

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

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

1. We have reviewed the accompanying Statement of Unaudited Consolidated Financial Results of **JSW ENERGY LIMITED** ("the Parent") and its subsidiaries (the Parent and its subsidiaries together referred to as "the Group"), and its share of net profit after tax and total comprehensive income of its associate and a joint venture for the quarter ended June 30, 2020 ("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 amended.
2. This Statement, which is the responsibility of the Parent's Management and approved by the Parent's Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in the Indian Accounting Standard 34 "Interim Financial Reporting" ("Ind AS 34"), prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and other accounting principles generally accepted in India. Our responsibility is to express a conclusion on the Statement based on our review.
3. 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 (ICAI). A review of interim financial information consists of making inquiries, primarily of Parent's personnel responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing specified under Section 143(10) of the Companies Act, 2013 and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

We also performed procedures in accordance with the circular issued by the SEBI under Regulation 33(8) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, to the extent applicable.

4. The Statement includes the results of the entities listed in Annexure to this report.
5. Based on our review conducted and procedures performed as stated in paragraph 3 above and based on the consideration of the review reports of the other auditors referred to in paragraph 6 below, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the recognition and measurement principles laid down in the aforesaid Indian Accounting Standard and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, including the manner in which it is to be disclosed, or that it contains any material misstatement.

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# **Deloitte Haskins & Sells LLP**

6. We did not review the interim financial information/ financial results of 10 subsidiaries included in the unaudited consolidated financial results, whose interim financial information/ financial results reflect total revenues of Rs. 1,052.94 crore, total net profit after tax of Rs. 182.07 crore and total comprehensive income of Rs. 181.93 crore, for the quarter ended June 30, 2020, as considered in the Statement. These interim financial information/ financial results have been reviewed by other auditors whose reports have been furnished to us by the Management and our conclusion 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 and the procedures performed by us as stated in paragraph 3 above.

Our conclusion on the Statement is not modified in respect of this matter.

7. The unaudited consolidated financial results includes the interim financial information of 10 subsidiaries which have not been reviewed by their auditors, whose interim financial information reflect total revenue of Rs. 11.53 crore, total net profit after tax of Rs. 2.38 crore and total comprehensive income of Rs. 6.88 crore for the quarter ended June 30, 2020, as considered in the Statement. The unaudited consolidated financial results also includes the Group's share of profit after tax of Rs. 1.02 crore and total comprehensive income of Rs. 1.02 crore for the quarter ended June 30, 2020, as considered in the Statement, in respect of an associate and a joint venture, based on their interim financial information which have not been reviewed by their auditors. According to the information and explanations given to us by the Management, these interim financial information are not material to the Group.

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

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



(Samir R. Shah)

Partner

(Membership No. 101708)

(UDIN: 20101708AAAADM8217)

Mumbai, 31 July 2020

**Annexure**

**List of entities included in the Statement**

**(i) Subsidiaries**

- (a) JSW Hydro Energy Limited (formerly known as Himachal Baspa Power Company Limited)
- (b) JSW Energy (Kutehr) Limited
- (c) JSW Energy (Raigarh) Limited
- (d) JSW Power Trading Company Limited (formerly known as JSW Green Energy Limited)
- (e) Jaigad Power Transco Limited
- (f) JSW Energy (Barmer) Limited (formerly known as Raj WestPower Limited)
- (g) JSW Solar Limited
- (h) JSW Electric Vehicles Private Limited
- (i) JSW Renewable Energy (Vijayanagar) Limited
- (j) JSW Renew Energy Limited
- (k) JSW Energy Natural Resources Mauritius Limited
- (l) JSW Energy Natural Resources South Africa (Pty) Limited
- (m) Royal Bafokeng Capital (Pty) Limited
- (n) Mainsail Trading 55 Proprietary Limited
- (o) South African Coal Mining Holdings Limited
- (p) SACM (Breyten) Proprietary Limited
- (q) South African Coal Mining Operations Proprietary Limited
- (r) Umlabu Colliery Proprietary Limited
- (s) Jigmining Operations No 1 Proprietary Limited
- (t) Yomhlaba Coal Proprietary Limited

**(ii) Joint venture**

Barmer Lignite Mining Company Limited

**(iii) Associate**

Toshiba JSW Power Systems Private Limited

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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 Ended 30.06.2020

₹ crore

Sr. No.	Particulars	Quarter Ended			Year Ended
		30.06.2020	31.03.2020	30.06.2019	31.03.2020
		Unaudited	Refer note 4	Unaudited	Audited
<b>1</b>	<b>Income:</b>				
	a) Revenue from operations	1,805.15	1,793.41	2,412.17	8,272.71
	b) Other income	81.63	54.24	51.82	286.98
	<b>Total income</b>	<b>1,886.78</b>	<b>1,847.65</b>	<b>2,463.99</b>	<b>8,559.69</b>
<b>2</b>	<b>Expenses:</b>				
	a) Fuel cost	915.49	996.32	1,366.43	4,460.51
	b) Purchase of power	-	8.68	3.85	37.75
	c) Employee benefits expense	59.37	59.11	62.14	242.96
	d) Finance costs	240.38	248.01	269.80	1,051.07
	e) Depreciation and amortisation expense	289.51	289.32	291.25	1,168.05
	f) Other expenses	84.77	154.48	170.50	574.63
	<b>Total expenses</b>	<b>1,589.52</b>	<b>1,755.92</b>	<b>2,163.97</b>	<b>7,534.97</b>
<b>3</b>	<b>Share of profit of a joint venture and an associate</b>	<b>1.02</b>	<b>0.77</b>	<b>25.56</b>	<b>28.04</b>
<b>4</b>	<b>Profit before exceptional items, tax and deferred tax adjustable in / (recoverable from) future tariff (1 - 2 + 3)</b>	<b>298.28</b>	<b>92.50</b>	<b>325.58</b>	<b>1,052.76</b>
<b>5</b>	<b>Exceptional items (net) (Refer note 2)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(61.46)</b>
<b>6</b>	<b>Profit before tax and deferred tax adjustable in / (recoverable from) future tariff (4-5)</b>	<b>298.28</b>	<b>92.50</b>	<b>325.58</b>	<b>1,114.22</b>
<b>7</b>	<b>Tax expense</b>				
	- Current tax	63.80	(5.61)	72.77	111.91
	- Deferred tax	(8.63)	61.97	(42.50)	(183.05)
<b>8</b>	<b>Deferred tax adjustable in / (recoverable from) future tariff</b>	<b>23.55</b>	<b>(53.76)</b>	<b>58.04</b>	<b>104.18</b>
<b>9</b>	<b>Profit for the period / year (6 - 7 - 8)</b>	<b>219.56</b>	<b>89.90</b>	<b>237.27</b>	<b>1,081.18</b>
<b>10</b>	<b>Other comprehensive income / (loss)</b>				
	A.(i) Items that will not be reclassified to profit or loss	348.87	(909.44)	(115.21)	(1,070.53)
	(ii) Income tax relating to items that will not be reclassified to profit or loss	0.11	0.34	-	0.34
	B.(i) Items that will be reclassified to profit or loss	(11.47)	(17.51)	(43.93)	(14.46)
	(ii) Income tax relating to items that will be reclassified to profit or loss	2.03	1.99	17.26	3.40
	<b>Total other comprehensive income / (loss)</b>	<b>339.54</b>	<b>(924.62)</b>	<b>(141.88)</b>	<b>(1,081.25)</b>
<b>11</b>	<b>Total comprehensive income / (loss) for the period / year (9 + 10)</b>	<b>559.10</b>	<b>(834.72)</b>	<b>95.39</b>	<b>(0.07)</b>
	<b>Attributable to :</b>				
	<b>Owners of the Company</b>	<b>555.95</b>	<b>(827.06)</b>	<b>104.10</b>	<b>11.74</b>
	Non controlling interests	3.15	(7.66)	(8.71)	(11.81)
	<b>Profit for the period / year attributable to :</b>				
	<b>Owners of the Company</b>	<b>213.23</b>	<b>108.44</b>	<b>244.38</b>	<b>1,099.92</b>
	Non controlling interests	6.33	(18.54)	(7.11)	(18.74)
	<b>Other comprehensive income / (loss) for the period / year attributable to :</b>				
	<b>Owners of the Company</b>	<b>342.72</b>	<b>(935.50)</b>	<b>(140.28)</b>	<b>(1,088.18)</b>
	Non controlling interests	(3.18)	10.88	(1.60)	6.93
<b>12</b>	<b>Paid-up equity share capital (net of treasury shares) (Face value of ₹ 10 per share)</b>	<b>1,641.90</b>	<b>1,641.90</b>	<b>1,641.21</b>	<b>1,641.90</b>
<b>13</b>	<b>Other equity</b>				<b>10,003.72</b>
<b>14</b>	<b>Earnings per share (EPS) (not annualised excluding year end)</b>				
	- Basic EPS ( ₹ )	1.30	0.66	1.49	6.70
	- Diluted EPS ( ₹ )	1.30	0.66	1.49	6.70



Notes:

- 1 The Group continued its operations during lockdown due to outbreak of COVID-19 as electricity generation is regarded as one of the essential services by the Government. The Group's substantial generation and transmission capacities are tied up under medium to long term power purchase / transmission agreements, which insulates revenue of the Group under such contracts. The notices of applying force majeure clauses under the power supply agreements from some of the customers have been responded under legal advice that the prevailing situation is outside the ambit of force majeure clause. This position has also been further supported by clarification from Ministry of Power that the DISCOMs will have to comply with obligation to pay fixed capacity charges as per the power purchase agreement. Merchant power sale has witnessed lower demand due to economic slowdown, and consequential impact on tariff. Based on the assessment, the Management does not expect any medium to long-term impact on the businesses of the Group. The Group has evaluated the possible effects on the carrying amounts of property, plant and equipment, goodwill, inventory, loans, receivables and debt covenants basis the internal and external sources of information and determined, exercising reasonable estimates and judgements, that the carrying amounts of these assets are recoverable. Having regard to above, and the group's liquidity position, there is no uncertainty in meeting financial obligations in the foreseeable future.
- 2 For the year ended March 31, 2020, exceptional items comprise write back of contingent consideration of ₹ 177.48 crore being no longer payable and an additional loss allowances of ₹ 116.02 crore on a loan, pursuant to debt resolution agreement entered into with the party on January 2, 2020.
- 3 The Group has only one reportable operating segment i.e. 'Power Generation'.
- 4 The figures for the quarter ended March 31, 2020 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.
- 5 In respect of the hydro power plants of the Group, due to seasonal nature, the financial results may not be comparable with the previous / subsequent quarters and periods.
- 6 The consolidated results have been reviewed by the Audit Committee and approved by the Board of Directors at their respective meetings held on July 31, 2020. The Statutory Auditors of the Company have carried out a limited review of the results for the quarter ended June 30, 2020.



For and on behalf of the Board of Directors

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

Place : Mumbai  
Date : July 31, 2020

