29,861	2,66,590	-	-	8,66,230	6,68,192	-
	-	1,37,292	-	6,92,569	8,29,861	90,379	-	-	2,861	4,87,163	11,60,024
	-	-	-	-	-	63,222	-	3,19,811	-	3,94,153	4,35,708
Leasehold improvements #	5,90,490	-	5,90,490	-	5,90,490	26,689	4,40,822	-	-	-	-
Tangible Assets - Total	61,06,23,784	2,67,04,170	87,39,345	26,42,851	63,15,89,208	1,03,96,032	87,39,345	1,48,70,804	(27,64,747)	65,12,09,886	6,39,70,606
Previous Year	60,67,49,463	82,82,625	26,42,851	(27,64,753)	61,06,23,784	1,29,82,258	22,32,853	-	54,68,53,176	6,39,70,606	6,39,49,737

- Expenditure incurred by the Company for making substantial improvements to set up a shop in a leased premise has been capitalised under this head.

Note: Figures in italics relate to the previous year

TATA CERAMICS LIMITED
Notes forming part of the financial statements

Note 12 Fixed Assets (contd.)

Asset Particulars	Gross Block				Accumulated Depreciation and Impairment				Net Block		
	Balance as at 1 April, 2015	Additions	Disposals	Other Adjustments	Balance as at 31 March, 2016	Depreciation or Amortisation for the year	Elimination on Disposal of Assets	Transition adjustment recorded against Surplus balance in Statement of Profit and Loss	Other Adjustments	Balance as at 31 March, 2016	Balance as at 31 March, 2015
B. Intangible Assets (Purchased)											
Computer software	15,16,964	-	-	-	15,16,964	1,689	-	-	-	15,16,964	838
Intangible Assets - Total	14,71,890	-	-	-	15,16,964	4,90,403	-	-	-	15,14,895	1,689
Previous Year	14,71,890	-	-	-	15,14,895	1,689	-	-	-	15,14,895	1,689
Grand Total	61,21,40,348	2,67,04,170	87,39,345	26,42,851	64,81,09,073	1,02,87,701	87,39,345	1,48,70,804	(27,64,747)	65,27,26,438	6,39,72,715
Previous Year	60,62,20,653	82,82,625	26,42,851	(27,64,753)	61,21,40,348	1,44,70,751	22,32,853	-	54,81,68,073	6,39,72,715	6,44,41,893

Note: Figures in italics relate to the previous year



TATA CERAMICS LIMITED

Notes forming part of the financial statements

Note 13 Non-current investments

Particulars	As at 31 March, 2016			As at 31 March, 2015		
	Unaudited			Audited		
	Quoted ₹	Unquoted ₹	Total ₹	Quoted ₹	Unquoted ₹	Total ₹
Non-trade Investments (At cost):						
<u>(a) Investment in equity instruments</u>						
20,000 (Previous Year: 20,000) equity shares of ₹ 10/- each, fully paid-up, in Kerala Enviro Infrastructure Limited	-	2,00,000	2,00,000	-	2,00,000	2,00,000
370 (Previous Year: 370) equity shares of ₹ 1/- each, fully paid-up, in Hindustan Unilever Limited	16,734	-	16,734	16,734	-	16,734
Total	16,734	2,00,000	2,16,734	16,734	2,00,000	2,16,734

Note 16 Inventories

(At lower of cost and net realisable value)

Particulars	As at 31 March, 2016 ₹	As at 31 March, 2015 ₹
	Unaudited	Audited
(a) Raw materials:		
Phospates	4,14,603	39,67,174
Clay	14,73,300	43,58,621
Glaze	45,01,633	72,18,784
Decal	56,78,027	37,15,411
Others	23,31,848	28,29,832
Goods in Transit	31,46,645	-
	1,75,46,056	2,20,89,822
(b) Work-in-progress - Ceramic tablewares	66,77,438	1,01,77,551
(c) Finished goods - Ceramic tablewares	13,74,21,858	13,12,75,719
(d) Packing materials	30,82,861	37,57,412
(e) Stores and spares	1,40,48,062	1,34,90,679
(f) Consumables	1,32,77,807	1,98,83,051
(g) LPG and fuel	1,26,944	1,26,944
Total	19,21,81,026	20,08,01,178

Note 17 Trade receivables

Particulars	As at 31 March, 2016 ₹	As at 31 March, 2015 ₹
	Unaudited	Audited
(i) Trade receivables outstanding for a period exceeding six months from the date they were due for payment:		
Unsecured, considered doubtful	15,75,438	15,75,438
Less: Provision for doubtful trade receivables	15,75,438	15,75,438
	10,31,925	15,75,438
	5,43,513	-
(ii) Other trade receivables:		
Unsecured, considered good	3,95,72,170	5,03,43,147
Unsecured, considered doubtful		-
Less: Provision for doubtful trade receivables	3,95,72,170	5,03,43,147
	-	-
	3,95,72,170	5,03,43,147
Total	4,01,15,683	5,03,43,147

TATA CERAMICS LIMITED

Notes forming part of the financial statements

Note 18 Cash and cash equivalents

Particulars	As at 31 March, 2016 ₹	As at 31 March, 2015 ₹
	Unaudited	Audited
(a) Cash on hand	6,06,038	79,593
(b) Balances with banks :		
(i) In current accounts	59,24,957	55,34,167
(ii) In EEFC accounts	3,768	3,574
(iii) In earmarked accounts		
- Margin money deposits	42,01,764	39,51,523
Total	1,07,36,527	95,68,857



Note 19 Short-term loans and advances*(Unsecured and considered good, unless stated otherwise)*

Particulars	As at 31 March, 2016 ₹	As at 31 March, 2015 ₹
	Unaudited	Audited
(a) Deposits	1,00,000	2,00,000
(b) Employee advances	8,99,468	8,82,109
(c) Prepaid expenses	31,32,574	31,42,604
(d) Balances with government authorities:		
- Service tax credit receivable	36,84,897	47,20,134
- VAT credit receivable	6,71,788	39,13,029
(e) Advance to suppliers :		
Unsecured, considered good	-	96,32,722
Doubtful	-	10,19,581
		1,06,52,303
Less: Provision for doubtful advances	10,19,694	10,19,581
	(10,19,694)	96,32,722
Total	74,69,033	2,24,90,598

Note 20 Other current assets

Particulars	As at 31 March, 2016 ₹	As at 31 March, 2015 ₹
	Unaudited	Audited
(a) Accruals:		
Interest accrued on fixed deposits with banks	61,622	1,31,157
(b) Contractually reimbursable expenses	10,02,011	10,28,196
Total	10,63,633	11,59,353



TATA CERAMICS LIMITED

Notes forming part of the financial statements

Note 21 Revenue from operations

	Particulars	For the Year ended 31 March, 2016	For the Year ended 31 March, 2015
		₹ Unaudited	₹ Audited
(a)	Sale of ceramic tablewares	38,91,67,474	52,77,61,351
(b)	Other operating revenues (Refer Note 21.1 below)	86,38,958	78,60,794
		39,78,06,432	53,56,22,145
(c)	Less: Excise duty	(1,67,27,955)	(1,80,04,595)
	Total	38,10,78,477	51,76,17,550

	Particulars	For the Year ended 31 March, 2016	For the Year ended 31 March, 2015
		₹ Unaudited	₹ Audited
21.1	Other operating revenues comprises:		
	Landing charges	11,26,555	12,32,461
	Packing charges	42,81,388	40,68,716
	Palletisation charges	3,31,923	3,30,327
	Insurance charges	16,75,751	11,10,871
	Sale of scrap	2,71,884	3,17,733
	Others	9,51,457	8,00,686
	Total	86,38,958	78,60,794

Note 22 Other income

	Particulars	For the Year ended 31 March, 2016	For the Year ended 31 March, 2015
		₹ Unaudited	₹ Audited
(a)	Interest income (Refer Note 22.1 below)	3,26,253	2,78,584
(b)	Dividend income from non-current non-trade investments	5,735	4,995
(c)	Other non-operating income (Refer Note 22.2 below)	68,08,551	24,52,387
(d)	Exchange gain (net)	-	38,06,072
	Total	71,40,539	65,42,038

	Particulars	For the Year ended 31 March, 2016	For the Year ended 31 March, 2015
		₹ Unaudited	₹ Audited
22.1	Interest income comprises:		
	Interest from banks on deposits	3,22,503	2,75,264
	Interest on loans and advances	3,750	3,320
	Total - Interest income	3,26,253	2,78,584
22.2	Other non-operating income comprises:		
	Exchange Gain (net)	20,70,109	-
	Liabilities / provisions no longer required written back	33,49,200	18,09,934
	Provision for Doubtful debts	5,43,402	-
	Miscellaneous income	8,45,840	4,64,040
	Provision for sales tax reversed	-	1,78,413
	Total - Other non-operating income	68,08,551	24,52,387



TATA CERAMICS LIMITED

Notes forming part of the financial statements

Note 23.a Cost of materials consumed

Particulars	For the Year ended 31 March, 2016	For the Year ended 31 March, 2015
	₹ Unaudited	₹ Audited
Cost of material consumed	7,93,45,405	11,92,28,053
Material consumed comprises:		
Phospates	3,35,44,368	5,97,67,937
Clay	86,20,893	1,36,38,131
Glaze	1,35,54,831	1,71,93,806
Decal	1,31,25,485	1,72,97,959
Others	1,04,99,828	1,13,30,220
Total	7,93,45,405	11,92,28,053

Note 23.b Changes in inventories of finished goods and work-in-progress

Particulars	For the Year ended 31 March, 2016	For the Year ended 31 March, 2015
	₹ Unaudited	₹ Audited
<u>Inventories at the end of the year:</u>		
Finished goods	13,74,21,858	13,12,75,719
Work-in-progress	66,77,438	1,01,77,551
	14,40,99,296	14,14,53,270
<u>Inventories at the beginning of the year:</u>		
Finished goods	13,12,75,690	11,97,68,662
Work-in-progress	1,01,77,551	45,77,185
	14,14,53,241	12,43,45,847
Net (increase) / decrease	(26,46,055)	(1,71,07,423)

Note 24 Employee benefit expenses

Particulars	For the Year ended 31 March, 2016	For the Year ended 31 March, 2015
	₹ Unaudited	₹ Audited
Salaries, wages and bonus	11,27,87,613	11,70,62,842
Contributions to provident and other funds	57,69,506	73,63,864
Staff welfare expenses	73,32,795	92,02,211
Total	12,58,89,914	13,36,28,917



TATA CERAMICS LIMITED

Notes forming part of the financial statements

Note 25 Finance costs

Particulars		For the Year ended 31 March, 2016	For the Year ended 31 March, 2015
		₹ Unaudited	₹ Audited
(a)	Interest expense on:		
	(i) Borrowings	1,68,47,098	1,31,81,327
	(ii) Trade payables - Micro and small enterprises	-	28,177
(b)	Other borrowing costs	9,67,808	6,50,400
(c)	Net Loss on Foreign Currency Transactions and Translation (considered as finance cost)	-	18,85,196
Total		1,78,14,906	1,57,45,100

TATA CERAMICS LIMITED

Notes forming part of the financial statements

Note 26 Other expenses

Particulars	For the Year ended 31 March, 2016	For the Year ended 31 March, 2015
	₹ Unaudited	₹ Audited
Consumption of stores and spare parts	1,29,06,656	2,01,76,469
Consumption of consumables	2,67,35,269	3,16,41,542
Consumption of packing materials	2,33,04,900	2,84,57,403
Power, fuel and water charges	7,74,97,973	11,43,26,613
Rent including lease rentals	52,06,043	53,67,045
Repairs and maintenance - Building	4,37,738	20,69,929
Repairs and maintenance - Machinery	8,71,775	15,09,631
Repairs and maintenance - Others	29,75,514	36,99,073
Insurance	16,43,908	31,80,462
Rates and taxes	14,08,586	7,70,042
Freight and forwarding charges	24,47,333	52,07,168
Communication expenses	3,64,883	2,88,768
Travelling and conveyance	16,87,123	15,65,581
Printing and stationery	43,337	30,446
Sales commission	36,94,392	41,32,289
Legal and professional charges	53,36,425	43,60,448
Technical consultation charges	30,68,920	43,26,201
Factory expenses	54,37,727	49,59,455
Bank charges	12,24,814	22,05,264
Security charges	21,25,605	20,87,854
Selling expenses	1,44,88,491	73,90,102
Loss on fixed assets sold / scrapped / written off	-	1,08,582
Provision for impairment in the value of capital work-in-progress	-	47,24,663
Provision for doubtful trade receivables and loans and advances	-	2,53,884
Provision for sales tax (net)	2,36,591	-
Miscellaneous expenses	12,03,908	40,19,036
Total	19,43,47,911	25,68,57,950

