

Nagarjuna Fertilizers and Chemicals Limited

Nagarjuna Hills, Hyderabad - 500 082.

Unaudited Financial Results (Provisional) for the Nine Months Ended 31st December 2006

Rs. Crores

Sl No	Particulars	Quarter ended		Nine Months ended		Year ended
		31-12-2006	31-12-2005	31-12-2006	31-12-2005	31-03-2006 (Audited)
1	Net Sales/Income from operations	487.57	423.45	1,395.21	1,103.62	1,452.95
2	Other Income	3.63	6.01	15.19	12.95	20.44
3	Total Expenditure					
	a) (Increase)/decrease in stock	(46.27)	(16.41)	(37.62)	1.23	5.84
	b) Consumption of raw materials	129.11	140.35	414.96	341.55	481.11
	c) Power and Fuel	98.20	122.08	300.05	263.60	332.44
	d) Purchases - traded products	145.11	52.09	265.45	72.61	78.56
	e) Staff Costs	11.69	9.67	34.93	27.78	39.33
	f) Transport & Handling	41.12	28.26	90.54	68.54	91.32
	g) Other expenditure	35.81	27.04	100.04	103.54	139.19
	Total	414.77	363.08	1,168.35	878.85	1,167.79
4	Interest	37.33	31.81	105.41	98.87	130.99
5	Depreciation	32.52	30.45	93.28	91.26	121.05
6	Profit before tax	6.58	4.12	43.36	47.59	53.56
7	Provision for tax - Current	10.67	8.90	36.83	39.31	41.59
	- Deferred tax (debit) / credit	8.38	14.28	23.92	43.21	56.47
	- Fringe Benefit Tax	0.24	0.82	0.60	1.43	1.58
8	Profit after Tax	4.05	8.68	29.85	50.06	66.86
9	Paid-up Equity Share Capital (Face Value of Rs. 10/- per share)	427.97	427.77	427.97	427.77	427.96
10	Preference Share Capital (Face Value of Rs. 100/- per share)	37.20	37.20	37.20	37.20	37.20
11	Reserves excluding revaluation reserve					452.49
12	Basic and diluted Earning Per Share (not annualised) - Rs.	0.09	0.20	0.70	1.17	1.56
13	Aggregate of Non-Promoter shareholding					
	- No. of shares	277,229,793	273,634,547	277,229,793	273,634,547	277,307,293
	- Percentage of shareholding	64.75%	63.91%	64.75%	63.91%	64.76%

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.
- Income from Urea operations is accounted on the basis of current Stage II GCS (Group Concession Scheme) Rate.
- 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 companies namely NPCL / JESCO in view of the uncertainties in implementation of the projects and in the absence of quantification of diminution in the value of the investments

The company states that:
The investments in subsidiary companies are long term investments as the projects are long gestation projects and accordingly diminution in value, if any, is considered temporary.
- The results for the nine months ended 31.12.2006 have been subjected to "Limited Review" by the Statutory Auditors of the company.
- One Investor complaint outstanding at the beginning of the quarter was resolved. The Company has not received any investor complaint during the quarter.
- The above results were reviewed by the Audit Committee and taken on record by the Board of Directors at their meeting held on 20th January, 2007

HYDERABAD
20.01.2007

K.S.RAJU
Chairman & Managing Director