

**JK PAPER LTD.**Regd. Office : PO Central Pulp Mills - 394 660
Fort Songadh, Dist. Tapi (Gujarat)**UNAUDITED FINANCIAL RESULTS****FOR THE SECOND QUARTER ENDED 30TH SEPTEMBER, 2011**

Rs. in Crore

Sl. No.	Particulars	Second Quarter Ended		Six Months Ended		Year Ended
		30.09.2011 (Unaudited)	30.09.2010 (Unaudited)	30.09.2011 (Unaudited)	30.09.2010 (Unaudited)	31.03.2011 (Audited)
1	Gross Sales	374.01	364.06	754.31	702.19	1,432.97
	(a) Net Sales (Net of Discounts & Excise Duty)	321.30	312.88	644.69	603.40	1,230.72
	(b) Other Operating Income	0.51	1.22	1.10	1.88	2.57
	Total (a + b)	321.81	314.10	645.79	605.28	1,233.29
2	Expenditure:					
	(a) (Increase) / Decrease in Stock-in-trade and Work in Progress	(16.21)	8.00	(33.08)	8.69	10.47
	(b) Consumption of Raw Materials	113.87	82.43	212.46	159.79	334.27
	(c) Purchase of Traded Goods	16.79	4.97	38.47	8.31	33.35
	(d) Power, Fuel and Water	53.53	35.10	92.95	67.44	136.08
	(e) Consumption of Stores, Spares and Chemicals	77.23	67.99	155.31	130.14	272.99
	(f) Employees Cost	32.17	34.20	61.65	65.93	130.01
	(g) Depreciation	18.20	17.91	36.20	35.62	71.62
	(h) Other Expenditure	11.37	10.53	24.13	27.57	52.89
	Total (2)	306.95	261.13	588.09	503.49	1,041.68
3	Profit from Operation before Other Income, Interest & Exceptional Items (1-2)	14.86	52.97	57.70	101.79	191.61
4	Other Income	0.83	0.67	1.33	1.23	2.54
5	Profit before Interest & Exceptional Items (3+4)	15.69	53.64	59.03	103.02	194.15
6	Interest & Financial Charges (Net)					
	(a) Interest Charges	9.63	8.41	17.86	17.04	35.00
	(b) Redemption Premium on FCCBs	-	3.82	-	3.82	7.77
	(c) Forex :					
	- Forward Premium/Realised Foreign Exchange Loss / (Gain)	0.53	1.56	2.59	1.84	3.02
	- Unrealised Foreign Exchange Loss / (Gain)	1.34	0.49	2.76	(0.03)	(0.09)
7	Profit after Interest but before Exceptional Items (5-6)	4.19	39.36	35.82	80.35	148.45
8	Exceptional items	-	-	-	-	-
9	Profit from Ordinary Activities before Tax (7+8)	4.19	39.36	35.82	80.35	148.45
10	Tax Expense:					
	- Provision for Current Tax	(2.43)	13.03	9.66	26.21	43.66
	- Provision for Deferred Tax	0.10	(2.75)	(4.62)	(4.05)	(1.63)
11	Net Profit from Ordinary Activities after Tax (9-10)	6.52	29.08	30.78	58.19	106.42
12	Extraordinary Items (net of tax expenses)	-	-	-	-	-
13	Net Profit (11+12)	6.52	29.08	30.78	58.19	106.42
14	Paid-up Equity Share Capital (Face value Rs.10/-)	136.62	78.15	136.62	78.15	78.15
15	Reserves excluding Revaluation Reserve	-	-	-	-	506.88
16	Earnings Per Share (Rs.) (before/after extraordinary items, not annualised)					
	- Basic	0.68	3.72	3.53	7.44	13.62
	- Diluted	0.49	3.62	2.76	7.24	13.62
	- Cash	2.59	5.66	7.16	11.48	22.57
17	Public Shareholding :					
	- No. of Shares	67,847,812	47,250,400	67,847,812	47,250,400	47,250,400
	- Percentage of Shareholding	49.66	60.46	49.66	60.46	60.46
18	Promoters and Promoter Group Shareholding					
	a) Pledged / Encumbered					
	- Number of Shares	NIL	NIL	NIL	NIL	NIL
	- Percentage of Shares	NIL	NIL	NIL	NIL	NIL
	b) Non-encumbered					
	- No. of Shares	68,772,813	30,899,539	68,772,813	30,899,539	30,899,539
	- Percentage of Shares (as a % of total shareholding of promoter and promoter group)	100.00	100.00	100.00	100.00	100.00
	- Percentage of Shares (as a % of total share capital of the Company)	50.34	39.54	50.34	39.54	39.54

UNAUDITED STATEMENT OF ASSETS AND LIABILITIES AS ON 30TH SEPTEMBER, 2011

Rs. in Crore

Sl. No.	Particulars	Unaudited		Audited
		30.09.2011	30.09.2010	31.03.2011
1	Shareholders' Funds			
	(a) Capital	136.65	78.24	78.24
	(b) Reserves & Surplus	720.36	450.01	510.66
2	Loan Funds	836.31	497.80	538.36
3	Deferred Tax Liability	123.78	130.50	128.40
	Total	1,817.10	1,156.55	1,255.66
4	Fixed Assets	1,129.23	889.54	938.35
5	Investments	132.94	74.87	82.77
6	Current Assets, Loans and Advances			
	(i) Inventories	172.50	119.13	127.53
	(ii) Sundry Debtors	140.39	101.20	107.87
	(iii) Cash and Bank Balances	246.09	13.73	30.89
	(iv) Loans and Advances	234.40	145.75	171.78
	Less : Current Liabilities and Provisions			
	(v) Liabilities	232.34	180.31	197.77
	(vi) Provisions	6.27	7.59	6.70
7	Misc. expenditure (Not written off)	0.16	0.23	0.94
	Total	1,817.10	1,156.55	1,255.66

NOTES:-

1. Profitability for the quarter has been adversely affected due to (a) significantly lower supplies of linkage coal leading to purchases from open market at much higher price, (b) increase in raw material price and lower yield, and (c) lower realisation on Coated paper due to increased imports. 2. The Company issued unsecured & unlisted Foreign Currency Convertible Bonds (FCCBs) aggregating to Euro 35 Million (equivalent to Rs. 226.14 Crore) to European Development Institutions in May, 2011, for part funding of Company's ongoing expansion project. Out of this, Rs. 88 Crore has been deployed for the project and pending utilization, the balance amount has been invested in Fixed Deposits with Banks. 3. The Company raised Rs. 245.58 Crore through a Rights Issue. Consequently, the paid up Equity Share Capital stands increased to Rs.136.62 Crore w.e.f. September 3, 2011. Out of the proceeds received, the Company has utilized Rs. 29.66 Crore for the Objects stated in the Letter of Offer dated July 15, 2011. Pending full utilization, balance Rs. 215.92 Crore are invested in mutual funds and fixed deposits with Banks. During the period, Share Issue Expenses of Rs.2.63 Crore has been charged from Securities Premium Account in accordance with Section 78 of Companies Act, 1956, as compared to earlier policy of charging to Profit & Loss Account. 4. The Company has placed the orders for all major machinery on a fixed price basis for the expansion project. The work at the site is progressing as per schedule. 5. The Company has redeemed 6,000 (Nos), 10% Cumulative Redeemable Preference Shares (Series "F") of Rs.100 each along with accrued dividend of Rs. 0.17 Lac and premium payable on redemption on 30th June, 2011. 6. Investors complaints: for the quarter ended 30.09.2011 (Nos.): Opening Balance - NIL, New - 6, Disposal - 5, Pending - 1(since resolved).7. The figures for the previous period have been regrouped / rearranged, wherever necessary.8. The Company has only one business segment namely, "Paper and Board".9. These results have been reviewed by the Audit Committee and approved by the Board of Directors, at their respective meetings held on 11th November, 2011. Limited Review of these results has been carried out by the Auditors.

For JK Paper Limited

Place : New Delhi
Date : 11th Nov, 2011Harsh Pati Singhania
(Managing Director)