

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

Statement of Unaudited Standalone Financial Results for the Quarter / Half Year Ended September 30, 2016

₹ in Lakhs

SI No	PARTICULARS	Quarter ended			Half year ended	
		30-09-2016 (Unaudited)	30-06-2016 (Unaudited)	30-09-2015 (Unaudited)	30-09-2016 (Unaudited)	30-09-2015 (Unaudited)
1	Income from operations					
	a) Sales / Income from operations	110,691.63	64,056.72	117,556.11	174,748.35	183,354.83
	b) Other Operating Income	107.89	22.64	60.20	130.53	158.82
	Total income from operations	110,799.52	64,079.36	117,616.31	174,878.88	183,513.65
2	Expenses					
	a) Cost of materials consumed	31,198.23	24,303.53	34,632.95	55,501.76	51,742.90
	b) Purchase of Traded Products	26,266.65	7,535.58	31,594.63	33,802.23	47,321.92
	c) (Increase) / Decrease in Stock	3,620.50	(3,917.14)	(2,808.00)	(296.64)	(3,831.11)
	d) Power and Fuel	22,538.93	17,618.17	28,020.69	40,157.10	41,178.06
	e) Employee Benefits Expense	3,828.78	3,599.77	3,481.72	7,428.55	6,925.42
	f) Depreciation and Amortization	2,221.48	2,289.76	2,298.21	4,511.24	4,569.28
	g) Other Expenses	14,988.84	9,691.60	17,012.60	24,680.44	30,326.53
	Total expenses	104,663.41	61,121.27	114,232.80	165,784.68	178,233.00
3	Profit / (Loss) from operations before other income, finance cost and exceptional Items (1-2)	6,136.11	2,958.09	3,383.51	9,094.20	5,280.65
4	Other Income	466.26	583.02	539.45	1,049.28	828.84
5	Profit / (Loss) from ordinary activities before finance cost and exceptional Items (3+4)	6,602.37	3,541.11	3,922.96	10,143.48	6,109.49
6	Finance cost	7,795.90	9,296.05	7,691.38	17,091.95	15,186.51
7	Profit / (Loss) from ordinary activities after finance cost but before exceptional Items (5- 6)	(1,193.53)	(5,754.94)	(3,768.42)	(6,948.47)	(9,077.02)
8	Exceptional Items	-	-	-	-	-
9	Profit / (Loss) from ordinary activities before Tax (7-8)	(1,193.53)	(5,754.94)	(3,768.42)	(6,948.47)	(9,077.02)
10	Tax Expense / (Credit) (net)	16.23	(2,021.86)	(2,491.58)	(2,005.63)	(2,993.71)
11	Net Profit / (Loss) from ordinary activities after Tax (9-10)	(1,209.76)	(3,733.08)	(1,276.84)	(4,942.84)	(6,083.31)
12	Other Comprehensive Income (net of tax)	-	-	-	-	-
13	Total Comprehensive Income (11+12)	(1,209.76)	(3,733.08)	(1,276.84)	(4,942.84)	(6,083.31)
14	Paid-up Equity Share Capital (Face Value of ₹ 1/- per share)	5,980.65	5,980.65	5,980.65	5,980.65	5,980.65
15	Earning Per Share (of ₹ 1/- each) (not annualised) - Basic and Diluted	(0.20)	(0.62)	(0.21)	(0.83)	(1.02)

Standalone Statement of Assets and Liabilities

₹ in Lakhs

Particulars	As At September 30, 2016 (Un-Audited)
I. ASSETS	
1. Non-Current Assets	
(a) Property, Plant and Equipment	267,046.29
(b) Capital work-in-progress	963.36
(c) Other Intangible Assets	2,258.55
(d) Financial Assets	
(i) Investments	1,803.29
(ii) Loans and Advances	2,193.20
(e) Other Non-Current Assets	56.58
	274,321.27
2. Current Assets	
(a) Inventories	23,471.59
(b) Financial Assets	
(i) Trade Receivables	132,070.49
(ii) Cash and Cash Equivalents	7,519.03
(iii) Loans and Advances	1,385.12
(iv) Other Financial assets	552.95
(c) Current Tax Assets (Net)	490.28
(d) Other Current Assets	3,910.12
	169,399.58
Total Assets	443,720.85
II. EQUITY AND LIABILITIES	
Equity	
(a) Equity Share Capital	5,980.65
(b) Other Equity	110,488.64
	116,469.29
Liabilities	
1. Non-Current Liabilities	
(a) Financial Liabilities	
(i) Borrowings	64,859.91
(ii) Others	7,689.88
(b) Provisions	607.00
(c) Deferred Tax Liabilities (Net)	39,114.72
(d) Government grants	2,233.83
	114,505.34
2. Current Liabilities	
(a) Financial Liabilities	
(i) Borrowings	96,132.83
(ii) Trade Payables	
(A) Micro, Small, Medium Enterprises (MSMEs)	-
(B) Other than MSMEs	100,446.88
(iii) Other Financial Liabilities	14,291.02
(b) Other Current Liabilities	1,531.82
(c) Government grants	343.67
	212,746.22
Total Equity and Liabilities	443,720.85

Notes:

1) The above results were reviewed by the Audit Committee and approved by the Board of Directors at their respective meetings held on December 2, 2016. The Standalone financial statements are prepared in accordance with the Indian Accounting Standards (Ind-AS) as prescribed under Section 133 of the Companies Act, 2013 read with Rule 3 of the Companies (Indian Accounting Standards) Rules, 2015 and Companies (Indian Accounting Standards) Amendment Rules, 2016 and Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as modified by circular no CIR/CFD/FAC/62/2016 dt. July 05, 2016.

2) On account of transition from the previous Indian Generally Accepted Accounting Principles (IGAAP) to Ind AS, the reconciliation of Statement of Profit and Loss and Other Comprehensive Income is as follows:

Particulars	₹ in Lakhs	
	Quarter ended	Half Year ended
	30-09-2015	30-09-2015
Net Profit / (Loss) under Previous GAAP (After Tax)	(1,829.38)	(7,128.94)
Government grant - Reclassification of Deferred Sales Tax Loan	85.92	171.83
Deferred tax adjustments	466.62	873.80
Net Profit / (Loss) under Ind AS (After Tax)	(1,276.84)	(6,083.31)
Other Comprehensive Income	-	-
Total Comprehensive Income under Ind AS	(1,276.84)	(6,083.31)

3) The Statutory Auditors have carried out Limited Review of above financial results for the quarter / half year ended September 30, 2016. The financial results for the quarter / half year ended September 30, 2015, and the reconciliation thereof, presented under the Ind AS format in the above statements have not been reviewed by the Auditors and are presented based on the information compiled by the management after making the necessary adjustments to give a true and fair view of the results in accordance with Ind AS.

4) The financial results comprise the combined operations of the Company relating to Fertilizer, Micro Irrigation, Agri Services and Wind Energy generation businesses. The financial results of Micro Irrigation, Wind Energy 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.

5) Tax Expense for the current quarter under report comprises current tax / deferred tax.

6) In relation to contracts for supply of fertilisers, Arbitration awards have been passed against the Company in September 2016 amounting to USD 1,43,98,188 and GBP 690,630 and interest as applicable and its impact thereof has not been considered in the accounts for the quarter / half year ended September 30, 2016. The extant contingent liability in respect thereof was disclosed in the financial statements for the year ended March 31, 2016. The Company is taking necessary steps to contest the awards.

7) Government of India announced New Urea Policy (NUP)-2015 and Gas Pooling Policy for Fertilizer(Urea) Sector which is effective from June 1, 2015. Income from urea operations including Reimbursement claims for additional fixed cost, Input escalation / de-escalation and freight subsidy have been accounted for during the quarter in accordance with the said policies.

Adjustments, if any, required will be considered on notification of final prices.

8) There is a possibility that these quarterly results may require adjustment before constituting the final Ind AS financial statements as of and for the year ending March 31, 2017 due to changes in financial reporting requirements arising from new or revised standards or interpretations issued by MCA or changes in the use of one or more optional exemptions from full retrospective application of certain Ind AS as permitted under Ind AS 101.

9) The figures for the corresponding previous periods have been restated / regrouped, wherever necessary, to make them comparable.

HYDERABAD
December 2, 2016

Sd/-
K. RAHUL RAJU
MANAGING DIRECTOR