

**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 and nine months ended December 31, 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.



6. We did not review the financial information / financial results of 11 subsidiaries included in the unaudited consolidated financial results, whose interim financial information / financial results reflects total revenue of Rs. 949.53 Crore and Rs. 3,291.44 Crore for the quarter and nine months ended December 31, 2020 respectively, total net profit after tax of Rs. 98.11 Crore and Rs. 584.33 Crore for the quarter and nine months ended December 31, 2020 respectively and total comprehensive income of Rs. 97.95 Crore and Rs. 583.88 Crore for the quarter and nine months ended December 31, 2020 respectively, 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 reflects total revenue of Rs. 13.52 Crore and Rs. 43.67 Crore for the quarter and nine months ended December 31, 2020 respectively, total net profit after tax of Rs. 1.79 Crore and Rs. 14.48 Crore for the quarter and nine months ended December 31, 2020 respectively and total comprehensive income of Rs. 22.31 Crore and Rs. 41.36 Crore for the quarter and nine months ended December 31, 2020 respectively, as considered in the Statement. The unaudited consolidated financial results also includes the Group's share of profit after tax of Rs. 3.88 Crore and Rs. 11.58 Crore for the quarter and nine months ended December 31, 2020 respectively and total comprehensive income of Rs. 3.88 Crore and Rs. 11.58 Crore for the quarter and nine months ended December 31, 2020 respectively, 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: 21101708AAAAAL4546)

Mumbai, 29 January 2021

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 Renewable Energy (Dolvi) Limited
- (l) JSW Energy Natural Resources Mauritius Limited
- (m) JSW Energy Natural Resources South Africa (Pty) Limited
- (n) Royal Bafokeng Capital (Pty) Limited
- (o) Mainsail Trading 55 Proprietary Limited
- (p) South African Coal Mining Holdings Limited
- (q) SACM (Breyten) Proprietary Limited
- (r) South African Coal Mining Operations Proprietary Limited
- (s) Jigmining Operations No 1 Proprietary Limited (deregistered w.e.f. August 27, 2020)
- (t) Yomhlaba Coal Proprietary Limited (deregistered w.e.f. August 27, 2020)
- (u) Umlabu Colliery Proprietary Limited

(ii) Joint venture

Barmer Lignite Mining Company Limited

(iii) Associate

Toshiba JSW Power Systems Private Limited



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 Nine Months Ended December 31, 2020

₹ crore

Sr. No.	Particulars	Quarter Ended			Nine Months Ended		Year Ended
		31.12.2020	30.09.2020	31.12.2019	31.12.2020	31.12.2019	31.03.2020
		Unaudited			Unaudited		Audited
1	Income:						
	a) Revenue from operations	1,608.86	1,938.57	1,948.58	5,352.58	6,479.30	8,272.71
	b) Other income	50.40	60.95	67.62	192.98	232.74	286.98
	Total income	1,659.26	1,999.52	2,016.20	5,545.56	6,712.04	8,559.69
2	Expenses:						
	a) Fuel cost	822.68	844.16	1,115.13	2,582.33	3,464.19	4,460.51
	b) Purchase of power	-	-	16.58	-	29.07	37.75
	c) Employee benefits expense	55.76	56.53	60.72	171.66	183.85	242.96
	d) Finance costs	191.18	207.19	261.09	638.75	803.06	1,051.07
	e) Depreciation and amortisation expense	291.62	291.57	293.18	872.70	878.73	1,168.05
	f) Other expenses	125.99	114.06	118.16	324.82	420.15	574.63
	Total expenses	1,487.23	1,513.51	1,864.86	4,690.26	5,779.05	7,534.97
3	Share of profit of a Joint venture and an associate	3.88	6.68	(0.15)	11.58	27.27	28.04
4	Profit before exceptional items, tax and deferred tax adjustable in / (recoverable from) future tariff (1 - 2 + 3)	175.91	492.69	151.19	966.88	960.26	1,052.76
5	Exceptional items (net) (Refer note no. 4)	-	-	(61.46)	-	(61.46)	(61.46)
6	Profit before tax and deferred tax adjustable in / (recoverable from) future tariff (4-5)	175.91	492.69	212.65	966.88	1,021.72	1,114.22
7	Tax expense						
	- Current tax	16.70	114.55	(65.30)	195.05	117.52	111.91
	- Deferred tax (Refer note no. 5)	24.88	(40.78)	(114.90)	(24.53)	(245.02)	(183.05)
8	Deferred tax adjustable in / (recoverable from) future tariff (Refer note 5)	(7.74)	62.62	(11.46)	78.43	157.94	104.18
9	Profit for the period / year (6 - 7 - 8)	142.07	356.30	404.31	717.93	991.28	1,081.18
10	Other comprehensive income / (loss)						
	A. (i) Items that will not be reclassified to profit or loss	794.24	634.49	280.85	1,777.60	(161.09)	(1,070.53)
	(ii) Income tax relating to items that will not be reclassified to profit or loss	(81.89)	0.11	-	(81.67)	-	0.34
	B. (i) Items that will be reclassified to profit or loss	15.10	14.74	44.80	18.37	3.05	(14.46)
	(ii) Income tax relating to items that will be reclassified to profit or loss	(2.77)	(2.66)	(12.90)	(3.40)	1.41	3.40
	Total other comprehensive income / (loss)	724.68	646.68	312.75	1,710.90	(156.63)	(1,081.25)
11	Total comprehensive income / (loss) for the period / year (9 + 10)	866.75	1,002.98	717.06	2,428.83	834.65	(0.07)
	Total comprehensive income / (loss) for the period / year attributable to :						
	Owners of the Company	860.59	998.44	711.85	2,414.98	838.80	11.74
	Non controlling interests	6.16	4.54	5.21	13.85	(4.15)	(11.81)
	Profit / (loss) for the period / year attributable to :						
	Owners of the Company	123.53	352.12	394.12	688.88	991.48	1,099.92
	Non controlling interests	18.54	4.18	10.19	29.05	(0.20)	(18.74)
	Other comprehensive income / (loss) for the period / year attributable to :						
	Owners of the Company	737.06	646.32	317.73	1,726.10	(152.68)	(1,088.18)
	Non controlling interests	(12.38)	0.36	(4.98)	(15.20)	(3.95)	6.93
12	Paid-up equity share capital (net of treasury shares) (Face value of ₹ 10 per share)	1,642.25	1,642.03	1,641.69	1,642.25	1,641.69	1,641.90
13	Other equity						10,003.72
14	Earnings per share (EPS) (not annualised excluding year end)						
	- Basic EPS (₹)	0.75	2.14	2.40	4.19	6.04	6.70
	- Diluted EPS (₹)	0.75	2.14	2.40	4.19	6.04	6.70



Notes:

- 1 Some of the existing customers having long term power purchase agreements have entered into long term job work agreements for supply of power during the current period. As per the said agreements, the coal required for power generation is supplied by the respective customers which is converted into power by the Parent Company and supplied to the customers. The Parent Company receives the job work charges from the customers. These arrangements have resulted in lower 'Revenue from operations' and correspondingly 'Fuel cost'. Further, the hydro power business of the Group is seasonal in nature.
In view of the above, the results for the quarter and nine months ended December 31, 2020 are not fully comparable with those for the previous periods and previous year-end.
- 2 The Group has considered the possible effects that may result from the pandemic relating to COVID-19 in the preparation of these results. The Group's substantial generation and transmission capacities are tied up under medium to long term power purchase / job work / transmission agreements, which insulates revenue of the Group under such contracts. Merchant power sale has witnessed lower demand due to economic slowdown, and consequential impact on tariff. Based on the present 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 and receivables basis the internal and external sources of information and concluded, exercising reasonable estimates and judgements, that the carrying amounts of these assets are recoverable. Having regard to the above, and the group's liquidity position, there is no uncertainty in meeting financial obligations in the foreseeable future. The impact of COVID-19 may differ from that estimated as at the date of approval of these financial results.
- 3 The Code on Social Security, 2020 ('the Code') received presidential assent on September 28, 2020. However, the date on which the Code will come into effect has not yet been notified. The Group will assess the impact of the Code on its books of account in the period(s) in which the provisions of the Code becomes effective.
- 4 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.
- 5 During the quarter ended December 31, 2019, the Parent Company and certain subsidiaries had, basis the impact assessment of the option given under section 115BAA of the Income Tax Act, 1961, decided to continue with the existing tax structure until utilization of their respective accumulated minimum alternative tax (MAT) credit. Accordingly, deferred tax liabilities were re-measured at the tax rates that were expected to apply to the period when such liabilities will be settled resulting in write back of ₹ 276.81 crore, and recognition of Deferred tax adjustable in future tariff of ₹ 111.63 crore during the quarter ended December 31, 2019.
- 6 The Group has only one reportable operating segment i.e. 'Power Generation'.
- 7 The consolidated results have been reviewed by the Audit Committee and approved by the Board of Directors at their respective meetings held on January 29, 2021. The Statutory Auditors of the Parent Company have carried out a limited review of the results for the quarter and nine months ended December 31, 2020.

Place : Mumbai
Date : January 29, 2021



For and on behalf of the Board of Directors

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

