



Ref: JSWSL: SECT: MUM: 2016-17  
October 27, 2016

<b>1. National Stock Exchange of India Ltd.</b> Exchange Plaza Bandra (E), Mumbai – 400 051 Tel: 2659 8235/8452 Fax No.: 2659 8237-38 <b>NSE Symbol: JSWSTEEL</b>  <i>Kind Attn.: Mr. Hari K, President (Listing)</i>	<b>2. BSE Limited</b> Corporate Relationship Dept. Dalal Street, Mumbai – 400 001. Tel: 2272 1233/8058 Extn- 8013 Fax No. 2272 2037/2039/ 2041/ 20 61 <b>Scrip Code No.500228.</b>  <i>Kind Attn: The General Manager (CRD).</i>
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**Sub: Outcome of Board Meeting held today.**

Dear Sirs,

Pursuant to Regulation 30 & 33 read with Para A of Part A of Schedule III of the Securities Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, we hereby inform you of the outcome of the Board meeting held today:

**i. Un-audited Standalone & Consolidated Financial Results for the Quarter & half year ended on 30<sup>th</sup> September 2016.**

The Un-audited Standalone & Consolidated Financial Results of the Company for the quarter & half year ended 30<sup>th</sup> September 2016 were approved by the Board of Directors in its meeting held today. A copy of the same along with the limited review report of the Statutory Auditor thereon is enclosed.

A copy of the press release issued in this connection is also enclosed.

**ii. Sub-division of equity shares of the Company.**

The Board has approved the sub-division of each of the Equity Shares of the Company having a face value of Rs.10/- (Rupees Ten only) into 10 (Ten) Equity Shares having a face value of Re.1/- (Rupee One only) each.

The sub-division of equity shares is subject to approval of shareholders, which will be sought by way of a postal ballot, and any other statutory and regulatory approvals. Accordingly, the record date for sub-division of the equity shares will be announced in due course.

**iii. Raising of Long Term Funds through Issuance of Redeemable Non-Convertible Debentures either by way of a Public Issue or by way of a Private Placement (NCD):**

The Board has approved the raising of funds not exceeding Rs. 2,000 Crores in the aggregate, through the issuance of Redeemable Non-Convertible Debentures either by way of a Public Issue or by way of a Private Placement and has authorised a sub-committee of Directors to decide on all matters relating to the proposed issuance of the Debentures including finalisation and approval of the detailed terms of issue.





The issue proceeds would be majorly used for refinancing of expensive debt, to meet long term working capital requirements, to meet requirements for Normal Capital Expenditure and for General Corporate purposes.

This is for the information of your members and all concerned.

Thanking you,

Yours faithfully,  
For **JSW STEEL LIMITED**



**Lancy Varghese**  
Company Secretary

cc:

1.	<b>Central Depository Services (India) Ltd.</b> Phiroze Jeejeebhoy Tower, Dalal Street, 28th Floor, Mumbai.- 400 023. Fax No.: 2272 3199	2.	<b>National Securities Depository Ltd.</b> Trade World, 4th Floor, Kamala Mill Compound, Senapati Bapat Marg, Lower Parel, Mumbai - 400 013. Fax No.: 24972993/24976351
3.	<b>The Calcutta Stock Exchange Association Ltd.,</b> 7 Lyons, Range, Kolkata - 700 001. FaxNo.033-22102210	4.	<b>Singapore Exchange Securities Trading Limited</b> 11 North Buona Vista Drive, #06-07, The Metropolis Tower 2, Singapore 138589 Hotline: (65) 6236 8863 Fax: (65) 6535 0775



## INDEPENDENT AUDITOR'S REVIEW REPORT ON REVIEW OF INTERIM FINANCIAL RESULTS

### TO THE BOARD OF DIRECTORS OF JSW STEEL LIMITED

1. We have reviewed the accompanying Statement of Standalone Unaudited Financial Results of **JSW STEEL LIMITED** ("the Company"), which includes a Joint Operation consolidated on a proportionate basis, for the quarter and six months ended September 30, 2016 and Standalone Unaudited Balance Sheet as at September 30, 2016 ("the Statement"), being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as modified by Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016.

This Statement which is the responsibility of the Company's Management and approved by the Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in the Indian Accounting Standard 34 "Interim Financial Reporting" ("Ind AS 34"), prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and other accounting principles generally accepted in India. Our responsibility is to issue a report on the Statement based on our review.

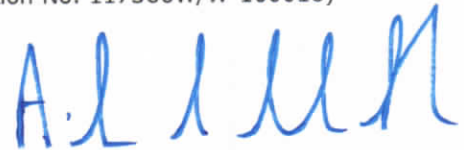
2. We conducted our review of the Statement in accordance with the Standard on Review Engagements (SRE) 2410 Review of Interim Financial Information Performed by the Independent Auditor of the Entity', issued by the Institute of Chartered Accountants of India. This Standard requires that we plan and perform the review to obtain moderate assurance as to whether the Statement is free of material misstatement. A review is limited primarily to inquiries of Company personnel and analytical procedures applied to financial data and thus provides less assurance than an audit. We have not performed an audit and, accordingly, we do not express an audit opinion.
3. Based on our review conducted as stated above, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the aforesaid Indian Accounting Standards and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as modified by Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016, including the manner in which it is to be disclosed, or that it contains any material misstatement.

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**Deloitte  
Haskins & Sells LLP**

4. Attention is invited to notes 3 and 4 to the Statement regarding the Company's assessment that the net carrying amounts of investments aggregating to Rs 902.64 crore in and loans and advances aggregating to Rs. 2,382.53 crore to certain subsidiaries and a joint venture as at September 30, 2016 are recoverable. Our conclusion is not modified in respect of this matter.

For DELOITTE HASKINS & SELLS LLP  
Chartered Accountants  
(Firm's Registration No. 117366W/W-100018)



A. Siddharth  
Partner  
(Membership No. 31467)

MUMBAI, October 27, 2016

# JSW Steel Limited

Registered Office : JSW Centre, Bandra Kurla Complex, Bandra (East), Mumbai- 400051  
CIN: L27102MH1994PLC152925

**PART I - Statement of Standalone Financial Results for the quarter and half year ended 30th September , 2016**

(Rs. in Crores)

Sr. No	Particulars	Unaudited (refer note 1)					
		Quarter Ended			Half Year Ended		Year Ended
		30.09.2016	30.06.2016	30.09.2015	30.09.2016	30.09.2015	31.03.2016
1	<b>Income from operations</b>						
	a) Revenue from operations	13,161.05	11,922.30	10,780.00	25,083.35	21,846.90	40,354.48
	b) Other Operating Income	196.27	98.91	112.70	295.18	258.98	504.48
	<b>Total Income from operations (a+b)</b>	<b>13,357.32</b>	<b>12,021.21</b>	<b>10,892.70</b>	<b>25,378.53</b>	<b>22,105.88</b>	<b>40,858.96</b>
2	<b>Expenses</b>						
	a) Cost of materials consumed	6,282.73	5,591.71	4,942.21	11,874.44	10,547.81	18,763.32
	b) Purchases of traded goods	189.54	110.90	0.20	300.44	54.54	152.72
	c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	4.77	(804.07)	400.48	(799.30)	515.24	1,083.56
	d) Employee benefits expense	297.86	299.49	257.01	597.35	518.24	953.29
	e) Depreciation and amortisation expense	788.06	743.55	713.00	1,531.61	1,409.99	2,847.24
	f) Power and Fuel	981.37	906.34	875.85	1,887.71	1,755.33	3,093.12
	g) Excise duty Expenses	1,119.80	1,102.33	1,127.50	2,222.13	2,212.53	4,152.04
	h) Other Expenses	1,763.73	1,716.32	1,566.70	3,480.05	3,102.79	6,292.06
	<b>Total Expenses</b>	<b>11,427.86</b>	<b>9,666.57</b>	<b>9,882.95</b>	<b>21,094.43</b>	<b>20,116.47</b>	<b>37,337.35</b>
3	<b>Profit from Operations before Other income, Finance Costs and Exceptional Items(1-2)</b>	<b>1,929.46</b>	<b>2,354.64</b>	<b>1,009.75</b>	<b>4,284.10</b>	<b>1,989.41</b>	<b>3,521.61</b>
4	Other Income	52.52	43.54	106.44	96.06	199.39	318.30
5	<b>Profit before Finance Costs and Exceptional Items (3+4)</b>	<b>1,981.98</b>	<b>2,398.18</b>	<b>1,116.19</b>	<b>4,380.16</b>	<b>2,188.80</b>	<b>3,839.91</b>
6	Finance Costs	915.54	863.07	803.94	1,778.61	1,594.11	3,218.73
7	<b>Profit after Finance Costs but before Exceptional Items (5-6)</b>	<b>1,066.44</b>	<b>1,535.11</b>	<b>312.25</b>	<b>2,601.55</b>	<b>594.69</b>	<b>621.18</b>
8	Exceptional Items (refer note 3)	-	-	116.20	-	261.74	5,860.45
9	<b>Profit / (Loss) before Tax (7-8)</b>	<b>1,066.44</b>	<b>1,535.11</b>	<b>196.05</b>	<b>2,601.55</b>	<b>332.95</b>	<b>(5,239.27)</b>
10	Tax Expense	394.88	452.70	51.44	847.58	75.24	(1,709.60)
11	<b>Net Profit / (Loss) after Tax (9-10)</b>	<b>671.56</b>	<b>1,082.41</b>	<b>144.61</b>	<b>1,753.97</b>	<b>257.71</b>	<b>(3,529.67)</b>
12	Other Comprehensive Income/(Loss)	42.82	132.02	(136.16)	174.84	(380.18)	(529.21)
13	<b>Total Comprehensive Income/ Loss (11+12)</b>	<b>714.38</b>	<b>1,214.43</b>	<b>8.45</b>	<b>1,928.81</b>	<b>(122.47)</b>	<b>(4,058.88)</b>
14	Paid up Equity Share Capital (face value of Rs. 10 per share)	240.35	240.37	239.25	240.35	239.25	239.87
15	Reserves excluding Revaluation Reserves						20,087.15
16	Earnings per share (not annualised)						
	Basic (Rs.)	27.94	45.08	6.05	73.01	10.77	(147.54)
	Diluted (Rs.)	27.78	44.78	5.98	72.56	10.66	(147.54)
17	Capital Redemption Reseve /Debenture Redemption Reserve				442.68	140.24	442.68
18	<b>Networth</b>				<b>22,122.34</b>	<b>24,281.19</b>	<b>20,388.05</b>
19	Debt Service Coverage Ratio (refer (i) below)				2.03	1.42	1.25
20	Interest Service Coverage Ratio (refer (ii) below)				3.43	2.38	2.17
21	Debt-Equity Ratio (refer (iii) below)				1.82	1.51	1.74

- i) Debt Service Coverage Ratio : Profit before Depreciation , Net Finance Charges and Exceptional Items / (Net Finance Charges + Long Term Borrowings scheduled principal repayments (excluding prepayments) 'during the period.(Net Finance Charges : Finance Costs - Interest Income - Net Gain /(Loss) on sale of current investments)
- ii) Interest Service Coverage Ratio : Profit before Depreciation Net Finance Charges and Exceptional Items/ Net Finance Charges
- iii) Debt Equity : Total Borrowings / NetWorth

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**STANDALONE STATEMENT OF ASSETS AND LIABILITIES :**

(Rs. in Crores)

Particulars		As at	As at
		30.09.2016	31.03.2016
		Unaudited	Unaudited
<b>A</b>	<b>ASSETS</b>		
<b>1</b>	<b>Non-current assets</b>		
	(a) Property, Plant and Equipment	50,822.54	46,283.63
	(b) Capital work-in-progress	2,253.35	6,203.54
	(c) Intangible assets	59.58	61.82
	(d) Intangible assets under development	238.47	235.78
		53,373.94	52,784.77
	(e) Financial Assets		
	(i) Investments	4,857.99	4,764.03
	(ii) Loans	373.31	381.06
	(f) Deferred tax assets (net)	-	479.54
	(g) Other non-current assets	1,361.18	1,420.28
	<b>Total Non-current assets</b>	59,966.42	59,829.68
<b>2</b>	<b>Current assets</b>		
	(a) Inventories	8,044.85	6,741.74
	(b) Financial Assets		
	(i) Investments	470.00	-
	(ii) Trade receivables	2,949.00	2,510.71
	(iii) Cash and cash equivalents	455.82	465.09
	(iv) Bank Balances other than (iii) above	514.38	133.45
	(v) Loans	2,853.56	1,578.01
	(c) Other current assets	2,685.69	2,034.59
	<b>Total Current assets</b>	17,973.30	13,463.59
	<b>TOTAL - ASSETS</b>	77,939.72	73,293.27
<b>B</b>	<b>EQUITY AND LIABILITIES</b>		
<b>1</b>	<b>Equity</b>		
	(a) Equity Share capital	301.38	300.90
	(b) Other Equity	21,820.96	20,087.15
	<b>Total Equity</b>	22,122.34	20,388.05
<b>2</b>	<b>Non-current Liabilities</b>		
	(a) Financial liabilities		
	(i) Borrowings	28,537.25	30,034.09
	(ii) Other financial liabilities	110.72	133.89
	(b) Provisions	1,102.14	1,017.42
	(c) Deferred tax liabilities(Net)	394.36	-
	(d) Other non-current liabilities	2.92	2.62
	<b>Total -Non-current liabilities</b>	30,147.39	31,188.02
<b>3</b>	<b>Current Liabilities</b>		
	(a) Financial liabilities		
	(i) Borrowings	5,642.50	2,069.90
	(ii) Trade payables#	8,984.13	11,011.32
	(iii) Other financial liabilities#	9,328.18	7,591.13
	(b) Other current liabilities	1,586.86	939.18
	(c) Provisions	128.32	105.67
	<b>Total -Current liabilities</b>	25,669.99	21,717.20
	<b>TOTAL - EQUITY AND LIABILITIES</b>	77,939.72	73,293.27

#includes acceptances ,suppliers credit and buyers credit

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### Standalone Notes

1. The Company has adopted Indian Accounting Standard ("IND-AS") with effect from 1 April, 2016 and accordingly the financial results for all the periods presented have been prepared in accordance with recognition and measurement principles laid down in the IND AS 34 Interim Financial Reporting prescribed under section 133 of the Companies Act, 2013 read with relevant rules issued thereunder. A reconciliation of results/ net worth to those reported under previous GAAP (IGAAP) is summarised below:

		(Rs. in Crores)			
IND AS adjustments	Note ref	Results			Networth
		Quarter ended	Half Year ended	Year ended	As on
		30 September, 2015	30 September, 2015	31 March, 2016	31 March, 2016
<b>Net Profit / Net Worth under IGAAP</b>		<b>241.00</b>	<b>271.75</b>	<b>(3,498.28)</b>	<b>21,752.96</b>
Effect of componentization of fixed assets related to quarter ended 30 <sup>th</sup> June, 2015 given in results of next quarter		(129.17)	-	-	-
<b>Net Profit/ Net worth under IGAAP after the effect of componentization</b>		<b>111.83</b>	<b>271.75</b>	<b>(3,498.28)</b>	<b>21,752.96</b>
Effect of treating certain arrangements as leases	1.1	(19.13)	(34.04)	(80.78)	(152.46)
Measurement of financial liabilities at amortised cost	1.2	(13.50)	(33.08)	(72.29)	(638.78)
Deferred taxes	1.3	78.29	69.80	142.45	(848.32)
Dividend and tax on dividend	1.4	-	-	-	218.19
Effect of Consolidation of Employee welfare trust	1.5	-	-	-	(126.86)
Other IND-AS adjustments	1.6	(12.88)	(16.72)	(20.77)	(21.27)
<b>Net Profit before OCI under IND-AS (A)</b>		<b>144.61</b>	<b>257.71</b>	<b>(3,529.67)</b>	
<b>Other Comprehensive Income (OCI)</b>					
Measurement of equity investments at fair value through OCI	1.7	(37.50)	(228.68)	(454.17)	290.41
Others	1.8	(98.66)	(151.50)	(75.04)	(85.82)
<b>Total other Comprehensive Income/ Loss (B)</b>		<b>(136.16)</b>	<b>(380.18)</b>	<b>(529.21)</b>	
<b>Total Comprehensive Income/Loss (A+B)/ Networth under IND-AS</b>		<b>8.45</b>	<b>(122.47)</b>	<b>(4,058.88)</b>	<b>20,388.05</b>

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- 1.1. Certain long-term arrangements are treated as finance lease for Property, plant and equipment, resulting into increase in finance costs and depreciation charge, and reduction in the cost of goods/ services procured.
  - 1.2. Redeemable Preference shares have been considered as borrowings and effective interest method is applied to measure the finance cost.
  - 1.3. Deferred taxes determined on temporary differences following Balance Sheet Approach under Ind-AS as against the Profit and Loss Approach in previous Indian GAAP.
  - 1.4. Final Dividend (including corporate dividend tax) declared and approved post reporting period.
  - 1.5. Consolidation of Employee Welfare Trust resulting into elimination of underlying treasury shares.
  - 1.6. Other Ind-AS adjustments mainly comprise of deposits given / taken recognised following amortised cost method at their inception with the corresponding changes until transition date in the opening retained earnings and subsequent changes in the Statement of Profit and Loss.
  - 1.7. The Company has opted to value certain equity investments (other than investments in subsidiaries, associates and Joint ventures) at fair value through other comprehensive income (FVTOCI).
  - 1.8. Others primarily include movements in hedging reserve (net of deferred tax) on account of cash flow hedges accounted under IND-AS 109 and Foreign Currency Monetary Item Translation Difference Account(net of deferred tax) due to exchange rate fluctuations on long term monetary items. It also includes employee benefits actuarial gains and losses, which are recognised in the other comprehensive income under Ind AS
2. (a) The Hon'ble High Court of Karnataka has granted partial relief by a judgement dated 3 December 2015 delivered in response to a petition filed by the mine owners and purchasers of iron ore including JSW Steel Limited contesting levy of Forest Development Tax (FDT) by the State of Karnataka. The High Court vide its judgment has directed refund of the entire amount of FDT collected by State Government on sale of iron ores by Private Lease operators and NMDC. The State Government has filed an appeal before the Supreme Court. The Hon'ble Court has not granted stay on the operation of the judgment but only stayed refund of FDT. The matter is yet to be heard by the Hon'ble Supreme Court of India.
- (b) The State of Karnataka on 27th July 2016, has amended Section 98-A of the Forest Act retrospectively and substituting the levy as Forest Development Fee(FDF) instead of FDT. The Company has filed writ petition before the Hon'ble High Court of Karnataka and the Hon'ble High Court has restrained the State of Karnataka from collecting FDF against furnishing of Bank Guarantee for an amount of 25 % of the sale value of iron ores by the petitioners. The Company has not recognized any liability towards FDF based on the merits of the case.

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3. Exceptional items for the year ended 31<sup>st</sup> March 2016 includes impairment of investments in certain subsidiaries and loss allowances for loans and guarantees to /on behalf of them, aggregating to Rs.5855.52 crores , which are recognised based on estimates of values of their businesses/assets.

The net carrying amounts of the aforesaid investments and loans of Rs. 294.64 crores and Rs.2108.64 crores respectively as of 30 September, 2016 are considered fully recoverable. In making the said assessment, reliance has been placed on external estimates of market participants in respect of future prices of coal and iron ore, minable resources, and assumptions relating to operational performance including improvement in capacity utilisation of the plants and margins, and availability of infrastructure for mines.

4. In respect of investments aggregating to Rs.608.00 crores (net of provision) in, and loans / advances aggregating to Rs 273.89 crores to certain subsidiaries and a joint venture, the management has assessed recoverability based on various factors including valuations by experts and / or expected cash flows, and concluded that the investments are not impaired, and that the loans/advances are recoverable.
5. The Company is in the business of manufacturing steel products and hence has only one reportable operating segment as per IND AS 108 - Operating Segments.
6. The domestic credit rating for long term debt/facilities/NCD's by CARE and ICRA is "AA-" while the short term debt/facilities continue to be rated at the highest level of "A1+". India Ratings downgraded the issuer rating and the NCD's rating by one notch from "AA" to "AA-". The outlook on the long term rating by ICRA and India Ratings is negative.
7. The listed non-convertible debentures of the Company aggregating Rs. 7836.46 Crores as on 30<sup>th</sup> September 2016 are secured by way of mortgage/charge on Company's specific Fixed Assets with minimum fixed assets cover of 1.25 times.

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8. Details of Secured non- convertible debentures are as follows:

Non-Convertible Debentures	Previous Payment Date		Next payment Date	
	Principal	Interest	Principal	Interest
10.25% NCD	2/17/2016	2/17/2016	2/17/2017	2/17/2017
10.60% NCD	7/2/2016	7/2/2016	1/2/2017	10/3/2016
10.60% NCD	8/2/2016	8/2/2016	2/2/2017	11/2/2016
10.10% NCD	9/15/2016	9/15/2016	12/15/2016	12/15/2016
10.10% NCD	8/4/2016	8/4/2016	11/4/2016	11/4/2016
10.34% NCD	-	7/18/2016	1/18/2022	10/18/2016
11% NCD #	-	3/16/2016	3/16/2021	3/16/2017
10.02% NCD	-	8/20/2016	5/20/2023	11/20/2016
10.02% NCD	-	7/19/2016	7/19/2023	10/19/2016
10.55% NCD	-	8/10/2016	2/10/2017	11/10/2016
10.55% NCD	-	9/26/2016	3/20/2017	12/26/2016
10.40% NCD ##	-	8/19/2016	8/19/2019	11/19/2016
10.40% NCD	-	8/19/2016	8/19/2017	11/19/2016
10.50% NCD	-	8/19/2016	8/19/2018	11/19/2016
10.60% NCD	-	8/19/2016	8/19/2019	11/19/2016
10.20% NCD	-	9/5/2016	9/5/2017	9/5/2017
10.20% NCD	-	9/30/2016	9/11/2017	9/11/2017
9.62% NCD	-	12/23/2015	12/23/2017	12/23/2016
9.665% NCD	-	12/23/2015	12/23/2018	12/23/2016
9.72% NCD	-	12/23/2015	12/23/2019	12/23/2016

# Call and Put Option exercisable on 16-03-2017 and 16-03-2019

## Put Option Exercisable on 19-08-2017

9. Outstanding Cumulative Redeemable preference shares (CRPS) are as follows:

Preference shares:	Number of Shares	Amount *(Rs. in crores)
10% Cumulative redeemable preference shares	279,034,907	279.03
0.01% Cumulative redeemable preference shares	485,414,604	485.41

\*represents Face Value

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10. Repayment details of Outstanding Cumulative Redeemable preference shares (CRPS):

Preference shares:	Previous Payment Date		Next Payment Date	
	Principal	Dividend	Principal	Dividend
10% Cumulative redeemable preference shares	NA	29-07-2016	15-12-2017	*
			15-03-2018	*
			15-06-2018	*
			15-09-2018	*
0.01% Cumulative redeemable preference shares	NA	NA	15-06-2018	@
			15-09-2018	@
			15-12-2018	@
			15-03-2019	@
			15-06-2019	@
			15-09-2019	@
			15-12-2019	@
			15-03-2020	@

\*The CRPS carry a right to receive Dividend every year till redemption. The CRPS are redeemable in 4 quarterly instalments commencing from December 15,2017. There are no arrears of Dividend.

'@'The Dividend shall become due and payable from June 15,2018 until redemption of the CRPS. The CRPS are redeemable in 8 quarterly instalments commencing from June 15,2018.

11. The above results have been reviewed by the Audit committee and approved by the Board of Directors at their meetings held on 26 October, 2016 and 27 October, 2016 respectively. The Statutory Auditors of the Company have carried out a Limited Review of the results for the current quarter and of the previous periods / year.

For JSW Steel Limited



Seshagiri Rao M.V.S

Jt. Managing Director & Group CFO

27 October 2016



**INDEPENDENT AUDITOR'S REVIEW REPORT ON REVIEW OF INTERIM FINANCIAL RESULTS  
TO THE BOARD OF DIRECTORS OF  
JSW STEEL LIMITED**

1. We have reviewed the accompanying Statement of Consolidated Unaudited Financial Results of **JSW STEEL LIMITED** ("the Parent") and its subsidiaries (the Parent and its subsidiaries together referred to as "the Group"), and its share of the profit / (loss) of its jointly controlled entities and its associate for the quarter and six months ended September 30, 2016 and the Consolidated Unaudited Balance Sheet as at September 30, 2016 ("the Statement"), being submitted by the Parent pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as modified by Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016.  
This Statement which is the responsibility of the Parent's Management and approved by the Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34 "Interim Financial Reporting" ("Ind AS 34"), prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and other accounting principles generally accepted in India. Our responsibility is to issue a report on the Statement based on our review.
2. We conducted our review of the Statement in accordance with the Standard on Review Engagements (SRE) 2410 "Review of Interim Financial Information Performed by the Independent Auditor of the Entity", issued by the Institute of Chartered Accountants of India. This Standard requires that we plan and perform the review to obtain moderate assurance as to whether the Statement is free of material misstatement. A review is limited primarily to inquiries of Parent's personnel and analytical procedures applied to financial data and thus provides less assurance than an audit. We have not performed an audit and, accordingly, we do not express an audit opinion.
3. The Statement includes the results of the entities listed in Annexure A to this report.
4. We did not review the interim standalone / consolidated financial information / results of certain subsidiaries included in the consolidated financial results, whose interim standalone / consolidated financial information / results reflect total assets of Rs. 10,609.19 crore as at September 30, 2016, total revenues of Rs.2,703.96 crore and Rs.5,066.88 crore for the quarter and six months ended September 30, 2016, respectively, and total loss after tax of Rs. 68.76 crore and Rs. 169.33 crore for the quarter and six months ended September 30, 2016, respectively and total comprehensive income of Rs. 23.37 crore and loss of Rs.186.95 crore for the quarter and six months ended September 30, 2016, respectively, as considered in the consolidated financial results. These interim standalone / consolidated financial information / results have been reviewed by other auditors whose reports have been furnished to us by the Management and our report on the Statement, in so far as it relates to the amounts and disclosures included in respect of these subsidiaries, is based solely on the reports of the other auditors.

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5. Based on our review conducted as stated above and based on the consideration of the reports of the other auditors referred to in paragraph 4 above, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the aforesaid Indian Accounting Standards and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as modified by Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016, including the manner in which it is to be disclosed, or that it contains any material misstatement.
6. Attention is invited to note 3 and 4 to the Statement regarding the Company's assessment that carrying amounts aggregating to Rs. 942.34 crore, Rs. 5,178.00 crore, Rs. 227.51 crore and Rs. 121.48 crore as at September 30, 2016 relating to Goodwill, Property, Plant and Equipment, advances and inventories respectively relating to certain businesses of the Group, are fully recoverable/realisable.  
Our conclusion is not modified in respect of this matter.
7. The consolidated financial results includes the interim standalone / consolidated financial information / results of certain subsidiaries, whose interim standalone / consolidated financial information / results reflect total assets of Rs. 1,805.44 crore as at September 30, 2016, total revenue of Rs. 49.22 crore and Rs. 55.38 crore for the quarter and six months ended September 30, 2016, respectively, and total loss after tax of Rs.28.22 crore and Rs. 56.44 crore and total comprehensive loss of Rs. 13.02 crore and Rs. 77.72 crore for the quarter and six months ended September 30, 2016, respectively, and jointly controlled entities and an associate with Group's share of profit after tax of Rs. 4.54 crore and Rs. 1.13 crore and total comprehensive income of Rs. 4.54 crore and Rs. 1.13 crore for the quarter and six months ended September 30, 2016, respectively, which have not been reviewed by their auditors and are considered in the preparation of the Statement based on their interim standalone / consolidated financial information / results which are certified by the Management. Our report on the Statement, in so far as it relates to the amounts and disclosures included in respect of these subsidiaries, jointly controlled entities and an associate, is based solely on such interim standalone / consolidated financial information / results certified by the Management. In our opinion and according to the information and explanations given to us by the Management, these interim standalone / consolidated financial information / results are not material to the Group.

Our conclusion is not modified in respect of this matter.

For DELOITTE HASKINS & SELLS LLP  
Chartered Accountants  
(Firm's Registration No. 117366W/W-100018)



A. Siddharth  
Partner  
(Membership No. 31467)

MUMBAI, October 27, 2016

**Annexure A**

**List of entities included in the Statement**

(i) Subsidiaries

- |                                               |                                                                                                                                 |
|-----------------------------------------------|---------------------------------------------------------------------------------------------------------------------------------|
| (a) JSW Steel (Netherlands) B.V.              | (y) JSW ADMS Carvao Limitada                                                                                                    |
| (b) JSW Steel (UK) Limited                    | (z) JSW Steel East Africa Limited*                                                                                              |
| (c) JSW Steel Service Centre (UK) Limited     | (aa) JSW Steel Processing Centres Limited                                                                                       |
| (d) JSW Steel Holding (USA) Inc.              | (ab) JSW Bengal Steel Limited                                                                                                   |
| (e) JSW Steel (USA) Inc.                      | (ac) JSW Natural Resources India Limited                                                                                        |
| (f) Periana Holdings, LLC                     | (ad) JSW Energy (Bengal) Limited                                                                                                |
| (g) Purest Energy, LLC                        | (ae) JSW Natural Resource Bengal Limited                                                                                        |
| (h) Meadow Creek Minerals, LLC                | (af) Barbil Beneficiation Company Limited                                                                                       |
| (i) Hutchinson Minerals, LLC                  | (ag) Barbil Iron Ore Company Limited                                                                                            |
| (j) R.C. Minerals, LLC                        | (ah) JSW Jharkhand Steel Limited                                                                                                |
| (k) Keenan Minerals, LLC                      | (ai) JSW Steel Coated Products Limited                                                                                          |
| (l) Peace Leasing, LLC                        | (aj) Amba River Coke Limited                                                                                                    |
| (m) Prime Coal, LLC                           | (ak) Nippon Ispat Singapore (PTE) Limited                                                                                       |
| (n) Planck Holdings, LLC                      | (al) Erebus Limited                                                                                                             |
| (o) Rolling S Augering, LLC                   | (am) Arima Holdings Limited                                                                                                     |
| (p) Periana Handling, LLC                     | (an) Lakeland Securities Limited                                                                                                |
| (q) Lower Hutchinson Minerals, LLC            | (ao) Peddar Realty Private Limited                                                                                              |
| (r) Caretta Minerals, LLC                     | (ap) JSW Realty & Infrastructure Private Limited                                                                                |
| (s) JSW Panama Holdings Corporation           | (aq) JSW Steel (Salav) Limited                                                                                                  |
| (t) Inversiones Eroush Limitada               | (ar) Dolvi Coke Projects Limited                                                                                                |
| (u) Santa Fe Mining                           | (as) Dolvi Minerals & Metals Private Limited                                                                                    |
| (v) Santa Fe Puerto S.A.                      | (at) JSW Industrial Gases Private Limited<br>(previously known as JSW Praxair Oxygen<br>Private Limited) (from August 16, 2016) |
| (w) JSW Natural Resources Limited             |                                                                                                                                 |
| (x) JSW Natural Resources Mozambique Limitada |                                                                                                                                 |

(ii) Jointly controlled entities

- |                                          |                                                 |
|------------------------------------------|-------------------------------------------------|
| (a) Vijayanagar Minerals Private Limited | (e) JSW Structural Metal Decking Limited        |
| (b) Rohne Coal Company Private Limited   | (f) Gourangdih Coal Limited                     |
| (c) Geo Steel LLC                        | (g) JSW MI Steel Service Centre Private Limited |
| (d) JSW Severfield Structures Limited    | (h) JSW Vallabh Tinplate Private Limited        |

(iii) Associate

JSW Industrial Gases Private Limited (formerly known as JSW Praxair Oxygen Private Limited (till 15 August 2016))

\* Liquidated during the year

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**PART I - Statement of Consolidated Financial Results for the quarter and half year ended 30<sup>th</sup> September 2016**

(Rs. in Crores)

Sr. No	Particulars	Unaudited (refer note 1)					
		Quarter ended			Half year ended		Year ended
		30.09.2016	30.06.2016	30.09.2015	30.09.2016	30.09.2015	31.03.2016
<b>1</b>	<b>Income from operations</b>						
	a) Revenue from operations	14,179.67	12,734.59	11,826.74	26,914.26	24,274.20	45,288.10
	b) Other Operating Income	241.21	151.22	166.22	392.43	366.12	688.63
	<b>Total Income from operations (a+b)</b>	<b>14,420.88</b>	<b>12,885.81</b>	<b>11,992.96</b>	<b>27,306.69</b>	<b>24,640.32</b>	<b>45,976.73</b>
<b>2</b>	<b>Expenses</b>						
	a) Cost of materials consumed	6,578.65	5,805.75	5,298.37	12,384.40	11,488.02	21,123.67
	b) Purchases of traded goods	-	-	0.20	-	0.20	54.42
	c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	4.36	(857.60)	440.85	(853.24)	666.91	1,368.69
	d) Employee benefits expense	432.21	435.60	403.25	867.81	814.14	1,518.67
	e) Depreciation and amortisation expense	891.52	831.47	832.03	1,722.99	1,664.38	3,322.56
	f) Power and Fuel	1,211.85	1,087.90	1,023.72	2,299.75	2,107.88	3,657.88
	g) Excise Duty expense	1,193.04	1,177.81	1,184.88	2,370.85	2,356.30	4,430.56
	h) Other expenses	2,042.17	1,966.92	1,848.48	4,009.09	3,707.24	7,421.83
	<b>Total Expenses</b>	<b>12,353.80</b>	<b>10,447.85</b>	<b>11,031.78</b>	<b>22,801.65</b>	<b>22,805.07</b>	<b>42,898.28</b>
<b>3</b>	<b>Profit from Operations before Other income, Finance Costs and Exceptional Items(1-2)</b>	<b>2,067.08</b>	<b>2,437.96</b>	<b>961.18</b>	<b>4,505.04</b>	<b>1,835.25</b>	<b>3,078.45</b>
4	Other Income	29.58	33.42	48.97	63.00	85.23	180.48
<b>5</b>	<b>Profit before Finance Costs and Exceptional Items (3+4)</b>	<b>2,096.66</b>	<b>2,471.38</b>	<b>1,010.15</b>	<b>4,568.04</b>	<b>1,920.48</b>	<b>3,258.93</b>
6	Finance Costs	964.63	935.82	937.67	1,900.45	1,854.27	3,601.18
<b>7</b>	<b>Profit /(Loss) after Finance Costs but before Exceptional Items (5-6)</b>	<b>1,132.03</b>	<b>1,535.56</b>	<b>72.48</b>	<b>2,667.59</b>	<b>66.21</b>	<b>(342.25)</b>
8	Exceptional Items (refer note 3)	-	-	1.42	-	2.16	2,125.41
<b>9</b>	<b>Profit / (Loss) before Tax (7-8)</b>	<b>1,132.03</b>	<b>1,535.56</b>	<b>71.06</b>	<b>2,667.59</b>	<b>64.05</b>	<b>(2,467.66)</b>
10	Tax Expense	473.37	450.72	47.36	924.09	49.71	(1,966.21)
<b>11</b>	<b>Net Profit / (Loss) after Tax (9-10)</b>	<b>658.66</b>	<b>1,084.84</b>	<b>23.70</b>	<b>1,743.50</b>	<b>14.34</b>	<b>(501.45)</b>
12	Share of Profit / (Loss) of Non Controlling Interest	(79.52)	(13.01)	(22.98)	(92.53)	(49.27)	(88.53)
13	Share of Profit/(Loss) of Associates / Joint Ventures (net)	(11.72)	11.15	9.58	(0.57)	13.87	20.82
<b>14</b>	<b>Net Profit / (Loss) after Tax after Share of Profit / (Loss) of Non Controlling Interest and Share of Profits/(Loss) of Associates / Joint Ventures (11-12+13)</b>	<b>726.46</b>	<b>1,109.00</b>	<b>56.26</b>	<b>1,835.46</b>	<b>77.48</b>	<b>(392.10)</b>
15	Other Comprehensive Income / (Loss) (including relating to associates and joint ventures (after tax))	80.59	82.00	(303.30)	162.59	(646.87)	(871.44)
<b>16</b>	<b>Total Comprehensive Income /(Loss) (14+15)</b>	<b>807.05</b>	<b>1,191.00</b>	<b>(247.04)</b>	<b>1,998.05</b>	<b>(569.39)</b>	<b>(1,263.54)</b>
17	Paid up Equity Share Capital (face value of Rs. 10 per share)	240.35	240.37	239.25	240.35	239.25	239.87
18	Earnings per share (not annualised)						
	Basic (Rs.)	30.23	46.18	2.35	76.41	3.24	(16.39)
	Diluted (Rs.)	30.05	45.88	2.33	75.93	3.21	(16.39)

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**CONSOLIDATED STATEMENT OF ASSETS AND LIABILITIES**

(Rs. in Crores)

Particulars	As at	As at
	30.09.2016	31.03.2016
	Unaudited	
<b>A ASSETS</b>		
<b>1 Non-current assets</b>		
(a) Property, Plant and Equipment	58,707.78	54,936.74
(b) Capital work-in-progress	3,134.72	7,035.07
(c) Intangible assets	81.93	85.53
(d) Intangible assets under development	238.47	235.78
	<b>62,162.90</b>	<b>62,293.12</b>
(e) Goodwill on consolidation	946.21	954.90
(f) Financial Assets		
(i) Investments	1,142.49	1,194.61
(ii) Loans	351.73	347.55
(iii) Others	2.02	2.18
(g) Deferred tax assets (net)	63.97	558.17
(h) Other non-current assets	1,901.30	2,214.89
<b>Total Non-current assets</b>	<b>66,570.62</b>	<b>67,565.42</b>
<b>2 Current assets</b>		
(a) Inventories	10,062.98	8,321.18
(b) Financial Assets		
(i) Investments	470.00	-
(ii) Trade receivables	3,326.25	2,727.37
(iii) Cash and cash equivalents	973.12	883.75
(iv) Bank balances other than (iii) above	519.58	136.65
(v) Loans	599.12	437.39
(c) Current tax assets	11.60	0.59
(d) Other current assets	2,918.18	2,230.37
<b>Total Current assets</b>	<b>18,880.83</b>	<b>14,737.30</b>
<b>TOTAL - ASSETS</b>	<b>85,451.45</b>	<b>82,302.72</b>
<b>B EQUITY AND LIABILITIES</b>		
<b>1 Equity</b>		
(a) Equity share capital	301.38	300.90
(b) Other equity	20,397.66	18,589.14
<b>Total Equity</b>	<b>20,699.04</b>	<b>18,890.04</b>
<b>2 Non controlling interest</b>	<b>(228.67)</b>	<b>(138.13)</b>
<b>3 Non-current liabilities</b>		
(a) Financial liabilities		
(i) Borrowings	32,966.59	35,398.27
(ii) Other financial liabilities	718.22	783.95
(b) Provisions	97.06	94.62
(c) Deferred tax liabilities(net)	2,193.23	1,796.94
(d) Other non-current liabilities	64.35	64.05
<b>Total Non-current liabilities</b>	<b>36,039.45</b>	<b>38,137.83</b>
<b>4 Current liabilities</b>		
(a) Financial liabilities		
(i) Borrowings	5,915.03	2,342.84
(ii) Trade payables #	10,624.27	12,757.60
(iii) Other financial liabilities #	10,734.71	9,228.97
(b) Other current liabilities	1,403.37	900.05
(c) Provisions	197.95	170.86
(d) Current tax liabilities (net)	66.30	12.66
<b>Total Current liabilities</b>	<b>28,941.63</b>	<b>25,412.98</b>
<b>TOTAL - EQUITY AND LIABILITIES</b>	<b>85,451.45</b>	<b>82,302.72</b>

# includes acceptances, suppliers credit and buyers credit

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**Consolidated notes:**

1. The Company has adopted Indian Accounting Standards ("IND-AS") with effect from 1 April, 2016 and accordingly the financial results for all the periods presented have been prepared in accordance with recognition and measurement principles laid down in the IND AS 34 Interim Financial Reporting prescribed under section 133 of the Companies Act, 2013 read with relevant rules issued thereunder. A reconciliation of results / networth to those reported under previous GAAP (IGAAP) is summarised below:

(Rs. in Crores)

IND AS adjustments	Note ref	Results			Networth
		Quarter ended 30 September 15	Half year ended 30 September 15	Year ended 31 March 16	As at 31 March 16
<b>Net Profit/(Loss) / Networth under IGAAP</b>		<b>116.95</b>	<b>10.14</b>	<b>(741.95)</b>	<b>21,643.90</b>
Effect of componentization of fixed assets		(114.98)	25.99	-	-
<b>Net Profit/(Loss) / Networth under IGAAP after the effect of componentization</b>		<b>1.97</b>	<b>36.13</b>	<b>(741.95)</b>	<b>21,643.90</b>
Effect of treating certain arrangements as leases	1.1	4.63	8.18	20.56	4.47
Measurement of financial liabilities at amortised cost	1.2	(26.80)	(47.76)	(70.55)	(638.78)
Equity accounting for Joint Ventures which were proportionately consolidated as per previous GAAP	1.3	0.05	0.10	-	-
Deferred taxes	1.4	94.69	109.03	439.89	(2,530.88)
Other Ind-AS adjustments	1.5	(18.28)	(28.20)	(40.05)	(51.30)
<b>Net Profit for the period under IND-AS (A)</b>		<b>56.26</b>	<b>77.48</b>	<b>(392.10)</b>	
<b>Other Comprehensive Income(OCI)</b>					
Measurement of equity investments at fair value through OCI	1.6	(41.80)	(254.14)	(504.51)	455.53
Foreign currency translation reserve		(153.19)	(225.88)	(289.70)	(84.23)
Others	1.7	(108.31)	(166.85)	(77.23)	-
<b>Total other comprehensive income / (loss) (B)</b>		<b>(303.30)</b>	<b>(646.87)</b>	<b>(871.44)</b>	
Dividend and tax on dividend	1.8				218.20
Effect of Consolidation of Employee welfare trust	1.9				(126.87)
<b>Total Comprehensive income/(loss) (A+B)/ Networth under IND-AS</b>		<b>(247.04)</b>	<b>(569.39)</b>	<b>(1,263.54)</b>	<b>18,890.04</b>

- 1.1. Certain long-term arrangements are treated as finance lease for Property, plant and equipment, resulting into increase in finance costs and depreciation charge, and reduction in the cost of goods/ services procured.

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- 1.2. Redeemable Preference shares have been considered as borrowings and effective interest method is applied to measure the finance cost.
  - 1.3. Joint ventures have been accounted using the equity method as against proportionate consolidation under previous Indian GAAP.
  - 1.4. Deferred taxes determined on temporary differences following Balance Sheet Approach under Ind AS as against the Profit and Loss Approach in previous Indian GAAP.
  - 1.5. Other Ind AS adjustments mainly comprise of deposits given / taken recognised following amortised cost method at their inception with the corresponding changes until transition date in the opening retained earnings and subsequent changes in the Statement of Profit and Loss.
  - 1.6. The Group has opted to value certain equity investments (other than investments in subsidiaries, associates and Joint ventures) at fair value through other comprehensive income (FVTOCI).
  - 1.7. Others primarily include movements in hedging reserve (net of deferred tax) on account of cash flow hedges accounted under Ind-AS 109 and Foreign Currency Monetary Item Translation Difference Account (net of deferred tax) due to exchange rate fluctuations on long term monetary items. It also includes employee benefits actuarial gains and losses, which are recognised in the other comprehensive income under Ind AS.
  - 1.8. Final Dividend (including corporate dividend tax), declared and approved post reporting period.
  - 1.9. Consolidation of Employee welfare trust resulting into elimination of underlying treasury shares.
2. (a) The Hon'ble High Court of Karnataka has granted partial relief by a judgement dated 3 December 2015 delivered in response to a petition filed by the mine owners and purchasers of iron ore including JSW Steel Limited contesting levy of Forest Development Tax (FDT) by the State of Karnataka. The High Court vide its judgment has directed refund of the entire amount of FDT collected by State Government on sale of iron ores by Private Lease operators and NMDC. The State Government has filed an appeal before the Supreme Court. The Hon'ble Court has not granted stay on the operation of the judgment but only stayed refund of FDT. The matter is yet to be heard by the Hon'ble Supreme Court of India.
- (b) The State of Karnataka on 27th July 2016, has amended Section 98-A of the Forest Act retrospectively and substituting the levy as Forest Development Fee instead of FDT. The Company has filed writ petition before the Hon'ble High Court of Karnataka and the Hon'ble High Court has restrained the State of Karnataka from collecting FDF against furnishing of Bank Guarantee for an amount of 25% of the sale value of iron ores by the petitioners. The Company has not recognized any liability towards FDF based on the merits of the case.
3. Exceptional items for the year ended 31 March 2016 include (a) impairment of (i) Rs. 613.31 crore pertaining to PPE of steel operations at USA; (ii) Rs. 637.02 crore and Rs. 407.49 crore pertaining to Goodwill and PPE respectively relating to iron ore mines at Chile; and (iii) Rs. 62.84 crore and Rs.109.03 crore pertaining to Goodwill and PPE, respectively relating to coal mines at West Virginia, USA., which provisions were recognised based on estimates of values of their businesses/assets. The net carrying amounts of the aforesaid PPE and Goodwill aggregating to Rs 4,735.20 crore and Rs. 860.34 crore, respectively as at 30 September 2016 are considered recoverable. In making the said assessment, reliance has been placed on external estimates of market participants in respect of future prices of coal and iron ore, minable resources, and assumptions relating to operational performance including improvement in capacity utilisation of the plants and margins, and availability of infrastructure for mines; (b) provision of Rs. 291.53 crore in relation to a legal dispute.
4. In respect of carrying amounts of (i) Property, Plant and Equipment (PPE) and advances of Rs. 264.21 crore and Rs. 227.51 crore respectively relating to Integrated Steel Complex at Salboni, Bengal; (ii) Goodwill and Inventories of Rs. 74.87 crore and Rs. 121.48 crore respectively relating to interest in a real estate property; (iii) PPE and goodwill of Rs. 78.80 crore and Rs. 7.13 crore, respectively relating to coal mines at Mozambique; and (iv) PPE of Rs. 99.79 crore relating to structural steel works business, as at September 30, 2016, the management has assessed recoverability based on various factors including valuations by experts and expected cash flows, and concluded that the aforesaid carrying amounts are recoverable.

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5. The Group is majorly in the business of manufacturing steel products and hence has only one reportable operating segment as per IND AS 108 - Operating Segments.
6. The above results reviewed by the Audit committee and approved by the Board of Directors at their meetings held on 26 October 2016 and 27 October 2016 respectively. The Statutory Auditors of the Company have carried out a Limited Review of the results for the current quarter and of the previous periods/ year.

For JSW Steel Limited



Seshagiri Rao M.V.S  
Jt. Managing Director & Group CFO  
27 October, 2016

