

JKP/SH/2022

21st November 2022

Electronic Filing

Department of Corporate Services/Listing
BSE Limited
Phiroze Jeejeebhoy Towers
Dalal Street, Fort
Mumbai – 400 001

National Stock Exchange of India Ltd.
“Exchange Plaza” Bandra-Kurla Complex,
Bandra (E)
Mumbai – 400 051

Scrip Code No. 532162

Symbol : JKPAPER
Series : EQ

Dear Sir,

Re: Disclosure under Regulation 30 of SEBI (Listing Obligations and Disclosure Requirements), Regulations, 2015

Pursuant to Regulations 30 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (SEBI Listing Regulations), we wish to inform you that the Board of Directors of the Company at its meeting held today, i.e., on Monday, 21st November 2022, has approved acquisition of Horizon Packs Pvt. Ltd. (HPPL) and Securipax Packaging Pvt. Ltd. (SPPL), the details of which are provided in Annexure-I. A Press release on the aforesaid acquisition is enclosed herewith as Annexure-II.

Pursuant to approval of the Board of Directors, the Company has entered into separate Share Purchase and Shareholders' agreements each dated 21st November 2022, with HPPL & its Promoters/Shareholders and SPPL & its Promoters/Shareholders.

Submitted for your kind reference and records.

Thanking you

Yours faithfully
For JK Paper Limited

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by DEEPAK
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(Deepak Gupta)
Company Secretary

Encl: a/a

Sl. No.	Particulars	Details
a	Name of the target entities, details in brief such as size, turnover etc.	<p>1. Horizon Packs Pvt. Ltd (HPPL/Target entity) Paid-up share capital of HPPL is Rs. 316.75 crore. During FY 2021-22, its turnover was Rs. 740.61 crore.</p> <p>2. Securipax Packaging Pvt. Ltd. (SPPL/Target entity) Paid-up share capital of SPPL is Rs. 5.45 crore. During FY 2021-22, its turnover was Rs. 91.37 crore.</p>
b	Whether the acquisition would fall within related party transaction(s) and whether the promoter/ promoter group/ group companies have any interest in the entity being acquired? If yes, nature of interest and details thereof and whether the same is done at "arms-length"	The said acquisitions do not fall within the definition of related party transaction(s) specified under SEBI Listing Regulations. None of the Promoters/Promoter group/Group companies have any interest in the above target entities being acquired.
c	Industry to which the entity being acquired belongs	Both the target entities being acquired are in Corrugated Packaging industry.
d	Objects and effects of acquisition (including but not limited to, disclosure of reasons for acquisition of target entity, if its business is outside the main line of business of the Company)	The said acquisitions are in synergy with the growing packaging sector and corrugated packaging business of the Company's subsidiary. This will facilitate expansion of corrugated packaging business of the Company's subsidiary in terms of volume and market.
e	Brief details of any governmental or regulatory approvals required for the Acquisition	No governmental or regulatory approvals are required for the said acquisition of shares.
f	Indicative time period for completion of the acquisition	Acquisition of 85% of equity shares of each of the target entities by JK Paper Ltd. (the Company) is expected to be completed within three weeks of execution of separate Share Purchase and Shareholders' Agreements (SPSHAs) with each of the target entities and their respective Promoters/Shareholders, subject to fulfillment of conditions mentioned in respective SPSHAs. Acquisition of remaining 15% of equity shares of both the target entities will be completed within a period of next three years from the Closing Date as per respective SPSHAs, subject to fulfillment of terms and conditions mentioned in respective SPSHAs.

g	Nature of consideration - whether cash consideration or share swap and details of the same	Cash consideration
h	Cost of acquisition or the price at which the shares are acquired	<p>Purchase consideration for acquisition of 85% of equity shares of HPPL will be Rs. 19.33 per equity share of Rs. 10 each and of SPPL will be Rs. 1256.95 per equity share of Rs. 100 each, subject to adjustments as per terms of respective SPSHAs.</p> <p>Balance 15% equity shares of each of the target entities will be acquired within a period of next three years from the Closing Date, consideration of which will be based on performance of the target entities as per terms of respective SPSHAs.</p>
i	Percentage of shareholding /control acquired and/ or number of shares acquired	<p>HPPL- 26.92 crore equity shares representing 85% of Capital.</p> <p>SPPL- 4.63 lac equity shares of representing 85% of Capital.</p>
j	Brief background about the entity acquired in terms of products/line of business acquired, date of incorporation, history of last 3 years turnover, country in which the acquired entity has presence and any other significant information (in brief)	<ol style="list-style-type: none"> 1. HPPL was incorporated on 20th August 2001 under the provisions of the Companies Act, 1956, having its registered office at 801 A wing, Naman Midtown, Senapati Bapat Marg, Elphinstone Road (West), Mumbai-400013, Maharashtra. It is engaged in the business of manufacture of Corrugated boxes & sheets and other packaging related work. HPPL has its operations in India and its turnover during preceding three financial years was - Rs. 740.61 crore in FY 2021-22, Rs. 529.46 crore in FY 2020-21 and Rs. 486.92 crore in FY 2019-20. 2. SPPL was incorporated on 15th September 1980 under the provisions of the Companies Act, 1956, having its registered office at 312, 3rd Floor New Delhi House, 27 Barakhamba Road, New Delhi-110001, Delhi. It is engaged in the business of manufacture of Corrugated boxes & sheets and other packaging related work. SPPL has its operations in India and its turnover during preceding three financial years was - Rs. 91.37 crore in FY 2021-22, Rs. 70.58 crore in FY 2020-21 and Rs. 66.95 crore in FY 2019-20.

JK PAPER LTD.

Nehru House, 4 Bahadur Shah Zafar Marg, New Delhi-110002



November 21, 2022

JK Paper acquires majority stake in Horizon Packs and Securipax Packaging

JK Paper, one of India's largest Paper & Packaging Board Companies, entered into Share Purchase and Shareholders' Agreements (SPSHAs) for the acquisition of 85% shares of Horizon Packs Private Ltd. (HPPL) and Securipax Packaging Private Ltd. (SPPL), and the balance 15% within a period of 3 years as per the respective SPSHAs.

HPPL and SPPL together are India's largest Corrugated Packaging manufacturers with seven (7) plants across the country. In FY 2021-22, HPPL and SPPL had a consolidated Revenue of Rs. 832 Cr. Corrugated Packaging is a rapidly growing segment in the Indian Paper & Packaging industry driven by growth in end-use industries such as Food & Beverage, FMCG, etc.

Speaking on the occasion, Mr. Harsh Pati Singhania, Vice Chairman and Managing Director, JK Paper Ltd. said, "It is a privilege to join hands with India's largest player in the Corrugated Packaging segment. This together with JK Paper's upcoming corrugated facility in Ludhiana will establish it as the largest player in the corrugated packaging industry.



The shift in consumer preferences are driving demand for superior quality, eco-friendly packaging. This acquisition gives us an opportunity to benefit from the existing strengths of HPPL and SPPL. HPPL and SPPL's customers, employees, vendors and partners will benefit from JK Paper's strong manufacturing knowledge and experience, its high standards in operational excellence, financial management and corporate governance."

JK Paper Ltd. is the market leader in Branded Copier Paper in India and 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, Bond, Security, Coated Papers, Virgin Fibre Packaging Boards, High-end Maplitho, Food Grade Papers and Boards. We are **a wood and carbon positive Company**.

Horizon Packs Pvt. Ltd. (HPPL) is the largest Corrugated Packaging company in India. The company, incorporated in 2001, is headquartered in Mumbai and has six (6) plants across India. Key customer segments for the company constitute Food & Beverage, FMCG, Pharma, White Goods, etc.

Securipax Packaging Pvt. Ltd. (SPPL), incorporated in 1980, is headquartered in Delhi and has its manufacturing facility at Roorkee. Key customer segments for the company constitute Food & Beverage, FMCG, etc.

For further information, contact: KR Veerappan, CFO, 011-68201510, E-mail: krveerappan@jkmail.com

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