



*some of life's
best moments
come on paper...*

JK Paper Today

Corporate Update

An Industry benchmark with Power Packed Brands

1st August, 2022

JK Paper Ltd is one of the leading companies of JK Organisation – a prominent business house of India founded over 100 years ago

Cement



	Rs. Cr.
Revenue	5,420

Paper



JK PAPER LTD.
Creating lasting impressions

	Rs. Cr.
Revenue	4,244

Tyre



	Rs. Cr.
Revenue	11,983

Agri Genetics



	Rs. Cr.
Revenue	246

J.K. ORGANISATION

USD 4 Billion

30 manufacturing plants

Present in over 100 countries

More than 40,000 employment

V-Belts- Oil Seals & Power Transmission Systems



	Rs. Cr.
Revenue	1,051

(Unlisted Co.)

Dairy Products



	Rs. Cr.
Revenue	204

Education



Defence Electronics



Hospital & Health services



Clinical Research



Revenue based on last published Annual Results

J K PAPER *Creating Lasting Impressions*

Slide No.2



JK Paper - History & Milestones

More than 80 YEARS JOURNEY OF JK PAPER

1938

Started Manufacturing Straw Board at Bhopal with a capacity of 3,600 TPA

First Integrated Pulp & Paper company in India & 3rd Paper Company in the World to get Award for TPM Excellence – First Category from JIPM

1962

Installed 1st Fine Paper Machine at Unit - JKPM (Odisha)

First Paper Mill to get ISO 9001 & ISO 14001. Also obtained OHSAS 18001

1992

Acquired Unit - CPM in Gujarat

First to Invest in World class Pulp Mill (Fiber line from Metso) in India

2005

Installed Coating Plant at Unit - JKPM

First to Brand Copier Paper in Indian Market

2007

Installed Premium Packaging Board Plant at Unit - CPM

First to introduce Surface-size wood free paper in India

2013

Installed State of the art New Fiber Line & High Speed Paper Machine at Unit – JKPM (165,000 MT)

Awarded FSC® License no.-C123770, FSC-C106545-COC certification in 2011

2018

Acquired The Sirpur Paper Mills Ltd in Telangana (Capacity 136,000 MT)

Golden Peacock Environment Management Award in 2013

2022

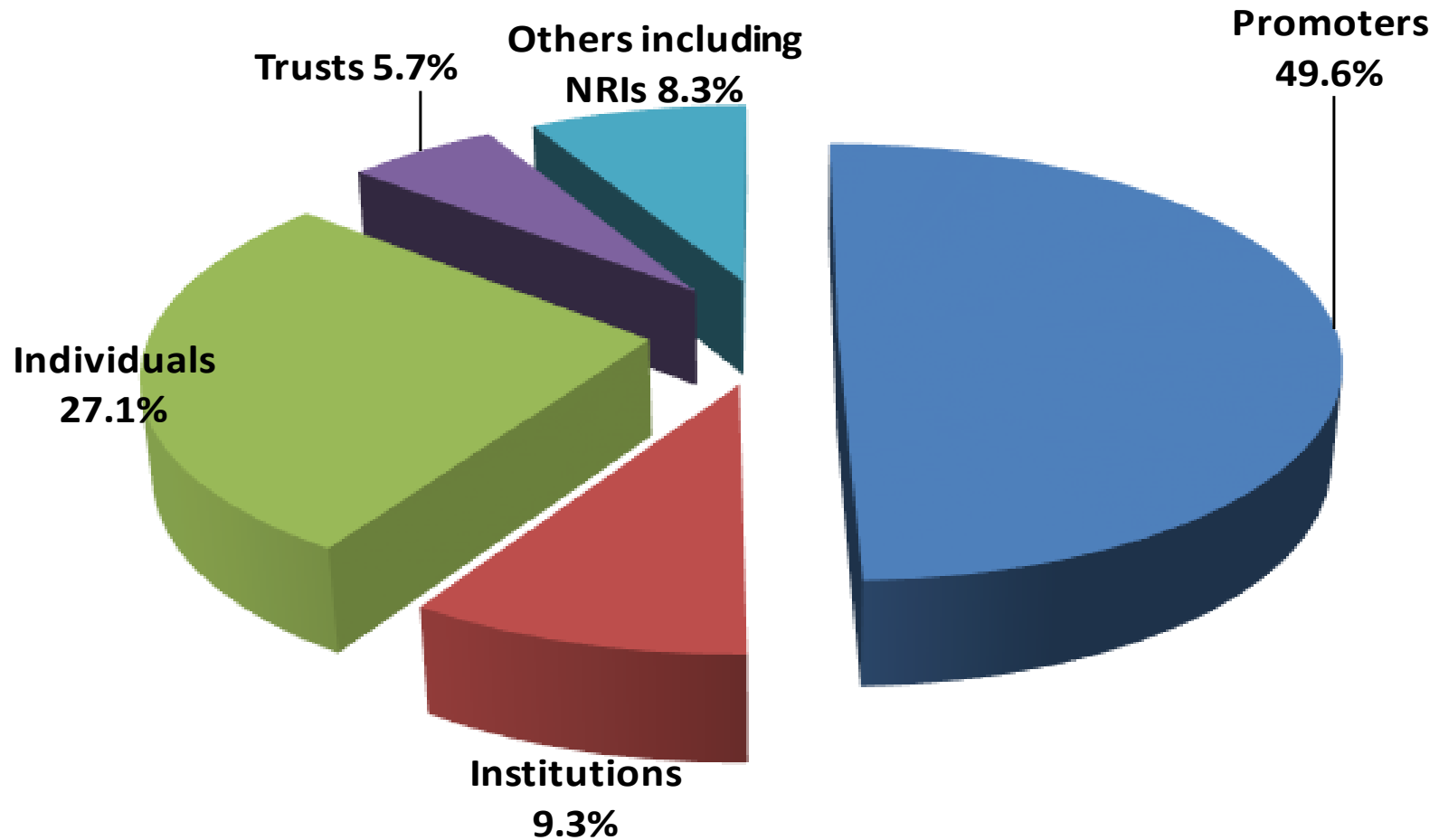
New Packaging Board machine commissioned in Gujarat (170,000 MT)

Industry 4.0 award from FICCI- under the Overall Digital Transformation category in 2022



JK Paper – Shareholding Pattern

Shareholding Pattern (as of 30th June 2022)



JK'S Brands are Industry Benchmarks In Respective Product Categories Plants with state of the art technology and minimal environmental impact

Copier Paper (Market Leader – **Current Mkt. Share is 28% ***)



Amongst Leading Players in Coated Paper and Packaging Board

Current Mkt. Share is 10% *

Current Mkt. Share is 19% *



Panoramic view of the Unit Sirpur (in Telangana)



Panoramic view of the Unit JKPM (in Odisha)



Panoramic view of the Unit CPM (in Gujarat)



* Company Estimates (Q1 FY23)



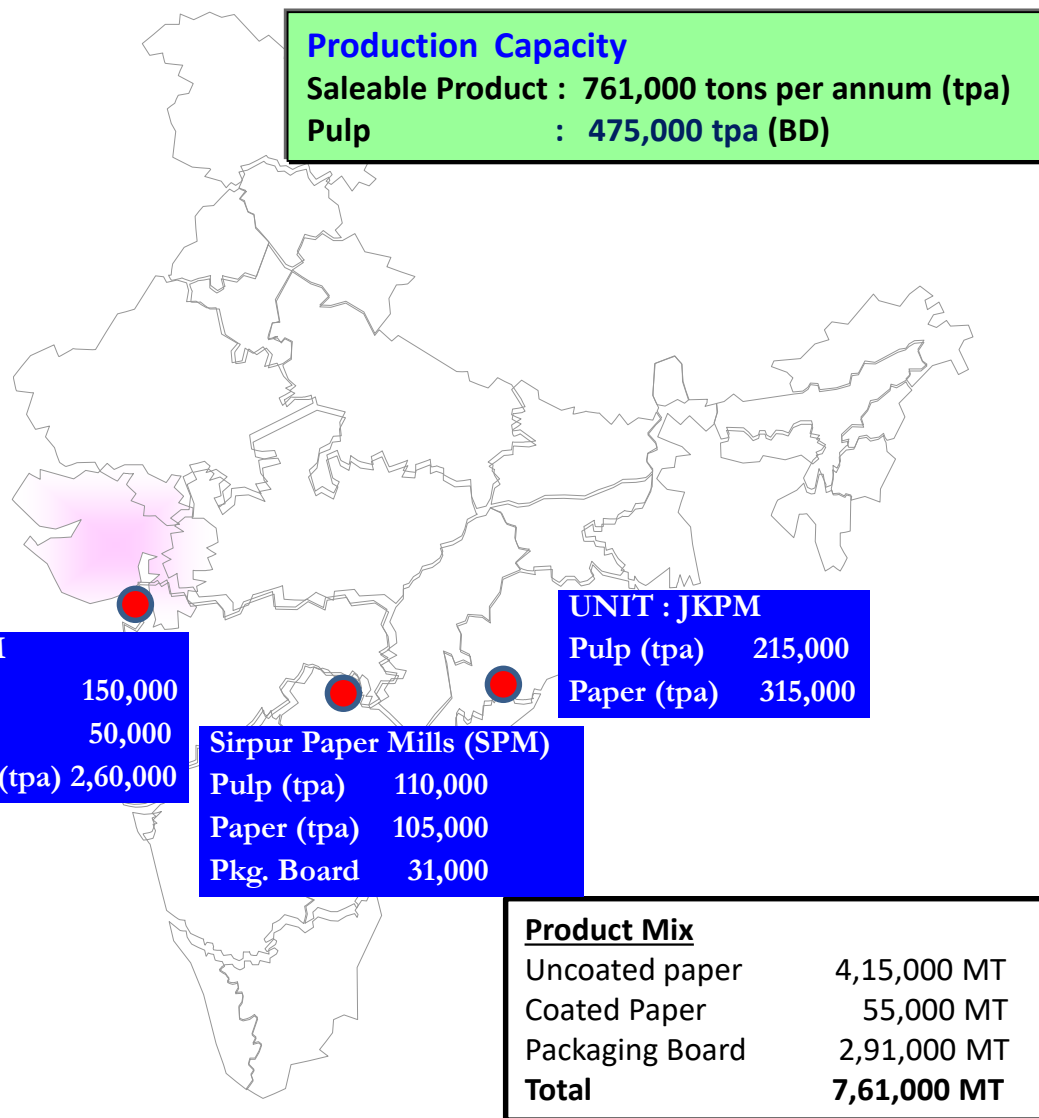
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Slide No.5



Strategic Geographical Presence

- **Strategic location**
 - JKPM located close to raw material sources
 - CPM located close to large end customers & port
 - SPM located close to raw material and coal sources
- **Strong distribution reach**
 - 4 regional offices
 - 13 Pan-India Depots
 - 397 Trade partners
 - over 4,000 dealers



JK Paper - Performance Highlights (FY 2021-22)

1. Capacity utilisation of **104.1%** in full year and **101.7%** in 4th Quarter ended March 2022. Commercial Production of New Packaging Board Machine started on 14th Jan 2022. (New Machine achieved Capacity utilisation of **85% in Mar'2022**)
2. Company achieved highest ever Consolidated **Turnover of Rs. 4244.33 Cr., EBITDA Rs. 1,121.63 Cr. and PAT Rs. 543.82 Cr.**
3. **Continuous thrust on plantation activities:** Total Plantation during the year: 5.63 Crores Saplings (PY4.45) and 45,000 acres of additional area covered (PY 32,700 acres)

Continue to have wood- and carbon-positive status, planting more trees than utilizing.

4. **New Product developments:** JK Absorbent Kraft Paper, JK Antifungal Board, JK Copier Plus –Antimicrobial paper, Pack Fresh 1 kg printed Roll (New Sku).
5. Company maintained its long-term credit rating of **AA-/Stable** with CRISIL and India Ratings and continues to enjoy the highest **A1+** short-term credit rating.



JK Paper - Key Financials for Q1 (FY 2022-23 vs FY 2021-22)

Consolidated Financials

	Unit	Q1 FY23	Q1 FY22	% Growth
Sales Volume	MT	1,90,724	1,05,029	81.6
Uncoated Paper	MT	1,05,318	64,394	63.6
Coated Paper	MT	15,097	12,067	25.1
Virgin Fibre Board	MT	70,309	28,568	146.1
Gross Revenue	Rs. Cr.	1,508	720	109.4
Total Income (Net)	Rs. Cr.	1,465	695	110.8
EBITDA	Rs. Cr.	458	225	104.0
EBIT	Rs. Cr.	393	181	116.8
PBT	Rs. Cr.	364	148	145.3
PAT	Rs. Cr.	264	104	153.5
EBITDA Margin	%	31.3%	32.3%	(1.0)
PBT Margin	%	24.8%	21.3%	3.5

Higher volume and sales realisation in Q1 FY23 over the corresponding quarter has contributed better quarterly performance, in spite of increased input cost.

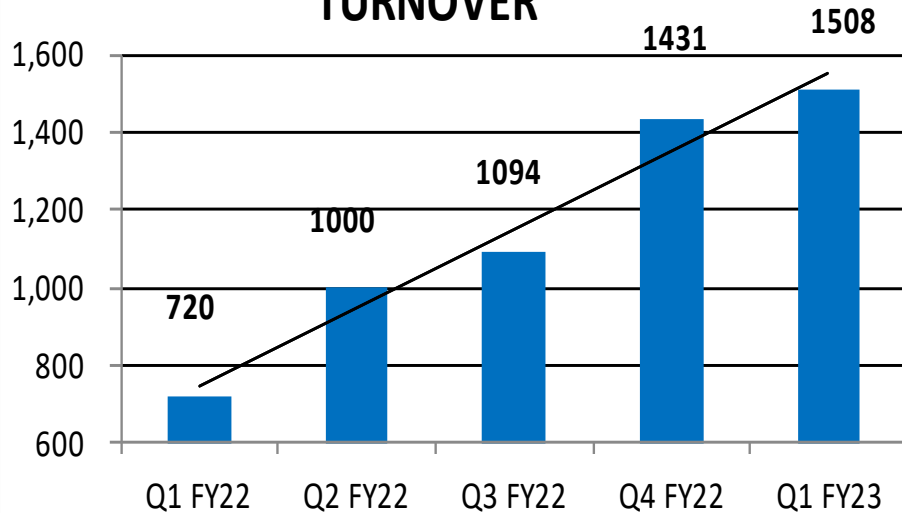


JKPL - Profitability

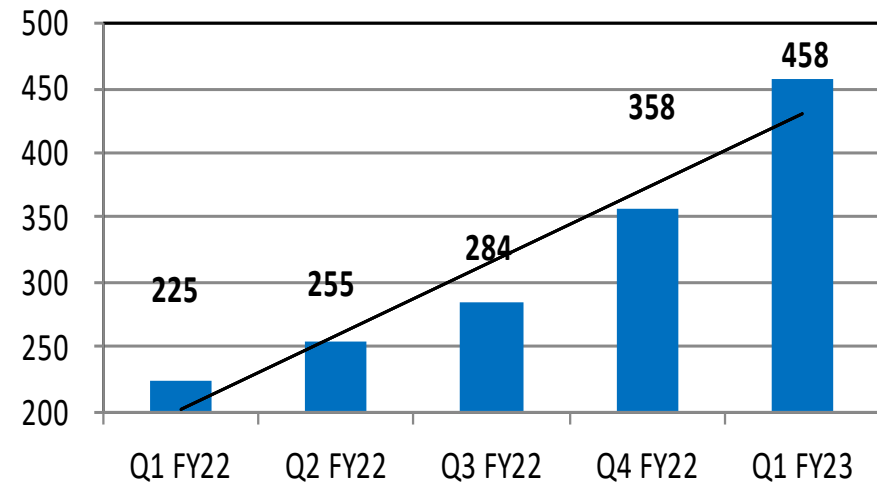
Consolidated Financials

Rs. Cr.

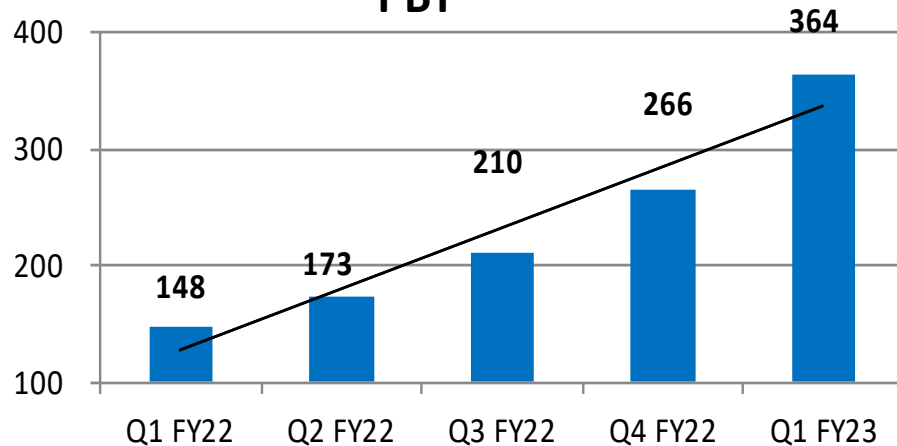
TURNOVER



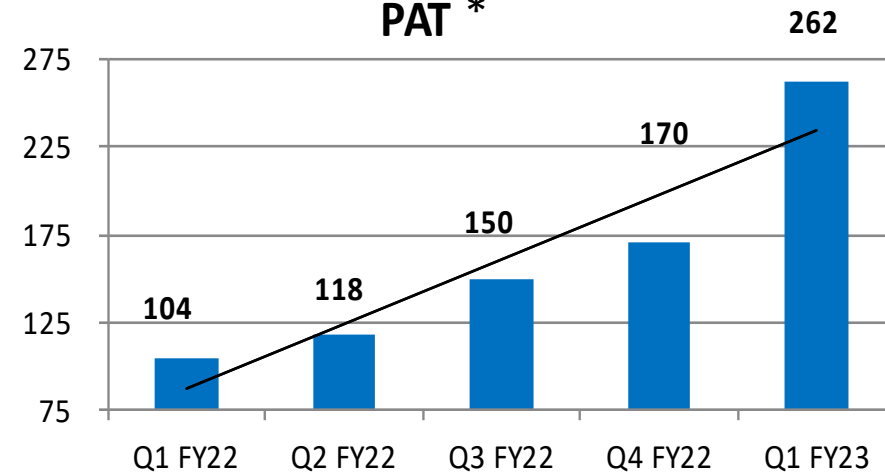
EBITDA



PBT



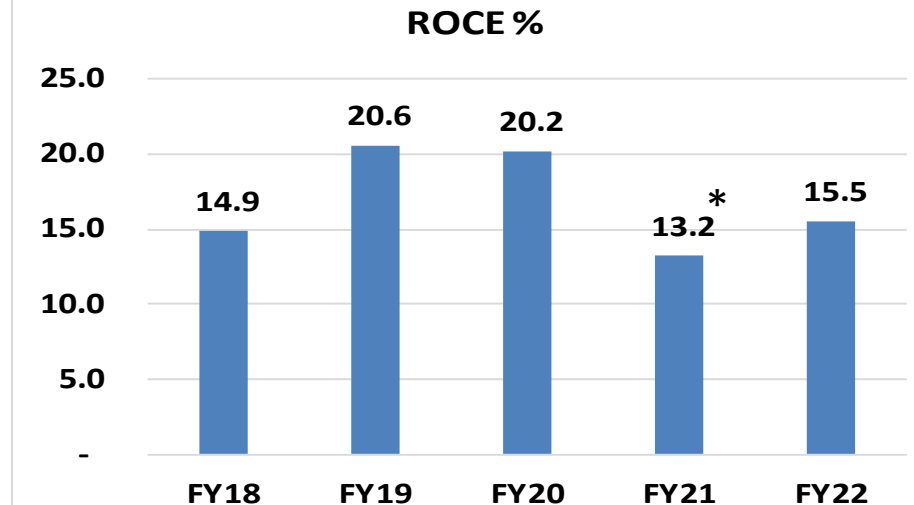
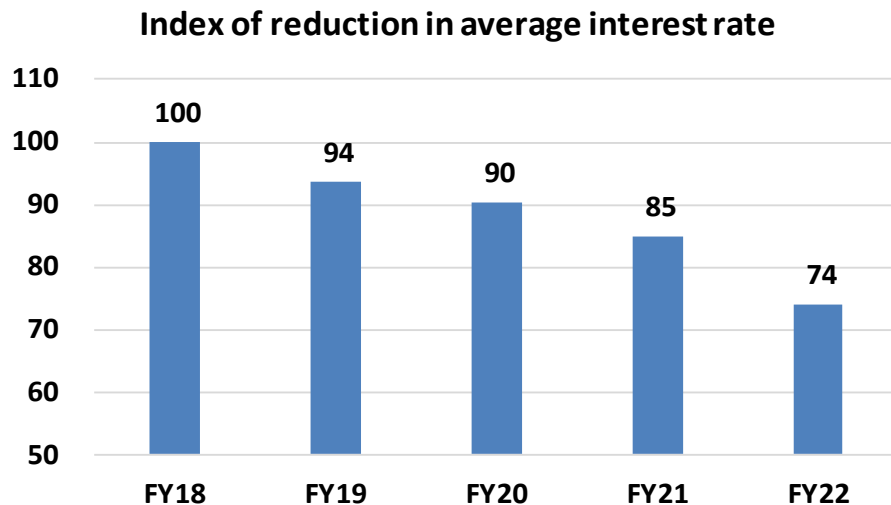
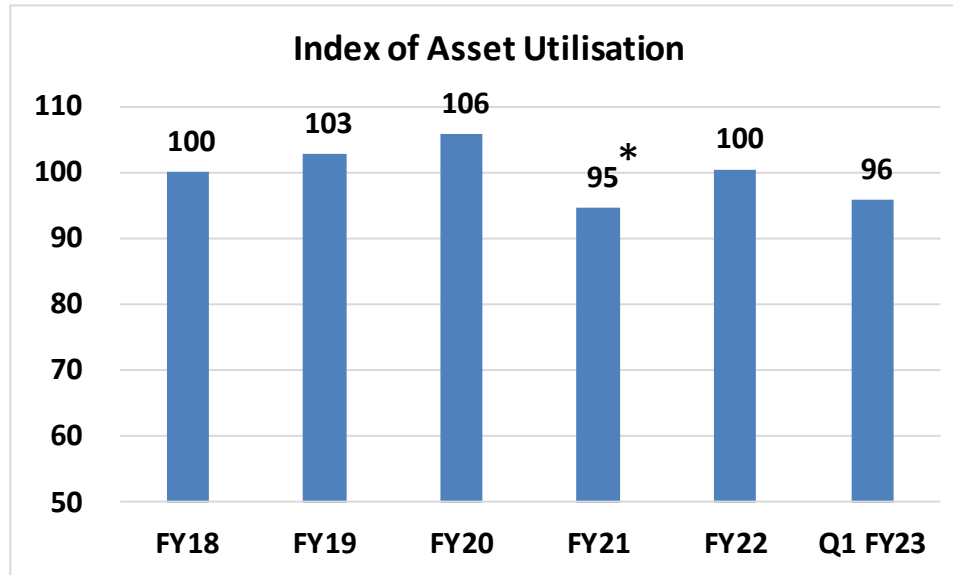
PAT *



* with Other Comprehensive Income



Continuous improvement in last 5 Years



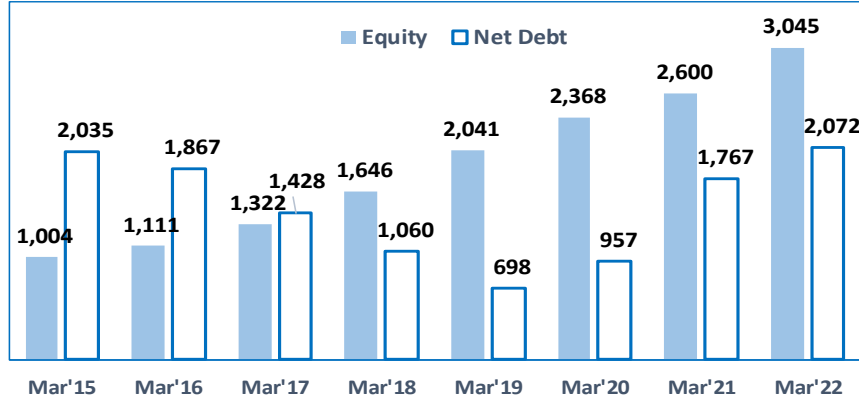
* Lower due to covid 19 pandemic



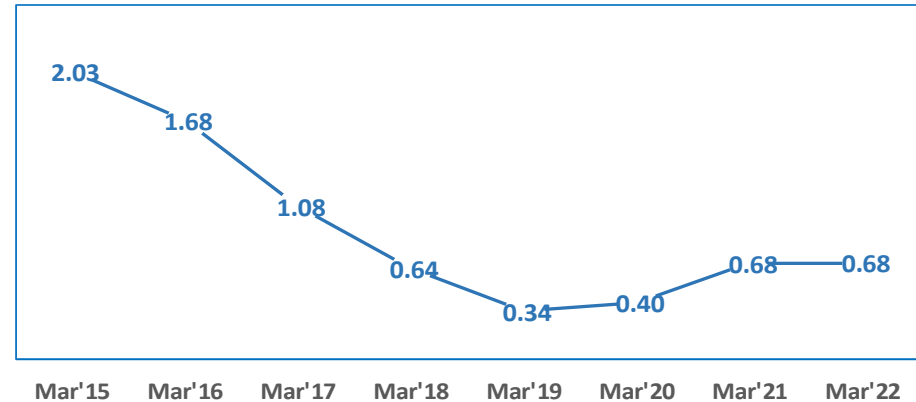
Focus on Deleveraging

Standalone Financials

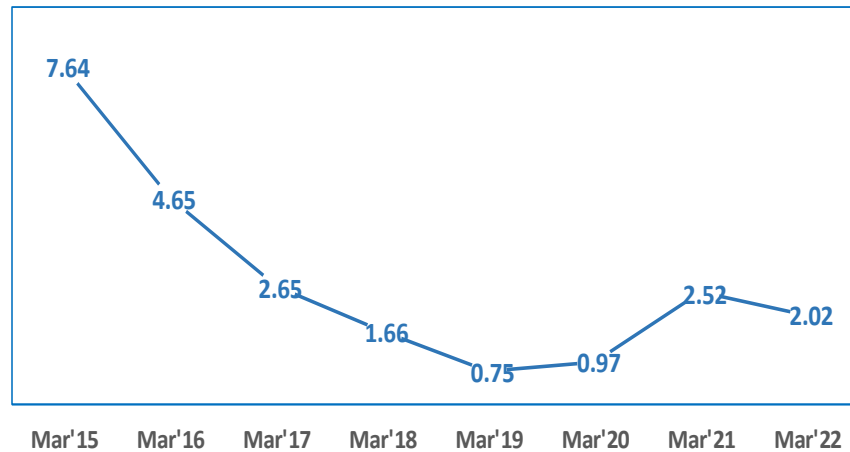
Net Debt and Equity (Rs. Cr.)



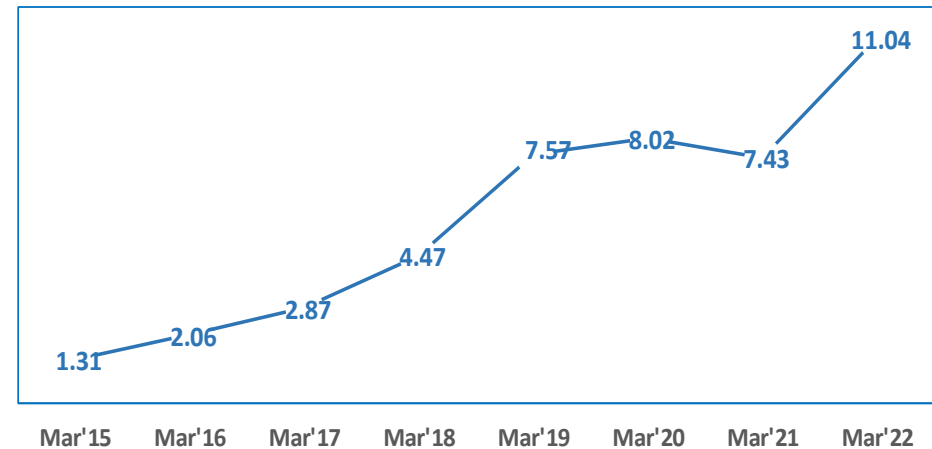
NET DEBT / EQUITY RATIO



NET DEBT / EBITDA RATIO



INTEREST COVERAGE RATIO



Long Term Credit
Rating by CRISIL and
India Ratings >>

Jun'15	BBB+/Positive	Jun'19	A+/Positive
Apr'17	A/Stable	Dec '19	AA-/Stable
Jun'18	A+/Stable		

During the FY2022 CRISIL Ratings and India Ratings
have reaffirmed Long Term Rating of AA-/Stable



Quantum Jumps through continuous expansions since FY2005

Consolidated Financials

2005: Entry into Coated Paper

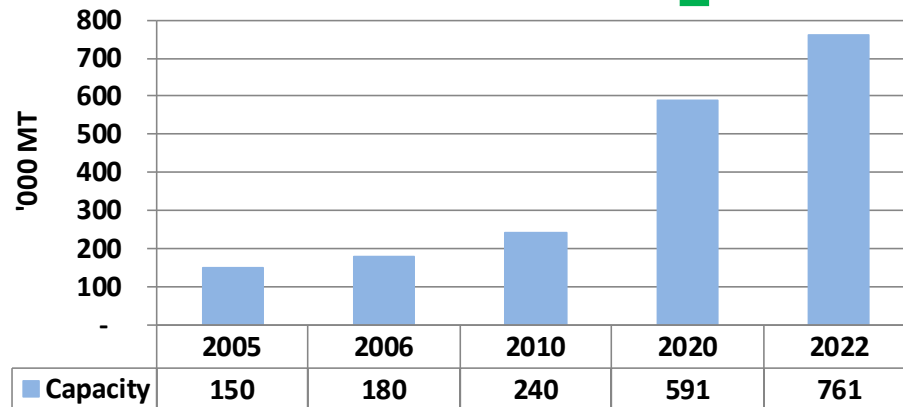
2007: Entry into Packaging Board

2013: Expansion in Uncoated Paper

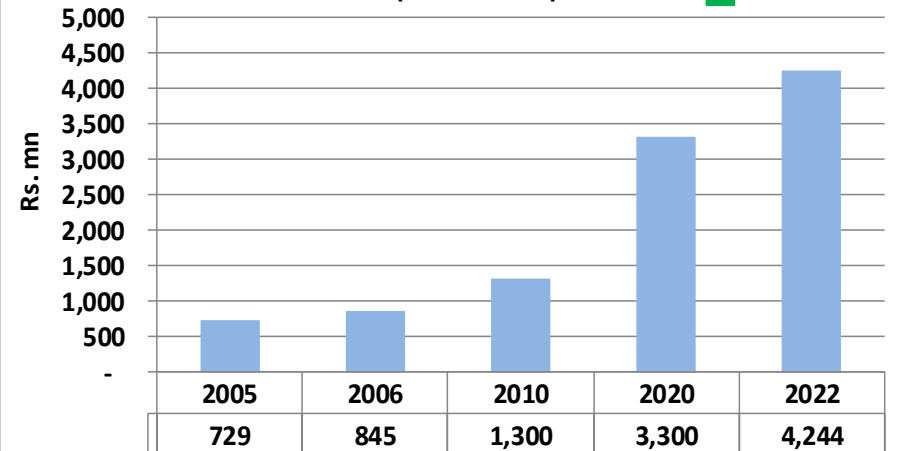
2018: Acquisition of Sirpur Paper

2022: Expansion in Packaging Board

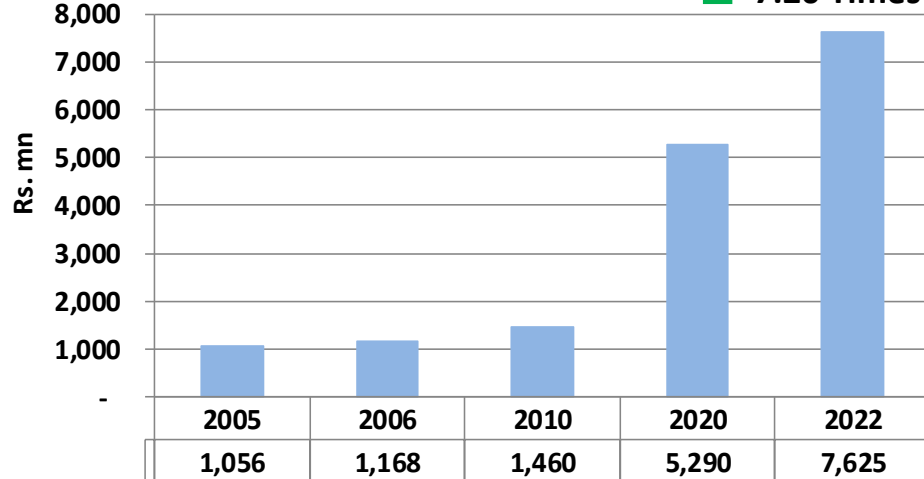
Volume - '000 MT  5 Times




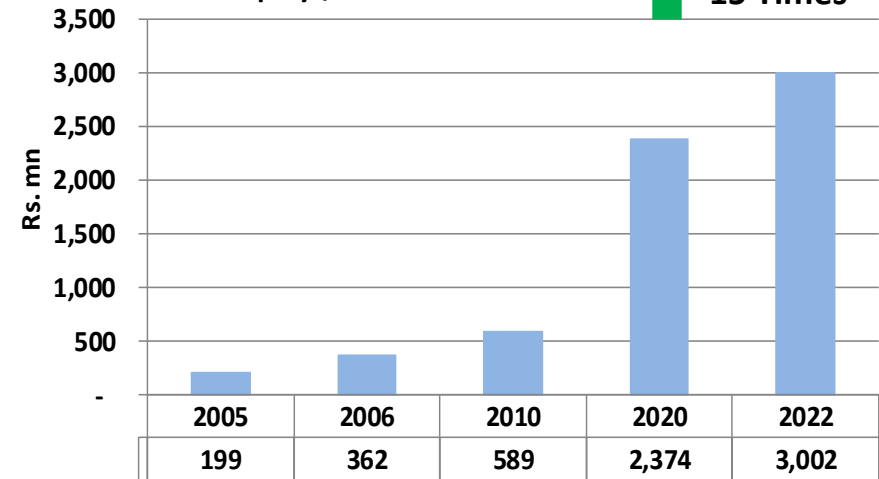
Turnover (Gross Sales) - Rs. Cr  5.80 Times



Total Assets - Rs. Cr  7.20 Times



Equity / Net-worth - Rs. Cr  15 Times



Farm Forestry and Raw Material Security Initiatives

Clonal Development Centre

- Started in 1991-92
- 45,000 acres area planted in 2021-22
- Overall > 5 Lac acres till date



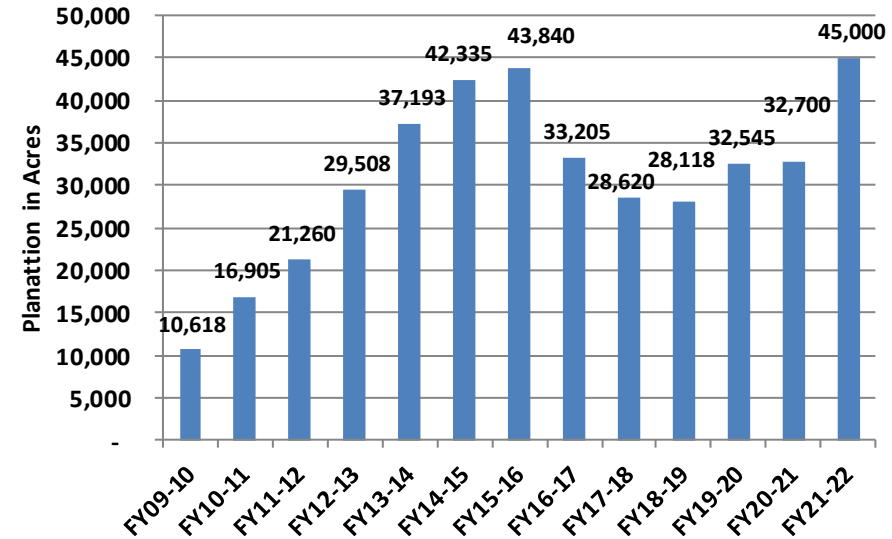
Carbon Positive

Over the last few years, Company has transformed to wood- and carbon-positive status, planting more trees than utilizing. The Company developed short-rotation clones (two to three years) to enhance yields and income per acre for the farmers.

Proportion of wood from local catchment of the Company's plants

2016-17	49%
2017-18	71%
2018-19	96%
2019-20	100%
2020-21	100%
2021-22	94%

Plantation under Farm Forestry by JKPL – in Acres



JKPL's Efforts to Reduce Cost of Raw Material

- Maximizing plantation coverage within 200 Km radius
- R&D: Company has developed and introduced a new eucalyptus clone with highest wood productivity per acre per year (under irrigated conditions)
- Focus on training & development to farmers and staffs
- Arrangement of loans to Farmer's Co-operative



JK Paper - Awards and Accolades

1. JK Paper won the Platinum Award – **Industry 4.0 Awards from FICCI** under the Overall Digital Transformation category.
2. Unit JKPM received 22nd National Award for **Excellence in Energy Management** from CII
3. Unit JKPM received **Best Safety Awards** from Ministry of Labour & Employment – Govt of India under the National Safety award 2018.
4. Seven Teams of Unit JKPM received excellence and Par Excellence Award in 35th National Convention on Quality Concepts organised by **Quality Council forum of India**
5. Unit CPM received **The Best Employer Brand Awards 2020-21** from Gujarat Best Employer Brands Awards 2020-21
6. **CSR Team Award 2020-21** in the Category CSR & Community Development Initiatives – awarded by **Odisha CSR forum**



Corporate Social Responsibility (CSR)

Strategy



Build a community that is economically viable & socially harmonious



Create sustainable livelihood opportunities around our manufacturing locations



Support weaker sections through initiatives that lead to social and financial inclusion

Our Footprint



819 Villages



4,58,000+ direct beneficiaries



Beneficiary Focus
Youth, Women and
Farmers

Total Spend (FY22) - **10.44 Cr**

CSR Awards and Recognition

- Received the Think CSR Innovation Award.
- Bagged the CSR Gold Award for Excellence in sustaining and increasing Green Cover within 200 KMs of Plant sites at Jaykaypur and Fort Songadh
- Received an award from Integrated Tribal Development Agency (ITDA), Rayagada for innovation on occasion of first ever Women Business Leaders Mela, Bhubaneswar, 4th to 8th May 2022.



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THANK YOU

