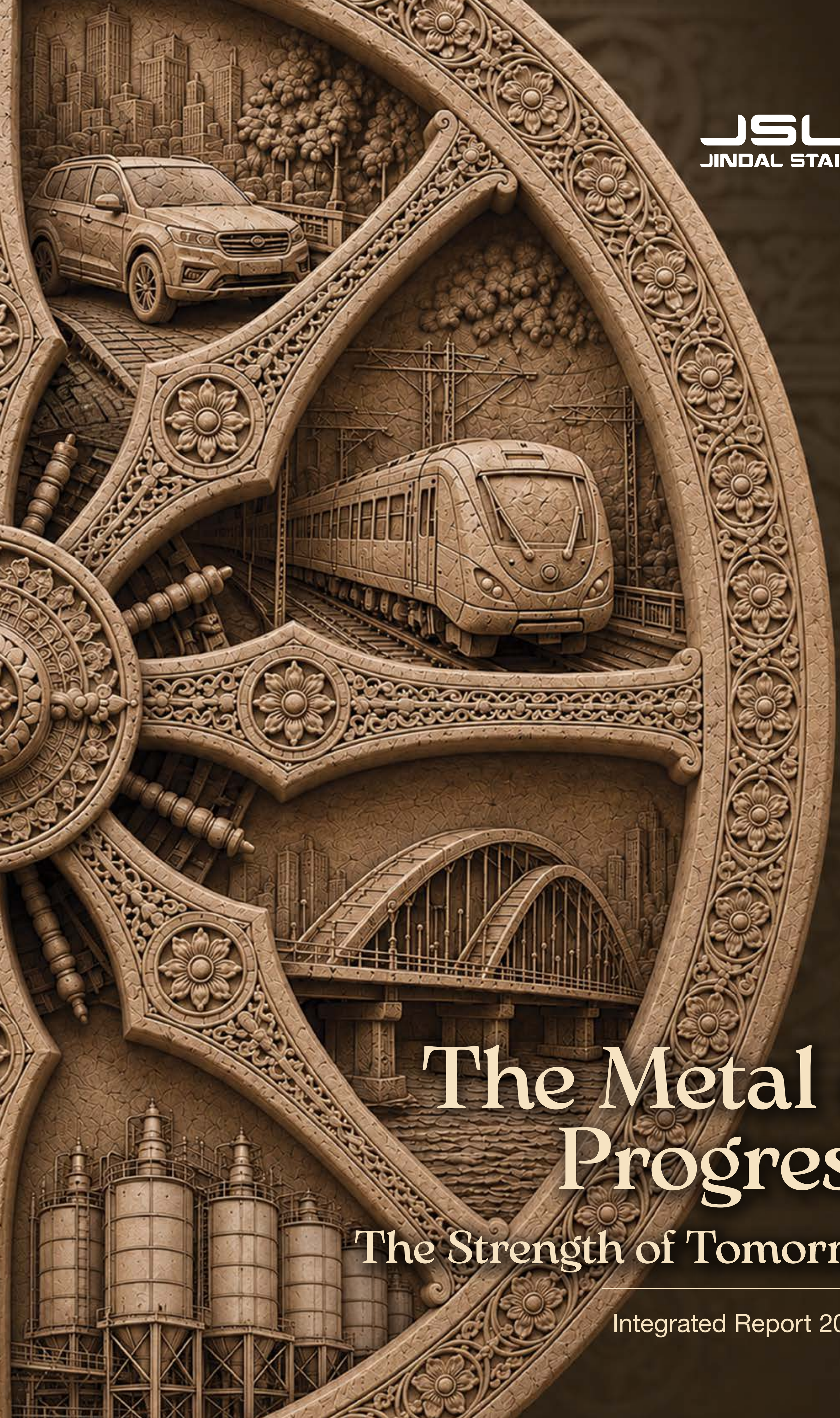
JINDAL STAINLESS



The Metal of Progress.

The Strength of Tomorrow.

Integrated Report 2025–26

Financial Capital

Financial Resilience and Capital Discipline

As India's leading stainless steel manufacturer, Jindal Stainless views financial capital as a critical enabler of long-term competitiveness and stakeholder value creation. A strong balance sheet, prudent liquidity management, and a focus on sustained profitability enable the Company to pursue growth opportunities while maintaining resilience in a dynamic business environment.

GRI Standards

GRI 2-6 | GRI 2-14 | GRI 201-1 | GRI 201-3 | GRI 201-4 | GRI 205 | GRI 207 | GRI 415

UNGC

Principle 1 | Principle 2 | Principle 10

UN SDGs

SASB

- EM-IS-000.A (Production)
- EM-IS-110a.1
- EM-IS-130a.1
- EM-IS-140a.1

IFRS

Governance, Strategy

As India's leading stainless steel manufacturer, Jindal Stainless views financial capital as a critical enabler of long-term competitiveness and stakeholder value creation. A strong balance sheet, prudent liquidity management, and a focus on sustained profitability enable the Company to pursue growth opportunities while maintaining resilience in a dynamic business environment.

The Company's consistent financial performance over the years, including during challenging market conditions, has provided the headroom to advance capacity expansion and broaden the product portfolio in line with evolving customer requirements. Disciplined capital allocation and risk-informed decision-making have further enabled the Company to invest in capacity expansion, strategic acquisitions, digital and manufacturing technologies, workforce development, and resource-efficiency initiatives across its operations.

Economic Performance

JSL continued to demonstrate financial resilience in FY26 despite geopolitical uncertainties, trade disruptions, and continued pressure from low-cost imports. Strong demand across key end-use sectors, combined with a focus on value-added products, operational efficiency, and prudent cost management, contributed to another year of robust financial performance.

During FY26, finished goods sales volume increased 8.1% to 25,65,902 tonnes. On a consolidated basis, net revenue increased 9.3% to INR 42,955 crore, EBITDA grew 19.2% to INR 5,560 crore, and Profit After Tax increased 27.4% to INR 3,185 crore, reflecting the strength of the Company's business model, manufacturing capabilities, and market position.

Key Metrics

Key Metrics	FY26	FY25	YOY Change
STANDALONE			
Sales Volume (MTPA)	2.57	2.37	+8.1%
Revenue (INR cr)	42,680	40,182	+6.2%
EBITDA (INR cr)	4,322	3,905	+11%
PAT (INR cr)	2,843	2,711	+5%
CONSOLIDATED			
Revenue (INR cr)	42,955	39,312	+9.3%
EBITDA (INR cr)	5,560	4,667	+19.2%
PAT (INR cr)	3,185	2,500	+27.4%

Investments Across the Value Chain

During FY26, JSL incurred INR 2,700 crore in capital expenditure, reflecting its continued investment in capacity, integration, and operating efficiency. This deployment forms part of the Company's broader ~INR 5,700 crore strategic investment programme, which includes completed and ongoing investments across acquisitions, downstream expansion, speciality steel capabilities, infrastructure upgrades, and ESG projects.

~INR 5,700 cr
A three-pronged investment strategy to achieve global leadership in stainless steel

Completed Projects

~INR 1,618 cr
Completed the 100% acquisition of Chromeni Steels Limited in Mundra, Gujarat, which adds:

- 0.6 MTPA cold rolling capacity
- ~400-acre landbank to support future growth

~INR 715 cr
Formed a joint venture:

- 49% stake in the 1.2 MTPA stainless steel melt shop in Indonesia

~INR 250 cr
Invested in an Electro Slag Remelting (ESR) furnace and forging unit at Hisar:

- Strengthens the 94,000-tonne Special Products Division
- Support growth in high-margin specialty steel

Ongoing Projects (FY26)

~INR 1,900 cr
Downstream HRAP and CRAP augmentation

~INR 1,200 cr
Infrastructure upgrades and ESG projects

Recently Announced Projects

~INR 900 cr
Strengthen cold rolling capacities at Hisar and Rabirun Vinimay, Kharagpur

3 MTPA
↑ Melt Capacity
↑ Downstream Balancing

4.2 MTPA

Regulatory Compliance

Environmental Compliance

During FY26, JSL reported zero fines and zero non-monetary sanctions related to non-compliance with environmental or labour laws and regulations, reflecting the Company's strong commitment to regulatory adherence and responsible business conduct.

As environmental regulations and stakeholder expectations continue to evolve, maintaining strong compliance practices helps manage risks, maintain operational continuity, and strengthen trust with regulators, customers, investors, and communities. JSL complies with applicable environmental laws and regulations across all its operations, including requirements prescribed by the Central Pollution Control Board (CPCB), State Pollution Control Boards (SPCBs), and other relevant authorities.

Simultaneously, regulatory developments and market requirements, including those related to BRSR disclosures, the Perform, Achieve and Trade (PAT) scheme, and the Carbon Border Adjustment Mechanism (CBAM), are regularly monitored and reviewed. Further, a centralised e-compliance platform tracks statutory obligations and regulatory updates across locations.

In addition, automated alerts and escalation mechanisms provide timely visibility of compliance requirements and help drive accountability across functions. The quarterly compliance reports submitted by the respective unit heads are also placed before the Board of Directors, further reinforcing the Company's commitment to strong compliance governance and effective oversight.

Responsible Climate Policy Engagement

JSL ensures that its climate-related public policy engagement and advocacy activities are aligned with the Paris Agreement and its Net Zero ambitions. The Company has established a structured governance framework to oversee both direct and indirect lobbying, ensuring alignment with its sustainability strategy and regulatory developments. Through active engagement with government bodies, industry associations, and policy forums, JSL advocates for measures that support decarbonisation, low-carbon technologies, circularity, and market-based mechanisms such as carbon pricing. The Company also maintains a formal process to review and address any misalignment with external associations, reinforcing its commitment to transparent and responsible climate advocacy. For more information, please refer to the Climate Action Report.

Category	FY23	FY24	FY25	FY26
Lobbying / Interest Representation	0	0	0	0
Local, Regional or National Political Campaigns / Candidates	20,00,00,000	10,00,00,000	30,00,00,000	0
Trade Associations (CII, FICCI, ASSOCHAM, ICC, UNGC, etc.)#	0	1,19,75,500	1,31,00,360	6,18,35,253
Other (ballot measures, referendums, think tanks)	0	0	0	0
Total contributions and other spending	20,00,00,000	11,03,07,500	31,31,00,360	6,18,35,253

#Industry Associations and Membership Fees (FY26)

Public Policy Advocacy

During FY26, JSL continued its active engagement with policymakers, regulators, and industry bodies to strengthen the competitiveness of India's stainless steel sector. Through structured advocacy and collaboration with key government institutions and industry associations, the Company contributed inputs on trade policies, quality standards, fiscal measures, and sustainability initiatives. JSL's advocacy largely focused on ensuring a level playing field, enhancing regulatory effectiveness, supporting export growth, and advancing sustainability and low-carbon transition efforts, while maintaining a consistent approach through formal representations and continuous stakeholder engagement.

To read more about JSL's public policy advocacy, refer to **Principle 7 of the BRSR**.

As JSL actively collaborates with leading trade and industry associations, the detailed list includes:

S. No.	Trade and industry chambers/associations	Membership fees	Sponsorship Spent	Others*
1	Confederation of Indian Industry (CII)	3,79,500	20,86,000	1,87,68,577
2	Federation of Indian Chambers of Commerce and Industry (FICCI)	7,00,000	42,50,000	44,000
3	Indian Chambers of Commerce (ICC)	70,000	1,83,50,000	-
4	Indian Stainless Steel Development Association (ISSDA)	98,78,328	5,00,000	-
5	Indian Steel Association (ISA)	5,00,000	10,00,000	-
6	PHD Chamber of Commerce and Industry (PHDCCI)	1,50,000	10,98600	-
7	Steel Furnace Association of India	8,00,000	-	4,00,000
8	Society of Indian Defence Manufacturers	3,00,000	-	-
9	The Alloy Steel Producers Association of India	2,00,000	-	-
10	The Associated Chambers of Commerce & Industry of India (ASSOCHAM)	4,50,000	-	-
11	Utkal Chamber of Commerce & Industry (UCCI)	63,248	5,00,000	10,500
12	EEPC		1,00,000	
13	United Nations Global Compact – India	13,06,500		
Total		**1,47,27,576**	**2,78,84,600**	**1,92,23,077**
Total trade associations or tax-exempt groups			**6,18,35,253**	

*Includes expenses incurred on delegate fees, exhibition space, and other collaborative initiatives.

Environmental Advocacy

During FY26, JSL's environmental advocacy spanned trade policy representation linked to decarbonisation funding, industry-body engagement on energy and climate performance, and public-facing environmental outreach.

Trade Policy Advocacy Linked to Decarbonisation

As a member of the ISSDA, JSL supported a petition filed with the Directorate General of Trade Remedies (DGTR) in late July 2025, seeking anti-dumping duty on stainless steel imports from China, Indonesia, and Vietnam.

Industry analysts have publicly linked this trade advocacy to the broader decarbonisation funding agenda: protection from underpriced imports is positioned as supporting the domestic industry's capacity to absorb the cost of low-carbon transition investments as the European Union's (EU) Carbon Border Adjustment Mechanism (CBAM) enters its financial phase in 2026.

Circular-Economy Investment Commitment

In October 2025, JSL is committed to investing approximately USD 150 million (~INR 1,300 crore) to double its annual slag processing capacity to 0.72 million tonnes at its Jajpur unit, under a 15-year partnership with Harsco Environmental, publicly positioning the project as advancing circular production and natural resource conservation.

Industry-Body Engagement on Energy and Climate Performance

JSL participated in the CII National Energy Efficiency Circle Competition during the year, where it received seven awards across categories, including energy conservation, ISO 50001 implementation, and carbon reduction.

In October 2025, JSL's Hisar and Jajpur units were recognised as 'Excellent Energy Efficient Units' at the 26th CII National Awards for Excellence in Energy Management 2025 in Hyderabad. The Hisar unit was cited for energy substitution and renewable energy sourcing, while the Jajpur unit was recognised for renewable integration and zero liquid discharge performance.

Tax Strategy and Governance

JSL considers responsible tax management an important part of good governance and creating long-term value. The Company's tax practices are guided by applicable laws and regulations, ethical business conduct, and a commitment to transparency, accuracy, and accountability. These practices are underpinned by the Company's Tax Policy (https://www.jindalstainless.com/wp-content/uploads/2023/08/Tax-Policy.pdf). The Chief Financial Officer and Head of Taxation oversee the implementation of the Tax Policy and report material tax matters to the Audit Committee and the Board of Directors, where required. Local management teams are responsible for compliance with applicable tax regulations and internal governance requirements within their respective operations.

Further, JSL maintains open and professional relationships with tax authorities and seeks to provide accurate and timely information during assessments, reviews, and enquiries. Where there is uncertainty in tax treatment, relevant information is disclosed in accordance with applicable requirements.

Tax Performance Data

Primary Activities	Year	No. of Employees	Profit Before Tax (INR cr)	Profit After Tax (INR cr)	Income Tax Paid (INR cr)	Reported Tax (INR cr)
Manufacturing of Stainless Steel	FY26	Employees: 6,953 Workers: 13,200	3,736.44	2,829.74	896.7	906.70
	FY25	Employees: 5,898 Workers: 13,529	3,519.18	2,711.19	525.6	807.99

Jurisdictional Tax Disclosure

JSL exclusively operates within India and is subject to a single tax jurisdiction. All core business activities, including manufacturing, processing, and sales, are carried out domestically. The Company does not have any operational or commercial presence outside India and does not engage in cross-jurisdictional intra-group transactions. Accordingly, all revenues, profits, and tax obligations are attributable to its operations in India, which represents its sole jurisdiction of operation.

The table below presents key financial and tax-related metrics for the jurisdiction in which the Group operates.

Jurisdiction	Entity Names	Primary Activities	No. of Employees	Revenue (INR cr)	Profit/(Loss) Before Tax (INR cr)	Tax Accrued (INR cr)	Tax Paid (INR cr)
India	Jindal Stainless Limited	Manufacturing of Stainless Steel	6,953	42,680.22	3,736.44	889.76	896.74
Other Jurisdictions	-	-	-	-	-	-	-

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