



Ref: JSWSL: SECT: MUM: 2016-17
August 19, 2016

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National Stock Exchange of India Ltd.

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Bandra – Kurla Complex
Bandra (E), Mumbai – 400 051
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Kind Attn.: Vishnu Vyas, Listing Compliance

Dear Sir,

We reference to your email dated August 17, 2016 seeking our clarification on the following in connection with the acquisition of the entire shareholding of Praxair India Private Limited ["Praxair"] (74%) in JSW Praxair Oxygen Private Limited ["JPOPL"] by the Company ["Transaction"], please find below our response:

Sl. No.	Clarification Sought	Response
01.	Name of the target entity, details in brief such as size, turnover etc;	JSW Praxair Oxygen Private Limited. <u>Revenue from operations:</u> FY 2016 : Rs 406 crores.
02.	Whether the acquisition would fall within related party transactions and whether the promoter/ promoter group/ group companies have any interest in the entity being acquired? If yes, nature of interest and details thereof and whether the same is done at "arm's length"	The Transaction is not a related party transaction. The promoter/ promoter group/ group companies of the Company do not have any interest in JPOPL.
03.	Objects and effects of acquisition	Industrial gases like Oxygen, Nitrogen and Argon form part of critical inputs required for manufacturing steel. JPOPL is engaged in the business of production and sale of these gases. As manufacturing of steel is the main business of the Company, this acquisition is of strategic interest to the Company as it is a step towards backward integration by the Company.



04.	Brief details of any governmental or regulatory approvals was required for the acquisition;	No government or regulatory approvals were required for the acquisition.
05.	Brief background about the entity acquired in terms of products/line of business acquired, date of incorporation, history of last 3 years turnover, country in which the acquired entity has presence and any other significant information (in brief).	JPOPL was incorporated under the Companies Act, 1956, on 27th September 1995 as a joint venture between Praxair and the Company under the name Jindal Praxair Oxygen Company Private Limited. JPOPL is engaged in the business of production and sale of Industrial gases namely oxygen, nitrogen and argon which is a critical input in manufacturing steel. It is currently operating two air separation plants, each with a capacity of 2500 tonnes per day, at Toranagallu, Bellary District, Karnataka . It has presence only in India. Prior to the acquisition, 26% of the equity shares were held by the Company and 74% of the equity shares by Praxair. Revenue from operations: FY 2016 : Rs 406 crores , FY 2015 : Rs 487 crores , FY 2014 : Rs 433 crores . The net worth for the past 3 years is as under: FY 2013-14 - Rs 221 cr FY 2014-15 - Rs 293 cr FY 2015-16 - Rs 319 cr

Thanking you,

Yours faithfully,
for **JSW STEEL LIMITED**

Lancy Varghese
Company Secretary



Part of O. P. Jindal Group