

Price Waterhouse Chartered Accountants LLP

INDEPENDENT AUDITORS' REPORT

TO THE MEMBERS OF Jindal SAW Limited

Report on the Standalone Indian Accounting Standards (Ind AS) Financial Statements

1. We have audited the accompanying standalone financial statements of **Jindal SAW Limited** ("the Company"), which comprise the Balance Sheet as at March 31, 2018 the Statement of Profit and Loss (including Other Comprehensive Income), the Cash Flow Statement and the Statement of Changes in Equity for the year then ended, and a summary of the significant accounting policies and other explanatory information.

Management's Responsibility for the Standalone Ind AS Financial Statements

2. The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these standalone Ind AS financial statements to give a true and fair view of the financial position, financial performance (including other comprehensive income), cash flows and changes in equity of the Company in accordance with the accounting principles generally accepted in India, including the Indian Accounting Standards specified in the Companies (Indian Accounting Standards) Rules, 2015 (as amended) under Section 133 of the Act. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the standalone Ind AS financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

3. Our responsibility is to express an opinion on these standalone Ind AS financial statements based on our audit.
4. We have taken into account the provisions of the Act and the Rules made thereunder including the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made thereunder.
5. We conducted our audit of the standalone Ind AS financial statements in accordance with the Standards on Auditing specified under Section 143(10) of the Act and other applicable authoritative pronouncements issued by the Institute of Chartered Accountants of India. Those Standards and pronouncements require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the standalone Ind AS financial statements are free from material misstatement.
6. An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the standalone Ind AS financial statements. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the standalone Ind AS financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of the standalone Ind AS financial statements that give a true and fair view, in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Company's Directors, as well as evaluating the overall presentation of the standalone Ind AS financial statements.

Price Waterhouse Chartered Accountants LLP, Building No. 8, 7th & 8th Floor, Tower - B, DLF Cyber City
Gurgaon - 122 002
T: +91 (124) 4620000, 3060000, F: +91 (124) 4620620

Registered office and Head office: Sucheta Bhawan, 11A Vishnu Digambar Marg, New Delhi 110 002

Price Waterhouse (a Partnership Firm) converted into Price Waterhouse Chartered Accountants LLP (a Limited Liability Partnership with LLP identity no: LLPIN AAC-5001) with effect from July 25, 2014. Post its conversion to Price Waterhouse Chartered Accountants LLP, its ICAI registration number is 012754N/N500016 (ICAI registration number before conversion was 012754N)

7. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the standalone Ind AS financial statements.

Opinion

8. In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone Ind AS financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2018, and its total comprehensive income (comprising of profit and other comprehensive income), its cash flows and the changes in equity for the year ended on that date.

Other Matter

9. The Ind AS financial statements of the Company for the year ended March 31, 2017, were audited by another firm of chartered accountants under the Companies Act, 2013 who, vide their report dated May 29, 2017, expressed an unmodified opinion on those financial statements. Our opinion is not qualified in respect of this matter.

Report on Other Legal and Regulatory Requirements

10. As required by the Companies (Auditor's Report) Order, 2016, issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act ("the Order"), and on the basis of such checks of the books and records of the Company as we considered appropriate and according to the information and explanations given to us, we give in the Annexure B a statement on the matters specified in paragraphs 3 and 4 of the Order.
11. As required by Section 143 (3) of the Act, we report that:
 - (a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
 - (b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
 - (c) The Balance Sheet, the Statement of Profit and Loss (including other comprehensive income), the Cash Flow Statement and the Statement of Changes in Equity dealt with by this Report are in agreement with the books of account.
 - (d) In our opinion, the aforesaid standalone Ind AS financial statements comply with the Indian Accounting Standards specified under Section 133 of the Act.
 - (e) On the basis of the written representations received from the directors as on March 31, 2018 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2018 from being appointed as a director in terms of Section 164 (2) of the Act.
 - (f) With respect to the adequacy of the internal financial controls with reference to financial statements of the Company and the operating effectiveness of such controls, refer to our separate Report in Annexure A.



(g) With respect to the other matters to be included in the Auditors' Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our knowledge and belief and according to the information and explanations given to us:

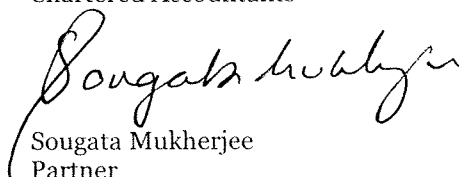
i The Company has disclosed the impact, if any, of pending litigations as at March 31, 2018 on its financial position in its standalone Ind AS financial statements – Refer Note 46 and 56;

ii. The Company has made provision as at March 31, 2018, as required under the applicable law or accounting standards, for material foreseeable losses, if any, on long-term contracts including derivative contracts – Refer Note 40;

iii. There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company during the year ended March 31, 2018 except in respect of dividend amounting to Rs. 181.75 lakhs which has been kept in abeyance pursuant to court order.

iv. The reporting on disclosures relating to Specified Bank Notes is not applicable to the Company for the year ended March 31, 2018.

For Price Waterhouse Chartered Accountants LLP
Firm Registration Number: 012754N/N500016
Chartered Accountants



Sougata Mukherjee
Partner

Membership Number: 057084

Place: New Delhi
Date: May 25, 2018

Annexure A to Independent Auditors' Report

Referred to in paragraph 11(f) of the Independent Auditors' Report of even date to the members of Jindal SAW Limited on the standalone Ind AS financial statements as of and for the year ended March 31, 2018

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Report on the Internal Financial Controls with reference to standalone Ind AS financial statements under Clause (i) of Sub-section 3 of Section 143 of the Act

1. We have audited the internal financial controls with reference to Standalone Ind AS financial statements of Jindal SAW Limited ("the Company") as of March 31, 2018 in conjunction with our audit of the standalone Ind AS financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

2. The Company's management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India (ICAI). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to the Company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Act.

Auditors' Responsibility

3. Our responsibility is to express an opinion on the Company's internal financial controls with reference to Ind AS financial statements based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") and the Standards on Auditing deemed to be prescribed under section 143(10) of the Act to the extent applicable to an audit of internal financial controls, both applicable to an audit of internal financial controls and both issued by the ICAI. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls with reference to Ind AS financial statements was established and maintained and if such controls operated effectively in all material respects.
4. Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system with reference to Ind AS financial statements and their operating effectiveness. Our audit of internal financial controls with reference to Standalone Ind AS financial statements included obtaining an understanding of internal financial controls with reference to Standalone Ind AS financial statements, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the Standalone Ind AS financial statements, whether due to fraud or error.
5. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls system with reference to Standalone Ind AS financial statements.



Annexure A to Independent Auditors' Report

Referred to in paragraph 11(f) of the Independent Auditors' Report of even date to the members of Jindal SAW Limited on the standalone Ind AS financial statements as of and for the year ended March 31, 2018

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Meaning of Internal Financial Controls with reference to Standalone Ind AS financial statements

6. A company's internal financial controls with reference to Standalone Ind AS financial statements is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of Standalone Ind AS financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial controls with reference to Standalone Ind AS financial statements includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of Ind AS financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorisations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the company's assets that could have a material effect on the standalone Ind AS financial statements.

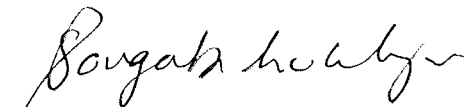
Inherent Limitations of Internal Financial Controls with reference to Standalone Ind AS financial statements

7. Because of the inherent limitations of internal financial controls with reference to standalone Ind AS financial statements, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls with reference to Standalone Ind AS financial statements to future periods are subject to the risk that the internal financial control controls with reference to standalone Ind AS financial statements may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

Opinion

8. In our opinion, the Company has, in all material respects, an adequate internal financial controls system with reference to standalone Ind AS financial statements and such internal financial controls with reference to standalone Ind AS financial statements were operating effectively as at March 31, 2018 based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

For Price Waterhouse Chartered Accountants LLP
Firm Registration Number: 012754N/N500016
Chartered Accountants



Sougata Mukherjee
Partner
Membership Number: 057084

Place: New Delhi
Date: May 25, 2018

Annexure B to Independent Auditors' Report

Referred to in paragraph 10 of the Independent Auditors' Report of even date to the members of Jindal SAW Limited on the standalone financial statements as of and for the year ended March 31, 2018

- i. (a) The Company is maintaining proper records showing full particulars, including quantitative details and situation, of fixed assets.
 - (b) The fixed assets are physically verified by the Management according to a phased programme designed to cover all the items over a period of three years which, in our opinion, is reasonable having regard to the size of the Company and the nature of its assets. Pursuant to the programme, a portion of the fixed assets has been physically verified by the Management during the year and no material discrepancies have been noticed on such verification.
 - (c) The title deeds of immovable properties, as disclosed in Note 5 on fixed assets to the financial statements, are held in the name of the Company, except for one land value for gross cost of Rs. 1,950 lakhs, the conveyance deed of which is yet to be executed.
- ii. The physical verification of inventory excluding stocks with third parties have been conducted at reasonable intervals by the Management during the year. In respect of inventory lying with third parties, these have substantially been confirmed by them. The discrepancies noticed on physical verification of inventory as compared to book records were not material
- iii. The Company has granted unsecured loans, to six companies covered in the register maintained under Section 189 of the Act.
 - (a) In respect of the aforesaid loans, the terms and conditions under which such loans were granted are not prejudicial to the Company's interest.
 - (b) In respect of the aforesaid loans, the schedule of repayment of principal and payment of interest has been stipulated, and the parties are repaying the principal amounts, as stipulated, and are also regular in payment of interest as applicable.
 - (c) In respect of the aforesaid loans, there is no amount which is overdue for more than ninety days.
- iv. In our opinion, and according to the information and explanations given to us, the Company has complied with the provisions of Section 185 and 186 of the Companies Act, 2013 in respect of the loans and investments made, and guarantees and security provided by it.
- v. The Company has not accepted any deposits from the public within the meaning of Sections 73, 74, 75 and 76 of the Act and the Rules framed there under to the extent notified.
- vi. Pursuant to the rules made by the Central Government of India, the Company is required to maintain cost records as specified under Section 148(1) of the Act in respect of its products. We have broadly reviewed the same, and are of the opinion that, prima facie, the prescribed accounts and records have been made and maintained. We have not, however, made a detailed examination of the records with a view to determine whether they are accurate or complete.
- vii. (a) According to the information and explanations given to us and the records of the Company examined by us, in our opinion, the Company is generally regular in depositing undisputed statutory dues in respect of income tax and employees' state insurance, though there has been a slight delay in a few cases, and is regular in depositing undisputed statutory dues, including provident fund, professional tax, labour welfare fund, sales tax, service tax, duty of customs, duty of excise, value added tax, goods and service tax applicable from July 1, 2017 and other material statutory dues, as applicable, with the appropriate authorities.




Annexure B to Independent Auditors' Report

Referred to in paragraph 10 of the Independent Auditors' Report of even date to the members of Jindal SAW Limited on the standalone IND AS financial statements as of and for the year ended March 31, 2018

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- (b) According to the information and explanations given to us and the records of the Company examined by us, the particulars of dues of income tax, sales tax, service tax, duty of customs and duty of excise duty, stamp duty as at March 31, 2018 which have not been deposited on account of a dispute, are as follows:

Name of the statute	Nature of dues	Amount (Rs. In lakhs)	Period to which the amount relates	Forum where the dispute is pending
Custom Act, 1962	Custom Duty	12.50	2009-10	CESTAT, Mumbai
Bombay Stamp Duty Act, 1958	Stamp Duty	1.20	2013-14	High Court of Gujrat, Ahmedabad
Central Excise Act, 1944	Excise Duty	59.82	December 2010 to July 2011	CESTAT Bangalore (South Zonal Bench)
Central Excise Act, 1944	Excise Duty	32.21	August 2004 to December 2008	CESTAT Ahmedabad
Central Excise Act, 1944	Excise Duty	141.43	2007-08 to 2009-10	Gujarat High Court
Central Excise Act, 1944	Excise Duty	159.97	2008-09 to 2009-10	CESTAT Ahmedabad
Central Excise Act, 1944	Excise Duty	11.47	2004-05	CESTAT Ahmedabad
Central Excise Act, 1944	Excise Duty	24.07	2007-08 to 2009-10	CESTAT Ahmedabad
Central Excise Act, 1944	Excise Duty	28.25	2003-04	CESTAT Ahmedabad
Service Tax Act, 1994	Service Tax	70.27	December 2012 to February 2014	CESTAT Ahmedabad
Central Excise Act, 1944	Excise Duty	41.28	January 2008 to June 2009	CESTAT, Karnataka
Central Excise Act, 1944	Excise Duty	2.00	2009-10	CESTAT, Mumbai
Central Excise Act, 1944	Excise Duty	22.26	February 2011 to June-2012	CESTAT Bangalore (South Zonal Bench)
Central Excise Act, 1944	Excise Duty	0.78	2011-12 December 2015	Commissioner (A), Delhi
Central Excise Act, 1944	Excise Duty	65.91	February 2010 to March 2012	Commissioner (A), Delhi
Service Tax Act, 1994	Service Tax	3.13	2008-09	CESTAT, Mumbai
Service Tax Act, 1994	Service Tax	2.82	2008-09	Commissioner (Appeal), Nashik
Service Tax Act, 1994	Service Tax	6.17	2007-08	Commissioner (Appeals) Lucknow
Service Tax Act, 1994	Service Tax	19.70	2008-09 to 2011-12	Commissioner (A), Delhi
VAT Act, Rajasthan	Entry Tax	267.95	2011-12 to 2014-15	High Court of Rajasthan, Jodhpur
VAT Act, Uttar Pradesh	Sales Tax	17.50	1996-97	High Court of Allahabad
VAT Act, Uttar Pradesh	Sales Tax	2.40	2004-05	High Court of Allahabad
VAT Act, Uttar Pradesh	Sales Tax	1.42	1991-92	High Court of Allahabad



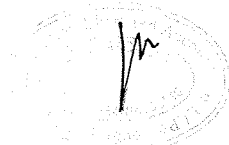
Annexure B to Independent Auditors' Report

Referred to in paragraph 10 of the Independent Auditors' Report of even date to the members of Jindal SAW Limited on the standalone IND AS financial statements as of and for the year ended March 31, 2018

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Name of the statute	Nature of dues	Amount (Rs. In lakhs)	Period to which the amount relates	Forum where the dispute is pending
VAT Act, Uttar Pradesh	Sales Tax	3.12	1995-96	High Court of Allahabad
VAT Act, Rajasthan	Sales Tax	6.92	2012-13	Deputy Commissioner (A), Ajmer
VAT Act, Andhra Pradesh	Sales Tax	1.09	2010-2011	Tribunal
VAT Act, Rajasthan	Sales Tax	201.97	2015-16	Assistant Commissioner, Commercial Tax, Bhilwara
Income Tax Act, 1961	Income Tax	89.38	2016-17	CIT (Appeals), New Delhi
Income Tax Act, 1961	Income Tax	255.22	2015-16	CIT (Appeals), New Delhi
Income Tax Act, 1961	Income Tax	11.45	2011-12	CIT (Appeals), New Delhi
Income Tax Act, 1961	Income Tax	8.11	2004-05	CIT (Appeals), New Delhi
Income Tax Act, 1961	Income Tax	24.30	2008-09	ITAT, New Delhi
Income Tax Act, 1961	Income Tax	363.73	2011-12	ITAT, New Delhi
Income Tax Act, 1961	Income Tax	172.78	2010-11	ITAT, New Delhi
Income Tax Act, 1961	Income Tax	130.56	2008-09	ITAT, New Delhi
Income Tax Act, 1961	Income Tax	176.79	2007-08	ITAT, New Delhi
Income Tax Act, 1961	Income Tax	835.37	2000-01	High Court
Income Tax Act, 1961	Income Tax	26.91	1994-95	High Court

- viii. According to the records of the Company examined by us and the information and explanation given to us, the Company has not defaulted in repayment of loans or borrowings to any financial institution or bank or Government or dues to debenture holders as at the balance sheet date.
- ix. The Company had not raised any money by way of initial public offer or further public offer (including debt instruments). In our opinion, and according to the information and explanations given to us, term loans have been applied for the purposes for which they were obtained.
- x. During the course of our examination of the books and records of the Company, carried out in accordance with the generally accepted auditing practices in India, and according to the information and explanations given to us, we have neither come across any instance of material fraud by the Company or on the Company by its officers or employees, noticed or reported during the year, nor have we been informed of any such case by the Management.
- xi. The Company has provided for managerial remuneration in accordance with the requisite approvals mandated by the provisions of Section 197 read with Schedule V to the Act.
- xii. As the Company is not a Nidhi Company and the Nidhi Rules, 2014 are not applicable to it, the provisions of Clause 3(xii) of the Order are not applicable to the Company.



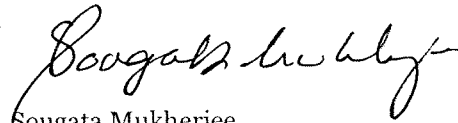
Annexure B to Independent Auditors' Report

Referred to in paragraph 10 of the Independent Auditors' Report of even date to the members of Jindal SAW Limited on the standalone IND AS financial statements as of and for the year ended March 31, 2018

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- xiii. The Company has entered into transactions with related parties in compliance with the provisions of Sections 177 and 188 of the Act. The details of such related party transactions have been disclosed in the financial statements as required under Accounting Standard (AS) 18, Related Party Disclosures specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014/ Indian Accounting Standard (Ind AS) 24, Related Party Disclosures specified under Section 133 of the Act.
- xiv. The Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under review. Accordingly, the provisions of Clause 3(xiv) of the Order are not applicable to the Company.
- xv. The Company has not entered into any non cash transactions with its directors or persons connected with them. Accordingly, the provisions of Clause 3(xv) of the Order are not applicable to the Company.
- xvi. The Company is not required to be registered under Section 45-IA of the Reserve Bank of India Act, 1934. Accordingly, the provisions of Clause 3(xvi) of the Order are not applicable to the Company.

For Price Waterhouse Chartered Accountants LLP
Firm Registration Number: 012754N/N500016
Chartered Accountants



Sougata Mukherjee
Partner

Membership Number: 057084

Place: New Delhi
Date: May 25, 2018

Price Waterhouse Chartered Accountants LLP

INDEPENDENT AUDITORS' REPORT

To the Members of Jindal SAW Limited

Report on the Consolidated Indian Accounting Standards (Ind AS) Financial Statements

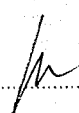
1. We have audited the accompanying consolidated Ind AS financial statements of Jindal SAW Limited ("hereinafter referred to as the Holding Company") and its subsidiaries (the Holding Company and its subsidiaries together referred to as "the Group"), and associate company; (refer Note 3.3 and 58 to the attached consolidated financial statements), comprising of the consolidated Balance Sheet as at March 31, 2018, the consolidated Statement of Profit and Loss (including Other Comprehensive Income), the consolidated Cash Flow Statement for the year then ended and the Statement of Changes in Equity for the year then ended, and a summary of significant accounting policies and other explanatory information prepared based on the relevant records (hereinafter referred to as "the Consolidated Ind AS Financial Statements").

Management's Responsibility for the Consolidated Ind AS Financial Statements

2. The Holding Company's Board of Directors is responsible for the preparation of these consolidated Ind AS financial statements in terms of the requirements of the Companies Act, 2013 (hereinafter referred to as "the Act") that give a true and fair view of the consolidated financial position, consolidated financial performance, consolidated cash flows and changes in equity of the Group including its associates in accordance with accounting principles generally accepted in India including the Indian Accounting Standards specified in the Companies (Indian Accounting Standards) Rules, 2015 (as amended) under Section 133 of the Act. The Holding Company's Board of Directors is also responsible for ensuring accuracy of records including financial information considered necessary for the preparation of consolidated Ind AS financial statements. The respective Board of Directors of the companies included in the Group and of its associates are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Group and its associates respectively and for preventing and detecting frauds and other irregularities; the selection and application of appropriate accounting policies; making judgements and estimates that are reasonable and prudent; and the design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error, which has been used for the purpose of preparation of the consolidated Ind AS financial statements by the Directors of the Holding Company, as aforesaid.

Auditors' Responsibility

3. Our responsibility is to express an opinion on these consolidated Ind AS financial statements based on our audit. While conducting the audit, we have taken into account the provisions of the Act and the Rules made thereunder including the accounting standards and matters which are required to be included in the audit report.
4. We conducted our audit of the consolidated Ind AS financial statements in accordance with the Standards on Auditing specified under Section 143(10) of the Act and other applicable authoritative pronouncements issued by the Institute of Chartered Accountants of India. Those Standards and pronouncements require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the consolidated Ind AS financial statements are free from material misstatement.


Price Waterhouse Chartered Accountants LLP, Building No. 8, 7th & 8th Floor, Tower - B, DLF Cyber City
Gurgaon - 122 002

T: +91 (124) 4620000, 3060000, F: +91 (124) 4620620

Registered office and Head office: Sucheta Bhawan, 11A Vishnu Digambar Marg, New Delhi 110 002

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5. An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the consolidated Ind AS financial statements. The procedures selected depend on the auditors' judgement, including the assessment of the risks of material misstatement of the consolidated Ind AS financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Holding Company's preparation of the consolidated Ind AS financial statements that give a true and fair view, in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Holding Company's Board of Directors, as well as evaluating the overall presentation of the consolidated Ind AS financial statements.
6. We believe that the audit evidence obtained by us and the audit evidence obtained by the other auditors in terms of their reports referred to in sub-paragraph 9 of the Other Matters paragraph below is sufficient and appropriate to provide a basis for our qualified audit opinion on the consolidated Ind AS financial statements.

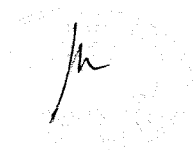
Basis for Qualified Opinion included in Auditors report of Subsidiary Companies

7. The audit report on the financial statements of DERWENT SAND SARL and Jindal Saw USA LLC subsidiaries of the Company issued by an independent firm of Chartered Accountants vide its Report dated April 05, 2018 and April 23, 2018 respectively contains the following qualification, which is reproduced by us as under
 - a) In respect of DERWENT SAND SARL - The net situation of the Company is negative i.e. (-) 229,309,879.65 DA (equivalent INR 1347.30 Lakhs) that directly impacts the business continuity principle. The Company must comply with current regulations, in particular article 589 of the Commercial Code (of the country) in which subsidiary company is incorporated. Since the regulated period of 4 months has elapsed, no capital increase has been made to date (as stipulated in the AGEX resolution held on 30.06.2017 and handle the other remarks mentioned in the technical report
 - b) In respect of Jindal Saw USA LLC - As discussed in Note 2 to the financial statements which are for Jindal Saw USA LLC standalone financial statements, the Company reports its investment in Drill Pipe International LLC, a 100% owned subsidiary on cost method of accounting. The financial statements of the subsidiary company do not consolidate the financial position or results of the operations from its subsidiary in accordance with generally accepted accounting principles accepted in the USA and are not intended to be a full presentation under generally accepted accounting principles. In our opinion, disclosure of this information is required by accounting principle generally accepted in the USA.

The above qualifications, as included in the subsidiary auditor's reports do not impact our opinion on the consolidated financial statements as:

(a) In respect of DERWENT SAND SARL - As the assets and liabilities of this subsidiary is classified and disclosed as held for sale in the consolidated financial statements, there is no further impact of this matter on the consolidated financial statements.

(b) In respect of Jindal Saw USA LLC - Drill Pipe International LLC, the step down subsidiary, has been included in the preparation of the Group's consolidated financial statements. Consequently, there is no impact of this matter on the consolidated financial statements.



Opinion

8. In our opinion and to the best of our information and according to the explanations given to us, the aforesaid consolidated Ind AS financial statements give the information required by the Act in the manner so required give a true and fair view in conformity with the accounting principles generally accepted in India of the consolidated state of affairs of the Group and its associates as at March 31, 2018, and their consolidated total comprehensive income (comprising of consolidated loss and consolidated other comprehensive income), their consolidated cash flows and consolidated changes in equity for the year ended on that date.

Other Matter

9. We did not audit the financial statements/financial information of 26 subsidiaries whose financial statements/ financial information reflect total assets of Rs. 510,129.86 lakhs and net assets of Rs. 110,686.46 lakhs as at March 31, 2018, total revenue of Rs. 136,846.62 lakhs, total comprehensive income (comprising of loss and other comprehensive income) of Rs. (-)38,405.74 lakhs and net cash flows amounting to Rs. (-)810.77 lakhs for the year ended on that date, as considered in the consolidated Ind AS financial statements. The consolidated Ind AS financial statements also include the Group's share of total comprehensive income (comprising of loss and other comprehensive income) of Rs. (-) 540.76 lakhs for the year ended March 31, 2018 as considered in the consolidated Ind AS financial statements, in respect of one associate company respectively, whose financial statements/ financial information have not been audited by us. These financial statements/ financial information have been audited by other auditors whose reports have been furnished to us by the Management, and our opinion on the consolidated Ind AS financial statements insofar as it relates to the amounts and disclosures included in respect of these subsidiaries and associate company and our report in terms of sub-section (3) of Section 143 of the Act insofar as it relates to the aforesaid subsidiaries and associates, is based solely on the reports of the other auditors.

Our opinion on the consolidated Ind AS financial statements and our report on Other Legal and Regulatory Requirements below, is not modified in respect of the above matters with respect to our reliance on the work done and the reports of the other auditors.

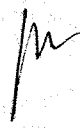
10. The consolidated Ind AS financial statements of the Company for the year ended March 31, 2017, were audited by another firm of chartered accountants under the Companies Act, 2013 who, vide their report dated May 29, 2017, expressed an unmodified opinion on those financial statements. Our opinion is not qualified in respect of this matter.

Report on Other Legal and Regulatory Requirements

11. As required by Section 143(3) of the Act, we report, to the extent applicable, that:

(a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit of the aforesaid consolidated Ind AS financial statements.

(b) In our opinion, proper books of account as required by law maintained by the Holding Company, its subsidiaries included in the Group and associate companies incorporated in India including relevant records relating to preparation of the aforesaid consolidated Ind AS financial statements have been kept so far as it appears from our examination of those books and records of the Holding Company and the reports of the other auditors.



CHARTERED ACCOUNTANTS

(c) The Consolidated Balance Sheet, the Consolidated Statement of Profit and Loss (including other comprehensive income), Consolidated Cash Flow Statement and the Consolidated Statement of Changes in Equity dealt with by this Report are in agreement with the relevant books of account maintained by the Holding Company, its subsidiaries included in the Group and associate companies incorporated in India including relevant records relating to the preparation of the consolidated Ind AS financial statements.

(d) In our opinion, the aforesaid consolidated Ind AS financial statements comply with the Indian Accounting Standards specified under Section 133 of the Act.

(e) On the basis of the written representations received from the directors of the Holding Company as on March 31, 2018 taken on record by the Board of Directors of the Holding Company and the reports of the statutory auditors of its subsidiary companies and associate companies incorporated in India, none of the directors of the Group companies and its associate companies incorporated in India is disqualified as on March 31, 2018 from being appointed as a director in terms of Section 164 (2) of the Act.

(f) With respect to the adequacy of the internal financial controls with reference to financial statements of the Holding Company, its subsidiary companies and associate companies incorporated in India and the operating effectiveness of such controls, refer to our separate Report in Annexure A.

(g) With respect to the other matters to be included in the Auditors' Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:

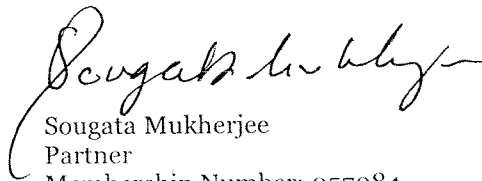
i. The consolidated Ind AS financial statements disclose the impact, if any, of pending litigations as at March 31, 2018 on the consolidated financial position of the Group and its associate companies— Refer Note 47 and 60 to the consolidated Ind AS financial statements.

ii. Provision has been made in the consolidated Ind AS financial statements, as required under the applicable law or accounting standards, for material foreseeable losses, if any, on long-term contracts including derivative contracts as at March 31, 2018— Refer (a) Note 41 to the consolidated Ind AS financial statements in respect of such items as it relates to the Group and its associates and (b) the Group's share of net loss in respect of its associates.

iii. There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Holding Company and its subsidiary companies and associate company incorporated in India during the year ended March 31, 2018 except in respect of dividend amounting to Rs. 181.75 Lakhs which has been kept in abeyance due to pursuant to court order.

iv. The reporting on disclosures relating to Specified Bank Notes is not applicable to the Company for the year ended March 31, 2018.

For Price Waterhouse Chartered Accountants LLP
Firm Registration Number: 012754N/N500016
Chartered Accountants



Sougata Mukherjee
Partner
Membership Number: 057084

Place: New Delhi
Date: May 25, 2018

Annexure A to Independent Auditors' Report

Referred to in paragraph 11(f) of the Independent Auditors' Report of even date to the members of Jindal SAW Limited on the consolidated financial statements for the year ended March 31, 2018

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Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Act

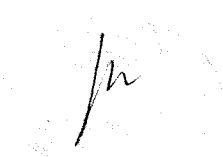
1. In conjunction with our audit of the consolidated financial statements of the Company as of and for the year ended March 31, 2018, we have audited the internal financial controls over financial reporting of Jindal SAW Limited (hereinafter referred to as "the Holding Company") and its subsidiary companies and its associate companies, which are companies incorporated in India, as of that date.

Management's Responsibility for Internal Financial Controls

2. The respective Board of Directors of the Holding company, its subsidiary companies and its associate company, to whom reporting under clause (i) of sub section 3 of Section 143 of the Act in respect of the adequacy of the internal financial controls over financial reporting is applicable, which are companies incorporated in India, are responsible for establishing and maintaining internal financial controls based on "internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India (ICAI)". These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to the respective company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Act.

Auditor's Responsibility

3. Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") issued by the ICAI and the Standards on Auditing deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of internal financial controls and both issued by the ICAI. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.
4. Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.
5. We believe that the audit evidence we have obtained and the audit evidence obtained by the other auditors in terms of their reports referred to in the Other Matters paragraph below, is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls system over financial reporting.



Annexure A to Independent Auditors' Report

Referred to in paragraph 11(f) of the Independent Auditors' Report of even date to the members of Jindal SAW Limited on the consolidated financial statements for the year ended March 31, 2018

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Meaning of Internal Financial Controls Over Financial Reporting

6. A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorisations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls Over Financial Reporting

7. Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

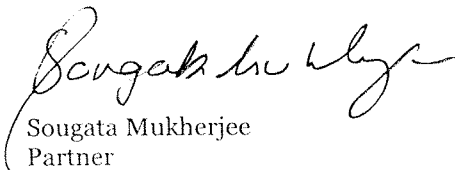
Opinion

8. In our opinion, the Holding Company, its subsidiary companies and its associate company, which are companies incorporated in India, have, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2018, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

Other Matters

9. Our aforesaid reports under Section 143(3)(i) of the Act on the adequacy and operating effectiveness of the internal financial controls over financial reporting insofar as it relates to nine subsidiary companies and one associate, which are companies incorporated in India, is based on the corresponding reports of the auditors of such companies incorporated in India. Our opinion is not qualified in respect of this matter.

For Price Waterhouse Chartered Accountants LLP
Firm Registration Number: 012754N/N500016
Chartered Accountants



Sougata Mukherjee
Partner
Membership Number: 057084

Place: New Delhi
Date: May 25, 2018

S. No.	Particulars	Standalone					Consolidated	
		Quarter Ended		Year Ended			Year Ended	
		31.03.2018 Refer Note 1	31.12.2017 Unaudited	31.03.2017 Refer Note 1	31.03.2018 Audited	31.03.2017 Audited	31.03.2018 Audited	31.03.2017 Audited
A	Continuing operations :-							
I	Income							
	Revenue from operations	2,448.60	2,114.69	1,772.17	7,334.91	5,915.56	8,535.94	7,343.06
	Other income	40.15	66.39	116.35	220.97	235.04	156.13	197.85
	Total Income from continuing operations (I)	2,488.75	2,181.08	1,888.52	7,555.88	6,150.60	8,692.07	7,540.91
II	Expenses							
	Cost of materials consumed	1,426.98	1,425.00	794.78	4,505.32	3,111.66	5,146.20	3,817.08
	Purchase of stock-in-trade	-	-	-	-	-	11.88	0.13
	Changes in inventories of finished goods, stock-in-trade and work-in-progress	57.89	(109.49)	179.90	(225.48)	(103.19)	(257.88)	(6.91)
	Employer benefits expense	135.11	129.35	120.41	513.36	465.01	757.27	784.29
	Finance costs	125.34	86.33	75.11	415.11	379.87	579.15	768.63
	Depreciation and amortisation expense	65.86	61.64	64.93	256.17	229.40	363.48	337.41
	Excise duty	-	-	53.67	53.36	237.24	57.71	272.94
	Other expenses	432.78	417.34	354.76	1,449.65	1,243.14	1,804.31	1,660.78
	Total Expenses of continuing operations (II)	2,243.96	2,010.17	1,643.56	6,967.49	5,563.13	8,462.12	7,435.15
III	Profit/(Loss) from continuing operations before share of profit/(loss) of associate, exceptional item and tax (I-II)	244.79	170.91	244.96	588.39	587.47	229.95	105.76
IV	Exceptional items- income/(expense)	-	-	3.43	-	3.06	(90.81)	95.89
V	Share of profit/(loss) of associate	-	-	-	-	-	(5.40)	(8.59)
VI	Profit/(loss) from continuing operations before tax (III+IV+V)	244.79	170.91	248.39	588.39	590.53	133.74	193.06
VII	Tax expense:							
	Current tax	40.84	39.12	39.38	118.25	120.52	130.23	119.46
	Deferred tax	45.60	21.74	48.55	75.84	83.95	2.89	(56.72)
	Total Tax Expense (VII)	86.44	60.86	87.93	194.09	204.47	133.12	62.74
VIII	Net Profit/(loss) from continuing operations after tax (VI-VII)	158.35	110.05	160.46	394.30	386.06	0.62	130.32
B	Discontinued operations (Refer Note 5) :-							
	Profit/(Loss) from discontinued operations	(3.05)	(34.74)	(71.13)	(40.47)	(119.82)	(43.55)	(133.27)
	Tax credit/(expense) of discontinued operations	10.12	20.92	24.60	31.96	41.46	31.96	41.46
	Profit/(Loss) from discontinued operations after tax (B)	7.07	(13.82)	(46.53)	(8.51)	(78.36)	(11.59)	(91.81)
C	Profit/(loss) for the year/period (C=A+B)	165.42	96.23	113.93	385.79	307.70	(10.97)	38.51
	Attributable to:							
	Owners of the Parent						178.51	113.76
	Non-controlling interest						(189.48)	(75.25)
D	Other Comprehensive Income (OCI):							
	a. Items that will not be reclassified to profit or loss:							
	(i) Re-measurement gains/(losses) on defined benefit plans	12.05	(3.67)	(8.62)	2.84	(10.74)	2.65	(11.45)
	(ii) Share of associates of re-measurement gains/ (losses) on defined benefit plans	-	-	-	-	-	(0.00)	(0.00)
	(iii) Equity Instruments through Other Comprehensive Income	-	-	-	-	-	(8.68)	(0.00)
	(iv) Income tax effect on above item	(4.18)	1.27	2.99	(0.99)	3.72	(0.94)	3.95
	b. Items that will be reclassified to profit or loss:							
	(i) Exchange differences in translating the financial statements of a foreign operation	-	-	-	-	-	(23.30)	11.16
	(ii) Debt Instruments through Other Comprehensive Income	-	-	-	-	-	0.73	1.30
	(iii) Income tax effect on above items	-	-	-	-	-	(0.17)	(0.29)
	Total Other comprehensive income for the year/period (D)	7.87	(2.40)	(5.63)	1.85	(7.02)	(29.71)	4.66
	Attributable to:							
	Owners of the Parent						(28.77)	3.84
	Non-controlling interest						(0.94)	0.82
E	Total Comprehensive Income for the year (C+D)	173.29	93.83	108.30	387.64	300.68	(40.68)	43.17
	Attributable to:							
	Owners of the Parent						149.74	117.60
	Non-controlling interest						(190.42)	(74.43)
F	Earnings per equity share (₹)							
	For continuing operation:							
	(i) Basic	4.95	3.44	5.02	12.33	12.07	5.91	6.13
	(ii) Diluted	4.95	3.44	5.02	12.33	12.07	5.91	6.13
	not annualised	not annualised	not annualised	not annualised				
	For discontinued operation:							
	(i) Basic	0.22	(0.43)	(1.46)	(0.27)	(2.45)	(0.36)	(2.87)
	(ii) Diluted	0.22	(0.43)	(1.46)	(0.27)	(2.45)	(0.36)	(2.87)
	not annualised	not annualised	not annualised	not annualised				
	For discontinued & continuing operations:							
	(i) Basic	5.17	3.01	3.56	12.06	9.62	5.55	3.26
	(ii) Diluted	5.17	3.01	3.56	12.06	9.62	5.55	3.26
	not annualised	not annualised	not annualised	not annualised				
G	Networth							
	(i) Paid-up equity share capital (₹ 2 per share)	63.95	63.95	63.95	63.95	63.95	63.95	63.95
	(ii) Reserves/other equity	-	-	-	5,849.07	5,499.91	5,432.45	5,322.19
	(iii) Debenture Redemption Reserve (included in above)	-	-	-	83.98	105.40	83.98	105.40
	(iv) Net worth	-	-	-	5,913.02	5,563.86	5,496.40	5,386.14
H	Ratios:							
	(i) Debt Equity Ratio	-	-	-	0.75	0.75	-	-
	(ii) Debt Service Coverage Ratio	-	-	-	1.49	1.24	-	-
	(iii) Interest Service Coverage Ratio	-	-	-	2.94	2.87	-	-
	(iv) Asset Coverage for NCDs	-	-	-	2.92	3.12	-	-

Formulae for computation of Ratios are as follows :

(i) Debt Equity Ratio : Total Debt/ Net Worth

Total Debt = Secured Loans + Unsecured Loans - Liquid investments - Finance Lease obligations

Net Worth = Equity Share Capital + Reserves (Excluding Revaluation Reserve) + Compulsorily Convertible Debentures

(ii) Debt Service Coverage Ratio = EBDIT / (Financial costs + Principal repayment during the period)

(iii) Interest Service Coverage Ratio = EBDIT / Financial costs

EBDIT = Profit before Taxes + Depreciation + Financial costs

Asset Coverage for NCDs = Net fixed assets including CWP, Finance Lease assets/ Long term loans and NCDs having first pari-passu charge on fixed assets

JINDAL SAW LIMITED
STATEMENT OF AUDITED STANDALONE AND CONSOLIDATED ASSETS AND LIABILITIES

(₹ Crores)

S. No.	Particulars	Standalone		Consolidated	
		As at 31.03.2018	As at 31.03.2017	As at 31.03.2018	As at 31.03.2017
	Assets				
(1)	Non-current assets				
	(a) Property, Plant and Equipment	5,633.53	5,769.42	7,112.61	7,449.05
	(b) Capital work-in-progress	107.75	65.50	126.38	101.93
	(c) Other intangible assets	4.02	3.59	7.58	5.61
	(d) Financial Assets				
	(i) Investments	648.62	591.48	108.90	117.24
	(ii) Trade receivables	7.26	-	12.62	-
	(iii) Loans	207.69	183.94	274.93	302.08
	(iv) Other financial assets	48.34	69.26	189.79	197.49
	(e) Deferred tax assets (net)	-	-	327.43	269.89
	(f) Other non-current assets	22.80	2.47	24.73	2.87
(2)	Current assets				
	(a) Inventories	1,951.04	1,799.27	2,463.11	2,309.84
	(b) Financial Assets				
	(i) Investments	-	-	1.34	1.81
	(ii) Trade receivables	1,642.57	1,208.09	1,929.79	1,370.43
	(iii) Cash and cash equivalents	9.26	26.36	71.91	97.27
	(iv) Bank balances other than (iii) above	32.81	13.29	71.78	35.13
	(v) Loans	1,065.24	708.51	191.72	163.05
	(vi) Other financial assets	31.05	38.97	33.15	63.58
	(c) Current tax assets	54.54	86.78	73.43	99.58
	(d) Other current assets	314.54	369.61	474.53	509.19
	(e) Assets held for sale	1.76	-	28.21	29.72
	Total assets	11,782.82	10,936.54	13,523.94	13,125.76
	Equity and liabilities				
	Equity				
	(a) Equity share capital	63.95	63.95	63.95	63.95
	(b) Other equity	5,849.07	5,499.91	5,432.45	5,322.19
	(c) Non-Controlling Interest	-	-	(296.40)	(126.60)
	Liabilities				
(1)	Non-current liabilities				
	(a) Financial Liabilities				
	(i) Borrowings	1,796.03	1,752.66	3,311.46	3,302.23
	(ii) Trade payables	-	-	49.74	46.35
	(iii) Other financial liabilities	29.52	29.41	29.52	29.41
	(b) Provisions	91.44	79.94	100.09	87.49
	(c) Deferred tax liabilities (net)	459.30	408.69	496.04	460.82
	(d) Other non-current liabilities	109.81	106.57	117.75	115.86
(2)	Current liabilities				
	(a) Financial Liabilities				
	(i) Borrowings	2,422.49	2,000.28	2,725.53	2,197.99
	(ii) Trade payables	378.88	291.06	566.28	411.41
	(iii) Other financial liabilities	389.98	568.17	481.92	1,006.30
	(b) Other current liabilities	161.75	128.09	363.26	155.22
	(c) Provisions	10.48	7.81	14.76	11.61
	(d) Current tax liabilities	20.12	-	29.40	1.04
	(e) Liabilities associated with Assets held for sale	-	-	38.19	40.49
	Total equity and liabilities	11,782.82	10,936.54	13,523.94	13,125.76

JINDAL SAW LIMITED

AUDITED STANDALONE AND CONSOLIDATED SEGMENT INFORMATION FOR THE QUARTER AND YEAR ENDED MARCH 31, 2018

(₹ Crores)

S. No.	Particulars	Standalone				Consolidated	
		Quarter Ended		Year Ended		Year Ended	
		31.03.2018 Refer Note 1	31.12.2017 Unaudited	31.03.2017 Refer Note 1	31.03.2018 Audited	31.03.2017 Audited	31.03.2018 Audited
1	Segment Revenue						
	a) Iron & Steel						
	a. continuing operations	2,448.60	2,114.69	1,772.15	7,334.91	5,915.55	8,480.40
	b. discontinuing operations (Refer Note 5)	-	-	-	-	-	1.14
	b) Ocean Waterways						
	a. continuing operations	-	-	-	-	-	24.90
	b. discontinuing operations (Refer Note 5)	-	-	5.10	5.05	17.41	5.05
	c) Others	-	-	-	-	-	32.10
	Sub Total	2,448.60	2,114.69	1,777.25	7,339.96	5,932.96	8,542.45
	Less: Inter-segment Revenue	-	-	-	-	-	1.46
	Total	2,448.60	2,114.69	1,777.25	7,339.96	5,932.96	8,540.99
2	Segment Results						
	Profit/(loss) before finance costs (net), exceptional items and tax						
	a) Iron & Steel						
	a. continuing operations	318.73	229.93	227.41	826.74	777.68	828.16
	b. discontinuing operations (Refer Note 5)	-	-	-	-	-	0.50
	b) Ocean Waterways						
	a. continuing operations	-	-	-	-	-	(122.46)
	b. discontinuing operations (Refer Note 5)	(4.19)	(4.48)	(71.29)	(11.49)	(85.82)	(11.49)
	c) Others	-	-	-	-	-	(1.17)
	Total segment profit/(loss) before finance costs, exceptional items and tax	314.54	225.45	156.12	815.25	691.86	693.54
	Finance costs	(125.32)	(86.33)	(75.11)	(415.11)	(379.90)	(582.76)
	Unallocable corporate income (net of expenditure)	51.38	27.31	92.82	176.90	189.97	104.74
	Profit/(loss) before tax and exceptional items	240.60	166.43	173.83	577.04	501.93	215.52
	Exceptional items-Iron & Steel	-	-	3.43	-	3.06	-
	Exceptional items- Ocean Waterways:						
	a. continuing operations	-	-	-	-	-	(90.81)
	b. discontinuing operations (Refer Note 5)	1.14	(30.26)	-	(29.12)	(34.28)	(29.12)
	Exceptional items-Others	-	-	-	-	-	0.18
	Share of profit/(loss) of associate	-	-	-	-	-	(5.40)
	Profit/(loss) before tax	241.74	136.17	177.26	547.92	470.71	90.19
	Less: Tax expense	76.32	39.94	63.33	162.13	163.01	101.16
	Profit/(loss) after tax	165.42	96.23	113.93	385.79	307.70	(10.97)
3	Segment Assets						
	a) Iron & Steel	9,802.19	10,019.48	9,279.25	9,802.19	9,279.25	11,776.79
	b) Ocean Waterways/Waterways logistics	-	21.72	83.54	-	83.54	712.14
	c) Others	-	-	-	-	-	26.14
	d) Unallocated	1,980.63	1,852.22	1,573.75	1,980.63	1,573.75	1,008.87
	Total Segment Assets	11,782.82	11,893.42	10,936.54	11,782.82	10,936.54	13,523.94
4	Segment Liabilities						
	a) Iron & Steel	943.74	864.28	786.15	943.74	786.15	1,236.69
	b) Ocean Waterways/Waterways logistics	-	6.41	15.73	-	15.73	204.82
	c) Others	-	-	-	-	-	9.06
	d) Unallocated	4,926.06	5,282.99	4,570.80	4,926.06	4,570.80	6,873.37
	Total Segment Liabilities	5,869.80	6,153.68	5,372.68	5,869.80	5,372.68	8,323.94

Notes:

1. The figures of the quarter ended March 31, 2018 and March 31, 2017 are the balancing figures between the audited figures in respect of the full financials year and the published year to date figures upto third quarter of the respective financial year.
2. Jindal ITF Limited, the subsidiary of the Company has secured interim awards of ₹ 158.50 Crores during 2017-18 and ₹ 197.81 Crores in the month of April 2018 in one of the Arbitration dispute with one of its customer. Arbitration proceeding in this matter is at advance stage. As per legal advice, the Company is of the view that the final outcome of dispute resolution process would not have any negative impact on the carrying value of investment (including loans and advances) in this subsidiary.
3. Revenue from operations for quarter ended March 31, 2018 and twelve months ended March 31, 2018 are not comparable with previous periods since sales for the period after July 1, 2017 is net of GST whereas for the period upto June 30, 2017 it was inclusive of excise duty.
4. The Board of Directors has recommended payment of dividend @ ₹ 1.20 per equity share of ₹ 2 each for the year ended March 31, 2018, aggregating to ₹ 38.37 crores.
5. a) Standalone
During the year the Company has sold vessels of Ocean Segment. Consequent to such sale the ocean segment has been considered as discontinued operations accordingly the results of ocean segment is presented as discontinued operations and the residual assets not sold are disclosed as assets held for sale.

(₹ Crores)

Particulars	Ocean segment	
	For the year ended Mar 31, 2018	For the year ended Mar 31, 2017
Total Income from Operations	10.56	(0.24)
Total Expenses	21.91	85.30
Loss on sale of vessels	29.12	34.28
Profit before income tax	(40.47)	(119.82)
Income tax expense/ (income)	(31.96)	(41.46)
Profit after tax	(8.51)	(78.36)
Assets held for sale	1.76	-
Liabilities held for sale	-	-

b) Consolidated

In earlier years, the Group had identified and decided to dispose the operations in Algeria and Spain. Operations in Spain were disposed in year ended March 31, 2017 and the business in Algeria was considered as held for sale.

(₹ Crores)

Particulars	Ocean segment		Iron and Steel products segment	
	For the year ended Mar 31, 2018	For the year ended Mar 31, 2017	For the year ended Mar 31, 2018	For the year ended Mar 31, 2017
Total Income from Operations	10.56	(0.24)	0.19	3.59
Total Expenses	21.91	85.30	3.27	17.04
Loss on sale of vessels	29.12	34.28	-	-
Profit before income tax	(40.47)	(119.82)	(3.08)	(13.45)
income tax expense/ (income)	(31.96)	(41.46)	-	-
Profit after tax	(8.51)	(78.36)	(3.08)	(13.45)
Assets held for sale	1.76	-	26.45	29.72
Liabilities held for sale	-	-	38.19	40.49

6. The domestic Credit Ratings for Long Term Debt/ Facilities/NCDs has been upgraded to CARE AA- (positive outlook) revised from CARE A(+) and ratings for the Short Term Debt/ Facilities has been reaffirmed as CARE A1(+), by CARE ratings on November 24, 2017.

7. The details of secured non-convertible debentures are as follows:

S. No.	Particulars of NCDs	Previous Due Dates		Next Due Dates			
		Principal	Interest	Principal		Interest	
				₹ Crores		₹ Crores	
1	10.75% NCDs (Issued on 06.04.2011) Fully repaid	08-04-2017	08-04-2017	-	-	-	-
2(a)	10.50% NCDs (issued on 07.09.2012) - Series I	None	12-09-2017	30	12-09-2018	10.50	12-09-2018 (for all series)
(b)	- Series II			30	12-09-2019		
(c)	- Series III			40	12-09-2020		
3	10.38% NCDs (issued on 24.12.2012)	None	26-12-2017	125	26-12-2021	6.47	26-06-2018
4	10.73% NCDs (issued on 24.12.2012)	None	26-12-2017	125	26-12-2021	6.69	26-06-2018

The Principal and Interest due on previous dates has been paid.

Non-Convertible Debentures are secured by first pari-passu charge by way of English mortgage on the Company's specific immovable properties located in the state of Gujarat and by way of equitable mortgage of Company's other immovable properties and hypothecation of movable fixed assets both present and future in favour of Debenture Trustees.

8. Previous quarter/periods figures have been regrouped/rearranged, wherever considered necessary to conform to current quarter and nine months ended classification.
9. These results are reviewed by the Audit Committee and approved by the Board of Directors in their meeting held on May 25, 2018.

By Order of the Board
For JINDAL SAW LIMITED


Sminu Jindal
Managing Director
DIN: 00005317

Place: New Delhi
Date: May 25, 2018

