

JKP/SH/2018

2nd August 2018

Electronic Filing

Department of Corporate Services/Listing
BSE Limited
PhirozeJeejeebhoy Towers,
Dalal Street, Fort,
Mumbai – 400 001

National Stock Exchange of India Ltd.
“Exchange Plaza” Bandra-Kurla Complex,
Bandra (E),
Mumbai – 400 051

Scrip Code No. 532162

Symbol : JKPAPER
Series : EQ

Dear Sirs,

Re: Acquisition of The Sirpur Paper Mills Limited ("SPML") through NCLT

Please refer to our letter dated 19th July 2018 on the captioned matter. In this connection, we provide the below mentioned details in compliance with Regulation 30(6) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

S.No.	Particulars	Details
1.	Name of the target entity, details in brief such as size, turnover etc.	The Sirpur Paper Mills Limited
2.	Whether the acquisition would fall within related party transaction(s) and whether the promoter/ promoter group/ group companies have any interest in the entity being acquired? If yes, nature of interest and details thereof and whether the same is done at "arm's length".	The Sirpur Paper Mills Ltd. was not a related party to the Company and the Company's Promoter/Promoter Group/Group companies didn't own any shares or had any other interest in the target entity.
3.	Industry to which the entity being acquired belongs.	Manufacturing of Pulp and Paper
4.	Objects and effects of acquisition (including but not limited to, disclosure of reasons for acquisition of target entity, if its business is outside the main line of business of the listed entity).	The acquisition provides a growth opportunity to JK Paper to expand its existing line of business of Paper & Paper Board.

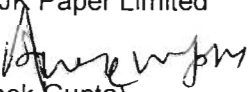


JK PAPER LTD.

5.	Brief details of any governmental or regulatory approvals required for the acquisition.	Approval from Hon'ble Hyderabad Bench of National Company Law Tribunal (NCLT) was received vide its Order dt. 19 th July 2018. Approval from Competition Commission of India is not required because Target's business is within the prescribed exemption threshold as per the Regulations.
6.	Indicative time period for completion of the acquisition.	Acquisition has been completed.
7.	Nature of consideration - whether cash consideration or share swap and details of the same.	Rs. 371 crore has been settled by the Company and JK Enviro-tech Limited, a subsidiary of the Company, towards financial creditors, corporate insolvency resolution process cost, admitted operational creditors, workmen and employee dues, etc., as per the terms of the Resolution Plan. This consists of cash payment of Rs. 166 crore & issue of securities consisting equity shares of Rs. 43 crore and preference shares of Rs. 162 crore by SPML.
8.	Cost of acquisition or the price at which the shares are acquired.	Equity Shares of SPML have been issued through primary subscription at the face value of Rs. 10 per share.
9.	Percentage of shareholding /control acquired and / or number of shares acquired.	76.37% comprising of 13,90,00,000 equity shares of face value of Rs. 10 each.
10.	Brief background about the entity acquired in terms of products/line of business acquired, date of incorporation, history of last 3 years turnover, country in which the acquired entity has presence and any other significant information (in brief).	<p>SPML was incorporated on 17th November, 1938 and has an integrated pulp and paper capacity of 1,38,300 TPA.</p> <p>SPML was admitted under Corporate Insolvency Resolution Process on 18th September, 2017 as per the Insolvency and Bankruptcy Code, 2016. NCLT vide its Order dated 19th July 2018 has approved the Resolution Plan submitted by JK Paper Ltd. for acquiring the controlling stake of SPML.</p> <p>Due to shutdown of the plant at SPML since September 2014, there was no revenue generation in past three years</p> <p>SPML's revenue for the last reported year was Rs. 430.59 crore.</p>

Submitted for your kind information and necessary records.

Yours faithfully
For JK Paper Limited


(Ashok Gupta)
VP (Finance & Accounts)

