

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

1. Basis of Consolidation and Significant Accounting Policies

(I) Basis of consolidation:

The consolidated financial statements relate to Tata Motors Limited (the Company), its subsidiary companies, joint ventures and associates. The Company and its subsidiaries constitute the Group.

(a) Basis of preparation

The financial statements have been prepared in accordance with the Generally Accepted Accounting Principles in India to comply with the Accounting Standards specified under Section 133 of 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.

(b) Use of estimates

The preparation of financial statements requires management to make judgments, estimates and assumptions, that affect the application of accounting policies and the reported amounts of assets, liabilities, income, expenses and disclosures of contingent liabilities at the date of these financial statements. Actual results may differ from these estimates. Estimates and underlying assumptions are reviewed at each balance sheet date. Revisions to accounting estimates are recognised in the period in which the estimate is revised and future periods affected.

(c) Principles of consolidation:

The consolidated financial statements have been prepared on the following basis:

- The financial statements of the subsidiary companies / joint ventures / associates used in the consolidation are drawn upto the same reporting date as of the Company i.e. year ended March 31, 2015.
- The financial statements of the Company and its subsidiary companies have been combined on a line-by-line basis by adding together like items of assets, liabilities, income and expenses. The intra-group balances and intra-group transactions and unrealised profits have been fully eliminated.
- The consolidated financial statements include the share of profit / loss of the associate companies which has been accounted as per the 'Equity method', and accordingly, the share of profit / loss of each of the associate companies (the loss being restricted to the cost of investment) has been added to / deducted from the cost of investments.
An associate is an enterprise in which the investor has significant influence and which is neither a subsidiary nor a joint venture of the investor.
- The financial statements of the joint venture companies have been combined by using proportionate consolidation method and accordingly, venturer's share of each of the assets, liabilities, income and expenses of jointly controlled entity is reported as separate line items in the Consolidated Financial Statements.
- The excess of cost to the Company of its investments in the subsidiary companies / joint ventures over its share of equity of the subsidiary companies / joint ventures, at the dates on which the investments in the subsidiary companies / joint ventures are made, is recognised as 'Goodwill' being an asset in the consolidated financial statements. Alternatively, where the share of equity in the subsidiary companies / joint ventures as on the date of investment is in excess of cost of investment of the Company, it is recognised as 'Capital Reserve' and shown under the head 'Reserves and Surplus', in the consolidated financial statements.
- Minority interest in the net assets of consolidated subsidiaries consists of the amount of equity attributable to the minority shareholders at the dates on which investments are made by the Company in the subsidiary companies and further movements in their share in the equity, subsequent to the dates of investments as stated above.

(d) The following subsidiary companies are considered in the Consolidated Financial Statements:

Sr No.	Name of the Subsidiary Company	Country of incorporation	% of holding either directly or through subsidiaries	
			As at March 31, 2015	As at March 31, 2014
Direct Subsidiaries				
1	TML Drivelines Ltd	India	100	100
2	TAL Manufacturing Solutions Ltd	India	100	100
3	Sheba Properties Ltd	India	100	100
4	Concorde Motors (India) Ltd	India	100	100
5	Tata Motors Insurance Broking & Advisory Services Ltd	India	100	100
6	Tata Motors European Technical Centre Plc	UK	100	100
7	Tata Technologies Ltd	India	72.32	72.32
8	Tata Motors Finance Ltd	India	100	100
9	Tata Marcopolo Motors Ltd	India	51	51
10	TML Holdings Pte Ltd	Singapore	100	100
11	TML Distribution Company Ltd	India	100	100
12	Tata Hispano Motors Carrocera S.A	Spain	100	100
13	Tata Hispano Motors Carrocerias Maghreb SA (<i>direct subsidiary w.e.f June 23, 2014</i>)	Morocco	100	100
14	Trilix S.r.l	Italy	80	80
15	Tata Precision Industries Pte Ltd	Singapore	78.39	78.39
16	PT Tata Motors Indonesia (<i>indirect subsidiary w.e.f October 20, 2014</i>)	Indonesia	-	100
Indirect subsidiaries *				
17	Tata Daewoo Commercial Vehicle Co. Ltd	South Korea	100	100
18	Tata Daewoo Commercial Vehicle Sales and Distribution Co. Ltd.	South Korea	100	100
19	Tata Motors (Thailand) Ltd	Thailand	95.28	94.36
20	Tata Motors (SA) (Proprietary) Ltd	South Africa	60	60
21	Tata Technologies (Thailand) Ltd	Thailand	72.32	72.32
22	Tata Technologies Pte. Ltd, Singapore	Singapore	72.32	72.32
23	INCAT International Plc	UK	72.32	72.32
24	Tata Technologies Europe Ltd	UK	72.32	72.32
25	INCAT GmbH.	Germany	72.32	72.32

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

Sr No.	Name of the Subsidiary Company	Country of incorporation	% of holding either directly or through subsidiaries	
			As at March 31, 2015	As at March 31, 2014
Indirect subsidiaries *				
26	Tata Technologies Inc	USA	72.52	72.52
27	Tata Technologies de Mexico, S.A. de C.V.	Mexico	72.52	72.52
28	Tata Technologies (Canada) Inc.	Canada	72.52	72.52
29	Cambric Holdings Inc. (merged into Tata Technologies Inc w.e.f December 31, 2014)	USA	-	72.32
30	Cambric Corporation (merged into Tata Technologies Inc w.e.f December 31, 2014)	USA	-	72.32
31	Cambric Limited, Bahama	USA	72.32	72.32
32	Cambric UK Ltd.	UK	72.32	72.32
33	Cambric Managed Services, Utah (dissolved w.e.f September 9, 2014)	USA	-	72.32
34	Cambric GmbH	Germany	72.32	72.32
35	Midwest Managed Services, Utah	USA	72.32	72.32
36	Tata Technologies SRL (formerly known as Cambric Consulting SRL)	Romania	72.32	72.32
37	Cambric Manufacturing Technologies (Shanghai) Co. Ltd	China	72.32	72.32
38	Jaguar Land Rover Automotive Plc	UK	100	100
39	Jaguar Land Rover Ltd	UK	100	100
40	Jaguar Land Rover Austria GmbH	Austria	100	100
41	Jaguar Land Rover Belux NV (formerly known as Jaguar Belux NV)	Belgium	100	100
42	Jaguar Land Rover Japan Ltd	Japan	100	100
43	Jaguar Cars South Africa (pty) Ltd	South Africa	100	100
44	JLR Nominee Company Limited (formerly known as Jaguar Land Rover Exports Ltd)	UK	100	100
45	The Daimler Motor Company Ltd	UK	100	100
46	The Jaguar Collection Ltd	UK	100	100
47	Daimler Transport Vehicles Ltd	UK	100	100
48	S.S. Cars Ltd	UK	100	100
49	The Lanchester Motor Company Ltd	UK	100	100
50	Jaguar Land Rover Deutschland GmbH	Germany	100	100
51	Jaguar Land Rover Holdings Limited (formerly known as Land Rover)	UK	100	100
52	Land Rover Group Ltd (liquidated w.e.f June 30, 2014)	USA	-	100
53	Jaguar Land Rover North America LLC	USA	100	100
54	Land Rover Ireland Ltd	Ireland	100	100
55	Jaguar Land Rover Nederland BV	Netherlands	100	100
56	Jaguar Land Rover Portugal - Veiculos e Pecas, LDA	Portugal	100	100
57	Jaguar Land Rover Australia Pty Ltd	Australia	100	100
58	Jaguar Land Rover Italia SpA	Italy	100	100
59	Jaguar Land Rover Espana SL (formerly known as Land Rover Espana SL)	Spain	100	100
60	Jaguar Land Rover Korea Co. Ltd	South Korea	100	100
61	Jaguar Land Rover Automotive Trading (Shanghai) Co. Ltd	China	100	100
62	Jaguar Land Rover Canada ULC	Canada	100	100
63	Jaguar Land Rover France, SAS	France	100	100
64	Jaguar Land Rover (South Africa) (pty) Ltd	South Africa	100	100
65	Jaguar e Land Rover Brasil Importacao e Comercia de Veiculos Ltda	Brazil	100	100
66	Limited Liability Company "Jaguar Land Rover" (Russia)	Russia	100	100
67	Land Rover Parts Ltd	UK	100	100
68	Jaguar Land Rover (South Africa) Holdings Ltd.	UK	100	100
69	Jaguar Land Rover India Ltd	India	100	100
70	Jaguar Cars Ltd	UK	100	100
71	Land Rover Exports Ltd. (non-trading)	UK	100	100
72	Tata Hispano Motors Carroceries Maghreb	Morocco	-	100
73	PT Tata Motors Indonesia (indirect subsidiary w.e.f October 20, 2014)	Indonesia	100	100
74	Jaguar Land Rover Pension Trustees Limited	UK	100	100
75	JDHT Ltd (acquired w.e.f February 2, 2015)	UK	100	100
76	Shanghai Jaguar Land Rover Automotive Services Company Ltd (incorporated March 10, 2014)	China	100	100
77	Tata Motors Financial Solutions Pvt. Ltd (formerly Rajasthan Leasing Private Ltd, acquired w.e.f January 19, 2015)	India	100	-

* Effective holding % of the Company directly and through its subsidiaries.

(e) The following Joint Venture companies are considered in the consolidated financial statements:

Sr No.	Name of the joint venture company	Country of incorporation	% of holding either directly or through subsidiaries	
			As at March 31, 2015	As at March 31, 2014
1	Fiat India Automobiles Private Limited (converted from Public Ltd w.e.f January 19, 2015)	India	50	50
2	Tata Cummins Private Ltd (converted from Public Ltd w.e.f December 16, 2014)	India	50	50
3	Tata HAL Technologies Ltd **	India	36.16	36.16
4	Spark 44 Ltd	UK	50	50
5	Chery Jaguar Land Rover Automotive Co Ltd	China	50	50
6	Chery Jaguar Land Rover Auto Sales Company Limited [formerly known as Suzhou Chery Jaguar Land Rover Trading Co. Ltd (Interim JV) w.e.f November 5, 2014]	China	50	50

** Effective holding % of the Company as it is a Joint Venture of Tata Technologies Ltd

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

(II) Significant accounting policies :

(a) Revenue recognition

(i) Sale of products

The Company recognises revenue on the sale of products, net of discounts, sales incentives, customer bonuses and rebates granted, when the products are delivered to the dealer / customer or when delivered to the carrier for exports sales, which is when risks and rewards of ownership pass to the dealer / customer. Sales include income from services and exchange fluctuations relating to export receivables. Sales include export and other recurring and non-recurring incentives from the Government at the national and state levels. Sale of products is presented gross of excise duty where applicable, and net of other indirect taxes. Revenues are recognised when collectibility of the resulting receivables is reasonably assured.

(ii) Revenue from sale of vehicles with guaranteed repurchase option / repurchase arrangement

Some of the subsidiary companies sell vehicles to daily rental car companies and other fleet customers subject to guaranteed repurchase options and to Ford Motor Group management employees, with repurchase arrangements. At the time of sale, the proceeds are recorded as deferred revenue in other current liabilities and the cost of the vehicles are recorded as inventories. The difference between the proceeds and the guaranteed repurchase amount is recognised in Sales over the term of the arrangement, using a Straight-Line Method. The difference between the cost of the vehicle and the estimated auction value is netted off against revenue over the term of the lease.

(iii) Revenue from software consultancy on time and materials contracts is recognised based on certification of time sheet and billed to clients as per the terms of specific contracts. On fixed price contracts, revenue is recognised based on milestone achieved as specified in the contracts on the proportionate completion method on the basis of the work completed. Foreseeable losses on such contracts are recognized when probable. Revenue from rendering annual maintenance services is recognised proportionately over the period in which services are rendered. Revenue from third party software products and hardware sale is recognised upon delivery.

(iv) Dividend from investments is recognized when the right to receive the payment is established and when no significant uncertainty as to measurability or collectability exists.

(v) Interest income is recognized on the time basis determined by the amount outstanding and the rate applicable and where no significant uncertainty as to measurability or collectability exists.

(b) Depreciation and Amortisation

(i) Depreciation is provided on the Straight Line Method (SLM) over the estimated useful lives of the assets considering the nature, estimated usage, operating conditions, past history of replacement, anticipated technological changes, manufacturer warranties and maintenance support. Taking in to account these factors, the Company and its domestic group companies have decided to retain the useful life hitherto adopted for various categories of fixed assets, which are different from those prescribed in Schedule II of the Act.

Estimated useful lives of assets of the group are as follows :

Type of Asset	Estimated useful life
Leasehold Land	amortised over the period of the lease
Buildings, Roads, Bridge and culverts	4 to 60 years
Plant, machinery and equipment	8 to 30 years
Computers and other IT assets	3 to 6 years
Vehicles	3 to 10 years
Furniture, fixtures and office appliances	3 to 20 years
Technical know-how	2 to 10 years
Developed technologies	10 years
Computer software	1 to 8 years

Special tools are amortised on a straight line basis over the lives of the model concerned, which is 7 to 10 years.

(ii) Capital assets, the ownership of which does not vest with the Company, other than leased assets, are depreciated over the estimated period of their utility or five years, whichever is less.

(iii) Product development costs are amortised over a period of upto 120 months for New Generation vehicles and power trains on the basis of highest of the volumes between planned and actuals and on a Straight Line method over a period of 36 months for Vehicle Variants, Derivatives and other Regulatory Projects.

(iv) In respect of assets whose useful life has been revised, the unamortised depreciable amount has been charged over the revised remaining useful life.

(v) Depreciation is not recorded on capital work-in-progress / intangible assets under development until construction and installation are complete and asset is ready for its intended use.

(c) Fixed Assets

(i) Fixed assets are stated at cost of acquisition or construction less accumulated depreciation / amortisation.

(ii) The product development cost incurred on new vehicle platform, engines, transmission and new products are recognised as fixed assets, when feasibility has been established, the Company has committed technical, financial and other resources to complete the development and it is probable that the asset will generate probable future benefits.

(iii) Cost includes purchase price, taxes and duties, labour cost and directly attributable overhead expenditure for self constructed assets and other direct costs incurred upto the date the asset is ready for its intended use. Borrowing cost incurred for qualifying assets is capitalised up to the date the asset is ready for intended use, based on borrowings incurred specifically for financing the asset or the weighted average rate of all other borrowings, if no specific borrowings have been incurred for the asset. The cost of acquisition is further adjusted for exchange differences relating to long term foreign currency borrowings attributable to the acquisition of depreciable asset w.e.f. April 1, 2007.

(iv) Heritage assets are measured at cost and not depreciated as they are considered to have useful economic life in excess of 50 years. An annual impairment review is performed and any impairment in the carrying value is recognized immediately in the Statement of Profit and Loss.

(v) Software not exceeding ₹25,000 and product development costs relating to minor product enhancements, facelifts and upgrades are charged off to the Statement of Profit and Loss as and when incurred.

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

(d) Impairment of Tangible Assets, Intangible Assets and Goodwill

At each Balance Sheet date, the Company assesses whether there is any indication that the tangible assets, intangible assets including Goodwill may be impaired. If any such impairment indicators exists, the recoverable amount of an asset is estimated to determine the extent of the impairment, if any. Where it is not possible to estimate the recoverable amount of an individual asset, the Company estimates the recoverable amount of the cash-generating unit to which the asset belongs. If the recoverable amount of the cash generating unit is less than the carrying amount of the unit, the impairment loss is allocated first to reduce the carrying amount of any goodwill allocated to that unit and then to the other assets of the unit pro rata on the basis of carrying amount of each asset in the unit. An impairment loss recognised for goodwill is not reversed in the subsequent period unless there are changes in external events. As of March 31, 2015, none of the tangible and intangible assets were considered impaired except for amounts disclosed in Note 14 to the Consolidated Financial Statements.

(e) Leases

(i) Finance lease

Assets acquired under finance leases are recognised at the lower of the fair value of the leased assets at inception and the present value of minimum lease payments. Lease payments are apportioned between the finance charge and the outstanding liability. The finance charge is allocated to periods during the lease term at a constant periodic rate of interest on the remaining balance of the liability. Assets given under finance leases are recognised as receivables at an amount equal to the net investment in the lease and the finance income is based on a constant rate of return on the outstanding net investment.

(ii) Operating lease

Leases other than finance lease are operating leases and the leased assets are not recognised on the Company's Balance Sheet. Payments under operating leases are recognised in the Statement of Profit and Loss on a straight line basis over the lease term.

(f) Transactions in foreign currencies and accounting of derivatives

(i) Exchange differences

Transactions in foreign currencies are recorded at the exchange rates prevailing on the date of the transaction. Foreign currency monetary assets and liabilities are translated at year end exchange rates.

- (1) Exchange differences arising on settlement of transactions and translation of monetary items other than those covered by (2) below are recognised as income or expense in the year in which they arise. Exchange differences considered as borrowing cost are capitalised to the extent these relate to the acquisition / construction of qualifying assets and the balance amount is recognised in the Statement of Profit and Loss.
- (2) Exchange differences relating to long term foreign currency monetary assets / liabilities are accounted for with effect from April 1, 2007 in the following manner:
 - Differences relating to borrowings attributable to the acquisition of the depreciable capital asset are added to / deducted from the cost of such capital assets.
 - Other differences are accumulated in Foreign Currency Monetary Item Translation Difference Account, and amortised over the period, beginning April 1, 2007 or date of inception of such item, as applicable, and ending on March 31, 2011 or the date of its maturity, whichever is earlier.
 - Pursuant to notification issued by the Ministry of Corporate Affairs, on December 29, 2011, the exchange differences on long term foreign currency monetary items (other than those relating to acquisition of depreciable asset) are amortised over the period till the date of maturity or March 31, 2020, whichever is earlier.
- (3) On consolidation, the assets, liabilities and goodwill or capital reserve arising on the acquisition, of the Group's overseas operations are translated at exchange rates prevailing on the balance sheet date. Income and expenditure items are translated at the average exchange rates for the year/ month. Exchange differences arising in case of Integral Foreign operations are recognised in the Statement of Profit and Loss and exchange differences arising in case of Non integral Foreign Operations are recognised in the Group's Translation Reserve classified under Reserves and surplus.

(ii) Hedge accounting

The Company uses foreign currency forward contracts to hedge its risks associated with foreign currency fluctuations relating to highly probable forecast transactions. With effect from April 1, 2008, the Company designates such forward contracts in a cash flow hedging relationship by applying the hedge accounting principles set out in Accounting Standard 30- Financial Instruments: Recognition and Measurement.

These forward contracts are stated at fair value at each reporting date. Changes in the fair value of these forward contracts that are designated and effective as hedges of future cash flows are recognised directly in Hedging Reserve Account under Reserves and Surplus, net of applicable deferred income taxes and the ineffective portion is recognised immediately in the Statement of Profit and Loss.

Amounts accumulated in Hedging Reserve Account are reclassified to profit and loss in the same periods during which the forecasted transaction affects Statement of Profit and Loss.

Hedge accounting is discontinued when the hedging instrument expires or is sold, terminated, or exercised, or no longer qualifies for hedge accounting. For forecasted transactions, any cumulative gain or loss on the hedging instrument recognised in Hedging Reserve Account is retained there until the forecasted transaction occurs.

If the forecasted transaction is no longer expected to occur, the net cumulative gain or loss recognised in Hedging Reserve Account is immediately transferred to the Statement of Profit and Loss for the year.

(iii) Premium or discount on forward contracts other than those covered in (ii) above is amortised over the life of such contracts and is recognised as income or expense.

(g) Product warranty expenses

The estimated liability for product warranties is recorded when products are sold. These estimates are established using historical information on the nature, frequency and average cost of warranty claims and management estimates regarding possible future incidence based on corrective actions on product failures. The timing of outflows will vary as and when warranty claim will arise - being typically upto five years.

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

(h) Income on vehicle loan

Interest income from loan contracts in respect of vehicles and income from plant given on lease, are accounted for by using the Internal Rate of Return method. Consequently, a constant rate of return on the net outstanding amount is accrued over the period of contract. The Company provides an allowance for finance receivables based on the prudential norms issued by the RBI relating to income recognition, assets classification and non-performing assets as early implemented by the company. In addition to the provisioning as per the RBI norms, provision is also being made for the anticipated loss to be incurred by the company on resale of repossessed vehicles.

(i) Sale of finance receivables

One of the subsidiary sells finance receivables to Special Purpose Entities ("SPE") in securitisation transactions. Recourse is in the form subsidiary's investment in subordinated securities issued by these special purpose entities, cash collateral and bank guarantees. The loans are derecognised in the balance sheet when they are sold and consideration has been received by the subsidiary. Sales and transfers that do not meet the criteria for surrender of control are accounted for as secured borrowings. The subsidiary company hitherto made provision on assigned / securitised receivables in the same manner as done for finance receivables based on the prudential norms issued by the RBI relating to income recognition, asset classification and provisioning for non-performing assets. In addition to the provisioning as per the RBI norms, provision is also made for the anticipated non recoverable principal, where any of the installments are overdue for a period exceeding 11 months. During the year, the subsidiary has revised its accounting policy for recording loss on securitised receivables in line with RBI's securitization guidelines and RBI's observations. The subsidiary is of the opinion that the change would reflect a more appropriate presentation of the financial statements and also would be in line with the RBI observations. As per the new policy the subsidiary records loss on such receivables to the extent of utilization / draw down of the credit enhancement by writing-off the amount to the statement of profit and loss as per RBI Guidelines and has discontinued with the provision on securitised receivables. Had the subsidiary followed its earlier policy the profit for the year and the Reserves as at March 31, 2015 would have been lower by ₹29.50 crores.

Gains or losses from the sale of loans are recognised in the period the sale occurs based on the relative fair value of the portion sold and the portion allocated to retained interests, except for subsidiaries which are governed by prudential norms for income recognition issued by the Reserve Bank of India for Non Banking Financial Companies (NBFC), where gains or losses on sale are accounted for as per these norms.

The estimated liability for servicing expenses in respect of assigned receivables is made based on the ratio between the cost incurred for servicing current receivables and the collection made during the year.

(j) Inventories

Inventories are valued at the lower of cost and net realisable value. Cost of raw materials and consumables are ascertained on a moving weighted average / monthly moving weighted average basis, except for Jaguar and Land Rover which is on FIFO basis. Cost, including variable and fixed overheads, are allocated to work-in-progress and finished goods determined on full absorption cost basis. Net realisable value is estimated selling price in the ordinary course of business less estimated cost of completion and selling expenses.

(k) Employee benefits

(i) Pension plans

One of the major subsidiary group, Jaguar Land Rover, operates several defined benefit pension plans, which are contracted out of the second state pension scheme. The assets of the plan are held in separate trustee administered funds. The plans provide for monthly pension after retirement as per salary drawn and service period as set out in rules of each fund.

Contributions to the plans by the subsidiary group take into consideration the results of actuarial valuations. The plans with a surplus position at the year end have been limited to the maximum economic benefit available from unconditional rights to refund from the scheme or reduction in future contributions. Where the subsidiary group is considered to have a contractual obligation to fund the pension plan above the accounting value of the liabilities, an onerous obligation is recognised.

During the year ended and as at March 31, 2015, ₹ 2,793.47 crores (debit) (net of tax) and ₹ 10,361.85 crores (debit) (net of tax) respectively have been accounted, to "Reserves and Surplus", representing changes in actuarial valuation of pension plans of a subsidiary company in the UK, in accordance with IFRS principles and as permitted by AS 21 in the consolidated financial statements.

A separate defined contribution plan is available to employees of a major subsidiary group, Jaguar Land Rover. Costs in respect of this plan are charged to the Statement of Profit and Loss as incurred.

(ii) Gratuity

The Company and some of its subsidiaries in India have an obligation towards gratuity, a defined benefit retirement plan covering eligible employees. The plan provides for a lump sum payment to vested employees at retirement, death while in employment or on termination of employment of an amount equivalent to 15 to 30 days salary payable for each completed year of service. Vesting occurs upon completion of five years of service. The Company and the said subsidiaries make annual contributions to gratuity funds established as trusts. Some subsidiaries have obtained insurance policies with the Life Insurance Corporation of India. The Company and some of its subsidiaries account for the liability for gratuity benefits payable in future based on an independent actuarial valuation carried out at each Balance Sheet date using the projected unit credit method.

(iii) Superannuation

The Company and some of its subsidiaries have two superannuation plans, a defined benefit plan and a defined contribution plan. An eligible employee on April 1, 1996 could elect to be a member of either plan.

Employees who are members of the defined benefit superannuation plan are entitled to benefits depending on the years of service and salary drawn. The monthly pension benefits after retirement range from 0.75% to 2% of the annual basic salary for each year of service. The Company and the said subsidiaries accounts for the liability for superannuation benefits payable in future under the plan based on an independent actuarial valuation as at Balance Sheet date.

With effect from April 1, 2003, this plan was amended and benefits earned by covered employees have been protected as at March 31, 2003. Employees covered by this plan are prospectively entitled to benefits computed on a basis that ensures that the annual cost of providing the pension benefits would not exceed 15% of salary.

During the year 2014-15, the employees covered by this plan were given one time option to exit from the plan prospectively. Further, the employees

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

who opted for exit were given one time option to withdraw accumulated balances from the superannuation plan.

The Company maintains a separate irrevocable trust for employees covered and entitled to benefits. The Company contributes up to 15% or ₹1,00,000 whichever is lower of the eligible employees' salary to the trust every year. The Company recognizes such contributions as an expense when incurred. The Company has no further obligation beyond this contribution.

(iv) Bhavishya Kalyan Yojana (BKY)

Bhavishya Kalyan Yojana is an unfunded defined benefit plan. The benefits of the plan include pension in certain case, payable upto the date of normal superannuation had the employee been in service, to an eligible employee at the time of death or permanent disablement, while in service, either as a result of an injury or as certified by the Company's Medical Board. The monthly payment to dependents of the deceased / disabled employee under the plan equals 50% of the salary drawn at the time of death or accident or a specified amount, whichever is higher. The Company accounts for the liability for BKY benefits payable in future based on an independent actuarial valuation as at Balance Sheet date.

(v) Severance indemnity

Tata Daewoo Commercial Vehicle Company Limited (TDCV), a subsidiary company incorporated in Korea has an obligation towards severance indemnity, a defined benefit retirement plan, covering eligible employees. The plan provides for a lump sum payment to all employees with more than one year of employment equivalent to 30 days' salary payable for each completed year of service.

(vi) Post-retirement medicare scheme

Under this scheme, employees of the Company and some of its subsidiaries get medical benefits subject to certain limits of amount, periods after retirement and types of benefits, depending on their grade and location at the time of retirement. Employees separated from the Company as part of Early Separation Scheme, on medical grounds or due to permanent disablement are also covered under the scheme. The Company and the said subsidiaries account for the liability for post-retirement medical scheme based on an independent actuarial valuation as at Balance Sheet date.

(vii) Provident fund and family pension

The eligible employees of the Company and some of its subsidiaries are entitled to receive benefits in respect of provident fund, a defined contribution plan, in which both employees and the company/subsidiaries make monthly/annual contributions at a specified percentage of the covered employees' salary (currently 12% of employees' salary). The contributions, as specified under the law, are made to the provident fund and pension fund set up as irrevocable trust by the Company and its subsidiaries or to respective Regional Provident Fund Commissioner and the Central Provident Fund under the State Pension scheme. The Company and some of its subsidiaries are generally liable for monthly/annual contributions and any shortfall in the fund assets based on the government specified minimum rates of return or pension and recognises such contributions and shortfall, if any, as an expense in the year incurred.

(viii) Compensated absences

The Company and some of its subsidiaries provides for the encashment of leave or leave with pay subject to certain rules. The employees are entitled to accumulate leave subject to certain limits, for future encashment. The liability is provided based on the number of days of unutilized leave at each balance sheet date on the basis of an independent actuarial valuation.

(l) Investments

- (i) Long term investments are stated at cost less other than temporary diminution in value, if any.
- (ii) Investment in associate companies are accounted as per the 'Equity method', and accordingly, the share of post acquisition reserves of each of the associate companies has been added to / deducted from the cost of investments.
- (iii) Current investments are stated at lower of cost and fair value. Fair value of investments in mutual funds are determined on portfolio basis.

(m) Income taxes

Tax expense comprises current and deferred taxes. Current taxes are determined based on respective taxable income of each taxable entity and tax rules applicable for respective tax jurisdictions. Current tax is net of credit for entitlement for Minimum Alternative Tax.

Deferred tax is recognised, on timing differences, being the difference between taxable income and accounting income that originate in one period and are capable of reversal in one or more subsequent periods. Deferred tax assets in respect of unabsorbed depreciation and carry forward of losses are recognised if there is virtual certainty that there will be sufficient future taxable income available to realise such losses. Such deferred tax assets and liabilities are computed separately for each taxable entity and for each taxable jurisdiction.

Deferred tax assets and liabilities are measured based on the tax rates that are expected to apply in the period when asset is realised or the liability is settled, based on tax rates and tax laws that have been enacted or substantively enacted by the balance sheet date.

The tax expense is not comparable with the profit before tax, since it is consolidated on a line-by-line addition for each subsidiary company and no tax effect is recorded in respect of consolidation adjustments. This accounting treatment is as per accounting standard AS-21.

(n) Redemption premium on Non Convertible Debentures (NCD)

Premium payable on redemption of NCD as per the terms of issue, is provided fully in the year of issue by adjusting against the Securities Premium Account (SPA) (net of tax). Any change in the premium payable, consequent to conversion or exchange fluctuations is adjusted to the SPA.

(o) Borrowing costs

Fees towards structuring / arrangements and underwriting and other incidental costs incurred in connection with borrowings are amortised over the period of the loan.

(p) Liabilities and contingent liabilities

The Company records a liability for any claims where a potential loss is probable and capable of being estimated and discloses such matters in its financial statements, if material. For potential losses that are considered possible, but not probable, the Company provides disclosure in the financial statements but does not record a liability in its accounts unless the loss becomes probable.

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

		(₹ in crores)	
		As at March 31, 2015	As at March 31, 2014
2. Share Capital			
(a) Authorised :			
350,00,00,000 Ordinary shares of ₹2 each (as at March 31, 2014: 350,00,00,000 Ordinary shares of ₹2 each)		700.00	700.00
100,00,00,000 'A' Ordinary shares of ₹2 each (as at March 31, 2014: 100,00,00,000 'A' Ordinary shares of ₹2 each)		200.00	200.00
30,00,00,000 Convertible Cumulative Preference shares of ₹100 each (as at March 31, 2014: 30,00,00,000 shares of ₹100 each)		3,000.00	3,000.00
		3,900.00	3,900.00
(b) Issued [Note (k), page F-63]			
273,71,97,592 Ordinary shares of ₹2 each (as at March 31, 2014: 273,71,97,592 Ordinary shares of ₹2 each)		547.44	547.44
48,22,06,515 'A' Ordinary shares of ₹2 each (as at March 31, 2014: 48,22,06,515 'A' Ordinary shares of ₹2 each)		96.44	96.44
		643.88	643.88
(c) Subscribed and fully paid :			
273,67,13,122 Ordinary shares of ₹2 each (as at March 31, 2014: 273,67,13,122 Ordinary shares of ₹2 each)		547.34	547.34
48,19,66,945 'A' Ordinary shares of ₹2 each (as at March 31, 2014: 48,19,66,945 'A' Ordinary shares of ₹2 each)		96.40	96.40
		643.74	643.74
(d) Calls unpaid - Ordinary shares		(0.01)	(0.01)
(e) Paid-up (c + d)		643.73	643.73
(f) Forfeited shares - Ordinary shares		0.05	0.05
Total (e + f)		643.78	643.78
(g) Movement of number of shares and share capital :			
		2014-2015	2013-2014
		No. of Shares	No. of Shares
		(₹ in crores)	(₹ in crores)
(i) Ordinary shares :			
Shares as on April 1		273,67,13,122	270,81,56,151
		547.34	541.63
Add: Shares issued out of held in abeyance		-	7,405
		-	-
Add: Shares issued through conversion of Foreign Currency Convertible Notes (FCCN)		-	2,85,49,566
		-	5.71
Shares as on March 31		273,67,13,122	273,67,13,122
		547.34	547.34
(ii) 'A' Ordinary shares :			
Shares as on April 1		48,19,66,945	48,19,59,620
		96.40	96.40
Add: Shares issued out of held in abeyance		-	7,325
		-	-
Shares as on March 31		48,19,66,945	48,19,66,945
		96.40	96.40

* Less than ₹50,000/-

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

(h) Rights, preferences and restrictions attached to shares :

(i) Ordinary shares and 'A' Ordinary shares both of ₹2 each :

- The Company has two classes of shares – the Ordinary shares and the 'A' Ordinary shares both of ₹2 each (together referred to as shares). In respect of every Ordinary share (whether fully or partly paid), voting rights shall be in the same proportion as the capital paid up on such Ordinary share bears to the total paid up Ordinary share capital of the Company. In case of every 'A' Ordinary share, if any resolution is put to vote on a poll or by postal ballot at any general meeting of shareholders, the holder shall be entitled to one vote for every ten 'A' Ordinary shares held as per the terms of its issue and if a resolution is put to vote on a show of hands, the holder of 'A' Ordinary shares shall be entitled to the same number of votes as available to holders of Ordinary shares.
- The dividend proposed by the Board of Directors is subject to the approval of the shareholders in the ensuing Annual General Meeting. Further, the Board of Directors may also declare an interim dividend. The holders of 'A' Ordinary shares shall be entitled to receive dividend for each financial year at five percentage point more than the aggregate rate of dividend declared on Ordinary shares for that financial year.
- In the event of liquidation, the shareholders are eligible to receive the remaining assets of the Company after distribution of all preferential amounts, in proportion to their shareholdings.

(ii) American Depositary Shares (ADSs) and Global Depositary Shares (GDSs) :

- Each ADS and GDS underlying the ADR and GDR respectively represents five Ordinary shares of ₹2 each. A holder of ADS and GDS is not entitled to attend or vote at shareholders meetings. An ADS holder is entitled to issue voting instructions to the Depository with respect to the Ordinary shares represented by ADSs only in accordance with the provisions of the Company's ADSs deposit agreement and Indian Law. The depository for the ADSs and GDSs shall exercise voting rights in respect of the deposited shares by issue of an appropriate proxy or power of attorney in terms of the respective deposit agreements.
- Shares issued upon conversion of ADSs and GDSs will rank pari passu with the existing Ordinary shares of ₹2 each in all respects including entitlement of the dividend declared.

(i) Number of shares held by each shareholder holding more than 5 percent of the issued share capital :

	As at March 31, 2015		As at March 31, 2014	
	% of Issued share capital	No. of shares	% of Issued share capital	No. of shares
(i) Ordinary shares :				
(a) Tata Sons Limited	25.67%	70,23,33,345	25.67%	70,23,33,345
(b) Tata Steel Limited	5.54%	15,16,87,515	5.40%	14,78,10,695
(c) Citibank N A as Depository	#	58,22,60,190	#	58,16,74,545
(ii) 'A' Ordinary shares :				
(a) Matthews Asia Dividend Fund	*	*	6.93%	3,33,95,515
(b) HSBC Global Investment Funds A/c HSBC Global Investment Funds Mauritius Ltd	5.16%	2,48,78,664	6.04%	2,90,86,664
#	held by Citibank, N.A. as depository for American Depositary Receipts (ADRs) and Global Depositary Receipts (GDRs)			
*	Less than 5%			

(j) Information regarding issue of shares in the last five years

- The Company has not issued any shares without payment being received in cash.
- The Company has not issued any bonus shares.
- The Company has not undertaken any buy-back of shares.

(k) The entitlements to 4,84,470 Ordinary shares of ₹2 each (as at March 31, 2014 : 4,84,470 Ordinary shares of ₹2 each) and 2,39,570 'A' Ordinary shares of ₹2 each (as at March 31, 2014: 2,39,570 'A' Ordinary shares of ₹2 each) are subject matter of various suits filed in the courts / forums by third parties for which final order is awaited and hence kept in abeyance.

(l) Subsequent to the year ended March 31, 2015, the Company allotted 15,04,90,480 (including 3,20,49,820 shares underlying the ADRs) Ordinary shares at a premium of ₹448 per share aggregating ₹6,772.07 crores and 2,65,09,759 'A' Ordinary shares at a premium of ₹269 per share, aggregating to ₹718.04 crores, pursuant to the Rights issue. 1,54,279 Ordinary shares and 20,531 'A' Ordinary shares have been kept in abeyance.

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

(₹ in crores)

3. Reserves and surplus	As at March 31, 2014	Additions	Deductions	As at March 31, 2015
(a) Capital Redemption Reserve	2.28 2.28	- -	- -	2.28 2.28
(b) Securities Premium Account [Notes (i) and (ii)]	11,683.09 11,328.57	175.04 441.93	46.54 87.41	11,811.59 11,683.09
(c) Debenture Redemption Reserve	1,042.15 1,042.15	- -	- -	1,042.15 1,042.15
(d) Capital Reserve (on consolidation) [Note (iii)]	504.56 440.21	2.68 64.35	- -	507.24 504.56
(e) Revaluation Reserve [Note (iv)]	22.87 39.60	- -	- 16.73	22.87 22.87
(f) Amalgamation Reserve	0.05 0.05	- -	- -	0.05 0.05
(g) Special Reserve	229.97 208.19	39.41 21.78	- -	269.38 229.97
(h) Hedging Reserve Account [Note (v)]	5,399.55 (1,578.07)	2,933.08 8,813.62	14,662.42 1,836.00	(6,329.79) 5,399.55
(i) Pension Reserve [Note (vi)]	(7,568.38) (6,224.71)	731.59 -	3,525.06 1,343.67	(10,361.85) (7,568.38)
(j) Earned Surplus Reserve [Note (vii)]	14.51 14.51	- -	- -	14.51 14.51
(k) Reserves for Research and Human Resource Development [Note (viii)]	169.29 169.29	- -	- -	169.29 169.29
(l) Restricted Reserve	0.39 0.39	- -	- -	0.39 0.39
(m) Legal Reserve	0.33 -	0.11 0.33	- -	0.44 0.33
(n) Translation Reserve [Note (ix)]	7,173.03 282.27	- 6,890.76	4,193.93 -	2,979.10 7,173.03
(o) General Reserve [Note (x), page F-65]	5,181.62 5,102.50	48.77 79.12	- -	5,230.39 5,181.62
(p) Foreign Currency Monetary Item Translation Difference Account (Net) [Note (xi), page F-65]	573.88 (1,133.87)	(5,710.31) 1,795.86	(909.36) 88.11	(4,227.07) 573.88
(q) Profit and Loss Account / Surplus [Note (xii), page F-65]	40,530.48 27,305.87	14,079.69 14,070.05	123.00 845.44	54,487.17 40,530.48
	64,959.67	12,300.06	21,641.59	55,618.14
	36,999.23	32,177.80	4,217.36	64,959.67

Notes:	2014 - 2015		2013 - 2014	
	Additions	Deductions	Additions	Deductions
(i) The opening and closing balances of Securities Premium Account are net of calls in arrears of ₹0.03 crore				
(ii) Securities Premium Account :				
(a) Premium on shares issued on conversion of Foreign Currency Convertible Notes (FCCN) and held in abeyance out of rights issue of shares	-	-	407.72	-
(b) Brokerage, stamp duty and other fees on issue of Non Convertible Debentures and conversion of FCCN [net of tax ₹1.41 crores (2013-14 ₹0.48 crore)]	-	46.54	-	87.41
(c) Reversal of premium on redemption / conversion of FCCN / NCD, exchange differences and withholding tax	175.04	-	34.21	-
	175.04	46.54	441.93	87.41
(iii) The addition to Capital Reserve represents exchange gain on opening balances in respect of foreign subsidiaries.				
(iv) Revaluation Reserve :				
(a) Depreciation on revalued portion of assets taken over on amalgamation of a company	-	-	-	0.44
(b) Depreciation on revalued portion of assets of a subsidiary company	-	-	-	16.29
	-	-	-	16.73
(v) Hedging Reserve :				
(a) Fair value gains / losses	-	14,662.42	8,813.62	-
(b) Deferred tax on fair value gains / losses	2,933.08	-	-	1,836.00
	2,933.08	14,662.42	8,813.62	1,836.00
(vi) Pension Reserve :				
(a) Actuarial losses (net)	-	3,525.06	-	1,280.68
(b) Movement in restriction of pension assets	26.82	-	-	22.60
(c) Deferred Tax impact on actuarial losses (net) and movement in restriction of pension assets	704.77	-	-	40.39
	731.59	3,525.06	-	1,343.67

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

- (vii) Under the Korean Commercial Code, Tata Daewoo Commercial Vehicle Company Ltd. (TDCV), an indirect subsidiary, is required to appropriate annually at least 10% of cash dividend declared each year to a legal reserve, Earned Surplus Reserve until such reserve equals 50% of capital stock of TDCV. This reserve may not be utilized for cash dividends but may only be used to offset against future deficit, if any, or may be transferred to capital stock of TDCV.
- (viii) Under the Special Tax Treatment Control Law, TDCV appropriated retained earnings for research and human resource development. The reserve, which was used for its own purpose, is regarded as 'Discretionary Appropriated Retained Earnings'.
- (ix) Translation Reserves represents conversion of balances in functional currency of foreign subsidiaries (net of minority share) and associates. [Note (f) (i), page F-59]

(₹ in crores)

	2014 - 2015		2013 - 2014	
	Additions	Deductions	Additions	Deductions
(x) General Reserve :				
(a) Government grants / incentives received	27.77	-	24.67	-
(b) Amount transferred from Profit and Loss Account / Surplus	21.00	-	54.45	-
	48.77	-	79.12	-
(xi) Foreign Currency Monetary Item Translation Difference Account (Net) :				
(a) Exchange gain / (loss) during the year (net)	(5,710.31)	-	1,795.86	-
(b) Amortisation of exchange fluctuation for the year	-	(909.36)	-	88.11
	(5,710.31)	(909.36)	1,795.86	88.11
(xii) Profit and Loss Account / Surplus :				
(a) Profit for the year	13,986.29	-	13,991.02	-
(b) Tax on interim dividend by subsidiaries (including Group's share of subsidiaries' dividend tax)	-	8.40	-	6.35
(c) Proposed dividend	-	-	-	648.56
(d) Dividend paid (2012-13)	-	-	-	3.34
(e) Tax on proposed dividend (including Group's share of subsidiaries' dividend tax)	-	51.81	-	110.86
(f) Reversal of dividend distribution tax of earlier year	93.40	-	79.03	-
(g) Dividend on cumulative preference shares of a subsidiary	-	2.27	-	-
(h) General Reserve	-	21.00	-	54.45
(i) Special Reserve	-	39.41	-	21.78
(j) Legal Reserve	-	0.11	-	0.10
	14,079.69	123.00	14,070.05	845.44

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

		(₹ in crores)	
		As at March 31, 2015	As at March 31, 2014
4. Long-term Borrowings			
(A) Secured :			
(a) Privately placed Non-Convertible Debentures [Notes 1(a) below, 2(a), 2(b) and 2(c), page F-67]		2,493.34	4,315.43
(b) Term loans :			
(i) From banks [Notes 1(b) below, 2(d) and 2(e), page F-67]		5,329.79	4,604.60
(ii) From others [Note 2(f), page F-67]		489.75	419.54
(c) Finance Lease Obligations [Note 30(A)(a)(ii), page F-78]		11.42	15.64
		8,324.30	9,355.21
(B) Unsecured :			
(a) Privately placed Non-Convertible Debentures [Note 1(a) below]		8,129.90	4,194.90
(b) Subordinated perpetual debentures		375.30	325.00
(c) Term loans :			
(i) From banks [Note 1(b) below]		8,654.59	10,875.38
(ii) From others		200.17	252.37
(d) Senior Notes [Note 1(c) below]		30,387.08	20,255.75
		47,747.04	35,903.40
Total (A+B)		56,071.34	45,258.61

		As at March 31, 2015	As at March 31, 2014
5. Short-term borrowings			
(A) Secured :			
(a) Loan from banks [Note 2(d), page F-67]		6,327.44	5,159.11
(b) Loan from others		77.07	94.43
		6,404.51	5,253.54
(B) Unsecured :			
(a) Loan from banks		1,663.05	2,506.46
(b) Loan from others		49.91	17.92
(c) Inter corporate deposits from associates		60.00	26.00
(d) Commercial paper		4,962.67	1,891.94
		6,735.63	4,442.32
Total (A+B)		13,140.14	9,695.86

Notes :**(1) Terms of redemption / repayments :**

- (a) Privately placed Non-Convertible Debentures will be redeemed from financial year 2015-16 to 2025-26.
(b) Term Loans from Banks are repayable from financial year 2015-16 to 2019-20.
(c) Schedule of repayment of Senior notes :

	Currency	Amount (in million)	As at March 31, 2015 (₹ in crores)	As at March 31, 2014 (₹ in crores)
5.750% Senior Notes due 2024	USD	250	1,562.50	-
5.625% Senior Notes due 2023	USD	500	3,130.46	2,992.36
3.875% Senior Notes due 2023	GBP	400	3,697.96	-
5.000% Senior Notes due 2022	GBP	400	3,697.96	3,981.40
8.125% Senior Notes due 2021	USD	83.58	523.30	2,453.94
5.75% Senior Notes due 2021	USD	300	1,874.93	-
8.25% Senior Notes due 2020	GBP	58.45	540.38	4,976.76
4.625% Senior Notes due 2020	USD	500	3,125.00	-
3.50% Senior Notes due 2020	USD	500	3,130.46	-
4.25% Senior Notes due 2019	USD	500	3,130.46	-
4.125% Senior Notes due 2018	USD	700	4,382.63	4,188.83
4.25% Senior Notes due 2018	SGD	350	1,591.04	1,662.46
			30,387.08	20,255.75

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

Notes :

(2) Nature of Security (on loans including interest accrued thereon) :

- (a) During the year 2009-10, the Company issued 2% secured non-convertible credit enhanced rupee debentures in four tranches, having tenor upto seven years, aggregating ₹4,200 crores on a private placement basis. These were secured by a second charge in favour of Vijaya Bank, Debenture Trustee and first ranking pari passu charge in favour of State Bank of India as security trustee on behalf of the guarantors, by way of English mortgage of the Company's lands, freehold and leasehold, together with all buildings, constructions and immovable and movable properties situated at Chinchwad, Pimpri, Chikhali and Maval in Pune District and plant and machinery and other movable assets situated at Pantnagar in the State of Uttarakhand and at Jamshedpur in the state of Jharkhand. During the year 2014-15, the Company has prepaid ₹1,250 crores. As at March 31, 2015 outstanding is ₹Nil.
- (b) Rated, Listed, Secured, 9.95% Coupon, Non-Convertible Debentures amounting to ₹200 crores and 10.25% Coupon, Non-Convertible Debentures amounting to ₹500 crores are secured by a pari passu charge by way of an English mortgage of the Company's freehold land together with immovable properties, plant and machinery and other movable assets (excluding stock and book debts) situated at Sanand in the State of Gujarat.
- (c) Privately placed non-convertible debentures amounting to ₹1,793.34 crores are fully secured by :
 - (i) First charge on residential flat of Tata Motors Finance Limited (TMFL), a subsidiary of the Company
 - (ii) Pari - passu charge is created in favour of debenture trustee on :
 - All receivables of TMFL arising out of loan and trade advances,
 - All book debts of TMFL arising out of loan and trade advances.
 - (iii) First charge on secured / unsecured loans given by TMFL as identified from time to time and accepted by the debenture trustee.
 - (iv) Any other security as identified by TMFL and acceptable to the debenture trustee.
- (d) Security will be created within the stipulated timelines given by the different banks for privately placed non-convertible debentures amounting to ₹2,000.00 crores. Security will be floating first pari passu charge for all secured lenders by way of hypothecation on all loans receivables/Hire purchase receivables/Lease rentals net of finance charges and juniors pass through certificates through security trustee.
- (e) Loans from Banks are secured by hypothecation of existing current assets of the Company viz. stock of raw materials, stock in process, semi-finished goods, stores and spares not relating to plant and machinery (consumable stores and spares), bills receivable and book debts including receivable from hire purchase / leasing and all other moveable current assets except cash and bank balances, loans and advances of the Company both present and future.
- (f) Term loans from banks amounting to ₹2,175 crores are secured by a pari passu charge in favour of the security trustee on receivables. Receivables from pass through certificates and book debts specified in (c)(ii) above and such current assets as may be identified by TMFL from time to time and accepted by the security trustee.
- (g) The term loan is due for repayment from the quarter ending March 31, 2033 to quarter ending March 31, 2035, along with simple interest at the rate of 0.10% p.a. The loan is secured by a second and subservient charge (creation of charge is under process) over Company's freehold land together with immovable properties, plant and machinery and other movable assets (excluding stock and book debts) situated at Sanand plant in the State of Gujarat.
- (h) During the year 2011-12, the Company raised Syndicated Foreign currency term loans of USD 500 million in two tranches with tenors between four to seven years, in accordance with guidelines on External Commercial Borrowings (ECB) issued by the Reserve Bank of India. During the year 2014-15, the Company has prepaid the same.
- (i) During the year, the Company has issued USD 500 million 4.625% Senior Unsecured Notes due 2020 and USD 250 million 5.750% Senior Unsecured Notes due 2024. The proceeds have been used to refinance existing External Commercial Borrowing (ECB) of the Company of USD 500 million and balance proceeds are being used to incur new additional capital expenditure and other permitted purposes as per RBI ECB guidelines. As the ECB has been prepaid, the unamortised exchange loss (net) of ₹216.07 crores and the borrowing cost of ₹27.08 crores as at September 30, 2014 have been debited to Statement of Profit and Loss during the quarter ended December 31, 2014.
- (j) The Company has prepaid 2% Non-Convertible Debentures (NCD) ₹1,250.00 crores (due March 31, 2016) with a redemption premium of ₹744.18 crores.
- (k) During the year, Jaguar Land Rover Automotive Plc (JLR), an indirect subsidiary of the Company, issued USD 500 million 4.250% Senior Notes due 2019, USD 500 million 3.50% Senior Notes due 2020 and GBP 400 million 3.875% Senior Notes due 2023. The proceeds were used for part prepayment of USD 326 million 8.125% Senior Notes due 2021 and GBP 442 million 8.250% Senior Notes due 2020 and is being used for general corporate purposes, including support for the on-going growth and capital spending plan.
- (l) During the year, TML Holdings Pte Ltd, Singapore, a subsidiary of the Company, issued USD 300 million 5.750% Senior Notes due 2021.

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

		(₹ in crores)	
		As at March 31, 2015	As at March 31, 2014
6. (a)	Deferred tax assets and liabilities (net) classified on a company wise basis :		
	(i) Deferred tax asset	2,733.20	2,347.08
	(ii) Deferred tax liability	(1,343.20)	(1,572.33)
	Net deferred tax asset	1,390.00	774.75
(b)	Major components of deferred tax arising on account of timing differences are:		
	Liabilities:		
	Depreciation	(1,782.45)	(1,586.20)
	Intangibles / Product development cost and Reserves for Research and Human Resource Development	(9,843.79)	(8,921.81)
	Derivatives	-	(1,334.57)
	Others	(263.38)	(46.71)
		(11,889.62)	(11,889.29)
	Assets:		
	Unabsorbed depreciation / business loss	5,878.08	8,315.50
	Employee benefits / expenses allowable on payment basis	4,943.59	3,530.45
	Provision for doubtful debts	733.90	631.55
	Derivatives	1,610.46	-
	Others	113.59	186.54
		13,279.62	12,664.04
	Net deferred tax asset	1,390.00	774.75
(c)	Tax expense :	2014 - 2015	2013 - 2014
	(i) Current tax		
	Current tax [including Minimum Alternate Tax / (credit)]	4,558.81	4,368.42
	(ii) Deferred tax charge	3,084.10	396.37
	Total (i + ii)	7,642.91	4,764.79
(d)	Deferred tax charge for the year	2014 - 2015	2013 - 2014
	Opening net deferred tax assets	774.75	2,380.72
	(Debited) / Credited to Securities Premium Account	1.41	0.48
	(Debited) / Credited to Hedging Reserve	2,933.43	(1,836.00)
	(Debited) / Credited to Pension Reserve	704.97	(40.39)
	Translation differences in respect of foreign subsidiaries	59.54	666.31
		4,474.10	1,171.12
	Closing net deferred tax assets	1,390.00	774.75
	Deferred tax charge for the year	3,084.10	396.37

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

(₹ in crores)

	As at March 31, 2015	As at March 31, 2014
7. Other long-term liabilities		
(a) Liability towards premium on redemption of Non-Convertible Debentures	-	919.23
(b) Deferred payment liabilities	126.41	183.83
(c) Interest accrued but not due on borrowings	23.22	2.57
(d) Derivative financial instruments	7,721.94	548.36
(e) Deferred revenue	923.62	640.64
(f) Others	346.73	302.23
Total	9,141.92	2,596.86

	As at March 31, 2015	As at March 31, 2014
8. Other current liabilities		
(a) Liability towards vehicles sold under repurchase arrangements	1,820.60	1,827.74
(b) Liability for capital expenditure	4,605.24	2,580.20
(c) Deposits and retention money	211.21	169.91
(d) Interest accrued but not due on borrowings	1,004.72	821.52
(e) Current maturities of long term borrowings (Note below)	4,398.91	5,687.81
(f) Deferred payment Liabilities	59.75	65.83
(g) Advance and progress payments from customers	2,288.91	3,118.67
(h) Statutory dues (VAT, Excise, Service Tax, Octroi etc)	1,864.75	1,815.68
(i) Employee benefit obligations	43.00	45.41
(j) Liability towards Investors Education and Protection Fund under Section 125C of the Companies Act, 2013 (IEPF) not due	40.50	50.51
(k) Derivative financial instruments	6,445.98	643.87
(l) Deferred revenue	621.56	331.34
(m) Others	283.45	215.37
Total	23,688.58	17,373.86

Note :**Current maturities of long term borrowings consists of :**

(i) Privately placed Non-Convertible Debentures	1,778.68	2,163.32
(ii) Term loans from banks and others	2,604.66	3,502.19
(iii) Finance lease obligations [Note 30(A)(a)(ii), page F-78]	15.57	22.30
Total	4,398.91	5,687.81

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

		(₹ in crores)	
		As at March 31, 2015	As at March 31, 2014
9. Long-term provisions			
(a)	Employee benefit obligations	8,964.79	6,287.44
(b)	Warranty and product liability [Note 34(i), page F-85]	5,693.64	5,505.53
(c)	Residual risk [Note 34(iii), page F-85]	142.55	130.99
(d)	Environmental cost [Note 34(iv), page F-85]	244.88	206.68
(e)	Provision for Annual maintenance contract [Note 34(v), page F-85]	12.57	0.04
(f)	Others	75.84	59.61
	Total	15,134.27	12,190.29
10. Short term provisions			
(a)	Employee benefit obligations	341.82	1,778.52
(b)	Warranty and product liability [Note 34(i), page F-85]	4,663.66	3,976.69
(c)	Current income tax (net of payment)	835.90	1,396.94
(d)	Proposed dividend	-	648.56
(e)	Provision for tax on dividends	66.36	114.12
(f)	Residual risk [Note 34(iii), page F-85]	42.72	17.95
(g)	Environmental cost [Note 34(iv), page F-85]	44.18	-
(h)	Provision for Annual maintenance contract [Note 34(v), page F-85]	16.29	3.08
(i)	Others	25.07	34.82
	Total	6,036.00	7,970.68
11. Trade payables			
(a)	Acceptances	4,076.75	5,162.04
(b)	Other than acceptances	53,330.53	52,153.69
	Total	57,407.28	57,315.73

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

12. Tangible assets

(₹ in crores)

Particulars	Cost as at April 1, 2014	Acquisitions	Additions/ adjustments [Note (ii)]	Translation adjustment	Deductions/ adjustments	Cost as at March 31, 2015	Accumulated depreciation as at April 1, 2014	Accumulated depreciation on acquisitions during the year	Depreciation for the year [Note (iii)]	Translation adjustment-accumulated depreciation	Deductions/ adjustments	Accumulated depreciation up to March 31, 2015	Net book value as at March 31, 2015
[I] Owned assets :													
(i) Land	2,027.99 1,693.61	-	328.33 86.78	(112.39) 256.26	1.44 8.66	2,242.49 2,027.99	-	-	-	-	-	-	2,242.49 2,027.99
(ii) Buildings	10,946.48 8,267.89	-	3,169.82 1,723.03	(620.66) 1,055.07	165.84 99.51	13,329.80 10,946.48	4,313.93 3,534.03	-	324.57 273.70	(246.09) 599.96	159.82 93.76	4,232.59 4,313.93	9,097.21 6,632.55
(iii) Plant, machinery and equipment [Note (i)]	79,061.70 63,036.91	-	16,046.70 7,448.90	(4,692.94) 9,087.43	1,922.42 511.54	88,493.04 79,061.70	48,411.14 37,827.79	-	5,846.04 4,997.08	(2,813.09) 6,054.21	1,877.07 467.94	49,567.02 48,411.14	38,926.02 30,650.56
(iv) Furniture, fixtures and office appliances [Note (i)]	1,010.56 709.86	-	232.79 234.79	(52.98) 87.55	40.97 24.09	1,149.40 1,010.56	476.04 375.69	-	141.85 69.22	(25.27) 51.15	32.21 22.18	560.41 476.04	588.99 534.52
(v) Vehicles [Note (i)]	270.33 251.35	-	52.38 44.38	(5.13) 8.75	37.18 34.23	280.40 270.33	142.83 121.89	-	39.17 38.98	(1.82) 2.74	27.41 20.81	152.77 142.83	127.63 127.50
(vi) Heritage assets	-	-	514.19	(32.07)	-	482.12	-	-	-	-	-	-	482.12
(vii) Computers and other IT assets [Note (i)]	1,125.82 928.19	-	294.07 185.70	(40.89) 53.89	15.34 50.62	1,363.66 1,125.82	757.04 666.62	-	110.20 89.69	(14.65) 30.62	11.22 36.63	841.37 757.04	522.29 368.78
[II] Assets given on lease :													
(i) Plant and machinery	404.32 402.19	-	7.35 2.13	-	0.65	411.02 404.32	380.92 380.15	-	4.17 5.58	-	2.34 4.81	382.75 380.92	28.27 23.40
[III] Assets taken on lease :													
(i) Leasehold land	268.47 265.82	-	2.37 2.65	-	0.36	270.48 268.47	32.32 28.44	-	3.74 3.88	-	-	36.06 32.32	234.42 236.15
(ii) Buildings	63.65 55.06	-	3.84 6.81	(0.68) 0.74	0.71 0.43	66.10 63.65	14.85 9.24	-	6.14 4.07	(0.28) 0.50	0.50 (0.25)	20.21 14.85	45.89 48.80
(iii) Plant and machinery	38.96 38.89	-	0.09 0.30	(0.23)	0.53	38.52 38.96	36.64 34.63	-	1.70 2.02	(0.04) (0.01)	0.53	37.77 36.64	0.75 2.32
(iv) Computers and other IT assets	157.73 153.79	-	8.97 4.06	(0.01)	-	166.69 157.73	116.01 96.13	-	20.55 20.00	-	0.12	136.56 116.01	30.13 41.72
TOTAL TANGIBLE ASSETS	95,376.01 75,803.56	- 12.66	20,660.90 9,739.53	(5,557.75) 10,549.46	2,185.44 729.20	1,08,293.72 95,376.01	54,681.72 43,074.61	- 9.72	6,498.13 5,504.22	(3,101.24) 6,739.17	2,111.10 646.00	55,967.51 54,681.72	52,326.21 40,694.29

(i) Includes buildings, plant, machinery and equipment, furniture, fixtures and office equipments, vehicles and computers having gross block of ₹0.56 crore, ₹250.22 crores, ₹5.75 crores, ₹0.41 crore, ₹1.50 crores and ₹143.78 crores (as at March 31, 2014 ₹0.69 crore, ₹290.44 crores, ₹7.79 crores, ₹1.88 crores and ₹137.16 crores) and net block of ₹0.51 crore, ₹16.21 crores, ₹0.48 crore, ₹0.02 crore, ₹0.03 crore and ₹0.63 crore (as at March 31, 2014 ₹0.62 crore, ₹18.13 crores, ₹0.63 crore, ₹0.04 crore and ₹0.68 crore) respectively, held for disposal.

(ii) Additions / adjustments include capitalisation of exchange loss mainly on plant, machinery and equipment of ₹26.24 crores (2013-2014 ₹11.13 crores).

(iii) Depreciation excludes :

(a) Lease equalisation of ₹2.27 crores (2013-2014 ₹4.52 crores) adjusted in lease rental income.

(b) Depreciation of ₹Nil (2013-2014 ₹16.73 crores) on revalued portion of gross block transferred to Revaluation Reserve.

13. Intangible assets

Particulars	Cost as at April 1, 2014	Acquisitions	Additions/ adjustments *	Translation adjustment	Deductions/ adjustments	Cost as at March 31, 2015	Accumulated amortisation as at April 1, 2014	Accumulated amortisation on acquisitions during the year	Amortisation for the year	Translation adjustment-accumulated amortisation	Deductions/ adjustments	Accumulated amortisation up to March 31, 2015	Net book value as at March 31, 2015
(i) Technical know-how	56.65 56.37	-	26.82 0.23	0.03 0.05	-	83.50 56.65	46.13 45.76	-	1.19 0.37	-	-	47.32 46.13	36.18 10.52
(ii) Computer software	3,118.71 1,984.35	-	1,787.75 881.33	(278.86) 345.00	54.78 112.88	4,572.82 3,118.71	1,555.64 1,121.68	-	524.59 338.74	(104.39) 167.47	26.98 86.27	1,948.86 1,555.64	2,623.96 1,563.07
(iii) Product development cost	29,229.51 21,018.31	-	15,265.62 6,063.38	(2,469.42) 3,580.54	1,569.09 1,432.72	40,456.62 29,229.51	11,833.55 6,988.46	-	6,248.50 5,119.44	(827.21) 1,168.55	1,566.33 1,442.90	15,688.51 11,833.55	24,768.11 17,395.96
(iv) Trade marks and brand	3,958.94 3,264.48	-	-	(281.43) 693.33	-	3,677.51 -	-	-	-	-	-	-	3,677.51 3,958.94
(v) Developed technologies	1,188.40 1,004.94	-	1.91	(67.92)	-	1,122.39 1,188.40	698.34 492.14	-	116.22 115.39	(42.70) 90.81	-	771.86 698.34	350.53 490.06
TOTAL INTANGIBLE ASSETS	37,552.21 27,328.45	- 20.91	17,082.10 6,946.07	(3,097.60) 4,802.38	1,623.87 1,545.60	49,912.84 37,552.21	14,133.66 8,648.04	- 14.02	6,890.50 5,573.94	(974.30) 1,426.83	1,593.31 1,529.17	18,456.55 14,133.66	31,456.29 23,418.55

* Additions / Adjustments include capitalisation of exchange loss mainly on product development cost of ₹40.96 crores (2013-2014 capitalisation of exchange loss of ₹26.24 crores).

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

(₹ in crores)

14. Goodwill (on consolidation)	As at March 31, 2015	As at March 31, 2014
Opening balance	4,978.83	4,102.37
Add: Addition due to acquisition of subsidiary	9.05	139.60
Less: Impairment	-	(22.16)
Add: Impact of foreign currency translation	(290.89)	759.02
Closing balance	4,696.99	4,978.83

15. Non-current investments	As at March 31, 2015	As at March 31, 2014
(A) Investments in equity accounted investees :		
(a) Carrying amount of investments in associates (Note 4 below)	382.59	382.98
(b) 9% optionally convertible preference shares	160.00	-
	542.59	382.98
(B) Others (at cost)		
(i) Quoted		
Equity shares	302.08	299.11
(ii) Unquoted		
(a) Equity shares	382.31	385.45
(b) Non cumulative redeemable preference shares	2.00	2.00
(c) Cumulative redeemable non-participating preference shares	6.00	6.00
(d) Non-convertible debentures	3.50	-
(e) Retained interest in securitisation transactions	6.20	40.01
	702.09	732.57
(C) Provision for diminution in value of Investments (net)	(4.18)	(4.16)
(D) Advance against investments	-	3.00
Total (A + B + C + D)	1,240.50	1,114.39
Notes:		
(1) Book value of quoted investments (other than in associates)	302.08	299.11
(2) Book value of unquoted investments (other than in associates)	395.83	432.30
(3) Market value of quoted investments (other than in associates)	210.61	252.49

(4) The particulars of investments in associate companies as of March 31, 2015 are as follows:

Sr. No.	Name of the Associates	Country of Incorporation	Ownership Interest (%)	Original Cost of Investment	Amount of Goodwill/ (Capital Reserve) in Original Cost	Share of post acquisition Reserves and Surplus	Carrying amount of Investments
(i)	Tata AutoComp Systems Ltd	India	26.00	77.47	-	138.18	215.65
			26.00	77.47	-	142.88	220.35
(ii)	NITA Company Ltd	Bangladesh	40.00	1.27	(0.43)	20.92	22.19
			40.00	1.27	(0.43)	18.27	19.54
(iii)	Automobile Corporation of Goa Ltd	India	47.19	109.63	55.28	31.21	140.84
			47.19	109.63	55.28	29.55	139.18
(iv)	Jaguar Cars Finance Ltd	UK	49.90	3.91	-	-	3.91
			49.90	3.91	-	-	3.91
(v)	Tata Hitachi Construction Machinery Company Ltd	India	40.00	80.20	0.20	(80.20)	-
			40.00	80.20	0.20	(80.20)	-
Total				272.48	55.05	110.11	382.59
				272.48	55.05	110.50	382.98

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

(₹ in crores)

		As at March 31, 2015	As at March 31, 2014
16.	Current investments (at cost or fair value whichever is lower) (fully paid)		
	(A) Quoted		
	(a) Equity shares	-	19.60
	(b) Bonds	-	2.25
		-	21.85
	(B) Unquoted		
	(a) Mutual funds	14,058.36	9,494.06
	(b) Optionally convertible debentures	1.49	1.66
	(c) Equity shares	4.68	-
	(d) Retained interest in securitisation transactions	31.41	54.71
		14,095.94	9,550.43
	(C) Advance against investments	0.30	-
	Total (A+B+C)	14,096.24	9,572.28
	Note:		
	(1) Book value of quoted investments	-	21.85
	(2) Book value of unquoted investments	14,096.24	9,550.43
	(3) Market value of quoted investments	-	27.90
17.	Long-term loans and advances		
	(A) Secured :		
	Finance receivables [Note below]	11,812.60	9,788.93
	Total	11,812.60	9,788.93
	(B) Unsecured:		
	(a) Loans to employees	40.06	44.80
	(b) Loan to Joint Venture (FIAT India Automobile Private Ltd)	132.50	132.50
	(c) Taxes recoverable, statutory deposits and dues from government	1,173.10	988.87
	(d) Capital advances	234.93	321.55
	(e) Credit entitlement of Minimum Alternate Tax (MAT)	89.88	787.59
	(f) Non-current income tax assets (net of provision)	947.70	855.96
	(g) Others	517.54	348.64
	Total	3,135.71	3,479.91
	Total (A + B)	14,948.31	13,268.84
	Note :		
	Finance receivables (Gross) *	13,551.30	10,589.61
	Less : Allowances for doubtful loans **	(1,738.70)	(800.68)
	Total	11,812.60	9,788.93
	* Loans are secured against hypothecation of vehicles		
	Includes on account of overdue securitised receivables	-	4.65
	** Includes on account of securitised receivables	-	(4.35)
18.	Short-term loans and advances		
	(A) Secured :		
	Finance receivables [Note below]	5,065.22	8,505.39
	Others	85.37	-
	Total	5,150.59	8,505.39
	(B) Unsecured:		
	(a) Advances and other receivables	889.21	803.21
	(b) Inter corporate deposits	95.30	0.30
	(c) Fixed deposit with Financial Institutions	5.00	37.50
	(d) VAT, other taxes recoverable, statutory deposits and dues from government	4,269.28	4,274.57
	(e) Current income tax assets (net of provisions)	212.08	385.28
	(f) Others	124.98	48.99
	Total	5,595.85	5,549.85
	Total (A + B)	10,746.44	14,055.24
	Note :		
	Finance receivables (Gross) *	6,104.98	9,343.73
	Less : Allowances for doubtful loans **	(1,039.76)	(838.34)
	Total	5,065.22	8,505.39
	* Loans are secured against hypothecation of vehicles		
	Includes on account of overdue securitised receivables	-	9.47
	** Includes on account of securitised receivables	-	(4.25)

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

		(₹ in crores)	
		As at March 31, 2015	As at March 31, 2014
19.	Other non-current assets		
(a)	Prepaid expenses	224.62	268.84
(b)	Prepaid debt issue cost / loan arrangement fees	338.54	384.44
(c)	Interest accrued on loans and deposits	62.56	50.47
(d)	Derivative financial instruments	232.28	4,364.70
	Total	858.00	5,068.45
20.	Other current assets		
(a)	Prepaid expenses	1,163.41	958.29
(b)	Prepaid debt issue cost / loan arrangement fees	101.99	103.66
(c)	Interest accrued on loans and deposits	12.12	7.71
(d)	Derivative financial instruments	1,670.90	3,591.24
	Total	2,948.42	4,660.90
21.	Inventories		
(a)	Stores and spare parts	196.64	192.84
(b)	Consumable tools	215.81	132.96
(c)	Raw materials and components	2,201.82	1,777.24
(d)	Work-in-progress	3,367.26	2,657.04
(e)	Finished goods	22,824.04	21,771.33
(f)	Goods-in-transit - Raw materials and components	466.77	739.48
	Total	29,272.34	27,270.89
22.	Trade receivables (unsecured)		
(a)	Over six months	1,001.02	951.85
(b)	Others	12,316.04	10,244.08
		13,317.06	11,195.93
	Less : Allowances for doubtful debts	(737.86)	(621.70)
	Total	12,579.20	10,574.23
23.	Cash and bank balances		
(A)	Cash and cash equivalents		
(a)	Cash on hand	36.97	38.63
(b)	Cheques on hand	51.64	122.24
(c)	Current account with banks #	8,070.61	7,568.61
(d)	Bank deposits with upto 3 months maturity	12,969.11	8,898.50
	Total	21,128.33	16,627.98
(B)	Other bank balances		
	Earmarked balances with banks	18.37	18.15
	Total	18.37	18.15
(C)	Other bank balances (with more than 3 months but less than 12 months maturity)		
(a)	Bank deposits	10,434.24	12,477.64
(b)	Earmarked balances with banks	216.36	199.42
(c)	Margin money / cash collateral with banks	-	35.26
	Total	10,650.60	12,712.32
(D)	Other bank balances (with more than 12 months maturity)		
(a)	Bank deposits	-	0.06
(b)	Earmarked balances with banks	218.33	252.45
(c)	Margin money / cash collateral with banks	100.13	100.83
	Total	318.46	353.34
	Total (A + B + C + D)	32,115.76	29,711.79
#	Includes remittances in transit	169.30	146.04

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

(₹ in crores)

24. Total revenue	2014-2015	2013-2014
(I) Revenue from operations		
(a) Sale of products	261,071.20	2,30,803.07
(b) Sale of services	1,020.22	935.60
(c) Income from vehicle loan contracts (Note 1 below)	2,191.83	2,731.20
	264,283.25	2,34,469.87
(d) Other operating revenues (Note 2 below)	2,062.00	2,156.56
Total	266,345.25	2,36,626.43
(II) Other income		
(a) Interest income	714.96	675.45
(b) Dividend income (Note 3 below)	58.97	35.65
(c) Profit on sale of investments (net) (Note 4 below)	119.57	114.58
(d) Other non-operating income	5.24	2.91
Total	898.74	828.59
Note :		
1) Includes :		
(a) Income from securitisation / sale of receivables of loan contracts (net)	24.85	63.69
(b) Interest income from loan contracts (net of income reversal)	2,011.11	2,420.22
2) Includes MTM gains / (loss) on commodity derivatives	(362.65)	(187.71)
3) Includes dividend on :		
(a) Trade investments (current)	7.51	14.17
(b) Trade investments (non-current)	51.46	21.48
4) Includes :		
(a) Profit on sale of investment including Mutual funds (current)	109.50	114.58
(b) Profit on sale of investment (non-current)	10.07	-

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

		(₹ in crores)	
		2014-2015	2013-2014
25.	Employee cost / benefits expenses		
	(a) Salaries, wages and bonus	19,802.49	16,715.33
	(b) Contribution to provident fund and other funds	2,799.21	2,601.70
	(c) Staff welfare expenses	2,947.26	2,239.39
	Total	25,548.96	21,556.42
26.	Finance cost		
	(a) Interest	5,695.36	5,566.17
	Less: Transferred to capital account	(1,651.71)	(1,474.72)
		4,043.65	4,091.45
	(b) Discounting charges	817.84	657.99
	Total	4,861.49	4,749.44
27.	Other expenses		
	(a) Processing charges	1,050.48	1,093.53
	(b) Consumption of stores and spare parts	1,782.94	1,682.34
	(c) Power and fuel	1,121.75	1,128.69
	(d) Rent	516.04	465.86
	(e) Repairs to buildings	120.47	93.58
	(f) Repairs to plant, machinery etc.	471.86	261.45
	(g) Insurance	287.49	278.75
	(h) Rates and taxes	380.53	265.51
	(i) Freight, transportation, port charges etc.	7,754.97	6,879.75
	(j) Publicity	8,501.36	8,064.10
	(k) Excise duty on change in closing stock	160.10	(48.33)
	(l) Works operation and other expenses (Note below)	28,469.73	23,644.88
	Total	50,617.72	43,810.11
	Note :		
	Works operation and other expenses include:		
	(i) Warranty and product liability expenses	5,945.99	6,207.44
	(ii) Computer expenses	2,163.25	1,762.80
	(iii) Engineering expenses	6,113.10	5,465.75
	(iv) Miscellaneous contract jobs / Outsourcing expenses	4,310.97	3,494.92
	(v) Lease rentals in respect of plant, machinery and equipment	216.63	196.38
	(vi) Provision and write off of sundry debtors, vehicle loans and advances (net)	1,800.78	1,185.90
	(vii) Exchange loss / (gain) on Maturity and MTM on trading forward and options	39.48	(1,629.12)

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

28. Earnings Per Share		2014-2015	2013-2014
(a) Profit for the year	₹ in crores	13,986.29	13,991.02
(b) The weighted average number of Ordinary shares for Basic EPS	Nos.	273,66,78,812	273,23,46,381
(c) The weighted average number of 'A' Ordinary shares for Basic EPS	Nos.	48,19,66,945	48,19,62,228
(d) The nominal value per share (Ordinary and 'A' Ordinary)	₹	2.00	2.00
(e) Share of profit for Ordinary shares for Basic EPS	₹ in crores	11,887.85	11,889.07
(f) Share of profit for 'A' Ordinary shares for Basic EPS *	₹ in crores	2,098.44	2,101.95
(g) Earnings Per Ordinary share (Basic)	₹	43.44	43.51
(h) Earnings Per 'A' Ordinary share (Basic)	₹	43.54	43.61
(i) Profit for the year for Basic EPS	₹ in crores	13,986.29	13,991.02
(j) Profit for the year for Diluted EPS	₹ in crores	13,986.29	13,991.02
(k) The weighted average number of Ordinary shares for Basic EPS	Nos.	273,66,78,812	273,23,46,381
(l) Add: Adjustment for options relating to warrants, shares held in abeyance	Nos.	4,84,470	4,89,261
(m) The weighted average number of Ordinary shares for Diluted EPS	Nos.	273,71,63,282	273,28,35,642
(n) The weighted average number of 'A' Ordinary shares for Basic EPS	Nos.	48,19,66,945	48,19,62,228
(o) Add: Adjustment for 'A' Ordinary shares held in abeyance	Nos.	2,39,570	2,44,287
(p) The weighted average number of 'A' Ordinary shares for Diluted EPS	Nos.	48,22,06,515	48,22,06,515
(q) Share of Profit for Ordinary shares for Diluted EPS	₹ in crores	11,887.28	11,888.48
(r) Share of Profit for 'A' Ordinary shares for Diluted EPS *	₹ in crores	2,099.01	2,102.54
(s) Earnings Per Ordinary share (Diluted)	₹	43.43	43.50
(t) Earnings Per 'A' Ordinary share (Diluted)	₹	43.53	43.60

* 'A' Ordinary shareholders are entitled to receive dividend @ 5% points more than the aggregate rate of dividend determined by the Company on Ordinary shares for the financial year.

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

		(₹ in crores)	
		As at March 31, 2015	As at March 31, 2014
29. Contingent liabilities, commitments (to the extent not provided for) :			
Description of claims and assertions where a potential loss is possible, but not probable is reported under notes (1), (2) and (3) below :			
(1)	Claims against the company not acknowledged as debt	2,782.27	2,403.57
(2)	Provision not made for income tax matters in dispute	134.55	123.74
(3)	The claims / liabilities in respect of excise duty, sales tax and other matters where the issues were decided in favour of the Company for which Department is in further appeal	70.71	72.00
(4)	The Company has given guarantees for liability in respect of receivables assigned by way of securitisation	215.45	503.94
(5)	Other money for which the Company is contingently liable :		
	(i) In respect of bills discounted and export sales on deferred credit	706.10	730.57
	(ii) Cash margin / collateral	240.89	153.38
	(iii) In respect of subordinated receivables	0.93	1.04
	(iv) Others	62.06	45.65
(6)	Estimated amount of contracts remaining to be executed on capital account and not provided for	9,005.09	12,243.98
(7)	Purchase commitments	9,127.77	11,913.23
30. Disclosure in respect of leases :			
		As at March 31, 2015	As at March 31, 2014
(A) Finance leases :			
	Assets taken on lease:		
(a)	(i) Total of minimum lease payments	29.76	42.14
	The total of minimum lease payments for a period :	17.27	24.75
	Not later than one year	12.49	17.39
	Later than one year and not later than five years		
	(ii) Present value of minimum lease payments	26.99	37.94
	Present value of minimum lease payments for a period :		
	Not later than one year	15.57	22.30
	Later than one year and not later than five years	11.42	15.64
(b)	A general description of the significant leasing arrangements - The Company has entered into finance lease arrangements for computers and data processing equipments from various vendors.		
(B) Operating leases :			
	Assets taken on lease:		
(a)	Total of minimum lease payments	1,279.16	912.77
	The total of minimum lease payments for a period :		
	Not later than one year	464.82	299.13
	Later than one year and not later than five years	571.07	427.60
	Later than five years	243.27	186.04
(b)	A general description of significant leasing arrangements - The Company has entered into operating lease arrangements for property, computers and data processing equipments from various vendors.		

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

31. Related party disclosures for the year ended March 31, 2015

(A) Related parties and their relationship

Associates :

Tata Auto Comp Systems Ltd
Tata Sons Ltd (Investing Party)
Niita Company Ltd
Tata Precision Industries (India) Ltd
Automobile Corporation of Goa Ltd
Jaguar Cars Finance Limited
Tata Hitachi Construction Machinery Company Private Ltd (converted from Public Ltd w.e.f March 5, 2015)

Joint Ventures :

Fiat India Automobiles Private Ltd (converted from Public Ltd w.e.f January 19, 2015)
Tata Cummins Private Ltd (converted from Public Ltd w.e.f December 16, 2014)
Tata HAL Technologies Ltd
Spark 44 Ltd
Chery Jaguar Land Rover Automotive Co. Ltd
Chery Jaguar Land Rover Auto Sales Company Limited [a wholly owned subsidiary of Chery Jaguar Land Rover Automotive Co. Ltd., formerly known as Suzhou Chery Jaguar Land Rover Trading Co. Ltd (Interim JV) w.e.f November 5, 2014]

Key Management Personnel :

Mr. R Pisharody
Mr. S B Borwankar

In Subsidiary Companies :

Dr. Ralf Speth

(B) Transactions with the related parties	Joint Venture	Associates	Key Management Personnel	(₹ in crores)
				2014 - 2015 Total
Purchase of goods	2,664.50	959.76	-	3,624.26
	2,159.77	481.23	-	2,641.00
Sale of goods (inclusive of sales tax)	1,357.13	172.96	-	1,530.09
	556.96	137.41	-	694.37
Services received	48.48	21.83	83.12	153.43
	90.68	18.96	41.34 #	150.98
Services rendered	113.76	11.10	-	124.86
	256.81	13.17	-	269.98
Redemption / buy back of investments	-	-	-	-
	9.62	-	-	9.62
Finance given (including loans and equity)	-	160.00	-	160.00
	-	26.86	-	26.86
Finance taken (including loans and equity)	-	64.00	-	64.00
	-	33.50	-	33.50
Finance taken, paid back (including loans and equity)	-	30.00	-	30.00
	-	37.00	-	37.00
Interest / Dividend paid/(received) (net)	(9.79)	120.38	-*	110.59
	(11.35)	119.20	-*	107.85
(C) Balances with the related parties				
Amount Receivable	218.09	8.76	-	226.85
	155.10	23.21	-	178.31
Amount Payable	144.25	78.34	-	222.59
	176.56	48.21	-	224.77
Amount Receivable (in respect of loans, interest and dividend)	183.97	25.66	-	209.63
	173.30	-	-	173.30
Amount Payable (in respect of loans, interest and dividend)	-	3.49	-	3.49
	-	16.00	-	16.00
Bills discounted (in respect of amount receivable)	-	4.86	-	4.86
	-	7.60	-	7.60
Bank Guarantee / Other assets given as security	-	3.00	-	3.00
	-	3.00	-	3.00

Includes ₹ 5.48 crores of managerial remuneration which is subject to the approval of the Central Government.

* Less than ₹ 5,000/-

Note : Current year figures are shown in bold and comparative figures for the previous year are shown below current year.

(D) Disclosure in respect of transactions which are more than 10% of the total transactions of the same type with related parties during the year	2014 - 2015	2013 - 2014	
(i) Purchase of Goods			
	Tata Cummins Private Ltd	1,166.25	910.77
	Fiat India Automobiles Private Ltd	1,498.25	1,249.00
	Automobile Corporation of Goa Ltd	375.68	282.21
	Tata AutoComp Systems Ltd	582.78	198.26
(ii) Sale of Goods			
	Tata Cummins Private Ltd	88.57	72.26
	Fiat India Automobiles Private Ltd	533.07	483.05
	Niita Company Ltd	137.18	108.60
	Tata Hitachi Construction Machinery Co Pvt.Ltd	22.35	21.15
(iii) Services received			
	Tata Sons Ltd	19.43	18.31
	Fiat India Automobiles Private Ltd	0.27	0.20
	Tata Cummins Private Ltd	0.16	-
(iv) Services rendered			
	Automobile Corporation of Goa Ltd	2.40	-
	Tata Cummins Private Ltd	2.61	3.23
	Fiat India Automobiles Private Ltd	-	2.56
	Tata Hitachi Construction Machinery Co Pvt.Ltd	7.94	10.27
	Tata Sons Ltd	1.40	-
(v) Finance given (including loans and equity)			
	Tata Hitachi Construction Machinery Co Pvt.Ltd	160.00	-
	Tata Auto Comp Systems Ltd	-	26.86
(vi) Finance taken (including loans and equity)			
	Automobile Corporation of Goa Ltd	64.00	33.50
(vii) Finance taken, paid back (including loans and equity)			
	Automobile Corporation of Goa Ltd	(30.00)	(37.00)
(viii) Interest/Dividend paid/(received)			
	Dividend paid	140.89	140.89
	Dividend received	(9.90)	(9.90)
	Interest paid	3.20	15.44
	Interest received	(12.99)	(26.79)

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

32. Consolidated segment information for the year ended March 31, 2015

(₹ in crores)

(A) Primary segment	Automotive				Others	Inter-Segment Eliminations	Total
	Tata Vehicles and financing thereof *	Jaguar and Land Rover	Intra Segment Eliminations	Total			
(a) Revenue							
External sales and income from other operations	43,996.99 41,209.86	2,17,472.68 1,90,378.50	- -	2,61,469.67 2,31,588.36	1,326.66 1,245.30	- -	2,62,796.33 2,32,833.66
Inter segment/Intra segment sales and other income	114.25 89.58	- -	(106.84) (76.14)	7.41 13.44	1,421.13 1,273.69	(1,428.54) (1,287.13)	- -
Total revenue	44,111.24 41,299.44	2,17,472.68 1,90,378.50	(106.84) (76.14)	2,61,477.08 2,31,601.80	2,747.79 2,518.99	(1,428.54) (1,287.13)	2,62,796.33 2,32,833.66
(b) Segment results before other income, finance cost, tax and exceptional items	(2,505.90) (951.27)	28,127.33 24,561.20	- -	25,621.43 23,609.93	375.96 282.66	(147.37) (117.39)	25,850.02 23,775.20
(c)							
(i) Other income							898.74 828.59
(ii) Finance cost							(4,861.49) (4,749.44)
(iii) Exceptional items :							
- Exchange loss (net) on revaluation of foreign currency borrowings, deposits and loans							(91.72) (707.72)
- Provision for costs associated with closure of operations and impairment of intangibles							- (224.16)
- Employee separation cost							(92.99) (53.50)
(d) Profit before tax							21,702.56 18,868.97
Tax expense							7,642.91 4,764.79
(e) Profit after tax							14,059.65 14,104.18
(f) Segment assets	57,553.16 56,604.23	1,46,134.60 1,25,497.12	- -	2,03,687.76 1,82,101.35	2,092.68 1,999.40	(1,074.50) (841.46)	2,04,705.94 1,83,259.29
(g) Segment liabilities	14,115.52 14,910.19	76,234.35 70,974.22	- -	90,349.87 85,884.41	629.56 687.35	(283.61) (198.90)	90,695.82 86,372.86
(h) Other information							
(a) Depreciation and amortisation expense	3,013.16 2,534.07	10,319.73 8,498.47	- -	13,332.89 11,032.54	55.74 45.62	- -	13,388.63 11,078.16
(b) Capital expenditure	3,228.98 3,814.29	31,732.49 24,506.13	- -	34,961.47 28,320.42	75.15 76.34	(147.01) (117.77)	34,889.61 28,278.99
(i) Segment assets exclude:							
(i) Deferred tax assets							2,733.20 2,347.08
(ii) Current and non-current investments							15,336.74 10,686.67
(iii) Income tax assets (net of provision) including MAT credit							1,249.66 2,028.83
(iv) Other unallocated assets							14,632.45 21,676.45
							33,952.05 36,739.03

* Other brand vehicles includes Tata Daewoo and Fiat traded vehicles

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

(₹ in crores)

								(₹ in crores)
(j) Segment liabilities exclude:								
(i) Minority interest								433.34
								420.65
(ii) Long-term borrowings								56,071.34
								45,258.61
(iii) Short-term borrowings								13,140.14
								9,695.86
(iv) Current maturities of long term debt								4,398.91
								5,687.81
(v) Deferred tax liability								1,343.20
								1,572.33
(vi) Proposed dividend and tax thereon								66.36
								762.67
(vii) Provision for income tax								835.90
								1,396.94
(viii) Other unallocated liabilities								15,411.06
								3,227.14
								91,700.25
								68,022.01
(B) Secondary segment								
	United States	UK	Rest of Europe	India	China	Rest of World	Total	
Revenue from external customers	31,469.53	35,129.16	31,791.99	35,669.64	76,170.40	52,565.61	2,62,796.33	
	26,764.90	29,293.77	29,285.88	34,448.15	65,903.91	47,137.05	2,32,833.66	
Carrying amount of segment assets	3,480.97	1,19,577.63	2,694.32	54,566.39	14,082.82	10,303.81	2,04,705.94	
	3,335.34	1,01,052.25	3,457.99	52,915.41	11,005.84	11,492.46	1,83,259.29	
Capital expenditure	51.40	29,642.62	14.90	3,102.05	1,779.83	298.81	34,889.61	
	15.00	23,414.98	10.03	3,625.04	996.91	217.03	28,278.99	

Notes:

- (1) The Company has disclosed business segment as primary segment. Automotive segment consists of business of automobile products consisting of all types of commercial and passenger vehicles including financing of the vehicles sold by the Company, wherever applicable. Others primarily include engineering solutions and software operations.
- (2) Segment revenues, expenses and results include transfer between business segments. Such transfers are undertaken either at competitive market prices charged to unaffiliated customers for similar goods or at contracted rates. These transfers are eliminated on consolidation.

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

33. (a) Defined benefit plans / Long term compensated absences

(₹ in crores)

As at / for the year ended on March 31,	Gratuity, Superannuation and BKY / PSY					Compensated Absences					Post-retirement Medicare scheme				
	2015	2014	2013	2012	2011	2015	2014	2013	2012	2011	2015	2014	2013	2012	2011
(i) Components of employer expense															
Current service cost	56.43	58.75	52.84	47.09	36.07	36.53	38.81	34.90	28.34	22.56	5.71	5.18	4.06	4.22	3.67
Interest cost	69.05	63.93	60.20	55.57	48.18	22.17	21.95	20.78	18.00	14.19	11.31	9.06	8.34	8.14	7.23
Expected return on plan assets	(57.15)	(57.02)	(53.64)	(49.95)	(44.86)	-	-	-	-	-	-	-	-	-	-
Past service cost	-	-	-	-	0.07	-	-	-	-	-	0.70	0.55	-	-	-
Actuarial losses / (gains)	60.00	(0.43)	4.99	21.89	60.44	39.23	(25.65)	5.88	22.85	40.69	16.15	2.65	2.00	(6.02)	3.80
Total expense recognised in the Statement of Profit and Loss in Note 25, page F-76 :	128.33	65.23	64.39	74.60	99.90	97.93	35.11	61.56	69.19	77.44	33.87	17.44	14.40	6.34	14.70
	(b) & (c)					(a)					(c)				
(ii) Actual Contribution and Benefit Payments															
Actual benefit payments	137.19	85.87	81.64	56.44	64.64	56.57	49.27	41.36	32.34	33.08	2.20	3.90	4.07	3.90	4.13
Actual contributions	122.62	42.40	68.00	68.36	85.07	56.57	49.27	41.36	32.34	33.08	2.20	3.90	4.07	3.90	4.13
(iii) Net asset/(liability) recognised in Balance Sheet															
Present value of Defined Benefit Obligation	901.85	827.79	814.79	757.76	692.38	309.90	268.65	283.58	263.38	226.31	155.72	124.05	110.51	100.18	97.74
Fair value of plan assets	789.18	720.63	737.38	676.74	618.02	-	-	-	-	-	-	-	-	-	-
Net asset / (liability) recognised in Balance Sheet	(112.67)	(107.16)	(77.41)	(81.02)	(74.36)	(309.90)	(268.65)	(283.58)	(263.38)	(226.31)	(155.72)	(124.05)	(110.51)	(100.18)	(97.74)
Experience adjustment on plan liabilities	7.82	23.55	(23.73)	(7.37)	(36.78)	(6.68)	N/A	N/A	N/A	N/A	(3.80)	3.46	8.76	(2.83)	5.32
(iv) Change in Defined Benefit Obligations (DBO)															
Present value of DBO at beginning of year	827.79	814.79	757.76	692.38	609.67	268.65	283.58	263.38	226.31	181.95	124.05	110.51	100.18	97.74	87.17
Liability on acquisitions	-	-	0.04	0.43	-	-	-	-	0.22	-	-	-	-	-	-
Current service cost	56.43	58.75	52.84	47.09	36.07	36.53	38.81	34.90	28.34	22.56	5.71	5.18	4.06	4.22	3.67
Past service cost	-	-	-	-	-	-	-	-	-	-	0.70	0.55	-	-	-
Interest cost	69.05	63.93	60.20	55.57	48.18	22.17	21.95	20.78	18.00	14.19	11.31	9.06	8.34	8.14	7.23
Plan amendments	(0.20)	-	-	-	-	(0.11)	-	-	-	-	-	-	-	-	-
Settlement cost / (credit)	-	-	-	-	-	-	(0.77)	-	-	-	-	-	-	-	-
Actuarial (gains) / losses	85.97	(23.81)	25.59	18.73	63.10	39.23	(25.65)	5.88	22.85	40.69	16.15	2.65	2.00	(6.02)	3.80
Benefits paid	(137.19)	(85.87)	(81.64)	(56.44)	(64.64)	(56.57)	(49.27)	(41.36)	(32.34)	(33.08)	(2.20)	(3.90)	(4.07)	(3.90)	(4.13)
Present value of DBO at the end of year	901.85	827.79	814.79	757.76	692.38	309.90	268.65	283.58	263.38	226.31	155.72	124.05	110.51	100.18	97.74
(v) Change in fair value of assets															
Plan assets at beginning of year	720.63	737.38	676.74	618.02	550.07	-	-	-	-	-	-	-	-	-	-
Liability on acquisitions	-	-	0.04	-	-	-	-	-	-	-	-	-	-	-	-
Actual return on plan assets	83.12	33.65	74.24	46.80	47.52	-	-	-	-	-	-	-	-	-	-
Actual Company contributions	122.62	42.40	68.00	68.36	85.07	56.57	49.27	41.36	32.34	33.08	2.20	3.90	4.07	3.90	4.13
Benefits paid	(137.19)	(85.87)	(81.64)	(56.44)	(64.64)	(56.57)	(49.27)	(41.36)	(32.34)	(33.08)	(2.20)	(3.90)	(4.07)	(3.90)	(4.13)
Others	-	(6.93)	-	-	-	-	-	-	-	-	-	-	-	-	-
Plan assets at the end of year	789.18	720.63	737.38	676.74	618.02	-	-	-	-	-	-	-	-	-	-
(vi) Actuarial Assumptions															
Discount rate (%)	6.75-8.00	6.75-9.30	6.75-8.35	6.75-8.90	6.75-8.50	7.80-8.00	9.20	8.35	8.50	8.50	8.00	9.20	8.35	8.50	8.50
Expected return on plan assets (%)	8.00-9.25	8.00-9.25	8.00-9.25	8.00-9.25	8.00-9.25	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Medical cost inflation (%)	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	6.00	6.00	5.00	4.00	4.00
(vii) The major categories of plan assets as percentage to total plan assets															
Debt securities	73%	71%	73%	77%	75%	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Balance with approved insurance companies	21%	28%	24%	19%	-	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Balances with banks	6%	1%	4%	4%	25%	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
(viii) Effect of one percentage point change in assumed medical inflation rate															
	One percentage point increase in medical inflation rate					One percentage point decrease in medical inflation rate									
	2015	2014	2013	2012	2011	2015	2014	2013	2012	2011					
Revised DBO	176.28	137.03	121.00	108.44	104.57	138.52	111.55	101.33	81.62	88.49					
Revised service cost	8.71	6.05	4.86	4.88	4.30	5.96	4.47	3.41	3.04	3.16					
Revised interest cost	23.32	9.94	9.30	8.85	7.97	17.24	8.30	7.54	6.81	6.59					

(a) Defined contribution plans-

The Company's contribution to defined contribution plan aggregated ₹192.74 crores (2013-14 ₹271.62 crores) for the year ended March 31, 2015 has been recognised in the Statement of Profit and Loss in note 25(b) on page F-76

(b) The expected rate of return on plan assets is based on market expectation, at the beginning of the year, for returns over the entire life of the related obligation.

(c) The assumption of future salary increases, considered in actuarial valuation, take account of inflation, seniority, promotion and other relevant factors, such as supply and demand in the employment market.

(d) The Company expects to contribute ₹89.32 crores to the funded pension plans in the year 2015-2016.

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

33. (b) Details of Severance Indemnity plan applicable to Tata Daewoo Commercial Vehicle Co. Ltd. and Tata Daewoo Commercial Vehicle Sales and Distribution Co. Ltd., Korea.

(₹ in crores)

As at / for the year ended on March 31,		2015	2014	2013	2012	2011
i	Components of employer expense					
	Current service cost	42.16	38.75	37.24	21.18	20.32
	Interest cost	8.05	5.64	9.30	10.26	10.28
	Past service cost	-	-	(6.17)	-	-
	Expected return on plan assets	(6.07)	(0.04)	-	-	-
	Actuarial losses / (gains)	69.92	(7.14)	(62.40)	(8.39)	(23.38)
	Total expense recognised in the Statement of Profit and Loss in Note 25(b), page F-76 :	114.06	37.21	(22.03)	23.05	7.22
ii	Actual Contribution and Benefit Payments					
	Actual benefit payments	4.73	6.83	87.97	14.64	8.96
	Actual contributions	75.48	135.03	87.97	14.64	8.96
iii	Net liability recognised in Balance Sheet					
	Present value of Defined Benefit Obligation	330.78	219.54	164.44	252.58	220.62
	Fair value of plan assets	202.54	129.43	-	-	-
	Net liability recognised in Balance Sheet	(128.24)	(90.11)	(164.44)	(252.58)	(220.62)
	Experience adjustment on plan liabilities	19.83	6.54	79.62	19.01	5.56
iv	Change in Defined Benefit Obligations					
	Present Value of DBO at the beginning of the year	219.54	164.44	252.58	220.62	217.23
	Current service cost	42.16	38.75	37.24	21.18	20.32
	Interest cost	8.05	5.64	9.30	10.26	10.28
	Past service cost	-	-	(6.17)	-	-
	Actuarial losses	67.29	(7.14)	(62.40)	(8.39)	(23.38)
	Benefits paid	(4.73)	(6.83)	(87.97)	(14.64)	(8.96)
	Exchange fluctuation	(1.53)	24.68	21.86	23.55	5.13
	Present Value of DBO at the end of the year	330.78	219.54	164.44	252.58	220.62
v	Change in fair value of assets					
	Plan assets at the beginning of the year	129.43	-	-	-	-
	Actual return on plan assets	3.44	0.04	-	-	-
	Actual Company contributions	75.48	135.03	87.97	14.64	8.96
	Benefits paid	(4.73)	(6.83)	(87.97)	(14.64)	(8.96)
	Exchange fluctuation	(1.08)	1.19	-	-	-
	Plan assets at the end of the year	202.54	129.43	-	-	-
vi	Actuarial assumptions					
	Discount rate	2.30%	3.60%	3.07%	4.03%	4.53%
	Expected return on plan assets	3.60%	N/A	N/A	N/A	N/A

(a) **Defined Contribution Plans-**

The Company's contribution to defined contribution plan aggregated ₹16.66 crores (2013-14 ₹16.81 crores) for the year ended March 31, 2015 has been recognised in the Statement of Profit and Loss in note 25(b) on page F-76

(b) The expected rate of return on plan assets is based on market expectation, at the beginning of the year, for returns over the entire life of the related obligation.

(c) The assumption of future salary increases, considered in actuarial valuation, take account of inflation, seniority, promotion and other relevant factors, such as supply and demand in the employment market.

(d) The Company expects to contribute ₹70.38 crores to the funded pension plans in the year 2015-2016.

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

33. (c) Details of Defined benefit plans applicable to Jaguar and Land Rover group

(₹ in crores)

	As at / for the year ended on March 31,	Post-retirement Pension scheme					Post-retirement Medicare scheme				
		2015	2014	2013	2012	2011	2015	2014	2013	2012	2011
(i)	Components of employer expense										
	Current service cost	1,584.36	1,626.77	1,009.27	780.53	752.63	0.49	0.58	0.52	0.46	0.64
	Interest cost	2,772.76	2,587.53	2,177.34	1,829.87	1,529.40	0.39	0.48	0.60	0.53	0.71
	Expected return on plan assets	(2,342.67)	(2,203.42)	(1,917.76)	(1,833.99)	(1,711.20)	-	-	-	-	-
	Amortisation of past service cost	5.13	54.72	49.10	112.99	35.41	-	-	-	-	-
	Settlement	(2.07)	-	-	-	(1.20)	-	-	(0.52)	-	-
	Expenses paid	-	1.35	-	-	-	-	-	-	-	-
	Total expense recognised in the Statement of Profit and Loss in Note 25(b), page F-76	2,017.51	2,066.95	1,317.95	889.40	605.04	0.88	1.06	0.60	0.99	1.35
(ii)	Actual contribution and benefit payments										
	Actual benefit payments	1,437.45	1,314.88	1,112.62	866.72	910.70	0.10	0.10	0.09	-	-
	Actual contributions	3,409.01	3,202.75	1,442.36	1,760.55	1,545.97	0.10	0.10	3.10	-	-
(iii)	Amount recognised in Pension Reserve										
	Actuarial loss / (gain)	3,523.68	1,283.81	3,972.49	1,490.14	1,391.86	1.38	(2.40)	0.86	0.84	(4.39)
	Movement in restriction of pension assets	(26.82)	21.45	(235.08)	(42.75)	888.67	-	-	-	-	-
	Onerous obligation	-	-	(1,056.73)	(37.41)	-	-	-	-	-	-
	Economic benefit from pre payment of normal contribution	-	-	300.08	(266.44)	-	-	-	-	-	-
	Deferred tax	(704.77)	(40.39)	(626.73)	(1,272.50)	-	-	-	-	-	-
	Amount recognised in Pension Reserve	2,792.09	1,264.87	2,354.03	(128.96)	2,280.53	1.38	(2.40)	0.86	0.84	(4.39)
(iv)	Net liability recognised in Balance Sheet										
	Present value of Defined Benefit Obligation	72,871.09	60,249.67	49,426.92	40,065.65	30,723.35	11.73	9.15	9.60	10.76	7.69
	Fair value of plan assets	64,688.30	53,576.49	44,046.30	38,372.91	29,816.11	-	-	-	-	-
	Restriction of pension asset	(3.51)	(29.56)	(6.16)	(229.00)	(235.84)	-	-	-	-	-
	Onerous obligation	-	-	-	(1,001.94)	(902.99)	-	-	-	-	-
	Economic benefit from pre payment of normal contribution	-	-	-	284.52	(15.28)	-	-	-	-	-
	Net asset recognised in balance sheet	3.61	4.38	3.61	15.49	6.72	-	-	-	-	-
	Net (Liability) recognised in Balance Sheet	(8,189.91)	(6,707.12)	(5,390.39)	(2,654.65)	(2,068.07)	(11.73)	(9.15)	(9.60)	(10.76)	(7.69)
	Experience adjustment on plan liabilities	(995.83)	69.24	56.75	610.62	696.80	-	-	-	-	-
(v)	Change in Defined Benefit Obligations (DBO)										
	Present Value of DBO at beginning of year	60,249.67	49,426.92	40,065.65	30,723.35	26,340.24	9.16	9.60	10.32	7.69	10.76
	Current service cost	1,584.36	1,626.77	1,009.27	780.53	752.63	0.49	0.58	0.52	0.46	0.64
	Interest cost	2,772.76	2,587.53	2,177.34	1,829.87	1,529.40	0.39	0.48	0.60	0.53	0.71
	Amendments	-	55.78	49.10	51.53	35.41	-	-	-	-	-
	Actual member contributions	18.34	13.08	59.93	112.99	46.39	-	-	-	-	-
	Actuarial losses / (gains)	15,108.87	(2,628.99)	7,314.38	2,797.44	1,608.01	1.38	(2.40)	0.86	0.84	(4.39)
	Benefits paid	(1,437.45)	(1,314.88)	(1,112.62)	(866.72)	(910.70)	(0.10)	(0.10)	(0.09)	-	-
	Expenses paid	-	-	(0.77)	(1.22)	(0.99)	-	-	-	-	-
	Past service cost	5.13	-	-	-	-	-	-	-	-	-
	Plan curtailment	-	(1.06)	-	-	-	-	-	-	-	-
	Plan combination	(1.58)	-	-	-	-	-	-	-	-	-
	Plan settlement	(13.11)	-	-	-	(9.42)	-	-	(3.53)	-	-
	Exchange fluctuation	(5,419.90)	10,484.52	(135.36)	4,637.88	1,332.38	0.41	0.99	0.92	0.80	(0.03)
	Present Value of DBO at the end of year	72,871.09	60,249.67	49,426.92	40,065.65	30,723.35	11.73	9.15	9.60	10.32	7.69
(vi)	Change in fair value of assets										
	Plan assets at beginning of year	53,576.49	44,046.30	38,372.91	29,816.11	25,908.88	-	-	-	-	-
	Actual return on plan assets	13,927.87	(1,709.38)	5,259.65	3,141.29	1,927.28	-	-	-	-	-
	Actual Company contributions	3,409.01	3,202.18	1,442.36	1,760.55	1,545.97	0.10	0.10	3.10	-	-
	Actual member contributions	18.34	13.08	59.93	51.53	46.39	-	-	-	-	-
	Benefits paid	(1,437.45)	(1,314.88)	(1,112.62)	(866.72)	(910.70)	(0.10)	(0.10)	(0.09)	-	-
	Expenses paid	(1.77)	(1.35)	(0.77)	(1.22)	(0.99)	-	-	-	-	-
	Plan settlement	(11.04)	-	-	-	(8.22)	-	-	(3.01)	-	-
	Exchange fluctuation	(4,793.15)	9,340.54	24.84	4,471.37	1,307.50	-	-	-	-	-
	Plan assets at the end of year	64,688.30	53,576.49	44,046.30	38,372.91	29,816.11	-	-	-	-	-
(vii)	Actuarial assumptions										
	Discount rate (%)	2.45-3.37	3.71-4.59	3.69-4.40	4.38-5.10	5.19-5.50	3.75	4.35	4.10	4.88	5.74
	Inflation (%)	2.00-3.06	2.00-3.44	2.00-3.40	2.00-3.30	2.00-3.40	N/A	N/A	N/A	N/A	N/A
	Expected return on plan assets (%)	3.37	2.07-3.94	4.75-6.34	4.85-6.34	5.75-6.57	N/A	N/A	N/A	N/A	N/A
	Medical cost inflation (%)	N/A	N/A	N/A	N/A	N/A	N/A	4.50	4.50	4.50	4.20
(viii)	The major categories of plan assets as percentage to total plan assets										
	Equity securities	8%-20%	10%-37%	17%-38%	19%-38.4%	20%-40%	N/A	N/A	N/A	N/A	N/A
	Debt securities	49%-70%	35%-69%	38%-68%	38.4%-67%	40%-63%	N/A	N/A	N/A	N/A	N/A
	Other	18%-31%	19%-27%	15%-24%	8%-23.2%	2.4%-20%	N/A	N/A	N/A	N/A	N/A

(a) Defined Contribution Plans-

(a) Jaguar Land Rover group's contribution to defined contribution plan aggregated ₹325.37 crores (₹221.20 crores) for the year ended March 31, 2014) has been recognised in the Statement of Profit and Loss in note 25(b) on page F-76.

(b) The expected rate of return on plan assets is based on market expectation, at the beginning of the year, for returns over the entire life of the related obligation.

(c) The assumption of future salary increases, considered in actuarial valuation, take account of inflation, seniority, promotion and other relevant factors, such as supply and demand in the employment market.

(d) The Company expects to contribute ₹85.05 crores to the funded pension plans in the year 2015-2016.

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

(₹ in crores)

	2014 - 2015	2013 - 2014
34. (i) Movement of provision for warranty and product liability		
Opening balance	9,482.22	6,719.10
Add: Provision for the year (net) (including additional provision for earlier years)	5,912.78	6,207.44
Less: Payments / debits (net of recoveries from suppliers)	(4,152.96)	(4,760.36)
Foreign currency translation	(884.74)	1,316.04
Closing balance	10,357.30	9,482.22
Current portion	4,663.66	3,976.69
Non-current portion	5,693.64	5,505.53
	10,357.30	9,482.22
The provision is expected to be utilized for settlement of warranty claims within a period of 5 years.		
(ii) Movement of provision for redemption of FCCN		
Opening balance	-	34.21
Foreign currency exchange loss	-	0.94
Premium on redemption of FCCN (including withholding tax)	-	(35.15)
Closing balance	-	-
(iii) Movement of provision for residual risk		
Opening balance	148.94	119.67
Add: Provision / (reversal of provision) for the year	43.98	27.19
Less: Payments / debits	-	-
Foreign currency translation	(7.65)	2.08
Closing balance	185.27	148.94
Current portion	42.72	17.95
Non-current portion	142.55	130.99
	185.27	148.94
In certain markets, some subsidiaries are responsible for the residual risk arising on vehicles sold by dealers on a leasing arrangement. The provision is based on the latest available market expectations of future residual value trends. The timing of the outflows will be at the end of the lease arrangements – being typically up to three years.		
(iv) Movement of provision towards environmental cost		
Opening balance	206.68	179.32
Add: Provision for the year (net)	98.29	0.96
Less: Payments	-	(12.50)
Foreign currency translation	(15.91)	38.90
Closing balance	289.06	206.68
Current portion	44.18	-
Non-current portion	244.88	206.68
	289.06	206.68
This provision relates to various environmental remediation costs such as asbestos removal and land clean up. The timing of when these costs will be incurred is not known with certainty.		
(v) Movement of provision for annual maintenance contract		
Opening balance	3.12	30.00
Add: Provision for the year (net)	29.32	(22.11)
Less: Payments	(3.58)	(4.77)
Closing balance	28.86	3.12
Current portion	16.29	3.08
Non-current portion	12.57	0.04
	28.86	3.12

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

- (c) The proportionate share of assets and liabilities as at March 31, 2015 and income and expenditure for the year 2014-15 of Tata HAL Technologies Ltd as per their audited financial statement are given below :

(₹ in crores)					
	As on March 31, 2015	As on March 31, 2014		2014-2015	2013-2014
RESERVES AND SURPLUS	(2.13)	(2.62)	INCOME		
Reserves and Surplus			Service income	4.49	2.96
NON-CURRENT LIABILITIES			Other Income	0.09	0.41
Long-term Provisions	0.07	0.07		4.58	3.37
CURRENT LIABILITIES			EXPENDITURE		
Short-term Borrowings	-	0.54	Cost of traded items & services	0.02	0.97
Trade Payables	0.46	0.43	Salary & other general expenses	3.89	2.73
Other Current Liabilities	0.06	0.03	Depreciation	0.17	0.23
Short-term Provisions	0.01	0.01			
	0.60	1.08			
NON-CURRENT ASSETS					
Fixed Assets	0.22	0.27			
Other Long-term Loans and Advances	0.32	0.25			
Other Non-Current Assets	0.05	-			
Current Assets	1.55	1.59			
	2.14	2.11		4.08	3.93

- (d) The proportionate share of assets and liabilities as at March 31, 2015 and income and expenditure for the year 2014-15 of Spark 44 Ltd as per their unaudited financial statement are given below :

(₹ in crores)					
	As on March 31, 2015	As on March 31, 2014		2014-2015	2013-2014
RESERVES AND SURPLUS	25.89	19.81	INCOME		
Reserves and Surplus			Revenue from operations	128.87	93.67
NON-CURRENT LIABILITIES				128.87	93.67
Other Long-term Liabilities	0.65	0.80	EXPENDITURE		
CURRENT LIABILITIES			Manufacturing and other expenses	112.89	79.63
Trade Payables	27.83	32.05	Depreciation	3.45	2.69
Short-term Provisions	0.37	-	Tax expenses	3.85	3.94
	28.85	32.85		120.19	86.26
NON-CURRENT ASSETS					
Fixed Assets	9.15	4.18			
Current Assets	45.58	48.47			
	54.73	52.65			
Capital Commitments	176.58	1,154.61			

- (e) The proportionate share of assets and liabilities as at March 31, 2015 and income and expenditure for the year 2014-15 of Chery Jaguar Land Rover Automotive Co. Ltd as per their unaudited financial statement are given below :

(₹ in crores)					
	As on March 31, 2015	As on March 31, 2014		2014-2015	2013-2014
RESERVES AND SURPLUS	2,621.39	1,366.22	INCOME		
Reserves and Surplus			Revenue from operations	781.29	-
NON-CURRENT LIABILITIES			Other income	15.97	129.74
Long-term Borrowings	893.61	321.20		797.26	129.74
Deferred Tax Liabilities	-	(14.03)	EXPENDITURE		
CURRENT LIABILITIES			Manufacturing and other expenses	796.47	258.42
Short-term Borrowings	258.49	-	Depreciation	81.15	6.16
Trade Payables	1,274.22	332.75	Finance Cost	14.20	3.94
Other Current Liabilities	51.03	0.90	Tax expenses / (credit)	(29.09)	(63.28)
Short-term Provisions	15.53	-			
	2,492.88	640.82			
NON-CURRENT ASSETS					
Fixed Assets	2,555.56	1,111.31			
Other Long-term Loans and Advances	37.35	-			
Other Non-Current Assets	115.19	51.26			
Current Assets	2,406.17	844.46			
	5,114.27	2,007.03		862.73	205.23

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

Additional information as required under Schedule III to the Companies Act, 2013, of enterprises consolidated as subsidiary / Associates / Joint Ventures

Name of the entity	Net Assets, i.e. total assets minus total liabilities		Share in profit or loss	
	As % of consolidated net assets	Amount (₹ in crores)	As % of consolidated profit or loss	Amount (₹ in crores)
Parent				
Tata Motors Ltd	26.24%	14,862.58	-33.88%	(4,738.95)
Subsidiaries				
Indian				
TAL Manufacturing Solutions Ltd	0.12%	68.95	-0.13%	(18.33)
TML Drivelines Ltd	1.39%	786.26	0.33%	46.85
Concorde Motors (India) Ltd	-0.02%	(10.52)	-0.33%	(45.82)
Sheba Properties Ltd	0.34%	190.56	0.12%	16.17
Tata Technologies Ltd	1.02%	575.51	1.45%	202.85
Tata Motors Insurance Broking & Advisory Services Ltd	0.01%	6.58	-0.03%	(4.71)
TML Distribution Company Ltd	0.48%	269.07	-0.07%	(9.99)
Tata Motors Finance Ltd	5.61%	3,176.27	1.28%	179.66
Tata Motors Financial Solutions Pvt. Ltd	2.60%	1,471.29	-0.21%	(29.20)
Tata Marcopolo Motors Ltd	0.17%	94.69	-0.12%	(16.47)
Jaguar Land Rover India Limited	0.43%	240.78	-0.08%	(11.87)
Foreign				
Tata Daewoo Commercial Vehicle Co. Ltd	3.28%	1,859.12	2.57%	359.86
Tata Motors European Technical Centre Plc	0.26%	145.19	0.12%	16.24
Tata Motors (SA) (Proprietary) Ltd	0.02%	11.32	0.01%	1.12
Tata Motors (Thailand) Ltd	-0.33%	(184.32)	-0.95%	(132.79)
TML Holdings Pte Ltd, Singapore	17.50%	9,910.26	-2.27%	(317.36)
Tata Hispano Motors Carrocera S.A	-1.01%	(573.46)	-0.18%	(25.87)
Tata Hispano Motors Carrocerias Maghreb	0.05%	28.44	-0.09%	(13.04)
Trilix S.r.l	0.04%	20.18	0.05%	7.44
Tata Precision Industries Pte Ltd	0.00%	1.06	0.00%	-
PT Tata Motors Indonesia	0.17%	95.87	-0.05%	(6.46)
INCAT International Plc	0.08%	45.54	0.01%	1.33
Tata Technologies Inc	0.53%	300.66	0.05%	7.01
Tata Technologies (Canada) Inc.	0.01%	6.04	0.01%	2.00
Tata Technologies de Mexico, S.A. de C.V.	0.01%	3.98	0.00%	0.36
Tata Technologies Europe Ltd	0.77%	434.25	0.71%	99.06
INCAT GmbH.	0.02%	14.03	0.00%	0.33
Tata Technologies (Thailand) Ltd	0.02%	11.11	0.01%	1.25
Tata Technologies Pte. Ltd, Singapore	1.25%	709.14	0.25%	34.79
Cambric Holdings Inc.	0.00%	-	-0.04%	(6.27)
Cambric Corporation, Delaware	0.00%	-	0.09%	12.44
Cambric Limited, Bahama	0.03%	17.87	0.00%	0.58
Cambric UK Ltd.	0.00%	2.71	0.01%	1.31
Cambric Managed Services Inc, Utah	0.00%	-	0.00%	0.01
Cambric GmbH	0.00%	1.41	0.00%	0.23
Midwest Managed Services, Utah	0.00%	(0.03)	0.00%	(0.01)
Tata Technologies SRL, Romania	0.01%	3.07	0.01%	1.65
Cambric Manufacturing Technologies (Shanghai) Co. Ltd.	0.00%	2.07	-0.01%	(1.04)
Jaguar Land Rover Automotive Plc	27.51%	15,583.13	10.67%	1,492.26
Jaguar Land Rover Limited	99.53%	56,375.58	117.62%	16,450.69
Jaguar Land Rover Holdings Limited (formerly known as Land Rover)	73.88%	41,846.78	83.83%	11,724.45
JLR Nominee Company Limited (formerly known as Jaguar Land Rover Exports Ltd)	0.00%	-	0.00%	-
Jaguar Land Rover North America, LLC	0.65%	366.16	1.09%	152.71
Jaguar Land Rover Deutschland GmbH	0.80%	452.38	0.45%	63.04
Jaguar Land Rover Austria GmbH	0.11%	63.81	0.02%	3.36
Jaguar Land Rover Italia SpA	0.45%	252.37	0.35%	49.42
Jaguar Land Rover Portugal-Veiculos e Pecas, Lda.	-0.01%	(7.55)	0.03%	4.16
Jaguar Land Rover France SAS	0.13%	74.50	0.05%	6.97
Jaguar Land Rover Australia Pty Limited	0.13%	74.60	0.44%	61.10
Jaguar Land Rover Automotive Trading (Shanghai) Co. Ltd	15.45%	8,751.06	52.57%	7,352.00

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

Name of the entity	Net Assets, i.e. total assets minus total liabilities		Share in profit or loss	
	As % of consolidated net assets	Amount (₹ in crores)	As % of consolidated profit or loss	Amount (₹ in crores)
Jaguar Land Rover Japan Limited	0.46%	260.24	-0.15%	(20.32)
Jaguar Land Rover Korea Company Limited	0.15%	85.01	0.37%	51.92
Jaguar Land Rover Canada ULC	0.04%	22.85	0.12%	16.26
Jaguar Land Rover Brazil LLC	0.64%	364.63	-0.04%	(4.93)
Limited Liability Company "Jaguar Land Rover" (Russia)	1.06%	598.85	3.23%	451.42
Jaguar Land Rover (South Africa) (Pty) Ltd	0.30%	168.36	1.66%	232.68
Jaguar Land Rover Belux NV (formerly known as Jaguar Belux NV)	0.06%	36.09	-0.05%	(6.98)
Jaguar Land Rover (South Africa) Holdings Limited	3.85%	2,179.05	1.83%	256.42
Land Rover Group Ltd (liquidated w.e.f June 30, 2014)	0.00%	-	0.00%	-
Land Rover Ireland Limited	0.01%	6.97	-0.02%	(3.03)
Jaguar Land Rover Espana SL (formerly known as Land Rover Espana SL)	0.61%	347.23	-0.21%	(29.94)
Jaguar Land Rover Nederland BV	0.03%	19.37	0.11%	15.79
Land Rover Parts Limited	0.00%	-	0.00%	-
The Lanchester Motor Company Limited	0.00%	-	0.00%	-
The Daimler Motor Company Limited	0.02%	13.87	0.00%	-
S S Cars Limited	0.00%	-	0.00%	-
Daimler Transport Vehicles Limited	0.00%	-	0.00%	-
The Jaguar Collection Limited	0.00%	-	0.00%	-
Jaguar Cars (South Africa) (Pty) Ltd	0.00%	-	0.00%	-
Jaguar Cars Ltd	0.00%	-	0.00%	-
Land Rover Exports Ltd (non-trading)	0.00%	-	0.00%	-
Jaguar Land Rover Pension Trustees Limited	0.00%	-	0.00%	-
Shanghai Jaguar Land Rover Automotive Services Company Ltd	0.03%	14.57	0.00%	0.46
JDHT Ltd (acquired w.e.f February 2, 2015)	0.00%	0.15	0.00%	0.16
Tata Daewoo Commercial Vehicle Sales and Distribution Co. Ltd.	0.03%	15.47	0.02%	2.32
PT Tata Motors Distribusi Indonesia	0.03%	18.67	-0.35%	(49.28)
Minority Interests				
Indian				
Concorde Motors (India) Ltd	-0.02%	(11.05)	0.00%	-
Tata Marcopolo Motors Ltd	-0.08%	(46.41)	0.06%	8.07
Tata Technologies Ltd	-0.65%	(367.10)	-0.66%	(92.47)
Foreign				
Tata Motors (SA) (Proprietary) Ltd	-0.01%	(4.51)	0.00%	(0.45)
Tata Precision Industries Pte Ltd	0.00%	(0.29)	0.00%	-
Trilix S.r.l	-0.01%	(3.98)	-0.01%	(1.93)
Joint ventures (as per proportionate consolidation / investment as per the equity method)				
Indian				
Fiat India Automobiles Private Limited	2.06%	1,168.34	0.97%	135.68
Tata Cummins Private Ltd	0.66%	375.80	0.18%	25.72
Tata HAL Technologies Ltd	0.01%	3.09	0.00%	0.50
Foreign				
Spark 44 Ltd	0.04%	22.44	0.06%	8.65
Chery Jaguar Land Rover Automotive Co Ltd	4.63%	2,621.85	-0.47%	(65.51)
Adjustments arising out of consolidation	-194.33%	(1,10,077.97)	-142.52%	(19,932.87)
Sub - total (a)		56,261.92		13,972.87
Associates (Investment as per the equity method)				
Indian				
Tata AutoComp Systems Ltd	0.38%	215.65	0.04%	4.94
Automobile Corporation of Goa Ltd	0.25%	140.84	0.04%	6.21
Tata Hitachi Construction Machinery Company Private Ltd	0.00%	-	0.00%	-
Foreign				
Nita Company Ltd	0.04%	22.19	0.02%	2.27
Tata Precision Industries (India) Ltd	-	-	-	-
Jaguar Cars Finance Limited	0.01%	3.91	0.00%	-
Sub - total (b)		382.59		13.42
Total	100.00%	56,644.51	100.00%	13,986.29

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

37. The additional disclosure as required by AS 7 (Revised) on Construction Contracts:

- Advance received is **₹5.79 crores** (as at March 31, 2014 ₹7.75 crores)
- Retention money is **₹6.07 crores** (as at March 31, 2014 ₹8.79 crores)
- Contract revenue recognised during the year is **₹13.81 crores** (2013-14 ₹49.46 crores)
- Aggregate amount of costs incurred and recognised profits (less recognised losses) **₹161.49 crores** (as at March 31, 2014 ₹ 235.49 crores)

38. Other Notes

- The following subsidiaries / joint venture have been considered on Unaudited basis. Details for the same as per individual entity's financials are as under :
(₹ in crores)

	Net Worth As at March 31, 2015	Total Revenue for the year ended March 31, 2015	Net Increase / (Decrease) in Cash & Cash equivalent during 2014-2015
(i) Subsidiaries :			
Tata Motors European Technical Centre Plc	145.19	408.60	2.78
Trilix S.r.l	20.18	80.81	4.92
Tata Hispano Motors Carrocera S.A	(573.47)	1.65	1.05
Tata Hispano Motors Carroceries Maghreb S.A	28.44	95.30	1.00
	(379.66)	586.36	9.75
(ii) Joint venture :			
Fiat India Automobiles Private Ltd	1,168.34	1,971.19	194.96
Total (i + ii)	788.68	2,557.55	204.71
For the year ended / as at March 31, 2014	438.21	2,438.99	(110.90)

- The share of profit / (loss) in respect of investments in associate companies include figures which are considered as per unaudited financial statements for the year ended March 31, 2015, as per details given below :

	Profit / (Loss) for the year ended March 31, 2015
Nita Company Ltd.	2.28
For the year ended March 31, 2014	2.28
	(71.01)

- Previous year figures have been regrouped / reclassified wherever necessary to correspond with the current year classification / disclosure.
- Capital work-in-progress as at March 31, 2014 included building under construction at Singur in West Bengal of ₹309.88 crores for the purposes of manufacturing automobiles. In October 2008, the Company moved the Nano project from Singur in West Bengal to Sanand in Gujarat. In June 2011, the newly elected Government of West Bengal (State Government) enacted a law cancelling the land lease agreement at Singur, and took over possession of the land. The Company challenged the constitutional validity of the law. In June 2012, the Calcutta High Court declared the law unconstitutional and restored Company's rights under the land lease agreement. The State Government filed an appeal in the Supreme Court of India in August 2012, which is pending disposal. Though the Company continues to rigorously press its rights, contentions and claims in the matter, the Company has been advised that the time it may take in disposal of the appeal is uncertain. The Company has also been advised that it has a good case and can strongly defend the appeal, but the questions that arise are issues of constitutional law and thus the result of the appeal cannot be predicted. In these circumstances, in view of the uncertainty on the timing of resolution, following the course of prudence, the management has during the year ended March 31, 2015, made a provision for carrying capital cost of buildings at Singur amounting to ₹309.88 crores included under the head "works operations and other expenses" excluding other assets (electrical installations etc.) and expenses written off / provided in earlier years, security expenses, lease rent and claim for interest on the whole amount (including ₹309.88 crores). The Company shall however continue to pursue the case and assert its rights and its claims in the Courts.
- The Company has a process whereby periodically all long term contracts (including derivative contracts) are assessed for material foreseeable losses. At the year end, the Company has reviewed and ensured that adequate provision as required under any law / accounting standards for material foreseeable losses on such long term contracts (including derivative contracts) has been made in the books of accounts.
- Current year figures are shown in bold prints.

CYRUS P MISTRY
Chairman

For and on behalf of the Board

N N WADIA
R A MASHELKAR
S BHARGAVA
N MUNJEE
V K JAIRATH
F NAVAR
R SPETH
Directors

R PISHARODY
Executive Director
S B BORWANKAR
Executive Director
C RAMAKRISHNAN
Chief Financial Officer
H K SETHNA
Company Secretary
Mumbai, May 26, 2015