

NOTES FORMING PART OF FINANCIAL STATEMENTS

1. Significant accounting policies

(a) Basis of preparation

The financial statements of the Company have been prepared under the historical cost convention on an accrual basis of accounting in accordance with the Generally Accepted Accounting Principles in India to comply with the Accounting Standards notified under Section 133 of Companies Act, 2013 read with Rule 7 of the Companies (Accounts) Rules, 2014 and relevant provisions of the Companies Act, 2013 ("the 2013 Act").

(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) Revenue recognition

The Company recognises revenues on the sale of products, net of discounts and sales incentives, when the products are delivered to the dealer / customer or when delivered to the carrier for export 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 collectability of the resulting receivables is reasonably assured.

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.

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.

(d) 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, manufacturers warranties and maintenance support. Taking into account these factors, the Company has 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 are as follows :

Type of Asset

- Leasehold Land
- Buildings, Roads, Bridges and culverts
- Plant, machinery and equipment
- Computers and other IT assets
- Vehicles
- Furniture, fixture and office appliances
- Technical Know-how
- Computer software
- Water system and sanitation
- Assets taken on lease are amortised over the period of lease

Estimated useful life

Amortised over the period of the lease

4 to 60 years
8 to 20 years
4 to 6 years
4 to 10 years
5 to 15 years
5 to 6 years
4 years
20 years
10 years

- (ii) Product development cost are amortised over a period of upto 120 months for New generation vehicles and powertrains on the basis of higher 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.
- (iii) In respect of assets whose useful life has been revised, the unamortised depreciable amount has been charged over the revised remaining useful life.
- (iv) Depreciation is not recorded on capital work-in-progress until construction and installation are complete and asset is ready for its intended use.
- (v) Capital assets, the ownership of which doesn't vest with the Company, other than leased assets, are depreciated over the estimated period of their utility or five years, whichever is less.

(e) Fixed assets

- (i) Fixed assets are stated at cost of acquisition or construction less accumulated depreciation / amortization and accumulated impairment, if any.
- (ii) 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 incurred up to 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) 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.

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(f) Impairment

At each Balance Sheet date, the Company assesses whether there is any indication that the fixed assets with finite lives may be impaired. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment, if any. Where it is not possible to estimate the recoverable amount of individual asset, the Company estimates the recoverable amount of the cash-generating unit to which the asset belongs.

As of March 31, 2015 none of the fixed assets were considered impaired.

(g) Leases

(i) Finance lease

Assets acquired under finance leases are recognised as an asset and a liability at the commencement of the lease, at the lower of the fair value of the assets and the present value of minimum lease payments. The finance expense is allocated to each period during the lease term so as to produce 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 term of the lease.

(h) 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 recognized as income or expense in the year in which they arise. Exchange differences considered as borrowing cost are capitalized to the extent these relate to the acquisition / construction of qualifying assets and the balance amount is recognized 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 were accumulated in Foreign Currency Monetary Item Translation Difference Account and amortized 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 was 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 assets) are amortised over the period till the date of maturity or March 31, 2020, whichever is earlier.

(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 and option contracts that are designated and effective as hedges of future cash flows are recognized 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 periods during which the forecasted transaction occurs.

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 Profit and Loss Statement. Foreign currency options and other derivatives are stated at fair value as at the year end with changes in fair value recognized in the Statement of Profit and Loss.

(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.

(i) 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 up to 3 to 4 years.

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(j) Income on vehicle loan

Interest income from loan contracts 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 hire purchase and loan receivables that are in arrears for more than 11 months, to the extent of an amount equivalent to the outstanding principal and amounts due but unpaid, considering probable inherent loss including estimated realisation based on past performance trends. In respect of loan contracts that are in arrears for more than 6 months but not more than 11 months, allowance is provided to the extent of 10% of the outstanding and amount due but unpaid.

(k) 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. Cost, including variable and fixed overheads, are allocated to work-in-progress, stock-in-trade 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.

(l) Employee benefits

(i) Gratuity

The Company has 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 makes annual contributions to gratuity fund established as trust. The Company accounts 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.

(ii) Superannuation

The Company has 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 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 a one time option to exit from the plan prospectively. Further, the employees who opted for exit were given a 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.

(iii) Bhavishya Kalyan Yojana (BKY)

Bhavishya Kalyan Yojana is an unfunded defined benefit plan for employees of the Company. The benefits of the plan include pension in certain case, payable up to 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 appropriate authority. 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.

(iv) Post-retirement medicare scheme

Under this scheme, employees of the Company receive 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 liability for post-retirement medical scheme is based on an independent actuarial valuation as at Balance Sheet date.

(v) Provident fund

The eligible employees of the Company are entitled to receive benefits in respect of provident fund, a defined contribution plan, in which both employees and the Company make monthly 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. The Company is generally liable for 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.

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(vi) Compensated absences

The Company 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 unutilised leave at each balance sheet date on the basis of an independent actuarial valuation.

(m) Investments

Long term investments are stated at cost less other than temporary diminution in value, if any. Current investments are stated at lower of cost and fair value. Fair value of investments in mutual funds are determined on a portfolio basis.

(n) Income taxes

Tax expense comprises current and deferred taxes.

Current tax is the amount of tax payable on the taxable income for the year as determined in accordance with the provisions of the Income Tax Act, 1961. Current tax is net of credit for entitlement for Minimum Alternative Tax (MAT).

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. Other deferred tax assets are recognised if there is reasonable certainty that there will be sufficient future taxable income to realize such assets.

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.

(o) 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).

(p) 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.

(q) 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.

(r) Business segments

The Company is engaged mainly in the business of automobile products consisting of all types of commercial and passenger vehicles including financing of the vehicles sold by the Company. These, in the context of Accounting Standard 17 on Segment Reporting, as specified in the Companies (Accounting Standards) Rules, 2006, are considered to constitute one single primary segment. Further, there is no reportable secondary segment i.e. Geographical Segment.

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(₹ 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-15] :		
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 called-up :		
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	(₹ in crores)	No. of shares	(₹ in crores)
(i) Ordinary shares				
Shares as on April 1	273,67,13,122	547.34	270,81,56,151	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	547.34	273,67,13,122	547.34
(ii) 'A' Ordinary shares				
Shares as on April 1	48,19,66,945	96.40	48,19,59,620	96.40
Add: Shares issued out of held in abeyance	-	-	7,325	.*
Shares as on March 31	48,19,66,945	96.40	48,19,66,945	96.40

* Less than ₹ 50,000/-

(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.

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(ii) American Depository Shares (ADSs) and Global Depository 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 Depository Receipts (ADRs) and Global Depository 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.
- There has been no issue of 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 ₹718.04 crores, pursuant to a Rights issue. 1,54,279 Ordinary shares and 20,531 'A' Ordinary shares have been kept in abeyance.

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	(₹ in crores)			
	As at March 31, 2014	Additions	Deductions	As at March 31, 2015
3. Reserves and surplus				
(a) Capital Redemption Reserve	2.28	-	-	2.28
	2.28	-	-	2.28
(b) Securities Premium Account [Note (i) and (ii)]	11,683.09	175.05	46.54	11,811.60
	11,328.57	441.93	87.41	11,683.09
(c) Debenture Redemption Reserve	1,042.15	-	-	1,042.15
	1,042.15	-	-	1,042.15
(d) Revaluation Reserve [Note (iii)]	22.87	-	-	22.87
	23.31	-	0.44	22.87
(e) Amalgamation Reserve	0.05	-	-	0.05
	0.05	-	-	0.05
(f) General Reserve [Note (iv)]	5,006.07	-	-	5,006.07
	4,972.62	33.45	-	5,006.07
(g) Foreign Currency Monetary Item Translation Difference Account (net) [Note (v)]	(201.23)	(68.13)	(254.42)	(14.94)
	(215.00)	(100.34)	(114.11)	(201.23)
(h) Hedging Reserve Account [Note (vi)]	-	25.28	8.59	16.69
	-	-	-	-
(i) Profit and Loss Account [Surplus / (Deficit)] [Note (vii)]	977.59	93.40	4,738.95	(3,667.96)
	1,342.79	413.55	778.75	977.59
	18,532.87	225.60	4,539.66	14,218.81
	18,496.77	788.59	752.49	18,532.87

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	175.05	-	34.21	-
	175.05	46.54	441.93	87.41
(iii) Revaluation Reserve :				
Depreciation on revalued portion of assets taken over on amalgamation of a company	-	-	-	0.44
	-	-	-	0.44
(iv) General Reserve :				
Amount transferred from Profit and Loss Account (Surplus)	-	-	33.45	-
	-	-	33.45	-
(v) Foreign Currency Monetary Item Translation Difference Account (net) :				
(a) Exchange loss during the year (net)	(68.13)	-	(100.34)	-
(b) Amortisation of exchange fluctuation for the year	-	(254.42)	-	(114.11)
	(68.13)	(254.42)	(100.34)	(114.11)
(vi) Hedging Reserve Account :				
(a) Fair value gain	25.28	-	-	-
(b) Deferred tax on fair value gain	-	8.59	-	-
	25.28	8.59	-	-
(vii) Profit and Loss Account [Surplus / (Deficit)]				
(a) Profit / loss after tax for the year	-	4,738.95	334.52	-
(b) Proposed dividend	-	-	-	648.56
(c) Dividend paid (2012-13)	-	-	-	3.34
(d) Tax on proposed dividend	-	-	-	93.40
(e) Reversal of dividend distribution tax of earlier year	93.40	-	79.03	-
(f) General Reserve	-	-	-	33.45
	93.40	4,738.95	413.55	778.75

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(₹ in crores)

	As at March 31, 2015	As at March 31, 2014
4. Long-term borrowings		
(A) Secured		
(a) Privately placed Non-Convertible Debentures [Note I (i) (a) & (b) and (ii) (a), page F-18]	700.00	1,950.00
(b) Term loans from banks : Buyers' line of credit (at floating interest rate) [Note I (i) (c), page F-18 and (iii), page F-19]	12.92	121.03
(c) Term loans from others [Note I (i) (d), page F-18]	479.50	419.54
(d) Finance lease obligations [Note 29(A)(a)(ii), page F-34]	10.94	14.80
	1,203.36	2,505.37
(B) Unsecured		
(a) Privately placed Non-Convertible Debentures [Note I (ii) (b) page F-18]	5,000.00	3,300.00
(b) Term loans from banks : (i) External Commercial Borrowings - Nil (as at March 31, 2014- USD 500 million)(at floating interest rate) [Note I (iv), page F-19]	-	2,995.00
(ii) Buyers' line of credit (at floating interest rate) [Note I(iii), page F-19]	1,428.10	946.08
(c) Senior Notes - USD 750 million (as at March 31, 2014- Nil) [Note I (v), page F-19]	4,687.50	-
TOTAL (A+B)	11,115.60	7,241.08
	12,318.96	9,746.45

	As at March 31, 2015	As at March 31, 2014
5. Short-term borrowings		
(A) Secured		
From banks [Note II, page F-19]		
(a) Loans, cash credit, overdrafts accounts	3,599.90	1,796.31
(b) Buyers' line of credit (at floating interest rate)	-	148.33
	3,599.90	1,944.64
(B) Unsecured		
(a) From banks	700.00	2,000.00
(b) Loans and advances from subsidiaries and associates (repayable on demand)	288.75	31.00
(c) Commercial paper [maximum balance outstanding during the year ₹4,155 crores (2013-2014 : ₹3,715 crores)]	3,173.36	793.44
	4,162.11	2,824.44
TOTAL (A+B)	7,762.01	4,769.08

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I. Information regarding long term borrowings

(i) 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) Buyers line of credit 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.
- (d) 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.

(ii) Schedule of repayment and redemption for Non-Convertible Debentures :

Non Convertible Debentures (NCDs)

(a) Secured :

	Redeemable on	(₹ in crores) Principal
10.25% Non-Convertible Debentures (2025) #	April 30, 2025	150.00
10.25% Non-Convertible Debentures (2024) #	April 30, 2024	150.00
10.25% Non-Convertible Debentures (2023) #	April 30, 2023	100.00
10.25% Non-Convertible Debentures (2022) #	April 30, 2022	100.00
9.95% Non-Convertible Debentures (2020)	March 2, 2020	200.00

The Company has a call option to redeem, either in part or full, at the end of 8th year from the date of allotment i.e. April 30, 2018.

(b) Unsecured :

9.77% Non-Convertible Debentures (2024)	September 12, 2024	200.00
9.81% Non-Convertible Debentures (2024)	August 20, 2024	300.00
9.35% Non-Convertible Debentures (2023)	November 10, 2023	400.00
9.60% Non-Convertible Debentures (2022)	October 29, 2022	400.00
9.02% Non-Convertible Debentures (2021)	December 10, 2021	300.00
9.73% Non-Convertible Debentures (2020)	October 1, 2020	400.00
9.70% Non-Convertible Debentures (2020)	June 18, 2020	150.00
9.75% Non-Convertible Debentures (2020)	May 24, 2020	100.00
9.90% Non-Convertible Debentures (2020)	May 7, 2020	150.00
9.71% Non-Convertible Debentures (2019)	October 1, 2019	300.00
10.00% Non-Convertible Debentures (2019)	May 28, 2019	250.00
9.69% Non-Convertible Debentures (2019)	March 29, 2019	200.00
10.30% Non-Convertible Debentures (2018)	November 30, 2018	200.00
9.45% Non-Convertible Debentures (2018)	March 29, 2018	200.00
8.60% Non-Convertible Debentures (2018)	February 2, 2018	300.00
10.00% Non-Convertible Debentures (2017)	May 26, 2017	250.00
9.84% Non-Convertible Debentures (2017)	March 10, 2017	300.00
8.73% Non-Convertible Debentures (2016)	May 17, 2016	300.00

NOTES FORMING PART OF FINANCIAL STATEMENTS

	Redeemable on	(₹ in crores) Principal
8.95% Non-Convertible Debentures (2016)	April 29, 2016	300.00
9.22% Non-Convertible Debentures (2015)	December 1, 2015*	300.00
9.05% Non-Convertible Debentures (2015)	October 30, 2015*	300.00
9.15% Non-Convertible Debentures (2015)	June 3, 2015*	300.00

* Classified as current liabilities being maturity before March 31, 2016

- (iii) The buyers' line of credit from banks is repayable within a maximum period of three years from the drawdown dates. All the repayments are due from financial year ending March 31, 2016 to financial year ending March 31, 2018.
- (iv) 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.
- (v) During the year 2014-15, the Company has issued USD 500 million 4.625% Senior Notes due 2020 and USD 250 million 5.750% Senior Notes due 2024.

II. Information regarding short term borrowings

Loans, cash credits, overdrafts and buyers line of credit 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.

NOTES FORMING PART OF FINANCIAL STATEMENTS

(₹ in crores)

6. Deferred tax liabilities (Net)	As at March 31, 2015	As at March 31, 2014
(a) Major components of deferred tax arising on account of timing differences are:		
Liabilities:		
Depreciation	(1,471.04)	(1,438.25)
Product development cost	(2,678.50)	(2,512.05)
Others	(11.45)	(16.22)
	<u>(4,160.99)</u>	<u>(3,966.52)</u>
Assets:		
Employee benefits / expenses allowable on payment basis	674.21	109.99
Provision for doubtful debts	293.62	278.77
Unabsorbed depreciation and business losses	3,154.21	3,514.87
Others	38.95	19.78
	<u>4,160.99</u>	<u>3,923.41</u>
Net deferred tax liability	<u>-</u>	<u>(43.11)</u>
(b) Tax expense / (credit) (net) :		
(i) Current tax		
Current tax	37.34	(171.80)
Minimum Alternate Tax	777.18	731.80
	<u>814.52</u>	<u>560.00</u>
(ii) Deferred tax		
Opening deferred tax	43.11	1,963.91
Debited / (credited) to Hedging Reserve Account	8.59	-
Debited / (credited) to Securities Premium Account	(1.41)	(0.48)
	<u>50.29</u>	<u>1,963.43</u>
Closing Deferred tax	-	43.11
Deferred tax credit for the year	(50.29)	(1,920.32)
Total	<u>764.23</u>	<u>(1,360.32)</u>

The Company has recognised deferred tax asset of ₹1,552.74 crores (as at March 31, 2014, ₹1,525.09 crores) on unabsorbed depreciation and ₹1,601.47 crores (as at March 31, 2014, ₹1,989.78 crores) on brought forward business losses to the extent there is deferred tax liability on timing differences that will reverse in the future.

NOTES FORMING PART OF 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	0.78	0.34
(d) Derivative financial instruments	17.87	1.85
(e) Deferred revenue	34.91	15.65
(f) Liability towards employee separation scheme	80.05	7.31
(g) Others	26.78	27.27
	286.80	1,155.48
8. Other current liabilities		
(a) Interest accrued but not due on borrowings	464.19	267.43
(b) Current maturities of long term borrowings [Note below]	1,053.44	537.27
(c) Liability for capital expenditure	62.80	107.59
(d) Liability for deposits and retention	198.65	159.92
(e) Deferred payment liabilities	59.75	65.83
(f) Advance and progress payments from customers	499.13	547.80
(g) Deferred revenue	78.62	49.70
(h) Statutory dues (VAT, Excise, Service tax, Octroi, etc)	605.95	598.40
(i) Liability towards Investors Education and Protection Fund under Section 125 of the Companies Act, 2013 not due		
(i) Unpaid dividends	17.22	17.40
(ii) Unclaimed matured deposits and interest thereon	21.69	31.87
(iii) Unclaimed matured debentures and interest thereon	0.22	0.22
(j) Derivative financial instruments	4.14	0.24
(k) Others	77.08	79.51
	3,142.88	2,463.18
Note :		
Current maturities of long-term borrowings consist of :		
(i) Non Convertible Debentures [Note I(ii)(b), page F-18]	900.00	300.00
(ii) Buyers' line of credit (at floating rate interest) [Note I(i)(c), page F-18 and (iii), page F-19]	138.22	215.34
(iii) Finance lease obligations [Note 29(A)(a)(ii), page F-34]	15.22	21.93
	1,053.44	537.27

NOTES FORMING PART OF FINANCIAL STATEMENTS

(₹ in crores)

	As at March 31, 2015	As at March 31, 2014
9. Long-term provisions		
(a) Employee benefit obligation	505.17	422.25
(b) Product warranty [Note 33(a), page F-41]	204.27	146.24
(c) Provision for delinquency [Note 33(b), page F-41]	1,382.18	246.67
(d) Provision for Annual maintenance contract [Note 33(c), page F-41]	12.57	0.04
	2,104.19	815.20

	As at March 31, 2015	As at March 31, 2014
10. Short-term provisions		
(a) Employee benefit obligation	49.42	64.47
(b) Product warranty [Note 33(a), page F-41]	310.84	263.24
(c) Provision for delinquency [Note 33(b), page F-41]	214.08	770.94
(d) Current income tax (net of payment)	22.46	49.22
(e) Proposed dividend	-	648.56
(f) Provision for tax on dividends	-	93.40
(g) Provision for Annual maintenance contract [Note 33(c), page F-41]	16.29	3.08
	613.09	1,892.91

	As at March 31, 2015	As at March 31, 2014
11. Trade payables		
(a) Acceptances	3,950.53	4,955.54
(b) Other than acceptances* [Note 45 (iii), page F-46]	4,902.12	4,716.82
	8,852.65	9,672.36

* Includes payable to subsidiary companies :

Concorde Motors (India) Ltd	-	3.51
TAL Manufacturing Solutions Ltd	3.90	7.60
Tata Motors European Technical Centre Plc	108.92	124.09
Tata Motors Finance Ltd	43.71	45.02
Tata Technologies Ltd	28.91	29.27
TML Distribution Company Ltd	7.84	28.31
Trilix S.r.l.	8.75	-
Jaguar Land Rover Ltd	140.25	132.26
Tata Marcopolo Motors Ltd	-	2.96

NOTES FORMING PART OF FINANCIAL STATEMENTS

(₹ in crores)

12. Tangible assets

Particulars	Cost as at April 1, 2014	Additions / adjustments [Note (iv)]	Deductions / adjustments	Cost as at March 31, 2015	Accumulated depreciation as at April 1, 2014	Depreciation for the year [Note (v)]	Deductions / adjustments for the year	Accumulated depreciation up to March 31, 2015	Net book value as at March 31, 2015
[I] Owned assets :									
(i) Land	519.76	-	-	519.76	-	-	-	-	519.76
	519.76	-	-	519.76	-	-	-	-	519.76
(ii) Buildings [Note (i) & (ii) (a)]	2,718.42	105.09	0.11	2,823.40	620.16	79.73	0.08	699.81	2,123.59
	2,533.82	186.78	2.18	2,718.42	543.50	77.11	0.45	620.16	2,098.26
(iii) Plant, machinery and equipment [Note (ii) (a) & (iii)]	17,920.39	1,363.91	104.45	19,179.85	9,021.04	1227.46	94.98	10,153.52	9,026.33
	17,134.19	868.63	82.43	17,920.39	7,989.70	1,108.45	77.11	9,021.04	8,899.35
(iv) Furniture and fixtures [Note (iii)]	132.23	23.39	8.95	146.67	56.25	7.14	2.97	60.42	86.25
	121.69	11.09	0.55	132.23	50.06	6.60	0.41	56.25	75.98
(v) Vehicles [Note (iii)]	163.96	23.21	26.76	160.41	104.57	22.78	22.29	105.06	55.35
	158.56	17.98	12.58	163.96	89.30	24.42	9.15	104.57	59.39
(vi) Office equipment [Note (iii)]	49.67	0.74	0.26	50.15	21.13	20.56	0.22	41.47	8.68
	49.25	1.72	1.30	49.67	19.57	2.28	0.72	21.13	28.54
(vii) Computers and other IT assets [Note (iii)]	564.38	37.64	0.32	601.70	458.52	29.69	0.20	488.01	113.69
	569.47	34.17	39.26	564.38	467.36	30.10	38.94	458.52	105.86
(viii) Water system and sanitation [Note (ii)(a)]	217.57	5.21	-	222.78	64.92	10.04	-	74.96	147.82
	205.30	12.27	-	217.57	55.15	9.77	-	64.92	152.65
[II] Assets given on lease :	392.79	-	-	392.79	377.00	2.27	2.27	377.00	15.79
(i) Plant, machinery and equipment	392.79	-	-	392.79	377.00	4.52	4.52	377.00	15.79
[III] Assets taken on lease :									
(i) Leasehold land [Note (ii)(b)]	121.38	-	-	121.38	13.80	1.21	-	15.01	106.37
	118.73	2.65	-	121.38	12.44	1.36	-	13.80	107.58
(ii) Buildings	31.28	-	-	31.28	4.74	0.51	-	5.25	26.03
	31.28	-	-	31.28	4.25	0.05	(0.44)	4.74	26.54
(iii) Plant, machinery and equipment	36.43	-	-	36.43	33.23	1.38	-	34.61	1.82
	36.43	-	-	36.43	31.77	1.46	-	33.23	3.20
(iv) Computers & other IT assets	155.49	8.97	-	164.46	114.89	20.55	-	135.44	29.02
	151.43	4.06	-	155.49	94.89	20.00	-	114.89	40.60
Total Tangible assets	23,023.75	1,568.16	140.85	24,451.06	10,890.25	1,423.32	123.01	12,190.56	12,260.50
	22,022.70	1,139.35	138.30	23,023.75	9,734.99	1,286.12	130.86	10,890.25	12,133.50

Notes :

- (i) Buildings include ₹ 8,631 (as at March 31, 2014 ₹ 8,631) being value of investments in shares of Co-operative Housing Societies.
- (ii) (a) Buildings, water system and sanitation and plant and machinery include gross block of ₹4.76 crores, ₹18.87 crores and ₹22.84 crores respectively (as at March 31, 2014 ₹4.76 crores, ₹18.15 crores and ₹22.84 crores) and net block of ₹0.08 crore, ₹14.87 crores and ₹7.52 crores respectively (as at March 31, 2014 ₹0.08 crore, ₹14.97 crores and ₹11.75 crores) in respect of expenditure incurred on capital assets, ownership of which does not vest in the Company.
- (b) The registration of leasehold land of ₹ 12.56 crores (as at March 31, 2014 ₹12.56 crores) is in process.
- (iii) Includes plant, machinery and equipment, furniture fixtures, office equipment, vehicles and computers and other IT assets having gross block of ₹160.82 crores, ₹0.13 crore, ₹0.41 crore, ₹1.50 crores and ₹136.82 crores (as at March 31, 2014 ₹192.46 crores, ₹0.14 crore, ₹0.43 crore, ₹1.77 crores and ₹128.64 crores), and net block of ₹8.51 crores, ₹0.01 crore, ₹0.02 crore, ₹0.03 crore and ₹0.26 crore (as at March 31, 2014 ₹9.23 crores, ₹0.01 crore, ₹0.03 crore, ₹0.04 crore and ₹0.23 crore) respectively, held for disposal at lower of their net book value and net realisable value.
- (iv) Additions / adjustments include capitalisation of exchange loss mainly on plant, machinery and equipment of ₹ 26.24 crores (2013-2014 ₹ 111.13 crores).
- (v) 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 ₹ 0.44 crore) on revalued portion of gross block transferred to Revaluation Reserve.

(₹ in crores)

13. Intangible assets

Particulars	Cost as at April 1, 2014	Additions / adjustments **	Deductions / adjustments	Cost as at March 31, 2015	Accumulated amortisation as at April 1, 2014	Amortisation for the year	Deductions / adjustments for the year	Accumulated amortisation up to March 31, 2015	Net book value as at March 31, 2015
(i) Technical Know-how #	275.81	-	-	275.81	45.30	25.89	-	71.19	204.62
	34.51	241.30	-	275.81	34.51	10.79	-	45.30	230.51
(ii) Computer software #	439.15	34.11	-	473.26	360.30	45.82	0.11	406.01	67.25
	417.04	22.11	-	439.15	317.84	42.46	-	360.30	78.85
(iii) Product development cost *	5,052.74	1,561.34	-	6,614.08	2,255.03	1,108.19	-	3,363.22	3,250.86
	4,592.93	459.81	-	5,052.74	1,524.10	730.93	-	2,255.03	2,797.71
Total Intangible assets	5,767.70	1,595.45	-	7,363.15	2,660.63	1,179.90	0.11	3,840.42	3,522.73
	5,044.48	723.22	-	5,767.70	1,876.45	784.18	-	2,660.63	3,107.07

Notes :

* internally generated intangible asset

other than internally generated intangible asset

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

NOTES FORMING PART OF FINANCIAL STATEMENTS

(₹ in crores)

14. Non-current investments			As at March 31, 2015	As at March 31, 2014
Number	Face value per unit	Description		
I. Long-term investments (at cost)				
(A) Trade investments				
(1) Fully paid Ordinary / Equity shares (quoted)				
(i) Associates				
29,82,214	10	Automobile Corporation of Goa Ltd.	108.22	108.22
(ii) Others				
44,32,497	10	Tata Steel Ltd	245.04	245.04
70,249	10	Tata Chemicals Ltd.	0.24	0.24
			353.50	353.50
(2) Fully paid Ordinary / Equity shares (unquoted)				
(i) Subsidiaries				
75,00,000	100	Sheba Properties Ltd	75.00	75.00
3,03,00,600	10	Tata Technologies Ltd	224.10	224.10
1,86,97,694	10	Concorde Motors (India) Ltd [Note 9, page F-25] (1,49,99,574 shares acquired during the year)	64.63	49.63
10,00,00,000	10	TAL Manufacturing Solutions Ltd (3,50,00,000 shares acquired during the year)	185.00	150.00
7,70,00,000	10	TML Drivelines Ltd	448.85	448.85
25,00,000	10	Tata Motors Insurance Broking and Advisory Services Ltd [Note 5, page F-25]	19.31	19.31
3,13,92,495 (GBP)	1	Tata Motors European Technical Centre Plc, UK [Note 6, page F-25] (28,63,410 shares acquired during the year)	262.73	234.02
7,900	-	Tata Technologies Inc (USA)	0.63	0.63
1,31,90,20,771	10	Tata Motors Finance Ltd (2,96,73,590 shares acquired during the year)	2,500.00	2,400.00
8,67,00,000	10	Tata Marcopolo Motors Ltd	86.70	86.70
22,50,00,000	10	TML Distribution Company Ltd	225.00	225.00
2,51,16,59,418 (USD)	1	TML Holdings Pte Ltd, (Singapore) (3,50,00,000 shares sold during the year)	10,158.52	11,816.76
1,34,523 (EUR)	31.28	Tata Hispano Motors Carrocera S.A. (Spain)	17.97	17.97
1,83,59,203 (SGD)	1	Tata Precision Industries Pte. Ltd (Singapore) Trilix Srl., Turin (Italy) [Note 7, page F-25]	40.53	40.53
			11.94	11.94
			14,320.91	15,800.44
(ii) Associates				
16,000 (TK)	1,000	NITA Co. Ltd (Bangladesh)	1.27	1.27
5,23,33,170	10	Tata AutoComp Systems Ltd	77.47	77.47
3,97,50,000	10	Tata Hitachi Construction Machinery Company Private Ltd	79.50	79.50
			158.24	158.24
(iii) Joint venture (JV)				
1,22,27,983	100	Fiat India Automobiles Private Ltd [Note 8, page F-25]	1,567.04	1,567.04
9,00,00,000	10	Tata Cummins Private Ltd	90.00	90.00
			1,657.04	1,657.04
(iv) Others				
50,000	1,000	Tata International Ltd	28.85	28.85
1,383	1,000	Tata Services Ltd	0.14	0.14
350	900	The Associated Building Company Ltd	0.01	0.01
1,03,10,242	100	Tata Industries Ltd.	183.19	183.19
1,35,000	100	Tata Projects Ltd [Note 11, page F-25]	-	4.68
33,600	100	Kulkarni Engineering Associates Ltd	0.67	0.67
12,375	1,000	Tata Sons Ltd	68.75	68.75
2,25,00,001	10	Haldia Petrochemicals Ltd.	22.50	22.50
2,40,000	10	Oriental Floratech (India) Pvt. Ltd	0.24	0.24
43,26,651	15	Tata Capital Ltd	6.70	6.70
			311.05	315.73
(3) Fully paid Cumulative Redeemable Preference shares (unquoted)				
Subsidiaries				
13,54,195	100	7% Concorde Motors (India) Ltd [Note 9, page F-25]	13.54	13.54
Fully paid Optionally Convertible Preference shares (unquoted)				
Associates				
1,59,00,000	100	9% Tata Hitachi Construction Machinery Company Private Ltd. [Note 10, page F-25] (1,59,00,000 shares acquired during the year)	159.00	-
			16,973.28	18,298.49
		Carried Forward		

NOTES FORMING PART OF FINANCIAL STATEMENTS

(₹ in crores)

Number	Face value per unit	Description	As at March 31, 2015	As at March 31, 2014
		I. Long-term investments (at cost) (contd.)		
		Brought forward	16,973.28	18,298.49
		(B) Other investments		
		Fully paid Equity shares (unquoted)		
50,000	10	NICCO Jubilee Park Ltd.	0.05	0.05
		Less : Provision for Diminution other than temporary in value of long term investments	16,973.33	18,298.54
			55.97	55.97
		II. Advance towards investments		
		Tata Motors Finance Ltd	-	100.00
		Tata Hispano Motors Carrocerias Maghreb	49.59	-
		Concorde Motors (India) Ltd	-	15.00
			49.59	115.00
		Total Non-current investments	16,966.95	18,357.57

Notes :

- (1) Face Value per unit is in Rupees unless stated otherwise
- (2) Book value of quoted investments **353.50** 353.50
- (3) Book value of unquoted investments **16,613.45** 18,004.07
- (4) Market value of quoted investments **275.26** 253.07
- (5) The Company has given a letter of comfort to HDFC Bank for ₹1 crore against working capital facility to Tata Motors Insurance Broking and Advisory Services Ltd. The Company has also given an undertaking to HDFC Bank that it will not dilute its stake below 51% during the tenor of the loan.
- (6) The Company has given a letter of comfort to Standard Chartered Bank, London for GBP 15 million (₹138.66 crores as on March 31, 2015) against loan extended by the bank to Tata Motors European Technical Centre Plc, UK (TMETC). The Company has also given an undertaking to Standard Chartered Bank, London to retain 100% ownership of TMETC at all times during the tenor of the loan.
- (7) Trilix Srl, Turin (Italy) is a limited liability company.
- (8) The Company has given letter of comfort to certain banks and other lenders against credit facilities extended to Fiat India Automobiles Private Ltd for ₹1,600 crores and Euro 130 million (₹873.35 crores as on March 31, 2015). The Letter of Comfort is restricted to ₹1,236.68 crores (i.e. 50% of the Company's share in Joint Venture).
- (9) The Company has given a letter of comfort to Tata Capital Financial Services Limited amounting to ₹15 crores against Credit Facility Extended to Concorde Motors (India) Limited. The Company will not dilute its stake below 100% during the tenor of the loan.
- (10) The Company has invested in 9% Optionally Convertible Preference Shares (OCPS) as per the rights offered by Tata Hitachi Construction Machinery Co. Private Ltd. to existing equity shareholders in the ratio of 4 OCPS for every 10 equity shares. These OCPS are redeemable at par or can be converted into equity shares after a period of seven years.
- (11) The Company is in the process of selling the investment in Tata Projects Ltd. Consequently, the investment is classified as current investment.
- (12) Trade Investments also include :

Number	Face value per unit	Description	₹ As at March 31, 2015	₹ As at March 31, 2014
		Investments in other companies		
20,000	10	Metal Scrap Trade Corporation Ltd	25,000	25,000
50	5	Jamshedpur Co-operative Stores Ltd	250	250
16,56,517	(M\$) 1	Tatab Industries Sdn. Bhd. Malaysia	1	1
4	25,000	ICICI Money Multiplier Bond	1	1
100	10	Optel Telecommunications	1,995	1,995
200	10	Punjab Chemicals	1	1

NOTES FORMING PART OF FINANCIAL STATEMENTS

(₹ in crores)

15. Current investments			As at March 31, 2015	As at March 31, 2014
Number	Face value per unit	Description		
I Current investments - others (at cost or fair value whichever is lower)				
(A) Trade investments				
(1) Fully paid Ordinary / Equity shares (unquoted)				
Subsidiaries				
33,83,918 (IDR)	8,855	PT Tata Motors Indonesia (Note 5 below) (1,45,27,036 shares acquired and 2,66,83,855 sold during the year)	15.54	80.70
			15.54	80.70
(B) Other investments				
(1) Investments in Equity shares (unquoted)				
1,35,000	100	Tata Projects Ltd [Note 11, page F-25]	4.68	-
35,000	10	Elcot Power Control Ltd	-	-
91,800	10	Munis Forge Ltd.	-	-
30,997	10	Roofit Industries Ltd.	-	-
			4.68	-
(2) Investments in Preference shares (unquoted)				
1,00,000	100	15.50% Pennar Paterson Securities Ltd	-	-
2,00,000	100	15.00% Atcom Technologies Ltd. - Cumulative Preference Shares	-	-
			-	-
			20.22	80.70
II Advance towards current investments				
PT Tata Motors Indonesia			-	20.15
			-	20.15
Total current investments			20.22	100.85
Notes:				
(1) Face value per unit is in Rupees unless stated otherwise				
(2) Book value of quoted investments			-	-
(3) Book value of unquoted investments			20.22	100.85
(4) Market value of quoted investments			-	-
(5) The Company is in the process of divesting the holding of investment by transferring to a wholly owned subsidiary. Consequently, the investment is classified as current investment.				

NOTES FORMING PART OF FINANCIAL STATEMENTS

(₹ in crores)

	As at March 31, 2015	As at March 31, 2014
16. Long-term loans and advances		
Unsecured (considered good unless stated otherwise)		
(a) Loans to employees	34.20	37.01
(b) Loan to a Joint Venture (FIAT India Automobiles Private Ltd)	265.00	265.00
(c) Loans to subsidiaries :		
Considered good	20.80	22.39
Considered doubtful	539.40	539.40
	560.20	561.79
Less : Allowances for doubtful loans	(539.40)	(539.40)
	20.80	22.39
(d) Dues from subsidiary (Tata Hispano Motors Carrocera S.A.)		
Considered good	-	-
Considered doubtful	54.38	55.13
	54.38	55.13
Less : Allowances for doubtful dues	(54.38)	(55.13)
	-	-
(e) Taxes recoverable, statutory deposits and dues from government	1,127.68	845.34
(f) Capital advances	219.10	242.11
(g) Credit entitlement of Minimum Alternate Tax (MAT)	-	777.18
(h) Non-current income tax assets (net of provisions)	512.78	581.16
(i) Others :		
Considered good	224.00	148.11
Considered doubtful	8.86	9.69
	232.86	157.80
Less : Allowances for doubtful loans and advances	(8.86)	(9.69)
	224.00	148.11
	2,403.56	2,918.30
17. Short-term loans and advances		
(A) Secured		
(a) Finance receivables #		
Vehicle loans		
Considered good	20.81	22.19
Considered doubtful	221.39	225.47
	242.20	247.66
Less : Allowances for doubtful loans	(221.39)	(225.47)
	20.81	22.19
(B) Unsecured (considered good unless stated otherwise)		
(a) Advances and other receivables recoverable		
Considered good	327.00	196.39
Considered doubtful	77.99	69.89
	404.99	266.28
Less : Allowances for doubtful loans and advances	(77.99)	(69.89)
	327.00	196.39
(b) Inter corporate deposits		
Considered good	45.00	40.00
Considered doubtful	6.51	6.51
	51.51	46.51
Less : Allowances for doubtful loans	(6.51)	(6.51)
	45.00	40.00
(c) Dues from subsidiary companies [Note (i), page F-28]	66.14	38.51
(d) VAT, other taxes recoverable, statutory deposits and dues from Government	955.27	887.50
(e) Current income tax assets (net of provisions)	106.62	24.73
(f) Others	53.57	14.45
	1,553.60	1,201.58
Total (A + B)	1,574.41	1,223.77

NOTES FORMING PART OF FINANCIAL STATEMENTS

(₹ in crores)

Note :	As at March 31, 2015	As at March 31, 2014
(i) Dues from subsidiary companies		
(a) TML Drivelines Ltd	25.45	25.83
(b) PT Tata Motors Indonesia	5.39	7.15
(c) Tata Motors (SA) (Proprietary) Ltd	3.22	3.69
(d) PT Tata Motors Distribusi, Indonesia	0.82	0.82
(e) Jaguar Land Rover Ltd	1.34	0.44
(f) Tata Daewoo Commercial Vehicle Co. Ltd	0.95	0.33
(g) JLR Automotive Plc	0.23	0.23
(h) Tata Motors (Thailand) Ltd	2.64	-
(i) Tata Hispano Motors Carrocerries Maghreb	1.16	-
(j) Tata Marcopolo Motors Ltd.	24.94	0.02
	66.14	38.51
# Loans are secured against hypothecation of vehicles		

18. Other non-current assets	As at March 31, 2015	As at March 31, 2014
(a) Prepaid debt issue cost	45.18	21.37
(b) Prepaid expenses	0.33	0.17
(c) Interest accrued on deposits / loans	102.89	81.60
(d) Derivative financial instruments	27.27	20.71
	175.67	123.85

19. Other current assets	As at March 31, 2015	As at March 31, 2014
(a) Prepaid debt issue cost	7.53	12.09
(b) Prepaid expenses	68.70	94.85
(c) Interest accrued on deposits / loans	1.09	0.06
(d) Derivative financial instruments	38.18	2.06
(e) Share issue expenses	1.53	-
	117.03	109.06

NOTES FORMING PART OF FINANCIAL STATEMENTS

(₹ in crores)

	As at March 31, 2015	As at March 31, 2014
20. Inventories		
(a) Stores and spare parts	131.18	136.81
(b) Consumable tools	19.56	20.56
(c) Raw materials and components	1,145.97	1,085.57
(d) Work-in-progress	445.52	375.59
(e) Finished goods	2,915.69	1,969.47
(f) Stock-in-trade (in respect of goods acquired for trading)	-	137.33
(g) Goods-in-transit		
(i) Raw materials and components	144.16	114.63
(ii) Stock-in-trade	-	22.57
	4,802.08	3,862.53
21. Trade receivables		
(a) Due over six months :		
Considered good (unsecured)	223.54	292.86
Considered doubtful	535.69	493.35
	759.23	786.21
Less : Allowances for doubtful debts	(535.69)	(493.35)
	223.54	292.86
(b) Others :		
Considered good (unsecured)	890.94	923.84
Considered doubtful	36.58	18.01
	927.52	941.85
Less : Allowances for doubtful debts	(36.58)	(18.01)
	890.94	923.84
	1,114.48	1,216.70
22. Cash and bank balances		
(A) Cash and cash equivalents		
(a) Cash on hand	0.24	0.65
(b) Cheques on hand	6.12	25.63
(c) Current account with banks #	855.59	172.40
	861.95	198.68
(B) Other bank balances		
(a) Earmarked balance with banks	16.95	17.11
	16.95	17.11
(C) Other bank balances (with more than 3 months but less than 12 months maturity)		
(a) Earmarked balance with banks	11.85	6.26
(b) Bank deposits	0.07	0.08
	11.92	6.34
(D) Other bank balances (with more than 12 months maturity)		
(a) Margin money / cash collateral with banks	0.01	0.11
(b) Earmarked balance with banks	53.92	3.91
	53.93	4.02
	944.75	226.15
# Includes		
- Remittances in transit	167.94	144.56
- In foreign currencies	673.67	4.72

NOTES FORMING PART OF FINANCIAL STATEMENTS

(₹ in crores)

23. Total revenue	2014-2015	2013-2014
1. Revenue from operations		
(a) Sale of products (Note 1 below) [Note 38, page F-43]	38,821.73	37,101.74
(b) Sale of services	292.48	256.90
(c) Income from vehicle loan contracts	5.89	18.22
	39,120.10	37,376.86
(d) Other operating revenues (Note 2 below)	404.24	381.14
	39,524.34	37,758.00
2. Other income		
(a) Interest income	102.45	178.02
(b) Dividend income [Note 3 and 4 below]	1,698.48	1,602.68
(c) Profit on sale of Investments (current) (net) [Note 5 below]	80.48	2,052.33
	1,881.41	3,833.03
Note :		
(1) Includes exchange (loss) / gain (net)	46.91	(31.17)
(2) Sale of occupancy rights	36.60	-
(3) Includes dividend on		
(a) Trade investments (non-current)	30.83	28.70
(b) Dividend from subsidiary companies (non-current)	1,638.56	1,573.98
(4) Includes exchange gain (non-current)	29.09	-
(5) Profit on sale of Investment in subsidiary companies [Note 45(ii), page F-46]	13.49	1,966.12

NOTES FORMING PART OF FINANCIAL STATEMENTS

(₹ in crores)

24. Employee cost / benefits expense	2014-2015	2013-2014
(a) Salaries, wages and bonus	2,524.43	2,355.59
(b) Contribution to provident fund and other funds	225.78	218.94
(c) Staff welfare expenses	341.25	303.16
	3,091.46	2,877.69

25. Finance cost	2014-2015	2013-2014
(a) Interest	1,616.12	1,375.14
Less: Transferred to capital account	(465.05)	(366.52)
	1,151.07	1,008.62
(b) Discounting charges	460.61	344.56
	1,611.68	1,353.18

26. Other expenses	2014-2015	2013-2014
(a) Processing charges	1,450.57	1,416.70
(b) Consumption of stores and spare parts	447.36	497.90
(c) Power and fuel	395.88	392.09
(d) Rent	98.34	92.80
(e) Repairs to buildings	63.58	48.93
(f) Repairs to plant, machinery etc.	103.23	94.39
(g) Insurance	74.62	80.03
(h) Rates and taxes	108.88	86.08
(i) Freight, transportation, port charges, etc.	1,049.93	905.01
(j) Publicity	745.44	612.18
(k) Excise duty on change in closing stock	145.01	(68.37)
(l) Works operation and other expenses [Note below] [Note 35, page F-41]	3,397.55	2814.13
	8,080.39	6,971.87

Note :**Works operation and other expenses include**

(a) Warranty expenses	428.68	343.78
(b) Computer expenses	615.95	594.51
(c) Consultancy	147.12	181.33
(d) Provisions and write off for sundry debtors, vehicle loans and advances	125.11	262.40
(e) Provision for carrying capital cost of buildings under construction at Singur [Note 45(i), page F-46]	309.88	-

NOTES FORMING PART OF FINANCIAL STATEMENTS

27. Earnings Per Share			2014-2015	2013-2014
(a)	Profit after tax	₹ crores	(4,738.95)	334.52
(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	₹ crores	(4,029.33)	280.26
(f)	Share of profit for 'A' Ordinary shares for Basic EPS *	₹ crores	(709.62)	54.26
(g)	Earnings Per Ordinary share (Basic)	₹	(14.72)	1.03
(h)	Earnings Per 'A' Ordinary share (Basic)	₹	(14.72)	1.13
(i)	Profit after tax for Diluted EPS	₹ crores	#	334.52
(j)	The weighted average number of Ordinary shares for Basic EPS	Nos.	#	273,23,46,381
(k)	Add: Adjustment for Options relating to warrants and shares held in abeyance	Nos.	#	4,89,261
(l)	The weighted average number of Ordinary shares for Diluted EPS	Nos.	#	273,28,35,642
(m)	The weighted average number of 'A' Ordinary shares for Basic EPS	Nos.	#	48,19,62,228
(n)	Add: Adjustment for 'A' Ordinary shares held in abeyance	Nos.	#	2,44,287
(o)	The weighted average number of 'A' Ordinary shares for Diluted EPS	Nos.	#	48,22,06,515
(p)	Share of profit for Ordinary shares for Diluted EPS	₹ crores	#	280.25
(q)	Share of profit for 'A' Ordinary shares for Diluted EPS *	₹ crores	#	54.27
(r)	Earnings Per Ordinary share (Diluted)	₹	(14.72)	1.03
(s)	Earnings Per 'A' Ordinary share (Diluted)	₹	(14.72)	1.13

* '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.

Since there is a loss for the year ended March 31, 2015, potential equity shares are not considered as dilutive and hence Diluted EPS is same as Basic EPS.

NOTES FORMING PART OF FINANCIAL STATEMENTS

(₹ in crores)

28. Contingent liabilities, commitments (to the extent not provided for)	As at March 31, 2015	As at March 31, 2014
Description of claims and assertions where a potential loss is possible, but not probable is reported under note (1) and (2) below :		
1 Claims against the Company not acknowledged as debts		
(i) Sales tax - Gross	870.58	869.50
- Net of tax	574.67	573.96
(ii) Excise duty - Gross	1,276.16	856.67
- Net of tax	842.32	565.49
(iii) Others - Gross	265.29	250.34
- Net of tax	175.12	157.52
(iv) Income Tax in respect of matters pending in appeal / others	92.58	92.58
2 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 the Department is in further appeal	70.66	71.42
3 Other money for which the Company is contingently liable in respect of bills discounted and export sales on deferred credit	234.63	348.39
4 Corporate guarantee given to RUAG Aerospace Structures GMBH for TAL Manufacturing Solutions Limited.	62.50	-
5 Estimated amount of contracts remaining to be executed on capital account and not provided for		
(i) Tangible	1,034.57	1,105.36
(ii) Intangible	382.02	524.29
6 Purchase commitments	6,413.58	9,597.72

NOTES FORMING PART OF FINANCIAL STATEMENTS

		(₹ in crores)	
		As at March 31, 2015	As at March 31, 2014
29. Disclosure in respect of leases			
(A) Finance leases :			
	Assets taken on lease :		
(a) (i)	Total of minimum lease payments	28.80	40.73
	The total of minimum lease payments for a period :		
	Not later than one year	16.86	24.29
	Later than one year and not later than five years	11.94	16.44
(ii)	Present value of minimum lease payments	26.16	36.73
	Present value of minimum lease payments for a period :		
	Not later than one year	15.22	21.93
	Later than one year and not later than five years	10.94	14.80
(b)	A general description of the significant leasing arrangements - The Company has entered into Finance lease arrangements for computers and data processing equipments from a vendor. The finance lease obligation is secured by a charge against the said assets.		
(B) Operating leases			
	Assets given on lease :		
(a)	Total of minimum lease payments	59.87	21.11
	The total of minimum lease payments for a period :		
	Not later than one year	16.09	2.64
	Later than one year and not later than five years	36.43	10.55
	Later than five years	7.35	7.92
(b)	Gross block	37.10	34.49
	Accumulated Depreciation	16.61	13.84
	Depreciation for the year ₹ 2.73 crores (2013-14 ₹ 2.64 crores)		
(c)	A general description of significant leasing arrangements- The Company has entered into Operating lease arrangements for buildings and plant and machinery.		

NOTES FORMING PART OF FINANCIAL STATEMENTS

30. (i) Related party disclosures for the year ended March 31, 2015

(a) Related party and their relationship

1. Subsidiaries :

Concorde Motors (India) Limited
 Sheba Properties Limited
 TAL Manufacturing Solutions Limited
 Tata Motors European Technical Centre PLC
 Tata Motors Insurance Broking and Advisory Services Limited
 Tata Motors Finance Limited
 TML Holdings Pte. Limited
 TML Distribution Company Limited
 Tata Hispano Motors Carrocera S.A.
 Tata Hispano Motors Carroceries Maghreb SA
(Direct subsidiary of Tata Motors Limited w.e.f. June 23, 2014)
 TML Drivelines Limited
 Trilix S.r.l.
 Tata Precision Industries Pte. Limited
 Tata Technologies Limited
 Tata Marcopolo Motors Limited
 Jaguar Land Rover Automotive PLC
 Jaguar Land Rover Limited
 Jaguar Land Rover Austria GmbH
 Jaguar Land Rover Japan Limited
 JLR Nominee Company Limited
 Jaguar Land Rover Deutschland GmbH
 Jaguar Land Rover North America LLC
 Jaguar Land Rover Nederland BV
 Jaguar Land Rover Portugal - Veículos e Peças, Lda.
 Jaguar Land Rover Australia Pty Limited
 Jaguar Land Rover Italia Spa
 Jaguar Land Rover Korea Company Limited
 Jaguar Land Rover Automotive Trading (Shanghai) Company Limited
 Jaguar Land Rover Canada ULC
 Jaguar Land Rover France, SAS
 Jaguar Land Rover (South Africa) (Pty) Limited
 Jaguar e Land Rover Brasil Importacao e Comercia de Veiculos Ltda
 Limited Liability Company "Jaguar Land Rover" (Russia)
 Jaguar Land Rover (South Africa) Holdings Limited
 Jaguar Land Rover India Limited
 Jaguar Land Rover Espana SL
 Jaguar Land Rover Belux NV
 Jaguar Land Rover Holdings Limited
 Jaguar Cars South Africa (Pty) Limited
 The Jaguar Collection Limited
 Jaguar Cars Limited
 Land Rover Exports Limited
 Land Rover Ireland Limited
 Land Rover Parts Limited
 The Daimler Motor Company Limited

2. Associates :

Jaguar Cars Finance Ltd
 Automobile Corporation of Goa Ltd
 Nita Company Ltd
 Tata Hitachi Construction Machinery Company Pvt. Ltd.
(Converted from Public Ltd. w.e.f. March 5, 2015)
 Tata Precision Industries (India) Ltd
 Tata AutoComp Systems Ltd
 Tata Sons Ltd (Investing Party)

S.S. Cars Limited
 The Lanchester Motor Company Limited
 Shanghai Jaguar Land Rover Automotive Services Company Limited
 Jaguar Land Rover Pension Trustees Limited
 JDHT Limited *(Acquired with effect from February 2, 2015)*
 Land Rover Group Limited *(Liquidated with effect from June 30, 2014)*
 Tata Daewoo Commercial Vehicle Co. Ltd.
 Tata Daewoo Commercial Vehicle Sales and Distribution Co. Ltd.
 Tata Motors (Thailand) Ltd
 Tata Motors (SA) (Proprietary) Ltd.
 PT Tata Motors Indonesia
 PT Tata Motors Distribusi Indonesia
 Tata Technologies Inc.
 Tata Technologies (Canada) Inc.
 Tata Technologies de Mexico, S.A. de C.V.
 Tata Technologies Pte Limited
 Tata Technologies (Thailand) Limited
 Tata Technologies Europe Limited
 INCAT International Plc.
 INCAT GmbH
 Cambric Holdings Inc. *(Merged with Tata Technologies Inc. w.e.f. December 31, 2014)*
 Cambric Corporation *(Merged with Tata Technologies Inc. w.e.f. December 31, 2014)*
 Cambric Limited
 Tata Technologies SRL
(formerly known as Cambric Consulting SRL)
 Cambric GmbH
 Cambric UK Limited
 Cambric Managed Services Inc. *(Dissolved w.e.f. September 9, 2014)*
 Midwest Managed Services Inc.
 Cambric Manufacturing Technologies (Shanghai) Co. Limited
 Tata Motors Finance Solutions Pvt. Ltd.
(formerly known as Rajasthan Leasing Private Limited Acquired w.e.f. January 19, 2015)

3. Joint Ventures :

Tata Cummins Private Limited
(Converted from Public Ltd. w.e.f. December 16, 2014)
 Fiat India Automobiles Private Limited.
(Converted from Public Ltd. w.e.f. January 19, 2015)
 Chery Jaguar Land Rover Automotive Co. Ltd
 Chery Jaguar Land Rover Auto Sales Company Limited
(formerly known as Suzhou Chery Jaguar Land Rover Trading Co. Ltd. (Interim JV))
 Spark44 (JV) Ltd.
 TATA HAL Technologies Ltd

4. Key Management Personnel :

Mr. R Pisharody
 Mr. S B Borwankar

NOTES FORMING PART OF FINANCIAL STATEMENTS

(b) Transactions with the related parties	(₹ in crores)				
	Subsidiaries	Joint Venture	Associates	Key Management Personnel	2014-2015 Total
Purchase of goods	1,314.21 1,107.46	5,329.00 4,319.52	774.56 478.51	-	7,417.77 5,905.49
Sale of goods (inclusive of sales tax)	1,611.15 1,109.86	1,243.30 1,110.63	170.28 135.58	-	3,024.73 2,356.07
Purchase of fixed assets	25.85 263.21	-	-	-	25.85 263.21
Sale of fixed assets	11.46 -	-	-	-	11.46 -
Redemption / buy back of investments	1,658.24 1,415.17	-	-	-	1,658.24 1,415.17
Sale of investment	145.66 2,563.31	-	-	-	145.66 2,563.31
Services received	2,755.01 2,663.14	0.86 0.40	4.48 12.27	4.37 19.42#	2,764.72 2,695.23
Services rendered	245.66 260.29	5.22 11.58	7.89 10.29	-	258.77 282.16
Finance given (including loans and equity)	141.71 518.55	-	159.00 26.86	-	300.71 870.41
Loans repaid by the related parties	5.00 377.83	-	-	-	5.00 377.83
Loans taken	1,667.00 2,154.82	-	4.00 23.50	-	1,671.00 2,178.32
Loans repaid by the Company	1,392.25 1,801.21	-	20.00 37.00	-	1,412.25 1,838.21
Interest / dividend paid / (received) (net)	(1,613.00) (1,552.91)	(19.57) (22.70)	116.39 119.45	-* -	(1,516.18) (1,456.16)
(c) Balances with related parties (as at March 31, 2015)					
Amount receivable	620.95 303.54	-	4.65 7.78	-	625.60 327.57
Amount payable	337.63 1,106.45	287.35 349.82	59.63 41.91	-	684.61 1,498.18
Amount receivable (in respect of loans and interest)	605.48 602.08	367.94 346.60	25.66 -	-	999.08 948.68
Provision for amount receivable (in respect of loans)	539.40 539.40	-	-	-	539.40 539.40
Amount payable (in respect of loans)	288.75 15.00	-	-	-	288.75 31.00
Bills discounted (in respect of amount receivable)	-	-	4.86 7.60	-	4.86 7.60
Bank Guarantee / Other assets given as security	2.35 2.35	-	3.00 3.00	-	5.35 5.35

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 the current year

NOTES FORMING PART OF FINANCIAL STATEMENTS

(₹ in crores)

(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	Fiat India Automobiles Private Ltd	2,996.49	2,497.99	
	Tata Cummins Private Ltd	2,332.51	1,821.53	
	Tata Marcopolo Motors Ltd	659.88	537.24	
	Jaguar Land Rover Ltd	628.57	549.17	
	Tata AutoComp Systems Ltd	408.46	198.26	
	Automobile Corporation of Goa Ltd	364.80	279.49	
(ii) Sale of goods (inclusive of sales tax)	Fiat India Automobiles Private Ltd	1,066.15	966.11	
	Concorde Motors (India) Ltd	599.84	466.72	
	Jaguar Land Rover India Ltd	449.68	-	
	TML Distribution Company Ltd	354.97	403.39	
	Tata Cummins Private Ltd	177.15	144.52	
	Nita Company Ltd	137.18	108.60	
	Tata Hitachi Construction Machinery Company Private Ltd	21.36	21.12	
(iii) Redemption / buy back of investments	TML Holdings Pte Ltd	1,658.24	1,415.17	
(iv) Sale of investment	TML Holdings Pte Ltd	145.66	2,563.31	
(v) Purchase of fixed assets	Tata Technologies Ltd	11.00	-	
	TML Drivelines Ltd	7.81	-	
	TAL Manufacturing Solutions Ltd	4.32	-	
(vi) Sale of fixed assets	Jaguar Land Rover India Ltd	11.46	-	
(vii) Services received	Tata Motors Finance Ltd	870.44	956.84	
	TML Drivelines Ltd	766.26	591.54	
	Tata Technologies Ltd	556.21	533.98	
	Tata Motors European Technical Centre PLC	367.08	415.44	
	Automobile Corporation of Goa Ltd	2.39	0.54	
	Tata Sons Ltd	2.09	2.46	
	Fiat India Automobiles Private Ltd	0.54	0.40	
(viii) Services rendered	TML Drivelines Ltd	101.78	94.83	
	Jaguar Land Rover Ltd	70.70	83.80	
	Tata Marcopolo Motors Limited	24.92	-	
	Tata Hitachi Construction Machinery Company Private Ltd	5.79	8.99	
	Tata Cummins Private Ltd	5.22	6.45	
	Tata Sons Ltd	1.39	1.19	
(ix) Finance given (including loans and equity)	Investment in Preference shares			
	Investment in Equity	Tata Hitachi Construction Machinery Company Private Ltd	159.00	-
	Investment in Equity	PT Tata Motors Indonesia	67.00	70.47
	Investment in Equity	TAL Manufacturing Solutions Ltd	35.00	-
Investment in Equity	Tata Motors European Technical Centre PLC	28.71	13.08	

NOTES FORMING PART OF FINANCIAL STATEMENTS

(₹ in crores)

		2014-2015	2013-2014
(x) Loans repaid by related parties			
Inter Corporate Deposit	Concorde Motors (India) Ltd	5.00	-
Inter Corporate Deposit	TML Distribution Company Ltd	-	80.00
Loan	Tata Motors (Thailand) Ltd	-	290.66
(xi) Loans taken by the Company			
Inter Corporate Deposit	Tata Technologies Ltd	983.70	926.60
Inter Corporate Deposit	TML Drivelines Ltd	484.35	364.20
Inter Corporate Deposit	TML Distribution Company Ltd	197.95	182.31
Inter Corporate Deposit	Automobile Corporation of Goa Ltd	4.00	23.50
(xii) Loans repaid by the Company			
Inter Corporate Deposit	Tata Technologies Ltd	882.20	1,110.50
Inter Corporate Deposit	TML Drivelines Ltd	332.60	453.40
Inter Corporate Deposit	TML Distribution Company Ltd	167.45	182.31
Inter Corporate Deposit	Automobile Corporation of Goa Ltd	20.00	37.00
(xiii) Interest / Dividend paid / (received)			
Dividend paid	Tata Sons Ltd	140.89	140.89
Dividend received	TML Holdings Pte Ltd, Singapore	(1,494.11)	(1,375.59)
Interest paid	Fiat India Automobiles Private Ltd	6.41	30.87
Interest received	Fiat India Automobiles Private Ltd	(25.98)	(53.58)

ii) **Disclosures required by Clause 32 of the Listing Agreement and Section 186 (4) of the Companies Act**

(a) Amount of loans / advances in nature of loans outstanding from Subsidiaries and Joint Venture during 2014-2015

Name of the Company	Outstanding as at March 31, 2015	Maximum amount outstanding during the year	Investment in shares of the Company	Direct Investment in shares of subsidiaries of the Company
	₹ in crores	₹ in crores	No. of shares	No. of shares
i) Subsidiaries :				
Sheba Properties Ltd	-	-	-	811,992
[Shares in Tata Technologies Ltd]	-	-	-	811,992
Tata Motors European Technical Centre Plc., UK (Tata Motors European Technical Centre has utilised this loan for investment in National Automotive Innovation campus set up jointly with University of Warwick and Jaguar Landrover Ltd and carried an interest rate of 12 months LIBOR + 3%, prevailing rate is 4.68% p.a.)	20.80 22.39	22.39 22.39	-	-
Tata Hispano Motors Carrocera S.A. (Tata Hispano Motors Carrocera S.A. has utilised this loan for meeting its capex requirement and general corporate purposes, which is fully provided).	539.40 539.40	539.40 539.40	-	- 202,000
TAL Manufacturing Solutions Ltd (Inter Corporate Deposit utilised for working capital finance at the rate of interest of 10.50% p.a. having Call / Put option).	10.00 -	10.00 -	-	- -
Concorde Motors (India) Ltd (Inter Corporate Deposit utilised for working capital finance at the rate of interest of 10.50% p.a. having Call / Put option).	35.00 40.00	40.00 40.00	-	- -
ii) Joint Ventures :				
Fiat India Automobiles Private Ltd (Fiat India Automobiles Private Ltd has utilised the loan for meeting capex requirements. The Interest rate is RBI Bank rate, prevailing rate of interest is 8.50% p.a.).	265.00 265.00	265.00 265.00	-	- -

(b) Details of Investments made are given in Note 14 and 15 [Refer page F-24, F-25 and F-26]

(c) During FY 2014-15, Company has provided Corporate guarantee to RUAG Aerospace Structures GmbH aggregating to \$10 million (₹ 62.50 crores) on behalf of TAL Manufacturing Solutions Ltd under the "supply agreement" with RUAG Aerospace Structures GmbH for manufacturing and supply of metallic parts for the A320 Airbus program.

NOTES FORMING PART OF FINANCIAL STATEMENTS

31. The Company has joint ventures with (a) Fiat Group Automobiles S.p.A., Italy, Fiat India Automobiles Private Limited (FIAL), for manufacturing passenger cars, engines and transmissions at Ranjangaon in India and (b) Cummins Inc, USA, Tata Cummins Private Limited (TCL), for manufacturing engines in India. The Company has an investment of ₹1,567.04 crores as at March 31, 2015, representing 50% shareholding in FIAL and ₹90.00 crores as at March 31, 2015 representing 50% shareholding in TCL.
- (a) The proportionate share of assets and liabilities as at March 31, 2015 and income and expenditure for the year 2014-15 of FIAL 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	10.26	(189.92)	INCOME	
NON-CURRENT LIABILITIES			Revenue from operations	1,931.54
Long-term Borrowings	403.78	496.39	Less : Excise duty	(238.96)
Other Long term Liabilities	73.82	59.88	Other operating income	160.92
Long-term Provisions	3.41	2.35	Other Income	28.93
CURRENT LIABILITIES				1,882.43
Short-term Borrowings	75.88	197.70		
Trade Payables	157.91	247.51		
Other Current Liabilities	148.03	224.66		
Short-term Provisions	1.31	1.66		
	864.14	1,230.15	EXPENDITURE	
NON-CURRENT ASSETS			Manufacturing and other expenses	1,460.79
Fixed Assets	1,225.54	1,281.23	Depreciation	132.33
Other Long-term Loans and Advances	35.13	98.55	Finance Cost	101.19
Other Non-Current Assets	-	12.40	Exchange (gain) / Loss (net) on revaluation of foreign currency borrowings, deposits and loan given	69.28
Current Assets	836.30	870.62	Tax expenses	10.53
	2,096.97	2,262.80		1,774.12
Claims not acknowledged as debts	21.06	7.36		
Capital Commitments	9.08	41.65		

- (b) The proportionate share of assets and liabilities as at March 31, 2015 and income and expenditure for the year 2014-15 of TCL 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			INCOME	
Reserves and Surplus	285.84	243.15	Revenue from operations	1,046.28
NON-CURRENT LIABILITIES			Less : Excise duty	(110.41)
Long-term Borrowings	81.84	52.87	Other operating income	4.30
Deferred tax liabilities	35.51	30.47	Other Income	3.49
Other Long term Liabilities	5.69	0.65		943.66
Long-term Provisions	20.32	19.30		
CURRENT LIABILITIES			EXPENDITURE	
Short-term Borrowings	100.69	18.72	Manufacturing and other expenses	896.33
Trade Payables	137.33	184.07	Depreciation	31.06
Other Current Liabilities	96.40	127.88	Finance Cost	2.66
Short-term Provisions	37.20	31.06	Tax expenses / (credit)	(0.31)
	514.98	465.02		929.74
NON-CURRENT ASSETS				
Fixed Assets	607.19	555.93		
Other Long-term Loans and Advances	60.33	72.67		
Other Non-Current Assets	9.08	9.72		
Current Assets	214.22	160.13		
Current Assets	890.82	798.16		
Claims not acknowledged as debts	178.18	240.40		
Capital Commitments	31.16	50.19		

NOTES FORMING PART OF FINANCIAL STATEMENTS

32. Defined benefit plans / long term compensated absences - as per actuarial valuations as on March 31, 2015.

(₹ in crores)

	Gratuity, Superannuation and BKY					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	42.10	44.21	41.46	37.98	29.63	29.92	31.17	28.55	23.16	18.41	4.56	4.27	3.96	4.12	2.88
Interest cost	57.42	53.44	51.78	48.77	42.32	19.56	18.92	18.21	15.82	12.49	9.80	7.80	7.64	7.03	6.15
Expected return on plan assets	(47.69)	(48.06)	(46.24)	(43.69)	(39.56)	-	-	-	-	-	-	-	-	-	-
Actuarial (Gains) / Losses	49.12	3.63	(0.04)	9.50	53.84	30.91	(22.41)	2.58	17.81	34.05	12.34	2.97	0.71	(3.80)	4.21
Total expense recognised in the Statement of Profit and Loss in Note 24, page F-31 under item :	100.95	53.22	46.96	52.56	86.23	80.39	27.68	49.34	56.79	64.95	26.70	15.04	12.31	7.35	13.24
		(b) & (c)					(a)					(c)			
ii Actual Contribution and Benefit Payments for year ended March 31,															
Actual benefit payments	119.14	72.95	72.52	48.92	55.21	46.48	38.16	31.79	25.62	25.93	1.02	2.85	2.94	2.82	3.10
Actual Contributions	102.62	25.24	54.12	46.91	78.11	46.48	38.16	31.79	25.62	25.93	1.02	2.85	2.94	2.82	3.10
iii Net liability recognised in Balance Sheet as at March 31,															
Present Value of Defined Benefit Obligation	742.03	690.29	682.38	652.56	606.73	269.56	235.89	245.72	230.14	198.97	134.32	108.64	96.42	88.66	84.13
Fair value of plan assets	657.87	604.45	624.60	587.21	547.03	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Net liability recognised in Balance Sheet	(84.16)	(85.84)	(57.78)	(65.35)	(59.70)	(269.56)	(235.89)	(245.72)	(230.14)	(198.97)	(134.32)	(108.64)	(96.42)	(88.66)	(84.13)
Experience adjustment on plan liabilities	8.18	24.05	(20.20)	(1.05)	(33.21)	(6.68)	(4.97)	N/A	N/A	N/A	(4.42)	3.30	8.10	(3.87)	4.62
iv Change in Defined Benefit Obligations (DBO) during the year ended March 31,															
Present Value of DBO at the beginning of the year	690.29	682.38	652.56	606.73	534.60	235.89	245.72	230.14	198.97	159.95	108.64	96.42	88.66	84.13	73.99
Current Service cost	42.10	44.21	41.46	37.98	29.63	29.92	31.17	28.55	23.16	18.41	4.56	4.27	3.96	4.12	2.88
Interest cost	57.42	53.44	51.78	48.77	42.32	19.56	18.92	18.21	15.82	12.49	9.80	7.80	7.64	7.03	6.15
Transfer in/ Transfer (out)	(0.60)	0.98	(9.38)	-	-	(0.24)	0.65	(1.97)	-	-	-	0.03	(1.61)	-	-
Actuarial (gain) / losses	71.96	(17.77)	18.48	8.00	55.39	30.91	(22.41)	2.58	17.81	34.05	12.34	2.97	0.71	(3.80)	4.21
Benefits paid	(119.14)	(72.95)	(72.52)	(48.92)	(55.21)	(46.48)	(38.16)	(31.79)	(25.62)	(25.93)	(1.02)	(2.85)	(2.94)	(2.82)	(3.10)
Present Value of DBO at the end of the year	742.03	690.29	682.38	652.56	606.73	269.56	235.89	245.72	230.14	198.97	134.32	108.64	96.42	88.66	84.13
v Change in Fair Value of Assets during the year ended March 31,															
Plan assets at the beginning of the year	604.45	624.60	587.21	547.03	483.02	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Transfer in/ Transfer (out)	(0.60)	0.90	(8.97)	-	-	-	-	-	-	-	-	-	-	-	-
Actual return on plan assets	70.54	26.66	64.76	42.19	41.11	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Actual Company contributions	102.62	25.24	54.12	46.91	78.11	46.48	38.16	31.79	25.62	25.93	1.02	2.85	2.94	2.82	3.10
Benefits paid	(119.14)	(72.95)	(72.52)	(48.92)	(55.21)	(46.48)	(38.16)	(31.79)	(25.62)	(25.93)	(1.02)	(2.85)	(2.94)	(2.82)	(3.10)
Plan assets at the end of the year	657.87	604.45	624.60	587.21	547.03	N/A	N/A	N/A	N/A	N/A	-	N/A	N/A	N/A	N/A
vi Actuarial Assumptions															
Discount Rate (%)	6.75-8.00	6.75-9.20	6.75-8.35	6.75-8.50	6.75-8.50	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	8.00	8.00	8.00	8.00	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	N/A	6.00	6.00	5.00	4.00
vii The major categories of plan assets as percentage of 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	7%	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 as at March 31,						150.27	119.81	103.81	95.34	91.65	118.16	96.31	87.07	81.62	77.57
Revised service cost for the year						6.81	4.96	3.95	4.01	3.37	4.65	3.70	2.79	3.04	2.48
Revised interest cost for the year						19.14	8.55	8.20	7.66	6.79	14.24	7.15	6.67	6.46	5.60

(a) Defined Contribution Plans-

- The Company's contribution to defined contribution plan aggregated ₹142.08 crores (2013-14 ₹173.39 crores) for the year ended March 31, 2015 has been recognised in the Statement of Profit and Loss under note 24 (b) page F-31.
- (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, takes into account of inflation, seniority, promotion and other relevant factors, such as supply and demand in the employment market.
- (d) The Company expects to contribute ₹75.32 crores to the funded pension plans in the year 2015-16.

NOTES FORMING PART OF FINANCIAL STATEMENTS

(₹ in crores)

33. Details of provision	2014-2015	2013-2014
(a) Product warranty		
Opening Balance	409.48	433.62
Add: Provision for the year (net)	395.61	331.12
Less: Payments / debits (net of recoveries from suppliers)	(289.98)	(355.26)
Closing balance	515.11	409.48
Current	310.84	263.24
Non-current	204.27	146.24
(b) Provision for Delinquency		
Opening balance	1,017.61	337.24
Add: Provision for the year (net)	1,175.94	935.86
Less: Payments / debits (net)	(597.29)	(255.49)
Closing balance	1,596.26	1,017.61
Current	214.08	770.94
Non-current	1,382.18	246.67
(c) Provision for Annual maintenance contracts		
Opening balance	3.12	30.00
Add: Provision / (reversal) for the year (net)	29.32	(22.11)
Less: Payments / debits (net)	(3.58)	(4.77)
Closing balance	28.86	3.12
Current	16.29	3.08
Non-current	12.57	0.04
(d) Premium on redemption of Foreign Currency Convertible Notes (FCCN)		
Opening Balance	-	34.21
Foreign currency exchange (gain) /Loss	-	0.94
Premium on redemption of FCCN (including withholding tax)	-	(35.15)
Closing balance	-	-
34. Purchase of products for sale	2014-2015	2013-2014
(a) Spare parts and accessories for sale	1,731.67	1,540.58
(b) Bodies and trailers for mounting on chassis	1,330.24	985.96
(c) Vehicles 54,285 nos. (2013-14 : 50,653 nos.)	2,703.33	2,523.28
	5,765.24	5,049.82
35. (a) Auditors' remuneration (excluding service tax)	2014-2015	2013-2014
(i) Audit fees	4.50	4.50
(ii) Audit fees for financial statements as per IFRS (including SOX certification)	3.85	3.60
(iii) In other capacities :		
- Company law matters (₹47,500 for 2014-15, ₹35,000 for 2013-14)	-	-
- Tax audit / Transfer pricing audit*	0.58	0.75
- Taxation matters*	0.27	0.34
(iv) Other services*	1.60	0.62
(v) Reimbursement of travelling and out-of-pocket expenses	0.22	0.15
(b) Cost Auditors' remuneration (excluding service tax) :		
(i) Cost Audit fees	0.20	0.20
(ii) Reimbursement of travelling and out-of-pocket expenses	0.01	0.01
* Includes payment to an affiliate firm of statutory auditors	0.55	0.97

NOTES FORMING PART OF FINANCIAL STATEMENTS

(₹ in crores)

36. Expenditure incurred on Research and Development	2014-2015	2013-2014
(a) Revenue expenditure - charged to profit and loss statement	456.10	413.55
(b) Revenue expenditure - capitalised	1,651.70	1,618.76
(c) Capital expenditure	96.50	112.04
	2,204.30	2,144.35

37. Derivative transactions

The Company uses forward exchange contracts, principal only swaps, interest rate swaps, currency swaps and currency options to hedge its exposure in foreign currency and interest rates. The information on derivative instruments is as follows :

(a) Derivative Instruments outstanding as at March 31, 2015

Currency	Amount (Foreign currency in millions)	Buy / Sell	Amount (₹ in crores)
(i) Forward exchange contracts (net)			
US \$ / IN ₹	US \$ 2.00	To Buy	12.50
US \$ / IN ₹	-	To Buy	-
US \$ / IN ₹	US \$ 93.02	To Sell	581.35
US \$ / IN ₹	US \$ 4.00	To Sell	23.96
GB £ / IN ₹	GB £ 0.03	To Sell	0.26
GB £ / IN ₹	-	To Sell	-
(ii) Options (net)			
US \$ / IN ₹	US \$ 760.33*	To Buy	4,751.90
US \$ / IN ₹	US \$ 7.18	To Buy	42.79
GB £ / US \$	GB £ 7.63	To Buy	70.54
GB £ / US \$	-	To Buy	-
GB £ / IN ₹	GB £ 2.49	To Buy	23.02
GB £ / IN ₹	-	To Buy	-
(iii) Interest Rate Swaps			
Floating to Fixed	-	Swap	-
	US \$ 450	Swap	-
(b) Foreign exchange forward contracts, designated as cash flow hedges as at March 31, 2015			
US \$ / IN ₹	US \$ 455	To Sell	2,843.64
US \$ / IN ₹	-	To Sell	-
(c) Foreign exchange currency exposures not covered by derivative instruments as at March 31, 2015			

NOTES FORMING PART OF FINANCIAL STATEMENTS

Currency	Amount		Amount
	(Foreign currency in millions)		(₹ in crores)
(i) Amount receivable on account of sales of goods, investment in preference shares, loan and interest charges	US \$	22.71	141.94
	US \$	8.54	51.12
	-	-	-
	€	78.86	648.89
	£	4.65	43.02
	£	2.34	23.27
	THB	179.85	34.52
	THB	962.41	177.25
	ZAR	52.14	26.76
	ZAR	44.83	25.35
(ii) Creditors payable on account of loan and interest charges and other foreign currency expenditure	US \$	70.36	439.76
	US \$	640.26	3,835.14
	€	9.25	62.13
	€	11.74	96.67
	£	28.72	265.50
	£	12.66	125.46
	¥	113.89	5.94
	¥	138.37	8.06
	Others		14.07
	Others		9.91

* Note: Options includes Call Spread Structures (Buy a Call option and Sell a Call option) and Seagull Structures (Buy a Call option, Sell a Call option and Sell a Put option)

	(₹ in crores)	
	2014-2015	2013-2014
38. Information in regard to Sale of Products effected by the Company		
1. Light, medium and heavy commercial vehicles, jeep type vehicles, passenger cars, utility vehicles etc. and bodies thereon [including export and other incentives of ₹ 293.76 crores (2013-2014 ₹ 230.74 crores)]	34,151.74	32,519.21
2. Spare Parts for Vehicles	2,991.70	3,006.31
3. Others	1,678.29	1,576.22
	38,821.73	37,101.74
39. Information in regard to raw materials and components consumed		
Engines	1,841.64	1,401.35
Tyres, tubes and flaps	2,375.75	1,749.19
Paints, oils and lubricants	188.00	189.76
Steel, steel tubes, steel melting scrap	609.75	665.73
Non-ferrous alloys/metals, ferro alloys	89.70	84.06
Other components	17,050.39	16,402.78
	22,155.23	20,492.87

The Consumption figures shown above are after adjusting excesses and shortages ascertained on physical count, unserviceable items, etc. The figures of other components comprise finished/ semi finished components/ assemblies/ sub assemblies and other components (balancing figure based on the total consumption).

NOTES FORMING PART OF FINANCIAL STATEMENTS

(₹ in crores)

40. Information regarding exports and imports and other matters	2014-2015	2013-2014
1. Earnings in foreign exchange :		
(i) F.O.B. value of goods exported [including sales through export house, exports to Nepal, Bhutan and local sales eligible for export incentives and exchange differences (net) - gain of ₹ 1.78 crores (2013-14 ₹ 5.45crores)]	3,980.18	3,508.26
(ii) Rent income	-	4.10
(iii) Commission	1.77	2.07
(iv) Interest and dividend	1,526.95	1,385.89
(v) Sale of services	58.31	75.29
(vi) Profit on sale of investment	13.49	1,966.12
2. C.I.F. value of imports		
(i) Raw material and components	1,254.57	1,049.65
(ii) Machinery spares and tools	37.78	35.46
(iii) Capital goods	387.62	268.37
(iv) Vehicles / spare parts / accessories for sale	195.48	274.03
(v) Other items	16.01	35.68
3. (a) Value of imported and indigenous raw materials and components consumed [note below] :		
(i) Imported	1,073.39	1,040.14
(ii) Indigenously obtained	21,081.84	19,452.73
(b) Percentage to total consumption :		
(i) Imported	%	5.08
(ii) Indigenously obtained	%	94.92

In giving the above information, the Company has taken the view that components and spares as referred to in Clause 5(viii)(c) of Part II of Schedule III of Companies Act, 2013 covers only such items as consumed directly in production.

41. Expenditure in foreign currency (subject to deduction of tax where applicable)	2014-2015	2013-2014
(i) Technical know-how / services / consultancy fees	661.40	578.17
(ii) Interest	170.21	131.61
(iii) Consultancy / professional charges	12.08	16.66
(iv) Payments on other accounts [including exchange differences (net)]	327.19	211.45

NOTES FORMING PART OF FINANCIAL STATEMENTS

(₹ in crores)

42. Remittances in foreign currencies for dividends :	2014-2015	2013-2014
The Company does not have complete information as to the extent to which remittances in foreign currencies on account of dividends have been made by or on behalf of non-resident shareholders. The particulars of dividends declared during the year and payable to non - resident shareholders for the year 2014-15 are as under :		
(i) Number of non-resident shareholders		
a) For 2014-15	Nos. 10,432	-
b) For 2013-14	Nos. -	9,511
(ii) Number of shares held by them		
a) For 2014-15	Nos. 1,67,27,08,916	-
b) For 2013-14	Nos. -	1,26,05,80,381
(iii) Gross amount of dividend		
a) For 2014-15	337.83	-
b) For 2013-14	-	252.12

43. 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.

44. Works operation and other expenses for FY 2014-15 include ₹18.62 crores spent towards various schemes of Corporate Social Responsibility (CSR) as prescribed under Section 135 of the Companies Act, 2013. No amount has been spent on construction / acquisition of an asset of the Company. The prescribed CSR expenditure required to be spent in for FY 2014-15 as per the Companies Act, 2013 is Nil, in view of average net profits of the Company being ₹Nil (under section 198 of the Act) for last three financial years.

45. Other notes

(i) 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.

(ii) The Company has substantially completed the process of divesting its investments in certain foreign subsidiary companies to TML Holdings Pte Ltd Singapore, a wholly owned subsidiary. Consequently, the year ended March 31, 2015 includes a profit of ₹13.49 crores on such divestment (March 31, 2014 ₹1,966.12 crores)

(iii) **Micro, Small and Medium Enterprise Development Act, 2006**

The information as required to be disclosed under the Micro, Small and Medium Enterprises Development Act, 2006 has been determined to the extent such parties have been identified on the basis of information available with the Company. The amount of principal and interest outstanding during the year is given below :

		(₹ in crores)	
		2014-2015	2013-2014
(a)	Amounts outstanding but not due as at March 31,	139.28	141.65
(b)	Amounts due but unpaid as at March 31,	-	-
(c)	Amounts paid after appointed date during the year	125.55	18.21
(d)	Amount of interest accrued and unpaid as at March 31,	1.15	1.07
(e)	Amount of estimated interest due and payable for the period from April 1,2015 to actual date of payment or May 26,2015 (whichever is earlier) -	0.04	0.03

(iv) Current year figures are shown in bold prints.

(v) Previous year figures have been regrouped / reclassified wherever necessary to correspond with the current year classification / disclosure.

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 NAYAR
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