

**INDEPENDENT AUDITOR'S REPORT
TO THE BOARD OF DIRECTORS OF
JSW ENERGY LIMITED**

1. We have audited the accompanying Statement of Standalone Financial Results of **JSW ENERGY LIMITED** ("the Company"), which includes Joint Operations accounted on a proportionate basis, for the year ended March 31, 2018 ("the Statement"), being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as modified by Circular No. CIR/CFD/FAC/62/2016 dated 5th July, 2016.
2. This Statement which is the responsibility of the Company's Management and approved by the Board of Directors, has been compiled from the related standalone Ind AS financial statements prepared in accordance with the Indian Accounting Standards 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 express an opinion on the Statement based on our audit of such standalone financial statements and the financial information of joint operations.
3. We conducted our audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the Statement is free from material misstatement.

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

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**Deloitte
Haskins & Sells LLP**

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

4. In our opinion and to the best of our information and according to the explanations given to us, the Statement:
- (i) is presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as modified by Circular No. CIR/CFD/FAC/62/2016 dated 5th July, 2016; and
 - (ii) gives a true and fair view in conformity with the aforesaid Indian Accounting Standards and other accounting principles generally accepted in India of the net loss and Total comprehensive income and other financial information of the Company for the year ended 31st March, 2018.
5. Attention is invited to following notes of the Standalone financial results:
- (i) Note no. 2 regarding the plans of the Company to resume construction/developmental activities of a hydropower project. The carrying amounts related to the project as at March 31, 2018 comprise property, plant and equipment of Rs. 3.55 crore, capital work in progress of Rs. 237.77 crore, capital advance of Rs. 0.07 crore and investment of Rs. 29.02 crore in a subsidiary.
 - (ii) Note no. 3 regarding the accounting treatment followed by the Company, as per the scheme of arrangement between the Company, and its subsidiaries JSW Power Trading Company Limited, and JSW Green Energy Limited, approved by National Company Law Tribunal, which became effective during the year.

Our opinion is not modified in respect of these matters.

6. We did not audit the financial information of 2 joint operations included in the standalone Ind AS financial results of the Company whose financial information reflect the Company's proportionate share of total assets of Rs. 463.59 crore as at 31st March, 2018 and of total revenues of Rs.5.03 crore for the year ended on that date, as considered in the standalone Ind AS financial results. The financial information of these joint operations are based on financial information certified by the Management.

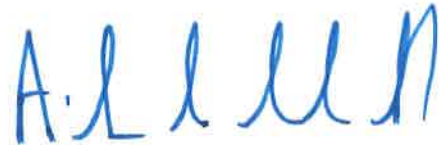
Our opinion is not modified in respect of our reliance on the financial information certified by the Management.

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7. The Statement includes the results for the Quarter ended 31st March, 2018 being the balancing figure between audited figures in respect of the full financial year and the published year to date figures up to the third quarter of the current financial year which were subject to limited review by us.
8. The comparative financial information of the Company for the corresponding quarter and year ended 31st March, 2017 were audited by the predecessor auditor who expressed an unmodified conclusion/ opinion on those financial results on 29th April, 2017.

Our report is not modified in respect of this matter.

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



A. Siddharth
Partner

(Membership No. 31467)

Mumbai, 3rd May, 2018

JSW ENERGY LIMITED

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

CIN : L74999MH1994PLC077041

Statement of Audited Standalone Financial Results for the quarter and year ended 31.03.2018

(₹ Crore)

Sr. No.	Particulars	Quarter Ended			Year Ended	
		31.03.2018	31.12.2017	31.03.2017	31.03.2018	31.03.2017
		Refer note 10	Unaudited	Refer note 10	Audited	Audited
1	Income:					
	a) Revenue from operations	1,016.53	1,134.62	1,012.98	4,212.05	4,040.97
	b) Other income	130.34	103.32	77.47	493.71	328.55
	Total income	1,146.87	1,237.94	1,090.45	4,705.76	4,369.52
2	Expenses:					
	a) Fuel cost	791.91	862.21	730.59	3,149.31	2,721.20
	b) Purchase of power	-	-	33.67	-	33.67
	c) Employee benefits expense	26.06	25.51	30.96	107.00	120.10
	d) Finance costs	118.72	107.85	113.27	476.21	533.04
	e) Depreciation and amortisation expense	89.20	89.10	90.53	364.21	363.90
	f) Other expenses	63.56	70.55	65.78	248.80	260.73
	Total expenses	1,089.45	1,155.22	1,064.80	4,345.53	4,032.64
3	Profit before exceptional items and tax (1-2)	57.42	82.72	25.65	360.23	336.88
4	Exceptional items (refer note no.1)	659.18	-	-	659.18	-
5	(Loss) / Profit before tax (3-4)	(601.76)	82.72	25.65	(298.95)	336.88
6	Tax expense:					
	- Current tax	40.03	21.92	6.74	106.56	73.16
	- Deferred tax	(22.80)	9.25	16.46	38.77	68.97
7	Net (loss) / profit after tax for the period / year (5-6)	(618.99)	51.55	2.45	(444.28)	194.75
8	Other comprehensive income					
A	(i) Items that will not be reclassified to profit or loss	128.55	149.53	0.22	700.06	0.22
	(ii) Income tax relating to items that will not be reclassified to profit or loss	-	-	(0.05)	-	(0.05)
B	(i) Items that will be reclassified to profit or loss	(1.10)	(6.59)	(13.69)	(6.86)	(10.62)
	(ii) Income tax relating to items that will be reclassified to profit or loss	-	-	-	-	-
	Total other comprehensive income / (loss) (net of tax)	127.45	142.94	(13.52)	693.20	(10.45)
9	Total comprehensive income / (loss) for the period / year (7+8)	(491.54)	194.49	(11.07)	248.92	184.30
10	Paid-up equity share capital (net of treasury shares) (Face value of ₹ 10 per share)	1,640.05	1,639.93	1,627.95	1,640.05	1,627.95
11	Other equity				8,237.42	6,765.61
12	Earnings per share (EPS) (not annualised)					
	- Basic EPS (₹)	(3.77)	0.31	0.02	(2.71)	1.20
	- Diluted EPS (₹)	(3.77)	0.31	0.02	(2.71)	1.20
13	Debt equity ratio (refer note no.8)				0.32	0.41
14	Debt service coverage ratio (refer note no.8)				1.38	1.46
15	Interest service coverage ratio (refer note no.8)				3.04	3.04

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Standalone Statement of Assets and Liabilities

₹ Crore

Particulars	As at	
	31.03.2018	31.03.2017
	Audited	
A. ASSETS		
1. Non-current assets:		
(a) Property, plant and equipment	5,110.15	5,186.26
(b) Capital work-in-progress	260.55	478.68
(c) Other Intangible assets	0.99	3.60
(d) Financial assets		
(i) Investments	6,893.71	5,169.94
(ii) Loans	734.41	1,052.14
(iii) Other financial assets	964.96	1,021.65
(e) Income tax assets (net)	2.61	22.52
(f) Other non-current assets	487.73	469.08
Total non - current assets	14,455.11	13,403.87
2. Current assets:		
(a) Inventories	449.96	506.45
(b) Financial assets		
(i) Investments	69.32	154.11
(ii) Trade receivables	488.52	840.01
(iii) Cash and cash equivalents	81.86	15.18
(iv) Bank Balances other than (iii) above	56.66	59.68
(v) Loans	182.42	82.10
(vi) Other financial assets	107.61	119.94
(c) Other current assets	20.42	37.09
Total current assets	1,456.77	1,814.56
TOTAL ASSETS (1+2)	15,911.88	15,218.43
B. EQUITY AND LIABILITIES		
1. Equity		
(a) Equity share capital	1,640.05	1,627.95
(b) Other equity	8,237.42	6,765.61
Total equity	9,877.47	8,393.56
2. Liabilities		
I. Non-current liabilities		
(a) Financial liabilities		
(i) Borrowings	2,610.10	2,922.43
(ii) Other financial liabilities	0.36	0.62
(b) Provisions	12.51	13.87
(c) Deferred tax liabilities (net)	340.28	301.49
(d) Other non-current liabilities	6.62	1.74
Total non - current liabilities	2,969.87	3,240.15
II. Current liabilities		
(a) Financial liabilities		
(i) Trade payables*	2,071.45	1,911.20
(ii) Other financial liabilities	820.14	1,285.15
(b) Other current liabilities	133.97	384.03
(c) Income tax liabilities (net)	35.27	-
(d) Provisions	3.71	4.34
Total current liabilities	3,064.54	3,584.72
Total liabilities	6,034.41	6,824.87
TOTAL EQUITY AND LIABILITIES (1+2)	15,911.88	15,218.43

*Includes buyer's credit

Notes :

- Exceptional items comprise (i) ₹ 100.23 crore towards impairment in value of investment equity shares of an associate; (ii) loss allowance of ₹ 141.00 crore towards loan of ₹ 343.76 crore to a subsidiary which, in turn, invested the funds in a subsidiary in coal mining business at South Africa. The key assumptions considered in the assessment relate to resumption of commercial operations, production plan, saleable reserves, coal prices, operational margins, and discount rate; and (iii) loss allowance of ₹ 417.94 crore towards loan to a party. The said loan was advanced for acquisition of a power plant. However, subsequently the deal was terminated. The measurement of the loss allowance reckons with the financial ability of the party and setoffs available for certain amounts payable to the same party towards an earlier acquisitions.
- The Company has plans of resuming construction/ developmental activities of a hydropower project in Himachal Pradesh after Hydropower policy 2018-28 is announced. The carrying amounts related to the project as at March 31, 2018 comprise property, plant and equipment of ₹ 3.55 crore, capital work in progress of ₹ 237.77 crore, capital advance of ₹ 0.07 crore and investment of ₹ 29.02 crore in a subsidiary.

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3 During the quarter ended March 31, 2018, the scheme of arrangement between the Company, and its subsidiaries JSW Power Trading Company Limited (JSWPTCL), and JSW Green Energy Limited (JSWGEL), entailing demerger of power trading business of JSWPTCL into JSWGEL, and of remainder (investment in equity shares of JSW Steel Limited) into the Company with March 31, 2015 as appointed date, became effective. JSWGEL is in the process of issuing 70,000,000 equity shares of ₹ 10 each and 13,200,000 10% redeemable non-cumulative preference shares of ₹ 10 each to the Company and investment in equity and preference shares of JSWPTCL are cancelled. In order to give effect to the accounting treatment prescribed in the scheme sanctioned by the National Company Law Tribunal, the investment in JSW Steel Limited (JSWSL) is recognised at fair value as on appointed date, movement in its fair value of the investment in equity shares of JSWSL between the appointed date and previous year-end is added to opening balance of 'Other comprehensive income that will not reclassify to profit or loss', the dividend income of ₹ 12.96 crore during such period is added to opening balance of retained earnings, and the resultant difference is recognised as capital reserve of ₹ 516.12 crore. The results for the previous quarter ended December 31, 2017 have been restated compared to what were published earlier, to give effect to the Scheme, by recognising fair value movement of the equity shares for the previous quarter under 'Other comprehensive income that will not reclassify to profit or loss'. Had the accounting been done as per Ind AS, the resultant difference computed as per principles of Ind-AS as on effective date would have been directly recognised in 'other equity'.

4 The Company has only one reportable operating segment i.e. 'Power Generation'.

5 Additional Disclosure:

Particulars	Year Ended	
	31.03.2018	31.03.2017
1. Net Worth (₹ Crore)	9,877.47	8,393.56
2. Debenture Redemption Reserve (₹ Crore)	155.83	297.44
3. Credit Rating of secured redeemable non-convertible debentures	CARE AA- -ve outlook	CARE AA- -ve outlook
4. Asset Cover available (times)	1.73	1.60

6 The listed Secured Redeemable Non Convertible Debentures aggregating ₹1,498.20 crore as on March 31, 2018 are secured by way of pari passu charge on the certain immovable and moveable assets of the Company.

7 Details of secured redeemable non-convertible debentures are as follows :

Particulars	Previous Payment Dates		Next Payment Date	
	Principal	Interest	Principal	Interest
9.75% Secured Redeemable Non Convertible Debentures	20.01.2018	20.01.2018	20.07.2018	20.04.2018
	30.01.2018	30.01.2018	30.07.2018	30.04.2018
	16.02.2018	16.02.2018	16.08.2018	16.05.2018
9.40% to 9.75% Secured Redeemable Non Convertible Debentures	30.09.2017	30.09.2017	NA	NA
8.65% Secured Redeemable Non Convertible Debentures	NA	30.12.2017	30.12.2020	30.12.2018
8.40% Secured Redeemable Non Convertible Debentures	NA	NA	18.09.2020	20.09.2018
Interest and Principal have been paid on the due dates				

8 Formula for computation of ratios are as follows:

Debt equity ratio = (Secured Loans + Unsecured Loans) / (Equity Share Capital + Other Equity)

Debt Service Coverage Ratio = Profit before Interest on Term Loans, Depreciation, Exceptional Items and Tax / (Interest on Term Loans + Scheduled Principal repayments made during the year for Long Term Loans)

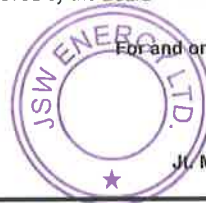
Interest Service Coverage Ratio = Profit before Interest on Term Loans, Depreciation, Exceptional Items and Tax / Interest on Term Loans

9 In terms of SEBI Circular CIR/CFD/CMD/56/2016 dated 27.05.2016, the Company hereby declares that the Auditors have issued Audit Reports with unmodified opinion on annual audited financial results for the year ended March 31, 2018.

10 The figures for the quarter ended March 31, 2018 and March 31, 2017 are the balancing figures between the audited figures in respect of the full financial year and the published year to date figures up to the third quarter for the relevant financial year which were subjected to limited review by the statutory auditors.

11 The above results have been reviewed by the Audit Committee and approved by the Board of Directors at their meeting held on May 3, 2018.

Place : Mumbai
Date : May 3, 2018



For and on behalf of the Board of Directors

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

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