

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

TO THE BOARD OF DIRECTORS OF JSW ENERGY LIMITED

1. We have reviewed the accompanying Statement of Consolidated Unaudited Financial Results of **JSW ENERGY LIMITED** ("the Parent") which includes Joint Operations consolidated on a proportionate basis, and its subsidiaries (the Parent and its subsidiaries together referred to as "the Group"), and its share of the profit/ (loss) of its joint ventures and associates for the quarter and six months ended September 30, 2017 ("the Statement"), being submitted by the Parent pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as modified by Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016.

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

2. We conducted our review of the Statement in accordance with the Standard on Review Engagements (SRE) 2410 "Review of Interim Financial Information Performed by the Independent Auditor of the Entity", issued by the Institute of Chartered Accountants of India. This Standard requires that we plan and perform the review to obtain moderate assurance as to whether the Statement is free of material misstatement. A review is limited primarily to inquiries of Parent's personnel and analytical procedures applied to financial data and thus provides less assurance than an audit. We have not performed an audit and, accordingly, we do not express an audit opinion.
3. The Statement includes the results of the entities listed in Annexure "A" to this report.
4. Attention is invited to note 2 to the Statement regarding the reasons for initiating exercise of assessment of recoverable amount of property, plant and equipment of Rs. 23.94 crore, goodwill of Rs. 5.06 crore, intangible assets of Rs. 87.28 crore and investment of Rs. 24.36 crore. Pending conclusion of the said exercise, we are unable to comment on the impairment, if any, which may be required in respect of the carrying amounts of the said assets.
5. Based on our review conducted as stated above, except for the possible effects of the matter described in paragraph 4 above, and based on the consideration of the review reports of the other auditors referred to in paragraph 7 below, nothing has come to our attention that causes us to believe that the accompanying Statement has not been prepared in accordance with the aforesaid Indian Accounting Standards and other accounting principles generally accepted in India and has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as modified by Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016, including the manner in which it is to be disclosed, or that it contains any material misstatement.

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6. Attention is invited to note 3 to the Statement regarding the factors considered by the Group in assessing recoverability of the net carrying amounts of property, plant and equipment of Rs. 4.12 crore, capital work in progress of Rs. 259.42 crore and capital advances of Rs. 6.19 crore as at September 30, 2017 relating to a project of the Group, which is on hold.

Our report on the Statement is not qualified in respect of this matter.

7. We did not review the interim financial results of 7 subsidiaries included in the consolidated unaudited financial results, whose interim financial information/ financial results reflect total assets of Rs. 18,862.57 crore as at September 30, 2017, total revenues of Rs. 3,016.34 crore for the quarter and six months ended September 30, 2017, and total profit after tax (net) of Rs. 421.88 crore and total comprehensive income of Rs. 843.87 crore for the quarter and six months ended September 30, 2017, as considered in the consolidated unaudited financial results. These interim financial results have been reviewed by other auditors whose reports have been furnished to us by the Management and our report on the Statement, in so far as it relates to the amounts and disclosures included in respect of these subsidiaries, is based solely on the reports of the other auditors.

Our report on the Statement is not qualified in respect of this matter.

8. The consolidated unaudited financial results includes the interim financial information/ financial results of 19 subsidiaries which have not been reviewed by their auditors, whose interim financial information/ financial results reflect total assets of Rs. 159.83 crore as at September 30, 2017, total revenue of Rs. 19.09 crore for the quarter and six months ended September 30, 2017 and total loss after tax (net) of Rs. 9.69 crore and total comprehensive loss (net) of Rs. 9.69 crore for the quarter and six months ended September 30, 2017, as considered in the consolidated unaudited financial results. The consolidated unaudited financial results also includes the Group's proportionate share of total assets of Rs. 480.67 crore as at September 30, 2017, expenditure of Rs. 5.01 crore in respect of 2 joint operations, share of loss after tax of Rs. 3.44 crore and total comprehensive loss of Rs. 3.44 crore in respect of an associate and a joint venture, for the quarter and six months ended September 30, 2017, as considered in the consolidated unaudited financial results based on their interim financial information/ financial results which have not been reviewed by their auditors. According to the information and explanations given to us by the Management, these interim financial information/ financial results are not material to the Group.

Our report on the Statement is not qualified in respect of our reliance on the interim financial information/ results certified by the Management.

9. The comparative financial information of the Group for the corresponding quarter and six months ended September 30, 2016 were reviewed and for the year ended March 31, 2017 were audited by the predecessor auditor who expressed an unmodified conclusion/ opinion on those financial results on October 26, 2016 and April 29, 2017.

Our report on the Statement is not qualified in respect of this matter.

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



A. Siddharth
Partner

(Membership No. 31467)

Mumbai, November 1, 2017

Deloitte Haskins & Sells LLP

Annexure "A" List of entities included in the Statement

(i) Subsidiaries

- (a) Himachal Baspa Power Company Limited
- (b) JSW Energy (Kutehr) Limited
- (c) JSW Energy (Raigarh) Limited
- (d) JSW Green Energy Limited
- (e) JSW Power Trading Company Limited
- (f) Jaigad Power Transco Limited
- (g) Raj WestPower Limited
- (h) JSW Energy Minerals Mauritius Limited
- (i) JSW Energy Natural Resources Mauritius Limited
- (j) JSW Energy Natural Resources (BVI) Limited*
- (k) JSW Energy Natural Resource UK Limited*
- (l) Minerals & Energy Swaziland Proprietary Limited
- (m) JSW Energy Natural Resources South Africa Limited
- (n) Royal Bafokeng Capital (Pty) Limited
- (o) Mainsail Trading 55 Proprietary Limited
- (p) South African Coal Mining Holdings Limited
- (q) Ilanga Coal Mines Proprietary Limited*
- (r) SACM (Breyten) Proprietary Limited
- (s) South African Coal Mining Equipment Company Proprietary Limited
- (t) South African Coal Mining Operations Proprietary Limited
- (u) Umlabu Colliery Proprietary Limited
- (v) Voorslag Coal Handling Proprietary Limited
- (w) Jigmining Operations No 1 Proprietary Limited
- (x) Jigmining Operations No 3 Proprietary Limited
- (y) Yomhlaba Coal Proprietary Limited
- (z) SACM (Newcastle) Proprietary Limited

(ii) Jointly controlled entity

Barmer Lignite Mining Company Limited

(iii) Associate

Toshiba JSW Power Systems Private Limited

* Dissolved during the six months ended September 30, 2017.

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JSW ENERGY LIMITED

Registered Office : JSW Centre, Bandra Kurla Complex, Bandra (East), Mumbai 400051
CIN: L74999MH1994PLC077041

Statement of Unaudited Consolidated Financial Results for the quarter and six months ended 30.09.2017

(₹ crore)

| Sr. No. | Particulars | Quarter Ended | | | Six Months Ended | | Year Ended |
|---------|--|-----------------|-----------------|-----------------|------------------|-----------------|-----------------|
| | | 30.09.2017 | 30.06.2017 | 30.09.2016 | 30.09.2017 | 30.09.2016 | 31.03.2017 |
| | | Unaudited | Unaudited | Unaudited | Unaudited | Unaudited | Audited |
| 1 | Income: | | | | | | |
| | a) Revenue from operations | 2,049.04 | 2,231.64 | 2,047.02 | 4,280.68 | 4,497.05 | 8,263.43 |
| | b) Other income | 170.54 | 102.52 | 51.62 | 273.06 | 93.26 | 217.00 |
| | Total income | 2,219.58 | 2,334.16 | 2,098.64 | 4,553.74 | 4,590.31 | 8,480.43 |
| 2 | Expenses: | | | | | | |
| | a) Fuel cost | 935.87 | 1,120.42 | 866.73 | 2,056.29 | 1,907.32 | 3,907.22 |
| | b) Purchase of power | 18.60 | 24.18 | 26.33 | 42.78 | 69.63 | 153.10 |
| | c) Employee benefits expense | 53.91 | 55.96 | 53.93 | 109.87 | 106.72 | 211.77 |
| | d) Finance costs | 390.97 | 400.93 | 435.60 | 791.90 | 864.87 | 1,684.75 |
| | e) Depreciation and amortisation expense | 244.91 | 242.76 | 247.13 | 487.67 | 486.89 | 969.15 |
| | f) Other expenses | 158.28 | 157.64 | 137.32 | 315.92 | 333.41 | 666.98 |
| | Total expenses | 1,802.54 | 2,001.89 | 1,767.04 | 3,804.43 | 3,768.84 | 7,592.97 |
| 3 | Share of profit/(loss) of an Associate / Joint Venture | 0.40 | (3.73) | (0.04) | (3.33) | (0.25) | 4.06 |
| 4 | Profit before tax (1 - 2 + 3) | 417.44 | 328.54 | 331.56 | 745.98 | 821.22 | 891.52 |
| 5 | Tax expense | | | | | | |
| | - Current tax | 88.27 | 74.26 | 72.15 | 162.53 | 180.40 | 196.10 |
| | - Deferred tax | 31.94 | 37.10 | 44.51 | 69.04 | 61.03 | 72.91 |
| 6 | Profit for the period (4 - 5) | 297.23 | 217.18 | 214.90 | 514.41 | 579.79 | 622.51 |
| | Attributable to : | | | | | | |
| | Owners of the Company | 296.89 | 217.28 | 217.39 | 514.17 | 583.92 | 629.03 |
| | Non controlling interests | 0.34 | (0.10) | (2.49) | 0.24 | (4.13) | (6.52) |
| 7 | Other comprehensive income | | | | | | |
| | A.(i) Items that will not be reclassified to profit or loss | 315.52 | 106.46 | 185.61 | 421.98 | 312.44 | 418.06 |
| | (ii) Income tax relating to items that will not be reclassified to profit or loss | - | - | - | - | - | 0.27 |
| | B.(i) Items that will be reclassified to profit or loss | (0.58) | 3.23 | (4.70) | 2.65 | (1.58) | 13.76 |
| | | 314.94 | 109.69 | 180.91 | 424.63 | 310.86 | 432.09 |
| | Attributable to : | | | | | | |
| | Owners of the Company | 314.94 | 109.69 | 180.91 | 424.63 | 310.86 | 432.09 |
| | Non Controlling Interests | - | - | - | - | - | * 0.00 |
| 8 | Total comprehensive income for the period (6 + 7) | 612.17 | 326.87 | 395.81 | 939.04 | 890.65 | 1,054.60 |
| | Attributable to : | | | | | | |
| | Owners of the Company | 611.83 | 326.97 | 398.30 | 938.80 | 894.78 | 1,061.12 |
| | Non Controlling Interests | 0.34 | (0.10) | (2.49) | 0.24 | (4.13) | (6.52) |
| 9 | Paid-up Equity Share Capital (net of treasury shares) (Face Value of ₹ 10 per share) | 1,637.25 | 1,629.00 | 1,627.47 | 1,637.25 | 1,627.47 | 1,627.95 |
| 10 | Other Equity | | | | | | 8,740.51 |
| 11 | Earnings per Share (not annualised) | | | | | | |
| | - Basic EPS (₹) | 1.81 | 1.33 | 1.34 | 3.14 | 3.59 | 3.86 |
| | - Diluted EPS (₹) | 1.81 | 1.33 | 1.34 | 3.14 | 3.59 | 3.86 |

* Less than ₹ 1 lakh

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Consolidated Statement of Assets and Liabilities:

(₹ crore)

| Sr. No. | Particulars | As at | |
|-----------|---|-------------------------|-----------------------|
| | | 30.09.2017 Unaudited | 31.03.2017 Audited |
| A | ASSETS | | |
| 1 | Non-current assets: | | |
| | (a) Property, plant and equipment | 17,421.76 | 17,876.50 |
| | (b) Capital work-in-progress | 537.22 | 526.90 |
| | (c) Goodwill | 644.89 | 644.86 |
| | (d) Other intangible assets | 951.28 | 969.23 |
| | (e) Financial assets | | |
| | (i) Investments | | |
| | - Investments in an associate and joint venture | 6.52 | 6.57 |
| | - Other investments | 1,777.15 | 1,353.35 |
| | (ii) Loans | 1,210.76 | 1,137.49 |
| | (iii) Other financial assets | 1,667.82 | 1,649.56 |
| | (f) Income tax assets (net) | 44.70 | 57.98 |
| | (g) Other non-current assets | 84.67 | 87.70 |
| | Total non - current assets | 24,346.77 | 24,310.14 |
| 2 | Current assets: | | |
| | (a) Inventories | 544.21 | 596.74 |
| | (b) Financial assets | | |
| | (i) Investments | 633.52 | 218.90 |
| | (ii) Trade receivables | 1,612.81 | 2,182.75 |
| | (iii) Cash and cash equivalents | 81.81 | 590.71 |
| | (iv) Bank balances other than (iii) above | 53.69 | 193.59 |
| | (v) Loans | 912.08 | 80.62 |
| | (vi) Other financial assets | 148.96 | 134.67 |
| | (c) Other current assets | 107.38 | 81.22 |
| | Total current assets | 4,094.46 | 4,079.20 |
| | TOTAL ASSETS (1+2) | 28,441.23 | 28,389.34 |
| B | EQUITY AND LIABILITIES | | |
| 1 | Equity | | |
| | (a) Equity share capital | 1,637.25 | 1,627.95 |
| | (b) Other equity | 9,621.93 | 8,740.51 |
| | Equity attributable to owners of the Company | 11,259.18 | 10,368.46 |
| | Non-controlling interests | (6.91) | 2.37 |
| | Total equity | 11,252.27 | 10,370.83 |
| 2 | Liabilities | | |
| I | Non-current liabilities | | |
| | (a) Financial liabilities | | |
| | (i) Borrowings | 12,229.86 | 13,125.92 |
| | (ii) Other financial liabilities | 0.57 | 0.56 |
| | (b) Provisions | 54.28 | 47.11 |
| | (c) Deferred tax liabilities (net) | 449.21 | 380.54 |
| | (d) Other non-current liabilities | 1.72 | 1.75 |
| | Total non - current liabilities | 12,735.64 | 13,555.88 |
| II | Current liabilities | | |
| | (a) Financial liabilities | | |
| | (i) Borrowings | 6.85 | 8.67 |
| | (ii) Trade payables* | 2,255.85 | 2,118.72 |
| | (iii) Other financial liabilities | 2,024.82 | 2,282.13 |
| | (b) Other current liabilities | 50.56 | 44.00 |
| | (c) Provisions | 12.02 | 9.11 |
| | (d) Current tax liabilities (net) | 103.22 | - |
| | Total current liabilities | 4,453.32 | 4,462.63 |
| | Total liabilities | 17,188.96 | 18,018.51 |
| | TOTAL EQUITY AND LIABILITIES (1+2) | 28,441.23 | 28,389.34 |

* including buyer's credit

Notes:

- The Group is engaged in only one segment viz. "Generation and Sale of Power".
- The Management has initiated exercise of assessing recoverable amounts, in terms of Indian Accounting Standard 36, 'Impairment of Assets', in respect of net carrying amounts of property, plant and equipment of ₹ 23.94 crore, goodwill of ₹ 5.06 crore, intangible assets of ₹ 87.28 crore and investment of ₹ 24.36 crore having regard to substantial delay in resuming operations. Impairment, if any, shall be recognised upon conclusion of the aforesaid exercise.
- The Management has, based on estimates of values of its business, assessed the net carrying amounts of property, plant and equipment of ₹ 4.12 crore, capital work in progress of ₹ 259.42 crore and capital advances of ₹ 6.19 crore as at September 30, 2017 relating to a project of the Group, which is on hold due to various reasons and concluded that they are recoverable. In making the said assessment, the factors considered include likely favourable impact of government policies, commencement of commercial operations, operational margins, power supply agreements, etc.
- Comparative financial information has been regrouped and reclassified, wherever necessary, to correspond to the figures of the current quarter/period.
- The above results have been reviewed by the Audit Committee and approved by the Board of Directors at their meeting held on November 1, 2017. The Statutory Auditors of the Company have carried out a Limited Review of the results for the quarter and six months ended September 30, 2017.

For and on behalf of the Board of Directors

(Signature)
Prashant Jain
Jt. Managing Director & CEO
[DIN: 01281621]

Place : Mumbai
Date : 01.11.2017



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