

Nagarjuna Fertilizers and Chemicals Limited  
Nagarjuna Hills, Hyderabad - 500 082.  
Website: www.nagarjunafertilizers.com  
CIN: L24129AP2006PLC076238

Standalone and Consolidated Audited Financial Results for the Quarter / Year Ended March 31, 2018

Rs. in Lakhs

SI No	PARTICULARS	Standalone					Consolidated	
		Quarter ended			Year ended		Year ended	
		31-03-2018 (Audited)	31-12-2017 (Unaudited)	31-03-2017 (Audited)	31-03-2018 (Audited)	31-03-2017 (Audited)	31-03-2018 (Audited)	31-03-2017 (Audited)
I	Revenue from Operations	1,02,094.67	1,00,188.93	76,329.37	3,92,367.63	3,38,506.62	3,92,367.63	3,38,506.62
II	Other Income	812.80	411.72	2,365.86	4,497.14	3,527.32	4,498.18	3,528.57
III	Total income (I+II)	1,02,907.47	1,00,600.65	78,695.23	3,96,864.77	3,42,033.94	3,96,865.81	3,42,035.19
IV	Expenses							
	a) Cost of materials consumed	40,494.23	34,397.56	30,278.63	1,38,145.65	1,16,457.86	1,38,145.65	1,16,457.86
	b) Purchase of Stock-in-Trade	4,588.20	13,841.24	2,650.63	45,854.23	46,156.44	45,854.23	46,156.44
	c) Changes in inventories of finished goods, stock-in-trade and work in progress	4,668.23	(734.43)	2,161.33	6,604.67	1,309.75	6,604.67	1,309.75
	d) Power and Fuel	28,113.38	24,732.52	21,961.57	1,00,242.57	84,068.01	1,00,242.57	84,068.01
	e) Employee Benefits Expense	4,297.52	4,301.97	4,056.60	17,350.53	15,451.61	17,352.20	15,453.89
	f) Finance cost	7,547.37	8,199.15	7,179.47	30,820.99	32,489.97	30,821.00	32,489.98
	g) Depreciation and Amortization Expense	2,209.96	2,255.41	2,184.16	8,928.10	8,920.56	8,928.10	8,920.56
	h) Excise Duty	-	-	188.40	228.19	879.40	228.19	879.40
	i) Other Expenses	11,755.81	15,028.92	14,096.98	51,344.03	52,108.60	51,345.11	52,109.21
	Total expenses	1,03,674.70	1,02,022.34	84,757.77	3,99,518.96	3,57,842.20	3,99,521.72	3,57,845.10
V	Profit / (Loss) before exceptional items and tax (III-IV)	(767.23)	(1,421.69)	(6,062.54)	(2,654.19)	(15,808.26)	(2,655.91)	(15,809.91)
VI	Exceptional Items	-	-	-	-	-	-	-
VII	Profit / (Loss) before Tax (V-VI)	(767.23)	(1,421.69)	(6,062.54)	(2,654.19)	(15,808.26)	(2,655.91)	(15,809.91)
VIII	Tax Expense:							
	(a) Current Tax	-	-	-	-	-	-	-
	(b) Adjustments relating to earlier years	-	56.91	-	56.91	(628.84)	56.91	(628.84)
	(c) Deferred Tax	(57.84)	(469.85)	(854.58)	(559.09)	(3,001.71)	(559.09)	(3,001.71)
		(57.84)	(412.94)	(854.58)	(502.18)	(3,630.55)	(502.18)	(3,630.55)
IX	Profit / (Loss) from continuing operations (VII-VIII)	(709.39)	(1,008.75)	(5,207.96)	(2,152.01)	(12,177.71)	(2,153.73)	(12,179.36)
X	Profit / (Loss) from discontinued operations	-	-	-	-	-	-	-
XI	Tax expense of discontinued operations	-	-	-	-	-	-	-

Rs. in Lakhs

SI No	PARTICULARS	Standalone					Consolidated	
		Quarter ended			Year ended		Year ended	
		31-03-2018 (Audited)	31-12-2017 (Unaudited)	31-03-2017 (Audited)	31-03-2018 (Audited)	31-03-2017 (Audited)	31-03-2018 (Audited)	31-03-2017 (Audited)
XII	Profit / (Loss) from discontinued operations after tax (X-XI)	-	-	-	-	-	-	-
XIII	Profit / (Loss) for the period (IX+XII)	(709.39)	(1,008.75)	(5,207.96)	(2,152.01)	(12,177.71)	(2,153.73)	(12,179.36)
	Attributable to:							
	- Shareholders of the Parent Company						(2,153.73)	(12,179.36)
	- Non Controlling interest						(0.00)	(0.00)
XIV	Other Comprehensive Income (net of tax)							
	A Items that will not be reclassified to profit or loss							
	(i) Re-measurement gains / (losses) on defined benefit plans	369.01	-	46.44	369.01	46.44	369.01	46.44
	(ii) Income tax relating to these items	(127.71)	-	(16.07)	(127.71)	(16.07)	(127.71)	(16.07)
	B (i) Items that will be reclassified to profit or loss	-	-	-	-	-	-	-
	(ii) Income tax relating to these items	-	-	-	-	-	-	-
	Total Other Comprehensive income, net of tax	241.30	-	30.37	241.30	30.37	241.30	30.37
	Attributable to:							
	- Shareholders of the Parent Company						241.30	30.37
	- Non Controlling interest						-	-
XV	Total Comprehensive Income (XIII+XIV)	(468.09)	(1,008.75)	(5,177.59)	(1,910.71)	(12,147.34)	(1,912.43)	(12,148.99)
	Attributable to:							
	- Shareholders of the Parent Company						(1,912.43)	(12,148.99)
	- Non Controlling interest						(0.00)	(0.00)
XVI	Paid-up Equity Share Capital (Face Value of Rs.1/- per share)	5,980.65	5,980.65	5,980.65	5,980.65	5,980.65	5,980.65	5,980.65
XVII	Earning Per Share (of Rs.1/- each) (not annualised) (for continuing operations)							
	- Basic and Diluted	(0.12)	(0.17)	(0.87)	(0.36)	(2.04)	(0.36)	(2.04)
XVIII	Earning Per Share (of Rs.1/- each) (not annualised) (for discontinued operations)							
	- Basic and Diluted	-	-	-	-	-	-	-
XIX	Earning Per Share (of Rs.1/- each) (not annualised) (for discontinued and continuing operations)							
	- Basic and Diluted	(0.12)	(0.17)	(0.87)	(0.36)	(2.04)	(0.36)	(2.04)

**Notes:**

- 1) The above results were reviewed by the Audit Committee and approved by the Board of Directors at their respective meetings held on May 25, 2018.
- 2) The financial results comprise the combined operations of the Company relating to Fertilizer, Micro Irrigation and Agri Services businesses. The financial results of Micro Irrigation and Agri Services being below the reportable thresholds, and since they do not have similar economic characteristics and do not share any of the aggregation criteria, are neither disclosed as separate segments nor are combined as "all other segments" for the purposes of disclosures under Ind AS 108 - Operating Segments.
- 3) In relation to some of the contracts, international Arbitration Awards have been passed against the Company
  - (i) in September 2016 for USD 1,43,98,188 and GBP 690,630 and interest as applicable apart from costs based on a claim filed by one of the Suppliers of Fertilizers to the Company. The Company is of the view that the Award has been obtained based on documents tampered with and mis-representations of facts by said supplier. The Company has been legally advised that the award is not maintainable and has also filed a Criminal Complaint before the Metropolitan Magistrate of Hyderabad against the supplier and its officials.
  - (ii) in October 2017, for USD 877,500, EUR 455,000 and INR 221.39 Lakhs and interest as applicable apart from costs based on a claim filed by one of the Vendors based on the work orders issued for proposed Project -Plant 3. The Company is of the view that as per the contract entered, the amounts are payable only upon (a) the announcement of a fertilizer policy and (b) that the fertilizer policy being found favourable for the Project of the Company. Since the policy announced by the Government of India was not favourable / conducive for the project, the Company could not proceed further and hence the said award is not maintainable.

The Company is contesting the enforcement of the Awards in the Courts in India. Since the matter being sub-judice, the said claims have been treated as contingent liability.
- 4) Government of India announced New Urea Policy (NUP)-2015 and Gas Pooling Policy for Fertilizer(Urea) Sector which are effective from June 1, 2015. Income from Urea Operations has been accounted in accordance with the said policies, with Income towards freight subsidy, Reimbursement claims towards additional fixed cost, Input escalation / de-escalation, and for production beyond reassessed capacity have been accounted for during the quarter in terms of the said policies. However, pending notification of the final prices by Government of India, the recognition of the same is based on the Management estimates.

Adjustments, if any, required will be considered on notification of final prices.
- 5) The figures of the current quarter and quarter ended March 31, 2017 are the balancing figures between the audited figures of the full financial year ended March 31, 2018 and March 31, 2017, respectively and the published year to date figures up to third quarter ended December 31, 2017 and December 31, 2016, respectively.
- 6) The figures for the corresponding previous periods have been restated / regrouped, wherever necessary, to make them comparable.

HYDERABAD  
May 25, 2018

Sd/-  
K. RAHUL RAJU  
MANAGING DIRECTOR