



Q2FY'23

Key Performance Highlights

10th Nov, 2022

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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 exports peaked in May with 7.8 MT and fell by 12% QoQ in Q2F23 due to increase in apparent domestic consumption
2. China Crude steel production has declined 3.5% in the first nine 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

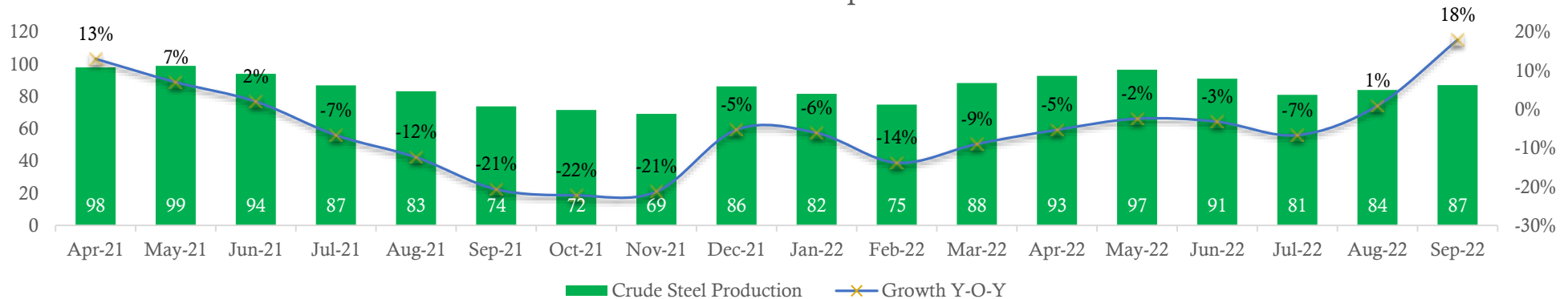
Chinese monthly Steel exports declined in Q2FY23

(Fig in Mill MT)



Chinese Crude Steel production

(Fig in Mill MT)



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

India's GDP Growth is projected to post robust growth of 7% in FY23

- At 8.7%, India's GDP growth in FY 22 was the **fastest in last 20 years**
- Q1FY23 GDP growth pegged at 13.5%*, FY23 pegged for 6.8-7.5% growth

8.7%
(FY 22)

RBI



7.0%
(FY 23)

RBI



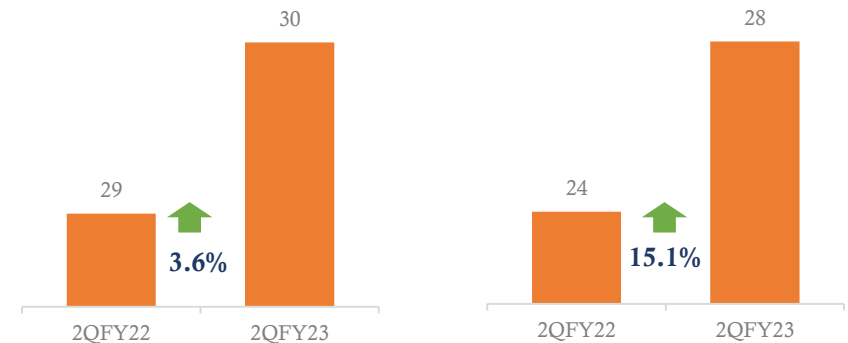
6.8%
(FY 23)

IMF



Indian Steel Consumption was up 15% Y-o-Y during Q2FY23

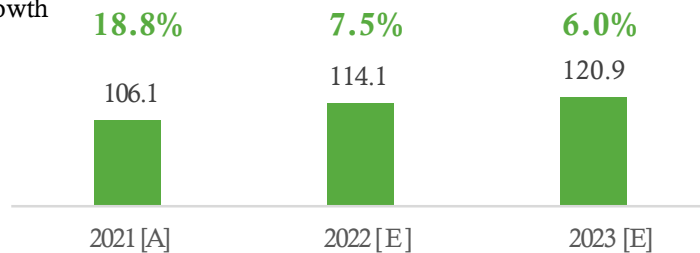
(Fig in Mill MT)



Indian Finished Steel Consumption Growth Outlook

Fig in Million MT
(CY Basis)

Y-o-Y
Growth



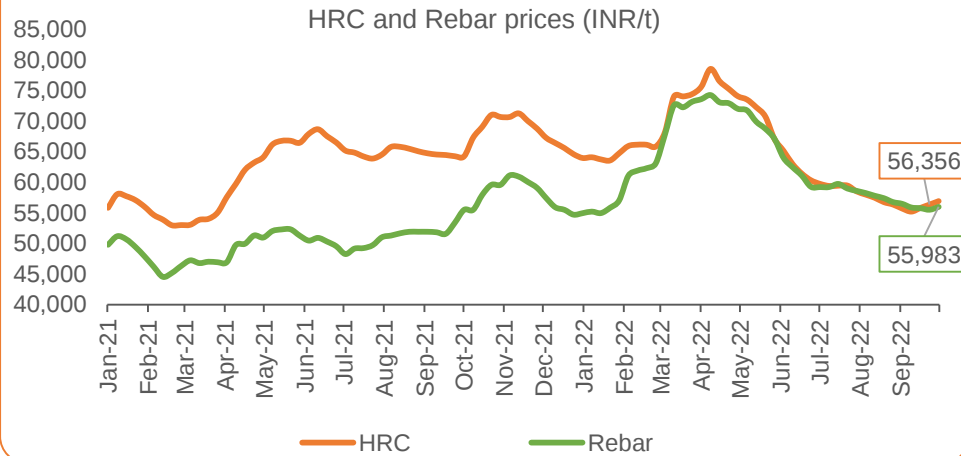
Government's Key Initiatives which are likely to support steel demand, boost manufacturing & infrastructure sector

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

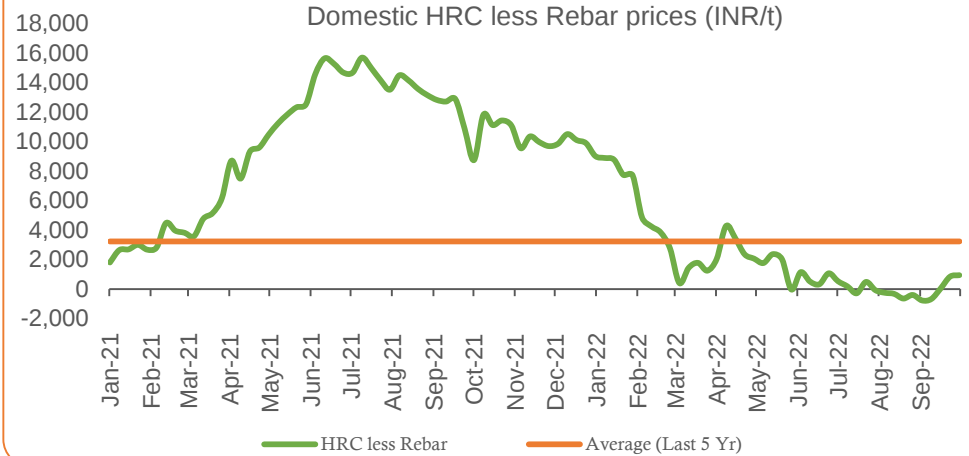
- INR 7.5 Trillion capex announced in the FY23 Budget
- Govt. initiatives (NIP, Gati Shakti, PLI scheme, etc.) supportive of steel demand
- Demand from Construction, infra and renewable energy expected to be healthy
- Healthy GST and other Tax collection allowing higher government expenditure

KEY PRICING TRENDS

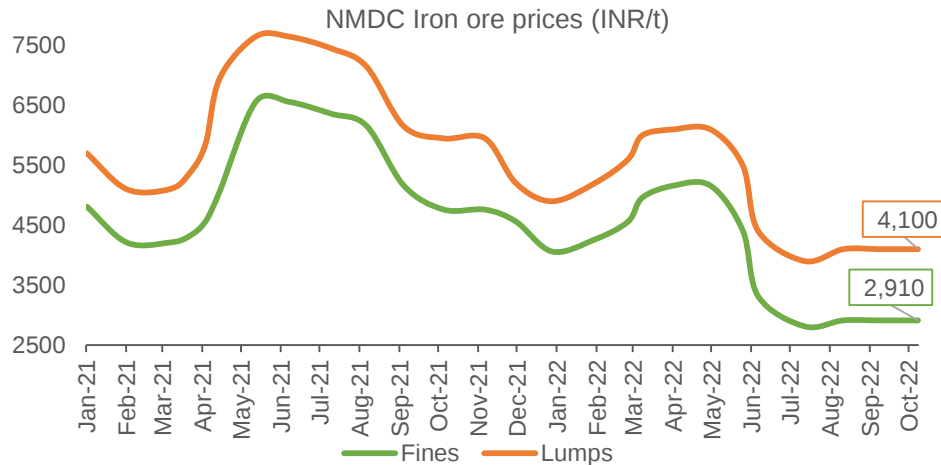
HRC & Rebar Prices



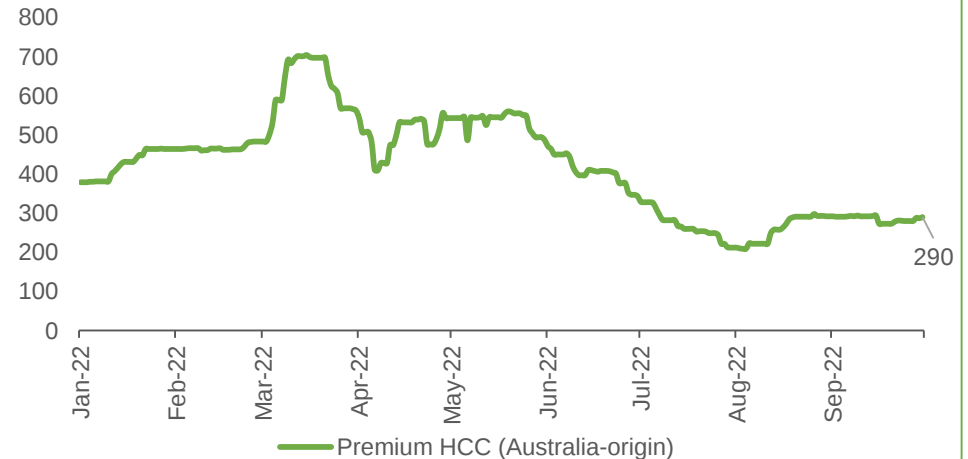
Differential in Rebar & HRC was below average during the quarter



Domestic Iron Ore prices remained flat during Q2



Coking Coal Prices remained below USD300/t in Q2





Result Highlights

JSPL STANDALONE KEY FINANCIALS

(INR Crores)

Q1 FY 23	Q2 FY 23	PARAMETERS	Q2 FY 23	Q2 FY 22
14,541	15,118	Gross Revenue*	15,118	14,550
12,849	13,107	Net Revenue	13,107	13,261
2,824	1,426	Adjusted EBITDA**	1,426	4,512
540	544	Depreciation + Amortization	544	562
258	320	Finance Cost(net)	320	350
2,534	982	PBT (before Exceptional)	982	3,626
5,805	(1,664)	Exceptional Gain/(loss)	(1,664)	-
2,072	935	PAT (before exceptional)	935	2,711
6,623	(473)	Reported PAT /(Loss)	(473)	2,711

PARAMETERS	1HFY23	1HFY22
Gross Revenue*	29,659	26,024
Net Revenue	25,956	23,646
Adjusted EBITDA**	4,250	8,947
Depreciation + Amortization	1,084	1,118
Finance Cost(net)	578	794
PBT (Before Exceptional)	3,516	7,180
Exceptional Gain/(loss)	4,141	
PAT (before exceptional)	3,007	5,372
Reported PAT /(Loss)	6,150	5,372

JSPL CONSOLIDATED KEY FINANCIALS

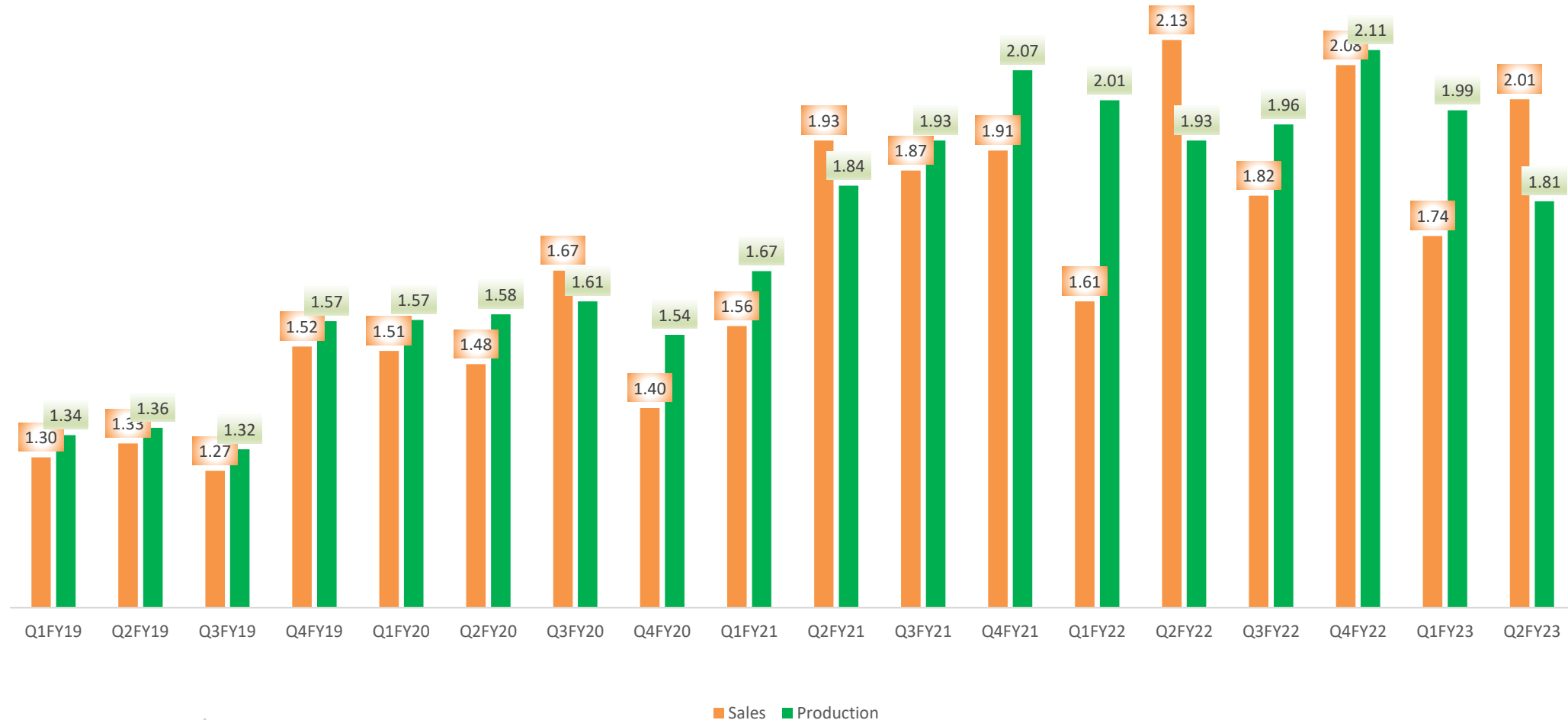
(INR Crores)

Q1 FY 23	Q2 FY 23	PARAMETER	Q2 FY 23	Q2 FY 22
14,738	15,534	Gross Revenue*	15,534	14,902
13,045	13,521	Net Revenue	13,521	13,612
2,952	1,519	Adjusted EBITDA**	1,519	4,587
596	614	Depreciation + Amortization	614	610
364	365	Finance Cost(net)	365	482
2,503	953	PBT (before Exceptional)	953	3,507
61	(898)	Exceptional Gain/(loss)	(898)	
1,929	892	PAT (before exceptional)	892	2,584
1,990	219	Reported PAT /(Loss)	219	2,584

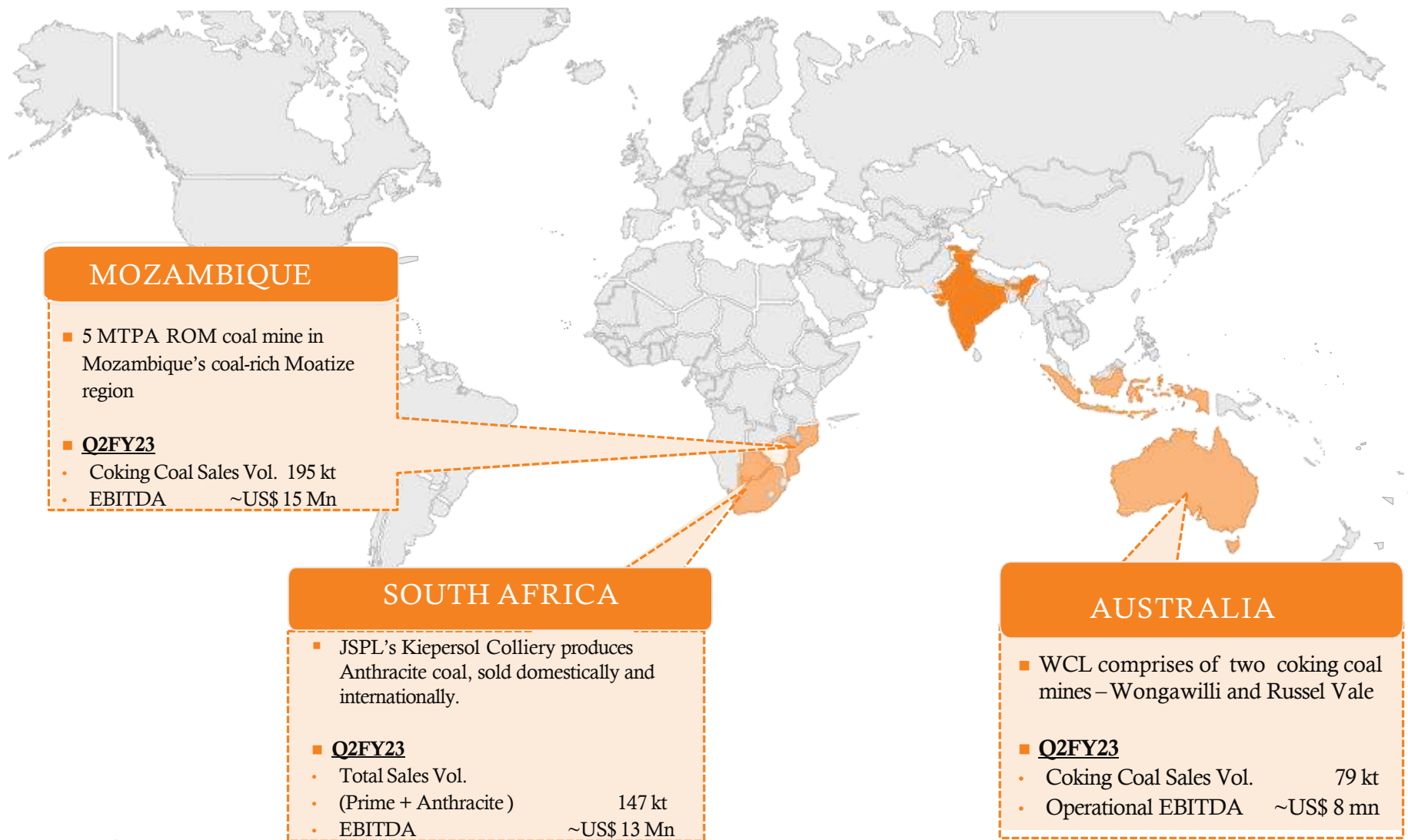
PARAMETER	1HFY23	1HFY22
Gross Revenue*	30,272	26,600
Net Revenue	26,567	24,221
Adjusted EBITDA**	4,472	9,038
Depreciation + Amortization	1,210	1,212
Finance Cost(net)	729	1,042
PBT (Before Exceptional)	3,455	6,916
Exceptional Gain/(loss)	(838)	
PAT (before exceptional)	2,821	5,100
Reported PAT /(Loss)	2,209	5,100

OPERATIONAL PERFORMANCE

Steel Production & Sales*

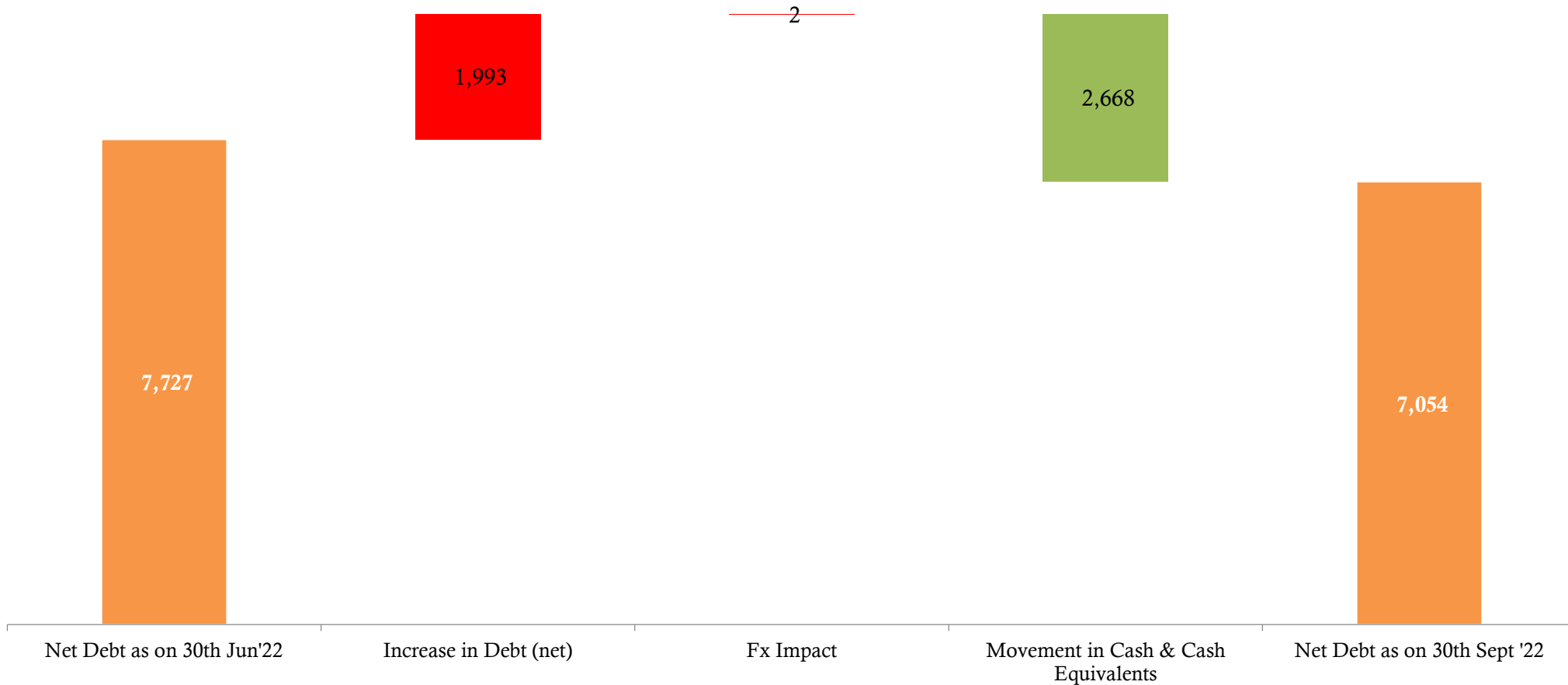


SUMMARY OF INTERNATIONAL OPERATIONS



JSPL CONSOLIDATED NET DEBT BRIDGE – 2QFY23¹

(INR Crs)



Note – Refinancing Proceeds of Rs.2,779 Cr. is part of closing cash & cash equivalents



Company Details

BUSINESS SEGMENTS

STEEL



MINES & MINERALS



9.6 MTPA Steel
9 MTPA Pellet Plant

India:
Iron Ore
Kasia, Odisha
Tensa, Odisha

Thermal Coal*
Gare IV/6
Utkal – B1 & B2
Utkal C

Global:
Coking Coal Anthracite
Mozambique South Africa
Australia

*CMDPA for all three Coal Mines was signed on August 17, 2022

INDIA CAPACITIES

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)

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)

C G P 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

Utkal-C
3.37 MTPA

Utkal-B1 & B2
8 MTPA

Gare Palma IV/6
4 MTPA

 Power

 Hot Metal

 Liquid Steel

 Finished Steel

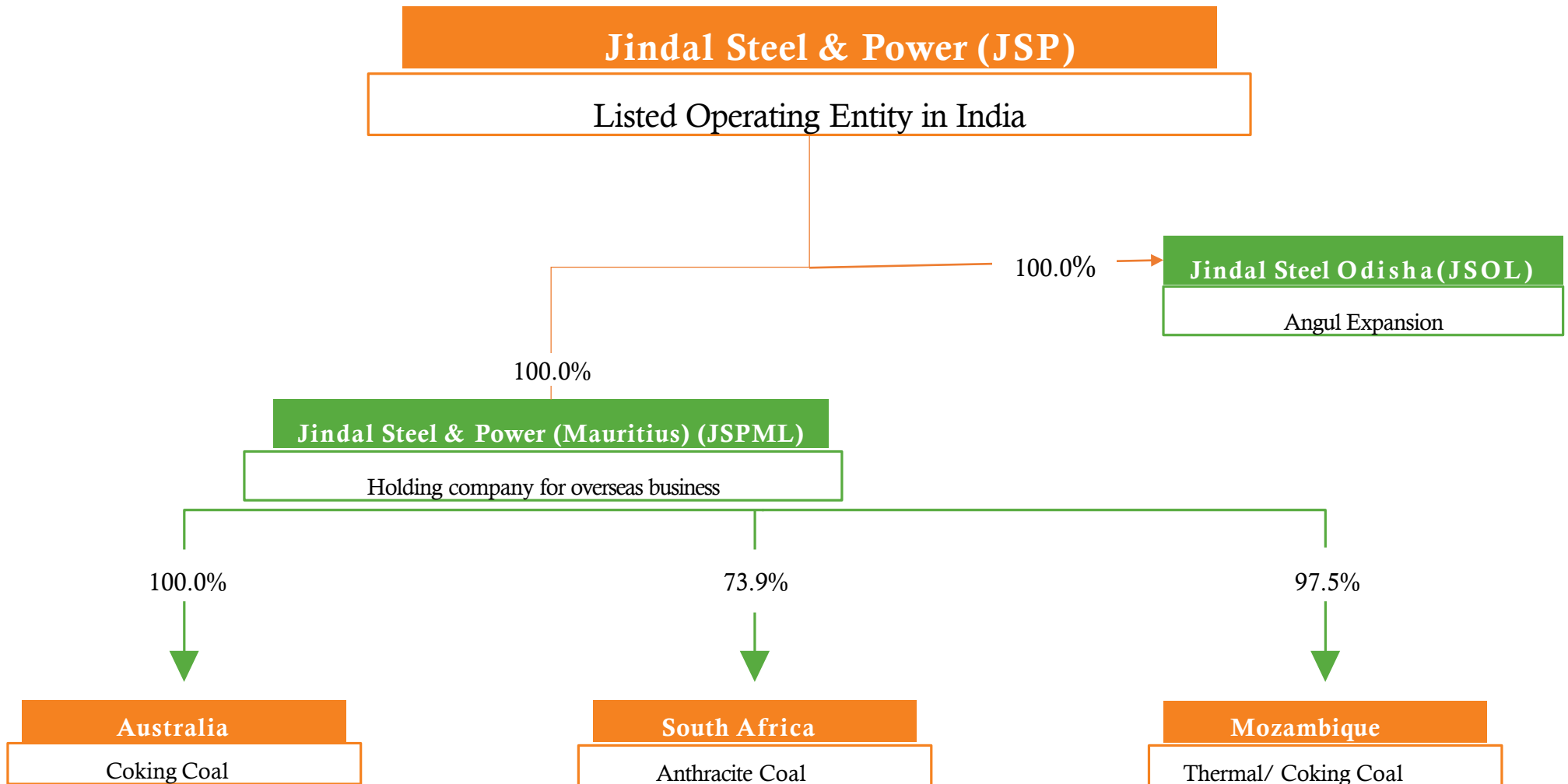
* CMDPA for all three Coal Mines was signed on August 17, 2022

KEY CUSTOMERS & ADDING...

CONSOLIDATED STRUCTURE





Way Forward

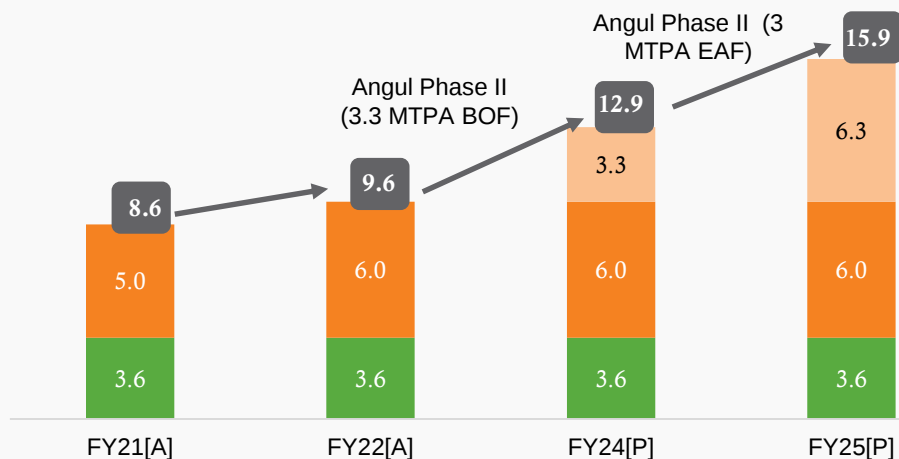
JSP : STRATEGIC GROWTH FRAMEWORK



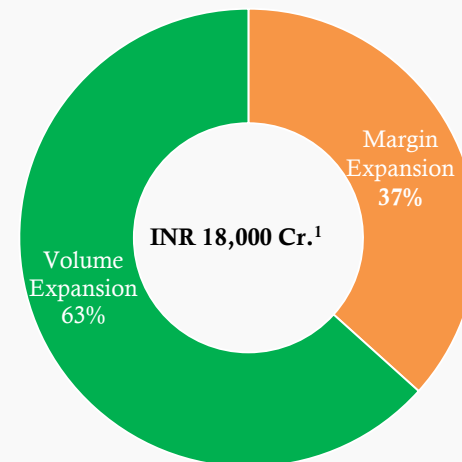
PHASE II: EXPANSION PLANS TO BOOST VOLUMES & EARNINGS

CRUDE STEEL CAPACITY TO INCREASE BY 66% BY FY25

■ Raigarh ■ Angul Phase I ■ Angul Phase II

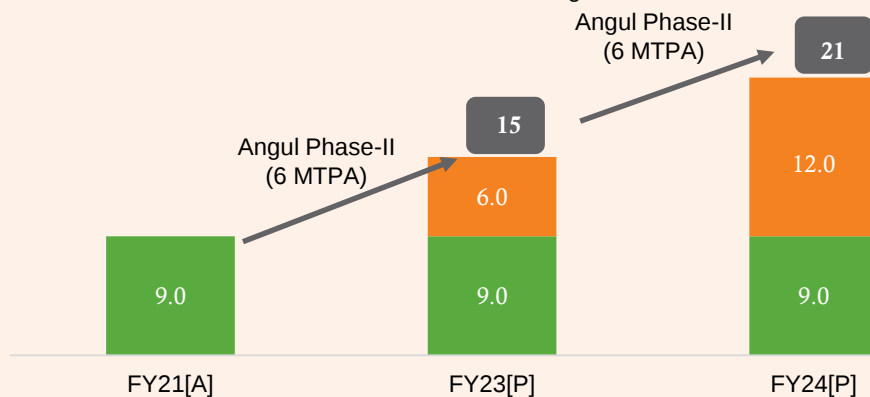


CAPEX SPEND

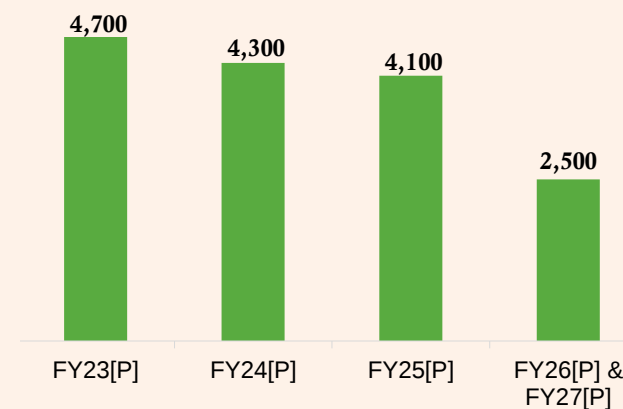


PELLET CAPACITY TO INCREASE BY 133% BY FY24

■ Barbil ■ Angul



PROJECTED ANNUAL CAPEX (INR CR.)*

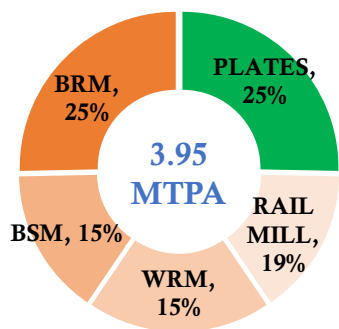


ANGUL PHASE-II : TIMELINE

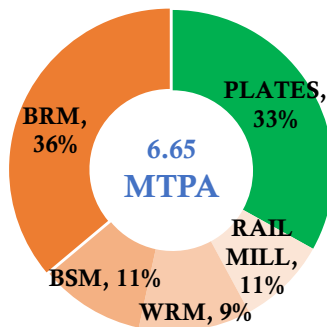
	FY22	FY23	FY24	FY25	Expected COD
Margin Expansion : INR 6,600 Cr. ¹	Angul Pellet Plant #1: 6MTPA				4QFY23
	HSM Phase #1: 3MTPA				1QFY24
	Angul Pellet Plant #2: 6MTPA				2QFY24
	Slurry Pipeline				2QFY24
Capacity Expansion : INR 11,400 Cr. ¹	Oxygen plant, Coke oven , RMHS				2QFY24
	HSM Phase #2 Expand 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

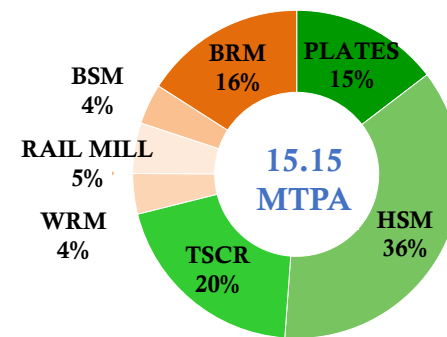
Past (FY11)



Present



Future (FY25)





INTEGRATED STEEL PLANT,
ANGUL

PELLET PLANT, BARBIL



CHHATTISGARH & JHARKHAND

INTEGRATED STEEL PLANT, RAIGARH



STEEL FABRICATION PLANT, PUNJIPATRA



HEAVY MACHINERY DIVISION, RAIPUR



WRM & BRM, PATRATU, JHARKHAND



THANK YOU !