

JKCL/35/SE/2018-19 (BM-1/19)

2.2.19

**The Bombay Stock Exchange Ltd.**  
Corporate Relationship Department,  
Phiroze Jeejeebhoy Towers,  
Dalal Street, Fort, Mumbai-400001  
Scrip Code:532644 (ISIN.INE 823G01014)  
Fax No.022-22722041, 22722039, 22723132  
**Kind Attn: Mr. Sydney Miranda (AGM)**

**BY SPEED POST**

**National Stock Exchange of India Ltd.,**  
Exchange Plaza, Bandra Kurla Complex,  
Bandra (E), Mumbai-400051  
Scrip Code: JKCEMENT (ISIN.INE 823G01014)  
Fax No.022-26598237,/26598238  
**Kind Attn: Mr. Hari K (Asstt. V.P.)**

Dear Sir(s),

**Outcome of the Board Meeting**

Pursuant to the applicable provisions of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended ('Listing Regulations'), we wish to inform you that the Board of Directors of the Company in their Meeting held early today has interalia (1) approved the Risk Management Policy and constituted Risk Management Committee in compliance with SEBI (LODR) (Amendment) Regulations 2018, (2) approved the Amended Related Party Transaction Policy and Policy for determining Material Subsidiary in compliance with SEBI (LODR) (Amendment) Regulations 2018, (3) considered, approved and taken on record the unaudited standalone financial results for the quarter and nine months ended 31<sup>st</sup> December, 2018 ('the results'). Accordingly, pursuant to Regulation 33 of Listing Regulations, we enclose herewith aforesaid results along with Limited Review Report. A copy of the above is being uploaded in the website of BSE/NSE and Company's website [www.jkcement.com](http://www.jkcement.com). In terms of Regulation 33(3)(b) of Listing Regulations the Board opted to submit unaudited standalone quarterly/year to date financial results .

**The meeting commenced at 12 Noon and concluded at .....<sup>1.55</sup> P.M.**

Kindly take a note of the same and inform the Members accordingly.

Yours faithfully,

**For J.K. Cement Ltd.,**



**(Shambhu Singh)**

**Asst. Vice President (Legal) & Company Secretary.**

**Encl: As above**



UNITS: J. K. Cement Works, Nimbahera  
J. K. Cement Works, Mangrol  
J. K. Cement Works, Gotan  
J. K. Cement Works, Muddapur

J. K. Cement Works, Jharli  
J. K. White Cement Works, Gotan  
J. K. White, Katni  
J. K. Power, Bamania



# JK Cement LTD.

CIN: L17229UP1994PLC017199

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

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

## STATEMENT OF STANDALONE UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND NINE MONTHS ENDED 31ST DECEMBER, 2018

(₹ in lacs)

Sl. No.	Particulars	Three Months Ended			Nine Months Ended		Previous Year Ended
		31.12.2018	30.09.2018	31.12.2017	31.12.2018	31.12.2017	31.03.2018
		Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
	<b>Revenue:</b>						
	a) Income from Operations (Refer Note 3 and Note 5)	1,25,802.08	1,08,806.24	1,11,293.11	3,44,847.97	3,40,211.44	4,70,955.40
	b) Other Operating Income	1,516.82	1,255.87	1,318.33	4,090.65	4,011.24	4,862.33
I	Revenue from Operations (a + b)	1,27,318.90	1,10,062.11	1,12,611.44	3,48,938.62	3,44,222.68	4,75,817.73
II	Other Income	1,179.88	1,799.49	2,490.86	4,495.93	7,433.89	12,764.85
III	<b>Total Revenue (I+II)</b>	<b>1,28,498.78</b>	<b>1,11,861.60</b>	<b>1,15,102.30</b>	<b>3,53,434.55</b>	<b>3,51,656.57</b>	<b>4,88,582.58</b>
IV	<b>Expenses</b>						
	a) Cost of materials consumed	22,457.20	18,842.70	18,540.49	60,899.77	52,631.87	73,038.01
	b) Purchase of stock in trade	48.13	-	12.15	48.13	81.39	84.75
	c) Changes in inventories of finished Goods, work in progress and stock in trade	230.93	(1,957.71)	1,413.14	(3,421.51)	2,640.87	4,201.02
	d) Employee benefits expense	8,908.03	9,018.99	7,933.06	26,991.46	23,512.74	32,545.61
	e) Finance costs	5,638.71	5,826.42	5,776.58	16,874.58	18,914.85	24,535.38
	f) Depreciation and amortisation expense	4,862.63	4,865.54	4,507.11	14,470.88	13,929.37	18,626.77
	g) Excise duty (Refer Note 3)	-	-	-	-	16,696.43	16,696.43
	h) Power and fuel	26,145.21	24,091.19	22,033.81	74,891.10	60,646.80	88,968.72
	i) Stores and spares	8,174.02	7,023.04	7,307.42	23,460.99	22,599.37	31,557.76
	j) Freight and handling outwards	27,735.71	23,581.66	26,216.15	77,731.54	74,420.31	1,07,244.19
	k) Other expenses	12,566.81	12,485.94	12,130.68	35,481.72	33,118.88	45,414.83
	<b>Total Expenses (a to k)</b>	<b>1,16,767.38</b>	<b>1,03,777.77</b>	<b>1,05,870.59</b>	<b>3,27,218.66</b>	<b>3,19,192.88</b>	<b>4,42,913.47</b>
V	<b>Profit before exceptional items and tax (III-IV)</b>	<b>11,731.40</b>	<b>8,083.83</b>	<b>9,231.71</b>	<b>26,215.89</b>	<b>31,674.38</b>	<b>43,972.76</b>
VI	Exceptional Items *	-	-	12.81	-	789.31	1,696.15
VII	<b>Profit before tax (V+VI)</b>	<b>11,731.40</b>	<b>8,083.83</b>	<b>9,218.90</b>	<b>26,215.89</b>	<b>31,674.38</b>	<b>43,972.76</b>
	a) Current Tax	2,473.15	1,790.84	1,756.41	5,610.82	6,764.41	9,413.62
	b) Earlier Years Tax Adjustments	-	-	-	-	-	121.52
	c) Deferred Tax (Refer Note 8)	3,167.69	(176.46)	169.64	3,112.90	367.89	250.26
VIII	<b>Tax Expense</b>	<b>5,648.84</b>	<b>1,614.38</b>	<b>1,926.05</b>	<b>8,723.72</b>	<b>7,132.30</b>	<b>9,785.40</b>
IX	<b>Profit after tax (VII-VIII)</b>	<b>6,092.56</b>	<b>6,469.45</b>	<b>7,292.85</b>	<b>17,492.17</b>	<b>24,542.08</b>	<b>34,187.36</b>
X	<b>Other Comprehensive Income / (Loss)</b>						
	Items that will not be reclassified to profit and loss in subsequent period, net of tax	22.26	22.15	0.73	66.79	2.17	127.88
	<b>Other Comprehensive Income / Loss for the period, net of tax</b>	<b>22.26</b>	<b>22.15</b>	<b>0.73</b>	<b>66.79</b>	<b>2.17</b>	<b>127.88</b>
XI	<b>Total Comprehensive Income for the period, net of tax (IX+X)</b>	<b>6,114.82</b>	<b>6,491.60</b>	<b>7,293.58</b>	<b>17,558.96</b>	<b>24,544.25</b>	<b>34,315.24</b>
XII	Paid-up Equity Share Capital (Refer Note 6) (Face value of ₹ 10/- per share)	7,726.82	6,992.72	6,992.72	7,726.82	6,992.72	6,992.72
XIII	Other Equity (Excluding Revaluation Reserves)	-	-	-	-	-	2,07,741.79
XIV	<b>Basic and Diluted Earnings Per Share (of ₹ 10/-each) (Not Annualized)</b>						
	Before Extraordinary Items (in ₹)	8.70	9.25	10.43	25.01	35.10	48.89
	After Extraordinary Items (in ₹)	8.70	9.25	10.43	25.01	35.10	48.89
	* It includes loss on sale/impairment of asset and reversal of govt. Cess of earlier years.						

### 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.
- The above financial results have been reviewed by the Audit Committee and approved by the Board of Directors at their meeting held on February 2, 2019. The statutory auditors of the Company have conducted limited review of these financial results, pursuant to Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015.
- According to the requirements of Ind AS and SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015, revenue for the nine months ended December 31, 2017 and year ended March 31, 2018 were reported inclusive of Excise Duty. The Government of India had implemented Goods and Service Tax (GST) from July 01, 2017 replacing Excise Duty, Service Tax and various other indirect taxes. Accordingly, the revenue for the period July 01, 2017 to March 31, 2018 and nine months ended December 31, 2018 are reported net of GST. Had the previously reported revenue shown net of excise duty, comparative revenue would have been as follows -

PARTICULARS	Nine Months Ended		Previous Year Ended
	31.12.2018	31.12.2017	31.03.2018
Revenue from operations (₹/Lacs)	3,48,938.62	3,27,526.25	4,59,121.30

- Competition Commission of India (CCI) vide its order dated 31.8.2016 imposed a penalty of Rs. 12,854 lacs 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.
- In a separate matter, CCI imposed penalty of Rs. 928 lacs 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.
- Ind AS 115 "Revenue from Contracts with Customers" is mandatory for reporting period beginning on or after April 01, 2018 and has replaced existing Ind AS related thereto. Under the modified retrospective approach, there were no significant adjustments required to be made to the retained earnings as at April 01, 2018. Also the application of Ind AS 115 did not have any significant impact on recognition and measurement of revenue and related items in the financial results for the quarter and nine months ended December 31, 2018.
- During the quarter on December 31, 2018, the Company through Qualified Institutions Placement (QIP) allotted 73,41,001 Equity Shares (fully paid up) to the eligible Qualified Institutional Buyers (QIB) at a price of Rs. 695.80 per equity share of face value of Rs. 10 each (inclusive of premium of Rs. 685.80 per equity share) aggregating to Rs. 51,078.68 lacs. The issue was made in accordance with the Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018 as amended. Pursuant to the allotment of equity shares in the QIP, the paid up equity share capital of the Company has increased from Rs. 6,992.72 lacs comprising of 6,99,27,250 equity shares to Rs. 7,726.82 lacs comprising of 7,72,68,251 equity shares. Pending utilisation of the fund raised for the stated purpose, as on December 31, 2018 the funds are lying in Escrow Bank Account.
- The Company is engaged in one business segment only i.e. cement and cement related products.
- In the current quarter, at the time of filing of the income tax return for the previous year 2017-18, the Company has decided to avail the benefit under section 80IA of Income-tax Act, 1961 in respect of two new power plants from current year, i.e. 2018-19, instead of from the previous year as was contemplated in the audited accounts for the year ended March 31, 2018. In view of the above, the deferred tax expense has increased by Rs. 2,541.29 lacs in the current quarter ended December 31, 2018.

Place : Kanpur  
Date : February 2, 2019



For and on Behalf of Board of Directors

*J.P. Singhania*  
YADUPATI SINGHANIA  
Chairman and Managing Director  
(DIN 00050364)



**JK SUPER CEMENT**  
BUILD SAFE

**JK SUPER STRONG**  
BUILD SAFE  
CONCRETE SPECIAL



**JK PrimaxX**  
White Cement based Wall Drugging

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.

**Limited Review Report****Review Report to  
The Board of Directors  
J.K. Cement Limited**

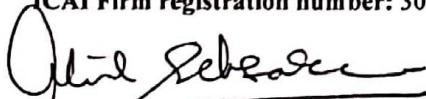
1. We have reviewed the accompanying statement of unaudited standalone Ind AS financial results of J.K. Cement Limited (the 'Company') for the quarter ended December 31, 2018 and year to date from April 1, 2018 to December 31, 2018 (the "Statement") attached herewith, being submitted by the Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ('the Regulation'), read with SEBI Circular No. CIR/CFD/FAC/62/016 dated July 5, 2016 ('the Circular').
2. The preparation of the Statement in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34, (Ind AS) 34 "Interim Financial Reporting" prescribed under Section 133 of the Companies Act, 2013 read with Rule 3 of Companies (Indian Accounting Standards) Rules, 2015, as amended, read with the Circular is the responsibility of the Company's management and has been approved by the Board of Directors of the Company. Our responsibility is to express a conclusion on the Statement based on our review.
3. We conducted our review in accordance with the Standard on Review Engagements (SRE) 2410, 'Review of Interim Financial Information Performed by the Independent Auditor of the Entity' issued by the Institute of Chartered Accountants of India. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the Statement is free of material misstatement. A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provides less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.
4. Based on our review conducted as above nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the recognition and measurement principles laid down in the applicable Indian Accounting Standards ('Ind AS') specified under Section 133 of the Companies Act, 2013, read with relevant rules issued thereunder and other recognised accounting practices and policies has not disclosed the information required to be disclosed in terms of the Regulation, read with the Circular, including the manner in which it is to be disclosed, or that it contains any material misstatement.
5. We draw attention to note 4(i) and 4(ii) in the statement of unaudited standalone Ind AS financial results for the quarter and nine months ended December 31, 2018 wherein it has been stated that the Competition Commission of India ('CCI') has imposed penalty of Rs. 12,854 lakhs ('first matter') and Rs. 928 lakhs ('second matter') in two separate orders dated August 31, 2016 and January 19, 2017 respectively for alleged contravention of provisions of Competition Act 2002 by the Company. The Company has filed appeals against the above orders. The National Company Law Appellate Tribunal ('NCLAT'), on hearing the appeal in the first matter, upheld the decision of CCI for levying the penalty vide its order dated July 25, 2018. Post order of the NCLAT, CCI issued a revised demand notice dated August 7, 2018 of Rs. 15,492 lakhs consisting of penalty of Rs. 12,854 lakhs and interest of Rs. 2,638 lakhs. The Company has filed appeal with Hon'ble Supreme Court against the above order. Hon'ble Supreme Court has stayed the NCLAT order. While the appeal of the Company is pending for hearing, the Company backed by a legal opinion, believes that it has a good case and accordingly no provision has been considered in the books of accounts. In the second matter, demand had been stayed and the matter is pending for the hearing before NCLAT. The Company, backed by a legal opinion, believes that it has a good case and accordingly no provision has been made in the books of accounts.

Our report is not qualified in respect of the above matter.

**For S.R. BATLIBOI & CO. LLP**

Chartered Accountants

ICAI Firm registration number: 301003E/E300005



per Atul Seksaria

Partner

Membership No.: 086370

Place: Gurugram

Date: February 02, 2019

