

Independent Auditor's Review Report on the Quarterly and year to date Unaudited Consolidated 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.**

1. We have reviewed the accompanying statement of consolidated unaudited financial results (the "Statement") of **JK Tyre & Industries Limited** (the "Holding Company") and its subsidiaries (the Holding Company and its subsidiaries together referred to as "the Group"), and its associates 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 Holding 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 Holding company's Management and approved by the Holding 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) **Subsidiaries**

3DInnovations Pvt. Ltd.
J.K. International Ltd.



**SS KOTHARI MEHTA
& COMPANY**
CHARTERED ACCOUNTANTS

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)
Trel Mobility Solutions Pvt. Ltd.

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. (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), whose unaudited financial results reflect total assets of Rs. 4,957.24 Crores as at September 30, 2020 and total revenue of Rs. 1,126.17 Crores and Rs. 1,593.88 Crores, total net profit /(loss) after tax of Rs. 40.34 Crores and Rs. (87.32) Crores, total comprehensive income/ (loss) of Rs. 39.89 Crores and Rs. (87.90) Crores, for the quarter ended September 30, 2020 and for the period from April 1, 2020 to September 30, 2020 respectively and cash inflows (net) of Rs. 48.65 Crores for the period from April 1, 2020 to September 30, 2020 as considered in the consolidated unaudited financial results. The consolidated unaudited financial results also include the Group's share of net Profit/ (loss) of Rs. (0.11) Crore and Rs. (0.28) Crore and total comprehensive income/ (loss) of Rs. (0.11) Crore and Rs.(0.28) Crore for the quarter ended September 30, 2020 and for the period from April 1, 2020 to September 30, 2020 respectively as considered in the consolidated unaudited financial results, in respect of 1 associate 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.

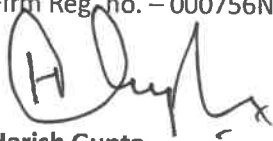


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& COMPANY**
CHARTERED ACCOUNTANTS

(b) The 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. 151.83 Crores as at September 30, 2020 and total revenue of Rs. 0.05 Crore and Rs. 0.54 Crore, total net Profit/(loss) after tax of Rs. (0.44) Crore and Rs. (0.47) Crore and total comprehensive Income/(loss) of Rs. (0.44) Crore and Rs. (0.47) Crore for the quarter ended September 30, 2020 and for the period from April 1, 2020 to September 30, 2020 respectively and cash outflows (net) of Rs. 0.20 Crore for the period from April 1, 2020 to September 30, 2020 as considered in the consolidated unaudited financial results. The consolidated unaudited financial results also include the Group's share of net profit/ (loss) of Rs. 1.05 Crore and Rs. (0.80) Crore and total comprehensive Income/ (loss) of Rs. 1.05 Crore and Rs. (0.80) Crore for the quarter ended September 30, 2020, and for the period from April 1, 2020 to September 30, 2020 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 **SS Kothari Mehta & Company**
Chartered Accountants
Firm Reg. no. – 000756N



Harish Gupta
Partner

Membership No. – 098336

UDIN No. 20098336AAAABY4749



Place: New Delhi

Date: 21st October 2020

JK TYRE & INDUSTRIES LTD.

Statement of Unaudited Consolidated 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	30.09.2019	30.06.2020	30.09.2020	30.09.2019	31.03.2020
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
I.	Revenue from Operations	2274.84	2154.95	1130.80	3405.64	4730.34	8724.90
II.	Other Income	11.65	6.71	7.34	18.99	12.79	28.39
III.	Total Income (I+II)	2286.49	2161.66	1138.14	3424.63	4743.13	8753.29
IV.	Expenses						
	Cost of Materials Consumed	1297.81	1276.11	511.83	1809.64	2701.63	5095.33
	Purchases of Stock-in-trade	35.61	29.03	4.71	40.32	193.45	256.14
	(Increase) / Decrease in Inventories of Finished Goods, Work-in-progress and Stock-in-trade	(0.77)	(54.47)	257.28	256.51	69.61	(14.46)
	Employee Benefits Expense	215.37	220.49	175.26	390.63	451.44	923.18
	Finance Costs	123.48	139.57	130.55	254.03	278.11	548.99
	Depreciation and Amortisation Expense	96.52	91.60	96.70	193.22	182.77	377.83
	Other Expenses	371.78	387.42	185.48	557.26	778.23	1477.15
	Total Expenses	2139.80	2089.75	1361.81	3501.61	4655.24	8664.16
V.	Operating Profit (PBDT)	366.69	303.08	3.58	370.27	548.77	1015.95
VI.	Profit / (Loss) before Exceptional Items and Tax (III-IV)	146.69	71.91	(223.67)	(76.98)	87.89	89.13
VII.	Exceptional Items	20.71	(50.28)	(32.91)	(12.20)	(45.57)	(105.90)
VIII.	Profit / (Loss) before Tax (VI+VII)	167.40	21.63	(256.58)	(89.18)	42.32	(16.77)
IX.	Tax Expense						
	(1) Current Tax	6.18	17.79	(0.96)	5.22	26.95	34.38
	(2) Mat Credit Entitlement	-	1.12	-	-	-	1.00
	(3) Deferred Tax	52.31	(165.91)	(53.47)	(1.16)	(168.94)	(201.16)
X.	Profit / (Loss) after Tax (VIII-IX)	108.91	168.63	(202.15)	(93.24)	184.31	149.01
XI.	Share in Profit / (Loss) of Associates	0.77	(0.93)	(2.02)	(1.25)	(0.49)	(7.70)
XII.	Profit / (Loss) for the period (X+XI)	109.68	167.70	(204.17)	(94.49)	183.82	141.31
XIII.	Profit / (Loss) for the period attributable to:						
	Owners of the Parent	104.98	170.10	(198.85)	(93.87)	187.01	150.76
	Non-controlling Interest	4.70	(2.40)	(5.32)	(0.62)	(3.19)	(9.45)
XIV.	Other Comprehensive Income						
(A)	Items that will not be Reclassified to Profit or Loss						
	Re-measurement losses on Defined Benefit Plans	(3.13)	(6.48)	(5.75)	(8.88)	(9.28)	(31.16)
	Income Tax Relating to Items that will not be Reclassified to Profit or Loss	1.63	1.50	1.47	3.10	2.47	8.42
(B)	Items that will be Reclassified to Profit or Loss						
	Exchange Differences on Translating the Financial Statements of Foreign Operations	2.88	1.43	15.61	18.49	1.39	(47.51)
	Total Other Comprehensive Income for the period	1.38	(3.55)	11.33	12.71	(5.42)	(70.25)
XV.	Total Comprehensive Income for the period (XII+XIV)	111.06	164.15	(192.84)	(81.78)	178.40	71.06
XVI.	Other Comprehensive Income for the period attributable to:						
	Owners of the Parent	1.44	(3.39)	11.35	12.79	(5.25)	(69.90)
	Non-controlling Interest	(0.06)	(0.16)	(0.02)	(0.08)	(0.17)	(0.35)
XVII.	Total Comprehensive Income for the period attributable to:						
	Owners of the Parent	106.42	166.71	(187.50)	(81.08)	181.76	80.86
	Non-controlling Interest	4.64	(2.56)	(5.34)	(0.70)	(3.36)	(9.80)
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						2282.10
XX.	Earnings per equity share of ₹ 2 each Basic / Diluted (₹)	4.26	6.91	(8.08)	(3.81)	7.59	6.12

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 Consolidated Assets and Liabilities

(₹ in Crores)

Sl. No.	Particulars	As at 30.09.2020	As at 31.03.2020
		(Unaudited)	(Audited)
	ASSETS		
(1)	Non-current Assets		
(a)	Property, Plant and Equipment	6024.51	6171.10
(b)	Capital Work-in-progress	300.88	277.21
(c)	Investment Property	5.78	5.83
(d)	Other Intangible Assets	208.18	204.74
(e)	Intangible Assets under Development	7.45	7.09
(f)	Financial Assets		
	- Investments accounted using Equity Method	61.35	63.03
	- Other Investments	80.93	77.20
	- Loans	51.41	52.31
	- Other Financial Assets	102.48	113.46
(g)	Deferred Tax Assets (Net)	79.90	76.93
(h)	Other Non-current Assets	27.98	36.02
		6950.85	7084.92
(2)	Current Assets		
(a)	Inventories	1226.34	1617.84
(b)	Financial Assets		
	- Trade Receivables	1468.27	1848.42
	- Cash and Cash Equivalents	126.92	65.39
	- Other Bank Balances	80.80	71.13
	- Other Financial Assets	125.40	120.87
(c)	Current Tax Assets (Net)	75.79	81.82
(d)	Other Current Assets	356.28	399.78
		3459.80	4205.25
	TOTAL ASSETS	10410.65	11290.17
	EQUITY AND LIABILITIES		
	Equity		
(a)	Equity Share Capital	49.25	49.25
(b)	Other Equity	2185.15	2282.10
	Equity Attributable to Owners of the Parent	2234.40	2331.35
(c)	Non-controlling Interest	94.01	94.71
		2328.41	2426.06
	Liabilities		
(1)	Non-current Liabilities		
(a)	Financial Liabilities		
	- Borrowings	3055.89	3150.42
	- Other Financial Liabilities	667.72	605.46
(b)	Provisions	103.36	94.43
(c)	Deferred Tax Liabilities (Net)	279.42	279.88
		4106.39	4130.19
(2)	Current Liabilities		
(a)	Financial Liabilities		
	- Borrowings	1313.28	1973.64
	- Trade Payables		
	Micro & Small Enterprises	22.38	22.69
	Others	1335.03	1665.72
	- Other Financial Liabilities	1043.64	909.92
(b)	Other Current Liabilities	226.08	122.53
(c)	Provisions	32.77	25.13
(d)	Current Tax Liabilities (Net)	2.67	14.29
		3975.85	4733.92
	TOTAL EQUITY AND LIABILITIES	10410.65	11290.17



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JK TYRE & INDUSTRIES LTD.

Information about Operating Segments:

(₹ in Crores)

PARTICULARS	Consolidated Financial Results					
	Quarter Ended			Half Year Ended		Year Ended
	30.09.2020	30.09.2019	30.06.2020	30.09.2020	30.09.2019	31.03.2020
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
1. SEGMENT REVENUE						
India	2040.65	1837.88	1067.39	3108.04	4097.26	7649.11
Mexico	278.20	339.66	84.48	362.68	678.63	1191.07
Others	0.00	0.47	0.48	0.48	0.93	1.92
Total Segment Revenue	2318.85	2178.01	1152.35	3471.20	4776.82	8842.10
Inter-segment Sales	(44.01)	(23.06)	(21.55)	(65.56)	(46.48)	(117.20)
Income from Operations	2274.84	2154.95	1130.80	3405.64	4730.34	8724.90
2. SEGMENT RESULTS						
Profit / (Loss) before Finance Costs, Exceptional Items & Tax						
India	255.35	194.90	(40.47)	214.88	335.19	603.70
Mexico	15.24	17.00	(52.63)	(37.39)	31.42	35.29
Others	(0.42)	(0.42)	(0.02)	(0.44)	(0.61)	(0.87)
Total	270.17	211.48	(93.12)	177.05	366.00	638.12
Less: Finance Costs	(123.48)	(139.57)	(130.55)	(254.03)	(278.11)	(548.99)
Profit Before Exceptional Items & Tax	146.69	71.91	(223.67)	(76.98)	87.89	89.13
Exceptional Items	20.71	(50.28)	(32.91)	(12.20)	(45.57)	(105.90)
Profit Before Tax	167.40	21.63	(256.58)	(89.18)	42.32	(16.77)
3. CAPITAL EMPLOYED						
(Segment Assets)						
India	9255.56	9907.66	9162.32	9255.56	9907.66	9954.34
Mexico	1094.78	1376.48	1246.94	1094.78	1376.48	1273.57
Others	60.31	65.46	60.94	60.31	65.46	62.26
Total Assets	10410.65	11349.60	10470.20	10410.65	11349.60	11290.17
(Segment Liabilities)						
India	7264.16	7787.12	7236.14	7264.16	7787.12	7918.11
Mexico	815.37	1045.80	997.07	815.37	1045.80	943.12
Others	2.71	2.17	2.77	2.71	2.17	2.88
Total Liabilities	8082.24	8835.09	8235.98	8082.24	8835.09	8864.11
CAPITAL EMPLOYED						
(Segment Assets - Segment Liabilities)						
India	1991.40	2120.54	1926.18	1991.40	2120.54	2036.23
Mexico	279.41	330.68	249.87	279.41	330.68	330.45
Others	57.60	63.29	58.17	57.60	63.29	59.38
Total Capital Employed	2328.41	2514.51	2234.22	2328.41	2514.51	2426.06



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JK TYRE & INDUSTRIES LTD.

Notes:

* Standalone financial information of the Company:

(₹ in Crores)

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)
Turnover	1482.15	1383.59	800.48	2282.63	3192.99	6120.23
Operating Profit (PBIDT)	228.08	203.78	30.80	258.88	364.27	677.63
Profit before Tax	102.04	52.13	(112.82)	(10.78)	72.56	85.17
Profit after Tax	68.67	197.01	(74.69)	(6.02)	214.34	228.66

Standalone Financial Results for the Quarter and Half year ended 30.09.2020 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.
- * 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 ₹ 21.84 crores and VRS of ₹ 1.13 crores.
- * 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 the "Limited Review" of the same.
- * Figures for the previous periods have been regrouped / rearranged, wherever necessary.

New Delhi
21st October, 2020

For JK Tyre & Industries Ltd.


Raghupati Singhania
Chairman & Managing Director



Consolidated 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	(89.18)	(16.77)
	Adjustment for:		
	Depreciation and Amortisation Expense	193.22	377.83
	Finance Costs	254.03	548.99
	(Profit) / Loss on Sale of Property, Plant & Equipment	(0.29)	0.24
	Fair Value Changes in Non-current Investments	(0.38)	(0.42)
	Unrealised Foreign Exchange Fluctuation	(2.51)	77.38
	Foreign Currency Translation gain / (loss) on Consolidation	0.10	(3.15)
	Interest / Dividend Received	(17.42)	(25.95)
	Allowance for Doubtful Debts / Advances and Bad debts written off	0.50	2.00
	Operating Profit before Working Capital changes	338.07	960.15
	(Increase) / Decrease in Trade and Other Receivables	451.80	233.06
	(Increase) / Decrease in Inventories	399.58	48.46
	Increase / (Decrease) in Trade and Other Payables	(201.67)	137.64
	Cash generated from Operations	987.78	1379.31
	Direct Taxes (net)	(8.38)	(33.65)
	Net Cash flow from Operating Activities	979.40	1345.66
B.	CASH FLOW FROM INVESTING ACTIVITIES:		
	Purchase of Property, Plant and Equipment	(65.44)	(279.78)
	Sale of Property, Plant and Equipment	15.27	5.99
	Movement in Loans & Advances	(0.20)	(108.31)
	Investment in Subsidiary	-	(46.30)
	Deposit Accounts with Banks	1.37	(14.16)
	Interest Received	14.52	15.91
	Dividend Received	-	0.74
	Net Cash used in Investing activities	(34.48)	(425.91)
C.	CASH FLOW FROM FINANCING ACTIVITIES:		
	Proceeds from Short-term Borrowings (Net)	(652.14)	42.51
	Proceeds from Long-term Borrowings	209.94	76.78
	Repayment of Borrowings	(157.52)	(465.23)
	Payment of Lease Liabilities	(18.87)	(47.30)
	Finance Costs paid	(249.11)	(524.81)
	Dividend paid (including Dividend Tax)	(17.24)	(44.52)
	Net Cash used in Financing Activities	(884.94)	(962.57)
	Net increase / (decrease) in Cash and Cash Equivalents	59.98	(42.82)
	Cash and Cash Equivalents as at the beginning of the year	65.39	109.33
	Foreign Currency Translation gain / (loss) on Cash and Cash Equivalents	1.55	(1.12)
	Cash and Cash Equivalents as at the end of the year	126.92	65.39
Notes:	Cash and Cash Equivalents include:		
	- Cash, Cheques on hand and Remittances in transit	4.77	9.06
	- Balances with Banks	120.60	57.45
	- Unrealised Translation gain / (loss) on Foreign Currency balances	1.55	(1.12)
	Total	126.92	65.39

