



JSWSL: SECT: MUM: SE:2023-24
December 8, 2023

To,

1. National Stock Exchange of India Ltd. Exchange Plaza Plot No. C/1, G Block Bandra – Kurla Complex, Bandra (E), Mumbai – 400 051 Ref: Company Code: JSWSTEEL Kind Attn.: Listing Department	2. BSE Limited Corporate Relationship Dept. Phiroze Jeejeebhoy Towers Dalal Street, Mumbai – 400 001. Ref: Company Code No.500228. Kind Attn: Listing Department
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Sub: Intimation under Regulations 30 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015 ("SEBI Listing Regulations").

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 around 30 year's tenor (with mandatory tender for purchase at the end of around 5 years with the option to remarket the Bonds, with any supplement, update or amendment thereof) 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**") expects to issue its Economic Development Revenue Bonds (JSW Steel USA Ohio, Inc. Project), Series 2023 in the aggregate principal amount of \$145,000,000¹ (the "**Bonds**") on or about December 20, 2023, the proceeds of which will be utilised for extending a loan (the "**Loan**") to JSW Ohio to be used for the purposes described below. 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 Bonds are subject to mandatory tender for purchase on December 1, 2028 as described in the preliminary limited offering memorandum dated the date hereof (the "**Offer Document**") with the option to remarket the Bonds, with any supplement, update or amendment thereof. In connection with the issuance and sale of the Bonds, the Company has agreed to 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 (a) (i) financing, in whole or in part, the cost of the acquisition, construction, equipping, and installation of a vacuum tank degasser and improvements to a continuous slab casting machine including dynamic soft reduction technology and (ii) other initiatives to be implemented by JSW Ohio such as Caster upgrades, Auxiliary Systems, infrastructure improvements and certain ancillary equipment in order to provide for improvements in slab quality and slab production capabilities, including the



JSW Steel Limited

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Bandra Kurla Complex,
Bandra (East), Mumbai - 400 051
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ability to produce thicker slabs at its site located in Mingo Junction, Ohio, (b) funding capitalized interest and (c) paying certain costs of issuing the Bonds.

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 December 7, 2023 (US time) to discuss the issuance of the Bonds and the potential terms thereof.

The 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.

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 six month's period ended September 30, 2023, as attached.

This is for your information and records.

Thanking you,

Yours faithfully,
For **JSW Steel Limited,**

Lancy Varghese
Company Secretary



Part of O. P. Jindal Group



**UNAUDITED CONDENSED
CONSOLIDATED INTERIM
FINANCIAL STATEMENTS
30 September 2023**



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") its associate and its joint ventures, which comprises the Unaudited Condensed Consolidated Interim Balance Sheet as at September 30, 2023, 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 six 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, associate 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:
 - 6 subsidiaries, whose unaudited condensed interim financial statements / financial information include total assets of Rs 52,160 crores as at September 30, 2023 and total revenues of Rs 30,599 crores, total net profit after tax of Rs 909 crores, total comprehensive income of Rs 1,111 crores and net cash outflow of Rs 564 crores for the six months period ended September 30, 2023, as considered in the Unaudited Condensed Consolidated Interim Financial Statements which 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 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:
 - 23 subsidiaries, whose unaudited condensed interim financial statements / financial information include total assets of Rs 4,982 crores as at September 30, 2023 and total revenues of Rs 459 crores, total net loss after tax of Rs 52 crores, total comprehensive loss of Rs 54 crores and net cash inflow of Rs 5 crores for the six months period ended September 30, 2023, as considered in the Unaudited Condensed Consolidated Interim Financial Statements which have not been reviewed by their respective independent auditors.
 - 1 associate and 11 joint ventures, whose unaudited condensed interim financial information include the Group's share of net loss of Rs 49 crores and Group's share of total comprehensive loss of Rs 49 crores for the six months period ended September 30, 2023, 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, associate 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.
5. The comparative period Unaudited Condensed Consolidated Interim Financial Statements for the period ended September 30, 2022 were adopted by the Company on October 21, 2022 which were not subject to an audit or a review. For the period ended September 30, 2022 we had performed a review of the Unaudited Consolidated Financial Results of the Company, under Regulation 33 and 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended and had issued an unmodified conclusion on those results on October 21, 2022.

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


per Vikram Mehta
Partner
Membership Number: 105938
UDIN: 23105938BGXGLK3060



Place of Signature: Mumbai
Date: December 6, 2023

JSW STEEL LIMITED

UNAUDITED CONDENSED CONSOLIDATED INTERIM BALANCE SHEET AS AT 30 SEPTEMBER 2023

	Notes	Rs. in crores	
		As at 30 September 2023	As at 31 March 2023
I ASSETS			
(1) Non-current assets			
(a) Property, plant and equipment	3	102,122	97,699
(b) Capital work-in-progress		28,379	21,921
(c) Investment property		85	86
(d) Right-of-use assets		3,579	4,699
(e) Goodwill		564	128
(f) Other intangible assets		1,937	1,840
(g) Intangible assets under development		493	245
(h) Investments in joint ventures and associate		703	700
(i) Financial assets			
(i) Investments		5,450	4,101
(ii) Loans		-	130
(iii) Derivative assets		73	18
(iv) Other financial assets		5,776	4,799
(j) Current tax assets (net)		933	631
(k) Deferred tax assets (net)		363	539
(l) Other non-current assets		6,207	5,392
Total non-current assets		156,664	142,928
(2) Current assets			
(a) Inventories		33,842	33,135
(b) Financial assets			
(i) Investments		1,032	5
(ii) Trade receivables		7,187	7,134
(iii) Cash and cash equivalents		5,537	15,424
(iv) Bank balances other than (iii) above		4,532	5,290
(v) Loans		124	717
(vi) Derivative assets		638	460
(vii) Other financial assets		1,354	1,701
(c) Current tax assets (net)		3	3
(d) Other current assets		5,023	4,277
(e) Assets classified as held for sale		2	4
Total current assets		59,274	68,150
TOTAL - ASSETS		215,938	211,078
II EQUITY AND LIABILITIES			
(1) Equity			
(a) Equity share capital		305	301
(b) Other equity		73,653	65,394
Equity attributable to owners of the Company		73,958	65,695
Non-controlling interests		1,441	1,344
Total equity		75,399	67,039



JSW STEEL LIMITED

UNAUDITED CONDENSED CONSOLIDATED INTERIM BALANCE SHEET AS AT 30 SEPTEMBER 2023 (Continued)

	Notes	As at 30 September 2023	As at 31 March 2023
Rs. in crores			
Liabilities			
(2) Non-current liabilities			
(a) Financial liabilities			
(i) Borrowings	4 (a)	57,256	61,966
(ia) Lease liabilities		1,699	1,594
(ii) Derivative liabilities		16	15
(iii) Other financial liabilities		1,512	1,131
(b) Provisions		1,445	1,395
(c) Deferred tax liabilities (net)		9,235	7,936
(d) Other non-current liabilities		50	39
Total non-current liabilities		71,213	74,076
(3) Current liabilities			
(a) Financial liabilities			
(i) Borrowings	4 (b)	22,664	16,876
(ia) Lease liabilities		255	417
(ii) Trade payables			
a) Total outstanding, dues of micro and small enterprises		678	436
b) Total outstanding, dues of creditors other than micro and small enterprises		31,650	37,767
(iii) Derivative liabilities		122	405
(iv) Other financial liabilities		7,823	7,976
(b) Provisions		295	280
(c) Other current liabilities		5,266	4,457
(d) Current tax liabilities (net)		573	1,349
Total current liabilities		69,326	69,963
Total liabilities		140,539	144,039
TOTAL – EQUITY AND LIABILITIES		215,938	211,078


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: 6 December 2023




for and on behalf of the Board of Directors
RAJEEV PAI
Chief Financial Officer


LANCY VARGHESE
Company Secretary
ICSI Membership No. FCS 9407

Place: Mumbai
Date: 6 December 2023


JAYANT ACHARYA
Jt. Managing Director & CEO
DIN 00029136


GAJRAJ SINGH RATHORE
Director & Chief Operating officer
DIN 01042232



JSW STEEL LIMITED

UNAUDITED CONDENSED CONSOLIDATED INTERIM STATEMENT OF PROFIT AND LOSS FOR THE SIX MONTHS ENDED 30 SEPTEMBER 2023

		Rs. in crores	
		For the six months ended	
	Notes	30 September 2023	30 September 2022
I	Revenue from operations	86,797	79,864
II	Other income	568	377
III	Total income (I + II)	87,365	80,241
IV	Expenses		
	Cost of materials consumed	44,766	49,354
	Purchases of stock-in-trade	455	831
	Changes in Inventories of finished goods, work-in-progress and stock-in-trade	514	(2,842)
	Mining premium and royalties	4,738	2,943
	Employee benefits expense	2,258	1,889
	Finance costs	4,047	2,945
	Depreciation and amortisation expense	3,919	3,583
	Other expenses	19,134	21,628
	Total expenses	79,831	80,331
V	Profit / (loss) before share of profit / (loss) from joint ventures (net) and tax (III-IV)	7,534	(90)
VI	Share of profit / (loss) from joint ventures and associate (net)	(58)	(73)
VII	Profit / (loss) before tax and exceptional items (V+VI)	7,476	(163)
VIII	Exceptional items	(589)	(591)
IX	Profit before tax (VII-VIII)	8,065	428
X	Tax expense:		
	Current tax	1,507	435
	Deferred tax	462	69
	Tax impact of earlier years	895	-
	Total tax expenses	2,864	504
XI	Profit / (loss) for the period (IX-X)	5,201	(76)



JSW STEEL LIMITED

UNAUDITED CONDENSED CONSOLIDATED INTERIM STATEMENT OF PROFIT AND LOSS FOR THE SIX MONTHS ENDED 30 SEPTEMBER 2023 (Continued)

		Rs. in crores	
		For the six months ended	
	Notes	30 September 2023	30 September 2022
XII	Other comprehensive income / (loss)		
A	(i) Items that will not be reclassified to profit or loss		
	a) Re-measurements of defined benefit plans	(1)	(45)
	b) Equity instruments through other comprehensive income	1,997	(19)
	(ii) Income tax relating to items that will not be reclassified to profit or loss	15 (233)	17
	Total (A)	1,763	(47)
B	(i) Items that will be reclassified to profit or loss		
	a) The effective portion of gain / (loss) on hedging instruments	(104)	(589)
	b) Foreign currency translation reserve (FCTR)	(68)	(865)
	(ii) Income tax relating to items that will be reclassified to profit or loss	15 (44)	200
	Total (B)	(216)	(1,254)
	Total other comprehensive income/(loss) (A+B)	1,547	(1,301)
XIII	Total comprehensive income/(loss) (XI+XII)	6,748	(1,377)
Total Profit /(loss) for the period attributable to:			
	- Owners of the Company	5,098	(10)
	- Non-controlling interests	103	(66)
		5,201	(76)
Other comprehensive income/(loss) for the period attributable to:			
	- Owners of the Company	1,553	(1,249)
	- Non-controlling interests	(6)	(52)
		1,547	(1,301)
Total comprehensive income/(loss) for the period attributable to:			
	- Owners of the Company	6,651	(1,259)
	- Non-controlling interests	97	(118)
		6,748	(1,377)
XII	Earnings per equity share of Re.1 each (not annualized)	6	
	Basic (in Rs.)	21.11	(0.05)
	Diluted (in Rs.)	21.00	(0.05)

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: 6 December 2023



For and on behalf of the Board of Directors

RAJEEV PAI
Chief Financial Officer

LANCY VARGHESE
Company Secretary
ICSI Membership No. FCS 9407

Place: Mumbai
Date: 6 December 2023

JAYANT ACHARYA
Jt. Managing Director & CEO
DIN 00020136

GAJRAJ SINGH RATHORE
Director & Chief Operating officer
DIN 01042232



JSW STEEL LIMITED

UNAUDITED CONDENSED CONSOLIDATED INTERIM STATEMENT OF CHANGES IN EQUITY FOR THE SIX MONTHS ENDED 30 SEPTEMBER 2023

A. Equity share capital

For the six months ended 30 September 2022

As at 1 April 2022	Movement during the period	Rs. In crores As at 30 September 2022
301	@	301

@ - Rs. 0.22 crores

For the six months ended 30 September 2023

As at 1 April 2023	Movement during the period	Rs. In crores As at 30 September 2023
301	4	305



JSW STEEL LIMITED

UNAUDITED CONDENSED CONSOLIDATED INTERIM STATEMENT OF CHANGES IN EQUITY FOR THE SIX MONTHS ENDED 30 SEPTEMBER 2023 (Continued)

B. Other equity
For the six months ended 30 September 2022

	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 2022	3,585	5,417	774	42,615	241	10,009	2,742	(942)	2,754	(199)	66,696	1,238	68,234
Loss for the period	-	-	-	(10)	-	-	-	-	-	-	(10)	(66)	(76)
Other comprehensive income / (loss) for the period, net of income tax	-	-	-	(30)	-	-	-	(813)	(17)	(389)	(1,249)	(52)	(1,301)
Dividend	-	-	-	(4,194)	-	-	-	-	-	-	(4,194)	-	(4,194)
Impact of ESOP trust consolidation	-	-	-	52	-	-	-	-	-	-	52	-	52
Recognition of share based payments	-	-	-	-	112	-	-	-	-	-	112	-	112
Disposal of subsidiary (refer note 19)	-	-	-	-	-	-	-	-	-	-	-	165	165
Transfer between reserves	-	-	-	-	(33)	33	-	-	-	-	-	-	-
Others	-	-	-	(1)	-	-	-	-	-	-	(1)	3	2
Balance as at 30 September 2022	3,585	5,417	774	38,432	320	10,042	2,742	(1,755)	2,737	(588)	61,706	1,288	62,994



JSW STEEL LIMITED

UNAUDITED CONDENSED CONSOLIDATED INTERIM STATEMENT OF CHANGES IN EQUITY FOR THE SIX MONTHS ENDED 30 SEPTEMBER 2023 (Continued)

For the six months ended 30 September 2023

	Reserves and surplus							Other comprehensive income / (loss)				Rs. in crores		
	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	Non-controlling interest (NCI)	Total	
Balance as at 1 April 2023	3,585	5,417	774	42,627	408	10,061	2,742	(1,915)	2,198	(503)	65,394	1,344	66,738	
Profit for the period	-	-	-	5,098	-	-	-	-	-	-	5,098	103	5,201	
Other comprehensive income / (loss) for the period, net of income tax	-	-	-	(2)	-	-	-	(62)	1,765	(148)	1,553	(6)	1,547	
Dividend	-	-	-	(822)	-	-	-	-	-	-	(822)	-	(822)	
Impact of ESOP trust consolidation	-	-	-	21	-	-	-	-	-	-	21	-	21	
Recognition of share based payments	-	-	-	-	107	-	-	-	-	-	107	-	107	
Acquisition of business (refer note 14)	-	2,303	-	-	-	-	-	-	-	-	2,303	-	2,303	



JSW STEEL LIMITED

UNAUDITED CONDENSED CONSOLIDATED INTERIM STATEMENT OF CHANGES IN EQUITY FOR THE SIX MONTHS ENDED 30 SEPTEMBER 2023 (Continued)

For the six months ended 30 September 2023 (continued)

	Reserves and surplus					Other comprehensive income / (loss)			Attributable to owners of the parent	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
Transfer between reserves	-	-	-	-	(26)	26	-	-	-	-	-	
Others	-	-	-	(1)	-	-	-	-	-	-	(1)	
Balance as at 30 September 2023	3,585	7,720	774	46,921	489	10,087	2,742	(1,977)	3,963	(651)	73,653	
											1,441	75,094

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: 6 December 2023

Rajeev Pai

RAJEEV PAI
Chief Financial Officer

Lancy Varghese

LANCY VARGHESE
Company Secretary
ICSI Membership No. FCS 9407
Place: Mumbai
Date: 6 December 2023

For and on behalf of the Board of Directors

J. Arora
JAYAKRISHNACHARYA
Jt. Managing Director & CEO
DIN 00029136

Gauraj Singh Rathore
GAURAJ SINGH RATHORE
Director & Chief Operating officer
DIN 01042232



JSW STEEL LIMITED
UNAUDITED CONDENSED CONSOLIDATED INTERIM STATEMENT OF CASH FLOWS FOR THE SIX MONTHS ENDED 30 SEPTEMBER 2023

	Rs. in crores	
	For the six months ended	
	30 September 2023	30 September 2022
A. Cash flow from operating activities		
Profit before tax	8,065	428
Adjustments for:		
Depreciation and amortization expenses	3,919	3,583
Loss on sale of property, plant & equipment (net)	26	@
Gain on sale of financial investments designated as Fair value through profit & loss account ('FVTPL')	(27)	@
Export obligation deferred income amortization	(66)	(39)
Interest income	(430)	(273)
Dividend income	(20)	(20)
Interest expense	3,990	2,850
Unrealised exchange (gain) / loss (net)	(96)	946
Gain on financial instruments designated as FVTPL	(4)	(3)
Unwinding of interest on financial assets carried at amortised cost	(38)	(50)
Share based payment expense	107	112
Share of (profit) / loss of joint ventures and associate (net)	58	73
Fair value loss on financial instruments designated as FVTPL	1	-
Allowance for doubtful receivable and advances	2	5
Exceptional items (refer note 13)	(589)	(591)
	6,833	6,593
Operating profit before working capital changes	14,898	7,021
Adjustments for :		
Decrease in inventories	689	1,335
Decrease in trade receivables	206	594
(Increase) in other assets	(1,914)	(1,942)
(Decrease) in trade payable and other liabilities	(8,339)	(431)
(Decrease) in provisions	(9)	(162)
	(9,367)	(606)
Cash flow from operations	5,531	6,415
Income taxes paid (net of refund received)	(1,326)	(293)
Net cash flow generated from operating activities (A)	4,205	6,122
B. Cash flow from investing activities		
Purchase of property, plant and equipment, intangibles assets (including under development and capital advances)	(7,874)	(5,894)
Refund of capital advance	-	260
Proceeds from sale of property, plant and equipment and intangibles assets	200	24
Proceeds from sale of Investment property	-	10
Cashflow on acquisition/disposal of a subsidiary (net)	(630)	@
Investment in joint ventures and associate	(32)	(136)
Equity investment in other related parties / others	(100)	(100)
Purchase of current investments	(1,000)	-
Sale of current investments	@	4
Bank deposits not considered as cash and cash equivalents (net)	945	4,076
Interest received	533	256
Dividend received	20	20
Net cash flow used in investing activities (B)	(7,938)	(1,480)



JSW STEEL LIMITED

UNAUDITED CONDENSED CONSOLIDATED INTERIM STATEMENT OF CASH FLOWS FOR THE SIX MONTHS ENDED 30 SEPTEMBER 2023 (Continued)

	Rs. in crores	
	For the six months ended	
	30 September 2023	30 September 2022
C. Cash flow from financing activities		
Proceeds of sale of treasury shares	19	35
Proceeds from non-current borrowings	4,239	10,392
Repayment of non-current borrowings	(5,166)	(7,419)
Proceeds from / (repayment) of current borrowings (net)	(365)	(11)
Repayment of lease liabilities	(111)	(256)
Interest paid	(4,126)	(3,198)
Dividend paid	(822)	(4,194)
Net cash flow used in financing activities (C)	(6,332)	(4,651)
Net decrease in cash and cash equivalents(A+B+C)	(10,065)	(9)
Cash and cash equivalents at the beginning of period	15,424	8,808
Add: Translation adjustment in cash and cash equivalents	@	(13)
Add: Cash and cash equivalents pursuant to business combinations (refer note 14)	178	-
Less: Cash and cash equivalents upon loss of control of subsidiaries	-	@
Cash and cash equivalents at the end of period	5,537	8,786

@ - 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: 6 December 2023



RAJEEV PAI
Chief Financial Officer

LANCY VARGHESE
Company Secretary
ICSI Membership No. FCS 9407
Place: Mumbai
Date: 6 December 2023

For on behalf of the Board of Directors

JAYANT ACHARYA
Jt. Managing Director & CEO
DIN 00029136

GAJRAJ SINGH RATHORE
Director & Chief Operating officer
DIN 01042232



JSW STEEL LIMITED

NOTES TO THE UNAUDITED CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS AS AT AND FOR THE SIX MONTHS ENDED 30 SEPTEMBER 2023

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 and also in the United States of America and Italy. The Group also has a Plate and Coil mill Division in Anjar, Gujarat. The Group has entered into long term lease arrangements of iron ore mines located at Odisha and Karnataka. The Company acquired Raigarh works in Chattisgarh pursuant to Scheme of Amalgamation.

The Company has also signed Coal Mine Development and Production Agreement (CMDPA) for three coal mines. Sitanala coking coal block, Parbatpur Central coking coal block in Jharkhand and Banai & Bhalumuda coal block in Chhattisgarh.

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 – 400 051.

2. Material 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 September 2023, 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 six months ended 30 September 2023, and other explanatory information (together hereinafter referred to as "Unaudited Condensed Consolidated Interim Financial Statements" or "financial statements").

The comparative period Unaudited Condensed Consolidated Interim Financial Statements and Unaudited Consolidated Financial Results were adopted by the Board of Directors of the Company on 21 October 2022.

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.



JSW STEEL LIMITED

NOTES TO THE UNAUDITED CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS AS AT AND FOR THE SIX MONTHS ENDED 30 SEPTEMBER 2023

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 2023.

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 2023.

No reportable subsequent event has occurred till the date of issue of these financial statements except as disclosed in the financial statements.

III. Standard Issued and Effective

Ministry of Corporate Affairs ("MCA") notifies new standard or amendments to the existing standards under Companies (Indian Accounting Standards) Rules as issued from time to time. On 31 March 2023, MCA amended the Companies (Indian Accounting Standards) Amendment Rules, 2023, applicable from 1 April 2023, as below:

- (i) Ind AS 1 – Disclosure of material accounting policies: The amendments related to shifting of disclosure of erstwhile "significant accounting policies" to "material accounting policies" in the notes to the financial statements requiring companies to reframe their accounting policies to make them more entity specific. This amendment aligns with the "material" concept already required under International Financial Reporting Standards (IFRS). There is no significant impact on the Group.
- (ii) Ind AS 8 – Definition of accounting estimates: The amendments will help entities to distinguish between accounting policies and accounting estimates. The definition of a "change in accounting estimates" has been replaced with a definition of "accounting estimates." Under the new definition, accounting estimates are "monetary amounts in financial statements that are subject to measurement uncertainty." Entities develop accounting estimates if accounting policies require items in financial statements to be measured in a way that involves measurement uncertainty. There is no significant impact on the Group.
- (iii) Ind AS 12 – Income Taxes: The amendments narrowed the scope of the recognition exemption in paragraphs 15 and 24 of Ind AS 12. At the date of transition to Ind ASs, a first-time adopter shall recognise a deferred tax asset to the extent that it is probable that taxable profit will be available against which the deductible temporary difference can be utilised. Similarly, a deferred tax liability for all deductible and taxable temporary differences associated with: a) right-of-use assets and lease liabilities. b) decommissioning, restoration and similar liabilities and the corresponding amounts recognised as part of the cost of the related asset. Therefore, if a company has not yet recognised deferred tax on right-of-use assets and lease liabilities or has recognised deferred tax on net basis, the same need to recognise on gross basis based on the carrying amount of right-of-use assets and lease liabilities. There is no significant impact on the Group.
- (iv) Ind AS 103 – Common control Business Combination: The amendments modify the disclosure requirement for business combination under common control in the first financial statement following the business combination. It requires to disclose the date on which the transferee obtains control of the transferor. There is no significant impact on the Group.

IV. 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.



JSW STEEL LIMITED

NOTES TO THE UNAUDITED CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS AS AT AND FOR THE SIX MONTHS ENDED 30 SEPTEMBER 2023

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 2023 other than the following:

1. Taxes

Pursuant to the announcement of the changes in the corporate tax regime, the Companies have an option to either opt for the new tax regime or continue to pay taxes as per the old tax regime together with the other benefits available to the Companies including utilisation of the MAT credit. During the period ended 30 September 2023, the Company has elected to exercise the option permitted under Section 115BAA of the Income Tax Act, 1961 (ie. the new tax regime) to pay corporate income tax at 22% plus surcharge and cess (aggregating to tax rate of 25.17%) for the year ended 31 March 2023.

In accordance with IND AS 12 - Income Taxes, deferred tax assets and liabilities are required to be measured at the tax rates that are expected to apply to the year when the asset is realised or the liability is settled, based on tax rates (and tax laws) that have been enacted or substantively enacted at the reporting date. Accordingly, the Company has measured its current tax and deferred tax charge for the six months ended 30 September 2023 basis the new tax regime and recognised a non-cash tax charge mainly representing write off of MAT credit not availed and change in tax rate on deferred tax asset of the Company. (refer note 15).

Because of the above, the estimation uncertainty as given in annual financial statements for the year ended 31 March 2023 is no longer applicable.

2. Critical accounting judgements with respect to Joint control over JSW Ispat Special Products Limited (Formerly known as 'Monnet Ispat and Energy Limited') is valid till 31 July 2023 i.e. the effective date of merger (refer note 14).



JSW STEEL LIMITED

NOTES TO THE UNAUDITED CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS AS AT AND FOR THE SIX MONTHS ENDED 30 SEPTEMBER 2023

3. 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 2023	3,783	16,610	110,246	201	214	203	101	131,358
Additions	39	472	3,013	38	8	29	-	3,599
Acquired pursuant to business combinations (refer note 14)	213	548	3,768	2	8	3	-	4,542
Deductions	9	4	501	-	6	-	-	520
Other adjustments (refer note below)	-	-	2	-	-	-	-	2
Translation reserve	(3)	11	80	@	@	@	3	91
At 30 September 2023	4,023	17,737	116,608	241	224	235	104	139,072
Accumulated depreciation and impairment								
At 1 April 2023	11	3,488	29,829	113	104	113	1	33,659
Depreciation expense	-	343	3,359	10	7	14	-	3,737
Disposals	7	4	475	-	4	-	-	490
Translation reserve	@	4	39	@	@	@	1	44
At 30 September 2023	4	3,831	32,752	123	107	127	2	36,950
Net book value								
At 30 September 2023	4,019	13,806	83,856	118	117	108	102	102,122
At 31 March 2023	3,772	13,122	80,417	88	110	90	100	97,699

@ - 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 SIX MONTHS ENDED 30 SEPTEMBER 2023

4. Borrowings

a) Long term borrowings

Particulars	Rs. in crores	
	As at 30 September 2023	As at 31 March 2023
Borrowings – non-current	57,256	61,966
Current maturities of long term borrowings (grouped under Short term borrowings)	19,219	13,109
	76,475	75,075

Movement in borrowings during the six months ended 30 September 2023

Particulars	Foreign currency bonds	Debentures	Term loans (Rupee)	Term loans (FCTL)	Other loans (FCTL)	Sales tax deferral loan	Acceptance for capital projects	Preference shares	Fair value adjustment on interest rate swap	Upfront Fees (On RTL)	Upfront Fees (On FCTL)	Total borrowings
Opening balance as on 1 April, 2023	22,196	11,715	20,741	19,866	82	671	250	33	(13)	(91)	(375)	75,075
Add: Acquired pursuant to business combination (refer note 14)	-	-	2,214 *	-	-	-	-	-	-	(14)	-	2,200
Add: Disbursements	-	-	-	-	-	-	-	-	-	-	-	-
Secured - rupee term loan	-	-	351	-	-	-	-	-	-	-	-	351
Secured - foreign term loan	-	-	-	88	-	-	-	-	-	-	-	88
Unsecured - foreign term loan	-	-	-	3,478 *	-	-	-	-	-	-	-	3,478
Sales tax deferral	-	-	-	-	-	322	-	-	-	-	-	322
Others	-	-	-	-	-	-	-	-	-	(1)	(73)	(74)
	-	-	351	3,566	-	322	-	-	-	(1)	(73)	4,165
Less: Redemption/Repayments	-	-	-	-	-	-	-	-	-	-	-	-
Unsecured non-convertible debentures	-	1,000	-	-	-	-	-	-	-	-	-	1,000
Secured - rupee term loans	-	-	1,636	-	-	-	-	-	-	-	-	1,636
Secured - foreign currency loan	-	-	-	1,878	-	-	-	-	-	-	-	1,878
Unsecured foreign currency loan	-	-	-	604	-	-	-	-	-	-	-	604
Unsecured Acceptance for Capital Projects more than 1 year	-	-	-	-	-	-	48	-	-	-	-	48
Sales tax deferral loan	-	-	-	-	-	@	-	-	-	-	-	@
Total	214	1,000	1,636	2,482	1	48	1	1	@	22	98	5,166
Add: Other movements	-	-	-	60	-	(196)	-	-	-	-	-	201
Total borrowings as on 30 September 2023	22,410	10,715	21,670	21,010	83	797	203	34	(13)	(84)	(350)	76,475

@ - less than Rs. 0.50 crores

Note:

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

Details of securities and terms of repayment of material additions to borrowings:

* Includes term loan of Rs. 2,072 crores, subsumed on account of merger (refer note 14), which is repayable in quarterly instalments ending in November 2024.

* Includes unsecured foreign currency External Commercial Borrowing of JPY 47.6 mio (Rs. 2,732 Crores), which is repayable in June 2028.



JSW STEEL LIMITED

NOTES TO THE UNAUDITED CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS AS AT AND FOR THE SIX MONTHS ENDED 30 SEPTEMBER 2023

b) Short term borrowings

Particulars	Rs. in crores	
	As at 30 September 2023	As at 31 March 2023
Loan repayable on demand		
Working capital loans from banks (secured)		
Rupee loans	6	-
Foreign currency loans	1,317	1,955
Foreign currency loans from banks (unsecured)	27	-
Acceptances relating to capital projects (unsecured)	2,095	1,812
Current maturities of long term borrowings (refer note – 4a)	19,219	13,109
Total	22,664	16,876

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 six months ended	
	30 September 2023	30 September 2022
Revenue from contracts with customer - Sale of products	85,605	78,622
Other operating revenue	1,192	1,242
Total revenue from operations	86,797	79,864
Timing of revenue recognition		
At a point in time	86,797	79,864

Contract Balances

Particulars	Rs. in crores	
	As at	
	30 September 2023	31 March 2023
Trade receivables	7,187	7,134
Contract liabilities		
Advance from customers	1,875	2,339

Product wise turnover

Particulars	Rs. in crores	
	For the six months ended	
	30 September 2023	30 September 2022
MS slabs	858	750
Hot rolled coils/steel plates/sheets	29,853	28,456
Galvanised coils/sheets	11,237	9,111
Color Coated Galvanised coils/sheets	8,330	6,804
Cold rolled coils/sheets	9,520	9,308
Steel billets & blooms	2,760	2,023
Long rolled products	12,848	13,031
Plates and pipes	4,943	4,820
Iron ore	1,230	379
Others	4,026	3,940
Total	85,605	78,622



JSW STEEL LIMITED

NOTES TO THE UNAUDITED CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS AS AT AND FOR THE SIX MONTHS ENDED 30 SEPTEMBER 2023

6. Earnings per share

Particulars	For the six months ended	
	30 September 2023	30 September 2022
Profit / (loss) attributable to equity shareholders (A) (Rs. in crores)	5,098	(10)
Weighted average number of equity shares for basic EPS (B)	2,414,436,615	2,401,304,169
Effect of dilution :		
Weighted average number of treasury shares held through ESOP trust	12,195,000	15,916,271
Weighted average number of equity shares adjusted for the effect of dilution (C)	2,426,631,615	2,417,220,440
Earnings per share of Re. 1 each (not annualised)		
Basic (Rs.)	(A / B)	(0.05)
Diluted (Rs.)	(A / C)	(0.05)

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 six months ended					
	30 September 2023			30 September 2022		
	Within India	Outside India	Total	Within India	Outside India	Total
Revenue from operations	69,284	17,513	86,797	63,697	16,167	79,864

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

b) Non-current assets

Particulars	Rs. in crores					
	As at 30 September 2023			As at 31 March 2023		
	Within India	Outside India	Total	Within India	Outside India	Total
(a) Property, plant and equipment	96,287	5,835	102,122	91,695	6,004	97,699
(b) Capital work-in-progress	27,332	1,047	28,379	21,098	823	21,921
(c) Investment property	26	59	85	27	59	86
(d) Right-of-use assets	3,544	35	3,579	4,661	38	4,699
(e) Goodwill	447	117	564	12	116	128
(f) Other intangible assets	1,908	29	1,937	1,811	29	1,840
(g) Intangible assets under development	488	5	493	239	6	245
(h) Investment in joint ventures	703	-	703	700	-	700
(i) Other non-current assets	6,092	115	6,207	5,249	143	5,392
Subtotal	136,827	7,242	144,069	125,492	7,218	132,710
(j) Current tax assets (net)			933			631
(k) Deferred tax assets			363			539
(l) Financial assets			11,299			9,048
Total non-current assets			156,664			142,928

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



JSW STEEL LIMITED

NOTES TO THE UNAUDITED CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS AS AT AND FOR THE SIX MONTHS ENDED 30 SEPTEMBER 2023

8. Categories of financial instruments

As at 30 September 2023

Particulars	Rs. in crores					
	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	124	-	-	-	124	124
Other financial assets	7,130	-	-	-	7,130	7,130
Trade receivables	7,187	-	-	-	7,187	7,187
Cash and cash equivalents	5,537	-	-	-	5,537	5,537
Bank balances other than cash and cash equivalents	4,532	-	-	-	4,532	4,532
Derivative assets	-	-	365	346	711	711
Investments	17	5,372	1,093	-	6,482	6,482
Total financial assets	24,527	5,372	1,458	346	31,703	31,703
Financial liabilities						
Long-term borrowings	57,256	-	-	-	57,256	56,408
Lease liabilities	1,954	-	-	-	1,954	2,123
Short-term borrowings	22,664	-	-	-	22,664	22,664
Trade payables	32,328	-	-	-	32,328	32,328
Derivative liabilities	-	-	52	86	138	138
Other financial liabilities	9,335	-	-	-	9,335	9,335
Total financial liabilities	123,537	-	52	86	123,675	122,996

As at 31 March 2023

Particulars	Rs. in crores					
	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	847	-	-	-	847	847
Other financial assets	6,500	-	-	-	6,500	6,500
Trade receivables	7,134	-	-	-	7,134	7,134
Cash and cash equivalents	15,424	-	-	-	15,424	15,424
Bank balances other than cash and cash equivalents	5,290	-	-	-	5,290	5,290
Derivative assets	-	-	358	120	478	478
Investments	768	3,274	64	-	4,106	4,106
Total financial assets	35,963	3,274	422	120	39,779	39,779
Financial liabilities						
Long-term borrowings	61,966	-	-	-	61,966	60,938
Lease liabilities	2,011	-	-	-	2,011	2,112
Short-term borrowings	16,876	-	-	-	16,876	16,876
Trade payables	38,203	-	-	-	38,203	38,203
Derivative liabilities	-	-	136	284	420	420
Other financial liabilities	9,107	-	-	-	9,107	9,107
Total financial liabilities	128,163	-	136	284	128,583	127,656



JSW STEEL LIMITED

NOTES TO THE UNAUDITED CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS AS AT AND FOR THE SIX MONTHS ENDED 30 SEPTEMBER 2023

9. Fair value hierarchy of financial instruments

Rs. in crores				
Particulars	As at 30 September 2023	As at 31 March 2023	Level	Valuation technique and key inputs
Quoted investments in the equity shares measured at FVTOCI	4,444	2,447	I	Quoted bid prices in an active market.
Quoted investments in the equity shares measured at FVTPL	1,032	5	I	Quoted bid prices in an active market.
Derivative assets	711	478	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	138	420	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	30	30	III	Net asset value of share arrived has been considered as fair value.
Unquoted investments in the equity shares measured at FVTOCI	844	744	III	Discounted cash flow - Future cash flows are based on projections discounted at a rate that reflects market risks 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	54	53	III	Cost is approximate estimate of fair value.
Non-current investments in unquoted Preference shares measured at FVTPL	65	63	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.

A significant part of the financial assets is classified as Level 1 and Level 2. The financial assets carried at fair value by the Company are mainly investments in equity instruments, debt securities and derivatives, accordingly, any material volatility is not expected.

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)
Investments in unquoted equity shares	DCF and CCM Method	Discounting Rate of 25%	0.50%	0.50% Increase (decrease) in the discount would decrease (increase) the fair value by Rs. 4 crores (Rs. 4 crores)
Investments in unquoted equity shares	NAV method	Cost is approximate estimate of fair value	-	No sensitivity in the fair value of the investments.



JSW STEEL LIMITED

NOTES TO THE UNAUDITED CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS AS AT AND FOR THE SIX MONTHS ENDED 30 SEPTEMBER 2023

Reconciliation of Level III fair value measurement:

Particulars	Rs. in crores
	As at 30 September 2023
Opening balance	890
Purchases / (sale) (net)	100
Gain / (loss) recognised in the Consolidated statement of Profit and Loss	2
Gain / (loss) recognised in the Consolidated other comprehensive income	1
Closing balance	993

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
JSW MI Chennai Steel Service Center Private Limited
Creixent Special Steels Limited (upto 30 July 2023)
JSW Ispat Special Products Limited (formerly known as Monnet Ispat & Energy Limited) (upto 30 July 2023)
JSW One Platforms Limited
JSW One Distribution Limited
JSW One Finance Limited (w.e.f. 13 April 2023)
NSL Green Steel Recycling Limited (with effect from 5 December 2022 and upto 21 September 2023) (formerly known as JSW NSL Green Steel Recycling Private Limited)
Ayena Innovations Private Limited (with effect from 10 March 2023)
MP Monnet Mining Company Limited (w.e.f. 31 July 2023)
Urtan North Mining Company Limited (w.e.f. 31 July 2023)

2) Associates

JSW Renewable Energy (Vijayanagar) Limited (w.e.f. 9 April 2022)

3) Key Management Personnel (KMP)

a) Non-Independent Executive Director

Mr. Sajjan Jindal
Mr. Seshagiri Rao M V S (upto 5 April 2023)
Dr. Vinod Nowal (upto 29 April 2022)
Mr. Jayant Acharya
Mr. Gajraj Rathore (w.e.f 19 May 2023)

b) Independent Non-Executive Director

Dr. M.R.Ravi, IAS - Nominee Director, KSIIDC



JSW STEEL LIMITED

NOTES TO THE UNAUDITED CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS AS AT AND FOR THE SIX MONTHS ENDED 30 SEPTEMBER 2023

Mr. Hiroyuki Ogawa - Nominee Director, JFE Steel Corporation
Dr. (Mrs.) Punita Kumar Sinha
Mr. Haigreve Khaitan
Mr. Seturaman Mahalingam
Mrs. Nirupama Rao
Mr. Harsh Charandas Mariwala
Ms. Fiona Jane Mary Paulus (with effect from 27 May 2022)
Mr. Marcel Fasswald (with effect from 21 October 2022)

- c) Mr. Rajeev Pai - Chief Financial Officer
d) Mr. Lancy Varghese - Company Secretary

4) Other Related Parties

JSW Energy Limited
JSW Energy (Barmer) Limited
JSW Power Trading Company Limited
JSW Hydro Energy Limited
JSW Energy (Kutehr) Limited
JSW Future Energy Limited
JSW Renewable Energy (Vijayanagar) Limited (upto 8 April 2022)
JSW Renew Energy Limited
JSW Neo Energy Limited
Jindal Stainless Limited
Jindal Stainless (Hisar) Limited
Jindal Stainless Steelway Limited
Jindal Saw Limited
JITF Urban Infrastructure Limited
JITF Commodity Tradex Limited
Jindal Urban Waste Management (Visakhapatnam) Limited
Jindal Urban Waste Management (Guntur) Limited
Jindal Urban Waste Management (Ahmedabad) Limited
Jindal Rail Infrastructure Limited
Jindal Steel & Power Limited
India Flysafe Aviation Limited
Sapphire Airlines Private Limited
JSW Infrastructure Limited
JSW Jaigarh Port Limited
South West Port Limited
JSW Dharamtar Port Private Limited
JSW Paradip Terminal Private Limited
Mangalore Coal Terminal Private Limited
Jaigarh Digni Rail Limited
JSW Cement Limited
JSW Green Cement Private Limited
JSW Cement, FZE



JSW STEEL LIMITED

NOTES TO THE UNAUDITED CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS AS AT AND FOR THE SIX MONTHS ENDED 30 SEPTEMBER 2023

South West Mining Limited
JSW Projects Limited
BMM Ispat Limited
JSW IP Holdings 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
Nyri Coal Tar Pitch Private Limited
Epsilon Carbon Ashoka Private Limited
Epsilon Aerospace Private Limited
JSW International Tradecorp Pte. Limited
JSW Paints Private Limited
JSW Shipping & Logistics Private Limited (formerly known as Utkarsh Advisory Services Private Limited)
Khaitan & Company
J Sagar Associates
Shiva Cement Limited
Tehkhand Waste to Electricity Projects Limited
Encorp Powertrans Private Limited (upto 29 April 2022)
Nourish Organic Foods Private Limited
Brahmani River Pellets Limited
JSW Holdings Limited
JSW GMR Cricket Private Limited
Jindal Coke Limited
Ennore Coal Terminal Private Limited
IUP Jindal Metals & Alloys Limited
iCom Analytics Limited
Asia Society India Centre
Tranquil Homes & Holdings Private Limited
JSW Ventures Fund Managers LLP
Global Mineral Trading Limited
Ganga Ferros Alloys Private Limited
JB Fabinfra Private Limited
Everbest Services Private Limited
Gagan Trading Company Limited
Heal Foundation
Ind Barath Energy Utkal Limited
Jindal Aluminium Ltd
Jindal Consultancy Services Private Limited
Jindal Lifestyle Limited



JSW STEEL LIMITED

NOTES TO THE UNAUDITED CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS AS AT AND FOR THE SIX MONTHS ENDED 30 SEPTEMBER 2023

Jindal Pipe USA Inc
Jindal Steel Odisha Limited
JSL Lifestyle Limited
JSW Bengaluru Football Club Private Limited
Mytrah Vayu Urja Private Limited
Paradip East Quay Coal Terminal Private Limited
JSW Realty Private Limited
6) Post-Employment Benefit Entity
JSW Steel Group Gratuity Trust
JSW Steel Limited Employee Gratuity Fund
JSW Steel (Salav) Limited Employees Group Gratuity Trust
Monnet Ispat & Energy Employees Group Gratuity Trust

B. Transactions with related parties

Particulars	Rs. in crores							
	Associates		Joint ventures		Other related parties		Total	
	30 September 2023	30 September 2022	30 September 2023	30 September 2022	30 September 2023	30 September 2022	30 September 2023	30 September 2022
Purchase of goods/power & fuel/services/branding expenses	114	62	840	377	3,849	7,630	4,803	8,069
Reimbursement of expenses incurred on our behalf by	-	-	-	2	72	21	72	23
Sales of goods /power & fuel/services/assets	-	1	1,265	1,064	3,505	3,442	4,770	4,507
Other income/ interest income/ dividend income	-	-	10	16	69	47	79	63
Purchase of assets	-	-	216	83	1,171	462	1,387	545
Security deposit given	-	-	-	-	101	59	101	59
Donation/CSR expenses	-	-	-	-	129	73	129	73
Recovery of expenses incurred by us on their behalf	-	-	6	4	27	260	33	264
Investments/share application money given	-	77	32	58	100	100	132	235
Lease interest cost	-	-	-	-	72	103	72	103
Lease liabilities repayments	-	-	-	-	55	204	55	204
Loans given received back	-	-	-	-	-	35	-	35
Contribution to Post-employment benefits plans	-	-	-	-	7	-	7	-



JSW STEEL LIMITED

NOTES TO THE UNAUDITED CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS AS AT AND FOR THE SIX MONTHS ENDED 30 SEPTEMBER 2023

Notes:

1. The transactions are inclusive of taxes wherever applicable.
2. The transactions are disclosed under various relationships (i.e. associates, joint ventures and other related parties) based on the status of related parties on the date of transactions.
3. The Group gives trade advances during the normal course of business. The transactions against those trade advances are part of above mentioned purchases or sales and accordingly, such trade advances have not been shown separately.
4. Remuneration to Key Management Personnel – Rs. 83 crores (previous period – Rs. 32 crores), Sitting fees and commission paid to independent non-executive directors- Rs. 2 crores (previous period – Rs. 2 crore).
5. During the period, the scheme of Amalgamation pursuant to Section 230-232 and other applicable provisions of the Companies Act 2013, providing for amalgamation of its Joint Venture, Creixent Special Steels Limited ("CSSL") and CSSL's subsidiary JSW Ispat Special Products Limited ("JISPL") with the Company became effective (refer note 14).

C. Amount due to / from related parties

Particulars	Rs. In crores							
	Associate		Joint ventures		Other related parties		Total	
	As at 30 September 2023	As at 31 March 2023	As at 30 September 2023	As at 31 March 2023	As at 30 September 2023	As at 31 March 2023	As at 30 September 2023	As at 31 March 2023
Trade payables	42	43	241	505	1,542	1,317	1,825	1,865
Advance received from customers	-	-	-	10	30	8	30	18
Lease & other deposit received	-	-	13	13	41	26	54	39
Trade receivables	-	-	88	413	288	411	376	824
Share application money given	-	-	1	1	-	-	1	1
Capital / revenue advance	-	-	20	27	27	75	47	102
Loan and advances given	-	-	-	220	120	120	120	340
Interest Receivable	-	-	-	92	70	29	70	121
Lease and other deposit given	-	-	-	-	907	810	907	810
Security deposits taken	-	-	-	-	129	126	129	126
Lease Liabilities	-	-	-	-	1,254	1,502	1,254	1,502
Post employment benefits plans	-	-	-	-	68	57	68	57



JSW STEEL LIMITED

NOTES TO THE UNAUDITED CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS AS AT AND FOR THE SIX MONTHS ENDED 30 SEPTEMBER 2023

11. Contingent liabilities

Particulars	Rs. in crores	
	As at 30 September 2023	As at 31 March 2023
(i) Guarantees	-	23
(ii) Disputed claims/levies (excluding interest, if any), in respect of:		
Excise duty	428	448
Custom duty	418	494
Income tax	193	193
Sales tax / Special entry tax	1,549	1,851
Service tax	358	352
Levies by local authorities	119	115
Levies relating to Energy / Power Obligations	33	33
Claim by suppliers and other parties	782	809

The above contingent liabilities includes Rs. 5 crores pertaining to joint ventures and associates as on 30 September 2023 (Rs. 51 crores as on 31 March 2023)

- Excise duty cases includes disputes pertaining to availment of CENVAT credit, valuation methodologies, classification of gases under different chapter heading.
- Custom duty cases includes disputes pertaining to import of Iron ore fines and lumps under different chapter headings, utilisation of SHIS licences for clearance of imported equipment, payment of customs duty 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/ Goods & Service tax cases includes disputes pertaining to availment of service tax credit on ineligible services, 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 and other matters.
- Levies by local authorities - Statutory cases includes 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 Limited, 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.
- Claims by Suppliers, other parties and Government includes quality/ shortfall claims issues raised by suppliers and others.
- There are several other cases which has been determined as remote by the Company and hence not been disclosed above.
- The Deputy Commissioner of GST State Tax (Enforcement Unit, Orissa) (GST Authorities) had issued show cause notices (SCN) in the previous years for the period up to March 22, alleging that the Company has wrongfully and illegally transferred the unutilized Input Tax Credit to the Company's ISD registration in Mumbai. The Company filed its reply to the SCN, however, the GST Authorities raised demand for tax of Rs. 3,004 crores including interest and penalty thereon. The Company filed an appeal before the Additional Commissioner of State Tax (First Appellate Authority) and the First Appellate Authority has confirmed the order passed by the GST Authorities and disposed off all the appeals. Aggrieved by the said appellant order, the Company has submitted a letter of Intent to file appeal before the Appellate Tribunal. The Company, basis the legal opinion obtained, has evaluated the matter and concluded that the outflow of resources is remote and accordingly, no provision is made in the consolidated financial statements. Interest of Rs. 217 crores is considered possible and included above.
- In the previous year, the Company has received show cause notices (SCNs) followed by Demand Notices from Deputy Director of Mines, Joda & Deputy Director of Mines, Koira in relation to its mining operations at Odisha alleging loss of royalty, mining premium and other levies aggregating to Rs. 702 crores inter-alia alleging drop in grade of iron ore mined during the previous year and current year, compared with mining plan. The Company believes that the mining operations are carried out in compliance with the extant mining laws and regulations. The Company has contested the said demand by filing revision applications before the Revisionary Authority, Ministry of Mines, Government of India.



JSW STEEL LIMITED

NOTES TO THE UNAUDITED CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS AS AT AND FOR THE SIX MONTHS ENDED 30 SEPTEMBER 2023

Particulars	Rs. in crores	
	As at 30 September 2023	As at 31 March 2023
(iii) Claims related to Forest Development Tax / Fee	4,375	4,123
Amount paid under protest	920	920
<p>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.</p> <p>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. 3,332 crores (including paid under protest - Rs.255 crores) pertaining to the private lease operators & NMDC and treated it as contingent liability.</p>		

12. Commitments

Particulars	Rs. in crores	
	As at 30 September 2023	As at 31 March 2023
Capital commitments		
Estimated amount of contracts remaining to be executed on capital account and not provided for (net of advances)	14,571	17,495
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	8,290	7,780
b) The Group has given guaranteed to Commissioner of Customs in respect of goods imported	1,203	1,203
c) In March 2018, the Company had 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 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 \$ 75 million is pending towards fulfilment.		
d) The Group has entered into annual purchase agreements with certain overseas vendors wherein the Group has committed purchase of certain quantities of raw materials. The prices for such contracts are linked to underlying commodity indices and the Group may incur penalties in case of shortfall in purchases against such committed quantities.		



JSW STEEL LIMITED

NOTES TO THE UNAUDITED CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS AS AT AND FOR THE SIX MONTHS ENDED 30 SEPTEMBER 2023

- e) On 29 March 2023, the Company has entered Coal Mine Development Production Agreement (CMDPA) for Parbhatpur Central Coal Mine, Sitanala Coal Mine in Jharkhand and Banai & Bhalumuda Coal Mine in Chattisgarh under 16th Tranche of CM(SP) Act, 2015

The Company under CMDPA has following pending obligation for compliance with the eligibility conditions as on 30 September 2023:

Particulars	Rs.in Crores		
	Performance Security / Guarantee	Upfront Payment	Fixed Amount
Parbatpur Central Coal Mine	221	222	-
Sitanala Coal Mine	20	75	-
Banai Bhalumuda Coal Mine	1,061	500	176
Total	1,302	797	176

The above commitments includes Rs. 568 crores pertaining to joint ventures and associates as on 30 September 2023 (Rs. 173 crores as on 31 March 2023).

13. Exceptional Items

- a) For the six months ended 30 September 2023:
- Pursuant to the merger of CSSL and JISPL becoming effective on 31 July 2023 (refer note 14) the existing investments of the Group in CSSL as on 31 July 2023 have been fair valued as required IND AS 103 Business Combinations and a resultant gain of Rs. 780 crores have been recognised as an exceptional gain.
 - Net gain amounting to Rs. 198 crores pursuant to sale of property, plant and equipment and mineral rights held by wholly owned subsidiary of the Company in West Virginia.
 - The State of Goa enacted "The Goa Cess on Products and substances causing pollution (Green Cess) Act 2013 (Green Cess Act) and thereby levied Green Cess on handling or utilisation or consumption or combustion or movement or transportation etc of Coal & Coke & other similar substances causing pollution in the state of goa (on the basis of polluter pay principle) at the rate of 0.5% of the sale value. On behalf of the Company, South West Ports Limited (SWPL), challenged the legislative competence of Government of Goa to enact the Goa Cess by way of a writ petition before the Hon'ble High Court of Bombay, Goa Bench. The Hon'ble High Court of Bombay, Goa Bench vide order dated 14 September 23 dismissed the writ petition and upheld the constitutional validity of the Green Cess Act. In light of the aforesaid development, the Company has recognised a provision towards Green Cess amounting to Rs. 24 crores for the half year ended 30 September 2023. SWPL, on behalf of the Company, has filed a special leave petition before the Hon'ble Supreme Court challenging the order of the High Court, in which the Hon'ble Supreme Court on 9 October 2023 directed issue of notice to the state of Goa and listing of the matter along with another appeal filed by State of Gujarat in respect of constitutional validity of Gujarat Green Cess Act, 2011 for hearing.
- b) For the six months ended 30 September 2022:
- Income recognized amounting to Rs. 256 crores in relation to compensation received / receivable in accordance with provisions of Coal Mines (Special Provisions) Act, 2015, against a subsidiary's claim pertaining to expenditure incurred on deallocated coal mine vide Supreme Court order dated 24 September 2014.
 - Net gain amounting to Rs. 335 crores pursuant to sale of entire 70% stake in Santa Fe Mining ("SFM") in Chile by a wholly owned subsidiary of the Company, primarily pertaining to Foreign Currency Translation Reserve ("FCTR") balances recycled to statement of profit and loss and de-recognition of non-controlling interests carried in the consolidated interim financial statements as on the date of disposal of subsidiary.



JSW STEEL LIMITED

NOTES TO THE UNAUDITED CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS AS AT AND FOR THE SIX MONTHS ENDED 30 SEPTEMBER 2023

14. Business Combinations

- a) The scheme of Amalgamation pursuant to Section 230-232 and other applicable provisions of the Companies Act 2013, providing for amalgamation of its Joint Venture, Creixent Special Steels Limited ("CSSL") and CSSL's subsidiary JSW Ispat Special Products Limited ("JISPL") with the Company from Appointed Date 1 April, 2022 was approved by the Hon'ble National Company Law Tribunal ("NCLT") vide its order dated 22 June 2023 received by the Company in July 2023. The scheme has become effective from 31 July 2023. The purchase consideration in the form of allotment of equity shares of the Company aggregating to 2,82,33,526 shares have been allotted to eligible shareholders of CSSL and JISPL on 18 August 2023.

JISPL is engaged in the business of manufacturing and marketing of sponge iron, pellets, steel and ferro alloys. CSSL is engaged in the business of trading in steel and steel products. Further, the Group expects synergies from the acquisition mainly with respect to optimization of raw material procurements and utilization of surplus rolling capacities.

IND AS 103 "Business Combinations" requires accounting treatment to be given from effective date (i.e., date of approval of the scheme by NCLT).

The provisional fair value of the identifiable assets and liabilities of CSSL and JISPL as at the effective date and purchase consideration is as follows:

Particulars	Rs. Crores
Assets	
Property, Plant and Equipment	4,010
Capital work in progress	44
Right of use assets	42
Intangible assets	137
Investments	2
Inventories	1,363
Trade receivables	254
Cash and cash equivalents (including other bank balances)	369
Deferred tax assets (net)	1,421
Other receivables	377
Total (A)	8,019
Liabilities	
Long term borrowings (including current maturities)	2,200
Short term borrowings	89
Loan from a related party	215
Lease liabilities	27
Trade payables	1,767
Other current liabilities and provision (including provision of Rs. 20 crores recognized upon fair valuation of contingent liability)	263
Total (B)	4,561
Total identifiable net assets acquired at fair value (C) = (A)-(B)	3,458
Purchase consideration transferred in form of issuance of equity shares (including securities premium amounting to Rs. 2,303 crores) (D)	2,306
Fair value of existing Investments (E)	1,550
Provisional Goodwill arising on acquisition (F) = (D)+(E)-(C)	398



JSW STEEL LIMITED

NOTES TO THE UNAUDITED CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS AS AT AND FOR THE SIX MONTHS ENDED 30 SEPTEMBER 2023

As per IND AS 103, purchase consideration has been allocated on a provisional basis pending the final determination of fair value of the acquired assets and liabilities carried out by an independent valuation expert. Accordingly, the Group has recognised goodwill of Rs. 398 crores primarily due to the expected synergies from the combined operations.

- b) Pursuant to the Corporate Insolvency Resolution Process under the Insolvency Bankruptcy Code, 2016 the Resolution Plan submitted by JSW Steel Coated Products Limited ("JSWSCPL"), a wholly owned subsidiary, for acquiring National Steel and Agro Industries Limited ("NSAIL") has been approved by the Hon'ble NCLT, Mumbai on 19 May 2023.

JSWSCPL completed the acquisition of NSAIL on 23 May 2023 by infusing Rs. 621 crores as per approved resolution plan.

NSAIL has a downstream facility with a 0.35 mtpa capacity to produce a variety of downstream products. Further, the Group expects synergies from the acquisition mainly with respect to optimal utilization of resources and economies of scale.

The provisional fair value of the identifiable assets and liabilities of NSAIL as at the appointed date and purchase consideration is as follows:

Particulars	Rs. Crores
Assets	
Property, Plant and Equipment	532
Inventories	33
Trade receivables	13
Cash and cash equivalents (including other bank balances)	5
Income tax assets	25
Other assets	28
Total (A)	636
Liabilities	
Trade Payables	9
Other current liabilities and provision	14
Deferred tax liabilities (net)	28
Total (B)	51
Total identifiable net assets acquired at fair value (C) = (A)-(B)	585
Purchase consideration (D)	621
Provisional Goodwill arising on acquisition (E) = (D)-(C)	36

As per IND AS 103, purchase consideration has been allocated on a provisional basis pending the final determination of fair value of the acquired assets and liabilities carried out by an independent valuation expert. Accordingly, the Group has recognised goodwill of Rs. 36 crores primarily due to the expected synergies from the combined operations.

15. The Company has elected to exercise the option permitted under Section 115BAA of the Income Tax Act, 1961 to pay corporate income tax at 22% plus surcharge and cess (aggregating to tax rate of 25.17%) from the financial year 2022-23. Accordingly, the Company has re-measured its current tax and deferred tax charge for the year ended 31 March 2023 basis the new tax regime and recognised a tax charge of Rs 895 crores pertaining to the previous year consisting of reversal of provision for current tax amounting to Rs. 1,225 crores, write off of MAT credit not availed of Rs. 420 crores and change in tax rate on deferred tax asset of Rs. 1,700 crores. Further, impact of Rs. 92 crores have been considered in other comprehensive income on account of change in tax rate. In view of this exercise of



JSW STEEL LIMITED

NOTES TO THE UNAUDITED CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS AS AT AND FOR THE SIX MONTHS ENDED 30 SEPTEMBER 2023

the option to transition to the new regime, the Company has recognised provision for current tax and deferred tax for the six months ended 30 September 23 at the tax rate of 25.17%.

16. During the six months ended 30 September 2023, the Company had submitted a notice of surrender of the Jajang mining lease in the State of Odisha due to un-economic operations. The terms of surrender were under discussion and were subject to certain regulatory approvals. Subsequently, considering the demand and supply scenario of Iron ore in India the Company has withdrawn the notice of surrender and accordingly no financial impact has been given in the unaudited condensed consolidated interim financial statements for the six months ended 30 September 2023.
17. During the period, the wholly owned subsidiaries namely, Vardhman Industries Limited ("VIL") and JSW Vallabh Tinsplate Private Limited ("JVTP") have amalgamated with JSW Steel Coated Products Limited, a wholly owned subsidiary of the Company. The merger does not have any impact on the condensed consolidated interim financial statements of the Company.
18. In the previous year Hasuad Steel Limited and Asian Colour Coated Ispat Limited merged with JSW Steel Coated Products Limited w.e.f. 1 April 2022. Since the merger is a common control transaction it does not have any impact on the condensed consolidated interim financial statements of the Company.
19. During the previous year, Inversiones Eurosh Limitada sold its 70% stake in Santa Fe Mining (including Santa Fe Pureto) on 31 August 2022.

Particulars	Rs in crores
Sales consideration	@
FCTR balances recycled to consolidated statement of profit and loss	492
De-recognition of net liabilities	8
De-recognition of non-controlling interest	(165)
Net gain recognised in the consolidated statement of profit and loss (refer note 13 (b) (ii))	335
@ less than Rs. 0.50 crores	

20. Dividend distribution

On 19 May 2023, the board of directors of the Company recommended a final dividend of Rs.3.40 (Rupees three and paise forty only) per equity share of Rs.1 each to be paid to the shareholders for the financial year 2022-23, which was approved by the shareholders at the Annual General Meeting held on 28 July 2023. The dividend resulted in a cash outflow of Rs. 822 crores.


21. 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

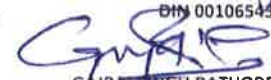

per VIKRAM MEHTA
Partner
Membership No. 105938

Place: Mumbai
Date: 6 December 2023




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: 6 December 2023


JAYANT ACHARYA
Jt. Managing Director & CEO
DIN 00106543

GAURAJ SINGH RATHORE
Director & Chief Operating officer
DIN 01042232

