

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

To
The Board of Directors
JK Tyre & Industries Limited

We have reviewed the accompanying statement of unaudited standalone financial results of **JK Tyre & Industries Limited** ("the Company") for the quarter ended September 30, 2024 and for the period from April 01, 2024 to September 30, 2024 ('the "Statement"'), attached herewith, being submitted by the Company pursuant to Regulation 33 of the SEBI (Listing Obligations and Disclosures Requirements) Regulations, 2015, as amended.

This statement, which is the responsibility of the Company's Management and has been approved by the 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", prescribed under section 133 of the Companies Act, 2013 ("the Act"), read with the relevant rules thereunder and other accounting principles generally accepted in India. Our responsibility is to issue a report on the statements 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 **SS Kothari Mehta & Co. LLP**
Chartered Accountants
Firm Registration Number: 090756N/N500441



Vijay Kumar
Partner

Membership Number: 092671

UDIN: 24092671BKFBVP8115



Place: New Delhi

Date : November 05, 2024

JK TYRE & INDUSTRIES LTD.

Statement of Unaudited Standalone Financial Results for the Quarter and Half Year ended 30th September, 2024

(₹ in Crores)

SL. NO.	PARTICULARS	Quarter Ended			Half Year Ended		Year Ended
		30.09.2024 (Unaudited)	30.06.2024 (Unaudited)	30.09.2023 (Unaudited)	30.09.2024 (Unaudited)	30.09.2023 (Unaudited)	31.03.2024 (Audited)
I.	Revenue from Operations	2514.63	2492.36	2677.68	5006.99	5133.49	10313.27
II.	Other Income	18.64	14.41	5.83	33.05	12.78	36.22
III.	Total Income (I+II)	2533.27	2506.77	2683.51	5040.04	5146.27	10349.49
IV.	Expenses						
	Cost of Materials Consumed	1473.04	1375.06	1378.52	2848.10	2694.43	5512.66
	Purchases of Stock-in-Trade	276.97	268.36	249.33	545.33	487.37	997.03
	(Increase) / Decrease in Inventories of Finished Goods, Work-in-progress and Stock-in-trade	(89.02)	(67.05)	49.98	(156.07)	104.76	25.49
	Employee Benefits Expense	200.09	207.84	216.69	407.93	408.94	836.20
	Finance Costs	66.32	60.96	57.37	127.28	126.35	241.55
	Depreciation and Amortisation Expense	66.58	64.65	62.32	131.23	124.11	252.45
	Other Expenses	400.37	402.46	393.78	802.83	772.77	1580.89
	Total Expenses	2394.35	2312.28	2407.99	4706.63	4718.73	9446.27
V.	Operating Profit (PBIDT)	271.82	320.10	395.21	591.92	678.00	1397.22
VI.	Profit / (Loss) before Exceptional Items and Tax (III-IV)	138.92	194.49	275.52	333.41	427.54	903.22
VII.	Exceptional Items	(3.06)	(0.92)	(0.62)	(3.98)	(0.16)	(21.25)
VIII.	Profit / (Loss) before Tax (VI+VII)	135.86	193.57	274.90	329.43	427.38	881.97
IX.	Tax Expense						
	(1) Current Tax	36.37	53.72	89.71	90.09	146.92	278.96
	(2) Deferred Tax	0.36	(3.34)	5.22	(2.98)	0.34	12.25
X.	Profit / (Loss) for the Period (PAT) (VIII-IX)	99.13	143.19	179.97	242.32	280.12	590.76
XI.	Other Comprehensive Income / (Loss)						
	Items that will not be Reclassified to Profit or Loss:						
	- Re-measurement Losses on Defined Benefit Plans	(0.68)	(0.98)	(4.05)	(1.66)	(8.10)	(0.34)
	- Income Tax Relating to Items that will not be Reclassified to Profit or Loss	0.17	0.25	1.41	0.42	2.83	0.12
	Total Other Comprehensive Income / (Loss)	(0.51)	(0.73)	(2.64)	(1.24)	(5.27)	(0.22)
XII.	Total Comprehensive Income for the Period (X+XI)	98.62	142.46	177.33	241.08	274.85	590.54
XIII.	Paid-Up Equity Share Capital (Face Value: ₹2 per share)	54.80	52.14	49.25	54.80	49.25	52.14
XIV.	Other Equity excluding Revaluation Reserve						3843.89
XV.	Earnings per equity share of ₹2 each						
	- Basic (₹)	3.62	5.23	6.93	8.84	10.79	22.42
	- Diluted (₹)	3.61	5.21	6.91	8.82	10.76	22.36



JK TYRE & INDUSTRIES LTD.
STATEMENT OF ASSETS AND LIABILITIES

(₹ in Crores)

Sl. No.	Particulars	As at	As at
		30.09.2024	31.03.2024
		(Unaudited)	(Audited)
A	ASSETS		
1	Non-current Assets		
(a)	Property, Plant and Equipment	3677.55	3560.20
(b)	Capital work-in-progress	216.55	316.92
(c)	Investment Property	5.36	5.41
(d)	Other Intangible Assets	11.05	12.02
(e)	Intangible Assets under development	1.16	1.17
(f)	Financial Assets		
	- Investments	774.34	783.22
	- Other Financial Assets	74.94	81.74
(g)	Other Non-Current Assets	60.52	27.11
		4821.47	4787.79
2	Current Assets		
(a)	Inventories	1707.95	1396.54
(b)	Financial Assets		
	- Investments	10.98	11.23
	- Trade Receivables	2224.33	2169.88
	- Cash and Cash Equivalents	70.58	64.64
	- Other Bank Balances	519.66	527.19
	- Other Financial Assets	158.81	115.74
(c)	Current Tax Assets (Net)	31.97	51.01
(d)	Other Current Assets	564.34	428.60
		5288.62	4764.83
	TOTAL ASSETS	10110.09	9552.62
B	EQUITY AND LIABILITIES		
	EQUITY		
(a)	Equity Share Capital	54.80	52.14
(b)	Other Equity	3991.06	3843.89
		4045.86	3896.03
	LIABILITIES		
1	Non-current Liabilities		
(a)	Financial Liabilities		
	- Borrowings	846.10	834.83
	- Lease Liabilities	81.37	87.78
	- Other Financial Liabilities	712.00	666.88
(b)	Provisions	36.66	35.73
(c)	Deferred Tax Liabilities (Net)	501.47	500.68
		2177.60	2125.90
2	Current Liabilities		
(a)	Financial Liabilities		
	- Borrowings	2,027.81	1,521.32
	- Lease Liabilities	35.59	34.13
	- Trade Payables		
	Micro and Small Enterprises	30.16	41.62
	Others	1282.23	1294.35
	- Other Financial Liabilities	314.98	401.82
(b)	Other Current Liabilities	186.10	230.32
(c)	Provisions	9.76	7.13
		3886.63	3530.69
	TOTAL EQUITY AND LIABILITIES	10110.09	9552.62



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JK TYRE & INDUSTRIES LTD.

Notes:

- * The Company has only one operating segment namely, 'Tyre'.
- * Exceptional items include foreign exchange loss of ₹ 2.38 crore & ₹ 2.33 crores and VRS Expense of ₹ 0.68 crores & ₹ 1.65 crores for the quarter and half year ended 30.09.2024 respectively.
- * The Company had issued Compulsorily Convertible Debentures aggregating ₹240 crores to International Finance Corporation on preferential basis on 20th March 2023. These Debentures have been converted into 1,32,96,398 equity shares of ₹2 each w.e.f. 16th September 2024 as per agreed terms.
- * The Board of Directors of the Company on 16th September, 2024 has approved the 'Scheme of Amalgamation' with Cavendish Industries Limited, a subsidiary. The Appointed Date of the Scheme is 1st April, 2025 and the Scheme is subject to customary regulatory, shareholders, creditors and NCLT approvals.
- * The Competition Commission of India ("CCI") on 2nd February 2022 had released an Order dated 31st August 2018 for alleged contravention of provisions of the Competition Act, 2002 against the Company, certain other Tyre manufacturers and Automotive Tyre Manufacturers Association. CCI had imposed a penalty of ₹ 309.95 crores on the Company. The Company had filed an Appeal before the Hon'ble National Company Law Appellate Tribunal against the said CCI Order. The NCLAT, through an order dated 1st December 2022, has disposed of the aforementioned appeal, after taking note of the multiple errors in the said CCI Order dated 31st August 2018, and remanded the matter back to the CCI, to re-examine the matter on merits and also to consider reviewing the penalty (if violation is established) in accordance with the provisions of the Competition Act. CCI has since filed an appeal before Hon'ble Supreme Court of India against NCLAT order dated 1st December 2022. Based on legal advice, the Company continues to believe that it has a strong case, and accordingly, no provision has been made in the accounts. The Company strongly reiterates that there has been no wrongdoing on the part of the Company and reassures all the stakeholders that the Company has never indulged in or was part of any cartel or undertook any anti-competitive practices.
- * 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 5th November, 2024. The auditors of the company have carried out a "Limited Review" of the same.
- * Figures for the previous periods have been regrouped / rearranged, wherever necessary.

JK Tyre adjudged 'Best in Class' ESG rating from CareEdge for the second consecutive year

New Delhi
5th November, 2024

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 : L67120RJ1951PLC045969



JK TYRE & INDUSTRIES LTD.

Annexure-I

Cash Flow Statement for the half year ended 30th September, 2024

(₹ in Crores)

Sl. No.	Particulars	Half Year Ended	
		30.09.2024 (Unaudited)	30.09.2023 (Unaudited)
A.	CASH FLOW FROM OPERATING ACTIVITIES:		
	Net Profit before Tax	329.43	427.38
	Adjustment for:		
	Depreciation and Amortisation expense	131.23	124.11
	Finance Costs	127.28	126.35
	(Profit) / Loss on sale of Property, Plant and Equipment	(0.30)	12.34
	Fair Value Changes in Non-Current Investments	(1.02)	(2.04)
	Unrealised Foreign Exchange Fluctuation	(13.88)	(16.85)
	Interest / Dividend Received	(27.93)	(8.16)
	Allowance for Doubtful Debts / Advances and Bad Debts written off	6.50	10.00
	Operating Profit before Working Capital changes	551.31	673.13
	(Increase) / Decrease in Trade and Other Receivables	(206.27)	(238.68)
	(Increase) / Decrease in Inventories	(311.41)	36.43
	Increase / (Decrease) in Trade and Other Payables	(98.99)	356.23
	Cash generated from Operations	(65.36)	827.11
	Direct Taxes (Net)	(66.86)	(54.57)
	Net Cash from / (used) in Operating Activities	(132.22)	772.54
B.	CASH FLOW FROM INVESTING ACTIVITIES:		
	Purchase of Property, Plant and Equipment	(182.00)	(256.47)
	Sale of Property, Plant and Equipment	6.36	11.97
	Redemption of Investments	11.48	11.49
	Deposit Accounts with Banks	7.85	(7.83)
	Interest Received	15.82	3.93
	Dividend Received	0.11	-
	Net Cash from / (used) in Investing Activities	(140.38)	(236.91)
C.	CASH FLOW FROM FINANCING ACTIVITIES:		
	Proceeds/(Utilisation) from Short-term Borrowings (Net)	533.72	(295.45)
	Proceeds from Long-term Borrowings	97.91	77.89
	Repayment of Borrowings	(114.10)	(130.81)
	Payment of Lease Liabilities	(17.80)	(15.11)
	Finance Costs paid	(129.98)	(127.65)
	Dividend paid	(91.25)	(49.25)
	Net Cash from / (used) in Financing Activities	278.50	(540.38)
	Net increase / (decrease) in Cash and Cash Equivalents	5.90	(4.75)
	Cash and Cash Equivalents as at the beginning of the year	64.64	50.23
	Foreign Currency Translation gain / (loss) on Cash and Cash Equivalents	0.04	-
	Cash and Cash Equivalents as at the end of the year	70.58	45.48
Notes:			
	Cash and Cash Equivalents include:		
	- Cash, Cheques on hand and Remittances in transit	11.84	0.10
	- Balances with Banks	58.70	45.38
	Foreign Currency Translation gain / (loss) on Cash and Cash Equivalents	0.04	-
	Total	70.58	45.48

