JSW Steel Limited

Regd. Office : JSW Centre,
Bandra Kurla Complex,
Bandra (East), Mumbai - 400 051
CIN. : L27102MH1994PLC152925
Phone : +91 22 4286 1000
Fax : +91 22 4286 3000
Website : www.jsw.in

Ref: JSWSL: SECT: MUM: SE: 2017-18
May 17, 2017

To,

1.	**National Stock Exchange of India Ltd.** Exchange Plaza Plot No. C/1, G Block Bandra – Kurla Complex Bandra (E), Mumbai – 400 051 Fax No.: 2659 8237-38 Email: *cmlist@nse.co.in* ***Kind Attn.: Mr. Hari K, President (Listing)***	2.	**Bombay Stock Exchange Limited** Corporate Relationship Dept. Phiroze Jeejeebhoy Towers Dalal Street, Mumbai – 400 001. Fax No. 2272 2037/2039/ 2041/ 20 61 Email:*corp.relations@bseindia.com* Ref: Company Code No.500228. ***Kind Attn: The General Manager (CRD).***

Sub: Audited Standalone and Consolidated Financial Results for the Quarter & Year ended on 31st March, 2017:

Dear Sir,

The Audited Standalone and Consolidated Financial Results of the Company for the quarter and year ended on 31st March 2017 were approved by the Board of Directors at its meeting held today.

Pursuant to Regulation 33 & 52 of the Securities Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, we enclose herewith the following:

i. Statement showing the Audited Financial Results (Standalone and Consolidated) for the quarter and year ended on 31st March 2017.
ii. Auditor's Report on the Audited Standalone & Consolidated Financial Results.
iii. Audited Statement of Assets and Liabilities as at 31st March, 2017 (Standalone and Consolidated).
iv. A copy of press release issued.

The Report of Auditors is with unmodified opinion with respect to the Audited Standalone & Consolidated Financial Results of the Company for the quarter & year ended 31st March 2017.

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.	**The Calcutta Stock Exchange Association Ltd.,** 7 Lyons, Range, Kolkata – 700 001. FaxNo.033-22102210	2.	**Singapore Exchange Securities Trading Limited** 11 North Buona Vista Drive, #06-07, The Metropolis Tower 2, Singapore 138589, Hotline: (65) 6236 8863, Fax: (65) 6535 0775

Deloitte
Haskins & Sells LLP

Chartered Accountants
Indiabulls Finance Centre
Tower 3, 27th - 32nd Floor
Senapati Bapat Marg
Elphinstone Road (West)
Mumbai - 400 013
Maharashtra, India

Tel: +91 (022) 6185 4000
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**INDEPENDENT AUDITOR'S REPORT
TO THE BOARD OF DIRECTORS OF
JSW STEEL LIMITED**

1. We have audited the accompanying Statement of Standalone Financial Results of **JSW STEEL LIMITED** ("the Company"), which includes a joint operation consolidated on a proportionate basis, for the year ended 31st March, 2017 ("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 5th July, 2016.

   This Statement, which is the responsibility of the Company's Management and approved by the Board of Directors, has been compiled from the related standalone Ind AS financial statements which has been prepared in accordance with the Indian Accounting Standards prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder ('Ind AS') and other accounting principles generally accepted in India. Our responsibility is to express an opinion on the Statement based on our audit of such standalone financial statements.

2. We conducted our audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the Statement is free from material misstatement.

   An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the Statement. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the Statement, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Company's preparation and fair presentation of the Statement in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Management, as well as evaluating the overall presentation of the Statement.

   We believe that the audit evidence obtained by us is sufficient and appropriate to provide a basis for our audit opinion.

3. In our opinion and to the best of our information and according to the explanations given to us, the Statement:

   (i) is presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as modified by Circular No. CIR/CFD/FAC/62/2016 dated 5th July, 2016; and

   (ii) gives a true and fair view in conformity with the aforesaid Indian Accounting Standards and other accounting principles generally accepted in India of the net profit and Total comprehensive income and other financial information of the Company for the year ended 31st March, 2017.

4. Attention is invited to note 4 to the Statement regarding the factors considered in the Company's assessment that the carrying amounts of the investments aggregating to Rs 956.66 crore in and the loans and advances aggregating to Rs. 3,140.31 crore to certain subsidiaries and a joint venture are recoverable and that no loss allowance is required against the financial guarantees of Rs 3,375.65 crore.

   Our opinion is not modified in respect of this matter.

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Deloitte
Haskins & Sells LLP

5. The Statement includes the results for the Quarter ended 31st March, 2017 being the balancing figure between audited figures in respect of the full financial year and the published year to date figures up to the third quarter of the current financial year which were subject to limited review by us.

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

A. Siddharth
Partner
(Membership No. 31467)

MUMBAI, 17 May 2017

JSW Steel Limited

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

Statement of Audited Standalone Financial Results for the quarter and year ended 31st March 2017

(Rs. in Crores)

Sr. No	Particulars	Quarter Ended			Year Ended	
		31.03.2017	31.12.2016	31.03.2016	31.03.2017	31.03.2016
1	**Income**					
	a) Gross Sales	16,705.29	14,455.33	10,431.68	56,243.97	40,354.48
	b)Other operating Income	246.38	127.72	183.19	669.28	504.48
	Revenue from operations	16,951.67	14,583.05	10,614.87	56,913.25	40,858.96
	Other Income	81.71	77.69	22.92	255.46	318.30
	Total Income	17,033.38	14,660.74	10,637.79	57,168.71	41,177.26
2	**Expenses**					
	a) Cost of materials consumed	9,030.00	7,495.44	4,348.88	28,399.88	18,763.32
	b) Purchases of traded goods	324.04	320.18	92.04	944.66	152.72
	c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	(90.42)	(499.86)	494.31	(1,389.58)	1,083.56
	d) Employee benefits expense	275.01	295.22	216.33	1,167.58	953.29
	e) Finance costs	963.24	900.94	828.69	3,642.79	3,218.73
	f) Depreciation and amortisation expense	784.70	747.31	721.22	3,024.61	2,847.24
	g) Power and fuel	1,125.51	1,083.62	760.16	4,096.84	3,093.12
	h) Excise duty expenses	1,172.34	1,228.67	1,070.62	4,623.14	4,152.04
	i) Other Expenses	2,111.09	1,897.36	1,698.04	7,527.51	6,292.06
	Total Expenses	15,695.51	13,468.88	10,230.29	52,037.43	40,556.08
3	**Profit before exceptional items and Tax**	1,337.87	1,191.86	407.50	5,131.28	621.18
4	Exceptional Items (refer note 3)	-	-	1.88	-	5,860.45
5	**Profit / (Loss) before Tax**	1,337.87	1,191.86	405.62	5,131.28	(5,239.27)
6	**Tax Expense**					
	Current tax	(107.13)	4.77	(117.24)	(53.08)	6.71
	Deferred tax	441.60	367.91	155.77	1,607.82	(1,716.31)
7	**Net Profit / (Loss) after Tax for the period /year**	1,003.40	819.18	367.09	3,576.54	(3,529.67)
8	**Other Comprehensive Income(OCI)**					
	i) Items that will not be reclassified to profit or loss	15.05	(116.67)	(144.94)	(78.89)	(457.33)
	ii) Income tax relating to items that will not be reclassified to profit or loss	0.65	1.75	1.10	5.61	1.10
	iii) Items that will be reclassified to profit or loss	348.21	21.24	129.90	597.14	(111.59)
	iv) Income tax relating to items that will be reclassified to profit or loss	(120.52)	(7.34)	(39.66)	(206.65)	38.61
	Other Comprehensive Income/(Loss)	243.39	(101.02)	(53.60)	317.21	(529.21)
9	**Total Comprehensive Income/ (Loss)**	1,246.79	718.16	313.49	3,893.75	(4,058.88)
10	Paid up Equity Share Capital (face value of Rs. 1 per share)(refer note 8(i))	240.30	240.24	239.87	240.30	239.87
11	Other Equity excluding Revaluation Reserves				23,796.77	20,109.35
12	Earnings per share (not annualised)(refer note 8(ii))					
	Basic (Rs.)	4.18	3.41	1.53	14.89	(14.75)
	Diluted (Rs.)	4.15	3.39	1.52	14.80	(14.75)
13	Capital Redemption Reseve /Debenture Redemption Reserve				442.68	442.68
14	Networth				24,098.10	20,410.25
15	Debt Service Coverage Ratio (refer (i) below)				1.63	1.25
16	Interest Service Coverage Ratio (refer (ii) below)				3.36	2.17
17	Debt-Equity Ratio (refer (iii) below)				1.59	1.75

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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JSW Steel Limited

STANDALONE STATEMENT OF ASSETS AND LIABILITIES :

(Rs. in Crores)

	Particulars	As at 31.03.2017 Audited	As at 31.03.2016 Audited
A	**ASSETS**		
1	**Non-current assets**		
	(a) Property, plant and equipment	50,215.13	46,498.11
	(b) Capital work-in-progress	2,745.43	6,203.54
	(c) Intangible assets	51.11	61.82
	(d) Intangible assets under development	281.72	235.78
		53,293.39	52,999.25
	(e) Financial assets		
	(i) Investments	4,749.67	4,764.03
	(ii) Loans	3,349.74	241.75
	(iii) Others	134.75	139.31
	(f) Deferred tax assets (net)	-	479.54
	(g) Other non-current assets	1,598.98	1,420.28
	Total Non-current assets	63,126.53	60,044.16
2	**Current assets**		
	(a) Inventories	9,270.26	6,741.74
	(b) Financial Assets		
	(i) Investments	300.09	-
	(ii) Trade receivables	3,948.00	2,510.71
	(iii) Cash and cash equivalents	712.04	465.09
	(iv) Bank balances other than (iii) above	314.98	133.45
	(v) Loans	121.13	1,325.31
	(vi) Others financial assets	452.40	252.70
	(c) Other current assets	2,665.93	2,034.59
	Total Current assets	17,784.83	13,463.59
	TOTAL - ASSETS	80,911.36	73,507.75
B	**EQUITY AND LIABILITIES**		
1	**Equity**		
	(a) Equity share capital	301.33	300.90
	(b) Other equity	23,796.77	20,109.35
	Total Equity	24,098.10	20,410.25
2	**Non-current liabilities**		
	(a) Financial liabilities		
	(i) Borrowings	28,357.82	30,144.81
	(ii) Other financial liabilities	82.78	133.89
	(b) Provisions	960.46	1,017.42
	(c) Deferred tax liabilities(Net)	1,329.33	-
	(d) Other non-current liabilities	3.13	2.62
	Total -Non-current liabilities	30,733.52	31,298.74
3	**Current Liabilities**		
	(a) Financial liabilities		
	(i) Borrowings	4,875.37	2,069.90
	(ii) Trade payables#	12,608.76	11,011.32
	(iii) Other financial liabilities#	7,453.59	7,591.13
	(b) Other current liabilities	1,009.89	1,020.74
	(c) Provisions	132.13	105.67
	Total -Current liabilities	26,079.74	21,798.76
	TOTAL - EQUITY AND LIABILITIES	80,911.36	73,507.75

#includes acceptances ,suppliers credit and buyers credit

Standalone Notes

1. The Company has complied with Indian Accounting Standards ("IND-AS") notified by the Ministry of Corporate Affairs with effect from 1 April 2016. Consequently, the financial results for the quarter and previous year ended 31 March 2016 have been restated to comply with Ind-AS. Accordingly, the impact of transition has been recognised in the Reserves as at 1 April 2015. A reconciliation between Net Profit/Loss and Equity as per previous GAAP (IGAAP) and Ind-AS with respect to quarter and year ended 31 March 2016 is summarised below:

(Rs. in Crores)

Particulars	Note ref	Net Profit/(Loss)		Equity
		Quarter ended 31 March 2016	Year ended 31 March 2016	As on 31 March 2016
As per IGAAP		**372.19**	**(3,498.28)**	**21,752.96**
Arrangements in the nature of lease	1.1	(15.79)	(80.78)	(149.00)
Financial liabilities at amortised cost	1.2	(19.63)	(72.29)	(638.78)
Deferred taxes	1.3	34.99	142.45	(1015.43)
Others	1.4	(4.67)	(20.77)	(46.42)
Net profit / (loss) before OCI under IND-AS (A)		**367.09**	**(3,529.67)**	
Other Comprehensive Income (OCI)				
Equity investments at fair value through OCI	1.5	(141.78)	(454.17)	415.59
Others	1.6	88.18	(75.04)	-
Total Other Comprehensive Income/ (Loss) (B)		**(53.60)**	**(529.21)**	
Dividend and tax on dividend	1.7	-	-	218.19
'Look-through' approach for Employee welfare trust	1.8	-	-	(126.86)
Total Comprehensive Income and Equity as per Ind-AS		**313.49**	**(4,058.88)**	**20,410.25**

Notes:

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 are considered as borrowings.

1.3. Deferred taxes determined on temporary differences following Balance Sheet Approach.

1.4. Others mainly comprise of deposits given / taken recognised as per amortised cost and effective interest method accounting for debt.

1.5. Certain equity investments (other than investments in subsidiary, associates and joint ventures) valued at fair value through other comprehensive income (FVTOCI).

1.6. Others mainly 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, recognised in the other comprehensive income under Ind AS.

1.7. Final Dividend declared and approved post reporting period.

1.8. Consolidation of Employee welfare trust resulting into elimination of underlying treasury shares.

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2. (a) The Hon'ble High Court of Karnataka has granted partial relief by a judgement dated 3 December, 2015 in response to a petition filed by the mine owners and purchasers (including JSW Steel Limited) of iron ore 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 of India. The Hon'ble Court has not granted stay on the operation of the judgment but only stayed refund of FDT amounting to Rs. 1,516.76 crores. The matter is yet to be heard by the Hon'ble Supreme Court of India. Based on merits of the case and supported by a legal opinion, the Company has not recognised FDT of Rs 1,042.89 crores, and treated the same as a contingent liability.

   (b) The State of Karnataka on 27 July, 2016, has amended Section 98-A of the Forest Act retrospectively and substituting the levy as Forest Development Fee instead of FDT. In response to the writ petition filed by the Company, the Hon'ble High Court of Karnataka has restrained the State of Karnataka from collecting FDF against furnishing of Bank Guarantee for an amount of 25% of the FDF. The State Government of Karnataka filed a Special Leave Petition with the Supreme Court of India (SCI) against the said order and SCI directed the Company and other parties to pay 50% of FDF as deposit and balance to be secured through a bond, by its order dated 13th February, 2017, and remitted the appeal back to the Karnataka High court with a direction to dispose the appeal within 6 months. Based on merits of the case and supported by a legal opinion, the Company has not recognized FDF of Rs. 256.83 crores (Paid under protest - Rs. 60.84 crores) pertaining to the private lease operators and NMDC, and treated the same as a contingent liability.

3. Exceptional items for the year ended 31st March 2016 includes impairment of investments in certain subsidiaries and loss allowances for loans and guarantees to /on behalf of them, aggregating to Rs.5,855.52 crores, which are recognised based on estimates of values of their businesses/assets by independent valuers.

4. The management has assessed the net carrying amounts of investments aggregating to Rs 956.66 crores (Rs.1,432.42 crores as at 31 March 2016) in and loans and advances aggregating to Rs 3,140.31 crores (Rs. 1,277.13 Crore as at 31 March 2016) to certain subsidiaries and a JV, and the financial guarantees of Rs 3,375.65 crores (Rs. 4,219.60 Crore as at 31 March 2016) given on behalf of certain subsidiaries by considering various factors viz. estimates of cash flows, future prices of iron ore and coal, mineable resources, significant improvement in capacity utilisation, operational margins, order book, market prices of inventories, discount rate, etc. relating to businesses / assets of the said entities, and concluded that the investments and the loans and advances are recoverable, and no loss allowance is required against the financial guarantees.

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 were retained at "AA-", while the short term debt/facilities continue to be rated at the highest level of "A1+". CARE has assigned a stable outlook on the long term rating while ICRA has assigned a negative outlook. India Ratings has assigned long term issuer rating and rating for the outstanding non-convertible debentures of the Company to "AA-" with negative outlook.

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7. The listed non-convertible debentures of the Company aggregating Rs. 5,351.04 crore as on 31 March 2017 as secured by way of mortgage/charge on Company's specific Fixed Assets with minimum fixed assets cover of 1.25 times.

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

	Previous Payment Date		Next payment Date	
Non-Convertible Debentures	**Principal**	**Interest**	**Principal**	**Interest**
10.25% NCD	17-02-2017	17-02-2017	17-02-2018	17-02-2018
10.60% NCD	02-01-2017	02-01-2017	02-07-2017	02-04-2017
10.60% NCD	02-02-2017	02-02-2017	02-08-2017	02-05-2017
10.10% NCD	15-03-2017	15-03-2017	15-06-2017	15-06-2017
10.10% NCD	04-02-2017	04-02-2017	04-05-2017	04-05-2017
10.34% NCD	-	18-01-2017	18-01-2022	18-04-2017
11% NCD #	16-03-2017	16-03-2017	-	-
10.02% NCD	-	20-02-2017	20-05-2023	20-05-2017
10.02% NCD	-	19-01-2017	19-07-2023	19-04-2017
10.55% NCD	10-02-2017	10-02-2017	-	-
10.55% NCD	20-03-2017	20-03-2017	-	-
10.40% NCD ##	-	19-02-2017	19-08-2019	19-05-2017
10.40% NCD	-	19-02-2017	19-08-2017	19-05-2017
10.50% NCD	-	19-02-2017	19-08-2018	19-05-2017
10.60% NCD	-	19-02-2017	19-08-2019	19-05-2017
10.20% NCD	-	05-09-2016	05-09-2017	05-09-2017
10.20% NCD	-	30-09-2016	11-09-2017	11-09-2017
9.62% NCD	-	23-12-2016	23-12-2017	23-12-2017
9.665% NCD	-	23-12-2016	23-12-2018	23-12-2017
9.72% NCD	-	23-12-2016	23-12-2019	23-12-2017

Call Option exercised on 16-03-2017 ## Put Option exercisable on 19-08-2017

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

	Previous Payment Date		Next Payment Date	
Preference shares:	**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 15 June 2018 until redemption of the CRPS. The CRPS are redeemable in 8 quarterly instalments commencing from 15 June 2018.

8. (i) Pursuant to the approval of the members accorded on 17 December 2016 by way of a Postal ballot, the Equity Shares of the Company having a face value of Rs. 10/- (Rupees Ten only) each were sub-divided into 10 (Ten) Equity Shares having a face value of Re. 1/- (Rupee One only) each. Accordingly, 241,722,044 equity shares of face value of Rs. 10 each were sub-divided into 2,417,220,440 equity shares of face value of Re. 1 each.

   (ii) The earnings per share in respect of all the reported periods has been restated considering the aforesaid sub-division of shares

9. The Board of Directors have recommended dividend of Re. 1 Per share on 10% Cumulative Redeemable Preference shares of Rs. 10 each and dividend of Rs. 2.25 Per equity share of Re. 1 each for the year 2016-17, subject to the approval of members at the Annual General Meeting.

10. The figures of the quarter ended 31 March 2017 and 31 March 2016 are the balancing figures between the audited figures in respect of the full financial year and published year to date figures upto third quarter of the relevant financial year

11. The above results have been reviewed by the Audit committee and approved by the Board of Directors at their meetings held on 16 May 2017 and 17 May 2017 respectively.

For JSW Steel Limited

Seshagiri Rao M.V.S

Jt. Managing Director & Group CFO

17 May 2017

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Deloitte Haskins & Sells LLP

Chartered Accountants
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INDEPENDENT AUDITORS' REPORT
TO THE BOARD OF DIRECTORS OF
JSW STEEL LIMITED

1. We have audited the accompanying Statement of Consolidated 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 associate and joint ventures for the year ended 31st March, 2017 ("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 5th July, 2016.

   This Statement, which is the responsibility of the Parent's Management and approved by the Board of Directors, has been compiled from the related consolidated financial statements which has been prepared in accordance with the Indian Accounting Standards prescribed under Section 133 of the Companies Act, 2013, read with relevant rules issued thereunder ("Ind AS") and other accounting principles generally accepted in India. Our responsibility is to express an opinion on the Statement based on our audit of such consolidated financial statements.

2. We conducted our audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the Statement is free from material misstatement.

   An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the Statement. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the Statement, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Parent's preparation and fair presentation of the Statement in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Parent's internal control. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Management, as well as evaluating the overall presentation of the Statement.

   We believe that the audit evidence obtained by us is sufficient and appropriate to provide a basis for our audit opinion.

3. In our opinion and to the best of our information and according to the explanations given to us, and based on the consideration of the reports of the other auditors on separate financial statements of the subsidiaries, an associate and joint ventures referred to in paragraph 5 below, the Statement:

   a. includes the results of the entities listed in Annexure A to this report;

   b. is presented in accordance with the requirements of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as modified by Circular No. CIR/CFD/FAC/62/2016 dated 5th July, 2016; and

   c. gives a true and fair view in conformity with the aforesaid Indian Accounting Standards and other accounting principles generally accepted in India of the net profit, Total comprehensive income and other financial information of the Group for the year ended 31st March, 2017.

4. Attention is invited to note 4 to the Statement regarding the factors considered in the Company's assessment that the carrying amounts of assets aggregating to Rs. 6,146.14 crore relating to certain businesses of the Group are recoverable.

   Our opinion is not qualified in respect of this matter.

DHLJ

Deloitte
Haskins & Sells LLP

5. We did not audit the financial statements of 37 subsidiaries included in the consolidated financial results, whose financial statements reflect total assets of Rs. 11,663.01 crore as at 31st March, 2017, total revenues of Rs. 11,200.08 crore, total net loss after tax of Rs. 468.70 crore and total comprehensive loss of Rs. 405.00 crore for the year ended on that date, as considered in the consolidated financial results. The consolidated financial results also include the Group's share of net profit of Rs. 19.05 crore and total comprehensive income of Rs. 19.05 crore for the year ended 31st March, 2017, as considered in the consolidated financial results, in respect of 2 joint ventures, whose financial statements have not been audited by us. These financial statements have been audited by other auditors whose reports have been furnished to us by the Management and our opinion on the consolidated financial results, in so far as it relates to the amounts and disclosures included in respect of these subsidiaries and joint ventures, is based solely on the reports of the other auditors.

   Our opinion on the Statement is not modified in respect of the above matters with respect to our reliance on the work done and the reports of the other auditors.

6. The consolidated financial results includes the unaudited financial statements/ financial information of 6 subsidiaries, whose financial statements/ financial information reflect total assets of Rs. 424.91 crore as at 31st March, 2017, total revenue of Rs. 26.61 crore, total net profit after tax of Rs. 10.54 crore and total comprehensive income of Rs. 10.44 crore for the year ended 31st March, 2017, as considered in the consolidated financial results. The consolidated financial results also includes the Group's share of loss after tax of Rs. 9.41 crore and total comprehensive loss of Rs. 9.41 crore for the year ended 31st March, 2017, as considered in the consolidated financial results, in respect of 3 joint ventures and 2 associates whose financial statements / financial information have not been audited by us. These financial statements/ financial information are unaudited and have been furnished to us by the Management and our opinion on the Statement, in so far as it relates to the amounts and disclosures included in respect of these subsidiaries, joint ventures and associates, is based solely on such unaudited financial statements/financial information. In our opinion and according to the information and explanations given to us by the Management, these financial statements / financial information are not material to the Group.

   Our opinion on the Statement is not modified in respect of the above matters with respect to our reliance on the financial statements / financial information certified by the Management.

7. The Statement includes the results for the Quarter ended 31st March, 2017 being the balancing figure between audited figures in respect of the full financial year and the published year to date figures up to the third quarter of the current financial year which were subject to limited review by us.

8. The comparative financial information for the quarter and year ended 31st March, 2016 in respect of 37 subsidiaries, a joint venture and an associate included in this Statement prepared in accordance with the Ind AS have been audited by other auditors and have been relied upon by us.

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

A. Siddharth
Partner
(Membership No. 31467)

Mumbai, dated: 17 May 2017

Deloitte
Haskins & Sells LLP

Annexure A

List of entities included in the Statement

(i) Subsidiaries

(a) JSW Steel (Netherlands) B.V.

(b) JSW Steel Italy S.R.L

(c) JSW Steel (UK) Limited

(d) JSW Steel Service Centre (UK) Limited*

(e) JSW Steel Holding (USA) Inc.*

(f) Periama Holdings, LLC, Delaware

(g) JSW Steel (USA) Inc.

(h) Periama Holdings, LLC, West Virginia*

(i) Purest Energy, LLC

(j) Meadow Creek Minerals, LLC

(k) Hutchinson Minerals, LLC

(l) R.C. Minerals, LLC

(m) Keenan Minerals, LLC

(n) Peace Leasing, LLC

(o) Prime Coal, LLC

(p) Planck Holdings, LLC

(q) Rolling S Augering, LLC

(r) Periama Handling, LLC

(s) Lower Hutchinson Minerals, LLC

(t) Caretta Minerals, LLC

(u) JSW Panama Holdings Corporation

(v) Inversiones Eroush Limitada

(w) Santa Fe Mining

(x) Santa Fe Puerto S.A.

(y) JSW Natural Resources Limited

(z) JSW Natural Resources Mozambique Limitada

(aa) JSW ADMS Carvao Limitada

(ab) JSW Steel East Africa Limited*

(ac) Nippon Ispat Singapore (PTE) Limited

(ad) Erebus Limited

(ae) Arima Holdings Limited

(af) Lakeland Securities Limited

(ag) JSW Steel Processing Centres Limited

(ah) JSW Bengal Steel Limited

(ai) JSW Natural Resources India Limited

(aj) JSW Energy (Bengal) Limited

(ak) JSW Natural Resource Bengal Limited

(al) Barbil Beneficiation Company Limited*

(am) Barbil Iron Ore Company Limited*

(an) JSW Jharkhand Steel Limited

(ao) JSW Steel Coated Products Limited

(ap) Amba River Coke Limited

(aq) Peddar Realty Private Limited

(ar) JSW Realty & Infrastructure Private Limited

(as) JSW Steel (Salav) Limited

(at) Dolvi Minerals & Metals Private Limited

(au) Dolvi Coke Projects Limited

(av) JSW Industrial Gases Private Limited (previously known as JSW Praxair Oxygen Private Limited) (from August 16, 2016)

(ii) Joint ventures

(a) Vijayanagar Minerals Private Limited

(b) Rohne Coal Company Private Limited

(c) Geo Steel LLC

(d) JSW Severfield Structures Limited

(e) JSW Structural Metal Declking Limited

(f) Gourangdih Coal Limited

(g) JSW MI Steel Service Centre Private Limited

(h) JSW Vallabh Tinplate Private Limited

(i) Acciaitalia S.P.A

(iii) Associate

(a) 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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JSW Steel Limited

Registered Office : JSW Centre, Bandra Kurla Complex, Bandra (East), Mumbai- 400051
CIN: L27102MH1994PLC152925
Statement of Audited Consolidated Financial Results for the quarter and year ended 31 March 2017

(Rs. in Crores)

Sr. No	Particulars	Quarter ended			Year ended	
		31.03.2017	31.12.2016	31.03.2016	31.03.2017	31.03.2016
1	**Income**					
	a) Gross sales	17,548.37	15,097.24	11,508.66	59,559.87	45,288.10
	b) Other operating income	368.85	215.10	238.50	976.38	688.63
	Revenue from operations	**17,917.22**	**15,312.34**	**11,747.16**	**60,536.25**	**45,976.73**
	Other Income	55.84	33.29	68.05	152.13	180.48
	Total Income	**17,973.06**	**15,345.63**	**11,815.21**	**60,688.38**	**46,157.21**
2	**Expenses**					
	a) Cost of materials consumed	9,420.54	7,879.66	4,683.23	29,748.58	21,126.60
	b) Purchases of traded goods	-	-	14.63	-	54.42
	c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	(119.14)	(513.54)	818.23	(1,485.92)	1,365.76
	d) Employee benefits expense	406.57	425.21	347.88	1,699.59	1,518.67
	e) Finance costs	947.56	920.11	855.90	3,768.12	3,601.18
	f) Depreciation and amortisation expense	877.89	868.00	827.96	3,429.87	3,322.56
	g) Excise duty expense	1,261.07	1,299.74	1,138.74	4,931.66	4,430.56
	h) Power and fuel	1,388.40	1,258.63	860.22	4,882.80	3,657.88
	i) Other expenses	2,394.91	2,142.30	1,959.91	8,585.32	7,421.83
	Total expenses	**16,577.80**	**14,280.11**	**11,506.70**	**55,560.02**	**46,499.46**
3	**Profit / (loss) before exceptional items and tax**	**1,395.26**	**1,065.52**	**308.51**	**5,128.36**	**(342.25)**
4	Exceptional Items (refer note 3)	-	-	1.14	-	2,125.41
5	**Profit / (loss) before tax**	**1,395.26**	**1,065.52**	**307.37**	**5,128.36**	**(2,467.66)**
6	**Tax expenses**					
	Current tax	(51.24)	43.21	(74.52)	151.79	86.68
	Deferred tax	450.41	307.84	83.13	1,522.52	(2,052.89)
7	**Profit / (loss) after tax for the period/year**	**996.09**	**714.47**	**298.76**	**3,454.05**	**(501.45)**
8	Share of (loss) / profit from an associate	-	(0.11)	11.05	(8.91)	21.71
9	Share of profit from joint ventures (net)	12.49	1.38	(9.12)	22.10	(0.89)
10	**Total Profit / (loss) for the period/year**	**1,008.58**	**715.74**	**300.69**	**3,467.24**	**(480.63)**
11	**Other comprehensive income / (loss)**					
	(i) Items that will not be reclassified to profit or loss	15.78	(128.85)	(164.82)	(87.91)	(511.20)
	(ii) Income tax relating to items that will not be reclassified to profit or loss	1.47	1.71	2.10	6.80	2.10
	(iii) Items that will be reclassified to profit or loss	531.46	(74.17)	153.49	674.08	(401.48)
	(iv) Income tax relating to items that will be reclassified to profit or loss	(139.42)	(0.66)	(43.40)	(223.06)	39.14
	Total other comprehensive income/(loss)	**409.29**	**(201.97)**	**(52.63)**	**369.91**	**(871.44)**
12	**Total comprehensive income/(loss)**	**1,417.87**	**513.77**	**248.06**	**3,837.15**	**(1,352.07)**
13	**Total Profit / (loss) for the period/year attributable to:**					
	-Owners of the Company	1,014.29	730.05	296.17	3,523.12	(335.43)
	-Non-controlling interests	(5.71)	(14.31)	4.52	(55.88)	(145.20)
		1,008.58	**715.74**	**300.69**	**3,467.24**	**(480.63)**
14	**Other comprehensive income / (loss)**					
	-Owners of the Company	397.45	(193.10)	(57.93)	364.95	(868.00)
	-Non-controlling interests	11.84	(8.87)	5.30	4.96	(3.44)
		409.29	**(201.97)**	**(52.63)**	**369.91**	**(871.44)**
15	**Total comprehensive income / (loss) for the period/year attributable to:**					
	-Owners of the Company	1,411.74	536.95	238.24	3,888.07	(1,203.43)
	-Non-controlling interests	6.13	(23.18)	9.82	(50.92)	(148.64)
		1,417.87	**513.77**	**248.06**	**3,837.15**	**(1,352.07)**
16	Paid up Equity Share Capital (face value of Re. 1 per share) (refer note 6 (i))	240.30	240.24	239.87	240.30	239.87
17	Other Equity excluding Revaluation Reserves				22,346.30	18,664.55
18	Earnings per share (not annualised) (refer note 6 (ii))					
	Basic (Rs.)	4.22	3.04	1.24	14.66	(1.40)
	Diluted (Rs.)	4.20	3.02	1.23	14.58	(1.40)

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JSW Steel Limited

CONSOLIDATED STATEMENT OF ASSETS AND LIABILITIES

(Rs. in Crores)

	Particulars	As at 31.03.2017	As at 31.03.2016
		Audited	
A	**ASSETS**		
1	**Non-current assets**		
	(a) Property, plant and equipment	57,786.48	55,099.09
	(b) Capital work-in-progress	4,081.37	7,035.07
	(c) Intangible assets	71.90	85.53
	(d) Intangible assets under development	281.72	235.78
		62,221.47	**62,455.47**
	(e) Goodwill on consolidation	871.68	954.90
	(f) Financial assets		
	(i) Investments	1,067.02	1,194.61
	(ii) Loans	120.84	93.17
	(iii) Others	251.63	256.56
	(g) Deferred tax assets (net)	84.41	558.17
	(h) Other non-current assets	2,162.27	2,214.89
	Total Non-current assets	**66,779.32**	**67,727.77**
2	**Current assets**		
	(a) Inventories	11,394.96	8,321.18
	(b) Financial assets		
	(i) Investments	300.09	-
	(ii) Trade receivables	4,149.44	2,727.37
	(iii) Cash and cash equivalents	917.49	833.26
	(iv) Bank balances other than (iii) above	567.64	187.14
	(v) Loans	173.72	166.70
	(vi) Other financial assets	531.75	270.69
	(c) Current tax assets	17.68	0.59
	(d) Other current assets	3,197.92	2,230.37
	(e) Assets held for sale	10.69	-
	Total Current assets	**21,261.38**	**14,737.30**
	TOTAL - ASSETS	**88,040.70**	**82,465.07**
B	**EQUITY AND LIABILITIES**		
1	**Equity**		
	(a) Equity share capital	301.33	300.90
	(b) Other equity	22,346.30	18,664.55
	Equity attributable to owners of the Company	**22,647.63**	**18,965.45**
	Non controlling interest	(245.72)	(194.80)
	Total equity	**22,401.91**	**18,770.65**
2	**Non-current liabilities**		
	(a) Financial liabilities		
	(i) Borrowings	32,415.76	35,468.64
	(ii) Other financial liabilities #	485.90	783.95
	(b) Provisions	97.09	94.62
	(c) Deferred tax liabilities(net)	3,073.57	1,796.94
	(d) Other non-current liabilities	55.29	64.05
	Total Non-current liabilities	**36,127.61**	**38,208.20**
3	**Current liabilities**		
	(a) Financial liabilities		
	(i) Borrowings	4,880.65	2,342.84
	(ii) Trade payables #	14,352.33	12,757.60
	(iii) Other financial liabilities #	8,835.40	9,158.60
	(b) Other current liabilities	1,229.99	1,043.66
	(c) Provisions	202.30	170.86
	(d) Current tax liabilities (net)	10.51	12.66
	Total Current liabilities	**29,511.18**	**25,486.22**
	TOTAL - EQUITY AND LIABILITIES	**88,040.70**	**82,465.07**

includes acceptances, suppliers credit and buyers credit

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Consolidated notes:

1. The Company has complied with Indian Accounting Standard ("IND-AS") notified by the Ministry of Corporate Affairs with effect from 1 April, 2016. Consequently the financial results for the quarter and previous year ended 31 March 2016 have been restated to comply with Ind-AS. Accordingly, the impact of transition has been recognised in the Reserves as at 1 April 2015. A reconciliation between Net Profit/Loss and Equity as per previous GAAP (IGAAP) and Ind-AS with respect to quarter and year ended 31 March 2016 is summarised below:

(Rs. in Crores)

Particulars	Note ref	Net Profit / (Loss)		Equity
		Quarter ended 31 March 16	Year ended 31 March 16	As at 31 March 16
As per IGAAP		**170.29**	**(836.98)**	**21,650.68**
Arrangements in the nature of leases	1.1	6.33	20.56	4.47
Financial liabilities at amortised cost	1.2	(16.04)	(70.55)	(638.78)
Deferred taxes	1.3	118.43	439.89	(2,682.28)
Others	1.4	21.68	(33.55)	(26.07)
Net Profit / (Loss) before OCI Ind AS (A)		**300.69**	**(480.63)**	
Other Comprehensive Income(OCI)				
Equity investments at fair value through OCI	1.5	(157.53)	(504.51)	455.53
Foreign currency translation reserve		9.39	(289.70)	(84.23)
Others	1.6	95.51	(77.23)	-
Total Other Comprehensive Income / (Loss) (B)		**(52.63)**	**(871.44)**	
Dividend and tax on dividend	1.7			218.20
'Look-through' approach for Employee welfare trust	1.8			(126.87)
Total Comprehensive Income/(Loss) and Equity as per Ind AS		**248.06**	**(1,352.07)**	**18,770.65**

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 are considered as borrowings.

1.3. Deferred taxes determined on temporary differences following Balance Sheet Approach.

1.4. Others mainly comprise of deposits given / taken recognised as per amortised cost and share of profit/ (losses) of non-controlling interest.

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1.5. 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).

1.6. Others 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 recognised in the other comprehensive income under Ind AS.

1.7. Final Dividend declared and approved post reporting period.

1.8. 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 in response to a petition filed by the mine owners and purchasers (including JSW Steel Limited) of iron ore 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 of India. The Hon'ble Court has not granted stay on the operation of the judgment but only stayed refund of FDT amounting to Rs. 1,516.76 crores. The matter is yet to be heard by the Hon'ble Supreme Court of India. Based on merits of the case and supported by a legal opinion, the Company has not recognised FDT of Rs 1,042.89 crores, and treated the same as a contingent liability.

(b) The State of Karnataka on 27 July, 2016, has amended Section 98-A of the Forest Act retrospectively and substituting the levy as Forest Development Fee instead of FDT. In response to the writ petition filed by the Company, the Hon'ble High Court of Karnataka has restrained the State of Karnataka from collecting FDF against furnishing of Bank Guarantee for an amount of 25% of the FDF. The State Government of Karnataka filed a Special Leave Petition with the Supreme Court of India (SCI) against the said order and SCI directed the Company and other parties to pay 50% of FDF as deposit and balance to be secured through a bond, by its order dated 13th February, 2017, and remitted the appeal back to the Karnataka High court with a direction to dispose the appeal within 6 months. Based on merits of the case and supported by a legal opinion, the Company has not recognized FDF of Rs. 256.83 crores (Paid under protest - Rs. 60.84 crores) pertaining to the private lease operators and NMDC, and treated the same as a contingent liability.

3. Exceptional items for the year ended 31 March 2016 included (a) impairment loss of (i) Rs. 613.31 crores pertaining to PPE of steel operations at USA; (ii) Rs. 637.02 crores and Rs. 407.49 crores pertaining to Goodwill and PPE respectively relating to iron ore mines at Chile; and (iii) Rs. 62.84 crores and Rs. 109.03 crores pertaining to Goodwill and PPE, respectively relating to coal mines at West Virgina, USA., which provisions were recognised based on estimates of values of their businesses/assets, and (b) provision of Rs. 291.53 crores in relation to a legal dispute.

4. The management has assessed the net carrying amounts of Goodwill - Rs. 867.81 crore (Rs. 951.03 crore as at 31 March 2016), PPE - Rs. 4,513.74 crore (Rs. 4,835.89 crore as at 31 March 2016), Capital work in progress - Rs. 408.41 crore (Rs. 392.75 crore as at 31 March 2016), License Fees - Rs. 9.75 crore (Rs. 11.37 crore as at 31 March 2016), Advances - Rs. 149.57 crore (Rs. 152.63 crore as at 31 March 2016), Inventories - Rs. 121.48 crore (Rs. 162.23 crore as at 31 March 2016), Leasehold land - Rs. 75.38 crore (Rs. 78.66 crore as at 31 March 2016), as at 31 March 2017 by considering various factors viz. estimates of cash flows, future prices of iron ore and coal, mineable resources, significant improvement in capacity utilisation, operational margins, order book,

market prices of inventories, discount rate, etc. relating to certain businesses / assets of the Group, and concluded that the aforesaid carrying amounts aggregating to Rs. 6,146.14 crores (Rs. 6,584.56 crores as at 31 March 2016) are recoverable.

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. (i) Pursuant to the approval of the members accorded on 17 December 2016 by way of a Postal ballot, the Equity Shares of the Company having a face value of Rs. 10/- (Rupees Ten only) each were sub-divided into 10 (Ten) Equity Shares having a face value of Re. 1/- (Rupee One only) each. Accordingly, 241,722,044 equity shares of face value of Rs. 10 each were sub-divided into 2,417,220,440 equity shares of face value of Re. 1 each.

   (ii) The earnings per share in respect of all the reported periods has been restated considering the aforesaid sub-division of shares.

7. The Board of Directors have recommended dividend of Re. 1 Per share on 10% Cumulative Redeemable Preference shares of Rs. 10 each and dividend of Rs. 2.25 Per equity share of Re. 1 each for the year 2016-17, subject to the approval of members at the Annual General Meeting.

8. The figures of the quarter ended 31 March 2017 and 31 March 2016 are the balancing figures between the audited figures in respect of the full financial year and published year to date figures upto third quarter of the relevant financial year.

9. The above results have been reviewed by the Audit committee and approved by the Board of Directors at their meetings held on 16 May 2017 and 17 May 2017 respectively.

For JSW Steel Limited

Seshagiri Rao M.V.S
Jt. Managing Director & Group CFO
17 May, 2017

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JSW Steel Limited

Press Release May 17, 2017

JSW Steel reports Highest ever Production, Sales, EBITDA and PAT

Mumbai, India: JSW Steel Limited ("JSW Steel" or the "Company") today reported its results for the Fourth Quarter and the Financial Year ended 31st Mar, 2017 ("4Q FY2017" or the "Quarter" and "FY 2017" or the "Year").

Key highlights of the Quarter:

Standalone Performance:
- Highest ever Crude Steel production: 4.10 million tonnes up by 28%YoY
- Highest ever Steel sales: 3.96 million tonnes, up by 20% YoY
- Highest ever Revenue from operations: ₹16,952 crores, up by 60%YoY
- Operating EBITDA: ₹3,004 crores, up by 55%YoY
- Net profit after tax: ₹1003 crores, up by 173 %YoY

Consolidated Performance:
- Highest ever Revenue from operations: ₹17,917 crores, up by 53%YoY
- Operating EBITDA: ₹3,165 crores, up by 64 %YoY
- Net profit after tax: ₹1,009 crores, up by 235%YoY
- Net Debt to Equity: 1.85x and Net Debt to EBITDA: 3.41x

Key highlights of the year FY2017:

Standalone Performance:
- Highest ever Crude Steel production: 15.80 million tonnes, up by 26% YoY
- Highest ever Steel sales: 14.77 million tonnes, up by 22% YoY
- Highest ever Revenue from operations: ₹56,913 crores, up by 39%YoY
- Highest ever Operating EBITDA: ₹11,543 crores, up by 81%YoY
- Highest ever Net profit after tax: ₹3,577 crores

Consolidated Performance:
- Highest ever Revenue from operations: ₹60,536 crores, up by 32%YoY
- Highest ever Operating EBITDA: ₹12,174 crores, up by 90%YoY
- Highest ever Net profit after tax: ₹3,467 crores

Operational performance:

The current quarter was marked by headwinds of a weak steel demand in the domestic market amidst poor liquidity post de-monetization as well as a surge in raw material prices. In this backdrop, the Company strategically enhanced export sales to offset domestic slowdown, with continued focus on enriching the product mix. The Company has recorded its highest ever Crude Steel production for the quarter at 4.10 million tonnes, up 28%YoY and 6%QoQ. It also achieved the highest ever quarterly sales volume of 3.96 million tonnes growing by 20%YoY and 9%QoQ.

With the ramp up of newly commissioned facilities in a record time, for the full year FY2017 the company reported Crude Steel production growth of 26%YoY at 15.80 million tonnes, slightly ahead of the guidance for the year. Saleable Steel sales volume for the year grew by 22%YoY to 14.77 million tonnes, as domestic steel demand, especially for long products, was adversely impacted by de-monetisation. However, sales of value added products grew by 17% YoY to 5.06 million tonnes for FY2017.

The details of production and sales volumes are as under:

Particulars	(Million tonnes)					
	4Q FY2017	4Q FY2016	%YOY Growth	FY 2017	FY 2016	%YOY Growth
Production: Crude Steel	**4.10**	**3.21**	**28%**	**15.80**	**12.56**	**26%**
Sales:						
- Rolled: Flat	2.90	2.44	19%	10.97	9.20	19%
- Rolled: Long	0.78	0.78	-	3.06	2.71	13%
- Semis	0.27	0.07	310%	0.74	0.21	250%
Total Saleable Steel	**3.96**	**3.28**	**20%**	**14.77**	**12.13**	**22%**

Transition to Ind-AS Reporting

The Company has adopted Indian Accounting Standard ("Ind-AS") with effect from 1st April 2016 and the financial results for the year ended 31st March 2017 has been prepared in accordance with the recognition and measurement principles stated therein, prescribed under section 133 of the Companies Act, 2013 read with relevant rules issued thereunder. The results for the quarter & year ended 31st March 2016 have been restated to comply with Ind-AS to make them comparable.

Standalone financial performance:

JSW Steel recorded Revenue from operations for the quarter of ₹16,952 crores. Despite the headwinds of competitive pressure in domestic market with a surge in domestic steel production, elevated level of imports and cost pressures due to raw material price volatility and availability, the Operating EBITDA for the quarter stood at ₹3,004 crores and EBITDA margin for the quarter stood at 19.0%. The net profit after tax stood at ₹1,003 crores for the quarter.

Revenue from operations for FY2017 stood at ₹56,913 crores, up 39% YoY. This was driven by industry leading sales volume growth of 22% YoY. Moreover, the Company undertook multiple performance improvement initiatives during the year – from diversified sourcing strategy, optimization of logistics costs, procurement costs, to focus on yields and productivity. As a result, the Operating EBITDA for the year grew by 81%YoY ₹11,543 crores. The company posted a net profit of ₹3,577 for FY2017 as compared to the net loss of ₹ 3,530 crores for FY2016.

Gearing (Net Debt to Equity) at the end of the quarter stood at 1.53x (as against 1.72x at the end of 3Q FY2017) and Net Debt to EBITDA stood at 3.20x (as against 3.75x at the end of 3Q FY2017).

Subsidiaries performance:

JSW Steel Coated Products: During the quarter, JSW Steel Coated Products registered a production (Galvanized/Galvalume products) of 0.43 million tonnes and sales volume of 0.44 million tonnes. It has recorded revenue from operations and Operating EBITDA for the quarter at ₹2,732 crores and ₹161 crores, respectively. Net Profit after Tax stood at ₹69 crores for the quarter.

US Plate and Pipe Mill: The US based Plate and Pipe Mill facility produced 47,015 net tonnes of Plates and 12,803 net tonnes of Pipes, reporting a capacity utilization of 19% and 9%, respectively, during the quarter. Sales volumes for the quarter stood at 34,793 net tonnes of Plates and 13,047 net tonnes of Pipes. It reported an EBITDA of $1.31 million for the quarter.

Consolidated financial performance

JSW Steel recorded Revenue from operations of ₹17,917 crores for the quarter. The Consolidated Operating EBITDA for the quarter improved by 64%YoY to ₹3,165 crores and EBITDA margin for the quarter stood at 19.0%. The net profit after tax increase to ₹1,009 crores for the quarter after incorporating the financials of subsidiaries, joint ventures and associates.

Revenue from operations for FY2017 stood at ₹60,536 crores. The Operating EBITDA stood at ₹12,174 crores– registering an increase of 90%YoY. The company reported a Net profit of ₹3,467 crores for FY2017 as compared to the net loss of ₹481 crores for FY2016.

Net gearing (Net Debt to Equity) at consolidated level was 1.85x at the end of the quarter (as against 2.11x at the end of 3Q FY2017). More importantly, Net Debt to EBITDA at a consolidated level was restored within targeted levels and stood at 3.41x (as against 4.05x at the end of 3Q FY2017).

Projects and Capex update:

At the beginning of the year, the Company had commercially commissioned the three Blast Furnaces which were under shutdown for relining and modification/ capacity augmentation (one at each location viz. Vijayanagar, Dolvi and Salem works). Post commissioning, the company has been able to rapidly stabilize and ramp-up operations at the new facilities and achieved an overall capacity utilization rate of ~88% for the year, meeting its production guidance. Other ongoing projects are also progressing satisfactorily and are likely to complete as per schedule.

Key new projects:

The Union Cabinet has recently approved the National Steel Policy (NSP), 2017 which provides a long term vision to give thrust to the steel sector. It aims at enhancing domestic steel consumption, ensuring high quality steel production, and creating a technologically advanced and globally competitive steel industry. The government envisages domestic steel consumption to grow by 7% p.a. through 2030, and, consequently, India would require steelmaking capacity of 300 million tonnes by then vis-a-vis current capacity of ~128 million tonne.

In this context, the Board of the Company has approved the following key new investment projects to expand overall steelmaking capacity, lower operating costs and enrich product mix, along with a few other strategic projects with very low payback

period related to mining/environment/safety. These key projects will be set-up at a very competitive capital cost and will be returns accretive.
Some of the Key Projects are:

1) **Augmenting Crude Steel capacity at Dolvi works to 10 MTPA:** The steelmaking capacity at Dolvi Works will be increased from existing 5 MTPA to 10 MTPA. The major facilities included in the project are a 4.5 MTPA Blast furnace with 5 MTPA Steel Melt Shop, 5 MTPA Hot Strip Mill, 5.75 MTPA Sinter plant, 4 MTPA Pellet plant, and 4 Kilns of 600 TPD LCPs. The company has already acquired the land and necessary statutory approvals in place. The estimated project cost is ₹15,000 cores and the project is expected to be completed by March 2020.

2) **Revamp and capacity Up-gradation of BF-3 at Vijayanagar Works from 3.0 MTPA to 4.5 MTPA:** BF-3 at Vijayanagar works is to be revamped and upgraded from 3 MTPA to 4.5 MTPA, along with the associated auxiliary units. Post completion of this project, the existing high cost operations at BF-2 will be shut down, so that overall Vijayanagar works capacity remains at 12 MTPA. This will help to lower the operating costs. The estimated project cost is ₹1,000 cores and the project expected to be commissioned in a period of 20 months.

3) **Capacity expansion of CRM-1 complex at Vijayanagar Works as well as modernization-cum-capacity enhancement at downstream facilities of JSW Steel Coated Products Limited:** The company continues to remain focused towards enriching the product mix, and, looking at the growing demand for construction as well as appliance grade products, the following projects are being undertaken:
   a) Increase capacity of CRM-1 complex at Vijayanagar from 0.85 MTPA to 1.80 MTPA along with two Continuous Galvanizing Line of 0.45 MTPA each, a new 1.2 MTPA Continuous Pickling Line for HRPO products, and a new 0.80 MTPA HR Skin Pass Mill for HR Black & HRSPO products. The estimated project cost is ₹2,000 cores and the project is expected to be completed by September 2019.
   b) Modernisation and capacity enhancement of Vasind and Tarapur downstream facilities. The modernisation cum capacity enhancement project includes: i) increase in net cold rolling capacity by 0.96 MTPA by replacing existing 6 CR mills with 2 Batch Tandem CR mills one each at Vasind and Tarapur, ii) increase in GI/GL capacity by 0.63 MTPA, and iii) increase in colour coating capacity by 0.08 MTPA. The project cost is estimated at ₹1,200 cores and the project is expected to be completed by April 2019.

Dividend:

Considering the Company's performance and financial position for the year under review, the Board, subject to the approval of the Members at the ensuing Annual General Meeting, has recommended a dividend of ₹1 per share on 27,90,34,907 10% Cumulative Redeemable Preference Shares (CRPS) of ₹ 10 each, for the year ended March 31, 2017.

The Board has, further, recommended dividend at ₹2.25 per equity share on the 2,41,72,20,440 equity shares of ₹1 each for the year ended March 31, 2017, subject to the approval of the Members at the ensuing Annual General Meeting.

The total outflow on account of equity dividend including corporate tax on dividend will be ₹654.6 crores, vis-a-vis ₹218.2 crores paid for FY16.

Volume Guidance:

The Production and Sales guidance for FY 2017-18 is given below:

Particulars	FY'17 (Actual)	FY'18 (Estimated)	Growth (YoY)
Crude Steel Production (million tonnes)	15.80	16.50	4.4%
Saleable Steel Sales (million tonnes)	14.77	15.50	4.9%

Outlook:

Global growth outlook is constructive with improving momentum in both advanced as well as key emerging market economies. The US economic growth outlook is robust despite a weak 1QCY2017. The Euro area continues to see moderate growth supported by expansionary monetary policy, rising exports and stable consumer spending. Japan is also seeing better activity levels driven by export growth, policy support and improved corporate profits. China, despite the risks related to rapid expansion of credit and its dependence on policy stimulus measures, is expected to achieve a managed deceleration of growth within targeted levels. The International Monetary Fund (IMF) has revised up its projections for CY2017 World Economic Growth to 3.5% compared to 3.1% growth in CY2016.

The World Steel Association (WSA) forecasts that global finished steel demand will grow by ~20 million tonnes in CY2017 primarily driven by growth in India and ASEAN-5, whereas Chinese steel demand is expected to remain flattish. However, 1QCY2017 crude steel production is already up by ~22 million tonnes on YoY basis with improved capacity utilization in most of the regions – with China reporting an increase in steel production by 8.8 million tonnes in this period. Steel exports from Japan and Korea continue to remain at elevated levels with pricing at a discount to their domestic market prices. Chinese steel exports are lower amidst increasing trade remedial measures by importing countries, as well as a pick-up in its real estate sector and sharp re-stocking demand in the country before the Lunar New Year holidays. In this environment, global steel trade will continue to be driven by increasing trade remedial measures.

In the absence of further supply-demand disruption, raw material prices are easing off and volatility is receding. However, coking coal contract prices for 2QCY2017 is expected to settle at a price higher than the current spot and this is expected to keep steel prices range-bound.

In India, crude steel production increased by 8.5%YoY whereas apparent finished steel consumption grew by 2.6%YoY in FY2017, as second-half demand was impacted by poor liquidity post de-monetization. At the same time, steel imports remained at ~8 million tonnes on annualized basis despite various trade remedial measures. There appears to be some amount of circumvention, which, in turn calls for stringent monitoring mechanism.

In India, overall consumer discretionary spending, public capex on 'Rurban' infrastructure development and foreign direct investment have continued to improve, supporting a gradual growth recovery. Steel demand is expected to benefit from rising infrastructure spend and improving consumer demand in FY2018. The allocation for infrastructure development at Rs.4 trillion in the Union Budget with thrust on affordable housing, water and gas pipelines, renewable energy and road sector, and expected recovery in rural demand on the back normal monsoon expectations augurs well for steel consumption growth in the country. We expect Indian steel demand to grow by ~4 million tonnes i.e. ~5% in FY2018.

JSW Steel is a part of the diversified JSW Group, which has presence in Steel, Energy, Infrastructure, Cement and JSW Ventures. JSW Steel is the leading integrated steel company in India with an installed steel-making capacity of 18 MTPA. JSW Steel's plant at Vijayanagar is one of the largest single location steel producing facilities in the country with a capacity of 12 MTPA. JSW Steel has a strong product assortment covering the entire gamut of flat and long steel products manufactured through technology in the form of Corex and Blast furnaces.

Forward looking and cautionary statements:

Certain statements in this release concerning our future growth prospects are forward looking statements, which involve a number of risks, and uncertainties that could cause actual results to differ materially from those in such forward looking statements. The risks and uncertainties relating to these statements include, but are not limited to, risks and uncertainties regarding fluctuations in earnings, our ability to manage growth, intense competition within Steel Industry including those factors which may affect our cost advantage, wage increases in India, our ability to attract and retain highly skilled professionals, time and cost overruns on fixed-price, fixed-time frame contracts, client concentration, restrictions on immigration, our ability to manage our internal operations, reduced demand for steel, our ability to successfully complete and integrate potential acquisitions, liability for damages on our service contracts, the success of the companies in which – has made strategic investments, withdrawal of fiscal governmental incentives, political instability, legal restrictions on raising capital or acquiring companies outside India, unauthorized use of our intellectual property and general economic conditions affecting our industry. The Company does not undertake to update any forward looking statements that may be made from time to time by or on behalf of the Company.

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