

JK Cement LTD.

CIN No. : L17229UP1994PLC017199

Registered & Corporate Office : Kamla Tower, Kanpur-208 001 (U.P.)

Ph. : +91 512 2371478 to 81 ; Fax : +91 512 2399854/ 2332665 ; website: www.jkcement.com ; e-mail: shambhu.singh@jkcement.com

STATEMENT OF STANDALONE UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED 30TH JUNE, 2019

(₹ in Lakhs)

Sl. No.	Particulars	STANDALONE			
		Three Months Ended			Year Ended
		30.06.2019	31.03.2019	30.06.2018	31.03.2019
		Unaudited	Audited (Refer Note 5)	Unaudited	Audited (Refer Note 5)
	Revenue:				
I	Revenue from Operations	1,32,798.02	1,49,191.26	1,11,557.61	4,98,129.88
II	Other Income	1,720.12	3,494.73	1,578.22	7,990.66
III	Total Income (I+II)	1,34,518.14	1,52,685.99	1,13,135.83	5,06,120.54
IV	Expenses				
a)	Cost of materials consumed	21,170.35	21,432.03	19,389.87	82,121.80
b)	Purchase of stock in trade	1,693.97	2,105.48	-	2,153.61
c)	Changes in inventories of finished Goods, work in progress and stock in trade	(4,619.98)	2,949.11	(1,694.73)	(472.40)
d)	Employee benefits expense	9,683.25	8,358.81	9,064.44	35,350.27
e)	Finance costs	5,342.65	5,334.19	5,471.11	22,208.77
f)	Depreciation and amortisation expense	4,938.78	4,965.62	4,742.71	19,436.50
g)	Power and fuel	26,214.07	30,340.52	24,654.70	1,05,231.62
h)	Freight and forwarding	24,738.24	30,446.17	26,414.17	1,08,177.71
i)	Other expenses	23,568.67	25,612.61	18,692.90	84,555.32
	Total Expenses (a to i)	1,12,730.00	1,31,544.54	1,06,735.17	4,58,763.20
V	Profit before exceptional items and tax (III-IV)	21,788.14	21,141.45	6,400.66	47,357.34
VI	Exceptional Items	-	-	-	-
VII	Profit before tax (V-VI)	21,788.14	21,141.45	6,400.66	47,357.34
a)	Current Tax	7,157.36	4,759.42	1,346.83	10,370.24
b)	Deferred Tax	(749.66)	1,384.66	121.67	4,497.56
VIII	Tax Expense	6,407.70	6,144.08	1,468.50	14,867.80
IX	Profit after tax (VII-VIII)	15,380.44	14,997.37	4,932.16	32,489.54
X	Other Comprehensive Income / (Loss)				
	Items that will not be reclassified to profit and loss in subsequent period, net of tax	21.93	(5.40)	22.38	61.39
	Other Comprehensive Income / Loss for the period, net of tax	21.93	(5.40)	22.38	61.39
XI	Total Comprehensive Income for the period, net of tax (IX+X)	15,402.37	14,991.97	4,954.54	32,550.93
XII	Paid-up Equity Share Capital (Face value of ₹ 10/- per share)	7,726.83	7,726.83	6,992.73	7,726.83
XIII	Other Equity (Excluding Revaluation Reserves)	-	-	-	2,81,553.67
XIV	Basic and Diluted Earnings Per Share (of ₹ 10/-each) (Not Annualized*)				
i	Before Extraordinary Items (in ₹)	19.91*	19.41*	7.05*	45.28
ii	After Extraordinary Items (in ₹)	19.91*	19.41*	7.05*	45.28

Notes:

- These financial results have been prepared in accordance with Indian Accounting Standards (Ind-AS) as prescribed under section 133 of Companies Act 2013 read with Rule 3 of the Companies (Indian Accounting Standards) Rules 2015 and relevant amendment thereafter.
- (i) Competition Commission of India (CCI) vide its order dated 31.8.2016 imposed a penalty of ₹12,854 lakhs on the Company. The Appeal was heard whereupon National Company Law Appellate Tribunal (NCLAT) vide order dated 25.7.2018 upheld CCI's order. The Company has filed statutory appeal before the Hon'ble Supreme Court, which vide its order dated 5.10.2018 has admitted the appeal, and directed that the interim order of stay passed by the Tribunal in this matter will continue for the time being. The Company, backed by legal opinion, believes that it has a good case and accordingly no provision has been made in the books of accounts.
- (ii) In a separate matter, CCI imposed penalty of ₹ 928 lakhs vide order dated 19.1.2017 for alleged contravention of provisions of Competition Act, 2002 by the Company. On Company's appeal, NCLAT has stayed the operation of CCI's order. The matter is pending for hearing before NCLAT. Based on legal opinion, the Company believes it has a good case and accordingly, no provision has been made in the books of accounts.
- The Group has adopted IND AS 116-Leases, effective from April 1, 2019 as notified by The Ministry of Corporate Affairs (MCA) in the Companies (Indian Accounting Standards) Amendment Rules 2019, using modified retrospective method. The adoption of this standard does not have any material impact on the profit and earnings per share for the quarter.
- The Company is engaged in one business segment only i.e. cement and cement related products.
- The above unaudited financial results of the Company for the quarter ended June 30, 2019 were reviewed by the Audit Committee and approved by the Board of Directors at their meeting held on Aug 3, 2019. The figures for the quarter ended March 31, 2019 are the balancing figures between the audited figures of the full financial year and unaudited published figures upto the third quarter for the respective years.

Place : Kanpur
Date : 3rd August, 2019



For and on Behalf of Board of Directors

Yadupati Singhania

YADUPATI SINGHANIA
Chairman and Managing Director
(DIN 00050364)

JK SUPER CEMENT
BUILD SAFE

JK SUPER STRONG
BUILD SAFE
CONCRETE SPECIAL

JK WHITE CEMENT
THE PERFECT WHITE
BEFORE THAT GROUP THERE IS NO BETTER WHITE

JK WALL PUTTY
THE PERFECT PUTTY
FOR INTERIOR & EXTERIOR
White Cement based Putty



JK PrimaxX
White Cement Based Wall Dressing

JK CEMENT ShieldMaxX
Universal Waterproof Putty

JK CEMENT GypsoMaxX
Premium Gypsum Plaster

For Kind Attention of Shareholders : As a part of Green Initiative of the Government, all the Shareholders are requested to get their email addresses registered with the Company for receiving Annual Report, etc. on email.

STATEMENT OF CONSOLIDATED UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED 30TH JUNE, 2019

(₹ in Lakhs)

Sl. No.	Particulars	CONSOLIDATED			
		Three Months Ended			Year Ended
		30.06.2019	31.03.2019	30.06.2018	31.03.2019
		Unaudited (Refer Note 6)	Unaudited (Refer Note 6)	(Refer Note 6)	Audited
	Revenue:				
I	Revenue from Operations	1,39,392.89	1,56,455.92	1,20,233.11	5,25,868.04
II	Other Income	1,734.19	3,502.60	1,602.21	8,037.63
III	Total Income (I+II)	1,41,127.08	1,59,958.52	1,21,835.32	5,33,905.67
IV	Expenses				
a)	Cost of materials consumed	22,226.36	22,906.08	20,354.32	85,057.43
b)	Purchase of stock in trade	597.19	1,248.37	-	2,153.61
c)	Changes in inventories of finished Goods, work in progress and stock in trade	(4,332.60)	2,352.92	(1,018.90)	1,229.97
d)	Employee benefits expense	11,063.77	9,527.86	10,197.52	40,109.19
e)	Finance costs	6,486.77	6,322.68	6,615.47	26,111.77
f)	Depreciation and amortisation expense	6,425.94	6,114.67	5,891.87	24,128.14
g)	Power and fuel	27,717.14	32,604.42	26,104.19	1,10,661.91
h)	Freight and forwarding	26,173.38	31,848.31	27,613.23	1,12,459.50
i)	Other expenses	25,120.19	27,252.39	20,094.15	90,750.73
	Total Expenses (a to i)	1,21,478.14	1,40,177.70	1,15,851.85	4,92,662.25
V	Profit before exceptional items and tax (III-IV)	19,648.94	19,780.82	5,983.47	41,243.42
VI	Exceptional Items	-	-	-	-
VII	Profit before tax (V-VI)	19,648.94	19,780.82	5,983.47	41,243.42
a)	Current Tax	7,157.44	4,759.42	1,348.54	10,374.47
b)	Deferred Tax	(739.04)	1,374.88	121.67	4,505.55
VIII	Tax Expense	6,418.40	6,134.30	1,470.21	14,880.02
IX	Profit after tax (VII-VIII)	13,230.54	13,646.52	4,513.26	26,363.40
	Attributable to: Equity Holders of the J.K. Cement Ltd.	13,230.54	13,646.52	4,513.26	26,363.40
	Non Controlling Interest	-	-	-	-
X	Other Comprehensive Income / (Loss)				
	Items that will not be reclassified to profit and loss in subsequent period, net of tax	181.65	(283.30)	(512.29)	2,052.60
	Other Comprehensive Income / Loss for the period, net of tax	181.65	(283.30)	(512.29)	2,052.60
	Attributable to: Equity Holders of the J.K. Cement Ltd.	181.65	(283.30)	(512.29)	2,052.60
	Non Controlling Interest	-	-	-	-
XI	Total Comprehensive Income for the period, net of tax (IX+X)	13,412.19	13,363.22	4,000.97	28,416.00
	Attributable to: Equity Holders of the J.K. Cement Ltd.	13,412.19	13,363.22	4,000.97	28,416.00
	Non Controlling Interest	-	-	-	-
XII	Paid-up Equity Share Capital (Face value of ₹ 10/- per share)	7,726.83	7,726.83	6,992.73	7,726.83
XIII	Other Equity (Excluding Revaluation Reserves)	-	-	-	2,61,770.47
XIV	Basic and Diluted Earnings Per Share (of ₹ 10/- each) (Not Annualized*)				
i	Before Extraordinary Items (in ₹)	17.12*	17.66*	6.45*	36.74
ii	After Extraordinary Items ((in ₹)	17.12*	17.66*	6.45*	36.74

Notes:

- The Consolidated financial results include the results of the Company, one subsidiary located in India and three subsidiaries located outside India [together referred as the "Group"]. These financial results have been prepared in accordance with Indian Accounting Standards (Ind-AS) as prescribed under section 133 of Companies Act 2013 read with Rule 3 of the Companies (Indian Accounting Standards) Rules 2015 and relevant amendment thereafter. The said financial results of Group have been prepared in accordance with Ind AS 110 – Consolidated financial statements".
- (i) Competition Commission of India (CCI) vide its order dated 31.8.2016 imposed a penalty of ₹12,854 lakhs on the Company. The Appeal was heard whereupon National Company Law Appellate Tribunal (NCLAT) vide order dated 25.7.2018 upheld CCI's order. The Company has filed statutory appeal before the Hon'ble Supreme Court, which vide its order dated 5.10.2018 has admitted the appeal, and directed that the interim order of stay passed by the Tribunal in this matter will continue for the time being. The Company, backed by legal opinion, believes that it has a good case and accordingly no provision has been made in the books of accounts.
- (ii) In a separate matter, CCI imposed penalty of ₹ 928 lakhs vide order dated 19.1.2017 for alleged contravention of provisions of Competition Act, 2002 by the Company. On Company's appeal, NCLAT has stayed the operation of CCI's order. The matter is pending for hearing before NCLAT. Based on legal opinion, the Company believes it has a good case and accordingly, no provision has been made in the books of accounts.
- The Group has adopted IND AS 116 - Leases, effective April 1, 2019 as notified by The Ministry of Corporate Affairs (MCA) in the Companies (Indian Accounting Standards) Amendment Rules 2019, using modified retrospective method. The adoption of this standard does not have any material impact on the consolidated profit and earnings per share for the quarter.
- The Company is engaged in one business segment only i.e. cement and cement related products.
- The Group is submitting the quarterly consolidated financial results for the first time in accordance with SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended read with circular no. CIR/CFD/CMD1/44/2019 dated March 29, 2019.
- Till previous financial year, subsidiaries located outside India i.e. J.K. Cement (Fujairah) FZC and J.K. Cement Works (Fujairah) FZC ("foreign subsidiaries") were using 31 December as the year end and consolidated on a yearly basis with a time lag of one quarter. From the current year, the reporting period of foreign subsidiaries have been changed to align with that of Parent (31 March) for preparation of financial results for the relevant period. This change in management estimate will apply prospectively in preparation of the consolidated financial statements for the year ended March 31, 2020 and accordingly the foreign subsidiaries shall be preparing financial statements for the 15 month period ended March 31, 2020 comprising the above consolidated reported figures for the quarter ended March 31, 2019 and June 30, 2019. Accordingly, the above consolidated reported figures have been presented as below:
 - For the quarter ended June 30, 2019 and March 31, 2019 financial results have been reviewed by the Audit Committee and approved by the Board of Directors at their meeting held on Aug 3, 2019. The statutory auditors have carried out limited review of the same.
 - For the quarter ended June 30, 2018 extracted financial results have been reviewed by the Audit Committee and approved by the Board of Directors at their meeting held on Aug 3, 2019 and have not been subjected to review by the statutory auditors of the Company.

For and on Behalf of Board of Directors

Yadupati Singhania

YADUPATI SINGHANIA
Chairman and Managing Director
(DIN 00050364)

Place : Kanpur
Date : 3rd August, 2019



JK SUPER CEMENT
BUILD SAFE

JK SUPER STRONG
BUILD SAFE
CONCRETE SPECIAL



JK PrimaxX
White Cement Based Wall Dressing

JK CEMENT ShieldMaxX
Universal Waterproof Putty

JK CEMENT GypsoMaxX
Premium Gypsum Plaster