

Independent Auditor's Review Report on the Quarterly and Year to Date Unaudited Standalone Financial Results of the Company Pursuant to Regulation 33 of the SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015, as amended

Review Report to
The Board of Directors
JK Tyre & Industries Limited
New Delhi

We have reviewed the accompanying statement of unaudited standalone financial results of **JK Tyre & Industries Limited** (the "Company") for the quarter ended September 30, 2020 and year to date results for the period from 1st April 2020 to September 30, 2020 (the "Statement"), attached herewith, being submitted by the Company pursuant to requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosures Requirements) Regulations, 2015, as amended.

This statement is the responsibility of the Company's management and has been approved by the Board of Directors. The preparation of the statement is in accordance with the recognition and measurement principles laid down in the Indian Accounting Standards 34, "Interim Financial Reporting", 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 issue a report on the Statement based on our review.

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. This Standard requires that we plan and perform the review to obtain moderate assurance as to whether the Statements are free of material misstatement. A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provides less assurance than an audit. We have not performed an audit and, accordingly, we do not express an audit opinion.

Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying statement of unaudited standalone financial results prepared in accordance with the applicable Indian Accounting Standards (Ind-AS) prescribed under section 133 of the Companies Act, 2013, read with relevant rules issued thereunder, and other recognized accounting practices and policies 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.

For S S Kothari Mehta & Company

Chartered Accountants
Firm Reg. no. – 000756N


Harish Gupta
Partner

Membership No. – 098336

UDIN No. **20098336AAAABX7040**



Place: New Delhi

Date: 21st October 2020

JK TYRE & INDUSTRIES LTD.

Statement of Unaudited Standalone Financial Results for the Quarter and Half Year ended 30th September, 2020

(₹ in Crores)

SL. NO.	PARTICULARS	Quarter Ended			Half Year Ended		Year Ended
		30.09.2020 (Unaudited)	30.09.2019 (Unaudited)	30.06.2020 (Unaudited)	30.09.2020 (Unaudited)	30.09.2019 (Unaudited)	31.03.2020 (Audited)
I.	Revenue from Operations	1473.03	1377.81	794.03	2267.06	3181.99	6094.84
II.	Other Income	9.12	5.78	6.45	15.57	11.00	25.39
III.	Total Income (I+II)	1482.15	1383.59	800.48	2282.63	3192.99	6120.23
IV.	Expenses						
	Cost of Materials Consumed	787.60	766.21	320.33	1107.93	1645.13	3157.83
	Purchases of Stock-in-Trade	105.76	66.29	29.10	134.86	354.64	769.42
	(Increase) / Decrease in Inventories of Finished Goods, Work-in-progress and Stock-in-trade	3.76	(37.44)	182.56	186.32	36.87	(40.98)
	Employee Benefits Expense	120.69	127.95	104.81	225.50	265.97	553.76
	Finance Costs	74.44	87.96	79.46	153.90	172.86	342.92
	Depreciation and Amortisation Expense	61.51	57.74	62.40	123.91	115.69	242.39
	Other Expenses	236.26	256.80	132.88	369.14	526.11	1002.57
	Total Expenses	1390.02	1325.51	911.54	2301.56	3117.27	6027.91
V.	Operating Profit (PBIDT)	228.08	203.78	30.80	258.88	364.27	677.63
VI.	Profit / (Loss) before Exceptional Items and Tax (III-IV)	92.13	58.08	(111.06)	(18.93)	75.72	92.32
VII.	Exceptional Items	9.91	(5.95)	(1.76)	8.15	(3.16)	(7.15)
VIII.	Profit / (Loss) before Tax (VI+VII)	102.04	52.13	(112.82)	(10.78)	72.56	85.17
IX.	Tax Expense						
	(1) Current Tax	-	13.96	-	-	18.16	15.57
	(2) Mat Credit Entitlement	-	1.12	-	-	-	1.00
	(3) Deferred Tax	33.37	(159.96)	(38.13)	(4.76)	(159.94)	(160.06)
X.	Profit / (Loss) for the Period (PAT) (VIII-IX)	68.67	197.01	(74.69)	(6.02)	214.34	228.66
XI.	Other Comprehensive Income						
	Items that will not be Reclassified to Profit or Loss:						
	- Re-measurement Losses on Defined Benefit Plans	(2.44)	(5.20)	(5.55)	(7.99)	(7.90)	(22.39)
	- Income Tax Relating to Items that will not be Reclassified to Profit or Loss	1.39	1.05	1.40	2.79	1.99	5.63
	Total Other Comprehensive Income	(1.05)	(4.15)	(4.15)	(5.20)	(5.91)	(16.76)
XII.	Total Comprehensive Income for the Period (X+XI)	67.62	192.86	(78.84)	(11.22)	208.43	211.90
XIII.	Paid-Up Equity Share Capital (Face Value: ₹2 per share)	49.25	49.25	49.25	49.25	49.25	49.25
XIV.	Other Equity excluding Revaluation Reserve						2113.25
XV.	Earnings per equity share of ₹2 each - Basic / Diluted (₹)	2.79	8.00	(3.03)	(0.24)	8.70	9.29

For kind attention of shareholders:- As a part of Green Initiative of Government, the shareholders are requested to get their e-mail addresses registered by writing a letter to the Company giving their email-id, folio no. etc., so that Annual Report and other documents can be sent through e-mail.



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JK TYRE & INDUSTRIES LTD.
STATEMENT OF ASSETS AND LIABILITIES

(₹ in Crores)

Sl. No.	Particulars	As at	As at
		30.09.2020	31.03.2020
		(Unaudited)	(Audited)
	ASSETS		
1	Non-current Assets		
(a)	Property, Plant and Equipment	3385.18	3489.99
(b)	Capital work-in-progress	68.81	60.88
(c)	Investment Property	5.78	5.83
(d)	Other Intangible Assets	2.52	3.14
(e)	Financial Assets		
	- Investments	727.53	723.80
	- Loans	43.52	44.39
	- Other Financial Assets	98.95	106.92
(f)	Other Non-Current Assets	23.68	28.28
		4355.97	4463.23
2	Current Assets		
(a)	Inventories	816.33	1095.53
(b)	Financial Assets		
	- Trade Receivables	1215.47	1436.03
	- Cash and Cash Equivalents	39.16	20.90
	- Other Bank Balances	27.55	25.38
	- Other Financial Assets	119.78	116.19
(c)	Current Tax Assets (Net)	27.32	18.45
(d)	Other Current Assets	213.38	312.78
		2458.99	3025.26
	TOTAL ASSETS	6814.96	7488.49
	EQUITY AND LIABILITIES		
	EQUITY		
(a)	Equity Share Capital	49.25	49.25
(b)	Other Equity	2084.79	2113.25
		2134.04	2162.50
	LIABILITIES		
1	Non-current Liabilities		
(a)	Financial Liabilities		
	- Borrowings	1401.25	1465.00
	- Other Financial Liabilities	545.36	501.70
(b)	Provisions	29.58	31.33
(c)	Deferred Tax Liabilities (Net)	236.12	243.67
		2212.31	2241.70
2	Current Liabilities		
(a)	Financial Liabilities		
	- Borrowings	885.13	1528.13
	- Trade Payables		
	Micro and Small Enterprises	17.56	16.82
	Others	795.57	926.89
	- Other Financial Liabilities	606.53	511.64
(b)	Other Current Liabilities	136.64	79.02
(c)	Provisions	27.18	21.79
		2468.61	3084.29
	TOTAL EQUITY AND LIABILITIES	6814.96	7488.49



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JK TYRE & INDUSTRIES LTD.

Notes:

- * The Company has only one operating segment namely, 'Tyre'.
- * COVID-19 pandemic has caused serious disruptions on the global economic and business environment. Government of India declared lockdown on March 24, 2020 which has impacted the business activities of the Company. Consequent to this, upon restrictions being eased, the production resumed at all plants in stages considering necessary statutory approvals and precautions. Company's belief was reinforced during the quarter, when it could attain healthy sales on account of improved business sentiments.

Based on the indicators of future economic conditions, the company expects to recover the carrying amount of these assets and ensure that sufficient liquidity is available. The impact of any events and developments occurring after the balance sheet date on the financial results for the quarter and half year ended 30th September, 2020 may differ from that estimated as at the date of approval of these financial results and will be recognized prospectively.

- * Statement of cash flow is attached in Annexure-I.
- * For the quarter, exceptional items include favourable foreign exchange fluctuation of ₹ 11.04 crores and VRS of ₹ 1.13 crores.
- * Figures for the previous periods have been regrouped / rearranged, wherever necessary.
- * The above results have been reviewed by the Audit Committee and approved by the Board of Directors at their respective meetings held on 21st October, 2020. The auditors of the company have carried out a "Limited Review" of the same.

New Delhi
21st October, 2020



For JK Tyre & Industries Ltd.

Raghupati Singhania
Chairman & Managing Director

Cash Flow Statement for the half year ended 30th September, 2020

(₹ in Crores)

Sl. No.	Particulars	Half Year Ended	Year Ended
		30.09.2020 (Unaudited)	31.03.2020 (Audited)
A.	CASH FLOW FROM OPERATING ACTIVITIES:		
	Net Profit before Tax	(10.78)	85.17
	Adjustment for:		
	Depreciation and Amortisation expense	123.91	242.39
	Finance Costs	153.90	342.92
	(Profit) / Loss on sale of Property, Plant and Equipment	(0.27)	0.25
	Fair Value Changes in Non-Current Investments	(0.38)	(0.42)
	Unrealised Foreign Exchange Fluctuation	(29.06)	8.37
	Interest / Dividend Received	(13.69)	(22.18)
	Allowance for Doubtful Debts / Advances and Bad Debts written off	0.50	2.00
	Operating Profit before Working Capital changes	224.13	658.50
	(Increase) / Decrease in Trade and Other Receivables	321.63	247.04
	(Increase) / Decrease in Inventories	279.20	40.59
	Increase / (Decrease) in Trade and Other Payables	(63.08)	(36.03)
	Cash generated from Operations	761.88	910.10
	Direct Taxes (Net)	(8.87)	(19.14)
	Net Cash from Operating Activities	753.01	890.96
B.	CASH FLOW FROM INVESTING ACTIVITIES:		
	Purchase of Property, Plant and Equipment	(6.56)	(147.56)
	Sale of Property, Plant and Equipment	13.75	5.57
	Movement in Loans & Advances	(1.09)	(108.31)
	Investment in Subsidiary	-	(121.27)
	Deposit Accounts with Banks	5.86	(0.85)
	Interest Received	10.73	12.75
	Dividend Received	-	0.74
	Net Cash from / (used) in Investing Activities	22.69	(358.93)
C.	CASH FLOW FROM FINANCING ACTIVITIES:		
	Proceeds/(Utilisation) from Short-term Borrowings (Net)	(641.77)	69.93
	Proceeds from Long-term Borrowings	139.03	40.56
	Repayment of Borrowings	(57.66)	(276.02)
	Payment of Lease Liabilities	(18.15)	(46.91)
	Finance Costs paid	(161.65)	(330.01)
	Dividend paid (including dividend tax)	(17.24)	(44.52)
	Net Cash used in Financing Activities	(757.44)	(586.97)
	Net increase / (decrease) in Cash and Cash Equivalents	18.26	(54.94)
	Cash and Cash Equivalents as at the beginning of the year	20.90	75.84
	Cash and Cash Equivalents as at the end of the year	39.16	20.90
Notes:	Cash and Cash Equivalents include:		
	- Cash, Cheques on hand and Remittances in transit	4.70	1.55
	- Balances with Banks	34.46	19.35
	Total	39.16	20.90



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