

Independent Auditors' Review Report on the Unaudited Financial Results for the half year ended September 30, 2020 under Regulation 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended

To,
THE BOARD OF DIRECTORS
JSW PROJECTS LIMITED

1. We have reviewed the accompanying **Statement of Unaudited Financial Results** of JSW PROJECTS LIMITED (the 'Company'), for the half year ended September 30, 2020 ('the Statement'), being submitted by the Company pursuant to the requirement of Regulation 52 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended (the 'Regulation').
2. This Statement, which is the responsibility of the Company's Management and approved by the 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", prescribed under section 133 of the Companies Act, 2013 (the 'Act'), as amended, 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.
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. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the Statement is free of material misstatement. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical procedures 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.
4. Based on our review conducted and procedure performed 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 Indian Accounting Standards specified under section 133 of the Act, as amended, read with relevant rules issued there under and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation 52 of the Regulations, including the manner in which it is to be disclosed, or that it contains any material misstatement.

For H P V S & Associates
Chartered Accountants
Firm Registration No – 137533W

Hitesh R. Khandhadia
Partner

M. No.: 158148

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Place: Mumbai

Date: November 07, 2020

JSW Projects Limited
Balance Sheet as at September 30, 2020

₹ in Lakhs

Particulars	As at September 30 2020	As at March 31, 2020
	Unaudited	Audited
I ASSETS		
1 Non-current assets		
(a) Property, plant and equipment	13,943.32	12,561.80
(b) Capital work-in-progress	7,281.33	7,393.57
(c) Right of Use Asset	72.70	116.33
(d) Financial Assets		
(i) Investments	47,695.67	45,455.58
(ii) Loans	1,285.45	1,233.87
(iii) Finance lease receivables	62,627.96	87,167.47
(iv) Other financial assets	685.18	685.18
(e) Non current tax assets (net)	3,635.04	3,871.13
(f) Other non-current assets	1,386.26	1,586.16
Total non-current assets	1,38,612.91	1,60,071.09
2 Current assets		
(a) Inventories	4,690.69	6,193.07
(b) Financial Assets		
(i) Investments	49,038.65	49,038.65
(ii) Trade receivables	8,390.46	4,003.72
(iii) Cash and cash equivalents	13,736.36	2,577.84
(iv) Loans	12,679.48	11,896.15
(v) Finance lease receivables	39,182.28	27,562.03
(vi) Other financial assets	768.59	1,014.76
(c) Other current assets	5,784.21	6,035.60
Total current assets	1,34,270.73	1,08,321.82
Total Assets	2,72,883.64	2,68,392.91
II EQUITY AND LIABILITIES		
Equity		
(a) Equity Share Capital	100.00	100.00
(b) Other Equity	53,111.21	47,064.54
Total equity	53,211.21	47,164.54
Liabilities		
1 Non-current liabilities		
(a) Financial Liabilities		
(i) Borrowings	83,992.67	1,00,123.90
(ii) Lease Liabilities	-	34.41
(b) Provisions	52.60	79.48
(c) Deferred tax liabilities (net)	12,695.62	12,806.42
(d) Other non-current liabilities	4,976.99	4,975.76
Total non-current liabilities	1,01,717.88	1,18,019.97
2 Current liabilities		
(a) Financial liabilities		
(i) Trade payables		
- Total outstanding dues of micro, small and medium enterprises	200.91	159.32
- Total outstanding dues of Creditors other than micro, small and medium enterprises	5,446.80	2,978.96
(ii) Lease Liabilities	83.91	93.45
(iii) Other financial liabilities	1,10,864.84	97,880.19
(b) Provisions	58.91	14.10
(c) Other current liabilities	1,299.18	2,082.38
Total current liabilities	1,17,954.55	1,03,208.40
Total equity and liabilities	2,72,883.64	2,68,392.91

For and on behalf of the Board of Directors



P. Nagendra Kumar
Managing Director
DIN: 08010964

Place : Mumbai
Date : November 07, 2020

JSW Projects Limited
Statement of Unaudited Financial Results for the Half Year ended September 30, 2020

₹ in Lakhs

	Particulars	For the Half	For the Half	For the year
		year ended	year ended	ended
		30.09.2020	30.09.2019	31.03.2020
		Unaudited	Unaudited	Audited
I	Income			
	(a) Revenue from operations	23,411.33	30,468.34	56,969.25
	(b) Other income	3,049.91	2,181.72	5,537.69
	Total Income (I)	26,461.24	32,650.06	62,506.94
II	Expenses			
	(a) Cost of materials and services consumed	7,199.62	9,290.45	18,320.96
	(b) Employee benefits expense	185.31	375.66	636.96
	(c) Finance costs	10,058.24	10,437.28	21,322.85
	(d) Depreciation and amortisation expense	999.07	1,046.88	2,178.00
	(e) Other expenses	720.49	4,821.46	18,792.69
	Total expenses (II)	19,162.73	25,971.73	61,251.46
III	Profit before exceptional items and tax (I-II)	7,298.51	6,678.33	1,255.48
IV	Exceptional items	-	-	-
V	Profit before tax (III-IV)	7,298.51	6,678.33	1,255.48
VI	Tax expense:			
	(a) Current tax	3,003.38	4,055.17	7,324.53
	(b) Deferred tax	(1,749.71)	(2,578.78)	(8,574.58)
	Total tax expense (VI)	1,253.67	1,476.39	(1,250.05)
VII	Profit for the period (V-VI)	6,044.84	5,201.94	2,505.53
VIII	Other Comprehensive Income			
	A (i) Items that will not be reclassified to profit or loss	0.22	(0.69)	(0.98)
	(ii) Income tax relating to items that will not be reclassified to profit or loss	(0.03)	0.08	0.11
	B (i) Items that will be reclassified to profit or loss			
	Re- Measurement of the defined benefit plans	2.50	4.09	5.00
	(ii) Income tax relating to items that will be reclassified to profit or loss	(0.87)	(1.43)	(1.75)
	Total other comprehensive income for the year (A+B) (VIII)	1.82	2.05	2.39
IX	Total Comprehensive Income for the year (VII+VIII)	6,046.66	5,203.99	2,507.92
X	Paid up equity share capital (face value of ₹ 10 per share)	100.00	100.00	100.00
XI	Other equity	53,111.21	49,760.61	47,064.54
XII	Debenture Redemption Reserve	-	16,250.00	-
XIII	Earnings per equity share (of ₹ 10/- each): (EPS for half year ended not annualised)			
	(a) Basic (in ₹)	604.48	520.19	250.55
	(b) Diluted (in ₹)	604.48	520.19	250.55

For and on behalf of the Board of Directors

Nagendra Kumar

P. Nagendra Kumar
Managing Director
DIN: 08010964

Place : Mumbai
Date : November 07, 2020

Notes:

- 1 The above results have been reviewed by the Audit Committee and approved by the Board of Directors at their respective meeting held on November 07, 2020.
- 2 As per Ind AS 108, the Company is primarily engaged in the business of jobwork for CDQ ,DRI and generation of power for captive use, being intermediate products used for steel production and there are no reportable segments. The Chief Operating Decision Maker (CODM) of the Company has chosen to review the profitability of CDQ/DRI and Power business collectively treating it as profit from CDQ/DRI business. Hence, the Company has identified one primary business segment i.e., CDQ/DRI. There is only one geographical segment i.e. India.
- 3 The Company continued its operations during lockdown imposed by the Government due to outbreak of COVID-19 pandemic for its CDQ ,DRI and CPP plants as steel production has been considered under essential services by the Government. Based on initial assessment, the management though plant operations were affected initially during Q1 FY 21, does not expect any medium to long-term impact on the business of the Company. The Company has evaluated the possible effects on the carrying amounts of property, plant and equipment, inventory, loans, receivables and debt covenants basis the internal and external sources of information, exercising reasonable estimates and judgements, that the carrying amounts of these assets are recoverable. Having regard to above, and the Company's liquidity position, there is no uncertainty in meeting financial obligations over the foreseeable future.
- 4 As on 30th September 20, there were 4,333 Rated, Listed, Zero Coupon, Redeemable, Non- Convertible Debentures of the Nominal Value of 10,00,000 each secured by pledging shares of JSW Steel Limited & JSW Energy Limited. The assets cover exceeded 100 % of the principal outstanding amount of said NCD.
- 5 Additional Disclosure as required under Regulation 52(4) of the Securities and Exchange Board of India (Listing Obligations and Disclosures Requirement) Regulations, 2015 is as below:-

Particulars	As at September 30 2020	As at September 30, 2019
Net worth (₹ in lakhs)	53,211.21	49,860.61
Debt Equity Ratio	3.26	2.88
Debt Service Coverage Ratio*	1.83	1.13
Interest Service Coverage Ratio	3.31	2.95

i) Debt Equity Ratio: Debt/ Net Worth

ii) Debt Service Coverage Ratio: Earnings before Interest and Tax/(Interest + Principal Repayment)

*Debt includes debentures and term loan.

iii) Interest Service Coverage Ratio: Earnings before Interest and Tax/Interest Expenses

- 6 Details of due date for the payment of interest / redemption of Non Convertible Debentures / Preference Shares and the credit rating of the same is as follows:

Particulars	Date	Amount (in ₹)	Particulars	Rating
Previous Due date- Nil				
Next Due Date				
1833, Rated Listed Zero Coupon Redeemable Non-convertible Debentures - Series B**	05-10-20	1,83,30,00,000	Principal	BWR AA- (CE) (Outlook : Negative) by Brickwork Ratings India Private Limited on 4th November 2020
		76,17,85,157	Redemption Premium	
2500, Rated Listed Zero Coupon Redeemable Non-convertible Debentures - Series C	04-02-21	2,50,00,00,000	Principal	
		1,15,68,71,231	Redemption Premium	

**The Company has redeemed 1,833 Rated Listed Zero Coupon Redeemable Non-convertible Debentures - Series B on October 5 2020, and corresponding rating of these NCDs have been withdrawn on 4th November 2020.

- 7 The Company in accordance with the The Companies (Share Capital and Debentures) Amendment Rules,2019. Dated 16th August, 2019 , is now no longer required to maintain debenture redemption reserve.
- 8 The Listed Redeemable Non-convertible Debentures are secured by way of pledge created on the relevant Equity shares of JSW Energy Limited and JSW Steel Limited by Group Companies.
- 9 Previous year/period figures have been reclassified/regrouped, wherever necessary to conform to the current periods classification.

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