

LIMITED REVIEW REPORT ON UNAUDITED CONSOLIDATED FINANCIAL RESULTS OF JK TYRE & INDUSTRIES LIMITED FOR THE QUARTER AND NINE MONTHS ENDED DECEMBER 31, 2018

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

1. We have reviewed the accompanying statement of unaudited consolidated financial results (the 'Statement') of JK Tyre & Industries Limited (the 'Company') and its subsidiaries (the Company and its subsidiaries constitute 'the Group'), and its share of the profit/ (loss) of its associates for the quarter and nine months ended December 31, 2018, along with notes, being submitted by the Group pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, (the "Listing Regulations, 2015") read with SEBI Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016.

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" ("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 issue a report on the Statement based on our review.

2. We conducted our review 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 Statement is 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.
3. The Statements includes the results of the following entities:

(a) **Subsidiaries**

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



(b) Associates:

Valiant Pacific L.L.C. (Associate of JKAPPL)
Dwarkesh Energy Ltd.
Western Tire Holdings, Inc. (Associate of CHT)

4. (a) We did not review the statement of unaudited financial results of 9 subsidiaries and 1 associate (including 8 step down subsidiaries and 1 associate incorporated outside India) included in the statement whose unaudited financial results reflect total revenue of Rs. 1,135.68 crore and Rs. 3,328.49 crore for the quarter and nine months ended December 31, 2018 respectively, total profit/ (loss) after tax of Rs. (9.45) crore and Rs. (35.49) crore for the quarter and nine months ended December 31, 2018 respectively, total comprehensive income of Rs. (9.68) crore and Rs. (36.50) crore for the quarter and nine months ended December 31, 2018 respectively and also include the company's share of net profit/(loss) of Rs. (0.08) crore and Rs. (0.22) crore in respect of 1 associate for the quarter and nine months ended December 31, 2018 as considered in the consolidated financial results. These financial results have been reviewed by other auditors whose reports have been furnished to us by the management and our report on unaudited consolidated financial results, 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. Our review report is not modified in respect of this matter.

(b) We have relied on the management certified financial statements of 6 subsidiaries, which were not reviewed by us, whose financial results reflect total revenue of Rs. 0.63 crore and Rs. 2.30 crore for the quarter and nine months ended December 31, 2018 respectively, total profit/ (loss) after tax of Rs. (0.12) Crore and Rs. (0.59) crore for the quarter and nine months ended December 31, 2018 respectively and total comprehensive income of Rs. (0.12) crore and Rs. (0.59) crore for the quarter and nine months ended December 31, 2018 respectively and also include the company's share of net profit/(loss) of Rs. 2.23 crore and Rs. (3.28) crore for the quarter ended and nine months ended December 31, 2018 respectively, as considered in the consolidated financial results, in respect of 2 associates. This Financial results/ Financial information have not been reviewed by their auditors and have been furnished to us by the management and our opinion on the consolidated results, in so far as it relates to the amounts and disclosures included in respect of these subsidiaries/ associates is based solely on such management certified financial results/ financial information. Our review report is not modified in respect of this matter.

5. Based on our review conducted as above, and upon consideration of the review report of the other auditor's, nothing has come to our attention that causes us to believe that the accompanying Statement prepared in accordance with recognition and measurement principles laid down in the applicable 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, read with SEBI circular no. CIR/CFD/FAC/62/2016 dated July 5, 2016, including the manner in which it is to be disclosed, or that it contains any material misstatement.

For **S. S. Kothari Mehta & Co.**
Chartered Accountants

Firm's registration number: 000756N





Harish Gupta
Partner

Membership number: 098336

Place: New Delhi
Date: February 14, 2019

JK TYRE & INDUSTRIES LTD.

Statement of Unaudited Consolidated Financial Results for the Quarter and Nine Months ended 31st December, 2018

(₹ in Crores)

Sl. No.	Particulars	Quarter Ended			Nine Months Ended		Year Ended
		31.12.2018 (Unaudited)	30.09.2018 (Unaudited)	31.12.2017 (Unaudited)	31.12.2018 (Unaudited)	31.12.2017 (Unaudited)	31.03.2018 (Audited)
I.	Revenue from Operations	2730.77	2493.76	2123.24	7664.05	6113.32	8397.29
II.	Other Income	10.96	54.48	12.16	72.01	32.98	146.12
III.	Total Income (I+II)	2741.73	2548.24	2135.40	7736.06	6146.30	8543.41
IV.	Expenses						
	Cost of Materials Consumed	1669.50	1695.20	1271.59	4866.12	3826.57	5246.65
	Purchases of Stock-in-trade	276.36	25.18	8.86	324.89	58.16	90.94
	(Increase) / Decrease in Inventories of Finished Goods, Work-in-progress and Stock-in-trade	(116.67)	(148.13)	78.45	(327.52)	6.39	(87.86)
	Employee Benefits Expense	225.69	243.18	186.79	696.99	602.53	818.06
	Finance Costs	131.03	127.62	114.99	379.61	350.48	465.50
	Depreciation and Amortisation Expense	79.63	79.07	76.80	236.08	222.58	299.45
	Excise Duty on Sales	-	-	-	-	125.19	125.19
	Other Expenses	410.74	415.92	364.65	1250.52	1086.74	1467.25
	Total Expenses	2676.28	2438.04	2102.13	7426.69	6278.64	8425.18
V.	Profit / (Loss) before Exceptional Items and Tax (III-IV)	65.45	110.20	33.27	309.37	(132.34)	118.23
VI.	Exceptional Items	(20.45)	(41.97)	(10.20)	(86.07)	(10.93)	(11.42)
VII.	Profit / (Loss) before Tax (V+VI)	45.00	68.23	23.07	223.30	(143.27)	106.81
VIII.	Tax Expense						
	(1) Current Tax	15.18	25.81	1.48	71.41	(8.60)	18.64
	(2) Mat Credit Entitlement	(4.61)	0.99	-	(13.73)	-	(18.44)
	(3) Deferred Tax	9.69	(6.87)	11.62	25.21	(37.82)	43.69
IX.	Profit / (Loss) after Tax (VII-VIII)	24.74	48.30	9.97	140.41	(96.85)	62.92
X.	Share in Profit / (Loss) of Associates	2.15	(2.52)	1.35	(3.50)	1.30	0.40
XI.	Profit / (Loss) for the period (IX+X)	26.89	45.78	11.32	136.91	(95.55)	63.32
XII.	Profit / (Loss) for the period attributable to:						
	Owners of the Parent	26.68	51.95	10.97	142.76	(79.33)	66.04
	Non-controlling Interest	0.21	(6.17)	0.35	(5.85)	(16.22)	(2.72)
XIII.	Other Comprehensive Income						
(A)	Items that will not be Reclassified to Profit or Loss						
	Re-measurement losses on Defined Benefit Plans	(0.52)	(0.75)	(3.95)	(3.37)	(12.00)	(12.20)
	Income Tax Relating to Items that will not be Reclassified to Profit or Loss	0.19	0.27	1.37	1.19	4.16	4.08
(B)	Items that will be Reclassified to Profit or Loss						
	Exchange Differences on Translating the Financial Statements of Foreign Operations	(6.02)	7.55	(7.14)	4.00	(4.14)	(0.57)
	Total Other Comprehensive Income for the period	(6.35)	7.07	(9.72)	1.82	(11.98)	(8.69)
XIV.	Total Comprehensive Income for the period (XI+XIII)	20.54	52.85	1.60	138.73	(107.53)	54.63
XV.	Other Comprehensive Income for the period attributable to:						
	Owners of the Parent	(6.28)	7.15	(9.56)	2.05	(11.49)	(8.41)
	Non-controlling Interest	(0.07)	(0.08)	(0.16)	(0.23)	(0.49)	(0.28)
XVI.	Total Comprehensive Income for the period attributable to:						
	Owners of the Parent	20.40	59.10	1.41	144.81	(90.82)	57.63
	Non-controlling Interest	0.14	(6.25)	0.19	(6.08)	(16.71)	(3.00)
XVII.	Paid-up Equity Share Capital (Face Value: ₹ 2/- per share)	45.36	45.36	45.36	45.36	45.36	45.36
XVIII.	Other Equity excluding Revaluation Reserve						1915.74
XIX.	Earnings per equity share of ₹ 2 each						
	Basic / Diluted (₹)	1.18	2.29	0.48	6.29	(3.50)	2.91

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.



JK TYRE & INDUSTRIES LTD.

Information about Operating Segments:

(₹ in Crores)

PARTICULARS	Consolidated Financial Results					
	Quarter Ended			Nine Months Ended		Year Ended
	31.12.2018	30.09.2018	31.12.2017	31.12.2018	31.12.2017	31.03.2018
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
1. SEGMENT REVENUE						
India	2436.51	2201.98	1931.57	6775.58	5469.23	7483.87
Mexico	328.20	322.86	232.04	995.68	768.65	1064.63
Others	0.63	0.48	0.01	1.70	1.63	2.20
Total Segment Revenue	2765.34	2525.32	2163.62	7772.96	6239.51	8550.70
Inter segment Sales	(34.57)	(31.56)	(40.38)	(108.91)	(126.19)	(153.41)
Income from Operations	2730.77	2493.76	2123.24	7664.05	6113.32	8397.29
2. SEGMENT RESULTS						
Profit / (Loss) before Finance Costs, Exceptional Items & Tax						
India	154.18	239.05	164.98	620.48	155.93	490.43
Mexico	42.41	(1.08)	(16.18)	68.79	62.26	93.54
Others	(0.11)	(0.15)	(0.54)	(0.29)	(0.05)	(0.24)
Total	196.48	237.82	148.26	688.98	218.14	583.73
Less: Finance Costs	(131.03)	(127.62)	(114.99)	(379.61)	(350.48)	(465.50)
Profit Before Exceptional Items & Tax	65.45	110.20	33.27	309.37	(132.34)	118.23
Exceptional Items	(20.45)	(41.97)	(10.20)	(86.07)	(10.93)	(11.42)
Profit Before Tax	45.00	68.23	23.07	223.30	(143.27)	106.81
3. CAPITAL EMPLOYED						
(Segment Assets)						
India	9930.51	9904.64	9571.40	9930.51	9571.40	9332.04
Mexico	1163.36	1375.05	1044.84	1163.36	1044.84	1170.13
Others	113.40	66.75	65.40	113.40	65.40	65.29
Total Assets	11207.27	11346.44	10681.64	11207.27	10681.64	10567.46
(Segment Liabilities)						
India	8132.95	8094.83	7999.04	8132.95	7999.04	7587.20
Mexico	873.62	1049.77	763.04	873.62	763.04	875.17
Others	2.09	2.22	1.96	2.09	1.96	1.98
Total Liabilities	9008.66	9146.82	8764.04	9008.66	8764.04	8464.35
CAPITAL EMPLOYED						
(Segment Assets - Segment Liabilities)						
India	1797.56	1809.81	1572.36	1797.56	1572.36	1744.84
Mexico	289.74	325.28	281.80	289.74	281.80	294.96
Others	111.31	64.53	63.44	111.31	63.44	63.31
Total Capital Employed	2198.61	2199.62	1917.60	2198.61	1917.60	2103.11



JK TYRE & INDUSTRIES LTD.

Notes:

- * Quarterly revenue higher by 28% and nine months by 28%.
- * Standalone financial information of the Company:

(₹ in Crores)


PARTICULARS	Quarter ended			Nine Months Ended		Year Ended
	31.12.2018 (Unaudited)	30.09.2018 (Unaudited)	31.12.2017 (Unaudited)	31.12.2018 (Unaudited)	31.12.2017 (Unaudited)	31.03.2018 (Audited)
Turnover	1931.53	1996.53	1743.59	5821.38	4676.01	6485.80
Operating Profit (PBIDT)	163.98	246.67	163.70	635.79	289.99	519.79
Profit before Tax	50.09	112.89	45.91	264.62	(53.56)	63.85
Profit after Tax	34.41	76.51	29.29	178.56	(33.51)	43.09

Standalone Financial Results for the Quarter and Nine months ended 31.12.2018 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.

- * In accordance with the requirements of IND AS, for post-GST period till 31st December, 2018, 'Revenue from Operations' is net of taxes, while in the quarter ended 30th June, 2017, it was inclusive of excise duty. Hence, not comparable.
- * For the quarter, exceptional items include unfavourable foreign exchange fluctuation ₹ 18.14 crores and VRS ₹ 2.31 crores.
- * The company operates its business through three operating segments, representing our business on the basis of geographies which are India, Mexico and Others.
- * The above results have been reviewed by the Audit Committee and approved by the Board of Directors at their respective meetings held on 14th February, 2019. 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
14th February, 2019

For JK Tyre & Industries Ltd.

Raghupati Singhania
Chairman & Managing Director

Admin. Off.: 3, Bahadur Shah Zafar Marg, New Delhi - 110 002, Fax: 91-11-23322059, Phone: 91-11-33001112, 33001122

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