

Notes

to the Standalone Financial Statements as at and for the year ended 31 March, 2021

1. OVERVIEW

Jindal Steel & Power Limited ("the Company") is one of the India's leading steel producers. It is listed on the National Stock Exchange of India and Bombay Stock Exchange in India. The registered office is situated in the state of Haryana, the corporate office is situated in New Delhi and the manufacturing plants in India are in the states of Chhattisgarh, Odisha, Jharkhand etc. The Company has global presence through subsidiaries, mainly in Australia, Botswana, Indonesia, Mauritius, Mozambique, Madagascar, Namibia, South Africa, Tanzania and Zambia and representative office in China. There are several business initiatives running simultaneously across continents.

These financial statements have been approved and adopted by the Board of Directors of the Company in their meeting held on 12th May, 2021

2.A. BASIS OF PREPARATION OF FINANCIAL STATEMENTS

The financial statements have been prepared in accordance with Indian accounting standards as prescribed under Section 133 of the Companies Act, 2013 (the 'Act') read with Companies (Accounts) Rules, 2015 (Indian Accounting Standards (IND AS)). The Company has consistently applied the accounting policies used in the preparation of its financial statements.

The standalone financial statements provide comparative information in respect of previous year.

The significant accounting policies used in preparing the financial statements are set out in Note No. 3 of the Notes to the Standalone Financial Statements.

The preparation of the financial statements in conformity with Indian Accounting Standards (Ind AS) requires management to make judgments, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities, and the accompanying disclosures at the date of the financial statements. The judgments, estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision effects only that period or in the period of the revision and future periods if the revision affects both current and future years and, if material, their effects are disclosed in the notes to the financial statements. Actual results could vary from these estimates. (Refer Note No. 4 on critical accounting estimates, assumptions and judgments).

B. ESTIMATION OF UNCERTAINTIES RELATING TO THE GLOBAL HEALTH PANDEMIC FROM COVID-19 (COVID-19):

The Company has considered the possible effects that may result from the pandemic relating to COVID-19 in the preparation of these standalone financial statements including the recoverability of carrying amounts of financial and non financial assets. In developing the assumptions relating to the possible future uncertainties in the global economic conditions because of this pandemic, the Company has, at the date of approval of these financial statements, used internal and external sources of information and related information and economic forecasts and expects that the carrying amount of these assets will be

recovered. The impact of this pandemic may be different from that estimated as at the date of approval of these standalone financial statements and the Company will continue to closely monitor any material changes to future economic conditions.

3. SIGNIFICANT ACCOUNTING POLICIES

3.1 Basis of Measurement

These financial statements have been prepared under the historical cost convention on the accrual basis, except for the following assets and liabilities which have been measured fair value:

- Property, Plant & Equipment (at fair value as deemed cost as at 1st April 2015),
- Derivative financial instruments,
- Defined benefit plans– plan assets measured at fair value
- Financial assets and liabilities except certain investments and borrowings carried at amortised cost (refer accounting policy regarding financial instruments).
- Share based payments

The financial statements are presented in Indian Rupees (₹) which is the Company's functional and presentation currency and all amounts are rounded to the nearest crore (₹ 00,00,000) and two decimals thereof, except as otherwise stated.

3.2 Fair Value Measurement

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date.

The fair value of an asset or a liability is measured using the assumptions that market participants would use when pricing the asset or liability, assuming that market participants act in their economic best interest.

A fair value measurement of a non- financial asset takes into account a market participant's ability to generate economic benefits by using the asset in its highest and best use or by selling it to another market participant that would use the asset in its highest and best use.

For the purpose of fair value disclosures, the Company has determined classes of assets and liabilities on the basis of the nature, characteristics and risks of the asset or liability and the level of the fair value hierarchy in which they fall.

3.3 Property, plant and equipment

On transition to IND AS, the Company has adopted optional exception under IND AS 101 to measure Property, Plant and Equipment at fair value. Consequently the fair value has been assumed to be deemed cost of Property, Plant and Equipment on the date of transition. Subsequently Property, Plant and Equipment are stated at cost/deemed cost less accumulated depreciation and impairment losses, if any. Costs include costs of acquisition or construction including incidental expenses thereto, borrowing costs, and other attributable costs of bringing the asset to its working condition for its intended use and are net of available duty/tax credits.

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Subsequent expenditure relating to property, plant and equipment is capitalized only when it is probable that future economic benefits associated with these will flow to the Company and the cost of the item can be measured reliably. All other repair and maintenance costs are recognised in Statement of Profit & Loss as incurred.

Gains or losses arising from discard/sale of Property, Plant and Equipment are measured as the difference between the net disposal proceeds and the carrying amount of the asset and are recognized in the statement of profit and loss when the asset is discarded / sold.

The Company adjusts exchange differences arising on translation/settlement of long-term foreign currency monetary items as referred in Policy for Foreign exchange transactions. (Refer Note no. 5)

The residual values, useful lives and methods of depreciation of property, plant and equipment are reviewed at each financial year end and adjusted prospectively.

Capital work-in-progress: Expenditure related to and incurred on implementation of new/expansion-cum-modernisation projects is included under capital work-in-progress until the relevant assets are ready for its intended use. All other expenditure (including trial run / test run expenditures) during construction / erection period (net of income) are shown as part of pre-operative expenditure pending allocation / capitalization and the same is allocated to the respective asset on completion of its construction/erection.

Depreciation: Depreciation on property, plant and equipment is provided on straight-line method (SLM) as per the useful life of assets, as estimated by the management / independent professional, which is generally in line with Schedule II to the Companies Act, 2013 except for certain assets specified below:

1. Plant and equipment:

- Power generating units: 40-60 years
- Certain continuous process plants: 25-48 years
- Certain Other Plant and equipment: 15-35 years

2. Certain non –factory buildings: 18-60 Years

Subsequent to adoption of fair value as deemed cost of property, plant and equipment as at 1st April 2015 under IND AS 101, depreciation is charged on fair valued amount less estimated salvage value.

Based on management evaluation, depreciation rates currently used fairly reflect its estimate of the useful lives and residual values of property, plant and equipment.

Certain plant and machinery have been considered as continuous process plant on the basis of technical assessment and depreciation on the same is provided for accordingly.

Leasehold land is amortized on a straight line basis over the period of lease.

3.4 Intangible assets

Capital expenditure on purchase and development of identifiable non monetary assets without physical substance is recognized as Intangible Assets when:

- it is probable that the expected future economic benefits that are attributable to the asset will flow to the entity; and
- the cost of the asset can be measured reliably.

Such Intangible assets are stated at cost less accumulated amortization and impairment losses, if any.

Intangible Assets are amortized on straight-line method over the expected duration of benefits. The amortization period and the amortization method for an intangible asset with a finite useful life are reviewed at least at the end of each financial year. Changes in the expected useful life or the expected pattern of consumption of future economic benefits embodied in the assets are considered to modify the amortization period or method, as appropriate, and are treated as changes in accounting estimates and adjusted prospectively.

Estimated useful lives of intangible assets are as follows:

- Computer software - 1 to 10 years
- Design & Drawings- 5 years
- Licenses - 25 years

3.5 Intangible assets under development

Mines development expenditure incurred in respect of new iron ore/coal and likewise mines are shown under 'Intangible assets under development'. On mines being ready for intended use, this amount is transferred to appropriate head under intangible assets and amortized over a period of ten years starting from the said year or the future expected extraction period of the reserves based on actual extraction till date, whichever is shorter.

Development expenditure incurred on an individual project is recognized as an intangible asset when the Company can demonstrate all the following:

- The technical feasibility of completing the intangible asset so that it will be available for use or sale
- Its intention to complete the asset
- Its ability to use or sell the asset
- How the asset will generate future economic benefits
- The availability of adequate resources to complete the development and to use or sell the asset
- The ability to measure reliably the expenditure attributable to the intangible asset during development.

3.6 Biological assets

Biological assets are measured at cost. Feeding and maintenance costs are expensed as incurred.

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3.7 Investment property

Investment properties are measured at cost, including transaction costs less accumulated depreciation and impairment losses, if any.

3.8 Impairment

The carrying amount of Property, plant and equipment, Intangible assets and Investment property are reviewed at each Balance Sheet date to assess impairment, if any based on internal / external factors. An asset is treated as impaired when the carrying cost of asset or exceeds its recoverable value being higher of value in use and net selling price. An impairment loss is recognized as an expense in the Statement of Profit & Loss in the year in which an asset is identified as impaired. The impairment loss recognized in prior accounting period is reversed, if there has been an improvement in recoverable amount.

3.9 Assets held for sale

Non-current assets are classified as "Held for Sale" if their carrying amount is intended to be recovered principally through sale rather than through continuing use. The condition for classification of "Held for Sale" is met when the non-current asset is available for sale. Non-current assets held for sale are measured at the lower of carrying amount and fair value less cost to sell.

3.10 Leases

Right of Use Assets

The Company recognizes a right-of-use asset, on a lease-by-lease basis, to measure that right-of-use asset an amount equal to the lease liability, adjusted by the amount of any prepaid or accrued lease payments relating to that lease recognised in the balance sheet immediately before the date of initial application.

The cost of right-of-use assets includes the amount of lease liabilities recognised. Initial direct costs incurred and lease payments made at or before the commencement date less any lease incentives received, the recognised right-of-use assets are depreciated on a straight-line basis over the shorter of its estimated useful life and the lease term. Right-of-use assets are subject to impairment test.

Lease Liabilities

The Company recognise a lease liability at the present value of the remaining lease payments, discounted using the lessee's incremental borrowing rate.

The lease payments include fixed payments (including in-substance fixed payments) less any lease incentives receivable, variable lease payments that depend on a lease by lease basis.

In calculating the present value of lease payments, the Company uses the incremental borrowing rate at the lease commencement date if the interest rate implicit in the lease is not readily determinable.

Short-term Leases and leases of low-value assets

The company applies the short-term lease recognition exemption to its short-term leases (i.e., those leases that have a lease term of 12 months or less from the commencement date and do not contain a purchase option). It also applies the lease of low-value

assets recognition exemption to leases that are considered of low value. Lease payments on short-term leases and leases of low-value assets are recognised as expense on a straight-line basis over the lease term.

3.11 Borrowing Costs

Borrowing costs include interest and other costs that the Company incurs in connection with the borrowing of funds.

Borrowing costs related to a qualifying asset that necessarily takes a substantial period of time to get ready for its intended use is worked out on the basis of actual utilization of funds out of project specific loans and/or other borrowings to the extent identifiable with the qualifying asset and is capitalized with the cost of qualifying asset, using the effective interest method. All other borrowing costs are charged to statement of profit and loss.

In case of significant long term loans, other costs incurred in connection with the borrowing of funds are amortized over the period of respective Loan.

3.12 Valuation of Inventories

Inventories are valued at lower of cost, computed on weighted average basis, or net realizable value. Cost of inventories includes in case of raw material, cost of purchase and incidental expenses; in case of work-in-progress, estimated direct cost and appropriate proportion of administrative and other overheads; in case of finished goods, estimated direct cost and appropriate administrative and other overheads and excise duty; and in case of traded goods, cost of purchase and other costs.

Scrap is valued at estimated realizable value. However raw materials, components, stores and spares held for use in the production of finished goods are not written down below cost if the finished products are expected to be sold at or above cost.

Net realizable value is the estimated selling price in the ordinary course of business, less estimated costs of completion and estimated costs necessary to make the sale.

Initial cost of inventories includes the transfer of gains and losses on qualifying cash flow hedges, recognised in OCI, in respect of the purchases of raw materials.

3.13 Foreign Currency Transactions

- Transactions in foreign currencies are initially recorded by the Company at rates prevailing at the date of the transaction. Subsequently, monetary items are translated at closing exchange rates of balance sheet date and the resulting exchange difference recognised in profit or loss. Differences arising on settlement of monetary items are also recognised in profit or loss. Non-monetary items that are measured in terms of historical cost in a foreign currency are translated using the exchange rates at the dates of the transaction. Non-monetary items (Other than investment in shares of Subsidiaries, Joint Ventures and Associates) carried at fair value that are denominated in foreign currencies are translated at the exchange rates prevailing at the date when the fair value was determined. Exchange component of

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the gain or loss arising on fair valuation of non-monetary items is recognised in line with the gain or loss of the item that gave rise to such exchange difference.

- The Company has availed the exemption available in IND AS 101, to continue capitalisation of foreign currency fluctuation on long term foreign currency monetary liabilities outstanding on transition date.

3.14 Revenue Recognition

- Revenue from contracts with customers is recognized on transfer of control of promised goods or services to a customer at an amount that reflects the consideration to which the Company is expected to be entitled to in exchange for those goods or services.
- Revenue towards satisfaction of a performance obligation is measured at the amount of transaction price (net of variable consideration) allocated to that performance obligation. The transaction price of goods sold and services rendered is net of variable consideration on account of various discounts and schemes offered by the Company as part of the contract. This variable consideration is estimated based on the expected value of outflow. Revenue (net of variable consideration) is recognized only to the extent that it is highly probable that the amount will not be subject to significant reversal when uncertainty relating to its recognition is resolved.
- Revenue from sale of products is recognized when the control on the goods have been transferred to the customer. The performance obligation in case of product is satisfied at a point in time i.e., when the material is shipped to the customer or on delivery to the customer, as may be specified in the contract. Revenue is measured at fair value of the consideration received or receivable. The Company recognizes revenue from sale of products net of discounts, sales incentives, rebates granted, returns, GST, VAT, sales tax and duties when the products are delivered to customer or when delivered to a carrier for export sale, which is when significant risks and rewards of ownership pass to the customer, Sale of product is presented gross of manufacturing taxes like excise duty, wherever applicable.
- Income from aviation and other services is accounted for at the time of completion of service and billing thereof.
- Revenue from sale of power is recognized when delivered and measured based on bilateral contractual arrangements.
- Export benefits available are accounted for in the year of export, to the extent the realisation of the same is not considered uncertain by the Company.
- Government grants/subsidies are recognised at fair value where there is reasonable certainty that the grant /subsidy will be received and all attached conditions will be complied with. The grant/subsidy is recognised in the statement of profit and loss on a systematic basis over the periods in which the Company recognises as expenses the related costs for which the grants are intended to compensate.

3.15 Inter-Division Transfers/Captive sales

- Inter-division transfer of independent marketable products, produced by various divisions and used for further production/ sales is accounted for at approximate prevailing market price/ other appropriate price.
- Captive sales are in regard to products produced by various divisions and used for capital projects. These are transferred at factory cost to manufacture.
- The value of inter-divisional transfer and captive sales is netted off from sales and corresponding cost under cost of materials consumed and total expenses respectively. The same is shown as a contra item in the statement of profit and loss.
- Any unrealized profit on unsold/unconsumed stocks is eliminated while valuing the inventories.

3.16 Other Income

- Claims receivable
The quantum of accruals in respect of claims receivable such as from railways, insurance, electricity, customs, excise and the like are accounted for on accrual basis to the extent there is reasonable certainty of realization.
- Dividend Income from Investment
Dividend income from investments is recognised when the right to receive payment has been established.
- Interest Income
Interest income is recognized on a time proportion basis taking into account the amount outstanding and the applicable interest rate. Interest income is netted off from interest cost under the head "Interest Cost (Net)" in the statement of profit and loss.

3.17 Employee Benefits

- Short term employee benefits are recognized as an expense in the Statement of Profit and Loss of the year in which the related services are rendered.
- Payment to defined contribution plan is recognized as expense when employees have rendered services. Re-Measurements of the defined benefit liability/asset comprising actuarial gains and losses are recognized in other comprehensive income.
- The liability for gratuity, a defined benefit plan is determined using the projected unit credit method, on the basis of actuarial valuations carried out by third party actuaries at each balance sheet date. Re-Measurements comprising actuarial gains and losses arising from experience adjustments and changes in actuarial assumptions are charged / credited to Other Comprehensive Income in period in which they arise. Other costs are accounted for in Statement of Profit and Loss.
- Liability in respect of compensated absences due or expected to be availed within one year from the Balance Sheet date is estimated on the basis of valuation carried out by third party actuaries at each Balance Sheet date. Re-Measurements comprising actuarial gains and losses arising from experience adjustments and changes in actuarial

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assumptions are charged / credited to profit and loss in the period in which they arise.

- Share based compensation benefits are recognised in the profit and loss in the year in which the same is granted as per Employees Share Purchase Scheme/ JSPL Employees Stock Option Plan of the Company.

3.18 Research and Development expenditure

Revenue expenditure on research is expensed as incurred. Capital expenditure incurred on research is added to the cost of Property, plant and equipment/ respective intangible asset.

3.19 Taxes on Income

Tax expense comprises current and deferred tax. Current income-tax is measured at the amount expected to be paid to the tax authorities in accordance with the Income-tax Act, 1961 enacted in India and tax laws prevailing in the respective tax jurisdictions where the Company operates. The tax rates and tax laws used to compute the amount are those that are enacted or substantively enacted, at the reporting date.

Deferred tax is provided on temporary difference arising between the tax bases of assets & liabilities and their carrying amounts for financial reporting purposes at the reporting date. Deferred tax is measured using the tax rate that are expected to apply in the year when the asset is realized or the liability is settled based on the tax rates and the tax laws enacted or substantively enacted at the reporting date. Deferred tax relating to items recognized directly in equity/OCI is recognized in equity/OCI and not in the statement of profit and loss.

Deferred tax asset is recognized to the extent that it is probable that sufficient future taxable profit will be available against which the deductible temporary differences and the carry forward unused tax credits and unused tax losses can be utilized. The carrying amount of deferred tax assets is reviewed at each reporting date and reduced to the extent that it is no longer probable that sufficient taxable profit will be available to allow all or part of the deferred tax asset to be utilized.

3.20 Provisions, contingent liabilities, commitments and contingent assets

Provisions are recognized for present obligations of uncertain timing or amount arising as a result of a past event where a reliable estimate can be made and it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation.

Where it is not probable that an outflow of resources embodying economic benefits will be required or the amount cannot be estimated reliably, the obligation is disclosed as a contingent liability and commitments, unless the probability of outflow of resources embodying economic benefits is remote.

Contingent assets are not recognized but disclosed in the financial statements when an inflow of economic benefits is probable.

If the effect of the time value of money is material, provisions are discounted using a current pre-tax rate that reflects, when appropriate, the risks specific to the liability. When discounting is used, the increase in the provision due to the passage of time is recognised as a finance cost.

3.21 Earnings per share

Basic earnings per share is computed using the net profit/ (loss) for the year (without taking impact of OCI) attributable to the equity shareholders' and weighted average number of shares outstanding during the year. The weighted average numbers of shares also includes fixed number of equity shares that are issuable on conversion of compulsorily convertible preference shares, debentures or any other instrument, from the date consideration is received (generally the date of their issue) of such instruments. The diluted EPS is calculated on the same basis as basic EPS, after adjusting for the effect of potential dilutive equity shares unless impact is anti-dilutive.

3.22 Segment Reporting

- Identification of Operating segments
The Company's operating businesses are organized and managed separately according to the nature of products manufactured and services provided, with each segment representing a strategic business unit that offers different products and as reviewed by the Chief operating decision maker of the Company.
- Inter-segment transfers
The Company recognises inter-segment sales and transfers as if they were to third parties at current market prices.
- Allocation of common costs
Common allocable costs are allocated to each segment on reasonable basis.
- Unallocated items
It includes general administrative expenses, corporate & other office expenses, income that arises at the enterprise level and relate to enterprise as a whole being not allocable to any business segment and also un-allocable assets & liabilities that relate to the Company as whole and not allocable to any segment.
- Segment Policies
The Company prepares its segment information in conformity with the accounting policies adopted for preparing and presenting the financial statements of the Company as a whole.

3.23 Financial Instruments

A financial instrument is any contract that gives rise to a financial asset of one entity and a financial liability or equity instrument of another entity.

- **Initial Recognition**
The Company recognizes financial assets and financial liabilities when it becomes a party to the contractual provisions of the instrument. All financial assets and liabilities are recognized at fair value on initial recognition.

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Transaction costs that are directly attributable to the acquisition or release of financial assets and financial liabilities respectively, which are not at fair value through profit or loss, are added to the fair value of underlying financial assets and liabilities on initial recognition. Trade receivables and trade payables that do not contain a significant financing component are initially measured at their transaction price.

• **Subsequent Measurement**

a) **Non-Derivative Financial Instruments**

• **Financial assets carried at amortised cost**

A financial asset is subsequently measured at amortised cost which is held with objective to hold the asset in order to collect contractual cash flows and the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

• **Financial assets at fair value through other comprehensive income**

A financial asset is subsequently measured at fair value through other comprehensive income which is held with objective to achieve both collecting contractual cash flows and selling financial assets and the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding. The Company has made an election for its investments which are classified as equity instruments (other than investment in shares of Subsidiaries, Joint Ventures and Associates) to present the subsequent changes in fair value through profit and loss account

• **Financial assets at fair value through profit or loss**

A financial asset which is not classified in any of the above categories are subsequently fair valued through profit or loss. The Company has elected to measure its investments which are classified as equity instruments (other than investment in shares of Subsidiaries, Joint Ventures and Associates) at fair value through profit and loss account.

• **Impairment of financial assets**

The Company recognizes loss allowances using the expected credit loss (ECL) model for the financial assets which are not fair valued through profit or loss. For impairment purposes significant financial assets are tested on an individual basis, other financial assets are assessed collectively in groups that share similar credit risk characteristics.

The Company recognises lifetime expected losses for all trade receivables. For all other financial assets, expected credit losses are measured at an amount equal to the 12 month expected credit losses or at an amount equal to the life time expected credit losses if the credit risk on the financial asset has increased

significantly since initial recognition. The amount of expected credit losses (or reversal) that is required to adjust the loss allowance at the reporting date to the amount that is required to be recognised is recognized as an impairment gain or loss in profit or loss.

The Company follows 'simplified approach' for the recognition of impairment loss allowance on trade and other receivables.

The application of simplified approach does not require the Company to track changes in credit risk. Rather, it recognises impairment loss allowance based on lifetime ECLs at each reporting date, right from its initial recognition.

The Company uses a provision matrix to determine impairment loss allowance on portfolio of its trade receivables. The provision matrix is based on its historically observed default rates over the expected life of the receivables and is adjusted for forward-looking estimates. At every reporting date, the historical observed default rates are updated and changes in the forward-looking estimates are analysed.

• **Financial liabilities**

Financial liabilities are subsequently carried at amortized cost using the effective interest method. Financial liabilities at fair value through profit and loss includes financial liability held for trading and financial liability designated upon initial recognition as at fair value through profit and loss.

• **Investment in Subsidiaries, Associates and Joint Ventures**

Investment in equity shares of subsidiaries, associates and joint ventures is carried at cost in the standalone financial statements.

• **Cash and cash equivalents**

Cash and cash equivalents consist of cash, bank balances in currents and short-term highly liquid investments that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.

b) **Derivative Financial Instruments**

Derivative instruments such as forward currency contracts are used to hedge foreign currency risks, and are initially recognized at their fair values on the date on which a derivative contract is entered into and are subsequently re-measured at fair value on each reporting date. A hedge of foreign currency risk of a firm commitment is accounted for as a fair value hedge. Any gains or losses arising from changes in the fair value of derivatives are taken directly to Statement of Profit and Loss. However, if hedging instrument hedges an equity instrument for which

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the Company has elected to present changes as at fair value through other comprehensive income, then fair value changes are recognized in Other Comprehensive Income.

• **Derecognition**

The Company derecognizes a financial asset when the contractual rights to the cash flows from the financial asset expire or it transfers the financial asset and the transfer qualifies for derecognition as per Ind AS 109. A financial liability (or a part of a financial liability) is derecognized from the Company's balance sheet when the obligation specified in the contract is discharged or cancelled or expires.

• **Offsetting of financial instruments**

Financial assets and financial liabilities are offset and the net amount is reported in the balance sheet if there is a currently enforceable legal right to offset the recognised amounts and there is an intention to settle on a net basis, to realise the assets and settle the liabilities simultaneously.

• **Reclassification of financial assets**

The Company determines classification of financial assets and liabilities on initial recognition. After initial recognition, no reclassification is made for financial assets which are equity instruments and financial liabilities. For financial assets which are debt instruments, a reclassification is made only if there is a change in the business model for managing those assets. Changes to the business model are expected to be infrequent. The company's senior management determines change in the business model as a result of external or internal changes which are significant to the Company's operations. Such changes are evident to external parties. A change in the business model occurs when the Company either begins or ceases to perform an activity that is significant to its operations. If the Company reclassifies financial assets, it applies the reclassification prospectively from the reclassification date which is the first day of the immediately next reporting period following the change in business model. The company does not restate any previously recognised gains, losses (including impairment gains or losses) or interest.

4. CRITICAL ACCOUNTING ESTIMATES, ASSUMPTIONS AND JUDGEMENTS

4.1 Property, plant and equipment

External advisor and/or internal technical team assess the remaining useful life and residual value of property, plant and equipment. Management believes that the assigned useful lives and residual values are reasonable.

4.2 Intangibles

Internal technical and user team assess the remaining useful lives of Intangible assets. Management believes that assigned useful lives are reasonable. All Intangibles are carried at net book value on transition.

4.3 Mine restoration obligation

In determining the cost of the mine restoration obligation the Company uses technical estimates to determine the expected cost to restore the mines and the expected timing of these costs.

4.4 Liquidated damages

Liquidated damages payable or receivable are estimated and recorded as per contractual terms/management assertion; estimate may vary from actuals as levy by customer/vendor.

4.5 Leases

The company determines the lease term as the non-cancellable term of the lease, together with any periods covered by an option to extend the lease if it is reasonably certain to be exercised, or any periods covered by an option to terminate the lease, if it is reasonably certain not to be exercised.

4.6 Other estimates

The Company estimates the un-collectability of accounts receivable by analyzing historical payment patterns, customer concentrations, customer credit-worthiness and current economic trends. If the financial condition of a customer deteriorates, additional allowances may be required. Similarly, as stated above the Company provides for other receivables / recovery against services, interest, etc. Also, the Company provides for inventory obsolescence, excess inventory and inventories with carrying values in excess of net realizable value based on assessment of the future demand, market conditions and specific inventory management initiatives. In all cases inventory is carried at the lower of historical cost and net realizable value.

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5. PROPERTY, PLANT & EQUIPMENT

Particulars	(₹ in crore)										
	Freehold Land	Lease Hold Land	Building including roads	Plant & Machinery	Electrical Fittings	Furniture fixtures and others	Vehicles	Aircrafts	Office equipment	Right To Use An asset	Total
Gross Carrying value (Cost/ Deemed cost)											
As at 01st April, 2019	2,709.25	2,637.12	7,480.47	38,117.16	1,498.22	101.15	65.81	21.31	47.28	-	52,677.77
Additions	1.12	31.91	81.29	1,576.51	23.07	1.79	0.30	-	2.81	1,209.80	2,928.60
Disposals	-	-	-	(12.45)	-	(0.00)	(2.72)	-	(0.02)	(613.30)	(628.49)
Other adjustments	-	-	-	1.72	-	-	-	-	-	12.13	13.85
As at 31st March, 2020	2,710.37	2,669.03	7,561.76	39,682.94	1,521.29	102.94	63.39	21.31	50.07	608.63	54,991.73
Additions	0.20	2.73	103.80	590.70	14.75	3.02	3.41	-	2.71	-	721.32
Disposals/Written off (Note 3 below)	(46.43)	(9.46)	(29.95)	(172.84)	(1.81)	(0.42)	(2.92)	(17.46)	(0.59)	-	(281.88)
Other adjustments	(0.16)	-	0.16	(0.05)	-	0.54	-	-	(0.49)	-	(0.00)
As at 31st March, 2021	2,663.98	2,662.30	7,635.77	40,100.75	1,534.23	106.08	63.88	3.85	51.70	608.63	55,431.17
Accumulated Depreciation											
As at 01st April, 2019	-	152.98	1,295.25	6,492.11	314.78	47.83	41.35	6.97	33.46	-	8,384.73
Additions	-	39.44	296.00	1,723.70	115.73	11.29	6.99	1.74	5.46	81.67	2,282.02
Disposals	-	-	-	(2.18)	-	(0.00)	(1.93)	-	(0.02)	(77.14)	(81.27)
Other adjustments	-	-	-	-	-	-	-	-	-	-	-
As at 31st March, 2020	-	192.42	1,591.25	8,213.63	430.51	59.12	46.41	8.71	38.90	4.53	10,585.48
Additions	-	39.42	278.85	1,762.31	115.19	8.98	4.72	1.41	3.39	23.98	2,238.25
Disposals/Written off (Note 3 below)	-	(1.92)	(4.65)	(24.28)	(0.31)	(0.32)	(2.36)	(7.75)	(0.57)	-	(42.16)
Other adjustments	-	-	-	(0.01)	-	0.07	-	-	(0.06)	-	(0.00)
As at 31st March, 2021	-	229.92	1,865.45	9,951.65	545.39	67.85	48.77	2.37	41.66	28.51	12,781.57
Net Block											
As at 31st March, 2020	2,710.37	2,476.61	5,970.51	31,469.31	1,090.78	43.82	16.98	12.60	11.17	604.10	44,406.25
As at 31st March, 2021	2,663.98	2,432.38	5,770.32	30,149.10	988.84	38.23	15.11	1.48	10.04	580.12	42,649.60
Capital work in progress (CWIP)											
As at 31st March, 2020											810.43
As at 31st March, 2021											572.41

- As per the policy, the Company continues to capitalise foreign currency fluctuation on all long term foreign currency borrowings outstanding on March 31, 2016. Accordingly additions /adjustments to plant and machinery/ capital work-in-progress includes addition of ₹ 0.03 crore (March 31, 2020 ₹ 1.72 crore) on account of foreign exchange fluctuation (Gain)/loss.
- Freehold land of ₹ 24.54 crore (March 31, 2020 ₹ 24.54 crore) is in the process of registration.
- Including mining assets written off of ₹ 78.53 crore (Refer note 58 & 65) & Other Assets Written off ₹ 14.22 crore (March 31, 2020 ₹ 0.02 crore).

Notes

to the Standalone Financial Statements as at and for the year ended 31 March, 2021

6. INTANGIBLE ASSETS

Particulars					(₹ in crore)
	Licenses	Design & Drawings	Computer software	Mining Rights	Total
Gross carrying value (Cost)					
As at 01st April, 2019	80.56	0.33	23.85	-	104.74
Additions	-	-	0.93	-	0.93
Disposals	-	-	-	-	-
As at 31st March, 2020	80.56	0.33	24.78	-	105.67
Additions	-	-	2.70	8.87	11.57
Disposals	-	-	-	-	-
As at 31st March, 2021	80.56	0.33	27.48	8.87	117.24
Amortisation					
As at 01st April, 2019	23.93	0.33	10.80	-	35.06
Additions	2.83	-	2.23	-	5.06
Disposals	-	-	-	-	-
As at 31st March, 2020	26.76	0.33	13.03	-	40.12
Additions	2.79	-	2.31	0.10	5.20
Disposals	-	-	-	-	-
As at 31st March, 2021	29.55	0.33	15.34	0.10	45.32
Net Carrying Value					
As at 31st March, 2020	53.80	-	11.75	-	65.55
As at 31st March, 2021	51.01	-	12.14	8.77	71.92

7. BIOLOGICAL ASSETS OTHER THAN BEARER PLANTS

Particulars			(₹ in crore)
	Live stock	Total	
Gross carrying value (Cost)			
As at 01st April, 2019	0.14	0.14	
Additions	-	-	
Disposals	-	-	
As at 31st March, 2020	0.14	0.14	
Additions	-	-	
Disposals	-	-	
As at 31st March, 2021	0.14	0.14	

Notes

to the Standalone Financial Statements as at and for the year ended 31 March, 2021

8. INVESTMENTS (NON CURRENT)

Particulars	Face value ₹ unless otherwise stated	(₹ in crore)			
		As at 31 March, 2021		As at 31 March, 2020	
		No. of units	Amount	No. of units	Amount
Unquoted					
(i) Investment in equity instruments(Fully Paid up unless otherwise stated)					
a) Subsidiary/Step down subsidiary companies(at cost or deemed cost)					
Everbest Steel and Mining Holdings Limited	10	2,69,994	0.11	2,69,994	0.11
Sky High Overseas Limited	US\$1	2,23,50,029	111.03	2,23,50,029	111.03
JB Fabinfra Private Limited	10	20,00,000	2.00	20,00,000	2.00
Jindal Power Limited (Note1 below)	10	1,30,05,75,000	867.05	1,30,05,75,000	867.05
Jindal Steel Bolivia S.A.	Bs100	33,45,600	227.84	33,45,600	227.84
Jindal Steel & Power (Mauritius) Limited	US\$1	8,35,41,278	575.73	8,35,41,278	575.73
Jindal Angul Power Ltd.	10	50,000	0.05	50,000	0.05
Attunli Hydro Electric Power Company Limited (₹ 10)	10	1	0.00	1	0.00
Etalin Hydro Electric Power Company Limited (₹ 10)	10	1	0.00	1	0.00
Kamala Hydro Electric Power Company Limited (₹ 10)	10	1	0.00	1	0.00
Trishakti Real Estate Infrastructure and Developers Private Limited	10	3,71,60,000	37.16	3,71,60,000	37.16
Raigarh Pathalgaon Expressway Limited	10	50,000	0.05	50,000	0.05
Sub Total (a)			1,821.04		1,821.04
b) Joint Ventures (at cost or deemed cost)					
Jindal Synfuels Limited	10	7,00,000	0.70	7,00,000	0.70
Shresht Mining and Metals Private Limited	10	81,94,248	8.19	76,94,248	7.69
Urtan North Mining Company Limited	10	1,15,03,618	11.50	1,15,03,618	11.50
Sub Total (b)			20.39		19.89
c) Others (at fair value through profit & loss)					
Angul Sukinda Railway Limited	10	6,00,00,000	60.00	6,00,00,000	60.00
Brahmputra Capital and Financial Service Limited	10	1,92,00,000	19.20	1,92,00,000	19.20
Danta Enterprises Private Limited (₹ 14,470)	10	1,447	0.00	1,447	0.00
Haridaspur Paradip Railway Company Limited	10	50,00,000	5.00	50,00,000	5.00
Jindal Holdings Limited	10	24,14,000	14.48	24,14,000	14.48
Jindal Petroleum Limited	10	49,400	0.05	49,400	0.05
Jindal Rex Exploration Private Limited	10	9,800	0.01	9,800	0.01
OPJ Trading Private Limited (₹ 14,470)	10	1,447	0.00	1,447	0.00
Sahyog Holdings Private limited (₹ 14,470)	10	1,447	0.00	1,447	0.00
Stainless Investments Limited	10	12,42,000	6.05	12,42,000	6.05
Virtuous Tradecorp Private Limited (₹ 14,470)	10	1,447	0.00	1,447	0.00
X-Zone SDN BHD	RM 1	36,250	0.04	36,250	0.04
Indusglobe Multiventures Pvt. Ltd. (₹ 1450)	10	145	0.00	145	0.00
Strata Multiventures Pvt. Ltd. (₹ 1450)	10	145	0.00	145	0.00
Genova Multisolutions Pvt. Ltd. (₹ 1450)	10	145	0.00	145	0.00
Radius Multiventures Pvt. Ltd. (₹ 1450)	10	145	0.00	145	0.00
Divino Multiventures Pvt. Ltd. (₹ 1450)	10	145	0.00	145	0.00
Sub Total (c)			104.84		104.84
Total (i)			1,946.27		1,945.77

Notes

to the Standalone Financial Statements as at and for the year ended 31 March, 2021

Particulars	Face value ₹ unless otherwise stated	(₹ in crore)			
		As at 31 March, 2021		As at 31 March, 2020	
		No. of units	Amount	No. of units	Amount
(ii) Investments in Convertible Preference Shares (at amortised cost)					
Indusglobe Multiventures Pvt. Ltd.	10	14,500	0.00	14,500	0.00
Strata Multiventures Pvt. Ltd.	10	14,500	0.00	14,500	0.00
Genova Multisolutions Pvt. Ltd.	10	14,500	0.00	14,500	0.00
Radius Multiventures Pvt. Ltd.	10	14,500	0.00	14,500	0.00
Divino Multiventures Pvt. Ltd.	10	14,500	0.00	14,500	0.00
Total (ii)			0.07		0.07
(iii) Investments in Non-Convertible Redeemable Preference Shares*					
Jindal Power Limited -Series I 5% Cumulative -(at amortised cost)*	10	3,90,17,25,000	2315.05		
Jindal Power Limited -Series II 5% Non-Cumulative - (at FVTPL) *	10	2,90,12,82,692	648.87	-	-
* Refer Note No. 62					
Total (iii)			2,963.92		-
(iv) Investments in government securities (at amortised cost)					
National Saving Certificates [Pledged with Government departments]			0.12		0.12
Total (iv)			0.12		0.12
(v) Investments in Debentures/bonds-At Cost					
- Joint Venture					
Jindal Synfuels Limited					
Fully Paid up					
0% Compulsory Convertible debentures	10	7,76,99,440	77.70	7,76,99,440	77.70
0% Compulsory Convertible debentures	100	10,00,000	10.00	10,00,000	10.00
Partly Paid up					
0% Compulsory Convertible debentures (Note-2 below)	100	10,00,000	4.88	10,00,000	4.88
Total (v)			92.58		92.58
(vi) Investments in Subsidiary (Corporate Guarantee)-At FVTPL					
Jindal Steel and Power (Australia) Pty. Ltd. (Refer note 51)			8.53		-
Total (vi)			8.53		-
Total Investment (i+ii+iii+iv+v+vi)			5,011.49		2,038.54
Less: Provision for impairment (Note-3 below)			(454.17)		(339.69)
Total Non Current Investment			4,557.32		1,698.85
Aggregate book value of unquoted investments			5,011.49		2,038.54
Aggregate provision for impairment in value of investments			454.17		339.69

Notes:-

- 1) Pledged 40,46,40,000 (Previous year 40,46,40,000) number of shares in favour of lenders. Further, Company has given Non Disposal Undertaking over 6,74,40,000 nos. of equity shares of Jindal Power Limited (subsidiary) held by the Company under the said facility (refer foot note 22 c).
- 2) Partly paid up ₹ 48.80 (Previous year ₹ 48.80) per debenture.
- 3) During the earlier years, the Company has Invoked 2,00,00,000 share of Bharat NRE Coke Limited, pledge against advance to one of vendor @ Nil Value.

Notes

to the Standalone Financial Statements as at and for the year ended 31 March, 2021

8. INVESTMENTS (CURRENT)

	Face value ₹ unless otherwise stated	As at 31 March, 2021		As at 31 March, 2020	
		No. of units	Amount	No. of units	Amount
		(₹ in crore)			
(Quoted)					
Investment in mutual fund -carried at fair value through profit or loss					
SBI Overnight Direct Growth (B)	1000	29,84,149.54	1,000.21	-	-
Total Current Investment			1,000.21		
Aggregate amount and market value of quoted investments			1,000.21		-

9. NON-CURRENT FINANCIAL ASSETS-LOANS

Particulars	(₹ in crore)	
	As at 31 March, 2021	As at 31 March, 2020
Unsecured, considered good		
- Loans to related parties (Refer note 54)	4,033.58	-
- Loans to others	2.00	-
- Security deposits to related party (Refer note 54)	1.95	1.76
- Security deposits to others	1.85	1.66
Total	4,039.38	3.42

10. NON-CURRENT FINANCIAL ASSETS-BANK BALANCES

Particulars	(₹ in crore)	
	As at 31 March, 2021	As at 31 March, 2020
Bank balances (other than cash & cash equivalents)		
Fixed deposits with original maturity of more than 12 months (Pledged with government department and others)	1.24	1.11
Total	1.24	1.11

10A. NON-CURRENT FINANCIAL ASSETS-OTHERS

Particulars	(₹ in crore)	
	As at 31 March, 2021	As at 31 March, 2020
Interest receivable from related parties (Refer note 54)*	389.64	-
Total	389.64	-

* Not due

11. OTHER NON-CURRENT ASSETS

Particulars	(₹ in crore)	
	As at 31 March, 2021	As at 31 March, 2020
Capital advances	206.69	186.73
Prepaid expenses*	167.39	149.83
Total	374.08	336.56

* Including amortisation of security deposit (Refer note 9)

Notes

to the Standalone Financial Statements as at and for the year ended 31 March, 2021

12. INVENTORIES

(As taken by the management)

Particulars	(₹ in crore)	
	As at 31 March, 2021	As at 31 March, 2020
(Valued at lower of cost and net realisable value)		
Raw Materials		
- Inventories	2,455.45	1,640.74
- Goods In Transit	389.99	393.47
Work-in-progress		
- Work-in-progress	172.73	225.27
Finished Goods		
- Inventories	866.50	997.67
- Stock in trade	1.58	0.93
Stores & Spares		
- Inventories	692.70	615.63
- Goods In Transit	12.61	13.16
Others		
- Scrap	0.11	0.09
Total inventories	4,591.67	3,886.96

13. TRADE RECEIVABLES

Particulars	(₹ in crore)	
	As at 31 March, 2021	As at 31 March, 2020
- Considered good - Secured	108.45	76.66
- Considered good - Unsecured *	1,852.30	886.57
Trade Receivables which have significant increase in credit risk	-	-
Trade Receivables - Credit impaired	103.84	94.18
Less: Provision for Impairment	(103.84)	(94.18)
Total Trade receivables	1,960.75	963.23

*Including receivable from related parties (Refer note 54)

14. CASH & CASH EQUIVALENTS

Particulars	(₹ in crore)	
	As at 31 March, 2021	As at 31 March, 2020
- Balances with banks		
Current accounts	774.91	36.49
On cash credit accounts	240.28	343.92
Bank deposits with original maturity of less than 3 months*	4,536.60	-
- Cash on hand	0.56	0.56
- Others	0.02	0.02
	5,552.37	380.99

* Pledged with banks towards margin ₹ 11.60 crore

15. OTHER BANK BALANCES

Particulars	(₹ in crore)	
	As at 31 March, 2021	As at 31 March, 2020
- Fixed deposits*	133.63	131.37
- Earmarked - Unpaid dividend accounts	1.40	3.23
	135.03	134.60

* Pledged with banks towards margin ₹ 132.44 crore (March-20 ₹ 131.37 crore)

Notes

to the Standalone Financial Statements as at and for the year ended 31 March, 2021

16. CURRENT FINANCIAL ASSETS-LOANS

Particulars	(₹ in crore)	
	As at 31 March, 2021	As at 31 March, 2020
Unsecured, considered good		
- Loans to related parties (refer note 54)	27.47	2,346.43
- Loans to others	26.06	26.06
- Security deposits to related party (Refer note 54)	48.50	48.50
- Security deposits to others	3.38	6.80
	105.41	2,427.79

17. CURRENT FINANCIAL ASSETS-OTHERS

Particulars	(₹ in crore)	
	As at 31 March, 2021	As at 31 March, 2020
Interest receivable*	111.46	358.04
Forward Contract Receivable	-	27.79
Other Receivable*	32.84	102.78
Advance to employees	7.23	9.88
Total current financial assets	151.53	498.49

*Including recoverable from related parties (Refer note 54)

18. CURRENT TAX ASSETS / LIABILITIES (NET)

Particulars	(₹ in crore)	
	As at 31 March, 2021	As at 31 March, 2020
Advance income tax*	734.75	3,280.03
Less: Provision for income tax	(305.76)	(2,926.32)
Net current tax assets	428.99	353.71

* includes Tax paid under protest ₹ 382.15 Crore (Previous year ₹ 382.17 crore)

19. OTHER CURRENT ASSETS

Particulars	(₹ in crore)	
	As at 31 March, 2021	As at 31 March, 2020
Advances other than capital advances		
- Security deposit	78.32	68.38
- Others*	1,773.22	2,501.29
- Others Considered doubtful	48.31	48.31
- Provision for doubtful advances	(48.31)	(48.31)
	1,851.54	2,569.67
Others		
- Prepaid expenses**	66.86	58.62
- Due from Government Authorities & others	554.81	199.83
	621.67	258.45
	2,473.21	2,828.12

*Including advance given to related parties (Refer note 54)

** Including amortisation of security deposit (Refer note 9)

Notes

to the Standalone Financial Statements as at and for the year ended 31 March, 2021

20. SHARE CAPITAL

Particulars	(₹ in crore)	
	As at 31 March, 2021	As at 31 March, 2020
Authorised		
200,00,00,000 (31st March,2020: 200,00,00,000) Equity shares of ₹ 1 each	200.00	200.00
1,00,00,000 (31st March 2020: 1,00,00,000) Preference Shares of ₹ 100 each	100.00	100.00
	300.00	300.00
Issued, subscribed & fully paid up	102.00	102.00
102,00,15,971 (31st March, 2020: 102,00,15,971)Equity shares of ₹ 1 each	102.00	102.00

(a) Reconciliation of the number of shares outstanding at the beginning and end of the year

Equity Shares	As at 31 March, 2021	As at 31 March, 2020
Shares outstanding at the beginning of the year	1,02,00,15,971	96,79,46,379
Add: Equity Shares issued during the year	-	5,20,69,592
Shares outstanding at the end of the year	1,02,00,15,971	1,02,00,15,971

b) Terms/rights attached to equity shares

The Company has only one class of equity shares having par value of ₹ 1 per share. Each holder of equity share is entitled to one vote per share. The Company declares dividend in Indian Rupees. The dividend, if any, proposed by the Board of Directors is subject to approval of the Shareholders in the ensuing Annual General Meeting.

In the event of liquidation of the Company, the holders of equity shares will be entitled to receive remaining assets of the Company after payment of all liabilities. The distribution will be in proportion to the number of equity shares held by the shareholders.

c) Aggregate number of bonus shares issued, shares issued for consideration other than cash and shares bought back during the period of five years immediately preceding the reporting date:

In accordance with Section 68 of the Companies Act, 2013 and buy back regulations of SEBI, the Company has not buy back any equity shares during the five years immediately preceding 31st March, 2021.

During the five years immediately preceding 31st March, 2021, the Company has not allotted any equity shares as bonus shares and also not issued any share for consideration other than cash.

In addition the Company allotted 41,90,026 equity shares during the preceding five years under its various Employees Stock Option Schemes / Employee Stock Purchase Scheme.

d) Details of shareholders holding more than 5% shares in the Company

Name of the shareholder	As at 31 March, 2021		As at 31 March, 2020	
	No. of Shares	% holding	No. of Shares	% holding
Equity Shares of ₹ 1 each fully paid				
Danta Enterprises Private Limited	-	-	6,22,38,816	6.10%
Siddeshwari Tradex Private Limited	7,84,84,924	7.69%	-	-
Opelina Sustainable Services Limited (Formerly known as Opelina Finance and Investment Limited)	13,94,10,393	13.67%	13,93,00,393	13.66%
OPJ Trading Private Limited	18,84,13,667	18.47%	18,84,13,667	18.47%
Virtuous Tradecorp Private Limited	6,43,95,867	6.31%	6,43,95,867	6.31%

As per records of the Company, including its register of shareholders/members and other declarations received from shareholders regarding beneficial interest, the above shareholding represents both legal and beneficial ownership of shares.

Notes

to the Standalone Financial Statements as at and for the year ended 31 March, 2021

e) **Employees Stock purchase Scheme**

The Board of Directors in its meeting held on 25th January, 2018 approved the JSPL Employee Stock Purchase Scheme 2018 (JSPL ESPS Scheme-2018) and the same was approved by the shareholders in the Annual General Meeting held on 28th September 2018, in accordance with SEBI (Share Based Employee Benefits) Regulations 2014. In accordance with SEBI (Share Based Employees Benefits) Regulations 2014 and pursuant to Jindal Steel & Power Limited Employee Stock Purchase Scheme-2018, the Company has on 23rd March 2019 and on 27th April 2019 granted 20,32,007 nos. and 20,56,704 nos. equity shares of ₹ 1 each at an exercise price of ₹ 166.65/- per share and ₹ 175.15/- per share respectively under Jindal Steel & Power Limited Employee Stock Purchase Scheme- 2018 to the employees of the Group (Jindal Steel & Power Limited and its subsidiaries). Subsequently the Company allotted 20,15,597 Equity shares of ₹1/- each on May 13, 2019 (out of options granted on 23rd March, 2019) to the eligible employees and allotted 20,53,995 Equity shares of ₹1/- each on July 06, 2019 (7,677 shares out of options granted on 23rd March, 2019 and 20,46,318 shares out of options granted on 27th April, 2019) to the eligible employees.

Particulars	As at	As at
	31 March, 2021	31 March, 2020
	Number of Options	Number of Options
Outstanding shares, beginning of the year	-	2,30,973
Granted during the year	-	20,56,704
Exercised during the year	-	22,68,558
Lapse during the year	-	19,119
Outstanding shares, end of the year	-	-

f) **Employees Stock Option Scheme**

The Board of Directors in its meeting held on 8th August, 2017 approved the JSPL Employee Stock Option Plan 2017 (JSPL ESOP Scheme-2017) and the same was approved by the shareholders in the Annual General Meeting held on 22nd September 2017, in accordance with SEBI(Share Based Employee Benefits) Regulations 2014.

Pursuant to the JSPL ESOP Scheme-2017 the Company may grant upto 4,50,00,000 options convertible into equal number of equity shares of ₹ 1 each.

The Nomination and Remuneration Committee of the Board in its meeting held on 5th January, 2018 granted 51,21,735 options convertible into equal number of equity shares of the Company, to the eligible employees of the Company and its subsidiaries, at an exercise price of ₹ 244.55 per option. As per JSPL ESOP Scheme-2017 the vesting period shall not be less than one year and maximum period will be three years. The employee shall exercise his options within a period of six months from respective vesting. 50,45,222 options have been surrendered/lapsed and balance outstanding is 76,513 options as on 31st March, 2021.

Salient features of the grants are as under:

Vesting Schedule	Options has vested from the date of grant based on the performance conditions mentioned below in the following ratio:			
	Vesting Schedule	5th January 2019	5th January 2020	5th January 2021
Eligibility *		35%	35%	30%
* Maximum percentage of options that can vest				
Performance Conditions	Numbers of options have been granted based on individual performance rating measured on 5 point scale.			

21A. SHARE WARRANTS

					(₹ in crore)
As at	Movement during	As at	Movement	As at	
1 April, 2019	2019-20	31 March, 2020	during 2020-21	31 March, 2021	
4.80	(4.80)	-	-	-	

Notes

to the Standalone Financial Statements as at and for the year ended 31 March, 2021

21B. OTHER EQUITY

Particulars	Reserves and Surplus						Items of other comprehensive income		(₹ in crore)
	Securities premium account	Capital Redemption Reserve	Debenture Redemption Reserve (DRR)	Share Option Outstanding Account	General Reserve	Retained earnings	Items that will not be reclassified to profit or loss	Items that will be reclassified to profit or loss	Total
							Remeasurement of Defined Benefit Obligation/ Plan	Fair Value Gain on Preference Shares	
Balance as at 1st April, 2019	1,379.71	72.00	1,553.73	32.79	1,484.59	17,924.83	(0.68)	-	22,446.97
Profit & Loss for the year	-	-	-	-	-	617.67	-	-	617.67
Other comprehensive income for the year	-	-	-	-	-	-	0.64	-	0.64
Movement during the year	574.26	-	(1,007.81)	(32.47)	-	1,007.81	-	-	541.79
Balance as at 31st March, 2020	1,953.97	72.00	545.92	0.32	1,484.59	19,550.31	(0.04)	-	23,607.07
Profit & Loss for the year	-	-	-	-	-	7,154.31	-	-	7,154.31
Other comprehensive income for the year	-	-	-	-	-	-	(6.54)	1,785.37	1,778.83
Movement during the year	-	-	(542.82)	(0.10)	-	542.82	-	-	(0.10)
As at 31st March, 2021	1,953.97	72.00	3.10	0.22	1,484.59	27,247.44	(6.58)	1,785.37	32,540.11

Notes:

- (i) Securities Premium Reserve represents the amount received in excess of par value of securities issued by the Company. This reserve is utilised/to be utilised in accordance with provisions of the act.
- (ii) The Company is required to create Debenture Redemption Reserve out of the profits which is available for the purpose of redemption of debentures.
- (iii) Capital Redemption Reserve represents the statutory reserve created on buy back of shares. It is not available for distribution.
- (iv) During the previous year the Company has allotted 4,80,00,000 nos. fully paid up equity shares of ₹ 1/- each at issue price of ₹ 140.31 per share (including premium of ₹ 139.31 per share), on exercise of option (against equal number of warrant held), to a promoter group company on receipt of balance 75% amount of ₹ 505.12 crores. Money received have been fully utilized for the purpose the issue was made.
- (v) Share Option Outstanding Account relate to stock option granted by the Company to employee under JSPL employee stock option plan, 2017 of ₹ 0.22 crore (31st March-20 ₹ 0.32 crore). This reserve is transferred to retained earning on cancellation of vested option. (Refer note 20(f)).
- (vi) Other Comprehensive income reserve represents the balance in equity for items to be accounted in classified into i) Items that will not be reclassified to profit & loss ii) Items that will be reclassified to profit & loss (read with note 62).

Notes

to the Standalone Financial Statements as at and for the year ended 31 March, 2021

22. NON CURRENT FINANCIAL LIABILITIES–BORROWINGS

Particulars	(₹ in crore)	
	As at 31 March, 2021	As at 31 March, 2020
1 Secured		
i) Debentures		
NIL (Previous Year 5,000), 9.80% Secured Redeemable Non Convertible Debentures of ₹ 10,00,000 each (Privately placed initially with Life Insurance Corporation of India)	-	500.00
NIL (Previous Year 1,600), 9.80% Secured Redeemable Non Convertible Debentures of ₹ 10,00,000 each (Privately placed initially with Life Insurance Corporation of India)	-	160.00
124 (Previous Year 248), 9.80% Secured Redeemable Non Convertible Debentures of ₹ 10,00,000 each (Privately placed initially with SBI Life Insurance Company Limited)	12.40	24.80
	12.40	684.80
ii) Term Loan		
From Banks	15,184.61	12,778.93
From Other Parties	416.24	185.00
	15,613.25	13,648.73
Less current maturities presented in Note 28	1,653.50	1,619.11
Total	13,959.75	12,029.62

I. Pooled Security

The Company has entered into a pooling agreement with all the Secured Lenders and Security Trustee on 26th February'2020, whereby the following security structure was agreed upon in terms of sanctioned facilities:

- a) first *pari passu* charge over the immovable fixed assets (except immovable properties at Tensa mines and immovable leasehold properties having aggregate area of 551.49 acres at Patratu, Jharkhand) & movable fixed assets (Bank of Baroda has exclusive charge on movable fixed assets of 4.5 MTPA Pellet Plant- II situated at Barbil, Odisha upto 125% of ₹ 81.95 crores Bank Guarantee facility. Other lenders will have *pari passu* charge on these assets which will be subservient to the charge of Bank of Baroda) and second *pari passu* charge on the current assets, both present & future, of the Company in favour of the Term Loan Lenders; and
- b) second *pari passu* charge over the immovable fixed assets (except immovable properties at Tensa mines and immovable leasehold land admeasuring 551.49 acres at Patratu, Jharkhand) & movable fixed assets (Bank of Baroda has exclusive charge on movable fixed assets of 4.5 MTPA Pellet Plant- II situated at Barbil, Odisha upto 125% of ₹ 81.95 crores Bank Guarantee facility. Other lenders will have *pari passu* charge on these assets which will be subservient to the charge of Bank of Baroda) and first *pari passu* charge on the current assets, both present & future, of the Company in favour of the Working Capital Lenders.

The above security constitutes as "Pooled Security".

II. Debentures Security

- a) Debentures of ₹ Nil (March 31, 2020 ₹ 500 crore) were placed initially with Life Insurance Corporation of India on private placement basis.

- b) Debentures of ₹ Nil (March 31, 2020 ₹ 160 crore) were placed initially with Life Insurance Corporation of India on private placement basis.
- c) Balance amount of debentures of ₹ 12.40 Crore (March 31, 2020 ₹ 24.80 crore) placed initially with SBI Life Insurance Company Limited on private placement basis is redeemable at par on 29 December 2021.

Above debentures are secured by Pooled Security as described in Note 22(I)(a).

III. Term Loans from Banks

- a) Loans of ₹ 11, 295.03 crores (March 31, 2020 ₹ 11,463.30 crore) are secured by Pooled Security as described in Note 22(I)(a). Repayment schedule of these loans is as follows:
 - Loan of ₹ 999.60 crores is repayable in 62 quarterly instalments and the next instalment is due on 30th June, 2021.
 - Loans of ₹ 5,810.45 crores is repayable in 61 quarterly instalments and the next instalment is due on 30th June, 2021.
 - Loans of ₹ 1,250.89 crores is repayable in 17 quarterly instalments and the next instalment is due on 30th June, 2021.
 - Loans of ₹ 851.30 crores is repayable in 14 quarterly instalments and the next instalment is due on 30th June, 2021.
 - Loan of ₹ 465.50 crores is repayable in 16 quarterly instalments and the next instalment is due on 30th June, 2021.
 - Loan of ₹ 686.92 crores is repayable in 13 quarterly instalments and the next instalment is due on 30th June, 2021.

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Loans of ₹ 735.67 crores is repayable in 13 quarterly instalments and the next instalment is due on 15th April, 2021.

Loans of ₹ 93.76 crores is repayable in 6 quarterly instalments and the next instalment is due on 27th June, 2021.

Loans of ₹ 277.36 crores is repayable in 6 quarterly instalments and the next instalment is due on 30th June, 2021.

Loans of ₹ 123.58 crores is repayable in 2 quarterly instalments and the next instalment is due on 30th June, 2021.

- b) Loans of ₹ 1,352.35 crores (March 31, 2020 ₹ 1,315.63 crore) are secured by Pooled Security as described in Note 22(I) (a) with priority over cash flows under TRA agreement and security in case of liquidation. Loan is repayable in 30 quarterly instalments and the next instalment is due on 30th June, 2021.
- c) Loans of ₹ 2,537.23 crores (March 31, 2020 ₹ Nil) are secured through following:
 - (a) first *pari passu* charge over the immovable fixed assets (except immovable properties at Tensa mines and immovable leasehold properties having aggregate area of 551.49 acres at Patraru, Jharkhand) & movable fixed assets (Bank of Baroda has exclusive charge on movable fixed assets of 4.5 MTPA Pellet Plant-II situated at Barbil, Odisha upto 125% of ₹ 81.95 crores Bank Guarantee facility. Lenders will have *pari passu* charge on these assets which will be subservient to the charge of Bank of Baroda)
 - (b) first *pari passu* charge on the current assets, both present & future, of the Company.

Repayment schedule of these loans is as follows:

- (i) Loans of ₹ 300.00 crores is repayable in 28 quarterly instalments and the next instalment is due on 30th June, 2021.
- (ii) Loans of ₹ 767.25 crores is repayable in 27 quarterly instalments and the next instalment is due on 30th June, 2021.
- (iii) Loans of ₹ 489.99 crores is repayable in 26 quarterly instalments and the next instalment is due on 30th June, 2021.
- (iv) Loans of ₹ 979.99 crores is repayable in 26 quarterly instalments and the next instalment is due on 30th April, 2021.*

*The company has further provided security by way of pledge over 40,46,40,000 nos. and Non Disposal Undertaking ("NDU") over 6,74,40,000 nos. of equity shares of Jindal Power Limited (subsidiary) ("JPL") held by the Company as an interim security till the completion of full tie up of corporate loan of ₹2800 crores in favour of SBICAP Trustee Company Limited for the benefit of State Bank of India in respect of corporate loan of ₹ 979.99 crores outstanding as on 31st March 2021. The company has complied with the necessary compliances to release the above mentioned interim security and charge satisfaction is in process.

IV. Other Loans

- a) Other Loan of ₹ 191.24 crores (March 31, 2020 ₹ 185.00 crores) is secured by Pooled Security as described in Note 22(I)(a). Loan is repayable in 61 quarterly instalments and the next instalment is due on 30th June, 2021.
- b) Other Loans of ₹ 225 crores (March 31, 2020 ₹ Nil) are secured through following:
 - (a) first *pari passu* charge over the immovable fixed assets (except immovable properties at Tensa mines and immovable leasehold properties having aggregate area of 551.49 acres at Patraru, Jharkhand) & movable fixed assets (Bank of Baroda has exclusive charge on movable fixed assets of 4.5 MTPA Pellet Plant- II situated at Barbil, Odisha upto 125% of ₹ 81.95 crores Bank Guarantee facility. Lenders will have *pari passu* charge on these assets which will be subservient to the charge of Bank of Baroda)
 - (b) first *pari passu* charge on the current assets, both present & future, of the Company.

It is repayable in 28 quarterly instalments and the next instalment is due on 31st May, 2021.

V. Secured Term Loan Lenders & Debenture holders mentioned in Note No. 22(1) and Working Capital Lenders mentioned in Note No. 26(1) are further secured by way of pledge over 4.31 crore equity shares of Jindal Steel & Power Limited held by OPJ Trading Private Limited (The Promoter Company).

VI. The Company has also created Non Disposal Undertaking (NDU) over 9.13 crore equity shares of Jindal Steel & Power Limited (JSPL) held by Opelina Sustainable Services Limited (Promoter Company) in favour of State Bank of India, the Lead Bank for the benefit of all the Secured Term Loan Lenders & Debentureholders mentioned in Note No. 22(1) and Working Capital Lenders mentioned in Note No. 26(1).

VII. Repayment schedule and Interest rates for the above Secured Debentures and Term Loans are as follows:

	(₹ in crore)			
Year	2021-22	2022-23	2023-24	2024-25 & Above
Loan	1,653.50	1,772.91	2,004.57	10,182.26

The interest rate for the above term loans from banks and others varies from 8.30% to 11.25% p.a.

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VIII. In terms of RBI Circular No. DOR.No.BP.BC. 47/21.04.048/2019-20 dated March 27, 2020 & Circular No. DOR.No.BP.BC.71/21.04.048/2019-20 dated May 23, 2020, the Company has availed moratorium for its term loan, NCD and working capital facilities. Accordingly, interest of ₹709.83 Crores for the period March 2020 to August 2020 on the term loan facilities has been capitalised with the term loans. Also the instalment of term loan due for payment of ₹632.70 Crores from 27th March, 2020 to 31st August, 2020 has been deferred and all the subsequent repayment schedule and due date has been shifted across the board.

22. NON CURRENT FINANCIAL LIABILITIES–BORROWINGS (CONT.)

Particulars	(₹ in crore)	
	As at 31 March, 2021	As at 31 March, 2020
Unsecured		
i) External Commercial Borrowings	-	10.42
Less current maturities presented in Note 28	-	10.42
	-	-
Total	13,959.75	12,029.62

IX. The balance amount of ₹ Nil (March 31, 2020 ₹ 10.42 crore) was repayable 09th September, 2020. The interest rate for the above External Commercial Borrowings was 0.77% p.a.

23. NON-CURRENT FINANCIAL LIABILITIES–OTHERS

Particulars	(₹ in crore)	
	As at 31 March, 2021	As at 31 March, 2020
Security Deposits		
- From related parties(Refer note 54)	250.00	250.00
- From others	101.75	91.34
Lease Liability (Refer note 64)	591.78	599.85
Fair Valuation of Corporate Guarantee(Refer note 51)	8.53	-
Others (Refer note 61)	-	21.13
Total	952.06	962.32

24. PROVISIONS–NON CURRENT

Particulars	(₹ in crore)	
	As at 31 March, 2021	As at 31 March, 2020
Provision for employee benefits		
- Gratuity	88.80	71.40
- Other Defined Benefit Plan	6.91	4.55
	95.71	75.95

25. DEFERRED TAX ASSETS / (LIABILITIES)

Particulars	(₹ in crore)	
	As at 31 March, 2021	As at 31 March, 2020
Deferred tax assets		
- Unabsorbed depreciation & Carried forward tax losses	310.75	2,599.63
- Difference between book & tax base related to Investments	-	2.64
- Disallowance as per Income Tax Act, 1961	499.35	86.59
Total (A)	810.10	2,688.86
Deferred tax liabilities		
- Difference between book & tax base related to PPE (including CWIP)	6,359.05	6,349.36
- Difference between book & tax base related to Intangible assets	10.92	9.85
- Difference between book & tax base related to Investments	678.14	-
Total (B)	7,048.11	6,359.21
Net liability (A-B)	(6,238.01)	(3,670.35)
	(6,238.01)	(3,670.35)

Notes

to the Standalone Financial Statements as at and for the year ended 31 March, 2021

Reconciliation of Deferred Tax Asset/ (Liabilities):

Particulars	(₹ in crore)	
	As at 31 March, 2021	As at 31 March, 2020
Opening Balance	(3,670.35)	(4,161.48)
Deferred tax income/ (expense) during the period recognised in profit & loss	(2,040.18)	491.44
Deferred tax income/ (expense) during the period recognised in Other Comprehensive Income	(527.49)	(0.21)
Others adjustment	0.01	(0.10)
Closing Balance	(6,238.01)	(3,670.35)

26. CURRENT FINANCIAL LIABILITIES-BORROWINGS

Particulars	(₹ in crore)	
	As at 31 March, 2021	As at 31 March, 2020
Secured		
i) Cash credit from banks*	1,004.05	1,641.54
ii) Other Loans from Banks (Buyer's Credit)	212.59	-
	1,216.64	1,641.54
Unsecured		
- Loans from related parties	1,533.93	1,533.93
	1,533.93	1,533.93
Total	2,750.57	3,175.47

* Including Working Capital Demand Loan

I. Cash Credit from Banks and Buyer's Credit

The working capital facility of ₹1,216.64 crores (March 31, 2020 ₹ 1,641.54 crores) is secured by Pooled Security as described in Note 22(l)(b)

II. Rate of Interest

The Weighted average rate of interest for Cash credit is 10.02% p.a.

The Weighted average rate of interest for loan from related parties is 9.70% p.a.

The Weighted average rate of interest for Buyer's Credit is 1.23% p.a.

27. TRADE PAYABLES

Particulars	(₹ in crore)	
	As at 31 March, 2021	As at 31 March, 2020
Total outstanding, dues of micro and small enterprises	78.13	109.93
Total outstanding, dues of creditors other than micro and small enterprises*	3,730.73	4,513.97
Total	3,808.86	4,623.90

*Including acceptances ₹ 2,772.14 Crore (31st March 20 ₹ 2,366.42 Crore)

Based on the intimation received from supplier regarding their status under the Micro, Small and Medium Enterprises Development Act, 2006, the required disclosure is given below:

Particulars	(₹ in crore)	
	As at 31 March, 2021	As at 31 March, 2020
Principal amount due outstanding	88.43	127.04
Interest due on above due outstanding and unpaid	0.23	4.39
Interest paid to the supplier	-	-
Payments made to the supplier beyond the appointed day during the year	-	-
Interest due and payable for the period of delay	-	-
Interest accrued and remaining unpaid	-	-
Amount of further interest remaining due and payable in succeeding year	-	-

To the extent information available with the Company and certified by the management. The balances of MSME parties are in the process of confirmation / reconciliation. Company is in the process of further strengthening system of identifying MSME, through process control. In the opinion of the management, on final reconciliation there will not be any material impact on the principal / interest amount outstanding.

Notes

to the Standalone Financial Statements as at and for the year ended 31 March, 2021

28. CURRENT FINANCIAL LIABILITIES-OTHERS

Particulars	(₹ in crore)	
	As at 31 March, 2021	As at 31 March, 2020
Current maturities of long term debt (Refer note 22)	1,653.50	1,629.53
Security Deposits**	29.67	36.19
Interest accrued (Read with note 22 (VIII)) **	35.64	247.62
Unpaid dividend*	1.40	3.23
Creditors for Capital Expenditure	260.88	654.08
Other Advance (Refer note 61)	-	240.00
Lease Liability (Refer note 64)	8.24	7.42
Others	800.21	948.28
Total	2,789.54	3,766.35

*There is no amount due and outstanding to be credited to Investor Education and Protection Fund

**Including payable to related parties (Refer note 54)

29. OTHER CURRENT LIABILITIES

Particulars	(₹ in crore)	
	As at 31 March, 2021	As at 31 March, 2020
Advance from customers	1,585.57	2,202.04
Statutory dues	1,394.37	1,757.10
Total	2,979.94	3,959.14

30. PROVISIONS-CURRENT

Particulars	(₹ in crore)	
	As at 31 March, 2021	As at 31 March, 2020
Provision for employee benefits		
- Leave encashment & other defined benefit plans	60.73	48.68
Total	60.73	48.68

31. REVENUE FROM OPERATIONS

Particulars	(₹ in crore)	
	Year ended 31 March, 2021	Year ended 31 March, 2020
a) Sale of products@		
-Finished Goods	32,840.46	26,153.32
-Inter Divisional Transfer	10,431.27	7,363.26
	43,271.73	33,516.58
b) Other operating revenue		
- Scrap sales	69.87	18.19
- Export Incentives	174.58	73.21
- Aviation Income	3.52	17.79
- Provision/ Liability/ Diminution in investment no longer required written back	27.94	20.91
- Profit on Sale/ Transfer of PPE	2.47	0.69
- Insurance Claim*	148.10	-
- Others	79.25	39.51
	505.73	170.30
Less: Inter Divisional Transfer	(10,431.27)	(7,363.26)
Sub Total	33,346.19	26,323.62
Add: GST Recovered	3,743.22	3,792.71
Total Revenue from operations	37,089.41	30,116.33

@Inclusive of captive sale on project of ₹ 38.36 crore (March 31, 2020 ₹ 95.37 crore).

*Loss of Profit/Business interruption claim for DRI plant at Angul of ₹ 126.10 crore and Interim claim of ₹ 22 crore for damaged aircraft (March 31, 2020 Nil).

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to the Standalone Financial Statements as at and for the year ended 31 March, 2021

Revenue from Contracts with Customers

Revenue from Contracts with Customers disaggregated based on nature of product or services

Particulars	(₹ in crore)	
	Year ended 31 March, 2021	Year ended 31 March, 2020
a) Sale of products		
Finished Goods		
Iron & Steel	41,643.00	31,778.16
Power	1,317.68	1,385.40
Others	311.05	353.02
	43,271.73	33,516.58
Other Operating Revenue		
Iron & Steel	471.24	144.81
Power	4.42	2.95
Others	30.07	22.53
	505.73	170.29
Inter Divisional Transfer		
Iron & Steel	9,659.89	6,566.72
Power	705.45	750.18
Others	65.93	46.36
Total	10,431.27	7,363.26

Revenue from Contracts with Customers disaggregated based on geography (Revenue is recognised at a point in time)

Particulars	(₹ in crore)	
	Year ended 31 March, 2021	Year ended 31 March, 2020
- Domestic	22,362.25	22,391.49
- Exports	10,983.94	3,932.13
Total	33,346.19	26,323.62

Reconciliation of Gross Revenue with the Revenue from Contracts with Customers

Particulars	(₹ in crore)	
	Year ended 31 March, 2021	Year ended 31 March, 2020
Gross Revenue	33,460.52	26,467.22
Less: Discounts, Rebate, Commission etc.	114.33	143.60
Net Revenue recognized from Contracts with Customers	33,346.19	26,323.62

Assets and liabilities related to contracts with customers

Particulars	(₹ in crore)			
	Year ended 31 March, 2021		Year ended 31 March, 2020	
	Non-current	Current	Non-current	Current
Contract Assets–Trade Receivable	-	1,960.75	-	963.23
Contract Liabilities–Advance from customers	-	1,585.57	-	2,202.04

32. OTHER INCOME

Particulars	(₹ in crore)	
	Year ended 31 March, 2021	Year ended 31 March, 2020
- Fair Value Gain on Non Cumulative Preference Shares	648.87	-
- Provision / Liability no longer required written back	12.79	-
- Profit on sale of investment	4.45	-
Total	666.11	-

Notes

to the Standalone Financial Statements as at and for the year ended 31 March, 2021

33. COST OF MATERIALS CONSUMED

Particulars	(₹ in crore)	
	Year ended 31 March, 2021	Year ended 31 March, 2020
Raw Material Consumed	8,751.83	10,687.67
Inter Division Transfer	10,431.27	7,363.26
	19,183.10	18,050.93
Less: Inter Division Transfer	(10,431.27)	(7,363.26)
Total*	8,751.83	10,687.67

*Including material transferred from capital work in progress

34. PURCHASES OF STOCK IN TRADE

Particulars	(₹ in crore)	
	Year ended 31 March, 2021	Year ended 31 March, 2020
Purchases of Stock In trade	1,545.65	882.46
Total	1,545.65	882.46

35. CHANGES IN INVENTORIES OF FINISHED GOODS, WORK-IN-PROGRESS, STOCK-IN-TRADE AND SCRAP

Particulars	(₹ in crore)	
	Year ended 31 March, 2021	Year ended 31 March, 2020
Opening stock		
Finished Goods	997.67	749.93
Work-in-progress	225.27	274.83
Stock in trade	0.93	1.05
Scrap	0.09	0.09
	1,223.96	1,025.90
Closing stock		
Finished Goods	866.50	997.67
Stock in trade	1.58	0.93
Work-in-progress	172.73	225.27
Scrap	0.11	0.09
	1,040.92	1,223.96
Total	183.04	(198.06)

36. EMPLOYEE BENEFITS EXPENSES

Particulars	(₹ in crore)	
	Year ended 31 March, 2021	Year ended 31 March, 2020
Salaries & wages *	591.10	593.36
Contribution to provident & other funds	53.92	47.19
Staff welfare expenses	30.84	38.12
Total	675.86	678.67

*Current year expenditure includes ₹ 4.27 crore (Previous year ₹ 5.02 crore) incurred on research & development activities.

Notes

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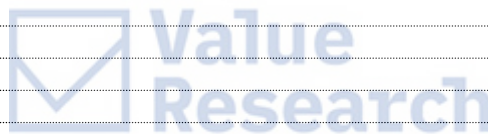
37. FINANCE COSTS (NET)

Particulars	(₹ in crore)	
	Year ended 31 March, 2021	Year ended 31 March, 2020
Interest on		
- Debentures and other term-loans	1,588.28	1,795.62
- Exchange Difference to the extent considered as an adjustment to borrowing costs	-	1.82
- Others	652.46	808.27
	2,240.74	2,605.71
Other Financial Expenses	149.24	137.84
	2,389.98	2,743.55
Less: Interest income		
Interest on Intercompany Deposits	(143.65)	(85.29)
Others	(59.79)	(47.65)
	(203.44)	(132.94)
Net finance cost	2,186.54	2,610.61

38. OTHER EXPENSES

Particulars	(₹ in crore)	
	Year ended 31 March, 2021	Year ended 31 March, 2020
Consumption of stores & spares	1,885.91	2,136.86
Consumption of power & fuel	3,935.63	4,043.73
Other manufacturing expenses	821.27	763.23
Repair and maintenance		
Plant and machinery	165.94	166.07
Building	10.03	12.65
Others	60.29	53.38
Rent	8.89	16.20
Rate & taxes	19.18	61.00
Insurance	64.24	50.68
Payment to statutory auditor		
Statutory audit fees	1.00	1.00
Certification & other charges	1.89	1.37
Reimbursement of expenses	0.12	0.04
Research and Development Expenses*	0.45	0.31
PPE discarded / Written Off	14.22	0.02
Loss on sale of PPE	0.19	9.44
Donation	40.68	21.45
Directors' sitting fee	0.30	0.26
Provision for doubtful debts & advances	9.66	0.54
Freight handling and other selling expenses	1,663.97	793.71
Provision for Non current Investment	21.20	-
Miscellaneous expenses	412.78	441.41
Foreign exchange fluctuation (net)	(2.94)	(77.78)
Total	9,134.90	8,495.57

*Expenditure on research & development activities, incurred during the year, is ₹ 0.98 crore (Previous year ₹ 3.24 crore) including capital expenditure of ₹ 0.53 crore (Previous year ₹ 2.93 crore) excluding salary & wages of ₹ 4.27 crore (Previous year ₹ 5.02 crore).



Notes

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39. TAX EXPENSE

Particulars	(₹ in crore)	
	Year ended 31 March, 2021	Year ended 31 March, 2020
Current Tax (Net of MAT Credit entitlement)	-	795.01
Provision for Taxation–Earlier years	(75.27)	(41.62)
	(75.27)	753.39
Deferred tax expense/(credit)	2,040.18	(491.44)
	2,040.18	(491.44)
Total	1,964.91	261.95

Effective tax Reconciliation:

Numerical reconciliation of tax expense applicable to (profit)/ loss before tax at the latest statutory enacted tax rate in India to income tax expense reported is as follows:

Particulars	(₹ in crore)	
	Year ended 31 March, 2021	Year ended 31 March, 2020
Net (Profit)/ Loss before taxes	9,119.22	879.62
Enacted tax rate	25.17%	25.17%
Computed tax Income/ (expense)	2,295.31	221.40
Increase/ (reduction) in taxes on account of:		
Allowance/ Disallowance Impact (net)	14.57	11.46
New Regime Tax Impact	-	(760.04)
Effect of tax pertaining to previous years (Including Provision for Taxation–Earlier years)	(327.14)	(8.40)
Effect of tax due to ICDS	6.32	5.79
Others (Including differential tax rate impact)	(24.15)	(3.27)
MAT Credit written off	-	795.01
Income tax expense reported	1,964.91	261.95

40(A). CONTINGENT LIABILITIES AND CLAIMS AGAINST THE COMPANY
(to the extent not provided for & certified by the management)

Particulars	(₹ in crore)	
	As at 31 March, 2021	As at 31 March, 2020
Contingent Liabilities		
i) GUARANTEES AND UNDERTAKINGS		
a) Guarantees issued by the Company's Bankers on behalf of the Company*	1,826.66	1,777.06
b) Corporate guarantees/undertakings issued on behalf of third parties **@	6,229.59	6,034.60
ii) DEMAND/ LITIGATIONS		
a) Disputed Statutory and Other demands	3,240.99	2,913.15
b) Income Tax demands where the cases are pending at various stages of appeal with the appellate authorities	1,789.34	1,713.30
c) Bonds executed for machinery imports under EPCG Scheme	26.36	42.12
	13,112.94	12,480.23

Others

It is not possible to predict the outcome of the pending litigations with accuracy, the Company believes, based on legal opinions received and/or internal assessment, that it has meritorious defences to the claims. The management believe the pending actions will not require outflow of resources embodying economic benefits and will not have a material adverse effect upon the results of the operations, cash flows or financial condition of the Company.

Duty saved on import of raw material under Advance License pending fulfilment of export obligation is amounting to ₹ 52.43 crore (Previous year ₹ 65.08 crore). The Management is of the view that considering

the past export performance and future prospects there is certainty that pending export obligation under advance licenses, will be fulfilled before expiry of the respective advance licenses.

* also refer note 46

** excluding corporate guarantee amount which is pending for execution/ RBI approval.

@Subsequent to the Balance Sheet date, the Company has remitted ₹ 1770.72 crore (USD 241.18 million) to the lenders of Jindal Steel & Power (Mauritius) Limited (₹1752.28 crore) and Jindal Steel & Power (Australia) Limited (₹18.44 crore) against the invocation of corporate guarantees given by the Company pursuant to extension of time and waiver of conditions.

Notes

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40(B). COMMITMENTS

Particulars	(₹ in crore)	
	As at 31 March, 2021	As at 31 March, 2020
Estimated amount of contracts remaining to be executed on capital account and not provided for (net of advances)	745.86	445.10

41. EARNINGS PER SHARE

Particulars	Year ended	
	31 March, 2021	31 March, 2020
A Net profit/ (loss) as attributable for equity shareholders (₹ crore)	7,154.31	617.67
B Weighted average number of equity shares in calculating EPS (Refer note 20)		
Basic	1,02,00,15,971	1,01,47,57,314
Add:- Effect of potential ordinary shares on employee stock options outstanding	76,513	1,95,298
Diluted	1,02,00,92,484	1,01,49,52,612
Basic Earnings per Share (₹) (A/B)	70.14	6.09
Diluted Earnings per Share (₹) (A/B)	70.14	6.09
The diluted EPS is calculated on the same basis as basic EPS, after adjusting for the effects of potential dilutive equity. Effect of Anti-dilutive has been ignored.	-	-

42. CSR EXPENSES

In view of the losses in preceding three years the Company is not required to spend amount on corporate social responsibility (CSR) as per the provision of section 135 of the Companies Act, 2013. However, company has voluntarily spend following amount on CSR expenses.

Particulars	(₹ in crore)	
	Year ended 31 March, 2021	Year ended 31 March, 2020
A. Gross amount required to be spent by the Company during the year.	-	-
B. Amount spent during the year on		
i) Construction/acquisition of any assets	-	-
ii) On purchase other than (i) above	16.30	16.86
C. Provision for CSR Expenditure		
Opening Balance	10.00	-
Provision Made/(Paid) During the Year	(10.00)	10.00
Closing Balance	-	10.00
Total	16.30	26.86

43. MOVEMENT IN EACH CLASS OF PROVISION DURING THE FINANCIAL YEAR ARE PROVIDED BELOW

Particulars	(₹ in crore)	
	Employee Benefits	
As at April 1, 2019	111.63	
Provision during the year	37.70	
Contribution made	(21.91)	
Remeasurement gain accounted for in OCI	(0.85)	
Payment during the year	(10.00)	
Interest charge	8.06	
As at March 31, 2020	124.63	
Provision during the year	48.50	
Contribution made	(23.32)	
Remeasurement losses accounted for in OCI	8.72	
Payment during the year	(10.55)	
Interest charge	8.45	
As at March 31, 2021	156.44	
As at March 31, 2020		
Current	48.68	
Non- Current	75.95	
As at March 31, 2021		
Current	60.73	
Non- Current	95.71	

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44. 'EMPLOYEE BENEFITS', IN ACCORDANCE WITH ACCOUNTING STANDARD (IND AS-19)

- A. The Company has a defined benefit gratuity plan. Every employee who has completed five years or more of service gets a gratuity on departure at 15 days' salary (last drawn salary) for each completed year of service.
- B. The actuary has provided a valuation of Provident Fund Liability and based on the below assumptions Provident Fund Liability of ₹ 6.91 Crore as at 31st March, 2021 (Previous Year ₹ 4.55 Crore).
- C. The following tables summarise the components of net benefit expense recognised in the Statement of Profit and Loss and the funded status and amounts recognised in the balance sheet for the respective plans.

I. Expense recognised for Defined Contribution Plan*

Particulars	(₹ in crore)	
	Year ended 31 March, 2021	Year ended 31 March, 2020
Company's contribution to provident fund	31.89	22.46
Company's contribution to ESI	0.24	0.30
Total	32.13	22.76

* included under the head employee benefit expenses - Refer note 36

Below table sets forth the changes in the projected benefit obligation and plan assets and amounts recognised in the Balance Sheet as at March 31, 2021 and March 31, 2020 , being the respective measurement dates

II. Movement in Obligation

Particulars	(₹ in crore)		
	Gratuity	Leave Encashment	Provident Fund
Present value of obligation - April 01, 2019	82.03	43.67	572.67
Current Service Cost	7.45	9.07	22.25
Interest Cost	5.94	3.10	47.77
Benefits Paid	(7.96)	(6.08)	(76.92)
Others	-	-	34.01
Remeasurement - Actuarial loss/ (gain)	6.08	(1.08)	(0.07)
Present value of obligation - March 31, 2020	93.54	48.68	599.71
Gross Present Value of Obligation - April 01, 2020	93.54	48.68	599.71
Current Service Cost	8.10	9.24	23.39
Interest Cost	6.03	3.00	50.91
Benefits Paid	(7.54)	(7.96)	(67.21)
Others	-	-	65.29
Remeasurement - Actuarial loss/ (gain)	8.02	7.77	0.11
Present value of obligation - March 31, 2021	108.15	60.73	672.20

III. Movement in Plan Assets - Gratuity, Leave encashment & Provident Fund

Particulars	(₹ in crore)					
	Gratuity		Leave Encashment		Provident Fund	
	Year ended 31 March, 2021	Year ended 31 March, 2020	Year ended 31 March, 2021	Year ended 31 March, 2020	Year ended 31 March, 2021	Year ended 31 March, 2020
Fair Value of Plan Assets at the beginning of the year	22.14	25.15			595.16	561.62
Interest Income on plan assets	1.36	1.75			50.11	46.97
Employer contributions	1.36	1.02			21.95	20.88
Employee contributions	-	-			35.63	34.01
Benefits Paid	(4.94)	(5.20)			(67.21)	(75.76)
Return on plan assets greater/ (lesser) than discount rate	(0.59)	(0.58)			29.65	7.44
Fair Value of Plan Assets at the end of the year	19.33	22.14		-	665.29	595.16
Present value of obligation	108.15	93.54	60.73	48.68	672.20	599.71
Net funded status of plan	(88.82)	(71.40)	(60.73)	(48.68)	(6.91)	(4.55)
Actual Return on Plan Assets	0.77	1.17	-	-		

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IV. The Major categories of plan assets for gratuity as a percentage of the fair value of total plan assets are as follows:

Particulars	2020-21	2019-20
Others (including assets under Scheme of Insurance)	100%	100%

The Major categories of plan assets for provident fund as a percentage of the fair value of total plan assets are as follows:

Particulars	2020-21	2019-20
Government of India Securities (Central and State)	46%	46%
High quality corporate bonds (including Public Sector Bonds)	43%	43%
Equity shares of listed companies	5%	5%
Cash (including Special Deposits)	6%	6%

V. Recognised in Profit and Loss

Particulars	(₹ in crore)		
	Gratuity	Leave Encashment	Provident Fund
Current Service Cost	7.45	9.07	22.25
Net Interest Cost	4.18	3.10	0.80
Remeasurement - Actuarial loss/(gain)	-	(1.08)	-
For the year ended March 31, 2020	11.63	11.09	23.05
Actual Return for the year ended March 31, 2020	1.17	-	-
Current Service Cost	8.10	9.24	23.39
Net Interest Cost	4.65	3.00	0.80
Remeasurement - Actuarial loss/(gain)	-	7.77	-
For the year ended March 31, 2021	12.75	20.01	24.19
Actual Return for the year ended March 31, 2021	0.77	-	-

Recognised in Other Comprehensive Income

Particulars	Gratuity	Leave Encashment	Provident Fund
Remeasurement - Actuarial loss/(gain)	6.66	-	-7.51
For the year ended March 31, 2020	6.66	-	-7.51
Remeasurement - Actuarial loss/(gain)	8.62	-	0.11
For the year ended March 31, 2021	8.62	-	0.11

VI. The principal actuarial assumptions used for estimating the Company's defined benefit obligations are set out below

Weighted average actuarial assumptions	Gratuity		Leave Encashment		Provident Fund	
	As at 31 March, 2021	As at 31 March, 2020	As at 31 March, 2021	As at 31 March, 2020	As at 31 March, 2021	As at 31 March, 2020
Discount Rate	6.70%	6.70%	6.70%	6.70%	6.90%	6.70%
Expected Rate of increase in salary	5.00%	5.00%	5.00%	5.00%	-	-
Mortality Rate	Indian Assured Lives Mortality (2006-2008) (modified) Ult					
Expected Rate of increase on plan asset	6.70%	6.70%	6.70%	6.70%	8.15%	8.50%

The assumption of future salary increase takes into account the inflation, seniority, promotion and other relevant factors such as supply and demand in employment market. The overall expected rate of return on asset is determined based on the market price prevailing on that date, applicable to period over which obligation is to be settled. Same assumptions were considered for comparative period.

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VII. Sensitivity Analysis:

Reasonably possible changes at the year end, to one of the relevant actuarial assumptions, Holding other assumptions constant, would have affected the defined benefit obligation as the amount shown below:

Particulars	Change in Assumption	Effect on Gratuity Obligation	Change in Assumption	Effect on Leave Encashment	Change in Assumption	Effect on Provident Fund
For the year ended March 31, 2020						
Discount Rate	+1%	-7.96	+1%	-4.00	+1%	-0.94
	-1%	9.20	-1%	4.62	-1%	1.09
Salary Growth Rate	+1%	8.16	+1%	4.66		
	-1%	-7.55	-1%	-4.09		
For the year ended March 31, 2021						
Discount Rate	+1%	-9.01	+1%	-4.73	+1%	-2.34
	-1%	10.40	-1%	5.44	-1%	2.69
Salary Growth Rate	+1%	9.31	+1%	5.48		
	-1%	-8.54	-1%	-4.85		

The above sensitivity analysis is based on a change in an assumption while holding all other assumption constant. In practice, this is unlikely to occur and changes in some of the assumptions may be correlated. When calculating the sensitivity of the defined benefit obligation to significant actuarial assumptions the same method (projected unit credit method has been applied as when calculating the defined benefit obligation recognised within the Balance Sheet.

VIII. History of experience adjustments is as follows:

	(₹ in crore)				
Gratuity Experience history	2020-2021	2019-2020	2018-2019	2017-2018	2016-2017
Defined benefit obligation at the end of the period	(108.15)	(93.54)	(82.04)	(57.95)	(53.93)
Plan Assets	19.34	22.14	25.14	27.22	29.89
Surplus/(Deficit)	(88.81)	(71.40)	(56.90)	(30.73)	(24.04)
Actuarial gain/(loss) - experience (Plan Liability)	8.03	1.13	(8.12)	0.39	(0.92)
Actuarial gain/(loss) - experience (Plan Assets)	0.59	(0.58)	-	-	-
Actuarial gain/(loss) - due to change on assumption	-	(7.21)	12.83	0.95	(2.86)

	(₹ in crore)				
Provident Fund Experience history	2020-2021	2019-2020	2018-2019	2017-2018	2016-2017
Defined benefit obligation at the end of the period	672.20	599.71	(11.06)	(12.35)	(13.88)
Plan Assets	665.30	595.16	-	-	-
Surplus/(Deficit)	(6.91)	(4.55)	(11.06)	(12.35)	(13.88)
Actuarial gain/(loss) - experience (Plan Liability)	2.09	0.88	1.62	2.03	1.17
Actuarial gain/(loss) - experience (Plan Assets)	15.31	7.44	-	-	-
Actuarial gain/(loss) - due to change on assumption	(17.51)	(0.81)	2.16	2.19	(0.32)

Expected Benefits Payments for the year ending

	(₹ in crore)		
Particulars	Gratuity	Provident Fund	Leave Encashment
31-Mar-22	5.14	644.39	4.80
31-Mar-23	6.82	644.52	5.12
31-Mar-24	7.51	644.64	5.48
31-Mar-25	9.82	644.76	6.53
31-Mar-26	10.66	644.83	6.37
31-Mar-27 to 31-Mar-31	76.98	3,224.78	43.91
31-Mar-32 to 31-Mar-50	372.58	-	92.86

Due to the restrictions in the type of investment that can be held by the gratuity and the pension fund regulation, it's not possible to explicitly follow on assets-liability matching strategy to manage risk actively.

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The estimate of future salary increases, considered in actuarial valuation, takes into account inflation, seniority, promotions and other relevant factors. The above information has been certified by the actuary and has been relied upon by the auditors.

45. As per IND AS 108 Operating Segment, segment information has been provided in notes to consolidated financial statements.

46. Pursuant to the Judgment dated 25.08.2014 read with Order dated 24.09.2014 passed by the Hon'ble Supreme Court the allocation of the coal blocks, Gare Palma IV/1 (operational); Utkal B-1, Amarkonda Murgadangal, Gare Palma IV/6, Ramchandi, Urtan North and Jitpur (non-operational) to the Company/its joint ventures stand de-allocated. Prior to the said de-allocation by the Hon'ble Supreme Court, the Government had invoked bank guarantees provided by the Company to the extent of ₹ 155 crore with respect to Ramchandi, Amarkonda Murhadangal, Urtan north and Jitpur Coal Blocks. These matters were contested by the Company at various levels and the invocation of the said bank guarantees had been stayed by the respective Hon'ble High Courts. Bank guarantees amounting to ₹ 155.00 crore (Previous year ₹ 155 crore) have been provided by

the Company for the above mentioned four non- operational coal blocks.

Pursuant to the said de-allocation by the Hon'ble Supreme Court and pending the decision/s of the Ministry of Coal on the show cause notices issued by the Ministry of Coal calling upon the Company to show cause as to why the delay in the development of the non-operational coal blocks should not be held as violation of the terms and conditions of the allocation letters of the said coal blocks, the respective Hon'ble High Courts have required the Company to keep the said Bank Guarantees alive pending the decision of the Government (Ministry of Coal) in individual case. The High Courts have restrained the Ministry of Coal to act in furtherance of its subsequent decision/s, to invoke the bank guarantee/s, for a further period of two weeks' time from the date of the communication of such decision/s in order to enable the Company to challenge such decision/s of the Ministry of Coal. In the meantime, the invocation of the bank guarantees has been stayed by the Hon'ble High Courts.

The Company believes that it has good case in respect to this matter and hence no provision is considered necessary.

47. INTEREST IN JOINT VENTURES:

The Company's interest as a venturer, in jointly controlled entities (Incorporated Joint Ventures) is as under:

Sl. No.	Particulars	Country of Incorporation	% of ownership interest as at 31 March, 2021	% of ownership interest as at 31 March, 2020
1.	Jindal Synfuels Limited	India	70	70
2.	Shresht Mining and Metals Private Limited	India	50	50
3.	Urtan North Mining Company Limited	India	66.67	66.67

The Company's interests in the above Joint Ventures is reported as Non-Current Investments (Note-8 (i)(b)) and stated at cost. However, the Company's share of assets, liabilities, income and expenses, etc. (each without elimination of the effect of transactions between the Company and the joint ventures) related to its interest in the Joint Ventures are:

Sl. No.	Particulars	As at 31 March, 2021	As at 31 March, 2020
(₹ in crore)			
I.	Assets		
	1 Non Current Assets		
	a) Property, plant & equipment	0.12	1.22
	b) Intangible Assets Under Development and CWIP	7.86	113.26
	c) Financial Assets - others	1.27	1.16
	d) Other Non current Assets	0.10	0.11
	2 Current Assets		
	a) Cash & Cash Equivalents	2.19	2.63
	b) Financial Assets	1.71	1.60
	c) Assets held for sale	7.39	-
II.	Liabilities		
	1. Non current Liabilities	0.05	0.04
	2. Equity component of compound financial instrument	84.17	84.17
	3. Current Liabilities	0.09	0.10
III.	Profit/(Loss)	(99.91)	0.00

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to the Standalone Financial Statements as at and for the year ended 31 March, 2021

48A. INFORMATION UNDER SECTION 186(4) OF THE COMPANIES ACT, 2013.

				(₹ in crore)
a) Particulars	As at March, 2020	Given	Recovered	As at March, 2021
Loans Given				
i) To subsidiary	2,346.43	1,714.63*	-	4,061.06
ii) In the form of unsecured short term inter corporate deposits	26.06	2.00	-	28.06
Total	2,372.49	1,716.63	-	4,089.12

* Includes forex restatement of ₹ 91.38 crore

Notes:

Inter corporate deposits are given as a part of treasury operations of the Company on following terms:

- All loans are given to unrelated corporate entities at an interest ranging from 7.65% to 13.25% p.a.
- All the loans are provided for general business purpose of respective entities, repayable on demand with repayment option to the borrower.

b) Investment:

There are no investment made by the Company other than those stated under Note no 8 in the financial statements

			(₹ in crore)
c) Particulars	As at 31 March, 2021	As at 31 March, 2020	
Guarantees given			
i) To secure obligations of Wholly Owned Subsidiary–Guarantees to Banks*	6,105.93	5,910.94	
ii) To Banks to secure obligations of other parties: - Guarantees (Refer Note No. 40(a) in the Financial Statements)	123.66	123.66	
Total	6,229.59	6,034.60	

*Includes Forex Reinstatement

			(₹ in crore)
d) Particulars	As at 31 March, 2021	As at 31 March, 2020	
Securities given			
There are no securities given during the year	-	-	

48B. LOANS AND ADVANCE IN THE NATURE OF LOAN GIVEN TO SUBSIDIARIES AND OTHERS

				(₹ in crore)
Name of the Company	Relationship	As at 31 March, 2021	As at 31 March, 2020	
Jindal steel and Power (Mauritius) Limited@	Subsidiary			
Amount outstanding		4,033.58*	2,318.95	
Maximum balance outstanding		4,033.58	2,318.95	
Jagran Developers Private Limited	Subsidiary			
Amount outstanding		27.48	27.48	
Maximum balance outstanding		27.48	27.48	
Others	Others			
Amount outstanding		28.06	26.06	
Maximum balance outstanding		28.06	26.06	

* Includes forex restatement.

@ Non-current in terms of amended agreement.

Notes:

- All the above loans and advance are interest bearing.
- Above stated loans have not been utilised for the purpose of investments in shares of the Company.

Notes

to the Standalone Financial Statements as at and for the year ended 31 March, 2021

49. One of the subsidiary Company Jindal Steel & Power (Mauritius) Limited ('JSPML') is having negative net worth of ₹ 401.95 crore as at 31st March 2021 (₹ 1,710.16 crore as at 31st March 2020) and has significant direct and indirect investments in companies. As per audited financial statements of JSPML for the year ended 31st March 2021, it has investment in mining and other assets in various overseas investments mainly in Australia, South Africa, Mozambique, etc. During the year coal mines in South Africa and Mozambique are operating on EBITDA positive basis and the subsidiary M/s Wollongong Coal Limited in Australia, has now received approval to start mining. As stated above and committed financial support from JSPL (the Holding Company) to meet its financial obligation as and when due, the management of JSPML has prepared the accounts on going concern basis. Also, in the opinion of the management of the Company (JSPL), the outstanding unsecured loan (including interest) from the Company to JSPML of ₹ 4,423.20 crore and investment in JSPML of ₹ 575.73 crore, are good and these are fully recoverable/ realisable.

50. DERIVATIVE FINANCIAL INSTRUMENTS:

a) The Company uses foreign currency forward and Interest rate swap contracts to manage some of its transactions exposure. The details of derivative financial instruments are as follows:

Particulars	2020-21	2019-20
Assets		
Forward Contracts-Export(Past Performance Basis)	Nil	Nil
Liabilities		
Forward Contracts-Import	Nil	825.61 (USD 113.21 Million at Original Contracted rate)

b) Foreign Currency Exposure-The principal component of monetary foreign currency loans/debts and payable amounting to ₹ 2,648.26 crore (March 2020 ₹ 2,529.32 crore) and receivables (including Loans to WOS amounting to ₹ 4423.2 crore) amounting to ₹5,746.69 crore (March 2020 ₹2,746.53 crore). The net amount of monetary foreign currency loans/debts and payable is ₹ 2,648.26 crores (March 2020 ₹ 1,703.71 crore net of forward contract import of ₹ NIL (March 2020 ₹ 825.61 crores).

51. FAIR VALUE OF FINANCIAL ASSETS AND LIABILITIES

Class wise composition of carrying amount and fair value of financial assets and liabilities that are recognised in the financials statements is given below:

Particulars	(₹ in crore)			
	Carrying Amount		Fair Value	
	As at 31 March, 2021		As at 31 March, 2020	
Financial Assets at amortised cost				
Investment (Non Current)	2,315.24	2,315.24	0.19	0.19
Fixed deposits with banks (Non Current)	1.24	1.24	1.11	1.11
Cash and bank balances	5,687.40	5,687.40	515.60	515.60
Trade and other receivables	1,960.75	1,960.75	963.23	963.23
Loans(Non Current)	4,039.38	4,039.38	3.42	3.42
Loans(Current)	105.41	105.41	2,427.79	2,427.79
Other financial assets (Current)	541.17	541.17	470.70	470.70
Financial Asset at fair value through profit or loss:				
Investment (Non Current)	762.24	762.24	104.84	104.84
Investment (Current)	1,000.21	1,000.21		
Other financial assets (Current) Derivatives	0.00	-	27.79	-
Financial Liabilities at amortised cost				
Borrowings (Non Current)	13,959.75	13,959.75	12,029.62	12,029.62
Borrowings (Current)	2,750.57	2,750.57	3,175.47	3,175.47
Trade & other payables	3,808.86	3,808.86	4,623.90	4,623.90
Other financial liabilities (Non current)	952.06	952.06	962.32	962.32
Other financial liabilities (Current)	2,789.54	2,789.54	3,766.35	3,766.35

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Fair value hierarchy

The Company uses the following hierarchy for fair value measurement of the Company's financial assets and liabilities:

Level 1: Quoted prices/NAV (unadjusted) in active markets for identical assets and liabilities at the measurement date.

Level 2: Other techniques for which all inputs which have a significant effect on the recorded fair value are observable, either directly or indirectly.

Level 3: Techniques which use inputs that have a significant effect on the recorded fair value that are not based on observable market data.

The following table provides the fair value measurement hierarchy of Company's asset and liabilities, grouped into Level 1 to Level 3:

Particulars	31.03.2021	31.03.2020	Levels	Valuation Techniques and Key Inputs
	Carrying Value	Carrying Value		
Financial Assets at amortised cost:				
Loan (non current)	4,039.38	3.42	level 3	Discounted cash flow method
Investment	2,315.24	0.19	level 3	Discounted cash flow method
Financial Asset at fair value through profit or loss:				
Investment (Non Current)	762.24	104.84	level 3	Net Asset Value
Investment (Current)	1,000.21	-	level 1	Quoted Price
Other financial Assets- Derivatives	-	27.79	level 2	Forward foreign currency exchange rates, Interest Rates to discount future cash flow
Financial Liabilities at amortised cost:				
Borrowings (Non Current)	13,959.75	12,029.62	level 3	Discounted cash flow method
Borrowings (Current)	2,750.57	3,175.47	level 3	Discounted cash flow method
Other financial liabilities (Non-Current)	952.06	962.32	level 3	Discounted cash flow method

During the year ended March 31, 2021 and March 31, 2020, there were no transfers between Level 1 and Level 2 fair value measurements, and no transfer into and out of Level 3 fair value measurements.

Fair valuation of financial guarantees

Financial guarantees issued by the Company on behalf of its overseas subsidiaries have been measured at fair value through profit and loss account. Fair value of said guarantees as at March 31, 2021 is ₹ 8.53 Crore (March 31, 2020 NIL) have been considered as estimated by the management and an independent professional.

Fair valuation techniques

The Company maintains policies and procedures to value financial assets or financial liabilities using the best and most relevant data available. The fair values of the financial assets and liabilities are included at the amount that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date.

The following methods and assumptions were used to estimate the fair values:

1. Fair value of cash and deposits, trade receivables, trade payables, and other current financial assets and liabilities approximate their carrying amounts largely due to the short-term maturities of these instruments.
2. Long-term fixed-rate and variable-rate receivables / borrowings are evaluated by the Company based on parameters such as interest rates, specific country risk factors, credit risk and other risk characteristics. Fair value of variable interest rate borrowings approximates their carrying values. For fixed interest rate borrowing fair value is determined by using the discounted cash

flow (DCF) method using discount rate that reflects the issuer's borrowings rate. Risk of non-performance of the Company is considered to be insignificant in valuation.

3. The fair values of derivatives are estimated by using pricing models, where the inputs to those models are based on readily observable market parameters basis contractual terms, period to maturity, and market parameters such as interest rates, foreign exchange rates, and volatility. These models do not contain a high level of subjectivity as the valuation techniques used do not require significant judgement, and inputs thereto are readily observable from actively quoted market prices. Management has evaluated the credit and non-performance risks associated with its derivative counterparties and believe them to be insignificant and not warranting a credit adjustment.

52. FINANCIAL RISK MANAGEMENT

The Company's principal financial liabilities, other than derivatives, comprise borrowings, trade and other payables, and financial guarantee contracts. The main purpose of these financial liabilities is to manage finances for the Company's operations. The Company's financial assets comprise investments, loan and other receivables, trade and other receivables, cash, and deposits that arise directly from its operations.

The Company's activities are exposed to market risk, credit risk and liquidity risk. In order to minimise adverse effects on the financial performance of the Company, derivative financial instruments such as forward contracts are entered into to hedge foreign currency risk exposure. Derivatives are used exclusively for hedging purposes and not as trading and speculative purpose. Further, this to be read with Note 50a.

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I. Market risk

Market risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices. Market prices comprise three types of risk: currency rate risk, interest rate risk and other price risks, such as equity price risk and commodity risk. Financial instruments affected by market risk include loans and borrowings, deposits, investments, and derivative financial instruments.

The sensitivity analysis in the following sections relate to the position as at 31st March 2021 and 31st March 2020.

The analysis exclude the impact of movements in market variables on: the carrying values of gratuity and other post-retirement obligations; provisions. The sensitivity of the relevant profit or loss item is the effect of the assumed changes in

respective market risks. The Company uses derivative financial instruments such as foreign exchange forward contracts of varying maturity depending upon the underlying contract and risk management strategy to manage its exposures to foreign exchange fluctuations.

(a) Interest rate risk

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. In order to optimize the Company's position with regard to interest income and interest expenses and to manage the interest rate risk, the Company performs a comprehensive corporate interest rate risk management by balancing the proportion of the fixed rate and floating rate financial instruments in its total portfolio.

(i) the exposure of the Company's borrowings to interest rate changes at the end of reporting period are as follows:

Particulars	₹ in crore	
	31 March, 2021	31 March, 2020
Variable rate borrowings	16,817.49	16,149.82
Fixed rate borrowings	1,546.33	684.80
Total borrowings	18,363.82	16,834.62

(ii) Sensitivity

With all other variables held constant the following table demonstrates impact of borrowing cost on floating rate portion of loans and borrowings:

Particulars	₹ in crore			
	Increase/ Decrease in Basis Points		Impact on Profit before Tax	
	31 March, 2021	31 March, 2020	31 March, 2021	31 March, 2020
INR	+50	+50	(83.02)	(80.70)
	-50	-50	83.02	80.70
USD	+25	+25	(0.53)	
	-25	-25	0.53	
EURO	+25	+25	-	(0.03)
	-25	-25	-	0.03

The Assumed movement in basis point for interest rate sensitivity analysis is based on currently observable market environment.

(b) Foreign currency risk

Foreign currency risk is the risk that the fair value or future cash flows of an exposure will fluctuate because of changes in foreign exchange rates. The Company transacts business primarily in Indian Rupees and US dollars. The Company has obtained foreign currency loans and has foreign currency trade payables and receivables and is therefore exposed to foreign exchange risk. Certain transactions of the Company act as a natural hedge as a portion of both assets and liabilities are denominated in similar foreign currencies. For the remaining exposure to foreign exchange risk the Company adopts a policy of selective hedging based on risk perception of the management. Foreign exchange contracts are carried at fair value.

The Company hedges its exposure to fluctuations by using foreign currency forwards contracts on the basis of risk perception of the management.

The carrying amounts of the Company's net foreign currency exposure (net of forward contracts) denominated monetary assets and monetary liabilities at the end of the reporting period as follows:

INR pertaining to exposure in specified currencies	₹ in crore	
	31 March, 2021	31 March, 2020
USD	3,179.17	1,213.99
Euro	(76.52)	(106.31)
GBP	(2.57)	(18.02)
Others	(1.64)	(46.85)
Total	3,098.44	1,042.81

Notes

to the Standalone Financial Statements as at and for the year ended 31 March, 2021

Foreign currency sensitivity

5% increase or decrease in foreign exchange rates vis-vis Indian Rupees, with all other variables held constant, will have the following impact on profit before tax and other comprehensive income:

Particulars	(₹ in crore)			
	2020-21		2019-20	
	5 % increase	5 % decrease	5 % increase	5 % decrease
USD	158.96	(158.96)	60.70	(60.70)
Euro	(3.83)	3.83	(5.32)	5.32
GBP	(0.13)	0.13	(0.90)	0.90
Others	(0.08)	0.08	(2.34)	2.34

The assumed movement in exchange rate sensitivity analysis is based on the currently observable market environment by the management.

(c) Commodity Price Risk

Commodity Price Risk is the risk that future cash flow of the Company will fluctuate on account of changes in market price of key raw materials.

The Company is exposed to the movement in price of key raw materials in domestic and international markets. The Company has in place policies to manage exposure to fluctuations in the prices of the key raw materials used in operations. The Company enters into contracts for procurement of materials, most of the transactions are short term fixed price contract and a few transactions are long term fixed price contracts.

II. Credit risk

Credit risk arises from the possibility that the counterparty will default on its contractual obligations resulting in financial loss to the Company. To manage this, the Company periodically assesses the financial reliability of customers, taking into account the financial conditions, current economic trends, and analysis of historical bad debts and ageing of accounts receivable.

The Company considers the probability of default upon initial recognition of assets and whether there has been a significant increase in credit risk on an ongoing basis through each reporting period. To assess whether there is significant increase in credit risk, it considers reasonable and supportive forward looking information such as

- (i) Actual or expected significant adverse changes in business.
- (ii) Actual or expected significant changes in the operating results of the counterparty.
- (iii) Financial or economic conditions that are expected to cause a significant change to the counterparty's ability to meet its obligation.
- (iv) Significant increase in credit risk and other financial instruments of the same counterparty.
- (v) Significant changes in the value of collateral supporting the obligation or in the quality of third party guarantees or credit enhancements.

The Company makes provision against credit impairment of trade receivable based on expected credit loss (ECL) model.

The ageing analysis of the trade receivables (gross) has been considered from the date the invoice falls due:

Ageing	(₹ in crore)			Total
	0-6 Months	6-12 Months	More than 12 Months	
As at 31-03-2021				
Gross Carrying Amount	1,004.64	14.48	142.99	1,162.11
Expected Credit Loss	-	-	(103.84)	(103.84)
Carrying Amount (net of impairment)	1,004.64	14.48	39.15	1,058.27
As at 31-03-2020				
Gross Carrying Amount	408.52	18.54	116.08	543.14
Expected Credit Loss	-	-	(94.18)	(94.18)
Carrying Amount (net of impairment)	408.52	18.54	21.90	448.96

III. Liquidity Risk

Liquidity risk refers to risk of financial distress or extra ordinary high financing cost arising due to shortage of liquid funds in a situation where business conditions unexpectedly deteriorate and require financing. The Company's objective is to maintain at

all times optimum levels of liquidity to meet its cash and collateral requirements. Processes and policies related to such risk are overseen by senior management and management monitors the Company's net liquidity position through rolling forecast on the basis of expected cash flows.

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to the Standalone Financial Statements as at and for the year ended 31 March, 2021

The table below provides details regarding the remaining contractual maturities of financial liabilities at the reporting date based on contractual:

(₹ in crore)					
As at 31-03-2021	Carrying Amount	Less than 1 year	1-3 years	More than 3 years	Total
Borrowings	18,363.82	4,404.07	3,777.49	10,182.26	18,363.82
Trade payables	3,808.86	3,808.86	-	-	3,808.86
Other financial liabilities	2,088.11	1,136.05	38.88	913.18	2,088.11
Total	24,260.79	9,348.98	3,816.37	11,095.44	24,260.79

(₹ in crore)					
As at 31-03-2020	Carrying Amount	Less than 1 year	1-3 years	More than 3 years	Total
Borrowings	16,834.62	4,805.00	2,772.18	9,257.44	16,834.62
Trade payables	4,623.90	4,623.90	-	-	4,623.90
Other financial liabilities	3,099.14	2,136.82	38.52	923.80	3,099.14
Total	24,557.66	11,565.72	2,810.70	10,181.24	24,557.66

Unused Borrowing Facilities (i.e. sanctioned but not availed)

(₹ in crore)				
Particulars	Fixed		Floating	
	31 March, 2021	31 March, 2020	31 March, 2021	31 March, 2020
Short-term borrowings	-	-	420.95	288.46
Long-term borrowings	-	-	-	165.16
	-	-	420.95	453.62

53. CAPITAL RISK MANAGEMENT

The Company manages its capital structures and makes adjustment in light of changes in economic conditions and requirements of financing covenants. To this end the Company may adjust the dividend payment to shareholders, return capital to shareholders or issue new shares.

The primary objective of the Company's Capital Management is to maximize the shareholder value by maintaining an efficient capital structure and healthy ratios and safeguard Company's ability to continue as a going concern. The Company also works towards maintaining optimal capital structure to reduce the cost of capital. No changes were made in the objectives,policies, process during the year ended 31st March, 2021.

(₹ in crore)		
Particulars	As at 31 March, 2021	As at 31 March, 2020
Debt	18,363.82	16,834.62
Cash & bank balances	(5,687.40)	(515.60)
Net Debt	12,676.42	16,319.02
Total Equity	32,642.12	23,709.07
Total Equity and Net Debt	45,318.54	40,028.10
Gearing Ratio	28%	41%

Notes:

- (i) Debt is defined as long-term and short-term borrowings including current maturities.
- (ii) Equity includes all capital and other Equity.

Notes

to the Standalone Financial Statements as at and for the year ended 31 March, 2021

54. RELATED PARTY DISCLOSURES AS PER IND AS 24

A. List of Related Parties and Relationships

		(₹ in crore)		
		Ownership Interest as at		
		31 March, 2021	31 March, 2020	
a) Subsidiaries, Step down Subsidiaries				
I Subsidiaries				
1	Jindal Power Limited	India	96.43	96.43
2	Jindal Steel Bolivia SA	Bolivia	51.00	51.00
3	Jindal Steel & Power (Mauritius) Limited	Mauritius	100.00	100.00
4	Skyhigh Overseas Limited	Mauritius	100.00	100.00
5	Everbest Power Limited	India	100.00	100.00
6	Jindal Angul Power Limited	India	100.00	100.00
7	JB Fabinfra Limited	India	100.00	100.00
8	Trishakti Real Estate Infrastructure and Developers Limited	India	94.87	94.87
9	Raigarh Pathalgaon Expressway Ltd.	India	100.00	100.00
II Subsidiaries of Jindal Power Limited				
1	Attunli Hydro Electric Power Company Limited	India	74.00	74.00
2	Etalin Hydro Electric Power Company Limited	India	74.00	74.00
3	Jindal Hydro Power Limited	India	99.25	99.25
4	Jindal Power Distribution Limited	India	99.96	99.96
5	Ambitious Power Trading company Limited	India	79.34	79.34
6	Jindal Power Transmission Limited	India	99.25	99.25
7	Jindal Power Ventures (Mauritius) Limited	Mauritius	100.00	100.00
8	Kamala Hydro Electric Power Co. Limited	India	74.00	74.00
9	Kineta Power Limited	India	75.01	75.01
10	Uttam Infraclogix Limited	India	100.00	100.00
11	Jindal Realty Limited	India	100.00	100.00
III Subsidiary of Skyhigh Overseas Limited				
	Gas to Liquids International S.A	Bolivia	87.56	87.56
	Moonhigh Overseas Limited (w.e.f. 04-04-2020)	Mauritius	100.00	-
IV Subsidiary of Jindal Power Ventures (Mauritius) Limited				
	Jindal Power Senegal SAU	Senegal	100.00	100.00
V Subsidiary of Uttam Infraclogix Limited				
	Panther Transfreight Limited	India	100.00	100.00
VI Subsidiary of Jindal Realty Limited				
	Jagran Developers Private Limited	India	100.00	100.00
VII Subsidiaries of Jindal Steel & Power (Mauritius) Limited				
1	Blue Castle Ventures Limited	Mauritius	100.00	100.00
2	Brake Trading (Pty.) Limited	Namibia	85.00	85.00
3	Fire Flash Investments (Pty.) Limited	Namibia	65.00	65.00
4	Harmony Overseas Limited	Mauritius	100.00	100.00
5	Jindal (BVI) Limited	BVI	97.44	97.44
6	Jindal Africa Investments (Pty.) Limited	Africa	100.00	100.00
7	Jindal Africa SA	Africa	100.00	100.00
8	Jindal Botswana (Pty.) Limited	Botswana	100.00	100.00
9	Jindal Investimentos LDA	Mozambique	100.00	100.00
10	Jindal Investment Holding Limited.	Mauritius	100.00	100.00
11	Jindal KZN Processing (Pty.) Limited	South Africa	85.00	85.00
12	Jindal Madagascar SARL	Madagascar	100.00	100.00
13	Jindal Mining & Exploration Limited	Mauritius	100.00	100.00
14	Jindal Mining Namibia (Pty.) Limited	Namibia	100.00	100.00
15	Jindal Steel & Minerals Zimbabwe Limited	Zimbabwe	100.00	100.00
16	Jindal Steel & Power (BC) Limited	British Columbia	100.00	100.00
17	Jindal Steel & Power (Australia) Pty. Limited	Australia	100.00	100.00

Notes

to the Standalone Financial Statements as at and for the year ended 31 March, 2021

		(₹ in crore)		
		Ownership Interest as at		
		31 March, 2021	31 March, 2020	
	Country of incorporation			
18	Jindal Tanzania Limited	Tanzania	100.00	100.00
19	JSPL Mozambique Minerals LDA	Mozambique	97.50	97.50
20	Jubilant Overseas Limited	Mauritius	100.00	100.00
21	Landmark Mineral Resources (Pty.) Limited	Namibia	60.00	60.00
22	Osho Madagascar SARL	Madagascar	100.00	100.00
23	PT Jindal Overseas	Indonesia	99.00	99.00
24	Jindal Shadeed Iron & Steel L.L.C(Ceased to be subsidiary w.e.f. 31.03.2021)	Oman	-	99.99
25	Jindal Iron Ore (Pty.) Limited (Formerly known as Sungu Sungu Pty. limited)	South Africa	74.00	74.00
26	Trans Asia Mining Pty. Limited	Singapore	100.00	100.00
27	Vision Overseas limited	Mauritius	100.00	100.00
28	Wollongong Coal Limited	Australia	61.02	60.38
29	Jindal Steel DMCC	Oman	100.00	100.00
30	Jindal Mauritania SARL (Liquidated as on 02.05.2019)	Mauritania	100.00	100.00
31	Jindal Africa Consulting (Pty.) Limited	South Africa	100.00	100.00
VIII Others				
1	Belde Empreendimentos Mineiros LDA, a subsidiary of JSPL Mozambique Minerals LDA	Mozambique	100.00	100.00
2	Eastern Solid Fuels (Pty.) Limited, a subsidiary of Jindal Mining & Exploration Limited	South Africa	100.00	100.00
3	PT BHI Mining Indonesia, a subsidiary of Jindal Investment Holding Limited	Indonesia	99.00	99.00
4	PT Sumber Surya Gemilang, a subsidiary of PT. BHI Mining Indonesia	Indonesia	99.00	99.00
5	PT Maruwai Bara Abadi, a subsidiary of PT. BHI Mining Indonesia	Indonesia	75.00	75.00
6	Jindal Mining SA (Pty.) Limited, a subsidiary of Eastern Solid Fuels (Pty.) Limited	South Africa	73.94	73.94
7	Bon-Terra Mining (Pty.) Limited, a subsidiary of Jindal Energy SA (Pty.) Limited	South Africa	100.00	100.00
8	Jindal (Barbados) Holding Corp, a subsidiary of Jindal (BVI) Limited	Barbados	100.00	100.00
9	Jindal Energy (Bahamas) Limited, a subsidiary of Jindal (BVI) Limited	Bahamas	99.98	99.98
10	Jindal Energy (Botswana) Pty. Limited, a subsidiary of Jindal (BVI) Limited	Botswana	100.00	100.00
11	Jindal Energy (SA) Pty. Limited, a subsidiary of Jindal Africa Investments (Pty.) Limited	South Africa	100.00	100.00
12	Jindal Transafrika (Barbados) Corp, a subsidiary of Jindal (BVI) Limited	Barbados	100.00	100.00
13	Jindal Resources (Botswana) Pty. Limited, a subsidiary of Jindal Transafrika (Barbados) Corp	Botswana	100.00	100.00
14	Trans Africa Rail (Pty.) Limited, a subsidiary of Jindal Transafrika (Barbados) Corp	Botswana	100.00	100.00
15	Sad-Elec (Pty.) Limited, a subsidiary of Jindal Energy (SA) Pty. Limited	South Africa	100.00	100.00
16	Jindal (Barbados) Mining Corp, a subsidiary of Jindal (Barbados) Holding Corp	Barbados	100.00	100.00
17	Jindal (Barbados) Energy Corp, a subsidiary of Jindal (Barbados) Holding Corp	Barbados	100.00	100.00
18	Meepong Resources (Mauritius) (Pty.) Limited, a subsidiary of Jindal (Barbados) Mining Corp	Mauritius	100.00	100.00
19	Meepong Resources (Pty.) Limited, a subsidiary of Meepong Resources (Mauritius) (Pty.) Limited	Botswana	100.00	100.00
20	Meepong Energy (Mauritius) (Pty.) Limited, a subsidiary of Jindal (Barbados) Energy Corp	Mauritius	100.00	100.00
21	Meepong Energy (Pty.) Limited, a subsidiary of Meepong Energy (Mauritius) (Pty.) Limited	Botswana	100.00	100.00
22	Meepong Service (Pty.) Limited, a subsidiary of Meepong Energy (Pty.) Limited	Botswana	100.00	100.00
23	Meepong Water (Pty.) Limited, a subsidiary of Meepong Energy (Pty.) Limited	Botswana	100.00	100.00
24	Peerboom Coal (Pty.) Limited, a subsidiary of Jindal Africa Investment (Pty.) Limited (under winding up)	South Africa	70.00	70.00
25	Shadeed Iron & Steel Company Limited, a subsidiary of Jindal Shadeed Iron & Steel LLC(Ceased to be subsidiary w.e.f. 31.03.2021)	Oman	-	100.00

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to the Standalone Financial Statements as at and for the year ended 31 March, 2021

		(₹ in crore)	
		Ownership Interest as at	
		31 March, 2021	31 March, 2020
		Country of incorporation	
26	Southbulli Holding Pty. Limited, a subsidiary of Wollongong Coal Limited	Australia	100.00
27	Oceanic Coal Resources NL, a subsidiary of Wollongong Coal Limited	Australia	100.00
28	Wongawilli Coal Pty. Limited, a subsidiary of Oceanic Coal Resources NL	Australia	100.00
29	Koleka Resources (Pty.) Limited, a subsidiary of Jindal Africa Investment (Pty.) Limited (under winding up)	South Africa	60.00
30	Legend Iron Limited, a subsidiary of Jindal Shadeed Iron & Steel L.L.C(Ceased to be subsidiary w.e.f. 31.03.2021)	BVI	-
31	Cameroon Mining Action SA, a subsidiary of Legend Iron Limited (Ceased to be subsidiary w.e.f. 31.03.2021)	Cameroon	-
32	Enviro Waste Gas Services Pty. Ltd., Subsidiary of Wollongong Coal Limited	Australia	100.00
b) Associates			
1	Goedehoop Coal (Pty.) Limited	South Africa	50.00
2	Thuthukani Coal (Pty.) Limited	South Africa	49.00
3	Jindal Steel Andhra Limited (incorporated during the year)	India	-
c) Joint Ventures			
1	Jindal Synfuels Limited	India	70.00
2	Shresht Mining and Metals Private Limited	India	50.00
3	Urtan North Mining Company Limited	India	66.67
d) Key Managerial person			
1	Shri Naveen Jindal (Chairman-Whole Time Director)		
2	Shri D.K. Saraogi (Wholetime Director)		
3	Shri Deepak Sogani (Chief Financial Officer) (upto 30.06.2020)		
4	Shri Hemant Kumar (Chief Financial Officer) (w.e.f. 15.12.2020)		
5	Shri Jagdish Patra (Company Secretary) (upto 10.07.2019)		
6	Shri Anoop Singh Juneja (Company Secretary) (w.e.f. 18.12.2019)		
7	Shri N. A. Ansari (Whole Time Director- Joint Managing Director) (w.e.f. 29.03.2019 and upto 31.08.2019)		
8	Shri Anjan Barua (Nominee Director)		
9	Shri Arun Kumar (Independent Director) (upto 01.04.2019)		
10	Shri Arun Kumar Purwar (Independent Director)		
11	Shri Hardip Singh Wirk (Independent Director)		
12	Shri V.R. Sharma (Managing Director) (w.e.f. 14.08.2019)		
13	Shri Ram Vinay Shahi (Independent Director)		
14	Shri Sudershan Kumar Garg (Independent Director)		
15	Smt Shallu Jindal (Non-Executive Director)		
16	Dr Aruna Sharma (Independent Director)(w.e.f. 02.09.2019)		
17	OPJ Trading Private Limited		
e) Relative of Key Managerial person			
	Shri Venkatesh Naveen Jindal (Son of Shri Naveen Jindal)		
f) Enterprises over which Key Management Personnel and their relatives exercise significant influence and with whom transaction have taken place during the year			
1	Jindal Stainless Limited		
2	Jindal Industries Limited		
3	Bir Plantation Limited		
4	India Flysafe Aviation Limited		
5	Jindal Intellicom limited		
6	Jindal Saw Limited		
7	JSW Steel Limited		
8	Rohit Tower Building Limited		
9	JSW Projects Limited		
10	JSW Energy Limited		
11	Jindal Stainless(Hisar) Ltd.		

Notes

to the Standalone Financial Statements as at and for the year ended 31 March, 2021

	Country of incorporation	Ownership Interest as at	
		(₹ in crore)	
		31 March, 2021	31 March, 2020
12 JSW Severfield Structures Limited			
13 JSW International Tradecorp Pte Limited			
14 Jindal Coke Limited			
15 Jindal Stainless Steelway Limited			
16 Jindal United Steel Limited			
17 OP Jindal Gramin Jan Kalyan Sansthan			
18 JSW Cement Limited			
19 Opelina Sustainable Services Limited (formerly known as Opelina Finance & Investment Limited)			
20 Nalwa Steel & Power Limited			
21 JSW Steel Coated Product Ltd.			
g) Post Employment Benefit Entity			
Jindal Steel & Power Ltd. EPF Trust			

B. Transaction with Related Parties

Description	(₹ in crore)							
	Subsidiary, step down subsidiaries, Associates & Joint ventures		Key management Personnel		Relatives of Key management Personnel		Enterprises controlled by key management personnel & their relatives	
	Current year	Previous year	Current year	Previous year	Current year	Previous year	Current year	Previous year
Purchase of goods/ services*	655.81	411.95	-	-	-	-	2,249.34	2,134.23
Sale of goods (inc capital goods)*	2,192.31	89.96	-	-	-	-	2,087.38	1,985.17
Rendering of services	-	-	-	-	-	-	8.61	18.98
Investment in equity shares	0.50	-	-	-	-	-	-	-
Investment in bonus issue of redeemable preference shares (Read with note 8 & 62)	-	-	-	-	-	-	-	-
Loan given**	1,714.62	807.76	2.73	6.10	-	-	-	-
Other advances repaid back	-	23.85	2.87	3.78	-	-	261.13	70.00
Reimbursement of Expenses	14.09	38.71	-	-	-	-	-	-
Recovery of Expenses	2.13	-	-	-	-	-	1.40	-
Rent & other expenses paid	81.67	0.27	-	-	-	-	119.86	80.49
Interest Expense/ (Income) net	284.81	343.51	-0.09	-0.22	-	-	14.70	37.86
Security deposit Given/ (Taken)	-	-	-	-	-	-	-	1.20
Remuneration	-	-	51.39	24.42	0.42	0.24	-	-
Other Receivable received/Adjustment	26.31	-	-	-	-	-	-	-
Director Sitting Fees	-	-	0.30	0.26	-	-	-	-
Money received (75%) against conversion of warrants into shares on preferential basis (25% received in earlier year)	-	-	-	-	-	-	-	505.12
Donation	-	-	-	-	-	-	0.55	0.42
Professional Services	-	-	0.03	-	-	-	-	-

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to the Standalone Financial Statements as at and for the year ended 31 March, 2021

Particulars	(₹ in crore)							
	Subsidiary, step down subsidiaries, Associates & Joint ventures		Key management Personnel		Relatives of Key management Personnel		Enterprises controlled by key management personnel & their relatives	
	31-03-2021	31-03-2020	31-03-2021	31-03-2020	31-03-2021	31-03-2020	31-03-2021	31-03-2020
Outstanding balance at the year end								
Inter Corporate Deposit (ICD) taken	1,533.93	1,533.93					-	-
Guarantee outstanding#	6,105.94	5,910.94					-	-
Advance/ security deposit paid	11.80	11.80					77.91	77.91
Loans & advance (including interest)**	4,520.30	2,672.46	2.23	2.37			-	-
Advanced received for sale of Power Plant	2,854.00	2,854.00					-	261.13
Security deposit receipt	(250.00)	(250.00)					-	(20.37)
Interest payable on advance	0.74	103.67					1.29	-
Investment in equity shares/ debentures	1,934.01	1,933.51					-	-
Other Receivable	-	18.00					17.90	17.90
Salary payable			0.72	1.08	0.02	0.04		
Debtors–dr balance	925.65	72.01					44.57	225.98
Debtors–cr balance	0.01	0.38					11.43	21.81
Creditors–dr balance	12.34	10.58					23.69	0.53
Creditors–cr balance	69.18	58.38					21.16	235.79

*Figures are inclusive of taxes & other expenses

** includes foreign currency gain & loss

#amount of guarantee given is restricted to actual utilisation of limits including interest.



Notes

to the Standalone Financial Statements as at and for the year ended 31 March, 2021

Material transactions with Subsidiaries, Step down Subsidiaries, Joint Ventures and Associates

Name of the related party	Year	Jindal Power Limited		Jindal Steel & Power (Mauritius) Limited		Jindal mining SA (Pty) Limited		JindalShaded Iron & Steel, Oman		Jindal Mozambique Minerals LDA		Uttam Imfralogix Ltd		Raigarh Pathalgaon Expressway Ltd.		Jindal Power Distribution Ltd		Jagran Developers Private Limited		Ambitious Power Trading Company Ltd.	
		Subsidiary	Subsidiary	Subsidiary	Subsidiary	Subsidiary	Subsidiary	Subsidiary	Subsidiary	Subsidiary	Subsidiary	Subsidiary	Subsidiary	Subsidiary	Subsidiary	Subsidiary	Subsidiary	Subsidiary	Subsidiary	Subsidiary	Subsidiary
Purchase of goods/ services*	2020-21	470.17	-	-	-	-	-	-	-	-	-	-	-	-	-	-	0.07	-	-	-	-
	2019-20	344.57	-	-	-	-	-	-	-	40.59	-	-	-	-	-	-	0.13	-	-	-	1.70
Sales of goods (inc capital goods)*	2020-21	1.36	1,924.43	-	100.68	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
	2019-20	10.06	69.46	-	6.60	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Loan given/ (taken)**	2020-21	-	1,714.62	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
	2019-20	-	807.76	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Reimbursement of Expenses	2020-21	12.18	-	-	-	-	-	-	-	0.42	-	-	-	-	-	-	-	-	-	-	-
	2019-20	38.71	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Recovery of Expenses	2020-21	0.88	-	0.60	-	-	-	-	-	0.59	-	-	-	-	0.00	-	-	-	-	-	-
	2019-20	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Rent & other expenses	2020-21	0.18	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
	2019-20	0.26	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Interest Expenses/ (Income)	2020-21	425.47	(137.27)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	(3.55)	-
	2019-20	425.66	(78.92)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	(3.40)	-
Other Receivable received/	2020-21	-	-	2.38	-	-	-	-	-	22.33	-	-	-	-	-	-	-	-	-	-	-
	2019-20	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Adjustment	2020-21	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Advance received for sale of fixed assets	2020-21	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
	2019-20	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-

*figures are inclusive of taxes & other expenses reimbursed.

**includes foreign currency gain or loss.

Notes
to the Standalone Financial Statements as at and for the year ended 31 March, 2021

Material transactions with Subsidiaries, Step down Subsidiaries, Joint Ventures and Associates

Name of the related party	Relationship	Year	JB Fabinfra Ltd.	Shrest Mining & Metal Private Limited	Urtan North Mining Company Limited	Jindal Reality Pvt. Ltd.	Jindal Africa Investments (Pty) Ltd	Wongawilli Coal Pty Ltd	Panther Transfreight	Wollongong Coal Limited	Jindal Steel & Power Australia Pty	Total
			Subsidiary	Joint Ventures	Joint Ventures	Subsidiary	Subsidiary	Subsidiary	Subsidiary	Subsidiary	Subsidiary	(₹ in crore)
Purchase of goods/services*		2020-21	0.78	-	-	-	-	-	184.79	-	-	655.81
		2019-20	0.23	-	-	-	-	-	24.73	-	-	411.95
Sales of goods (inc capital goods)*		2020-21	0.03	-	-	5.99	-	-	159.82	-	-	2,192.31
		2019-20	0.02	-	-	3.82	-	-	-	-	-	89.96
Investment in equity shares/preference shares		2020-21	-	0.50	-	-	-	-	-	-	-	0.50
		2019-20	-	-	-	-	-	-	-	-	-	-
Loan given/ (taken)**		2020-21	-	-	-	-	-	-	-	-	-	1,714.62
		2019-20	-	-	-	-	-	-	-	-	-	807.76
Other advances repaid back		2020-21	-	-	-	-	-	-	-	-	-	-
		2019-20	-	-	-	-	-	-	-	-	23.85	23.85
Reimbursement of Expenses		2020-21	-	-	-	-	-	-	1.49	-	-	14.09
		2019-20	-	-	-	-	-	-	-	-	-	38.71
Recovery of Expenses		2020-21	-	-	-	-	-	-	0.05	-	-	2.12
		2019-20	-	-	-	-	-	-	-	-	-	-
Rent & other advances		2020-21	-	-	-	-	-	-	81.49	-	-	81.67
		2019-20	-	-	-	-	-	-	-	-	-	0.27
Interest Expenses/ (Income)		2020-21	0.00	-	0.16	-	-	-	-	-	-	284.81
		2019-20	0.00	-	0.17	-	-	-	-	-	-	343.51
Other Receivable received/Adjustment		2020-21	-	-	-	-	1.60	-	-	-	-	26.31
		2019-20	-	-	-	-	-	-	-	-	-	-
Advance received for sale of fixed assets		2020-21	-	-	-	-	-	-	-	-	-	-
		2019-20	-	-	-	-	-	-	-	-	-	-

*figures are inclusive of taxes & other expenses reimbursed.

**includes foreign currency gain or loss.

Notes

to the Standalone Financial Statements as at and for the year ended 31 March, 2021

Material transactions with Enterprises controlled by Key management Personnel

Name of related party	Year	JSW Steel Ltd. Mumbai/Bellary	JSW Energy Limited	Jindal Saw Limited	Jindal Stainless Ltd.	India Flysafe Aviation Limited	Bir Plantation Pvt. Ltd.	Rohit Towers Pvt. Ltd.	Jindal Industries Ltd.	JSW Steel Coated Product Ltd.	JSW Projects Ltd.	JSW International Tradecorp Pte Ltd, Singapore, SG.
Purchase of Goods/ Services*	2020-21	0.00	-	1.09	3.16	-	-	-	0.31	5.21	-	1,164.70
	2019-20	0.98	-	1.67	5.09	-	-	-	0.17	7.11	-	1,343.11
Sales Of Goods (Inc Capital goods)	2020-21	85.91	-	817.60	16.82	-	-	-	223.53	2.72	0.44	-
	2019-20	235.68	0.31	763.00	4.61	-	-	-	-	6.80	0.43	-
Rendering of services	2020-21	0.03	-	0.04	-	0.87	-	-	-	-	-	-
	2019-20	0.08	-	-	0.43	0.42	-	-	-	-	-	-
Other advances repaid back	2020-21	-	261.13	-	-	-	-	-	-	-	-	-
	2019-20	-	70.00	-	-	-	-	-	-	-	-	-
Rent and Other Expense	2020-21	0.04	-	0.06	0.80	114.87	-	-	-	-	-	-
	2019-20	-	-	0.05	0.78	78.14	-	-	-	0.12	-	-
Interest Expenses/ (Income)	2020-21	(2.61)	13.55	-	0.03	-	-	-	-	(0.02)	-	2.36
	2019-20	-	35.70	-	-	-	-	-	-	-	-	-
Recovery of Exp.	2020-21	-	-	-	-	-	-	0.25	-	-	-	1.15
	2019-20	-	-	-	-	-	-	-	-	-	-	-

*figures are inclusive of taxes & other expenses reimbursed.

Notes
to the Standalone Financial Statements as at and for the year ended 31 March, 2021

Material transactions with Enterprises controlled by Key management Personnel

Name of related party	Year	Jindal Coke Ltd., Jajpur, In.	Jindal Stainless Steelway Ltd.	Jindal United Steel Limited	JSW Cement	Severfield Structures Ltd.	Opelina Sustainable Services Ltd.	Nalwa Steel Power Limited	Jindalcom Limited	Jindal Stainless Ltd. Hissar,	JSW Techno Projects Management Ltd.	Om Prakash Jindal Gramin Jankalyan
Purchase of Goods/ Services*	2020-21	0.47	-	38.91	-	-	-	1,034.91	-	0.58	-	-
	2019-20	59.73	-	5.95	-	-	-	701.30	9.12	-	-	-
Sales Of Goods (Inc Capital goods)	2020-21	0.09	0.07	0.39	26.89	108.25	-	802.46	-	2.06	0.14	-
	2019-20	4.20	-	1.07	32.48	181.46	-	751.98	-	3.15	-	-
Rendering of services	2020-21	-	-	-	3.31	-	-	4.30	0.06	-	-	-
	2019-20	-	-	-	12.84	-	-	4.94	0.05	0.21	-	-
Rent and Other Expense	2020-21	-	-	-	-	-	-	4.10	-	-	-	-
	2019-20	1.12	-	-	-	-	-	0.28	-	-	-	-
Interest Expenses/ (Income)	2020-21	-	-	-	1.39	-	-	-	-	-	-	-
	2019-20	-	-	-	2.16	-	-	-	-	-	-	-
Security Deposit Given/ (Taken)	2020-21	-	-	-	-	-	-	-	-	-	-	-
	2019-20	-	-	-	1.20	-	-	-	-	-	-	-
Money received (75% against conversion of warrants into shares on preferential basis (25% received in earlier year)	2020-21	-	-	-	-	-	505.12	-	-	-	-	-
	2019-20	-	-	-	-	-	-	-	-	-	-	-
Donation	2020-21	-	-	-	-	-	-	-	-	-	-	0.55
	2019-20	-	-	-	-	-	-	-	-	-	-	0.42

*figures are inclusive of taxes & other expenses reimbursed.

Notes

to the Standalone Financial Statements as at and for the year ended 31 March, 2021

Jindal Steel & Power Limited EPF Trust

Particulars	(₹ in crore)	
	Year ended 31 March, 2021	Year ended 31 March, 2020
Provident Fund Contribution	19.24	17.67

Compensation to Key Management Personnels for each of the following categories

Particulars	(₹ in crore)	
	Year ended 31 March, 2021	Year ended 31 March, 2020
Short term benefits	49.97	23.03
Post employment benefits		
- Defined Contribution Plan	1.41	1.34
- Defined Benefit Plan		
- Other Long Term Benefits		
Share based payments	-	0.05
Dividend		
Interest Expense/(Income)	(0.09)	(0.22)
Director Sitting Fees	0.30	0.26
Professional Services	0.03	-
Total	51.62	24.45

Compensation to Relatives of Key Management Personnels for each of the following categories

Particulars	(₹ in crore)	
	Year ended 31 March, 2021	Year ended 31 March, 2020
Short term benefits	0.40	0.23
Post employment benefits		
- Defined Contribution Plan	0.02	0.01
- Defined Benefit Plan	-	-
- Other Long Term Benefits	-	-
Share based payments	-	-
Dividend	-	-
Director Sitting Fees	-	-
Total	0.42	0.24

Note:

- (a) Managerial remuneration excludes provision for gratuity and compensated absences, since these are provided on the basis of an actuarial valuation for the Company as a whole.
- (b) Managerial Remuneration paid/ provided (to director) of ₹ 26.09 crore is subject to the approval of members by special resolution.

55. The Hon'ble Supreme Court of India allowed the Company to lift and transport its legally procured, royalty and taxes paid stock of iron ore lump/fines vide order dated 30.01.2020 in CA No. 850 of 2020. This Stock of work in progress (note 12) includes stock of Iron Ore/Fines Nil (Previous year 11.11 Million MT) lying with a third party amounting to Nil (Previous year ₹ 133.61 Crore). The estimated realisable value of such stock is Nil (Previous Years ₹ 1,950.15 Crore) as per Management, on the basis of valuation report of an independent Valuer. The management has lifted entire stock during financial year 2020-21.

56. IMPAIRMENT REVIEW

Assets are tested for impairment whenever there are any internal or external indicators of impairment.

Impairment test is performed at the level of each Cash Generating Unit ("CGU") or groups of CGUs within the Company at which the goodwill or other assets are monitored for internal management purposes, within an operating segment.

The impairment assessment is based on higher of value in use and value from sale calculations.

During the year, the testing did not result in any impairment in the carrying amount of assets except as disclosed in exceptional item(Refer Note 65).

The measurement of the cash generating units' value in use is determined based on financial plans that have been used by management for internal purposes. The planning horizon reflects the assumptions for short to- mid term market conditions.

Key assumptions used in value-in-use calculations:

- Operating margins (Earnings before interest and taxes)
- Discount Rate
- Growth Rates
- Capital expenditures

Notes

to the Standalone Financial Statements as at and for the year ended 31 March, 2021

Operating margins: Operating margins have been estimated based on past experience after considering incremental revenue arising out of adoption of valued added and data services from the existing and new customers, though these benefits are partially offset by decline in tariffs in a hyper competitive scenario. Margins will be positively impacted from the efficiencies and initiatives driven by the Company; at the same time, factors like higher churn, increased cost of operations may impact the margins negatively.

Discount rate: Discount rate reflects the current market assessment of the risks specific to a CGU or group of CGUs. The discount rate is estimated based on the weighted average cost of capital for respective CGU or group of CGUs.

Growth rates: The growth rates used are in line with the long term average growth rates of the respective industry and country in which the Company operates and are consistent with the forecasts included in the industry reports.

Capital expenditures: The cash flow forecasts of capital expenditure are based on past experience coupled with additional capital expenditure required.

57. ASSETS HELD FOR SALE

The Company has identified certain assets for disposal. The management is in discussions with potential buyers. Based on preliminary discussions with potential buyers/ external valuation, the carrying value of these assets has been considered as fair value:-

Particulars	₹ in crore)	
	As at 31 March, 2021	As at 31 March, 2020
Property, plant & equipment	44.77	37.62
Total	44.77	37.62

The management is confident about the recoverable value of the assets stated above.

consents, permissions and sanctions as may be necessary in line with extant relevant guidelines.

58. During the year 2014-15, Hon'ble Supreme Court of India had cancelled number of coal blocks in India including allocated to the Company by the Ministry of Coal, Government of India. During the year ended 31st March 2021, the Company has made necessary provision against its investment in mining assets in respect of above cancelled mines of ₹ 171.81 crore (Exceptional Item). However, in earlier years, the Company has filed claim for its investment in mining assets with Ministry of Coal. In respect of above claim, the Company has received ₹ 22.72 crore towards the same. Pending for final settlement of the aforesaid claim, this amount received has been accounted for as an advance.

61. The agreement for divestment of 1,000 MW Power unit of Jindal Power Limited (a subsidiary of the Company (JPL)), located in Chhattisgarh into a separate purpose vehicle (SPV), for the purpose of transferring the same to JSW Energy Limited through sale of the entire share capital and other securities of the aforesaid entity in terms of the share purchase agreement for an enterprise value of ₹ 6,500 Crore plus the value of Net Current Assets was terminated on 30th June 2019 mutually by all parties to the agreement. Accordingly, the Advance received of ₹ 331.13 crore has become payable to JSW Energy Limited and the amount outstanding as on 31st March 2021 is Nil (Previous Year ₹ 261.13 crore).

59. The Company has filed legal suits /notices or in the process of filing legal case /sending legal notices / making efforts for recovery of debit balances of ₹ 212.38 Crore (Previous year 2019-20 ₹ 236.36 crore) plus interest, wherever applicable, which are being carried as long term /short term advances, trade receivables and other recoverable. Pending outcome of legal proceedings/Company 's efforts for recovery and based on legal advise in certain cases , the Company has considered aforesaid amounts as fully recoverable. Hence, no provision has been made in respect of these balances.

62. During the financial year 2020-21 subsidiary Jindal Power Limited (JPL) has allotted to the Company (JSPL) fully paid up Redeemable Preference Shares (RPS) of ₹ 6,803.01 crore (Redeemable in maximum 20 years) as Bonus Shares by way of capitalization of retained earnings (390,17,25,000 nos. of 5% Cumulative, Non-Convertible RPS of face value of ₹ 10/- each and 290,12,82,692 nos. of 5% Non-cumulative, Non-convertible RPS), impact of above has been accounted for as per the IND AS 109 and accordingly ₹ 2,315.05 crore and ₹ 648.87 crore has been credited to Other Comprehensive Income and Other Income respectively (Deferred Tax ₹ 529 crore and ₹ 148.46 crore respectively).

60. Subsequent to the Balance Sheet date, the Board of Directors of the Company, at its meeting held on April 26, 2021, approved the divestment by way of sale, by the Company of up to its entire equity interest in Jindal Power Limited (JPL) (representing 96.42% of paid-up equity share capital of JPL) to Worldone Private Limited, a promoter group company, for a total consideration of ₹ 3,015 crore against carrying cost of equity investment of ₹ 867.05 crore. The proposed sale is subject to necessary approvals of the shareholders of the Company, regulatory approvals, approvals of lenders of the Company and JPL, contractual approvals and such other approvals,

63. The company has paid advance to one of the vendor against purchase of Raw Material, who has been allowed to operate it's mine by virtue of order dated 15.01.2020 passed by the Hon'ble Supreme Court of India in W.P(C) 114 of 2014. The company has now started lifting raw material from the vendor and advance has started adjusting accordingly. The outstanding amount as on March 31, 2021 is ₹ 1122.77 crore (Previous year ₹ 1252.45 crore). In the opinion of the management, the amount is good and fully recoverable.

Notes

to the Standalone Financial Statements as at and for the year ended 31 March, 2021

64. LEASE

The Company has adopted Ind AS 116 'Leases' effective April 1, 2019 and applied the Standard to its leases. This has resulted in recognizing a Right-of-Use Asset and a corresponding Lease liability of ₹ 616.23 crore as at April 1, 2019.

Particulars	Right of Use Assets		
	Plant and Machinery	Building	Amount
(₹ in crore)			
Cost/Deemed Cost			
At April 1, 2019	601.17	15.06	616.23
Additions	593.57	-	593.57
Deletions	(613.30)	-	(613.30)
Other Movements*	12.13	-	12.13
At 31st March, 2020	593.57	15.06	608.63
Additions	-	-	-
Deletions	-	-	-
At 31st March, 2021	593.57	15.06	608.63
Accumulated Depreciation and impairment			
At April 1, 2019	-	-	-
Charge for the year	81.11	0.56	81.67
Deletions	(77.14)	-	(77.14)
At 31st March, 2020	3.97	0.56	4.53
Charge for the year	23.42	0.56	23.98
Deletions	-	-	-
At 31st March, 2021	27.39	1.12	28.51
Net Book Value			
At 31st March, 2020	589.60	14.50	604.10
At 31st March, 2021	566.18	13.94	580.12
Lease Liability			
At 1 April 2019	601.17	15.06	616.23
Interest Charged	63.96	1.76	65.72
Lease Payments	(181.35)	(1.59)	(182.94)
Other Movements	108.26	-	108.26
At 31st March, 2020	592.04	15.23	607.27
Interest Charged	61.70	1.77	63.47
Lease Payments	(69.13)	(1.59)	(70.72)
Other Movements	-	-	-
At 31st March, 2021	584.62	15.41	600.03
At 31st March, 2020	592.04	15.23	607.27
Current	7.42	-	7.42
Non-Current	584.62	15.23	599.85
At 31st March, 2021	584.62	15.41	600.03
Current	8.25	-	8.25
Non-Current	576.37	15.41	591.78

Note:

*Other Movements include purchase of lease assets of raigarh oxygen plant, new lease arrangement for angul oxygen plant and change in lease terms.

65. EXCEPTIONAL ITEMS INCLUDES

In Current Year ₹ 171.81 crore (Previous Year ₹ Nil) being Provision for diminution in the value of investment ₹ 93.28 crore ; and Write off of Coal mines Asset of ₹ 78.53 crore. (Read with note 58)

Notes

to the Standalone Financial Statements as at and for the year ended 31 March, 2021

66. Subsequent to the Balance Sheet date, on 26th April 2021, the Company has entered into a loan agreement with Jindal Power Limited, a subsidiary company (JPL), to convert the existing capital advances amounting to ₹ 28,54,00,00,000/- (refer note no. 62) and intercorporate deposits amounting to ₹ 1532,28,55,824/- availed by the Company from JPL (total aggregating to ₹ 4386,28,55,824/-) into 9.7% p.a. unsecured loan for a period of 7 years, repayable in 3 equal instalment 5th, 6th and 7th year. The stated Loan Agreement is subject to the necessary approvals of shareholders of the Company, lenders of the Company and JPL and such other approvals, consents, permissions and sanctions as may be necessary.

67. During the earlier year, the Board of Directors of the Company had approved the sale of certain captive power plants (CPP) to Jindal Power Limited (JPL) subsidiary company situated at Angul, Odisha (6 X 135 MW) and at Raigarh, Chhattisgarh (2 X 55 MW) aggregating to 920 MW at a fair market value determined by independent valuer appointed by the Board of Directors amounting to ₹ 5,275 crore; which is subject to necessary approvals to be arranged by the Company. The company had received advance against above of ₹ 2,854 crore (Previous year ₹ 2,854 crore) and Interest provided for on stated advance ₹ 276.83 crore(previous period ₹ 276.96 crore) .

68. The tax expenses for the year ended 31st March, 2020 are not comparable due to one-time adjustment made during previous year, arising on account of exercise of lower tax rate under Section 115BAA of the Income-tax Act, 1961 as introduced by the Taxation Laws (Amendment) Act, 2019.

69. Impact of COVID-19:- In March 2020, the WHO declared COVID-19 outbreak as a pandemic. The Company has assessed the possible impact of COVID-19 on its standalone financial statements based on the internal and external information available and concluded that no adjustment is required in these financial statements. However, subsequent to the Balance Sheet date, the Second wave of COVID again continues to spread across the country. The management has considered the future cash flows, current expansion and future plans, evaluated the operations of the Company, order booking and revenue, assets and liabilities

and factored in the impact of it up to the date of approval of these financial statements on the carrying value of its assets and liabilities and no major change in the financial performance of the Company on long term basis. The impact of this pandemic may be different from that estimated as at the date of approval of these standalone financial statements and the Company will continue to closely monitor any material changes to future economic conditions.

70. The Code on Social Security, 2020 ('Code') has been notified in the Official Gazette in September 2020 which could impact the contribution by the Company towards certain employment benefits. The effective date from which the changes and rules would become applicable is yet to be notified. Impact of the changes will be assessed and accounted in the relevant period of notification of relevant provisions.

71. Balances of certain advances, creditors (including MSME) and receivables are in process of confirmation/reconciliation. Management believe that on reconciliation/confirmation there will not be any material impact on statement of financial statements.

72. The company is in the process of reconciling the data of GSTR 2A with GSTR 3B. In the view of the management, on final reconciliation the impact will not be material.

73. Information related to Consolidated financial
The company is listed on stock exchange in India, the Company has prepared consolidated financial as required under IND AS 110, Sections 129 of Companies Act, 2013 and listing requirements. The consolidated financial statement is available on company's web site for public use.

74. Previous year figures have been regrouped/ rearranged/ recast, wherever considered necessary to conform to current year's classification. Figures less than 50,000 have been shown as absolute number.

75. Notes 1 to 75 are annexed to and form an integral part of financial statements.

As per our report of even date

For Lodha & Co.
Chartered Accountants
Firm Registration No. 301051E

N. K. Lodha
Partner
Membership No. 085155

Place: New Delhi
Dated: 12th May, 2021

For & on behalf of the Board of Directors

Naveen Jindal
Chairman
DIN: 00001523

Hemant Kumar
Chief Financial Officer

V. R. Sharma
Managing Director
DIN: 01724568

Anoop Singh Juneja
Company Secretary & Compliance Officer