

Independent Auditor's Report on Quarterly Standalone Financial Results and Year Ended Results of JSW Energy Limited Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

To
Board of Directors of JSW ENERGY LIMITED

We have audited the quarterly standalone IND AS financial results of JSW ENERGY LIMITED ('the Company') for the quarter ended 31st March, 2017 and for the year ended 31st March, 2017, attached herewith, being submitted by the 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 05th July, 2016.

This statement is the responsibility of the company's management and has been approved by the Board of Directors. Our responsibility is to issue a report on these standalone financial statements based on our audit.

These quarterly standalone financial results as well as the year ended financial results have been prepared on the basis of the standalone interim financial statements, which are the responsibility of the company's management. Our responsibility is to express an opinion on these standalone financial results based on our audit of such standalone interim financial statements, which have been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standards (IND AS), Interim Financial Reporting (IND AS 34), prescribed, under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder.

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. 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.

In our opinion and to the best of our information and according to the explanations given to us these quarterly standalone financial results as well as the year ended results:

- (i) 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 05th July, 2016 in this regard; and
- (ii) give a true and fair view of the net profit including other comprehensive income and other financial information for the quarter ended 31st March, 2017 as well as the standalone financial results for the year ended 31st March, 2017.



Place: Mumbai
Date: April 29, 2017

For LODHA & CO.
Chartered Accountants
Firm Registration No: 301051E

A.M. Hariharan
Partner
Membership No. 38323

JSW ENERGY LIMITED

Registered Office : JSW Centre
Bandra Kurla Complex, Bandra (East), Mumbai-400051
CIN : L74999MH1994PLC077041

Audited Standalone Financial Results for the Quarter & Year Ended 31.03.2017

(₹ Crore)

Sl.	Particulars	Quarter Ended			Year Ended	
		31.03.2017	31.12.2016	31.03.2016	31.03.2017	31.03.2016
		Audited	Unaudited	Audited	Audited	Audited
1	Revenue from Operations	1,012.98	913.79	1,599.20	4,040.97	5,862.63
2	Other Income	77.47	65.70	110.74	328.55	398.08
3	Total Income (1+2)	1,090.45	979.49	1,709.94	4,369.52	6,260.71
4	Expenses					
	a) Fuel Cost	730.59	670.70	860.41	2,721.20	3,311.92
	b) Purchase of Power	33.67	-	-	33.67	-
	c) Employee Benefits Expense	30.96	28.75	29.15	120.10	116.23
	d) Finance costs	113.27	127.32	169.22	533.04	644.08
	e) Depreciation and amortisation expense	90.53	91.94	87.33	363.90	353.52
	f) Other Expenses	65.78	74.17	72.49	260.73	271.88
	Total Expenses (a+b+c+d+e+f)	1,064.80	992.88	1,218.60	4,032.64	4,697.63
5	Profit / (loss) before exceptional items and tax (3-4)	25.65	(13.39)	491.34	336.88	1,563.08
6	Exceptional items	-	-	-	-	-
7	Profit / (loss) before tax (5-6)	25.65	(13.39)	491.34	336.88	1,563.08
8	Total tax expense	23.20	11.06	111.82	142.13	381.01
9	Net Profit / (Loss) for the period (7-8)	2.45	(24.45)	379.52	194.75	1,182.07
10	Other Comprehensive Income Items that will not be reclassified to profit or loss (net of taxes)	0.17	-	(1.58)	0.17	(1.58)
11	Total Comprehensive Income (9+10)	2.62	(24.45)	377.94	194.92	1,180.49
12	Paid-up Equity Share Capital (net of treasury shares) (Face Value of ₹ 10 per share)	1,627.95	1,627.62	1,626.79	1,627.95	1,626.79
13	Other equity				6,765.61	6,965.34
14	Earnings per Share (EPS) (not annualised)					
	- Basic EPS (₹)	0.02	(0.15)	2.33	1.20	7.27
	- Diluted EPS (₹)	0.02	(0.15)	2.33	1.20	7.27



Notes :

- 1 a) The Company has adopted Indian Accounting Standards (IND AS) from 01.04.2016, the above results have been prepared in compliance with IND AS. Further, the financial results for the quarter and previous year ended 31.03.2016 have been restated to comply with IND AS.
- b) Reconciliation of Net Profit / Equity between previously reported "Indian GAAP" and IND AS is as under:

(₹ Crore)

Particulars	Note Reference	Reconciliation		
		Profit		Equity
		Quarter ended 31.03.2016	Year ended 31.03.2016	As at 31.03.2016
Net Profit / Equity under Previous GAAP		291.47	965.85	8,184.99
Impact of Embedded lease accounting	1(i)	(4.32)	18.85	5.97
Deemed Investment in Equity	1(ii)	75.94	156.14	156.14
Capital Overhauling costs recognised as Property Plant and Equipment (PPE) - (net)	1(iii)	(0.57)	7.65	7.65
Net gain / (loss) on financial assets and liabilities fair valued through Statement of Profit and Loss	1(iv)	5.11	1.66	(158.45)
Amortisation of transaction cost on borrowings	1(v)	0.12	(2.37)	8.80
Employee benefits – Actuarial (Gain) / Loss recognised in other comprehensive income	1(vi)	1.58	1.58	1.58
Deferred taxes	1(vii)	10.19	41.32	20.00
Others	1(viii)	-	(8.61)	(8.61)
Proposed dividend (including dividend distribution tax)		-	-	388.91
Elimination of equity share capital (treasury shares) held by ESOP trust		-	-	(13.27)
Net Profit / Equity under Ind AS		379.52	1,182.07	8,593.71
Other Comprehensive Income	1(vi)	(1.58)	(1.58)	(1.58)
Total comprehensive income under IND AS		377.94	1,180.49	8,592.13

i) Embedded Lease: As per IND AS, PPE relating to embedded lease arrangement has been de-recognised and shown at fair value as lease receivable.

ii) Deemed investment in equity represents waiver of interest on loan given to wholly owned subsidiary.

iii) Capital overhauling costs earlier charged to Statement of Profit and Loss now have been capitalised and amortised.

iv) Fair valuation for Financial Assets and Liabilities: The Company has valued financial assets and liabilities (other than investment in subsidiaries, associate and joint venture which are accounted at cost), at fair value. Impact of fair value changes as on the date of transition, is recognised in opening reserves and changes there after are recognised in Statement of Profit and Loss Account.

v) Loan processing fees / transaction cost: Under Ind AS such expenditure is considered for calculating effective interest rate. The impact for the periods subsequent to the date of transition is reflected in the Statement of Profit and Loss.

vi) Employee benefits – actuarial gains and losses are recognised in other comprehensive income.

vii) Deferred Tax: The impact of transition adjustments together with Ind AS mandate of using balance sheet approach (against profit and loss approach in the previous GAAP) for computation of deferred taxes has resulted in charge to Reserves, on the date of transition, with consequential impact to the Statement of Profit and Loss account for the subsequent periods.

viii) Others: Under Ind AS Acquisition Cost incurred on business combination considered as investment costs, such costs are recognised as expenses in the periods in which costs are incurred.



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2 Statement of Assets & Liabilities

₹ Crore

Particulars	As at	
	31.03.2017	31.03.2016
	Audited	Audited
A. Assets		
1. Non-current assets:		
(a) Property, Plant and Equipment	5,186.26	5,409.60
(b) Capital work-in-progress	474.85	282.06
(c) Other Intangible assets	3.60	5.19
(d) Financial Assets		
(i) Investments	5,212.05	6,644.73
(ii) Loans	1,383.03	1,071.51
(iii) Other financial assets	1,085.19	1,153.93
(e) Income Tax assets (net)	222.06	162.47
(f) Other non-current assets	32.54	66.94
Total Non - Current Assets	13,599.58	14,796.43
2. Current assets:		
(a) Inventories	510.29	538.58
(b) Financial Assets		
(i) Investments	154.11	24.02
(ii) Trade receivables	840.01	1,178.65
(iii) Cash and cash equivalents	15.18	127.16
(iv) Bank Balances other than (iii) above	59.68	94.50
(v) Loans	82.10	-
(vi) Other financial assets	119.94	188.84
(c) Other current assets	37.08	25.99
Total Current Assets	1,818.40	2,177.74
Total Assets (1+2)	15,417.98	16,974.17
B. EQUITY AND LIABILITIES		
1. Equity		
(a) Equity Share Capital	1,627.95	1,626.79
(b) Other Equity	6,765.61	6,965.34
Total equity	8,393.56	8,592.13
Liabilities		
2. Non-current liabilities		
(a) Financial Liabilities		
(i) Borrowings	2,922.43	2,809.92
(ii) Other financial liabilities	0.62	10.51
(b) Provisions	13.87	11.43
(c) Deferred tax liabilities (Net)	501.04	360.62
(d) Other non-current liabilities	1.74	1.82
Total Non - Current Liabilities	3,439.70	3,194.30
3. Current liabilities		
(a) Financial Liabilities		
(i) Borrowings	-	1,500.00
(ii) Trade payables*	1,911.20	2,220.92
(iii) Other financial liabilities	1,285.15	1,450.58
(b) Provisions	4.34	6.63
(c) Other current liabilities	384.03	9.61
Total Current Liabilities	3,584.72	5,187.74
Total Equity and Liabilities (1+2+3)	15,417.98	16,974.17

*Includes Buyer's Credit

- 4 The Board of Directors has recommended dividend of 5% (₹ 0.50 per equity share of ₹ 10 each) for the year 2016-17 subject to the approval of shareholders in the Annual General Meeting.
- 5 In terms of SEBI Circular CIR/CFD/CMD/56/2016 dated 27.05.2016, the Company hereby declares that the Auditors have issued Audit Reports with unmodified opinion on annual audited financial results for the year ended 31.03.2017.
- 6 The above results have been reviewed by the Audit Committee and approved at the meeting of the Board of Directors held on 29.04.2017.
- 7 The figures for the corresponding periods in the previous periods have been regrouped and reclassified wherever necessary, to make them comparable with the figures for the current periods. The figures of last quarter are the balancing figures between audited figures in respect of the full financial year and the published year to date figures up to the third quarter of the financial year.
- 8 The Company is engaged in only one segment viz. "Generation and Sale of Power" and as such there are no separate reportable segments as per IND AS – 108 "Operating Segments".
- 9 The above results are available on the Company's website at www.jsw.in and BSE & NSE websites.

For and on behalf of the Board of Directors

Sanjay Sagar
Jt. Managing Director & CEO
[DIN:00619489]Place : Mumbai
Date : 29.04.2017

JSW ENERGY LIMITED

Registered Office : JSW Centre
Bandra Kurla Complex, Bandra (East), Mumbai-400051
CIN : L74999MH1994PLC077041

Audited Standalone Financial Results for the Half Year Ended 31.03.2017

(₹ Crore)

Sl.	Particulars	Half Year Ended		Year Ended	
		31.03.2017	31.03.2016	31.03.2017	31.03.2016
		Audited	Audited	Audited	Audited
1	Revenue from Operations	1,926.77	3,163.53	4,040.97	5,862.63
2	Other Income	143.17	230.10	328.55	398.08
3	Total Income (1+2)	2,069.94	3,393.63	4,369.52	6,260.71
4	Expenses				
	a) Fuel Cost	1,401.29	1,711.73	2,721.20	3,311.92
	b) Purchase of Power	33.67	-	33.67	-
	c) Employee Benefits Expense	59.71	56.63	120.10	116.23
	d) Finance costs	240.59	344.06	533.04	644.08
	e) Depreciation and amortisation expense	182.47	176.80	363.90	353.52
	f) Other Expenses	139.95	136.71	260.73	271.88
	Total Expenses (a+b+c+d+e+f)	2,057.68	2,425.93	4,032.64	4,697.63
5	Profit / (loss) before exceptional items and tax (3-4)	12.26	967.70	336.88	1,563.08
6	Exceptional items	-	-	-	-
7	Profit / (loss) before tax (5-6)	12.26	967.70	336.88	1,563.08
8	Total tax expense	34.26	225.90	142.13	381.01
9	Profit / (Loss) for the period (7-8)	(22.00)	741.80	194.75	1,182.07
10	Other Comprehensive Income Items that will not be reclassified to profit or loss (net of tax)	0.17	(1.58)	0.17	(1.58)
11	Total Comprehensive Income (9+10)	(21.83)	740.22	194.92	1,180.49
12	Paid-up Equity Share Capital (net of treasury shares) (Face Value of ₹ 10 per share)	1,627.95	1,626.79	1,627.95	1,626.79
13	Paid-up Debt Capital	1,907.71	2,623.70	1,907.71	2,623.70
14	Other equity			6,765.61	6,965.34
15	Earnings per Share (EPS) (not annualised)				
	- Basic EPS (₹)	(0.14)	4.56	1.20	7.27
	- Diluted EPS (₹)	(0.14)	4.56	1.20	7.27
16	Debt Equity Ratio (refer note no.7)	0.37	0.58	0.41	0.58
17	Debt Service Coverage Ratio (refer note no.7)	0.26	1.88	0.37	1.81
18	Interest Service Coverage Ratio (refer note no.7)	1.07	6.03	1.98	4.88




Notes :

- 1 a) The Company has adopted Indian Accounting Standards (IND AS) from 01.04.2016, the above results have been prepared in compliance with IND AS. Further, the financial results for the quarter and previous year ended 31.03.2016 have been restated to comply with IND AS.
- b) Reconciliation of Net Profit / Equity between previously reported "Indian GAAP" and IND AS is as under:

(₹ Crore)

Particulars	Note Reference	Reconciliation		
		Profit		Equity
		Half Year ended 31.03.2016	Year ended 31.03.2016	As at 31.03.2016
Net Profit / Equity under Previous GAAP		572.02	965.85	8,184.99
Impact of Embedded lease accounting	1(i)	(8.36)	18.85	5.97
Deemed Investment in Equity	1(ii)	156.14	156.14	156.14
Capital Overhauling costs recognised as Property Plant and Equipment (PPE) - (net)	1(iii)	(1.14)	7.65	7.65
Net gain / (loss) on financial assets and liabilities fair valued through Statement of Profit and Loss	1(iv)	1.66	1.66	(158.45)
Amortisation of transaction cost on borrowings	1(v)	(0.67)	(2.37)	8.80
Employee benefits – Actuarial (Gain) / Loss recognised in other comprehensive income	1(vi)	1.58	1.58	1.58
Deferred taxes	1(vii)	20.60	41.32	20.00
Others	1(viii)	(0.03)	(8.61)	(8.61)
Proposed dividend (including dividend distribution tax)		-	-	388.91
Elimination of equity share capital (treasury shares) held by ESOP trust		-	-	(13.27)
Net Profit / Equity under Ind AS		741.80	1,182.07	8,593.71
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Total comprehensive income under IND AS		740.22	1,180.49	8,592.13

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2 Statement of Assets & Liabilities

₹ Crore

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	31.03.2017	31.03.2016
	Audited	Audited
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(c) Other current assets	37.09	25.99
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Total Assets (1+2)	15,417.98	16,974.17
B. EQUITY AND LIABILITIES		
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(b) Provisions	13.87	11.43
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(d) Other non-current liabilities	1.74	1.82
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(b) Provisions	4.34	6.63
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Total Current Liabilities	3,584.72	5,187.74
Total Equity and Liabilities (1+2+3)	15,417.98	16,974.17
*Includes Buyer's Credit		



3 Additional Disclosure:

Particulars	Year Ended	
	31.03.2017	31.03.2016
1. Net Worth (₹ Crore)	8,393.56	8,592.13
2. Debenture Redemption Reserve (₹ Crore)	297.44	494.59
3. Credit Rating of secured redeemable non-convertible debentures	CARE AA- -ve outlook	CARE AA-
4. Asset Cover available (times) :		
9.75% Secured Redeemable Non Convertible Debentures	1.34	1.41
9.40% to 9.75% Secured Redeemable Non Convertible Debentures	1.73	1.76
8.65% Secured Redeemable Non Convertible Debentures	1.34	-

4 Details of secured redeemable non-convertible debentures are as follows :

Particulars	Previous Due Dates #		Next Due Date	
	Principal	Interest	Principal	Interest
9.75% Secured Redeemable Non Convertible Debentures	20.01.2017	20.01.2017	20.07.2017	20.04.2017
	30.01.2017	30.01.2017	30.07.2017	30.04.2017
	16.02.2017	16.02.2017	16.08.2017	16.05.2017
	31.03.2017	31.03.2017		
9.40% to 9.75% Secured Redeemable Non Convertible Debentures	31.03.2017	31.03.2017	30.09.2017	30.06.2017
8.65% Secured Redeemable Non Convertible Debentures	NA	NA	30.12.2020	30.12.2017

Interest and Principal have been paid on the due dates

- 5 The listed Secured Redeemable Non Convertible Debentures aggregating ₹1,907.71 crore as on 31.03.2017 are secured by way of pari passu charge on the certain immovable and moveable assets of the Company.
- 6 In terms of SEBI Circular CIR/CFD/CMD/56/2016 dated 27.05.2016, the Company hereby declares that the Auditors have issued Audit Reports with unmodified opinion on annual audited financial results for the year ended 31.03.2017.
- 7 Formula for computation of ratios are as follows:
 Debt Equity Ratio = (Secured Loans + Unsecured Loans) / (Equity Share Capital + Reserves & Surplus)
 Debt Service Coverage Ratio = Profit before Interest on Term Loans, Exceptional Items and Tax / (Interest on Term Loans + Principal payments made during the period for Long Term Loans)
 Interest Service Coverage Ratio = Profit before Interest on Term Loans, Exceptional Items and Tax / Interest on Term Loans
- 8 The figures for the corresponding periods in the previous periods have been regrouped and reclassified wherever necessary, to make them comparable with the figures for the current periods. The figures of last half year are the balancing figures between audited figures in respect of the full financial year and the published year to date figures up to the second quarter of the financial year.
- 9 The above results have been reviewed by the Audit Committee and approved at the meeting of the Board of Directors held on 29.04.2017.

For and on behalf of the Board of Directors

Sanjay Sagar
 Jt. Managing Director & CEO
 [DIN:00019489]



Place : Mumbai
 Date : 29.04.2017

