

November 13, 2018

<b>BSE Limited</b> Corporate Relationship Department, 1 <sup>st</sup> Floor, New Trading Ring, Rotunda Building, P J Towers, Dalal Street, Fort, Mumbai - 400 001 <a href="mailto:corp.relations@bseindia.com">corp.relations@bseindia.com</a> <b>Scrip Code : 532286</b>	<b>National Stock Exchange of India Limited</b> Exchange Plaza, 5 <sup>th</sup> Floor, Plot No. C/1, G Block Bandra-Kurla Complex, Bandra (E), Mumbai-400051 <a href="mailto:cmlist@nse.co.in">cmlist@nse.co.in</a> <b>Symbol : JINDALSTEL</b>
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Dear Sir/ Madam,

**Subject: OUTCOME OF BOARD MEETING HELD ON NOVEMBER 13, 2018**

**Time of Commencement** : 03.00 P.M.  
**Time of Conclusion** : 04.10 P.M.

We wish to inform you that the Board of Directors of the Company has, in its meeting held today, considered, approved and taken on record the Un-audited Financial Results of the Company, both on standalone and consolidated basis, for the 2<sup>nd</sup> quarter and six months ended on September 30, 2018 of the Financial year 2018- 19, duly reviewed by the Audit Committee and M /s Lodha & Co., Chartered Accountants (Firm Registration No. 301051E), Statutory Auditors of the Company.


Please find enclosed herewith the copies of the Financial Results along with the Limited Review Report issued M /s Lodha & Co., Chartered Accountants (Firm Registration No. 301051E), Statutory Auditors of the Company and a copy of the press release issued in connection with the Financial Results.

The above reports are also being made available on the website of the Company at [www.jindalsteelpower.com](http://www.jindalsteelpower.com).

This is for your information and record.

Thanking you.

Yours faithfully,  
For **Jindal Steel & Power Limited**

  
**Jagadish Patra**  
Vice President & Company Secretary

Encl: as above

# JINDAL STEEL & POWER LIMITED

Registered Office : O.P. Jindal Marg, Hisar - 125 005 (Haryana)  
Corporate Office : Jindal Centre, 12, Bhikaji Cama Place, New Delhi - 110 066  
CIN: L27105HR1979PLC009913



(₹ crore except per share data)

PARTICULARS	STANDALONE & CONSOLIDATED FINANCIAL RESULTS FOR THE QUARTER, AND HALF YEAR ENDED ON 30TH SEPTEMBER, 2018				Consolidated Financial Results			
	Standalone Financial Results							
	Quarter ended on 30th September, 2018	Quarter ended on 30th September, 2017	Year to date ended 30th September, 2018	Year to date ended 30th September, 2017	Quarter ended on 30th September, 2018	Quarter ended on 30th September, 2017	Year to date ended 30th September, 2018	Year to date ended 30th September, 2017
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited
1 Income								
(a) Revenue from Operations	6,885.11	3,721.18	13,575.15	7,785.62	9,995.45	6,602.41	19,597.86	12,483.89
(b) Income from Operations	6,690.04	3,630.04	13,375.15	7,690.04	9,800.00	6,500.00	19,375.15	12,265.15
(c) Other Income	195.07	89.14	200.00	99.58	195.45	102.41	222.71	118.74
Total Income	6,885.11	3,721.18	13,575.15	7,785.62	9,995.45	6,602.41	19,597.86	12,483.89
2 Expenses								
(a) Cost of materials consumed	2,960.04	1,601.15	5,561.19	2,952.08	3,996.16	3,738.81	7,736.18	4,168.77
(b) Purchase of stock-in-trade	228.86	131.01	311.02	128.61	276.63	141.16	420.79	191.14
(c) Change in inventories of finished goods, work-in-progress and stock-in-trade	93.88	(119.91)	(9.19)	(179.24)	78.45	(108.72)	(30.27)	(276.53)
(d) Employee benefits expenses	160.71	142.85	303.56	271.12	268.57	245.07	513.64	476.66
(e) Depreciation and amortisation	582.53	576.69	1,159.22	976.39	1,031.42	1,039.94	2,071.36	1,959.87
(f) Other expenses	2,025.88	1,197.56	4,001.44	2,719.21	3,227.49	3,435.29	6,662.78	4,869.56
(g) Exceptional items	6,655.02	6,270.88	12,925.90	8,952.06	9,401.68	9,401.68	18,803.36	17,803.36
Total Expenses	19,116.08	10,280.29	39,393.50	22,800.50	26,866.82	20,569.69	53,635.11	37,418.27
3 Profit / (Loss) before exceptional items and tax	1,769.03	3,440.89	4,181.65	4,985.12	3,128.63	6,192.72	14,962.75	17,065.62
4 Exceptional items (Gain)/ Loss	(125.46)	(140.72)	(266.18)	(140.72)	(266.18)	(140.72)	(531.90)	(282.64)
5 Profit / (Loss) before tax	1,643.57	3,300.17	3,915.47	4,844.40	2,862.45	6,053.44	14,430.85	16,782.98
6 Tax expense	453.02	(440.04)	913.06	(913.06)	453.02	(440.04)	913.06	(913.06)
7 Net Profit / (Loss) after tax	1,190.55	2,860.13	3,002.41	3,931.34	2,409.43	5,613.48	13,517.79	15,896.04
8 Share of Profit/(Loss) of associates (Net of tax)	-	-	-	-	-	-	-	-
9 Total Profit/(Loss)	1,190.55	2,860.13	3,002.41	3,931.34	2,409.43	5,613.48	13,517.79	15,896.04
10 Other Comprehensive Income (OCI)								
(i) Items that will not be reclassified to profit or loss	(0.07)	1.03	(0.14)	2.06	(0.07)	(0.07)	0.65	0.31
(ii) Items that will be reclassified to profit or loss	(0.03)	0.36	(0.06)	0.72	(0.03)	(0.03)	0.36	0.06
11 Total Comprehensive Income	382.66	332.28	714.86	433.92	2,399.36	5,583.41	13,878.74	16,296.41
12 Net profit attributable to:								
(a) Owners of the equity	382.66	332.28	714.86	433.92	2,399.36	5,583.41	13,878.74	16,296.41
(b) Non-Controlling interest	-	-	-	-	-	-	-	-
13 Other Comprehensive Income attributable to:								
(a) Owners of the equity	-	-	-	-	-	-	-	-
(b) Non-Controlling interest	-	-	-	-	-	-	-	-
14 Total Comprehensive Income attributable to:								
(a) Owners of the equity	382.66	332.28	714.86	433.92	2,399.36	5,583.41	13,878.74	16,296.41
(b) Non-Controlling interest	-	-	-	-	-	-	-	-
15 Earnings before Interest, Taxes and Depreciation & amortisation (EBITDA)	1,452.05	1,645.07	783.72	1,533.24	2,207.38	2,276.55	4,483.93	2,726.10
16 Earnings before Interest, Taxes and Depreciation & amortisation (EBITDA) (%)	21%	24%	21%	20%	22%	24%	23%	23%
17 Paid up Equity Share Capital (Face value of ₹ 1 per share)	96.79	96.79	96.79	91.50	96.79	96.79	91.50	96.79
18 Other Equity	-	-	23,424.44	-	-	-	30,087.35	-
19 Earnings Per Share (EPS) (for the Quarter not annualised)								
(a) Basic	3.95	3.43	7.28	4.73	3.55	1.87	5.42	9.13
(b) Diluted	3.61	3.27	6.86	4.33	3.23	1.78	5.00	8.70
20 Capital Redemption Reserve	-	-	72.00	72.00	-	-	72.00	-
21 Debenture Redemption Reserve	-	-	1,338.59	1,338.59	-	-	1,338.59	-
22 Net Worth : Coverage Ratio @ 25%	-	-	23,491.86	21,309.84	-	-	29,969.22	-
23 Interest Coverage Ratio	-	-	2.20	1.17	-	-	1.64	-
24 Dividend Payout Ratio	-	-	3.21	1.85	-	-	2.36	-
25 Debt Equity Ratio	-	-	0.89	1.14	-	-	1.39	-

25. Debt Equity Ratio



Reporting of Segment wise Revenue, Results, Assets & Liabilities					
Consolidated Financial Results					
PARTICULARS	Quarter ended on 30th September, 2018	Quarter ended on 30th September, 2017	Year to date ended 30th September, 2018	Year to date ended 30th September, 2017	Financial Year ended 31st March, 2018
1 Segment Revenue	8,685.34	4,996.77	16,954.03	9,710.16	22,785.97
(a) Iron & Steel	1,719.81	1,759.01	3,477.82	3,251.92	6,814.67
(b) Power	337.60	279.04	616.64	463.57	704.47
(c) Others	10,701.75	6,346.74	21,048.49	13,425.65	30,305.06
Total	719.50	681.39	1,400.89	1,175.64	2,483.60
Less: Inter-Segment Revenue	9,982.25	9,665.35	19,647.50	12,230.01	27,841.32
Net Segment Results (Profit/(-) Loss/(-) before Tax and Interest from each Segment)					
(a) Iron & Steel	1,117.80	1,446.49	2,564.29	895.76	3,133.14
(b) Power	158.51	81.63	238.24	404.52	607.22
(c) Others	35.77	(208.37)	(174.20)	(311.97)	(647.65)
Total	1,330.14	1,319.79	2,649.93	988.36	3,092.71
Less: Finance costs (Net)	1,085.77	972.94	2,058.71	1,827.35	3,865.70
ii. Other non-cash expenditure (net of im-allocable items)	153.27	83.18	236.45	220.75	503.70
iii. Exceptional items	(255.46)	149.72	(105.74)	145.72	507.36
Total Profit Before Tax	346.56	263.67	610.23	(1,209.46)	(1,864.05)
3 Segment Assets					
(a) Iron & Steel	51,526.96	51,560.23	51,526.96	45,765.26	49,977.96
(b) Power	22,612.79	22,660.55	22,612.79	23,365.46	22,830.78
(c) Others	1,310.31	1,657.59	1,900.43	1,900.43	1,568.73
(d) Unallocated	14,722.13	14,708.07	14,722.13	19,628.48	14,852.95
Total Assets	90,172.19	90,536.44	90,762.29	90,659.63	89,230.42
4 Segment Liabilities					
(a) Iron & Steel	6,804.17	6,814.80	6,804.17	5,545.42	5,692.54
(b) Power	1,259.88	1,245.41	1,013.27	1,013.27	1,109.43
(c) Others	539.62	164.92	539.62	116.61	160.62
(d) Unallocated	51,379.58	52,152.96	51,379.58	54,453.24	51,883.01
Total Liabilities	59,983.25	60,378.09	61,228.54	61,228.54	58,845.80

#### NOTES

- The unaudited financial results for the quarter/ half year ended 30th September, 2018 have been reviewed by the Company's statutory auditors. These have been reviewed by the Board of Directors at their respective meetings held on 13th November, 2018.
- The Hon'ble Supreme Court of India by its Order dated 24th September, 2014 cancelled number of coal blocks allocated to the Company by Ministry of Coal, Government of India and directed to pay an additional levy of ₹ 295 per MT on gross coal extracted. The Company had paid under protest such on coal blocks cancelled during the period from 1993 to 31st March, 2015 of ₹ 2,082.23 crore (including a subsidiary). The management has on legal opinion had charged to the statement of profit and loss, as exceptional item, during the year 2014-15 of ₹ 2,082.23 crore (including a subsidiary) computed on net extraction (run of mines less shale, rejects and ungraded middling) of coal by the Company. The balance amount of ₹ 1,274.46 crore (₹ 1,355.79 crore including a subsidiary) has been shown as receivable from the Government Authority since the entire amount of additional levy has been paid under protest.
- The Company has not book value of investment made in mining assets including land, infrastructure and clearance etc. of ₹ 425 crore (₹ 608.58 crore including a subsidiary) as on 31st March, 2016 and filed claim for the same pursuant to directive vide letter dated 26th December, 2014 given by the Ministry of Coal on such mines. Meanwhile the Ministry of Coal has made interim payment to the Company of ₹ 22.72 crore towards the same.
- Exceptional items for the quarter/ half year ended 30th September, 2018 includes a) Early redemption price saving, on payment of 17,500 nos privately placed debentures, of ₹ 472.50 crores, and b) Write off of part of expenses incurred in earlier years for projects amounting to ₹ 217.04 crores.
- The Company's financial performance continued to be impacted by higher finance cost due to borrowing for payment of additional coal levy of ₹ 3,300 crore (approx.) and higher fuel cost, consequent to cancellation of coal blocks by Hon'ble Supreme Court of India.
- Ind AS 115 "Revenue from Contracts with Customers", mandatory for reporting periods beginning on or after 1st April, 2018 replaces the earlier revenue recognition standards. The application of Ind AS 115 has no material impact on the Company. However, application of Ind AS 115 at one of its step down subsidiary has resulted in reduction in opening reserves by ₹ 86.60 crores and total loss for the quarter ended 30th September, 2018 would have been higher by ₹ 0.39 crore if the company would have recognised the revenue from real estate sales for the period based upon erstwhile "Percentage Completion method". The comparative information is not restated.
- In compliance with Ind AS-115 (previous periods Ind AS-18) and SEBI (Listing Obligations and Disclosure Requirements) Regulation 2015, the reported revenue for the period upto 30th June, 2017 is inclusive of Excise duty, Goods and Service tax (GST) is made applicable w.e.f. 1st July, 2017 and as per Ind AS-115 (previous periods Ind AS-18), revenue for subsequent period is net of GST, hence revenue from operation for the half year ended 30th September, 2018 is not strictly comparable with corresponding half year ended 30th September, 2017.
- One of the vendors of the Company had been referred to National Company Law Tribunal (NCLT) and the Company has submitted its claim towards advance/ other receivables of ₹ 1,297.41 crore (including interest accrued thereon) to the interim resolution professional (IRP). Presently, as informed by the Vendor, process for withdrawal of case of stated Vendor from NCLT is in process and is currently sub-judice. Also, Vendor and the Company have entered into a settlement agreement and the Company is confident of recovering the full value of the claim/ amount.



9 Details of Redeemable Non-Convertible Debentures are as follows:

Particulars	Previous Due Date		Next Due Date		Amount of Interest ₹ in Crores
	Principal	Interest	Principal	Interest	
<b>Secured</b>					
a. 9.80% Secured Redeemable Non-Convertible Debentures	NA	01-Oct-18	12-Apr-19	31-Dec-18	24.70
b. 9.80% Secured Redeemable Non-Convertible Debentures	NA	08-Oct-18	24-Feb-19	08-Jan-19	12.35
c. 9.80% Secured Redeemable Non-Convertible Debentures	29-Dec-17	29-Sep-18	29-Dec-18	29-Dec-18	1.21
d. 9.85% Secured Redeemable Non-Convertible Debentures	NA	31-Jul-18	NA	NA	NA
e. 9.95% Secured Redeemable Non-Convertible Debentures	NA	02-Jul-18	NA	NA	NA
<b>Unsecured</b>					
a. 10.48% Unsecured Redeemable Non-Convertible Debentures	NA	10-Aug-18	10-Aug-19	10-Aug-19	31.35

Above due amounts have been paid on respective due dates. The secured redeemable non-convertible debentures aggregating to ₹ 1,549.60 crore (As at 31st March, 2018 ₹ 1,549.60 crore) (a,b,c,d) are secured by way of mortgage/charge on the Company's certain properties. Secured redeemable non-convertible debentures aggregating to NIL (As at 31st March, 2018 ₹ 650 crore) (e) as on 30th September, 2018 were secured by way of mortgage/charge on the way of collateral of 57805714 nos fully paid up Equity Shares of Jindal Power Limited and secured redeemable non-convertible debentures aggregating to NIL (As at 31st March, 2018 ₹ 1000 crores) (d) as on 30th September, 2018 were secured by way of mortgage/charge on the way of collateral of 77074285 nos. fully paid up Equity Shares of Jindal Power Limited. The assets cover in respect of these debentures extends 100% of the principal amount of the same. The credit rating is ICRA BBB(-) Stable by ICRAI under secured category (a, b, & c), CRISIL BBB- (Stable) by CRISIL under category secured at point (d), CARE BBB(-) Stable by CARE under category secured at point (e) & unsecured category at point (a) "CRISIL BBB (-) Stable" by CRISIL for the NCDs issued by the Company.

10. Previous period figures have been regrouped/ reclassified/recast wherever necessary, to make them comparable.

\$ Debt Equity Ratio: Net Debt / Net Worth  
(Net Debt: Secured loan+unsecured loan - Cash & bank balance-current investment)  
# Net Worth: Equity Share Capital + Other Equity (including fair valuation) + Reserves & Surplus - Intangible assets under development - Foreign Currency Translation Reserve  
@ Net Worth: Equity Share Capital + Other Equity (including fair valuation) + Reserves & Surplus - Intangible assets under development - Foreign Currency Translation Reserve  
(Net Service Coverage Ratio: EBITDA / (Net Finance Charges + Interest expense - dividend income from current investment-Net gain/loss) on sale of current investment)  
(EBITDA: Profit Before exceptional items and extraordinary items + Finance Cost + Depreciation and amortisation expense - other income)  
Interest Service Coverage Ratio: EBITDA / Net Finance Charges

Date: 13th November, 2018  
Place: Angul, Odisha

By Order of the Board  
  
NAVEEN JINDAL  
CHAIRMAN



Particulars	Standalone		Consolidated	
	As at 30th September 2018	As at 31st March 2018	As at 30th September 2018	As at 31st March 2018
<b>1) Non-current assets</b>				
a) Property, Plant and Equipment	44,612.46	45,564.06	63,609.76	64,619.25
b) Capital work-in-progress	2,369.75	2,653.99	3,783.34	3,876.97
c) Investment property	-	-	5.70	5.74
d) Intangible assets	68.55	72.37	3,416.08	3,232.34
e) Intangible assets under development	34.17	35.30	1,113.21	1,100.53
f) Biological assets other than bearer plants	0.14	0.14	0.45	0.45
g) Goodwill on consolidation	-	-	592.18	592.18
h) Financial assets				
i) Investments	1,494.94	1,490.36	145.13	145.76
ii) Loans	150.13	150.43	341.46	326.07
iii) Bank balances	18.87	10.48	18.87	10.50
iv) Others	-	-	4.16	4.34
j) Other non-current assets	472.04	387.61	1,098.02	1,003.29
<b>Sub-Total-Non Current assets</b>	<b>49,221.05</b>	<b>50,364.74</b>	<b>74,128.36</b>	<b>74,917.42</b>
<b>2) Current Assets</b>				
a) Inventories	3,758.04	3,098.89	6,342.03	4,959.56
b) Financial assets				
(i) Investments	-	-	1.61	0.21
(ii) Trade receivables	854.34	794.31	2,361.98	1,826.09
(iii) Cash and cash equivalents	119.53	101.19	647.87	263.53
(iv) Bank balances other than (iii) above	98.32	24.92	298.67	204.35
(v) Loans	1,279.35	1,046.54	348.02	470.52
(vi) Others	871.57	1,018.49	1,213.75	1,430.47
c) Current tax assets (net)	128.61	458.03	219.94	545.74
d) Other current assets	3,137.72	3,169.49	4,357.31	4,361.75
e) Assets held for sale	-	-	252.65	250.78
<b>Sub-Total Current assets</b>	<b>10,247.48</b>	<b>9,711.86</b>	<b>16,043.83</b>	<b>14,313.00</b>
<b>TOTAL-ASSETS</b>	<b>59,468.53</b>	<b>60,076.60</b>	<b>90,172.19</b>	<b>89,230.42</b>
<b>EQUITY &amp; LIABILITIES</b>				
<b>(1) Equity</b>				
a) Equity share capital	96.79	96.79	96.79	96.79
b) Share Warrant	4.80	4.80	4.80	4.80
c) Other Equity	23,424.44	22,690.97	30,087.35	30,283.02
d) Non controlling interest	-	-	310.90	440.34
<b>(2) Non Current Liabilities</b>				
a) Financial liabilities				
(i) Borrowings	13,044.89	14,411.05	33,150.38	32,955.91
(ii) Trade payables				
(a) Total outstanding, dues of micro and small enterprises	-	-	-	-
(b) Total outstanding, dues of creditors other than micro and small enterprises	-	-	2.09	1.89
(iii) Others	724.02	714.09	724.55	687.79
b) Provisions	47.10	43.08	317.00	278.16
c) Deferred tax liabilities (net)	3,615.71	3,673.45	5,035.50	5,028.36
d) Other non-current liabilities	2,854.00	2,854.00	0.15	0.30
<b>Sub-Total-Non Current liabilities</b>	<b>20,285.72</b>	<b>21,695.67</b>	<b>39,229.67</b>	<b>38,952.41</b>
<b>(3) Current liabilities</b>				
a) Financial liabilities				
(i) Borrowings	6,091.78	6,910.19	6,145.73	6,242.94
(ii) Trade payables				
(a) Total outstanding, dues of micro and small enterprises	-	-	-	-
(b) Total outstanding, dues of creditors other than micro and small enterprises	3,648.65	3,380.36	4,632.86	4,189.91
(iii) Other Financial liabilities	3,520.44	3,598.70	5,472.22	6,315.64
b) Other current liabilities	2,361.64	1,667.76	4,128.13	2,643.07
c) Provisions	34.27	31.36	63.74	61.50
<b>Sub-Total - Current liabilities</b>	<b>15,656.78</b>	<b>15,588.37</b>	<b>20,442.68</b>	<b>19,453.06</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>59,468.53</b>	<b>60,076.60</b>	<b>90,172.19</b>	<b>89,230.42</b>



**Independent Auditor's Review Report**

To

The Board of Directors of JINDAL STEEL & POWER LIMITED

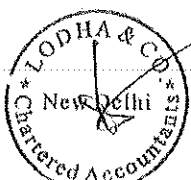
1. We have reviewed the accompanying statement of unaudited standalone financial results ("the Statement") of JINDAL STEEL & POWER LIMITED ("the Company") for the quarter and half year ended 30<sup>th</sup> September 2018, attached herewith, being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("the Regulations"), read with SEBI Circular No. CIR/CFD/FAC/62/2016 dated 5<sup>th</sup> July 2016 ("the Circular").

This Statement, which is the responsibility of the Company's Management and has been approved by the Board of Directors of the company in their meeting held on 13<sup>th</sup> November 2018, has been prepared in accordance with the recognition and measurement principles laid down in the Indian Accounting Standard 34 "Interim Financial Reporting" ("Ind AS 34"), prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and other accounting principles generally accepted in India. Our responsibility is to issue a report on the Statement based on our review.

2. 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. This standard requires that we plan and perform the review to obtain moderate assurance about whether the financial results are free of material misstatement(s). A review is limited primarily to enquiries of the Company personnel and analytical procedures applied to financial data and thus provide less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.

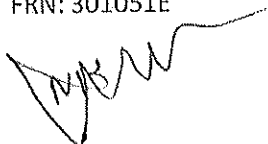
**3. Basis of Qualified Conclusion:**

We draw attention regarding a) impact on the net carrying value of fixed assets/investment made in mining assets not been considered/ provided for the reason stated in the Note No. 3 to the Statement, and b) the management's view about additional levy paid of Rs. 1,274.46 crore (being differential between Gross and Net) as stated in the Note No. 2 to the Statement, which has been shown as good and recoverable and has not been provided for. These matters were also qualified by us in the limited review report on the financial results for the quarter ended 30<sup>th</sup> June 2018, quarter/ half year ended 30<sup>th</sup> September 2017 and in audit report on the standalone financial statements for the quarter/year ended 31<sup>st</sup> March 2018.



4. Based on our review conducted as above, *except for the effects/ possible effects of our observation stated in paragraph 3 above*, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in all material respects in accordance with the applicable Indian Accounting Standards (Ind AS) prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and other recognised accounting practices and policies generally accepted in India, has not disclosed the information required to be disclosed in accordance with the requirements of the Regulations, read with the Circular, including the manner in which it is to be disclosed, or that it contains any material misstatement.

For LODHA & CO.  
Chartered Accountants  
FRN: 301051E



N.K. LODHA  
Partner  
Membership No. 085155



Place: New Delhi  
Date: 13<sup>th</sup> November 2018

**Independent Auditor's Review Report**

To

The Board of Directors of JINDAL STEEL &amp; POWER LIMITED

1. We have reviewed the accompanying statement of unaudited consolidated financial results ("the Statement") of JINDAL STEEL & POWER LIMITED ('the Parent'), its subsidiaries (the Parent and its subsidiaries together referred as 'Group'), its associates and its joint ventures (listed in Annexure-I) for the quarter and half year ended 30<sup>th</sup> September 2018, attached herewith, being submitted by the Parent pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("the Regulations"), read with SEBI Circular No. CIR/CFD/FAC/62/2016 dated 5<sup>th</sup> July 2016 ("the Circular").

This Statement, which is the responsibility of the Parent's Management and has been approved by the Board of Directors of the Parent in their meeting held on 13<sup>th</sup> November 2018, has been prepared in accordance with the recognition and measurement principles laid down in the Indian Accounting Standard 34 "Interim Financial Reporting" ("Ind AS 34"), prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and other accounting principles generally accepted in India. Our responsibility is to issue a report on the Statement based on our review.

2. 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. This standard requires that we plan and perform the review to obtain moderate assurance about whether the financial results are free of material misstatement(s). A review is limited primarily to enquiries of the Parent's personnel and analytical procedures applied to financial data and thus provide less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.

**3. Other Matters:**

- (a) We did not review the financial results of 6 subsidiaries included in the consolidated quarterly financial results, whose financial results reflect total assets as at 30<sup>th</sup> September 2018 of Rs. 23,642.05 crores, net assets as at 30<sup>th</sup> September 2018 of Rs. 10,259.46 crores, total revenue of Rs. 1,122.75 crores & Rs. 2,237.73 crores for the quarter and half year ended 30<sup>th</sup> September 2018 respectively, total loss after tax of Rs. 137.09 crores & Rs. 292.99 crores for the quarter and half year ended 30<sup>th</sup> September 2018 respectively and total comprehensive loss of Rs. 137.09 crores & Rs. 292.99 crores for the quarter and half year ended 30<sup>th</sup> September 2018 respectively, as considered in the consolidated financial results. These financial results have been reviewed by other auditors whose report has been furnished to us by the Management and our report on the consolidated results, in so far as it relates to the amounts and disclosures included in respect of these subsidiaries, is based solely on the report of the other auditors.

- (b) We have relied on the management certified financial statements (un-reviewed) of 84 subsidiaries (including 2 numbers JVs considered for consolidation as per Ind AS 110), whose financial results reflect total assets as at 30<sup>th</sup> September 2018 of Rs. 32,008.57 crores, net assets as at 30<sup>th</sup> September 2018 of Rs. 3,235.84 crores, total revenue of Rs.



2,112.82 crores & Rs. 4,157.94 crores for the quarter and half year ended 30<sup>th</sup> September 2018 respectively, total loss after tax of Rs. 112.93 crores & Rs. 15.57 crores for the quarter and half year ended 30<sup>th</sup> September 2018 respectively and total comprehensive loss of Rs. 112.93 crores & Rs. 15.57 crores for the quarter and half year ended 30<sup>th</sup> September 2018 respectively, as considered in the consolidated financial results. The consolidated financial results also include the Parent's share of net profit of Rs. NIL for the quarter and half year ended 30<sup>th</sup> September 2018, as considered in the consolidated financial results, in respect of 2 associates and 1 joint venture. These financial results /financial information have not been reviewed by their auditors and have been furnished to us by the management and our opinion on the consolidated results, in so far as it relates to the amounts included and disclosure included in respect of these subsidiaries / JVs / Associates is based solely on such management certified financial results / financial information.

**4. Basis of Qualified Conclusion:**

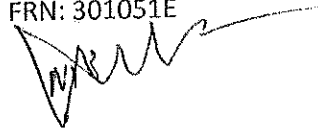
We draw attention regarding a) impact on the net carrying value of fixed assets/investment made in mining assets not been considered/provided for the reason stated in the Note No. 3 to the Statement, and b) the management's view about additional levy paid of Rs. 1,355.79 crores (being differential between Gross and Net) as stated in the Note No. 2 to the Statement, which has been shown as good and recoverable and has not been provided for. These matters were also qualified by us in the limited review report on the consolidated financial results for the quarter ended 30<sup>th</sup> June 2018, quarter/ half year ended 30<sup>th</sup> September 2017 and in audit report on the consolidated financial statements for the quarter/year ended 31<sup>st</sup> March 2018.

5. Based on our review conducted as above and based on the consideration of reports of the other auditors referred to in paragraph 3(a) above, *except for the effects/ possible effects of our observation stated in paragraph 4 above*, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in all material respects in accordance with the applicable Indian Accounting Standards (Ind AS) prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and other recognised accounting practices and policies generally accepted in India, has not disclosed the information required to be disclosed in accordance with the requirements of Regulations, read with the Circular, including the manner in which it is to be disclosed, or that it contains any material misstatement.

For LODHA & CO.

Chartered Accountants

FRN: 301051E



N.K. LODHA

Partner

Membership No. 85155

Place: New Delhi

Date: 13<sup>th</sup> November 2018



## Annexure I

List of entities included in the consolidated financial results for the quarter / half year ended 30th September 2018

S. NO.	NAME OF COMPANIES
<b>Subsidiaries</b>	
1	Shadeed Iron & Steel Lic
2	Wollongong Coal Ltd.
3	Jindal Steel & Power(Mauritius) Limited
4	Jindal Power Limited
5	Jindal Mining Sa(Pty) Limited
6	Jindal Africa Investments (Pty) Ltd.
7	Jspl Mozambique Minerals Lda
8	Jb Fabinfra Pvt Ltd
9	Trishakti Real Estate Infrastructure And Developers Pvt. Ltd.
10	Jindal Power Ventures(Mauritius) Ltd
11	Jindal Power Senegal Sau
12	Blue Castle Ventures
13	Jin Africa Ltd
14	Jindal Investimentos Lda
15	Jindal Africa Sa
16	Jindal Steel & Power (Bc) Ltd.
17	Jindal Kzn Processing (Pty) Ltd.
18	Jindal Steel & Minerals Zimbabwe Ltd
19	Jindal Steel & Power (Australia) Pty Ltd
20	Jindal Zambia Ltd.
21	Sungu Sungu Pty Ltd
22	Bon Tera Mining (Pty) Ltd
23	Jindal Energy (Sa) Pty Ltd
24	Peerboom Coal (Pty) Ltd
25	Koleko Resources(Pty) Ltd.
26	Eastern Solid Fuels(Pty) Ltd.
27	Legend Iron Ltd
28	Belde Empreendimentos Mineiros Lda
29	Southbulli Holding Pty Ltd.
30	Oceanic Coal Resources NI
31	Wongawilli Coal Pty Ltd.
32	Sad-Elec(Pty) Ltd.
33	Brake Trading (Pty) Limited
34	Fireflash Investments(Pty) Limited
35	Landmark Mineral Resources (Pty) Limited
36	Cameroon Mining Action S.A.
37	Jindal Steel Dmcc
38	Shadeed Iron & Stell Co. Limited-Dubai
39	Jindal Investment Holdings Limited
40	Skyhigh Overseas Limited
41	Trans Asia Mining Pte. Ltd.
42	Jindal Mining & Exploration Limited
43	Jindal Angul Power Limited
44	Everbest Steel And Mining Holdings Limited
45	Harmony Overseas Limited
46	Jubilant Overseas Limited
47	Jindal Botswana (Pty) Limited
48	Vision Overseas Limited
49	Pt Jindal Overseas Ltd.
50	Pt Sumber Surya Gemilang
51	Pt Maruwai Bara Abadi
52	Pt Bhi Mining Indonesia
53	Jindal Steel Bolivia Sa
54	Gas To Liquids International Sa
55	Attunil Hydro Electric Power Company Limited
56	Etalin Hydro Electric Power Company Ltd.
57	Jindal Hydro Power Ltd.



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S. NO.	NAME OF COMPANIES
58	Jindal Power Distribution Ltd.
59	Ambitious Power Trading Company Limited
60	Jindal Power Transmission Ltd.
61	Kamala Hydro Electric Power Co. Ltd.
62	Kineta Power Ltd.
63	Uttam Infralogix Ltd.
64	Panther Transfreight Pvt. Ltd.
65	Jindal Bvi Ltd.
66	Jindal(Barbados) Holdings Corp
67	Jindal(Barbados) Mining Corp
68	Jindal(Barbados) Energy Corp
69	Meepong Resources (Mauritius)(Pty) Ltd.
70	Meepong Energy(Mauritius)(Pty) Ltd.
71	Jindal Energy Bahamas
72	Jindal Transafrica(Barbados) Corp
73	Meepong Resources Pty Ltd.
74	Meepong Energy Pty Ltd.
75	Meepong Services(Pty) Ltd.
76	Meepong Water(Pty) Ltd.
77	Jindal Resources Botswana Pty Ltd
78	Trans Africa Rail(Pty) Ltd.
79	Jindal Energy (Botswana) Pty Ltd.
80	Osho Madagascar Sarl
81	Jindal Madagascar Sarl
82	Jindal Tanzania Ltd
83	Jindal Mining Namibia(Pty) Ltd.
84	Jindal Mauritania Sarl
85	Jindal Reality Private Limited
86	Raigarh Pathalgaon Expressway Limited
87	Enviro Waste Gas Services Pty Ltd.
88	Jagran Developers Limited
Joint Ventures	
1	Jindal Synfuels Limited
2	Urtan North Mining Company Limited
3	Shrestha Mining & Metals Pvt. Ltd.
Associates	
1	Prodisyne(Pty) Ltd
2	Thuthukani Coal(Pty) Ltd



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PRESS RELEASE

**FINANCIAL RESULTS FOR SECOND QUARTER & HALF YEAR FY 2018-19**

**JSPL reports Net Profit of Rs. 279 Crores**

**Angul Ramps up; Monsoon hit Quarter**

- 2QFY19 Consolidated PAT Rs. 279 Cr
- 2QFY19 Standalone PAT Rs. 383 Cr
- 2QFY19 Consolidated EBITDA up 61% YoY
- 2QFY19 Standalone EBITDA up 85% YoY
- 2QFY19 Mozambique EBITDA positive

**JSPL Standalone 2QFY19 Performance (YoY):**

- Turnover : Rs. 6,849 Cr; increased by 87%
- EBITDA: Rs. 1,452 Cr; increased by 85%
- EBITDA Margin: 21%
- Crude Steel Production: 1.30 million tonnes
- Steel Sales: 1.28 million tonnes

**JSPL Consolidated 2QFY19 Performance (YoY):**

- Turnover : Rs. 9,982 Cr; increased by 63%
- EBITDA : Rs. 2,207 Cr; increased by 61%
- EBITDA Margin: 22%
- EBITDA – Oman : US\$ 46 mn
- Crude Steel Production: 1.67 million tonnes
- Steel Sales: 1.75 million tonnes

**JPL 2QFY19 Performance (YoY):**

- Turnover : Rs. 911 Cr
- EBITDA : Rs. 302 Cr
- EBITDA Margin: 33%

**1. JSPL Standalone Performance**

The quarter ended Sept'2018 was a monsoon hit quarter and is traditionally the weakest in terms of sales volumes and steel prices during the year. But with Angul production ramping up, JSPL Standalone Steel production rose 46% to 1.30 million tonnes (0.89 million tonnes in 2QFY18)

while Standalone Steel sales during 2QFY19 increased to 1.28 million tonnes (up 53% YoY). The Angul production continues to ramp up with the Blast Furnace achieving production levels of more than 9000 tonnes per day.

The revenues for JSPL Standalone came in at Rs. 6,849 Cr (up 87% YoY). Increasing raw material costs and declining realizations (more in longs than flats) led to a pressure on the margins in 2QFY19. JSPL Standalone reported EBITDA of Rs. 1,452 Cr (Up 85% YoY) and Profit After Tax of Rs. 383 Cr as compared to a loss of Rs. 255 Cr in 2QFY18.

During 2QFY19, production of pellets increased by 2% YoY to 1.62 million tonnes and the company achieved external sales of pellets of 0.74 MT during 2QFY19.

## **2. Jindal Power Ltd (JPL)**

Lack of availability of coal continues to hamper operations in JPL. JPL generated 2,427 units in the reported September quarter as compared to 2,751 units in 1QFY19 (12% QoQ decrease).

Despite the low volumes, better realizations helped JPL post revenue of 911 Cr in the quarter ending Sept'2018. Despite of higher coal costs (up 10% QoQ), JPL maintained EBITDA margins at 33% vs 32% in 1QFY19. EBITDA in 2QFY19 came in at Rs. 302 Cr (as compared to Rs. 314 Cr in 1QFY19). JPL continues to generate cash profits, which stood at Rs. 150 Cr in the reported quarter.

## **3. Global Ventures**

**3.1. Oman:** During the quarter ended 30<sup>th</sup> Sep'2018, Jindal Shadeed recorded production of 0.38 million tonnes of crude steel (as against 0.43 million tonnes in 2QFY18) due to an annual maintenance shutdown in the month Sept' 2018. It reported EBITDA of US\$ 46 mn for 2QFY19 (vs. US\$55 mn in 2QFY18). The rebar mill at Oman achieved production of 0.23 million tonnes this quarter.

**3.2. Mozambique:** Mines at Mozambique produced ~0.5 million tonnes ROM in 2QFY19 and continue to ramp up. Mozambique generated EBITDA of US\$ 5.7 mn for the reported quarter.

**3.3. Australia:** During 2QFY19, Wongawilli mines continued to ramp up and produced approx. 115KT. Russell Vale mines continues to be under care & maintenance.

#### **4. JSPL Consolidated Performance**

JSPL produced 1.67 million tonnes on the Consolidated level (up 27% from 1.32 million tonnes in 2QFY18) and sold 1.75 million tonnes (up 38% from 1.27 million tonnes in 2QFY18).

JSPL reported Consolidated Revenues of Rs. 9,982 Cr (up 63% YoY) while Consolidated EBITDA increased to Rs. 2,207 Cr from Rs. 1,373 Cr (in 2QFY18), up 61% YoY. JSPL Consolidated Profits after Tax jumped from a loss of Rs. 499 Cr in 2QFY18 to a profit of Rs. 279 Cr in 2QFY19.

Net Debt to EBITDA (Trailing) at the end of 2QFY19 stood at 5x as compared to 6.6x as of March'2018. JSPL Consolidated Net Debt consists of a domestic net debt of Rs. 27,400 Cr and overseas net debt of US\$2bn.

#### **5. Overview and Outlook:**

##### **5.1. Steel:**

The World Steel Association revised their global demand estimates upwards, on back of increasing China demand growth, to 2.1% from 1.8%. Despite an increase in raw material prices, the production in China has continued to grow with Finished Steel prices also softening over the past quarter. The winter cuts on the anvil need to be watched closely as the Chinese government tweaked its policy by allowing local authorities to set their own anti-smog measures instead of blanket cuts on all crude steel production across the nation. The continuing US-China trade tensions as well as initial signs of sluggishness in China's economy could well pose a risk to the Global Steel outlook.

India remains steadfast in its Steel demand growth, backed by Government spending in infrastructure, roads, rails, transmission and housing. The growth in housing demand is now more widespread with pick up in villages & tier-2/tier-3 cities & towns balancing out the listlessness in big cities.

With continued measures by the government to protect the Steel industry, the outlook for the domestic steel demand remains robust with Steel demand growth expected to outstrip the capacity additions in the coming years. The recent happenings in the financial sector which have further drained out the liquidity in the markets though could pose a near term risk to the

demand. On the back of the infrastructure spend by the government and possible fall in personal consumption due to liquidity concerns, outlook on the long products' demand is expected to be better than flat products in the near term.

## **5.2. Power:**

Coal shortage has severely impacted thermal power generation during Q2FY19. A very large number of power plants had critical coal stocks and had to default in meeting PPA obligations. In addition to the domestic coal scarcity, problems for the domestic power players were amplified with increasing international coal prices, depreciating rupee and increased generation from wind and hydro during the monsoon season. With the effect of monsoon almost over, coal production is expected to rise and subsequent more coal e-auctions by Coal India subsidiaries could help thermal power plants to scale up the generation. Conventional energy being reliable and round-the-clock power source will continue to play important role for providing grid security as against renewable energy supply which impacts grid stability as availability of renewable energy is periodic and heavily depends on seasonal and weather pattern.

With Government of India's "24 X 7 Power for All" initiative and healthy GDP growth prediction during current financial year, the power demand is expected to increase. The demand for power is also expected to get a boost on account of forthcoming elections in 2019. The demand for most parts of October has been highly encouraging and peak merchant power rates have been in excess of Rs. 10 per kWh.

However, coal sourcing continues to remain a major challenge, both in terms of availability and rising coal prices. Increase in coal freight due to diesel price hike and depreciating Rupee, resulting in costlier coal import could continue hurting the thermal power generators. We expect this key challenge to be mitigated significantly in the short term by expeditious implementation of coal tolling arrangement of State Governments with generators and in the long term by introduction of Commercial Mining as proposed by the Govt. of India.

## STANDALONE FINANCIAL RESULTS

### Year on Year (Quarter)

Parameter(in Crores of INR)	Quarter 2		Change (%)
	2018-19	2017-18	
Turnover	6,849	3,668	+87%
EBITDA	1,452	784	+85%
EBITDA %	21%	21%	
Depreciation + Amortization	583	496	+18%
Interest	676	578	+17%
PBT (Before Exceptional)	194	(290)	--
Exceptional	(255)	150	--
PBT	449	(440)	--
PAT	383	(255)	--

### Quarter on Quarter

Parameter	Q2 FY 18-19	Q1 FY 18-19	Change (%)
Turnover	6,849	6,734	+2%
EBITDA	1,452	1,645	-12%
EBITDA %	21%	24%	
Depreciation + Amortization	583	577	+1%
Interest	676	605	+12%
PBT (Before Exceptional)	194	463	-58%
Exceptional	(255)	--	--
PBT	449	463	-3%
PAT	383	332	+15%

## CONSOLIDATED FINANCIAL RESULTS

### Year on Year (Quarter)

Parameter	Quarter 2		Change (%)
	2018-19	2017-18	
Turnover	9,982	6,123	+63%
EBITDA	2,207	1,373	+61%
EBITDA %	22%	22%	
Depreciation + Amortization	1,031	998	+3%
Interest	1,086	927	+17%
PBT Before Exceptional	91	(550)	--
Exceptional Item	(255)	150	--
PBT	347	(699)	--
PAT	279	(499)	--

### Quarter on Quarter

Parameter	Q2 FY 18-19	Q1 FY 18-19	Change (%)
Turnover	9,982	9,665	+3%
EBITDA	2,207	2,277	-3%
EBITDA %	22%	24%	
Depreciation + Amortization	1,031	1,040	-1%
Interest	1,086	973	+12%
PBT (Before Exceptional)	91	264	-65%
Exceptional	(255)	--	--
PBT	347	264	+31%
PAT	279	110	+154%

## PRODUCTION (Consolidated)

### Year on Year

Product (Million Tonnes)	Quarter 2		Change (%)
	2018-19	2017-18	
Steel*	1.67	1.32	+27%
Pellets	1.62	1.58	+2%

### Quarter on Quarter

Product (Million Tonnes)	Q2 FY 18-19	Q1 FY 18-19	Change (%)
Steel*	1.67	1.65	+1%
Pellets	1.62	1.76	-8%

\*only Slab/Round/Bloom/Beam Blank (includes Oman)

## SALES (Consolidated)

### Year on Year

Product (Million Tonnes)	Quarter 2		Change (%)
	2018-19	2017-18	
Steel Products*	1.75	1.27	+38%
Pellets (External sales)	0.74	0.86	-14%

### Quarter on Quarter

Product (Million Tonnes)	Q2 FY 18-19	Q1 FY 18-19	Change (%)
Steel Products*	1.75	1.61	+9%
Pellets (External sales)	0.74	0.83	-11%

\*Slabs/Bloom/Billets/Structurals& Rails/Universal Plate/Coil/Converted Angle/Channel/ Wire Rod /TMT/Fabricated Beams/Plates (Includes Oman)

## JINDAL POWER LIMITED (JPL)

(A SUBSIDIARY OF JSPL)

### Year on Year (Quarter)

Particulars(in Crores of INR)	Quarter 2		Change (%)
	2018-19	2017-18	
Turnover	911	878	+4%
EBITDA	302	345	-12%
EBITDA%	33%	39%	
Depreciation + Amortization	333	377	-12%
Interest	222	227	-2%
PBT	(183)	(190)	--
PAT	(153)	(176)	--
Cash Profit	150	187	-20%
Generation (million units)	2,427	2,427	--

### Quarter on Quarter

Particulars(in Crores of INR)	Q2 FY 18-19	Q1 FY 18-19	Change (%)
Turnover	911	968	-6%
EBITDA	302	314	-4%
EBITDA%	33%	32%	
Depreciation + Amortization	333	329	+1%
Interest	222	216	+3%
PBT	(183)	(163)	--
PAT	(153)	(134)	--
Cash Profit	150	167	-10%
Generation (million units)	2,427	2,751	-12%

**FOR FURTHER INFORMATION PLEASE CONTACT:**

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**Forward looking and Cautionary Statements: -**

Certain statements in this release concerning our future growth prospects are forward looking statements, which involve a number of risks, and uncertainties that could cause actual results to differ materially from those in such forward looking statements. The risks and uncertainties relating to these statements include, but are not limited to , risks and uncertainties regarding fluctuations in earnings, our ability to manage growth, intense competition within steel industry including those factors which may affect our cost advantage , time and cost overruns on fixed – price, our ability to manage our operations, reduced demand for steel , power etc., The Company does not undertake to update any forward looking statements that may be made from time to time by or on behalf of the Company. The numbers & statements in this release are provisional in nature and could materially change in future, based on any restatements or regrouping of items etc.