Piombino Steel Limited

Annual Report

F.Y. - 2021-22

PIOMBINO STEEL LIMITED

JSW Centre, Bandra Kurla Complex, Bandra (East), Mumbai 400 051.
Ph No: +91 22 4286 1000. Fax: +91 22 4286 3000
CIN: U27320MH2018PLC374653

INDEX ANNUAL REPORT F.Y. 2021-22

Board of Directors

1. Mr. Anil Kumar Singh
   Non-Executive Director
   Chairman-Director

2. Mr. Divyakumar Vimalkumar Bhair
   Non-Executive Director
   Director

3. Mr. Manoj Kumar Mohta
   Non-Executive Director
   Director

4. Dr (Mrs) Rakhi Jain
   Non-Executive Director
   Independent Director

5. Mr. Anunay Kumar
   Non-Executive Director
   Independent Director

Chief Executive Officer
Mr. Kaustubh Sudhakar Kulkarni

Chief Financial Officer
Mr. Mohit Goyal

Company Secretary & Compliance Officer
Mr. Alok Kumar Mishra

Statutory Auditors
Shah Gupta & Co.,
Chartered Accountants

Secretarial Auditors
Sunil Agarwal & Co.,
Company Secretaries

(1)

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DIRECTORS' REPORT

The Members,
PIOMBINO STEEL LIMITED,

Your Directors take pleasure in presenting the **FOURTH ANNUAL REPORT** of your Company, together with the Audited Financial Statements for the year ended March 31, 2022.

1. FINANCIAL SUMMARY:

(Amount in ₹)

Particulars	FY 2021-22	FY 2020-21
i. Revenue from operations	5,60,36,04,477	8,30,03,470
ii. Other income	5,07,00,00,000	8,30,00,000
iii. Total Income (i+ii)	**10,67,36,04,476**	**16,60,03,470**
iv. Expenses:		
Purchase of Stock-in-trade	5,59,55,47,457	8,26,69,969
Finance Cost	4,34,97,89,326	13,20,22,400
Other expenses	1,96,82,828	19,79,829
Total Expenses	**9 ,96,50,19,612**	**21,66,72,198**
v. Profit/ (Loss) before Tax (iii-iv)	**70,85,84,865**	**(5,06,68,728)**
vi. Tax expenses		
Current tax	26,38,55,245	NIL
Deferred tax	(40,90,21,832)	(1,78,80,736)
Profit/ (Loss) for the year (v-vi)	**85,37,51,452**	**(3,27,87,992)**

2. FINANCIAL HIGHLIGHTS AND OPERATIONAL PERFORMANCE:

The Company is engaged in the business of buying, selling and otherwise trading or dealing in steel and its allied products, iron ore, coal, coke, brick-earth, res, minerals and mineral substance, alloys and metal scraps of all kinds. The Company earned revenue of Rs. 5,60,36,04,477/- from trading of steel and Rs. 5,07,00,00,000/- from interest for the financial year under review. The Company has reported net profit after tax of Rs.85,37,51,452/- in FY 2021-22 as compared to the Loss of Rs. 3,27,87,992 in FY 2020-21.

3. CHANGE IN THE NATURE OF BUSINESS:

There were no changes in the nature of business during the period under review.

4. CHANGE OF THE REGISTERED OFFICE

The members of the Company at the Extra-ordinary General Meeting held on 19th October, 2021 approved the shifting of the registered office of the Company from NCT of Delhi to the state of Maharashtra. The Company had filed necessary applications with the Regional Director, Northern Region, Delhi ("RD"). The RD, by order dated 20.12.2021 has approved the application of the Company. The Registered office of the Company stands shifted to JSW Centre, Bandra Kurla Complex, Bandra (East), Mumbai 400 051 w.e.f. 10th January, 2022.

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5. DIVIDEND:

To maintain the liquidity of funds for meeting the future financial requirements of the Company, the Board of Directors has decided not to declare any dividend for the financial year 2021-22.

6. TRANSFER TO RESERVES IN TERMS OF SECTION 134 (3) (j) OF THE COMPANIES ACT, 2013:

Your directors do not propose to carry any amount to any reserves during the period under review.

7. MATERIAL CHANGES AND COMMITMENTS AFFECTING THE FINANCIAL POSITION OF THE COMPANY WHICH HAVE OCCURRED BETWEEN THE END OF THE FINANCIAL YEAR OF THE COMPANY TO WHICH THE FINANCIAL STATEMENTS RELATE AND THE DATE OF THIS REPORT:

Except as disclosed elsewhere in this report, no material changes and commitments which could affect the Company's financial position have occurred between the end of the financial year of the Company and date of this report.

8. DEPOSITS:

Your Company has not accepted or renewed any deposits within the meaning of section 73 of the Companies Act, 2013, read with the Companies (Acceptance of Deposit) Rules, 2014 and the rules made thereunder.

9. SHARE CAPITAL:

The Authorised Share Capital of the Company is Rs.17000,00,00,000/- (Rupees Seventeen Thousand Crores Only) divided into 1200,00,00,000 (One Thousand Two Hundred Crores only) Equity Shares of Rs.10/- each (Rupees Ten only) and 500,00,00,000 (Five Hundred Crores only) Preference Shares of Rs.10/- (Rupees Ten only) each. The Paid-Up Share Capital of the Company is Rs. 6100,00,00,000/- (Rupees Sixty-One Hundred Crore only) divided into 610,00,00,000 (Six Hundred Ten Crore) Equity Shares of Rs. 10/- each.

Pursuant to the subscription and shareholder's agreement between the Company, JSW Steel and JSW Shipping, JSW Steel has subscribed to certain OFCDs of the Company. As per the terms of OFCDs, including revisions thereto, JSW Steel has the option to convert the OFCDs into equity shares at any time at the option of JSW Steel. Accordingly, JSW Steel has exercised the option of conversion of 4,100,000,000 OFCDs held by JSW Steel in the Company into 4,100,000,000 equity shares of the Company of face value of Rs. 10 each on October 1, 2021. Pursuant to the conversion, JSW Steel holds 83.28% equity in the Company and JSW Shipping holds 16.72% equity in the Company. Subsequent to the aforesaid conversion, the Company has become a subsidiary of JSW Steel effective from October 01, 2021.

Issue of Equity Shares:

During the year under review, the Company has issued 410,00,00,000 no. of equity shares of Rs. 10/- upon conversion of OFCDs to JSW Steel Limited.

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Warrants:

The Company had issued 350,00,00,000 warrants having face value of Rs. 10/- at an issue price of Rs. 0.02/- each to JSW Steel Limited and JSW Shipping & Logistics Pvt Limited on 24th March, 2021.

Optionally Fully Convertible Debentures:

During the period under review, the entire Optionally Fully Convertible debentures held by JSW Steel Ltd. had been converted into Equity shares of the Company.

Subsidiary of JSW Steel Limited:

Pursuant to the conversion of OFCDs, JSW Steel Limited holds 83.28% equity and JSLPL holds 16.72% equity in the Company. Subsequent to the aforesaid conversion, the Company has now become a Subsidiary of JSW Steel Limited.

a) Issue of Equity Shares with Differential Rights

The Company has not issued any shares with differential rights and hence the company is not required to furnish any information as per provisions of Section 43(a)(ii) of the Act read with Rule 4(4) of the Companies (Share Capital and Debenture) Rules, 2014.

b) Issue of Sweat Equity Shares

The Company has not issued any sweat equity shares during the year under review and hence the company is not require to furnish any information as per provisions of Section 54(1)(d) of the Act read with Rule 8(13) of the Companies (Share Capital and Debenture) Rules, 2014.

c) Issue of Employee Stock Options

The Company has not issued any equity shares under Employees Stock Option Scheme during the year under review and hence the company is not require to furnish any information as per provisions of Section 62(1)(b) of the Act read with Rule 12(9) of the Companies (Share Capital and Debenture) Rules, 2014.

10. BOARD OF DIRECTORS AND KEY MANAGERIAL PERSONNEL:

1. BOARD OF DIRECTORS:

a) COMPOSITION & CONSTITUTION OF BOARD OF DIRECTORS:

The Board of your Company currently comprises of five Directors, namely Mr. Anil Kumar Singh (DIN: 02059903), Mr. Divyakumar Bhair (DIN: 08568679), Mr. Manoj Kumar Mohta (DIN: 02339000), Mr. Anunay Kumar (DIN: 01647407) and Dr. (Mrs.) Rakhi Jain (DIN: 07138042).

During the period under review, Mr. Bhushan Prasad, Mr. Sriram K.S.N. and Mr. Sundeep Jain resigned from directorship w.e.f. 01.12.2021. Mr. Anil Kumar Singh (DIN: 02059903), Mr. Divyakumar Bhair (DIN: 08568679), Mr. Manoj Kumar Mohta (DIN: 02339000), Mr. Anunay Kumar (DIN: 01647407) and Dr. (Mrs.) Rakhi Jain (DIN: 07138042) were appointed as Additional Director w.e.f. 01.12.2021.

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Mr. Anil Kumar Singh (DIN: 02059903), Mr. Divyakumar Bhair (DIN: 08568679), Mr. Manoj Kumar Mohta (DIN: 02339000), Mr. Anunay Kumar (DIN: 01647407) and Dr. (Mrs.) Rakhi Jain (DIN: 07138042) being Additional Director on the Board of the Company hold office upto date of ensuing Annual General Meeting. The Company has received notice from a member of the Company proposing their candidature at the ensuing Annual General Meeting.

b) BOARD MEETING & ATTENDANCE:

During the period under review, meeting of the Board of Directors was held 11 times on 19.07.2021, 21.08.2021, 07.09.2021, 13.09.2021, 21.09.2021, 01.10.2021, 19.10.2021, 23.11.2021, 01.12.2021, 19.01.2022 and 08.03.2022. The detail of the participation of Directors there at is enumerated as below:

Sr. No.	Name of Director	No. of Meeting held during tenure	No. of Meeting Attended
1.	Mr. Bhushan Prasad	09	09
2.	Mr. Sriram KSN	09	09
3.	Mr. Sundeep Jain	09	09
4.	Mr. Anil Kumar Singh	02	02
5.	Mr. Manoj Kumar Mohta	02	02
6.	Mr. Divyakumar Vimalkumar Bhair	02	02
7.	Mr. Anunay Kumar	02	02
8.	Dr. (Mrs.) Rakhi Jain	02	02

The intervening gap between the Board meetings was within the period prescribed under the Companies Act, 2013.

c) DECLARATION BY THE INDEPENDENT DIRECTORS

Mr. Anunay Kumar (DIN: 01647407) and Dr. (Mrs.) Rakhi Jain (DIN: 07138042) were appointed as Additional Director in the category of Independent Directors of the Company w.e.f. 01.12.2021. The Company has received the necessary declaration from each of the Independent Directors in accordance with Section 149(7) of the Companies Act, 2013, that he/she meets the criteria of independence as laid out in Section 149(6) of the Act. The Independent Directors had 01 (One) Meeting during the period under review.

d) CHANGES IN KEY MANAGERIAL PERSONNEL

During the period under review, Mr. Kaustubh Kulkarni was appointed as chief Executive Officer of the Company and Mr. Mohit Goyal was appointed as Chief Financial Officer of the Company w.e.f. 19.01.2022. Mr. Alok Kumar Mishra continues as Company Secretary & Compliance Officer of the company.

11. COMPOSITION OF VARIOUS BOARD COMMITTEES

i. Audit Committee

Earlier Audit Committee comprises of Mr. Bhushan Prasad, Mr. Sriram KSN, Mr. Sundeep Jain. The Audit Committee was reconstituted on 01.12.2021. Reconstituted Audit Committee comprises of Mr. Divyakumar Bhair as Chairman, Mr. Anunay Kumar

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and Dr. Rakhi Jain as member of Audit Committee. The Board has approved the charter for the functioning of the Audit Committee. The Company Secretary acts as the Secretary to the Committee.

During the period under review, meeting of the Audit Committee was held 05 times on 19.07.2021, 21.09.2021, 23.11.2021, 01.12.2021 and 19.01.2022. The detail of the participation of Directors there at is enumerated as below:

Sr. No.	Name of Director	No. of Meeting held during tenure	No. of Meeting Attended
1.	Mr. Bhushan Prasad	04	04
2.	Mr. Sriram KSN	04	04
3.	Mr. Sundeep Jain	04	04
4.	Mr. Divyakumar Vimalkumar Bhair	01	01
5.	Mr. Anunay Kumar	01	01
6.	Dr (Mrs) Rakhi Jain	01	01

ii. Nomination and Remuneration Committee

Earlier Nomination and Remuneration Committee comprised of Mr. Bhushan Prasad, Mr. Sriram KSN, Mr. Sundeep Jain. The Nomination and Remuneration Committee was reconstituted on 01.12.2021. Reconstituted Nomination and Remuneration Committee comprises of Mr. Anunay Kumar as Chairman, Mr. Anil Kumar Singh and Dr. Rakhi Jain as member of the Committee. The Board has approved the charter for the functioning of the Committee. The Company Secretary acts as the Secretary to the Committee.

During the period under review, meeting of the Nomination & Remuneration Committee was held 02 times on 01.12.2021 and 19.01.2022. The detail of the participation of Directors thereat is enumerated as below:

Sr. No.	Name of Director	No. of Meeting held during tenure	No. of Meeting Attended
1.	Mr. Bhushan Prasad	01	01
2.	Mr. Sriram KSN	01	01
3.	Mr. Sundeep Jain	01	01
4.	Mr. Anil Kumar Singh	01	01
5.	Mr. Anunay Kumar	01	01
6.	Dr (Mrs) Rakhi Jain	01	01

iii. Corporate Social Responsibility Committee

Earlier Corporate Social Responsibility Committee comprised of Mr. Bhushan Prasad, Mr. Sriram KSN, Mr. Sundeep Jain. The Corporate Social Responsibility Committee was reconstituted on 01.12.2021. Reconstituted Corporate Social Responsibility Committee comprises of Dr. Rakhi Jain as Chairman, Mr. Anil Kumar Singh and Mr. Anunay Kumar as member of the Committee. The Board has approved the charter for the functioning of the Committee. The Company Secretary acts as the Secretary to the Committee.

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During the period under review, meeting of the CSR Committee of Board of Directors was held 01 times on 21.09.2021. The detail of the participation of Directors there at is enumerated as below:

Sr. No.	Name of Director	No. of Meeting held during tenure	No. of Meeting Attended
1.	Mr. Bhushan Prasad	01	01
2.	Mr. Sriram KSN	01	01
3.	Mr. Sundeep Jain	01	01

iv. Finance Committee

The Finance Committee of the Board of Directors comprises of Mr. Anil Kumar Singh as Chairman, Mr. Manoj Kumar Mohta and Mr. Divyakumar Bhair as member of the Committee. The Board has approved the charter for the functioning of the Committee. The Company Secretary acts as the Secretary to the Committee.

v. The Board of Directors constituted Risk Management Committee & Stakeholders Relationship Committee in its Board meeting held on May 24, 2022.

12. HOLDING & SUBSIDIARY COMPANY:

Pursuant to the conversion of OFCDs, JSW Steel Limited holds 83.28% equity and JSLPL holds 16.72% equity in the Company. Subsequent to the aforesaid conversion, the Company has now become a Subsidiary of JSW Steel Limited.

Bhushan Power & Steel Limited is wholly owned subsidiary of your Company w.e.f. March 26, 2021.

During the period under review, West Waves Maritime & Allied Services Private Limited has become wholly owned subsidiary of your Company w.e.f. 23.11.2021 and post amalgamation ceased to exist on May 07, 2022.

Presently, the Company neither has any Joint Venture or an Associate company.

13. NAMES OF THE COMPANIES WHICH HAVE BECOME OR CEASED TO BE SUBSIDIARIES, JOINT VENTURES OR ASSOCIATE COMPANIES:

During the period under review, West Waves Maritime & Allied Services Private Limited has become wholly owned subsidiary of your Company w.e.f. 23.11.2021.

During the period under review, the Company has acquired entire equity shareholding in West Waves Maritime & Allied Services Private Limited from Magnificient Merchandise and Advisory Services Private Limited. Consequently, West Waves Maritime & Allied Services Private Limited became wholly owned subsidiary of your Company w.e.f. 23.11.2021.

The Company had filed an application with Regional Director, Western Region, Mumbai for approval of Amalgamation Scheme of amalgamation of West Waves Maritime & Allied Services Private Limited with the Company. Regional Director, Western Region, Mumbai vide its order dated May 06, 2022 has approved the Amalgamation Scheme of the Company and accordingly West Waves Maritime & Allied Services Private Limited has

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been amalgamated with the Company w.e.f. appointed date i.e. December 01, 2021 and accordingly ceased to be wholly owned subsidiary.

No other companies have become or ceased to be subsidiaries, joint ventures or associate companies.

14. PERFORMANCE AND FINANCIAL POSITION OF THE SUBSIDIARY COMPANY:

The members may refer to the financial statements forming part of the Annual Report as required under the provisions of Section 129(3) of the Companies Act, 2013 for financial position of all Subsidiaries.

A statement containing salient features of the financial statements of the Subsidiary Company in Form AOC-1 is given in **'Annexure-A'** to this Report.

15. INTERNAL CONTROL SYSTEM & INTERNAL FINANCIAL CONTROLS:

a) Overview

The Company has a robust system of internal control, commensurate with the size and nature of its business and complexity of its operations.

b) Internal Control

The Company has a proper and adequate system of internal control.

c) Internal Audit

The Company has a strong and independent internal audit function that inculcates global best standards and practices of international majors into the Indian operations. The Internal Audit team consists of professionally qualified accountants and engineers at the group level. The Internal Auditor reports directly to the Chairman of the Audit Committee.

d) Audit Plan and Execution

At start of the year, the Internal Audit Department prepares an Annual Audit Plan after considering Business and Process Risks. The frequency of the audit is decided by risk ratings of areas/functions. The audit plan is carried out by the internal team and reviewed periodically to include areas that have assumed significant importance in line with the emerging industry trend.

e) Internal Financial Controls

As per Section 134(5)(e) of the Companies Act, 2013, the Directors have an overall responsibility for ensuring that the Company has implemented a robust system and framework of internal financial controls.

The Company has already developed and implemented a framework for ensuring internal controls over financial reporting. During the year, controls were tested and no reportable material weakness in design and effectiveness was observed.

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16. AUDITORS AND AUDITORS' REPORT:

A. STATUTORY AUDITORS:

M/s. Shah Gupta & Co., Chartered Accountants (Firm Registration No. 109574W) has been appointed as the Statutory Auditors of the Company in the 01st Annual General Meeting for a period of 5 years until the conclusion of 6th Annual General Meeting to be held in the calendar year 2024.

Comment on Auditors' Report:

The report of the Auditors along with notes to Schedules forms part of this Annual Report. The observations made by the Auditors in the Auditors' Report are self-explanatory and therefore do not call for any further comments.

The Auditors' Report for the year under review does not contain any qualification, reservation, adverse remark or disclaimer.

No fraud has been reported by the Auditors under Section 143(12) of the Companies Act, 2013 requiring disclosure in Board's Report.

B. SECRETARIAL AUDITORS:

In terms of Section 204 of the Act, Board of Directors of the Company in their Meeting held on December 01, 2021 had appointed M/s. Sunil Agarwal & Co., Practicing Company Secretaries, as secretarial auditor to conduct a secretarial audit of the Company for the financial year 2021-22.

The Secretarial Audit report for financial year 2021-22 is annexed to this report in form MR-3 (Annexure – B1). The Secretarial Audit report for financial year 2021-22 of Bhushan Power & Steel Limited, wholly owned subsidiary of the Company is also annexed to this report in form MR-3 (Annexure – B2).

The Board, at its meeting held on May 24, 2022 has on the recommendation of the Audit Committee appointed M/s Sunil Agarwal & Co., Practicing Company Secretaries, as Secretarial Auditor to conduct the Secretarial Audit of the Company for the financial year 2022-23.

17. RELATED PARTY TRANSACTIONS:

All related party transactions entered into with Related Parties as defined under the Companies Act, 2013 during the financial year were in the ordinary course of business and on an arms' length basis and do not attract the provisions of Section 188 of the Companies Act, 2013. The details of contracts or arrangement as prescribed in Form AOC-2 attached as Annexure - C.

Suitable disclosure on related party transactions, as required by the Accounting Standards has been made in the notes to the Financial Statements.

18. PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS U/S 186:

Details of Loans, Guarantees and Investments covered under the provisions of Section 186 of the Companies Act, 2013 are given in the notes to the financial statements.

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19. SIGNIFICANT AND MATERIAL ORDERS PASSED BY THE REGULATORS:

During the year under review, the Company had filed an application with Regional Director, Western Region, Mumbai for approval of Amalgamation Scheme of West Waves Maritime & Allied Services Private Limited with the Company. Regional Director, Western Region, Mumbai vide its order dated May 6, 2022 has approved the Amalgamation Scheme of the Company and accordingly West Waves Maritime & Allied Services Private Limited has been amalgamated with the Company w.e.f. appointed date i.e. December 01, 2021.

No other orders were passed by the regulators or courts or tribunals impacting the going concern status and company's operations.

20. PARTICULARS OF EMPLOYEES:

The Disclosures pertaining to particulars of employees as required in terms of the Section 197(12) of the Companies Act, 2013 read with Rule 5(2) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, are not applicable to the Company and hence, the disclosure on particulars of employees in terms of the aforesaid Section and Rules is not attached to the Directors' Report.

21. SEXUAL HARASSMENT OF WOMEN AT WORKPLACE (PREVENTION, PROHIBITION AND REDRESSAL) ACT, 2013:

Being part of JSW group, your Company follows an Anti-Sexual Harassment JSW Group Policy in line with the requirements of Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013. An Internal Complaints Committee (ICC) has been set up at group level to redress complaints received regarding sexual harassment. No complaints pertaining to sexual harassment were received during the FY 2021-22.

22. WHISTLE BLOWER POLICY / VIGIL MECHANISM

The Company has in place a mechanism in the form of the Whistle Blower Policy / Vigil Mechanism to deal with instances of fraud and mismanagement, if any.

23. RISK MANAGEMENT:

The Company has in place a mechanism to inform the Board members about the risk assessment and mitigation plans and periodical reviews to ensure that the critical risks are mitigated by the management.

24. CORPORATE SOCIAL RESPONSIBILITY (CSR)

The Corporate Social Responsibility Policy is available on the website of the Company. Annual report on Corporate Social responsibility is enclosed as Annexure – D.

25. SECRETARIAL STANDARDS

The applicable Secretarial Standards, i.e., SS-1 and SS-2, relating to 'Meetings of the Board of Directors' and 'General Meetings', respectively, have been complied with by the Company during the financial year under review.

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26. BOARD EVALUATION

The Board carried out an annual evaluation of its own performance, the performance of the Independent Directors individually as well as an evaluation of the working of the Committees of the Board. The performance evaluation of all the Directors was carried out by the Nomination and Remuneration Committee. The performance evaluation of the Chairman and the Non-Independent Directors was carried out by the Independent Directors.

27. CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNINGS AND OUTGO:

The Company is not engaged in any manufacturing activity, particulars under section 134(3)(m) of the Companies Act, 2013, regarding the conservation of energy, technology absorption are not applicable.

There were no foreign exchange earnings / outgo during the year under review.

28. COPY OF ANNUAL RETURN

Pursuant to Section 92(3) read with section 134(3)(a) of the Companies Act, 2013, copy of the Annual Return of the Company prepared in accordance with Section 92(1) of the Act read with Rule 11 of the Companies (Management and Administration) Rules, 2014 is placed on the website of the Company and are accessible at the web-link: https://www.jsw.in/groups/piombino-steel-limited.

29. DIRECTORS' RESPONSIBILITY STATEMENT:

Pursuant to the requirement clause (c) of sub-section (3) of Section 134 of the Companies Act, 2013, your Directors confirm that:

a) In the preparation of the annual accounts, the applicable accounting standards had been followed along with proper explanation relating to material departures;
b) such accounting policies have been applied consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the company at the end of the financial year and of the profit and loss of the company for that period;
c) proper and sufficient care has been taken for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities;
d) the annual accounts have been prepared on a going concern basis; and
e) proper systems were devised to ensure compliance with the provisions of all applicable laws and such systems are adequate and operating effectively.

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APPRECIATION:

Your Directors would like to express their appreciation for co-operation and assistance received from State Govt. of Orissa, Government authorities, financial institutions, banks, vendors, customers, shareholders and other business associates during the year under review. The Directors also wish to place on record their deep sense of appreciation for the committed services by all the employees of the Company.

For and on behalf of the
Board of Directors of Piombino Steel Ltd.

Sd/-
Anil Kumar Singh
Chairman
DIN: 02059903

Place: **Mumbai**
Date: **May 24, 2022**

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ANNEXURE A

FORM NO. AOC-1

(Pursuant to first proviso to sub-section (3) of section 129 read with rule 5 of Companies (Accounts) Rules, 2014)

Part "A": Subsidiaries

(in Lakhs)

Sl. No.	1 (One)	2 (Two)
Name of the subsidiary	**Bhushan Power & Steel Limited**	**West Waves Maritime & Allied Services Pvt. Ltd (WWMASPL)***
The date since when subsidiary was acquired	26.03.2021	23.11.2021
Financial Year ending on	31.03.2022	31.03.2022
Reporting Currency	INR	INR
Exchange Rate on the last day of the financial year	N.A	N.A.
Share capital	10,000.00	
Reserves & Surplus	1177291.00	
Total Assets	2223250.00	
Total Liabilities	2223250.00	
Investments	161.00	
Turnover	2140902.00	
Profit/(Loss) before tax	425882.00	
Provision for tax	NIL	
Profit/(Loss) after tax	425882.00	
Proposed Dividend	Nil	
% of shareholding	100.00	100.00

* The WWMASPL was acquired on 23 November 2021 and got amalgamated with Piombino Steel Limited w.e.f. Appointed date i.e., 01 December 2021 pursuant to order dated 6 May 2022 of Regional Directorate (WR) of Ministry of Corporate Affairs thereby approving the scheme of amalgamation.

Notes:

1. No subsidiary is yet to commence operations.
2. No subsidiary has been liquidated or sold during the year.

For and on behalf of the
Board of Directors of Piombino Steel Ltd.

Sd/-
Anil Kumar Singh
Chairman
DIN: 02059903

Place: **Mumbai**
Date: **May 24, 2022**

SUNIL AGARWAL & CO.

COMPANY SECRETARIES

124-125, Ostwal Ornate, Building No. 1, 'A' Wing, Opp. Jain Temple, Bhayander (East), Thane-401105, web: www.cssunilagarwal.com

Email: sunilcs_mumbai@rediffmail.com, agarwalcs_mumbai@yahoo.co.in

To,
The Members,
PIOMBINO STEEL LIMITED
JSW Centre,
Bandra Kurla Complex, Bandra (East),
Mumbai - 400 051

My Secretarial Audit report of even date is to be read along with this letter.

1. Maintenance of secretarial records is the responsibility of the management of the Company. My responsibility is to express an opinion on these secretarial records based on my audit.
2. I have followed the audit practices and processes as were appropriate to obtain reasonable assurance about the correctness of the contents of the secretarial records. The verification was done on test basis to ensure that correct facts are reflected in secretarial records, we believe that the processes and practices, we followed, provide a reasonable basis for our opinion.
3. I have not verified the correctness and appropriateness of financial records and books of accounts of the Company. I relied on the statutory report provided by the Statutory Auditor of the company for the financial year ending 31 March, 2022.
4. Wherever required I have obtained the management representation about the compliance of laws, rules and regulations and happening of events etc.
5. The compliance of the provision and other applicable laws, rules, regulations, standards are the responsibility of management. My examination was limited to the verification of procedures on test basis.
6. The secretarial audit report is neither an assurance as to the future viability of the company nor of the efficacy or effectiveness with which the management has conducted the affairs of the company.

For Sunil Agarwal & Co.
Company Secretaries

SUNIL SHIVKUMAR AGARWAL

Sunil Agarwal
(Proprietor)
FCS No. 8706
C.P. No. 3286
Place: Mumbai
Date: 13/05/2022
UDIN number : F008706D000315221

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SUNIL AGARWAL & CO.

COMPANY SECRETARIES

124-125, Ostwal Ornate, Building No. 1, 'A' Wing, Opp. Jain Temple, Bhayander (East), Thane-401105, web: www.cssunilagarwal.com

Email: sunilcs_mumbai@rediffmail.com, agarwalcs_mumbai@yahoo.co.in

Form No. MR-3

SECRETARIAL AUDIT REPORT

[Pursuant to section 204(1) of the Companies Act, 2013 and rule No.9 of the Companies (Appointment and Remuneration Personnel) Rules, 2014]

To,
The Members,
PIOMBINO STEEL LIMITED
JSW Centre,
Bandra Kurla Complex, Bandra (East)
Mumbai 400051

I have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by **Piombino Steel Limited** bearing CIN U27320MH2018PLC374653 (hereinafter called "the company"). Secretarial Audit was conducted in a manner that provided me a reasonable basis for evaluating the corporate conducts /statutory compliances and expressing my opinion thereon.

Based on my verification of the Company's books, papers, minute books, forms and returns filed and other records maintained by the Company and also the information provided by the Company, its officers, agents and authorized representatives during the conduct of Secretarial Audit, I hereby report that in my opinion, the Company has, during the audit period covering the financial year ended on March 31, 2022 by and large appears to have complied with the statutory provisions listed hereunder and also that the Company has proper Board-process and compliance-mechanism in place to the extent, in the manner and subject to the reporting made hereinafter:-

1. In my opinion and to the best of my information and according to the examinations carried out by me and explanations furnished and representations made to me by the Company, its officers and agents, I hereby report that the Company has complied with the provisions of The Companies Act, 2013 (the Act) and the rules made there under and the Memorandum and Articles of Association of the Company with regard to:
   (a) Maintenance of various statutory registers and documents and making necessary entries therein;
   (b) Forms, returns, documents and resolutions required to be filed with the Registrar of Companies, Regional Director, Central Government, Company Law Board or other authorities;
   (c) Service of documents by the Company on its Members, Auditors and the Registrar of Companies;
   (d) Notice of Board meetings of Directors in compliance of the "ACT "as well as Secretarial Standard - 1 (SS 1);
   (e) Meetings of Directors and passing of circular resolutions;
   (f) Notice and convening of General Meetings held Secretarial Standard – 2 (SS – 2).
   (g) Minutes of the proceedings of the Board Meetings and General Meetings;

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COMPANY SECRETARIES
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Email: sunilcs_mumbai@rediffmail.com, agarwalcs_mumbai@yahoo.co.in

(h) Approvals of the Board of Directors, Members and government authorities, wherever required;
(i) Constitution of the Board of Directors and appointment, retirement and reappointment of Directors including Managing Directors and Executive Directors, Independent Directors.
(j) Payment of remuneration to Directors, Managing Director and Executive Directors;
(k) Appointment and remuneration of Statutory Auditors;
(l) Report of the Board of Directors;
(m) Generally, all other applicable provisions of the Act and the Rules there under.

2. **I further report that:**

(a) The Directors have complied with the requirements as to disclosure of interests and concerns in contracts and arrangements, shareholdings and directorships in other Companies and interest in other entities;
(b) The Directors have complied with the disclosure requirements in respect to their eligibility of appointment, their being independent, compliance with the code of conduct for Directors and;
(c) The Company has obtained all necessary approvals under various provisions of the Act where necessary;
(d) There was no prosecution initiated against or show cause notice received by the Company during the year under review under the Companies Act, 2013 regulations and guidelines under these Acts.

3. **I further report that**

(i) The Securities Contracts (Regulation) Act, 1956 ('SCRA') as amended from time to time and the rules made there under as amended from time to time are not applicable, as the company is an unlisted public Company.
(ii) The Depositories Act, 1996 as amended from time to time and the Regulations and Bye-laws framed there under are not applicable, as the Company is an unlisted public Company.
(iii) Foreign Exchange Management Act, 1999 as amended from time to time and the rules and regulations made there under to the extent of Foreign Direct Investment, Overseas Direct Investment and External Commercial Borrowings are not applicable during the period of Audit;
(iv) The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act')
   (a.) The Securities and Exchange Board of India (Substantial acquisition of Shares and Takeovers) Regulations, 2011 as amended from time to time are not applicable, as the Company is an unlisted public company.
   (b.) SEBI (Prohibition of Insider Trading) Regulations, 2015 are not applicable as the company is an unlisted public company.
   (c.) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018 as amended as from time to time are not applicable as the company is an unlisted public company

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COMPANY SECRETARIES
124-125, Ostwal Ornate, Building No. 1, 'A' Wing, Opp. Jain Temple, Bhayander (East), Thane-401105, web: www.cssunilagarwal.com
Email: sunilcs_mumbai@rediffmail.com, agarwalcs_mumbai@yahoo.co.in

(d.) The Securities and Exchange Board of India (Share Based Employee Benefits) Regulations, 2014 as amended from time to time are not applicable, as the company is an unlisted public company.

(e.) The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008 as amended from time to time are not applicable, as the company is an unlisted public company;

(f.) The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 and dealing with client are not applicable, as the company is an unlisted public company;

(g.) The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009 are not applicable, as the company is an unlisted public company; and;

(h.) The Securities and Exchange Board of India (Buyback of Securities) Regulations, 2018 as amended from time to time are not applicable, as the company is an unlisted public company;

We have also examined compliance with the applicable clauses of the following:

Secretarial Standards

The Secretarial Standards issued and notified by the Institute of Company Secretaries of India have been generally complied with by the Company to the extent applicable during the year under review;

4. **I further report that**

The Board of Directors of the Company is duly constituted with proper balance of Executive Directors, Non-Executive Directors. The changes in the composition of the Board of Directors that took place during the period under review were carried out in compliance with the provisions of the Act.

Adequate notice is given to all directors to schedule the Board Meetings, agenda and detailed notes on agenda were sent at least seven days in advance, and a system exists for seeking and obtaining further information and clarifications on the agenda items before the meeting and for meaningful participation at the meeting.

Majority decision is carried through while the dissenting members' views are captured and recorded as part of the minutes.

5. **I further report that** in my opinion there are adequate systems and processes in the company commensurate with the size and operations of the company to monitor and ensure compliance with other applicable laws, rules, regulations and guidelines as provided by the management hereunder;

1.Employees' Provident Fund Scheme, 1952 & Rules Made there under
2.Professional Tax Act
3.Shop & Establishment Act

(17)

6 **I further report that during** the year under review the company has got the request for conversion of 410,00,00,000 Fully Optionally Convertible Debentures of Rs. 10/- each, issued to JSW Steel Limited, into 410,00,00,000 equity Shares of Rs. 10/- at par and accordingly 410,00,00,000 equity Shares of Rs. 10/- has been allotted on October 01, 2022, consequently company had become subsidiary company of JSW Steel Limited.

7 **I further report that during** the year under review, Company has made an application to Regional Director, Northern Region, New Delhi for shifting of Registered Office of the Company from NCT of Delhi to State of Maharashtra for administrative convenience and better control. Regional Director, Northern Region vide its order dated December 20, 2021 had accorded their approval for shifting of Registered Office from NCT of Delhi to State of Maharashtra and accordingly the Registered Office of the Company has been shifted to Mumbai in the State of Maharashtra w.e.f. January 10, 2022.

8 **I further report that during** the year under review, the Company has acquired 100% shareholding of West Waves Maritime & Allied Services Private Limited from Magnificent Merchandise And Advisory Services Private Limited consequently the West Waves Maritime & Allied Services Private Limited has become wholly owned subsidiary of the Company w.e.f 24.11.2021.

9 **I further report that during** the year under review, the Company had filed an application with Regional Director, Western Region, Mumbai for approval of Amalgamation Scheme of West Waves Maritime & Allied Services Private Limited with the Company. Regional Director, Western Region, Mumbai vide its order dated May 6, 2022 has approved the Amalgamation Scheme of the Company and accordingly West Waves Maritime & Allied Services Private Limited has been merged with the Company w.e.f. May 7, 2022.

10 **I further report that during** the year under review a loan of Rs.2,500 crores, taken from West Waves Maritime & Allied Services Private Limited, a wholly owned subsidiary Company, subsists at the end of financial year March 31, 2022, however it has become cancelled due to amalgamation of West Waves Maritime & Allied Services Private Limited with the company, pursuant to approved amalgamation scheme.

11 **I further report that during** the year under review the company has not given any loans or given guarantees to other bodies corporate or persons falling under the provisions of Section 186 of the Act.

12 **I further report that during** the year under review, the Company has adopted new sets of Articles of Association of the Company pursuant to the provisions of Section 2(5) and 14 of Companies Act, 2013.

SUNIL AGARWAL & CO.

COMPANY SECRETARIES

124-125, Ostwal Ornate, Building No. 1, 'A' Wing, Opp. Jain Temple, Bhayander (East), Thane-401105, web: www.cssunilagarwal.com

Email: sunilcs_mumbai@rediffmail.com, agarwalcs_mumbai@yahoo.co.in

For Sunil Agarwal & Co.
Company Secretaries

SUNIL
SHIVKUMAR
AGARWAL

Digitally signed by SUNIL SHIVKUMAR AGARWAL
DN: c=IN, postalCode=401101,
st=MAHARASHTRA, l=THANE, o=Personal,
serialNumber=5e8997def101fb07b1d1aa6061a3
6d4276af5a9b150da1054240a05c6bc1c14f,
pseudonym=312520210920103543043,
2.5.4.20=132e818d4cc37936fdedc0fc850989070
3dcd485da7e393f38adfab68be29708,
email=SUNILCS_MUMBAI@REDIFFMAIL.COM,
cn=SUNIL SHIVKUMAR AGARWAL, title=3125
Date: 2022.05.13 12:46:37 +05'30'

Sunil Agarwal
(Proprietor)
FCS No.8706
C.P. No. 3286
Place: MUMBAI
Date: 13/05/2022
UDIN number: F008706D000315221
Peer Review Unit No. 788/2020

S. Srinivasan & Co.,
Company Secretaries

Office No. 5, 5th floor,
AC Market Building CHS Ltd.,
Tardeo Road, Mumbai– 400 034
Tel no.: 022- 2351 7505
Mobile: +91 93210 25730
E-mail: mumbaissandco@yahoo.com

FORM NO. MR- 3

SECRETARIAL AUDIT REPORT

FOR THE FINANCIAL YEAR ENDED 31ST MARCH, 2022

[Pursuant to section 204(1) of the Companies Act, 2013 and Rule No.9 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014]

To,
The Members,
BHUSHAN POWER & STEEL LIMITED
4th Floor, A-2, NTH Complex
Shaheed Jeet Singh Marg USO Road,
Qutab Institutional Area, New Delhi
DL 110 067.

We have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by **BHUSHAN POWER & STEEL LIMITED** bearing CIN: U27100DL1999PLC108350 (hereinafter called the "Company"). Secretarial Audit was conducted in a manner that provided us a reasonable basis for evaluating the corporate conducts/ statutory compliances and expressing our opinion thereon.

Based on our verification of the Company's books, papers, minute books, forms and returns filed and other records maintained by the Company and also the information provided by the Company, its officers, agents and authorised representatives during the conduct of Secretarial Audit, We hereby report that in our opinion, the Company has, during the audit period covering the financial year ended on 31st March, 2022 by and large appears to have complied with the statutory provisions listed hereunder and also that the Company has proper Board-processes and compliance-mechanism in place to the extent, in the manner and subject to the reporting made hereinafter:

We have examined the books, papers, minute books, forms and returns filed and other records maintained by the Company for the financial year ended on 31st March, 2022, according to the provisions of:

i. The Companies Act, 2013, (the Act) and the rules made there under.

ii. The Securities Contracts (Regulation) Act, 1956, ('SCRA') and the rules made there under **(Not Applicable to the Company during the period under review).**

S. SRINIVASAN & CO. MUMBAI

iii. The Depositories Act, 1996, and the Regulations and Byelaws framed there under.

iv. Foreign Exchange Management Act, 1999, and the rules and regulations made there under to the extent of Foreign Direct Investment, Overseas Direct Investment and External Commercial Borrowings.

v. The Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992; ('SEBI Act') are not applicable to the Company during the period under review as the Company is an unlisted company.

vi. All other relevant applicable laws including those specifically applicable to the Company, a list of which has been provided by the management. The examination and reporting of these laws and rules are limited to whether there are adequate systems and processes are in place to monitor and ensure compliance with those laws. Further, besides physical verification of the existence of compliance we have also relied on the specific duly filled in and signed questionnaire submitted to us by the Company in respect of compliance under various applicable laws.

We have also examined compliance with the applicable clauses of the following Secretarial Standards:

The Secretarial Standards issued and notified by the Institute of Company Secretaries of India SS- 1 & SS- 2 has been generally complied with by the Company during the financial year under review.

During the period under review the Company has generally complied with the provisions of the Act, Rules, Regulations, Guidelines, Standards, etc. mentioned above.

We further report that:

- The Board of Directors of the Company is duly constituted with proper balance of Executive Directors, Non-Executive Directors and Independent Directors. The changes in the composition of the Board of Directors that took place during the period under review were carried out in compliance with the provisions of the Act.

- Adequate notices are given to all Directors to schedule the Board Meetings, agenda and detailed notes on agenda were sent at least seven days in advance, and a system exists for seeking and obtaining further information and clarifications on the agenda items before the meeting and for meaningful participation at the meeting.

- Decisions at the meetings of the Board of Directors were carried through based on majority and there were no dissenting views by any Member of the Board during the year under review.

S. SRINIVASAN & CO. MUMBAI

We further report that,

Based on the information provided and the representation made by the Company and on the review of the compliance reports of Company Secretary/ Chief Financial Officer/ Whole-time Director taken on record by the Board of Directors of the Company, in our opinion there are adequate systems and processes in the Company commensurate with the size and operations of the Company to monitor and ensure compliance with applicable laws, rules, regulations and guidelines.

The compliance by the Company of applicable financial laws such as direct and indirect tax laws and maintenance of financial records and books of accounts has not been reviewed in this Audit since the same have been subject to review by statutory financial audit and other designated professionals.

We further report that, during the audit period, there are no specific events/ actions occurred which had any major bearing on the Company's affairs in pursuance of the above referred laws, rules, regulations, guidelines, and standards etc.

For *S. Srinivasan & Co.*,
Company Secretaries

S. SRINIVASAN & CO. MUMBAI

S. Srinivasan
Practicing Company Secretary
FCS: 2286 | CP. No.: 748
UDIN: F002286D000183885

Place: Mumbai
Date: 22.04.2022

This forms part of our secretarial audit report of BPSL dated 22.04.2022

Annexure A

To,
The Members,
BHUSHAN POWER & STEEL LIMITED
4th Floor, A-2, NTH Complex
Shaheed Jeet Singh Marg USO Road,
Qutab Institutional Area, New Delhi
DL 110 067.

Our Secretarial Audit report of even date is to be read along with this letter.

1. Maintenance of secretarial records is the responsibility of the management of the Company. Our responsibility is to express an opinion on these secretarial records based on our audit.

2. We have followed the audit practices and processes as were considered appropriate to obtain reasonable assurance about the correctness of the contents of the secretarial records. The verification was done on test basis to ensure that correct facts are reflected in secretarial records. We believe that the processes and practices, we followed, provide a reasonable basis for our opinion.

3. We have not verified the correctness and appropriateness of financial records and Books of Accounts of the Company.

4. Wherever required, we have obtained the Management representation about the compliance of laws, rules and regulations and happening of events etc.

5. The compliance of the provisions of Corporate and other applicable laws, rules, regulations, standards is the responsibility of management. Our examination was limited to the verification of procedures on test basis.

6. The Secretarial Audit Report is neither an assurance as to the future viability of the Company nor of the efficacy or effectiveness with which the management has conducted the affairs of the Company.

For *S. Srinivasan & Co.*
Company Secretaries

S. SRINIVASAN & CO. MUMBAI

S. Srinivasan
Practicing Company Secretary
FCS: 2286 | CP. No.: 748
UDIN: F002286D000183885

Place: Mumbai
Date: 22.04.2022

PIOMBINO STEEL LIMITED
JSW Centre, Bandra Kurla Complex, Bandra (East), Mumbai 400 051
Ph No: +91 22 4286 1000. Fax: +91 22 4286 3000
CIN: U27320MH2018PLC374653

ANNEXURE C

FORM NO. AOC-2

(Pursuant to Clause (h) of sub-section (3) of Section 134 of the Act and Rule 8(2) of the Companies (Accounts) Rules, 2014)

Form for disclosure of particulars of contracts / arrangements entered into by the company with related parties referred to in sub-section (1) of section 188 of the Companies Act, 2013 including certain arm's length transactions under third proviso thereto

1. Details of contracts or arrangements or transactions not at arm's length basis:-

No.	Name(s) of the related party and nature of relationship	Nature of contracts / arrangements / transactions	Duration of the contracts / arrangements / transaction	Salient terms of the contracts or arrangements or transactions including the value, if any	Justification for entering into such contracts or arrangements or transaction	date(s) of approval by the Board	Amount paid as advances, if any	Date on which the special resolution was passed in general meeting as required under first proviso to section 188
	(a)	(b)	(c)	(d)	(e)	(f)	(g)	(h)
(Nil) (All contracts or arrangements or transactions with related parties were at arm's length basis)								

2. Details of material contracts or arrangement or transactions at arm's length basis:-

No.	Name(s) of the related party and nature of relationship	Nature of contracts / arrangements / transactions	Duration of the contracts / arrangements / transactions	Salient terms of the contracts or arrangements or transactions including the value, if any	date(s) of approval by the Board	Amount paid as advances, if any
1.	JSW Steel Limited	Purchase of steel products	Annual	Rs.663.65 Cr	Audit Committee approval dt.19.07.2021	Nil
2.	JSW Steel Coated Products Limited	Trading of steel products	Annual	Rs.341.04 Cr	Audit Committee approval dt.19.07.2021	Nil

For and on behalf of the
Board of Directors of Piombino Steel Ltd.

Sd/-
Anil Kumar Singh
Chairman
DIN: 02059903

Place: **Mumbai**
Date: **May 24, 2022**

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PIOMBINO STEEL LIMITED

JSW Centre, Bandra Kurla Complex, Bandra (East), Mumbai 400 051
Ph No: +91 22 4286 1000. Fax: +91 22 4286 3000
CIN: U27320MH2018PLC374653

Annexure D to Directors Report
Annual Report on Corporate Social Responsibility Activities

(Pursuant to Rule 9 of Companies (Corporate Social Responsibility Policy) Rules, 2014)

1. Brief outline on CSR Policy of the Company.

   CSR policy, reflecting ethos of the Company, broad areas of CSR interest and overview of activities, proposes rural focus and woman empowerment.

   Policy states the list of activities/projects undertaken/to be undertaken in future.

2. Composition of CSR Committee:

Sl. No.	Name of Director	Designation / Nature of Directorship	Number of meetings of CSR Committee held during the year	Number of meetings of CSR Committee attended during the year
1.	Dr. (Mrs.) Rakhi Jain	Chairman	01	00*
2.	Mr. Anil Kumar Singh	Member	01	00*
3.	Mr. Anunay Kumar	Member	01	00*

*During the period under review, meeting of the CSR Committee of Board of Directors was held on 21.09.2021. At that time, CSR Committee comprises of Mr. Bhushan Prasad, Mr. Sriram K.S.N. & Mr. Sundeep Jain and they had attended it. The CSR Committee was reconstituted on 01.12.2021 and now comprised of Dr. Rakhi Jain as Chairman, Mr. Anil Kumar Singh and Mr. Anunay Kumar as member of the Committee.

3. Provide the web-link where Composition of CSR committee, CSR Policy and CSR projects approved by the board are disclosed on the website of the company - https://www.jsw.in/groups/piombino-steel-limited

4. Provide the details of Impact assessment of CSR projects carried out in pursuance of sub-rule (3) of rule 8 of the Companies (Corporate Social responsibility Policy) Rules, 2014, if applicable (attach the report). **NA**

5. Details of the amount available for set off in pursuance of sub-rule (3) of rule 7 of the Companies (Corporate Social responsibility Policy) Rules, 2014 and amount required for set off for the financial year, if any.

Sl. No.	Financial Year	Amount available for set-off from preceding financial years (in Rs)	Amount required to be set-off for the financial year, if any (in Rs)
		NIL	
	Total		

6. Average net profit/ (loss) of the company as per section 135(5): Nil

7. (a) Two percent of average net profit/ (loss) of the company as per section 135(5): NIL

PIOMBINO STEEL LIMITED
JSW Centre, Bandra Kurla Complex, Bandra (East), Mumbai 400 051
Ph No: +91 22 4286 1000. Fax: +91 22 4286 3000
CIN: U27320MH2018PLC374653

(b) Surplus arising out of the CSR projects or programmes or activities of the previous financial years. **NIL**

(c) Amount required to be set off for the financial year, if any. **NIL**

(d) Total CSR obligation for the financial year (7a+7b-7c). **Nil**

8. (a) CSR amount spent or unspent for the financial year:

Total Amount Spent for the Financial Year. (in Rs.)	Amount Unspent (in Rs.)				
	Total Amount transferred to Unspent CSR Account as per section 135(6).		Amount transferred to any fund specified under Schedule VII as per second proviso to section 135(5).		
	Amount.	Date of transfer.	Name of the Fund	Amount.	Date of transfer.
N.A.					

(b) Details of CSR amount spent against ongoing projects for the financial year:

(1)	(2)	(3)	(4)	(5)		(6)	(7)	(8)	(9)	(10)	(11)	
Sl. No.	Name of the Project.	Item from the list of activities in Schedule VII to the Act.	Local area (Yes/ No).	Location of the project.		Project duration.	Amount allocated for the project (in Rs.).	Amount spent in the current financial Year (in Rs.).	Amount transferred to Unspent CSR Account for the project as per Section 135(6) (in Rs.).	Mode of Implementation - Direct (Yes /No).	Mode of Implementation - Through Implementing Agency	
				State.	District.						Name	CSR Registration number.
NIL												

(c) Details of CSR amount spent against other than ongoing projects for the financial year:

(1)	(2)	(3)	(4)	(5)		(6)	(7)	(8)	
Sl. No.	Name of the Project	Item from the list of activities in schedule VII to the Act.	Local area (Yes/ No).	Location of the project.		Amount spent for the project (in Rs.).	Mode of implementation - Direct (Yes/No).	Mode of implementation - Through implementing agency.	
				State.	District.			Name.	CSR registration number.
NIL									
	Total								

(d) Amount spent in Administrative Overheads: **NIL**

(e) Amount spent on Impact Assessment, if applicable: **NIL**

(f) Total amount spent for the Financial Year (8b+8c+8d+8e): **NIL**

(g) Excess amount for set off, if any: **NIL**

Sl. No.	Particular	Amount (in Rs.)
(i)	Two percent of average net profit of the company as per section 135(5)	
(ii)	Total amount spent for the Financial Year	
(iii)	Excess amount spent for the financial year [(ii)-(i)]	
(iv)	Surplus arising out of the CSR projects or programmes or activities of the previous financial years, if any	
(v)	Amount available for set off in succeeding financial years [(iii)-(iv)]	

9. (a) Details of Unspent CSR amount for the preceding three financial years:

Sl. No.	Preceding Financial Year.	Amount transferred to Unspent CSR Account under section 135 (6) (in Rs.)	Amount spent in the reporting Financial Year (in Rs.).	Amount transferred to any fund specified under Schedule VII as per section 135(6), if any.			Amount remaining to be spent in succeeding financial years. (in Rs.)
				Name of the Fund	Amount (in Rs).	Date of transfer.	
NIL							
	Total						

(b) Details of CSR amount spent in the financial year for ongoing projects of the preceding financial year(s):

(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)
Sl. No.	Project ID.	Name of the Project.	Financial Year in which the project was commenced.	Project duration.	Total amount allocated for the project (in Rs.).	Amount spent on the project in the reporting Financial Year (in Rs).	Cumulative amount spent at the end of reporting Financial Year. (in Rs.)	Status of the project - Completed /Ongoing.
NIL								
	Total							

10. In case of creation or acquisition of capital asset, furnish the details relating to the asset so created or acquired through CSR spent in the financial year: **NA (asset-wise details).**

(a) Date of creation or acquisition of the capital asset(s).

(b) Amount of CSR spent for creation or acquisition of capital asset.

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(c) Details of the entity or public authority or beneficiary under whose name such capital asset is registered, their address etc.

(d) Provide details of the capital asset(s) created or acquired (including complete address and location of the capital asset).

11.Specify the reason(s), if the company has failed to spend two per cent of the average net profit as per section 135(5).: **NA**

For and on behalf of the
Board of Directors of Piombino Steel Limited

Sd/-	**Sd/-**
Anil Kumar Singh	**Dr. Rakhi Jain**
Director	**(Chairman CSR Committee)**

Shah Gupta & Co.
Chartered Accountants

38, Bombay Mutual Building,
2nd Floor, Dr. D N Road, Fort,
Mumbai – 400 001

Tel: +91(22) 4085 1000
Fax: +91(22) 4085 1015
Email contact@shahgupta.com
Web: www.shahgupta.com

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INDEPENDENT AUDITORS' REPORT

To the Members of Piombino Steel Limited

Report on the Audit of the Standalone financial statements

Opinion

We have audited the accompanying standalone financial statements of **Piombino Steel Limited** ("the Company"), which comprise the balance sheet as at March 31, 2022, and the statement of Profit and Loss (including other comprehensive income), statement of changes in equity and statement of cash flows for the year then ended, and notes to the standalone financial statements, including a summary of significant accounting policies and other explanatory information (hereinafter referred to as "the standalone financial statements").

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone financial statements give the information required by the Companies Act, 2013 ("the Act") in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2022, its profit, total comprehensive income, changes in equity and its cash flows for the year ended on that date.

Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under sub-section (10) of Section 143 of the Act. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Standalone financial statements section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the standalone financial statements under the provisions of the Act and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the standalone financial statements.

Information Other than the Standalone financial statements and Auditor's Report Thereon

The Company's Board of Directors is responsible for the other information. The other information comprises the information included in the Annual Report, but does not include the standalone financial statements and our auditor's report thereon. The Annual Report is expected to be made available to us after the date of this auditor's report.

Our opinion on the standalone financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the standalone financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the standalone financial statements or our knowledge obtained during the course of our audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

SHAH GUPTA & CO. MUMBAI FRN: 109574W CHARTERED ACCOUNTANTS

Responsibilities of the Management for the Standalone financial statements

The Company's Board of Directors is responsible for the matters stated in sub-section (5) of Section 134 of the Act with respect to the preparation of these Standalone financial statements that give a true and fair view of the financial position, financial performance including other comprehensive income, cash flows and changes in equity of the Company in accordance with the accounting principles generally accepted in India, including the accounting Standards specified under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the standalone financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the standalone financial statements, the management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

Those Board of Directors are also responsible for overseeing the Company's financial reporting process.

Auditor's Responsibilities for the Audit of the Standalone financial statements

Our objectives are to obtain reasonable assurance about whether the standalone financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these standalone financial statements.

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the standalone financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under clause (i) of sub-section (3) of Section 143 of the Act, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls with reference to standalone financial statements in place and the operating effectiveness of such controls.

- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.

- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the standalone financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.

SHAH GUPTA & CO. MUMBAI FRN: 109574W CHARTERED ACCOUNTANTS

- Evaluate the overall presentation, structure and content of the standalone financial statements, including the disclosures, and whether the standalone financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

Other Matters

The Regional Director, Western Region vide his order dated May 06, 2022 has approved the Scheme of Amalgamation of West Waves Maritime and Allied Services Private Limited ("WWMASPL") with the Company and their respective Shareholders under section 233 of the Companies Act, 2013 with effect from December 01, 2021. As described in note 30 of the standalone financial statements, effect of the merger of West Waves Maritime and Allied Services Private Limited ("WWMASPL") with the Company has been accounted retrospectively for all periods presented (i.e. with effect from December 01, 2021) being a common control transaction. Accordingly, financial figures of previous year are strictly not comparable.

Our opinion is not modified in respect of this matter.

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2020 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of Section 143 of the Act, we give in the "Annexure A" a statement on the matters specified in paragraphs 3 and 4 of the Order.

2. As required by sub-section (3) of Section 143 of the Act, we report that:

   a. We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.

   b. In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.

   c. The Balance Sheet, the Statement of Profit and Loss including Other Comprehensive Income, the Statement of Changes in Equity and the Statement of Cash Flow dealt with by this Report are in agreement with the books of account.

   d. In our opinion, the aforesaid standalone financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Companies (Indian Accounting Standards) Rules, 2015, as amended.

   e. On the basis of the written representations received from the directors as on March 31, 2022 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2022 from being appointed as a director in terms of sub-section (2) of Section 164 of the Act.

   f. With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, with reference to these standalone financial statements refer to our separate Report in "Annexure B". Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Company's internal financial controls over financial reporting;

   g. With respect to the other matters to be included in the Auditor's Report in accordance with the requirements of sub-section (16) of Section 197 of the Act, as amended:

SHAH GUPTA & CO. MUMBAI FRN : 109574W CHARTERED ACCOUNTANTS

The Company has not paid / not provided for managerial remuneration in the books of accounts. Accordingly, provisions of Section 197 of the Act is not applicable to the Company.

h. With respect to the other matters to be included in the Auditor's Report in accordance with Rule (11) of the Companies (Audit and Auditors) Rules, 2015, in our opinion and to the best of our information and according to the explanations given to us:

i. The Company does not have any pending litigations which would impact its financial position in the standalone financial statements;

ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses; and

iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

iv. (a) The Management has represented that, to the best of its knowledge and belief, no funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other persons or entities, including foreign entity ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall,

- directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company ("Ultimate Beneficiaries") or
- provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries.

(b) The Management has represented that, to the best of its knowledge and belief, no funds (which are either material either individually or in aggregate) have been received by the Company from any person or entity, including foreign entity ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Company shall,

- directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever ("Ultimate Beneficiaries") by or on behalf of the Funding Parties or
- provide any guarantee, security or the like from or on behalf of the Ultimate Beneficiaries.

(c) Based on the audit procedures that have been considered reasonable and appropriate on the circumstances, nothing has come to our notice that has caused us to believe that the representation under sub-cluse (i) and (ii) of Rule 11(e), as provided under (a) and (b) above, contain any material misstatement.

v. The Company has not declared and paid dividend during the year.

For **SHAH GUPTA & CO.,**
Chartered Accountants
Firm Registration No.: 109574W

SHAH GUPTA & CO. MUMBAI FRN : 109574W CHARTERED ACCOUNTANTS

Parth P Patel
Partner
M. No.172670
UDIN: 22172670AKZURK3490
Place: Mumbai
Date: May 24, 2022

ANNEXURE A TO THE INDEPENDENT AUDITORS' REPORT

(Referred to in paragraph 1 under 'Report on Other Legal and Regulatory Requirements' section of our report to the Members of Piombino Steel Limited of even date)

(i) (a) (A) The Company does not have property, plant and equipment's and accordingly, reporting under paragraph 3 (i) (a) (A) of the Order is not applicable.

(B) According to the information and explanations given to us and the records of the Company examined by us, the Company does not have any Intangible assets and accordingly, reporting under paragraph 3 (i) (a) (B) of the Order is not applicable.

(b) The Company does not have property, plant and equipment's and accordingly, reporting under paragraph 3 (i) (b) of the Order is not applicable to the Company.

(c) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company does not hold any immovable property during the year. Accordingly, reporting under paragraph 3 (i) (c) of the Order is not applicable to the Company.

(d) The Company has not revalued its Property, Plant and Equipment (including Right of Use assets) or intangible assets during the year.

(e) Based on the information and explanations furnished to us, no proceedings have been initiated during the year or are pending against the Company for holding benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and Rules made thereunder.

(ii) (a) The Company does not have inventories and accordingly, reporting under paragraph 3 (ii) (a) of the Order is not applicable to the Company.

(b) During the year, the Company has not been sanctioned working capital limits in excess of Rs. 5 crores, in aggregate from banks and financial institutions and accordingly, the question of our commenting on whether the quarterly returns or statements are in agreement with the unaudited books of account of the Company does not arise.

(iii) (a) The Company has made investment in one company, not granted secured/ unsecured loans/advances in nature of loans, or stood guarantee, or provided security to companies, firms, Limited Liability Partnerships, other parties.

(b) TheIn respect of the aforesaid investment made, in our opinion, *prima facie*, is not prejudicial to the Company's interest.

(c) The Company has not given loans/advances in nature of loan. Accordingly, reporting under paragraph 3 (iii) (c) of the Order is not applicable to the Company.

(d) The Company has not given loans/advances in nature of loan. Accordingly, reporting under paragraph 3 (iii) (d) of the Order is not applicable to the Company.

(e) The Company has not given loans/advances in nature of loan. Accordingly, reporting under paragraph 3 (iii) (e) of the Order is not applicable to the Company.

(f) There were no loans/advances in nature of loans which were granted during the year to promoters/related parties.

(iv) In our opinion and according to the information and explanations given to us, the Company has not granted any loans, or provided guarantees under section 185 of the Act. The Company has complied with the provisions of Sections 186 of the Act in respect of the investments made.

(v) According to the information and explanations given to us, the Company has not accepted any deposits or amounts which are deemed to be deposits from the public within the meaning of Section 73 to Section 76 of the Act and the Rules framed there under to the extent notified.

(vi) The Central Government has not prescribed the maintenance of cost records under sub section (1) of section 148 of the Act for any of the products by the Company. Accordingly, reporting under paragraph 3(vi) of the Order is not applicable to the Company.

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(vii) (a) According to the information and explanations given to us, and the records of the company examined by us, the Company is generally regular in depositing with the appropriate authorities undisputed statutory dues including provident fund, employees' state insurance, income tax, service tax, goods and service tax, cess and other material statutory dues applicable to it. According to the information and explanations given to us, there are no undisputed amounts payable in respect of income tax, service tax, goods and service tax, cess and other material statutory dues which were outstanding, at the year end, for a year of more than six months from the date they became payable.

(b) According to the information and explanations given to us, there are no dues of sales tax, wealth tax, service tax, goods and service tax, income tax, duty of excise, duty of excise, value added tax, and cess which have not been deposited on account of any dispute.

(viii) According to the information and explanations given to us and the records of the Company examined by us, there is no income surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961, that has not been recorded in the books of account.

(ix) (a) According to the records of the Company examined by us and the information and explanations given to us, the Company has not defaulted in repayment of loans or other borrowings or in the payment of interest to any lender.

(b) According to the information and explanations given to us and on the basis of our audit procedures, we report that the Company has not been declared Wilful Defaulter by any bank or financial institution or government or any government authority.

(c) In our opinion and according to the information and explanations given to us, the money raised by way of the term loans in the previous year have been applied by the Company during the year for the purpose for which it was raised.

(d) According to the information and explanations given to us, and the procedures performed by us, and on an overall examination of the Standalone financial statements of the Company, the Company has not obtained any short-term loans during the year. Accordingly, reporting under paragraph 3 (ix) (d) is not applicable to the Company.

(e) According to the information and explanations given to us and on an overall examination of the Financial Statements of the Company, we report that the Company has not taken any funds from any entity or person on account of or to meet the obligations of its subsidiaries, associates or joint ventures.

(f) According to the information and explanations given to us and procedures performed by us, we report that the Company has not raised loans during the year on the pledge of securities held in its subsidiaries, joint ventures or associate companies.

(x) (a) The Company has not raised any money by way of initial public offer or further public offer (including debt instruments) during the year. Accordingly, the reporting under clause 3 (x) (a) of the Order is not applicable to the Company.

(b) According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year. Accordingly, reporting under paragraph 3 (x) (b) of the Order is not applicable to the Company.

(xi) (a) During the course of our examination of the books and records of the Company, carried out in accordance with the generally accepted auditing practices in India, and according to the information and explanations given to us, we have neither come across any instance of material fraud by the Company or on the Company, noticed or reported during the year, nor have we been informed of any such case by the Management.

(b) During the course of our examination of the books and records of the Company, carried out in accordance with the generally accepted auditing practices in India, and according to the information and explanations given to us, a report under sub-clause (12) of Section 143 of the Act, in Form

SHAH GUPTA & CO. MUMBAI FRN : 109574W CHARTERED ACCOUNTANTS

ADT-4, was not required to be filed. Accordingly, reporting under clause 3 (xi) (b) of the Order is not applicable to the Company.

(c) During the course of our examination of the books and records of the Company carried out in accordance with the generally accepted auditing practices in India, and according to the information and explanations given to us, and as represented to us by the management, no whistle-blower complaints have been received during the year by the Company. Accordingly, reporting under clause 3(xi)(c) of the Order is not applicable to the Company.

(xii) As the Company is not a Nidhi Company and the Nidhi Rules, 2014 are not applicable to it, the reporting under clause 3(xii) of the Order is not applicable to the Company.

(xiii) According to the information and explanations given by the management and audit procedures performed by us, transactions with the related parties are in compliance with section 177 and 188 of the Act where applicable and the details have been disclosed in the notes to the financial statements, as required by the applicable accounting standards.

(xiv) (a) The internal audit of the Company is covered under the group internal audit pursuant to which an internal audit is carried out every year. In our opinion, the Company's internal audit system is commensurate with the size and nature of its business.

(b) The reports of the Internal Auditor for the year under audit have been considered by us.

(xv) According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not entered into any non-cash transactions with Directors or persons connected with him. Accordingly, reporting under paragraph 3 (xv) of the Order is not applicable to the Company.

(xvi) (a) The Company is not required to be registered under Section 45-IA of the Reserve Bank of India Act, 1934. Accordingly, the reporting under clause 3 (xvi) (a) of the Order is not applicable to the Company.

(b) The Company has not conducted non-banking financial / housing finance activities during the year. Accordingly, the reporting under clause 3 (xvi) (b) of the Order is not applicable to the Company.

(c) The Company is not a Core Investment Company (CIC) as defined in the regulations made by the Reserve Bank of India. Accordingly, reporting under clause 3 (xvi) (c) of the Order is not applicable to the Company.

(d) We have been informed by the management that as per the definition of Group under Core Investment Companies (Reserve Bank) Directions 2016, there is one Core Investment Company (CIC) which is registered and three CICs which are not required to be registered with the Reserve Bank of India, forming part of the promoter group.

(xvii) The Company has not incurred any cash losses in the financial year but has cash loss amounting to Rs.5,06,68,728 in the immediately preceding financial year.

xviii) There has been no resignation of the statutory auditors during the year and accordingly, reporting under clause (xviii) is not applicable to the Company.

(xix) According to the information and explanations given to us and on the basis of the financial ratios (Also refer Notes to the Standalone financial statements), ageing and expected dates of realization of financial assets and payment of financial liabilities, other information accompanying the Standalone financial statements, our knowledge of the Board of Directors and management plans and based on our examination of the evidence supporting the assumptions, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit report that Company is not capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a year of one year from the balance sheet date. We, however, state that this is not an assurance as to the future viability of the Company. We further state that our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a year of one year from the balance sheet date will get discharged by the Company as and when they fall due.

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(xx) (a) There are no unspent amounts towards Corporate Social Responsibility (CSR) on other than ongoing projects requiring a transfer to a Fund specified in Schedule VII to the Companies Act in compliance with second proviso to sub-section (5) of Section 135 of the said Act. Accordingly, reporting under clause 3(xx)(a) of Order is not applicable for the year.

(b) There are no unspent amounts towards Corporate Social Responsibility (CSR) on ongoing projects requiring a transfer to a Fund specified in Schedule VII to the Companies Act in compliance with second proviso to sub-section (6) of Section 135 of the said Act. Accordingly, reporting under clause 3(xx)(b) of Order is not applicable for the year.

(xxi) The reporting under clause 3(xxi) of the Order is not applicable in respect of audit of Standalone financial statements. Accordingly, no comment in respect of the said clause has been included in this report.

For **SHAH GUPTA & CO.,**
Chartered Accountants
Firm Registration No.: 109574W

SHAH GUPTA & CO. MUMBAI FRN : 109574W CHARTERED ACCOUNTANTS

Parth P Patel
Partner
M. No.172670
UDIN: 22172670AKZURK3490
Place: Mumbai
Date: May 24, 2022

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ANNEXURE B TO THE INDEPENDENT AUDITORS' REPORT

Report on the internal financial controls with reference to the aforesaid standalone financial statements under Clause (i) of sub-section (3) of Section 143 of the Act

We have audited the internal financial controls over financial reporting of **Piombino Steel Limited** (hereinafter referred to as "the Company") as of March 31, 2022 in conjunction with our audit of the standalone financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

The Company's management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") issued by the Institute of Chartered Accountants of India. These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Act.

Auditor's Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting with reference to these standalone financial statements of the Company based on our audit. We conducted our audit in accordance with the Guidance Note issued by the Institute of Chartered Accountants of India and the Standards on Auditing prescribed under sub-section (10) of Section 143 of the Act, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting with reference to these standalone financial statements was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting with reference to these standalone financial statements and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting with reference to these standalone financial statements, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the standalone financial statements, whether due to fraud or error.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the internal financial controls system over financial reporting with reference to these standalone financial statements.

Meaning of Internal Financial Controls Over Financial Reporting with reference to these standalone financial statements

A Company's internal financial control over financial reporting with reference to these standalone financial statements is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of standalone financial statements for external purposes in accordance with generally accepted accounting principles. A Company's internal financial control over financial reporting with reference to these standalone financial statements includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and

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dispositions of the assets of the Company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of the standalone financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the Company are being made only in accordance with authorisations of management and directors of the Company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the Company's assets that could have a material effect on the standalone financial statements.

Inherent Limitations of Internal Financial Controls Over Financial Reporting with reference to these standalone financial statements

Because of the inherent limitations of internal financial controls over financial reporting with reference to these standalone financial statements, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting with reference to these standalone financial statements to future year are subject to the risk that the internal financial control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

Opinion

In our opinion, to the best of our information and according to the explanations given to us, the Company has, in all material respects, an adequate internal financial controls with reference to these standalone financial statements and such internal financial controls were operating effectively as at March 31, 2022, based on the internal financial controls with reference to these standalone financial statements criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

For **SHAH GUPTA & CO.,**
Chartered Accountants
Firm Registration No,: 109574W

SHAH GUPTA & CO. MUMBAI FRN : 109574W CHARTERED ACCOUNTANTS

Parth P Patel
Partner
M. No.172670
UDIN: 22172670AKZURK3490
Place: Mumbai
Date: May 24, 2022

PIOMBINO STEEL LIMITED

Standalone Balance Sheet as at March 31, 2022

CIN No. - U27320MH2018PLC374653

Amount in Rs. Crore

Particulars	Note No.	As at March 31, 2022	As at March 31, 2021
I ASSETS			
(1) Non-current assets			
(a) Investment in subsidiaries	2	100.00	100.00
(b) Financial assets			
(i) Investment	3	8,450.00	8,450.00
(ii) Other financial assets	4	0.27	0.27
(c) Current tax assets (net)	5	26.83	0.08
Total non-current assets		**8,577.10**	**8,550.34**
(2) Current assets			
(a) Financial assets			
(i) Trade receivables	6	445.36	10.17
(ii) Cash and cash equivalents	7	4.23	59.66
(iii) Other financial assets	8	464.13	8.30
(b) Other current assets	9	15.02	0.49
Total current assets		**928.74**	**78.62**
Total Assets		**9,505.84**	**8,628.96**
II EQUITY AND LIABILITIES			
Equity			
(a) Equity share capital	10	6,092.92	1,667.29
(b) Other equity	11	93.00	1,330.07
Total Equity		**6,185.92**	**2,997.36**
Liabilities			
(1) Non-current liabilities			
(a) Financial liabilities			
(i) Borrowings	12	2,525.22	5,231.18
(ii) Other financial liabilities	13	230.63	4.01
(b) Deferred tax liabilities		-	346.07
Total non-current liabilities		**2,755.85**	**5,581.26**
(2) Current liabilities			
(a) Financial liabilities			
(i) Trade payables			
(a) Total outstanding due of micro and small enterprises	14	-	-
(b) Total outstanding due of creditors other than micro and small enterprises		447.17	10.69
(ii) Other financial liabilities	15	116.46	38.80
(b) Other current liabilities	16	0.44	0.84
Total current liabilities		**564.07**	**50.34**
Total Liabilities		**3,319.92**	**5,631.61**
Total Equity and Liabilities		**9,505.84**	**8,628.96**

See accompanying notes to the standalone financial statements

As per our attached report of even date
For Shah Gupta & Co.
Chartered Accountants
Firm Registration No.: 109574W

SHAH GUPTA & CO. MUMBAI FRN : 109574W CHARTERED ACCOUNTANTS

Parth P Patel
Partner
Membership No.: 172670
UDIN:
Place: Mumbai
Date: May 24, 2022

For and on behalf of the Board of Directors

Kaustubh Kulkarni
Chief Executive Officer

Divyakumar Bhair
Director
DIN: 08568679

Anil Kumar Singh
Director
DIN: 02059903

Alokmisra

Alok Kumar Mishra
Company Secretary
M. No. A15967

Mohit

Mohit Goyal
Chief Financial Officer

Piombino Steel Limited

PIOMBINO STEEL LIMITED
Standalone Statement of Profit and Loss for the year ended March 31, 2022
CIN No. - U27320MH2018PLC374653

Amount in Rs. Crore, except per share data and as stated otherwise

Particulars		Note No.	For the year ended March 31, 2022	For the year ended March 31, 2021
I.	Revenue from operations	17	560.36	8.30
II.	Other income	18	507.00	8.30
III.	Total income (I+II)		1,067.36	16.60
IV.	Expenses			
	Purchase of stock-in-trade	19	559.55	8.27
	Finance costs	20	434.98	13.20
	Other expenses	21	1.97	0.20
	Total expenses		996.50	21.67
V.	Profit/(loss) before tax (III-IV)		70.86	(5.07)
VI.	Tax expense/(credit)	23		
	Current tax		26.39	-
	Deferred tax		(40.90)	(1.79)
			(14.52)	(1.79)
VII.	Profit/(loss) for the year (V-VI)		85.38	(3.28)
VIII.	Other comprehensive income/ (loss)		-	-
IX.	Total comprehensive income/(loss) for the year (VII+VIII)		85.38	(3.28)
X.	Earnings per equity share of Rs. 10 each			
	Basic	22	0.21	(1.01)
	Diluted		0.08	(1.01)

See accompanying notes to the standalone financial statements

As per our attached report of even date
For Shah Gupta & Co.
Chartered Accountants
Firm Registration No.: 109574W

SHAH GUPTA & CO. MUMBAI FRN : 109574W CHARTERED ACCOUNTANTS

Parth P Patel
Partner
Membership No.: 172670
UDIN:
Place: Mumbai
Date: May 24, 2022

For and on behalf of the Board of Directors

Kaustubh Kulkarni
Chief Executive Officer

Divyakumar Bhair
Director
DIN: 08568679

Anil Kumar Singh
Director
DIN: 02059903

Alok Kumar Mishra
Company Secretary
M. No. A15967

Mohit
Mohit Goyal
Chief Financial Officer

Piombino Steel Limited

PIOMBINO STEEL LIMITED
Standalone Statement of Cash Flows for the year ended March 31, 2022
CIN No. - U27320MH2018PLC374653

Amount in Rs. Crore

Particulars	For the year ended March 31, 2022	For the year ended March 31, 2021
A. Cash flow from operating activities		
Profit/(Loss) before tax	70.86	(5.07)
Adjustments for :		
Finance costs	434.98	13.20
Interest income	(507.00)	(8.30)
Loss from operating activities	(1.16)	(0.16)
Changes in working capital		
Adjustments for:		
(Increase) in trade receivables	(435.18)	(10.17)
Decrease/(Increase) in other assets	13.80	(0.64)
Increase in trade payables and other liabilities	393.90	10.08
Cash used in operations	(28.64)	(0.89)
Direct taxes paid	(1.25)	(0.08)
Net cash used in operating activities (A)	(29.90)	(0.97)
B. Cash flow from investing activities		
Investment in equity shares	(0.31)	(95.85)
Investment in Compulsory Convertible Debentures (CCDs)	-	(8,450.00)
Net cash used in investing activities (B)	(0.31)	(8,545.85)
C. Cash flow from financing activities		
Money received against share warrants	-	14.00
Proceeds from issuance of Optionally Fully Convertible Debentures (OFCDs)	-	5,120.00
Proceeds from non-current borrowings	56.00	2,500.00
Proceeds from issuance of equity shares including pending allotment	-	972.20
Finance costs paid	(37.50)	(0.38)
Annual Fees paid	(43.75)	
Annual Fees recovered from Piombino	-	-
Share issue expenses paid	-	(0.05)
Net cash (used)/generated in financing activity (C)	(25.25)	8,605.78
Net (decrease)/increase in cash and cash equivalents (A+B+C)	(55.45)	58.95
Cash and cash equivalents - opening balances	59.66	0.70
Cash and cash equivalents received on acquisition (refer note 30)	0.03	-
Cash and cash equivalents - closing balances	4.23	59.66

Note:

I. The statement of cash flows is prepared using the "indirect method" set out in Ind AS 7 "Statement of Cash Flows".

II. Non-cash investing transactions

During the previous year ended March 31, 2021, the Company has received 100,000,000 equity shares (Rs. 10 each) and 8,450,000,000 Compulsorily Convertible Debentures (Rs. 10 each) of Bhushan Power & Steel Limited (BPSL), against Company's equity and compulsorily convertible debentures holding in Makler Private Limited (MPL), pursuant to merger of MPL the then subsidiary of the Company with BPSL.

III. Reconciliations part of cash flows

Particulars	Borrowings	Equity	Total
Balance as on March 31, 2021	5,231.18	1,667.29	6,898.47
Unwinding of interest on financial liabilities carried at amortised cost	(2,768.55)	-	(2,768.55)
Unamortised upfront fees	6.59	-	6.59
Loan from parent	56.00	-	56.00
Shares issued pursuant to conversion of OFCDs	-	2,797.55	2,797.55
Reclassification of equity component within equity	-	1,628.08	1,628.08
Balance as on March 31, 2022	2,525.22	6,092.92	8,618.13

See accompanying notes to the standalone financial statements

As per our attached report of even date
For Shah Gupta & Co.
Chartered Accountants
Firm Registration No.: 109574W

SHAH GUPTA & CO. MUMBAI FRN : 109574W CHARTERED ACCOUNTANTS

Parth P Patel
Partner
Membership No.: 172670
UDIN:
Place: Mumbai
Date: May 24, 2022

For and on behalf of the Board of Directors

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DIN: 02059903

Alok Kumar Mishra
Company Secretary
M. No. A15967

Mohit Goyal
Chief Financial Officer

Piombino Steel Limited

PIOMBINO STEEL LIMITED
Standalone Statement of changes in equity for the year ended March 31, 2022
CIN No. - U27320MH2018PLC374653

Amount in Rs. Crore

(a) Equity share capital

Particulars	
As at April 1, 2020	7.80
Shares issued during the year	1,659.49
As at March 31, 2021	**1,667.29**
Shares issued during the year	2,797.55
Reclassification of equity component within equity	1,628.08
As at March 31, 2022	**6,092.92**

Amount in Rs. Crore

(b) Other equity

Particulars	Equity component of financial instruments	Reserves & Surplus		Money received against share warrants	Total
		Retained earnings	Capital Reserve on account of business combination		
Nature					
Opening balance as at April 1, 2020	-	(3.51)	-	-	(3.51)
Loss for the year	-	(3.28)	-	-	(3.28)
Equity component of OFCDs	1,322.91	-	-	-	1,322.91
Expenses incurred on issue of equity shares and share warrants	-	(0.05)	-	-	(0.05)
Money received against share warrants	-	-	-	14.00	14.00
Closing balance as at March 31, 2021	**1,322.91**	**(6.84)**	-	**14.00**	**1,330.07**
Profit for the year	-	85.38	-	-	85.38
Arising on account for business combination (refer note 30)	-	-	0.47	-	0.47
Reversal of deferred tax liability on conversion of OFCDs	305.17	-	-	-	305.17
Reclassification of equity component within equity	(1,628.08)	-	-	-	(1,628.08)
Closing balance as at March 31, 2022	-	**78.54**	**0.47**	**14.00**	**93.00**

See accompanying notes to the standalone financial statements

As per our attached report of even date
For Shah Gupta & Co.
Chartered Accountants
Firm Registration No.: 109574W

Parth P Patel
Partner
Membership No.: 172670
UDIN:
Place: Mumbai
Date: May 24, 2022

SHAH GUPTA & CO. MUMBAI FRN : 109574W CHARTERED ACCOUNTANTS

For and on behalf of the Board of Directors

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M. No. A15967

Mohit Goyal
Chief Financial Officer

Piombino Steel Limited

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PIOMBINO STEEL LIMITED
Notes to the Standalone Financial Statements for the year ended March 31, 2022

General Information

Piombino Steel Limited ("the Company") is incorporated in India on September 21, 2018 under the Companies Act, 2013 with its registered office located at 6th Floor, JSW Centre, Bandra Kurla Complex, Bandra (East), Mumbai 400051.

The Company is engaged in the business of buying, selling and otherwise trading or dealing in steel and its allied products, iron ore, coal, coke, brick-earth, ores, minerals and mineral substance, alloys and metal scrap of all kinds.

1. **Recent accounting pronouncements**: The Ministry of Corporate Affairs ("MCA") notifies new standards / amendments under Companies (Indian Accounting Standards) Rules as issued from time to time. On 23rd March, 2022, MCA amended the Companies (Indian Accounting Standards) Amendment Rules, 2022, as below:

   (a) Ind AS 16 | Property, plant and equipment – The amendment clarifies that excess of net sale proceeds of items produced over the cost of testing, if any, shall not be recognised in the profit or loss but deducted from directly attributable costs considered as part of cost of an item of property, plant and equipment. The effective date for adoption of this amendment is annual periods beginning on or after 1st April, 2022.

   (b) Ind AS 37 | Provisions, contingent liabilities and contingent assets – The amendment specifies that the 'cost of fulfilling' a contract comprises the 'costs that relate directly to the contract'. Costs that relate directly to a contract can either be incremental costs of fulfilling that contract (examples would be direct labour, materials) or an allocation of other costs that relate directly to fulfilling contracts (an example would be the allocation of the depreciation charge for an item of property, plant and equipment used in fulfilling the contract). The effective date for adoption of this amendment is annual periods beginning on or after 1st April, 2022, although early adoption is permitted.

   (c) Ind AS 103 | Business combinations – The amendment adds a new exception in Ind AS 103 for liabilities and contingent liabilities.

   (d) Ind AS 109 | Financial instruments – The amendment clarifies which fees an entity includes when it applies the '10%' test in assessing whether to derecognise a financial liability. An entity includes only fees paid or received between the entity (the borrower) and the lender, including fees paid or received by either the entity or the lender on the other's behalf.

   There are no impact of these amendments on the Company.

2. **Significant accounting policies**

   I. **Statement of compliance:**

   The Standalone Financial Statements of the Company which comprise the Balance Sheet as at 31st March, 2022, the Statement of Profit and Loss, the Statement of Cash Flows and the Statement of Changes in Equity for the year ended 31st March, 2022, and a summary of the significant accounting policies and other explanatory information (together hereinafter referred to as "Standalone Financial Statements") have been prepared in accordance with Indian Accounting Standards notified under Section 133 of the Companies Act, 2013 read with Rule 3 of the Companies (Indian Accounting Standards) Rules, 2015, as amended from time to time, the provisions of the Companies Act, 2013 ("the Act") to the extent notified, guidelines issued by the Securities and Exchange Board of India (SEBI) and other accounting principles generally accepted in India.

   The Standalone Financial Statements have been approved by the Board of Directors in its meeting held on May 24, 2022.

   II. **Basis of preparation and presentation:**

   The Standalone Financial Statements have been prepared on the historical cost basis except for certain financial instruments measured at fair values at the end of each reporting period as explained in the accounting policies below, which are consistently followed except where a new accounting standard or amendment to the existing

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Piombino Steel Limited

accounting standards requires a change in the policy hitherto applied. Presentation requirements of Division II of Schedule III to the Companies Act, 2013, "as amended", as applicable to the Standalone Financial Statements have been followed. The Standalone Financial Statements are presented in Indian Rupees ('INR') in crore rounded off to two decimal places as permitted by Schedule III to the Companies Act, 2013.

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date, regardless of whether that price is directly observable or estimated using another valuation technique. In estimating the fair value of an asset or a liability, the Company takes in account the characteristics of the asset or liability if market participants would take those characteristics into account when pricing the asset or liability at the measurement date.

In addition, for financial reporting purposes, fair value measurements are categorized into Level 1,2, or 3 based on the degree to which the inputs to the fair value measurements are observable and the significance of the inputs to the fair value measurements in its entirety, which are described as follows:

- Level 1 inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities that the entity can access at the measurement date;
- Level 2 inputs are inputs, other than quoted prices included within level 1, that are observable for the asset or liability, either directly or indirectly; and
- Level 3 inputs are unobservable inputs for the asset or liability.

The Financial Statement is presented in INR except when otherwise stated.

Current and non-current classification

The Company presents assets and liabilities in the balance sheet based on current / non-current classification.

An asset is classified as current when it satisfies any of the following criteria:

- it is expected to be realized in, or is intended for sale or consumption in, the Company's normal operating cycle. it is held primarily for the purpose of being traded;
- it is expected to be realized within 12 months after the reporting date; or
- it is cash or cash equivalent unless it is restricted from being exchanged or used to settle a liability for at least 12 months after the reporting date.

All other assets are classified as non-current.

A liability is classified as current when it satisfies any of the following criteria:

- it is expected to be settled in the Company's normal operating cycle;
- it is held primarily for the purpose of being traded;
- it is due to be settled within 12 months after the reporting date; or the Company does not have an unconditional right to defer settlement of the liability for at least 12 months after the reporting date. Terms of a liability that could, at the option of the counterparty, result in its settlement by the issue of equity instruments do not affect its classification.

All other liabilities are classified as non-current.

The operating cycle is the time between the acquisition of assets for processing and their realisation in cash and cash equivalents

Deferred tax assets and liabilities are classified as non-current only.

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Piombino Steel Limited

III. Revenue recognition

Sale of Goods

The Company recognizes revenue when control over the promised goods or services is transferred to the customer at an amount that reflects the consideration to which the Company expects to be entitled in exchange for those goods or services.

Revenue is adjusted for variable consideration such as discounts, rebates, refunds, credits, price concessions, incentives, or other similar items in a contract when they are highly probable to be provided. The amount of revenue excludes any amount collected on behalf of third parties.

The Company recognises revenue generally at the point in time when the products are delivered to customer or when it is delivered to a carrier for export sale, which is when the control over product is transferred to the customer. In contracts where freight is arranged by the Company and recovered from the customers, the same is treated as a separate performance obligation and revenue is recognized when such freight services are rendered.

Interest income

Interest income from a financial asset is recognised when it is probable that the economic benefits will flow to the Company and the amount of income can be measured reliably. Interest income is accrued on a time basis, by reference to the principal outstanding and at the effective interest rate applicable, which is the rate that exactly discounts estimated future cash receipts through the expected life of the financial asset to that asset's net carrying amount on initial recognition.

IV. Borrowing costs

Borrowing costs directly attributable to the acquisition, construction or production of qualifying assets, which are assets that necessarily take a substantial period of time to get ready for their intended use or sale, are added to the cost of those assets, until such time as the assets are substantially ready for their intended use or sale.

All other borrowing costs are recognised in the Statement of Profit and Loss in the year in which they are incurred.

V. Taxes:

Income tax expense represents the sum of the tax currently payable and deferred tax.

Current tax

Current tax is the amount of expected tax payable based on the taxable profit for the year as determined in accordance with the applicable tax rates and the provisions of the Income Tax Act, 1961.

Deferred tax

Deferred tax is recognised on temporary differences between the carrying amounts of assets and liabilities in the Standalone Financial Statements and the corresponding tax bases used in the computation of taxable profit. Deferred tax liabilities are recognised for all taxable temporary differences. Deferred tax assets are recognised for all deductible temporary differences to the extent that it is probable that taxable profits will be available against which those deductible temporary differences can be utilised. Such deferred tax assets and liabilities are not recognised if the temporary difference arises from the initial recognition (other than in a business combination) of assets and liabilities in a transaction that affects neither the taxable profit nor the accounting profit. In addition, deferred tax liabilities are not recognised if the temporary difference arises from the initial recognition of goodwill.

The carrying amount of deferred tax assets is reviewed at the end of each reporting year and reduced to the extent that it is no longer probable that sufficient taxable profits will be available to allow all or part of the asset

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Piombino Steel Limited

to be recovered. Unrecognised deferred tax assets are re-assessed at each reporting date and are recognised to the extent that it has become probable that future taxable profits will allow the deferred tax asset to be recovered.

Deferred tax assets and liabilities are measured at the tax rates that are expected to apply in the year in which the liability is settled or the asset realised, based on tax rates (and tax laws) that have been enacted or substantively enacted by the end of the reporting year.

Deferred tax assets and deferred tax liabilities are offset if a legally enforceable right exists to set off current tax assets against current tax liabilities and the deferred taxes relate to the same taxable entity and the same taxation authority.

Current and deferred tax for the year

Current and deferred tax are recognised in profit or loss, except when they are relating to items that are recognised in other comprehensive income or directly in equity, in which case, the current and deferred tax are also recognized in other comprehensive income or directly in equity respectively. Where current tax or deferred tax arises from the initial accounting for a business combination, the tax effect is included in the accounting for the business combination.

Deferred tax assets and liabilities are offset when they relate to income taxes levied by the same taxation authority and the relevant entity intends to settle its current tax assets and liabilities on a net basis.

VI. Inventories

Inventories are stated at the lower of cost and net realisable value.

Cost of raw materials include cost of purchase and other costs incurred in bringing the inventories to their present location and condition. Cost of finished goods and work in progress include cost of direct materials and labor and a proportion of manufacturing overheads based on the normal operating capacity but excluding borrowing costs. Cost of traded goods include purchase cost and inward freight.

Costs of inventories are determined on weighted average basis. Net realisable value represents the estimated selling price for inventories less all estimated costs of completion and costs necessary to make the sale.

VII. Provisions

Provisions are recognised when the Company has a present obligation (legal or constructive), as a result of past events, and it is probable that an outflow of resources, that can be reliably estimated, will be required to settle such an obligation.

The amount recognised as a provision is the best estimate of the consideration required to settle the present obligation at the balance sheet date, taking into account the risks and uncertainties surrounding the obligation. When a provision is measured using the cash flows estimated to settle the present obligation, its carrying amount is the present value of those cash flows (when the effect of the time value of money is material).

When some or all of the economic benefits required to settle a provision are expected to be recovered from a third party, a receivable is recognized as an asset if it is virtually certain that reimbursement will be received and the amount of the receivable can be measured reliably.

VIII. Investment in subsidiary:

Investment in subsidiary is shown at cost in accordance with option available in Ind AS 27, 'Separate Financial Statements'. Where the carrying amount of an investment in greater than its estimated recoverable amount, it is written down immediately to its recoverable amount and the difference is transferred to the Statement of Profit and Loss. On disposal of investment, the difference between the net disposal proceeds and the carrying amount is charged or credited to the Statement of Profit and Loss.

IX. Financial instruments:

Piombino Steel Limited

Financial assets and financial liabilities are recognised when an entity becomes a party to the contractual provisions of the instrument.

Financial assets and financial liabilities are initially measured at fair value. Transaction costs that are directly attributable to the acquisition or issue of financial assets and financial liabilities (other than financial assets and financial liabilities at fair value through Statement of Profit and Loss (FVTPL) are added to or deducted from the fair value of the financial assets or financial liabilities, as appropriate, on initial recognition. Transaction costs directly attributable to the acquisition of financial assets or financial liabilities at fair value through profit and loss are recognised immediately in Standalone Statement of Profit and Loss.

Financial assets

a) Recognition and initial measurement

A financial asset is initially recognised at fair value and for an item not at FVTPL, transaction costs that are directly attributable to its acquisition or issue. Purchases and sales of financial assets are recognised on the trade date, which is the date on which the Company becomes a party to the contractual provisions of the instrument.

b) Classification of financial assets

Financial assets are classified, at initial recognition and subsequently measured at amortised cost, fair value through other comprehensive income (OCI), and fair value through profit and loss. A financial asset is measured at amortised cost if it meets both of the following conditions and is not designated at FVTPL:

- The asset is held within a business model whose objective is to hold assets to collect contractual cash flows; and
- The contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

A debt instrument is classified as FVTOCI only if it meets both of the following conditions and is not recognised at FVTPL;

- The asset is held within a business model whose objective is achieved by both collecting contractual cash flows and selling financial assets; and
- The contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

All equity investments in scope of Ind AS 109 are measured at fair value. Equity instruments which are held for trading and contingent consideration recognised by an acquirer in a business combination to which Ind AS 103 applies are classified as at FVTPL. For all other equity instruments, the Company may make an irrevocable election to present in other comprehensive income subsequent changes in the fair value. The Company makes such election on an instrument-by-instrument basis. The classification is made on initial recognition and is irrevocable.

Equity instruments included within the FVTPL category are measured at fair value with all changes recognised in the Statement of Profit and Loss.

All other financial assets are classified as measured at FVTPL.
In addition, on initial recognition, the Company may irrevocably designate a financial asset that otherwise meets the requirements to be measured at amortised cost or at FVTOCI as at FVTPL if doing so eliminates or significantly reduces and accounting mismatch that would otherwise arise.

Financial assets at FVTPL are measured at fair value at the end of each reporting year, with any gains and losses arising on remeasurement recognized in statement of profit and loss. The net gain or loss recognized in statement of profit and loss incorporates any dividend or interest earned on the financial asset and is included in the 'other income' line item. Dividend on financial assets at FVTPL is recognized when:

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Piombino Steel Limited

- The Company's right to receive the dividends is established;
- It is probable that the economic benefits associated with the dividends will flow to the entity,
- The dividend does not represent a recovery of part of cost of the investment and the amount of dividend can be measured reliably.

c) Derecognition of financial assets

The Company derecognises a financial asset when the contractual rights to the cash flows from the asset expire, or when it transfers the financial asset and substantially all the risks and rewards of ownership of the asset to another party.

d) Effective interest method

The effective interest method is a method of calculating the amortised cost of a debt instrument and of allocating interest income over the relevant year. The effective interest rate is the rate that exactly discounts estimated future cash receipts (including all fees and points paid or received that form an integral part of the effective interest rate, transaction costs and other premiums or discounts) through the expected life of the debt instrument, or, where appropriate, a shorter year, to the net carrying amount on initial recognition.

Income is recognised on an effective interest basis for debt instruments other than those financial assets classified as at FVTPL. Interest income is recognized in statement of profit and loss and is included in the 'Other income' line item.

Financial liabilities and equity instruments

a) Classification as debt or equity

Debt and equity instruments issued by a company are classified as either financial liabilities or as equity in accordance with the substance of the contractual arrangements and the definitions of a financial liability and an equity instrument.

b) Equity instruments

An equity instrument is any contract that evidences a residual interest in the assets of an entity after deducting all of its liabilities. Equity instruments issued by the Company are recognised at the proceeds received, net of direct issue costs.

Repurchase of the Company's own equity instruments is recognised and deducted directly in equity. No gain or loss is recognised in Statement of Profit and Loss on the purchase, sale, issue or cancellation of the Company's own equity instruments.

c) Financial liabilities

Financial liabilities are classified as either financial liabilities 'at FVTPL' or 'other financial liabilities'. at FVTPL

Financial liabilities at FVTPL:

Financial liabilities are classified as at FVTPL when the financial liability is either held for trading or it is designated as at FVTPL.

A financial liability is classified as held for trading if:

- It has been incurred principally for the purpose of repurchasing it in the near term; or
- on initial recognition it is part of a portfolio of identified financial instruments that the Company manages together and has a recent actual pattern of short-term profit taking; or
- it is a derivative that is not designated and effective as a hedging instrument.

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Piombino Steel Limited

A financial liability other than a financial liability held for trading may be designated as at FVTPL upon initial recognition if:
- such designation eliminates or significantly reduces a measurement or recognition inconsistency that would otherwise arise;
- the financial liability forms part of a group of financial assets or financial liabilities or both, which is managed and its performance is evaluated on a fair value basis, in accordance with the Company's documented risk management or investment strategy, and information about the grouping is provided internally on that basis; or
- it forms part of a contract containing one or more embedded derivatives, and Ind AS 109 permits the entire combined contract to be designated as at FVTPL in accordance with Ind AS 109.

Financial liabilities at FVTPL are stated at fair value, with any gains or losses arising on remeasurement recognised in Statement of Profit and Loss. The net gain or loss recognised in Statement of Profit and Loss incorporates any interest paid on the financial liability and is included in the Statement of Profit and Loss. For Liabilities designated as FVTPL, fair value gains/losses attributable to changes in own credit risk are recognized in OCI.

The Company derecognises financial liabilities when, and only when, the Company's obligations are discharged, cancelled or they expire. The difference between the carrying amount of the financial liability derecognised and the consideration paid and payable is recognised in the Statement of Profit and Loss.

d) Derecognition of financial liabilities

The Company derecognises financial liabilities when, and only when, the Company's obligations are discharged, cancelled or have expired. An exchange between with a lender of debt instruments with substantially different terms is accounted for as an extinguishment of the original financial liability and the recognition of a new financial liability. Similarly, a substantial modification of the terms of an existing financial liability (whether or not attributable to the financial difficulty of the debtor) is accounted for as an extinguishment of the original financial liability and the recognition of a new financial liability. The difference between the carrying amount of the financial liability derecognised and the consideration paid and payable is recognised in the Statement of Profit and Loss.

X. Segment reporting:

Operating segments are reported in a manner consistent with the internal reporting provided to the chief operating decision maker. The Board of directors of the Company has been identified as the Chief Operating Decision Maker which reviews and assesses the financial performance and makes the strategic decisions.

XI. Cash and cash equivalents:

Cash and cash equivalent in the Balance Sheet comprise cash at banks and on hand and short-term deposits with an original maturity of three months or less, which are subject to insignificant risk of changes in value.

For the purpose of the Statement of cash flows, cash and cash equivalent consists of cash and short-term deposits, as defined above, net of outstanding bank overdrafts as they are considered an integral part of the Company's cash management.

XII. Earnings per share:

Basic earnings per share is computed by dividing the profit / (loss) after tax by the weighted average number of equity shares outstanding during the year. The weighted average number of equity shares outstanding during the year is adjusted for treasury shares, bonus issue, bonus element in a rights issue to existing shareholders, share split and reverse share split (consolidation of shares).

Diluted earnings per share is computed by dividing the profit / (loss) after tax as adjusted for dividend, interest and other charges to expense or income (net of any attributable taxes) relating to the dilutive potential equity shares, by the weighted average number of equity shares considered for deriving basic earnings per share and the weighted average number of equity shares which could have been issued on the conversion of all dilutive

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potential equity shares including the treasury shares held by the Company to satisfy the exercise of the share options by the employees.

XIII. Business Combination

Business combinations involving entities or businesses under common control shall be accounted for using the pooling of interest method.

XIV. Key sources of estimation uncertainty and critical accounting judgements:

In the course of applying the policies outlined in all notes under section 1 above, the Company is required to make judgements, estimates and assumptions about the carrying amount of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the year in which the estimate is revised if the revision affects only that year, or in the year of the revision and future year, if the revision affects current and future year.

XV. Key sources of estimation uncertainty:

Impairment of investments in subsidiaries

Determining whether the investments in subsidiaries are impaired requires an estimate in the value in use of investments. In considering the value in use, the Directors have anticipated the discount rates and other factors of the underlying businesses / operations of the investee companies. Any subsequent changes to the cash flows due to changes in the above mentioned factors could impact the carrying value of investments.

Contingencies

In the normal course of business, contingent liabilities may arise from litigation and other claims against the Company. Potential liabilities that are possible but not probable of crystalising or are very difficult to quantify reliably are treated as contingent liabilities. Such liabilities are disclosed in the notes but are not recognized. The cases which have been determined as remote by the Company are not disclosed.

Contingent assets are neither recognized nor disclosed in the standalone financial statements unless when an inflow of economic benefits is probable.

Fair value measurements

When the fair values of financial assets or financial liabilities recorded or disclosed in the standalone financial statements cannot be measured based on quoted prices in active markets, their fair value is measured using valuation techniques including the DCF model. The inputs to these models are taken from observable markets where possible, but where this is not feasible, a degree of judgment is required in establishing fair values. Judgements include consideration of inputs such as liquidity risk, credit risk and volatility.

Taxes

Deferred tax assets are recognized for unused tax losses to the extent that it is probable that taxable profit will be available against which the losses can be utilized. Significant management judgement is required to determine the amount of deferred tax assets that can be recognised, based upon the likely timing and the level of future taxable profits together with future tax planning strategies.

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Piombino Steel Limited

PIOMBINO STEEL LIMITED
Notes forming part of the standalone financial statements

2. Investment in Subsidiaries

Amount in Rs. Crore

Particulars	As at March 31, 2022 No. of shares	As at March 31, 2022 Amount	As at March 31, 2021 No. of shares	As at March 31, 2021 Amount
Unquoted				
Investment at cost				
(a) Investment in equity instruments				
Bhushan Power & Steel Limited (Face value of Rs. 10 each)	100,000,000	100.00	100,000,000	100.00
Total Investment	100,000,000	100.00	100,000,000	100.00

3. Investments (non-current)

Amount in Rs. Crore

Particulars	As at March 31, 2022 No. of shares	As at March 31, 2022 Amount	As at March 31, 2021 No. of shares	As at March 31, 2021 Amount
Investment in compulsory convertible debentures				
Unquoted (at fair value through profit & loss)				
Subsidiary				
Bhushan Power & Steel Limited (Face value of Rs 10 each)	8,450,000,000	8,450.00	8,450,000,000	8,450.00
Total	8,450,000,000	8,450.00	8,450,000,000	8,450.00
Unquoted				
Aggregate carrying value	8,450,000,000	8,450.00	8,450,000,000	8,450.00

The CCDs shall have a term of 5 (five) years commencing from the date on which the CCDs are issued and allotted i.e. March 25, 2021. The CCDs holders are entitled to receive a coupon on an annual basis at the rate of 6% per annum from the date of issue and allotment of CCDs. The CCDs coupon shall be payable on end of quarter from commencement of each subsequent quarter in which the interest became due. Each CCD is convertible at any time during the CCD term into one equity shares of face value of Rs. 10.

4. Other non-current financial assets

Amount in Rs. Crore

Particulars	As at March 31, 2022	As at March 31, 2021
Security deposit	0.27	0.27
	0.27	0.27

5. Current Tax Assets (Net)

Amount in Rs. Crore

Particulars	As at March 31, 2022	As at March 31, 2021
Tax Deducted at Source (net of provision for tax amounting to Rs. 26.39 crore, (31 March 2021- nil))	26.83	0.08
	26.83	0.08

6. Trade receivables

Amount in Rs. Crore

Particulars	As at March 31, 2022	As at March 31, 2021
Trade receivables considered good - Unsecured	445.36	10.17
	445.36	10.17

Particulars	Outstanding for following periods from due date of payment as at 31 March 2022				
	Less than 6 months	6 months -1 year	1-2 years	2-3 years	Total
Undisputed trade receivables - considered good	445.36	-	-	-	445.36
Undisputed trade receivables - which have significant increase in credit risk	-	-	-	-	-
Undisputed trade receivables - credit impaired	-	-	-	-	-
Disputed trade receivables - considered good	-	-	-	-	-
Disputed trade receivables - which have significant increase in credit risk	-	-	-	-	-
Disputed trade receivables - credit impaired	-	-	-	-	-

Particulars	Outstanding for following periods from due date of payment as at 31 March 2021				
	Less than 6 months	6 months -1 year	1-2 years	2-3 years	Total
Undisputed trade receivables - considered good	10.17	-	-	-	10.17
Undisputed trade receivables - which have significant increase in credit risk	-	-	-	-	-
Undisputed trade receivables - credit impaired	-	-	-	-	-
Disputed trade receivables - considered good	-	-	-	-	-
Disputed trade receivables - which have significant increase in credit risk	-	-	-	-	-
Disputed trade receivables - credit impaired	-	-	-	-	-

The credit period on sales of goods ranges from 7 to 90 days with or without security. Trade receivables does not include any receivables from directors and officers of the Company.
Trade receivables from related parties' details has been described in note 24.

7. Cash and cash equivalents

Amount in Rs. Crore

Particulars	As at March 31, 2022	As at March 31, 2021
Balances with bank		
in current accounts	4.23	59.66
	4.23	59.66

8. Other current financial assets

Amount in Rs. Crore

Particulars	As at March 31, 2022	As at March 31, 2021
Interest receivable on CCDs	463.87	8.30
Other financial assets	0.26	-
	464.13	8.30

9. Other current assets

Amount in Rs. Crore

Particulars	As at March 31, 2022	As at March 31, 2021
Advance given	-	0.39
Balance with government autorities	15.00	0.10
Others	0.02	-
	15.02	0.49

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Piombino Steel Limited

10. Equity share capital

Amount in Rs. Crore

Particulars	As at March 31, 2022		As at March 31, 2021	
	No. of shares	Amount	No. of shares	Amount
(a) Authorised:				
Equity shares of Rs. 10 each	12,000,000,000	12,000.00	12,000,000,000	12,000.00
(b) Issued and subscribed				
Outstanding at the beginning of the year, fully paid up	2,000,000,000	1,647.29	7,795,786	7.80
Add: Shares issued during the year for cash	-	-	972,204,214	972.20
Add: Shares issued pursuant to conversion of OFCDs	4,100,000,000	2,727.55	1,020,000,000	667.29
Add: Reclassification of equity component within equity	-	1,628.08	-	-
Outstanding at the end of the year, fully paid up	6,100,000,000	6,002.92	2,000,000,000	1,647.29

(c) Rights, preferences and restrictions attached to equity shares

The Company has single class of equity shares. Each holder of equity shares is entitled for one vote per share held. In the event of liquidation, the equity shareholders are eligible to receive the remaining assets of the Company after distribution of all preferential amount, in proportion to their shareholding.

(d) Details of shareholders holding more than 5% shares in the Company are set out below:

Particulars	As at March 31, 2022		As at March 31, 2021	
	No. of Shares	% of Shares	No. of Shares	% of Shares
JSW Steel Limited (JSW Steel) (including nominees)	5,080,000,000	83.28%	980,000,000	49.00%
JSW Shipping & Logistics Private Limited	1,020,000,000	16.72%	1,020,000,000	51.00%

(e) Change in Promoter's shareholding as on 31 March 2022:

Promoter Name	No. of shares	% of total shares	% change during the year computed basis the number of equity shares at the beginning and at the end of the year
JSW Steel Limited, the Holding Company	5,080,000,000	83.28%	418.37%
JSW Shipping & Logistics Private Limited	1,020,000,000	16.72%	0.00%

(f) Shares issued pursuant to conversion of optionally fully convertible debentures (OFCDs) issued to JSW Shipping

The Company issued 6%, 1,020,000,000 (face value of Rs. 10 each) optionally fully convertible debentures to JSW Shipping & Logistics Private Limited (JSW Shipping) with a term of ten years. Each OFCD was optionally convertible into one equity shares of the Company having face value of Rs. 10 each before the expiry of the term and at the sole option of the OFCD holders. JSW Shipping has invoked the conversion option on March 27, 2021 and converted the OCFDs held by them into equity shares of the Company. Accordingly, the Company issued 1,020,000,000 equity shares (face value of Rs. 10 each) pursuant to conversion of optionally fully convertible debentures.

(g) Shares issued pursuant to conversion of optionally fully convertible debentures (OFCDs) issued to JSW Steel

Pursuant to the subscription and shareholder's agreement between the Company, JSW Steel and JSW Shipping, JSW Steel had subscribed to certain OFCDs of the Company. As per the terms of OFCDs, including revisions thereto, JSW Steel has the option to convert the OFCDs into equity shares at any time at the option of JSW Steel. Accordingly, JSW Steel has exercised the option of conversion of 4,100,000,000 OFCDs held by JSW Steel in the Company into 4,100,000,000 equity shares of the Company of face value of Rs. 10 each on October 1, 2021. Pursuant to the conversion, JSW Steel holds 83.28% equity in the Company and JSW Shipping holds 16.72% equity in the Company. Subsequent to the aforesaid conversion, the Company has now become a subsidiary of JSW Steel.

11. Other equity

Amount in Rs. Crore

Particulars	As at March 31, 2022	As at March 31, 2021
Surplus/ (deficit) in retained earnings	78.54	(6.84)
Equity component of compound financial instruments	-	1,322.91
Capital reserve	0.47	-
Money received against share warrants	14.00	14.00
	93.00	1,330.07

(a) Retained earnings

Retained earnings are the profits/(losses) that the Company has earned till date. It is a free reserve available to the Company.

(b) Equity component of compound financial instruments issued

The Company has issued optionally fully convertible debentures (OFCDs) to JSW Steel and JSW Shipping on March 24, 2021. The Company has computed the liability portion of OFCDs as the present value of the contractual obligations with the instrument and the difference between the issue amount of OFCDs and the liability so computed has been treated as 'equity component of optionally fully convertible debentures' and grouped under other equity. The OFCDs issued to JSW Shipping and JSW Steel have been converted into equity shares of the Company with effect from March 27, 2021 and October 1, 2021 respectively. The equity component of optionally fully convertible debentures is reclassified within equity and grouped under equity share capital upon conversion of both OFCDs issued to JSW Steel and JSW Shipping.

(c) Capital reserve

Reserve is created primarily on merger (refer note 30) as per statutory requirement. This reserve is utilised in accordance with the specific provision of the Companies Act, 2013.

(d) Money received against share warrants

The Company has issued 3,500,000,000 share warrants each to JSW Steel and JSW Shipping respectively with a subscription price of Rs. 0.02 per warrant. The exercise period is five years from the days of issue of the warrants and the warrant holders at their discretion shall be entitled to purchase one equity share of the face value of Rs. 10 each at an exercise price of Rs 10.

12. Borrowings

Amount in Rs. Crore

Particulars	As at March 31, 2022	As at March 31, 2021
Non-current borrowings (Unsecured)		
(i) Debentures		
Optionally fully convertible debentures (liability component)	-	2,768.55
Borrowings through NCBs	2,500.00	-
Less: Unamortised upfront fees on borrowings	(30.78)	(37.38)
(ii) Term Loans		
From related party	56.00	2,500.00
	2,525.22	5,231.18

(a) Liability component of compound financial instruments

JSW Steel 6% OFCDs having face value of Rs. 10 aggregating to Rs. 41,000,000,000 are convertible by JSW Steel after the end of 3 years from the date of issue or in the event of a merger of the Company with any other entity, whichever is earlier at the sole option of JSW Steel. Each OFCD shall be converted into one equity share of the Company. At the end of the term, in case JSW Steel has not exercised the option of conversion and OFCDs have not been converted into equity shares of the Company, the OFCDs shall be redeemed at par. The JSW Steel OFCDs and any accrued interest thereon shall be unsecured obligations of the Company, and until conversion of such OFCD in full shall rank pari passu with any other unsecured creditor of the Company. Subsequent to revision in conversion conditions, JSW Steel has the option to convert the OFCDs into equity shares at any time at the option of JSW Steel. JSW Steel has during the year exercised the option of conversion of 4,100,000,000 OFCDs into equivalent number of equity shares of the Company of face value of Rs. 10 each and the liability component has accordingly been reclassified to equity share capital.

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(b) Borrowings through NCBs

Particulars	As at March 31, 2022	As at March 31, 2021	Term of repayment
Non-Convertibles Bonds (NCBs)	2,500	2,500	9% unsecured NCBs of Rs. 10,00,000 each value Rs. 2,500 Crores are redeemable on March 22, 2024

(c) Loan from JSW Steel

The Company has borrowed from JSW Steel amounting to Rs. 40,000,000 bearing an interest rate of 10.75% and is repayable on March 31, 2024. The principal and accrued interest thereon shall be unsecured obligations of the Company, and rank pari passu with any other unsecured and unsubordinated creditors of the Company.

The Company has borrowed from JSW Steel amounting to Rs. 520,000,000 bearing an interest rate of 11.25% and is repayable on March 31, 2024. The principal and accrued interest thereon shall be unsecured obligations of the Company, and rank pari passu with any other unsecured and unsubordinated creditors of the Company.

Amount in Rs. Crore

13. Other non-current financial liabilities

Particulars	As at March 31, 2022	As at March 31, 2021
Interest accrued but not due on borrowings	230.63	4.01
	230.63	4.01

Amount in Rs. Crore

14. Trade payables

Particulars	As at March 31, 2022	As at March 31, 2021
(a) Total outstanding, dues of micro and small enterprises	-	-
(b) Total outstanding, dues of creditors other than micro and small enterprises		
-Others	447.17	10.69
	447.17	10.69

Trade payables ageing as on March 31, 2022:

Particulars	Outstanding for following periods from due date of payment					
	Unbilled	Less than 1 year	1-2 years	2-3 years	Total	
MSME	-	-	-	-	-	
Others	0.96	446.21	-	-	447.17	
Disputed dues - MSME	-	-	-	-	-	
Disputed dues - Others	-	-	-	-	-	

Trade payables ageing as on March 31, 2021:

Particulars	Outstanding for following periods from due date of payment					
	Unbilled	Less than 1 year	1-2 years	2-3 years	Total	
MSME	-	-	-	-	-	
Others	0.15	10.54	-	-	10.69	
Disputed dues - MSME	-	-	-	-	-	
Disputed dues - Others	-	-	-	-	-	

Payables are normally settled within 180 days.

Amount in Rs. Crore

15. Other current financial liabilities

Particulars	As at March 31, 2022	As at March 31, 2021
Interest accrued and due on borrowings	116.46	0.47
Provision for expenses	-	0.84
Provision for upfront fees	-	37.50
	116.46	38.80

Amount in Rs. Crore

16. Other current liabilities

Particulars	As at March 31, 2022	As at March 31, 2021
Statutory dues	0.44	0.84
	0.44	0.84

Amount in Rs. Crore

17. Revenue from operations

Particulars	For the year ended March 31, 2022	For the year ended March 31, 2021
Sale of traded goods		
Trading of coal	-	8.30
Trading of steel products	560.36	
	560.36	8.30

Ind AS 115 (Revenue from contracts with customers)

The Company has assessed and determined the following categories for disaggregation of revenue in addition to that provided under segment disclosure :

Amount in Rs. Crore

Particulars	For the year ended March 31, 2022	For the year ended March 31, 2021
Revenue from contracts with customer - sale of products		
Trading of coal	-	8.30
Trading of steel products	560.36	-
Total revenue from operations	560.36	8.30
India	560.36	8.30
Outside India	-	-
Total revenue from operations	560.36	8.30
Timing of revenue recognition		
At a point in time	560.36	8.30
Total revenue from operations	560.36	8.30

Amount in Rs. Crore

Contract balances

Particulars	As at March 31, 2022	As at March 31, 2021
Trade receivables	445.36	10.47

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Amount in Rs. Crore

18. Other income Particulars	For the year ended March 31, 2022	For the year ended March 31, 2021
Interest income earned on financial assets	507.00	8.30
	507.00	8.30

Amount in Rs. Crore

19. Purchase of stock-in-trade Particulars	For the year ended March 31, 2022	For the year ended March 31, 2021
Purchase of traded goods	559.55	8.27
	559.55	8.27

Amount in Rs. Crore

20. Finance costs Particulars	For the year ended March 31, 2022	For the year ended March 31, 2021
Interest on borrowings	271.07	5.18
Unwinding of interest on financial liabilities carried at amortised cost	157.37	7.52
Other borrowing costs	6.59	0.51
	434.98	13.20

Amount in Rs. Crore

21. Other expenses Particulars	For the year ended March 31, 2022	For the year ended March 31, 2021
Legal and professional fees	0.57	0.14
Miscellaneous expenses	1.39	0.06
	1.97	0.20
Remuneration to auditors included in legal and professional Fees		
As Statutory audit fees (including limited reviews)	0.24	0.01
For certification and other services	0.04	-

Amount in Rs. Crore

22. Earnings per share Particulars	For the year ended March 31, 2022	For the year ended March 31, 2021
Net profit/(loss) attributable to equity shareholders for the year (A)	85.38	(3.28)
Weighted average number of equity shares for the purpose of calculating basic earnings per share (B)	4,044,383,562	32,551,512
Weighted average number of equity shares for the purpose of calculating diluted earnings per share (C)	11,044,383,562	32,551,512
Earnings per share		
Basic (Face value of Rs. 10 each) (A/B)	0.21	(1.01)
Diluted (Face value of Rs. 10 each) (A/C)	0.08	(1.01)

23. Income Tax

A reconciliation of income tax expense applicable to accounting profit before tax at the statutory income tax rate to recognised income tax expense for the year indicated are as follows:

Amount in Rs. Crore

Particulars	For the year ended March 31, 2022	For the year ended March 31, 2021
Effective tax rate reconciliation		
Profit before tax	70.86	(5.07)
Enacted tax rate in India	25.17%	26.00%
Expected income tax expense at statutory tax rate	17.84	(1.32)
Tax effect of expenses not deductible in determining taxable profits		
Deferred tax assets not recognized	8.55	1.32
Reversal of DTL created on equity component of OFCDs	-	-
Tax expense/ (credit) for the year	26.39	-
Effective income tax rate	37.24%	0%

Deferred tax liabilities Particulars	As at March 31, 2021	Recognised/ reversed through profit and loss	Recognised/ reversed through reserves	As at March 31, 2022
Equity component of optionally fully convertible debentures	346.07	(40.90)	(305.17)	-
Total	346.07	(40.90)	(305.17)	-

24. Related party disclosures as required by Ind AS 24

A. Relationships

1. Holding Company
JSW Steel Limited (upto March 26, 2021, subsequently with effect from October 1, 2021)

2. The investing party in respect of which the reporting enterprise is a joint venture
JSW Steel Limited (with effect from March 27, 2021, upto September 30, 2021)
JSW Shipping & Logistics Private Limited (with effect from March 27, 2021, upto September 30, 2021)

3. Subsidiary Company
Makler Private Limited (upto March 26, 2021)
Bhushan Power & Steel Limited (with effect from March 26, 2021)
West Waves Maritime & Allied Services Private Limited (with effect from November 24, 2021)

4. Fellow Subsidiary Company
JSW Steel Coated Products Limited
Asian Color Coated Ispat Limited
JSW Vallabh Tinplate Private Limited

5. Key Management Personnel

Mr. Kaustubh Kulkarni (with effect from January 19, 2022)	Chief Executive Officer
Mr. Mohit Goyal (with effect from January 19, 2022)	Chief Financial Officer
Mr. Alok Kumar Mishra	Company Secretary

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Piombino Steel Limited

...LIMITED
...part of the standalone financial statements

...of Directors

...Bhushan Prasad (upto December 1,2021)	Non-Independent Non-Executive Director
Mr. Sundeep Jain (upto December 1,2021)	Non-Independent Non-Executive Director
Mr. Sriram K.S.N. (upto December 1,2021)	Non-Independent Non-Executive Director
Mr. Manoj Kumar Mohta (with effect from December 1,2021)	Non Independent Non-Executive Director
Mr. Anil Kumar Singh (with effect from December 1,2021)	Non-Independent Non-Executive Director
Mr. Divyakumar Bhair (with effect from December 1,2021)	Non-Independent Non-Executive Director
Mr. Anunay Kumar (with effect from December 1,2021)	Independent Non-Executive Director
Dr. (Mrs.) Rakhi Jain (with effect from December 1,2021)	Independent Non-Executive Director

7. Other related party

West Waves Maritime & Allied Services Private Limited (upto November 23, 2021)
JSW Shipping & Logistics Private Limited (with effect from October 01, 2021)

Amount in Rs. Crore

B. Transactions with related parties

Particulars	For the year ended March 31, 2022	For the year ended March 31, 2021
Makler Private Limited (subsequently merged with Bhushan Power & Steel Limited)		
Investment in equity shares	-	95.85
Investment in compulsory convertible debentures	-	8,450.00
Bhushan Power & Steel Limited		
Investment in equity shares	-	100.00
Investment in compulsory convertible debentures	-	8,450.00
Interest income	507.00	8.30
JSW Steel Limited		
Loan received	56.00	-
Proceeds from issue of equity shares	-	972.20
Proceeds from issue of optionally fully convertible debentures	-	4,100.00
Proceeds from issue of warrants	-	7.00
Finance costs	157.66	6.88
Purchase of steel products	663.65	-
JSW Steel Coated Products Limited		
Trading of steel products	341.04	-
Asian Color Coated Ispat Limited		
Trading of steel products	63.06	-
JSW Vallabh Tinplated Private Limited		
Trading of steel products	73.09	-
West Waves Maritime & Allied Services Private Limited		
Advance given	0.05	0.39
Reimbursement of expenses incurred on our behalf	0.81	33.04
Loan received	-	2,500.00
Finance costs	181.12	5.18
JSW Shipping & Logistics Private Limited		
Proceeds from issue of optionally fully convertible debentures (refer note 9)	-	1,020.00
Proceeds from issue of warrants	-	7.00
Finance costs	-	0.54
Director Remuneration		
Remuneration to Kaustabh Kulkarni*	0.00	

* Amount being INR 197

Amount in Rs. Crore

C. Balances with related parties

Particulars	As at March 31, 2022	As at March 31, 2021
Bhushan Power & Steel Limited		
Interest receivable	515.30	8.30
JSW Steel Limited		
Liability component of OFCDs (refer note 11)	-	2,768.55
Loan outstanding	56.00	-
Interest payable	116.30	-
Trade payables	445.65	-
West Waves Maritime & Allied Services Private Limited		
Advance outstanding	-	0.39
Loan payable*	-	2,500.00
Interest payable	-	4.85
Other payables	-	38.04
JSW Steel Coated Products Limited		
Trade receivables	340.75	-
Asian Color Coated Ispat Limited		
Trade receivables	31.51	-
JSW Vallabh Tinplated Private Limited		
Trade receivables	48.03	-
JSW Shipping & Logistics Private Limited		
Interest payable	0.47	0.47

*The Company during the previous year ended March 31, 2021 has provided a corporate guarantee for an aggregate amount of Rs. 2500 crores on behalf of West Waves to the Debenture Trustees for the Non Convertible Debentures issued by West Waves to the lenders.

25. Financial Instruments

25.1 Capital Risk Management

The Company maintains a strong credit rating through optimum mix of debt and equity. The principal source of funding of the Company is from inter corporate loans, capital markets and investors. The Company is not subject to any externally imposed capital requirements. The Company regularly considers other financing and refinancing opportunities to diversify its debt profile, reduce interest cost and elongate the maturity of its debt portfolio. The Company monitors its capital using gearing ratio, which is net debt, divided to total equity. Net debt includes, interest bearing loans and borrowings less cash and cash equivalents, bank balances other than cash and cash equivalents and current investments.

Amount in Rs. Crore

Particulars	As at March 31, 2022	As at March 31, 2021
Long-term borrowings	2,525.22	5,231.18
Less: Cash and cash equivalent	(4.23)	(59.66)
Net debt	2,520.99	5,171.52
Total equity	6,185.92	2,992.36
Gearing ratio	0.41	[illegible]

Equity includes all capital and reserves of the Company that are managed as capital and debt is defined as long and short term borrowings.

...gories of financial instruments

...ounting classification of each category of financial instruments and their carrying amounts are set out below:

Amount in Rs. Crore

...March 31, 2022 ...ticulars	Amortised cost	Fair value through profit and loss	Total carrying value	Total fair value
...inancial assets				
Investments	-	8,450.00	8,450.00	8,450.00
Trade receivables	445.36	-	445.36	445.36
Cash and cash equivalents	4.23	-	4.23	4.23
Other financial assets	464.40	-	464.40	464.40
Total	913.99	8,450.00	9,363.99	9,363.99
Financial liabilities				
Long term borrowings	2,525.22	-	2,525.22	2,534.42
Trade payables	447.17	-	447.17	447.17
Other financial liabilities	347.09	-	347.09	347.09
Total	3,319.48	-	3,319.48	3,328.68

Amount in Rs. Crore

As at March 31, 2021 Particulars	Amortised cost	Fair value through profit and loss	Total carrying value	Total fair value
Financial assets				
Investments	-	8,450.00	8,450.00	8,450.00
Trade receivables	10.17		10.17	10.17
Cash and cash equivalents	59.66		59.66	59.66
Other financial assets	8.57	-	8.57	8.57
Total	78.39	8,450.00	8,528.39	8,528.39
Financial liabilities				
Long term borrowings	5,231.18	-	5,231.18	5,231.18
Trade payables	10.69		10.69	10.69
Other financial liabilities	42.82		42.82	42.82
Total	5,284.69	-	5,284.69	5,284.69

26. Fair value hierarchy of financial instruments

The carrying amounts of trade receivables, trade payables, cash and cash equivalents, other financial assets and other financial liabilities (other than those specifically disclosed) are considered to be the same as their fair values, due to their short-term nature. A significant part of the financial assets is classified as Level 2. The fair value of these assets is marked to an active market or based on observable market data. The financial assets carried at fair value by the Company are mainly investments in debt securities, accordingly, any material volatility is not expected

Amount in Rs. Crore

Particulars	Level and valuation techniques	As at March 31, 2022	As at March 31, 2021
Non-current investments in unquoted CCDs measured at FVTPL	Level 2, inputs other than quoted prices included within level 1 that are observable for asset or liability, either directly (i.e. as prices) or indirectly (derived from prices)	8,450.00	8,450.00
Total		8,450.00	8,450.00

Details of financial assets/liabilities measured at amortised cost but fair value disclosed in category-wise

Amount in Rs. Crore

Particulars	Level and valuation techniques	As at March 31, 2022	As at March 31, 2021
Long term borrowings	Level 2, estimated by discounting expected future cash flows using a discount rate equivalent to the risk-free rate of return adjusted for credit spread considered by lenders for instruments of similar maturities		
Carrying value		2,525.22	5,231.18
Fair value		2,534.42	5,268.55

26.1 Market risk management

Market risk is the risk of any loss in future earnings, in realisable fair values or in future cash flows that may result from a change in the price of a financial instrument. The value of a financial instrument may change as a result of changes in interest rates, price fluctuations, liquidity and other market changes. Future specific market movements cannot be normally predicted with reasonable accuracy.

26.2 Interest risk management

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The Company is not exposed to interest rate risk because funds are borrowed at fixed interest rates. The borrowings of the Company are principally denominated in rupees with fixed rates of interest.

26.3 Liquidity risk management

Liquidity risk refers to the risk of financial distress or extraordinary high financing costs arising due to shortage of liquid funds in a situation where business conditions unexpectedly deteriorate and requiring financing.

Amount in Rs. Crore

As at March 31, 2022 Particulars	< 1 year	1-5 years	> 5 years	Total
Financial assets				
Investments	-	8,450.00	-	8,450.00
Trade receivables	445.36	-	-	445.36
Cash and cash equivalents	4.23	-	-	4.23
Other financial assets	464.13	0.25	0.02	464.40
Total	913.72	8,450.25	0.02	9,363.99
Financial liabilities				
Long term borrowings	-	2,525.22	-	2,525.22
Trade payables	447.17	-	-	447.17
Other financial liabilities	116.46	230.63	-	347.09
Total	563.63	2,755.85	-	3,319.48

Amount in Rs. Crore

As at March 31, 2021 Particulars	< 1 year	1-5 years	> 5 years	Total
Financial assets				
Investments	-	8,450.00	-	8,450.00
Trade receivables	10.17	-	-	10.17
Cash and cash equivalents	59.66	-	-	59.66
Other financial assets	8.30	-	0.27	8.57
Total	78.13	8,450.00	0.27	8,528.39
Financial liabilities				
Long term borrowings	-	2,462.62	2,768.55	5,231.17
Trade payables	10.69	-	-	10.69
Other financial liabilities	38.80	4.01	-	42.82
Total	49.50	2,466.63	2,768.55	5,284.69

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Piombino Steel Limited

... risk management
...sk refers to the risk that a counterparty will default on its contractual obligations resulting in financial loss to the Company. Currently, the Company has single customer base. The Company ... customers after due diligence based on creditworthiness as a means of mitigating the risk of financial loss from defaults.

... Commodity price risk
... Company is subject to fluctuations in prices for the purchase of coal. The Company purchased primarily all of its coal requirements at prevailing market rates during the year ended March 31, ...22.

27. Segment reporting
The Company is in the business of coal and steel products trading activity, primarily operated in India and regularly reviewed by the Chief Operating Decision Maker for assessment of Company's performance and resource allocation. The information relating to revenue from external customers and location of non-current assets of its single reportable segment has been disclosed as below

Amount in Rs. Crore

Particulars	For the year ended March 31, 2022	For the year ended March 31, 2021
Domestic	560.36	8.30
	560.36	8.30

b. Non-current assets
All non-current assets of the Company are located in India.

c. Customer contributing more than 10% of revenue

Amount in Rs. Crore

Particulars	For the year ended March 31, 2022	For the year ended March 31, 2021
JSW Steel Coated Products Limited	228.58	-
JSW Vallabh Tinplated Private Limited	61.94	-
Apl Apollo Tubes Limited	156.40	-
Elamrin Mercantile Private Limited	-	8.30
	506.92	8.30

28. Contingent Liabilities
The Company does not have any contingent liabilities as on March 31, 2022 (March 31, 2021 : NIL).

29. West Waves Maritime & Allied Services Private Limited became a wholly owned subsidiary of the Company with effect from November 24, 2021, upon acquisition of its entire equity shareholding from Magnificient Merchandise and Advisory Services Private Limited for a premium of Rs. 9.17 per share. The Company had earlier availed financial assistance from West Waves Maritime & Allied Services Private Limited amounting to Rs. 2500 crores in relation to the acquisition of the Bhushan Power and Steel Limited.

30. The Board of Directors of the Company in their meeting held on the January 19, 2022 considered and approved the Scheme of Amalgamation pursuant to Section 233 and other applicable provisions of the Companies Act 2013, providing for the merger of its wholly owned subsidiary West Waves with the Company. The Regional Director of Ministry of Corporate Affairs, Western Region vide order dated May 6, 2022 approved the scheme of amalgamation of West Waves with the Company. Pursuant to receiving all the necessary regulatory and other approvals, West Waves merged with the Company with effect from December 1, 2021. Accordingly, the Company had accounted for the merger under the pooling of interest method as prescribed in Ind AS 103 – Business Combination of entity under common control.

Below are the details of the book value of assets and liabilities taken over as on November 30, 2021 and computation of capital reserve arising on merger:

Particulars	Amount in Rs. Crore
Assets	2500.00
Loans	155.59
Other financial assets	0.01
Trade receivables	0.03
Cash and cash equivalents	30.90
Other current assets	2686.52
Total (A)	
Liabilities	2500.00
Borrowings	155.34
Other financial liabilities	0.01
Trade payable	0.01
Other financial liabilities	30.38
Other current liabilities	2,685.75
Total (B)	
Total identifiable net assets acquired at book value (C) = (A-B)	0.78
Investments (D)	0.31
Capital reserve arising on merger (C-D)	0.47

31. Previous year's figures have been reclassified/regrouped, wherever necessary, to confirm with the current period classification in comply with requirements of the amended Schedule III to the Companies Act, 2013 affected from April 1, 2021.

SHAH GUPTA & CO. MUMBAI FRN : 109574W CHARTERED ACCOUNTANTS

Piombino Steel Limited

...EEL LIMITED
...ing part of the standalone financial statements

...atio Analysis

S No	Ratios	Numerator	Denominator	FY 21-22	FY 20-21	Change	% Change	Change in ratio in excess of 25% compared to preceding year
1	Current Ratio (In times)	Current Assets	Current Liabilities	1.65	1.56	0.09	5.45%	
2	Debt Equity Ratio (In times)	Total Borrowings	Total Equity	0.41	1.75	(1.34)	-76.61%	Liability reclassified to equity on exercise of OFCD's
3	Debt service coverage ratio (In times)	Profit before Tax, Exceptional Items, Depreciation, Net Finance Charges	Net Finance Charges	1.16	0.62	0.55	88.86%	Increase was primarily on account of increase in profit before tax
4	Return on Equity (%)	Profit after tax	Average Shareholder's equity	1.86%	-0.22%	2.08%	-948.51%	Increase was primarily on account of increase in profit after tax
5	Inventory Turnover*	NA	NA	NA	NA	NA	NA	-
6	Debtors Turnover (In times)	Gross sales	Average Trade receivables	2.46	1.63	0.83	50.74%	Quantum of change in increase in turnover is more than increase in trade receivables
7	Trade payables turnover (In times)	Purchases of stock-in-trade	Average trade payables	2.44	1.46	0.98	67.39%	Quantum of change in increase in purchases is more than increase in trade payables
8	Net capital turnover (In times)	Net Sales	Working Capital	1.54	0.29	1.24	423.35%	Increase was primarily on account of increase in revenue from operations
9	Net Profit Margin (%)	Net profit for the year	Total Income	8.00%	-19.75%	27.75%	-140.50%	Higher profit margin attributable to increase in profit after tax and increase in total income
10	Return on capital employed (%)	Profit before Tax, Exceptional Items, Depreciation and Finance Cost	Capital employed	5.81%	0.09%	5.71%	6020.31%	Increase was primarily due to increase in profit whereas there is no significant change in Capital employed.
11	Return on Investment^	NA	NA	NA	NA	NA	NA	-

* Since the the company does not have any inventory, this ratio is not applicable.
^ The company has neither made any new investment, nor declared any dividend in the current year, further, all the invesments of company are unquoted. Thus, this ratio is not applicable as well.

33. Qualitative disclosures pertaining to Schedule III

(i) The Company do not have Benami property, where any proceeding has been initiated or pending against the company for holding any Benami property.
(ii) The Company do not have any transactions with companies struck off.
(iii) The Company do not have any charges or satisfaction which is yet to be registered with ROC beyond the statutory period.
(iv) The Company have not traded or invested in Crypto or Virtual Currency during the year ended 31 March 2022.
(v) The Company have not advanced or loaned or invested funds to any other person(s) or entity(ies), including foreign entities (Intermediaries) with the understanding that the Intermediary shall:
-directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the company (Ultimate Beneficiaries);
-provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries.
(vi) The Company have not received any fund from any person(s) or entity(ies), including foreign entities (Funding Party) with the understanding (whether recorded in writing or otherwise) that the Company shall:
-directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party (Ultimate Beneficiaries);
-provide any guarantee, security or the like on the behalf of the Ultimate Beneficiaries.

(vii) The Company have not any such transaction which is not recorded in the books of accounts that has been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (such as, search or any other relevant provisions of the Income Tax Act, 1961.
(viii) The Company has complied with the number of layers prescribed under clause (87) of section 2 of the Act read with the Companies (Restriction on number of Layers) Rules, 2017.
(ix) The Company is not declared wilful defaulter by and bank or financials institution or lender during the period.
(x) The Company has used the borrowings from banks and financial institutions for the specific purpose for which it was obtained.
(xi) The are no title deeds as the Company does not have any immovable property.

As per our attached report of even date
For Shah Gupta & Co.
Chartered Accountants
Firm Registration No.: 109574W

For and on behalf of the Board of Directors

SHAH GUPTA & CO. MUMBAI FRN : 109574W CHARTERED ACCOUNTANTS

Parth P Patel
Partner
Membership No.: 172670
UDIN:
Place: Mumbai
Date: May 24, 2022

Kaustubh Kulkarni
Chief Executive Officer

Divyakumar Bhai
Director
DIN: 08568679

Anil Kumar Singh
Director
DIN: 02059903

Alok Kumar Mishra
Company Secretary
M. No. A15967

Mohit
Mohit Goyal
Chief Financial Officer

Piombino Steel Limited

38, Bombay Mutual Building,
2nd Floor, Dr. D. N. Road, Fort,
Mumbai - 400 001.

Tel. : +91(22) 2262 2000/2262 3000
Email : contact@shahgupta.com
Web : www.shahgupta.com

Shah Gupta & Co.
Chartered Accountants

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INDEPENDENT AUDITORS' REPORT

To the Members of Piombino Steel Limited

Report on the Audit of the Consolidated Financial Statements

Opinion

We have audited the accompanying consolidated financial statements of **Piombino Steel Limited** ("the Holding Company"), and its subsidiary (the Holding Company and its subsidiary together referred to as "the Group"), comprising of consolidated balance sheet as at March 31, 2022, the consolidated statement of profit and loss including statement of other comprehensive income, consolidated cash flow statement and consolidated statement of changes in equity and for the year then ended, and notes to the consolidated financial statements, including a summary of significant accounting policies and other explanatory information (hereinafter referred to as "the consolidated financial statements").

In our opinion and to the best of our information and according to the explanations given to us and based on the consideration of report of other auditor on separate financial statements and financial information of the subsidiary referred to in sub – paragraph (a) of the Other Matters section below, the aforesaid consolidated financial statements give the information required by the Companies Act, 2013, as amended("the Act") in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the consolidated state of affairs of the Group as at March 31, 2022 and their consolidated profit including other comprehensive income, their consolidated cash flows and their consolidated statement of changes in equity for the year ended on that date.

Basis for Opinion

We conducted our audit of the consolidated financial statements in accordance with the Standards on Auditing (SAs) specified under sub-section (10) of Section 143 of the Act. Our responsibilities under those Standards are further described in the 'Auditor's Responsibilities for the Audit of the Consolidated Financial Statements' section of our report. We are independent of the Group in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Act and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained the other auditors in terms of their reports referred to in sub-paragraph (a) of the Other Matters section below, is sufficient and appropriate to provide a basis for our audit opinion on the consolidated financial statements.

Information Other than the Financial Statements and Auditor's Report Thereon

The Holding Company's Board of Directors is responsible for the other information. The other information comprises the information included in the Annual Report but does not include the consolidated financial statements and our auditor's report thereon. The Annual Report is expected to be made available to us after the date of this auditor's report.

Our opinion on the consolidated financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the consolidated financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the consolidated financial statements or our knowledge obtained during the course of our audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of the Management for the Consolidated Financial Statements

The Holding Company's Board of Directors are responsible for the preparation and presentation of these consolidated financial statements in terms of the requirements of the Act that give a true and fair view of the consolidated financial position, consolidated financial performance including other comprehensive income, consolidated cash flows and consolidated changes in equity of the Group in accordance with the accounting principles generally accepted in India, including the Indian Accounting Standards (Ind AS) specified under section 133 of the Act read with the Companies (Indian Accounting Standard) Rules, 2015, as amended. The respective Board of Directors of the companies included in the Group are responsible for the maintenance of adequate accounting records in accordance with the provisions of the Act for

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safeguarding of the assets of the Group and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the consolidated financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error, which have been used for the purpose of preparation of the consolidated financial statements by the Directors of the Holding Company, as aforesaid.

In preparing the consolidated financial statements, the respective Board of Directors of the companies included in the Group are responsible for assessing the ability of the Group to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the management either intends to liquidate the Group or to cease operations, or has no realistic alternative but to do so.

Those respective Board of Directors of the companies included in the Group are also responsible for overseeing the financial reporting process of the Group.

Auditor's Responsibilities for the Audit of the Consolidated Financial Statements

Our objectives are to obtain reasonable assurance about whether the consolidated financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these consolidated financial statements.

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the consolidated financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under clause (i) of sub-section (3) of Section 143 of the Act, we are also responsible for expressing our opinion on whether the Holding company has adequate internal financial controls with reference to financial statements in place and the operating effectiveness of such controls.

- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.

- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the ability of the Group to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the consolidated financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Group to cease to continue as a going concern.

- Evaluate the overall presentation, structure and content of the consolidated financial statements, including the disclosures, and whether the consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Group of which we are the independent auditors, to express an opinion on the consolidated financial statements. We are responsible for the direction, supervision and performance of the audit of the financial statements of such entities included in the consolidated financial statements of which we are the independent auditors. For the other entities included in the consolidated financial statements, which have been audited by other auditors, such other auditors remain responsible for the direction, supervision and performance of the audits carried out by them. We remain solely responsible for our audit opinion.

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We communicate with those charged with governance of the Holding Company and such other entities included in the consolidated financial statements of which we are the independent auditors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

Other Matters

a. We did not audit the financial statements and other financial information of one subsidiary, whose financial statements and other financial information reflect total assets of Rs.22,232.49 Crores as at March 31, 2022, and total revenues of 21,454.72 Crores and net cash outflows amounting to Rs.2,212.42 Crores for the year ended on that date as considered in the consolidated financial statements whose financial statements and other financial information. These financial statement and other financial information have been audited by other auditor whose report have been furnished to us by the management which financial statements, other financial information and auditor's reports have been furnished to us by the managements. Our opinion on the consolidated financial statements, in so far as it relates to the amounts and disclosures included in respect of the subsidiary, and our report in terms of sub-sections (3) of Section 143 of the Act, in so far as it relates to the aforesaid subsidiary is based solely on the report of the other auditor.

b. The Regional Director, Western Region vide his order dated May 06, 2022 has approved the Scheme of Amalgamation of West Waves Maritime and Allied Services Private Limited ("WWMASPL") with the Company and their respective Shareholders under section 233 of the Companies Act, 2013 with effect from December 01, 2021. As described in note 45 of the consolidated financial statements, effect of the merger of West Waves Maritime and Allied Services Private Limited ("WWMASPL") with the Company has been accounted retrospectively for all periods presented (i.e. with effect from December 01, 2021) being a common control transaction. Accordingly, financial figures of previous year are strictly not comparable.

Our opinion on the above consolidated financial statements, and our report on Other Legal and Regulatory Requirements below, is not modified in respect of the above matters with respect to our reliance on the work done and the report of the other auditor.

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Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2020 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, based on our audit and on the consideration of report of the other auditors on separate financial statements and the other financial information of the subsidiary, incorporated in India, as noted in the 'Other Matter' paragraph we give in the "Annexure A" a statement on the matters specified in paragraph 3(xxi) of the Order.

2. As required by sub-section (3) of Section 143 of the Act, based on our audit and on the consideration of report of the other auditor on separate financial statements and the other financial information of the subsidiary, as noted in the 'other matter' paragraph we report, to the extent applicable, that:

   a. We / the other auditor whose report we have relied upon have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit of the aforesaid consolidated financial statements.

   b. In our opinion, proper books of account as required by law relating to preparation of the aforesaid consolidation of the financial statements have been kept so far as it appears from our examination of those books and report of other auditor.

   c. The Consolidated Balance Sheet, the Consolidated Statement of Profit and Loss including the Statement of Other Comprehensive Income, Consolidated Statement of Cash Flow and the Consolidated Statement of Changes in Equity dealt with by this Report are in agreement with the books of account maintained for the purpose of preparation of consolidated financial statements.

   d. In our opinion, the aforesaid consolidated financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Companies (Indian Accounting Standards) Rules, 2015, as amended.

   e. On the basis of the written representations received from the directors of the Holding Company as on March 31, 2022 taken on record by the Board of Directors of the Holding Company and reports of the other statutory auditors who are appointed under section 139 of the Act, of its subsidiary companies, none of the directors of the Group companies is disqualified as on March 31, 2022 from being appointed as a director in terms of sub-section (2) of Section 164 of the Act.

   f. With respect to the adequacy and the operating effectiveness of the internal financial controls over financial reporting with reference to these Consolidated financial statements of the Holding Company and its subsidiary companies incorporated in India, refer to our separate Report in "Annexure B" to this report.

   g. With respect to the other matters to be included in the Auditor's Report in accordance with the requirements of sub-section (16) of Section 197 of the Act, as amended.

      In our opinion and based on the consideration of report of other statutory auditor of the Subsidiary Company incorporated in India, the managerial remuneration for the year ended March 31, 2022 has been paid / provided by the Holding Company and its Subsidiary Company incorporated in India to their directors in accordance with the provisions of section 197 read with Schedule (V) to the Act.

SHAH GUPTA & CO. MUMBAI FRN: 109574W CHARTERED ACCOUNTANTS

h. With respect to the other matters to be included in the Auditor's Report in accordance with Rule (11) of the Companies (Audit and Auditors) Rules, 2014, as amended, 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 report of the other auditor on separate financial statements as also the other financial information of the subsidiary, as noted in the 'Other matter' paragraph:

   i. The consolidated financial statements disclose the impact of pending litigations on the consolidated financial position of the Group – Refer Note 46 to the consolidated financial statements.

   ii. The Group did not have any long-term contracts including derivative contracts as at March 31, 2022 for which there were any material foreseeable losses; and.

   iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Holding Company and its subsidiary incorporated in India.

For **SHAH GUPTA & CO.,**
Chartered Accountants
Firm Registration No.: 109574W

SHAH GUPTA & CO. MUMBAI FRN: 109574W CHARTERED ACCOUNTANTS

Parth P Patel
M. No. 172670
UDIN: 22172670ANDNWF2384
Place: Mumbai
Date: May 24, 2022

ANNEXURE A TO THE INDEPENDENT AUDITORS' REPORT

Referred to in paragraph 1 under the heading "Report on Other Legal and Regulatory Requirements" of our report of even date

Re: Piombino Steel Limited ("the Company")

In terms of the information and explanations sought by us and given by the company and the books of account and records examined by us in the normal course of audit and to the best of our knowledge and belief, we state that:

(xxi) Qualifications or adverse remarks by the respective auditors in the Companies (Auditors Report) Order (CARO) reports of the companies included in the consolidated financial statements are:

Name	CIN	Holding company / subsidiary / associate/ joint venture	Clause number of the CARO report which is qualified or is adverse	Remarks
Piombino Steel Limited	U27320MH2018PLC374653	Holding Company	(xvii)	Cash losses in the immediately preceding financial year - Rs. 5.07 Crores
Bhushan Power and Steel Limited (BPSL)	U27100DL1999PLC108350	Subsidiary	(i)(c)	Title deed of Land not in the name of BPSL - Rs.28.47 Crores

SHAH GUPTA & CO. ★ CHARTERED ACCOUNTANTS ★ MUMBAI FRN: 109574W

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ANNEXURE B TO THE INDEPENDENT AUDITORS' REPORT

Report on the internal financial controls with reference to the aforesaid consolidated financial statements under Clause (i) of sub-section (3) of Section 143 of the Act

(Referred to in paragraph 2(B)(f) under 'Report on Other Legal and Regulatory Requirements' section of our report of even date)

In conjunction with our audit of the consolidated financial statements of **Piombino Steel Limited** (hereinafter referred to as the "Holding Company")as of and for the year ended March 31, 2022, we have audited the internal financial controls with reference to consolidated financial statements of the Holding Company and its subsidiary (the Holding Company and its subsidiary together referred to as "the Group"), which are companies incorporated in India, as of that date.

Management's Responsibility for Internal Financial Controls

The respective Board of Directors of the Holding Company and its Subsidiary Company, which are companies incorporated in India, are responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Holding Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") issued by the Institute of Chartered Accountants of India. These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to the respective company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Act.

Auditor's Responsibility

Our responsibility is to express an opinion on the Holding Company's internal financial controls over financial reporting with reference to these consolidated financial statements of the Company based on our audit. We conducted our audit in accordance with the Guidance Note issued by the Institute of Chartered Accountants of India and the Standards on Auditing prescribed under sub-section (10) of Section 143 of the Act, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting with reference to these consolidated financial statements was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting with reference to these consolidated financial statements and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting with reference to these consolidated financial statements, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the consolidated financial statements, whether due to fraud or error.

We believe that the audit evidence we have obtained and the audit evidence obtained by the other auditor in terms of their reports referred to in the Other Matters paragraph below, is sufficient and appropriate to provide a basis for our audit opinion on the internal financial controls over financial reporting with reference to these consolidated financial statements.

Meaning of Internal Financial Controls Over Financial Reporting with reference to these Consolidated Financial Statements

A Company's internal financial control over financial reporting with reference to these consolidated financial statements is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of consolidated financial statements for external purposes in accordance with generally accepted accounting principles. A Company's internal financial control over financial reporting with reference to these consolidated financial statements includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the Company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of the consolidated financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the Company are being made only in accordance with authorisations of management and directors of the Company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorised

MUMBAI FRN: 109574W CHARTERED ACCOUNTANTS acquisition, use, or disposition of the Company's assets that could have a material effect on the consolidated financial statements.

Inherent Limitations of Internal Financial Controls Over Financial Reporting with reference to these Consolidated Financial Statements

Because of the inherent limitations of internal financial controls over financial reporting with reference to these consolidated financial statements, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting with reference to these consolidated financial statements to future periods are subject to the risk that the internal financial control over financial reporting with reference to these consolidated financial statements may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

Opinion

In our opinion, the Holding Company and its subsidiary company, which are companies incorporated in India, have, maintained in all material respects, adequate internal financial controls with reference to consolidated financial statements and such internal financial controls with reference to consolidated financial statements were operating effectively as at 31 March, 2022, based on the internal control over financial reporting criteria established by the Holding Company considering the essential components of internal control stated in the Guidance Note issued by the ICAI.

Other Matters

Our report under Section 143(3)(i) of the Act on the adequacy and operating effectiveness of the internal financial controls over financial reporting with reference to these consolidated financial statements of the Holding Company, insofar as it relates to the one Subsidiary Company, which is a company incorporated in India, is based on the corresponding report of the auditor of such subsidiary incorporated in India.

For **SHAH GUPTA & CO.,**
Chartered Accountants
Firm Registration No.: 109574W

SHAH GUPTA & CO. MUMBAI FRN: 109574W CHARTERED ACCOUNTANTS

Parth P Patel
M. No. 172670
UDIN: 22172670ANDNWF2384
Place: Mumbai
Date: May 24, 2022

Piombino Steel Limited

Consolidated balance sheet as on 31 March, 2022

(Rs. in Crores)

	Note No.	As at 31 March 2022	As at 31 March 2021
I ASSETS			
Non current assets			
(a) Property, plant and equipment	2	12,735.97	13,376.26
(b) Capital work-in-progress	3(a)	845.98	691.94
(c) Right-of-use	4	898.53	910.76
(d) Intangible assets	5	13.19	77.06
(e) Intangible assets under development	3(b)	3.41	2.41
(f) Financial assets			
(i) Investments	6	-	-
(ii) Loans	7	0.23	0.38
(iii) Other financial assets	8	156.47	83.77
(g) Current tax assets (net)	9	2.38	10.38
(h) Other non-current assets	10	87.74	24.77
Total non current assets		14,743.90	15,177.73
Current assets			
(a) Inventories	11	4,856.11	2,235.61
(b) Financial assets			
(i) Investments	12	1.60	1.41
(ii) Trade receivables	13	1,139.69	779.87
(iii) Cash and cash equivalents	14	549.29	2,817.14
(iv) Bank balances other than (iii) above	15	575.78	161.21
(v) Loans	16	1.78	0.91
(vi) Other financial assets	17	55.04	2.76
(c) Other current assets	18	652.01	501.99
Total current assets		7,831.30	6,500.90
Asset classified as held for sale	19	-	0.13
Total assets		22,575.20	21,678.76
II EQUITY & LIABILITIES			
Equity			
(a) Equity share capital	20	6,092.92	1,667.29
(b) Other equity	21	4,859.81	2,237.51
(c) Money received against share warrants		14.00	14.00
Total equity		10,966.73	3,918.80
Liabilities			
Non current liabilities			
(a) Financial liabilities			
(i) Borrowings	22	7,128.87	16,058.92
(ii) Lease liabilities	48	8.93	9.40
(iii) Other financial liabilities	23	241.29	4.55
(b) Provisions	24	53.08	61.62
(c) Deferred tax liability	38	-	346.07
Total non current liabilities		7,432.17	16,480.56
Current liabilities			
(a) Financial liabilities			
(i) Lease liabilities	48	2.04	1.53
(ii) Trade payables	25		
- total outstanding dues of micro enterprises & small enterprises; and		115.32	127.26
- total outstanding dues of creditors other than micro enterprises & small enterprises		3,448.77	676.09
(iii) Other financial liabilities	26	349.86	180.11
(b) Provisions	27	3.27	5.18
(c) Other current liabilities	28	257.04	289.23
Total current liabilities		4,176.30	1,279.40
Total liabilities		11,608.47	17,759.96
Total equity and liabilities		22,575.20	21,678.76

See accompanying notes to consolidated financial statements

As per our attached report of even date
For Shah Gupta & Co.
Chartered Accountants
Firm Registration No.: 109574W

Parth P Patel
Partner
Membership No.: 172670

For and on behalf of Board of Directors

Kaustubh Kulkarni
Chief Executive Officer

Divyakumar Bhair
Director
DIN: 08568679

Anil Kumar Singh
Director
DIN: 02059903

Alok Kumar Mishra
Company Secretary
ICSI Membership No. ACS 15967

Mohit Goyal
Chief Financial Officer

Place: Mumbai
Date: May 24, 2022

Piombino Steel Limited
Consolidated statement of profit & loss for the year ended 31 March, 2022

(Rs. in Crores)

	Particulars	Note No.	For the year ended 31 March 2022	For the year ended 31 March 2021
I	Revenue from operations	29	21,969.38	415.46
II	Other income	30	45.70	0.29
III	**Total income (I + II)**		22,015.08	415.75
IV	Expenses			
	Cost of materials consumed	31	10,182.89	114.96
	Purchases of stock- in- trade		952.61	33.57
	Changes in inventories of finished goods, stock-in-trade and work-in-progress	32	(325.64)	63.93
	Employee benefits expense	33	393.27	9.37
	Finance costs	34	1,171.08	33.01
	Depreciation and amortisation expenses	35	1,292.21	17.30
	Other expenses	36	4,343.99	49.93
	Total expenses		18,010.41	322.07
V	**Profit before tax attributable to owners of the Company (III-IV)**		4,004.67	93.68
VI	**Tax expense**	38		
	Current tax		26.39	-
	Deferred tax		(40.90)	(1.79)
	Total tax credit		(14.51)	(1.79)
VII	**Profit for the year (V-VI)**		4,019.18	95.47
VIII	**Other comprehensive income (OCI)**			
	i. Items that will not be reclassified to profit or loss			
	(a) Re-measurement gains / (losses) on defined benefit plans		8.85	(0.03)
	ii. Income tax related to items which will not be reclassified to profit and loss		-	-
	Total other comprehensive income/ (loss) attributable to owners of the Company		8.85	(0.03)
IX	**Total comprehensive income/ (loss) attributable to owners of the Company for the year (VII+VIII)**		4,028.03	95.44
X	**Earnings per equity share of Rs. 10 each**	37(b)		
	(1) Basic		9.94	29.33
	(2) Diluted		3.64	0.14

See accompanying notes to consolidated financial statements

As per our attached report of even date
For Shah Gupta & Co.
Chartered Accountants
Firm Registration No.: 109574W

For and on behalf of Board of Directors

Parth P Patel
Partner
Membership No.: 172670

Kaustubh Kulkarni
Chief Executive Officer

Divyakumar Bhair
Director
DIN: 08568679

Anil Kumar Singh
Director
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Alok Kumar Mishra
Company Secretary
ICSI Membership No. ACS 15967

Mohit Goyal
Chief Financial Officer

Place: Mumbai
Date: May 24, 2022

Piombino Steel Limited

Consolidated statement of changes in equity for the year ended 31 March, 2022

(A) Equity share capital *

(Rs. in Crores)

Particulars	Amount
Equity share capital as at 01 April 2020	**7.80**
Shares issued during the year	1,659.49
As at 31 March 2021	**1,667.29**
Shares issued during the year	2,797.55
Reclassification of equity component within equity	1,628.08
Balance as at 31 March 2022	**6,092.92**

(B) Other equity *

(Rs. in Crores)

	Equity component of compound financial instruments	Reserves and surplus			Other comprehensive income	Total
		Capital reserve	Capital reserve arising on account of business combination	Retained earnings	Remeasurement of defined benefits plan	
Restated balance as at 01 April 2020	-	-	-	(7.29)	-	(7.29)
Arising on account of business combination	-	0.01	826.49	-	-	826.50
Equity components of OFCDs	1,322.91	-	-	-	-	1,322.91
Expenses incurred to issue equity shares	-	-	-	(0.05)	-	(0.05)
Profit for the year	-	-	-	95.47	-	95.47
Other comprehensive income for the year	-	-	-	-	(0.03)	(0.03)
Balance as at 31 March 2021	**1,322.91**	**0.01**	**826.49**	**88.13**	**(0.03)**	**2,237.51**
Changes in accounting policy or prior period errors	-	-	-	-	-	-
Profit for the year	-	-	-	4,019.18	-	4,019.18
Arising on account of business combination	-	-	0.48	(83.30)	-	(82.82)
Reversal of deferred tax liability on conversion of OFCDs	305.17	-	-	-	-	305.17
Reclassification of equity component within equity	(1,628.08)	-	-	-	-	(1,628.08)
Other comprehensive income for the year	-	-	-	-	8.85	8.85
Balance as at 31 March 2022	**-**	**0.01**	**826.97**	**4,024.01**	**8.82**	**4,859.81**

* Refer note 45 in respect of implementation of resolution plan

See accompanying notes to consolidated financial statements

As per our attached report of even date.
For Shah Gupta & Co.
Chartered Accountants
Firm Registration No.: 109574W

Sd/-
Parth P Patel
Partner
Membership No.: 172670

For and on behalf of Board of Directors

Kaustubh Kulkarni
›f Executive Officer

Divyakumar Bhair
Director
DIN: 08568679

Anil Kumar Singh
Director
DIN: 02059903

Alok Kumar Mishra
Company Secretary
ICSI Membership No. ACS 15967

Mohit Goyal
Chief Financial Officer

Place: Mumbai
Date: May 24, 2022

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Piombino Steel Limited

Consolidated statement of cash flows for the year ended 31 March, 2022

(Rs. in Crores)

Particulars	For the year ended 31 March 2022	For the year ended 31 March 2021 *
Cash flows from operating activities		
Profit before tax	4,004.67	93.68
Adjustments:		
Depreciation & amortisation expenses	1,292.21	17.30
Profit on disposal of property, plant & equipment (net)	(0.91)	-
Unrealised gain on foreign exchange differences (net)	(9.16)	(3.93)
Fair value gain arising from financial Instruments designated as FVTPL (mutual funds)	(0.19)	(0.01)
Finance costs	1,171.08	33.01
Provision for doubtful debts, loans & advances	-	2.07
Reversal of provision for doubtful debts, loans & advances	(1.04)	-
Interest income	(43.32)	(0.28)
Operating profit before working capital changes	**6,413.34**	**141.84**
Working capital adjustments:		
(Increase) / Decrease in inventories	(2,704.05)	58.46
(Increase) / Decrease in trade receivables	(348.85)	29.06
Increase in other assets	(1,006.21)	(33.50)
Increase / (Decrease) in trade payable	3,181.44	(61.03)
Increase / (Decrease) in other liabilities	99.43	55.98
Decrease in provisions	(1.60)	-
Cash flows from operating activities	**5,633.50**	**190.81**
Income tax paid	(17.92)	(0.26)
Net cash generated from operating activities	**5,615.58**	**190.55**
Cash flows from investing activities		
Purchase of property, plant and equipment	(848.54)	-
Proceeds from sale of property, plant and equipment	2.44	-
Investment in fixed deposits	-	(47.84)
Cash outflow on acquisition of a subsidiary	(0.31)	(19,350.00)
Interest received	41.34	-
Net cash used in investing activities	**(805.07)**	**(19,397.84)**
Cash flows from financing activities		
Proceeds from issue of equity shares	-	972.20
Finance costs paid	(790.27)	(151.23)
Proceeds from long term borrowings	-	10,800.00
Repayment of long term borrowings	(6,299.22)	-
Annual Fees Paid	(43.74)	-
Proceeds from borrowings from a related party	56.00	2,634.18
Money received against share warrants	-	14.00
Share issue expenses paid	-	(0.05)
Payment of lease liability	(1.16)	-
Proceeds from issue of compulsorily convertible debentures (financial instruments)	-	5,120.00
Net cash flows from/ (used in) financing activities	**(7,078.39)**	**19,389.10**
Net (decrease) / increase in cash and cash equivalents	(2,267.88)	181.80
Cash and cash equivalents at the beginning of the year	2,817.14	0.86
Cash and cash equivalents on merger / business acquisition (refer note 45)	0.03	2,634.48
Cash and cash equivalents at year end (refer note 14)	**549.29**	**2,817.14**

* Refer note 45 in respect of implementation of resolution plan.

Note:

I. The statement of cash flows is prepared using the "indirect method" set out in Ind AS 7 "Statement of Cash Flows".

II. Reconciliations part of cash flows

Particulars	Borrowings	Equity	Total
Balance as on 31 March, 2021	16,058.92	1,667.29	17,726.21
Reclassification of liability component of optionally fully convertible debentures (OFCDs) on conversion to equity	(2,768.55)	-	(2,768.55)
Unamortised upfront fees	81.73	-	81.73
Loan from parent company	56.00	-	56.00
Repayment of long term loan	(6,299.22)	-	(6,299.22)
Shares issued pursuant to conversion of OFCDs	-	2,797.55	2,797.55
Reclassification of equity component within equity	-	1,628.08	1,628.08
Balance as on 31 March, 2022	7,128.87	6,092.92	13,221.79

See accompanying notes to consolidated financial statements

As per our attached report of even date
For Shah Gupta & Co.
Chartered Accountants
Firm Registration No.: 109574W

For and on behalf of Board of Directors

Parth P Patel
Partner
Membership No.: 172670

Kaustubh Kulkarni
Chief Executive Officer

Divyakumar Bhair
Director
DIN: 08568679

Anil Kumar Singh
Director
DIN: 02059903

Alok Kumar Mishra
Company Secretary
ICSI Membership No. ACS 15967

Mohit Goyal
Chief Financial Officer

Place: Mumbai
Date: May 24, 2022

1. **General Information**

Piombino Steel Limited ("the Group" "the parent") was incorporated in India on September 21, 2018 under the Companies Act, 2013 with its registered office located at 6th Floor, JSW Centre, Bandra Kurla Complex, Bandra (East), Mumbai 400051.

The Group is engaged in the business of buying, selling and otherwise trading or dealing in steel and its allied products, iron ore, coal, coke, brick-earth, ores, minerals and mineral substance, alloys and metal scrap of all kinds.

A. Recent accounting pronouncements

The Ministry of Corporate Affairs ("MCA") notifies new standards / amendments under Companies (Indian Accounting Standards) Rules as issued from time to time. On 23 March, 2022, MCA amended the Companies (Indian Accounting Standards) Amendment Rules, 2022, as below:

a) Ind AS 16 | Property, plant and equipment – The amendment clarifies that excess of net sale proceeds of items produced over the cost of testing, if any, shall not be recognised in the profit or loss but deducted from directly attributable costs considered as part of cost of an item of property, plant and equipment. The effective date for adoption of this amendment is annual periods beginning on or after 1 April, 2022.

b) Ind AS 37 | Provisions, contingent liabilities and contingent assets – The amendment specifies that the 'cost of fulfilling' a contract comprises the 'costs that relate directly to the contract'. Costs that relate directly to a contract can either be incremental costs of fulfilling that contract (examples would be direct labour, materials) or an allocation of other costs that relate directly to fulfilling contracts (an example would be the allocation of the depreciation charge for an item of property, plant and equipment used in fulfilling the contract). The effective date for adoption of this amendment is annual periods beginning on or after April, 2022, although early adoption is permitted.

c) Ind AS 103 | Business combinations – The amendment adds a new exception in Ind AS 103 for liabilities and contingent liabilities.

d) Ind AS 109 | Financial instruments – The amendment clarifies which fees an entity includes when it applies the '10%' test in assessing whether to derecognise a financial liability. An entity includes only fees paid or received between the entity (the borrower) and the lender, including fees paid or received by either the entity or the lender on the other's behalf.

There is no impact of these amendments on the Group.

B. Significant Accounting Policies

a) Statement of Compliance

The Consolidated financial statements have been prepared in accordance with the accounting principles generally accepted in India including Indian Accounting Standards (Ind-AS) prescribed under the Section 133 of the Companies Act, 2013 read with Rule 3 of the Companies (Indian Accounting Standards) Rules, 2015 (as amended from time to time) and presentation requirement of Division II of Schedule III of the Companies Act 2013, (Ind AS Compliant Schedule III), as applicable to consolidated financial statements.

Accordingly, the Group has prepared these Consolidated Financial Statements which comprise the Consolidated Balance Sheet as at 31 March, 2022, Consolidated Statement of Profit and Loss, Consolidated Statement of Cash Flows and the Consolidated of Changes in Equity for the year ended as on that date, and accounting policies and other explanatory information (together hereinafter referred to as "Consolidated financial statements").

These consolidated financial statements are approved for issue by the Board of Directors on 24 May, 2022.

b) Basis of preparation and presentation

The Consolidated financial statements have been prepared under the historical cost convention with the exception of certain financial instruments that are required to be measured at fair values at the end of each reporting period as explained in the accounting policies below, and acquisition of subsidiaries where assets and liabilities are measured at fair values as at the date of acquisition in accordance with Ind AS 103.

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date, regardless of whether that price is directly observable or estimated using another valuation technique. In estimating the fair value of an asset or a liability, the Group takes in account the characteristics of the asset or liability if market participants would take those characteristics into account when pricing the asset or liability at the measurement date.

Fair value for measurement and/or disclosure purposes in these consolidated financial statements is determined on such a basis, except for leasing transactions that are within the scope of Ind-AS 116, and measurements that have some similarities to fair value but are not fair value, such as net realizable value in Ind AS 2 or value in use in Ind AS 36.

The consolidated financial statements are presented in INR and all values are rounded to the nearest Lakhs, except when otherwise indicated.

In addition, for financial reporting purposes, fair value measurements are categorized into Level 1, 2, or 3 based on the degree to which the inputs to the fair value measurements are observable and the significance of the inputs to the fair value measurements in its entirety, which are described as follows:

- Level 1 inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities that the entity can access at the measurement date;
- Level 2 inputs are inputs, other than quoted prices included within level 1, that are observable for the asset or liability, either directly or indirectly; and
- Level 3 inputs are unobservable inputs for the asset or liability.

Current and non-current classification
The Group presents assets and liabilities in the balance sheet based on current/ non-current classification.

An asset is treated as current when it is:

- Expected to be realised or intended to be sold or consumed in normal operating cycle.
- Held primarily for the purpose of trading.
- Expected to be realised within twelve months after the reporting period, or
- Cash or cash equivalent unless restricted from being exchanged or used to settle a liability for at least twelve months after the reporting period

All other assets are classified as non-current.

A liability is current when:

- It is expected to be settled in normal operating cycle
- It is held primarily for the purpose of trading
- It is due to be settled within twelve months after the reporting period, or
- There is no unconditional right to defer the settlement of the liability for at least twelve months after the reporting period

The Group classifies all other liabilities as non-current.

Deferred tax assets and liabilities are classified as non-current assets and liabilities.

The operating cycle is the time between the acquisition of assets for processing and their realisation in cash and cash equivalents.

c) Basis of Consolidation
The Consolidated Financial Statements incorporate the financial statements of the Group and its subsidiaries.

Control is achieved where the Group:

- has power over the investee
- is exposed to, or has rights, to variable returns from its involvement with the investee; and
- has the ability to use its power to affect its returns

The Group reassess whether or not it controls an investee if facts and circumstances indicate that there are changes to one or more of the three elements of control listed above.

When the Group has less than majority of the voting rights of an investee, it has power over the investee when the voting rights are sufficient to give it the practical ability to direct the relevant activities of the investee unilaterally. The Group considers all relevant facts and circumstances in assessing whether or not the Group's voting rights in an investee are sufficient to give it power, including;

- the size of the Group's holding of voting rights relative to the size and dispersion of holdings of the other vote holders;
- potential voting rights held by the Group, other vote holders or other parties;
- rights arising from other contractual arrangements; and
- any additional facts and circumstances that indicate that the Group has, or does not have, the current ability to direct the relevant activities at the time that decisions need to be made, including voting patterns at previous shareholders' meetings.

Consolidation of a subsidiary begins when the Group obtains control over the subsidiary and ceases when the Group loses control of the subsidiary. Specifically, income and expenses of a subsidiary acquired or disposed of during the year are included in the consolidated statement of profit and loss and other comprehensive income from the date the Group gains control until the date when the Group ceases to control the subsidiary.

Consolidation procedure:

- Combine like items of assets, liabilities, equity, income, expenses and cash flows of the parent with those of its subsidiaries. For this purpose, income and expenses of the subsidiary are based on the amounts of the assets and liabilities recognised in the consolidated financial statements at the acquisition date.
- Offset (eliminate) the carrying amount of the parent's investment in each subsidiary and the parent's portion of equity of each subsidiary. Business combinations policy explains how to account for any related goodwill.
- Eliminate in full intragroup assets and liabilities, equity, income, expenses and cash flows relating to transactions between entities of the group (profits or losses resulting from intragroup transactions that are recognised in assets, such as inventory and fixed assets, are eliminated in full). Intragroup losses may indicate an impairment that requires recognition in the consolidated financial statements. Ind AS 12 Income Taxes applies to temporary differences that arise from the elimination of profits and losses resulting from intragroup transactions.

Profit or loss and each component of other comprehensive income are attributed to the owners of the Group and to the non-controlling interests. Total comprehensive income of subsidiaries is attributed to the owners of the Group and to the non-controlling interests even if this results in the non-controlling interests having a deficit balance.

When necessary, adjustments are made to the consolidated financial statements of subsidiaries to bring their accounting policies into line with the Group's accounting policies.

d) Property, plant and equipment (PPE)

Property, plant and equipment are stated at cost less accumulated depreciation and accumulated impairment losses, if any. Capital work in progress is stated at cost, net of accumulated impairment loss, if any. Cost includes all costs relating to acquisition and installation of Property, plant and equipment including any incidental costs of bringing the assets to their working condition for their intended use, including relevant borrowing costs for qualifying assets and any expected costs of decommissioning. Expenditure incurred after the property, plant and equipment have been put into operation, such as repairs and maintenance, are charged to the consolidated statement of Profit and Loss in the year in which the costs are incurred.

Where cost of the part of the asset is significant to total cost of asset and useful life of that part is different from useful life of the asset, useful life and the value of that significant part shall be determined separately through internal/external expert. Likewise, when a major inspection is performed, its cost is recognised in the carrying amount of the plant and equipment as a replacement if the recognition criteria are satisfied. Major shut-down and overhaul expenditure is capitalised as the activities undertaken improves the economic benefits expected to arise from the asset.

Assets in the course of construction are reflected in capital work in progress. At the point when an asset is operating at management's intended use, the cost of construction is transferred to appropriate category of Property, plant and equipment. Costs associated with the commissioning of an asset are capitalized where the asset is available for use but incapable of operating at normal levels until a period of commissioning has been completed. Revenue (net of cost) generated from production during the trial period is capitalized.

Derecognition
The carrying amount of a property, plant and equipment is de-recognized when no future economic benefits are expected from its use or on disposal. Any gain or loss arising on the disposal or retirement of an item of property, plant and equipment is determined as the difference between the sales proceeds and the carrying amount of the asset and is recognized in the consolidated statement profit & loss.
Machinery spares that can be used only in connection with an item of Property, plant and equipment & where use are expected is more than one year are capitalized along with plant & machinery.

Depreciation
Depreciable amount for assets is the cost of an asset, or other amount substituted for cost, less its estimated residual value. Depreciation is recognised as to write off the cost of assets (other than freehold land and properties under construction) less their residual values.

Depreciation commences when the assets are ready for their intended use. Depreciation on all property plant and equipment except freehold land are provided on a straight line method on the basis of the useful life prescribed in schedule II of the Companies Act, 2013 or the economic useful lives determined as per technical assessment. In case of below mentioned class of assets, life of the assets has been determined as per technical assessment.

Class of assets	Years
Plant and equipment	4 to 38 years
Building	20 to 50 years
Computer & computer accessories	3 years
Work-rolls (shown under Plant and equipment)	1 years

Mobile Phone & Individual Assets acquired for `5,000/- or less are depreciated over a period of one year of acquisition.

The useful lives are reviewed annually. If the expected useful life of the asset is significantly different from previous estimates, the depreciation period is changed accordingly.

e) Intangible Assets
Intangible assets acquired separately are measured on initial recognition at cost less accumulated amortization and accumulated impairment losses, if any.
The cost of an intangible asset includes purchase cost (net of rebates and discounts), including any import duties and non-refundable taxes, and any directly attributable costs on making the asset ready for its intended use.

Following initial recognition, intangible assets are carried at cost less any accumulated amortisation and accumulated impairment losses.

Costs incurred on technical know-how/ license fee relating to process design/ plants/ facilities are capitalized at the time of capitalization of the said plant/ facility and amortized on pro-rata basis over a period of five years. Computer software is capitalised on the date of installation and is amortised on pro-rata basis over a period of five years.

An intangible asset is derecognized on disposal, or when no future economic benefits are expected from use. Gain and loss arising from de-recognition of an intangible assets are measured as the difference between the net disposal proceeds and the carrying amount of the assets are recognized in the consolidated statement of profit and loss when the asset is de-recognized or on disposal.

Useful lives of Intangible assets:

Class of assets	Years
Computer Software & Licenses	3 – 5 years
Coal Linkage Rights	Over the period of rights

f) Non-Current Assets held for sale
Non-current assets are classified as held for sale if their carrying amount will be recovered principally through a sale transaction rather than through continuing use. This condition is regarded as met only when the asset is available for immediate sale in its present condition subject only to terms that are usual and customary for sales of such asset and its sale is highly probable. Management must be committed to the sale and the sale expected within one year from the date of classification.

Non-current assets classified as held for sale are measured at the lower of their carrying amount and fair value less costs to sell.

Property, plant and equipment and intangible are not depreciated, or amortised assets once classified as held for sale. Assets and liabilities classified as held for sale are presented separately from other items in the balance sheet.

g) Inventories
Inventories are stated at the lower of cost and net realisable value except Scrap which is valued at net realizable value.

Cost of raw materials includes cost of purchase and other costs incurred in bringing the inventories to their present location and condition. Cost of finished goods and work-in-progress include cost of direct materials and labour and a proportion of manufacturing overheads based on the normal operating capacity but excluding borrowing costs.

Costs of inventories are determined on first-in-first-out (FIFO) basis except Stores & Spares which are valued on the basis of weighted average method. Net realisable value represents the estimated selling price for inventories less all estimated costs necessary to make the sale.

h) Revenue from contract with customer
a) Revenue from sale of goods
The Group recognizes revenue when control over the promised goods or services is transferred to the customer at an amount that reflects the consideration to which the Group expects to be entitled in exchange for those goods or services.
The Group has generally concluded that it is the principal in its revenue arrangements because it typically controls the goods or services before transferring them to the customer.

Revenue is adjusted for variable consideration such as discounts, rebates, refunds, credits, price concessions, incentives, or other similar items in a contract when they are highly probable to be provided. The amount of revenue excludes any amount collected on behalf of third parties.

The Group recognises revenue generally at the point in time when the products are delivered to customer or when it is delivered to a carrier for export sale, which is when the control over product is transferred to the customer. In contracts where freight is arranged by the Group and recovered from the customers, the same is treated as a separate performance obligation and revenue is recognized when such freight services are rendered.

In revenue arrangements with multiple performance obligations, the Group accounts for individual products and services separately if they are distinct – i.e. if a product or service is separately identifiable from other items in the arrangement and if a customer can benefit from it. The consideration is allocated between separate products and services in the arrangement based on their stand-alone selling prices. Revenue from sale of by products is included in revenue.

Revenue from sale of power is recognised when delivered and measured based on the bilateral contractual arrangements.

<u>Contract balances</u>
i) Contract assets including trade receivables
A contract asset is the right to consideration in exchange for goods or services transferred to the customer. If the Group performs by transferring goods or services to a customer before the customer pays consideration or before payment is due, a contract asset is recognised for the earned consideration.

A receivable is recognised when the goods are delivered and to the extent that it has an unconditional contractual right to receive cash or other financial assets (i.e., only the passage of time is required before payment of the consideration is due).

ii) Contract liabilities
A contract liability is the obligation to transfer goods or services to a customer for which the Group has received consideration (or an amount of consideration is due) from the customer. If a customer pays consideration before the Group transfers goods or services to the customer, a contract liability is recognised when the payment is made or the payment is due (whichever is earlier). Contract liabilities are recognised as revenue when the Group performs under the contract including Advance received from Customer

iii) Refund liabilities
A refund liability is the obligation to refund some or all of the consideration received (or receivable) from the customer and is measured at the amount the Group ultimately expects it will have to return to the customer including volume rebates and discounts. The Group updates its estimates of refund liabilities at the end of each reporting period.

b) Dividend & Interest Income
Dividend income from investments is recognized when the shareholder's right to receive payment has been established (provided that it is probable that the economic benefits will flow to the Group and the amount of income can be measured reliably).

Interest income from a financial asset is recognized when it is probable that the economic benefits will flow to the Group and the amount of income can be measured reliably. Interest income is accrued on a time basis, by reference to the principal outstanding and at the effective interest rate applicable, which is the rate that exactly discounts estimated future cash receipts through the expected life of the financial asset to that asset's net carrying amount on initial recognition.

i) Foreign currency transactions

The Group's financials are presented in INR, which is functional currency of the Group. In preparing the consolidated financial statements, transactions in currencies other than the Group's functional currency (foreign currencies) are recognized at the rates of exchange prevailing at the dates of the transactions.

At the end of each reporting period:

i. Monetary items denominated in foreign currencies are restated at the rates prevailing at that date.
ii. Non-monetary items carried at fair value that are denominated in foreign currencies are restated at the rates prevailing at the date when the fair value was determined. The gain or loss arising on translation of non-monetary items measured at fair value is treated in line with the recognition of the gain or loss on the change in fair value of the item (i.e., translation differences on items whose fair value gain or loss is recognised in OCI or profit or loss are also recognised in OCI or profit or loss, respectively).
iii. Non-monetary items that are measured terms of historical cost in a foreign currency are not restated.

Exchange differences arising on the settlement of monetary items or on translating monetary items at rates different from those at which they were translated on initial recognition during the period or in previous consolidated financial statements are recognized in profit or loss in the period in which they arise.

j) Retirement and other employee benefits
Defined Contribution Plan
Payments to defined contribution retirement benefit plans such as provident fund are recognized as an expense in the consolidated statement of profit and loss when an employee renders the related service.

Defined Benefits Plan
For defined retirement benefit plans, such as gratuity the cost of providing benefits is determined using the projected unit credit method, with actuarial valuations being carried out at the end of each annual reporting period.

Defined benefit costs are categorized as follows:

- service cost (including current service cost, past service cost, as well as gains and losses on curtailments and settlements);
- net interest expense or income; and
- remeasurement

The Group presents the first two components of defined benefit costs in profit or loss in the line item 'Employee benefits expense. Curtailment gains and losses are accounted for as past service costs.

Remeasurements, comprising of actuarial gains and losses, the effect of the asset ceiling, excluding amounts included in net interest on the net defined benefit liability and the return on plan assets (excluding amounts included in net interest on the net defined benefit liability), are recognised immediately in the balance sheet with a corresponding debit or credit to retained earnings through OCI in the period in which they occur. Remeasurements are not reclassified to profit or loss in subsequent periods.

Past service cost is recognized in profit or loss in the period of a plan amendment.

Net interest is calculated by applying the discount rate at the beginning of the period to the net defined benefit liability or asset.

The retirement benefit obligation recognized in the balance sheet represents the actual deficit or surplus in the Group's defined benefit plans. Any surplus resulting from this calculation is limited to the present value of any economic benefits available in the form of refunds from the plans or reductions in future contributions to the plans.

Short-term and other long-term employee benefits
A liability is recognized for benefits accruing to employees in respect of wages and salaries, annual leave and sick leave in the period the related service is rendered at the undiscounted amount of the benefits expected to be paid in exchange for that service. These benefits include bonus/incentives and compensated absences which are expected to occur within twelve months after the end of the period in which the employee renders the related service.

Liabilities recognized in respect of short-term employee benefits are measured at the undiscounted amount of the benefits expected to be paid in exchange for the related service.

Liabilities recognized in respect of other long-term employee benefits are measured at the present value of the estimated future cash outflows expected to be made by the Group in respect of services provided by employees up to the reporting date.

Compensated absences
Compensated absences which are not expected to occur within twelve months after the end of the period in which the employee renders the related service are recognised based on actuarial valuation at the present value of the obligation as on the reporting date using the projected unit credit method at the reporting date. Actuarial gains/losses are immediately taken to the consolidated statement of profit and loss and are not deferred

k) Segment reporting
Operating segments are reported in a manner consistent with the internal reporting provided to the chief operating decision maker.
The Board of directors of the Group has been identified as the Chief Operating Decision Maker which reviews and assesses the financial performance and makes the strategic decisions.

l) Borrowing cost
Borrowing cost includes interest, amortization of ancillary costs incurred in connection with the arrangement of borrowings and exchange differences arising from foreign currency borrowings to the extent they are regarded as an adjustment to finance cost.

Borrowing Cost that are attributable to the acquisition or construction of qualifying assets are capitalised as part of the cost of such assets. A qualifying asset is one that necessarily takes substantial period of time to get ready for its intended use.

The Group determines the amount of borrowing costs eligible for capitalisation as the actual borrowing costs incurred on that borrowing during the year less any interest income earned on temporary investment of specific borrowings pending their expenditure on qualifying assets, to the extent that an entity borrows funds specifically for the purpose of obtaining a qualifying asset. In case if the Group borrows generally and uses the funds for obtaining a qualifying asset, borrowing costs eligible for capitalisation are determined by applying a capitalisation rate to the expenditures on that asset.

All other borrowing costs are expensed in the consolidated statement of Profit and Loss in the period in which they occur.

m) Leases
The Group assesses at *contract inception* whether a contract is, or contains, a lease. That is, if the contract conveys the right to control the use of an identified asset for a period of time in exchange for consideration.

Group as a lessee

The Group applies a single recognition and measurement approach for all leases, except for short-term leases and leases of low-value assets. The Group recognises lease liabilities to make lease payments and right-of-use assets representing the right to use the underlying assets.

Right-of-use assets
The Group recognises a right-of-use asset and a lease liability at the commencement date of the lease The right-of-use asset is initially measured at cost, less any accumulated depreciation and impairment losses, and adjusted for any remeasurement of lease liabilities and comprises of the initial amount of the lease liability adjusted for any lease payments made at or before the commencement date, plus any initial direct costs incurred and an estimate of costs to dismantle and remove the underlying asset or to restore the underlying asset or the site on which it is located, less any lease incentives received.

Right-of-use assets are amortised on a straight-line basis over shorter of its estimated useful life or the lease term. In the case of Lands on lease, the assets are amortized over the lease period except where the lease period more than 90 years.

Class of assets	Years
Leasehold land	30-99 Years
Office Lease	2 years

Ownership of the leased asset transfers to the Group at the end of the lease term or the cost reflects the exercise of a purchase option, depreciation is calculated using the estimated useful life of the asset.
The right-of-use assets are also subject to impairment testing.

Lease Liabilities
At the commencement date of the lease, the Group recognises lease liabilities measured at the present value of lease payments to be made over the lease term. The lease payments include fixed payments (including in-substance fixed payments) less any lease incentives receivable, variable lease payments that depend on an index or a rate, and amounts expected to be paid under residual value guarantees.

The variable lease payments that do not depend on an index or a rate are recognised as expense in the period on which the event or condition that triggers the payment occurs.

In calculating the present value of lease payments, the Group uses the incremental borrowing rate at the lease commencement date if the interest rate implicit in the lease is not readily determinable. After the commencement date, the amount of lease liabilities is increased to reflect the accretion of interest and reduced for the lease payments made. In addition, the carrying amount of lease liabilities is remeasured if there is a modification, a change in the lease term, a change in the lease payments (e.g., changes to future payments resulting from a change in an index or rate used to determine such lease payments) or a change in the assessment of an option to purchase the underlying asset.

Short-term leases and leases of low-value assets
The Group has elected not to recognise right-of-use assets and lease liabilities for short term leases of real estate properties that have a lease term of 12 months or less from the commencement date and do not contain a purchase option. It also applies the lease of low-value assets recognition exemption to leases that are considered of low value. The Group recognises the lease payments associated with these leases as an expense on a straight-line basis over the lease term.

Group as lessor
Leases in which the Group does not transfer substantially all the risks and rewards incidental to ownership of an asset are classified as operating leases. Rental income arising is accounted for on a straight-line basis over the lease terms. Initial direct costs incurred in negotiating and arranging an operating lease are added to the carrying amount of the leased asset and recognised over the lease term on the same basis as rental income. Contingent rents are recognised as revenue in the period in which they are earned.

n) Financial Instruments

Financial assets and financial liabilities are recognised when an entity becomes a party to the contractual provisions of the instrument.

Financial assets and financial liabilities are initially measured at fair value. Transaction costs that are directly attributable to the acquisition or issue of financial assets and financial liabilities (other than financial assets and financial liabilities at fair value through consolidated statement of Profit and Loss (FVTPL)) are added to or deducted from the fair value of the financial assets or financial liabilities, as appropriate, on initial recognition. Transaction costs directly attributable to the acquisition of financial assets or financial liabilities at fair value through profit and loss are recognised immediately in consolidated statement of Profit and Loss.

i) Financial assets

a) Recognition and initial measurement
A financial asset is initially recognised at fair value and, for an item not at FVTPL, transaction costs that are directly attributable to its acquisition or issue. Purchases and sales of financial assets are recognised on the trade date, which is the date on which the Group becomes a party to the contractual provisions of the instrument.

b) Classification of financial assets
Financial assets are classified, at initial recognition and subsequently measured at amortised cost, fair value through other comprehensive income (OCI), and fair value through profit and loss. A financial asset is measured at amortised cost if it meets both of the following conditions and is not designated at FVTPL:

- The asset is held within a business model whose objective is to hold assets to collect contractual cash flows; and
- The contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

A debt instrument is classified as FVTOCI only if it meets both of the following conditions and is not recognised at FVTPL;

- The asset is held within a business model whose objective is achieved by both collecting contractual cash flows and selling financial assets; and
- The contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

Debt instruments included within the FVTOCI category are measured initially as well as at each reporting date at fair value. Fair value movements are recognized in the Other Comprehensive Income (OCI). However, the Group recognizes interest income, impairment losses & reversals and foreign exchange gain or loss in the consolidated Statement of Profit and Loss. On derecognition of the asset, cumulative gain or loss previously recognised in OCI is reclassified from the equity to the consolidated statement of Profit and Loss. Interest earned whilst holding FVTOCI debt instrument is reported as interest income using the EIR method.

All equity investments in scope of Ind AS 109 are measured at fair value. Equity instruments which are held for trading and contingent consideration recognised by an acquirer in a business combination to which Ind AS 103 applies are classified as at FVTPL. For all other equity instruments, the Group may make an irrevocable election to present in other comprehensive income subsequent changes in the fair value. The Group makes such election on an instrument-by-instrument basis. The classification is made on initial recognition and is irrevocable.

If the Group decides to classify an equity instrument as at FVTOCI, then all fair value changes on the instrument, excluding dividends, are recognized in the OCI. There is no recycling of the amounts from OCI to consolidated statement of Profit and Loss, even on sale of investment. However, the Group may transfer the cumulative gain or loss within equity.

Equity instruments included within the FVTPL category are measured at fair value with all changes recognized in the consolidated statement of Profit and Loss.

All other financial assets are classified as measured at FVTPL.
In addition, on initial recognition, the Group may irrevocably designate a financial asset that otherwise meets the requirements to be measured at amortised cost or at FVTOCI as at FVTPL if doing so eliminates or significantly reduces and accounting mismatch that would otherwise arise.

Financial assets at FVTPL are measured at fair value at the end of each reporting year, with any gains and losses arising on remeasurement recognized in consolidated statement of profit and loss. The net gain or loss recognized in consolidated statement of profit and loss incorporates any dividend or interest earned on the financial asset and is included in the 'other income' line item. Dividend on financial assets at FVTPL is recognized when:

- The Group's right to receive the dividends is established,
- It is probable that the economic benefits associated with the dividends will flow to the entity,
- The dividend does not represent a recovery of part of cost of the investment and the amount of dividend can be measured reliably.

c) Derecognition of financial assets
The Group derecognises a financial asset when the contractual rights to the cash flows from the asset expire, or when it transfers the financial asset and substantially all the risks and rewards of ownership of the asset to another party.

d) Impairment
The Group applies the expected credit loss model for recognising impairment loss on financial assets measured at amortised cost, debt instruments at FVTOCI, lease receivables, trade receivables, and other contractual rights to receive cash or other financial asset, and financial guarantees not designated as at FVTPL.

Expected credit losses are the weighted average of credit losses with the respective risks of default occurring as the weights. Credit loss is the difference between all contractual cash flows that are due to the Group in accordance with the contract and all the cash flows that the Group expects to receive (i.e. all cash shortfalls), discounted at the original effective interest rate (or credit-adjusted effective interest rate for purchased or originated credit-impaired financial assets). The Group estimates cash flows by considering all contractual terms of the financial instrument (for example, prepayment, extension, call and similar options) through the expected life of that financial instrument.

The Group measures the loss allowance for a financial instrument at an amount equal to the lifetime expected credit losses if the credit risk on that financial instrument has increased significantly since initial recognition. If the credit risk on a financial instrument has not increased significantly since initial recognition, the Group measures the loss allowance for that financial instrument at an amount equal to 12-month expected credit losses. 12-month expected credit losses are portion of the life-time expected credit losses and represent the lifetime cash shortfalls that will result if default occurs within the 12 months after the reporting date and thus, are not cash shortfalls that are predicted over the next 12 months.

If the Group measured loss allowance for a financial instrument at lifetime expected credit loss model in the previous year, but determines at the end of a reporting year that the credit risk has not increased significantly since initial recognition due to improvement in credit quality as compared to the previous year, the Group again measures the loss allowance based on 12-month expected credit losses.

When making the assessment of whether there has been a significant increase in credit risk since initial recognition, the Group uses the change in the risk of a default occurring over the expected life of the financial instrument instead of the change in the amount of expected credit losses. To make that assessment, the Group compares the risk of a default occurring on the financial instrument as at the reporting date with the risk of a default occurring on the financial instrument as at the date of initial recognition and considers reasonable and supportable information, that is available without undue cost or effort, that is indicative of significant increases in credit risk since initial recognition.

For trade receivables or any contractual right to receive cash or another financial asset that result from transactions that are within the scope of Ind AS 115, the Group always measures the loss allowance at an amount equal to lifetime expected credit losses.

Further, for the purpose of measuring lifetime expected credit loss allowance for trade receivables, the Group has used a practical expedient as permitted under Ind AS 109. This expected credit loss allowance is computed based on a provision matrix which takes into account historical credit loss experience and adjusted for forward-looking information.

The impairment requirements for the recognition and measurement of a loss allowance are equally applied to debt instruments at FVTOCI except that the loss allowance is recognised in other comprehensive income and is not reduced from the carrying amount in the balance sheet.

The Group has performed sensitivity analysis on the assumptions used and based on current indicators of future economic conditions; the Group expects to recover the carrying amount of these assets.

e) Effective interest method
The effective interest method is a method of calculating the amortised cost of a debt instrument and of allocating interest income over the relevant year. The effective interest rate is the rate that exactly discounts estimated future cash receipts (including all fees and points paid or received that form an integral part of the effective interest rate, transaction costs and other premiums or discounts) through the expected life of the debt instrument, or, where appropriate, a shorter year, to the net carrying amount on initial recognition.

Income is recognised on an effective interest basis for debt instruments other than those financial assets classified as at FVTPL. Interest income is recognized in consolidated statement of profit and loss and is included in the 'Other income' line item.

ii) Financial liabilities and equity instruments

a) Classification as debt or equity
Debt and equity instruments issued by a Group are classified as either financial liabilities or as equity in accordance with the substance of the contractual arrangements and the definitions of a financial liability and an equity instrument.

b) Equity instruments
An equity instrument is any contract that evidences a residual interest in the assets of an entity after deducting all of its liabilities. Equity instruments issued by the Group are recognised at the proceeds received, net of direct issue costs.

Repurchase of the Group's own equity instruments is recognised and deducted directly in equity. No gain or loss is recognised in the consolidated statement of Profit and Loss on the purchase, sale, issue or cancellation of the Group's own equity instruments.

c) Financial liabilities
Financial liabilities are classified as either financial liabilities 'at FVTPL' or 'other financial liabilities'.

Financial liabilities at FVTPL:
Financial liabilities are classified as at FVTPL when the financial liability is either held for trading or it is designated as at FVTPL.

A financial liability is classified as held for trading if:

- It has been incurred principally for the purpose of repurchasing it in the near term; or
- on initial recognition it is part of a portfolio of identified financial instruments that the Group manages together and has a recent actual pattern of short-term profit-taking; or
- It is a derivative that is not designated and effective as a hedging instrument.

A financial liability other than a financial liability held for trading may be designated as at FVTPL upon initial recognition if:

- such designation eliminates or significantly reduces a measurement or recognition inconsistency that would otherwise arise;
- the financial liability forms part of a group of financial assets or financial liabilities or both, which is managed and its performance is evaluated on a fair value basis, in accordance with the Group's documented risk management or investment strategy, and information about the grouping is provided internally on that basis; or
- It forms part of a contract containing one or more embedded derivatives, and Ind AS 109 permits the entire combined contract to be designated as at FVTPL in accordance with Ind AS 109.

Financial liabilities at FVTPL are stated at fair value, with any gains or losses arising on remeasurement recognised in the consolidated statement of profit and loss. The net gain or loss recognised in the consolidated statement of profit and loss incorporates any interest paid on the financial liability and is included in the consolidated statement of profit and loss. For Liabilities designated as FVTPL, fair value gains/losses attributable to changes in own credit risks are recognized in OCI.

The Group derecognises financial liabilities when, and only when, the Group's obligations are discharged, cancelled or they expire. The difference between the carrying amount of the financial liability derecognised and the consideration paid and payable is recognised in the consolidated statement of profit and loss

Other financial liabilities:
The Group enters into deferred payment arrangements (acceptances) whereby overseas lenders such as banks and other financial institutions make payments to supplier's banks for import of raw materials and property, plant and equipment. The banks and financial institutions are subsequently repaid by the Group at a later date providing working capital benefits. These arrangements are in the nature of credit extended in normal operating cycle and these arrangements for raw materials are recognized as Acceptances (under trade payables) and arrangements for property, plant and equipment are recognised as other financial liabilities. Interest borne by the Group on such arrangements is accounted as finance cost. Other financial liabilities (including borrowings and trade and other payables) are subsequently measured at amortised cost using the effective interest method.

Derecognition of financial liabilities:

The Group derecognises financial liabilities when, and only when, the Group's obligations are discharged, cancelled or have expired. An exchange between with a lender of debt instruments with substantially different terms is accounted for as an extinguishment of the original financial liability and the recognition of a new financial liability. Similarly, a substantial modification of the terms of an existing financial liability (whether or not attributable to the financial difficulty of the debtor) is accounted for as an extinguishment of the original financial liability and the recognition of a new financial liability. The difference between the carrying amount of the financial liability derecognised and the consideration paid and payable is recognised in the consolidated statement of profit and loss.

o) Government grants
Government grants are not recognized until there is reasonable assurance that the Group will comply with the conditions attaching to them and that the grants will be received.

Government grants are recognized in profit or loss on a systematic basis over the periods in which the Group recognizes as expenses the related costs for which the grants are intended to compensate or when performance obligations are met.

Government grants that are receivable as compensation for expenses or losses already incurred or for the purpose of giving immediate financial support to the Group with no future related costs are recognized in profit or loss in the period in which they become receivable.
The benefit of a government loan at a below-market rate of interest is treated as a government grant, measured as the difference between proceeds received and the fair value of the loan based on prevailing market interest rates.

p) Earnings per share
Basic earnings per share is computed by dividing the profit or loss after tax by the weighted average number of equity shares outstanding during the year. The weighted average number of equity shares outstanding during the year is adjusted for treasury shares, bonus issue, bonus element in a rights issue to existing shareholders, share split and reverse share split (consolidation of shares).

Diluted earnings per share is computed by dividing the profit / (loss) after tax as adjusted for dividend, interest and other charges to expense or income (net of any attributable taxes) relating to the dilutive potential equity shares, by the weighted average number of equity shares considered for deriving basic earnings per share and the weighted average number of equity shares which could have been issued on the conversion of all dilutive potential equity shares including the treasury shares held by the Company to satisfy the exercise of the share options by the employees.

q) Income taxes
Income tax expense represents the sum of the current tax and deferred tax.

Current tax

Current tax is the amount of expected tax payable based on the taxable profit for the year as determined in accordance with the applicable tax rates and the provisions of the Income Tax Act, 1961 and other applicable tax laws in the countries where the Group operates and generates taxable income.
Deferred tax

Deferred tax is recognised on temporary differences between the carrying amounts of assets and liabilities in the consolidated financial statements and the corresponding tax bases used in the computation of taxable profit. Deferred tax liabilities are recognised for all taxable temporary differences. Deferred tax assets are recognised for all deductible temporary differences to the extent that it is probable that taxable profits will be available against which those deductible temporary differences can be utilised. Such deferred tax assets and liabilities are not recognised if the temporary difference arises from the initial recognition (other than in a business combination) of assets and liabilities in a transaction that affects neither the taxable profit nor the accounting profit. In addition, deferred tax liabilities are not recognised if the temporary difference arises from the initial recognition of goodwill.

Deferred tax liabilities are recognised for taxable temporary differences associated with investments in subsidiaries and associates, and interests in joint ventures, except where the Group is able to control the reversal of the temporary difference and it is probable that the temporary difference will not reverse in the foreseeable future. Deferred tax assets arising from deductible temporary differences associated with such investments and interests are only recognised to the extent that it is probable that there will be sufficient taxable profits against which to utilise the benefits of the temporary differences and they are expected to reverse in the foreseeable future.

The carrying amount of deferred tax assets is reviewed at the end of each reporting year and reduced to the extent that it is no longer probable that sufficient taxable profits will be available to allow all or part of the asset to be recovered. Unrecognised deferred tax assets are re-assessed at each reporting date and are recognised to the extent that it has become probable that future taxable profits will allow the deferred tax asset to be recovered.

Minimum Alternate Tax (MAT) paid in accordance with the tax laws, which gives future economic benefits in the form of adjustment to future income tax liability, is considered as a deferred tax asset if there is convincing evidence that the Group will pay normal income tax. Accordingly, MAT is recognised as an asset in the Balance Sheet when it is probable that future economic benefit associated with it will flow to the Group.

Deferred tax assets and liabilities are measured at the tax rates that are expected to apply in the year in which the liability is settled or the asset realised, based on tax rates (and tax laws) that have been enacted or substantively enacted by the end of the reporting year.

Deferred tax assets and deferred tax liabilities are offset if a legally enforceable right exists to set off current tax assets against current tax liabilities and the deferred taxes relate to the same taxable entity and the same taxation authority.

Current and deferred tax for the year

Current and deferred tax are recognised in consolidated statement of profit and loss, except when they are relating to items that are recognised in other comprehensive income or directly in equity, in which case, the current and deferred tax are also recognized in other comprehensive income or directly in equity respectively. Where current tax or deferred tax arises from the initial accounting for a business combination, the tax effect is included in the accounting for the business combination.

Deferred tax assets and liabilities are offset when they relate to income taxes levied by the same taxation authority and the relevant entity intends to settle its current tax assets and liabilities on a net basis.

r) Impairment of non-financial asset

At the end of each reporting year, the Group reviews the carrying amounts of its tangible assets and intangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any). Where it is not possible to estimate the recoverable amount of an individual asset, the Group estimates the recoverable amount of the cash-generating unit to which the asset belongs. Where a reasonable and consistent basis of allocation can be identified, corporate assets are also allocated to individual cash-generating units, or otherwise they are allocated to the smallest group of cash-generating units for which a reasonable and consistent allocation basis can be identified.

Intangible assets with indefinite useful lives and intangible assets not yet available for use are tested for impairment at least annually, and whenever there is an indication that the asset may be impaired.

Recoverable amount is the higher of fair value less costs to sell and value in use. In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset for which the estimates of future cash flows have not been adjusted.

If the recoverable amount of an asset (or cash-generating unit) is estimated to be less than its carrying amount, the carrying amount of the asset (or cash-generating unit) is reduced to its recoverable amount. An impairment loss is recognised immediately in the Consolidated Statement of Profit and Loss.

The carrying amounts of the Group's non-financial assets are reviewed at each reporting date to determine whether there is any indication of impairment. If any such indication exists, then the asset's recoverable amount is estimated in order to determine the extent of the impairment loss, if any.

s) Provisions

Provisions are recognized when the Group has a present obligation (legal or constructive) as a result of a past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation, and a reliable estimate can be made of the amount of the obligation.

The amount recognized as a provision is the best estimate of the consideration required to settle the present obligation at the balance sheet date, taking into account the risks and uncertainties surrounding the obligation. When a provision is measured using the cash flows estimated to settle the present obligation, its carrying amount is the present value of those cash flows (when the effect of the time value of money is material) discounted using a current pre-tax rate that reflects, when appropriate, the risks specific to the liability. When discounting is used, the increase in the provision due to the passage of time is recognised as a finance cost.

When some or all of the economic benefits required to settle a provision are expected to be recovered from a third party, a receivable is recognized as an asset if it is virtually certain that reimbursement will be received and the amount of the receivable can be measured reliably.
Trade receivables above ninety days and against whom any legal cases filed/to be filed are treated as doubtful in nature and accordingly provision has been made.
The expense relating to a provision is presented in the consolidated statement of profit and loss net of any reimbursement.

Onerous contracts
Present obligations arising under onerous contracts are recognised and measured as provisions. However, before a separate provision for an onerous contract is established, the Company recognises any write down that has occurred on assets dedicated to that contract. An onerous contract is considered to exist where the Company has a contract under which the unavoidable costs of meeting the obligations under the contract exceed the economic benefits expected to be received from the contract. The unavoidable costs under a contract reflect the least net cost of exiting from the contract, which is the lower of the cost of fulfilling it and any compensation or penalties arising from failure to fulfil it. The cost of fulfilling a contract comprises the costs that relate directly to the contract (i.e., both incremental costs and an allocation of costs directly related to contract activities).

t) Contingencies
A contingent liability is a possible obligation that arises from past events whose existence will be confirmed by the occurrence or non-occurrence of one or more uncertain future events beyond the control of the Group or a present obligation that is not recognized because it is not probable that an outflow of resources will be required to settle the obligation. A contingent liability also arises in extremely rare cases where there is a liability that cannot be recognized because it cannot be measured reliably. The Group does not recognize a contingent liability but discloses its existence in the consolidated financial statements.

u) Cash and cash equivalents
Cash and cash equivalents in the balance sheet comprise cash at bank and in hand and short term deposits with an original maturity of less than three months or less that are readily convertible to a known amount of cash which are subject to an insignificant risk of changes in value.

v) Business Combination

Business combinations are accounted for using the acquisition method. The consideration transferred in a business combination is measured at fair value, which is calculated as the sum of the acquisition-date fair values of the assets transferred by the Group, liabilities incurred by the Group to the former owners of the acquiree and the equity interests issued by the Group in exchange for control of the acquiree. For this purpose, the liabilities assumed include contingent liabilities representing present obligation and they are measured at their acquisition date fair values irrespective of the fact that outflow of resources embodying economic benefits is not probable. Acquisition-related costs are generally recognised in Consolidated special purpose Statement of Profit and Loss as incurred.

At the acquisition date, the identifiable assets acquired and the liabilities assumed are recognised at their fair value at the acquisition date, except that:

- deferred tax assets or liabilities and liabilities or assets related to employee benefit arrangements are recognised and measured in accordance with Ind AS 12 Income Taxes and Ind AS 19 Employee Benefits respectively;
- liabilities or equity instruments related to share-based payment arrangements of the acquiree or share-based payment arrangements of the Group entered into to replace share-based payment arrangements of the acquiree are measured in accordance with Ind AS 102 Share-based Payments at the acquisition date; and
- assets (or disposal groups) that are classified as held for sale in accordance with Ind AS 105 Non-current Assets Held for Sale and Discontinued Operations are measured in accordance with that Standard.

When the Group acquires a business, it assesses the financial assets and liabilities assumed for appropriate classification and designation in accordance with the contractual terms, economic circumstances and pertinent conditions as at the acquisition date.

Goodwill is measured as the excess of the sum of the consideration transferred, the amount of any non-controlling interests in the acquiree, and the fair value of the acquirer's previously held equity interest in the acquiree (if any) over the net of the acquisition-date amounts of the identifiable assets acquired and the liabilities assumed.

In case of bargain purchase, before recognizing gain in respect thereof, the Group determines whether there exists clear evidence of the underlying reasons for classifying the business combination as a bargain purchase. Thereafter, the group reassesses whether it has correctly identified all of the assets acquired and all of the liabilities assumed and recognizes any additional assets or liabilities that are identified in that reassessment. The Group then reviews the procedures used to measure the amounts that Ind AS requires for the purposes of calculating the bargain purchase. If the gain remains after this reassessment and review, the Group recognizes it in other comprehensive income and accumulates the same in equity as capital reserve. This gain is attributed to the acquirer. If there does not exist clear evidence of the underlying reasons for classifying the business combination as a bargain purchase, the Group recognises the gain, after reassessing and reviewing, directly in equity as capital reserve.
When a business combination is achieved in stages, the Group's previously held equity interest in the acquiree is remeasured to fair value at the acquisition date (i.e. the date when the Group obtains control) and the resulting gain or loss, if any, is recognised in the Consolidated special purpose Statement of Profit and Loss.

Non-controlling interests that are present ownership interests and entitle their holders to a proportionate share of the entity's net assets in the event of liquidation may be initially measured either at fair value or at the non-controlling interests' proportionate share of the recognised amounts of the acquiree's identifiable net assets. The choice of measurement basis is made on a transaction-by-transaction basis. Other types of non-controlling interests are measured at fair value or, when applicable, on the basis specified in another Ind AS.

If the initial accounting for a business combination is incomplete by the end of the financial year, the provisional amounts for which the accounting is incomplete shall be disclosed in the financial statements and provisional amounts recognized at the acquisition date shall be retrospectively adjusted during the measurement period. During the measurement period, the group shall also recognize additional assets or liabilities if the new information is obtained about facts and circumstances that existed as of the acquisition date and if known, would have resulted in the recognition of those assets and liabilities as of that date. However, the measurement period shall not exceed the period of one year from the acquisition date.

B. Significant accounting judgments, estimates and assumptions

The preparation of the Group's consolidated financial statements requires management to make judgments, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities, and the Grouping disclosures, and the disclosure of contingent liabilities. Uncertainty about these assumptions and estimates could result in outcomes that require a material adjustment to the carrying amount of assets or liabilities affected in future periods.
In the process of applying the Group's accounting policies, management has made the following judgment, estimates and assumptions which have the most significant effect on the amounts recognized in the consolidated financial statement.

a) Useful lives of property, plant and equipment
Management reviews the useful lives of property, plant and equipment at least once a year. Such lives are dependent upon an assessment of both the technical lives of the assets and also their likely economic lives based on various internal and external factors including relative efficiency and operating costs. This reassessment may result in change in depreciation and amortisation expected in future periods.

b) Contingent Liabilities
Contingent liabilities may arise from the ordinary course of business in relation to claims against the Group, including legal, contractor, land access and other claims. By their nature, contingencies will be resolved only when one or more uncertain future events occur or fail to occur. The assessment of the existence, and potential quantum, of contingencies inherently involves the exercise of significant judgment and the use of estimates regarding the outcome of future events.

c) Fair value measurements
When the fair values of financial assets or financial liabilities recorded or disclosed in the consolidated financial statements cannot be measured based on quoted prices in active markets, their fair value is measured using valuation techniques including the DCF model. The inputs to these models are taken from observable markets where possible, but where this is not feasible, a degree of judgment is required in establishing fair values. Judgements include consideration of inputs such as liquidity risk, credit risk and volatility.

d) Taxes
Deferred tax assets are recognized for unused tax losses to the extent that it is probable that taxable profit will be available against which the losses can be utilized. Significant management judgement is required to determine the amount of deferred tax assets that can be recognised, based upon the likely timing and the level of future taxable profits together with future tax planning strategies.

Critical accounting judgements

a) Determining the lease term of contracts with renewal and termination options – Company as lessee

The Group determines the lease term as the non-cancellable term of the lease, together with any periods covered by an option to extend the lease if it is reasonably certain to be exercised, or any periods covered by an option to terminate the lease, if it is reasonably certain not to be exercised.

The Group has lease contracts that include extension and termination options. The Group applies judgement in evaluating whether it is reasonably certain whether or not to exercise the option to renew or terminate the lease. That is, it considers all relevant factors that create an economic incentive for it to exercise either the renewal or termination. After the commencement date, the Group reassesses the lease term if there is a significant event or change in circumstances that is within its control and affects its ability to exercise or not to exercise the option to renew or to terminate (e.g., construction of significant leasehold improvements or significant customisation to the leased asset)

Piombino Steel Limited

Notes forming part of Consolidated Financial Statements as at and for the year ended 31 March, 2022

(Rs. in Crores)

NOTE- 2 Property, plant and equipment							
Particulars	**Freehold land**	**Buildings**	**Plant & equipment**	**Furniture & fixtures**	**Vehicles**	**Office equipment**	**Total**
Cost							
At 01 April 2020	-	-	-	-	-	-	-
Additions pursuant to business acquisition	**1,461.54**	**2,342.53**	**9,582.45**	**2.07**	**3.30**	**1.66**	**13,393.54**
Additions	-	-	-	-	-	-	-
Deductions	-	-	-	-	-	-	-
At 31 March 2021	**1,461.54**	**2,342.53**	**9,582.45**	**2.07**	**3.30**	**1.66**	**13,393.54**
Additions	-	6.69	564.13	0.81	3.94	1.78	577.35
Deductions	-	-	1.01	0.02	1.04	-	2.07
At 31 March 2022	**1,461.54**	**2,349.22**	**10,145.57**	**2.86**	**6.20**	**3.44**	**13,968.82**
Accumulated depreciation							
At 01 April 2020	-	-	-	-	-	-	-
Depreciation	-	1.53	15.73	0.01	0.01	0.00	17.28
Deductions	-	-	-	-	-	-	-
At 31 March 2021	-	**1.53**	**15.73**	**0.01**	**0.01**	**0.00**	**17.28**
Depreciation	-	100.46	1,114.21	0.47	0.71	0.26	1,216.11
Deductions	-	-	0.10	-	0.44	-	0.54
At 31 March 2022	-	**101.99**	**1,129.84**	**0.48**	**0.28**	**0.26**	**1,232.85**
Net book value							
At 31 March 2022	**1,461.54**	**2,247.23**	**9,015.73**	**2.38**	**5.91**	**3.18**	**12,735.97**
At 31 March 2021	1,461.54	2,341.00	9,566.72	2.06	3.28	1.66	13,376.26

Notes: 1) Details of freehold land of Rs. 28.47 crores (previous year Rs. 28.47 crores) not held in the name of Company are as follows:

(Rs. in Crores)

Relevant line item in the balance sheet	Description of item of property	Acres	Gross carrying value as at 31 March 2022	Title deeds in the name of	Whether title deed holder is a promoter, director or relative# of promoter*/director or employee of	Property held since which date*	Reason for not being held in the name of the Company
Property, plant & equipment	Freehold Land	3.47	0.79	Ashwini Dharua	No	16 January 2012	These land parcels were purchased on 26 March 2021 through implementation of resolution plan of the subsidiary approved by NCLAT, the subsidiary is in the process to get it transferred in its name.
Property, plant & equipment	Freehold Land	4.30	0.98	Dasrath Parekh	No	18 July 2005 and 10 October 2005	
Property, plant & equipment	Freehold Land	27.96	4.59	Durga Prasad Sasni	No	10 to 20 years	
Property, plant & equipment	Freehold Land	1.36	0.31	Parmeshwar Kichhu	No	29 May 2012	
Property, plant & equipment	Freehold Land	7.70	1.76	Rajeev Kumar Mohanty	No	16 January 2012	
Property, plant & equipment	Freehold Land	1.25	0.25	Rakesh Khandelwal	No	22 August 2012	
Property, plant & equipment	Freehold Land	1.11	0.25	Ranjit Ghosh	No	21 June 2012	
Property, plant & equipment	Freehold Land	11.64	2.66	Rishi Pal	No	24 April 2009 and 24 February 2010	
Property, plant & equipment	Freehold Land	13.41	3.06	Sanjay Mehta	No	05 June 2012 and 19 June 2012	
Property, plant & equipment	Freehold Land	48.16	7.20	Saraswati Kuanr	No	10 to 20 years	
Property, plant & equipment	Freehold Land	4.96	0.36	Subhash Sharma	No	23 March 2011 and 14 May 2008	
Property, plant & equipment	Freehold Land	11.13	1.72	Varinder Singh	No	09 May 2012, 11 May 2012 and 17 May 2012	
Property, plant & equipment	Freehold Land	0.98	0.22	Varinder Verma	No	06 July 2012	
Property, plant & equipment	Freehold Land	18.84	4.31	Vikas Gupta	No	10 to 20 years	
Total		**156.27**	**28.47**				

* Range have been considered due to multiple land parcels purchased on different dates.

2) Refer note 22 for certain property, plant and equipment hypothecated/ mortgaged as security against borrowings.

3) Refer note 45 in respect of implementation of resolution plan.

4) Refer note 46(a) for capital commitment.

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NOTE - 3(a) Capital-work-in-progress (Rs. in Crores)

Particulars	Buildings under construction	Plant and equipment under installation	Total
At 01 April 2020	-	-	-
Additions pursuant to business acquisition	**16.29**	**675.65**	**691.94**
Additions	-	-	-
Capitalization	-	-	-
At 31 March 2021	**16.29**	**675.65**	**691.94**
Additions	10.72	639.40	650.12
Capitalization	5.87	490.21	496.08
At 31 March 2022	**21.14**	**824.84**	**845.98**

Capital-work-in-progress ageing as on 31 March 2022 (Rs. in Crores)

Particulars	Amount in CWIP for a period of				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
i) Projects in progress	532.46	257.35	-	-	789.81
ii) Projects temporarily suspended	-	-	-	-	-
iii) Inventory capital spares	56.17	-	-	-	56.17
Total	**588.63**	**257.35**	-	-	**845.98**

Capital-work-in-progress ageing as on 31 March 2021 (Rs. in Crores)

Particulars	Amount in CWIP for a period of				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
i) Projects in progress	690.04	-	-	-	690.04
ii) Projects temporarily suspended	-	-	-	-	-
iii) Inventory capital spares	1.90	-	-	-	1.90
Total	**691.94**	-	-	-	**691.94**

Note: In respect of CWIP taken over through implementation of resolution plan approved by NCLAT, date of acquisition of BPSL (01 April 2020) has been considered as date of commencement of projects (refer note 45).

NOTE - 3(b) Intangible assets under development (Rs. in Crores)

Particulars	Intangible assets under development	Total
At 01 April 2020	-	-
Additions pursuant to business acquisition	**2.41**	**2.41**
Additions	-	-
Deletion	-	-
At 31 March 2021	**2.41**	**2.41**
Additions	1.00	1.00
Deletion	-	-
At 31 March 2022	**3.41**	**3.41**

Intangible assets under development ageing as on 31 March 2022 (Rs. in Crores)

Particulars	Amount in intangible assets under development for a period of				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
Projects in progress	1.00	2.41	-	-	3.41

Intangible assets under development ageing as on 31 March 2021 (Rs. in Crores)

Particulars	Amount in intangible assets under development for a period of				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
Projects in progress	2.41	-	-	-	2.41

Note: In respect of intangible assets under development taken over through implementation of resolution plan approved by NCLAT, date of acquisition of the BPSL (01 April 2020) has been considered as date of commencement of projects (refer note 45).

Piombino Steel Limited
Notes forming part of Consolidated Financial Statements as at and for the year ended 31 March, 2022

NOTE-4 Right-of-use and Lease Liability (Rs. in Crores)

Particulars	Leasehold land	Buildings	Total
At 01 April 2020	-	-	-
Transfer in right- of-use	909.88	0.89	910.77
Additions	-	-	-
At 31 March 2021	909.88	0.89	910.77
Transfer in right- of-use			
Additions	-	-	-
At 31 March 2022	909.88	0.89	910.77
Accumulated depreciation			
At 01 April 2020	-	-	-
Depreciation	0.01	-	0.01
At 31 March 2021	0.01	-	0.01
Depreciation	11.52	0.71	12.23
At 31 March 2022	11.53	0.71	12.24
At 31 March 2022	898.35	0.18	898.53
At 31 March 2021	909.87	0.89	910.76

Refer Note 48 in respect of Lease Liability

NOTE-5 - Intangible assets (Rs. in Crores)

Particulars	Computer software	Coal linkage rights	Total
Cost			
At 01 April 2020	-	-	-
Additions pursuant to reverse acquisition	1.84	75.23	77.07
Additions	-	-	-
At 31 March 2021	1.84	75.23	77.07
Additions	-	-	-
At 31 March 2022	1.84	75.23	77.07
Accumulated amortisation			
At 01 April 2020	-	-	-
Amortisation	-	0.01	0.01
At 31 March 2021	-	0.01	0.01
Amortisation	0.47	63.40	63.87
At 31 March 2022	0.47	63.41	63.88
Net book value			
At 31 March 2022	1.37	11.82	13.19
At 31 March 2021	1.84	75.22	77.06

Note: Coal linkage rights are available upto August, 2022.

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Piombino Steel Limited
Notes forming part of Consolidated Financial Statements as at & for the year ended 31 March, 2022

(Rs. in Crores)

Particulars	As at 31 March 2022	As at 31 March 2021
NOTE - 6 Investments (non current)		
Carried at fair value through profit & loss		
Investments in equity instruments		
Quoted		
Nova Iron & Steel Limited*	-	-
92,69,146 equity shares of Rs. 10 each fully paid -up		
Orissa Sponge Iron & Steel Limited	-	-
840 equity shares of Rs. 10 each fully paid -up		
Unquoted		
Bijahan Coal Private Limited*	-	-
9,500 equity shares of Rs. 10 each fully paid up		
Ambey Steel & Power Private Limited*	-	-
28,14,215 equity shares of Rs. 100 each fully paid up		
Rohne Coal Company Private Limited*	-	-
2,40,900 equity shares of Rs. 10 each fully paid up		
Skap Electronics Private Limited		
980 equity shares of Rs. 100 each fully paid up	-	-
	-	-
Aggregate value of quoted investments	-	-
Aggregate value of unquoted investments	-	-
Aggregate value of investments carried at cost	-	-
*Note: The Group has reassessed these investments as per the principles of Ind AS 110 and Ind AS 28 and has determined that it does not exercise control or has significant influence over these entities. Accordingly, the Group is measuring them at fair value through profit and loss account as per the principles of Ind AS 109. The Group has recorded these investments at fair value which has been determined to be nil on the date of reclassification. Refer note 45 in respect of implementation of resolution plan.		
NOTE - 7 Loans (non current)		
Loans and advances to employees		
Unsecured-considered good	0.23	0.38
Unsecured-considered doubtful	0.09	0.09
Total	**0.32**	**0.47**
Less: Provision for doubtful advances	(0.09)	(0.09)
	0.23	**0.38**
NOTE - 8 Other financial assets (non current)		
Security deposits		
Unsecured-considered good	142.10	66.93
Unsecured-considered doubtful	2.14	-
Total	**144.24**	**66.93**
Less: Provision for doubtful security deposits	(2.14)	-
	142.10	**66.93**
Interest receivable	4.95	2.12
Term deposits with bank with maturity more than 12 months*	9.42	14.72
	156.47	**83.77**
* Under bank lien against Rs. 9.42 crores margin money.		

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Piombino Steel Limited

Notes forming part of Consolidated Financial Statements as at & for the year ended 31 March, 2022

(Rs. in Crores)

Particulars	As at 31 March 2022	As at 31 March 2021
NOTE - 9 Current tax assets (net)		
Advance payment of tax and TDS (net of provision for tax)	2.38	10.38
	2.38	**10.38**
NOTE - 10 Other non current assets		
Capital advance		
Unsecured-considered good	84.19	24.33
Unsecured-considered doubtful	1.25	-
Total	85.44	24.33
Less: provision for doubtful capital advances	1.25	-
	84.19	**24.33**
Prepaid expenses	3.55	0.44
	87.74	**24.77**
NOTE - 11 Inventories (at lower of cost and net realisable value)		
Raw materials	2,279.97	490.23
Raw materials-in-transit	601.31	191.14
Work-in-progress	269.81	160.69
Finished goods	1,123.94	1,049.75
Finished goods-in-transit	59.04	-
Production consumables and stores & spares	477.78	343.80
Production consumables and stores & spares (stock-in-transit)	44.26	-
	4,856.11	**2,235.61**
Note: (1) Value of inventories above is stated after write down by Rs. 12.58 crores (previous year nil) to net realisable value. These were recognised as an expense during the year and included in changes in inventories of finished goods, work in progress and stock in trade. (2) Inventories have been pledged as security against certain bank borrowings, details relating to which has been described in note 22. (3) Refer note 50 for change in the method of measuring cost of inventory.		
NOTE - 12 Investments		
Investment carried at fair value through profit & loss		
Quoted, fully paid up		
Canara Robeco Emerging Equities-Regular Growth*		
19,272.672 units (previous year 19,272.672 units) of `10 each	0.30	0.25
Canara Robeco Flexi Cap Fund- Regular Growth**	-	-
13,798.786 units (previous year 13,798.786 units) of `10 each	0.31	0.25
DSP Credit Risk-Regular Plan-Growth	-	-
3,00,896.285 units (previous year 3,00,896.285 units) of `10 each	0.99	0.91
	1.60	**1.41**
Aggregate value of quoted investments	1.60	1.41
Aggregate value of unquoted investments	-	-
Aggregate value of investments carried at cost	-	-
* Nil units (previous year 9,264 units) are under lien with erstwhile lender.		
**Nil units (previous year 13,798.786 units) are under lien with erstwhile lender.		

Piombino Steel Limited

Notes forming part of Consolidated Financial Statements as at & for the year ended 31 March, 2022 (Rs. in Crores)

Particulars	As at 31 March 2022	As at 31 March 2021
NOTE - 13 Trade receivables		
Trade receivables considered good - unsecured	1,139.69	779.87
Trade receivables which have significant increase in credit risk	10.11	22.13
Total	**1,149.80**	**802.00**
Less: provision for doubtful debts	10.11	22.13
	1,139.69	**779.87**

Notes:

1) Neither trade or other receivables are due from directors or other officers of the Company either severally or jointly with any other person nor any trade receivables are due from firms or private companies respectively in which any director is a partner, a director or a member.

2) Trade receivables from related parties, details have been described in note- 48.

3) Credit risk management regarding trade receivables has been described in note- 42.4.

4) Trade receivables have been given as collateral security towards borrowings has been described in note - 22.

5) Trade receivables ageing done considering implementation of resolution plan. (refer note 45)

Trade receivables ageing as at 31 March 2022 (Rs. in Crores)

Particulars	Outstanding for following periods from due date of payment							Total
	Unbilled	Not due	Less than 6 months	6 months - 1 year	1-2 years	2-3 years	More than 3 years	
Undisputed trade receivables - considered good	-	388.13	733.09	15.74	-	-	-	**1,136.96**
Undisputed trade receivables - which have significant increase in credit risk	-	-	10.11	-	-	-	-	**10.11**
Undisputed trade receivables - credit impaired	-	-	-	-	-	-	-	-
Disputed trade receivables - considered good	-	-	2.73	-	-	-	-	**2.73**
Disputed trade receivables - which have significant increase in credit risk	-	-	-	-	-	-	-	-
Disputed trade receivables - credit impaired	-	-	-	-	-	-	-	-
Total	-	**388.13**	**745.93**	**15.74**	-	-	-	**1,149.80**

Trade receivables ageing as at 31 March 2021 (Rs. in Crores)

Particulars	Outstanding for following periods from due date of payment							Total
	Unbilled	Not due	Less than 6 months	6 months - 1 year	1-2 years	2-3 years	More than 3 years	
Undisputed trade receivables - considered good	-	-	779.80	0.07	-	-	-	**779.87**
Undisputed trade receivables - which have significant increase in credit risk	-	-	22.13	-	-	-	-	**22.13**
Undisputed trade receivables - credit impaired	-	-	-	-	-	-	-	-
Disputed trade receivables - considered good	-	-	-	-	-	-	-	-
Disputed trade receivables - which have significant increase in credit risk	-	-	-	-	-	-	-	-
Disputed trade receivables - credit impaired	-	-	-	-	-	-	-	-
Total	-	-	**801.93**	**0.07**	-	-	-	**802.00**

The credit period on sales of goods ranges from 7 to 90 days with or without security. Trade receivables does not include any receivables from directors and officers of the Group. Trade receivables from related parties' details has been described in note 48.

Piombino Steel Limited

Notes forming part of Consolidated Financial Statements as at & for the year ended 31 March, 2022

(Rs. in Crores)

Particulars	As at 31 March 2022	As at 31 March 2021
NOTE - 14 Cash and cash equivalents		
Balances with banks		
- In current accounts	182.01	758.09
- In cash credit accounts	1.28	5.30
- Term deposits with maturity of less than 3 months	365.86	2,053.68
Cash on hand	0.14	0.07
	549.29	**2,817.14**
NOTE - 15 Other bank balances		
Earmarked balances in current accounts*	179.96	50.00
Term deposits lien with banks with maturity of less than 3 months**	69.26	-
Term deposits with banks having maturity of more than 3 months but less than 12 months***	326.56	111.21
	575.78	**161.21**
* Includes Rs. 49.09 crores (previous year Rs. 50.00 crores) set aside for meeting likely litigation arising from The Insolvency and Bankruptcy Code, 2016 (IBC) and Rs. 129.59 crores (previous year nil) in escrow account for operational creditors payment. **Under lien against margin money *** Includes Rs. 322.98 crores (previous year Rs. 28.53 crores) under lien against margin money		
NOTE - 16 Loans		
Unsecured, considered good		
Loan to employees	1.76	0.85
Interest recoverable from employees	0.02	0.06
	1.78	**0.91**
NOTE - 17 Other current financial assets		
Unsecured, considered good		
Claims recoverable	1.10	0.04
Gratuity recoverable from fund	0.02	0.39
Security deposits	0.51	0.01
Other receivables	-	-
Interest receivable	53.15	2.32
Other receivables	0.26	-
	55.04	**2.76**
NOTE - 18 Other current assets		
Advances to suppliers/others		
Unsecured-considered good	327.70	330.71
Unsecured-considered doubtful	0.73	0.42
Total	**328.43**	**331.13**
Less: provision for doubtful advances	0.73	0.42
	327.70	**330.71**
Prepaid expenses	11.48	7.37
Balances with government authorities	312.81	163.91
Other	0.02	-
	652.01	**501.99**
NOTE - 19 Assets held for sale		
Discarded assets held for disposal	-	0.13
	-	**0.13**

Piombino Steel Limited

Notes forming part of Consolidated Financial Statements as at & for the year ended 31 March, 2022

(Rs. in Crores)

Particulars	As at 31 March 2022		As at 31 March 2021	
	No. of Shares	Amount	No. of shares	Amount
NOTE - 20 Share capital				
a) Authorised				
Equity shares of Rs. 10 each	12,000,000,000	12,000.00	12,000,000,000	12,000.00
	12,000,000,000	12,000.00	12,000,000,000	12,000.00
b) Issued, subscribed & paid up				
Equity shares outstanding at the beginning of the year	2,000,000,000	1,667.29	7,795,786	7.80
Add: equity shares issued during the year for cash	-	-	972,204,214	972.20
Add: Shares issued pursuant to conversion of OFCDs	4,100,000,000	2,797.55	1,020,000,000	687.29
Add: Reclassification of equity component within equity	-	1,628.08	-	-
Equity shares at the end of the year	6,100,000,000	6,092.92	2,000,000,000	1,667.29
NOTE - 20.1 Details of shareholders holding more than 5% shares in the Company	No. of shares	% of holding	No. of shares	% of holding
(Equity shares of Rs. 10 each fully paid - up)				
JSW Steel Limited (including nominees)	5,080,000,000	83.28%	980,000,000	49.00%
JSW Shipping & Logistics Private Limited	1,020,000,000	16.72%	1,020,000,000	51.00%
NOTE - 20.2 Promotor's shareholding	No. of shares	% of holding	Changes during the year	
(Equity shares of `10 each fully paid - up				
JSW Steel Limited (including nominees)	5,080,000,000	83.28%		418.37%
JSW Shipping & Logistics Private Limited	1,020,000,000	16.72%		0.00%

20.3 Shares issued pursuant to conversion of optionally fully convertible debentures (OFCDs) issued to JSW Shipping

The Company issued 6%, 1,020,000,000 (face value of Rs. 10 each) optionally fully convertible debentures to JSW Shipping & Logistics Private Limited (JSW Shipping) with a term of ten years. Each OFCD was optionally convertible into one equity shares of the Company having face value of Rs. 10 each before the expiry of the term and at the sole option of the OFCD holders. JSW Shipping has invoked the conversion option on March 27, 2021 and converted the OCFDs held by them into equity shares of the Company. Accordingly, the Company issued 1,020,000,000 equity shares (face value of Rs. 10 each) pursuant to conversion of optionally fully convertible debentures.

20.4 Shares issued pursuant to conversion of optionally fully convertible debentures (OFCDs) issued to JSW Steel

Pursuant to the subscription and shareholder's agreement between the Company, JSW Steel and JSW Shipping, JSW Steel had subscribed to certain OFCDs of the Company. As per the terms of OFCDs, including revisions thereto, JSW Steel has the option to convert the OFCDs into equity shares at any time at the option of JSW Steel. Accordingly, JSW Steel has exercised the option of conversion of 4,100,000,000 OFCDs held by JSW Steel in the Company into 4,100,000,000 equity shares of the Company of face value of Rs. 10 each on October 1, 2021. Pursuant to the conversion, JSW Steel holds 83.28% equity in the Company and JSW Shipping holds 16.72% equity in the Company. Subsequent to the aforesaid conversion, the Company has now become a subsidiary of JSW Steel.

20.5 Terms/rights attached to equity shares

The Company has single class of equity shares having face value of Rs.10. Each holder of equity shares is entitled for one vote per share held. The dividend proposed by the Board of Directors is subject to the approval of the shareholders. In the event of liquidation, the equity shareholders are eligible to receive the remaining assets of the Company after distribution of all preferential amount, in proportion to their shareholding.

NOTE 21 - Other equity

Particulars	As at 31 March 2022	As at 31 March 2021
(i) Retained earnings	4024.01	88.10
(ii) Capital reserve arising on business combination	826.97	826.49
(iii) Capital reserve	0.01	0.01
(iv) Equity component of compound financial instrument	-	1,322.91
(v) Other comprehensive income	8.82	-
Total	4,859.81	2,237.51

Nature and purpose of reserves

(i) **Retained earnings**
Retained earnings are the profits that the Group has earned till date, less any transfers to general reserve, dividends or other distributions paid to shareholders. Retained earnings is a free reserve available to the Group.

(ii) **Capital reserve**
Capital reserve will be utilised in accordance with the specific provisions of the Companies Act, 2013.

(iii) **Money received against issue of share warrants**
The Group has issued 3,500,000,000 share warrants each to JSW Steel and JSW Shipping respectively with a subscription price of Rs. 0.02 per warrant. The exercise period is five years from the days of issue of the warrants and the warrant holders at their discretion shall be entitled to purchase one equity share of the face value of Rs. 10 each at an exercise price of Rs 10.

(iv) **Capital reserve arising on business combination**
The excess of fair value of net assets acquired over the consideration paid in a business combination is recognised as capital reserve. The reserve is not available for

(v) **Equity component of compound financial instruments**
The Group has issued optionally fully convertible debentures (OFCDs) to JSW Steel and JSW Shipping on March 24, 2021. The Group has computed the liability portion of OFCDs as the present value of the contractual obligations with the instrument and the difference between the issue amount of OFCDs and the liability so computed has been treated as 'equity component of optionally fully convertible debentures' and grouped under other equity. The OFCDs issued to JSW Shipping and JSW Steel have been converted into equity shares of the Group with effect from March 27, 2021 and October 1, 2021 respectively. The equity component of optionally fully convertible debentures is reclassified within equity and grouped under equity share capital upon conversion of both OFCDs issued to JSW Steel and JSW Shipping.

(vi) **Other Comprehensive Income**
Balance in other comprehensive income shall be utilised as per the specific provisions of the Companies Act, 2013 and requirements under Indian Accounting Standards.

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Piombino Steel Limited
Notes forming part of Consolidated Financial Statements as at & for the year ended 31 March, 2022

(Rs. in Crores)

Particulars	As at 31 March 2022	As at 31 March 2021
NOTE - 22 Borrowings		
(i) Bonds/debentures		
Optionally fully convertible debentures (liability component)	-	2,768.55
Non-convertible bonds (NCBs)	2,500.00	-
Less: Unamortised upfront fees on borrowings	(30.78)	(37.38)
	2,469.22	**2,731.17**
Term Loans		
From Banks	4,500.00	10,799.22
Less: Unamortised upfront fees on borrowings	(30.53)	(105.66)
	4,469.47	**10,693.56**
From a related party	190.18	2,634.19
	7,128.87	**16,058.92**

Terms of borrowings

A. Term loans from banks:

1.Rs. 4,500 crores (previous year Rs. 7,300 crores), payable at the end of three years from the first disbursement date i.e. 25 March 2021. Interest @7.95% p.a. (6 months MCLR+100bps) at monthly rest.

2.Nil (previous year Rs. 3,500 crores), payable at the end of three years from the first disbursement date i.e. 25 March 2021. Interest @8.15% p.a.(1 year MCLR+SP+50bps) at monthly rest.

Security

Term loans from banks:

The term loans from banks are aggregating to Rs. 4,500 crores (previous year Rs. 10,800 crores), secured by way of first pari passu charge on immovable properties situated at Odisha, Kolkata and Chandigarh, aggregating to Rs. 1,481 Crores and also first pari passu charge on the entire fixed assets other than immoveable property, both present and future. Second charge on the entire current assets consisting of receivables, book debts and Inventories both present and future along with the insurance contracts on the inventories. First charge on the escrow account and the residual assets, both present and future and further secured by corporate guarantee of JSW Steel Ltd., ultimate holding company.

B. Loan from parent company

Rs. 190.18 crores (previous year 2,634.18 crores), payable after 42 months from the first disbursement date namely 24 March 2021 Interest @7.90% p.a. will be accrued and paid with the principal after 42 months.

The Parent company has borrowed from JSW Steel amounting to Rs. 4 Crores bearing an interest rate of 10.75% and is repayable on March 31, 2024. The principal and accrued interest thereon shall be unsecured obligations of the Parent company, and rank pari passu with any other unsecured and unsubordinated creditors of the Parent company.

The Parent company has borrowed from JSW Steel amounting to Rs. 52 Crores bearing an interest rate of 11.25% and is repayable on March 31, 2024. The principal and accrued interest thereon shall be unsecured obligations of the Parent company, and rank pari passu with any other unsecured and unsubordinated creditors of the Parent company.

C. Liability component of compound financial instruments

6% OFCDs having face value of Rs. 10 aggregating to Rs. 4,100 Crores are convertible by JSW Steel Limited after the end of 3 years from the date of issue or in the event of a merger of the Company with any other entity, whichever is earlier at the sole option of JSW Steel Limited. Each OFCD shall be converted into one equity share of the Company. At the end of the term, in case JSW Steel Limited has not exercised the option of conversion and OFCDs have not been converted into equity shares of the Company, the OFCDs shall be redeemed at par. The JSW Steel Limited OFCDs and any accrued interest thereon shall be unsecured obligations of the Company, and until conversion of such OFCD in full shall rank pari passu with any other unsecured creditor of the Company. Subsequent to revision in conversion conditions, JSW Steel Limited has the option to convert the OFCDs into equity shares at any time at the option of JSW Steel Limited. Accordingly, JSW Steel Limited has exercised the option of conversion of 4,100,000,000 OFCDs held by JSW Steel Limited in the Company into 4,100,000,000 equity shares of the Company of face value of Rs. 10 each on October 1, 2021 and the liability component has been reclassified to equity share capital on conversion.

D. Borrowings through NCBs

Particulars	As at 31 March, 2022	As at 31 March 2021
Non-Convertible Bonds (NCBs)	2,500	2,500
9% unsecured NCBs of Rs. 10,00,000 each of Rs. 2,500 Crores are redeemable on March		

Particulars	As at 31 March 2022	As at 31 March 2021
NOTE - 23 Other non-current financial liabilities		
Interest accrued but not due on loan from related party	240.39	4.23
Security deposits	0.90	0.32
	241.29	**4.55**
NOTE - 24 Provisions		
Provisions for employee benefits		
Provision for gratuity	29.12	29.53
Provision for compensated absences	23.96	32.09
(Refer note 39 on employee benefits)	**53.08**	**61.62**

Piombino Steel Limited

Notes forming part of Consolidated Financial Statements as at & for the year ended 31 March, 2022

(Rs. in Crores)

Particulars	As at 31 March 2022	As at 31 March 2021
NOTE - 25 Trade payables		
Total outstanding dues of micro enterprises & small enterprises; and	115.32	127.26
Total outstanding dues of creditors other than micro enterprises & small enterprises :		
- Acceptances	1,183.49	-
- Other than acceptances (refer footnote 1)	2,265.28	676.09
	3,564.09	**803.35**

Notes:
1) Includes retention money Rs. 47.88 crores (previous year Rs. 4.36 crores)
2) Refer MSME disclosure in note 44
3) Trade payables to related parties, details have been described in note 48
4) Acceptances include credit availed by the Company from banks for payment to suppliers of raw materials purchased by the Company.

(Rs. in Crores)

Ageing on year ended 31 March 2022

Particulars	Outstanding for following periods from due date of payment						Total
	Unbilled	Not due	Less than 1 year	1-2 years	2-3 years	More than 3 years	
Acceptances							1,183.49
Other than Acceptances							
MSME	-	44.83	70.49	-	-	-	115.32
Others	260.37	923.68	951.63	-	-	57.38	2,193.06
Acceptances	-	-		-	-	-	-
Disputed dues – MSME	-	-	-	-	-	-	-
Disputed dues – others	-	-	-	-	-	72.21	72.21
Total	**260.37**	**968.51**	**1,022.12**	**-**	**-**	**129.59**	**3,564.08**

Ageing on year ended 31 March 2021

Particulars	Outstanding for following periods from due date of payment						Total
	Unbilled	Not due	Less than 1 year	1-2 years	2-3 years	More than 3 years	
Acceptances							-
Other than Acceptances							
MSME	-	-	127.26	-	-	-	127.26
Others	200.10	0.15	222.41	25.57	10.71	145.50	604.44
Disputed dues – MSME	-	-	-	-	-	-	-
Disputed dues – others	-	-	-	-	-	72.21	72.21
Total	**200.10**	**0.15**	**349.67**	**25.57**	**10.71**	**217.71**	**803.91**

Particulars	As at 31 March 2022	As at 31 March 2021
NOTE - 26 Other financial liabilities (current)		
Interest accrued on term loan / financial instruments	149.62	13.97
Security deposits	1.52	-
Provision for expenses	0.00	0.84
Provision for upfront fees	0.00	37.50
Derivative liabilities	14.62	-
Creditors for capital goods	184.10	127.80
	349.86	**180.11**
NOTE - 27 Provisions		
Provision for employee benefits		
- Provision for gratuity	1.15	2.97
- Provision for compensated absences	2.12	2.21
(Refer note 39 on employee benefits)	**3.27**	**5.18**
NOTE - 28 Other current liabilities		
Advances from customers (Refer note 47 for related parties)	162.24	119.05
Statutory dues payable	94.80	170.18
	257.04	**289.23**

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Piombino Steel Limited
Notes forming part of Consolidated Financial Statements as at & for the year ended 31 March, 2022

(Rs. in Crores)

Particulars	For the year ended 31 March 2022	For the year ended 31 March 2021
NOTE - 29 Revenue from operations		
Sale of products		
Domestic turnover	13,476.96	374.75
Export turnover	7,843.54	8.52
Total sales	**21,320.50**	**383.27**
Less: rebates & discounts/ sales return	(147.21)	(5.33)
	21,173.29	377.94
Sale of traded goods	394.70	33.74
Other operating revenue		
Scrap sales	257.74	3.74
Sale of services (job work charges)	27.42	-
Export benefits and entitlements	116.23	0.04
	401.39	3.78
Total revenue from operations	**21,969.38**	**415.46**

Notes:

a) **Product wise turnover**

(Rs. in Crores)

Particulars	For the year ended 31 March 2022		For the year ended 31 March 2021	
	Tonnes	Amount	Tonnes	Amount
Sales				
Hot rolled coils/steel plates/sheets	1,128,257	7,459.66	20,578	91.63
Cold rolled coils/sheets	346,782	2,659.07	12,402	64.18
Galvanized coils/sheets	363,104	3,220.74	12,342	81.72
Color coated	184,173	1,859.22	7,065	50.63
Cable tape	8,393	75.46	441	2.92
Long rolled products	429,364	2,750.82	9,191	45.90
Pipe	134,822	1,063.18	9,469	52.46
Pig iron	361,045	1,520.09	6,930	19.17
Sponge iron	-	-	56	0.08
Metallurgical coke	-	-	891	1.53
Others	-	4.68	-	0.02
Trading sales				
Coal - traded goods	163,622	394.70	1,734	1.07
Steel Products - traded goods	13	560.36	-	-
Other - traded goods	-	-	10	0.36
Total		21,567.99		411.68

b) **Ind AS 115 - revenue from contracts with customers**

The Company recognises revenue when control over the promised goods and services is transferred to the customer at an amount that reflects the consideration to which the Company expects to be entitled in exchange for those goods or services.

(Rs. in Crores)

Particulars	For the year ended 31 March 2022	For the year ended 31 March 2021
Revenue from contracts with customers - sale of products	21,567.99	411.68
Other operating revenue	401.39	3.78
Total revenue from operations	**21,969.38**	**415.46**
India	14,125.84	406.94
Outside India	7,843.54	8.52
Total revenue from operations	**21,969.38**	**415.46**
Timing of revenue recognition		
At a point in time	21,969.38	415.46
Total revenue from operations	21,969.38	415.46

Contract balances

(Rs. in Crores)

Particulars	As at 31 March 2022	As at 31 March 2021
Trade receivables (refer note 13)	1,139.69	779.87
Contract liabilities		
Advance from customers (refer note 28)	162.24	119.05

The credit period on the sale of goods ranges from 7 to 60 days.

As at 31 March 2022 Rs.10.11 crores (previous year Rs. 22.13 crores) was recognised as provision for allowance for doubtful debts on trade receivables.

(Rs. in Crores)

Particulars	For the year ended 31 March 2022	For the year ended 31 March 2021
Set out below is the amount of revenue recognised from:		
Amounts included in contract acquired liabilities on account of reverse acquisition as at the beginning of the year	Nil	32.93
Performance obligations satisfied in previous years	Nil	Nil

Out of the total contract liabilities outstanding as on 31 March 2022, Rs. 162.24 crores (previous year Rs. 119.05 crores) will be recognised by 31 March 2023.

Refund liabilities:

(Rs. in Crores)

Particulars	For the year ended 31 March 2022	For the year ended 31 March 2021
Arising from volume rebates and discounts netted in trade receivables (refer note 13)	42.39	10.33

The Company does not have any significant adjustments between the contracted price and revenue recognised in the statement of profit and loss.

Piombino Steel Limited

Notes forming part of Consolidated Financial Statements as at & for the year ended 31 March, 2022

(Rs. in Crores)

Particulars	For the year ended 31 March 2022	For the year ended 31 March 2021
NOTE - 30 Other income		
Interest income		
- from fixed deposits	34.21	0.28
- from customers	3.45	-
- from security deposits	5.35	0.00
- from employee advances	0.31	0.00
Fair value gain arising from financial instruments designated as FVTPL	0.19	0.01
Profit on disposal of property, plant & equipment (net)	0.91	-
Reversal of provision for doubtful debts & advances (net)	1.04	-
Miscellaneous income	0.24	0.00
	45.70	**0.29**
NOTE - 31 Cost of materials consumed		
Raw materials consumed	10,182.89	114.96
NOTE - 32 Change in Inventories of Finished Goods, stock-in-trade & work-In-Progress *		
Opening Stock		
Finished goods	966.46	1,019.20
Stock-in-trade	-	0.00
Work-in-Progress	160.69	171.87
Total (A)	**1,127.15**	**1,191.07**
Closing stock		
Finished goods	1,182.98	966.45
Work-in-progress	269.81	160.69
Total (B)	**1,452.79**	**1,127.14**
Net (A-B)	**(325.64)**	**63.93**
*** Refer note 50 for change in the method of measuring cost of inventory.**		
NOTE - 33 Employee benefits expense		
Salary and wages	343.75	7.32
Contribution to provident & other funds (refer note 39)	28.73	1.72
Staff welfare expenses	20.79	0.33
	393.27	**9.37**
NOTE - 34 Finance costs		
Interest		
-On borrowings	904.10	22.49
-On unwinding of financial liabilities carried at amortised cost	157.32	0.00
-On lease liabilities	1.20	0.92
-On others	0.26	8.43
Other borrowing costs	108.20	1.17
	1,171.08	**33.01**
NOTE - 35 Depreciation & amortisation expenses		
Depreciation of property, plant and equipment (refer note - 2)	1,216.11	17.28
Depreciation of right-of-use assets (refer note 4)	12.23	0.01
Amortisation of intangible assets (refer note 5)	63.87	0.01
	1,292.21	**17.30**

Piombino Steel Limited

Notes forming part of Consolidated Financial Statements as at & for the year ended 31 March, 2022

(Rs. in Crores)

Particulars	For the year ended 31 March 2022	For the year ended 31 March 2021
NOTE - 36 Other expenses		
Production consumables and Stores & spares consumed	996.79	17.80
Power & fuel	1,565.64	9.21
Rent	3.35	0.00
Repairs and maintenance:		
- To machinery	92.94	0.00
- To building	12.02	0.05
Insurance	30.89	1.56
Rates and taxes	8.35	3.15
Legal & professional charges	52.54	0.00
Travelling & conveyance	10.85	0.00
Freight & forwarding	1,144.08	0.00
Contractor labour charges	385.05	7.11
Foreign currency exchange fluctuation (net)	9.69	-3.93
Director's sitting fees	0.12	0.08
Provision for doubtful debts, deposits, loans and advances	13.81	2.07
Monitoring professional costs	-	0.24
Packing charges	-	11.53
Miscellaneous expenses	17.87	1.06
	4,343.99	**49.93**

37 (a) Expenditure incurred on corporate social responsibility activities is as follows:

i) Gross amount required to be spent by the Group during the year	6.69	-
ii) Amount spent during the year on		-
- Construction / acquisition of any property, plant and equipment	-	-
- On purposes other than the above	2.22	-
- The amount of shortfall at the end of the year required to be spent by the Group during the year	4.47	-
- The total of previous year shortfall amounts	-	-
- The nature of CSR activities taken by the Group are as under:		-
Integrated water resources management	0.30	-
Waste management & sanitation initiatives	0.31	-
COVID 19 support & rehabilation program	1.42	-
General community infrastructure support & welfare initiatives	0.19	-
Total	2.22	-
- Amount unspent, if any	4.47	-
- Detail of related party transactions, e.g., contribution to a trust controlled by the Group in relation to CSR expenditure as per relevant accounting standard.	-	-
- Where a provision is made with respect to a liability incurred by entering into a contractual	-	-

The unspent amount of CSR expenditure of Rs. 4.47 crores will be transferred to a specified bank account within 30 days from the end of the financial year i.e. 30 April 2022 as per the provisions of the Companies Act, 2013.

37 (b)- Earnings per share (EPS)

Profit attributable to equity shareholders for basic/diluted earnings (A)	4,019.18	95.47
Weighted average number of equity shares for basic EPS (B)	4,044,383,562	32,551,512
Weighted numbers of shares on conversion of share warrants (C)	7,000,000,000	7,000,000,000
Total weighted average number of equity shares for diluted EPS (D) = (B)+(C)	11,044,383,562	7,032,551,512
Basic EPS (A/B)	**9.94**	**29.33**
Diluted EPS (A/D)	**3.64**	**0.14**

Piombino Steel Ltd

Notes forming part of Consolidated Financial Statements as at and for the year ended 31 March, 2022 (Rs. in Crores)

Particulars	As at 31 March 2022	As at 31 March 2021
NOTE- 38 Income tax		
A reconciliation of income tax expense applicable to accounting profit before tax at the statutory income tax rate to recognised income tax expense for the year indicated are as follows:		
Profit before tax	4,004.68	93.67
Enacted tax rate in India	**25.17%**	**26.00%**
Expected income tax expense at statutory tax rate	1,007.90	24.35
Tax effect of expenses not deductible in determining taxable profits		
Expenses not allowable	(162.62)	(1.33)
Deferred tax assets not recognised	8.55	1.32
Utilisation of tax benefits	(909.24)	(335.23)
Effect of different tax rates of subsidiaries	-	83.73
Deferred tax on elimination of interest income on consolidation	81.80	227.16
Tax expense for the year	26.39	-
Effective income tax rate	0.66%	-

Deferred tax (net) (Rs. in Crores)

Particulars	As at 31 March 2021	Recognised / reversed through profit and loss	Recognised / reversed through OCI	As at 31 March 2022
Equity component of optionally fully convertible debentures	346.07	(40.90)	(305.17)	-
Total	**346.07**	**(40.90)**	**(305.17)**	**-**

Particulars	As at 31 March 2021	Recognised / reversed through profit and loss	Recognised / reversed through OCI	As at 31 March 2022
Equity component of optionally fully convertible debentures	-	(1.79)	347.86	346.07
Total	**-**	**(1.79)**	**347.86**	**346.07**

Footnotes

1 Deferred tax assets have not been recognised in respect of MAT credit, losses and unabsorbed depreciation as it is not probable that sufficient taxable profits will be available in the future against which the net deferred tax assets can be utilised.

2 The Group also has business loss which can be carried forward for a maximum period of eight assessment years immediately succeeding the assessment year to which the loss pertains majority of which will expire in 2025 and unabsorbed depreciation (UAD) which can be carried forward for an indefinite period.

NOTE 39 - Employee benefits

A) Defined contribution plan

The Group operates defined contribution retirement benefit plans for all qualifying employees. Under these plans, the Group is required to contribute a specified percentage of payroll costs.
Group's contribution to provident fund & family pension scheme recognized in statement of profit and loss of Rs. 18.65 crores (previous year Rs. 1.72 crores) [included in refer note 33].

B) Defined benefits plans

The Group has a defined benefits gratuity plan (funded). The Group defined benefits gratuity plan is a final salary plan for employees, which requires contributions to be made to a separately administered fund. The scheme is funded with the insurance companies in the form of a qualifying insurance policy.

The gratuity plan is governed by the Payment of Gratuity Act, 1972. Under the act, employee who has completed five years of service is entitled to specific benefits. The level of benefits provided depends on the member's length of service and salary at retirement age.

The following tables summarize the components of net benefits expense recognized in the statement of profit and loss and the funded status and amounts recognized in the balance sheet for gratuity.

(Rs. in Crores)

Particulars	As at 31 March 2022	As at 31 March 2021
a) Liability recognised in the balance sheet		
(i) Change in the obligation during the year ended		
Present value obligation as at beginning of the year	66.06	-
Present value obligation acquired on account of reverse acquisition (refer note 45)	-	58.67
Interest costs	4.48	3.99
Past service costs	-	-
Current service costs	5.93	6.77
Benefits paid	(7.98)	(4.60)
Actuarial (gain)/ loss on obligations	(9.20)	1.23
Present value obligation as at end of the year	**59.29**	**66.06**
(ii) Change in fair value plan assets		
Fair value of plan assets as at beginning of the year	33.56	-
Fair value of plan assets acquired on account of reverse acquisition (refer note 45)	-	31.31
Expected return on plan assets	2.10	2.30
Less: FMC charges	(0.17)	(0.31)
Contributions	1.38	4.78
Benefits paid	(7.85)	(4.52)
Fair value of plan assets as at end of the year	**29.02**	**33.56**
(iii) Amount recognized in balance sheet consists of		
Present value obligation as at end of the year assets/(liability)	(59.29)	(66.06)
Fair value of plan assets as at end of the year	29.02	33.56
Unfunded net asset/ (liability) recognized in balance sheet	**(30.27)**	**(32.50)**
Amount recognized current liability	1.15	2.97
Amount recognized non-current liability (net of plan assets)	29.12	29.53
Total	**30.27**	**32.50**
b) Expenses recognized in statement of profit and loss		
Current service costs	5.93	6.76
Interest costs	2.21	1.86
Total	**8.14**	**8.62**

Piombino Steel Ltd
Notes forming part of Consolidated Financial Statements as at and for the year ended 31 March, 2022

(Rs. in Crores)

	Re-measurement (gain)/ loss recognized in other comprehensive income	For the year ended 31 March 2022	For the year ended 31 March 2021
	Actuarial gain/ (loss) arising from changes in demographic assumptions	-	-
	Actuarial gain/ (loss) arising from changes in financial assumptions	2.91	(3.84)
	Actuarial gain/ (loss) arising from changes in experience adjustments	6.29	2.60
	Actuarial gain/ (loss) for the year on assets	(0.35)	(0.13)
	Recognized in other comprehensive income	**8.85**	**(1.37)**
c)	**Actuarial assumptions**		
	Discount rate (per annum) (in %)	7.18	6.79
	Rate of increase in compensation levels (in %)	8.00	8.00
	Expected average remaining working lives of employees (years)	18.67	19.20
	Weighted average duration (years)	**15.40**	**15.70**
d)	**Expected contribution for the next annual reporting period**		
	Service costs	6.65	7.50
	Net interest costs	2.17	2.21
	Expected expense for the next annual reporting period	**8.82**	**9.71**
e)	**Sensitivity analysis of the defined benefits obligation**		
	a) Impact of the change in discount rate		
	Present value of obligation at the end of the period	59.29	66.06
	i) Impact due to increase of 0.50%	(3.47)	(3.63)
	ii) Impact due to decrease of 0.50%	3.78	3.96
	b) Impact of the change in salary increase		
	Present value of obligation at the end of the period	59.29	66.06
	i) Impact due to increase of 0.50%	3.67	3.82
	ii) Impact due to decrease of 0.50%	(3.42)	(3.55)

Sensitivities due to mortality & withdrawals are not material & hence impact of change due to these not calculated. Sensitivities as rate of increase of pensions in payment rate of increase of pension before retirement & life expectancy are not applicable.

Maturity profile of defined benefits obligation (year)		
a) 0 to 1 year	1.15	2.97
b) 1 to 2 years	1.12	2.44
c) 2 to 3 years	2.42	2.02
d) 3 to 4 years	2.12	2.35
e) 4 to 5 years	2.90	2.32
f) 5 to 6 years	2.85	2.91
g) 6 year onwards	46.73	51.05

f) The estimates of rate of escalation in salary considered in actuarial valuation are after taking into account inflation, seniority, promotion and other relevant factors. The above information is as certified by the actuary.

g) Discount rate is based on the prevailing market yields of Indian government securities as at the balance sheet date for the estimated term of the obligations.

h) The sensitivity analyses above have been determined based on a method that extrapolates the impact on defined benefits obligation as a result of reasonable changes in key assumptions occurring at the end of the reporting period.

i) Description of risk exposures:
Valuations are based on certain assumptions, which are dynamic in nature and vary over time. As such Group is exposed to various risks as follow -
a) Salary increases- actual salary increases will increase the plan's liability. Increase in salary increase rate assumption in future valuations will also increase the liability.

b) Investment risk – If plan is funded then assets liabilities mismatch & actual investment return on assets lower than the discount rate assumed at the last valuation date can impact the liability.

c) Discount rate: Reduction in discount rate in subsequent valuations can increase the plan's liability.

d) Mortality & disability – actual deaths & disability cases proving lower or higher than assumed in the valuation can impact the liabilities.

e) Withdrawals – actual withdrawals proving higher or lower than assumed withdrawals and change of withdrawal rates at subsequent valuations can impact plan's liability.

C Other Employee benefits
Compensated absences: The Group permits encashment of compensated absence accumulated by their employees on retirement, separation and during the course of service. The liability in respect of the Group, for outstanding balance of leave at the balance sheet date is determined and provided on the basis of actuarial valuation as at the balance sheet date performed by an independent actuary. The Group doesn't maintain any plan assets to fund its obligation towards compensated absences. During the year amount recognized in statement of profit and loss of Rs. 0.35 crores (previous year Rs. 7.31 crores) [included in refer note 33].

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NOTE 40 - Financial instruments
40.1 Capital risk management

The Group manages its capital to ensure that entity will be able to continue as a going concern while maximizing the return to stakeholders through the optimization of the debt and equity balance.
The capital structure of the Group consists of net debt (borrowings offset by cash and bank balances) and equity of the Group (comprising issued capital, reserves and retained earnings).
The Group prepares projections via annual business plan and capex business plan to plan the capital structure and the outflow. The Group monitors its capital gearing ratio, which is net debt, divided to total equity. Net debt includes, interest bearing loans and borrowings less cash and cash equivalents, bank balances other than cash and cash equivalents and current investments.

(Rs. in Crores)

Particulars	As at 31 March 2022	As at 31 March 2021
Borrowings	7,128.87	16,058.92
Less: Cash and cash equivalents	(549.29)	(2,817.14)
Less: Other bank balances	(575.78)	(161.21)
Net debts (A)	**6,003.80**	**13,080.57**
Equity	6,092.92	1,667.29
Other equity (including money received against share warrants)	4,873.81	2,251.51
Total equity (B)	**10,966.73**	**3,918.80**
Gearing ratio (A/B)	**0.55**	**3.34**

40.2 The accounting classification of each category of financial instrument and their carrying amount are set out below:

(Rs. in Crores)

	As at 31 March 2022				
Particulars	**Amortised cost**	**Fair value through other comprehensive income**	**Fair value through profit and loss**	**Total carrying value**	**Total fair value**
Financial assets					
Investments	-	-	1.60	1.60	1.60
Loans	2.01	-	-	2.01	2.01
Trade receivables	1,139.69	-	-	1,139.69	1,139.69
Cash and cash equivalents	549.29	-	-	549.29	549.29
Bank balances other than cash and cash equivalents	575.78	-	-	575.78	575.78
Other financial assets	211.51	-	-	211.51	211.51
Total	**2,478.28**	**-**	**1.60**	**2,479.88**	**2,479.88**
Financial Liabilities					
Borrowings	7,128.87	-	-	7,128.87	7,128.87
Lease liabilities	10.97	-	-	10.97	10.97
Trade payables	3,564.09	-	-	3,564.09	3,564.09
Other financial liabilities	591.15	-	-	591.15	591.15
Total	**11,295.08**	**-**	**-**	**11,295.08**	**11,295.08**

*Borrowings include current maturities of long term borrowings

40.2 Categories of financial instruments

(Rs. in Crores)

	As at 31 March 2021				
Particulars	**Amortised cost**	**Fair value through other comprehensive income**	**Fair value through profit and loss**	**Total carrying value**	**Total fair value**
Financial assets					
Investments	-	-	1.41	1.41	1.41
Loans	1.29	-	-	1.29	1.29
Trade receivables	779.87	-	-	779.87	779.87
Cash and cash equivalents	2,817.14	-	-	2,817.14	2,817.14
Bank balances other than cash and cash equivalents	161.21	-	-	161.21	161.21
Other financial assets	86.53	-	-	86.53	86.53
Total	**3,846.04**	**-**	**1.41**	**3,847.45**	**3,847.45**
Financial liabilities					
Borrowings	16,058.92	-	-	16,058.92	16,058.92
Lease liabilities	10.93	-	-	10.93	10.93
Trade payables	803.35	-	-	803.35	803.35
Other financial liabilities	184.66	-	-	184.66	184.66
Total	**17,057.86**	**-**	**-**	**17,057.86**	**17,057.86**

*Borrowings include current maturities of long term borrowings

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NOTE- 41 Fair value hierarchy of financial instruments

The carrying amounts of trade receivables, trade payables, capital creditors, cash and cash equivalents, other bank balances, other financial assets and other financial liabilities (other than those specifically disclosed) are considered to be the same as their fair values, due to their short-term nature.

The following table provides the fair value measurement hierarchy of the Group's assets and liabilities.

(Rs. in Crores)

Particulars	Fair values as at 31 March 2022	Fair values as at 31 March 2021	Level	Valuation technique and key inputs
Current Investments				
Investments in quoted mutual funds measured a FVTPL	1.60	1.41	1	Quoted bid price in an active market

There have been no transfers between Level 1 and Level 2 during the period.

NOTE- 42 Financial risk management

The Group's principal financial liabilities comprise loans and borrowings, trade and other payables. The main purpose of these financial liabilities is to finance the Group's operations .The Group's principal financial assets include loans, trade and other receivables, and cash and cash equivalents that derive directly from its operations.

The Group's senior management oversees the management of risks. The Group's senior management provides assurance to the Group's Board that the Group's financial risk activities are governed by appropriate policies and procedures and that financial risks are identified, measured and managed in accordance with the Group's policies and risk objectives. The Board of Directors reviews and suggest changing in policies for managing each of these risks.

The risk management policies aim to mitigate the following risks arising from the financial instrument:

- Interest rate risk
- Currency risk
- Commodity price risk
- Credit risk
- Liquidity risk

NOTE- 42.1 Interest rate risk

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The Group's exposure to the risk of changes in market interest rates relates primarily to the Group's long-term debt obligations with floating interest rates.

The risk is managed by the Group by maintaining an appropriate mix between fixed and floating rate borrowings.

The following table provides a break-up of the Group's fixed and floating rate borrowings:

(Rs. in Crores)

Particulars	As at 31 March 2022	As at 31 March 2021
Fixed rate borrowings	2,690.18	5,402.73
Floating rate borrowings	4,500.00	10,799.22
Total gross borrowings	**7,190.18**	**16,201.95**
Less: Upfront fees	(61.31)	(143.03)
Total borrowings (refer note 22)	**7,128.87**	**16,058.92**

Interest rate risk sensitivity

The sensitivity analyses below have been determined based on the exposure to interest rates for floating rate liabilities, after the impact of hedge accounting, assuming the amount of the liability outstanding at the year-end was outstanding for the whole year.

The following table demonstrates the sensitivity to a change in interest rates by 100 basis points higher/lower and all other variables held constant, the Group's profit before tax is affected through the impact on floating rate borrowings, as follows :

(Rs. in Crores)

Particulars	As at 31 March 2022	As at 31 March 2021
+ 100 basis points	(45.00)	(107.99)
- 100 basis points	45.00	107.99

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Note- 42.2 Foreign currency risk

The Group's functional currency is Indian rupees (INR). The Group undertakes transactions denominated in foreign currencies; consequently, exposure to exchange rate fluctuations arise. Foreign currency risk is the risk that the fair value or future cash flows of an exposure will fluctuate because of changes in foreign exchange rates. The Group's exposure to the risk of changes in foreign exchange rates relates primarily to the Group's operating activities (when revenue or expense is denominated in a foreign currency).

Currency exposure as at 31 March 2022

(Rs. in Crores)

Particulars	USD	EURO	Others	INR	Total
Assets					
Investments	-	-	-	1.60	1.60
Loans	-	-	-	2.01	2.01
Trade receivables	337.56	0.40	-	801.73	1,139.69
Cash and cash equivalents	-	-	-	549.29	549.29
Bank balances other than cash and cash equivalents	-	-	-	575.78	575.78
Other financial assets	-	-	-	211.51	211.51
Total Assets	**337.56**	**0.40**	-	**2,141.92**	**2,479.88**
Liabilities					
Borrowings	-	-	-	7128.87	7,128.87
Lease liabilities	-	-	-	10.97	10.97
Trade payables*	716.89	28.95	-	2,818.25	3,564.09
Other financial liabilities	-	-	-	591.15	591.15
Total liabilities	**716.89**	**28.95**	-	**10,549.24**	**11,295.08**

* Trade payables includes creditors for capital goods

Currency exposure as at 31 March 2021

(Rs. in Crores)

Particulars	USD	EURO	Others	INR	Total
Assets					
Investments	-	-	-	1.41	1.41
Loans	-	-	-	1.29	1.29
Trade receivables	142.17	0.67	-	637.03	779.87
Cash and cash equivalents	-	-	-	2,817.14	2,817.14
Bank balances other than cash and cash equivalents	0.11	-	-	161.10	161.21
Other financial assets	-	-	-	86.53	86.53
Total Assets	**142.28**	**0.67**	-	**3,704.49**	**3,847.45**
Liabilities					
Borrowings	-	-	-	16058.92	16,058.92
Lease liabilities	-	-	-	10.93	10.93
Trade payables*	16.88	13.89	0.54	772.05	803.35
Other financial liabilities	-	-	-	184.66	184.66
Total liabilities	**16.88**	**13.89**	**0.54**	**17,026.56**	**17,057.86**

* Trade payables includes creditors for capital goods

The following table details the Group's sensitivity to a 1% increase and decrease in the INR against the relevant foreign currencies . 1% is the sensitivity rate used when reporting foreign currency risk internally to key management personnel and represents management's assessment of the reasonably possible change in foreign exchange rates. The sensitivity analysis includes only outstanding foreign currency denominated monetary items and adjusts their translation at the year-end for a 1% change in foreign currency rates, with all other variables held constant. A positive number below indicates an increase in profit or equity where INR strengthens 1% against the relevant currency. For a 1% weakening of INR against the relevant currency, there would be a comparable impact on profit or equity, and the balances below would be negative

(Rs. in Crores)

Particulars	Increase (Strengthening of INR)		Decrease (Weakening of INR)	
	As at 31 March 2022	As at 31 March 2021	As at 31 March 2022	As at 31 March 2021
Assets				
USD/ INR	3.38	1.42	(3.38)	(1.42)
EURO/ INR	0.00	0.01	(0.00)	(0.01)
Liabilities				
USD/ INR	(7.17)	(0.17)	7.17	0.17
EURO/ INR	(0.29)	(0.14)	0.29	0.14

The forward exchange contracts entered into by the Group and outstanding are as under:

As at	Nature	No. of contracts	Type	US$ Equivalent (Millions)	INR Equivalent (crores)	MTM (` in crores)
31 March 2022	Assets	5	Buy	124.22	953.29	6.14
	Liabilities	8	Sell	219.42	1686.51	(14.62)
31 March 2021	Assets	-	Buy	-	-	-
	Liabilities	-	Sell	-	-	-

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NOTE- 42.3 Commodity price risk
The Group's revenue is exposed to the market risk of price fluctuations related to the sale of its steel products. Market forces generally determine prices for the steel products sold by the Group. These prices may be influenced by factors such as supply and demand, production costs (including the costs of raw material inputs) and global and regional economic conditions and growth. Adverse changes in any of these factors may reduce the revenue that the Group earns from the sale of its steel products.

The Group is exposed to fluctuations in prices for the purchase of iron ore, coking coal, ferro alloys, zinc, scrap and other raw material inputs. The Group purchased primarily all of its iron ore and coal requirements at prevailing market rates during the year ended 31 March 2022.
The Group aims to sell the products at prevailing market prices. Similarly, the Group procures key raw materials like iron ore and coal based on prevailing market rates as the selling price of steel products and the prices of input raw materials move in the same direction.

NOTE- 42.4 Credit risk
Credit risk refers to the risk that counterparty will default on its contractual obligations resulting in financial loss to the Group. The Group has adopted a policy of only dealing with creditworthy counterparties and obtaining sufficient collateral, where appropriate, as a means of mitigating the risk of financial loss from defaults.
The Group is exposed to credit risk for trade receivables, cash and cash equivalents, investments, other bank balances, loans, and other financial assets.
Moreover, given the diverse nature of the Group's business, trade receivables are spread over a number of customers with no significant concentration of credit risk. No single customer accounted for 10% or more of the trade receivables in any of the years presented. The history of trade receivables shows a negligible provision for bad and doubtful debts. Therefore, the Group does not expect any material risk on account of non-performance by any of the Group's counterparties.
The credit risk on liquid funds is limited because the counterparties are banks with high credit-ratings assigned by international credit-rating agencies.

Movements in allowance for credit losses of receivable is as below:

(Rs. in Crores)

Particulars	As at 31 March 2022	As at 31 March 2021
Balance at the beginning of the year	22.13	-
Additional allowance during the year	10.11	22.13
Utilized during the year	22.13	-
Total	10.11	22.13

For current investments, counterparty limits are in place to limit the amount of credit exposure to any one counterparty. This, therefore, results in diversification of credit risk for Group's mutual fund.

The carrying value of financial assets represents the maximum credit risk. The maximum exposure to credit risk was Rs. 1,930.59 crores as at 31 March 2022 and Rs. 1,030.31 crores as at 31 March 2021, being the total carrying value of trade receivables, balances with bank, bank deposits, current investments, loans and other financial assets.

Receivables are deemed to be impaired after 90 days. The credit period on the sale of goods ranges from 7 to 60 days. The Group has

made the provision based on the policy for trade receivables and no material loss on its trade receivables is expected for credit loss ('ECL').

Where receivables have been impaired, the Group actively seeks to recover the amounts in question and enforce compliance with credit terms.
In addition, the Group is exposed to credit risk in relation to financial guarantees given to banks provided by the Group. The Group's maximum exposure in this respect is the maximum amount the Group could have to pay if the guarantee is called on. Based on the expectation at the end of the reporting period, the Group considers that it is more likely than not that such an amount will not be payable under the guarantees provided.
For all other financial assets, if credit risk has not increased significantly, 12-month expected credit loss is used to provide for impairment loss. However, if credit risk has increased significantly, lifetime expected credit loss is used.

NOTE- 42.5 Liquidity risk
Liquidity risk refers to the risk of financial distress or extraordinary high financing costs arising due to shortage of liquid funds in a situation where business conditions unexpectedly deteriorate and requiring financing. The objective of liquidity risk management is to maintain sufficient liquidity and ensure that funds are available for use as per requirements. The Group manages liquidity risk by maintaining adequate reserves and banking facilities.

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The table below summarizes the maturity profile of the Group's financial liabilities based on contractual undiscounted payments.

(Rs. in Crores)

	As at 31 March 2022			
Particulars	**< 1 year**	**1-5 years**	**> 5 years**	**Total**
Financial Assets				
Investments	1.60	-	-	1.60
Loans	1.78	0.23	-	2.01
Trade receivables	1139.69	-	-	1139.69
Cash and cash equivalents	549.29	-	-	549.29
Bank balances other than cash and cash equivalents	575.78	-	-	575.78
Other financial assets	55.04	156.45	0.02	211.51
Total	2,323.18	156.68	0.02	2,479.88
Financial liabilities				
Borrowings	0.00	7128.87	0.00	7128.87
Lease Liability	2.04	8.93		10.97
Trade payables	3564.09	0.00	0.00	3564.09
Other financial liabilities	349.99	241.16	0.00	591.15
Total	3,916.11	7,378.96	-	11,295.08

(Rs. in Crores)

	As at 31 March 2021			
Particulars	**< 1 year**	**1-5 years**	**> 5 years**	**Total**
Financial Assets				
Investments	1.41	-	-	1.41
Loans	0.38	0.91	-	1.29
Trade receivables	779.87	-	-	779.87
Cash and cash equivalents	2,817.14	-	-	2,817.14
Bank balances other than cash and cash equivalents	161.21	-	-	161.21
Other financial assets	2.76	83.77	-	86.53
Total	3,762.77	84.68	-	3,847.45
Financial liabilities				
Borrowings	-	13,290.36	2,768.55	16,058.91
Lease Liability	1.53	9.40	-	10.93
Trade payables	803.35	-	-	803.35
Other financial liabilities	180.11	4.55	-	184.66
Total	984.99	13,304.32	2,768.55	17,057.86

Collateral

The Group has pledged part of its trade receivables and cash and cash equivalents in order to fulfill certain collateral requirements for the banking facilities extended to the Group. There is obligation to return the securities to the Group once these banking facilities are surrendered.

NOTE- 43 Segment reporting

The Group is engaged in the business of manufacturing and trading of Iron & Steel products having similar economic characteristics, with operations primarily in India which is regularly reviewed by the Group's chief operating decision maker for assessment of Group's performance and resource allocation.
The Group has identified one primary business segment i.e. , manufacture and trading of iron & steel products.

Information about geographical revenue and assets
a) Refer note 29 for information about geographical revenue.
b) Non current assets
All non current assets of the Group are located in India
c) Customer contributing more than 10% of revenue
No single customer represents 10% or more of the Group's total revenue for the year ended 31 March 2022 and 2021.

NOTE- 44 Disclosure pertaining to micro and small and medium enterprises (as per information available with the Group)

(Rs. in Crores)

Particulars	As at 31 March 2022	As at 31 March 2021
Details of dues to micro, small and medium enterprises as defined under the MSMED Act, 2006.		
Principal amount outstanding as at the year end	**115.32**	**127.26**
Interest due on above and not unpaid as at year end	-	-
Interest paid to suppliers	-	-
Payment made to suppliers beyond the appointed day during the year	-	-
Interest due and payable for the year of delay	-	-
Interest accrued and remaining unpaid as at end of year	-	-
Amount of further interest remaining due and payable in succeeding year	-	1.42

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NOTE- 45 Business combination

a. Pursuant to the initiation of corporate insolvency resolution process, the resolution plan submitted in respect of the Group by JSW Steel Ltd ("JSW" and such plan, "Resolution Plan") was approved by the Hon'ble National Group Law Tribunal ("NCLT") with certain modifications, vide Order dated 05 September 2019 ("NCLT Order"). JSW preferred an appeal against the NCLT Order, which was allowed by the Hon'ble National Group Law Appellate Tribunal ("NCLAT") vide its Order dated 17 February 2020 ("NCLAT Order"). The erstwhile promoters of the Group, certain operational creditors and the Directorate of Enforcement have preferred various appeals before the Hon'ble Supreme Court ("SC") against the NCLAT Order ("SC Appeals"), which are presently pending for adjudication.
Pending adjudication of the SC Appeals, on 26 March 2021, JSW Steel completed the acquisition of BPSL by implementing the resolution plan approved by NCLT basis an agreement entered with BPSL's committee of creditors that provides an option/right to the JSW Steel to unwind the transaction in case of unfavorable ruling on certain specified matters by Hon'ble Supreme Court.

Effective from 01 April 2020 (being "Appointed Date"), Makler Private Limited ("SPV") which has raised share capital and debt financing to acquire the business of the Group and to discharge its liabilities of financial creditors, has merged into the Group. For the purposes of Ind AS 103 "Business Combinations", SPV has acquired the control of the Group, its business and its assets and liabilities from appointed date and the said merger has been accounted as "reverse acquisition" as prescribed under Ind AS 103 "Business Combinations".
During the year ended 31 March 2021, the purchase consideration had been allocated on a provisional basis in accordance with Ind-AS 103 'Business Combinations'. Pending final determination of fair value of the assets and liabilities acquired, the Group had recognized capital reserve amounting to 3,410 crores on a provisional basis with the option of reassessing the fair values during the measurement period.

During the measurement period, which is ending during the year 2021-22, the Group has reassessed the allocation of purchase consideration based on the fair valuation of assets and liabilities acquired based on reports obtained from the independent The reassessment inter-alia, included revisions to the fair value of Property plant and equipment (excluding land) based on business valuation, reversal of claims recoverable from deallocated mines and revaluation of liabilities. Accordingly, corresponding adjustments were made to the provisionally accounted fair values of assets and liabilities and the same has resulted in recognition of capital reserves of Rs. 825 crores as on the acquisition date.

Accordingly, the Group has restated comparative balances as on acquisition date i.e. 01 April 2020 and 31 March 2021 to reflect the final acquisition- date fair values of the acquired assets and liabilities.

Details of fair value of assets and liabilities assumed on 01 April 2020 and computation of Capital Reserve arising on reverse acquisition:

(Rs. In Crores)

Particulars	**As At 25th March 2021**	
Assets	**Provisional**	**Final**
Property, plant and equipment (Incl. CWIP, ROU asset & Intangibles)	17,769.59	15,064.16
Inventories	2,294.35	2,292.46
Trade receivables	739.55	739.55
Cash and cash equivalents (including bank balances)	2,624.81	2,633.40
Investments (Inc. Bank FD)	129.50	130.89
Others assets	526.91	574.92
(A)	24,084.70	21,435.37
Liabilities		
Trade payables	861.28	796.28
Others liabilities	463.40	462.60
(B)	1,324.68	1,258.88
Total identifiable net assets acquired at fair value (C = A - B)	22,760.02	20,176.49
Purchase Consideration	19,350.00	19,350.00
Capital reserve arising on reverse acquisition (A-B)	3,410.02	826.49

b. West Waves Maritime & Allied Services Private Limited became a wholly owned subsidiary of the Company with effect from November 24, 2021, upon acquisition of its entire equity shareholding from Magnificient Merchandise and Advisory Services Private Limited for a premium of Rs. 9.17 per share. The Company had earlier availed financial assistance from West Waves Maritime & Allied Services Private Limited amounting to Rs. 2500 crores in relation to the acquisition of the Bhushan Power and Steel Limited.

The Board of Directors of the Company in their meeting held on the January 19, 2022 considered and approved the Scheme of Amalgamation pursuant to Section 233 and other applicable provisions of the Companies Act 2013, providing for the merger of its wholly owned subsidiary West Waves with the Company. The Regional Director of Ministry of Corporate Affairs, Western Region vide order dated May 6, 2022 approved the scheme of amalgamation of West Waves with the Company. Pursuant to receiving all the necessary regulatory and other approvals, West Waves merged with the Company with effect from December 1, 2021. Accordingly, the Company had accounted for the merger under the pooling of interest method as prescribed in Ind AS 103 – Business Combination of entity under common control.

Below are the details of the book value of assets and liabilities taken over as on November 30, 2021 and computation of capital reserve arising on merger:

(Rs. In Crores)

Particulars	**Amount**
Assets	
Loans	2,500.00
Other financial assets	155.59
Trade receivables	0.01
Cash and cash equivalents	0.03
Other current assets	30.90
Total (A)	2,686.53
Liabilities	
Borrowings	2,500.00
Other financial liabilities	155.34
Trade payable	0.01
Other financial liabilities	0.01
Other current liabilities	30.38
Total (B)	**2685.74**
Total identifiable net assets acquired at book value (C = A - B)	**0.79**
Investment (D)	**0.31**
Capital reserve on merger (C-D)	**0.48**

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NOTE - 46 Commitments & contingent liabilities

(Rs. in Crores)

Particulars	As at 31 March 2022	As at 31 March 2021
a) Capital commitments		
Estimated amount of contracts remaining to be executed on capital account and not provided for (net of advances of Rs. 85.10 crores (previous year Rs. 21.07 crores)	1,425.66	90.44
b) Contingent liabilities		
Claims against the Group not acknowledged as debt (excluding interest, if any)		
- Land transfer fees demand by Industrial Infrastructure Development Corporation of Odisha Limited (IDCO), Bhubaneswar for issue of No Objection Certificate (NOC) for Mortgage right permission.	28.81	-
- Others	0.52	0.54

Notes:

1) The erstwhile promoters and certain operational creditors of Bhushan Power And Steel Ltd, subsidiary of Piombino Steel Limited and the directorate of enforcement have preferred various appeals before the Hon'ble Supreme Court ("SC") against the NCLAT Order ("SC appeals"), which are presently pending for adjudication.

2) Amounts payables under the resolution plan towards government dues and contingent creditors have been recognised in accordance with the certificate obtained from supervisory agent appointed.

3) Other pending litigations comprise mainly claims against the Group, proceedings pending with Tax and other Authorities. The Group has reviewed all its pending litigations and proceedings and has made adequate provisions, wherever required and disclosed the contingent liabilities, wherever applicable, in its financial statements.

4) Also refer note 45 for implementation of resolution plan.

NOTE 47 Related Party disclosures

A Name of related parties having transactions during the year and description of relationship

1 **Parent Company**
JSW Steel Limited (w.e.f. 01 October 2021)

2 **Subsidiary Company**
West Waves Maritime & Allied Services Private Limited
(upto 23 November, 2021 upto 30 November 2021 and subsequently merged with the Company)

3 **The investing party in respect of which the reporting enterprise is a joint venture**
JSW Steel Limited (with effect from 27 March, 2021, upto 30 September, 2021)
JSW Shipping & Logistics Private Limited (with effect from 27 March, 2021, upto 30 September, 2021)

4 **Other Related Parties**
B M M Ispat Limited
Everbest Consultancy Services Private Limited
GSI Lucchini S.p.A (upto 30 September 2021)
Jindal Saw Limited
Jindal Stainless Limited
Jindal Steel & Power Limited
JSW Cement Limited
JSW Energy (Barmer) Limited
JSW Global Business Solutions Limited
JSW Infrastructure Limited
JSW International Tradecorp Pte Limited (w.e.f. 01 October 2021)
JSW Ispat Special Products Limited
JSW Jharkhand Steel Limited
JSW Paints Private Limited
JSW Paradip Terminal Private Limited
JSW Steel Coated Products Limited (upto 30 September 2021)
JSW Techno Projects Management Private Limited
Asian Colour Coated Ispat Limited (upto 30 September 2021)
JSW MI Steel Service Center Private Limited
JSW Steel U.S.A Ohio Inc (upto 30 September 2021)
Vardhman Industries Limited (upto 30 September 2021)
West Waves Maritime & Allied Services Private Limited (upto 23 November, 2021)
JSW Shipping & Logistics Private Limited (with effect from 01 October, 2021)

4 **Fellow subsidiaries (w.e.f. 01 October 2021)**
JSW Steel Coated Products Limited
Asian Color Coated Ispat Limited
JSW Vallabh Tinplate Private Limited
GSI Lucchini S.p.A
JSW Steel U.S.A Ohio Inc
Vardhman Industries Limited

5 **Directors and Key Managerial Personnel**

Name	Designation
Mr. Manoj Kumar Mohta (with effect from 01 December, 2021)	Non-Independent Non-Executive Director
Mr. Anil Kumar Singh (with effect from 01 December, 2021)	Non-Independent Non-Executive Director
Mr. Divyakumar Bhair (with effect from 01 December, 2021)	Non-Independent Non-Executive Director
Mr. Anunay Kumar (with effect from 01 December, 2021)	Independent Non-Executive Director
Dr. (Mrs.) Rakhi Jain (with effect from 01 December, 2021)	Independent Non-Executive Director
Mr. Bhushan Prasad (upto 01 December, 2021)	Non-Independent Non-Executive Director
Mr. Sundeep Jain (upto 01 December, 2021)	Non-Independent Non-Executive Director
Mr. Sriram K.S.N. (upto 01 December, 2021)	Non-Independent Non-Executive Director
Mr. Kaustubh Kulkarni (with effect from 19 January, 2022)	Chief Executive Officer
Mr. Mohit Goyal (with effect from 19 January, 2022)	Chief Financial Officer
Mr. Alok Kumar Mishra	Group Secretary

Piombino Steel Ltd

Notes forming part of Consolidated Financial Statements as at and for the year ended 31 March, 2022

A. Related party transactions

(Rs. in Crores)

Nature of transaction	JSW Steel Limited	West Waves Maritime & Allied Services Private Limited	B M M Ispat Limited	JSW Shipping & Logistics Private Limited	Everbest Consultancy Services Private Limited	GSI Lucchini S.p.A	Jindal Saw Limited	Jindal Stainless Limited	Jindal Steel & Power Limited	JSW Cement Limited	JSW Energy (Barmer) Limited	JSW Global Business Solutions (GBS) Limited	JSW Infrastructure Limited
Purchase of Goods													
2021-2022	2,321.25		155.36	-	3.17	8.90	4.02	6.50	8.19	1.12	-	0.07	2.83
2020 -2021	56.37		-	-	-	-	-	-	-	0.08	-	-	-
Sale of Goods													
2021 -2022	29.99		-	-	-	-	-	-	1.61	10.95	2.52	-	-
2020 -2021	-		-	-	-	-	-	-	-	-	-	-	-
Purchase of Capital Goods													
2021 -2022	48.73	-	-	-	-	-	-	-	-	-	-	-	-
2020 -2021	-	-	-	-	-	-	-	-	-	-	-	-	-
Sale of Capital Goods													
2021 -2022	30.11	-	-	-	-	-	-	-	-	-	-	-	-
2020 -2021	-	-	-	-	-	-	-	-	-	-	-	-	-
Proceeds from issuance of Equity Shares													
2021 -2022	-	-	-	-	-	-	-	-	-	-	-	-	-
2020 -2021	972.20	-	-	-	-	-	-	-	-	-	-	-	-
Proceeds from issuance of Warrants													
2021 -2022	-	-	-	-	-	-	-	-	-	-	-	-	-
2020 -2021	7.00	-	-	7.00	-	-	-	-	-	-	-	-	-
Proceeds from issuance of Optionally Convertible Debentures													
2021 -2022	-	-	-	-	-	-	-	-	-	-	-	-	-
2020 -2021	4,100.00	-	-	1,020.00	-	-	-	-	-	-	-	-	-
Reimbursement of expenses incurred on the behalf of the Group													
2021 -2022	7.01	0.81	-	-	-	-	-	-	-	0.38	-	-	-
2020 -2021	0.67	38.04	-	-	-	-	-	-	-	-	-	-	-
Finance Cost													
2021 -2022	168.26	181.12	-	-	-	-	-	-	-	-	-	-	-
2020 -2021	7.17		-	0.64	-	-	-	-	-	-	-	-	-
Corporate guarantee given on behalf of the Group													
2021 -2022	-	-	-	-	-	-	-	-	-	-	-	-	-
2020 -2021	10,800	-	-	-	-	-	-	-	-	-	-	-	-
Loans Taken													
2021 -2022	56.00	-	-	-	-	-	-	-	-	-	-	-	-
2020 -2021	134.18	2,500.00	-	-	-	-	-	-	-	-	-	-	-
Advance Given													
2021 -2022		0.05	-	-	-	-	-	-	-	-	-	-	-
2020 -2021		0.39	-	-	-	-	-	-	-	-	-	-	-

Piombino Steel Ltd

Notes forming part of Consolidated Financial Statements as at and for the year ended 31 March, 2022

A. Related party transactions (contd)

(Rs. in Crores)

Nature of transaction	JSW International Tradecorp Pte Limited (w.e.f. 01 October 2021)	Jsw Ispat Special Products Limited	JSW Jharkhand Steel Limited	JSW Vallabh Tinplate Private Limited	JSW Paints Private Limited	JSW Pradip Terminal Private Limited	JSW Steel Coated Products Limited	JSW Techno Project Managements Limited	Asian Colour Coated Ispat Limited	JSW MI Steel Service Center Private Limited	JSW Steel U.S.A Ohio Inc	Vardhman Industries Limited
Purchase of Goods												
2021-2022	4,568.17	177.74	-	-	112.69	-	-	145.92	-	-	-	-
2020 -2021	-	3.20	-	-	0.31	-	-	5.23	-	-	-	-
Sale of Goods												
2021 -2022	165.04	416.39	-	73.09	-	-	744.80	-	339.19	2.73	172.31	8.47
2020 -2021	-		-	-		-	-		-	-	-	-
Job Work Income / Interest Income												
2021 -2022		27.42	-	-	-	-	-	-	-	-	3.45	-
2020 -2021	-		-	-		-	-		-	-	-	-
Reimbursement of expenses occurred on the behalf of others												
2021 -2022	-	1.69	-	-	-	-	-	-	-	-	-	-
2020 -2021	-	-	-	-	-	-	-	-	-	-	-	-
Reimbursement of expenses incurred on the behalf of the Group												
2021 -2022	-	0.71	1.00		-	0.14	-	-	-	-	-	-
2020 -2021	-	-	-		-	-	-	-	-	-	-	-

B. Transactions with key management personnel

(Rs. in Crores)

Relationship	Key management personnel (KMP)								
Nature of transaction	Mr. Anil Kumar Singh	Mr. Kaustubh Kulkarni	Mr. Pradeep Bhargava	Mr. Alok Kumar Mishra (w.e.f. 05 July 2021)	Mr. Shanker Batra (upto 05 July 2021)	Mrs. Riya Mahana (upto 05 July 2021)	Mr. Vishan Khandelwal	Mr. Mahendra Kumar Khandelwal	Director Sitting Fees
Remuneration									
2021 -2022	1.65	*	0.81	0.54	0.87	0.02	-	-	-
2020 -2021	-		-	-	-	0.07	0.91	-	-
Director Sitting Fees									
2021 -2022	-	*	-	-	-	-	-	-	0.12
2020 -2021	-	-	-	-	-	-	-	-	0.44
Expenses related to Monitoring Professional									
2021 -2022	-	-	-	-	-	-	-	-	-
2020 -2021	-	-	-	-	-	-	-	2.46	-

* Amount being Rs. 197

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Plombino Steel Ltd
Notes forming part of Consolidated Financial Statements as at and for the year ended 31 March, 2022

C. Amounts due to/from related parties

Nature of transaction	JSW Steel Limited	West Waves Maritime & Allied Services Private Limited	JSW Vallabh Tinplate Private Limited	B M M Ispat Limited	Everbest Consultancy Services Private Limited	Vardhman Industries Limited	JSW Infrastructure Limited	Jindal Steel & Power Limited	JSW Cement Limited	JSW Global Business Solutions (GBS) Limited
Trade Receivables										
2021 -2022	0.16	-	48.03	-	-	1.71	-	0.87	-	-
2020 -2021	-	-	-	-	-	-	-	-	-	-
Advance from Customers										
2021 -2022	-	-	-	-	-	-	-	-	0.64	-
2020 -2021	-	-	-	-	-	-	-	-	0.02	-
Trade Payables										
2021 -2022	649.76	-	-	40.31	1.41	-	0.83	0.98	-	0.07
2020 -2021	17.00	-	-	-	-	-	-	-	-	-
Advance to Vendors										
2021 -2022	9.45	-	-	-	-	-	-	-	-	-
2020 -2021	-	0.39	-	-	-	-	-	-	0.15	-
Expenses Payable										
2021 -2022	-	-	-	-	-	-	0.82	-	-	-
2020 -2021	0.67	38.04	-	-	-	-	-	-	-	-
Liability component of Compulsorily Convertible Debentures										
2021 -2022	-	-	-	-	-	-	-	-	-	-
2020 -2021	-	-	-	-	-	-	-	-	-	-
Liability component of Optionally Fully Convertible Debentures										
2021 -2022	-	-	-	-	-	-	-	-	-	-
2020 -2021	2,768.55	-	-	-	-	-	-	-	-	-
Corporate guarantee given on behalf of the Group (to the extent of liability outstanding towards lenders)										
2021 -2022	4,500.00	-	-	-	-	-	-	-	-	-
2020 -2021	10,800.00	-	-	-	-	-	-	-	-	-
Interest Payable										
2021 -2022	126.06	-	-	-	-	-	-	-	-	-
2020 -2021	0.22	4.85	-	-	-	-	-	-	-	-
Loans Payable										
2021 -2022	190.18	-	-	-	-	-	-	-	-	-
2020 -2021	134.18	2,500.00	-	-	-	-	-	-	-	-

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Piombino Steel Ltd
Notes forming part of Consolidated Financial Statements as at and for the year ended 31 March, 2022

B. Amounts due to/from related parties

(Rs. in Crores)

Relationship	Enterprises over which the Group Exercises Control or Significant Influence								
Nature of transaction	JSW International Tradecorp Pte Limited (w.e.f. 01 October 2021)	Jsw Ispat Special Products Limited	JSW Shipping and Logistics	JSW Steel Coated Products Limited	JSW Paints Private Limited	JSW Pradip Terminal Private Limited	JSW Techno Project Managements Limited	Asian Colour Coated Ispat Limited	JSW MI Steel Service Center Private Limited
Trade Receivables									
2021 -2022	-	190.46	-	340.75	-	-	-	36.82	-
2020 -2021	-	-	-	-	-	-	-	-	-
Advance from Customers									
2021 -2022	-	-	-	2.22	-	-	-	-	0.07
2020 -2021	-	0.04	-	-	-	-	-	-	-
Trade Payables									
2021 -2022	627.67	-	-	-	21.74	0.15	-	-	-
2020 -2021	-	-	-	-	1.30	-	-	-	-
Interest Payable									
2021 -2022	-	-	0.47	-	-	-	-	-	-
2020 -2021	-	-	0.47	-	-	-	-	-	-
Advance to Vendors									
2021 -2022	-	1.91	-	-	-	-	1.33	-	-
2020 -2021	-	0.24	-	-	-	-	10.22	-	-

*The Group during the previous year ended March 31, 2021 has provided a corporate guarantee for an aggregate amount of Rs. 2500 crores on behalf of West Waves to the Debenture Trustees for the Non Convertible Debentures issued by West Waves to the lenders.

Amounts due to/from related parties

(Rs. in Crores)

Relationship	Key management personnel (KMP)	
Nature of transaction	Mrs. Riya Mahana (upto 05 July 2021)	Director Sitting Fees
Trade Payables		
2021 -2022	-	-
2020 -2021	0.01	-
Director Sitting Fees Payable		
2021 -2022	-	0.01
2020 -2021	-	0.07

Notes
1. Related party relationships are as identified by the management.
2. The sales to and purchases from related parties are made on terms equivalent to those as prevailing in arm's length transactions.
3. Outstanding balances at the year end are unsecured and interest is charged, wherever applicable, and settlement occurs in cash.
4. There have been no guarantees provided or received for any related party receivables or payables, except as disclosed in the table above.
5. For the year ended 31 March 2022, the Group has not recorded any impairment of receivables relating to amount owed by related parties. This assessment is undertaken in each financial year through examining the financial position of related parties and the market in which the related party operates.

Piombino Steel Ltd
Notes forming part of Consolidated Financial Statements as at and for the year ended 31 March, 2022

NOTE- 48 Leases

The Group as a lessee
The Group's significant leasing/ licensing arrangements are mainly in respect of guest house / office premises and leasehold land. Leases run in a range from 24 months for office premises and 1080-1188 months for leasehold land . The Group previously used to classify leases as operating or finance leases based on its assessment of whether the lease transferred significantly all of the risks and rewards incidental to ownership of the underlying asset to the Group.

The Group also has certain leases of warehouse / guest houses / office premises with lease terms of 12 months or less and leases of printers of low value. The Group applies the 'short-term lease' and 'lease of low-value assets' recognition exemptions for these leases.

The effective interest rate for lease liabilities is 11.36%.
The leases that the Group has entered with lessors are generally long-term in nature and no changes in terms of those leases are expected due to the COVID-19.

A. Amount recognised in statement of profit and loss (Rs. in Crores)

Particulars	As at 31 March 2022	As at 31 March 2021
Interest expense on lease liabilities	1.20	0.92
Depreciation expense of right-of-use assets	12.23	0.01
Expense relating to short-term leases (Included in other expenses)	-	3.18
Expense relating to leases of low-value assets (Included in other expenses)	-	-
Variable lease payments (Included in other expenses)	0.50	0.96
Total amount recognised in profit or loss	13.93	5.07

B. Amount recognised in the statement of cash flow (Rs. in Crores)

Particulars	As at 31 March 2022	As at 31 March 2021
Interest component	1.20	0.01
Lease component	1.16	1.68

C. Maturity analysis of lease liability (Rs. in Crores)

Particulars	As at 31 March 2022	As at 31 March 2021
Maturity analysis - undiscounted		
Less than one year	2.04	1.89
More than One year	8.39	8.53
	10.43	10.42

D. Movement of lease liability (Rs. in Crores)

Particulars	As at 31 March 2022	As at 31 March 2021
Balance as at the beginning of the year	10.93	-
Additions of lease liabilities	-	11.38
Termination	-	-
Interest accrued	1.20	1.23
Payment of lease liabilities	(1.16)	(1.68)
Balance as at the end of the year	10.97	10.93

(Rs. in Crores)

Lease liability included in balance sheet	As at 31 March 2022	As at 31 March 2021
- Current	2.04	1.53
- Non current	8.93	9.40
	10.97	10.92

E. Movement of right of use assets (Rs. in Crores)

Particulars	Leasehold Land	Leasehold Building	Total
Gross block			
As at 01 April 2020	-	-	-
Additions pursuant to acquisition	921.39	1.42	922.81
As at 31 March 2022	921.39	1.42	922.81
Additions	-	-	-
As at 31 March 2022	921.39	1.42	922.81
Accumulated Depreciation			
As at 01 April 2020	-	-	-
Depreciation for the year	11.52	0.53	12.05
As at 31 March 2022	11.52	0.53	12.05
Depreciation for the year	11.52	0.71	12.23
As at 31 March 2022	23.04	1.24	24.28
Net block			
As at 01 April 2021	909.87	0.89	910.76
As at 31 March 2022	898.35	0.18	898.53

Piombino Steel Ltd
Notes forming part of Consolidated Financial Statements as at and for the year ended 31 March, 2022

NOTE- 49 Ratios

(Rs. in Crores)

S No	Ratios	Financial year 21-22			Financial year 20-21			Variance	Reason
		Numerator	Denominator	31 March 2022	Numerator	Denominator	31 March 2021		
1	**Current ratio**	7,831.30	4,176.30	1.88	6,501.16	1,279.40	5.08	-63%	Decrease was primarily on account of increase in current liabilities (mainly increase in trade payables)
	(Current assets / current liabilities)								
2	**Debt equity ratio**	7,128.87	10,966.73	0.65	16,058.92	3,918.80	4.10	84%	Decrease was primarily on account of repayment of term loan
	(Total borrowings / total equity)								
3	**Debt service coverage ratio**	6,467.97	1,171.08	5.52	143.98	33.01	4.36	27%	Variance is mainly due to acquisition of Bhushan Power and Steel Ltd on 25 March, 2021, accordingly previous years consolidated numbers are for six days and current years figures are for the full year.
	(Profit before tax, depreciation, net finance charges / (net finance charges + long term borrowings scheduled 'principal repayments (excluding prepayments/ refinancing) 'during the year) (net finance charges : finance costs - interest income - net gain /(loss) on sale of current investments)								
4	**Return on equity**	4,019.20	7,442.76	54.00%	95.46	1,959.00	4.87%	1008%	Variance is mainly due to acquisition of Bhushan Power and Steel Ltd on March 25, 2021, accordingly previous years consolidated numbers are for six days and current years figures are for the full year.
	(Profit after tax / average total equity)								
5	**Inventory turnover (no. of days)**	3,546.27	13,757.33	94	1,117.95	246.59	1,655	-94%	Variance is mainly due to acquisition of Bhushan Power and Steel Ltd on March 25, 2021, accordingly previous years consolidated numbers are for six days and current years figures are for the full year.
	(Average inventory / (cost of materials consumed + purchase of stock-in-trade + changes in inventories of finished goods, stock-in-trade and work-in-progress + power and fuel + stores & spares consumed + repairs & maintenance + contractor labour charges) * no. of days)								
6	**Debtors turnover (no. of days)**	959.78	21,969.38	16	423.59	415.46	372	-96%	Variance is mainly due to acquisition of Bhushan Power and Steel Ltd on March 25, 2021, accordingly previous years consolidated numbers are for six days and current years figures are for the full year.
	(Average trade receivables / gross sales * no. of days)								
7	**Trade payables turnover (no. of days)**	10,809.85	2,183.72	1,807	212.47	435.82	178	915%	Variance is mainly due to acquisition of Bhushan Power and Steel Ltd on March 25, 2021, accordingly previous years consolidated numbers are for six days and current years figures are for the full year.
	(Cost of materials consumed + purchase of stock-in-trade + changes in inventories of finished goods, stock-in-trade and work-in-progress) / average trade payables * no. of days)								
8	**Net capital turnover**	21,969.38	3,655.00	6.01	415.46	5,221.76	0.08	7455%	Variance is mainly due to acquisition of Bhushan Power and Steel Ltd on March 25, 2021, accordingly previous years consolidated numbers are for six days and current years figures are for the full year.
	(Net Sales / (current assets - current liabilities)								
9	**Net profit margin (%)**	4,019.20	21,969.38	18%	95.46	415.46	23%	-20%	Attributable to increase in profit after tax and increase in total income
	(Net profit for the year) / revenue from operations)								
10	**Return on capital employed**	4,019.20	18,095.59	22%	95.46	19,977.72	0%	4548%	Variance is mainly due to acquisition of Bhushan Power and Steel Ltd on March 25, 2021, accordingly previous years consolidated numbers are for six days and current years figures are for the full year.
	(Net profit for the year / capital employed)								
11	**Return on investment**	4,019.20	10,966.73	37%	95.46	3,918.80	2%	1405%	Variance is mainly due to acquisition of Bhushan Power and Steel Ltd on March 25, 2021, accordingly previous years consolidated numbers are for six days and current years figures are for the full year.
	(Net profit for the year / net worth)								

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Piombino Steel Ltd
Notes forming part of Consolidated Financial Statements as at and for the year ended 31 March, 2022

NOTE- 50
During the year, the Group has changed its inventory measurement policy from FIFO to weighted average method, to align with the group policy. Due to the same the value of closing inventory has reduced by Rs. 51.10 crores.

NOTE- 51
The President has given his assent to the Code on Social Security, 2020 ("Code") in September 2020. On 13 November 2020 the Ministry of Labour and Employment released draft rules for the Code. However, the date on which the Code will come into effect has not been notified. The Group will assess the impact once the subject rules are notified and will give appropriate impact to its financial statements in the period in which

NOTE- 52 Other statutory information

i) The Group does not have any benami property, where any proceeding has been initiated or pending against the Group for holding any benami

ii) The Group does not have any transactions with companies which are struck off except the following:

(Rs. in Crores)

Name of the company	Nature of transactions with company	Balance outstanding	
		As at 31 March 2022	As at 31 March 2021
Fuchs Lubricants (India) Private Limited	Purchase of spares	0.23	0.42
Sharma Contracts (India) Private Limited	Purchase of spares	0.02	0.02
R.V.Briggs & Co. Private Limited	Purchase of spares	*	0.03
Minwool Rock Fibres Limited	Purchase of spares	*	-
BPDP Trading Private Limited **	Sales of products	0.01	0.01
CBS Steel Private Limited **	Sales of products	-	0.29
Everest India Private Limited **	Sales of products	0.01	0.01
Himalayan Eco Farms Private Limited **	Sales of products	0.02	0.02
Himatsu Bimet Limited **	Sales of products	-	0.13
J.S. Engg. Projects Private Limited **	Sales of products	0.02	-
Neo Containers Private Limited **	Sales of products	-	0.06
Panchshree Steels Private Limited **	Sales of products	*	*
R.R Autotech Private Limited **	Sales of products	0.22	0.21

* Less than Rs. 50,000

** Fully provided

iii) The Group does not have any charges or satisfaction which is yet to be registered with ROC beyond the statutory period.

iv) The Group has not traded or invested in crypto currency or virtual currency during the financial year.

v) The Group has not advanced or loaned or invested funds to any other person(s) or entity(ies), including foreign entities (Intermediaries) with the understanding that the Intermediary shall) directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Group (ultimate beneficiaries) or b) provide any guarantee, security or the like to or on behalf of the ultimate beneficiaries

vi) The Group has not received any fund from any person(s) or entity(ies), including foreign entities (funding party) with the understanding (whether recorded in writing or otherwise) that the Group shall: a) directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the funding party (ultimate beneficiaries) or b) provide any guarantee, security or the like on behalf of the ultimate beneficiaries.

vii) The Group does not have any transaction which is not recorded in the books of accounts that has been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (such as, search or survey or any other relevant provisions of the Income Tax Act, 1961.

viii) The Group has complied with the number of layers prescribed under clause (87) of Section 2 of the Act read with the Companies (Restriction on number of Layers) Rules, 2017.

ix) The Group is not declared willful defaulter by any bank or financial institution or lender during the year.

x) The quarterly returns or statements of current assets filed by the Group with banks or financial institutions are in agreement with the books of accounts.

xi) The Group has used the borrowings from banks and financial institutions for the specific purpose for which it was taken as at Balance sheet date.

Plombino Steel Ltd
Notes forming part of Consolidated Financial Statements as at and for the year ended 31 March, 2022

NOTE- 53 Additional Information, as required under Schedule III of the Companies Act, 2013 of entities consolidated as Subsidiaries.:

Name of the entity	Net Assets, i.e., total assets minus total liabilities		Share in profit or loss		Share in other comprehensive income (OCI)		Share in total other comprehensive income (OCI)	
	As % of consolidated net assets	Amount	As % of consolidated profit or loss	Amount	As % of consolidated OCI	Amount	As % of consolidated total OCI	Amount
Parent								
Piombiono Steel Ltd.	-26%	(2,828.17)	-10%	(421.64)	-	-	-10%	(421.64)
Subsidiary								
Bhushan Power & Steel Ltd.	126%	13,794.90	110%	4,440.82	100%	8.85	110%	4,449.67
Total	100%	10,966.73	100%	4,020.18	100%	8.85	100%	4,028.03

Details of Subsidiary

Name of the Company	Country of Incorporation	Effective % of Shareholding as on 31.03.2022	Nature of operation/business
Bhushan Power & Steel Ltd.	India	100%	Manufacturing of Iron and steel products.

NOTE- 54 Previous year's figures have been reclassified/regrouped, wherever necessary, to confirm with the current period classification in comply with requirements of the amended Schedule III to the Companies Act, 2013 affected from April 1, 2021.

As per our attached report of even date
For Shah Gupta & Co.
Chartered Accountants
Firm Registration No.: 109574W

For and on behalf of Board of Directors

Parth P Patel
Partner
Membership No.: 172670

Kaustubh Kulkarni
Chief Executive Officer
Place : Mumbai

Divyakumar Bhair
Director
DIN: 08568679
Place : Mumbai

Anil Kumar Singh
Director
DIN: 02059903
Place : Mumbai

Alok Kumar Mishra
Company Secretary
ICSI Membership No. ACS 15967
Place :Mumbai

Mohit Goyal
Chief Financial Officer
Place : Mumbai

Place: Mumbai
Date: May 24, 2022

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PIOMBINO STEEL LIMITED

JSW Centre, Bandra Kurla Complex, Bandra (East), Mumbai 400 051
Ph No: +91 22 4286 1000. Fax: +91 22 4286 3000
CIN: U27320MH2018PLC374653

AGM NOTICE

Notice is hereby given that the 04th **Annual General Meeting** of the Shareholders of **Piombino Steel Limited** will be held on Tuesday, June 28, 2022 at 11:30 am at the registered office of the Company situated at 6th Floor, JSW Centre, Bandra Kurla Complex, Bandra (East), Mumbai – 400 051, to transact the following business:

ORDINARY BUSINESS:

1. To receive, consider and adopt the Standalone and Consolidated Financial Statements (Audited Balance Sheet, Statement of Profit & Loss and Cash Flow Statement) for the year ended 31st March, 2022, together with the Reports of the Board of Directors and the Auditors thereon.

SPECIAL BUSINESS:

2. **Appointment of Mr. Anil Kumar Singh (DIN 02059903) as a Non-Executive, Non-Independent Director of the Company.**

   To consider, and if thought fit, to pass with or without modification the following Resolution as an **Ordinary Resolution**:

   "**RESOLVED THAT** pursuant to the provisions of Section 149, 152, 160 and all other applicable provisions of the Companies Act, 2013 ("the Act") and the Companies (Appointment and Qualification of Directors) Rules, 2014 (including any statutory modification(s) or re-enactment thereof for the time being in force), relevant provisions of Articles of Association of the Company and other applicable laws, Mr. Anil Kumar Singh (DIN 02059903), who was appointed as an Additional Director of the Company with effect from 01.12.2021 by the Board of Directors pursuant to Section 161 of the Act, as recommended by the Nomination and Remuneration Committee and who holds office upto the date of this Annual General Meeting and in respect of whom the Company has received a notice in writing from a member under Section 160 of the Act proposing the candidature of Mr. Anil Kumar Singh for the office of the Director, be and is hereby appointed as a Non-Executive, Non Independent Director of the Company, whose period of office will be liable to determination by retirement of directors by rotation.

3. **Appointment of Mr. Divyakumar Vimalkumar Bhair (DIN 08568679) as a Non-Executive, Non-Independent Director of the Company.**

   To consider, and if thought fit, to pass with or without modification the following Resolution as an **Ordinary Resolution**:

   "**RESOLVED THAT** pursuant to the provisions of Section 149, 152, 160 and all other applicable provisions of the Companies Act, 2013 ("the Act") and the Companies (Appointment and Qualification of Directors) Rules, 2014 (including

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any statutory modification(s) or re-enactment thereof for the time being in force), relevant provisions of Articles of Association of the Company and other applicable laws, Mr. Divyakumar Vimalkumar Bhair (DIN 08568679), who was appointed as an Additional Director of the Company with effect from 01.12.2021 by the Board of Directors pursuant to Section 161 of the Act, as recommended by the Nomination and Remuneration Committee and who holds office upto the date of this Annual General Meeting and in respect of whom the Company has received a notice in writing from a member under Section 160 of the Act proposing the candidature of Mr. Divyakumar Vimalkumar Bhair for the office of the Director, be and is hereby appointed as a Non-Executive, Non Independent Director of the Company, whose period of office will be liable to determination by retirement of directors by rotation.

4. **Appointment of Mr. Manoj Kumar Mohta (DIN 02339000) as a Non-Executive, Non-Independent Director of the Company.**

To consider, and if thought fit, to pass with or without modification the following Resolution as an **Ordinary Resolution**:

"**RESOLVED THAT** pursuant to the provisions of Section 149, 152, 160 and all other applicable provisions of the Companies Act, 2013 ("the Act") and the Companies (Appointment and Qualification of Directors) Rules, 2014 (including any statutory modification(s) or re-enactment thereof for the time being in force), relevant provisions of Articles of Association of the Company and other applicable laws, Mr. Manoj Kumar Mohta (DIN 02339000), who was appointed as an Additional Director of the Company with effect from 01.12.2021 by the Board of Directors pursuant to Section 161 of the Act, as recommended by the Nomination and Remuneration Committee and who holds office upto the date of this Annual General Meeting and in respect of whom the Company has received a notice in writing from a member under Section 160 of the Act proposing the candidature of Mr. Manoj Kumar Mohta for the office of the Director, be and is hereby appointed as a Non-Executive, Non Independent Director of the Company, whose period of office will be liable to determination by retirement of directors by rotation.

5. **Appointment of Mr. Anunay Kumar (DIN 01647407) as a Director of the Company, in the category of Independent Director.**

To consider, and if thought fit, to pass, with or without modification(s), the following resolution as a **Special Resolution:**

"**RESOLVED THAT** pursuant to the provisions of Section 149, 150, 152 read with Schedule IV and any other applicable provisions of the Companies Act, 2013 ("the Act") and the Companies (Appointment and Qualification of Directors) Rules, 2014 (including any statutory modification(s) or re-enactment thereof for the time being in force) and Articles of Association of the Company and other applicable laws, Mr. Anunay Kumar (DIN 01647407), who was appointed as an Additional Director of the Company in the category of Independent Director with effect from 01.12.2021 by the Board of Directors pursuant to Section 161 of the Act, as recommended by

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the Nomination and Remuneration Committee and in respect of whom the Company has received a notice in writing under Section 160 of the Act, from a member proposing his candidature for the office of Director, be and is hereby appointed as an Independent Director of the Company, not liable to retire by rotation, to hold office for a term upto five years commencing with effect from 01.12.2021.

6. **Appointment of Dr. (Mrs.) Rakhi Jain (DIN 07138042) as a Director of the Company, in the category of Independent Director.**

To consider, and if thought fit, to pass, with or without modification(s), the following resolution as a **Special Resolution:**

"**RESOLVED THAT** pursuant to the provisions of Section 149, 150, 152 read with Schedule IV and any other applicable provisions of the Companies Act, 2013 ("the Act") and the Companies (Appointment and Qualification of Directors) Rules, 2014 (including any statutory modification(s) or re-enactment thereof for the time being in force) and Articles of Association of the Company and other applicable laws, Dr. (Mrs.) Rakhi Jain (DIN 07138042), who was appointed as an Additional Director of the Company in the category of Independent Director with effect from 01.12.2021 by the Board of Directors pursuant to Section 161 of the Act, as recommended by the Nomination and Remuneration Committee and in respect of whom the Company has received a notice in writing under Section 160 of the Act, from a member proposing her candidature for the office of Director, be and is hereby appointed as an Independent Director of the Company, not liable to retire by rotation, to hold office for a term upto five years commencing with effect from 01.12.2021.

By Order of the Board
For Piombino Steel Limited

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Alok Kumar Mishra
Company Secretary & Compliance Officer
Membership No.: A-15967

Place: Mumbai
Date: May 24, 2022

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NOTES:

1. **MEMBER ENTITLED TO ATTEND AND VOTE AT THE MEETING IS ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE INSTEAD OF HIMSELF/HERSELF AND SUCH PROXY NEED NOT BE A MEMBER OF THE COMPANY.**

   The instrument(s) appointing the proxy, if any, shall be deposited at the Registered Office of the Company at JSW Centre, Bandra Kurla Complex, Bandra (East), Mumbai 400 051 by not less than forty-eight (48) hours before the commencement of the Meeting and in default, the instrument of proxy shall be treated as invalid. Proxies shall not have any right to speak at the meeting.

2. Members/Proxies should fill the Attendance Slip for attending the Meeting and bring their Attendance Slip along with their copy of the Annual Report to the Meeting.

3. Institutional / Corporate Shareholders (i.e., other than individuals / HUF, NRI, etc.) are required to send a scanned certified copy (PDF/JPG Format) of their Board or governing body's Resolution/Authorisation, authorising their representative to attend the AGM through VC / OAVM and vote on their behalf.

4. The statement pursuant to Section 102(1) of the Companies Act, 2013 setting out the material facts in respect of the business under Item Nos. 2 to 6 set out above and clause 1.2.5 of Secretarial Standard on General Meeting (SS-2) issued by the Institute of Company Secretaries of India, in respect of the persons seeking appointment/ re-appointment as Director at the AGM, is annexed hereto.

5. Members who hold shares in dematerialised form are requested to write their DP ID and Client ID number(s) and those who hold share(s) in physical form are requested to write their Folio Number(s) in the attendance slip for attending the Meeting to facilitate identification of membership at the Meeting.

6. The Register of Directors' and Key Managerial Personnel and their shareholding maintained under Section 170 of the Companies Act, 2013 and the Register of Contracts and Arrangements in which Directors are interested maintained under Section 189 of the Companies Act, 2013 and all other documents referred to in the Notice will be available for inspection at the Registered office of the Company during all working day from 11.00 A.M to 1.00 P.M till the date of Annual General Meeting.

7. Every member entitled to vote at the Annual General Meeting of the Company can inspect the proxies lodged at the Company at any time during the business hours of the Company during the period beginning twenty-four (24) hours before the time fixed for the commencement of the Annual General Meeting and

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ending on the conclusion of the meeting. However, a prior notice of not less than three (3) days in writing of the intention to inspect the proxies lodged shall be required to be provided to the Company.

8. Route Map for the venue of the meeting is annexed to this Notice.

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ANNEXURE TO NOTICE

STATEMENT ANNEXED TO THE NOTICE PURSUANT TO SECTION 102 OF THE COMPANIES ACT, 2013:

The statement pursuant to Section 102(1) of the Companies Act, 2013 for Item Nos. 2 to 6 of the accompanying notice is as under:

ITEM NO. 2

Mr. Anil Kumar Singh (DIN 02059903), on the recommendation of Nomination and Remuneration Committee was appointed as an Additional Director w.e.f. 01.12.2021 by the Board of Directors in accordance with Section 161 of the Companies Act, 2013 (The Act).

As per Section 161 of the Act, Mr. Anil Kumar Singh holds office upto the date of this Annual General Meeting. The Company has received a notice in writing under Section 160 of the Act from a member proposing the candidature of Mr. Anil Kumar Singh to be appointed as a Non-Executive Director at the ensuing Annual General Meeting liable to retire by rotation. Mr. Anil Kumar Singh has consented to the proposed appointment and Company has received declaration under Section 164(2) of the Act from Mr. Anil Kumar Singh.

Mr. Anil Kumar Singh possesses the requisite skills, knowledge and experience for the position of Director. The Board on the receipt of the said Notice from a member and on the recommendation of Nomination and Remuneration Committee and subject to approval of members in ensuing Annual General Meeting, has accorded its consent to appoint Mr. Anil Kumar Singh as a Non-Executive Director liable to retire by rotation. Mr. Anil Kumar Singh will not be entitled for any remuneration as per the Company policy for Non-Executive Director.

Except Mr. Anil Kumar Singh, no other Director and Key Managerial Personnel of the Company and their relatives thereof are interested or concerned financial or otherwise in the proposed resolution. The Board of Directors recommend passing of Resolution set out in Item No. 2 of this Notice.

ITEM NO. 3

Mr. Divyakumar Vimalkumar Bhair (DIN 08568679), on the recommendation of Nomination and Remuneration Committee was appointed as an Additional Director w.e.f. 01.12.2021 by the Board of Directors in accordance with Section 161 of the Companies Act, 2013 (The Act).

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rotation. Mr. Manoj Kumar Mohta will not be entitled for any remuneration as per the Company policy for Non-Executive Director.

Except Mr. Manoj Kumar Mohta, no other Director and Key Managerial Personnel of the Company and their relatives thereof are interested or concerned financial or otherwise in the proposed resolution. The Board of Directors recommend passing of Resolution set out in Item No. 4 of this Notice.

ITEM NO. 5

Mr. Anunay Kumar (DIN 01647407), on the recommendation of Nomination and Remuneration Committee was appointed as an Additional Director in the category of Independent Director w.e.f. 01.12.2021 by the Board of Directors in accordance Articles of Association of the Company and Section 161 of the Companies Act, 2013 (The Act).

As per Section 161 of the Act, Mr. Anunay Kumar holds office upto the date of ensuing Annual General Meeting. The Company has received a notice in writing under Section 160 of the Act from a member proposing the candidature of Mr. Anunay Kumar to be appointed as Independent Director at the ensuing Annual General Meeting not liable to retire by rotation. Mr. Anunay Kumar has consented to the proposed appointment and Company has received declaration under Section 164(2) of the Act from Mr. Anunay Kumar.

Mr. Anunay Kumar possesses the requisite skills, knowledge and experience for the position of Independent Director. The Board on the receipt of the said Notice from a member and on the recommendation of Nomination and Remuneration Committee and subject to approval of members in ensuing Annual General Meeting, has accorded its consent to appoint Mr. Anunay Kumar as an Independent Director not liable to retire by rotation. Mr. Anunay Kumar will not be entitled for any remuneration as per the Company policy for Independent Director except sitting fee for attending Meeting of Board and Committees.

Except Mr. Anunay Kumar, no other Director and Key Managerial Personnel of the Company and their relatives thereof are interested or concerned financial or otherwise in the proposed resolution. The Board of Directors recommend passing of Special Resolution set out in Item No. 5 of this Notice.

ITEM NO. 6

Dr. (Mrs.) Rakhi Jain (DIN 07138042), on the recommendation of Nomination and Remuneration Committee was appointed as an Additional Director in the category of Independent Director w.e.f. 01.12.2021 by the Board of Directors in accordance

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As per Section 161 of the Act, Mr. Divyakumar Vimalkumar Bhair holds office upto the date of ensuing Annual General Meeting. The Company has received a notice in writing under Section 160 of the Act from a member proposing the candidature of Mr. Divyakumar Vimalkumar Bhair to be appointed as a Non-Executive Director at the ensuing Annual General Meeting liable to retire by rotation. Mr. Divyakumar Vimalkumar Bhair has consented to the proposed appointment and Company has received declaration under Section 164(2) of the Act from Mr. Divyakumar Vimalkumar Bhair.

Mr. Divyakumar Vimalkumar Bhair possesses the requisite skills, knowledge and experience for the position of Director. The Board on the receipt of the said Notice from a member and on the recommendation of Nomination and Remuneration Committee and subject to approval of members in ensuing Annual General Meeting, has accorded its consent to appoint Mr. Divyakumar Vimalkumar Bhair as Non-Executive Director liable to retire by rotation. Mr. Divyakumar Vimalkumar Bhair will not be entitled for any remuneration as per the Company policy for Non-Executive Director.

Except Mr. Divyakumar Vimalkumar Bhair, no other Director and Key Managerial Personnel of the Company and their relatives thereof are interested or concerned financial or otherwise in the proposed resolution. The Board of Directors recommend passing of Resolution set out in Item No. 3 of this Notice.

ITEM NO. 4

Mr. Manoj Kumar Mohta (DIN 02339000), on the recommendation of Nomination and Remuneration Committee was appointed as an Additional Director w.e.f. 01.12.2021 by the Board of Directors in accordance with Section 161 of the Companies Act, 2013 (The Act).

As per Section 161 of the Act, Mr. Manoj Kumar Mohta holds office upto the date of ensuing Annual General Meeting. The Company has received a notice in writing under Section 160 of the Act from a member proposing the candidature of Mr. Manoj Kumar Mohta to be appointed as a Non-Executive Director at the ensuing Annual General Meeting liable to retire by rotation. Mr. Manoj Kumar Mohta has consented to the proposed appointment and Company has received declaration under Section 164(2) of the Act from Mr. Manoj Kumar Mohta.

Mr. Manoj Kumar Mohta possesses the requisite skills, knowledge and experience for the position of Director. The Board on the receipt of the said Notice from a member and on the recommendation of Nomination and Remuneration Committee and subject to approval of members in ensuing Annual General Meeting, has accorded its consent to appoint Mr. Manoj Kumar Mohta as Non-Executive Director liable to retire by

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Articles of Association of the Company and Section 161 of the Companies Act, 2013 (The Act).

As per Section 161 of the Act, Dr. (Mrs.) Rakhi Jain holds office upto the date of ensuing Annual General Meeting. The Company has received a notice in writing under Section 160 of the Act from a member proposing the candidature of Dr. (Mrs.) Rakhi Jain to be appointed as Director in the category of Independent Director at the ensuing Annual General Meeting not liable to retire by rotation. Dr. (Mrs.) Rakhi Jain has consented to the proposed appointment and Company has received declaration under Section 164(2) of the Act from Dr. (Mrs.) Rakhi Jain.

Dr. (Mrs.) Rakhi Jain possesses the requisite skills, knowledge and experience for the position of Independent Director. The Board on the receipt of the said Notice from a member and on the recommendation of Nomination and Remuneration Committee and subject to approval of members in ensuing Annual General Meeting, has accorded its consent to appoint Dr. (Mrs.) Rakhi Jain as Director in the category of Independent Director not liable to retire by rotation. Dr. (Mrs.) Rakhi Jain will not be entitled for any remuneration as per the Company policy for Independent Director except sitting fee for attending Meeting of Board and Committees.

Except Dr. (Mrs.) Rakhi Jain, no other Director and Key Managerial Personnel of the Company and their relatives thereof are interested or concerned financial or otherwise in the proposed resolution. The Board of Directors recommend passing of Special Resolution set out in Item No. 6 of this Notice.

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DETAILS OF DIRECTORS SEEKING APPOINTMENT / RE-APPOINTMENT AT THE FORTH COMING ANNUAL GENERAL MEETING
(Pursuant to Clause 1.2.5 of the Secretarial Standard-2)

Name of the Director	Mr. Anil Kumar Singh	Mr. Divyakumar Bhair	Mr. Manoj Kumar Mohta	Mr. Anunay Kumar	Dr. (Mrs.) Rakhi Jain
Date of Birth	12.05.1965	03.10.1980	26.01.1971	10.04.1946	21.04.1969
Date of first Appointment on the Board	01.12.2021	01.12.2021	01.12.2021	01.12.2021	01.12.2021
Qualification	Bachelor's in Civil Engineering from NIT Jamshedpur and Executive MBA with unique distinction	Chartered Accountant and Bachelor of Commerce	Commerce Graduate and Fellow member of Institute of Chartered Accountants of India	Mechanical engineer with Post Graduate diploma in Business Management.	Doctorate in Home Science from University of Delhi
Experience/ Expertise in specific functional areas/Brief resume of the Director	He is an industry veteran with over three decades of experience in critical and pivotal positions in reputed organizations. He has been instrumental and driving force in completing all strategic greenfield and brownfield projects in various units of JSW Steel Ltd. well ahead of time, budget with highest quality standards.	Mr. Divyakumar Bhair is having over 17 years of experience in the field of Corporate Finance, Project Finance, Strategic Finance, Mergers & Acquisitions and Turnaround Strategy. He has been in JSW Group since last 11 years and has been involved in various long-term fund raising and large-scale acquisitions.	Mr. Mohta worked in premier corporate-houses in India for over 27 years and has gained very rich professional experience in the fields of Corporate Finance, Treasury, Taxation, Corporate Strategy, M&A, Procurement, Secretarial, Legal, and other allied functions. Presently associated with JSW Group since November 2004	More than 50 years' experience in design, engineering and project management in India and abroad out of which more than 15 years has been at Board level in public and private sectors.	Post-graduation-Community Resource Management and Extension.

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Terms & conditions of appointment / re-appointment	Tenure as a Director is subject to retirement of Directors by rotation in terms of Section 152 of the Companies Act, 2013.	Tenure as a Director is subject to retirement of Directors by rotation in terms of Section 152 of the Companies Act, 2013.	Tenure as a Director is subject to retirement of Directors by rotation in terms of Section 152 of the Companies Act, 2013.	Five years w.e.f. 01.12.2021	Five years w.e.f. 01.12.2021
Details of remuneration sought to be paid and remuneration last drawn.	NIL	NIL	NIL	NIL except sitting fee	NIL except sitting fee
Remuneration proposed	NIL	NIL	NIL	NIL except sitting fee	NIL except sitting fee
Disclosure of Relationship with other Directors, Manager and Key Managerial Personnel of the Company.	Not inter-se related to any other Director, or Key Managerial Personnel. The Company does not have a Manager.	Not inter-se related to any other Director, or Key Managerial Personnel. The Company does not have a Manager.	Not inter-se related to any other Director, or Key Managerial Personnel. The Company does not have a Manager.	Not inter-se related to any other Director, or Key Managerial Personnel. The Company does not have a Manager.	Not inter-se related to any other Director, or Key Managerial Personnel. The Company does not have a Manager.
Number of meetings of the Board of Directors attended during the F.Y. 2021-22	2 out of 2	2 out of 2	2 out of 2	2 out of 2	2 out of 2
Other Directorships held as on 31.03.2022	Rohne Coal Company Pvt Limited; JSW Jharkhand Steel Limited; Peddar Realty Pvt Limited; Bhushan Power & Steel Ltd	JSW Living Private Limited; Bhushan Power & Steel Limited; JSW Steel Italy S.R.L.; JSW Steel USA Ohio Inc; Acero	JTPM Atsali Ltd; Rohne Coal Company Pvt Ltd; JSW Holdings Ltd; Echelon Properties Pvt Ltd; JSW GMR	JSW Paints Pvt Limited; JSW Jharkhand Steel Limited; Bhushan Power & Steel Ltd; Kansortium	B.M.M. Ispat Limited; JSW Aluminium Limited; JSW Techno Projects Management Limited; JSW

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		Junction Holdings Inc; Periama Holdings LLC; JSW Steel (USA) Inc	Cricket Pvt Ltd; JSW Sports Pvt Ltd; Sahyog Holdings Pvt Ltd; Gopal Traders Pvt Ltd; Vasind Farm & Dairy Products Pvt Ltd; Vividh Finvest Pvt Ltd; JSW Multiventures Private Limited	Process Teknologies Pvt Limited	Projects Limited; Bhushan Power & Steel Ltd
Chairman/Membership of Committees in other Indian Public Limited Companies as on 31.03.2021 (C = Chairman; M = Member)	Audit Committee member- Bhushan Power & Steel Limited	Audit Committee Chairman – Bhushan Power & Steel Limited	Stakeholder Relationship Committee Member – JSW Holdings Limited	Audit Committee member- Bhushan Power & Steel Limited	Audit Committee member- Bhushan Power & Steel Limited BMM ISPAT Ltd. JSW Projects Ltd. JSW Techno Project Ltd. JSW Aluminium Ltd.
Shareholding in the Company.	Nil	Nil	Nil	Nil	Nil

*only two Committees namely, Audit Committee, Stakeholders Relationship Committee have been considered.

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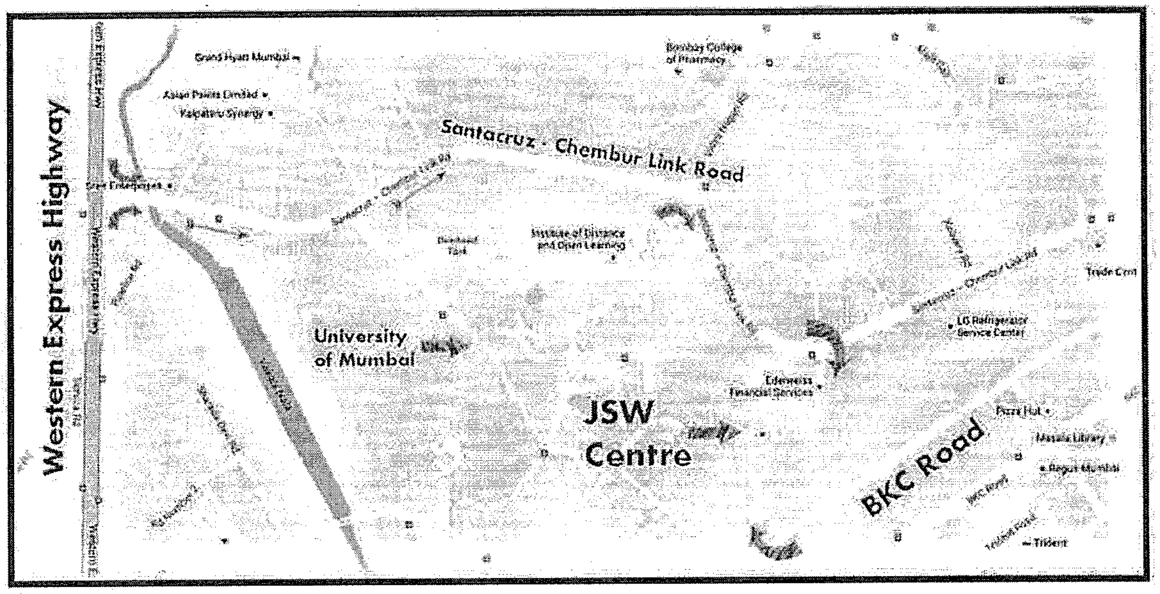
Route Map to JSW Centre



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