

**LIMITED REVIEW REPORT**

To,  
**The Board of Directors**  
**JSW ENERGY LIMITED**

We have reviewed the accompanying statement of unaudited consolidated financial results of **JSW ENERGY LIMITED** for the quarter ended **30<sup>th</sup> September, 2014** except for the disclosures regarding 'Public Shareholding' and 'Promoter and Promoter Group Shareholding' which have been traced from disclosures made by the management and have not been reviewed by us. 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 financial statements based on our review.

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 as to whether the financial statements are free of material misstatement. A review is limited primarily to inquiries of 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.

We have not reviewed the financial statements of five subsidiaries included in the consolidated quarterly financial results, whose financial statements reflect total assets of ₹ 8,753.60 crores as at 30<sup>th</sup> September, 2014 and the total revenue for the quarter ended 30<sup>th</sup> September, 2014 of ₹ 1,582.82 crores. These financial statements and other financial information have been reviewed by other auditors whose reports have been furnished to us, and our opinion is based solely on the reports of such other auditors.

We have not reviewed the financial statements of eighteen foreign subsidiaries and one joint venture company included in the consolidated financial statements, whose financial statements reflect total assets of ₹ 1,311.10 crores and ₹ 1,692.57 crores as at 30<sup>th</sup> September, 2014 respectively and the total revenue of ₹ 4.73 crores and ₹ 197.32 crores for the quarter ended 30<sup>th</sup> September, 2014 respectively. These financial statements have been certified by the Company's management and furnished to us, and our opinion, in so far as it relates to the amount included in respect of the eighteen foreign subsidiary companies and one joint venture company, are based solely on these certified financial statements.

We have not reviewed the financial statements of one associate included in the consolidated financial statements, whose financial statements reflect total assets of ₹ 3,033.38 crores as at 30<sup>th</sup> September, 2014 and the total revenue of ₹ 538.05 crores for the quarter ended 30<sup>th</sup> September, 2014 is based on financial statements received by the management from the associate.



Based on our review, conducted as above, nothing has come to our attention that causes us to believe that the accompanying statement of unaudited financial results prepared in accordance with Accounting Standards notified under the Companies Act, 1956 (which continue to be applicable in respect of section 133 of the Companies Act, 2013 in terms of General Circular 15/2013 dated 13<sup>th</sup> September, 2013 of the Ministry of Corporate Affairs) and other recognized accounting practices and policies has not disclosed the information required to be disclosed in terms of Clause 41 of Listing Agreement including the manner in which it is to be disclosed, or that it contains any material misstatement.

For Lodha and Co.  
Chartered Accountants  
ICAI Firm Registration No. 301051E



*A.M. Hariharan*  
A.M. Hariharan  
Partner  
Membership No. 38323

Mumbai  
October 31, 2014

Part I		Quarter Ended			Half Year Ended		( ₹ Crore )
Sl.	Particulars	30/09/2014	30/06/2014	30/09/2013	30/09/2014	30/09/2013	Year Ended
		Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
1	Income from operations						
	a) Net Sales / Income from Operations	2,216.05	2,521.54	1,986.34	4,737.59	4,417.49	8,552.02
	b) Other Operating Income	35.23	36.78	38.29	72.01	79.10	153.40
	<b>Total Income from operations (net)</b>	<b>2,251.28</b>	<b>2,558.32</b>	<b>2,024.63</b>	<b>4,809.60</b>	<b>4,496.59</b>	<b>8,705.42</b>
2	Expenses :						
	a) Fuel Cost	1,223.79	1,174.78	1,030.42	2,398.57	2,092.68	4,137.35
	b) Purchase of Power	18.13	125.07	182.07	143.20	534.15	840.95
	c) Employee Benefits Expense	35.66	35.80	34.73	71.46	69.42	133.42
	d) Depreciation and Amortisation Expense	201.60	194.84	203.23	396.44	404.00	809.95
	e) Other Expenses	125.84	124.43	135.01	250.27	276.05	530.65
	f) (Increase) / Decrease in Banked Energy / Inventory	-	192.06	(195.42)	192.06	(236.29)	(188.35)
	<b>Total Expenses</b>	<b>1,605.02</b>	<b>1,846.98</b>	<b>1,390.04</b>	<b>3,452.00</b>	<b>3,140.01</b>	<b>6,263.97</b>
3	Profit from Operations before Other income, Finance costs, and Exceptional items (1 - 2)	646.26	711.34	634.59	1,357.60	1,356.58	2,441.45
4	Other Income (Refer Note No. 2)	121.00	41.87	54.93	162.87	100.22	202.21
5	<b>Profit before Finance costs and Exceptional items (3 + 4)</b>	<b>767.26</b>	<b>753.21</b>	<b>689.52</b>	<b>1,520.47</b>	<b>1,456.80</b>	<b>2,643.66</b>
6	Finance costs	288.73	293.09	292.67	581.82	567.38	1,205.94
7	<b>Profit after Finance costs but before Exceptional items (5 - 6)</b>	<b>478.53</b>	<b>460.12</b>	<b>396.85</b>	<b>938.65</b>	<b>889.42</b>	<b>1,437.72</b>
8	Exceptional items (net) (Refer Note No. 4)	30.29	-	167.52	30.29	354.70	377.69
9	<b>Profit before Tax (7 - 8)</b>	<b>448.24</b>	<b>460.12</b>	<b>229.33</b>	<b>908.36</b>	<b>534.72</b>	<b>1,060.03</b>
10	Tax Expense	122.77	124.80	56.93	247.57	143.94	283.60
11	<b>Net Profit after Tax (9 - 10)</b>	<b>325.47</b>	<b>335.32</b>	<b>172.40</b>	<b>660.79</b>	<b>390.78</b>	<b>776.43</b>
12	Share of (Profit) / Loss of Associate	2.48	8.97	6.08	11.45	10.68	16.59
13	Minority Interest	4.36	0.88	3.73	5.24	3.25	5.10
14	<b>Net Profit after Taxes, Minority Interest and Share of (Profit) / Loss of Associate (11 - 12 - 13)</b>	<b>318.63</b>	<b>325.47</b>	<b>162.59</b>	<b>644.10</b>	<b>376.85</b>	<b>754.74</b>
15	Paid-up Equity Share Capital (Face Value of ₹ 10 per share)	1,640.05	1,640.05	1,640.05	1,640.05	1,640.05	1,640.05
16	Reserves excluding Revaluation Reserves as per balance sheet of previous accounting year						4,931.12
17	Earnings per Share (not annualised)						
	- Basic EPS ( ₹ )	1.94	1.98	0.99	3.93	2.30	4.60
	- Diluted EPS ( ₹ )	1.94	1.98	0.99	3.93	2.30	4.60

Part II		Quarter Ended			Half Year Ended		( ₹ Crore )
Sl.	Particulars	30/09/2014	30/06/2014	30/09/2013	30/09/2014	30/09/2013	Year Ended
		Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
A	<b>PARTICULARS OF SHAREHOLDING</b>						
1	Public shareholding						
	- Number of shares	410,014,151	410,014,151	410,014,151	410,014,151	410,014,151	410,014,151
	- Percentage of shareholding	25.00	25.00	25.00	25.00	25.00	25.00
2	Promoters and Promoter Group Shareholding						
	a) Pledged / Encumbered						
	- Number of shares	527,678,107	613,206,798	595,879,567	527,678,107	595,879,567	674,217,898
	- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	42.90	49.85	48.44	42.90	48.44	54.81
	- Percentage of shares (as a % of the total share capital of the Company)	32.17	37.39	36.33	32.17	36.33	41.11
	b) Non-encumbered						
	- Number of shares	702,362,537	616,833,846	634,161,077	702,362,537	634,161,077	555,822,746
	- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	57.10	50.15	51.56	57.10	51.56	45.19
	- Percentage of shares (as a % of the total share capital of the Company)	42.83	37.61	38.67	42.83	38.67	33.89
	<b>Standalone information</b>						
	Total Income from Operations	1,526.96	1,726.04	1,229.92	3,253.00	2,729.23	5,802.61
	Profit before tax (after exceptional items)	327.06	316.75	99.75	643.81	325.68	816.96
	Profit after tax	232.06	238.67	75.38	470.73	242.66	602.48



	Particulars	3 months ended (30/09/2014)
B	<b>INVESTOR COMPLAINTS</b>	
	Pending at the beginning of the quarter	-
	Received during the quarter	67
	Disposed off during the quarter	67
	Remaining unresolved at the end of the quarter	-

**Notes :**

- The above results have been reviewed by the Audit Committee and approved at the meeting of the Board of Directors held on 31<sup>st</sup> October, 2014.
- Other Income for the current quarter / half year includes ₹ 72.25 crore, pursuant to settlement of claims with vendor.
- The Group has revised depreciation as per the provisions of Part B / Part C of Schedule II of the Companies Act, 2013 which is effective from 1<sup>st</sup> April, 2014. Consequently, the depreciation for the current quarter and half year is lower by ₹ 9.90 Cr and ₹ 20.61Cr respectively.
- Exceptional items consist of :-
  - ₹ 30.29 Cr and ₹ 65.78 Cr respectively for the current quarter and half year ended and for the year ended 31st March, 2014 being provision for estimated loss arising as a result of impairment of assets of South African Subsidiary,
  - ₹ 8.05 Cr for the year ended 31<sup>st</sup> March, 2014 being profit on sale of investment in equity shares of 100% foreign subsidiary and
  - Balance represents foreign exchange (gain) / loss.
- Tax expense is net of tax recoverable as per applicable tariff regulations aggregating to ₹ 19.97 Cr (including ₹ 10.40 Cr for earlier periods) and ₹ 27.92 Cr (including ₹ 8.11 Cr for earlier periods) for the current quarter and half year ended respectively.
- Pursuant to the order of the Honourable Supreme Court dated 24th September, 2014 regarding cancellation of the allotment of coal blocks, the Company has made an assessment of recoverable amounts of investments in Joint Venture Company affected by the said order and recognized provision of ₹ 3.94 crore considering the principle of conservatism. The Company has filed a Review Petition in the Honourable Supreme Court seeking review of the said order relating to cancellation of allocations of the coal blocks to the aforesaid company.
- As the Company is primarily engaged in only one segment viz. "Generation and Sale of power" and that most of the operations are in India, there are no separate reportable segments as per Accounting Standard 17 prescribed by the Companies (Accounting Standards) Rules, 2006.
- Statement of Asset and Liabilities (₹ Crore)

Sl.	Particulars	As at	
		30/09/2014	31/03/2014
		Unaudited	Audited
<b>A</b>	<b>EQUITY AND LIABILITIES</b>		
1	<b>Shareholders' Funds:</b>		
	a) Share Capital	1,640.05	1,640.05
	b) Reserves and Surplus	5,566.65	4,931.12
	<b>Sub - total - Shareholders' fund</b>	<b>7,206.70</b>	<b>6,571.17</b>
2	Minority Interest	53.60	50.32
3	<b>Non Current Liabilities:</b>		
	(a) Long-term borrowings	8,480.60	8,932.32
	(b) Deferred tax liabilities (net)	241.33	193.29
	(c) Other long-term liabilities	1.99	1.86
	(d) Long-term provisions	30.73	30.93
	<b>Sub-total - Non-current liabilities</b>	<b>8,754.65</b>	<b>9,158.40</b>
4	<b>Current Liabilities</b>		
	(a) Short-term borrowings	195.26	207.69
	(b) Trade payables	1,607.32	1,640.51
	(c) Other current liabilities	1,147.78	1,226.85
	(d) Short-term provisions	6.97	389.45
	<b>Sub-total - Current liabilities</b>	<b>2,957.33</b>	<b>3,464.50</b>
	<b>Total Equity &amp; Liabilities</b>	<b>18,972.28</b>	<b>19,244.39</b>
<b>B</b>	<b>ASSETS</b>		
1	<b>Non - current assets</b>		
	(a) Fixed assets	13,905.72	14,238.69
	(b) Goodwill on consolidation	10.20	10.60
	(c) Non - current Investments	240.28	253.50
	(d) Long term loans and advances	1,306.31	1,382.06
	(e) Other non - current assets	110.01	99.22
	<b>Sub total - Non-current assets</b>	<b>15,572.52</b>	<b>15,984.07</b>
2	<b>Current assets</b>		
	(a) Current investments	539.20	634.19
	(b) Inventories	497.68	415.77
	(c) Trade receivables	1,800.20	1,197.63
	(d) Cash and Bank balances	288.76	567.45
	(e) Short term loans and advances	224.80	204.79
	(f) Other current assets	49.12	240.49
	<b>Sub total - Current assets</b>	<b>3,399.76</b>	<b>3,260.32</b>
	<b>Total Assets</b>	<b>18,972.28</b>	<b>19,244.39</b>

- The Company has opted to publish Consolidated financial results, pursuant to option made available as per Clause 41 of the Listing Agreement. The Standalone unaudited financial results for the quarter and half year ended 30<sup>th</sup> September, 2014 are available on the Company's website at www.jsw.in and BSE & NSE websites.
- 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.

For and on behalf of the Board of Directors

Place : Mumbai  
Date : 31<sup>st</sup> October, 2014

Sanjay Sagar  
Jt. Managing Director & CEO

