


Auditor's Report on Statement of Audited Standalone Financial Results for the quarter and year ended March 31, 2019 of JSW Steel Limited Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended.

To
Board of Directors of
JSW Steel Limited,

1. We have audited the accompanying Statement of Audited Standalone Financial Results of JSW Steel Limited ('the Company') for the quarter and year ended March 31, 2019 ('the Statement'), attached herewith, being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ('the Regulation'), read with SEBI Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016 ('the Circular'). The Standalone Financial Results for the quarter and year ended March 31, 2019 have been prepared on the basis of the unaudited standalone financial results for the nine-month period ended December 31, 2018, the audited annual standalone Ind AS financial statements as at and for the year ended March 31, 2019, and the relevant requirements of the Regulation and the Circular, which are the responsibility of the Company's management and have been approved by the Board of Directors of the Company. Our responsibility is to express an opinion on these standalone financial results based on our review of the unaudited standalone financial results for the nine-month period ended December 31, 2018 which was prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard (Ind AS) 34 Interim Financial Reporting, specified under Section 133 of the Companies Act 2013 read with relevant rules issued thereunder and other accounting principles generally accepted in India; our audit of the annual standalone Ind AS financial statements as at and for the year ended March 31, 2019; and the relevant requirements of the Regulation and the Circular.
2. We conducted our audit in accordance with the auditing standards generally accepted in India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial results are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts disclosed as financial results. An audit also includes assessing the accounting principles used and significant estimates made by management. We believe that our audit provides a reasonable basis for our opinion.
3. In our opinion and to the best of our information and according to the explanations given to us, these quarterly Standalone Financial Results as well as the year to date results:
 - i. are presented in accordance with the requirements of the Regulation read with the Circular, in this regard; and
 - ii. give a true and fair view of the profit including other comprehensive income and other financial information for the quarter and year ended March 31, 2019.
4. Further, read with paragraph 1 above, we report that the figures for the quarter ended March 31, 2019 represent the derived figures between the audited figures in respect of the financial year ended March 31, 2019 and the published year-to-date figures up to December 31, 2018, being the date of the end of the third quarter of the current financial year, which were subjected to a limited review as stated in paragraph 1 above, as required under the Regulation and the Circular.

For S R B C & CO LLP
Chartered Accountants
ICAI Firm Registration Number: 324982E/E300003


per Vikram Mehta
Partner
Membership No.: 105938



Place: Mumbai
Date: May 24, 2019

Statement of Audited Standalone Financial Results for the quarter and year ended 31 March 2019


(Rs. in Crores)

Sr. No.	Particulars	Quarter Ended			Year Ended	
		31.03.2019	31.12.2018	31.03.2018	31.03.2019	31.03.2018
		Audited (Refer Note 9)	Unaudited	Audited* (Refer Note 9)	Audited	Audited*
I	Revenue from operations					
	a) Gross Sales	19,264	17,947	19,346	74,769	66,235
	b) Other operating Income	437	446	813	1,958	1,488
	Total Revenue from operations	19,701	18,393	20,159	76,727	67,723
II	Other Income	83	67	73	519	213
III	Total income (I + II)	19,784	18,460	20,232	77,246	67,936
IV	Expenses					
	a) Cost of materials consumed	9,227	10,331	10,167	39,589	35,995
	b) Purchases of stock-in-trade	94	259	328	498	1,063
	c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	1,426	(1,355)	207	(188)	412
	d) Employee benefits expense	347	361	321	1,400	1,260
	e) Finance costs	956	957	873	3,708	3,591
	f) Depreciation and amortisation expense	865	855	781	3,397	3,054
	g) Power and fuel	1,306	1,518	1,270	5,746	4,771
	h) Excise duty expenses	-	-	-	-	1,259
	i) Other Expenses	2,960	2,841	2,823	11,279	9,222
	Total Expenses (IV)	17,181	15,767	16,770	65,429	60,627
V	Profit before exceptional Items and Tax (III - IV)	2,603	2,693	3,462	11,817	7,309
VI	Exceptional Items	-	-	-	-	234
VII	Profit before Tax (V - VI)	2,603	2,693	3,462	11,817	7,075
VIII	Tax Expense					
	a) Current tax	418	578	854	2,348	1,578
	b) Deferred tax	440	223	373	1,210	872
IX	Net Profit after Tax for the period / year (VII-VIII)	1,745	1,892	2,235	8,259	4,625
X	Other Comprehensive Income (OCI)					
	A. i) Items that will not be reclassified to profit or loss	32	52	(189)	(11)	79
	ii) Income tax relating to items that will not be reclassified to profit or loss	-	4	-	5	1
	B. i) Items that will be reclassified to profit or loss	20	471	(246)	(18)	(374)
	ii) Income tax relating to items that will be reclassified to profit or loss	(7)	(165)	86	6	130
	Total Other Comprehensive Income/(Loss)	45	362	(349)	(18)	(164)
XI	Total Comprehensive Income for the period/year (Comprising Profit and Other Comprehensive Income for the period/year) (IX+X)	1,790	2,254	1,886	8,241	4,461
XII	Paid up Equity Share Capital (face value of Re.1 per share)	240	240	241	240	241
XIII	Other Equity excluding Revaluation Reserves				34,861	27,605
XIV	Earnings per equity share (not annualised)					
	Basic (Rs.)	7.27	7.87	9.29	34.35	19.24
	Diluted (Rs.)	7.22	7.83	9.25	34.17	19.14
XV	Capital Redemption Reseve /Debenture Redemption Reserve				817	290
XVI	Networth				31,212	23,911
XVII	Debt Service Coverage Ratio (refer (i) below)				2.32	1.63
XVIII	Interest Service Coverage Ratio (refer (ii) below)				5.40	4.05
XIX	Debt-Equity Ratio (refer (iii) below)				1.19	1.30

*Restated (refer note 2)


- i) Debt Service Coverage Ratio : Profit before Tax, Depreciation , Net Finance Charges and Exceptional Items / (Net Finance Charges + Long Term Borrowings scheduled principal repayments (excluding prepayments) 'during the period).(Net Finance Charges : Finance Costs - Interest Income - Net Gain /(Loss) on sale of current investments)
- ii) Interest Service Coverage Ratio : Profit before Tax, Depreciation, Net Finance Charges and Exceptional Items/ Net Finance Charges
- iii) Debt Equity : Total Borrowings / Total Equity



SIGNED FOR IDENTIFICATION
BY

SRBC & CO LLP
MUMBAI

STANDALONE STATEMENT OF ASSETS AND LIABILITIES :
(Rs. in Crores)

Particulars		As at	As at
		31.03.2019	31.03.2018
		Audited	Audited
A	ASSETS		
1	Non-current assets		
	(a) Property, plant and equipment	49,245	49,503
	(b) Capital work-in-progress	9,577	3,071
	(c) Intangible assets	172	65
	(d) Intangible assets under development	344	321
	(e) Investments in subsidiaries, associates and joint ventures	4,853	3,848
	(f) Financial assets		
	(i) Investments	1,424	1,030
	(ii) Loans	7,674	5,165
	(iii) Others financial assets	45	746
	(g) Current tax assets (net)	195	250
	(h) Other non-current assets	3,364	2,299
	Total Non-current assets	76,893	66,298
2	Current assets		
	(a) Inventories	10,599	10,082
	(b) Financial Assets		
	(i) Trade receivables	6,746	4,692
	(ii) Cash and cash equivalents	5,258	451
	(iii) Bank balances other than (ii) above	422	150
	(iv) Loans	136	158
	(v) Derivative Assets	228	147
	(vi) Others financial assets	2,621	503
	(c) Other current assets	1,999	3,070
	Total Current assets	28,009	19,253
	TOTAL ASSETS	104,902	85,551
B	EQUITY AND LIABILITIES		
1	Equity		
	(a) Equity share capital	301	302
	(b) Other equity	34,861	27,605
	Total Equity	35,162	27,907
2	Non-current liabilities		
	(a) Financial liabilities		
	(i) Borrowings	26,748	29,551
	(ii) Other financial liabilities	1,015	698
	(b) Provisions	226	115
	(c) Deferred tax liabilities (Net)	3,270	2,071
	(d) Other non-current liabilities	4,083	4
	Total Non-current liabilities	35,342	32,439
3	Current Liabilities		
	(a) Financial liabilities		
	(i) Borrowings	5,368	2,172
	(ii) Trade payables		
	(a) Total outstanding, dues of micro and small enterprises	30	10
	(b) Total outstanding, dues of creditors other than micro and small enterprises	13,022	13,978
	(iii) Derivative liabilities	332	90
	(iv) Other financial liabilities	13,786	7,111
	(b) Other current liabilities	1,616	1,381
	(c) Provisions	52	111
	(d) Current tax liabilities (Net)	192	352
	Total Current liabilities	34,398	25,205
	TOTAL EQUITY AND LIABILITIES	104,902	85,551

SIGNED FOR IDENTIFICATION
BY 
SRBC & CO LLP
MUMBAI

Notes

1. The Board of Directors has recommended dividend as below subject to approval of the members at the ensuing Annual General Meeting:

(i) Dividend at the stipulated rate of 0.01% per share on the 48,54,14,604 Cumulative Redeemable Preference Shares of ₹10 each of the Company, (post four installments of redemption) (Re. 0.000790411 per share) for the year ended 31 March 2019;

(ii) Dividend of Rs. 4.10 (Rupees four and paise ten only) per equity share of Re.1 each for the year ended 31 March 2019.

2. Ind AS 115 Revenue from Contracts with Customers, mandatory for reporting periods beginning on or after 1 April 2018 replaces the existing revenue recognition standards. The application of Ind AS 115 did not have any significant impact on financial results of the Company. However, the Company has determined that, in case of certain contracts, shipping services provided to customers is a separate performance obligation and accordingly the revenue attributable to such shipping services has been recognised as Revenue from operations, which was hitherto netted off against the corresponding freight expenses included as part of other expenditure in the above results. The Company has applied the full retrospective approach and restated the previous periods presented.

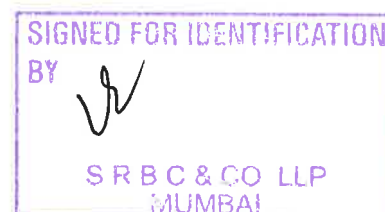
The restated revenue for the quarter and year ended 31 March 2018 is higher by Rs. 460 crores and Rs. 1,489 crores respectively with the corresponding increase in Other expenses.

Further, the export benefits, amounting to Rs. 72 crores for the quarter ended 31 March 2018 and Rs. 300 crores for the year ended 31 March 2018 respectively which were earlier included as part of Revenue from operations have been reclassified to Other operating income.

The above adjustment has no impact on the profit and loss and equity for the respective periods.

3. a. On 15 June 2018, the Company completed acquisition of 100% equity stake in Acero Junction Holdings, Inc (Acero) for a cash consideration of Rs. 536 crores (USD 80.85 million). Acero, along with its wholly owned subsidiary JSW Steel USA Ohio, Inc (Formerly known as Acero Junction, Inc.).
- b. Pursuant to the Corporate Insolvency Resolution process for Monnet Ispat & Energy Limited ("MIEL") under the Insolvency Bankruptcy Code, 2016 initiated on 18 July 2017, the National Company Law Tribunal ('NCLT') on 24 July 2018 (Order date) approved (with modifications) the resolution plan submitted by the consortium of JSW Steel Limited and AION Investments Private II Limited. The consortium completed the acquisition of MIEL through their jointly controlled entity Creixent Special Steels Limited ("CSSL") on 31 August 2018. The Company has made an investment of Rs. 375 crores through equity and redeemable preference shares in CSSL to acquire joint control in MIEL and have an effective shareholding of 23.1% in MIEL.

N

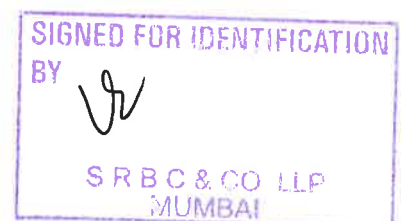


- c. The Resolution Plan submitted by the Company for Vardhman Industries Limited (VIL) was approved with some modifications, by the Hon'ble National Company Law Tribunal (NCLT) New Delhi, by its order dated April 16, 2019. The Company filed an appeal challenging the said NCLT Order before National Company Law Appellate Tribunal (NCLAT), in which an interim order was passed on April 30, 2019 suggesting that the Resolution Plan as approved by the Committee of Creditors may be implemented subject to the decision of the appeal. The Company further filed an Appeal before the Hon'ble Supreme Court against the interim order of NCLAT in which the Hon'ble Supreme Court vide an order dated May 10, 2019 has ordered status quo and the matter is posted for hearing before the NCLAT on May 28, 2019.
- d. On 24 July 2018, the Company through its wholly owned subsidiary in Italy, JSW Steel Italy S.r.l, completed acquisition of 100% shares each of Aferpi S.p.A and Piombino Logistics S.p.A and 69.27% of the shares of GSI Lucchini S.p.A (collectively referred to as "Targets") for a consideration of Rs. 489 crores (Euro 60.70 million) towards acquisition of equity shares and Rs. 100 crores (Euro 12.38 million) towards acquisition of loans provided by erstwhile shareholders of the targets.
- e. On 23 October 2018, the Company has acquired an additional stake of 60.004% of the share capital of Dolvi Minerals and Metals Private Limited ("DMMPL"), a subsidiary, for a cash consideration of Rs.109 crores. Pursuant to the acquisition of shares of DMMPL, DMMPL along with its wholly owned subsidiary Dolvi Coke Projects Limited ("DCPL"), have become wholly owned subsidiaries of the Company.
4. The Board of Directors of the Company at their meeting held on 25 October 2018, considered and approved the Scheme of Amalgamation pursuant to sections 230 - 232 and other applicable provisions of the Companies Act, 2013, providing for the merger of its wholly owned subsidiaries, Dolvi Minerals and Metals Private Limited, Dolvi Coke Projects Limited, JSW Steel Processing Centre Limited, and JSW Steel (Salav) Limited with the Company. The said scheme has been filed with NCLT and the merger is subject to regulatory approvals.
5. (i) The Company units at Dolvi in Maharashtra and Vijayanagar in Karnataka are eligible for incentives under the respective State Industrial Policy and have been availing incentives in the form of VAT / CST deferral / refunds historically. The Company currently recognises income for such government grants, on the basis using State Goods & Service Tax rates instead of VAT rates, in accordance with the relevant notifications issued by the State of Maharashtra and the State of Karnataka post implementation of Goods & Services Tax (GST).

The State Government of Maharashtra ('GOM') vide its Government Resolution (GR) dated 20 December 2018 issued the modalities for sanction and disbursement of incentives, under GST regime, and introduced certain new conditions / restrictions for accruing incentive benefits granted to the Company including denying incentives on related party transactions and certain other restrictions. Subsequently, the GOM issued a corrigendum dated March 08, 2019 to the above mentioned GR allowing eligible units to claim incentives on related party transactions.

The management has evaluated the impact of other conditions imposed and has obtained legal advice on the tenability of these changes in the said scheme. Based on such legal advice, the Company has also made the representation to GOM and believes that said Incentives would continue to be made available to the Company under the GST regime, since the new conditions are not tenable legally and will contest these changes appropriately.

N



Accordingly, the Company has recognized grant income without giving effect to the above restrictions amounting to Rs. 40 crores and Rs. 161 crores for the quarter and year ended 31 March 2019. Further, the Company had recognized, in the previous year, grant income in relation to such restrictions of Rs. 110 crores for the year ended 31 March 2018. The cumulative amount receivable towards the same as at 31 March 2019 amounting to Rs. 271 crores has been considered good and recoverable.


(ii) Post the implementation of GST with effect from 1 July 2017, Revenue from operations is required to be presented net of GST. Accordingly, Revenue from operations for the year ended 31 March 2019 is not comparable to the year ended 31 March 2018.

6. The Company is in the business of manufacturing steel products and hence has only one reportable operating segment as per Ind AS 108 - Operating Segments.
7. The domestic credit rating for long term debt/facilities/NCD's by CARE and ICRA have been maintained at "CARE AA" and "[ICRA] AA", while the short term debt/facilities continue to be rated at the highest level of "CARE A1+" and "[ICRA] A1+" respectively. CARE & ICRA have assigned a stable outlook on the long term rating. CARE has also assigned Issuer Rating to the Company "CARE AA" with stable outlook. India Ratings has upgraded long-term issuer rating and rating for the outstanding NCDs of the Company to "IND AA" from "IND AA-" while maintaining stable outlook.
8. The listed non-convertible debentures of the Company aggregating Rs. 3,141 crores as on 31 March 2019 are secured by way of mortgage/charge on Company's specific Fixed Assets with minimum fixed assets cover of 1.25 times.

i. Details of Secured non- convertible debentures are as follows:

Non-Convertible Debentures	Previous Payment date		Next Payment date	
	Principal	Interest	Principal	Interest
10.60% NCD	02 Jan 2019	02 Jan 2019	02 Jul 2019	02 Apr 2019
10.60% NCD	02 Feb 2019	02 Feb 2019	02 Aug 2019	02 May 2019
10.34% NCD	NA	18 Jan 2019	18 Jan 2022	18 Apr 2019
10.02% NCD	NA	20 Feb 2019	20 May 2023	20 May 2019
10.02% NCD	NA	21 Jan 2019	19 July 2023	20 Apr 2019
10.40% NCD	NA	20 Feb 2019	19 Aug 2019	20 May 2019
10.50% NCD	18 Aug 2018	18 Aug 2018	NA	NA
10.60% NCD	NA	20 Feb 2019	19 Aug 2019	20 May 2019
9.665% NCD	21 Dec 2018	21 Dec 2018	NA	NA
9.72% NCD	NA	21 Dec 2018	23 Dec 2019	23 Dec 2019

N

SIGNED FOR IDENTIFICATION
BY 
SRBC & CO LLP
MUMBAI

ii. Outstanding Cumulative Redeemable preference shares (CRPS) are as follows:

Preference shares:	Number of Shares	Amount (Rs. in crores)
0.01% Cumulative redeemable preference shares	485,414,604	243*

*represents Face Value

iii. Repayment details of Outstanding Cumulative Redeemable preference shares (CRPS):

Preference shares:	Previous Payment Date		Next Payment Date	
	Principal	Dividend	Principal	Dividend
10% Cumulative redeemable preference shares (10% CRPS)*	15 Jun 2018	27 Jul 2018		
	15 Sep 2018	26 Oct 2018		
0.01% Cumulative redeemable preference shares (0.01% CRPS)	15 Jun 2018	27 Jul 2018	15 Jun 2019	29 Jul 2019
	15 Sep 2018		15 Sep 2019	
	15 Dec 2018		15 Dec 2019	
	15 Mar 2019		15 Mar 2020	

*The 10% CRPS were fully redeemed. There are no arrears of Dividend.

9. The figures of the quarter ended 31 March 2019 and 31 March 2018 are the balancing figures between the audited figures in respect of the full financial year and published year to date figures upto third quarter of the relevant financial year.
10. Previous period/year figures have been regrouped /reclassified wherever necessary.
11. The above results have been reviewed by the Audit committee and approved by the Board of Directors at their meetings held on 23 May 2019 and 24 May 2019 respectively.

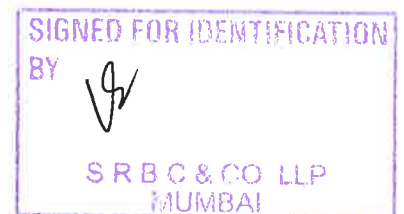
For JSW Steel Limited



Seshagiri Rao M.V.S

Jt. Managing Director & Group CFO

24 May 2019



Auditor's Report On Quarterly Consolidated Financial Results and Year to Date Results of the Company Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended.

To
Board of Directors of
JSW Steel Limited

1. We have audited the accompanying statement of quarterly consolidated Ind AS financial results of JSW Steel Limited ('the Company') comprising its subsidiaries (together, 'the Group') and its joint ventures for the quarter ended March 31, 2019 and the consolidated Ind AS financial results for the year ended March 31, 2019 ('the Statement'), attached herewith, being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ('the Regulation'), read with SEBI Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016 ('the Circular').

The consolidated Ind AS financial results for the quarter ended March 31, 2019 and year ended March 31, 2019 have been prepared on the basis of the consolidated Ind AS financial results for the nine-month period ended December 31, 2018, the audited annual consolidated Ind AS financial statements as at and for the year ended March 31, 2019 and the relevant requirements of the Regulation and the Circular, which are the responsibility of the Company's management and have been approved by the Board of Directors of the Company. Our responsibility is to express an opinion on these consolidated Ind AS financial results based on our review of the consolidated Ind AS financial results for the nine-month period ended December 31, 2018 which was prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard (Ind AS) 34 Interim Financial Reporting, specified under Section 133 of the Companies Act 2013 read with relevant rules issued thereunder and other accounting principles generally accepted in India; our audit of the annual consolidated Ind AS financial statements as at and for the year ended March 31, 2019; and the relevant requirements of the Regulation and the Circular.

2. We conducted our audit in accordance with the auditing standards generally accepted in India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the consolidated financial results are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts disclosed as financial results. An audit also includes assessing the accounting principles used and significant estimates made by management. We believe that our audit provides a reasonable basis for our opinion.



JSW Steel Limited
Page 2 of 3

3. 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 reports of other auditors on separate financial statements and the other financial information of subsidiaries and associates, these quarterly consolidated Ind AS financial results as well as the year to date results:
 - i. include the results of the entities as mentioned in Annexure- I to this audit report;
 - ii. are presented in accordance with the requirements of the Regulation read with the Circular, in this regard; and
 - iii. give a true and fair view of the consolidated net profit including and other comprehensive income and other financial information for the quarter ended March 31, 2019 and for the year ended March 31, 2019.
4. We did not audit the financial statements and other financial information, in respect of 28 subsidiaries, whose Ind AS financial statements include total assets of Rs 12,810 crores as at March 31, 2019, and total revenues of Rs 2,546 crores and Rs 8,313 for the quarter and the year ended on that date respectively. These Ind AS financial statements and other financial information have been audited by other auditors, whose auditors' reports have been furnished to us by the management.

The consolidated Ind AS financial results also include the Group's share of net loss of Rs. 32 crores and Rs. 30 crores for the quarter and for the year ended March 31, 2019 respectively, as considered in the consolidated Ind AS financial results, in respect of 8 joint ventures, whose financial statements, other financial information have been audited by other auditors and whose reports have been furnished to us by the management.

Our opinion, in so far as it relates to the affairs of such subsidiaries and joint ventures is based solely on the report of other auditors. Our opinion is not modified in respect of this matter.

Certain of these subsidiaries and joint ventures are located outside India whose financial statements and other financial information have been prepared in accordance with accounting principles generally accepted in their respective countries and which have been audited by other auditors under generally accepted auditing standards applicable in their respective countries. The Company's management has converted the financial statements of such subsidiaries and joint ventures located outside India from accounting principles generally accepted in their respective countries to accounting principles generally accepted in India. We have audited these conversion adjustments made by the Company's management. Our opinion in so far as it relates to the balances and affairs of such subsidiaries and joint ventures located outside India is based on the report of other auditors and the conversion adjustments prepared by the management of the Company and audited by us.

5. The accompanying consolidated Ind AS financial results include unaudited financial statements and other unaudited financial information in respect of 1 subsidiary, whose financial statements and other financial information reflect Nil total assets as at March 31, 2019 and Nil revenues for the quarter and the year ended on that date respectively. These unaudited financial statements and other unaudited financial information have been furnished to us by the management.



JSW Steel Limited
Page 3 of 3

The consolidated Ind AS financial results also include the Group's share of net loss of Rs. 0.02 crores for the quarter and Rs. 0.07 crores for the year ended March 31, 2019 respectively, as considered in the consolidated Ind AS financial results, in respect of 2 joint venture, whose financial statements and other financial information have not been audited and whose unaudited financial statements, other unaudited financial information have been furnished to us by the management.

Our opinion, in so far as it relates to the affairs of these subsidiaries and joint ventures is based solely on such unaudited financial statement and other unaudited financial information. In our opinion and according to the information and explanations given to us by the Management, these financial results/statements and other financial information are not material to the Group. Our opinion is not modified in respect of this matter.

6. Further, read with paragraph 1 above, we report that the figures for the quarter ended March 31, 2019 represent the derived figures between the audited figures in respect of the financial year ended March 31, 2019 and the published year-to-date figures up to December 31, 2018, being the date of the end of the third quarter of the current financial year, which were subjected to a limited review as stated in paragraph 1 above, as required under the Regulation and the Circular.

For S R B C & CO. LLP
Chartered Accountants
ICAI Firm Registration Number: 324982E/E300003



per Vikram Mehta
Partner
Membership No.: 105938



Place : Mumbai
Date : May 24, 2019

SRBC & CO LLP

Chartered Accountants

Annexure I - List of entities included in the Audit Report

Subsidiary		Joint Ventures	
1	Acero Junction Holdings, Inc.	1	Geo Steel LLC
2	Amba River Coke Limited	2	JSW Structural Metal Decking Limited
3	JSW Steel Coated Products Limited	3	Vijayanagar Minerals Private Limited
4	JSW Steel (Salav) Limited	4	Rohne Coal Company Private Limited
5	JSW Steel Processing Centres Limited	5	Creixent Special Steel Limited
6	JSW Jharkhand Steel Limited	6	Gourangdih Coal Limited
7	JSW Bengal Steel Limited	7	JSW MI Service Centre Private Limited
8	Peddar Realty Private Limited	8	JSW Vallabh Tinplate Private Limited
9	JSW Realty Infrastructure Private Limited	9	JSW Severfield Structures Limited
10	Dolvi Minerals & Metals Private Limited	10	Monnet Ispat & Energy Limited
11	JSW Industrial Gases Private Limited		
12	JSW Utkal Steel Limited		
13	Hasaud Steel Limited		
14	JSW Steel Italy S.r.L		
15	Aferpi SpA		
16	GSI Lucchini SpA		
17	Piombino Logistics SpA		
18	Nippon Ispat Singapore (PTE) Limited		
19	Arima Holdings Limited		
20	Erebus Limited		
21	Lakeland Securities Limited		
22	JSW Natutal Resources Limited		
23	JSW Natural Resources Mozambique Limitada		
24	JSW ADMS Carvao Limitada		
25	JSW Steel (Netherlands) B.V.		
26	JSW Steel (UK) Limited		
27	Inversiones Eurosh Limitada		
28	Periama Holdings LLC		
29	Planck Holdings, LLC		
30	Prime Coal, LLC		
31	Purest Energy LLC		
32	Caretta Minerals, LLC		
33	Lower Hutchinson Minerals, LLC		
34	Periama Handling LLC		
35	Rolling S Augering, LLC		
36	Hutchinson Minerals, LLC		
37	Keenan Minerals, LLC		
38	Meadow Creek Minerals, LLC		
39	Peace Leasing LLC		
40	RC Minerals, LLC		
41	Santa Fe Mining		
42	Santa Fe Puerto S.A.		
43	JSW Steel USA Ohio, Inc.		
44	JSW Energy (Bengal) Limited		
45	JSW Natural Resources Bengal Limited		
46	JSW Natural Resources India Limited		
47	Dolvi Coke Projects Limited		
48	JSW Steel (USA) Inc		
49	JSW Retail Limited		
50	JSW Panama Holdings Corporation		




Statement of Audited Consolidated Financial Results for the quarter and year ended 31 March 2019

Rs. in Crores

Sr. No.	Particulars	Quarter ended			Year ended	
		31.03.2019	31.12.2018	31.03.2018	31.03.2019	31.03.2018
		Audited (refer note 8)	Unaudited	Audited* (refer note 8)	Audited	Audited*
I	Revenue from operations					
	a) Gross sales	21,837	19,821	20,442	82,499	71,349
	b) Other operating income	531	497	894	2,258	1,862
	Total Revenue from operations	22,368	20,318	21,336	84,757	73,211
II	Other Income	53	37	45	204	167
III	Total Income (I+II)	22,421	20,355	21,381	84,961	73,378
IV	Expenses					
	a) Cost of materials consumed	10,306	11,548	10,761	43,476	38,779
	b) Purchases of stock-in-trade	76	193	-	320	2
	c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	1,694	(1,647)	58	(590)	244
	d) Employee benefits expense	701	667	471	2,489	1,843
	e) Finance costs	1,046	1,021	883	3,917	3,701
	f) Depreciation and amortisation expense	1,084	1,078	865	4,041	3,387
	g) Excise duty expenses	-	-	-	-	1,278
	h) Power and fuel	1,644	1,905	1,515	7,053	5,697
	i) Other expenses	3,507	3,151	3,241	13,057	10,574
	Total expenses (IV)	20,058	17,916	17,794	73,763	65,505
V	Profit before share of profit/(loss) of joint ventures (net) and exceptional items (III-IV)	2,363	2,439	3,587	11,198	7,873
VI	Share of profit/(loss) of joint ventures (net)	(33)	(16)	7	(30)	42
VII	Profit before exceptional items and tax (V+VI)	2,330	2,423	3,594	11,168	7,915
VIII	Exceptional Items	-	-	-	-	264
IX	Profit before tax (VII-VIII)	2,330	2,423	3,594	11,168	7,651
X	Tax expense					
	a) Current tax	440	604	937	2,473	1,826
	b) Deferred tax	395	216	(222)	1,171	(288)
XI	Net Profit for the period / year (IX+X)	1,495	1,603	2,879	7,524	6,113
XII	Other comprehensive income (OCI)					
	(A) (i) Items that will not be reclassified to profit or loss	36	65	(206)	(21)	87
	(ii) Income tax relating to items that will not be reclassified to profit or loss	2	4	(2)	7	2
	(B) (i) Items that will be reclassified to profit or loss	52	596	(291)	(24)	(425)
	(ii) Income tax relating to items that will be reclassified to profit or loss	(9)	(201)	97	(12)	150
	Total other comprehensive income/(loss)	81	464	(402)	(50)	(186)
XIII	Total comprehensive Income for the period / year (Comprising Profit and Other comprehensive Income for the period/year) (XI+XII)	1,576	2,067	2,477	7,474	5,927
XIV	Net Profit / (loss) for the period/year attributable to:					
	-Owners of the Company	1,523	1,624	2,996	7,639	6,214
	-Non-controlling interests	(28)	(21)	(117)	(115)	(101)
		1,495	1,603	2,879	7,524	6,113
XV	Other comprehensive income / (loss)					
	-Owners of the Company	79	448	(394)	(24)	(184)
	-Non-controlling interests	2	16	(8)	(26)	(2)
		81	464	(402)	(50)	(186)
XVI	Total comprehensive Income / (loss) for the period/year attributable to:					
	-Owners of the Company	1,602	2,072	2,602	7,615	6,030
	-Non-controlling interests	(26)	(5)	(125)	(141)	(103)
		1,576	2,067	2,477	7,474	5,927
XVII	Paid up Equity Share Capital (face value of Re. 1 per share)	240	240	241	240	241
XVIII	Other Equity excluding Revaluation Reserves				34,494	27,696
XIX	Earnings per equity share (not annualised)					
	Basic (Rs.)	6.35	6.76	12.45	31.77	25.85
	Diluted (Rs.)	6.31	6.72	12.40	31.60	25.71

* Restated (refer note 2)




SIGNED FOR IDENTIFICATION
BY 
S R B C & CO LLP
MUMBAI

CONSOLIDATED STATEMENT OF ASSETS AND LIABILITIES:

Particulars		Rs. in crores	
		As at 31.03.2019 Audited	As at 31.03.2018 Audited
A	ASSETS		
1	Non-current assets		
	(a) Property, plant and equipment	61,604	57,054
	(b) Capital work-in-progress	11,540	5,629
	(c) Goodwill	840	707
	(d) Intangible assets	200	87
	(e) Intangible assets under development	349	321
	(f) Investments in joint ventures	628	360
	(g) Financial assets		
	(i) Investments	1,184	797
	(ii) Loans	433	378
	(iii) Others financial assets	299	293
	(h) Current tax assets (net)	240	271
	(i) Deferred tax assets (net)	117	48
	(j) Other non-current assets	3,925	2,881
	Total Non-current assets	81,359	68,826
2	Current assets		
	(a) Inventories	14,548	12,594
	(b) Financial assets		
	(i) Investments	82	312
	(ii) Trade receivables	7,160	4,704
	(iii) Cash and cash equivalents	5,581	582
	(iv) Bank balances other than (iii) above	606	481
	(v) Loans	561	230
	(vi) Derivative assets	321	151
	(vii) Other financial assets	2,217	530
	(c) Current tax assets	6	6
	(d) Other current assets	2,461	3,599
	(e) Assets held for sale	12	3
	Total Current assets	33,555	23,192
	TOTAL ASSETS	114,914	92,018
B	EQUITY AND LIABILITIES		
1	Equity		
	(a) Equity share capital	301	302
	(b) Other equity	34,494	27,696
	Equity attributable to owners of the Company	34,795	27,998
	Non controlling interest	(450)	(464)
	Total Equity	34,345	27,534
2	Non-current liabilities		
	(a) Financial liabilities		
	(i) Borrowings	29,656	31,723
	(ii) Other financial liabilities	532	919
	(b) Provisions	258	138
	(c) Deferred tax liabilities (net)	3,894	2,604
	(d) Other non-current liabilities	4,221	136
	Total Non-current liabilities	38,561	35,520
3	Current liabilities		
	(a) Financial liabilities		
	(i) Borrowings	6,333	2,177
	(ii) Trade payables		
	(a) Total outstanding, dues of micro and small enterprises	39	23
	(b) Total outstanding, dues of creditors other than micro and small enterprises	16,120	15,921
	(iii) Derivative liabilities	379	96
	(iv) Other financial liabilities	16,831	8,615
	(b) Other current liabilities	1,976	1,564
	(c) Provisions	134	184
	(d) Current tax liabilities (net)	196	384
	Total Current liabilities	42,008	28,964
	TOTAL EQUITY AND LIABILITIES	114,914	92,018



SIGNED FOR IDENTIFICATION
BY 
SRBC & CO LLP
MUMBAI

Notes

1. The Board of Directors has recommended dividend as below subject to approval of the members at the ensuing Annual General Meeting:

(i) Dividend at the stipulated rate of 0.01% per share on the 48,54,14,604 Cumulative Redeemable Preference Shares of ₹10 each of the Company, (post four installments of redemption) (Rs. 0.000790411 per share) for the year ended 31 March 2019;

(ii) Dividend of Rs. 4.10 (rupees four paisa ten only) per equity share of Re.1 each for the year ended 31 March 2019.

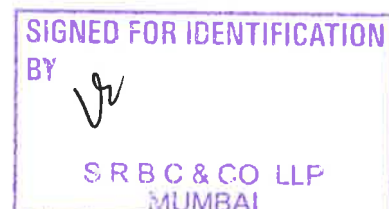
2. Ind AS 115 Revenue from Contracts with Customers, mandatory for reporting periods beginning on or after 1 April 2018 replaces the existing revenue recognition standards. The application of Ind AS 115 did not have any significant impact on financial results of the Group. However, the Group has determined that, in case of certain contracts, shipping services provided to customers is a separate performance obligation and accordingly the revenue attributable to such shipping services has been recognised as revenue from operations, which was hitherto netted off against the corresponding freight expenses included as part of other expenditure in the above results. The Group has applied the full retrospective approach and restated the previous periods presented.

The restated revenue for the quarter and year ended 31 March 2018 is higher by Rs. 519 crores and Rs. 1,708 crores respectively with the corresponding increase in Other expenses.

Further, the Export benefits, amounting to Rs. 104 crores and Rs. 450 crores for the quarter and year ended 31 March 2018 respectively which were earlier included as part of Revenue from operations have been reclassified to Other operating income.

The above adjustment has no impact on the profit and loss for the respective periods.

3. a) On 15 June 2018, the Company completed acquisition of 100% equity stake in Acero Junction Holdings, Inc (Acero) for a cash consideration of Rs. 536 crores (USD 80.85 million). Acero, along with its wholly owned subsidiary JSW Steel USA Ohio, Inc (Formerly known as Acero Junction, Inc.). As per Ind AS 103, purchase consideration has been allocated on the basis of the fair value of the acquired assets and liabilities which resulted in recognizing a goodwill of Rs. 90 crores.
- b) Pursuant to the Corporate Insolvency Resolution process for Monnet Ispat & Energy Limited ("MIEL") under the Insolvency Bankruptcy Code, 2016 initiated on 18 July 2017, the National Company Law Tribunal ('NCLT') on 24 July 2018 (Order date) approved (with modifications) the resolution plan submitted by the consortium of JSW Steel Limited and AION Investments Private II Limited. The consortium completed the acquisition of MIEL through their jointly controlled entity Creixent Special Steels Limited ("CSSL") on 31 August 2018. The Company has made investment through equity and redeemable preference shares in CSSL to acquire joint control in MIEL. The Company has an effective shareholding of 23.1% in MIEL and has accounted this acquisition under equity method which resulted in recognizing a Capital reserve of Rs. 230 crores.
- c) The Resolution Plan submitted by the Company for Vardhman Industries Limited (VIL) was approved with some modifications, by the Hon'ble National Company Law Tribunal (NCLT) New Delhi, by its order dated 16 April 2019. The Company filed an appeal challenging the



said NCLT Order before National Company Law Appellate Tribunal (NCLAT), in which an interim order was passed on 30 April 2019 suggesting that the Resolution Plan as approved by the Committee of Creditors may be implemented subject to the decision of the appeal. The Company further filed an Appeal before the Hon'ble Supreme Court against the interim order of NCLAT in which the Hon'ble Supreme Court vide an order dated 10 May 2019 has ordered status quo and the matter is posted for hearing before the NCLAT on 28 May 2019.

- d) On 24 July 2018, the Company through its wholly owned subsidiary in Italy, JSW Steel Italy S.r.l, completed acquisition of 100% shares each of Aferpi S.p.A and Piombino Logistics S.p.A and 69.27% of the shares of GSI Lucchini S.p.A (collectively referred to as "Targets") for a consideration of Rs. 489 crores (Euro 60.70 million) towards acquisition of equity shares and Rs. 100 crores (Euro 12.38 million) towards acquisition of loans provided by the erstwhile shareholders of the targets. As per Ind AS 103, purchase consideration has been allocated on the basis of the fair value of the acquired assets and liabilities which resulted in recognizing a capital reserve of Rs. 178 crores.

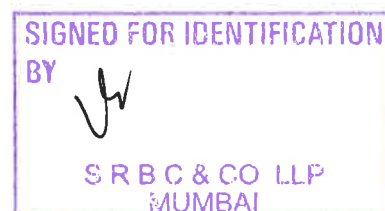
On account of these acquisitions, the previous period/year figures are not comparable.

4. On 23 October 2018, the Company has acquired an additional stake of 60.004% of the share capital of Dolvi Minerals and Metals Private Limited ("DMMPL"), a subsidiary, for a cash consideration of Rs.109 crores. Pursuant to the acquisition of shares of DMMPL, DMMPL along with its wholly owned subsidiary Dolvi Coke Projects Limited, have become wholly owned subsidiaries of the Company.
5. a) The Company units at Dolvi in Maharashtra and Vijayanagar in Karnataka are eligible for incentives under the respective State Industrial Policy and have been availing incentives in the form of VAT / CST deferral / refunds historically. The Company currently recognises income for such government grants, on the basis using State Goods & Service Tax rates instead of VAT rates, in accordance with the relevant notifications issued by the State of Maharashtra and the State of Karnataka post implementation of Goods & Services Tax (GST).

The State Government of Maharashtra ('GOM') vide its Government Resolution (GR) dated 20 December 2018 issued the modalities for sanction and disbursement of incentives, under GST regime, and introduced certain new conditions / restrictions for accruing incentive benefits granted to the Company including denying incentives on related party transactions and certain other restrictions. Subsequently, the GOM issued a corrigendum dated 8 March 2019 to the above mentioned GR allowing eligible units to claim incentives on related party transactions.

The management has evaluated the impact of other conditions imposed and has obtained legal advice on the tenability of these changes in the said scheme. Based on such legal advice, the Company has made the representation to GOM and believes that said Incentives would continue to be made available to the Company under the GST regime, since the new conditions are not tenable legally and will contest these changes appropriately.

Accordingly, the Company has recognized grant income without giving effect to the above restrictions amounting to Rs. 40 crores and Rs. 161 crores for the quarter and year ended 31 March 2019. Further, the Company had recognized, in the previous year, grant income in relation to such restrictions of Rs. 110 crores for the year ended 31 March 2018. The cumulative amount receivable towards the same as at 31 March 2019 amounting to Rs. 271 crores has been considered as good and recoverable.



- b) Post the implementation of GST with effect from 1 July 2017, Revenue from operations is required to be presented net of GST. Accordingly, Revenue from operations for the year ended 31 March 2019 is not comparable to the year ended 31 March 2018.
6. The Group is majorly in the business of manufacturing steel products and hence has only one reportable operating segment as per IND AS 108 - Operating Segments.
7. Previous period/year figures have been re-grouped /re-classified wherever necessary.
8. The figures of the quarter ended 31 March 2019 and 31 March 2018 are the balancing figures between the audited figures in respect of the full financial year and published year to date figures upto third quarter of the relevant financial year.
9. The above results have been reviewed by the Audit committee and approved by the Board of Directors at their meetings held on 23 May 2019 and 24 May 2019 respectively.

For JSW Steel Limited



Seshagiri Rao M.V.S
Jt. Managing Director & Group CFO
24 May 2019

