



JSWSL: SECT: MUM: SE: 2020-21

August 25, 2021

1. National Stock Exchange of India Ltd. Exchange Plaza Plot No. C/1, G Block Bandra – Kurla Complex Bandra (E), Mumbai – 400 051 NSE Symbol: JSWSTEEL Kind Attn: Mr. Hari K, President (Listing)	2. BSE Limited Corporate Relationship Dept. Phiroze Jeejeebhoy Towers Dalal Street, Mumbai – 400 001. Scrip Code No.500228 Kind Attn: The General Manager (CRD)
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Sub: Intimation under Regulation 30(6) of the Securities Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, ("Listing Regulations 2015")

Dear Sir/Madam,

JSW Steel USA Ohio, Inc., incorporated under the laws of Ohio (the "**JSW Ohio**"), a wholly owned indirect subsidiary of JSW Steel Limited (the "**Company**"), is considering a proposal for raising long term funds of more than 30 years in the municipal bond markets in the USA. The Jefferson County Port Authority, a port authority and a body corporate and politic organized and existing under the laws of the State of Ohio ("**Port Authority**") will be issuing special, limited obligations bonds (the "**Bonds**"), the proceeds of which will be utilised for extending a loan (the "**Loan**") to JSW Ohio. The Bonds will be repaid out of proceeds from repayment of loan received from JSW Ohio and the Bondholders will have no recourse to the Port Authority. The Company shall provide a guarantee on behalf of JSW Ohio, which will be utilised to secure the repayment of the Bonds.

The proceeds of the Loan are proposed to be utilised for the purpose of refinancing/ reimbursing, in whole or in part, the cost of (1) the modernization of an electric arc furnace ("**EAF**"), consisting of automation and upgrade of the existing EAF at the steel manufacturing facilities located in the Village of Mingo Junction, Jefferson County, Ohio and (2) the caster modernization including the installation of a Level 2 automation system to allow for the production of higher quality steel slabs at the Facility.

In terms of Regulation 30 of the SEBI Listing Regulations, we would like to inform you that the Company is intending to engage in discussions with certain potential investors commencing on August 25, 2021 to discuss the issuance of the Bonds and the potential terms thereof.

A preliminary offer document ("**Offer Document**") has been prepared and shall be made available to the prospective investors in relation to the contemplated issue of Bonds. The Bonds will not be offered or sold in India.



JSW Steel Limited

Regd. Office : JSW Centre,
Bandra Kurla Complex,
Bandra (East), Mumbai - 400 051
CIN. : L27102MH1994PLC152925
Phone : +91 22 4286 1000
Fax : +91 22 4286 3000
Website : www.jsw.in

The Offer Document contains certain unpublished material information about the Company. In accordance with the Company's disclosure obligations on account of its securities being listed in India, the Company would like to make such unpublished information available to the public, in the form of unaudited condensed consolidated interim financial statements of the Company as at and for the three months period ended June 30, 2021, as attached.

We request you to take the same on record.

Thanking You,

Yours faithfully,
For **JSW STEEL LIMITED**

Lancy Varghese
Company Secretary

cc. **Singapore Exchange**
Securities Trading Limited
11 North Buona Vista Drive,
#06-07, The Metropolis Tower 2,
Singapore 138589
Hotline: (65) 6236 8863
Fax: (65) 6535 0775



The logo for JSW Steel Limited, featuring the letters 'JSW' in a bold, italicized font with a stylized swoosh above the 'S', followed by the words 'Steel Limited' in a clean, sans-serif font.

JSW Steel Limited

**UNAUDITED
CONDENSED
CONSOLIDATED
INTERIM
FINANCIAL
STATEMENTS
JUNE 2021**



Report on Review of Unaudited Condensed Consolidated Interim Financial Statements**To the Board of Directors of JSW Steel Limited**

We have reviewed the accompanying Unaudited Condensed Consolidated Interim Financial Statements of JSW Steel Limited (the "Holding Company" or "Company") including its subsidiaries (together referred to as "the Group") and its joint ventures, which comprises the Unaudited Condensed Consolidated Interim Balance Sheet as at June 30, 2021, the Unaudited Condensed Consolidated Interim Statement of Profit and Loss (including other comprehensive income), the Unaudited Condensed Consolidated Interim Statement of Cash Flow and the Unaudited Condensed Consolidated Interim Statement of Changes in Equity for the three months period then ended, and selected explanatory notes (together hereinafter referred to as the "Unaudited Condensed Consolidated Interim Financial Statements". The Unaudited Condensed Consolidated Interim Financial Statements have been prepared by the Company for the purpose of raising additional capital / debts by the Group.

The Holding Company's Board of Directors is responsible with respect to the preparation and presentation of these Unaudited Condensed Consolidated Interim Financial Statements in accordance with the requirements of Indian Accounting Standard 34 - Interim Financial Reporting ("Ind AS 34"), specified under section 133 of the Companies Act, 2013 (the "Act"), read with the relevant rules issued thereunder and other recognised accounting principle and policies. Our responsibility is to express a conclusion on these Unaudited Condensed Consolidated Interim Financial Statements based on our review.

Scope of review

We conducted our review 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. A review of interim financial information consists of making inquiries, primarily of persons 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 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.

Conclusion

Based on our review conducted as above and based on the consideration of the review reports of other auditors on the unaudited condensed interim financial statements / financial information of the Company's subsidiaries and joint ventures, nothing has come to our attention that causes us to believe that the accompanying Unaudited Condensed Consolidated Interim Financial Statements are not prepared, in all material respects, in accordance with the requirements of Indian Accounting Standard 34, Interim Financial Reporting ("Ind AS 34") as specified under Section 133 of the Companies Act, 2013, read with relevant rules issued thereunder and other recognised accounting practices and policies.

Other matters

1. The Unaudited Condensed Consolidated Interim Financial Statements includes unaudited condensed interim financial statements / financial information, in respect of:
 - 7 subsidiaries, whose unaudited condensed interim financial statements / financial information include total assets of Rs 8,493 crores as at June 30, 2021 and total revenues of Rs 3,219 crores, total net profit after tax of Rs 107 crores, total comprehensive income of Rs 142 crores and net cash inflow of Rs 14 crores for the three months period ended June 30, 2021, as considered in the Unaudited Condensed Consolidated Interim Financial Statements which have been reviewed by their respective independent auditors.
 - 5 joint ventures, whose unaudited condensed interim financial information include Group's share of net profit of Rs 422 crores and Group's share of total comprehensive income of Rs 422 crores for the three months period ended June 30, 2021, as considered in the Unaudited Condensed Consolidated Interim Financial Statements whose condensed interim financial information have been reviewed by their respective independent auditors.



The independent auditor's review reports on unaudited condensed interim financial statements / financial information of these entities have been furnished to us by the Management and our conclusion on the Unaudited Condensed Consolidated Interim Financial Statements, in so far as it relates to the amounts and disclosures in respect of these subsidiaries and joint ventures is based solely on the report of such auditors.

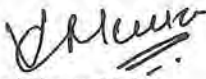
2. Certain of these subsidiaries are located outside India whose unaudited condensed interim financial statements / financial information have been prepared in accordance with accounting principles generally accepted in their respective countries and which have been reviewed by other auditors under generally accepted auditing standards applicable in their respective countries. The Holding Company's Management has converted the unaudited condensed interim financial statements / financial information of such subsidiaries located outside India from accounting principles generally accepted in their respective countries to accounting principles generally accepted in India. We have reviewed these conversion adjustments made by the Holding Company's Management. Our conclusion in so far as it relates to the balances and affairs of such subsidiaries located outside India is based on the report of other auditors and the conversion adjustments prepared by the Management of the Holding Company and reviewed by us.
3. The Unaudited Condensed Consolidated Interim Financial Statements includes unaudited condensed interim financial statements / financial information in respect of:
 - 26 subsidiaries, whose unaudited condensed interim financial statements / financial information include total assets of Rs 5,874 crores as at June 30, 2021 and total revenues of Rs 18 crores, total net loss after tax of Rs 166 crores, total comprehensive loss of Rs 214 crores and net cash outflow of Rs 2 crores for the three months period ended June 30, 2021, as considered in the Unaudited Condensed Consolidated Interim Financial Statements which have not been reviewed by their respective independent auditors.
 - 3 joint ventures, whose unaudited condensed interim financial information include the Group's share of net loss of Rs 0.02 crores and Group's share of total comprehensive loss of Rs 0.02 crores for the three months period ended June 30, 2021, as considered in the the Unaudited Condensed Consolidated Interim Financial Statements whose condensed interim financial information have not been reviewed by their respective independent auditors.

These unaudited condensed interim financial statements / financial information have been approved and furnished to us by the Management and our conclusion on the Unaudited Condensed Consolidated Interim Financial Statements, in so far as it relates to the affairs of these subsidiaries and joint ventures, is based solely on such unaudited condensed interim financial statements / financial information. According to the information and explanations given to us by the Management, these interim financial statements / financial information are not material to the group.

Our conclusion on the Unaudited Condensed Consolidated Interim Financial Statements in respect of matters stated in para 1, 2 and 3 above is not modified with respect to our reliance on the work done and the reports of the other auditors and the unaudited condensed interim financial statements / financial information certified by the Management.

4. The accompanying Unaudited Condensed Consolidated Interim Financial Statements have been prepared by the Company solely for the purpose of raising additional capital / debts by the Group. Accordingly, this report should not be used, referred to or distributed for any other purpose.

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


per Vikram Mehta
Partner
Membership Number: 105938
UDIN: 21105938AAAAFL3614



Place of Signature: Mumbai
Date: August 4, 2021

JSW STEEL LIMITED

UNAUDITED CONDENSED CONSOLIDATED INTERIM BALANCE SHEET AS AT 30 JUNE 2021

	Notes	Rs. in crores	
		As at 30 June 2021	As at 31 March 2021
I ASSETS			
(1) Non-current assets			
(a) Property, plant and equipment	3 (a)	59,064	58,857
(b) Capital work-in-progress		33,614	32,433
(c) Investment property		260	259
(d) Right-of-use assets		3,848	3,816
(e) Goodwill		340	336
(f) Other intangible assets	3 (b)	1,608	1,649
(g) Intangible assets under development		140	133
(h) Investments in joint ventures		3,434	2,969
(i) Financial assets			
(i) Investments		6,432	5,604
(ii) Loans		270	493
(iii) Derivative assets		1	110
(iv) Other financial assets		2,936	2,683
(j) Current tax assets (net)		267	275
(k) Other non-current assets		3,709	2,848
Total non-current assets		115,923	112,465
(2) Current assets			
(a) Inventories		18,972	14,249
(b) Financial assets			
(i) Investments		7	8
(ii) Trade receivables		6,866	4,486
(iii) Cash and cash equivalents		6,443	11,943
(iv) Bank balances other than (iii) above		2,152	870
(v) Loans		680	479
(vi) Derivative assets		217	102
(vii) Other financial assets		1,819	1,610
(c) Current tax assets (net)		6	6
(d) Other current assets		2,614	2,091
(e) Assets classified as held for sale		8	8
Total current assets		39,784	35,852
TOTAL - ASSETS		155,707	148,317
II EQUITY AND LIABILITIES			
(1) Equity			
(a) Equity share capital		302	302
(b) Other equity		53,131	46,462
Equity attributable to owners of the Company		53,433	46,764
Non-controlling interests		(689)	(619)
Total equity		52,744	46,145



JSW STEEL LIMITED

UNAUDITED CONDENSED CONSOLIDATED INTERIM BALANCE SHEET AS AT 30 JUNE 2021 (Continued)

	Notes	Rs. in crores	
		As at 30 June 2021	As at 31 March 2021
Liabilities			
(2) Non-current liabilities			
(a) Financial liabilities			
(i) Borrowings	4 (a)	46,411	49,731
(ia) Lease liabilities		1,924	1,939
(ii) Derivative liabilities		49	57
(iii) Other financial liabilities		704	725
(b) Provisions		873	852
(c) Deferred tax liabilities (net)		4,693	3,509
(d) Other non-current liabilities		1,807	2,060
Total non-current liabilities		56,461	58,873
(3) Current liabilities			
(a) Financial liabilities			
(i) Borrowings	4 (b)	16,466	14,652
(ia) Lease liabilities		427	405
(ii) Trade payables			
a) Total outstanding, dues of micro and small enterprises		248	230
b) Total outstanding, dues of creditors other than micro and small enterprises		14,752	15,013
(iii) Derivative liabilities		115	110
(iv) Other financial liabilities		9,671	8,694
(b) Provisions		199	274
(c) Other current liabilities		3,219	3,365
(d) Current tax liabilities (net)		1,405	556
Total current liabilities		46,502	43,299
Total liabilities		102,963	102,172
TOTAL – EQUITY AND LIABILITIES		155,707	148,317

See accompanying notes forming part of the Unaudited Condensed Consolidated Interim Financial Statements

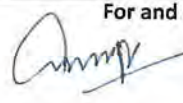
As per our report of even date
For S R B C & CO LLP
Chartered Accountants
ICAI Firm Registration Number: 324982E/E300003


per **VIKRAM MEHTA**
Partner
Membership No. 105938



Place: Mumbai
Date: 4 August 2021

For and on behalf of the Board of Directors


RAJEEV PAI
Chief Financial Officer


SESHAGIRI RAO M.V.S.
Jt. Managing Director & Group CFO
DIN 00029136


LANCY VARGHESE
Company Secretary
ICSI Membership No. FCS 9407
Place: Mumbai
Date: 4 August 2021


JAYANT ACHARYA
Director (Commercial & Marketing)
DIN 00106543



JSW STEEL LIMITED

UNAUDITED CONDENSED CONSOLIDATED INTERIM STATEMENT OF PROFIT AND LOSS FOR THE THREE MONTHS ENDED 30 JUNE 2021

		Rs. in crores	
		For the three months ended	
	Notes	30 June 2021	30 June 2020
I	Revenue from operations	28,902	11,782
II	Other income	198	132
III	Total income (I + II)	29,100	11,914
IV	Expenses		
	Cost of materials consumed	10,831	6,471
	Purchases of stock-in-trade	55	1
	Changes in inventories of finished goods, work-in-progress and stock-in-trade	(4,274)	(148)
	Mining premium and royalties	5,349	138
	Employee benefits expense	770	625
	Finance costs	993	1,016
	Depreciation and amortisation expense	1,183	1,047
	Other expenses	5,897	3,354
	Total expenses	20,804	12,504
V	Profit / (loss) before share of profit / (loss) from joint ventures (net) and tax (III-IV)	8,296	(590)
VI	Share of profit / (loss) from joint ventures (net)	323	(53)
VII	Profit / (loss) before tax (V+VI)	8,619	(643)
VIII	Tax expense/(credit)		
	Current tax	1,592	(33)
	Deferred tax	1,127	(28)
		2,719	(61)
IX	Profit / (loss) for the period (VII-VIII)	5,900	(582)



JSW STEEL LIMITED

UNAUDITED CONDENSED CONSOLIDATED INTERIM STATEMENT OF PROFIT AND LOSS FOR THE THREE MONTHS ENDED 30 JUNE 2021 (Continued)

		Rs. in crores	
		For the three months ended	
		30 June 2021	30 June 2020
	Notes		
X	Other comprehensive income / (loss)		
A	(i) Items that will not be reclassified to profit or loss		
	a) Remeasurement losses of the defined benefit plans	(4)	6
	b) Equity instruments through other comprehensive income	812	45
	(ii) Income tax relating to items that will not be reclassified to profit or loss	(93)	(2)
	Total (A)	715	49
B	(i) Items that will be reclassified to profit or loss		
	a) The effective portion of gain / (loss) on hedging instruments	(106)	102
	b) Foreign currency translation reserve (FCTR)	(74)	(91)
	(ii) Income tax relating to items that will be reclassified to profit or loss	37	(32)
	Total (B)	(143)	(21)
	Total other comprehensive income/(loss) (A+B)	572	28
XI	Total comprehensive income/(loss) (IX+X)	6,472	(554)
Total Profit / (loss) for the period attributable to:			
	- Owners of the Company	5,904	(561)
	- Non-controlling interests	(4)	(21)
		5,900	(582)
Other comprehensive income/(loss) for the period attributable to:			
	- Owners of the Company	580	29
	- Non-controlling interests	(8)	(1)
		572	28
Total comprehensive income/(loss) for the period attributable to:			
	- Owners of the Company	6,484	(532)
	- Non-controlling interests	(12)	(22)
		6,472	(554)
XII	Earnings per equity share of Re.1 each (not annualized)	6	
	Basic (in Rs.)	24.53	(2.34)
	Diluted (in Rs.)	24.42	(2.34)

See accompanying notes forming part of the Unaudited Condensed Consolidated Interim Financial Statements

As per our report of even date

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: 4 August 2021



For and on behalf of the Board of Directors

Rajeev Pai

RAJEEV PAI

Chief Financial Officer

Seshagiri Rao M.V.S.

SESHAGIRI RAO M.V.S.

Jt. Managing Director & Group CFO

DIN 00029136

Lancy Varghese

LANCY VARGHESE

Company Secretary

ICSI Membership No. FCS 9407

Place: Mumbai

Date: 4 August 2021

Jayant Acharya

JAYANT ACHARYA

Director (Commercial & Marketing)

DIN 00106543



JSW STEEL LIMITED

UNAUDITED CONDENSED CONSOLIDATED INTERIM STATEMENT OF CHANGES IN EQUITY FOR THE THREE MONTHS ENDED 30 JUNE 2021

A. Equity share capital

For the three months ended 30 June 2021

As at 1 April 2021	Movement during the period	As at 30 June 2021	Rs. in crores
302	@	302	

@ - Rs.0.16 crores

For the three months ended 30 June 2020

As at 1 April 2020	Movement during the period	As at 30 June 2020	Rs. in crores
301	@	301	

@ - Rs.0.01 crores



UNAUDITED CONDENSED CONSOLIDATED INTERIM STATEMENT OF CHANGES IN EQUITY FOR THE THREE MONTHS ENDED 30 JUNE 2021 (Continued)

B. Other equity

For the three months ended 30 June 2020

Rs. in crores

	Reserves and surplus							Other comprehensive income / (loss)				Non-controlling interest (NCI)	Attributable to owners of the parent	Total
	Capital reserve	Securities premium reserve	Capital redemption reserve	Retained earnings	Equity settled share based payment reserve	General reserve	Capital reserve on bargain purchase	FCTR	Equity instruments through other comprehensive income	Effective portion of cash flow hedges				
Balance as at 1 April 2020	3,585	5,417	774	16,561	122	9,947	1,019	(823)	172	(476)	36,298	(575)	35,723	
Loss for the period	-	-	-	(561)	-	-	-	-	-	-	(561)	(21)	(582)	
Other comprehensive income / (loss) for the period, net of income tax	-	-	-	4	-	-	-	(90)	45	70	29	(1)	28	
Impact of ESOP trust consolidation	-	-	-	1	-	-	-	-	-	-	1	-	1	
Recognition of share based payments	-	-	-	-	5	-	-	-	-	-	5	-	5	
Impact of compound financial instruments, net of taxes	-	-	-	-	-	-	-	-	-	-	-	1	1	
Others	-	-	-	(1)	-	-	-	-	-	-	(1)	-	(1)	
Balance as at 30 June 2020	3,585	5,417	774	16,004	127	9,947	1,019	(913)	217	(406)	35,771	(596)	35,175	



UNAUDITED CONDENSED CONSOLIDATED INTERIM STATEMENT OF CHANGES IN EQUITY FOR THE THREE MONTHS ENDED 30 JUNE 2021 (Continued)

For the three months ended 30 June 2021

	Reserves and surplus							Other comprehensive income / (loss)			Non-controlling interest (NCI)	Total	
	Capital reserve	Securities premium reserve	Capital redemption reserve	Retained earnings	Equity settled share based payment reserve	General reserve	Capital reserve on bargain purchase	FCTR	Equity instruments through other comprehensive income	Effective portion of cash flow hedges			Attributable to owners of the parent
Balance as at 1 April 2021	3,585	5,417	774	24,043	117	9,972	2,934	(816)	630	(194)	46,462	(619)	45,843
Profit for the period	-	-	-	5,904	-	-	-	-	-	-	5,904	(4)	5,900
Other comprehensive income / (loss) for the period, net of income tax	-	-	-	(3)	-	-	-	(66)	718	(69)	580	(8)	572
Impact of ESOP trust consolidation	-	-	-	23	-	-	-	-	-	-	23	-	23
Recognition of share based payments	-	-	-	-	2	-	-	-	-	-	2	-	2
Change in stake of NCI (refer note 14)	-	-	-	47	-	-	-	-	-	-	47	(58)	(11)
Transfer between reserves	-	-	-	-	(15)	15	-	-	-	-	-	-	-

Rs. in crores



UNAUDITED CONDENSED CONSOLIDATED INTERIM STATEMENT OF CHANGES IN EQUITY FOR THE THREE MONTHS ENDED 30 JUNE 2021 (Continued)

For the three months ended 30 June 2021 (contd.)

	Reserves and surplus					Other comprehensive income / (loss)			Non-controlling interest (NCI)	Total			
	Capital reserve	Securities premium reserve	Capital redemption reserve	Retained earnings	Equity settled share based payment reserve	General reserve	Capital reserve on bargain purchase	FCTR			Equity instruments through other comprehensive income	Effective portion of cash flow hedges	Attributable to owners of the parent
Acquisition of business (refer note 16 (c))	-	-	-	-	-	-	113	-	-	-	113	113	
Balance as at 30 June 2021	3,585	5,417	774	30,014	104	9,987	3,047	(882)	1,348	(263)	53,131	(689)	52,442

See accompanying notes forming part of the Unaudited Condensed Consolidated Interim Financial Statements

As per our report of even date

For S R B C & CO LLP

Chartered Accountants

ICAI Firm Registration Number: 324982E/E300003

Vikram Mehta

per VIKRAM MEHTA

Partner

Membership No. 105938

Place: Mumbai

Date: 4 August 2021



Rajeev Pai

RAJEEV PAI

Chief Financial Officer

Lancy Varghese

LANCY VARGHESE

Company Secretary

ICSI Membership No. FCS 9407

Place: Mumbai

Date: 4 August 2021

For and on behalf of the Board of Directors

Seshagiri Rao M.V.S.

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Jt. Managing Director & Group CFO

DIN 00029136

Jayant Acharya

JAYANT ACHARYA

Director (Commercial & Marketing)

DIN 00306543



JSW STEEL LIMITED**UNAUDITED CONDENSED CONSOLIDATED INTERIM STATEMENT OF CASH FLOWS FOR THE THREE MONTHS ENDED 30 JUNE 2021**

Rs. in crores

	For the three months ended	
	30 June 2021	30 June 2020
A. Cash flow from operating activities		
Net profit /(loss) before tax	8,619	(643)
Adjustments for:		
Depreciation and amortization expense	1,183	1,047
Loss on sale of property, plant and equipment	3	2
Gain on sale of current investments designated as FVTPL	@	@
Export obligation deferred income amortization	(71)	(52)
Interest income	(159)	(111)
Interest expense	880	974
Unrealised exchange (gain)/ loss	134	(129)
Gain on financial instruments designated as FVTPL	(2)	(1)
Unwinding of interest on financial assets carried at amortised cost	(16)	(12)
Share based payment expense	2	5
Share of (profit) / loss from joint ventures (net)	(323)	53
Allowances for doubtful receivable and advances	2	-
	1,633	1,776
Operating profit before working capital changes	10,252	1,133
Adjustments for :		
Decrease / (increase) in inventories	(4,723)	459
(Increase) / decrease in trade receivables	(2,387)	891
(Increase) in other assets	(1,083)	(1,097)
Increase / (decrease) in trade payable and other liabilities	506	389
(Decrease) / increase in provisions	(58)	49
	(7,745)	691
Cash flow from operations	2,507	1,824
Income taxes paid (net of refund received)	(735)	(24)
Net cash generated from operating activities	1,772	1,800
B. Cash flow from investing activities		
Payments for property, plant and equipment and intangibles assets (including under development and capital advances)	(2,681)	(2,483)
Proceeds from sale of property, plant and equipment	10	12
Investment in joint ventures / acquisition of stake from NCI	(34)	@
Purchase of current investments	-	(6)
Sale of current investments	4	-
Bank deposits not considered as cash and cash equivalents (net)	(1,252)	1,275
Interest received	58	209
Net cash used in investing activities	(3,895)	(993)



JSW STEEL LIMITED**UNAUDITED CONDENSED CONSOLIDATED INTERIM STATEMENT OF CASH FLOWS FOR THE THREE MONTHS ENDED 30 JUNE 2021 (Continued)**

	Rs. in crores	
	For the three months ended	
	30 June 2021	30 June 2020
C. Cash flow from financing activities		
Proceeds of sale of treasury shares	23	1
Proceeds from non-current borrowings	2,074	2,161
Repayment of non-current borrowings	(3,108)	(1,332)
Proceeds from / (repayment) of current borrowings (net)	(972)	(2,554)
Repayment of lease liabilities	(100)	(81)
Interest paid (including upfront fees on loans)	(1,289)	(1,008)
Net cash used in financing activities	(3,372)	(2,813)
Net decrease in cash and cash equivalents(A+B+C)	(5,495)	(2,006)
Cash and cash equivalents at the beginning of period	11,943	3,966
Add: Translation adjustment in cash and cash equivalents	(5)	(5)
Cash and cash equivalents at the end of period	6,443	1,955

@ - less than Rs. 0.50 crores

See accompanying notes forming part of the Unaudited Condensed Consolidated Interim Financial Statements

As per our report of even date

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: 4 August 2021




RAJEEV PAI
Chief Financial Officer



LANCY VARGHESE

Company Secretary

ICSI Membership No. FCS 9407

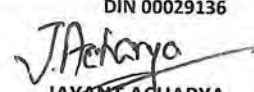
Place: Mumbai

Date: 4 August 2021

For on behalf of the Board of Directors



SESHAGIRI RAO M.V.S.
Jt. Managing Director & Group CFO
DIN 00029136



JAYANT ACHARYA
Director (Commercial & Marketing)

DIN 00106543



JSW STEEL LIMITED

NOTES TO THE UNAUDITED CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS AS AT AND FOR THE THREE MONTHS ENDED 30 JUNE 2021

1. General Information

JSW Steel Limited ("the Company" or 'the Parent') is primarily engaged in the business of manufacture and sale of Iron and Steel Products.

The Parent and its subsidiaries (together referred to as "the Group") is an integrated manufacturer of diverse range of steel products with its manufacturing facilities located at Vijayanagar works in Karnataka, Dolvi works in Maharashtra and Salem works in Tamil Nadu in India and also in the United States of America and Italy. The Group has entered into long term lease arrangements of iron ore mines located at Odisha and Karnataka and also in the United States of America.

JSW Steel Limited is a public limited company incorporated in India on 15 March 1994 under the Companies Act, 1956 and listed on the Bombay Stock Exchange and National Stock Exchange. The registered office of the Company is JSW Centre, Bandra Kurla Complex, Bandra (East), Mumbai – 400051.

2. Significant Accounting policies

I. Statement of compliance

These Unaudited Condensed Consolidated Interim Financial Statements have been prepared in accordance with the requirements of Indian Accounting Standards 34 'Interim Financial Reporting' ('Ind AS 34'), prescribed under the Section 133 of the Companies Act, 2013 read with Rule 3 of the Companies (Indian Accounting Standards) Rules, 2015, (as amended from time to time).

II. Basis of preparation and presentation

The Group has prepared these Unaudited Condensed Consolidated Interim Financial Statements which comprise the Unaudited Condensed Consolidated Interim Balance Sheet as at 30 June 2021, the Unaudited Condensed Consolidated Interim Statement of Profit and Loss, the Unaudited Condensed Consolidated Interim Statement of Changes in Equity and the Unaudited Condensed Consolidated Interim Statement of Cash Flows for the three months ended 30 June 2021, and other explanatory information (together hereinafter referred to as "Unaudited Condensed Consolidated Interim Financial Statements" or "financial statements").

The Unaudited Condensed Consolidated Interim Financial Statements have been prepared by the Group for the purpose of raising additional capital / debts by the Group.

The Unaudited Condensed Consolidated Interim Financial Statements have been prepared on the historical cost basis except for certain financial instruments measured at fair values at the end of each reporting period and acquisition of subsidiaries where assets and liabilities are measured at fair values as at the date of acquisition in accordance with Ind AS 103.

The Unaudited Condensed Consolidated Interim Financial Statements do not include all the information and disclosures normally included in annual financial statements. Accordingly, these financial statements are to be read in conjunction with annual financial statements for the year ended 31 March 2021 and any public announcement made during interim reporting period.

Accounting policies and methods of computation followed in the Unaudited Condensed Consolidated Interim Financial Statements are same as compared with the annual financial statements for the year ended 31 March 2021. The Ministry of Corporate Affairs (MCA) through a notification, amended Schedule III to the Companies Act, 2013 which is applicable from 1 April 2021 and accordingly the presentation for line items in balance sheet is based on the amended schedule III and corresponding numbers as at 31 March 2021 have been regrouped/reclassified.

No reportable subsequent event has occurred till the date of issue of these financial statements.



JSW STEEL LIMITED

NOTES TO THE UNAUDITED CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS AS AT AND FOR THE THREE MONTHS ENDED 30 JUNE 2021

III. Key sources of estimation uncertainty and critical accounting judgements

In the course of applying the policies, the Group is required to make judgements, estimates and assumptions about the carrying amount of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the period in which the estimate is revised if the revision affects only that period, or in the period of the revision and future period, if the revision affects current and future period.

The area where estimates are significant to the Unaudited Condensed Consolidated Interim Financial Statements, or areas involving high degree of judgement or complexity, are same as those disclosed in the annual financial statements for the year ended 31 March 2021.



JSW STEEL LIMITED

NOTES TO THE UNAUDITED CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS AS AT AND FOR THE THREE MONTHS ENDED 30 JUNE 2021

3. a) Property, plant and equipment

Particulars	Rs. in crores									
	Freehold land	Buildings	Plant and machinery	Furniture and fixtures	Vehicles and aircrafts	Office equipment	Mining development and projects	Total		
Cost/deemed cost										
At 1 April 2021	2,154	10,556	66,556	155	170	129	1,127	80,847		
Additions	6	132	1,023	1	8	4	1	1,175		
Deductions	-	-	45	-	5	-	-	50		
Other adjustments (refer note below)	-	-	12	-	-	-	-	12		
Translation reserve	8	16	93	@	@	@	6	123		
At 30 June 2021	2,168	10,704	67,639	156	173	133	1,134	82,107		
Accumulated depreciation and impairment										
At 1 April 2021	4	2,346	18,547	85	76	77	855	21,990		
Depreciation expense	-	106	926	4	4	4	2	1,046		
Disposals	-	-	34	-	3	-	-	37		
Translation reserve	@	4	38	@	@	@	2	44		
At 30 June 2021	4	2,456	19,477	89	77	81	859	23,043		
Net book value										
At 30 June 2021	2,164	8,248	48,162	67	96	52	275	59,064		
At 31 March 2021	2,150	8,210	48,009	70	94	52	272	58,857		

@ - less than Rs. 0.50 crores.

Note:

Other adjustments comprise of foreign exchange loss and borrowing cost.



JSW STEEL LIMITED

NOTES TO THE UNAUDITED CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS AS AT AND FOR THE THREE MONTHS ENDED 30 JUNE 2021

b) Other intangible assets

Particulars	Computer software	Licences	Mining concession	Port concession	Rs. in crores	
					Total	Total
Cost/deemed cost						
At 1 April 2021	215	52	1,696	1		1,964
Additions	6	3	@	-		9
Translation reserve	@	1	@	@		1
At 30 June 2021	221	56	1,696	1		1,974
Accumulated depreciation and impairment						
At 1 April 2021	135	31	148	1		315
Depreciation expense	7	1	44	-		52
Translation reserve	(1)	@	@	@		(1)
At 30 June 2021	141	32	192	1		366
Net book value						
At 30 June 2021	80	24	1,504	-		1,608
At 31 March 2021	80	21	1,548	-		1,649

@ - less than Rs. 0.50 crores

4. Borrowings

a) Long term borrowings

Particulars	Rs. in crores	
	As at 30 June 2021	As at 31 March 2021
Borrowings – non-current	46,411	49,731
Current maturities of long term borrowings (grouped under Short term borrowings)	11,035	8,318
	57,446	58,049



JSW STEEL LIMITED
NOTES TO THE UNAUDITED CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS AS AT AND FOR THE THREE MONTHS ENDED 30 JUNE 2021
Movement in borrowings during the three months ended 30 June 2021

Particulars	Rs. in crores									
	Foreign currency bonds	Debentures	Rupee Term loan (RTL)	Foreign currency loan (FCTL)	Deferred government loan	Acceptances for capital projects	Preference shares	Upfront fees on RTL	Upfront fees on FCTL	Total borrowings
Opening balance as at 1 April 2021	15,921	10,180	15,131	15,054	383	1,735	26	(90)	(291)	58,049
Add : Disbursements										
Secured – debentures	-	1,000	-	-	-	-	-	-	-	1,000
Secured – rupee term loan	-	-	269	-	-	-	-	-	-	269
Unsecured - foreign term loan	-	-	-	805	-	-	-	-	-	805
Others	-	-	-	-	-	-	-	(5)	(7)	(12)
Less : Redemption / Repayments										
Unsecured non-convertible debentures	-	1,000	-	-	-	-	-	-	(7)	2,062
Secured - rupee term loans	-	-	1,287	-	-	-	-	-	-	1,000
Secured - foreign currency loan	-	-	-	26	-	-	-	-	-	1,287
Unsecured - rupee term loans	-	-	275	-	-	-	-	-	-	26
Unsecured - foreign currency loan	-	-	-	416	-	-	-	-	-	275
Secured - Acceptance for capital projects more than 1 year	-	-	-	-	-	10	-	-	-	416
Unsecured - Acceptance for capital projects more than 1 year	-	-	-	-	-	93	-	-	-	10
Sales tax deferral loan	-	-	-	-	1	-	-	-	-	93
Total	-	1,000	1,562	442	1	103	1	17	10	3,108
Add: Other movements (refer note below)	176	-	-	198	18	23	1	-	-	443
Total borrowings as at 30 June 2021	16,097	10,180	13,838	15,615	400	1,655	27	(78)	(288)	57,446

Note:

Other movements mainly include foreign exchange differences, amortization of upfront fees and interest accrual during the period.



JSW STEEL LIMITED

NOTES TO THE UNAUDITED CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS AS AT AND FOR THE THREE MONTHS ENDED 30 JUNE 2021

b) Short term borrowings

Particulars	Rs. in crores	
	As at 30 June 2021	As at 31 March 2021
Loan repayable on demand		
Working capital loans from banks (secured)		
Rupee loans	66	846
Foreign currency loans	437	653
Rupee loans from banks (unsecured)	500	500
Acceptances relating to capital projects		
- Secured	1,314	1,277
- Unsecured	3,114	3,058
Current maturities of long term borrowings (refer note – 4a)	11,035	8,318
Total	16,466	14,652

5. Revenue from operations

The Group has assessed and determined the following categories for disaggregation of revenue in addition to that provided under segment disclosure

Particulars	Rs. in crores	
	For the three months ended	
	30 June 2021	30 June 2020
Revenue from contracts with customer - Sale of products (including shipping services)	28,432	11,454
Other operating revenue	470	328
Total revenue from operations	28,902	11,782
Timing of revenue recognition		
At a point in time	28,902	11,782

Sales for the previous quarter ended 30 June 2020 is net of additional discounts provided to certain customers based on geography or sector during the quarter amounting to Rs.96 crores in relation to the sales made in the previous year.

Contract Balances

Particulars	Rs. in crores	
	As at 30 June 2021	As at 31 March 2021
Trade receivables	6,866	4,486
Contract liabilities		
Advance from customers	3,627	4,017



JSW STEEL LIMITED

NOTES TO THE UNAUDITED CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS AS AT AND FOR THE THREE MONTHS ENDED 30 JUNE 2021

Product wise turnover

Particulars	Rs. in crores	
	For the three months ended	
	30 June 2021	30 June 2020
MS slabs	292	173
Hot rolled coils/steel plates/sheets	8,440	4,510
Galvanised coils/sheets	3,846	1,017
Color Coated Galvanised coils/sheets	2,648	852
Cold rolled coils/sheets	3,944	904
Steel billets & blooms	281	817
Long rolled products	4,984	1,938
Plates and pipes	1,133	614
Iron ore	1,878	-
Others	986	629
Total	28,432	11,454

6. Earnings per share

Particulars	For the three months ended	
	30 June 2021	30 June 2020
Profit / (loss) attributable to equity shareholders (A) (Rs. in crores)	5,904	(561)
Weighted average number of equity shares for basic EPS (B)	2,406,156,619	2,402,437,712
Effect of dilution :		
Weighted average number of treasury shares held through ESOP trust	11,063,821	14,782,728
Weighted average number of equity shares adjusted for the effect of dilution (C)	2,417,220,440	2,417,220,440
Earnings per share of Re. 1 each (not annualised)		
Basic (Rs.)	(A / B)	24.53 (2.34)
Diluted (Rs.)	(A / C)	24.42 (2.34)

7. Segment reporting

The Group is in the business of manufacturing steel products having similar economic characteristics, primarily with operations in India and regularly reviewed by the Chief Operating Decision Maker for assessment of Group's performance and resource allocation. The information relating to revenue from external customers and location of non-current assets of its single reportable segment has been disclosed below:

Information about geographical revenue and non-current assets

a) Revenue from operations

Particulars	Rs. in crores					
	For the three months ended					
	30 June 2021			30 June 2020		
	Within India	Outside India	Total	Within India	Outside India	Total
Revenue from operations	18,636	10,266	28,902	5,603	6,179	11,782

Revenue from operations has been allocated on the basis of location of customers.



JSW STEEL LIMITED

NOTES TO THE UNAUDITED CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS AS AT AND FOR THE THREE MONTHS ENDED 30 JUNE 2021

b) Non-current assets

Rs. in crores

Particulars	As at 30 June 2021			As at 31 March 2021		
	Within India	Outside India	Total	Within India	Outside India	Total
	(a) Property, plant and equipment	52,950	6,114	59,064	52,737	6,120
(b) Capital work-in-progress	32,649	965	33,614	31,532	901	32,433
(c) Investment property	120	140	260	119	140	259
(c) Right-of-use assets	3,759	89	3,848	3,727	89	3,816
(d) Goodwill	37	303	340	36	300	336
(e) Other intangible assets	1,570	38	1,608	1,615	34	1,649
(f) Intangible assets under development	139	1	140	130	3	133
(g) Investments in joint ventures	3,434	-	3,434	2,969	-	2,969
(h) Other non-current assets	3,588	121	3,709	2,805	43	2,848
(i) Current tax assets (net)	267	-	267	275	-	275
(j) Financial assets			9,639			8,890
Total non-current assets			115,923			112,465

Non-current assets have been allocated on the basis of their physical location.

8. Categories of financial instruments

As at 30 June 2021

Rs. in crores

Particulars	Amortised cost	Fair value through other comprehensive income	Fair value through profit and loss	Derivatives in hedging relations	Total Carrying Value	Fair value
Financial assets						
Loans	950	-	-	-	950	950
Other financial assets	4,755	-	-	-	4,755	4,755
Trade receivables	6,866	-	-	-	6,866	6,866
Cash and cash equivalents	6,443	-	-	-	6,443	6,443
Bank balances other than cash and cash equivalents	2,152	-	-	-	2,152	2,152
Derivative assets	-	-	43	175	218	218
Investments	503	1,783	4,153	-	6,439	6,450
Total financial assets	21,669	1,783	4,196	175	27,823	27,834
Financial liabilities						
Long-term borrowings*	57,446	-	-	-	57,446	54,724
Lease liabilities	2,351	-	-	-	2,351	2,529
Short-term borrowings	5,431	-	-	-	5,431	5,431
Trade payables	15,000	-	-	-	15,000	15,000
Derivative liabilities	-	-	38	126	164	164
Other financial liabilities	10,375	-	-	-	10,375	10,375
Total financial liabilities	90,603	-	38	126	90,767	88,223



JSW STEEL LIMITED

NOTES TO THE UNAUDITED CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS AS AT AND FOR THE THREE MONTHS ENDED 30 JUNE 2021

As at 31 March 2021

Particulars	Amortised cost	Fair value through other comprehensive income	Fair value through profit and loss	Derivatives in hedging relations	Total Carrying Value	Rs. in crores
						Fair value
Financial assets						
Loans	972	-	-	-	972	972
Other financial assets	4,293	-	-	-	4,293	4,293
Trade receivables	4,486	-	-	-	4,486	4,486
Cash and cash equivalents	11,943	-	-	-	11,943	11,943
Bank balances other than cash and cash equivalents	870	-	-	-	870	870
Derivative assets	-	-	27	185	212	212
Investments	486	972	4,154	-	5,612	5,623
Total financial assets	23,050	972	4,181	185	28,388	28,399
Financial liabilities						
Long-term borrowings*	58,049	-	-	-	58,049	58,189
Lease liabilities	2,344	-	-	-	2,344	2,527
Short-term borrowings	6,334	-	-	-	6,334	6,334
Trade payables	15,243	-	-	-	15,243	15,243
Derivative liabilities	-	-	28	139	167	167
Other financial liabilities	9,419	-	-	-	9,419	9,419
Total financial liabilities	91,389	-	28	139	91,556	91,879

* including current maturities of long-term borrowings

9. Fair value hierarchy of financial instruments

Particulars	As at 30 June 2021	As at 31 March 2021	Level	Rs. in crores
				Valuation technique and key inputs
Quoted investments in the equity shares measured at FVTOCI	1,704	893	I	Quoted bid prices in an active market.
Quoted investments in the equity shares measured at FVTPL	7	8	I	Quoted bid prices in an active market.
Derivative assets	218	212	II	Inputs other than quoted prices included within level 1 that are observable for asset or liability, either directly (i.e. as prices) or indirectly (derived from prices).
Derivative liabilities	164	167	II	Inputs other than quoted prices included within level 1 that are observable for asset or liability, either directly (i.e. as prices) or indirectly (derived from prices).
Non-current investments in the unquoted OFCD measured at FVTPL	4100	4,100	II	Inputs other than quoted prices included within level 1 that are observable for asset or liability, either directly (i.e. as prices) or indirectly (derived from prices).
Unquoted investments in the equity shares measured at FVTOCI	13	13	III	Net asset value of share arrived has been considered as fair value.



JSW STEEL LIMITED

NOTES TO THE UNAUDITED CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS AS AT AND FOR THE THREE MONTHS ENDED 30 JUNE 2021

Particulars	Rs. in crores		Level	Valuation technique and key inputs
	As at 30 June 2021	As at 31 March 2021		
Unquoted investments in the equity shares measured at FVTOCI	66	66	III	Cost is approximate estimate of fair value.
Non-current investments in unquoted Preference shares measured at FVTPL	50	50	III	Discounted cash flow- Future cash flows are based on terms of Preference Shares discounted at a rate that reflects market risks.

The carrying amounts of trade receivables, trade payables, capital creditors, cash and cash equivalents, other bank balances, other financial assets and other financial liabilities (other than those specifically disclosed) are considered to be the same as their fair values, due to their short term nature.

Sensitivity analysis of Level III

	Valuation technique	Significant unobservable inputs	Change	Sensitivity of the input to fair value
Investments in unquoted Preference shares	DCF method	Discounting Rate 9.00%	0.50%	0.50% Increase / (decrease) in the discount would decrease / (increase) the fair value by Rs.2 crores / (Rs.2 crores)

Reconciliation of Level III fair value measurement

Particulars	Rs. in crore:
	Amount
Balance as at 1 April 2021	129
Purchases / (sale) (net)	@
Gain / (loss) recognised in the Consolidated statement of Profit and Loss	@
Balance as at 30 June 2021	129
@ - Less than Rs.0.50 crores	

10. Related party disclosures

A List of related parties

1) Joint ventures

Vijayanagar Minerals Private Limited
 Rohne Coal Company Private Limited
 JSW Severfield Structures Limited
 Gourangdih Coal Limited
 JSW Structural Metal Decking Limited
 JSW MI Steel Service Center Private Limited
 Creixent Special Steels Limited
 JSW Ispat Special Products Limited
 Piombino Steel Limited (w.e.f. 27 March 2021)
 Bhushan Power & Steel Limited (w.e.f. 27 March 2021)

2) Key Management Personnel (KMP)

Mr. Sajjan Jindal (Non-Independent Executive Director)
 Mr. Seshagiri Rao M V S (Non-Independent Executive Director)
 Dr. Vinod Nowal (Non-Independent Executive Director)



JSW STEEL LIMITED

NOTES TO THE UNAUDITED CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS AS AT AND FOR THE THREE MONTHS ENDED 30 JUNE 2021

Mr. Jayant Acharya (Non-Independent Executive Director)

Mr. Rajeev Pai (Chief Financial Officer)

Mr. Lancy Varghese (Company Secretary)

3) Independent Non-Executive Director

Dr. V. Ram Prasath Manohar, IAS - Nominee Director, KSIIDC (w.e.f. 21 May 2021)

Mr. Ganga Ram Baderiya - Nominee Director, KSIIDC (upto 23 October 2020)

Mr. M.S. Srikar, IAS – Nominee Director, KSIIDC (w.e.f. 23 October 2020, upto 21 May 2021)

Mr. Hiroyuki Ogawa - Nominee Director, JFE Steel Corporation

Dr. (Mrs.) Punita Kumar Sinha

Mr. Malay Mukherjee

Mr. Haigreave Khaitan

Mr. Seturaman Mahalingam

Mrs. Nirupama Rao

Mr. Harsh Charandas Mariwala

4) Relatives of KMP

Mrs. Savitri Devi Jindal

Mr. Prithvi Raj Jindal

Mr. Naveen Jindal

Mrs. Nirmala Goyal

Mrs. Urmila Bhuwalka

Mrs. Sangita Jindal

Mrs. Sarika Jhunjhunwala

Mrs. Saroj Bhartia

Mrs. Seema Jajodia

Mrs. Tarini Jindal Handa

Mrs. Tanvi Shete

Mr. Parth Jindal

Mrs. Shanti Acharya

Mrs. Esther Varghese

5) Other Related Parties

JSW Energy Limited

JSW Energy (Barmer) Limited

JSW Power Trading Company Limited

JSW Hydro Energy Limited

JSW Energy (Kutehr) Limited

JSW Solar Limited

Jindal Stainless Limited

Jindal Stainless (Hisar) Limited

Jindal Stainless Steelway Limited

JSL Lifestyle Limited

Jindal Saw Limited

Jindal Saw USA LLC

JITF Urban Infrastructure Limited

Jindal Tubular (India) Limited



JSW STEEL LIMITED

NOTES TO THE UNAUDITED CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS AS AT AND FOR THE THREE MONTHS ENDED 30 JUNE 2021

Jindal Urban Waste Management Limited
Jindal Rail Infrastructure Limited
Jindal Steel & Power Limited
India Flysafe Aviation Limited
JSW Infrastructure Limited
JSW Jaigarh Port Limited
South West Port Limited
JSW Dharamatar Port Private Limited
JSW Paradip Terminal Private Limited
Jaigarh Digni Rail Limited
JSW Cement Limited
JSW Cement, FZE
South West Mining Limited
JSW Projects Limited
BMM Ispat Limited (w.e.f. 27 October 2020)
JSW IP Holdings Private Limited
JSoft Solutions Limited (merged with Everbest Consultancy Services Private Limited)
Reynold Traders Private Limited
JSW Techno Projects Management Limited
JSW Global Business Solutions Limited
Everbest Consultancy Services Private Limited
Jindal Industries Private Limited
JSW Foundation
Inspire Institute of Sports
Jindal Technologies & Management Services Private Limited
Epsilon Carbon Private Limited
JSW Living Private Limited
JSW International Trade Corp PTE Limited
Jindal Education Trust
JSW Paints Private Limited
Toshiba JSW Power System Private Limited
MJSJ Coal Limited
JSW Bengaluru Football Club Private Limited
JSW Shipping & Logistics Private Limited (formerly known as Utkarsh Advisory Services Private Limited)
Neotrex Steel Wires Private Limited
Neotrex Steel Private Limited
JSW Minerals Trading Private Limited
Khaitan & Company #
Eurokids International Private Limited
J Sagar Associates
Shiva Cement Limited
Tehkhand Waste Electricity Projects Limited
Encorp Powertrans Private Limited
Nourish Organic Foods Private Limited
Brahmani River Pellets Limited



JSW STEEL LIMITED

NOTES TO THE UNAUDITED CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS AS AT AND FOR THE THREE MONTHS ENDED 30 JUNE 2021

Danta Enterprises Private Limited
Glebe Trading Private Limited
JSW Holdings Limited
JSW Investments Private Limited
JSW Logistics Infrastructure Private Limited
JTPM Metal Traders Private Limited
Sahyog Holdings Private Limited
Virtuous Tradecorp Private Limited
S K Jindal and Sons HUF
P R Jindal HUF

6) Post-Employment Benefit Entity

JSW Steel EPF Trust (upto 31 December 2020)
JSW Steel Group Gratuity Trust
JSW Steel Limited Employee Gratuity Fund



JSW STEEL LIMITED

NOTES TO THE UNAUDITED CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS AS AT AND FOR THE THREE MONTHS ENDED 30 JUNE 2021

B. Transactions with related parties

Particulars	Joint ventures		Other related parties		Rs. in crores	
	Three months ended	Three months ended	Three months ended	Three months ended	Total	Three months ended
	30 June 2021	30 June 2020	30 June 2021	30 June 2020	30 June 2021	30 June 2020
Purchase of goods / power & fuel / services/ branding expenses	45	14	5,027	3,551	5,072	3,565
Reimbursement of expenses incurred on our behalf by	-	-	@	@	@	@
Sales of goods/ power and fuel/assets	1,374	46	1,026	404	2,400	450
Other income/ interest income/ dividend income	71	6	23	24	94	30
Purchase of assets	29	33	99	39	128	72
Security deposit given / (received back)	-	-	48	(1)	48	(1)
Lease deposit received	-	-	-	@	-	@
Loan given received back	-	-	23	15	23	15
Loan given	-	-	-	20	-	20
Donation/ CSR expenses	-	-	47	13	47	13
Recovery of expenses incurred by us on their behalf	1	-	54	24	55	24
Investments / share application money given	@	@	-	-	@	@
Lease interest cost	-	-	60	54	60	54
Lease liabilities / finance lease obligations repayments	-	-	88	68	88	68
Post-employment benefits	-	-	1	6	1	6
Remuneration to Key managerial personnel	-	-	-	-	8	7

Notes:

- The transactions are inclusive of taxes wherever applicable.
- The transactions are disclosed under various relationships (i.e. joint ventures and other related parties) based on the status of related parties on the date of transactions.
- Remuneration to Key Management Personnel – Rs. 8 crores (previous period – Rs. 7 crores), Sitting fees and commission paid to independent non-executive directors- Rs. 1 crore (previous period – Rs. 1 crore).
- As the future liability for gratuity is provided on an actuarial basis for the company as a whole, the amount pertaining to individual is not ascertainable and therefore not included above.

C. Amount due to / from related parties

Particulars	Joint ventures		Other related parties		Rs. in crores	
	As at	As at	As at	As at	Total	As at
	30 June 2021	31 March 2021	30 June 2021	31 March 2021	As at 30 June 2021	31 March 2021
Trade payables	50	34	2,084	1,721	2,134	1,755
Advance received from customers	-	1	7	24	7	25
Lease and other deposit received	13	13	39	39	52	52
Trade receivables	197	90	215	270	412	360
Share application money given	1	1	-	-	1	1
Capital / revenue advance (including other receivables)	31	31	295	332	326	363
Loans and advances given	352	352	375	328	727	680
Interest receivable	120	50	43	31	163	81
Lease and other deposit given	-	-	477	430	477	430
Guarantees and collaterals provided by the Company on behalf	10,800	10,800	-	-	10,800	10,800
Lease liabilities	-	-	2,112	2,106	2,112	2,106
Post-employment benefits plans	-	-	75	74	75	74

@ - less than Rs. 0.50 crores

The closing balance of guarantees and collaterals provided by the Company on behalf of joint venture represent the gross amount. Please refer note 11 for net exposure of the Group related to guarantees. The differential amount represents loans not drawn or repayments made to the lenders.



JSW STEEL LIMITED

NOTES TO THE UNAUDITED CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS AS AT AND FOR THE THREE MONTHS ENDED 30 JUNE 2021

11. Contingent liabilities

	Particulars	Rs. in crores	
		As at 30 June 2021	As at 31 March 2021
(i)	Guarantees	9,050	10,850
(ii)	Disputed claims/levies (excluding interest, if any), in respect of:		
	Excise duty	485	472
	Custom duty	762	760
	Income tax	79	61
	Sales tax / Special entry tax	1,574	1,557
	Service tax	329	645
	Levies by local authorities	73	73
	Levies relating to Energy / Power Obligations	438	408
	Claim by suppliers and other parties	146	143

The Company has issued a corporate guarantee dated 24 March 2021 in favor of trustee for the benefit of the Lenders for the financial assistance availed by Makler Private Limited for a sum of Rs. 10,800 crores to part finance the cost of implementation of the Resolution Plan of Bhushan Power and Steel Limited. JSW Shipping & Logistics Private Limited, has provided a counter corporate guarantee in favor of the Company to the extent of the 51% of the guaranteed obligations in line with their shareholding in Piombino Steel Limited.

- Excise duty cases includes disputes pertaining to availment of CENVAT credit, valuation methodologies, classification of gases under chapter heading.
- Custom duty cases includes disputes pertaining to import of Iron ore fines and lumps under wrong heading, utilisation of SHIS licences for clearance of imported equipment, payment of customs duty for Steam Coal through Krishnapatnam Port and anti-dumping duty on Met Coke used in Corex.
- Sales Tax / VAT / Special Entry Tax cases includes disputes pertaining to demand of special entry tax in Karnataka and demand of cess by department of transport in Goa.
- Service Tax cases includes disputes pertaining to availment of service tax credit on ineligible services, KKC amount paid but no credit not availed, denial of credit distributed as an ISD, service tax on railway freight not taken as per prescribed documents.
- Income Tax cases includes disputes pertaining to transfer pricing, deduction u/s 80-IA and other matters.
- Levies by local authorities – statutory cases include disputes pertaining to payment of water charges and enhanced compensation.
- Levies relating to Energy/Power Obligations cases includes disputes pertaining to uninterrupted power charges by Karnataka Power Transmission Company Ltd., belated payment surcharge, claims for the set off of renewable power obligations against the power generated in its captive power plants and dues relating to additional surcharge imposed on captive consumption by Maharashtra State Electricity Distribution Company Limited.

The Group had filed a Petition before the Maharashtra Electricity Regulatory Commission (MERC) under the Electricity Act, 2003 (Act) seeking exemption from the requirement to meet Renewable Purchase Obligations (RPO) targets on the strength of its cogeneration plants at Dolvi. The MERC rejected the petition on various grounds and the Company has filed an appeal before the APTEL challenging the MERC order along with application seeking interim stay of the directions contained in the order on the grounds that it is not covered by the definition of "obligated entities" under RPO regulations. APTEL has passed an interim order directing that no-coercive action be taken against the Company in relation to this dispute. The next hearing is scheduled on 7 July 2021. Based on merits of the case, the Company has not recognised provision for RPO obligation and treated it as a contingent liability.

- Claims by Suppliers and other parties includes Quality Claims issues raised by suppliers and others.
- There are several other cases which has been determined as remote by the Group and hence not been disclosed above.



JSW STEEL LIMITED

NOTES TO THE UNAUDITED CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS AS AT AND FOR THE THREE MONTHS ENDED 30 JUNE 2021

Particulars	Rs. in crores	
	As at 30 June 2021	As at 31 March 2021
(iii) Claims related to Forest Development Tax / Fee		
Amount paid under protest	3,226	3,035
	920	920

In response to a petition filed by the iron ore mine owners and purchasers (including 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. 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 (including paid under protest – Rs.665 crores) and treated it as a contingent liability.

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 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. 2,183 crores (including paid under protest - Rs.255 crores) pertaining to the private lease operators & NMDC and treated it as contingent liability.

12. Commitments

Particulars	Rs. in crores	
	As at 30 June 2021	As at 31 March 2021
Capital commitments		
Estimated amount of contracts remaining to be executed on capital account and not provided for (net of advances)	13,352	10,493
Other commitments		
a) The Group has imported capital goods under the export promotion capital goods scheme to utilize the benefit of a zero or concessional customs duty rate. These benefits are subject to future exports. Such export obligations at period / year end aggregate to	15,021	20,728
b) The Group has given guaranteed to Commissioner of Customs in respect of goods imported	127	127
c) The Company has entered into a five-year Advance Payment and Supply Agreement ("APSA") agreement with Duferco S.A. ("DSA") for supply of Steel Products. Duferco S.A has provided an interest bearing advance amount of US \$700 million under this agreement, secured by committed export of steel products to Duferco S.A. Out of this US \$406 million is pending towards fulfilment.		



NOTES TO THE UNAUDITED CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS AS AT AND FOR THE THREE MONTHS ENDED 30 JUNE 2021

- d) In Mine Development and Production Agreement ("MDPA") signed with respect to four mine blocks in Odisha stipulates that the Company is required to fulfil certain minimum production quantities each year from commencement of mining lease. In the event the Company is unable to fulfil the required minimum production quantities, it would be liable to pay penalty, as prescribed in the MDPA, by appropriating the performance security given by the Company.

While determining the minimum production requirements of one of the mines for initial two years, Government of Odisha has erroneously considered production quantities of erstwhile lessee including quantities of dump rework, (which was not considered in the tender document of the said mine). Accordingly, the Company has requested amendment/correction in the production quantities considered in the MDPA to re-determine the minimum production required in the initial two years which is under consideration by the Government of Odisha.

Based on legal evaluation, the Company believes that MDPA would get rectified and after considering the dispatch quantities upto 30 June 2021, there would not be any shortfall in minimum commitment as required under MDPA. Accordingly, no provision has been recognised in financial statements as at 30 June 2021.

13. Dividend distribution

On 21 May 2021, the board of directors recommended a final dividend of Rs.6.50 (Rupees six and fifty paise only) per equity share of Rs.1 each to be paid to the shareholders for the financial year 2020-21, which was approved by the shareholders at the Annual General Meeting held on 21 July 2021. The dividend resulted in a cash outflow of on 23 July 2021 of Rs. 1,571 crores.

14. On 13 April 2021, JSW Steel Italy S.r.L, a wholly owned subsidiary of the Company completed the acquisition of remaining 840,840 equity shares, representing 30.73% equity share capital of GSI Luchini S.p.A. for a consideration of EUR 1 million. Consequent to this, GSI Luchini S.p.A. has become a wholly owned subsidiary of the Company.

15. The President has given his assent to the Code on Social Security, 2020 ("Code") in September 2020. On 13 November 2020 the Ministry of Labour and Employment released draft rules for the Code. However, the date on which the Code will come into effect has not been notified. The Group will assess the impact once the subject rules are notified and will give appropriate impact to its financial statements in the period in which the Code becomes effective.

16. During the previous year ended 31 March 2021, following acquisitions were undertaken by the Group:

- a. Pursuant to the Corporate Insolvency Resolution process under the Insolvency Bankruptcy Code, 2016 the Resolution Plan submitted by JSW Steel Coated Products Limited ("JSCPL"), a wholly owned subsidiary of the Company in respect of the corporate insolvency resolution process of Asian Color Coated Ispat Limited ("ACCIL") has been approved with certain modifications by the Hon'ble National Company Law Tribunal, New Delhi ("NCLT") on 19 October 2020.

JSCPL completed the acquisition of ACCIL through its wholly owned subsidiary Hasaud Steel Limited on 27 October 2020 by infusing Rs. 1,550 crores as per approved resolution plan.

- b. The Company entered into an assignment agreement on 31 March 2021 with Laptev Finance Private Limited (Laptev), a JSW Group company whereby Laptev assigned to the Company all rights and obligations of Laptev under the Business Transfer Agreement with Welspun Corp Limited (Welspun).

In accordance with the Business Transfer Agreement, the Company acquired from Welspun, the business of manufacturing of high-grade steel plates and coils (PCMD Business) as a going concern on slump sale by Welspun, for a consideration of Rs.848.50 crores subject to closing adjustments towards net working capital. As a part of the transaction, the Company also purchased a parcel of land pertaining to PCMD Business from Welspun Steel Limited for Rs.1.50 crores.



JSW STEEL LIMITED

NOTES TO THE UNAUDITED CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS AS AT AND FOR THE THREE MONTHS ENDED 30 JUNE 2021

- c. Pursuant to the Corporate Insolvency Resolution Process under the Insolvency and Bankruptcy Code, 2016, the Resolution Plan submitted by the Company for Bhushan Power and Steel Limited ('BPSL') was approved by the Hon'ble National Company Law Tribunal (NCLT) vide order dated 5 September 2019 and subsequently an appeal preferred by the Company has been allowed by the Hon'ble National Company Law Appellate Tribunal ('NCLAT') vide its order dated 17 February 2020. The erstwhile promoters of BPSL, certain operational creditors and the Directorate of Enforcement ('ED') preferred an appeal before the Hon'ble Supreme Court against the NCLAT Order, which are pending for adjudication.

On 26 March 2021 the Company completed the acquisition of BPSL by implementing the resolution plan approved by NCLT basis an agreement entered with BPSL's committee of creditors that provides an option/right to the Company to unwind the transaction in case of unfavourable ruling on certain specified matters by Hon'ble Supreme Court.

On Implementation of Resolution Plan, the Company has also entered an arrangement with JSW Shipping & Logistics Private Limited ('JSLPL') through which the Company and JSLPL holds equity of Piombino Steel Limited ('PSL') in the ratio of 49% and 51% respectively giving joint control of PSL to the Company and JSLPL.

The Company has accounted its investment in PSL by applying equity method of accounting in accordance with Ind-AS 28 'Investments in Associates and Joint Ventures' wherein purchase consideration has been allocated on a provisional basis in accordance with Ind-AS 103 'Business Combinations' pending final determination of fair value of the acquired assets and liabilities. Accordingly, the Company has recognised its share of capital reserve amounting to Rs. 1,552 crores as at 31 March 2021 based on unaudited financial statements of PSL/BPSL. Further, a true-up adjustment of Rs.113 crores has been made to capital reserve as at June 30, 2021 based on audited financial statements of PSL/BPSL.

The Company has recognized Rs. 315 crores as its share of profit from investment in PSL for the quarter ended 30 June 2021 and figures for the comparative quarters are not comparable as control over PSL was acquired on 26 March 2021.

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


17. Previous year / period figures have been regrouped or reclassified wherever necessary.

As per our report of even date

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: 4 August 2021

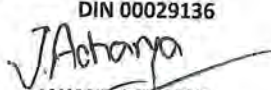


For on behalf of the Board of Directors


RAJEEV PAI
Chief Financial Officer


LANCY VARGHESE
Company Secretary
ICSI Membership No. FCS 9407
Place: Mumbai
Date: 4 August 2021


SESHAGIRI RAO M.V.S.
Jt. Managing Director & Group CFO
DIN 00029136


JAYANT ACHARYA
Director (Commercial & Marketing)
DIN 00106543

