

Nagarjuna Fertilizers and Chemicals Limited

Nagarjuna Hills, Hyderabad - 500 082.

Unaudited Financial Results (Provisional) for the Quarter Ended 30th June, 2007

SI No	Particulars	Rs. Crores		
		Quarter ended		Year ended
		30-06-2007 (Unaudited)	30-06-2006 (Unaudited)	31-03-2007 (Audited)
1	Net Sales/Income from operations	300.30	293.89	1,815.24
2	Other Income	1.54	1.69	27.99
3	Total Expenditure			
	a) (Increase)/decrease in stock	(87.53)	(34.30)	(22.07)
	b) Consumption of raw materials	118.40	119.65	538.00
	c) Power and Fuel	68.81	78.19	369.52
	d) Purchases - traded products	59.33	4.64	338.31
	e) Staff Costs	11.80	12.05	47.67
	f) Transport & Handling	23.80	15.19	126.14
	g) Other expenditure	29.50	26.06	137.74
	Total	224.11	221.48	1,535.31
4	Interest	37.83	34.29	137.79
5	Depreciation	29.29	30.16	124.09
6	Profit before tax	10.61	9.65	46.04
7	Provision for tax			
	- Current	11.25	10.01	43.00
	- Deferred tax (debit) / credit	7.99	8.29	29.49
	- Fringe Benefit Tax	0.20	0.24	0.82
8	Profit after Tax	7.15	7.69	31.71
9	Paid-up Equity Share Capital (Face Value of Rs. 10/- per share)	427.97	427.96	427.97
10	Preference Share Capital (Face Value of Rs. 100/- per share)	37.20	37.20	37.20
11	Reserves excluding revaluation reserve			462.78
12	Basic and diluted Earning Per Share - (not annualised) Rs.	0.17	0.18	0.74
13	Aggregate of Non-Promoter shareholding			
	- No. of shares	277,228,893	277,246,293	277,229,793
	- Percentage of shareholding	64.75%	64.75%	64.75%

Notes:

- The financial results relate mainly to Fertilizer segment. The financial results of Micro Irrigation segment, being less than the limit for separate disclosure as per Accounting Standard 17, has not been shown separately.
- New pricing policy has been announced by Govt. of India w.e.f. 1st October 2006 vide letter Dt. 08.03.2007 and pricing is yet to be notified. However, income from urea operations is accounted on the basis of stage III Group concession scheme policy and other known parameters, further adjusted with Input escalation, as estimated by the management.
- Depreciation on the increased value of assets due to revaluation is adjusted from revaluation reserve.
- Auditors have given a modified report on the value of investments in subsidiary company JESCO as the project has been shelved and in the absence of quantification of diminution in the value of the investments.

The company states that:
The realisations from the sale of the assets of subsidiary company JESCO will be in excess of the investments made and accordingly diminution in value, if any, is considered temporary.
- The results for the quarter ended 30-06-2007 have been subjected to "Limited Review" by the Company Auditors.
- The Company has not received any investor complaint during the quarter.
- The above results were taken on record by the Board of Directors at their meeting held on 27th July, 2007.

HYDERABAD
July 27, 2007

K.S.RAJU
Chairman & Managing Director