

**INDEPENDENT AUDITOR'S REVIEW REPORT ON REVIEW OF INTERIM
STANDALONE FINANCIAL RESULTS**

**TO THE BOARD OF DIRECTORS OF
JSW ENERGY LIMITED**

1. We have reviewed the accompanying Statement of Standalone Unaudited Financial Results of **JSW ENERGY LIMITED** ("the Company"), for the quarter and six months ended September 30, 2021 ("the Statement"), being submitted by the Company pursuant to the requirement of Regulations 33 and 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended.
2. This Statement, which is the responsibility of the Company's Management and approved by the Company's Board of Directors, 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 express a conclusion on the Statement based on our review.
3. We conducted our review of the Statement 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 (ICAI). A review of interim financial information consists of making inquiries, primarily of the Company's personnel 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 specified under section 143(10) of the Companies Act, 2013 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.
4. Based on our review conducted as stated in paragraph 3 above, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the recognition and measurement principles laid down in the aforesaid Indian Accounting Standard and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulations 33 and 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, including the manner in which it is to be disclosed, or that it contains any material misstatement.

For **DELOITTE HASKINS & SELLS LLP**
Chartered Accountants
(Firm's Registration No. 117366W/W-100018)



(Samir R. Shah)
Partner

(Membership No. 101708)
(UDIN: 21101708AAAAEN7711)

Mumbai, 29 October 2021

JSW ENERGY LIMITED

Registered Office : JSW Centre, Bandra Kurla Complex, Bandra (East), Mumbai-400051

CIN : L74999MH1994PLC077041

Statement of Standalone Unaudited Financial Results for the Quarter and Six Months Ended September 30, 2021

₹ Crore

Sr. No.	Particulars	Quarter Ended			Six Months Ended		Year Ended
		30.09.2021	30.06.2021	30.09.2020	30.09.2021	30.09.2020	31.03.2021
		Unaudited	Unaudited	Unaudited	Unaudited		Audited
1	Income:						
	a) Revenue from operations [refer note no 3(a) and 3(c)]	802.17	757.98	672.03	1,560.15	1,476.38	2,897.53
	b) Other income	114.57	58.00	26.77	172.57	45.34	62.41
	Total income	916.74	815.98	698.80	1,732.72	1,521.72	2,959.94
2	Expenses:						
	a) Fuel cost [refer note no 3(c)]	478.05	447.86	424.92	925.91	983.47	1,778.14
	b) Purchase of stock-in-trade	-	26.11	-	26.11	-	-
	c) Employee benefits expense	30.71	28.44	25.42	59.15	55.28	112.32
	d) Finance costs	34.58	35.57	55.59	70.15	122.24	210.10
	e) Depreciation and amortisation expenses	82.34	88.37	90.38	170.71	180.68	358.07
	f) Other expenses	85.82	56.25	39.81	142.07	69.56	193.57
	Total expenses	711.50	682.60	636.12	1,394.10	1,411.23	2,652.20
3	Profit before tax (1-2)	205.24	133.38	62.68	338.62	110.49	307.74
4	Tax expense:						
	- Current tax	39.76	23.36	5.48	63.12	10.03	40.15
	- Deferred tax	32.63	21.11	21.85	53.74	36.86	81.41
5	Profit for the period / year (3-4)	132.85	88.91	35.35	221.76	63.60	186.18
6	Other comprehensive income / (loss)						
A	(i) Items that will not be reclassified to profit or loss	(109.18)	1,561.32	634.69	1,452.14	983.77	2,350.19
	(ii) Income tax relating to items that will not be reclassified to profit or loss	12.71	(184.79)	0.05	(172.08)	0.10	(148.52)
B	(i) Items that will be reclassified to profit or loss	-	-	7.60	-	1.80	9.73
	(ii) Income tax relating to items that will be reclassified to profit or loss	-	-	(2.66)	-	(0.63)	(3.40)
	Total other comprehensive (loss) / income [net of tax]	(96.47)	1,376.53	639.68	1,280.06	985.04	2,208.00
7	Total comprehensive income for the period / year (5+6)	36.38	1,465.44	675.03	1,501.82	1,048.64	2,394.18
8	Paid-up equity share capital (net of treasury shares) (Face value of ₹ 10 per share)	1,639.54	1,643.06	1,642.03	1,639.54	1,642.03	1,642.33
9	Other equity						9,990.01
10	Earnings per share (EPS) (not annualised excluding year end)						
	- Basic EPS (₹)	0.81	0.54	0.22	1.35	0.39	1.13
	- Diluted EPS (₹)	0.81	0.54	0.22	1.35	0.39	1.13



Standalone Statement of Assets and Liabilities

₹ Crore

Particulars	As at	
	30.09.2021	31.03.2021
	Unaudited	Audited
A. ASSETS		
1. Non-current assets:		
(a) Property, plant and equipment	4,020.70	4,178.90
(b) Capital work-in-progress	63.32	33.85
(c) Other Intangible assets	1.19	1.22
(d) Investments in subsidiaries and an associate	4,440.42	4,380.77
(e) Financial assets		
(i) Investments	4,693.62	3,293.57
(ii) Trade receivables	59.19	5.34
(iii) Loans	88.19	102.53
(iv) Other financial assets	1,015.53	1,003.97
(f) Income tax assets (net)	63.56	63.56
(g) Other non-current assets	112.61	106.21
Total non - current assets	14,558.33	13,169.92
2. Current assets:		
(a) Inventories	338.06	236.34
(b) Financial assets		
(i) Investments	119.39	537.56
(ii) Trade receivables	244.70	230.56
(iii) Unbilled revenue	128.50	22.44
(iv) Cash and cash equivalents	152.86	58.19
(v) Bank Balances other than (iv) above	68.34	69.14
(vi) Loans	84.74	65.84
(vii) Other financial assets	150.83	152.56
(c) Other current assets	71.10	59.43
Total current assets	1,358.52	1,432.06
3. Asset classified as held for sale	-	114.33
TOTAL ASSETS (1+2+3)	15,916.85	14,716.31
B. EQUITY AND LIABILITIES		
1. Equity		
(a) Equity share capital	1,639.54	1,642.33
(b) Other equity	11,083.14	9,990.01
Total equity	12,722.68	11,632.34
2. Liabilities		
I. Non-current liabilities		
(a) Financial liabilities		
(i) Borrowings	556.48	710.51
(ii) Lease liabilities	0.65	0.85
(iii) Other financial liabilities	0.45	0.44
(b) Provisions	23.52	22.26
(c) Deferred tax liabilities (net)	766.61	559.17
(d) Other non-current liabilities	5.99	6.06
Total non - current liabilities	1,353.70	1,299.29
II. Current liabilities		
(a) Financial liabilities		
(i) Borrowings	1,028.06	891.32
(ii) Lease liabilities	0.39	0.38
(iii) Trade payables		
a) Total outstanding dues of micro and small enterprises	2.69	4.42
b) Total outstanding dues of creditors other than micro and small enterprises*	578.84	713.26
(iv) Other financial liabilities	112.45	69.46
(b) Other current liabilities	41.08	63.27
(c) Provisions	5.87	5.87
(d) Income tax liabilities (net)	71.09	36.70
Total current liabilities	1,840.47	1,784.68
Total liabilities	3,194.17	3,083.97
TOTAL EQUITY AND LIABILITIES (1+2)	15,916.85	14,716.31

*Includes acceptances



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Particulars	For the Six Months Ended	
	30.09.2021 Unaudited	30.09.2020 Unaudited
A CASH FLOW FROM OPERATING ACTIVITIES		
Profit before tax	338.62	110.49
Adjusted for:		
Depreciation and amortisation expense	170.71	180.68
Interest income earned on financial assets that are not designated as fair value through profit or loss	(114.28)	(19.42)
Finance costs	70.15	122.24
Share based payments	2.30	1.09
Dividend income from investments designated as fair value through other comprehensive income	(45.52)	(14.01)
Gain on sale / discard of property, plant and equipment (net)	(0.02)	-
Allowance for doubtful loans / trade receivables / interest receivables	32.88	0.02
Contingent consideration / liabilities no longer payable written back	-	(1.58)
Capital work in progress written off	-	0.98
Net loss arising on financial instruments designated as fair value through profit or loss	0.04	0.09
Unrealised foreign exchange (gain) / loss (net)	(2.53)	0.78
Operating profit before working capital changes	452.35	381.36
Adjustment for movement in working capital:		
Increase in trade receivables and unbilled revenue	(174.05)	(15.84)
(Increase) / Decrease in inventories	(101.72)	365.00
(Increase) / Decrease in current and non current assets	(115.50)	48.33
Decrease in trade payables and other liabilities	(159.24)	(544.84)
Cash (used in) / generated from operations	(98.16)	234.01
Income taxes paid (net)	(46.87)	(10.31)
Net cash (used in) / generated from operating activities (A)	(145.03)	223.70
B CASH FLOW FROM INVESTING ACTIVITIES		
Purchase of property, plant and equipment (including capital work in progress and capital advances)	(26.22)	(12.04)
Proceeds from sale of property, plant and equipment (including capital work in progress)	80.19	140.00
Interest received	112.86	19.94
Dividend income from investments designated as fair value through other comprehensive income	45.52	14.01
Loans given	(18.90)	(31.00)
Loans repaid	0.37	224.54
Investment in equity share capital of subsidiaries	(54.45)	(4.95)
Proceeds from investment in unsecured perpetual securities of a subsidiary	425.00	-
Proceeds from sale of investment in equity shares	166.58	-
Bank deposits not considered as cash & cash equivalents (net)	(17.69)	(25.82)
Net cash generated from investing activities (B)	713.26	324.68
C CASH FLOW FROM FINANCING ACTIVITIES		
Payment for lease liabilities	(0.23)	(0.23)
Payment for treasury shares under ESOP plan	(88.09)	(1.87)
Proceed from issue of equity shares under ESOP plan	2.95	2.21
Repayment of non-current borrowings	(165.91)	(718.19)
Proceed from non-current borrowings	-	225.00
Proceed from current borrowings (net)	147.25	-
Interest paid	(34.00)	(78.25)
Dividend paid	(328.66)	(164.28)
Net cash used in financing activities (C)	(466.69)	(735.61)
Net increase / (decrease) in cash and cash equivalents (A+B+C)	101.54	(187.23)
Cash and cash equivalents - at the beginning of the period	170.75	474.57
Fair value loss on liquid investments	(0.04)	(0.09)
Cash and cash equivalents - at the end of the period	272.25	287.25
Cash and cash equivalents comprise of:		
a) Balances with banks		
In current accounts	101.69	72.85
In deposit accounts maturity less than 3 months at inception	51.14	101.71
b) Cash on hand	0.03	0.02
c) Investment in mutual funds	119.39	112.67
Total	272.25	287.25



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Additional information pursuant to Regulation 52(4) of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended:

Sr. No.	Particulars	As at / Quarter Ended			As at / Six Months Ended		As at / Year Ended
		30.09.2021	30.06.2021	30.09.2020	30.09.2021	30.09.2020	31.03.2021
1	Debt-Equity Ratio (in times) Total Borrowings (i.e. Non-current borrowings + Current borrowings) / Total Equity	0.12	0.11	0.17	0.12	0.17	0.14
2	Debt Service Coverage Ratio (in times) (Profit before tax + Depreciation and amortisation expenses + interest on term loans and debenture) / (Interest on debentures + Interest on term loans + Scheduled principal repayments of term loans and debentures (i.e. excluding prepayments and refinancing of debts) during the period)	4.40	3.42	0.40	3.90	0.65	1.02
3	Interest Service Coverage Ratio (in times) (Profit before tax + Depreciation and amortisation expenses + interest on term loans and debenture) / (Interest on debentures+ Interest on term loans)	12.18	9.09	4.66	10.58	4.23	5.17
4	Current Ratio (in times) Current Assets / Current Liabilities	0.74	0.86	1.26	0.74	1.26	0.80
5	Long term debt to working capital (in times) (Non-current borrowings + Current maturities of long-term borrowings) / (Current assets - Current liabilities excluding current maturities of long-term borrowings)	6.21	2.68	2.80	6.21	2.80	4.13
6	Bad debts to Accounts receivable ratio (in times) Bad debts / Trade Receivables	0.02	0.02	0.01	0.02	0.01	0.01
7	Current liability ratio (in times) Current liabilities / Total liabilities	0.58	0.52	0.41	0.58	0.41	0.58
8	Total debts to total assets (in times) Total Borrowings (i.e. Non-current borrowings + Current borrowings) / Total Assets	0.10	0.09	0.13	0.10	0.13	0.11
9	Debtors Turnover (no. of days) (Average Trade Receivables including unbilled revenue / Revenue from operations) * No of days in the reporting period / year	48	40	130	41	100	66
10	Inventory Turnover (no. of days) (Average Inventory / {Fuel cost + Purchase of stock-in-trade + Stores and spares consumed}) * No of days in the reporting period / year	59	49	45	55	66	79
11	Operating EBITDA Margin (%) (Profit before tax - Other income + Depreciation and amortisation expenses + Finance costs) / (Revenue from operations) * 100	25.88%	26.30%	27.07%	26.08%	24.93%	28.08%
12	Net Profit Margin (%) (Net profit after tax / Total Income) * 100	14.49%	10.90%	5.06%	12.80%	4.18%	6.29%
13	Debentures Redemption Reserve (₹ Crore)	66.67	66.67	66.67	66.67	66.67	66.67
14	Networth (₹ Crore)	12,206.56	12,584.36	9,769.87	12,206.56	9,769.87	11,116.22

Additional information pursuant to Regulation 54 of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended:

- a) The listed secured redeemable non-convertible debentures aggregating to ₹ 875.00 crore as on September 30, 2021 are secured by mortgage / charge on certain immovable and moveable assets of the Company with minimum fixed assets cover of 1.20 | 1.25 times, as applicable, for the reporting periods covered in this results.



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Notes :

- 1 The Company has considered the possible effects that may result from the pandemic relating to COVID-19 (including it's subsequent wave(s)) in the preparation of the results. The Company's substantial generation capacities are tied up under medium to long term power purchase / job work agreements, which insulates revenue of the Company. Based on the present assessment, the Management does not expect any medium to long-term impact on the businesses of the Company. The Company has evaluated the possible effects on the carrying amounts of property, plant and equipment, inventory, loans and receivables basis the internal and external sources of information and concluded, exercising reasonable estimates and judgements, that the carrying amounts of these assets are recoverable. Having regard to the above, and the Company's liquidity position coupled with expected future cash flows, there is no uncertainty in meeting financial obligations in the foreseeable future. The impact of COVID-19 may differ from that estimated as at the date of approval of these financial results.
- 2 The Code on Social Security, 2020 ('the Code') received presidential assent on September 28, 2020. The Ministry of Labour and Employment, released the draft rules of the Code on November 13, 2020, however, the date on which the Code will come into effect has not yet been notified. The Company will assess and record the financial impact of the Code in the period(s) when it becomes effective.
- 3 During the year ended March 31, 2021:
 - (a) Revenue from operations includes ₹ 100.29 crore compensation received from a customer towards shortfall in offtake of contracted quantity of power in earlier year.
 - (b) The Company had transferred the 18 MW thermal power plant project at Salboni in West Bengal to JSW Cement Limited for ₹ 95.67 crore on a going concern basis. There was no material impact of the same on the financial results.
 - (c) Some of the existing customers of the Parent Company having long term power purchase agreements had entered into long term job work agreements for supply of power starting from July 1, 2020. As per the said agreements, the coal required for power generation is supplied by the respective customers which is converted into power by the Parent Company and supplied to the customers. The Parent Company receives the job work charges from the customers. These arrangements have resulted in lower 'Revenue from operations' and correspondingly 'Fuel cost'. In view of the foregoing, and to such extent, the results for the six months ended September 30, 2021 are not fully comparable with those for the corresponding previous six months ended.
- 4 The Company had submitted a resolution plan to the Committee of Creditors ('CoC') for the Corporate Insolvency Resolution of Ind-Barath Energy (Utkal) Limited ('IBEUL') on October 3, 2019. Post approval of the resolution plan by the CoC, the Resolution Professional filed an application to the National Company Law Tribunal, Hyderabad bench ('NCLT') for approval of the same. Meanwhile, pending such approval, the Company filed an invocation application with NCLT for withdrawal of their resolution plan on account of occurrence of material adverse changes under the resolution plan. The NCLT vide it's order dated October 14, 2021 has ruled that such application is not maintainable considering the recent judicial precedence set by the Hon'ble Supreme court of India. The Company, basis legal advice, is in the process of filing an appeal before the National Company Law Appellate Tribunal against the NCLT's order.
- 5 The Company has only one reportable operating segment i.e. 'Power Generation'.
- 6 Previous year's figures have been regrouped / reclassified wherever necessary, to conform to current period's classification in order to comply with the requirements of the amended Schedule III to the Companies Act, 2013 effective April 1, 2021.
- 7 The above results have been reviewed by the Audit Committee and approved by the Board of Directors at their respective meetings held on October 29, 2021. The Statutory Auditors of the Company have carried out a limited review of the results for the quarter and six months ended September 30, 2021.



For and on behalf of the Board of Directors

Prashant Jain
Jt. Managing Director & CEO
[DIN:01281621]

Place : Mumbai
Date : October 29, 2021