

## Tax Disclosures

We strive to comply with all the tax and regulatory requirements including transparent disclosure of tax matters where tax authorities have enquired into/ challenged the positions taken by the Company. Accordingly, we categorise all the open tax matters in three buckets based on the likelihood of an adverse outcome viz. "Probable, Possible or Remote".

In relation to the open tax matters where tax positions adopted by the Company are challenged, the Company keeps performing periodic assessment. Where there is a possibility that the tax position adopted by the Company may not be accepted at the highest appellate level on account of aspects like alternative interpretation of law, amendments to the law, new jurisprudence etc. the Company makes appropriate tax provision for the same.

On the other hand, where the open tax matters are uncertain of the final outcome at the highest appellate level the Company evaluates the probability of adverse tax outcome and report it as a contingent liability. Neither a provision is made nor a reporting is done as a contingent liability, in relation to the matter where an adverse outcome is "Remote".

Our above tax exposure analysis is reviewed by the Financial Controller and overseen by the CFO of the company and presented before the Audit Committee.

Apart from the above refer disclosure, the outstanding tax liabilities on account of open tax matters are separately reported in the CARO Report by the statutory auditor of the Company and contingent liabilities in Page 180 of the Annual report of the company.

## Tax Principles

At JSW Steel Group, we abide by the following tax principles which drive our overall tax functions:

To maintain integrity, diligence and transparency while undertaking various compliances and reportings

To follow a zero-tolerance approach towards any delay/lapse in tax compliances

To abide by the spirit of the legislation and to avail only the legitimate intended tax benefits allowed under the tax laws and policies

Strict resistance against any form of tax evasion

Have our business constituents follow our standards of tax practices in dealing with us

To promptly respond to the notices received from various tax authorities and to take action wherever required

To maintain a respectful and professional demeanor and maintain a transparent and honest relationship with the Government authorities

To make true and fair disclosure of all the pending tax matters in the financial statements either as a tax provision or contingent liability