

**TSIL ENERGY LIMITED**  
**Balance Sheet as at 31 March, 2020**

		<b>Rs. in lacs</b>	
	Notes	As at 31 March, 2020	As at 31 March, 2019
<b>I. Assets</b>			
<b>(1) Current assets</b>			
(a) Financial assets			
(i) Investments	3	<b>126.55</b>	121.14
(ii) Cash and cash equivalents	4	<b>0.37</b>	1.31
<b>Total assets</b>		<b>126.92</b>	122.45
<b>II. Equity and liabilities</b>			
<b>(1) Equity</b>			
(a) Equity share capital	5	<b>106.01</b>	106.01
(b) Other equity	6	<b>20.02</b>	15.51
<b>Total equity</b>		<b>126.03</b>	121.52
<b>(2) Liabilities</b>			
<b>Current liabilities</b>			
(a) Financial liabilities			
(i) Trade payables	7		
(A) total outstanding dues of micro enterprises and small enterprises		-	-
(B) total outstanding dues of creditors other than micro enterprises and sn		<b>0.89</b>	0.93
<b>Total current liabilities</b>		0.89	0.93
<b>Total liabilities</b>		<b>0.89</b>	0.93
<b>Total equity and liabilities</b>		<b>126.92</b>	122.45

**Notes forming an integral part of the financial statements** **1 to 16**

This is the Balance Sheet referred to in our report of even date

For **Price Waterhouse & Co Chartered Accountants LLP**  
 Firm Registration Number - 304026E/E-300009

**For and on behalf of the Board of Directors**

**Pinaki Chowdhury**  
 Partner  
 Membership No. 057572

**Meena Lall**  
 Director

**Ashis Anupam**  
 Director

**Place: Kolkata**  
**Date: June 8, 2020**

**TSIL ENERGY LIMITED**  
**Statement of Profit and Loss for the year ended 31 March, 2020**

**Rs. in lacs**

	Notes	Year ended 31 March, 2020	Year ended 31 March, 2019
<b>I Income</b>			
Other income	8	<u>5.41</u>	<u>6.71</u>
<b>Total income (I)</b>		<u><u>5.41</u></u>	<u><u>6.71</u></u>
<b>II Expenses:</b>			
Other expenses	9	<u>0.90</u>	<u>1.20</u>
<b>Total Expenses (II)</b>		<u><u>0.90</u></u>	<u><u>1.20</u></u>
<b>III Profit before tax (I-II)</b>		<u>4.51</u>	<u>5.51</u>
<b>IV Tax expense</b>			
(1) Current tax		-	-
(2) Deferred tax		-	-
<b>V Profit for the year (III - IV)</b>		<u><u>4.51</u></u>	<u><u>5.51</u></u>
<b>VI Other comprehensive income</b>			
(A) Items that may not be reclassified to profit and loss		-	-
<b>Total other comprehensive income for the year</b>		<u>-</u>	<u>-</u>
<b>VII Total comprehensive income for the year (VI+V)</b>		<u><u>4.51</u></u>	<u><u>5.51</u></u>
<b>VII Earnings per equity share (Face value of Rs. 10 each):</b>	11		
(1) Basic (in Rs.)		<b>0.43</b>	<b>0.52</b>
(2) Diluted (in Rs.)		<b>0.43</b>	<b>0.52</b>

**Notes forming an integral part of the financial statements** **1 to 16**

This is the Statement of Profit and Loss referred to in our report of even date

For **Price Waterhouse & Co Chartered Accountants LLP**  
Firm Registration Number - 304026E/E-300009  
Chartered Accountants

**For and on behalf of the Board of Directors**

**Pinaki Chowdhury**  
Partner  
Membership No. 057572

**Meena Lall**  
Director

**Ashish Anupam**  
Director

**Place: Kolkata**  
**Date: June 8, 2020**

**TSIL ENERGY LIMITED**  
**Statement of changes in equity for year ended 31 March, 2020**

	<b>Rs. in lacs</b>
<b>A) Equity share capital</b>	
<b>(a) Balance as at 1 April, 2018</b>	106.01
Changes in equity share capital during the year	-
<b>Balance as at 31 March, 2019</b>	<u>106.01</u>
Changes in equity share capital during the year	-
<b>Balance as at 31 March, 2020</b>	<u>106.01</u>

	<b>Rs. in lacs</b>	
<b>B) Other equity</b>	<b>Reserves and surplus</b>	
<b>Particulars</b>	<b>Retained earnings</b>	<b>Total</b>
<b>Balance as at 1 April, 2018</b>	10.00	10.00
Profit for the year	5.51	5.51
<b>Balance as at 31 March, 2019</b>	<u>15.51</u>	<u>15.51</u>
Profit for the year	4.51	4.51
<b>Balance as at 31 March, 2020</b>	<u>20.02</u>	<u>20.02</u>

Notes forming an integral part of the financial statements

1 to 16

This is the Statement of Changes in Equity referred to in our report of even date

For **Price Waterhouse & Co Chartered Accountants LLP**  
 Firm Registration Number - 304026E/E-300009  
 Chartered Accountants

**For and on behalf of the Board of Directors**

**Pinaki Chowdhury**  
 Partner  
 Membership No. 057572

**Meena Lall**  
 Director

**Ashish Anupam**  
 Director

**Place: Kolkata**  
**Date: June 8, 2020**

**TSIL ENERGY LIMITED****Statement of Cash Flows for the year ended 31 March, 2020**

	<b>Year ended 31 March, 2020</b>	<b>Rs. in lacs Year ended 31 March, 2019</b>
<b>A. Cash flows from operating activities</b>		
Profit for the year	4.51	5.51
Adjustments for		
Changes in fair value of financial assets at fair value through profit and Loss (current)	(1.03)	0.02
Dividend from current investments	(4.38)	(5.78)
Liabilities no longer required written back	-	(0.95)
<b>Operating loss before working capital changes</b>	<b>(0.90)</b>	<b>(1.20)</b>
Changes in operating assets and liabilities		
Increase in trade payables	(0.04)	0.01
<b>Net cash (used) in operating activities</b>	<b>(0.94)</b>	<b>(1.19)</b>
<b>B. Cash flows from investing activities</b>		
Payments for acquisition of current investments	(4.38)	(5.78)
Proceeds from sale of current investments	-	-
Dividend received from current investments	4.38	5.78
<b>Net cash generated / (used) in investing activities</b>	<b>-</b>	<b>-</b>
<b>C. Cash flows from financing activities</b>		
<b>Net cash generated / (used) in financing activities</b>	<b>-</b>	<b>-</b>
<b>Net (decrease) in cash and cash equivalents</b>	<b>(0.94)</b>	<b>(1.19)</b>
<b>Cash and cash equivalents at the beginning of year (Refer Note 4)</b>	<b>1.31</b>	<b>2.50</b>
<b>Cash and cash equivalents at the end of year (Refer Note 4)</b>	<b>0.37</b>	<b>1.31</b>

**Notes forming an integral part of the financial statements****1 to 16**

This is the Statement of Cash Flows referred to in our report of even date

For **Price Waterhouse & Co Chartered Accountants LLP**  
 Firm Registration Number - 304026E/E-300009  
 Chartered Accountants

**For and on behalf of the Board of Directors**

**Pinaki Chowdhury**  
 Partner  
 Membership No. 057572

**Meena Lall**  
 Director

**Ashish Anupam**  
 Director

**Place: Kolkata****Date: June 8, 2020**

**TSIL ENERGY LIMITED**

**Notes to the financial statements**

<b>(3) Current investments (Unquoted)</b>	<b>Rs. in lacs</b>	
	<b>As at 31 March, 2020</b>	<b>As at 31 March, 2019</b>
<b>Investment in liquid mutual funds (Unquoted)</b>		
Nippon India Liquid Fund - Direct Plan - Growth Option	<b>126.55</b>	-
Reliance Liquid Fund - Treasury Plan - Daily Dividend Option	-	121.14
<b>Total Current Investments</b>	<b>126.55</b>	<b>121.14</b>
Aggregate value of unquoted investments	<b>126.55</b>	<b>121.14</b>
# Investments carried at fair value through Profit and Loss	<b>126.55</b>	<b>121.14</b>

Refer Note 10 for information about fair value measurement, credit risk and market risk on investments.

<b>(4) (i) Cash and cash equivalents</b>	<b>Rs. in lacs</b>	
	<b>As at 31 March, 2020</b>	<b>As at 31 March, 2019</b>
<b>(a) Balances with scheduled banks</b>		
In current accounts	<b>0.37</b>	1.31
<b>Total cash and cash equivalents</b>	<b>0.37</b>	<b>1.31</b>

**TSIL ENERGY LIMITED**

**Notes to the financial statements**

	<b>Rs. in lacs</b>	
	As at <b>31 March, 2020</b>	As at 31 March, 2019
<b>(5) Equity share capital</b>		
<b>(a) Authorised:</b>		
<b>10,000,000</b> fully paid equity shares of Rs. 10 each (As at 31 March, 2019: 10,000,000 equity shares of Rs. 10 each)	<b>1,000.00</b>	1,000.00
	<b>1,000.00</b>	1,000.00
<b>(b) Issued, Subscribed and Fully Paid up :</b>		
<b>1,060,060 Equity shares of Rs. 10 each</b> (As at 31 March, 2019: 1,060,060 equity shares of Rs. 10 each)	<b>106.01</b>	106.01
	<b>106.01</b>	106.01
<b>(c) Fully paid equity shares</b>		
	<b>No. of equity shares</b>	<b>Amount Rs. in lacs</b>
<b>As at 1 April, 2018</b>	10,60,060	106.01
Changes in equity share capital during the year	-	-
As at 31 March, 2019	10,60,060	106.01
Changes in equity share capital during the year	-	-
<b>As at 31 March, 2020</b>	<b>10,60,060</b>	<b>106.01</b>

**(d) Shares held by holding company**

	<b>As at 31 March, 2020</b>		As at 31 March, 2019	
	<b>No. of equity shares</b>	<b>%</b>	No. of equity shares	<b>%</b>
<b>Fully paid equity shares</b>				
Tata Steel Long Products Limited (Holding Company)	<b>10,60,060</b>	<b>100%</b>	10,60,060	100%
	<b>10,60,060</b>	<b>100%</b>	10,60,060	100%

**(e) Details of shareholders holding more than 5% of outstanding shares**

	<b>As at 31 March, 2020</b>		As at 31 March, 2019	
	<b>No. of equity shares</b>	<b>%</b>	No. of equity shares	<b>%</b>
<b>Fully paid equity shares</b>				
Tata Steel Long Products Limited (Holding Company)	<b>10,60,060</b>	<b>100%</b>	10,60,060	100%

**(f) Rights, preferences and restrictions attached to shares**

The Company has one class of equity shares having a par value of Rs. 10 per share. Each shareholder is eligible for one vote per share held. The dividend proposed by the Board of Directors is subject to the approval of the shareholders in the ensuing Annual General Meeting, except in case of interim dividend. In the event of liquidation, the equity shareholders are eligible to receive the remaining assets of the Company after distribution of all preferential amounts, in proportion to their shareholding.

**(6) Other equity**

	<b>Rs. in lacs</b>	
	As at <b>31 March, 2020</b>	As at 31 March, 2019
<b>Retained earnings</b>		
Balance at the beginning of the year	<b>15.51</b>	10.00
Profit for the year	<b>4.51</b>	5.51
<b>Balance at the end of the year</b>	<b>20.02</b>	<b>15.51</b>

**Retained Earnings**

Retained Earnings are the profits and gains that the Company has earned till date, less any transfer to general reserve, dividends or other distributions paid to shareholders.

**(7) Trade payables**

	<b>Rs. in lacs</b>	
	As at <b>31 March, 2020</b>	As at 31 March, 2019
(i) Total outstanding dues of micro enterprises and small enterprises (Refer Note below)	-	-
(ii) Total outstanding dues of creditor other than micro enterprises and small enterprises		
(a) Trade Payables for supplies and services	<b>0.89</b>	0.93
<b>Total trade payables</b>	<b>0.89</b>	0.93

**TSIL ENERGY LIMITED****Notes to the financial statements****Notes:****1. Disclosures required under Section 22 of the Micro, Small and Medium Enterprises Development Act, 2006**

The amount due to the Micro and Small Enterprise as defined in the "The Micro, Small and Medium Enterprises Development Act, 2006" has been determined to the extent such parties have been identified on the basis of the information available with the Company, which has been relied upon by the auditors. The disclosure relating to the Micro and Small Enterprise are as under:

	<b>As at</b>	<b>Rs. in lacs</b>
	<b>31 March, 2020</b>	<b>As at</b>
		<b>31 March, 2019</b>
(a) (i) The principal amount remaining unpaid to supplier as at end of the year	-	-
(a) (ii) Interest due thereon	-	-
(b) Interest paid in terms of section 16 of the Micro, Small and Medium Enterprises Development Act, 2006 and the amount of payment made to the supplier beyond the appointed day.	-	-
(c) Interest due and payable for the period of delay in making payment other than the interest specified under the Micro, Small and Medium Enterprises Development Act, 2006	-	-
(d) Interest accrued and remaining unpaid	-	-
(e) Further interest remaining due and payable even in the succeeding years for the purpose of disallowance of a deductible expenditure under section 23 of the Micro, Small and Medium Enterprises Development Act,	-	-

Refer Note 10 for information about credit risk on Trade payables.

**TSIL ENERGY LIMITED**  
**Notes to the financial statements**

**Rs. in lacs**

**(8) Other income**

	Year ended 31 March, 2020	Year ended 31 March, 2019
(a) Dividend income		
From Investment in Mutual fund (current )	4.38	5.78
(b) Changes in fair value of financial assets at fair value through profit and Loss (current)	1.03	(0.02)
(c) Liabilities no longer requier written back	-	0.95
	<u>5.41</u>	<u>6.71</u>

**Rs. in lacs**

**(9) Other expenses**

	Year ended 31 March, 2020	Year ended 31 March, 2019
(a) Legal and other professional fees	0.89	1.19
(b) Bank and other charges	0.01	0.01
<b>Total other expenses</b>	<u>0.90</u>	<u>1.20</u>

**(9.a) Payments to auditors**

Auditors remuneration		
As auditors - statutory audit	0.89	0.89
	<u>0.89</u>	<u>0.89</u>

**(9.b) Income tax recognised in Statement of Profit and Loss**

Current tax	-	-
Deferred taxes	-	-
	<u>-</u>	<u>-</u>

**The income tax expense for the year can be reconciled to the accounting profit as follows:**

**Rs. in lacs**

	Year ended 31 March, 2020	Year ended 31 March, 2019
Profit before tax	4.51	5.51
Income tax expense calculated at enacted Income tax rate of 26.00% (31 March, 2019 : 26.00%)	1.17	1.43
Effect of income that is exempt from taxation	(1.17)	(1.43)
<b>Income tax expense recognised in Statement of Profit and Loss</b>	<u>-</u>	<u>-</u>

**(10) (a) Financial Risk Management:**

The Company's activities expose it to credit risk, liquidity risk .

The Company's Directors oversees the management of above risks. This process provides assurance that the Company's financial risks-taking activities are governed by appropriate policies and procedures and that financial risks are identified, measured and managed in accordance with the Company's policies and the Company's risk appetite.

This Note explains the sources of risk which the entity is exposed to and how the entity manages the risk. The Board of Directors reviews and agrees policies for managing each of these risks, which are summarised below

**(i) Credit risk management:**

Credit risk refers to the risk that a counterparty will default on its contractual obligations resulting in financial loss to the Company. The Company's exposure to credit risk primarily arises from trade receivables, investments in mutual funds and balances with banks.

**Financial Assets that are Neither Past Due Nor Impaired**

None of the Company's cash equivalents with banks, investments were past due or impaired as at 31 March, 2020 and 31 March, 2019.

**(ii) Liquidity risk management:**

Liquidity risk is the risk that the Company may not be able to meet its present and future cash and collateral obligations without incurring unacceptable losses. The Company's objective is to, at all times maintain optimum levels of liquidity to meet its cash and collateral requirements. The Company closely monitors its liquidity position and maintain adequate source of financing. The Company generates sufficient cash flows from current operations which together with the available cash and cash equivalents and short-term investments provide liquidity both in the short-term as well as long-term.

**Maturities of Financial Liabilities**

The table below analyse the Company's financial liabilities into relevant maturity groupings based on their contractual maturities. The amounts disclosed in the table are the contractual undiscounted cash flows.

Particulars	Within 1 year Rs. in lacs	More than 1 year Rs. in lacs
<b>As at 31 March, 2020</b>		
Trade payables	0.89	-
<b>As at 31 March, 2019</b>		
Trade payables	0.93	-

**(iii) Securities Price risk:**

The Company is exposed to price risks arising from fair valuation of Company's investment in mutual funds. The carrying amount of the Company's investments designated as at fair value through profit or loss at the end of the reporting period (Refer Note No. 3)



	<b>Impact on Profit Before Tax</b>	
	As at	As at
	31 March, 2020	31 March, 2019
NAV -Increase by 1%*	1.27	1.21
NAV -Decrease by 1%*	(1.27)	(1.21)

\* Holding all other variables constant

**(b) Capital Management:**

**(i) Risk Management**

The objective of the Company's capital management is to maximise shareholders value, safeguard business continuity and support the growth of the Company. The Company determines the capital requirement based on annual operating plans and long-term and other strategic investment plans. The funding requirements are met through operating cash flows generated and the Company does not have any borrowings. The Company is not subject to any externally imposed capital requirements.

**(c) (j) Financial Instruments by Category**

**Financial assets and liabilities**

The carrying value of financial instruments by categories as at 31 March, 2020 is as follows:

	<b>Rs. in lacs</b>		
	<b>Fair value through Profit or loss</b>	<b>Amortised cost</b>	<b>Total carrying value</b>
<b>Assets:</b>			
Other investments	126.55	-	126.55
Cash and cash equivalents	-	0.37	0.37
<b>Total</b>	<b>126.55</b>	<b>0.37</b>	<b>126.92</b>
<b>Liabilities:</b>			
Trade payables	-	0.89	0.89
<b>Total</b>	<b>-</b>	<b>0.89</b>	<b>0.89</b>

**Financial assets and liabilities**

The carrying value of financial instruments by categories as at 31 March, 2019 is as follows:

	<b>Rs. in lacs</b>		
	<b>Fair value through Profit or loss</b>	<b>Amortised cost</b>	<b>Total carrying value</b>
<b>Assets:</b>			
Other investments	121.14	-	121.14
Cash and cash equivalents	-	1.31	1.31
<b>Total</b>	<b>121.14</b>	<b>1.31</b>	<b>122.45</b>
<b>Liabilities:</b>			
Trade payables	-	0.93	0.93
<b>Total</b>	<b>-</b>	<b>0.93</b>	<b>0.93</b>

**Fair value measurement:**

The fair values of financial assets and liabilities are included at the amount that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. Methods and assumptions used to estimate the fair values are consistent with those used for the year ended 31 March, 2019.

The following methods and assumptions were used to estimate the fair values:

(a) In respect of investments in mutual funds, the fair values represent net asset value as stated by the issuers of these mutual fund units in the published statements. Net asset values represent the price at which the issuer will issue further units in the mutual fund and the price at which issuers will redeem such units from the investors. Accordingly, such net asset values are analogous to fair market value with respect to these investments, as transactions of these mutual funds are carried out at such prices between investors and the issuers of these units of mutual funds.

(b) The management assessed that fair values of, current investments, cash and cash equivalents, other bank balances and trade payables, approximate to their carrying amounts largely due to the short-term maturities of these instruments.

**Fair Value Hierarchy**

This section explains the judgements and estimates made in determining the fair values of the financial instruments that are

- (a) recognised and measured at fair value and
- (b) measured at amortised cost and for which fair values are disclosed in the standalone financial statements.

To provide an indication about the reliability of the inputs used in determining fair value, the Company has classified its financial instruments into three levels prescribed under the accounting standard. An explanation of each level follows below.

**Level 1:** Level 1 hierarchy includes financial instruments measured using quoted prices. This includes mutual funds. The mutual funds are valued using the closing Net Asset Value.

**Level 2:** The fair value of Financial instruments that are not traded in an active market (for example, over-the counter derivatives) is determined using valuation techniques which maximise the use of observable market data and rely as little as possible on entity-specific estimates. If all significant inputs required to fair value an instrument are observable, the instrument is included in level 2.

**TSIL ENERGY LIMITED**  
**Notes to the financial statements**

**Level 3:** If one or more of the significant inputs is not based on observable market data, the instrument is included in level 3. This is the case for unlisted equity securities included in level 3.  
The Company's policy is to recognise transfers into and transfers out of fair value hierarchy levels as at the end of the reporting period.

Particulars	As at 31 March 2020	Rs. in lacs			Valuation techniques
		Fair Value measurement at the end of the reporting year using			
		Level 1	Level 2	Level 3	
<b>Financial assets</b>					
Investment in mutual funds	<b>126.55</b>	<b>126.55</b>	-	-	Based on the declared NAV.
	(121.14)	(121.14)	-	-	
<b>Total financial assets</b>	<b>126.55</b>	<b>126.55</b>	-	-	
	(121.14)	(121.14)	-	-	

Figures in brackets represents figures for the previous year.

**(11) Earnings per share**

	Year ended 31 March, 2020	Year ended 31 March, 2019
Net Profit for the year (Rs. In lacs)	4.51	5.51
Weighted average number of equity shares Outstanding during the year (Nos)	10,60,060	10,60,060
Nominal value per equity share (Rupees)	10	10
Basic and diluted earnings per share (Rupees)	0.43	0.52

Note : The Company did not have any potentially dilutive securities in any of the periods presented.

**(12)** The Company does not have any pending litigations which would impact its financial position.

**(13) Related party transaction**

**(a) List of Related Parties and relationship**

Name of the Related Party	Relationship
(i) Tata Sponge Iron Limited	Holding Company
(ii) Tata Steel Limited	Ultimate Holding Company
(iii) Tata Sons Private Limited (formerly known as Tata Sons Limited)	Company having significant influence over ultimate holding Company

**(b) Related party transactions/balances :**

Nil

**(14)** The Company did not have any long-term contracts including derivative contracts as at 31 March, 2020.

**(15)** There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

**(16)** The management has determined that there is no impact of the events arising out of Covid-19 virus pandemic on the carrying amounts/values of the assets in the financial statements and shall continue to monitor the carrying value of investments for any significant changes in the market value as events evolve.

For **Price Waterhouse & Co Chartered Accountants LLP**  
Firm Registration Number - 304026E/E-300009  
Chartered Accountants

**Pinaki Chowdhury**  
Partner  
Membership No. 057572  
Place: Kolkata  
Date: June 8, 2020

**Meena Lall**  
Director

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Director