

Nagarjuna Fertilizers and Chemicals Limited Nagarjuna Hills, Hyderabad - 500 082. Website: www.nagarjunafertilizers.com CIN: L24129TG2006PLC076238							
Standalone Unaudited Financial Results for the Quarter and Half Year Ended September 30, 2024							
Discontinued Operation							
Rs. in Lakhs							
SI No	PARTICULARS	Standalone					
		Quarter ended			Half Year ended		Year ended
		30-09-2024 (Unaudited)	30-06-2024 (Unaudited)	30-09-2023 (Unaudited)	30-09-2024 (Unaudited)	30-09-2023 (Unaudited)	31-03-2024 (Audited)
I	Revenue from Operations	93.03	87,108.01	1,32,379.61	87,201.04	2,39,742.30	4,76,538.60
II	Other Income	274.49	2,60,859.62	987.07	* 2,61,134.11	1,110.72	2,193.20
III	Total income (I+II)	367.52	3,47,967.63	1,33,366.68	3,48,335.15	2,40,853.02	4,78,731.80
IV	Expenses						
	a) Cost of materials consumed	402.17	40,910.39	61,856.29	41,312.56	1,21,345.99	2,44,098.22
	b) Purchase of Stock-in-Trade	444.09	-441.50	41.02	2.59	58.57	129.53
	c) Changes in inventories of finished goods, stock-in-trade and work in progress	61.01	3,020.08	9,451.13	3,081.09	1,419.91	1,083.10
	d) Power and Fuel	351.91	36,202.94	52,833.99	36,554.85	1,04,852.49	2,10,586.24
	e) Employee Benefits Expense	492.48	1,710.14	2,513.90	2,202.62	4,883.98	9,750.19
	f) Finance cost	67.39	5,746.61	12,018.90	5,814.00	23,507.92	47,912.63
	g) Depreciation and Amortization Expense		828.27	1,248.53	828.27	2,496.25	4,968.78
	h) Impairment losses / (reversal)					63,407.20	63,407.20
	i) Other Expenses	594.86	12,705.39	6,704.05	13,300.25	13,138.58	26,558.91
	Total expenses	2,413.91	1,00,682.32	1,46,667.81	1,03,096.23	3,35,110.89	6,08,494.80
V	Profit / (Loss) before exceptional items and tax (III-IV)	(2,046.39)	2,47,285.31	(13,301.13)	2,45,238.92	(94,257.87)	(1,29,763.00)
VI	Exceptional Items	-	-	-	-	-	-
VII	Profit / (Loss) before Tax (V-VI)	(2,046.39)	2,47,285.31	(13,301.13)	2,45,238.92	(94,257.87)	(1,29,763.00)
VIII	Tax Expense:						
	(a) Current Tax	(551.15)	1,143.86	-	592.71	-	-
	(b) Adjustments relating to earlier years	-	-	-	-	-	-
	(c) Deferred Tax	0.00	821.52	(410.87)	821.52	(822.62)	(1,374.13)
		(551.15)	1,965.38	(410.87)	1,414.23	(822.62)	(1,374.13)
IX	Profit / (Loss) from discontinued operations (VII-VIII)	(1,495.24)	2,45,319.93	(12,890.26)	2,43,824.69	(93,435.25)	(1,28,388.87)
X	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	-	-	-	-	-	241.95
	(ii) Income tax relating to these items	-	-	-	-	-	(75.49)
	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	-	-	-	-	-	166.46

XI	Total Comprehensive Income (IX+X)	(1,495.24)	2,45,319.93	(12,890.26)	2,43,824.69	(93,435.25)	(1,28,222.41)
XII	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
XIII	Other Equity						(3,41,057.30)
XIV	Earning Per Share (of Rs.1/- each) - Basic and Diluted	(0.25)	41.02	(2.16)	40.77	(15.62)	(21.47)
		(Not Annualised)					

* The major components of other income includes Profit on sale of assets of Rs. 13,123.92 Lakhs, Reversal of impairment provision of Rs. 1,06,560.90 Lakhs, Remission of borrowings of Rs.1,34,006.51 Lakhs, Reversal of provision for Doubtful debts of Rs. 4118.19 Lakhs and Reversal of Provision for Diminution in Investments of Rs. 2,256.17 Lakhs.

Notes:

- 1) The above statement of Unaudited Standalone and Consolidated Financial Results for the quarter ended 30th September 2024 was reviewed by the Audit Committee and approved by the Board of Directors at their respective meetings held on 12th November 2024.
- 2) The Statutory Auditors have carried out Limited Review of the above financials for the Quarter / Half year ended September 30, 2024.
- 3) The financial results comprise the combined operations of the company of its Fertilizer and Micro Irrigation businesses up to 31st May 2024. For the purposes of disclosures under Ind AS 108, Operating Segments, as the financial result of Micro Irrigation is below the reportable segment threshold limit, and since they do not have similar economic characteristics and do not share any of the aggregation criteria, the same is neither disclosed as separate segments nor are combined as "all other segments".
- 4) Ammonia/Urea plants operated up to 4th June 2024, i.e., one plant till 31st May 2024 and the other plant till 04th June 2024, Micro Irrigation Plants operated till 31st May 2024. Thereafter the plants for operations are not available in view of sale of Core Assets by the Lenders under SARFAESI Act 2002 on 31st May 2024.
- 5) Consequent to the settlement of Debt vide receipt of sale proceeds from Core and Non-Core assets by ACRE, there are no other assets including property plant and equipment left with the Company for operations.

"No Dues and Security release Certificate" from ACRE was received on 11th July 2024. As per Ind AS 10 "Events after the Reporting Period", this is an adjustable event and thereby affecting the Going Concern of the Company and accordingly drawn the Financial Results giving effect of the same for the Quarter/ Half year ended on 30th September 2024.
- 6) The Financial Results for the Quarter/ Half year ended on September 30, 2024, have been drawn, basis the sale of Core and Non-core assets controlled by ACRE under SARFAESI Act as explained above, represent the discontinuation of its combined operations of Fertilizers and Micro Irrigation businesses i.e., the entire Cash generating operations of the Company and the effect of debt settlement with the Lenders.

Without considering the energy and other claims from the Government, the current liabilities exceed the current assets by Rs. 84,714.00 Lakhs. Consequent to the discontinuation of operations the going concern of the company is affected and the financial results are prepared accordingly.

However, the Company is pursuing various claims with the Government including reimbursement of Energy consumed etc., the funds from these claims if and when received will be used for the settlement of the current liabilities which are showing a shortfall compared to the current assets available for discharge of these liabilities.

The Company is reviewing to revive the CFG business post the debt settlement. Further the company is exploring the possibility of operating the Ammonia/Urea plants on lease basis seeking permissions from Government and the Buyer of the plants.
Consequent to the results of the above propositions, the Company's financial statements will be reviewed to re-consider the going concern accounting during the subsequent quarters of the financial year 2024-25.

- 7) There are claims against the company, which are not acknowledged as debts and are disputed in various forums, courts, appeals, including arbitration awards amounting to Rs 72,784.70 lakhs.

These contingent liabilities/claims stated above are not confirmation of dues but record of disputes.

GAIL has recovered interest in the past and also raising claims for interest on the amounts due which is being disputed by the company. The company is not accounting for further interest from 1st July 2024 onwards.

- 8) The company had lost the GAIL arbitration case in 2023. The company filed an application under section 34 of Arbitration and Conciliation Act 1996 which is pending adjudication in Delhi High Court in 2023. Since going for appeal, all the assets of NFCL have been sold basis the secured creditor invoking SARFAESI. The company's accounts have been drawn up accordingly as a non-going concern. Given the financial situation NFCL therefore assigned its rights in favour of AMPL to represent it in all legal forums/proceedings to pursue claims from GAIL including Arbitration claim in its name as an assignee along with agency coupled with interest under the provisions of Indian Contract Act, 1872. Should GAIL satisfy the award in the future, NFCL shall use the award as it deems fit after clearing its liabilities
- 9) Government of India announced New Urea Policy (NUP)-2015 and Gas Pooling Policy for Fertilizer (Urea) Sector which are effective from 1st June 2015 to 31st Mar 2019. Government of India extended the NUP -2015 from 1st April 2019 until further orders. Income from Urea Operations has been recognized in accordance with the said policies. Income towards freight subsidy, Reimbursement claims towards additional fixed cost, Input escalation / de-escalation, have been recognized during the Quarter/ Half year ended September 30, 2024 in terms of the said policies. Adjustments required, if any, will be considered on notification of final prices.
- 10) The Government from time to time extended the preset energy norms which were valid till 31st March 2023. Accordingly, Subsidy income is recognized based on Target Energy Norms as per NUP-2015 policy for the Quarter ended June 2024 and there is no production from June 2024 as the Plants were sold.
- 11) The Company has been using the "Nagarjuna Brand / Trademarks" for its urea and other products under a license agreement Dt 29/01/1998 with the grantor, a related party. The company, during the period ended on 31.12.2021, received a claim from the grantor asserting its right to royalty for the period from 29/01/1998. The company agreed without impairment and prejudice to the rights of AMPL to settle the claims in a manner such that the dues are secured and paid on a priority basis from the receipts if any from claims against GAIL if and when GAIL satisfies the award in relation to pipeline accident.
- 12) The Company is pursuing various claims with the Government including reimbursement of Energy consumed, State Electricity Duty paid and IGST.
- 13) The cash inflows in the Cash Flow Statement include revenues generated in the earlier periods.
- 14) The figures for the corresponding previous periods have been regrouped, wherever necessary, to make them comparable with those of the current periods.

HYDERABAD
12th Nov 2024


K. RAHUL RAJU
MANAGING DIRECTOR

Nagarjuna Fertilizers and Chemicals Limited
Standalone Balance Sheet as at 30th September 2024

Rs.in Lakhs

	Particulars	As at Sept 30, 2024	As at March 31, 2024
1	ASSETS		
	Non-current assets		
	(a) Property, Plant and Equipment	-	66,992.50
	(b) Capital work-in-progress	-	10.00
	(c) Financial Assets		
	(i) Investments	-	-
	(ii) Others	409.69	480.60
	(d) Deferred tax assets (net)	-	821.52
	Sub - Total	409.69	68,304.62
	Current assets		
	(a) Inventories	1,710.27	6,543.37
	(b) Financial Assets		
	(i) Trade receivables	49,754.86	43,925.95
	(ii) Cash and cash equivalents	1,896.84	1,017.05
	(iii) Bank balances, other than (ii) above	151.52	2,003.11
	(iv) Others	8,623.27	8,646.76
	(c) Current Tax Assets (Net)	-	60.49
	(d) Other current assets	6,116.70	7,535.79
	Sub - Total	68,253.46	69,732.52
	Total Assets	68,663.15	1,38,037.14
2	EQUITY AND LIABILITIES		
	Equity		
	(a) Equity Share capital	5,980.65	5,980.65
	(b) Other Equity	(97,232.60)	(3,41,057.30)
	Sub - Total	(91,251.95)	(3,35,076.65)
	Liabilities		
	Non-current liabilities		
	(a) Financial Liabilities		
	(i) Borrowings	-	-
	(ii) Other financial liabilities	6,855.51	6,905.51
	(b) Provisions	92.13	61.56
	(c) Deferred tax liabilities (Net)	-	-
	(d) Other non-current liabilities	-	-
	Sub - Total	6,947.64	6,967.07
	Current liabilities		
	(a) Financial Liabilities		
	(i) Borrowings	1,900.23	3,26,100.93
	(ii) Trade payables		
	(A) Total outstanding dues of Micro enterprises and Small Enterprises	15.26	132.81
	(B) Total outstanding dues of creditors other than micro and small enterprises.	1,48,774.88	1,35,802.35
	(iii) Other financial liabilities (other than those specified in item (c) below)	1,264.44	2,702.72
	(b) Other current liabilities	318.63	1,223.07
	(c) Provisions	184.84	184.84
	(d) Current Tax Liabilities (Net)	509.18	-
	Sub - Total	1,52,967.46	4,66,146.72
	Total Equity and Liabilities	68,663.15	1,38,037.14

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Nagarjuna Fertilizers and Chemicals Limited
Standalone Cash Flow Statement for the period ended 30th September 2024

Rs.in Lakhs		
Particulars	Period ended September 30, 2024	Year ended March 31, 2024
A. Cash Flow from Operating Activities		
Profit/(Loss) before Tax	2,45,238.92	(1,29,763.00)
<i>Adjustments:</i>		
Depreciation and Amortisation	828.27	4,968.78
Impairment / (Provision Reversal) of Assets	(1,42,844.61)	63,407.20
Provision for Doubtful Debts / Advances	-	787.12
Finance Cost	5,814.00	47,912.63
Remission in Borrowings	(1,34,006.51)	
Deferred government grant	-	(345.79)
Reversal of Provision for Diminution in value of Investment	(2,256.17)	-
Loss on Sale of Diminution in Investments	2,190.17	-
(Profit) / Loss on sale of assets / assets discarded / assets decapitalised	(13,123.92)	(628.79)
Operating Profit before working capital changes	(38,159.85)	(13,661.85)
<i>Movements in working capital:</i>		
Increase/(decrease) in trade payables	12,854.98	31,365.99
Increase/(decrease) in long term provisions	30.57	(28..77)
Increase/(decrease) in short term provisions	-	(413.38)
Increase/(decrease) in other current liabilities	(904.44)	(398.37)
Increase/(decrease) in other current financial liabilities	(1,438.28)	1,019.95
Increase/(decrease) in other long term liabilities	(49.97)	(77.55)
Decrease/(increase) in trade receivables	(5,828.91)	(5,019.28)
Decrease/(increase) in inventories	4,833.10	678.26
Decrease/(increase) in Non-current - Other Financial Assets	70.91	(29.19)
Decrease/(increase) in other current assets	1,419.09	(314.43)
Decrease/(increase) in other Current financial assets	23.49	(8,584.82)
Cash generated from/(used) in operations	(27,149.31)	4,283.56
(Direct Taxes Paid -net of refunds)	(23.01)	182.80
Net cash flow from / (used) in operating activities	(27,172.32)	4,466.36
B. Cash Flow from Investing activities		
Purchase of fixed assets and CWIP/Capital advances	(2.26)	(104.12)
Proceeds from Margin Money Deposits	1,851.59	237.74
Proceeds from Sale of fixed assets	2,22,145.01	629.31
Proceeds from Sale of Investments	66.00	-
Net cash flow from / (used) in investing activities	2,24,060.34	762.93
C. Cash flow from Financing activities		
Remission in Borrowings	1,34,006.51	-
Repayment of Short Term Borrowings	(1,29,940.40)	
Repayment of Sales Tax Deferral	(1,000.00)	(877.17)
Repayment of long term borrowings	(54,308.73)	-
Finance Costs paid	(4,567.42)	(13,857.85)
Net cash flow from / (used) in financing activities	(55,810.04)	(14,735.02)
Net Increase/(decrease) in Cash and Cash Equivalents	1,41,077.98	(9,505.73)
Cash and Cash Equivalents as at beginning of the year	(1,39,181.14)	(1,29,675.41)
Cash and Cash Equivalents as at end of the period	1,896.84	(1,39,181.14)

Notes:

Rs. in Lakhs

Particulars	Period ended September 30, 2024	Year ended March 31, 2024
Cash and Cash Equivalents comprises of		
Balances with Banks		
In Current Accounts	1,880.74	999.62
Cash on hand	16.10	17.43
Cash and Cash Equivalents	1,896.84	1,017.05
Less: Cash Credit	-	1,40,198.19
Cash and Cash Equivalents in Cash Flow Statement	1,896.84	(1,39,181.14)





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Independent Auditor's Review Report on the Quarterly/ Half-yearly Unaudited Standalone Financial Results of the Company Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended

To
The Board of Directors,
Nagarjuna Fertilizers and Chemicals Limited,
Nagarjuna Hills,
Hyderabad- 500082.

1. We have reviewed the accompanying statement of unaudited standalone financial results of **Nagarjuna Fertilizers and Chemicals Limited** (the "Company for the quarter ended 30 September, 2024 and for the period from 01 April 2024 to 30 September 2024 (the "Statement") attached herewith, being submitted by the "Company" pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended (the "Listing Regulations").
2. This Statement, which is the responsibility of the "Company's" Management and approved by the "Company's" Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34, 'Interim Financial Reporting, ('Ind AS 34,') prescribed under Section 133 of the Companies Act, 2013, as amended, read with relevant rules issued there under and other accounting principles generally accepted in India. Our responsibility is to issue a report on "the Statement" based on our review.
3. We conducted our review of "the Statement" in accordance with the Standard on Review Engagements (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 Statement" is free of material misstatement. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.





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4. Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying statement, prepared in accordance with the recognition and measurement principles laid down in Ind AS 34, prescribed under Section 133 of the Act, and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirement) Regulations, 2015 (as amended) including the manner in which it is to be disclosed, or that it contains any material misstatement.

5. Emphasis of matter

We refer to the following notes to "the Statement":

a) Relating to Going Concern:

Note No. 5: Consequent to the settlement of debt vide "No dues and security release Certificate" from ACRE received on 11th July 2024, there are no other assets including property plant and equipment left with the Company for operations and the combined operations of Fertilizers and Micro Irrigation businesses of the company were discontinued. On account of this company's going concern is affected and accordingly the Financial Statements are drawn giving effect of the same for the quarter ended 30 September, 2024 and for the period from 01 April 2024 to 30 September 2024.

b) Note No. 6: Without considering the energy and other claims from the Government, the current liabilities exceed the current assets by Rs. 84,714.00 lakhs.

c) Note No 7: There are claims against the company, which are not acknowledged as debts and are disputed in various forums, courts, appeals, including arbitration awards amounting to Rs 72,784.70 lakhs.

d) Note No 8: Given the financial situation, NFCL has assigned its rights in favour of AMPL to represent it in all legal forums/proceedings to pursue claims from GAIL including Arbitration claim in its name as an assignee along with agency coupled with interest under the provisions of Indian Contract Act, 1872. Should GAIL satisfy the award in the future, NFCL shall use the award as it deems fit after clearing its liabilities.





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- e) Note No 9: "The Company" has recognised Income from Urea Operations, Income towards freight subsidy, Reimbursement claims towards additional fixed cost, Input escalation/de-escalation during the quarter ended 30 September 2024 and for the period from 01 April 2024 to 30 September 2024 in terms of new Urea policy (NUP)-2015 and Gas Pooling Policy for Fertilizer (Urea) Sector. Adjustments, if any, required will be considered on notification of final prices.
- f) Note No 10: The Government from time to time extended the present energy norms which were valid till 31st March 2023. Accordingly, Subsidy income is recognized based on Target Energy Norms as per NUP-2015 policy for the Quarter ended June 2024 and there is no production from June 2024 as the Plants were sold.
- g) Note No 11: Claim from a related party asserting its right for Royalty for the period from 29.01.1998 to 31.12.2021, The company agreed without impairment and prejudice to the rights of AMPL to settle the claims in a manner such that the dues are secured and paid on a priory basis from the receipts if any from claims against GAIL if and when GAIL satisfies the award in relation to pipeline accident.

Our Conclusion is not modified in respect of the above matter.

For P. Murali & Co
Chartered Accountants
FRN: 007257S


A Krishna Rao
Partner
M.No.020085
UDIN: 24020085BKAVLP2668



Place: Hyderabad
Date: 12-11-2024

Nagarjuna Fertilizers and Chemicals Limited
Nagarjuna Hills, Hyderabad - 500 082.
Website: www.nagarjunafertilizers.com
CIN: L24129TG2006PLC076238

Consolidated Unaudited Financial Results for the Quarter and Half Year Ended September 30, 2024
Discontinued Operation

Rs. In Lakhs

SI No	PARTICULARS	Consolidated					
		Quarter ended			Half Year ended		Year ended
		30-09-2024 (Unaudited)	30-06-2024 (Unaudited)	30-09-2023 (Unaudited)	30-09-2024 (Unaudited)	30-09-2023 (Unaudited)	31-03-2024 (Audited)
I	Revenue from Operations	93.03	87,108.01	1,32,379.61	87,201.04	2,39,742.30	4,76,538.60
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III	Total income (I+II)	367.52	3,47,967.63	1,33,366.68	3,48,335.15	2,40,853.02	4,78,731.80
IV	Expenses						
	a) Cost of materials consumed	402.17	40,910.39	61,856.29	41,312.56	1,21,345.99	2,44,098.22
	b) Purchase of Stock-in-Trade	444.09	-441.50	41.02	2.59	58.57	129.53
	c) Changes in inventories of finished goods, stock-in-trade and work in progress	61.01	3,020.08	9,451.13	3,081.09	1,419.91	1,083.10
	d) Power and Fuel	351.91	36,202.94	52,833.99	36,554.85	1,04,852.49	2,10,586.24
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	g) Depreciation and Amortization Expense		828.27	1,248.53	828.27	2,496.25	4,968.78
	h) Impairment losses					63,407.20	63,407.20
	i) Other Expenses	594.86	12,705.39	6,714.28	13,300.25	13,149.01	26,569.33
	Total expenses	2,413.91	1,00,682.32	1,46,678.04	1,03,096.23	3,35,121.32	6,08,505.22
V	Profit / (Loss) before exceptional items and tax (III-IV)	(2,046.39)	2,47,285.31	(13,311.36)	2,45,238.92	(94,268.30)	(1,29,773.42)
VI	Exceptional Items	-	-	-	-	-	-
VII	Profit/(loss) before share of profit/(loss) of associate and tax (V-VI)	(2,046.39)	2,47,285.31	(13,311.36)	2,45,238.92	(94,268.30)	(1,29,773.42)
VIII	Share of profit/(loss) of associate (net of tax)	-	-	-	-	-	-
IX	Profit/(loss) before tax (VII+VIII)	(2,046.39)	2,47,285.31	(13,311.36)	2,45,238.92	(94,268.30)	(1,29,773.42)
X	Tax Expense:						
	(a) Current Tax	(551.15)	1,143.86	-	592.71	-	-
	(b) Adjustments relating to earlier years	-	-	-	-	-	-
	(c) Deferred Tax	-	821.52	(410.87)	821.52	(822.62)	(1,374.13)
		(551.15)	1,965.38	(410.87)	1,414.23	(822.62)	(1,374.13)
XI	Profit / (Loss) from discontinued operations (IX-X)	(1,495.24)	2,45,319.93	(12,900.49)	2,43,824.69	(93,445.68)	(1,28,399.30)
XII	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	-	-	-	-	-	241.95
	(ii) Income tax relating to these items	-	-	-	-	-	(75.49)
	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	-	-	-	-	-	166.46

XIII	Total Comprehensive Income (XI+XII)	(1,495.24)	2,45,319.93	(12,900.49)	2,43,824.69	(93,445.68)	(1,28,232.84)
	Total Comprehensive Income for the period (XI+ XII) (Comprising Profit/(Loss) and Other Comprehensive Income for the period) Attributable to						
	Owners of the Parent	-	-	-	-	-	(1,28,399.28)
	Non-controlling interests	-	-	-	-	-	(0.02)
	Of the Total Comprehensive Income above, Profit for the year attributable to:						
	Owners of the Parent	-	-	-	-	-	(1,28,399.28)
	Non-controlling interests	-	-	-	-	-	(0.02)
	Of the Total Comprehensive Income above, Other Comprehensive income attributable to :						
	Owners of the Parent	-	-	-	-	-	166.46
	Non-controlling interests	-	-	-	-	-	-
XIV	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
XV	Other Equity	-	-	-	-	-	(3,41,190.74)
XVI	Earning Per Share (of Rs.1/- each) - Basic and Diluted	(0.25)	41.02	(2.16)	40.77	(15.62)	(21.47)
		(Not Annualised)					

* The major components of other income includes Profit on sale of assets of Rs. 13,123.92 Lakhs, Reversal of impairment provision of Rs. 1,06,560.90 Lakhs, Remission of borrowings of Rs.1,34,006.51 Lakhs, Reversal of provision for Doubtful debts of Rs. 4118.19 Lakhs and Reversal of Provision for Diminution in Investments of Rs. 2,256.17 Lakhs.

Notes:

- 1) The above statement of Unaudited Consolidated Financial Results for the quarter ended 30th September 2024 was reviewed by the Audit Committee and approved by the Board of Directors at their respective meetings held on 12th November 2024.
- 2) The Statutory Auditors have carried out Limited Review of the above financials for the Quarter / Half year ended September 30, 2024.
- 3) The financial results comprise the combined operations of the company of its Fertilizer and Micro Irrigation businesses up to 31st May 2024. For the purposes of disclosures under Ind AS 108, Operating Segments, as the financial result of Micro Irrigation is below the reportable segment threshold limit, and since they do not have similar economic characteristics and do not share any of the aggregation criteria, the same is neither disclosed as separate segments nor are combined as "all other segments".
- 4) Ammonia/Urea plants operated up to 4th June 2024, i.e., one plant till 31st May 2024 and the other plant till 04th June 2024, Micro Irrigation Plants operated till 31st May 2024. Thereafter the plants for operations are not available in view of sale of Core Assets by the Lenders under SARFAESI Act 2002 on 31st May 2024.
- 5) Consequent to the settlement of Debt vide receipt of sale proceeds from Core and Non-Core assets by ACRE, there are no other assets including property plant and equipment left with the Company for operations.

"No Dues and Security release Certificate" from ACRE was received on 11th July 2024. As per Ind AS 10 "Events after the Reporting Period", this is an adjustable event and thereby affecting the Going Concern of the Company and accordingly drawn the Financial Results giving effect of the same for the Quarter/ Half year ended on 30th September 2024.

- 6) The Financial Results for the Quarter/ Half year ended on September 30, 2024, have been drawn, basis the sale of Core and Non-core assets controlled by ACRE under SARFAESI Act as explained above, represent the discontinuation of its combined operations of Fertilizers and Micro Irrigation businesses i.e., the entire Cash generating operations of the Company and the effect of debt settlement with the Lenders.

Without considering the energy and other claims from the Government, the current liabilities exceed the current assets by Rs. 84,714.00 Lakhs. Consequent to the discontinuation of operations the going concern of the company is affected and the financial results are prepared accordingly.

However, the Company is pursuing various claims with the Government including reimbursement of Energy consumed etc., the funds from these claims if and when received will be used for the settlement of the current liabilities which are showing a shortfall compared to the current assets available for discharge of these liabilities.

The Company is reviewing to revive the CFG business post the debt settlement. Further the company is exploring the possibility of operating the Ammonia/Urea plants on lease basis seeking permissions from Government and the Buyer of the plants.

Consequent to the results of the above propositions, the Company's financial statements will be reviewed to re-consider the going concern accounting during the subsequent quarters of the financial year 2024-25.

- 7) There are claims against the company, which are not acknowledged as debts and are disputed in various forums, courts, appeals, including arbitration awards amounting to Rs 72,784.70 lakhs.

These contingent liabilities/claims stated above are not confirmation of dues but record of disputes.

GAIL has recovered interest in the past and also raising claims for interest on the amounts due which is being disputed by the company. The company is not accounting for further interest from 1st July 2024 onwards.

- 8) The company had lost the GAIL arbitration case in 2023. The company filed an application under section 34 of Arbitration and Conciliation Act 1996 which is pending adjudication in Delhi High Court in 2023. Since going for appeal, all the assets of NFCL have been sold basis the secured creditor invoking SARFAESI. The company's accounts have been drawn up accordingly as a non-going concern. Given the financial situation NFCL therefore assigned its rights in favour of AMPL to represent it in all legal forums/proceedings to pursue claims from GAIL including Arbitration claim in its name as an assignee along with agency coupled with interest under the provisions of Indian Contract Act, 1872. Should GAIL satisfy the award in the future, NFCL shall use the award as it deems fit after clearing its liabilities
- 9) Government of India announced New Urea Policy (NUP)-2015 and Gas Pooling Policy for Fertilizer (Urea) Sector which are effective from 1st June 2015 to 31st Mar 2019. Government of India extended the NUP -2015 from 1st April 2019 until further orders. Income from Urea Operations has been recognised in accordance with the said policies. Income towards freight subsidy, Reimbursement claims towards additional fixed cost, Input escalation / de-escalation, have been recognized during the Quarter/ Half year ended September 30, 2024 in terms of the said policies. Adjustments required, if any, will be considered on notification of final prices.
- 10) The Government from time to time extended the preset energy norms which were valid till 31st March 2023. Accordingly, Subsidy income is recognized based on Target Energy Norms as per NUP-2015 policy for the Quarter ended June 2024 and there is no production from June 2024 as the Plants were sold.
- 11) The Company has been using the "Nagarjuna Brand / Trademarks" for its urea and other products under a license agreement Dt 29/01/1998 with the grantor, a related party. The company, during the period ended on 31.12.2021, received a claim from the grantor asserting its right to royalty for the period from 29/01/1998. The company agreed without impairment and prejudice to the rights of AMPL to settle the claims in a manner such that the dues are secured and paid on a priory basis from the receipts if any from claims against GAIL if and when GAIL satisfies the award in relation to pipeline accident.
- 12) The Company is pursuing various claims with the Government including reimbursement of Energy consumed, State Electricity Duty paid and IGST.

- 13) The cash inflows in the Cash Flow Statement include revenues generated in the earlier periods.
- 14) The consolidated results include results of associate company KVK Raju International Leadership Ltd.
- 15) The figures for the corresponding previous periods have been regrouped, wherever necessary, to make them comparable with those of the current periods.

HYDERABAD
12th Nov 2024



K. RAHUL RAJU
MANAGING DIRECTOR

Nagarjuna Fertilizers and Chemicals Limited
Consolidated Balance Sheet as at 30th September 2024

Rs.in Lakhs

	Particulars	As at Sept 30, 2024	As at March 31, 2024
1	ASSETS		
	Non-current assets		
	(a) Property, Plant and Equipment	-	66,992.50
	(b) Capital work-in-progress	-	10.00
	(c) Financial Assets		
	(i) Investments	-	-
	(ii) Others	409.69	480.60
	(d) Deferred tax assets (net)	-	821.52
	Sub - Total	409.69	68,304.62
	Current assets		
	(a) Inventories	1,710.27	6,543.37
	(b) Financial Assets		
	(i) Trade receivables	49,754.86	43,925.95
	(ii) Cash and cash equivalents	1,896.84	1,017.05
	(iii) Bank balances, other than (ii) above	151.52	2,003.11
	(iv) Others	8,623.27	8,646.76
	(c) Current Tax Assets (Net)	-	60.73
	(d) Other current assets	6,116.70	7,507.87
	Sub - Total	68,253.46	69,704.84
	Total Assets	68,663.15	1,38,009.46
2	EQUITY AND LIABILITIES		
	Equity		
	(a) Equity Share capital	5,980.65	5,980.65
	(b) Other Equity	(97,232.60)	(3,41,190.74)
	Non-Controlling Interest	-	(0.22)
	Sub - Total	(91,251.95)	(3,35,210.31)
	Liabilities		
	Non-current liabilities		
	(a) Financial Liabilities		
	(i) Borrowings	-	-
	(ii) Other financial liabilities	6,855.51	6,905.51
	(b) Provisions	92.13	61.56
	(c) Deferred tax liabilities (Net)	-	-
	(d) Other non-current liabilities	-	-
	Sub - Total	6,947.64	6,967.07
	Current liabilities		
	(a) Financial Liabilities		
	(i) Borrowings	1,900.23	3,26,100.93
	(ii) Trade payables		
	(A) Total outstanding dues of Micro enterprises and Small Enterprises	15.26	132.81
	(B) Total outstanding dues of creditors other than micro and small enterprises.	1,48,774.88	1,35,802.35
	(iii) Other financial liabilities (other than those specified in item (c) below)	1,264.44	2,808.47
	(b) Other current liabilities	318.63	1,223.30
	(c) Provisions	184.84	184.84
	(d) Current Tax Liabilities (Net)	509.18	-
	Sub - Total	1,52,967.46	4,66,252.70
	Total Equity and Liabilities	68,663.15	1,38,009.46



Nagarjuna Fertilizers and Chemicals Limited
Consolidated Cash Flow Statement for the Period ended 30th September 2024

Rs.in Lakhs		
Particulars	Period ended September 30, 2024	Year ended March 31, 2024
A. Cash Flow from Operating Activities		
Profit/(Loss) before Tax	2,45,238.92	(1,29,773.43)
<i>Adjustments:</i>		
Depreciation and Amortisation	828.27	4,968.78
Impairment of Assets	(1,42,844.61)	63,407.20
Provision for Doubtful Debts / Advances	-	787.12
Finance Cost	5,814.00	47,912.63
Remission in Borrowings	(1,34,006.51)	-
Deferred government grant	-	(345.79)
Reversal of Provision for Diminution in value of Investment	(2,256.17)	-
Loss on Sale of Diminution in Investments	2,190.17	-
(Profit) / Loss on sale of assets / assets discarded / assets decapitalised	(13,123.92)	(628.79)
Operating Profit before working capital changes	(38,159.85)	(13,672.28)
<i>Movements in working capital:</i>		
Increase/(decrease) in trade payables	12,854.98	31,365.99
Increase/(decrease) in long term provisions	30.57	(281.77)
Increase/(decrease) in short term provisions	-	(413.38)
Increase/(decrease) in other current liabilities	(904.44)	(398.58)
Increase/(decrease) in other current financial liabilities	(1,438.28)	1,019.95
Increase/(decrease) in other long term liabilities	(49.97)	(77.55)
Decrease/(increase) in trade receivables	(5,828.91)	(5,019.28)
Decrease/(increase) in inventories	4,833.10	678.26
Decrease/(increase) in Non-current - Other Financial Assets	70.91	(29.19)
Decrease/(increase) in other current assets	1,419.09	(314.43)
Decrease/(increase) in other Current financial assets	23.49	(8,584.82)
Cash generated from/(used) in operations	(27,149.31)	4,272.92
(Direct Taxes Paid -net of refunds)	(23.01)	182.80
Net cash flow from / (used) in operating activities	(27,172.32)	4,455.72
B. Cash Flow from Investing activities		
Purchase of fixed assets and CWIP/Capital advances	(2.26)	(104.12)
Proceeds from Margin Money Deposits	1,851.59	237.74
Proceeds from Sale of fixed assets	2,22,145.01	629.31
Proceeds from Sale of Investments	66.00	-
Net cash flow from / (used) in investing activities	2,24,060.34	762.93
C. Cash flow from Financing activities		
Remission in Borrowings	1,34,006.51	-
Repayment of Short Term Borrowings	(1,29,940.40)	-
Repayment of Sales Tax Deferral	(1,000.00)	(877.17)
Repayment of long term borrowings	(54,308.73)	-
Finance Costs paid	(4,567.42)	(13,857.85)
Net cash flow from / (used) in financing activities	(55,810.04)	(14,735.02)
Net Increase/(decrease) in Cash and Cash Equivalents	1,41,077.98	(9,516.37)
Cash and Cash Equivalents as at beginning of the year	(1,39,181.14)	(1,29,664.77)
Cash and Cash Equivalents as at end of the period	1,896.84	(1,39,181.14)

Notes:

Rs. in Lakhs		
Cash and Cash Equivalents comprises of		
Balances with Banks		
In Current Accounts	1,880.74	999.62
Cash on hand	16.10	17.43
Cash and Cash Equivalents	1,896.84	1,017.05
Less: Cash Credit	-	1,40,198.19
Cash and Cash Equivalents in Cash Flow Statement	1,896.84	(1,39,181.14)





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Independent Auditor's Review Report on the Quarterly/ Half-yearly Unaudited Consolidated Financial Results of the Company pursuant to the Regulation 33 of the SEBI (Listing obligations and Disclosure Requirements) Regulations, 2015, as amended.

To
The Board of Directors,
Nagarjuna Fertilizers and Chemicals Limited,
Nagarjuna Hills,
Hyderabad- 500082.

1. We have reviewed the accompanying statement of unaudited consolidated financial results of **Nagarjuna Fertilizers and Chemicals Limited** ("the Holding Company") and its associate, for the quarter ended September, 2024 and for the period from 01 April 2024 to 30 September 2024 ("the Statement") attached herewith, being submitted by "the Holding Company" pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended (the "Listing Regulations").
2. "The Statement", which is the responsibility of "the Holding Company's" Management and approved by "the Holding Company's" Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34, 'Interim Financial Reporting, ("Ind AS 34") prescribed under Section 133 of the Companies Act, 2013, as amended, read with relevant rules issued there under and other accounting principles generally accepted in India. Our responsibility is to express a conclusion on the Statement based on our review.
3. We conducted our review of the Statement in accordance with the Standard on Review Engagements (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 Statement" is free from material misstatement. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.





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We also performed procedures in accordance with the circular issued by the SEBI under Regulation 33 (8) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, to the extent applicable.

4. Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying statement, prepared in accordance with the recognition and measurement principles laid down in Ind AS 34, prescribed under Section 133 of the Act, and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirement) Regulations, 2015 (as amended) including the manner in which it is to be disclosed, or that it contains any material misstatement.
5. The Statement includes the results of the following entity:
 - a) KVK Raju International Leadership Limited (Associate)

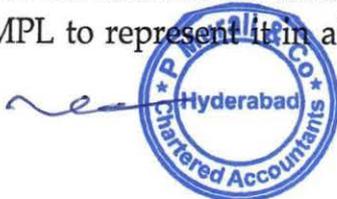
6. Emphasis of Matter

We refer to the following notes to "the Statement":

a) Relating to Going Concern:

Note No. 5: Consequent to the settlement of debt vide "No dues and security release Certificate" from ACRE received on 11th July 2024, there are no other assets including property plant and equipment left with the Company for operations and the combined operations of Fertilizers and Micro Irrigation businesses of the company were discontinued. On account of this company's going concern is affected and accordingly the Financial Statements are drawn giving effect of the same for the quarter ended 30 September, 2024 and for the period from 01 April 2024 to 30 September 2024.

- b) Note No. 6: Without considering the energy and other claims from the Government, the current liabilities exceed the current assets by Rs. Rs. 84,714.00 Lakhs.
- c) Note No 7: There are claims against the company, which are not acknowledged as debts and are disputed in various forums, courts, appeals, including arbitration awards amounting to Rs 72,784.70 lakhs.
- d) Note No 8: Given the financial situation, NFCL has assigned its rights in favour of AMPL to represent it in all legal forums/proceedings to pursue claims from GAIL





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including Arbitration claim in its name as an assignee along with agency coupled with interest under the provisions of Indian Contract Act, 1872. Should GAIL satisfy the award in the future, NFCL shall use the award as it deems fit after clearing its liabilities.

- e) Note No 9: "The Company" has recognised Income from Urea Operations, Income towards freight subsidy, Reimbursement claims towards additional fixed cost, Input escalation/ de-escalation during the quarter ended 30 September, 2024 and for the period from 01 April 2024 to 30 September 2024 in terms of new Urea policy (NUP)-2015 and Gas Pooling Policy for Fertilizer (Urea) Sector. Adjustments, if any, required will be considered on notification of final prices.
- f) Note No 10: The Government from time to time extended the present energy norms which were valid till 31st March 2023. Accordingly, Subsidy income is recognized based on Target Energy Norms as per NUP-2015 policy for the Quarter ended June 2024 and there is no production from June 2024 as the Plants were sold.
- g) Note No 11: Claim from a related party asserting its right for Royalty for the period from 29.01.1998 to 31.12.2021, The company agreed without impairment and prejudice to the rights of AMPL to settle the claims in a manner such that the dues are secured and paid on a priority basis from the receipts if any from claims against GAIL if and when GAIL satisfies the award in relation to pipeline accident.

Our Conclusion is not modified in respect of the above matter.





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7. Other Matter Paragraph

We did not review the interim financial results of "the associate" included in the consolidated unaudited financial results, whose interim financial results reflect a total Revenues of Rs. 0.00 Lakhs and total comprehensive Income/ (loss) of Rs. 0.00 Lakhs for the quarter ended September, 2024 and for the period from 01 April 2024 to 30 September 2024.

These financial results are unaudited and have been furnished to us by the Management and our opinion on the Statement, in so far as it relates to the amounts and disclosures included in respect of the associate, is based solely on such unaudited financial results

Our Conclusion is not modified in respect of the above matter.

For P. Murali & Co
Chartered Accountants
FRN: 007257S


A Krishna Rao
Partner
M. No. 020085
UDIN: 24020085BKAVLQ3020



Place: Hyderabad
Date: 12.11.2024