
Press Release**July 22, 2015****Financial Results for the Quarter ended June 30, 2015****JSW Energy reports Profit After Tax (PAT) of ₹ 277 crore.**

Mumbai, India: JSW Energy Limited ("JSW Energy" or the "Company") today reported its results for the first Quarter ("Q1 FY2016" or the "Quarter") ended 30th June, 2015.

Key highlights of Q1 FY 2016 (Consolidated):

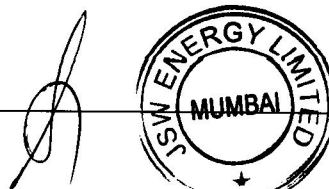
- **Net generation** of 4,480 Mus, as against 5,006 Mus in the previous year
- **EBITDA** of ₹ 886 crore as against ₹ 948 crore in the corresponding quarter of the previous year
- **PAT** of ₹ 277 crore as against ₹ 325 crore in the corresponding quarter of the previous year
- Vijayanagar SBU II has been conferred the **Silver Shield** in the category "Performance of Thermal Power Stations" for 2014 by the Ministry of Power , GOI

Consolidated Operational Performance:

During the quarter, the Company achieved an average deemed PLF of 75% as against 84% in the corresponding quarter of previous year. The lower PLF was due to planned maintenance shutdown of identified units at Ratnagiri and Vijayanagar and weak demand leading to frequent back down.

PLF achieved during **Q1' 2015-16** at the respective locations were as under:

- **Vijayanagar:** The plant achieved average PLF of 81% as against 98% in the corresponding quarter of the previous year.



- **Ratnagiri:** The plant operated at an average PLF of 66% as against an average PLF of 68% in the corresponding quarter of the previous year.
- **Barmer:** The plant achieved an average deemed PLF of 80% as against an average deemed PLF of 92% in the corresponding quarter of the previous year.

The net generation at different locations was as under:

(Figures in million units)

Location	Q1' FY 15-16	Q1' FY 14-15
Vijayanagar	1,405	1,702
Ratnagiri	1,574	1,618
Barmer	1,501	1,687
Total	4,480	5,006

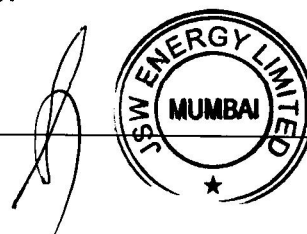
The merchant sales during the quarter were 1,990 million units; the sales under Long Term PPA were 2,490 million units.

Fuel Cost:

The fuel cost for the quarter declined by 17% yoy to ₹ 974 crore, primarily due to lower landed cost of imported coal, which, in turn, was driven by a fall in the international coal prices, partly offset by currency depreciation (INR).

During the current quarter, the Total Income from operations is ₹ 2,107 crore as against ₹ 2,558 crore in the corresponding quarter of the previous year. EBITDA for the quarter is ₹ 886 crore as against ₹ 948 crore in the corresponding quarter of the previous year. Despite lower fuel cost and additional revenue recognised in the transmission subsidiary resulting from approved ARR, EBITDA declined primarily due to lower generation and a marginal decline in average realisation.

The Company earned a Profit after tax of ₹ 277 crore for the current quarter as against ₹ 325 crore in the corresponding quarter of the previous year.



The Consolidated Net Worth and Consolidated Net Debt as at June 30, 2015 were ₹ 7,802 crore and ₹ 7,085 crore respectively resulting in a debt equity ratio of 0.91 times.

Projects Update:

▪ **240 MW – at Kutehr, Himachal Pradesh (HP) –**

The Company has commenced enabling works on the project and expects the award of EPC contracts for the project to be completed by the second quarter of fiscal 2015 -16. The cost incurred on the project upto June 30, 2015 is ₹ 239 Crore.

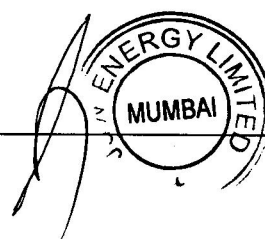
▪ **Barmer Lignite Mining Co. Ltd (BLMCL) –**

During the Quarter, BLMCL has despatched 1.44 MT of lignite to feed the Company's power plant in Barmer. The transfer of mining lease in favour of BLMCL has been executed for Jalipa mines and mining operations have commenced. The tendering process for Selection of Mine Development and Operator (MDO) for Kapurdi and Jalipa Lignite mines by EIL has commenced and the evaluation of tenders is under process. The project cost incurred till June 30, 2015 is ₹ 1837 crore.

Outlook

India's economic growth recovery looks promising with subdued commodity prices providing support for increased fiscal spending. However, low industrial energy demand, unseasonal rains and poor financial health of the state discoms have resulted in overall demand contraction for power in India in Q1 FY2016. Meanwhile, new capacities are getting commissioned, resulting in lower PLF and reduction in the spot tariff rates.

International coal prices have been under pressure for a reasonably long period and are expected to remain weak over the medium term due to a slowdown in China and fragile recovery in the developed countries. Increased coal production in India is also expected to rein in rising import of coal into the country and consequently keep the coal prices subdued. The currency outlook for the Indian Rupee too remains range bound.



In the near term, lack of clarity over the capacity charge norms for new long term PPAs, auction of coal blocks, interstate congestion in power transmission, high T&D losses and poor financial health of the state discoms continue to affect the power sector in India.

However, the government is taking concrete steps to kick start economic and industrial growth in the country through policy reforms and infrastructure growth, which in turn, should result in a gradual improvement in power demand going forward. There is also a concerted effort to resolve the coal mining issues, refurbish the transmission infrastructure and attract investments into renewable energy space.

About JSW Energy Limited

JSW Energy Limited, part of the JSW Group, is a growing energy company. The Group has diversified interests in carbon steel, power, mining, industrial gases, port facilities, aluminium, cement and information technology. JSW Energy is working on power solutions in the states of Karnataka, Maharashtra, Rajasthan, Himachal Pradesh and Chhattisgarh. The Company has an operational capacity of 3,140 MW. The Company is an early entrant in the Power Trading and Power Transmission business and plans to enter into power distribution business, generation through non-conventional energy sources and tie-ups with well-known equipment manufacturers and suppliers. It is working towards building a full service integrated energy business.

Forward looking and Cautionary Statements:

Certain statements in this release concerning our future growth prospects are forward looking statements, which involve a number of risks, and uncertainties that could cause actual results to differ materially from those in such forward looking statements. The risks and uncertainties relating to these statements include, but are not limited to, risks and uncertainties regarding fluctuations in earnings, our ability to manage growth, intense competition within Power Industry including those factors which may affect our cost advantage, wage increases in India, our ability to attract and retain highly skilled professionals, time and cost overruns on fixed-price, fixed-time frame contracts, client concentration, restrictions on immigration, our ability to manage our internal operations, reduced demand for Power, our ability to successfully complete and integrate potential acquisitions, liability for damages on our service contracts, the success of the companies in which has made strategic investments, withdrawal of fiscal governmental incentives, political instability, legal restrictions on raising capital or acquiring companies outside India, unauthorized use of our intellectual property and general economic conditions affecting our industry. The company does not undertake to update any forward looking statements that may be made from time to time by or on behalf of the company.

