

Independent Auditor's Review Report on consolidated unaudited quarterly and year to date Financial Results of JK Tyre & Industries Limited the Company Pursuant to Regulation 33 of the SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015 as amended

To
The Board of Directors of
JK Tyre & Industries Limited
New Delhi.

1. We have reviewed the accompanying statement of Consolidated Unaudited financial results of **JK Tyre & Industries Limited** ("the Parent Company") and its subsidiaries (parent Company and its subsidiaries together referred to as "the Group") and its associates, for the quarter ended September 30, 2021 and for the period April 1, 2021 to September 30, 2021 ("the Statement"), being submitted by the Parent Company pursuant to the requirement of Regulation 33 of the (SEBI) (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended.
2. This statement, which is the responsibility of the Parent Company's Management and approved by the Parent Company's Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in the Indian Accounting Standards 34, "Interim Financial Reporting" ("Ind AS 34"), prescribed under section 133 of the Companies Act, 2013 read with the relevant rules thereunder and other accounting principles generally accepted in India. Our responsibility is to express a conclusion on the Statement based on our review.
3. We conducted our review of the Statement in accordance with the Standard on Review Engagement (SRE) 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity" issued by the Institute of Chartered Accountants of India. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with the Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

We also performed procedures in accordance with the circular issued by the SEBI under Regulation 33 (8) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, to the extent applicable.

4. The Statements includes the results of the following entities:

(a) **Parent:**

JK Tyre & Industries Limited

(b) **Subsidiaries**

3DInnovations Private Limited
J.K. International Limited
J.K. Asia Pacific Limited (JKAPL)
J.K. Asia Pacific (S) Pte Ltd (JKAPPL-Subs of JKAPL)
Cavendish Industries Limited
Lankros Holdings Limited (LANKROS)



Sarvi Holdings Switzerland AG (SARVI-Subs. of LANKROS)
J.K Tornel, S.A. de C.V. (JKTSA-Subs. of SARVI)
Comercializadora America Universal, S.A. DE C.V.*
Compania Hulera Tacuba, S.A de C.V.*
Compania Hulera Tornel, S.A. de C.V. (CHT)*
Compania Inmobiliaria Norida, S.A. de C.V.*
General de Inmuebles Industriales, S.A. de C.V.*
Gintor Administracion, S.A. de C.V.*
Hules Y Procesos Tornel, S.A. de C.V.*

* Subsidiary of JKTSA

(c) **Associates:**

Valiant Pacific L.L.C. (Associate of JKAPPL)
Dwarkesh Energy Limited
Western Tire Holdings, Inc. (Associate of CHT)
Treal Mobility Solutions Private Limited

5. Based on our review conducted and procedures performed as stated in paragraph 3 above and based on the consideration of the review reports of the other auditors referred to in paragraph 6-below, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the recognition and measurement principles laid down in the aforesaid Indian Accounting Standard and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, including the manner in which it is to be disclosed, or that it contains any material misstatement.

6. **Other matters:**

(a) We did not review the financial results of 9 subsidiaries and 1 associate (including 8 step down subsidiaries and 1 associate incorporated outside India) included in the consolidated unaudited financial results, whose unaudited financial results reflect total assets Rs. 5372.46 Crores as at September 30, 2021 and total revenue of Rs. 1514.87 Crores and Rs. 2900.82 Crores, total net profit after tax of Rs. 10.93 Crores and Rs. 9.18 Crores, total comprehensive income of Rs. 12.93 Crores and Rs. 11.11 Crores, for the quarter ended September 30, 2021 and for the period from April 1, 2021 to September 30, 2021 respectively and cash inflow (net) of Rs. 42.24 Crores for the period from April 1, 2021 to September 30, 2021, as considered in the consolidated unaudited financial results. The consolidated unaudited financial results also include the Group's share of net profit of Rs. 0.43 Crore and Rs. 0.80 Crore and total comprehensive income of Rs. 0.44 Crore and Rs. 0.81 Crore in respect of 1 associate for the quarter ended September 30, 2021 and for the period from April 1, 2021 to September 30, 2021 as considered in the consolidated unaudited financial results, whose financial results have not been verified by us. These financial results have been reviewed by other auditors whose reports have been furnished to us by the management and our conclusion on the statement, in so far as it relates to the amounts and disclosures included in respect of these subsidiaries and associate, is based solely on the reports of the other auditors and the procedures performed by us as stated in paragraph 3 above.



S S KOTHARI MEHTA
& COMPANY
CHARTERED ACCOUNTANTS

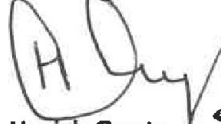
(b) The consolidated unaudited financial Statement also includes the financial results of 6 subsidiaries which have not been reviewed by their auditors, whose financial results reflect total Assets of Rs. 150.40 Crores as at September 30, 2021 and total revenue of Rs. 0.83 Crore and Rs. 0.87 Crore, and total net profit after tax of Rs. 0.60 Crore and Rs. 0.05 Crore and total comprehensive income of Rs.0.60 Crore and Rs. 0.05 Crore for the quarter ended September 30, 2021, and for the period from April 1, 2021 to September 30, 2021 respectively and cash inflows (net) Rs. 0.04 Crore for the period from April 1, 2021 to September 30, 2021 as considered in the consolidated unaudited financial results. The consolidated unaudited financial results also include the Group's share of net profit of Rs. 0.36 Crore and Rs. 1.10 Crores and total comprehensive income of Rs. 0.36 Crore and Rs. 1.09 Crores for the quarter ended September 30, 2021 and for the period April 1, 2021 to September 30, 2021, respectively, as considered in the consolidated unaudited financial results, in respect of 3 associates, based on their financial results which have not been reviewed by their auditors. According to the information and explanations given to us by the Management, these financial results are not material to the group.

Our conclusion on the statement is not modified in respect of the above matters.

For S S Kothari Mehta & Company

Chartered Accountants

Firm Reg. No. – 000756N



Harish Gupta

Partner

Membership No. – 098336

UDIN: 21098336AAA AJA7232



Place: New Delhi

Date: 28/10/2021

JK TYRE & INDUSTRIES LTD.

Statement of Unaudited Consolidated Financial Results for the Quarter and Half Year ended 30th September, 2021

		Quarter Ended			Half Year Ended		Year Ended
Sl. No.	Particulars	30.09.2021 (Unaudited)	30.06.2021 (Unaudited)	30.09.2020 (Unaudited)	30.09.2021 (Unaudited)	30.09.2020 (Unaudited)	31.03.2021 (Audited)
(₹ in Crores)							
I.	Revenue from Operations	2986.66	2608.44	2274.84	5595.10	3405.64	9102.20
II.	Other Income	10.93	9.98	11.65	20.91	18.99	43.07
III.	Total Income (I+II)	2997.59	2618.42	2286.49	5616.01	3424.63	9145.27
IV.	Expenses						
	Cost of Materials Consumed	2005.34	1775.00	1297.81	3780.34	1809.64	5246.89
	Purchases of Stock-in-trade	33.83	39.16	35.61	72.99	40.32	117.96
	(Increase) / Decrease in Inventories of Finished Goods, Work-in-progress and Stock-in-trade	(53.07)	(127.68)	(0.77)	(180.75)	256.51	103.85
	Employee Benefits Expense	261.48	254.09	215.37	515.57	390.63	922.74
	Finance Costs	106.39	107.94	123.48	214.33	254.03	465.85
	Depreciation and Amortisation Expense	97.14	96.22	96.52	193.36	193.22	386.69
	Other Expenses	446.67	388.37	371.78	835.04	557.26	1404.42
	Total Expenses	2897.78	2533.10	2139.80	5430.88	3501.61	8648.40
V.	Operating Profit (PBIDT)	303.34	289.48	366.69	592.82	370.27	1349.41
VI.	Profit / (Loss) before Exceptional Items and Tax (III-IV)	99.81	85.32	146.69	185.13	(76.98)	496.87
VII.	Exceptional Items	1.97	(10.61)	20.71	(8.64)	(12.20)	37.48
VIII.	Profit / (Loss) before Tax (VI+VII)	101.78	74.71	167.40	176.49	(69.18)	534.35
IX.	Tax Expense						
	(1) Current Tax	43.14	40.13	6.18	83.27	5.22	140.06
	(2) Deferred Tax	(5.55)	(9.37)	52.31	(14.92)	(1.16)	60.85
X.	Profit / (Loss) after Tax (VIII-IX)	64.19	43.95	108.91	108.14	(93.24)	333.44
XI.	Share in Profit / (Loss) of Associates	0.77	0.19	0.77	0.96	(1.25)	(2.51)
XII.	Profit / (Loss) for the period (X+XI)	64.96	44.14	109.68	109.10	(94.49)	330.93
XIII.	Profit / (Loss) for the period attributable to:						
	Owners of the Parent	66.56	46.32	104.98	112.88	(93.87)	319.34
	Non-controlling Interest	(1.60)	(2.18)	4.70	(3.78)	(0.62)	11.59
XIV.	Other Comprehensive Income						
(A)	Items that will not be Reclassified to Profit or Loss						
	Re-measurement losses on Defined Benefit Plans	(0.03)	(2.85)	(3.13)	(2.88)	(8.88)	(6.07)
	Share of Other Comprehensive Income in Associates	-	(0.01)	-	(0.01)	-	(0.02)
	Income Tax Relating to Items that will not be Reclassified to Profit or Loss	0.27	0.99	1.63	1.26	3.10	2.07
(B)	Items that will be Reclassified to Profit or Loss						
	Exchange Differences on Translating the Financial Statements of Foreign Operations	(13.63)	14.43	2.88	0.80	18.49	39.66
	Total Other Comprehensive Income for the period	(13.39)	12.56	1.38	(0.83)	12.71	35.64
XV.	Total Comprehensive Income for the period (XII+XIV)	51.57	56.70	111.06	108.27	(81.78)	366.57
XVI.	Other Comprehensive Income for the period attributable to:						
	Owners of the Parent	(13.66)	12.57	1.44	(1.09)	12.79	35.65
	Non-controlling Interest	0.27	(0.01)	(0.06)	0.26	(0.08)	(0.01)
XVII.	Total Comprehensive Income for the period attributable to:						
	Owners of the Parent	52.90	58.89	106.42	111.79	(81.08)	354.99
	Non-controlling Interest	(1.33)	(2.19)	4.64	(3.52)	(0.70)	11.58
XVIII.	Paid-up Equity Share Capital (Face Value: ₹ 2/- per share)	49.25	49.25	49.25	49.25	49.25	49.25
XIX.	Other Equity excluding Revaluation Reserve						2623.49
XX.	Earnings per equity share of ₹ 2 each Basic / Diluted (₹)	2.70	1.88	4.26	4.58	(3.81)	12.97



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Statement of Consolidated Assets and Liabilities

(₹ in Crores)

Sl. No.	Particulars	As at 30.09.2021	As at 31.03.2021
		(Unaudited)	(Audited)
	ASSETS		
(1)	Non-current Assets		
(a)	Property, Plant and Equipment	5881.70	6018.94
(b)	Capital Work-in-progress	362.29	286.42
(c)	Investment Property	5.67	5.73
(d)	Other Intangible Assets	222.41	217.71
(e)	Intangible Assets under Development	3.48	12.70
(f)	Financial Assets		
	- Investments accounted using Equity Method	61.53	59.91
	- Other Investments	92.10	87.11
	- Other Financial Assets	142.88	141.33
(g)	Deferred Tax Assets (Net)	54.09	46.25
(h)	Other Non-current Assets	19.33	18.59
		6845.48	6894.69
(2)	Current Assets		
(a)	Inventories	2103.99	1789.29
(b)	Financial Assets		
	- Trade Receivables	1777.71	1575.42
	- Cash and Cash Equivalents	128.34	88.66
	- Other Bank Balances	88.81	85.13
	- Other Financial Assets	143.51	136.01
(c)	Current Tax Assets (Net)	59.98	83.26
(d)	Other Current Assets	372.99	334.23
		4675.33	4092.00
	TOTAL ASSETS	11520.81	10986.69
	EQUITY AND LIABILITIES		
	Equity		
(a)	Equity Share Capital	49.25	49.25
(b)	Other Equity	2686.37	2623.49
	Equity Attributable to Owners of the Parent	2735.62	2672.74
(c)	Non-controlling Interest	102.77	106.29
		2838.39	2779.03
	Liabilities		
(1)	Non-current Liabilities		
(a)	Financial Liabilities		
	- Borrowings	2679.60	2860.74
	- Lease Liabilities	87.04	93.98
	- Other Financial Liabilities	608.75	612.06
(b)	Provisions	102.30	103.88
(c)	Deferred Tax Liabilities (Net)	393.19	368.31
		3870.88	4038.97
(2)	Current Liabilities		
(a)	Financial Liabilities		
	- Borrowings	2296.87	1795.75
	- Lease Liabilities	46.42	50.23
	- Trade Payables		
	Micro & Small Enterprises	46.40	36.18
	Others	1573.26	1537.89
	- Other Financial Liabilities	591.60	535.55
(b)	Other Current Liabilities	235.77	203.69
(c)	Provisions	21.20	7.83
(d)	Current Tax Liabilities (Net)	0.02	1.57
		4811.54	4188.69
	TOTAL EQUITY AND LIABILITIES	11520.81	10986.69



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Information about Operating Segments:

(₹ in Crores)

PARTICULARS	Consolidated Financial Results					
	Quarter Ended			Half Year Ended		Year Ended
	30.09.2021	30.06.2021	30.09.2020	30.09.2021	30.09.2020	31.03.2021
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
1. SEGMENT REVENUE						
India	2578.36	2263.09	2040.65	4841.45	3108.04	8218.87
Mexico	541.65	470.44	278.20	1012.09	362.68	1133.48
Others	0.81	0.00	0.00	0.81	0.48	1.88
Total Segment Revenue	3120.82	2733.53	2318.85	5854.35	3471.20	9354.23
Inter-segment Sales	(134.16)	(125.09)	(44.01)	(259.25)	(65.56)	(252.03)
Income from Operations	2986.66	2608.44	2274.84	5595.10	3405.64	9102.20
2. SEGMENT RESULTS						
Profit / (Loss) before Finance Costs, Exceptional Items & Tax						
India	163.36	162.80	255.35	326.16	214.88	937.20
Mexico	42.27	31.00	15.24	73.27	(37.39)	25.70
Others	0.57	(0.54)	(0.42)	0.03	(0.44)	(0.18)
Total	206.20	193.26	270.17	399.46	177.05	962.72
Less: Finance Costs	(106.39)	(107.94)	(123.48)	(214.33)	(254.03)	(465.85)
Profit Before Exceptional Items & Tax	99.81	85.32	146.69	185.13	(76.98)	496.87
Exceptional Items	1.97	(10.61)	20.71	(8.64)	(12.20)	37.48
Profit Before Tax	101.78	74.71	167.40	176.49	(89.18)	534.35
3. CAPITAL EMPLOYED						
(Segment Assets)						
India	10207.18	10195.58	9255.56	10207.18	9255.56	9809.91
Mexico	1254.77	1242.88	1094.78	1254.77	1094.78	1118.97
Others	58.86	58.43	60.31	58.86	60.31	57.81
Total Assets	11520.81	11496.89	10410.65	11520.81	10410.65	10986.69
(Segment Liabilities)						
India	7858.66	7860.01	7264.16	7858.66	7264.16	7504.23
Mexico	823.04	798.33	815.37	823.04	815.37	702.05
Others	0.72	1.40	2.71	0.72	2.71	1.38
Total Liabilities	8682.42	8659.74	8082.24	8682.42	8082.24	8207.66
CAPITAL EMPLOYED						
(Segment Assets - Segment Liabilities)						
India	2348.52	2335.57	1991.40	2348.52	1991.40	2305.68
Mexico	431.73	444.55	279.41	431.73	279.41	416.92
Others	58.14	57.03	57.60	58.14	57.60	56.43
Total Capital Employed	2838.39	2837.15	2328.41	2838.39	2328.41	2779.03



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Notes:

* Standalone financial information of the Company:

(₹ in Crores)

PARTICULARS	Quarter Ended			Half Year Ended		Year Ended
	30.09.2021 (Unaudited)	30.06.2021 (Unaudited)	30.09.2020 (Unaudited)	30.09.2021 (Unaudited)	30.09.2020 (Unaudited)	31.03.2021 (Audited)
Turnover	2028.07	1733.84	1482.15	3761.91	2282.63	6170.12
Operating Profit (PBIDT)	201.38	188.19	228.08	389.57	258.88	886.61
Profit before Tax	83.97	68.57	102.04	152.54	(10.78)	395.56
Profit after Tax	54.39	44.59	68.67	98.98	(6.02)	256.45

Standalone Financial Results for the Quarter and Half year ended 30.09.2021 can be viewed on websites of the Company, National Stock Exchange of India Ltd. and BSE Ltd. at www.jktyre.com, www.nseindia.com and www.bseindia.com respectively.

- * The Company operates its business through three operating segments, representing our business on the basis of geographies which are India, Mexico and Others.
- * The Company has evaluated impact of COVID-19 pandemic on its business, performance and financials. The Company expects to recover the carrying amount of various assets and to maintain sufficient liquidity. The impact of subsequent developments, if any, occurring after approval of these financial results will be recognized prospectively.
- * For the quarter, exceptional items include favourable foreign exchange fluctuation of ₹ 4.15 crores and VRS expenses ₹2.18 crores.
- * Statement of cash flow is attached in Annexure-I.
- * The above results have been reviewed by the Audit Committee and approved by the Board of Directors at their respective meetings held on 28th October, 2021. The Auditors of the Company have carried out the "Limited Review" of the same.
- * Figures for the previous periods have been regrouped / rearranged, wherever necessary.

New Delhi
28th October, 2021

For JK Tyre & Industries Ltd.



Raghupati Singhania
Chairman & Managing Director

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Regd. Off.: Jaykaygram, PO- Tyre Factory, Kankroli - 313 342, Rajasthan, Website: www.jktyre.com, Corporate Identity Number: L67120RJ1951PLC045966



JK TYRE & INDUSTRIES LTD.

Consolidated Cash Flow Statement for the half year ended 30th September, 2021

(₹ in Crores)

Sl. No.	Particulars	Half Year Ended	
		30.09.2021 (Unaudited)	30.09.2020 (Unaudited)
A.	CASH FLOW FROM OPERATING ACTIVITIES:		
	Net Profit before Tax	176.49	(89.18)
	Adjustment for:		
	Depreciation and Amortisation Expense	193.36	193.22
	Finance Costs	214.33	254.03
	(Profit) / Loss on Sale of Property, Plant & Equipment	(0.20)	(0.29)
	Fair Value Changes in Non-current Investments	(1.36)	(0.38)
	Unrealised Foreign Exchange Fluctuation	4.40	(2.51)
	Foreign Currency Translation gain / (loss) on Consolidation	(4.49)	0.10
	Interest / Dividend Received	(16.49)	(17.42)
	Allowance for Doubtful Debts / Advances and Bad debts written off	1.00	0.50
	Operating Profit before Working Capital changes	567.04	338.07
	(Increase) / Decrease in Trade and Other Receivables	(244.54)	451.80
	(Increase) / Decrease in Inventories	(315.06)	399.58
	Increase / (Decrease) in Trade and Other Payables	178.17	(201.67)
	Cash generated from Operations	185.61	987.78
	Direct Taxes (net)	(27.24)	(8.38)
	Net Cash flow from Operating Activities	158.37	979.40
B.	CASH FLOW FROM INVESTING ACTIVITIES:		
	Purchase of Property, Plant and Equipment	(167.95)	(65.44)
	Sale of Property, Plant and Equipment	7.10	15.27
	Movement in Loans & Advances	-	(0.20)
	Deposit Accounts with Banks	(1.57)	1.37
	Interest Received	10.86	14.52
	Dividend Received	0.01	-
	Net Cash used in Investing activities	(151.55)	(34.48)
C.	CASH FLOW FROM FINANCING ACTIVITIES:		
	Proceeds from Short-term Borrowings (Net)	492.36	(652.14)
	Proceeds from Long-term Borrowings	422.69	209.94
	Repayment of Long-term Borrowings	(606.17)	(157.52)
	Payment of Lease Liabilities	(15.87)	(18.87)
	Finance Costs paid	(211.25)	(249.11)
	Dividend paid	(49.25)	(17.24)
	Net Cash from / (used in) Financing Activities	32.51	(884.94)
	Net increase / (decrease) in Cash and Cash Equivalents	39.33	59.98
	Cash and Cash Equivalents as at the beginning of the period	88.66	65.39
	Foreign Currency Translation gain / (loss) on Cash and Cash Equivalents	0.35	1.55
	Cash and Cash Equivalents as at the end of the period	128.34	126.92
Notes:	Cash and Cash Equivalents include:		
	- Cash, Cheques on hand and Remittances in transit	0.25	4.77
	- Balances with Banks	127.74	120.60
	- Unrealised Translation gain / (loss) on Foreign Currency balances	0.35	1.55
	Total	128.34	126.92



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