



May 20, 2017

BSE Limited
Corporate Relationship Department
1st Floor, New Trading Ring
Rotunda Building, P.J.Tower
Dalal Street, Fort
Mumbai – 400 001
Email: corp.relations@bseindia.com

Security Code: 532508

Kind attn: Mr. Rakesh Parakh

Sub: Discrepancies in financial result of the Company for the quarter / year ended March, 2017

Dear Sir,

This has reference to your email on the above subject.

In this context, we hereby confirm that there is no modified opinion in the Audit Reports (Standalone and Consolidated Financial Results). Accordingly, declaration dated 12th May, 2017 as submitted by the Company is for both Standalone and Consolidated Financial Results.

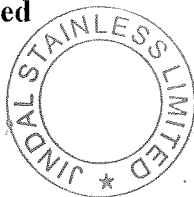
As desired, we have mentioned the word “audited” in the column for the quarter ended 31st March, 2017 and the revised results are enclosed herewith. Further, the company is not required to submit the consolidated quarterly results.

You are requested to kindly take the above information on record.

Thanking You.

Yours Faithfully,
For **Jindal Stainless Limited**

Geetika
(Authorised Signatory)



Jindal Stainless Limited

CIN: L26922HR1980PLC010901

Corporate Office: Jindal Centre, 12, Bhikaiji Cama Place, New Delhi - 110066, India

Registered Office: O.P. Jindal Marg, Hisar - 125005 (Haryana) India

T: +91 11 26188345, 41462000, 61462000 F: +91 11 41659169 E: info@jindalstainless.com

Website: www.jslstainless.com, www.jindalstainless.com



Independent Auditor's Report on Consolidated Year to Date Results of Jindal Stainless Limited pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

To

The Board of Directors of Jindal Stainless Limited

1. We have audited the consolidated IND AS financial results of Jindal Stainless Limited (herein after referred to as "the Holding Company") and its subsidiaries (the Holding Company and its subsidiaries together referred to as " the Group"), and its associates comprising of the Consolidated financial results for the year ended 31st March 2017, attached herewith, being submitted by the Holding Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, read with Circular No. CIR/CFD/FAC/62/2016 dated 5th July 2016. The consolidated IND AS financial results are the responsibility of the Holding Company's management and have been approved by the Board of Directors of the Holding Company. Our responsibility is to express an opinion on these consolidated financial results based on our audit of such consolidated IND AS financial statements, which have been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard, ("Ind AS") prescribed under the Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and other accounting principles generally accepted in India and the relevant requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.
2. We conducted our audit in accordance with the auditing standards generally accepted in India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial results are free of material misstatement(s). An audit includes examining, on a test basis, evidence supporting the amounts disclosed as financial results. An audit also includes assessing the accounting principles used and significant estimates made by management. We believe that our audit provides a reasonable basis for our opinion.
3. Based on our audit conducted as above, in our opinion and to the best of our information and according to the explanations given to us, these consolidated year ended results:
 - (i) includes the financial results for the year ended 31st March 2017 of the following entities:
PT. Jindal Stainless Indonesia,
Jindal Stainless UK Limited,
Jindal Stainless FZE,
JSL Group Holding PTE Limited,
Iber Jindal S.L.
Jindal United Steel Limited
Jindal Coke Limited
Jindal Corporate Management Service Private Limited
 - (ii) are presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 read with Circular No. CIR/CFD/FAC/62/2016 dated 5th July 2016 in this regard; and



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- (iii) give a true and fair view of the consolidated net profit including other comprehensive income and other financial information for the consolidated financial results for the year ended 31st March 2017.

4. Other Matters

We did not audit the financial statements of three subsidiaries, namely, PT Jindal Stainless Indonesia, Jindal Stainless UK Limited and Jindal Stainless FZE,; included in the consolidated financial results whose financial statements reflect total assets of Rs. 741.63 Crore as at 31st March, 2017, total revenues of Rs. 940.14 crore, total profit after tax of Rs. 7.77 Crore and total Comprehensive Income of Rs. 7.55 Crore for the year ended on that date, as considered in the consolidated financial statements. We did not audit the financial statements of three associates, namely Jindal Stainless Corporate Management Services Pvt. Limited, Jindal United Steel Limited and Jindal Coke Limited; in whose financial statements the Company's share of profit is Rs. 11.48 Crore and total Comprehensive Income of Rs. 11.48 Crore for the year ended on 31st March, 2017. These financial statements have been audited by other auditors whose reports have been furnished to us by the management and our opinion on the statement, in so far as it relates to the amounts and disclosures included in respect of subsidiaries and associates is based solely on the reports of the other auditors.

We have relied on the unaudited financial statements of two subsidiaries, namely JSL Group Holdings PTE. Limited and IberJindal S.L.; included in the consolidated financial results whose financial statements reflect total assets of Rs. 149.50 Crore as at 31st March, 2017, total revenues of Rs. 245.89 crore, total profit after tax of Rs. 4.50 Crore and total Comprehensive Income of Rs. 4.50 Crore for the year ended on that date, as considered in the consolidated financial statements. These financial statements/ financial information are unaudited and our opinion on the consolidated financial statements, in so far as it relates to the amounts included and disclosure included in respect of these subsidiaries is based solely on such unaudited financial statements/ financial information.

5. Emphasis of Matters:

We draw attention to the following matters:

- a) Pending necessary approvals for managerial remuneration [including payment made to one of the director pending central Government's approval] and waiver application for excess remuneration paid earlier to one of the director rejected by the Central Government as stated in Note no. 47 of the consolidated financial statements for the year ended 31st March 2017;
- b) Pending confirmations/reconciliation of balances of certain secured loans, loans & advances (including MAT credit), trade receivables, trade payables & other liabilities read with Note no. 31(A)(iii)(g) & 31(B) and 39(A) of the financial statements;
- c) Mat Credit entitlement, considered as good and fully realizable/ recoverable and no provision for diminution in value is considered necessary in the opinion of the management as stated in note no. 39(B) of the financial statements;
- d) Note no 34 of the financial statements wherein the company has made investment of Rs. 8.56 crore (As per Ind AS Rs. 8.47 Crore as on 31st March, 2017) (along with bank guarantee of Rs. 10.01 Crore) and Rs.0.10 Crore in MJSJ Coal Limited and Jindal Synfuels Limited respectively. The company continues to treat the investment as good and recoverable in



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view of the pending decision challenging the Order and other circumstances mentioned therein;

- e) Net worth, post considering the fair value, became positive as stated in the Note no 33 of the financial statements.

Our opinion is not modified in respect of these matters.

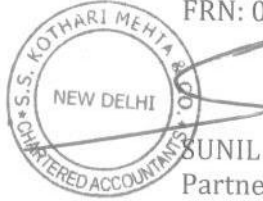
For **LODHA & CO.**
Chartered Accountants
FRN: 301051E



N.K. LODHA
Partner
Membership No. 85155
Place: New Delhi
Dated: 12th May 2017



For **S.S. KOTHARI MEHTA & CO.**
Chartered Accountants
FRN: 000756N



SUNIL WAHAL
Partner
Membership No. 87294



JSL

JINDAL STAINLESS

JINDAL STAINLESS LIMITED

CIN: L26922HR1980PLC010901

Regd. Office: O.P.Jindal Marg, Hisar-125 005 (Haryana)

Ph. No. (01662) 222471-83, Fax No. (01662) 220499, Email Id. for Investors: investorcare@jindalstainless.com, Website: www.jslstainless.com

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UNAUDITED/AUDITED STANDALONE & CONSOLIDATED FINANCIAL RESULTS FOR THE QUARTER/YEAR ENDED 31ST MARCH, 2017

(Rs. in crores, except per share data)

S. No.	Particulars	For the Quarter Ended			Audited for the year ended (Standalone)		Audited for the year ended (Consolidated)	
		31.3.2017 (Audited)	31.12.2016 (Un-audited)	31.3.2016 (Audited)	31.3.2017	31.3.2016	31.3.2017	31.3.2016
I	Revenue From operations	2,467.55	2,258.75	1,995.59	8,957.40	7,028.24	9,924.78	7,643.86
II	Other Income	13.86	2.47	9.52	25.55	25.89	25.69	26.15
III	Total Income (I+II)	2,481.41	2,261.22	2,005.11	8,982.95	7,054.13	9,950.47	7,670.01
IV	Expenses							
	Cost of materials consumed	1,322.73	1,380.11	997.13	4,953.76	3,888.43	5,792.62	4,324.10
	Purchases of Stock-in-Trade	1.47	0.94	276.87	146.72	357.40	146.72	357.40
	Changes in inventories of finished goods, Stock-in-Trade and work-in-progress	61.47	(194.13)	(82.48)	(123.93)	(124.36)	(205.50)	(153.92)
	Employee benefits expense	24.30	25.29	25.30	102.46	91.02	154.05	134.34
	Excise Duty	166.16	165.83	135.56	646.12	500.25	646.12	500.25
	Finance costs	33.89	205.82	266.02	761.69	1,006.23	787.88	1,029.97
	Depreciation and amortization expenses	78.52	77.52	82.39	307.98	298.46	325.21	316.16
	Stores and Spares consumed	111.57	106.42	102.30	429.42	363.73	458.33	404.40
	Power & Fuel	145.21	128.45	117.47	529.71	508.56	565.02	541.94
	Other expenditure	321.71	305.15	279.30	1,166.44	922.27	1,201.83	962.62
	Total expenses (IV)	2,267.03	2,201.40	2,199.86	8,920.37	7,811.99	9,872.28	8,417.26
V	Profit/(loss) before exceptional items and tax	214.38	59.82	(194.75)	62.58	(757.86)	78.19	(747.25)
VI	Share of profit / (loss) of an Associate / Joint Venture	-	-	-	-	-	11.48	0.03
VII	Share of profit / (loss) of Minority	-	-	-	-	-	(1.47)	(0.71)
VIII	Exceptional Items - refer note no. 9	31.50	2.01	(3.93)	26.13	(34.35)	25.84	(40.37)
IX	Profit/ (loss) after exceptional items but before tax	245.88	61.83	(198.68)	88.71	(792.21)	114.04	(788.30)
X	Tax expense	84.76	21.40	(27.68)	30.37	(233.09)	32.47	(231.51)
XI	Profit/(loss) for the period	161.12	40.43	(171.00)	58.34	(559.12)	81.57	(556.79)
XII	Other Comprehensive Income							
	(A) Items that will not be reclassified to profit or loss							
	(i) Re-measurement gains (losses) on defined benefit Plans	(0.40)	-	(0.89)	(0.40)	(0.89)	(0.70)	(0.89)
	(ii) Income tax effect on above	0.14	-	0.31	0.14	0.31	0.21	0.31
	(B) Items that will be reclassified to profit or loss							
	(i) Exchange differences in translating the financial statements of foreign operation	-	-	-	-	-	(31.14)	7.47
	(ii) Non-controlling Interest in Associates (Rs. 26,000)	-	-	-	-	-	0.00	-
XIII	Total Comprehensive Income for the period (XI+XII) (Comprising Profit/ (Loss) and Other comprehensive Income for the period)	160.86	40.43	(171.58)	58.08	(559.70)	49.94	(549.90)
XIV	Paid up Equity Share Capital (face value of Rs. 2/- each)	79.89	79.89	46.24	79.89	46.24	79.89	46.24
XV	Share Capital Suspense Account			366.19		366.19		366.19
XVI	Other Equity				1,661.32	1,224.17	1,734.00	1,299.69
	Earnings per equity share (face value of Rs. 2/- each)							
XVII	(1) Basic	4.03	1.01	(7.42)	1.63	(24.43)	2.29	(24.33)
	(2) Diluted	2.77	0.92	(7.42)	1.63	(24.43)	2.29	(24.33)
	(EPS for the quarter not annualised)							



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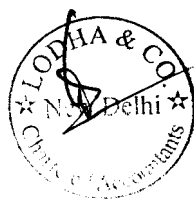
AUDITED STANDALONE AND CONSOLIDATED STATEMENT OF ASSETS AND LIABILITIES

(Rs. in Crore)

	Particulars	Standalone		Consolidated	
		Year ended		Year ended	
		31.03.2017	31.03.2016	31.03.2017	31.03.2016
	ASSETS				
1	Non-current assets				
	(a) Property, Plant and Equipment	6,371.46	6,615.05	6,587.33	6,833.32
	(b) Capital work-in-progress	29.73	54.20	29.73	69.99
	(c) Goodwill	-	-	0.02	0.12
	(d) Other Intangible asset	20.10	29.56	21.14	29.57
	(e) Financial Assets				
	(i) Investments	480.19	481.17	402.71	392.24
	(ii) Loans	22.99	31.40	70.63	72.43
	(f) Deferred tax assets (net)	119.15	149.66	112.28	159.39
	(g) Other non-current assets	28.72	30.18	28.72	30.18
2	Current assets				
	(a) Inventories	1,754.68	1,643.72	2,096.54	1,912.73
	(b) Financial Assets	-	-	-	-
	(i) Investments	0.97	0.40	0.97	0.40
	(ii) Trade receivables	805.01	919.02	889.52	935.51
	(iii) Cash and cash equivalents	35.24	56.74	45.59	66.52
	(iv) Bank balances other than(iii) above	5.82	13.46	5.82	13.46
	(v) Loans	23.86	14.22	23.88	14.22
	(vi) Others (financial assets)	117.21	3,981.35	117.21	4,020.05
	(c) Current Tax Assets (Net)	59.09	45.40	65.90	40.51
	(d) Other current assets	396.65	261.99	411.78	266.88
	Total Assets	10,270.87	14,327.52	10,909.77	14,857.52
	EQUITY AND LIABILITIES				
	EQUITY				
	(a) Equity Share capital	79.89	46.24	79.89	46.24
	(b) Share Capital Suspense Account	-	366.19	-	366.19
	(c) Other Equity	1,661.32	1,224.17	1,734.00	1,299.69
	MINORITY INTEREST	-	-	6.07	4.82
	LIABILITIES				
1	Non-current liabilities				
	(a) Financial Liabilities				
	(i) Borrowings	3,381.99	7,323.27	3,381.99	7,323.27
	(ii) Other financial liabilities	14.41	77.74	14.41	77.74
	(b) Provisions	7.40	6.12	13.42	11.12
	(c) Other non-current liabilities	111.70	-	111.70	-
2	Current liabilities				
	(a) Financial Liabilities				
	(i) Borrowings	1,738.13	2,053.85	1,997.75	2,364.37
	(ii) Trade payables	1,643.59	1,658.99	1,864.91	1,777.50
	(iii) Other financial liabilities	1,227.64	1,243.32	1,227.65	1,253.21
	(b) Other current liabilities	404.25	327.11	477.43	332.85
	(c) Provisions	0.55	0.52	0.55	0.52
	Total Equity and Liabilities	10,270.87	14,327.52	10,909.77	14,857.52

Notes:

- The standalone and consolidated financial results of the Company for the year ended 31st March 2017 which have been extracted from the financial statements audited by the statutory auditors, have been reviewed by the Audit committee and approved by the Board of Directors at their respective meetings held on 12th May, 2017.
- The Company has adopted Indian Accounting Standards (IND AS) prescribed under section 133 of the Companies Act, 2013, read with the Companies (Accounting Standard) Rules, 2015 w.e.f. April 1, 2016 and the above results have been prepared in compliance with IND AS. Consequently, the financial results for the quarter and year ended March 31, 2016 have been restated to comply with IND AS to make them comparable. The figure for the quarter ended March 31, 2017 are the balancing figures between audited figures in respect of full financial year and unaudited year to date figure upto December 31, 2016.
- The figures for the quarter/ year ended March 31, 2016 are based on previously issued & audited financial results prepared in accordance with applicable AS. Such information for the quarter ended/ year ended have been adjusted / regrouped / recast for the difference in the accounting principle adopted by the Company in the process of transition to Ind AS.
- Post adoption of Ind AS and due to adoption of fair valuation of assets (including fixed assets as allowed in Ind-AS and liabilities), the net worth of the company became positive (refer note 6 (b) & 8)



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- 5 (a) A Composite Scheme of Arrangement (the 'Scheme') amongst Jindal Stainless Limited (the Company/Transferor Company) and Jindal Stainless (Hisar) limited (JSHL), Jindal United Steel Limited (JUSL) and Jindal Coke Limited (JCL) under the provision of Sec 391-394 of the Companies Act, 1956 and other applicable provisions of Companies Act, 1956 and/ or Companies Act, 2013 was sanctioned by the Hon'ble High Court of Punjab & Haryana, Chandigarh (High Court) pursuant to its Order dated 21st September 2015 (as modified on 12th October, 2015). Section I and Section II of the Scheme became effective on 1st November, 2015, operative from the 'Appointed Date 1' specified in the scheme for section I and II i.e. close of business hours before midnight of March 31, 2014 [the same was given effect to in the revised financial statements for the year ended 31st March 2015] and Section III and Section IV of the Scheme has become effective on 24th September 2016 [i.e. on receipt of approvals from the Orissa Industrial Infrastructure Development Corporation (OIIDCO) for the transfer/grant of the right to use in the land on which Hot Strip (HSM Plant) & Coke Oven Plants are located to JUSL & JCL respectively as specified in the Scheme] operative from the 'Appointed Date 2' specified in the scheme for section III and IV i.e. close of business hours before midnight of March 31, 2015. The effect of above has been given in the revised financial statements for the year ended 31st March 2016.

Particulars	Quarter ended 31st March, 2016 (As per Previous GAAP)	
	Reported	Recasted (Post Scheme)
Total Revenue (Including other income)	1,982.51	1,892.86
Total expenses	2,184.03	1,711.79
Profit/ (Loss) before taxes	(201.52)	181.07
Taxes	10.66	10.66
Profit/ (Loss) after tax	(212.18)	170.41

(b) Post section III and section IV of the Scheme becoming effective (refer note 5(a) above), as per the Scheme the Company is continued to operate the business on behalf of JCL & JUSL in trust in so far as may be necessary until all rights, licenses/permits for using inventory of coke (including trading and transport permit), approvals and sub-lease for use of the land or obligation etc. stand fully devolved to and in favour of the resulting companies (JCL & JUSL). Accordingly, the revenue, expenses, current assets and current liabilities in this regard for the quarter and year ended 31st March 2017 have been excluded from these results.

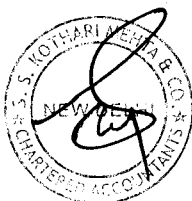
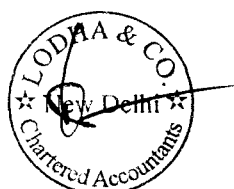
(c) Impact of the shares allotted earlier and proposed conversion of FITL into equity shares (read with note 8 below), being anti-dilutive, has not been considered in the periods other than previous & current quarter and year ended March 31, 2017

- 6 (a) Reconciliation of Net Profit and Equity (Post-scheme recasted- read with note no. 5 above) on account of transition from Previous GAAP to Ind-AS for the quarter & year ended 31st March 2016 is given below:

Particulars	Quarter ended 31.03.2016	12 Months ended 31.03.2016	(Rs. in Crore)
			Equity
Net Profit/ (Loss) under previous GAAP	170.41	(387.81)	(223.61)
On Account of Measuring Investments at fair Value through Profit & Loss	(0.03)	(0.06)	(1.76)
On Account of Interest	(0.30)	(0.02)	0.65
Reassessment of depreciation on fair valuation and changes in useful life	(18.98)	(53.68)	1,772.83
Others	2.16	1.30	(3.43)
Deferred tax adjustment	38.34	243.75	91.58
Gain on slump sale	(362.60)	(362.60)	-
Equity Warrant	-	-	0.03
Net Profit/(Loss) under Ind AS	(171.00)	(559.12)	1,636.29
Other Comprehensive Income	-	-	0.89
Actuarial Gain/ (Loss) -Net of Deferred tax	(0.58)	(0.58)	(0.58)
Total Comprehensive Income for the year	(171.58)	(559.70)	1,636.60

(b) The company has considered fair value (pursuant to the Section III and Section IV of the Scheme becoming effective on 24th September 2016, read with Note 5 above) for Property i.e. Land, Building and Plant & Machinery situated in India and the impact of Rs. 1,826.49 Crore [As against Rs. 2,165.77 Crore previously recorded], in accordance with stipulations of Ind AS 101 with resulted impact being accounted for in the reserves. Further, on re-assessment of lives of assets (as assessed and estimated by the management and a technical valuer), depreciation reflected in the statement of Profit and Loss is higher by Rs. 11.21 Crore for three months ended 31st March 2017 and Rs.46.89 Crore for the year ended 31st March, 2017 and to that extent profit for the current quarter and year is lower.

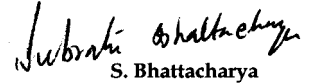
- 7 The Company had challenged the legality of Orissa Entry Tax Act 1999 in the state of Odisha in the Hon'ble Odisha High Court / Supreme Court of India. On 16.04.2010 the Entry tax matters of the states have been referred to a larger 9-judges Constitutional Bench of the Supreme Court of India. The 9 judge bench while holding the constitutional validity of entry tax, has, vide its Order dated 11th November 2016, referred the same to divisional/ regular benches for testing and determination of the Article 304 (a) of the constitution vis a vis state legislation and levy of entry tax on goods entering the landmass of India from another country. The Company has been making necessary provisions towards liability in this regard. Interest/ penalty if any, will be accounted for as and when this is finally settled/ determined by the Regular Benches hearing the matters, where the appropriate proceedings are continuing.



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- 8 (a) As approved by shareholders in the EGM held on 11th February, 2017, the Company is in process (subject to approval of lenders) to allot 6,39,38,606 nos. of fully paid up equity shares of Rs. 2 each at Rs. 39.10 per share (including premium of Rs. 37.10 per share) and 15,90,41,880 nos. of optionally convertible redeemable preference shares (OCRPS) of Rs. 2 each at Rs. 39.10 per share (including premium of Rs. 37.10 per share) on conversion of FITL of Rs. 250 crore and Rs. 621.85 crore respectively.
- (b) On 23rd February 2017, Company has allotted 1,91,81,586 nos. of Compulsorily Convertible Warrants (CCW) of Rs. 2 each at Rs. 39.10 per CCW (including premium of Rs. 37.10 per CCW), Rs 2501.28 Lacs (Rs. 13.04 per CCW) paid up, to a promoter group entity and each warrant is eligible for equal nos. of equity shares. The amount raised have been used for the purpose for which the funds were raised.
- 9 Net foreign exchange gain/loss has been considered by the Company as exceptional in nature.
- 10 As the company's business activity falls within a single primary business segment viz. 'stainless steel', the disclosure requirement of Ind-AS 108 is not applicable.
- 11 Finance Cost is net of Interest reimbursement of Rs. 169.10 Crore and Rs. 236.74 Crore for the quarter and year ended 31st March, 2017 respectively, received from JCL & JUSL . The Company has entered into settlement agreement for delay in receipt of consideration from JCL & JUSL to recover interest reimbursement w.e.f. 01st April 2016 (consideration payable by them under the scheme). Hence the same has been given effect in the current quarter.
- 12 The Credit Rating for Non convertible Debentures (NCD) by CARE is "Single C". The previous due date for payment of Principal and interest of NCD's was 1st January 2017 and 1st March 2017, respectively which has already been paid as on date. The asset Cover available for these NCD's is 1.91.
- 13 Figures of the previous periods/ year have been regrouped / recast / reclassified wherever considered necessary.

By Order of the Board of Directors
For Jindal Stainless Limited


S. Bhattacharya

Whole Time Director

Place: New Delhi
Date: 12th May, 2017

