



October 27, 2016

PRESS RELEASE

JK Paper PAT jumps by 145%, Net Sales up by 14% in Q- 2 (2016-17)

JK Paper Limited, one of India's largest Paper Companies reported **Net Sales of Rs.708.68 Cr** for the **2nd Quarter ended 30th Sep, 2016, up by 14%** over Corresponding Quarter ended Sep,2015. The **EBITDA** for the Quarter increased by **32% at Rs.141.22 Cr.** as compared to Rs.106.96 Cr. and **Profit after Tax (PAT)** was **Rs.43.96 Cr** against Rs.17.95 Cr in the Corresponding Quarter, a **growth of 145%.**

Commenting on the results, **Shri Harsh Pati Singhania, Vice Chairman & Managing Director** said, **"The improvement in performance is due to higher sales volume and improved realisations as compared to Corresponding Quarter. The result reflects the positive outlook of Indian Paper Industry."**

As reported earlier, the Company had submitted a Non Binding Offer to acquire two units of BILT Graphic Paper Products Ltd (BGPPL), having Annual Capacity of 3.55 Lac MT. The Company has since submitted a tentative offer and draft term sheet regarding proposed acquisition which is subject to applicable corporate and regulatory approvals.

The Board has authorised issue of Non Convertible Debentures (NCDs) alongwith Warrants and other eligible securities to Qualified Institutional Placements (QIPs) for a total value of upto Rs.500 Cr. This is to fund the Company's ongoing capital expenditure and growth plans.

The Company continues to enhance its farm forestry programme which has made it a net green company i.e. it plants more trees than it uses.

JK Paper Ltd is the market leader in the Branded Copier Paper segment in India with market share of 27%. It is also amongst the top producers of Coated Paper and Packaging Boards in the Country. The Company is consistently following a policy of focusing on value added products like Copier, Coated Paper, Virgin Fibre Packaging Boards and High end Maplitho Paper.

JK Paper Limited is India's leading branded Paper Company, and the largest producer of Photocopier Paper with Brands like JK Copier, JK Easy Copier, Sparkle, etc. JK Paper's portfolio of products includes other brands such as JK Cote, JK Excel Bond, JK SHB Maplitho, JK TuffCote, JK Ultima and JK PureFil all of which enjoy great popularity with consumers.

For further information, contact: V Kumaraswamy, CFO, 98 713 94893, E-mail: ykmr@jkmail.com

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Regd.Office : P.O. Central Pulp Mills - 394660, Fort Songadh, Dist. Tapi (Gujarat), , Website : www.jkpaper.com, Corporate Identity Number : L21010GJ1960PLC018099

**JK PAPER LTD.**

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UNAUDITED FINANCIAL RESULTS**FOR THE QUARTER ENDED 30TH SEPTEMBER ,2016**

Rs.in Crore

Sl. No.	Particulars	Three Months Ended	Corresp.Three Months Ended	PrecedingThree Months Ended	Half Year Ended	
		30.09.16	30.09.15	30.06.16	30.09.16	30.09.15
		(Unaudited)				
1	INCOME FROM OPERATIONS	768.72	701.27	710.87	1,479.59	1,384.00
	(a) NET SALES	708.68	620.39	637.37	1,346.05	1,229.94
	(b) OTHER OPERATING INCOME	12.01	8.63	0.51	12.52	15.43
	TOTAL INCOME FROM OPERATIONS (NET) (a + b)	720.69	629.02	637.88	1,358.57	1,245.37
2	EXPENSES:					
	(a) COST OF MATERIALS CONSUMED	327.40	336.16	314.68	642.08	653.12
	(b) PURCHASES OF STOCK-IN TRADE	50.75	38.14	67.51	118.26	70.54
	(c) (INCREASE) / DECREASE IN INVENTORIES OF FINISHED GOODS , WORK-IN-PROGRESS AND STOCK-IN-TRADE	22.54	(18.66)	(37.16)	(14.62)	(22.23)
	(d) EMPLOYEE BENEFITS EXPENSE	53.19	44.52	48.19	101.38	86.14
	(e) DEPRECIATION AND AMORTISATION EXPENSE	30.20	29.21	29.82	60.02	58.36
	(f) EXCISE DUTY	35.45	31.62	31.37	66.82	62.62
	(g) OTHER EXPENSES :					
	(i) POWER, FUEL AND WATER	52.64	54.08	51.73	104.37	108.92
	(ii) OTHERS	44.97	41.71	48.23	93.20	84.52
	TOTAL EXPENSES (2)	617.14	556.78	554.37	1,171.51	1,101.99
3	PROFIT FROM OPERATIONS BEFORE OTHER INCOME, FINANCE COSTS (1-2)	103.55	72.24	83.51	187.06	143.38
4	OTHER INCOME	7.47	5.51	3.37	10.84	7.91
	PROFIT BEFORE INTEREST AND DEPRECIATION (EBITDA)	141.22	106.96	116.70	257.92	209.65
5	PROFIT FROM ORDINARY ACTIVITIES BEFORE FINANCE COSTS (EBIT) (3+4)	111.02	77.75	86.88	197.90	151.29
6	FINANCE COSTS	48.89	52.00	48.06	96.95	104.14
7	PROFIT FROM ORDINARY ACTIVITIES BEFORE TAX (5-6)	62.13	25.75	38.82	100.95	47.15
8	TAX EXPENSE	18.17	7.80	12.16	30.33	14.31
9	NET PROFIT FOR THE PERIOD (7-8)	43.96	17.95	26.66	70.62	32.84
10	OTHER COMPREHENSIVE INCOME (After Tax)	1.41	0.13	0.45	1.86	(0.56)
11	TOTAL COMPREHENSIVE INCOME (9+10) (After Tax)	45.37	18.08	27.11	72.48	32.28
12	PAID-UP EQUITY SHARE CAPITAL (FACE VALUE RS.10/-)	148.53	148.53	148.53	148.53	148.53
13	EARNINGS PER SHARE (BEFORE & AFTER EXTRAORDINARY ITEMS) (IN RS / SHARE) (NOT ANNUALISED)					
	(A) BASIC	2.96	1.30	1.79	4.75	2.39
	(B) DILUTED	2.59	1.18	1.63	4.22	2.21

NOTES:-

Please refer Annexure for Notes to Accounts

For JK Paper Ltd

Place : New Delhi
Dated : 27th October,2016Harsh Pati Singhania
(Vice Chairman & Managing Director)

JK PAPER LTD

STATEMENT OF ASSETS & LIABILITIES AS AT 30TH SEPTEMBER,2016		
Sr No.	Particulars	Rs In Crore (Unaudited)
I	ASSETS	
1	Non-Current Asset	
a	Property, Plant & Equipment	2,374.79
b	Capital work-in-progress	24.68
c	Other Intangible Assets	2.12
d	Financial Assets	
(i)	Investments	35.67
(ii)	Loans	35.90
(iii)	Other Financial Assets	13.03
e	Other Non-Current Assets	3.53
	Total Non - Current Assets	2,489.72
2	Current Asset	
a	Inventories	354.56
b	Financial Assets	
(i)	Investment	232.07
(ii)	Trade Receivables	133.62
(iii)	Cash and Cash Equivalents	3.05
(iv)	Bank Balances other than (iii) above	12.41
(v)	Loans	1.00
(vi)	Others	84.10
c	Other Current Assets	72.45
	Total Current Assets	893.26
	Total - Assets	3,382.98
II	EQUITY & LIABILITIES	
	Equity	
a	Equity Share Capital	148.53
b	Other Equity	806.26
	Total Equity	954.79
	Liabilities	
1	Non Current Liabilities	
a	Financial Liabilities	
(i)	Borrowings	1,461.90
(ii)	Others	50.26
b	Provisions	3.59
c	Deferred Tax Liabilities (Net)	15.22
	Total Non- Current Liabilities	1,530.97
2	Current Liabilities	
a	Financial Liabilities	
(i)	Borrowings	156.62
(ii)	Trade Payables	256.58
(iii)	Other Financial Liabilities	449.99
b	Other Current Liabilities	27.32
c	Provisions	2.41
d	Current Tax Liabilities (Net)	4.30
	Total Current Liabilities	897.22
	Total Equity and Liabilities	3,382.98

For JK Paper Ltd

Place : New Delhi
Dated : 27th October,2016

Harsh Pati Singhania
(Vice Chairman & Managing Director)



NOTES: QUARTER ENDING SEPTEMBER, 2016

1. Higher sales volume and improved realisations have contributed to better profitability during the quarter.
2. The Company had adopted Ind AS (Indian Accounting Standards) w.e.f.1st April, 2016. Accordingly the relevant quarterly results for the previous periods have been restated. The reconciliation of net profit as per Ind AS and previous GAAP("Accounting Standard") for quarter and half year ending Sep' 15 are given below:-

Sl.No	Nature of Adjustments	Three Months Ended 30.09.2015 (Unaudited)	Half Year Ended 30.09.2015 (Unaudited)
1	Net Profit as per Previous Indian GAAP	19.81	36.59
2	Reclassification of Assets Held for Sale	(2.64)	(5.25)
3	Impact of effective interest rate on borrowings and fair valuation of derivative financial instruments/Financial Assets	(0.59)	(1.24)
4	Actuarial Loss on employee defined benefit plan recognised in OCI	0.54	1.07
5	Deferred Tax Impact on above adjustments	0.83	1.67
6	Total (2 to 5)	(1.86)	(3.75)
7	Net Profit before OCI as per Ind AS (1+6)	17.95	32.84
8	Other Comprehensive Income (OCI) after Tax	0.13	(0.56)
9	Total Comprehensive Income as per Ind AS (7+8)	18.08	32.28

3. The Company has adopted fair valuation for its Property, Plant and Equipment as deemed cost on the date of transition i.e. 1st April 2015 in accordance with IND AS 101 (First Time Adoption of Indian Accounting Standards). However, the impact of the same has not been considered in the opening Balance Sheet as at 1st April 2015 and results for the quarter ended September 2016. Impact of the same would be accounted for along with Annual Financial Statement for the year ended 31st March 2017.
4. During the quarter, JK Enviro-Tech Limited, a subsidiary of the Company, became its Wholly Owned Subsidiary Company.
5. The Company intends to take planned annual shut at Unit JKPM, Odisha, during the quarter ending December, 2016.
6. The Company has only one business segment namely, "Paper and Board".
7. The figures for the previous periods have been regrouped / rearranged, wherever necessary. The Company does not have any Extraordinary and Exceptional Items to report for the current quarter.
8. Income from Operations represents Gross Sales including Discounts and Excise Duty.
9. These results have been reviewed by the Audit Committee and approved by the Board of Directors at their respective meetings held on 27th October, 2016. Limited Review of these results has been carried out by the Auditors. The Ind AS compliant Financial Results, pertaining to quarter and half year ended Sep'15 has not been subjected to limited review or audit. However, the Management has exercised necessary due diligence to ensure that the financial results provide a true and fair view of its affairs.