Q1FY’23

Key Performance Highlights

15th Jul,2022

DISCLAIMER

This presentation may contain certain forward looking statements concerning Steel sector , Economy and JSPL's future business prospects and business profitability, which are subject to a number of risks and uncertainties and the actual results could materially differ 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, competition (both domestic and international), economic growth in India and the target countries for exports, ability to attract and retain highly skilled professionals, time and cost over runs on contracts, our ability to manage our international operations, government policies and actions with respect to investments, fiscal deficits, regulations, etc., interest and other fiscal costs generally prevailing in the economy. Past performance may not be indicative of future performance. We do not undertake to update our forward-looking statements.

This presentation is not intended, and does not, constitute or form part of any offer, invitation or the solicitation of an offer to purchase, otherwise acquire, subscribe for, sell or otherwise dispose of, any securities in JSPL or any of it's subsidiary undertakings or any other invitation or inducement to engage in investment activities, neither shall this presentation nor the fact of it's distribution form the basis of, or be relied on in connection with, any contract or investment decision. Few numbers in this presentation are purely indicative & provisional and could change later. Estimates regarding economy, steel & power sector , company and related areas are purely indicative and could change with market conditions and host of other factors.

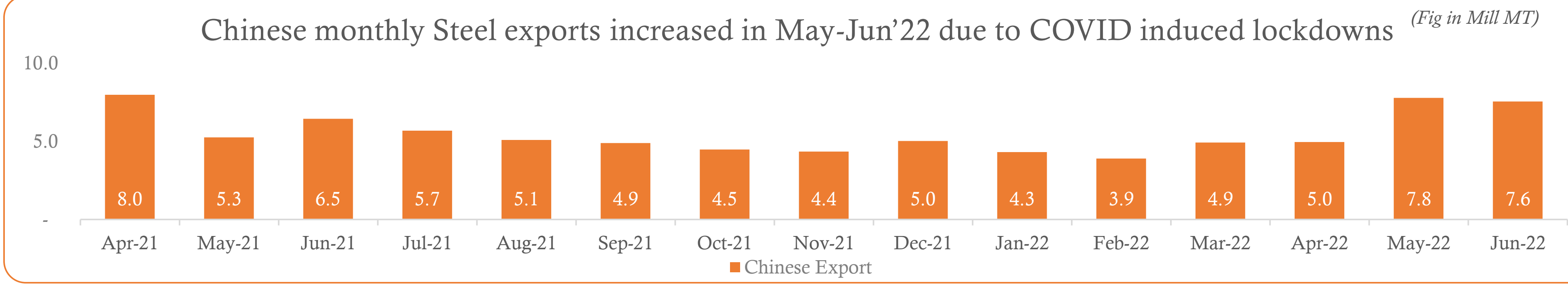
Table of Content

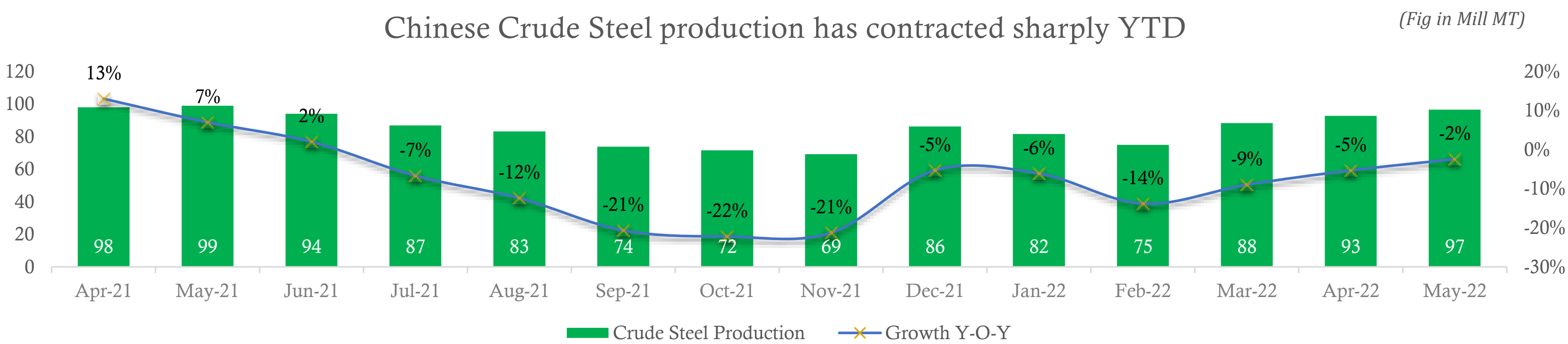
Industry Update

NEAR TERM CHALLENGES BUT FUNDAMENTALS REMAIN STRONG IN THE LONG TERM

Despite near term challenges, see healthy Steel Demand over the long term

1. Chinese Steel exports breached 5MT in May-June 22 due to muted domestic demand
2. China Crude steel production has declined 8.7% in the first five months of CY22
3. Chinese government's policy to reduce steel production each subsequent year should keep supply in check
4. Reduction in Steel supply from China bodes well for Indian Steel industry over the long term





Source: MB/Trading Economics/WSA/My Steel/Research Reports

INDIAN STEEL DEMAND IS FORECASTED TO BE ROBUST IN CY22-23

India's GDP Growth is projected to post robust growth of 7.2% in FY23

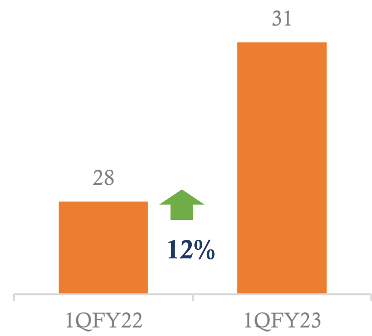
- At 9.2%, India's GDP growth in FY 22 was the **fastest in at least 17 years**
- Healthy economic outlook due to **aggressive vaccination**, Govt **Stimulus**, **low base** during FY 21 and supported by **good Monsoon**

9.2% (FY 22)	7.2% (FY 23)	8.2% (FY 23)
RBI	RBI	IMF

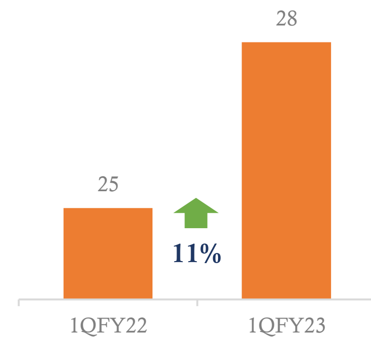
Indian Steel Consumption was up c.11% Y-o-Y during 1QFY23 due to benign base

(Fig in Mill MT)

Steel Production



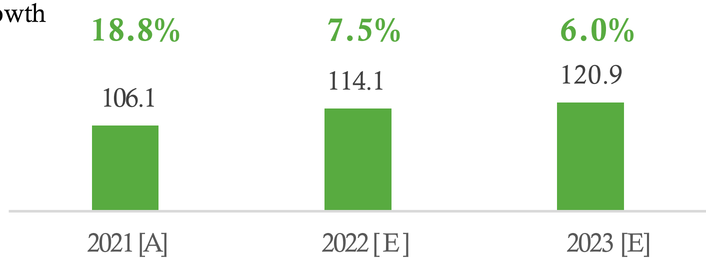
Steel Consumption



Indian Finished Steel Consumption Growth Outlook

Fig in Million MT
(CY Basis)

Y-o- Y Growth



Government's Key Initiatives which are likely to support steel demand, boost manufacturing & infrastructure sector

Govt. initiatives and benign longer-term trends supporting revival of investment growth

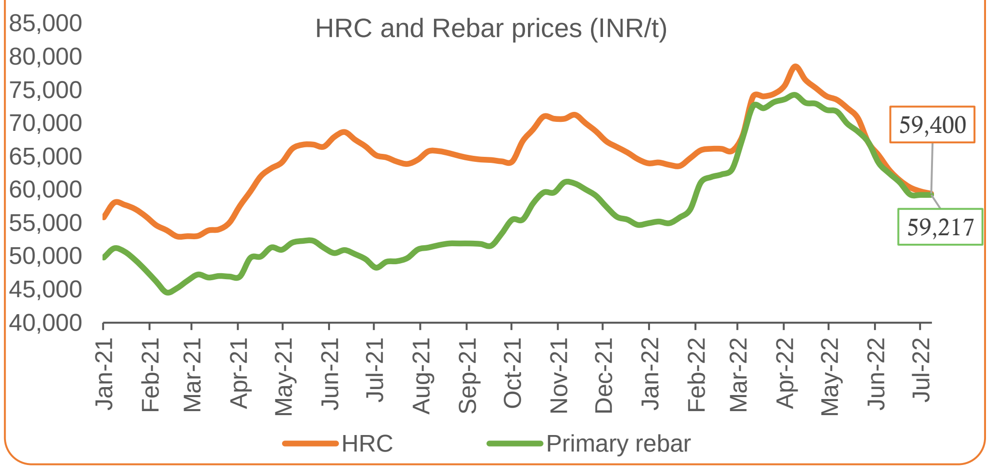
- **INR 7.5 Trillion capex announced in the FY23 Budget**
- **Govt. initiatives (NIP, Gati Shakti, PLI scheme, etc.) supportive of steel demand**
- **Demand from Construction, infra and renewable energy expected to be healthy**
- **Healthy GST and other Tax collection allowing higher government expenditure**

JINDAL STEEL & POWER

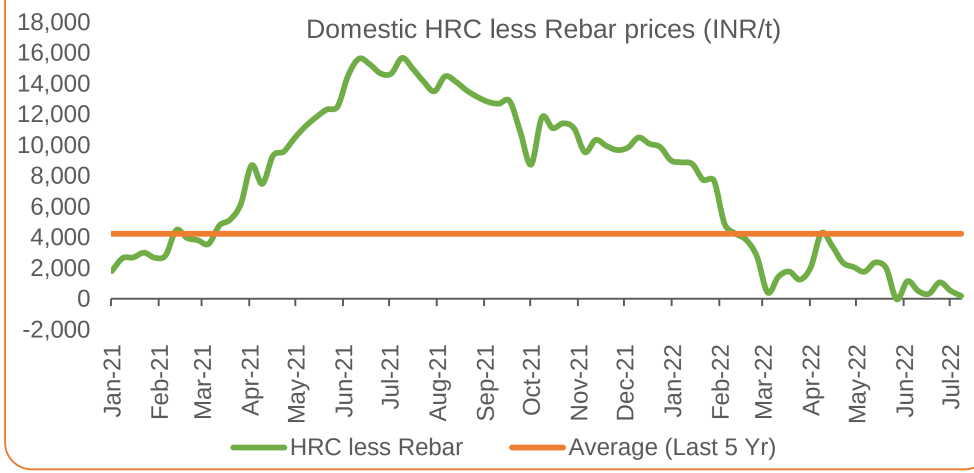
Source: IHS Markit / JPC / Trading Economics / MB / RBI / IMF / World Bank / World steel

KEY PRICING TRENDS

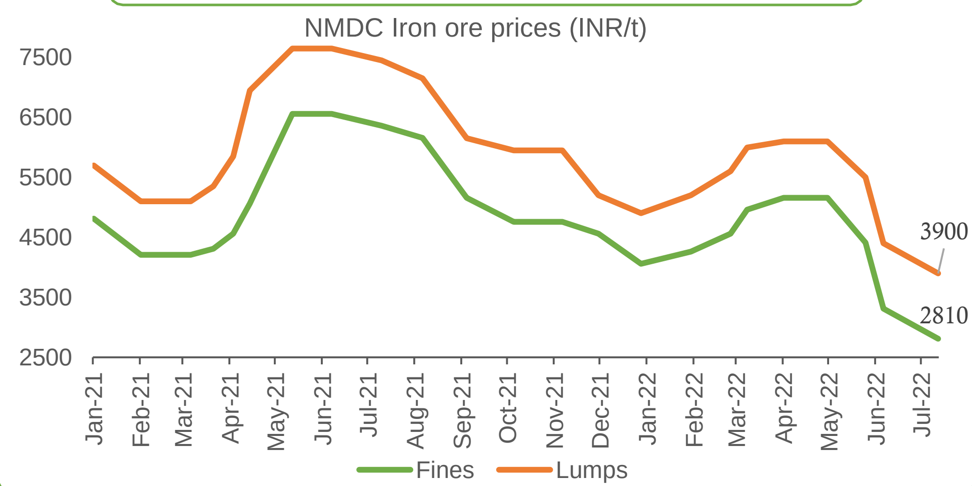
HRC & Rebar Prices have declined sharply since April 2022



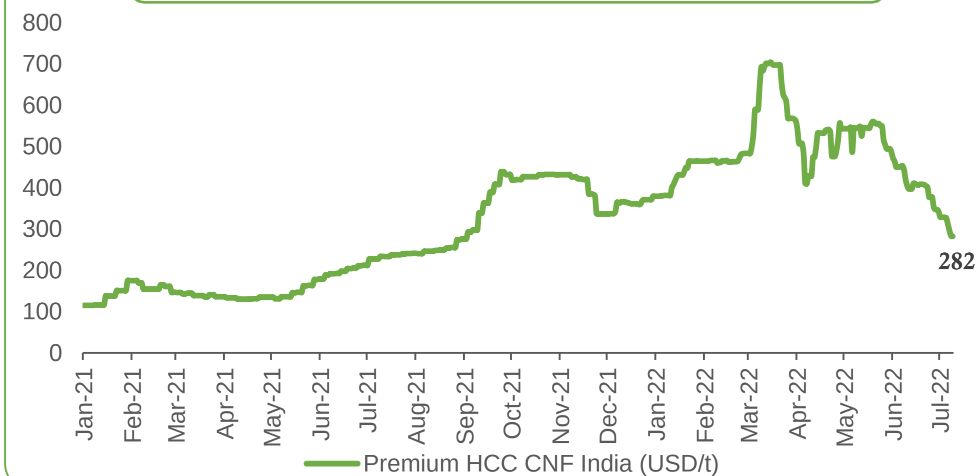
Long steel prices (Primary Rebar) is trading at a modest discount to flat (HRC)



Domestic Iron Ore prices have corrected by 36-46% since April 22



Coking Coal Prices trading below USD300/t for the first time in 10 months



Source: Steelmint

Result Highlights

JSPL STANDALONE KEY FINANCIALS

(INR Crores)

Q4 FY 22	Q1 FY 23	PARAMETER	Q1 FY 23	Q1 FY 22
15,579	14,541	Gross Revenue*	14,541	11,473
13,831	12,849	Net Revenue	12,849	10,385
2,657	2,865	Adjusted EBITDA**	2,865	4,411
551	540	Depreciation + Amortization	540	556
295	258	Interest	258	444
2,009	2,534	PBT (Before Exceptional)	2,534	3,554
(324)	5,805	Exceptional	5,805	-
1,440	2,072	Adjusted PAT	2,072	2,661

JINDAL STEEL & POWER

**Incl. GST (goods and service tax) & Captive Consumption; ** 1QFY23 EBITDA Adjusted for one-off FX gain of Standalone of INR 446Cr*

JSPL CONSOLIDATED KEY FINANCIALS

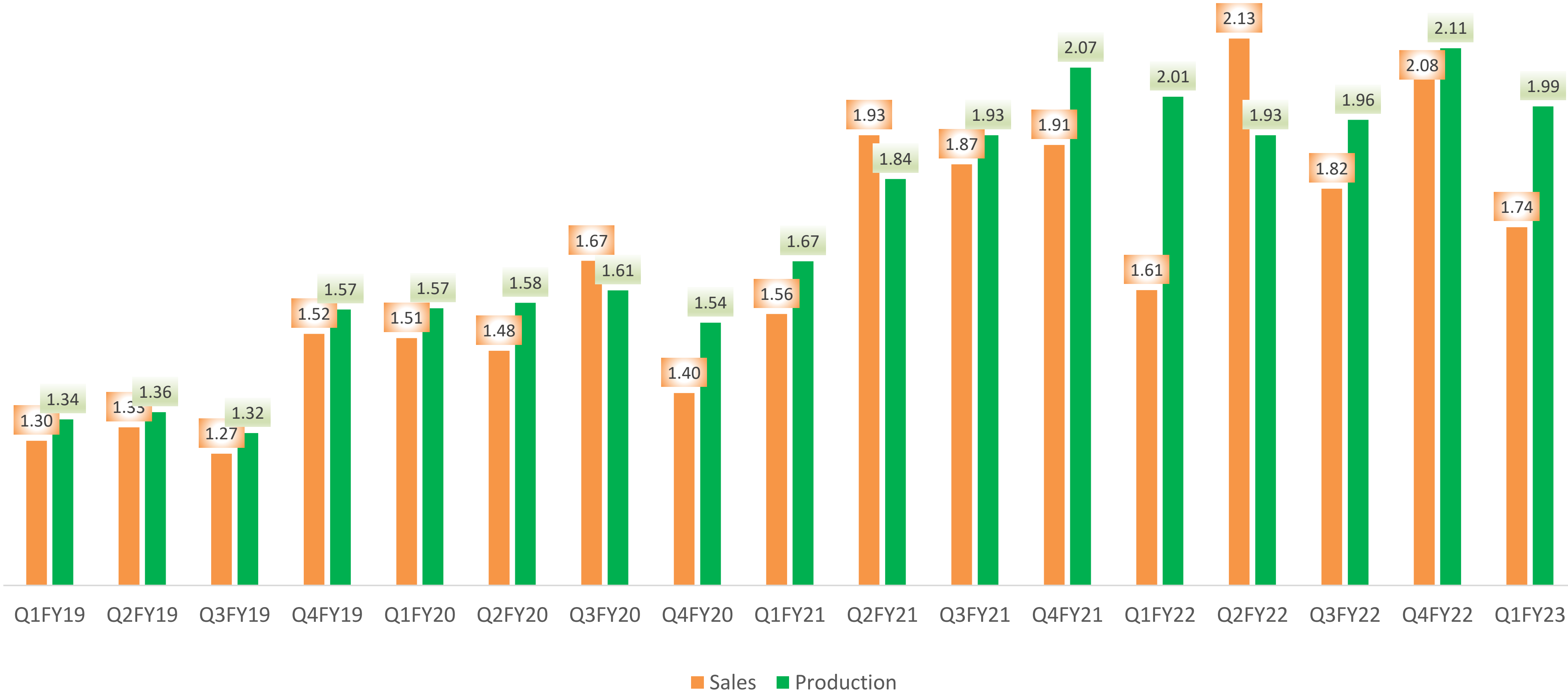
(INR Crores)

Q4 FY 22	Q1 FY 23	PARAMETER	Q1 FY 23	Q1 FY 22
16,089	14,738	Gross Revenue*	14,738	11,698
14,339	13,045	Net Revenue	13,045	10,610
2,900	2,993	Adjusted EBITDA**	2,993	4,426
272	596	Depreciation + Amortization	596	602
373	364	Interest	364	561
2,428	2,503	PBT (Before Exceptional)	2,503	3,410
(406)	61	Exceptional	61	-
1,844	1,929	Adjusted PAT (Continuing Operations)	1,929	2,516

**Incl. GST (goods and service tax) & Captive Consumption; ** 1QFY23 EBITDA Adjusted for one-off FX gain of Standalone of INR 446Cr*

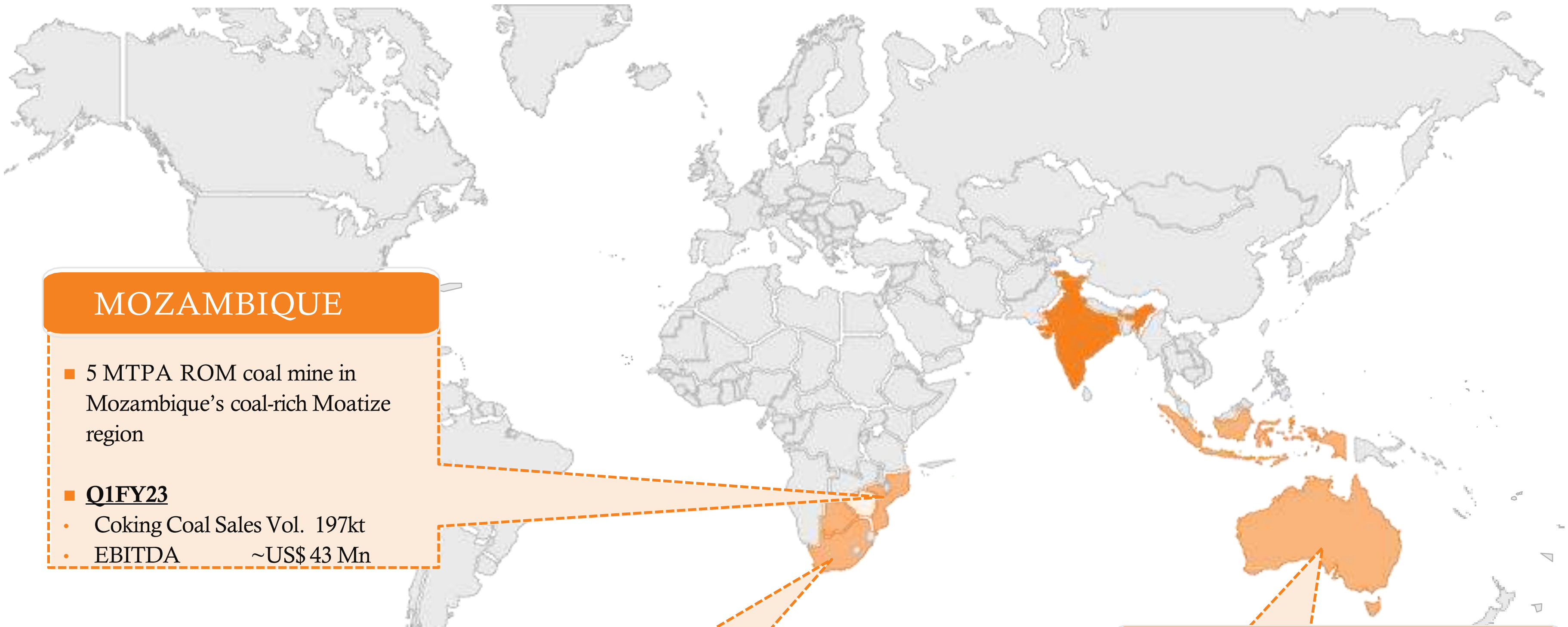
OPERATIONAL PERFORMANCE

Steel Production & Sales*



*(*Incl. Pig iron)(Figures in Million Tonnes)*

SUMMARY OF INTERNATIONAL OPERATIONS



MOZAMBIQUE

- 5 MTPA ROM coal mine in Mozambique's coal-rich Moatize region
- **<u>Q1FY23</u>**
  - Coking Coal Sales Vol. 197kt
  - EBITDA ~US$ 43 Mn

SOUTH AFRICA

- JSPL's Kiepersol Colliery produces Anthracite coal, sold domestically and internationally.
- **<u>Q1FY23</u>**
  - Anthracite Coal Sales Vol. 74 kt
  - EBITDA ~US$ 11 Mn

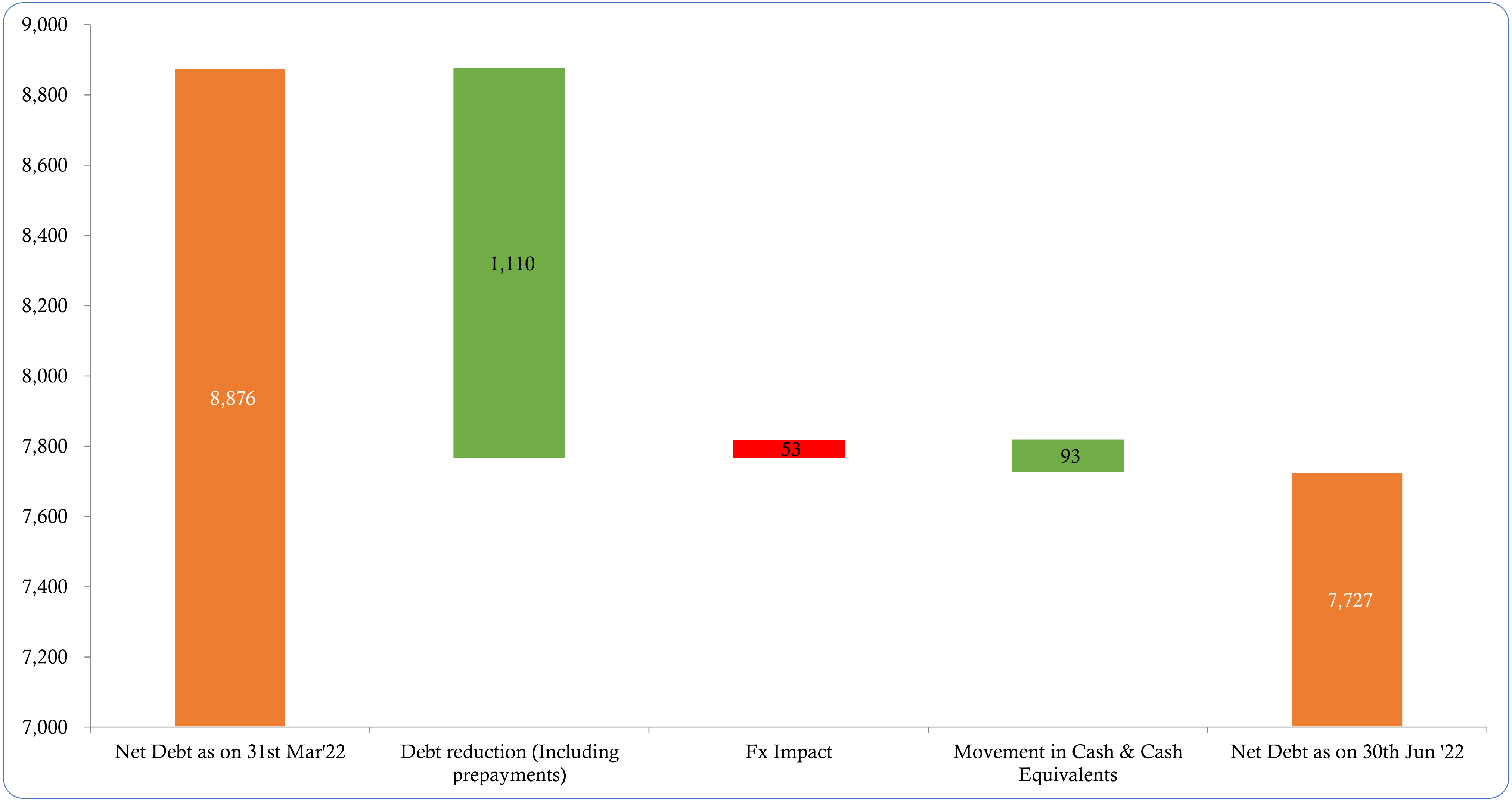
AUSTRALIA

- WCL comprises of two coking coal mines – Wongawilli and Russel Vale
- **<u>Q1FY23</u>**
  - Coking Coal Sales Vol. 79 kt
  - EBITDA ~US$ 3 mn

JINDAL STEEL & POWER

JSPL CONSOLIDATED NET DEBT BRIDGE – 1QFY23[1]

(INR Crs)



Note: (1) Based on provisional nos.

Company Details

BUSINESS SEGMENTS

STEEL	MINES & MINERALS

9.6 MTPA Steel
9 MTPA Pellet Plant

India:
Iron Ore
Kasia, Odisha
Tensa, Odisha

Global:
Coking Coal
Mozambique
Australia

Anthracite
South Africa

STEEL CAPACITIES ACROSS LIFE CYCLE

IRON MAKING
(10.42 MTPA)

DRI 3.12 MTPA
(Direct Reduced Iron)

BF 7.30 MTPA
(Blast Furnace)

LIQUID STEEL
(9.60 MTPA)

SMS 9.60 MTPA
(Steel Melting Shop)

FINISHED STEEL
(6.65 MTPA)

WRM 0.60 MTPA
(Wire Rod Mill)

Rail Mill 0.75 MTPA

BSM 0.70 MTPA
(Beam & Structure Mill)

Plate Mill 2.20 MTPA

BRM 2.40 MTPA
(Bar Rod Mill)

INDIA CAPACITIES

Raigarh (Chhattisgarh)

- BF 3.05 MTPA
- DRI 1.32 MTPA
- SMS 3.6MTPA
- Plate Mill 1.00 MTPA
- Rail Mill 0.75 MTPA
- BSM 0.70 MTPA
- CPP 824 MW

Angul (Odisha)

- CGP 225,000 Nm3/Hr
- BF 4.25 MTPA
- DRI 1.8 MTPA
- SMS 6 MTPA
- BRM 1.4 MTPA
- Plate Mill 1.2 MTPA
- CPP 810 MW

Barbil (Odisha)

- Pellet Plant 9 MTPA

Patratu (Jharkhand)

- WRM 0.60 MTPA
- BRM 1.0 MTPA

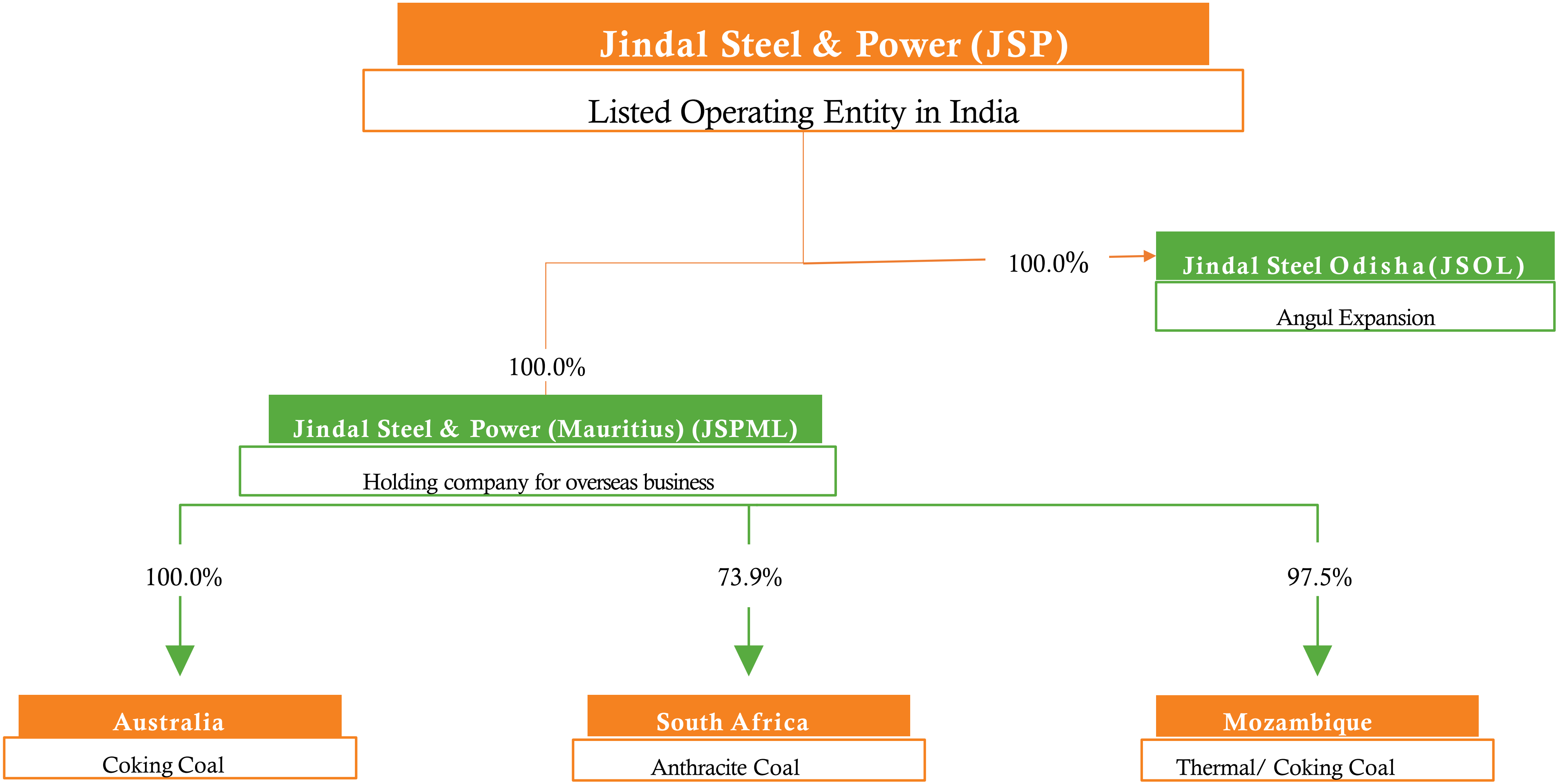
Mining

- Tensa 3.11 MTPA
- Kasia 7.5 MTPA

Power | Hot Metal | Liquid Steel | Finished Steel

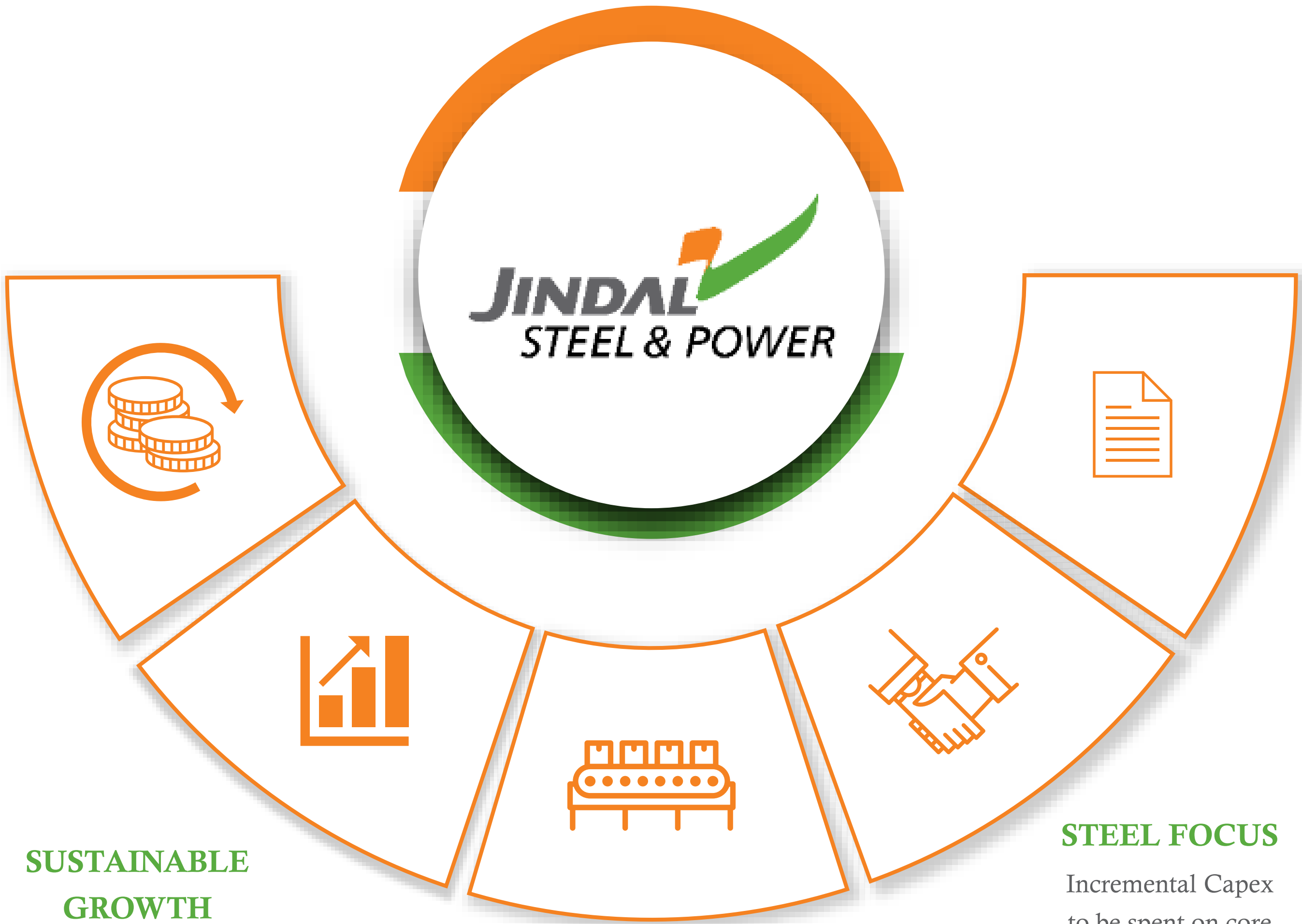
KEY CUSTOMERS & ADDING…

CONSOLIDATED STRUCTURE



Way Forward

JSP : STRATEGIC GROWTH FRAMEWORK



HIGH RETURN ON CAPITAL EMPLOYED

Strong FCF Generation & faster payback

SUSTAINABLE GROWTH

Sustainability of operations remains at the heart of all project considerations

MAKE IN INDIA

Expand India's manufacturing prowess and capitalize on strong demand tailwind

STEEL FOCUS

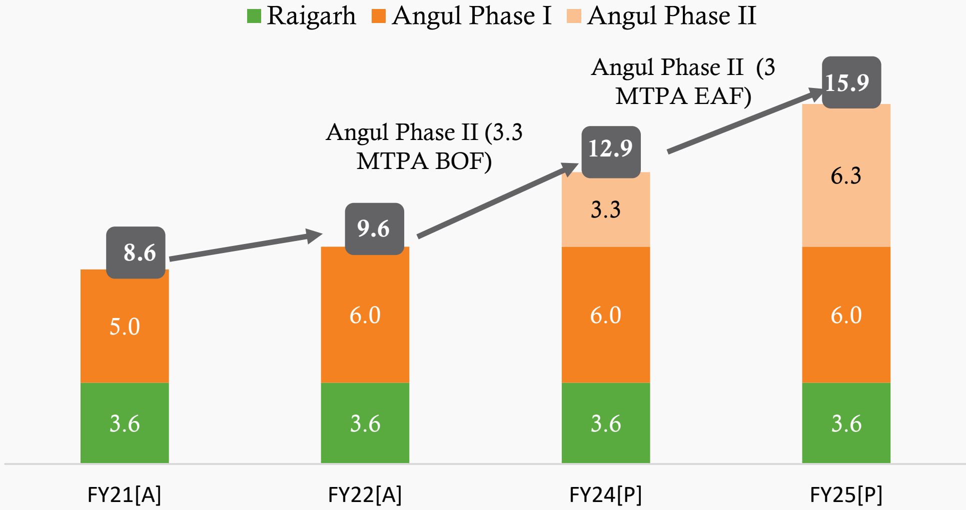
Incremental Capex to be spent on core Steel Business

STRONG BALANCE SHEET

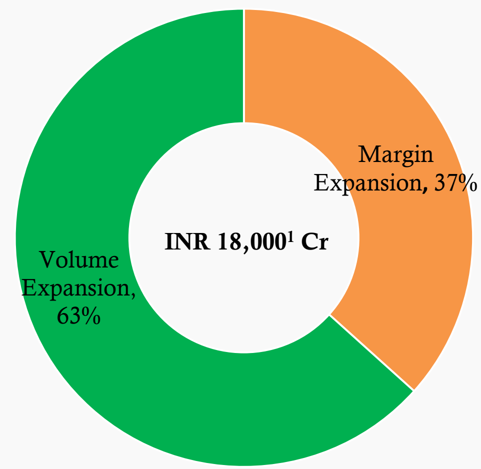
Net Debt/EBITDA < 1.5x through the cycle

PHASE II- CAPACITY ADDITION TO BOOST VOLUMES

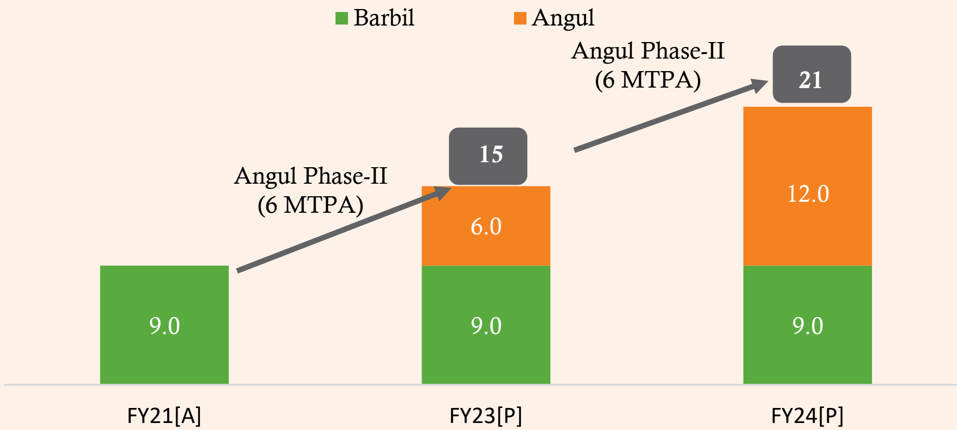
CRUDE STEEL CAPACITY (MTPA)



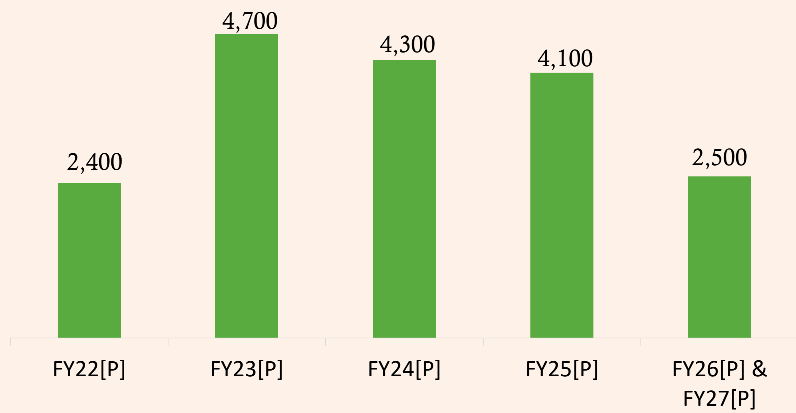
CAPEX BREAKUP



PELLET CAPACITY (MTPA)

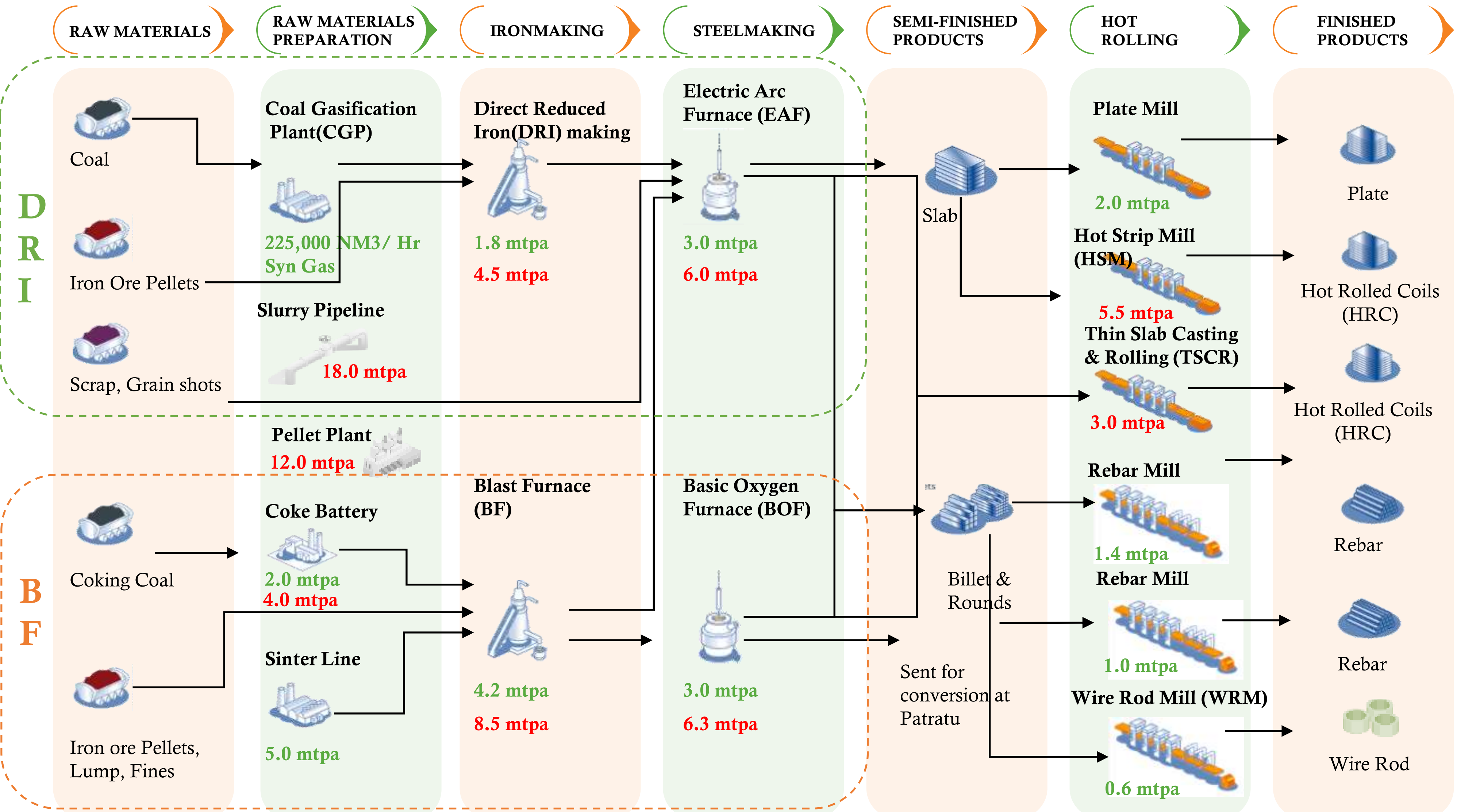


ANNUAL CAPEX (INR CRS)



Note: (1) CAPEX Nos. excludes G.S.T, Contingencies , etc.

PHASE II: ANGUL CRUDE STEEL CAPACITY TO DOUBLE TO 12 MT BY MAR 2025



CURRENT CAPACITY FUTURE CAPACITY

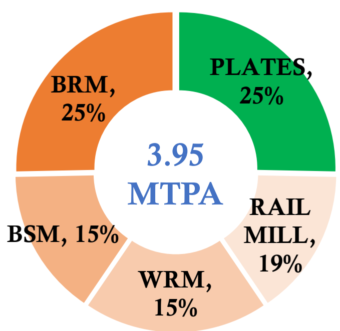
JINDAL STEEL & POWER

ANGUL PHASE-II : TIMELINE

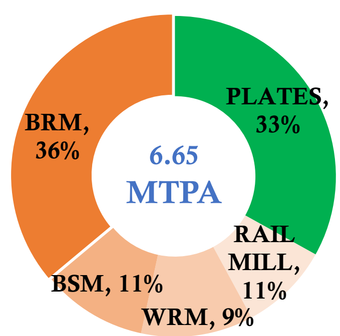
	Project (FY22 – FY25)	Expected Completion
Margin Expansion : INR 6,600 Cr.	Angul Pellet Plant #1: 6MTPA	2QFY23
	HSM Phase #1: 3MTPA	4QFY23
	Angul Pellet Plant #2: 6MTPA	2QFY24
	Slurry Pipeline	2QFY24
Capacity Expansion : INR 11,400 Cr.	Oxygen plant, Coke oven , RMHS	2QFY24
	HSM Phase #2 Expand to 5.5 MTPA	2QFY24
	Blast Furnace #2: 4.25 MTPA	3QFY24
	Angul BOF #2 : 3.3 MTPA	3QFY24
	DRI #2: 2.7 MTPA	4QFY25
	Angul EAF #2 : 3 MTPA	4QFY25
	TSCR : 3 MTPA	4QFY25

JSP FINISHED STEEL CAPACITY

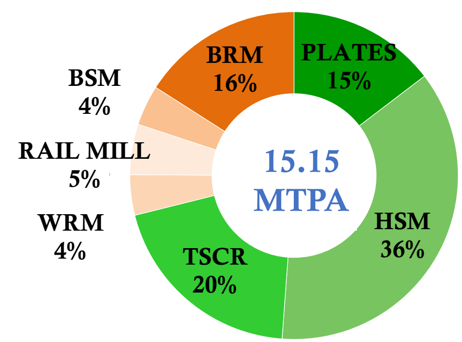
Past (FY11)



Present



Future (FY25)



| DRI- Direct Reduced Iron | BF- Blast Furnace | WRM- Wire rod mill | BSM- Beam & structure mill | BRM- Bar rod mill (rebar) | HSM- Hot Strip Mill | TSCR – Thin Slab Caster & Rolling |

ODISHA

INTEGRATED STEEL PLANT, ANGUL

PELLET PLANT, BARBIL

JINDAL STEEL & POWER

CHHATTISGARH & JHARKHAND

INTEGRATED STEEL PLANT,RAIGARH

STEEL FABRICATION PLANT, PUNJIPATRA

HEAVY MACHINERY DIVISION, RAIPUR

WRM & BRM, PATRATU ,JHARKHAND

JINDAL STEEL & POWER

THANK YOU !