



JKTIL:SECTL:SE:2023

Date: 17th May 2023

BSE Ltd. Phiroze Jeejeebhoy Towers, Dalal Street, Mumbai-400 001.	National Stock Exchange of India Ltd. Exchange Plaza, C -1, Block G, Bandra -Kurla Complex, Bandra (E), Mumbai -400 051.
Scrip Code: 530007	Scrip Code: JKTYRE

Dear Sir(s),

Sub: Statement of deviation(s) or variation(s) under Regulation 32 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

Pursuant to Regulation 32 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 read with SEBI Circular No. CIR/CFD/CMD1/162/2019 dated 24th December 2019, we hereby confirm that there is no deviation or variation in the utilization of the proceeds of the preferential issue for the quarter ended 31st March 2023, from the Objects stated in the Statement under Section 102 of the Companies Act, 2013 attached to the Notice of Extraordinary General Meeting dated 3rd February 2023.

A statement confirming that there is no deviation or variation in the utilization of these proceeds, duly reviewed by the Audit Committee, is attached.

Thanking you,

Yours faithfully,
For JK Tyre & Industries Ltd.

(PK Rustagi)
Vice President (Legal) & Company Secretary

Encl: As Above



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Regd. Off.: Jaykaygram, PO - Tyre Factory, Kankroli - 313 342 (Rajasthan), Fax : 02952-232018, Ph. : 02952-233400 / 233000

Website : www.jktyre.com CIN : L67120RJ1951PLC045966



Statement of Deviation / Variation in utilisation of funds raised

Name of listed entity	JK TYRE & INDUSTRIES LIMITED
Mode of Fund Raising	Preferential Issue
Date of Raising Funds	20-03-2023
Amount Raised	Rs.240 Crore
Report filed for Quarter ended	March 31, 2023
Monitoring Agency	Applicable
Monitoring Agency Name, if applicable	CARE Ratings Limited
Is there a Deviation / Variation in use of funds raised	No
If yes, whether the same is pursuant to change in terms of a contract or objects, which was approved by the shareholders	Not Applicable
If Yes, Date of shareholder Approval	Not Applicable
Explanation for the Deviation / Variation	Not Applicable
Comments of the Audit Committee after review	No Comments
Comments of the auditors, if any	No Comments

Objects for which funds have been raised and where there has been a deviation, in the following table

Original Object	Modified Object, if any	Original Allocation	Modified allocation, if any	Funds Utilised	Amount of Deviation / Variation for the quarter according to applicable object	Remarks if any
i) Capital expenditure for expansion of manufacturing capacities of the Company, including by way of investment in Cavendish Industries Ltd. (a subsidiary) also for expansion of manufacturing capacities	Not Applicable	Rs.180 Crore	Not Applicable	0	Not Applicable	The Company had raised Rs.240 Crore by allotting 24,000 fully paid Compulsorily Convertible Debentures of Rs.1,00,000/- each (CCDs) to International Finance Corporation (IFC) on 20.03.2023. The Company filed the return of allotment in Form PAS 3 with the Registrar of Companies on 21-03-2023, after which the Company could utilise the proceeds of the issue. As per the terms of the issue, till the time funds are utilised for funding of capital expenditure or general corporate purpose, the Company has parked the issue proceeds in Cash Credit (CC) Account, and to the extent the funds are parked in the CC Account of Indian Bank, the Company has set aside the cash credit limit to that extent towards utilisation in accordance with the objects of the issue. The lenders accordingly have agreed to the said arrangement and the drawing power to the extent of Rs. 240 crore (Un-utilized proceeds) have been set aside by the lead banker from the overall drawing power (DP) and accordingly such amount will be reduced from the total DP for each month during quarter ended June 30, 2023 end. The bankers have confirmed that they shall allow usage of the CC account towards the capital expenditure of the company to the extent of Rs. 180 crore, which is as per the objects of the CCD issue, as the proceeds of the preferential issue were initially parked in Indian Bank CC account.
ii) General Corporate Purposes	Not Applicable	Rs.60 Crore	Not Applicable	0	Not Applicable	The Company had raised Rs.240 Crore by allotting 24,000 fully paid Compulsorily Convertible Debentures of Rs.1,00,000/- each (CCDs) to International Finance Corporation (IFC) on 20.03.2023. The Company filed the return of allotment in Form PAS 3 with the Registrar of Companies on 21-03-2023, after which the Company could utilise the proceeds of the issue. As per the terms of the issue, till the time funds are utilised for funding of capital expenditure or general corporate purpose, the Company has parked the issue proceeds in Cash Credit (CC) Account, and to the extent the funds are parked in the CC Account of Indian Bank, the Company has set aside the cash credit limit to that extent towards utilisation in accordance with the objects of the issue. The lenders accordingly have agreed to the said arrangement and the drawing power to the extent of Rs. 240 crore (Un-utilized proceeds) have been set aside by the lead banker from the overall drawing power (DP) and accordingly such amount will be reduced from the total DP for each month during quarter ended June 30, 2023 end. The bankers have confirmed that they shall allow usage of the CC account towards the general corporate purpose of the company to the extent of Rs. 60 crore, which is as per the objects of the CCD issue, as the proceeds of the preferential issue were initially parked in Indian Bank CC account.

Deviation or variation could mean:

- (a) Deviation in the objects or purposes for which the funds have been raised or
- (b) Deviation in the amount of funds actually utilized as against what was originally disclosed or
- (c) Change in terms of a contract referred to in the fund raising document i.e. prospectus, letter of offer, etc

Name of Signatory : Sanjeev Aggarwal
 Designation : Chief Financial Officer
 Place : New Delhi
 Date : 17-05-2023