

Statement of Audited Standalone Financial Results for the quarter and year ended 31st March 2018

(Rs. in Crores)

Sr. No.	Particulars	Quarter Ended			Year Ended	
		31.03.2018	31.12.2017	31.03.2017	31.03.2018	31.03.2017
		Audited (refer Note 8)	Unaudited	Audited (refer Note 8)	Audited	
I	Revenue from operations					
	a) Gross Sales	18,958	16,299	16,706	65,046	56,244
	b) Other operating Income	741	154	246	1,188	669
	Total Revenue from operations	19,699	16,453	16,952	66,234	56,913
II	Other Income	73	43	81	213	255
III	Total income (I + II)	19,772	16,496	17,033	66,447	57,168
IV	Expenses					
	a) Cost of materials consumed	10,167	9,090	9,030	35,995	28,400
	b) Purchases of stock-in-trade	328	325	324	1,063	945
	c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	207	100	(90)	412	(1,390)
	d) Employee benefits expense	321	314	275	1,260	1,168
	e) Finance costs	873	892	963	3,591	3,643
	f) Depreciation and amortisation expense	781	769	785	3,054	3,025
	g) Power and fuel	1,270	1,215	1,126	4,771	4,097
	h) Excise duty expenses	-	-	1,172	1,259	4,623
	i) Other Expenses	2,363	1,836	2,110	7,733	7,526
	Total Expenses (IV)	16,310	14,541	15,695	59,138	52,037
V	Profit before exceptional Items and Tax (III - IV)	3,462	1,955	1,338	7,309	5,131
VI	Exceptional Items (refer note 2)	-	234	-	234	-
VII	Profit before Tax (V - VI)	3,462	1,721	1,338	7,075	5,131
VIII	Tax Expense					
	a) Current tax	854	344	(107)	1,578	(53)
	b) Deferred tax	373	251	442	872	1,607
IX	Net Profit after Tax for the period / year (VII-VIII)	2,235	1,126	1,003	4,625	3,577
X	Other Comprehensive Income (OCI)					
	A. i) Items that will not be reclassified to profit or loss	(189)	173	15	79	(79)
	ii) Income tax relating to items that will not be reclassified to profit or loss	-	(1)	1	1	6
	B. i) Items that will be reclassified to profit or loss	(246)	171	348	(374)	597
	ii) Income tax relating to items that will be reclassified to profit or loss	86	(59)	(120)	130	(207)
	Total Other Comprehensive Income/(Loss)	(349)	284	244	(164)	317
XI	Total Comprehensive Income for the period/year (Comprising Profit and Other Comprehensive Income for the period/year) (IX+X)	1,886	1,410	1,247	4,461	3,894
XII	Paid up Equity Share Capital (face value of Re.1 per share)	241	241	240	241	240
XIII	Other Equity excluding Revaluation Reserves				27,605	23,797
XIV	Earnings per equity share (not annualised)					
	Basic (Rs.)	9.29	4.68	4.18	19.24	14.89
	Diluted (Rs.)	9.25	4.66	4.15	19.14	14.80
XIII	Capital Redemption Reseve /Debenture Redemption Reserve				290	443
XIV	Networth				23,911	19,940
XV	Debt Service Coverage Ratio (refer (i) below)				1.63	1.63
XVI	Interest Service Coverage Ratio (refer (ii) below)				4.05	3.38
XVII	Debt-Equity Ratio (refer (iii) below)				1.30	1.59

- 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

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STANDALONE STATEMENT OF ASSETS AND LIABILITIES :

(Rs. in Crores)

Particulars		As at	As at
		31.03.2018	31.03.2017
		Audited	Audited
A	ASSETS		
1	Non-current assets		
	(a) Property, plant and equipment	49,503	50,215
	(b) Capital work-in-progress	3,071	2,745
	(c) Intangible assets	65	51
	(d) Intangible assets under development	321	282
	(e) Investments in subsidiaries, associates and joint ventures	3,848	3,772
	(f) Financial assets		
	(i) Investments	1,030	978
	(ii) Loans	5,165	2,771
	(iii) Others financial assets	746	648
	(g) Current tax assets (net)	250	303
	(h) Other non-current assets	2,299	1,396
	Total Non-current assets	66,298	63,161
2	Current assets		
	(a) Inventories	10,082	9,270
	(b) Financial Assets		
	(i) Investments	-	300
	(ii) Trade receivables	4,692	3,948
	(iii) Cash and cash equivalents	451	712
	(iv) Bank balances other than (iii) above	150	315
	(v) Loans	158	121
	(vi) Derivative Assets	147	434
	(vii) Others financial assets	503	328
	(c) Other current assets	3,070	2,370
	Total Current assets	19,253	17,798
	TOTAL ASSETS	85,551	80,959
B	EQUITY AND LIABILITIES		
1	Equity		
	(a) Equity share capital	302	301
	(b) Other equity	27,605	23,797
	Total Equity	27,907	24,098
2	Non-current liabilities		
	(a) Financial liabilities		
	(i) Borrowings	29,551	28,358
	(ii) Other financial liabilities	698	969
	(b) Provisions	115	74
	(c) Deferred tax liabilities (Net)	2,071	1,329
	(d) Other non-current liabilities	4	3
	Total Non-current liabilities	32,439	30,733
3	Current Liabilities		
	(a) Financial liabilities		
	(i) Borrowings	2,172	4,875
	(ii) Trade payables	13,988	11,604
	(iii) Derivative liabilities	90	382
	(iv) Other financial liabilities	7,111	8,112
	(b) Other current liabilities	1,381	989
	(c) Provisions	111	132
	(d) Current tax liabilities (Net)	352	34
	Total Current liabilities	25,205	26,128
	TOTAL EQUITY AND LIABILITIES	85,551	80,959

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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 10% per share on the 10% Cumulative Redeemable Preference Shares of Rs.10 each of the Company, i.e. (i) Re. 1 (rupee one only) per share of Rs.10 each (prior to its part redemption on 15.12.2017 (ii) Re. 0.75 (paise seventy five only) per share of Rs.7.50 each (face value post redemption on 15.12.2017); and (iii) Re. 0.50 (paise fifty only) per share on the 10% Cumulative Redeemable Preference Shares of Rs. 5 each (face value post redemption on 15.03.2018), has been recommended for the year ended 31 March 2018;

(ii) Cumulative Dividend at the stipulated rate of 0.01% per share starting from 01 October 2002 on 0.01% Cumulative Redeemable Preference shares; and

(iii) Dividend of Rs. 3.20 (rupees three and paise twenty only) per equity share of Re. 1 each for the year 2017-18.

2. During the year a subsidiary of the Company has surrendered one of its iron ore mines in Chile considering its economic viability and accordingly the Company has reassessed the recoverability of the loans given to and investments made in subsidiaries and recognised an impairment provision of Rs. 234 crores which has been disclosed as an exceptional item in the above results.

3. (i) In response to a petition filed by the iron ore mine owners and purchasers (including JSW Steel Limited [the Company]) contesting the levy of Forest Development Tax (FDT) on iron ore on the ground that the State does not have jurisdiction to legislate in the field of major minerals which is a central subject, the Honourable High Court of Karnataka vide its judgement dated 3 December 2015 directed refund of the entire amount of FDT collected by Karnataka State Government on sale of iron ore by private lease operators and National Mineral Development Corporation Limited (NMDC). The Karnataka State Government has filed an appeal before the Honourable Supreme Court of India ("SCI"). SCI has not granted stay on the judgement but stayed refund of FDT amounting to Rs. 1,517 crores. The matter is yet to be heard by SCI. Based on merits of the case and supported by a legal opinion, the Company has not recognised provision for FDT of Rs. 1,043 crores and treated it as a contingent liability.

(ii) The State of Karnataka on 27 July 2016, has amended Section 98-A of the Forest Act retrospectively substituting the levy as Forest Development Fee (FDF) instead of FDT. In response to the writ petition filed by the Company and others, the Honourable High Court of Karnataka has vide its order dated 4 October 2017, held that the amendment is ultra-vires the Constitution of India and directed the State Government to refund the FDF collected. The State Government has filed an appeal before the SCI and the SCI has admitted the appeal and stayed the refund of FDF. Based on merits of the case duly supported by a legal opinion and a favorable order from the High Court, the Company has not recognised provision for FDF amount of Rs.756 crores (including paid under protest - Rs.255 crores) pertaining to the private lease operators & NMDC and treated it as a contingent liability.

4. (i) The Company's unit at Dolvi in the State of Maharashtra is eligible for a deferral of VAT/CST collected on sale of finished goods under Package Scheme of Incentive (PSI) – 1993, which is accounted as a Government grant. The Government of Maharashtra vide its notification dated 14 February 2018 has announced that the Industrial promotion Subsidy (IPS) schemes would be continued in the GST regime with the incentives being determined based on the State GST in place of the erstwhile VAT. However, the process of disbursing the incentives has not been notified yet. The Company believes that the process of disbursement of incentives would continue to remain unchanged and accordingly has recognised the government grant of Rs. 358 crores and Rs. 544 crores for the quarter and year ended 31 March 2018 respectively including the differential government

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grant, amounting to Rs. 145 crores, being the incentive determined based on the SGST rate for the period 1 July 17 to 31 December 2017.


(ii) The Company's unit at Vijayanagar in the State of Karnataka is eligible for VAT/CST incentives on sale of finished goods under the State Industrial policy 2009-14. The Government of Karnataka vide its notification dated 13 March 2018 has announced that the incentives schemes would be continued in the GST regime with the incentives being determined based on the SGST rate in place of the erstwhile VAT rate. Since the Company has started receiving the grant during the quarter, the Company has recognized an amount of Rs.277 crores as government grant income for the quarter and year ended 31 March 2018, including an amount of Rs. 111 crores in relation to earlier quarters and Rs. 104 crores in relation to earlier years.

(iii) Revenue from operations for periods up to 30 June 2017 includes excise duty, which is discontinued effectively 1 July 2017 upon implementation of Goods and Service Tax (GST). In accordance with 'Ind AS 18 - Revenue', GST is not included in Revenue from operations. In view of the aforesaid change in indirect taxes, Revenue from operations for the quarter and year ended 31 March 2018 is not comparable to the quarter and year ended 31 March 2017.

5. 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.
6. The domestic credit rating for long term debt/facilities/NCD's by CARE and ICRA were retained at "AA-", while the short term debt/facilities continue to be rated at the highest level of "A1+". CARE & ICRA have assigned a stable outlook on the long term rating. India Ratings has assigned long term issuer rating and rating for the outstanding non-convertible debentures of the Company to "AA-" with stable outlook.
7. The listed non-convertible debentures of the Company aggregating Rs. 3703 crore as on 31 March 2018 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	2-Jan-18	2-Jan-18	2-Jul-18	3-Apr-18
10.60% NCD	2-Feb-18	2-Feb-18	2-Aug-18	2-May-18
10.34% NCD	-	18-Jan-18	18-Jan-22	18-Apr-18
10.02% NCD	-	20-Feb-18	20-May-23	20-May-18
10.02% NCD	-	19-Jan-18	19-Jul-23	19-Apr-18
10.40% NCD	-	19-Feb-18	19-Aug-19	19-May-18
10.50% NCD	-	19-Feb-18	19-Aug-18	19-May-18
10.60% NCD	-	19-Feb-18	19-Aug-19	19-May-18
9.665% NCD	-	23-Dec-17	22-Dec-18	22-Dec-18
9.72% NCD	-	23-Dec-17	23-Dec-19	23-Dec-18
10.10% NCD	15-Mar-18	15-Mar-18	N.A	N.A
10.25% NCD	17-Feb-18	17-Feb-18	N.A	N.A

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

Preference shares:	Number of Shares	Amount (Rs. in crores)
10% Cumulative redeemable preference shares	279,034,907	140
0.01% Cumulative redeemable preference shares	485,414,604	485*

*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-Dec-2017	03-Jul-2017	15-Jun-2018	*
	15-Mar-2018		15-Sep-2018	*
0.01% Cumulative redeemable preference shares (0.01% CRPS)	NA	NA	15-Jun-2018	@
			15-Sep-2018	@
			15-Dec-2018	@
			15-Mar-2019	@
			15-Jun-2019	@
			15-Sep-2019	@
			15-Dec-2019	@
		15-Mar-2020	@	

*The 10% CRPS carry a right to receive dividend every year till redemption. There are no arrears of Dividend.

@ The dividend shall become due and payable from 15 June 2018 until redemption of the 0.01% CRPS.

8. The figures of the quarter ended 31 March 2018 and 31 March 2017 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. Previous period/year figures have been re-grouped /re-classified wherever necessary.
10. The above results have been reviewed by the Audit committee and approved by the Board of Directors at their meetings held on 15 May 2018 and 16 May 2018 respectively.

For JSW Steel Limited


Seshagiri Rao M.V.S

Jt. Managing Director & Group CFO

16 May 2018



Sr. No.	Particulars	Quarter ended			Year ended	
		31.03.2018	31.12.2017	31.03.2017	31.03.2018	31.03.2017
		Audited (refer note 8)	Unaudited	Audited (refer note 8)	Audited	
I	Revenue from operations					
	a) Gross sales	20,027	17,669	17,549	70,091	59,560
	b) Other operating income	790	192	368	1,412	976
	Total Revenue from operations	20,817	17,861	17,917	71,503	60,536
II	Other Income	45	42	56	167	152
III	Total Income (I+II)	20,862	17,903	17,973	71,670	60,688
IV	Expenses					
	a) Cost of materials consumed	10,761	9,695	9,421	38,779	29,749
	b) Purchases of stock-in-trade	-	-	-	2	-
	c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	58	369	(119)	244	(1,486)
	d) Employee benefits expense	471	460	407	1,843	1,700
	e) Finance costs	883	923	947	3,701	3,768
	f) Depreciation and amortisation expense	865	852	878	3,387	3,430
	g) Excise duty expenses	-	-	1,261	1,278	4,932
	h) Power and fuel	1,515	1,437	1,389	5,697	4,883
	i) Other expenses	2,722	2,049	2,394	8,866	8,584
	Total expenses (IV)	17,275	15,785	16,578	63,797	55,560
V	Profit before exceptional items and tax (III-IV)	3,587	2,118	1,395	7,873	5,128
VI	Exceptional Items (refer note 2)	-	264	-	264	-
VII	Profit before tax (V-VI)	3,587	1,854	1,395	7,609	5,128
VIII	Tax expense					
	a) Current tax	937	376	(51)	1,826	152
	b) Deferred tax (refer note 3)	(222)	(282)	450	(288)	1,522
IX	Net Profit after tax for the period / year (VII-VIII)	2,872	1,760	996	6,071	3,454
X	Share of profit / (loss) from an associate	-	-	-	-	(9)
XI	Share of profit from joint ventures (net)	7	14	12	42	22
XII	Net Profit for the period / year (IX+X+XI)	2,879	1,774	1,008	6,113	3,467
XIII	Other comprehensive income (OCI)					
	(A) (i) Items that will not be reclassified to profit or loss	(206)	190	16	87	(88)
	(ii) Income tax relating to items that will not be reclassified to profit or loss	(2)	1	2	2	7
	(B) (i) Items that will be reclassified to profit or loss	(291)	257	531	(425)	674
	(ii) Income tax relating to items that will be reclassified to profit or loss	97	(76)	(139)	150	(223)
	Total other comprehensive income/(loss)	(402)	372	410	(186)	370
XIV	Total comprehensive income for the period / year (Comprising Profit and Other comprehensive income for the period/year) (XII+XIII)	2,477	2,146	1,418	5,927	3,837
XV	Net Profit / (loss) for the period/year attributable to:					
	-Owners of the Company	2,996	1,753	1,014	6,214	3,523
	-Non-controlling interests	(117)	21	(6)	(101)	(56)
		2,879	1,774	1,008	6,113	3,467
XVI	Other comprehensive Income / (loss)					
	-Owners of the Company	(394)	362	398	(184)	365
	-Non-controlling interests	(8)	10	12	(2)	5
		(402)	372	410	(186)	370
XVII	Total comprehensive income / (loss) for the period/year attributable to:					
	-Owners of the Company	2,602	2,115	1,412	6,030	3,888
	-Non-controlling interests	(125)	31	6	(103)	(51)
		2,477	2,146	1,418	5,927	3,837
	Reserve for Share Capital (face value of Rs. 1 per share)	241	241	240	241	240
XIX	Other Equity excluding Revaluation Reserves				27,696	22,346
XX	Earnings per equity share (not annualised)					
	Basic (Rs.)	12.45	7.28	4.22	25.85	14.66
	Diluted (Rs.)	12.40	7.25	4.20	25.71	14.58

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CONSOLIDATED STATEMENT OF ASSETS AND LIABILITIES:

Rs. in crores

Particulars		As at	As at
		31.03.2018	31.03.2017
		Audited	
A	ASSETS		
1	Non-current assets		
	(a) Property, plant and equipment	57,054	57,786
	(b) Capital work-in-progress	5,629	4,081
	(c) Goodwill	707	872
	(d) Intangible assets	87	72
	(e) Intangible assets under development	321	282
	(f) Investments in joint ventures	360	252
	(g) Financial assets		
	(i) Investments	797	814
	(ii) Loans	378	121
	(iii) Others financial assets	293	252
	(h) Current tax assets (net)	271	305
	(i) Deferred tax assets (net)	48	84
	(j) Other non-current assets	2,881	1,892
	Total Non-current assets	68,826	66,813
2	Current assets		
	(a) Inventories	12,594	11,395
	(b) Financial assets		
	(i) Investments	312	300
	(ii) Trade receivables	4,704	4,149
	(iii) Cash and cash equivalents	582	917
	(iv) Bank balances other than (iii) above	481	568
	(v) Loans	230	174
	(vi) Derivative assets	151	491
	(vii) Other financial assets	530	285
	(c) Current tax assets	6	18
	(d) Other current assets	3,599	2,968
	(e) Assets held for sale	3	11
	Total Current assets	23,192	21,276
	TOTAL ASSETS	92,018	88,089
B	EQUITY AND LIABILITIES		
1	Equity		
	(a) Equity share capital	302	301
	(b) Other equity	27,696	22,346
	Equity attributable to owners of the Company	27,998	22,647
	Non controlling interest	(464)	(246)
	Total Equity	27,534	22,401
2	Non-current liabilities		
	(a) Financial liabilities		
	(i) Borrowings	31,723	32,416
	(ii) Other financial liabilities	919	486
	(b) Provisions	138	97
	(c) Deferred tax liabilities (net)	2,604	3,074
	(d) Other non-current liabilities	136	55
	Total Non-current liabilities	35,520	36,128
3	Current liabilities		
	(a) Financial liabilities		
	(i) Borrowings	2,177	4,881
	(ii) Trade payables	15,944	13,348
	(iii) Derivative liabilities	96	418
	(iv) Other financial liabilities	8,615	9,457
	(b) Other current liabilities	1,564	1,209
	(c) Provisions	184	202
	(d) Current tax liabilities (net)	384	45
	Total Current liabilities	28,964	29,560
	TOTAL EQUITY AND LIABILITIES	92,018	88,089

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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 10% per share on the 10% Cumulative Redeemable Preference Shares of Rs.10 each of the Company, i.e. (i) Re. 1 (rupee one only) per share of Rs.10 each (prior to its part redemption on 15.12.2017) (ii) Re. 0.75 (paise seventy five only) per share of Rs.7.50 each (face value post redemption on 15.12.2017); and (iii) Re. 0.50 (paise fifty only) per share on the 10% Cumulative Redeemable Preference Shares of Rs. 5 each (face value post redemption on 15.03.2018), has been recommended for the year ended 31 March 2018;
- ii. Cumulative Dividend at the stipulated rate of 0.01% per share starting from 1 October 2002 on 0.01% Cumulative Redeemable Preference shares; and
- iii. Dividend of Rs. 3.20 (rupees three and paise twenty only) per equity share of Re. 1 each for the year 2017-18.

2. During the year, the Group has surrendered one of its iron ore mines in Chile considering its economic viability and accordingly has reassessed the recoverability of the carrying amounts of Property, Plant and Equipment, Goodwill and advances pertaining to the said iron ore mine and recognised an impairment provision of Rs 264 crores which has been disclosed as an exceptional item in the above results.

3. (i) In view of the improving operational performance of components based in the United States of America (USA), the Group during the quarter ended 31 March 2018 has recognised a deferred tax asset amount to Rs 729 crores on the unused tax losses to the extent the components has sufficient taxable temporary differences.

(ii) Pursuant to the enactment of Tax Cuts and Jobs Act by the USA on 22 December 2017, the corporate income tax rate for components of Group based in USA has been reduced to 21% resulting in a reversal of deferred tax liabilities amounting to Rs 572 crores during the year.

The above amounts has been recognised in the deferred tax expenses item in the above results.

4. (a) In response to a petition filed by the iron ore mine owners and purchasers (including JSW Steel Limited [the Company]) contesting the levy of Forest Development Tax (FDT) on iron ore on the ground that the State does not have jurisdiction to legislate in the field of major minerals which is a central subject, the Honourable High Court of Karnataka vide its judgement dated 3 December 2015 directed refund of the entire amount of FDT collected by Karnataka State Government on sale of iron ore by private lease operators and National Mineral Development Corporation Limited (NMDC). The Karnataka State Government has filed an appeal before the Supreme Court of India ("SCI"). SCI has not granted stay on the judgement but stayed refund of FDT amounting to Rs. 1,517 crores. The matter is yet to be heard by SCI. Based on merits of the case and supported by a legal opinion, the Company has not recognised provision for FDT of Rs. 1,043 crores and treated it as a contingent liability.

(b) The State of Karnataka on 27 July 2016, has amended Section 98-A of the Forest Act retrospectively substituting the levy as Forest Development Fee (FDF) instead of FDT. In

response to the writ petition filed by the Company and others, the Honourable High Court of Karnataka has vide its order dated 4 October 2017, held that the amendment is ultra-vires the Constitution of India and directed the State Government to refund the FDF collected. The State Government has filed an appeal before the SCI and the SCI has admitted the appeal and

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stayed the refund of FDF. Based on merits of the case duly supported by a legal opinion and a favorable order from the High Court, the Company has not recognised provision for FDF amount of Rs.756 crores (including paid under protest - Rs.255 crores) pertaining to the private lease operators & NMDC and treated it as contingent liability.

5. (a) The Group units in the State of Maharashtra is eligible for a deferral of VAT/CST collected on sale of finished goods under Package Scheme of Incentive (PSI) – 1993 and refund of VAT/CST on sales under PSI 2007, which is accounted as a government grant. The Government of Maharashtra vide its notification dated 14 February 2018 has announced that the Industrial promotion Subsidy (IPS) schemes would be continued in the GST regime with the incentives being determined based on the State GST in place of the erstwhile VAT. However, the process of disbursing the incentives has not been notified yet. The Group believes that the process of disbursement of incentives would continue to remain unchanged and accordingly has recognised the government grant of Rs. 388 crores and Rs. 620 crores for the quarter and year ended 31 March 2018 respectively including the differential government grant, amounting to Rs 147 crores, being the incentive determined based on the SGST rate for the period 1 July 2017 to 31 December 2017.

(b) The Group's unit at Vijayanagar in the State of Karnataka is eligible for VAT/CST incentive on sale of finished goods under Industrial policy 2009-14. The Government of Karnataka vide its notification dated 13 March 2018 has announced that the incentives schemes would be continued in the GST regime with the incentives being determined based on the SGST rate in place of the erstwhile VAT rate. Since the Group has started receiving the grant during the quarter, the Group has recognized an amount of Rs. 277 crores as government grant income for the quarter and year ended 31 March 2018 including an amount of Rs. 111 crores in relation to earlier quarters and Rs. 104 crores in relation to earlier years.

(c) Revenue from operations for periods up to 30 June 2017 includes excise duty, which is discontinued effectively 1 July 2017 upon implementation of Goods and Service Tax (GST). In accordance with 'Ind AS 18 - Revenue', GST is not included in Revenue from operations. In view of the aforesaid change in indirect taxes, Revenue from operations for the quarter and year ended 31 March 2018 is not comparable to the quarter and year ended 31 March 2017.

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 2018 and 31 March 2017 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 15 May 2018 and 16 May 2018 respectively.

For JSW Steel Limited



Seshagiri Rao M.V.S
Jt. Managing Director & Group CFO
16 May 2018

