JSW Utkal Steel Limited
Balance Sheet as at March 31, 2026
CIN No.U27209MH2017PLC301887

(Rupees In '000)

Particulars	Notes	As at March 31, 2026	As at March 31, 2025
I ASSETS			
Non-current assets			
(a) Property, plant and equipment	3	1,39,020	1,30,108
(b) Capital work-in-progress	4	1,33,07,586	19,73,852
(c) Right-of-use assets	5	36,79,103	36,49,938
(d) Intangible assets	6	310	1,098
(e) Financial assets			
(i) Other Financial Assets	7	83,479	33,987
(f) Current tax assets (net)	17	-	12,277
(g) Other non-current assets	9	1,09,61,950	12,66,064
Total non-current assets		**2,81,71,448**	**70,67,324**
Current assets			
(a) Financial assets			
(i) Cash and cash equivalents	10	78,526	69,631
(iii) Loans	8	2,34,50,000	1,08,30,000
(iv) Other financial assets	7	37,83,156	37,44,935
(b) Other current assets	9	30,106	222
Total current assets		**2,73,41,788**	**1,46,44,788**
Total Assets		**5,55,13,236**	**2,17,12,112**
II. EQUITY AND LIABILITIES			
Equity			
(a) Equity share capital	11	1,87,20,269	1,87,20,269
(b) Other Equity	12	12,10,357	8,47,947
Total equity		**1,99,30,626**	**1,95,68,216**
Non-current liabilities			
(a) Financial liabilities			
(i) Borrowing	19	89,82,591	-
(ii) Lease Liability	13	2,71,073	2,71,099
(iii) Other financial liabilities	14	3,64,324	15,754
(b) Provisions	18	68,894	21,380
Total Non-current liabilities		**96,86,882**	**3,08,233**
Current liabilities			
(a) Financial liabilities			
(i) Borrowings	19	2,34,50,000	9,74,600
(ii) Trade payables	15		
- Total outstanding due to micro enterprise and small enterprise		3,572	12,100
- Total outstanding due to other than micro enterprise and small enterprise		5,098	11,382
(ii) Lease Liability	13	25,613	25,613
(iii) Other financial liabilities	14	22,70,764	7,24,013
(b) Provisions	18	14,328	4,391
(c) Other current liabilities	16	84,833	83,564
(d) Current tax liabilities (net)	17	41,520	-
Total current liabilities		**2,58,95,728**	**18,35,663**
Total liabilities		**3,55,82,610**	**21,43,896**
Total Equity and liabilities		**5,55,13,236**	**2,17,12,112**
Material Accounting Policies	2		

The accompanying notes are an integral part of the financial statements

As per our Report of even date
For S R B C & CO LLP
Chartered Accountants
ICAI Firm Registration No. 324982E/E300003

For and on behalf of the Board of Directors
of JSW Utkal Steel Limited

per Anant Acharya
Partner
Membership No.: 124790
Place of Signature: Mumbai
Date: May 11, 2026

Satyaprakash Rai
Director
DIN: 07895294

Rakesh Kumar Ojha
Whole time Director
DIN: 10997937

Divya Ligory Mascarenhas
Company Secretary
Membership No.: F10249
Place of Signature: Mumbai
Date: May 11, 2026

Ankur Dokania
Chief Financial Officer

JSW Utkal Steel Limited

Statement of Profit and Loss for the period ending March 31, 2026

CIN No.U27209MH2017PLC301887

(Rupees In '000)

	Particulars	Notes	For the year ended March 31, 2026	For the year ended March 31, 2025
I	Revenue from operations		-	-
II	Other Income	20	9,08,318	13,056
III	**Total income (I + II)**		**9,08,318**	**13,056**
IV	**Expenses**			
	(a) Employee benefits expense	21	24,446	35,911
	(b) Finance Cost	22	2,02,786	46,722
	(c) Depreciation and amortization expense	23	97,715	79,599
	(d) Other expenses	24	36,866	37,620
	Total expenses		**3,61,813**	**1,99,852**
V	**Profit/(Loss) before exceptional items and tax (III-IV)**		**5,46,505**	**(1,86,796)**
VI	**Exceptional Item**		-	24,03,800
VII	**Profit before tax**		**5,46,505**	**22,17,004**
VIII	**Tax expense**		1,84,095	3,45,707
IX	**Profit for the year**		**3,62,410**	**18,71,297**
X	**Other Comprehensive Income**		-	-
XI	**Total Comprehensive Income for the year**		**3,62,410**	**18,71,297**
XII	**Earnings per equity share (of ₹ 10/- each):**			
	(a) Basic & Diluted (in ₹)	25	**0.19**	**1.05**

Material Accounting Policies 2

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Ankur Dokania
Chief Financial Officer

JSW Utkal Steel Limited
Statement of Change in Equity for the year ended March 31, 2026
CIN No.U27209MH2017PLC301887

A. Equity Share and Capital

(Rupees In '000)

Particulars	**As at March 31, 2026**	**As at March 31, 2025**	**As at March 31, 2026**	**As at March 31, 2025**
Share Capital	**Number of Shares**		**Amount**	
(a) Authorized				
Equity shares of the per value Rs. 10 each	3,00,00,00,000	3,00,00,00,000	3,00,00,000	3,00,00,000
(b) Issues and subscribed				
Outstanding at the beginning of the year	1,87,20,26,900	1,47,18,46,900	1,87,20,269	1,47,18,469
Issued during the year (Refer Note 11)	-	40,01,80,000	-	40,01,800
Outstanding at the end of the year, fully paid up	**1,87,20,26,900**	**1,87,20,26,900**	**1,87,20,269**	**1,87,20,269**

B. Other Equity

(Rupees In '000)

	Retained Earnings	**Total**
Opening Balance April 01, 2024	(4,73,350)	(4,73,350)
Profit for the year ended March 31, 2025	18,71,297	18,71,297
Dividend declared and paid	(5,50,000)	(5,50,000)
Closing Balance as on March 31, 2025	**8,47,947**	**8,47,947**
Profit for the year ended March 31, 2026	3,62,410	3,62,410
Closing Balance as on March 31, 2026	**12,10,357**	**12,10,357**

The accompanying notes are integral part of the financial statements

As per our Report of even date
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Membership No.: F10249
Place of Signature: Mumbai
Date: May 11, 2026

Ankur Dokania
Chief Financial Officer

JSW Utkal Steel Limited.
Statement of Cash flows for the year ended 31 March 2026
CIN No.U27209MH2017PLC301887

(Rupees In '000)

Particulars	For the year ended March 31, 2026	For the year ended March 31, 2025
A. Cash flow from operating activities		
Net Profit/(loss) before tax	5,46,505	22,17,004
Adjustment for:	-	-
Interest Income	(9,08,318)	(13,056)
Finance cost	2,02,786	46,574
Depreciation & amortization expenses	97,715	79,599
Gain on sale of slurry business	-	(24,03,800)
Interest on income tax	-	136
Exchange difference(loss)	-	440
Operating loss before working capital changes	(61,312)	(73,103)
Adjustments for increase/decrease in Operating Assets/ Liabilities:		
(Increase)/Decrease in other Financial assets	12,650	(18,572)
(Increase)/Decrease in other assets	(12,30,922)	(24,40,061)
Increase/(Decrease) in Trade payable	(14,812)	(11,105)
(Decrease) in other Financial liabilities	20,82,890	(5,47,272)
Increase in other liabilities	1,269	67,775
Increase in provision	57,451	14,147
Cash outflow from operations	8,47,214	(30,08,191)
Tax Paid (Net)	(1,30,299)	(3,52,911)
Net cash inflow/ (outflow) from operating activities (A)	7,16,915	(33,61,102)
B. Cash flow from investing activities		
Purchase of Property, Plant and Equipment, CWIP, Intangible assets, ROU including capital advances	(2,03,03,937)	(30,29,956)
Consideration from sale of slurry pipeline	-	1,28,60,000
Loan given to related party	(1,26,20,000)	(1,08,30,000)
Interest income	8,07,955	-
Net cash outflow from investing activities (B)	(3,21,15,982)	(9,99,956)
C. Cash flow from financing activities		
Proceeds from Issue of Equity Share Capital (including share application money)	-	40,01,800
Proceeds from borrowing	4,49,17,891	21,04,800
Repayment of borrowing	(1,34,59,900)	(11,30,200)
Increase in Repayment of Lease Liability	(26)	-
Interest Paid	(50,003)	(4,122)
Dividend Paid	-	(5,50,000)
Net cash inflow from financing activities (C)	3,14,07,962	44,22,278
Net increase/(decrease) in cash and cash equivalents (A+B+C)	8,895	61,220
Cash and cash equivalents at the beginning of the period	69,631	8,411
Cash and cash equivalents at the end of the period (Refer Note 10)	78,526	69,631

The accompanying notes are integral part of the financial statements
Note:
1. The cash flow statement is prepared using the "indirect method" set out in IND AS 7- Statement of Cash Flows.

As per our Report of even date
For S R B C & CO LLP
Chartered Accountants
ICAI Firm Registration No. 324982E/E300003

For and on behalf of the Board of Directors
of JSW Utkal Steel Limited

per Anant Acharya
Partner
Membership No.: 124790
Place of Signature: Mumbai
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Membership No.: F10249
Place of Signature: Mumbai
Date: May 11, 2026

Ankur Dokania
Chief Financial Officer

1. General Information

JSW Utkal Steel Limited (the 'Company') (CIN U27209MH2017PLC301887) has been incorporated for setting up an integrated steel plant in the state of Odisha. The project is under implementation stage and the Company has not commenced commercial operations. The Company is a 100% subsidiary of JSW Steel Limited, a public limited company. The registered office of the Company is JSW Centre, Bandra Kurla Complex, Bandra (East) Mumbai – 400051.

JSW Utkal Steel Limited is incorporated in India on November 16, 2017 under the Companies Act, 2013.

2. (I) Material Accounting Policies

a. Statement of Compliance

The Financial Statements of the company have been prepared in accordance with Indian Accounting Standards (Ind AS) notified under the Companies (Indian Accounting Standards) Rules, 2015 (as amended from time to time) and presentation requirements of Division II of Schedule III to the Companies Act, 2013, (Ind AS compliant Schedule III), as applicable.

Accordingly, the Company has prepared these Financial Statements which comprise of the Balance Sheets as at 31 March, 2026, the Statement of Profit and Loss, the Statements of Cash Flows and the Statements of Changes in Equity for the year ended as on that date, and accounting policies and other explanatory information (together hereinafter referred to as "Financial Statements").

The Financial statements of JSW Utkal Steel Limited as at and for the year ended March 31, 2026 were approved and authorized for issue by the Board of Directors on May 11, 2026.

b. Basis of Preparation & Presentation

The Financial Statements have been prepared on the historical cost basis except for certain financial instruments measured at fair values at the end of each reporting period, as explained in the accounting policies below.

The Financial Statements are presented in the company's functional currency i.e., Indian National Rupees ('INR'). The Financial statement are rounded off to the nearest thousands (INR '000), except otherwise indicated.

The Company has prepared the financial statements on accrual and going concern basis.

Current and non-current Classification

The Company presents assets and liabilities in the balance sheet based on current / non-current classification.

An asset is classified as current when it satisfies any of the following criteria:

- It is expected to be realized in, or is intended for sale or consumption in, the Company's normal operating cycle.
- It is held primarily for the purpose of being traded;
- it is expected to be realized within 12 months after the reporting date; or
- it is cash or cash equivalent unless it is restricted from being exchanged or used to settle a liability for at least 12 months after the reporting date.

All other assets are classified as non-current.

A liability is classified as current when it satisfies any of the following criteria:

- it is expected to be settled in the Company's normal operating cycle;
- it is held primarily for the purpose of being traded;
- it is due to be settled within 12 months after the reporting date; or
- the Company does not have an unconditional right to defer settlement of the liability for at least 12 months after the reporting date.

All other liabilities are classified as non-current.

Operating Cycle

The operating cycle of an entity is the time between the acquisition of assets for processing and their realization in cash or cash equivalents. When the entity's normal operating cycle is not clearly identifiable, it is assumed to be twelve months.

The company is in the process of setting up Integrated Steel Plant and is yet to commence its operations, the entity's normal operating cycle is not clearly identifiable, hence it is assumed to be twelve months.

c. Revenue Recognition

Sale of products

The Company is in the process of setting up Integrated Steel Plant and it is currently not generating revenue from operations, the accounting policy for revenue recognition will be implemented in accordance with Ind AS 115, Revenue from Contract with Customers, once the company begins its operations and enters into contract with customers.

Interest Income recognition

Interest income is accrued on a time basis, by reference to the principal outstanding and at the effective interest rate applicable, which is the rate that exactly discounts estimated future cash receipts through the expected life of the financial asset to that asset's net carrying amount on initial recognition.

d. Functional Currency

The functional currency of the Company is determined on the basis of the primary economic environment in which it operates. The functional currency of the Company is Indian National Rupee (INR).

e. Employee Benefits

A liability is recognized for benefit accruing to employees in respect of wages and salaries in the year in which, the related services are rendered at the undiscounted amount of the benefit expected to be paid in exchange of that service. The amount is recognized as expense unless it is eligible for capitalization in accordance with the other applicable IND AS.

Defined benefit plan

The Company's defined benefit obligations are subject to a number of assumptions including discount rates, inflation, salary growth, regulatory changes and mortality rate. Significant assumptions are required when setting these criteria and a change in these assumptions would have a significant impact on the amount recorded in the Company's balance sheet and the statement of profit and loss. The Company sets these assumptions based on previous experience and third party actuarial advice. The assumptions are reviewed annually and adjusted following actuarial and experience changes. Liabilities with regard to the Gratuity Plan are determined by actuarial valuation on the reporting date using projected unit credit method. The gratuity scheme is unfunded.

Remeasurement, comprising actuarial gains and losses is reflected immediately in the balance sheet with a charge or credit recognised in other comprehensive income in the period in which they occur. Remeasurement recognised in the other comprehensive income is reflected immediately in retained earnings and is not reclassified to Statement

of profit or loss. Past service cost is recognised in Statement of profit or loss in the period of a plan amendment. Net interest is calculated by applying the discount rate at the beginning of the period to the defined benefit liability.
Defined benefit costs are categorised as follows:

- service cost (including current service cost, past service cost, as well as gains and losses on curtailments and settlements);
- net interest expense or income; and
- remeasurement

Defined contribution plan

The Company makes contributions to the Provident Fund scheme, a defined contribution benefit scheme. These contributions are deposited with Government administered fund and recognised as an expense in the period in which the related service is performed. There is no further obligation on the Company on this defined contribution plan.

Compensated Absences

Accumulated leave, which is expected to be utilized within the next 12 months, is treated as short-term employee benefit. The Company measures the expected cost of such absences as the additional amount that it expects to pay as a result of the unused entitlement that has accumulated at the reporting date.

The Company treats accumulated leave expected to be carried forward beyond twelve months, as long-term employee benefit for measurement purposes. Such long-term compensated absences are provided for based on the actuarial valuation using the projected unit credit method at the year-end. Actuarial gains/losses are immediately taken to the statement of profit and loss and are not deferred.

Employee entitlements to annual leave are recognised as a liability when they accrue to the employees. The estimated liability for leave is recognised for services rendered by employees up to the end of the reporting period.

f. Income Tax Expenses

Tax expenses represents the sum of current and deferred tax.
The company is in initial set up phase and has not begun commercial operations. Hence, deferred tax is not material.

Current tax

Current tax is the amount of expected tax payable based on the taxable profit for the year as determined in accordance with the applicable tax rates and the provisions of the Income Tax Act, 1961.

Deferred tax

Deferred tax is recognised on temporary differences between the carrying amounts of assets and liabilities in the financial statements and the corresponding tax bases used in the computation of taxable profit. Deferred tax liabilities are recognised for all taxable temporary differences. Deferred tax assets are recognised for all deductible temporary differences to the extent that it is probable that taxable profits will be available against which those deductible temporary differences can be utilised. Such deferred tax assets and liabilities are not recognised if the temporary difference arises from the initial recognition (other than in a business combination) of assets and liabilities in a transaction that affects neither the taxable profit nor the accounting profit.
Further, deferred tax is not recognised on the items that does not give rise to equal taxable and deductible

temporary differences. In addition, deferred tax liabilities are not recognised if the temporary difference arises from the initial recognition of goodwill.

g. Property Plant & Equipment

Property, plant and equipment are stated at cost of acquisition or construction less accumulated depreciation and accumulated impairment losses, if any.

The cost of property, plant and equipment comprises of the following:

i. Purchase price net of any trade discounts and rebates, any import duties and other taxes (other than those subsequently recoverable from the tax authorities),
ii. Any directly attributable expenditure on making the asset ready for its intended use, and
iii. Any expected costs of decommissioning arising due to acquisition /construction of the asset.

An item of property, plant and equipment is derecognized upon disposal or when no future economic benefits are expected to arise from the continued use of the asset. Any gain or loss arising on the disposal or retirement of an item of property, plant and equipment is determined as the difference between the sales proceeds and the carrying amount of the asset and is recognized in Statement of Profit and Loss.

Capital work in progress is stated at cost, net of accumulated impairment loss, if any. Assets in the course of construction are capitalised in the assets under Capital work in progress. At the point when an asset is operating at management's intended use, the cost of construction is transferred to the appropriate category of property, plant and equipment and depreciation commences. Costs associated with the commissioning of an asset and any obligatory decommissioning costs are capitalised where the asset is available for use but incapable of operating at normal levels, revenue (net of cost) generated from production during the trial period is capitalised.

Depreciable amount for assets is the cost of an asset, or other amount substituted for cost, less its estimated residual value. Depreciation is recognised so as to write off the cost of assets (other than freehold land and properties under construction) less their residual values over their useful lives, using straight-line method as per the useful life prescribed in Schedule II to the Companies Act, 2013 except in respect of following categories of assets, in whose case the life of the assets has been assessed as under based on technical advice, taking into account the nature of the asset, the estimated usage of the asset, the operating conditions of the asset, past history of replacement, anticipated technological changes, manufacturers warranties and maintenance support etc.

The Company has used the following life for the purpose:
Building – 2 to 5 years
Plant and Machinery – 3 to 10 years
Vehicle – 8 years
Furniture and Fixtures – 2 to 10 years
Office equipment – 5 years

The Company reviews the estimated residual values and expected useful lives of assets at least annually. In particular, the Company considers the impact of health, safety and environmental legislation in its assessment of expected useful lives and estimated residual values. Furthermore, the Company considers climate-related matters, including physical and transition risks. Specifically, the Company determines whether climate-related legislation and regulations might impact either the useful life or residual values

h. Leases

The Company assesses at contract inception whether a contract is, or contains, a lease. That is, if the contract conveys the right to control the use of an identified asset for a period of time in exchange for consideration.

i) Right-of-use assets

The Company recognises right-of-use assets at the commencement date of the lease (i.e., the date the underlying asset is available for use). Right-of-use assets are measured at cost, less any accumulated depreciation and accumulated impairment losses, and adjusted for any remeasurement of lease liabilities. 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. Unless the Company is reasonably certain to obtain ownership of the leased asset at the end of the lease term, 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 is as follows.

Class of assets	Years
Leasehold land	79 to 90 Years

If ownership of the leased asset transfers to the Company at the end of the lease term or the cost reflects the exercise of a purchase option, depreciation is calculated using the estimated useful life of the asset. Right-of-use assets are subject to impairment test.

ii) Lease liabilities

At the commencement date of the lease, the Company recognises lease liabilities measured at the present value of lease payments to be made over the lease term. The lease payments include fixed payments (including in-substance fixed payments) less any lease incentives receivable, variable lease payments that depend on an index or a rate, and amounts expected to be paid under residual value guarantees.

The variable lease payments that do not depend on an index or a rate are recognised as expense in the period on which the event or condition that triggers the payment occurs.

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. After the commencement date, the amount of lease liabilities is increased to reflect the accretion of interest and reduced for the lease payments made. In addition, the carrying amount of lease liabilities is remeasured if there is a modification, a change in the lease term, a change in the lease payments (e.g., changes to future payments resulting from a change in an index or rate used to determine such lease payments) or a change in the assessment of an option to purchase the underlying asset.

iii) 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 of office equipment that are considered to be low value. Lease payments on short-term leases and leases of low-value assets are recognized as expense on a straight-line basis over the lease term.

i. Depreciation

Depreciation commences when the assets are ready for their intended use. Depreciable amount for assets is the cost of an asset, or other amount substituted for cost, less its estimated residual value. Depreciation is recognized so as to write off the cost of assets (other than freehold land and properties under construction) less their residual values over their useful lives, using straight-line method as per the useful life prescribed in Schedule II to the Companies Act, 2013.

Assets held under finance lease are depreciated over their expected useful lives on the same basis as owned assets. However, when there is no reasonable certainty that ownership will be obtained by the end of the lease term, assets are depreciated over the shorter of the lease term and their useful lives.

The company reviews the residual value, useful lives and depreciation method annually and if expectations differ from previous estimates the change is accounted for as a change in accounting estimates on prospective basis.

j. Intangible Assets

Intangible assets acquired separately are measured on initial recognition at cost. The cost of Intangible assets acquired in a business combination in their fair value at the date of acquisition. Following initial recognition, intangible assets are carried at cost less any accumulated amortization and accumulated impairment losses.

Intangible Assets having finite useful lives that are acquired separately are carried at cost less accumulated amortization and accumulated impairment losses if any. Intangible assets having finite lives are depreciated over their useful lives. Amortization is recognized on a straight-line basis over their estimated useful lives. The management has estimated the useful life of Intangible Asset to be five years. The estimated useful lives and amortization method are reviewed at the end of each reporting year, with the effect of any changes in estimates being accounted for on a prospective basis.

Intangible assets with indefinite useful lives and intangible assets not yet available for use are tested for impairment at least annually, and whenever there is an indication that the asset may be impaired.

The management has estimated the useful life of Intangible Asset to be from two to five years.

k. Impairment of Non-Financial Assets

At the end of each reporting year, the Company reviews the carrying amounts of its tangible and intangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any). Where it is not possible to estimate the recoverable amount of an individual asset, the Company estimates the recoverable amount of the cash-generating unit to which the asset belongs. Where a reasonable and consistent basis of allocation can be identified, corporate assets are also allocated to individual

cash-generating units, or otherwise they are allocated to the smallest group of cash-generating units for which a reasonable and consistent allocation basis can be identified.

Recoverable amount is the higher of fair value less costs to sell and value in use. In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset for which the estimates of future cash flows have not been adjusted.

If the recoverable amount of an asset (or cash generating unit) is estimated to be less than its carrying amount, the carrying amount of the asset (or cash generating unit) is reduced to its recoverable amount. An impairment loss is recognized immediately in the Statement of Profit and Loss.

l. Financial Instrument

Financial assets and financial liabilities are recognized when an entity becomes a party to the contractual provisions to the instruments.

Financial assets and financial liabilities are initially measured at fair value. Transaction costs that are directly attributable to the acquisition or issue of financial assets and financial liabilities (other than financial assets and financial liabilities at fair value through Statement of Profit and Loss (FVTPL)) are added to or deducted from the fair value of the financial assets or financial liabilities, as appropriate, on initial recognition. Transaction costs directly attributable to the acquisition of financial assets or financial liabilities at fair value through profit and loss are recognized immediately in Statement of Profit and Loss.

Financial Assets – Recognition and subsequent measurement

The Company initially recognizes loans and advances, deposits, on the date on which they originate. All other financial instruments (including regular way purchases and sales of financial assets) are recognized on the trade date, which is the date on which the Company becomes a party to the contractual provisions of the instrument. A financial asset or liability is initially measured at fair value plus, for an item not at FVTPL, transaction costs that are directly attributable to its acquisition or issue.

For the purpose of subsequent measurement, financial assets are classified in below categories:

Debt instruments at amortized cost

A 'Debt Instrument' is measured at the amortized cost if both the following conditions are met:

i. The asset is held within a business model whose objective is achieved by both collecting contractual cash flows and selling financial assets; and
ii. 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.

After initial measurement, such financial assets are subsequently measured at amortized cost using the effective interest rate (EIR) method. Amortized cost is calculated by taking into account any discount or premium on acquisition and fees or costs that are an integral part of the EIR. The EIR amortization is included in the finance income in the profit or loss. The losses arising from impairment are recognized in the profit or loss. This category generally applies to trade and other receivables. The company does not have financial assets classified as FVTOCI or FVTPL

Financial Assets – De-recognition

The Company derecognizes a financial asset when the contractual rights to the cash flows from the asset expire, or when it transfers the financial asset and substantially all the risks and rewards of ownership of the asset to another party.

Financial assets – Impairment

The Company recognizes a loss allowance for Expected Credit Losses (ECL) on financial assets that are measured at amortized cost in accordance with IND AS 109 the company applies 12 months or life ECL as appropriate measure. The credit loss is difference between all contractual cash flows that are due to an entity in accordance with the contract and all the cash flows that the entity expects to receive (i.e. all cash shortfalls), discounted at the original effective interest rate. This is assessed on an individual or collective basis after considering all reasonable and supportable including that which is forward-looking**.**

Financial Liabilities – Recognition and subsequent measurement

Financial liabilities are classified at initial recognition as either financial liabilities 'at Fair Value through Profit or Loss'('FVTPL') or 'other financial liabilities'.

The Company's Financial Liabilities includes trade and other payables classified as other financial liabilities.

The subsequent measurement of financial liabilities depends on their classification, as described below;

Financial liabilities at amortized cost (Loans and Borrowings)

Amortized cost is calculated by taking into account any discount or premium on acquisition and fees or costs that are an integral part of the EIR. The EIR amortization is included as finance costs in profit or loss.

Financial Liabilities – De-recognition

The Company de-recognizes financial liabilities when, and only when, the Company's obligations are discharged, cancelled or they expire. The difference between the carrying amount of the financial liability de-recognized and the consideration paid and payable is recognized in Statement of Profit and Loss.

Effective interest method

The effective interest method is a method of calculating the amortised cost of a debt instrument and of allocating interest income over the relevant year. The effective interest rate is the rate that exactly discounts estimated future cash receipts (including all fees and points paid or received that form an integral part of the effective interest rate, transaction costs and other premiums or discounts) through the expected life of the debt instrument, or, where appropriate, a shorter year, to the net carrying amount on initial recognition.

Income is recognised on an effective interest basis for debt instruments other than those financial assets classified as at FVTPL. Interest income is recognised in statement of profit and loss and is included in the 'Other income' line item.

m. Borrowing Cost

Borrowing costs directly attributable to the acquisition, construction or production of qualifying assets, which are assets that necessarily take a substantial period of time to get ready for their intended use or sale, are added to the cost of those assets, until such time as the assets are substantially ready for their intended use or sale.

All other borrowing costs are recognised in the Statement of Profit and Loss in the year in which they are incurred.

n. Cash & Cash Equivalent

Cash and cash equivalent in the Balance Sheet comprise cash at banks and on hand and short-term deposits with an original maturity of three months or less, which are subject to insignificant risk of changes in value.

For the purpose of Statement of cash flows, cash and cash equivalent consists of cash and short-term deposits, as defined above.

o. Earnings per Share

The Company presents basic and diluted earnings per share ("EPS") data for its equity shares. Basic earnings per share is computed by dividing the profit / (loss) after tax by the weighted average number of equity shares outstanding during the period. Diluted EPS is calculated by adjusting the profit or loss attributable to equity shareholders and the weighted average number of equity shares outstanding for the effects of all dilutive potential equity shares.

p. Provisions

Provisions are recognized when the Company has a present obligation (legal or constructive) as a result of a past event, it is probable that the Company will be required to settle the obligation, and a reliable estimate can be made of the amount of the obligation.

The amount recognized as a provision is the best estimate of the consideration required to settle the present obligation at the end of the reporting period, taking in to account the risks and uncertainties surrounding the obligation.

i) Use of Estimates and Judgments

The preparation of the Financial Statements is in conformity with Ind AS which requires management to make judgments, estimates and assumptions that effect the application of accounting policies and the reported amount of assets, liabilities, income, expenses and disclosure of contingent assets and liabilities at the date of these financials statements and the reported amount of revenues and expenses for the years presented. Actual results may differ from these estimates under different assumptions and conditions.

Estimates and underlying assumptions are reviewed on ongoing basis. Revision to accounting estimates are recognized in the year in which the estimate is revised if the revision affects only that year, or in the year of the revision and future year, if the revision affects current and future year.

ii) Contingencies

In the normal course of business, contingent liabilities may arise from litigation and other claims against the Company. Potential liabilities that are possible but not probable of crystalising or are very difficult to quantify reliably are treated as contingent liabilities. Such liabilities are disclosed in the notes but are not recognised. The cases which have been determined as remote by the Company are not disclosed.

Contingent assets are neither recognised nor disclosed in the financial statements unless when an inflow of economic benefits is probable.

iii) Climate – Related Matters

The Company considers climate-related matters in estimates and assumptions, where appropriate. This assessment includes a wide range of possible impacts on the Company due to both physical and transition risks. Even though the Company believes its business model and products will still be viable after the transition to a low-carbon economy, climate-related matters increase the uncertainty in estimates and assumptions underpinning several items in the financial statements. Even though climate-related risks might not currently have a significant impact on measurement, the Company is closely monitoring relevant changes and developments, such as new climate-related legislation.

JSW Utkal Steel Limited

Notes to Financial Statements for the year ended March 31, 2026

3. Property Plant & Equipment

(Rupees in '000)

Particulars	Furniture & Fixtures	Freehold land	Vehicle	Office equipment's	Building	Plant & Machinery	Total
As at 31 March 2024	17,469	69,396	11,626	25,092	49,655	151	1,73,389
Additions	1,636	-	4,248	6,249	34,357	22,975	69,465
Disposal on account of Slurry Pipeline Business	(1,968)	(61,372)	-	(1,330)	-	-	(64,670)
As at 31 March 2025	**17,137**	**8,024**	**15,874**	**30,011**	**84,012**	**23,126**	**1,78,184**
Additions	3,965	-	3,363	19,412	36,768	-	63,508
As at 31 March 2026	**21,102**	**8,024**	**19,237**	**49,423**	**1,20,780**	**23,126**	**2,41,692**
Accumulated Depreciation							
As at 31 March 2024	3,758	-	982	6,506	1,990	2	13,238
Depreciation for the year	1,860	-	1,684	5,966	27,109	262	36,881
Disposal on account of Slurry Pipeline Business	(1,184)	-	-	(858)	-	-	(2,042)
As at 31 March 2025	**4,434**	**-**	**2,667**	**11,614**	**29,099**	**263**	**48,077**
Depreciation for the year	1,885	-	2,159	7,863	40,849	1,839	54,595
As at 31 March 2026	**6,319**	**-**	**4,826**	**19,477**	**69,948**	**2,102**	**1,02,672**
Net Block as on 31 March 2026	**14,783**	**8,024**	**14,411**	**29,946**	**50,832**	**21,024**	**1,39,020**
Net Block as on 31 March 2025	**12,703**	**8,024**	**13,208**	**18,397**	**54,913**	**22,863**	**1,30,108**

4. Capital Work in Progress

(Rupees in '000)

Particulars	As at March 31, 2026	As at March 31, 2025
Opening CWIP	19,73,852	1,30,77,742
Add: Addition to CWIP during the year	1,14,68,739	24,45,931
Less: Considered as lease during the year	(71,497)	(43,961)
Less: Capitalised during the year (Refer Note 3)	(63,508)	(69,465)
Less: Disposal on account of transfer of Slurry Pipeline Business	-	(1,34,36,395)
Closing CWIP	**1,33,07,586**	**19,73,852**

CWIP Ageing Schedule as on March 31, 2026

(Rupees in '000)

Particulars	Amount in CWIP for a Period of				
	Less than 1 year	1-2 years	2-3 years	More than 3 years	Total
Projects in progress	1,16,18,789	9,34,262	2,16,389	5,38,146	1,33,07,586
TOTAL	**1,16,18,789**	**9,34,262**	**2,16,389**	**5,38,146**	**1,33,07,586**

CWIP Ageing Schedule as on March 31, 2025

(Rupees in '000)

Particulars	Amount in CWIP for a Period of				
	Less than 1 year	1-2 years	2-3 years	More than 3 years	Total
Projects in progress	12,20,521	2,22,431	1,35,908	3,94,992	19,73,852
TOTAL	**12,20,521**	**2,22,431**	**1,35,908**	**3,94,992**	**19,73,852**

JSW Utkal Steel Limited

Notes to Financial Statements for the year ended March 31, 2026

5.Right of Use (Leasehold Land)

(Rupees in '000)

Particulars	Leasehold Land*
As at 31 March 2024	**37,01,240**
Additions during the year	43,961
Disposals during the year	(191)
As at 31 March 2025	**37,45,010**
Additions during the year	71,497
Disposals during the year	-
As at 31 March 2026	**38,16,507**
Accumulated Depreciation	
As at 31 March 2024	**53,278**
Charge for the year	41,796
Disposals during the year	(2)
As at 31 March 2025	**95,072**
Charge for the year	42,332
As at 31 March 2026	**1,37,404**
At 31 March 2026	**36,79,103**
At 31 March 2025	**36,49,938**

* The Company has leasehold land having useful life for 79 to 90 years. ROU asset is amortized over the remaining lease period. Lease Liability for the entire period provided for Rs. 2,96,686 thousand (Refer Note 13).
Net present Value on lease rent for the entire lease period added to the asset value.

6. Intangible Assets

(Rupees in '000)

Particulars	Intangible Assets (Software)
Cost / Deemed Cost	
As at March 31 2024	**2,470**
Additions during the year	-
Disposal during the year	(308)
As at March 31 2025	**2,162**
Additions during the year	-
As at March 31 2026	2,162
Accumulated Amortization	
As at March 31 2024	**272**
Depreciation for the year	922
Disposal during the year	(130)
As at March 31 2025	**1,064**
Depreciation for the year	788
As at March 31 2026	**1,852**
Net Book Value as on March 31 2026	**310**
Net Book Value as on March 31 2025	**1,098**

JSW Utkal Steel Limited

Notes to Financial Statements for the year ended March 31, 2026

7. Other financial Assets

(Rupees in '000)

Particulars	As at March 31, 2026		As at March 31, 2025	
	Non-Current	Current	Non-Current	Current
Security Deposit	83,479		33,987	-
Interest Receivable - from related party (Refer Note 29)	-	1,10,900	-	11,750
- From Others	-	1,105	-	-
Other Receivable from Related Party* (Refer Note 29)	-	36,71,151	-	37,33,185
Total	**83,479**	**37,83,156**	**33,987**	**37,44,935**

* Other receivable of Rs. 36,71,137 thousand (previous year Rs. 37,33,185 thousand) relates to balance amount of sale consideration from JSW Infrastructure Limited and pertains to Conditions Subsequent (CS) as defined in the Business Transfer Agreement dated 25 March, 2025 between the Company and Infrastructure Ltd, which are yet to be fulfilled. Further, these CS relate solely to procedural and administrative activities and do not constitute a significant portion of the overall work and Rs. 14 thousand pertains to reimbursement receivable from JSW Infrastructure Ltd towards employee advance.

8. Loans (Unsecured)

(Rupees in '000)

Particulars	As at March 31, 2026		As at March 31, 2025	
	Non-Current	Current	Non-Current	Current
Loans to related parties (Refer below note)	-	2,34,50,000	-	1,08,30,000
Total	-	2,34,50,000	-	1,08,30,000

Details of loans to related parties: (Refer Note 29)*

(Rupees in '000)

Particulars	As at March 31, 2026		As at March 31, 2025	
	Maximum amount outstanding during the year	Amount outstanding	Maximum amount outstanding during the year	Amount outstanding
JSW Vijayanagar Metalics Limited	-	-	78,50,000	78,50,000
Piombino Steel Limited	2,34,50,000	2,34,50,000	29,80,000	29,80,000

*The Company has given loan to fellow subsidiaries (Group companies) for business purpose. The Loan is unsecured and carries interest at SBI Monthly MCLR + 60 bps per annum and repayable at the end of year from the date of first disbursement. Interest shall accrue on the outstanding amount and shall be payable at the end of one year. The Company has not recorded any impairment on loans due from such parties.

JSW Utkal Steel Limited

Notes to Financial Statements for the year ended March 31, 2026

9. Other Assets

(Rupees in '000)

Particulars	As at March 31, 2026		As at March 31, 2025	
	Non-Current	Current	Non-Current	Current
Capital Advance	94,93,244	-	9,98,396	-
Other Advance	-	29,875		15
Indirect Tax Balances/recoverable	14,68,706	-	2,67,678	-
Prepayments and others	-	231	-	207
Total	**1,09,61,950**	**30,106**	**12,66,074**	**222**

10. Cash & Cash Equivalents

(Rupees in '000)

Particulars	As at March 31, 2026	As at March 31, 2025
Balances with banks		
- On current accounts	11,528	69,631
- Deposits with original maturity of less than three months	66,998	-
Total	**78,526**	**69,631**

JSW Utkal Steel Limited

Notes to Financial Statements for the year ended March 31, 2026

11. Equity Share Capital

(Rupees in '000)

Particulars	As at March 31, 2026		As at March 31, 2025	
	Number of Shares	Amount	Number of Shares	Amount
a. Authorized :				
Equity shares of the par value of Rs.10 Each	3,00,00,00,000	3,00,00,000	3,00,00,00,000	3,00,00,000
b. Issued, Subscribed & Paid up :				
Equity shares of Rs.10 each fully paid Up	1,87,20,26,900	1,87,20,269	1,87,20,26,900	1,87,20,269

c. Reconciliation of number of shares outstanding at the beginning and at the end of the year

(Rupees in '000)

Particulars	As at March 31, 2026		As at March 31, 2025	
	Number of Shares	Amount	Number of Shares	Amount
Opening Balance	1,87,20,26,900	1,87,20,269	1,47,18,46,900	1,47,18,469
Addition during the year	-	-	40,01,80,000	40,01,800
Closing Equity shares of Rs.10 each fully paid Up	1,87,20,26,900	1,87,20,269	1,87,20,26,900	1,87,20,269

d. Rights and Restriction attached to Equity Shares

The Company has a single class of equity shares. Each shareholder is eligible for one vote per share held. In the event of liquidation, the equity shareholders are eligible to receive the remaining assets of the Company after distribution of all preferential amounts, in proportion to their shareholding. Any dividend proposed by the board of the Company on equity shares is subject to approval by the shareholders at the General Meeting.

e. Shareholding more than 5% shares in the Company / Shares held by holding Company

Particulars	As at March 31, 2026		As at March 31, 2025	
	Number of Shares	%	Number of Shares	%
JSW Steel Limited, the holding Company	1,87,20,26,900	100	1,87,20,26,900	100

f. Changes in Promoter's Shareholding Pattern

Particulars	As at March 31, 2026		As at March 31, 2025	
	Number of Shares	%	Number of Shares	%
JSW Steel Limited, the holding Company	1,87,20,26,900	100	1,87,20,26,900	100

12. Other Equity (Retained Earnings)

(Rupees in '000)

Particulars	As at March 31, 2026	As at March 31, 2025
Opening Balance	8,47,947	(4,73,350)
Profit During the year	3,62,410	18,71,297
Dividend declared and paid	-	(5,50,000)
Closing Retained Earnings	**12,10,357**	**8,47,947**
Total	**12,10,357**	**8,47,947**

Retained earnings are the profits that the Company has earned till date, less any transfers to general reserve, dividends or other distributions paid to shareholders. Retained earnings includes re-measurement loss / (gain) on defined benefit plans, net of taxes that will not be reclassified to Statement of Profit and Loss. Retained earnings is a free reserve available to the Company.

Distribution made

(Rupees in '000)

Particulars	As at March 31, 2026	As at March 31, 2025
Dividends on equity shares declared and paid: - Interim dividend	-	5,50,000
Total	**-**	**5,50,000**

13. Lease Liabilities

(Rupees in '000)

Particulars	Leasehold Land
At 31 March 2024	**2,96,772**
Additions during the year	-
Transfer	(36)
Unwinding Interest	25,592
Less: Lease Payments	(25,616)
At 31 March 2025	**2,96,712**
Additions during the year	-
Transfer	-
Unwinding Interest	25,587
Less: Lease Payments	(25,613)
At 31 March 2026	**2,96,686**

Break up of Lease Liabilities

(Rupees in '000)

Particulars	As at March 31, 2026		As at March 31, 2025	
	Non-current	Current	Non-current	Current
Lease Rent on ROU Assets	2,71,073	25,613	2,71,099	25,613
Total	**2,71,073**	**25,613**	**2,71,099**	**25,613**

Ageing of Lease Liabilities:

(Rupees in '000)

Particulars	As at March 31, 2026	As at March 31, 2025
Less than 1 year	25,613	25,613
1 to 5 years	1,02,453	1,02,453
More than 5 years	1,68,620	1,68,646

The Company does not face a significant liquidity risk with regard to its lease liabilities as the current assets are sufficient to meet the obligations related to lease liabilities as and when they fall due.

JSW Utkal Steel Limited
Notes to Financial Statements for the year ended March 31, 2026

14. Other Financial Liabilities

(Rupees in '000)

Particulars	As at March 31, 2026		As at March 31, 2025	
	Non-current	Current	Non-current	Current
Retention money for capital projects	3,56,106	-	15,754	-
Payable for capital projects	-	20,73,508	-	6,89,956
Employee Payable and Others	-	37,928	-	19,295
Interest accrued but not due on borrowing (Refer Note 19)	8,218	1,59,328	-	14,762
Total	**3,64,324**	**22,70,764**	**15,754**	**7,24,013**

Particulars	As at March 31, 2026		As at March 31, 2025	
	Non-current	Current	Non-current	Current
Payable to Related Party (Ref Note. 29)				
- Payable for Capital Projects	-	1,17,088	-	64,389
-Interest accrued but not due on borrowing*	8,218	1,59,328	-	14,762
Payable to Other Parties	3,56,106	19,94,348	15,754	6,44,862
Total	**3,64,324**	**22,70,764**	**15,754**	**7,24,013**

*Interest accrued pertain to loan taken from related party JSW Steel Limited @ 8.35 % per annum and 9.4% per annum respectively for current and non-current borrowings.
Transactions with related party are made in ordinary course of business.

15. Trade Payables

(Rupees in '000)

Particulars	As at March 31, 2026	As at March 31, 2025
- Total outstanding dues of micro enterprises and small enterprises	3,572	12,100
- Total outstanding dues of creditors other than micro and small enterprises	5,098	11,382
Total	**8,670**	**23,482**

Trade Payable ageing as on March 31, 2026						(Rupees in '000)	
	Outstanding for following periods from due date of payment						
Particulars	**Unbilled Dues**	**Not yet Due**	**Less than 1 year**	**1-2 Years**	**2-3 Years**	**More than 3 Year**	**Total**
MSME	3,237	77	258	-	-	-	3,572
Others	4,265	-	396	101	336	-	5,098
Disputed dues-MSME	-	-	-	-	-	-	-
Disputed dues-Others	-	-	-	-	-	-	-

Trade Payable ageing as on March 31, 2025						(Rupees in '000)	
	Outstanding for following periods from due date of payment						
Particulars	**Unbilled Dues**	**Not yet Due**	**Less than 1 year**	**1-2 Years**	**2-3 Years**	**More than 3 Year**	**Total**
MSME	11,427	673	-	-	-	-	12,100
Others	9,227	20	463	1,672	-	-	11,382
Disputed dues-MSME	-	-	-	-	-	-	-
Disputed dues-Others	-	-	-	-	-	-	-

Trade Payables are normally settled within 45 days. Trade payables from related parties' details has been disclosed in note 29

Disclosure under Micro and Small enterprises as defined under the MSMED Act, 2006

(Rupees in '000)

Particulars	As at March 31, 2026	As at March 31, 2025
The principal amount and the interest due thereon remaining unpaid to any supplier as at the end of each accounting year		
- Principal amount outstanding to micro and small enterprises	3,572	12,100
- Principal amount overdue more than 45 days	-	-
- Interest due on above	-	-
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 as at end of year	-	-
Amount of further interest remaining due and payable in succeeding year	-	-
Total	**3,572**	**12,100**

16. Other current liabilities

(Rupees in '000)

Particulars	As at March 31, 2026	As at March 31, 2025
Statutory liabilities	84,833	83,564
Total	**84,833**	**83,564**

17. Current Tax liabilities (net)

(Rupees in '000)

Particulars	As at March 31, 2026	As at March 31, 2025
Advance Tax & TDS	1,48,418	3,57,984
Less Provision for Tax	(1,89,938)	(3,45,707)
Total	**(41,520)**	**12,277**

18. Provisions

(Rupees in '000)

Particulars	As at March 31, 2026		As at March 31, 2025	
	Non-current	Current	Non-current	Current
Provision for Leave Encashment	10,327	1,511	5,777	3,357
Provision for Gratuity (Refer Note 21)	58,567	12,817	15,604	1,034
Total	**68,894**	**14,328**	**21,380**	**4,391**

JSW Utkal Steel Limited

Notes to Financial Statements for the year ended March 31, 2026

19. Borrowings (Unsecured)

(Rupees in '000)

Particulars	As at March 31, 2026		As at March 31, 2025	
	Non-current*	Current^	Non-current	Current#
Term loans (unsecured) - Related party (Refer Note 29)	89,82,591	2,34,50,000	-	9,74,600
Total	**89,82,591**	**2,34,50,000**	**-**	**9,74,600**

* The loan was availed from JSW Steel Limited which carries interest rate at 9.40% and due for repayment on 31st December 2027. Interest shall accrue on the outstanding amount and shall be payable on 31st December 2027.
^ The loan was availed from JSW Steel Limited which carries interest rate at 1 Month SBI MCLR + 50 BPS and due for repayment on one year from the date of disbursement. Interest shall accrue on the outstanding amount and shall be payable at the end of one year.
# The loan was availed from Amba River Coke Limited (ARCL) which carries interest rate at 8% and due for repayment at the end. of six months from date of first disbursement. Interest shall accrue on the outstanding amount and shall be payable at the end of six months.

20. Other Income

(Rupees in '000)

Particulars	For the year ended March 31, 2026	For the year ended March 31, 2025
Interest Income earned on Financial Asset		
- Related party	9,03,150	13,056
- Bank Deposits	1,602	-
Others	3,566	-
Total	**9,08,318**	**13,056**

*Interest income on loan given to JSW Vijaynagar Metallics Limited (JVML) and Piombino Steel Ltd. (Refer Note 29)

21. Employee benefit expense

(Rupees in '000)

Particulars	For the year ended March 31, 2026	For the year ended March 31, 2025
Salaries & wages*	19,704	26,727
Contribution to Provident and other funds^	815	1,699
Gratuity Provision	1,499	4,621
Expenses on employee's stock ownership plan^^	2,020	2,444
Staff welfare expenses	408	420
Total	**24,446**	**35,911**

*Employee Benefit Expenses amounting to Rs. 1,57,624 thousand have been capitalized under CWIP during the year (31st March 2025 - Rs. 1,07,421 thousand)
^Provident fund and other funds amounting to Rs. 6,335 thousand have been capitalized under CWIP during the year (31st March 2025 - Rs. 4,270 thousand)
^^ESOP Expenses amounting to Rs. 8,014 thousand have been capitalized under CWIP during the year (31st March 2025 - Rs. 5,182 thousand)
*Leave Encashment amounting to Rs. 11,501 thousand have been capitalized under CWIP during the year (31st March 2025 - Rs. 1,616 thousand)

The Government has notified the Code on Social Security, 2020 ("Social Security Code"); the Occupational Safety, Health and Working Conditions Code, 2020; the Industrial Relations Code, 2020 and the Code on Wages, 2019 (collectively, the "Labour Codes") on 21 November 2025. The Ministry of Labour & Employment notified Central Rules on 8 May 2026 however State Rules are yet to be notified. The impact of Rs. 24,108 thousand resulting from change in Law has been accounted for by the Company.

Brief description of the Plans:

1) Defined contribution plans :

a) Provident Fund

The eligible employees of the company are entitled to receive post-employment benefits in respect of provident fund, in which both employees and the company make monthly contributions at a specified percentage of the employees' eligible salary (currently 12% of employees' eligible salary). Provident Fund is classified as Defined Contribution Plans as the company has no further obligations beyond making the contribution.

(Rupees in '000)

Benefit (Contribution to)	For the year ended March 31, 2026	For the year ended March 31, 2025
Provident Fund	7,092	6,508
Total	**7,092**	**6,508**

2) Defined Benefit Plans: (Gratuity unfunded)

The gratuity plan is covered by The Payment of Gratuity Act, 1972. Under the gratuity plan, the eligible employees are entitled to post-retirement benefit at the rate of 15 days' salary for each year of service until the retirement age of 58 and 60, without any payment ceiling. The vesting period for gratuity as payable under The Payment of Gratuity Act, 1972 is 5 years.

Pursuant to the provisions of the Labour Codes, 2025, the definition of "salary" for the purpose of gratuity computation includes Basic Pay, Dearness Allowance, and Retaining Allowance. These components are required to constitute at least 50% of the total remuneration. In cases where the aggregate of other allowances exceeds 50% of the total remuneration, such excess shall be treated as part of wages for statutory calculations, including gratuity. Accordingly, the gratuity obligation has been determined based on the revised salary definition to reflect the employee's eligible earnings.

Nature of benefits:

The gratuity benefits payable to the employees are based on the employee's service and last drawn salary at the time of leaving. The employees do not contribute towards this plan and the full cost of providing these benefits are met by the Company.

The most recent actuarial valuation of the plan assets and the present value of the defined benefit obligation were carried out at 31 March 2026 by Independent, Qualified Actuary. The present value of the defined benefit obligation, and the related current service cost and past service cost, were measured using the projected unit credit method.

A. Principal actuarial assumptions used:

Particulars	For the year ended March 31, 2026	For the year ended March 31, 2025
Discount Rate	7.16% p.a.	6.71% p.a.
Salary escalation rate	8.70% p.a.	8.70% p.a.
Attrition rate	8.00 % p.a	8.00 % p.a
Average expected future service	8 years	8 years
Mortality Rate During Employment	Indian Assured Lives Mortality 2012-14 (Urban)	Indian Assured Lives Mortality (2012-14)

The estimate of future salary increases, considered in actuarial valuation, takes account of inflation, seniority, promotion and other relevant factors, such as supply and demand in the employment market.

JSW Utkal Steel Limited

Notes to Financial Statements for the year ended March 31, 2026

B. Net Asset/(Liability) recognised in the Balance Sheet

(Rupees in '000)

Particulars	For the year ended March 31, 2026	For the year ended March 31, 2025
Present Value of Benefit Obligation at the Beginning of the Period	16,638	12,017
Interest Cost*	2,180	866
Current Service Cost*	3,274	1,937
Past Service Cost*	24,108	1,818
Liability Transferred In	25,033	7,176
(Liability Transferred Out)	(3,387)	(4,386)
(Benefit Paid Directly by the Employer)	(1,747)	(2,953)
Actuarial (Gains)/Losses on Obligations - Due to Change in Financial Assumptions	(1,262)	537
Actuarial (Gains)/Losses on Obligations - Due to Experience	6,547	(374)
Net liability recognised in the Balance Sheet	**71,384**	**16,638**

*Out of the total expense during the year of Rs. 29,562 thousand, Rs. 1,499 thousand has been recognized in statement of profit & loss and Rs. 28,063 thousand has been capitalized.

C. Sensitivity Analysis

Particulars	For the year ended March 31 2026	For the year ended March 31 2025
Delta Effect of +1.00% Change in Rate of Discounting	(2,598)	(1,046)
Delta Effect of -1.00% Change in Rate of Discounting	2,852	1,166
Delta Effect of +1.00% Change in Rate of Salary Increase	2,783	1,133
Delta Effect of -1.00% Change in Rate of Salary Increase	(2,586)	(1,037)
Delta Effect of +1.00% Change in Rate of Attrition	(298)	(181)
Delta Effect of -1.00% Change in Rate of Attrition	318	193

3) Other Employee Benefit

(Rupees in '000)

Particulars	As at Mar 31,2026	As at Mar 31,2025
Leave Encashment	11,838	9,133

22. Finance Cost

(Rupees in '000)

Particulars	For the year ended March 31, 2026	For the year ended March 31, 2025
Interest on Finance Lease Obligations (Refer Note 13)	25,587	25,592
Bank Charges	-	12
Interest on Borrowing*	1,77,031	20,982
Interest Others	168	136
Total	**2,02,786**	**46,722**

*Interest expense on loan availed from JSW Steel Limited and Amba River Coke Limited (Refer Note 29).

23. Depreciation and amortization

(Rupees in '000)

Particulars	For the year ended March 31, 2026	For the year ended March 31, 2025
Depreciation of property, plant and equipment and ROU (Refer Note 3 and 5)	96,927	78,677
Amortization of intangible assets (Refer Note 6)	788	922
Total	**97,715**	**79,599**

24. Other expenses

(Rupees in '000)

Particulars	For the year ended March 31, 2026	For the year ended March 31, 2025
Rates & Taxes	185	333
Legal & professional charges	6,642	6,373
Power & Fuel	871	260
Rent & Guest House Exp	2	-
Audit Fee (Refer note below)	2,175	1,552
Repair & Maintenance	961	2,851
Office Expense	8,097	6,729
Travelling & Conveyance	3,758	201
Other Miscellaneous expenses	11,498	15,976
Cost of materials and services consumed	983	442
Sponsorship Fees	1,694	2,463
Exchange Differences (Loss/Gain)	-	440
Total	**36,866**	**37,620**

Payment to Auditor

(Rupees in '000)

Particulars	For the year ended March 31, 2026	For the year ended March 31, 2025
Audit Fees	2,175	1,500
Other Out of Pocket Expenses	-	52
Total	**2,175**	**1,552**

25. Earnings per Share

(Rupees in '000)

Particulars	As at March 31, 2026	As at March 31, 2025
Profit attributable to Equity Share Holders	3,62,410	18,71,297
Weighted average number of Equity shares	1,87,20,26,900	1,78,08,66,818
Basic & Diluted EPS	**0.19**	**1.05**

26. Deferred Tax

The Company is in the project stage and any loss incurred during project stage is not allowed to be carried forward. Considering this and in the absence of future taxable profit, Deferred Tax Assets have not been recognized. Hence, other disclosures required by IND AS 12 including reconciliation are not considered material at this stage.

27. Segment Reporting

The Company is in the process of commissioning a steel plant in the state of Odisha. This is single project and treated as one segment by management for performance evaluation / resource allocation. No revenue has been earned at this stage. Hence other requirements of IND AS 108 are not applicable.

28. Financial Risk Management

A. Capital Risk Management:

The Company is incorporated to set up an Integrated Steel Plant in the state of Odisha, since the Company is being in a capital-intensive industry, its objective is to maintain a strong credit rating, healthy capital ratios and establish a capital structure that would maximize the return to stakeholders through optimum mix of debt and equity.

At present, the Company is under the project stage and the principal source of fund to meet the initial set up expenses and various fees are paid by its parent company on its behalf. The Company is not subject to any externally imposed capital requirement.

B. Category of Financial Instruments:

(Rupees in '000)

Particulars	**As at March 31, 2026**	**As at March 31, 2025**
Financial Assets		
Measured at amortised cost		
Cash and cash equivalents	78,526	69,631
Other Financial Assets	2,73,16,635	1,46,08,922
Total Financial Assets at amortised cost	**2,73,95,161**	**1,46,78,553**
Financial Liabilities		
Measured at amortised costs		
Lease Liability	2,96,686	2,96,712
Trade Payables	8,670	23,482
Other Financial Liabilities	3,50,67,679	17,14,367
Total Financial Liabilities at amortised cost	**3,53,73,035**	**20,34,561**

C. Fair Value hierarchy of Financial Instruments:

The carrying amounts of trade receivables, trade payables, lease liabilities, capital creditors, cash and cash equivalents, other financial assets and other financial liabilities are considered to the same as their fair value, due to their short-term nature.

D. Financial Risk Management:

The risk management policies are established to ensure timely identification and evaluation of risks, setting acceptance risk thresholds, identifying and mapping controls against these risks, monitor the risks and their limits, improve risk awareness and transparency. Risk management policies and systems are reviewed regularly to reflect changes in the market conditions and the company's activities to provide reliable information to the management and the Board to evaluate the adequacy of the risk management framework in relation to the risk faced by the company. The company is presently exposed to liquidity risk. The risk mitigation policies aim to mitigate the credit risk based on company's current activities.

E. Liquidity Risk

Liquidity risk refers to the risk of financial distress or extraordinary high financing costs arising due to shortage of liquid funds in a situation where business conditions unexpectedly deteriorate and requiring financing. The Company requires funds both for short term operational needs as well as for long term capital expenditure growth projects.

The Company remains committed to maintain a healthy liquidity, gearing ratio and strengthening the balance sheet. The maturity profile of the Company's financial liability based on the remaining period from the date of balance sheet to the contractual maturity date is given in the table below. The figures reflect contractual undiscounted cash obligation of the company.

Liquidity exposure as at March 31, 2026

(Rupees in '000)

Particulars	**<1 year**	**1-5 years**	**> 5 years**	**Total**
Current				
- Trade Payable	8,670	-	-	8,670
- Other Financial Liabilities	2,57,20,764	93,46,915	-	3,50,67,679
Total	**2,57,29,434**	**93,46,915**	**-**	**3,50,76,349**

Liquidity exposure as at March 31, 2025

(Rupees in '000)

Particulars	<1 year	1-5 years	> 5 years	Total
Current				
- Trade Payable	23,482	-	-	23,482
- Other Financial Liabilities	16,98,613	15,754	-	17,14,367
Total	**17,22,095**	**15,754**	-	**17,37,849**

For Lease liabilities - Refer Note 13

Majority of other Financial Liabilities of the Company are related to retention and loan taken from ARCL and interest accrued on loan. The company manages liquidity risk by maintaining adequate reserve and borrowing facilities by continuously monitoring forecast and actual cashflow.

F. Currency exposure As at 31 March 2026

(Rupees in '000)

	Particulars	EURO	INR	Total
Total	**Financial assets**			
	Non-current investments	-	-	-
	Current investments	-	-	-
	Loans	-	2,34,50,000	2,34,50,000
	Trade receivables	-	-	-
	Cash and cash equivalents	-	78,526	78,526
	Bank balances other than cash and cash equivalents	-	-	-
	Derivative assets	-	-	-
	Other financial assets	-	38,66,635	38,66,635
	Total financial assets	**-**	**2,73,95,161**	**2,73,95,161**
	Financial liabilities			
	Long term borrowings	-	89,82,591	89,82,591
	Lease liabilities	-	2,96,686	2,96,686
	Short term borrowings	-	2,34,50,000	2,34,50,000
	Acceptances	-	-	-
	Trade payables	-	8,670	8,670
	Derivative liabilities	-	-	-
	Other financial liabilities	11,20,000	15,15,088	26,35,088
	Total financial liabilities	**11,20,000**	**3,42,53,035**	**3,53,73,035**

Amounts payable in foreign currency

	As At 31 March 2026		As at 31 March 2025	
	US$ equivalent (Millions)	INR Equivalent (Thousands)	US$ equivalent (Millions)	INR Equivalent (Thousands)
Loans payable	-	-	-	-
Acceptances	-	-	-	-
Trade payables	-	-	-	-
Payable for capital projects	12	11,20,000	-	-
Interest accrued but not due on borrowings	-	-	-	-
Other provisions	-	-	-	-

29. Related party disclosure.

I. List of Related Parties

a. Holding Company - JSW Steel Limited
b. Other Related Party* - JSW Infrastructure Ltd
c. Other Related Party* - Jindal Saw Ltd
d. Other Related Party* - Jindal Steel & Power Ltd
e. Other Related Party* - JSW Cement Ltd.
f. Other Related Party- JSW Green Cement Private Limited
g. Other Related Party- Khaitan & Co LLP
h. Fellow Subsidiary*- Amba River Coke Ltd
i. Fellow Subsidiary*- JSW Vijaynagar Metallics Ltd.
j. Fellow Subsidiary*- Piombino Steel Ltd.
k. Fellow Subsidiary - Bhushan Power & Steel Ltd.
l. Key Management Personnel

- i. Mr. Rakesh Kumar Ojha- Whole Time Director
- ii. Mr. Nitin Kale – Chief Financial Officer (Upto 1st December 2025)
- iii. Mr. Ankur Dokania - Chief Financial Officer (w.e.f 2nd December 2025)
- iv. Mr. Amarnath Tiwari – Company Secretary (Upto 24th September 2025)
- v. Ms. Divya Ligory Mascarenhas - Company Secretery (w.e.f 20th March 2026)
- vi. Mr. Satya Prakash Rai – Director

* Other Related Party - Includes entities controlled by / under significant influence of Promoter Group / Relatives of Promoter Group

JSW Utkal Steel Limited

Notes to Financial Statements for the year ended March 31, 2026

Details of related parties transactions during the year.
Transactions with related parties which are in Ordinary course of Business and on Arm's Length Basis

(Rupees '000)

	Year Ended 31st March 2026	Year Ended 31st March 2025
Holding Company		
Issue of Share Capital	-	40,01,800
Payment of Dividend	-	5,50,000
Purchase of Goods/Reimbursement of Expenses	2,14,641	15,21,648*
Inter Company Loan Taken	3,55,85,300	11,30,200
Interest Expense	6,55,473	4,579
Fellow Subsidiary		
Inter Company Loan Given		
JSW Vijayanagar Metallics Limited	-	78,50,000
Piombino Steel Limited	2,34,50,000	29,80,000
Inter Company Loan Taken		
Amba River Coke Limited	-	9,74,600
Interest Income		
JSW Vijayanagar Metallics Limited	3,99,791	9,464
Piombino Steel Limited	5,03,359	3,592
Interest Expenses		
Amba River Coke Limited	36,050	16,403
Other Related Parties		
Purchase Consideration for transfer of Slurry Business	-	1,66,09,795
JSW Infrastructure Limited		
Purchase of Goods		
JSW Cement Limited	2,67,677	7,441
Conversion of Slabs into pipes		
Jindal Saw Limited^	-	3,34,896
Purchase of Steel		
Bhushan Power and Steel Limited	5,87,854	4,712
Purchase of Steel		
Jindal Steel and Power Limited	5,503	-
Purchase of Cement		
JSW Green Cement Private Limited	55,853	-
Receipt of Services		
Khaitan & Co LLP	78	-

*Purchase amounting to Rs. 14,04,951 thousands pertain to slurry business which is transferred to JSW Infrastructure Limited.
^Pertains to slurry business which is transferred to JSW Infrastructure Limited.

The purchases from related parties are made on terms equivalent to those that prevail in arm's length transactions.
The Company routinely transactions with these related parties in the ordinary course of business at market rates and terms.

JSW Utkal Steel Limited

Notes to Financial Statements for the year ended March 31, 2026

Balances at Year End	As at 31st March 2026	As at 31st March 2025
Holding Company		
JSW Steel Limited		
Purchase/Reimbursement of Expenses	32,711	56,375
Inter Company Loan Payable	3,24,32,591	-
Interest Payable	1,67,546	-
Fellow Subsidiary		
Intercompany Loan Receivable		
JSW Vijayanagar Metallics Limited	-	78,50,000
Inter Company Loan Payable		
Amba River Coke Limited	-	9,74,600
Interest Payable		
Amba River Coke Limited	-	14,762
Interest Receivable		
JSW Vijayanagar Metallics Limited	-	8,517
Intercompany Loan Receivable		
Piombino Steel Limited	2,34,50,000	29,80,000
Interest Receivable		
Piombino Steel Limited	1,10,900	3,233
Other Related Parties		
Payable against Purchase of Goods		
JSW Cement Limited	28,525	8,013
Payable against receipt of Services		
Khaitan & Co LLP	18	
Sale Consideration Receivable for Slurry		
JSW Infrastructure Limited	36,71,137	37,33,185
Reimbursement Receivable		
JSW Infrastructure Limited	14	
Advance against Purchase of Goods		
Bhushan Power and Steel Limited	62,886	-
Advance against Purchase of Goods		
Jindal Steel and Power Limited	55	-
Payable against Purchase of Goods		
JSW Green Cement Private Limited	55,852	-

Compensation to key management personnel:

KMP -

Mr. Rakesh Kumar Ojha- Whole Time Director
Mr. Nitin Kale - Chief Financial Officer (Upto 1st December 2025)
Mr. Ankur Dokania - Chief Financial Officer (w.e.f 2nd December 2025)
Mr. Amarnath Tiwari - Company Secretery (Upto 24th September 2025)
Ms. Divya Ligory Mascarenhas - Company Secretery (w.e.f 20th March 2026)

Term and conditions of outstanding balance

(Rupees '000)

Nature of Transaction	For the Year ended March 31, 2026	For the Year ended March 31, 2025
Short-term employee benefits*	24,111	20,641
Total compensation to key management personnel	**24,111**	**20,641**

* Remuneration to Key Managerial Person amounting to Rs. 24,111 thousand (previous year Rs. 20,641 thousand) paid during the year includes Rs. 7,528 thousand (previous year Rs. 6,426 thousand) capitalized as CWIP.

Note:
As the future liability for gratuity is provided on an actuarial basis for the Company as a whole, the amount pertaining to individual is not ascertainable and therefore not included above.

30. Ratios

Ratio*	Numerator	Denominator	31-Mar-26	31-Mar-25	% change	Reason of Changes
Debt- Equity Ratio	Total Borrowing	Total Equity	1.63	0.05	3155%	Increased due to higher total debt relative to shareholder's equity
Return on Equity	Profits after tax	Average Shareholder's Equity	2%	10%	-82%	Decreased significantly due to lesser profit after tax
Return on Capital Employed	Profit before Tax after Exceptional Items, Finance cost	Tangible Net Worth + Total Debt	1%	11.02%	-87%	Decreased due to lesser earnings before interest and taxes
Debt Service Coverage Ratio	Earnings available for debt service	Debt Service	0.15	1.66	-91%	Decreased due to higher principal repayment of borrowings and finance cost
Current Ratio	Current Asset	Current Liability	1.06	7.98	-87%	Decreased due to higher current liability
Return on Investment	Interest (Finance Income)	Investment	3.87%	0.12%	3113%	Increased due to increase in interest income

*Only ratios applicable to the company are disclosed.

31. Commitments

(Rupees in '000)

Particulars	As at 31st Mar 2026	As at 31st Mar 2025
Estimated amount of contracts remaining to be executed on capital account and not provided for (net of advances)	4,52,42,801	2,63,78,908

32. Contingent Liabilities

(Rupees in '000)

Particulars	As at 31st Mar 2026	As at 31st Mar 2025
Letters of Credit aggregating to EUR 2,79,01,394 issued as on reporting date for import of project machinery or equipment*	30,40,940	-

* 2 LCs for Eur 2,31,09,440 (Rs. 25,18,675 thousand) and for Eur 47,91,954 (Rs. 5,22,265 thousand) has been opened for import of equipment for 30 MTPA filtration plant and import of equipment for Pellet plant- 1 (8MTPA) respectively.

33. Employee share based payment plans

ESOP PLAN 2021

The Board of Directors of the Company at its meeting held on 21 May 2021, formulated the Shri OP Jindal Employees Stock Ownership Plan ("OPJ ESOP Plan"). At the said meeting, the Board authorized the ESOP Committee for the superintendence of the ESOP Plan.

ESOP is the primary arrangement under which shared plan service incentives are provided to certain specified employees of the Company and its' subsidiaries in India.

Three grants would be made under OPJ ESOP plan 2021 to eligible present and future employees on the rolls of the Company as at date of the grant.

The maximum value and share options that can be awarded to eligible employees is calculated by reference to certain percentage of individuals fixed salary compensation. 25% of the grant would vest at the end of the first year, 25% of the grant would vest at the end of the second year and 50% of the grant would vest at the end of the third year with a vesting condition that the employee is in continuous employment with the Company till the date of vesting.

The exercise price is determined by the ESOP committee at Re. 1 per share.

SAMRUDDHI PLAN 2021

The Board of Directors of the Company at its meeting held on 21 May 2021, formulated the Shri OP Jindal Samruddhi Plan ("OPJ Samruddhi Plan"). At the said meeting, the Board authorized the ESOP Committee for the superintendence of the ESOP Plan.

Samruddhi plan is the primary arrangement under which shared plan service incentives are provided to certain specified employees of the Company and its' subsidiaries in India.

Single grants would be made under OPJ ESOP plan 2021 to eligible employees on the rolls of the Company as at date of the grant.

The maximum value and share options that can be awarded to eligible employees is calculated by reference to certain percentage of individuals fixed salary compensation. 25% of the grant would vest at the end of the second year, 25% of the grant would vest at the end of the third year and 50% of the grant would vest at the end of the forth year with a vesting condition that the employee is in continuous employment with the Company till the date of vesting.

The exercise price is determined by the ESOP committee at Re. 1 per share.

The outstanding position as at 31 March 2026 is summarized below:

Particulars	**OPJ Samruddhi Plan 2021**	**OPJ ESOP Plan 2021**
Date of grant	07-Aug-21	07-Aug-21
Share Price on date of grant	751	751
Average fair value on date of grant	716	723
Granted during the year 2025	13,234	800
Transfer In 2025	5,275	3,500
Transfer Out 2025	(15,500)	(3,150)
Forfeited during the period 2025	(6,584)	-
Exercised During the period 2025	(6,734)	(2,751)
Outstanding as on 31 March 2025	22,463	11,474
Granted during the year	11,800	-
Transfer In	46,358	8,950
Transfer Out	(15,551)	(5,000)
Forfeited during the period	-	(750)
Exercised During the period	(17,733)	(7,049)
Outstanding as on 31 March 2026	47,337	7,625
Vesting Period	The vesting schedule is 25% at the end of 2nd year (first tranche), 25% at the end of 3rd year (second tranche) and the remaining 50% at the end of 4th year (third tranche) from the date of grant respectively.	The vesting schedule is 25% at the end of 1 year (first tranche), 25% at the end of 2nd year (second tranche) and the remaining 50% at the end of 3rd year (third tranche) from the date of grant respectively.
Exercise Period	4 years from the date of vesting.	4 years from the date of vesting.

Weighted average remaining contract life	4 years from the date of vesting.	4 years from the date of vesting.
Exercise price	Re.1	Re.1
Weighted average share price for shares exercised during the year	Not Applicable	Not Applicable
A description of the method and significant assumptions used during the year to estimate the fair value of options including the following information:	The fair value of options has been calculated by using Black Schole's Method. The assumptions used in the above are:	The fair value of options has been calculated by using Black Schole's Method. The assumptions used in the above are:
Expected volatility	Volatility has been calculated using standard deviation of daily change in stock price for the expected life of the option for each tranche.	Volatility has been calculated using standard deviation of daily change in stock price for the expected life of the option for each tranche
	The volatility used for vesting year	The volatility used for year wise
	2nd Year -39.17%	1st Year -41.99%
	3rd Year -37.47%	2nd Year -39.17%
	4th Year -36.72%	3rd Year -37.47%
Expected option life	The expected option life is assumed to be mid-way between the option vesting and expiry. Accordingly, expected option life is calculated as Year to Vesting + (Exercise Period) / 2. Based on vesting and exercise schedule, expected option term for first tranche is 4 years, second tranche is 5 years, and third tranche is 6 years.	The expected option life is assumed to be mid-way between the option vesting and expiry. Accordingly, expected option life is calculated as Year to Vesting + (Exercise Period) / 2. Based on vesting and exercise schedule, expected option term for first tranche is 3 years, second tranche is 4 years, and third tranche is 5 years
Expected dividends	Rs. 6.50 per share	
Risk-free interest rate	Zero coupon sovereign bond yields were utilised with maturity equal to expected term of the option	
The method used and the assumptions made to incorporate the effects of expected early exercise	Black-Scholes Options pricing model	
How expected volatility was determined, including an explanation of the extent to which expected volatility was based on historical volatility	The following factors have been considered:	
	(a) Share price	
	(b) Exercise prices	
	(c) Historical volatility	
	(d) Expected option life	
Whether and how any other features of the option grant were incorporated into the measurement of fair value, such as a market condition	(e) Dividend Yield	

Particulars	**OPJ Samruddhi Plan 2021**			**OPJ ESOP Plan 2021**			
	1st Grant	**2nd Grant**	**3rd Grant**	**1st Grant**	**2nd Grant**	**3rd Grant**	**4th Grant**
Date of grant							
-original grant	07-Aug-21	07-Aug-23	07-Aug-24	07-Aug-21	07-Aug-22	07-Aug-23	07-Aug-24
-supplementary grant 1	07-Aug-22			31-Jan-22	27-Mar-23	01-Oct-2023	1-Jan-25
-supplementary grant 2				31-Mar-22		11-Oct-2023	
-supplementary grant 3						01-Jan-2024	
Share Price on date of grant							
-original grant	747.4	812.85	884.0	747.4	667.2	812.85	884.0
-supplementary grant 1	667.2			629.2	659.1	779.25	901.5
-supplementary grant 2				732.6		776.85	
-supplementary grant 3						877.35	
Average fair value on date of grant							
-original grant	716.46	733.24	863.81	722.67	575.74	739.22	870.79
-supplementary grant 1	575.74			722.67	575.74	739.22	870.79
-supplementary grant 2				722.67		739.22	
-supplementary grant 3						739.22	
Expected volatility	Volatility has been calculated using standard deviation of daily change in stock price for the expected life of the option for each tranche.						

Particulars	**OPJ Samruddhi Plan 2021**			**OPJ ESOP Plan 2021**			
	1st Grant	**2nd Grant**	**3rd Grant**	**1st Grant**	**2nd Grant**	**3rd Grant**	**4th Grant**
	The volatility used for vesting year	**The volatility used for vesting year**	**The volatility used for vesting year**	**The volatility used for year wise**	**The volatility used for year wise**	**The volatility used for year wise**	**The volatility used for year wise**
	2nd Year - 39.17%	**2nd Year - 39.51%**	**2nd Year- 32.06%**	**1st Year - 41.99%**	**1st Year - 43.34%**	**1st Year - 33.94%**	**1st Year- 30.44%**
	3rd Year - 37.47%	**3rd Year - 39.13%**	**3rd Year- 36.80%**	**2nd Year - 39.17%**	**2nd Year - 41.33%**	**2nd Year - 39.51%**	**2nd Year- 32.06%**
	4th Year - 36.72%	**4th Year - 38.61%**	**4th Year- 36.50%**	**3rd Year - 37.47%**	**3rd Year - 39.21%**	**3rd Year - 38.61%**	**3rd Year- 36.84%**
Expected dividend	**6.50**	**3.40**	**7.30**	**6.50**	**17.35**	**3.40**	**7.30**

34. Events after Reporting Period

There are no significant events which have occurred after the reporting period.

35. Qualitative Disclosure

(i) The Company do not have any Benami property, where any proceeding has been initiated or pending against the Company for holding any Benami property

(ii) The Company do not have any transactions with companies struck off by the Registrar of Companies under the Act.

(iii) The Company do not have any charges or satisfaction which is yet to be registered with ROC beyond the statutory period.

(iv) The Company have not traded or invested in Crypto currency or Virtual Currency during the financial year.

(v) The Company have not advanced or loaned or invested funds to any other person or entity, including foreign entities (Intermediaries) with the understanding that the Intermediary shall:

(a) Directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the company (Ultimate Beneficiaries) or

(b) Provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries.

(vi) The Company have not received any fund from any person or entity, including foreign entities (Funding Party), other than as disclosed in Note 36, with the understanding (whether recorded in writing or otherwise) that the Group shall:

(a) Directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party (Ultimate Beneficiaries) or

(b) Provide any guarantee, security or like on behalf of the Ultimate Beneficiaries.

(vii) The Company does not any such transaction which is not recorded in the books of accounts that has been surrendered or disclosed as income during the year in tax assessments under the Income Tax Act, 1961 (such as, search or survey or any other relevant provisions of the Income Tax Act,1961.

(viii) The company has not been declared as a willful defaulter by any bank of financial institution.

36. Below are the details of the funds loaned from related parties 'Funding parties' which have been further advanced to another related parties who is the 'Ultimate Beneficiaries':

Borrowing from Holding Company (Related Party)

(Rupees '000)

Name	**Address**	**Date**	**Amount**
JSW Steel Limited	JSW Centre, Bandra Kurla Complex, Bandra (East), Mumbai City, Maharashtra, India, 400051	27-02-2026	2,34,50,000

Loan granted to Piombino Steel Limited (Fellow Subsidiary & Related Party)

Ultimate Beneficiary	**Address**	**Date**	**Amount**
Piombino Steel Limited	6th Floor, Grande Palladium, 175, CST Road, Kalina, Santacruz (East), Mumbai 400 098	27-02-2026	2,34,50,000

37. Application of new and amended standards

The Ministry of Corporate Affairs ("MCA") notifies new standards or amendments to the existing standards under Companies (Indian Accounting Standards) Rules as issued from time to time. The MCA vide notification dated 1 May 2025 and 13 August 2025 notified the Companies (Indian Accounting Standards) Amendment Rules, 2025 and Second Amendment Rules, 2025, which amended certain accounting standards effective for annual reporting periods beginning on or after 1 April 2025:

a) Classification of Liabilities as Current or Non-current and Non-current Liabilities with Covenants – Amendments to Ind AS 1.

As a result of the adoption of the amendments to Ind AS 1, the Company revised its accounting policy for the classification of borrowings. Borrowings are classified as current liabilities unless, at the end of the reporting period, the Company has a right to defer settlement of the liability for at least 12 months after the reporting period. Covenants that the Company is required to comply with, on or before the end of the reporting period, are considered in classifying loan arrangements with covenants as current or non-current. Covenants that the Company is required to comply with after the reporting period do not affect the classification. This new policy did not result in a change in the classification of the Company's borrowings.

b) Supplier Finance Arrangements – Amendments to Ind AS 7 and Ind AS 107

These amendments require clarify the characteristics of supplier finance arrangements and require additional disclosure of such arrangements. The disclosure requirements in the amendments are intended to assist users of financial statements in understanding the effects of supplier finance arrangements on an entity's liabilities, cash flows and exposure to liquidity risk. The Company do not have any supplier Finance Arrangements.

(c) Lack of Exchangeability – Amendments to Ind AS 21

The amended Ind AS 21 The Effects of Changes in Foreign Exchange Rates to specify how an entity should assess whether a currency is exchangeable and how it should determine a spot exchange rate when exchangeability is lacking. The amendments also require disclosure of information that enables users of its financial statements to understand how the currency not being exchangeable into the other currency affects, or is expected to affect, the entity's financial performance, financial position and cash flows. These amendments did not have any material impact on the amounts recognised in prior periods and are not expected to significantly affect the current or future period.

Standards issued but not yet effective

Treatment to Lendor Waiver – Amendments to Ind AS 1 — This amendment also includes specific provisions that will take effect for reporting periods beginning on or after 1 April 2026, retrospectively. These provisions relate to the treatment of lender waivers granted after the reporting date but before the financial statements are approved for issue. Under the amended requirements, such waivers will no longer be permitted to be considered for the purpose of classification of loans.

The Company does not expect this amendment to have an impact on its financial statements.

38. Audit Trail:

The Company has been maintaining its books of accounts in SAP which has feature of recording audit trail of each and every transaction, creating an edit log of each change made in books of account along with the date when such changes were made and ensuring that the audit trail cannot be disabled, throughout the year as required by proviso to sub rule (1) of rule 3 of The Companies (Accounts) Rules, 2014 known as the Companies (Accounts) Amendment Rules, 2021. Further, there are no instance of audit trail feature being tampered with. During the year ended 31 March 2025, the audit trail feature was not enabled for direct changes to data in the underlying database in relation to certain users pertaining to SAP HR – Payroll application, which has now been enabled by the Company from the year ended 31 March 2026.

Additionally, the audit trail of prior year has been preserved by the Company as per the statutory requirements for record retention to the extent it was enabled and recorded in the respective year.

As per our report of even date
For S R B C & Co LLP
Chartered Accountants
Firm Registration No. 324982E/E300003

For and on behalf of the Board of Directors
of JSW Utkal Steel Limited

per Anant Acharya
Partner
Membership No. 124790
Place of Signature: Mumbai
Date: May 11, 2026

Satyaprakash Rai
Director
DIN: 07895294

Rakesh Kumar Ojha
Whole time Director
DIN: 10997937

Divya Ligory Mascarenhas
Company Secretary
Membership No.: F10249
Place of Signature: Mumbai
Date: May 11, 2026

Ankur Dokania
Chief Financial Officer