



# मद्रास फ़र्टिलाइज़र्स लिमिटेड **Madras Fertilizers Limited**

(भारत सरकार का उपक्रम / A Government of India Undertaking)

पोस्ट बैग सं. 2, मणलि, चेन्नै - 600 068. भारत. दूर : 25941001 / 25941201 (10 लाइनें)  
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फैक्स / Fax : कार्मिक / Per. 25941010 संयंत्र / Plant 25940005 विप. / Mktg. 25941862  
वित्त / Fin. 25943033 ई-मेल / E-mail : mfi@madrasfert.nic.in Website : www.madrasfert.nic.in



CS/NSE/2017/728  
September 14, 2017

National Stock Exchange of India Ltd  
Plot No.C/I "G" Block  
Bandra Kurla Complex  
Bandra (E)  
Mumbai - 400 051

Fax No: 22 - 26598237 / 38  
Email : cmlist@nse.co.in

Dear Sir,

**Sub: Unaudited Financial Results for the quarter  
ending June 30, 2017 and Limited Review Report**

Pursuant to Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, we enclose herewith a copy of Unaudited Financial Results for the quarter ended June 30, 2017 and Limited Review Report of the Unaudited Financial Results of the Company for the above period for your information and records.

Very truly yours

**V Muralidharan**  
**Company Secretary**

Enc : a/a



# मद्रास फर्टिलाइजर्स लिमिटेड Madras Fertilizers Limited

(भारत सरकार का उपक्रम / A Government of India Undertaking)

पोस्ट बैग सं. 2, मणलि, चेन्नै - 600 068. भारत दूर : 25941001 / फैक्स सं. 044-25941010  
Post Bag No. 2, Manali, Chennai - 600 068. INDIA. Tel : 25941001 / Fax No. 044-25941010  
कार्मिक / Per 25945210 संयंत्र / Plant 25941133 विप. / Mktg 25941285 वित्त / Fin 25941072  
Website: www.madrasfert.nic.in email: gmpasec@madrasfert.co.in CIN: L32201TN1966GO1005469



**MADRAS FERTILIZERS LIMITED**  
(A Govt. of India Undertaking)  
Regd. Office : Manali, Chennai 600 068

| Part I                                                           |                                                                                                | (₹ in lakhs)  |           |
|------------------------------------------------------------------|------------------------------------------------------------------------------------------------|---------------|-----------|
| Statement of Unaudited Results for the Quarter ended 30/06/2017. |                                                                                                |               |           |
| Particulars                                                      |                                                                                                | Quarter ended |           |
|                                                                  |                                                                                                | 30-Jun-17     | 30-Jun-16 |
|                                                                  |                                                                                                | (Unaudited)   |           |
| 1                                                                | Income from Operations                                                                         |               |           |
|                                                                  | (a) Net Sales/Income from Operations                                                           | 31,269        | 33,388    |
|                                                                  | Total income from Operations (net)                                                             | 31,269        | 33,388    |
| 2                                                                | Expenses                                                                                       |               |           |
|                                                                  | (a) Cost of Materials consumed                                                                 | 30,573        | 27,461    |
|                                                                  | (b) Purchase of stock-in-trade                                                                 | 32            | -         |
|                                                                  | (c) Changes in inventories of finished goods and stock-in-trade                                | (1,390)       | (2,994)   |
|                                                                  | (d) Employee benefits expense                                                                  | 2,442         | 2,372     |
|                                                                  | (e) Excise duty                                                                                | 55            | 43        |
|                                                                  | (f) Depreciation expense                                                                       | 535           | 616       |
|                                                                  | (g) Other Expenses                                                                             | 3,637         | 3,996     |
|                                                                  | Total Expenses                                                                                 | 35,884        | 31,494    |
| 3                                                                | Profit / (Loss) from Operations before Other Income, finance costs (1-2)                       | (4,615)       | 1,894     |
| 4                                                                | Other Income                                                                                   | 137           | 76        |
| 5                                                                | Profit/ (Loss) from Ordinary activities before finance costs and exceptional items (3+4)       | (4,478)       | 1,970     |
| 6                                                                | Finance costs                                                                                  | 1,706         | 1,862     |
| 7                                                                | Profit/ (Loss) from Ordinary activities after finance costs but before exceptional items (5+6) | (6,184)       | 108       |
| 8                                                                | Exceptional Items                                                                              |               |           |
| 9                                                                | Profit / (Loss) from Ordinary Activities before tax (7 + 8)                                    | (6,184)       | 108       |
| 10                                                               | Tax Expense                                                                                    |               |           |
| 11                                                               | Net Profit / (Loss) from Ordinary Activities after tax (9 - 10)                                | (6,184)       | 108       |
| 12                                                               | Extraordinary Items (net of tax expense)                                                       |               |           |
| 13                                                               | Net Profit / (Loss) for the period (11+12)                                                     | (6,184)       | 108       |
| 14                                                               | Other Comprehensive Income                                                                     | (6)           | (6)       |
| 15                                                               | Total Comprehensive Income (13-14)                                                             | (6,190)       | 102       |
| 16                                                               | Net Profit / (Loss) after taxes                                                                | (6,190)       | 102       |
| 17                                                               | Paid-up equity share capital (Face Value ₹ 10 per Share)                                       | 16,110        | 16,110    |
| 18                                                               | Reserve as per balance sheet of previous accounting year                                       |               |           |
| 19                                                               | i Earnings Per Share (of ₹ 10/- each) (not annualised):                                        |               |           |
|                                                                  | - (a) Basic                                                                                    | (3.84)        | 0.07      |
|                                                                  | - (b) Diluted                                                                                  | (3.84)        | 0.07      |



For J.V. RAMANUJAM & CO.,  
CHARTERED ACCOUNTANTS

V.S. PARTNER

**A.B. KHARE**  
Chairman and Managing Director  
**MADRAS FERTILIZERS LIMITED**  
Manali, Chennai - 600 068

**Note :**

- 1 The above financial results have been reviewed by the Audit Committee and approved by the Board of Directors at their meeting held on 14th September, 2017. The unaudited results for the quarter ended 30th June, 2017 have been subjected to Limited Review by Statutory Auditors.
- 2 The Company has adopted Ind AS (Indian Accounting Standards) w.e.f 1<sup>st</sup> April, 2017. Accordingly the relevant quarterly results for the comparative period i.e. quarter ended June 30, 2016 is restated. The reconciliation of net profit as per Ind AS and previous GAAP ("Indian GAAP") for the quarter ended 30<sup>th</sup> June 2016 is given below:

(₹ in lakhs)

| Particulars                                                                  | Quarter ended 30.06.2016 |
|------------------------------------------------------------------------------|--------------------------|
| (1) Net profit as per Previous Indian GAAP                                   | 158                      |
| (2) Impact of straight lining of lease rental expense                        | 8                        |
| (3) Impact of straight lining of lease rental income                         | 4                        |
| (4) Depreciation on capital spares recognized as PPE applied retrospectively | (68)                     |
| (5) Impact of reclassification of actuarial loss and net interest to OCI     | 6                        |
| (6) Others                                                                   | -                        |
| (7) Net impact of Ind AS adjustments                                         | (50)                     |
| (8) Net profit before OCI as per Ind AS (1+7)                                | 108                      |
| (9) Other Comprehensive Income                                               | (6)                      |
| (10) Total Comprehensive Income as per Ind AS (8+9)                          | 102                      |

- 3 Ammonia & Urea Plant were shut down for 1 day and 8 days during the quarter on account of maintenance jobs.
- 4 Complex Fertilizer Plants were not in line for 79 days during the quarter due to raw materials limitation and maintenance jobs during the quarter.
- 5 The Company is principally engaged in a single business segment viz., Fertilizer manufacture and hence there is only one operating segment.



For J.V. RAMANUJAM & CO.,  
CHARTERED ACCOUNTANTS

*V.S.*  
PARTNER

*A.B. KHARE*  
A.B. KHARE  
Chairman and Managing Director  
MADRAS FERTILIZERS LIMITED  
Manali, Chennai - 600 068

- 6 In view of the carry forward losses and allowances available for set off up to the period ended Jun 30, 2017, the provision for current tax is not considered necessary.
- 7 Based on DoF letter No. 19071/07/2015-FCA dated February 11, 2016, the Company has engaged M/s PDIL as a consultant for drawing of business, operational and financial restructuring plans for revival. M/s PDIL has submitted their final report and the same has been presented to Department of Fertilizers, Government of India, for their consideration.
- 8 The figures for the corresponding previous period have been restated / regrouped whenever necessary, to make them comparable.

By order of the Board

Date : Sep 14, 2017  
Place : Chennai

**A B Khare**  
**Chairman & Managing Director**

**A.B. KHARE**  
**Chairman and Managing Director**  
**MADRAS FERTILIZERS LIMITED**  
**Manali, Chennai - 600 068**



**For J.V. RAMANUJAM & CO.,**  
**CHARTERED ACCOUNTANTS**

**V.S. PARTNER**



**J.V. RAMANUJAM & CO.,**  
**CHARTERED ACCOUNTANTS**

**Limited Review Report**

The Board of Directors,  
**Madras Fertilizers Limited**  
**Post Bag No.2, Manali, Chennai – 600 068**

We have reviewed the accompanying statement of unaudited standalone financial results of **Madras Fertilizers Limited** ("the Company") for the quarter ended **30<sup>th</sup> June 2017** attached herewith, being submitted by the company pursuant to the requirements of Regulation 33 of the SEBI (listing obligations and Disclosure requirements) Regulations, 2015, read with SEBI Circular No.CIR/CFD/FAC/62/2016 dated July 5, 2016, except for the disclosures regarding 'Public Shareholding' and 'Promoter and Promoter Group Shareholding' which have been traced from disclosures made by the management and have not been reviewed by us.

The preparation of the statement is the responsibility of the company's Management in accordance with applicable Indian Accounting Standards ('Ind AS') specified under section 133 of the Companies Act, 2013, read with relevant rules and has been approved by the Board of Directors. Our responsibility is to express a conclusion on the statement based on our review.

We conducted our review in accordance with the Standard on Review Engagement (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 financial statements are free of material misstatement. A review of interim financial statement is limited primarily to inquiries of persons responsible for financial and accounting matters and analytical procedures applied to the financial data. It is substantially less in scope than an audit conducted in accordance with the generally accepted accounting standards, the objectives of which is expression of opinion regarding the financial statements taken as a whole. We have not performed an audit and accordingly, we do not express an audit opinion.

**Unqualified Conclusion**

Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying statement of unaudited standalone financial results prepared in accordance with 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 Regulation 33 of the SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015, read with SEBI Circular No CIR/CFD/FAC/62/2016 dated July 5, 2016, including the manner in which it is to be disclosed, or that it contains any material misstatement.





**J.V. RAMANUJAM & CO.,**  
**CHARTERED ACCOUNTANTS**

**Emphasis of Matter**

The company has recognized a sum of Rs.18.54 Crores towards escalation in input prices which has been considered as receivable from Fertilizers Industry Coordination Committee (FICC) for the quarter ended 30<sup>th</sup> June 2017 under the New Pricing Scheme for Urea. Adjustments may arise in future in respect of the above on Final settlement.

Our Conclusion is not qualified/ modified in respect of the above.

*for J.V. Ramanujam & Co.*  
*Chartered Accountants*  
FRN No.02947S

**(Saradha V)**

*Partner*

M.No.222905



Place: Chennai

Date: September 14, 2017