

Nagarjuna Fertilizers and Chemicals Limited

Nagarjuna Hills, Hyderabad - 500 082.

Website: www.nfcl.in

CIN: L24129TG2006PLC076238

Standalone Unaudited Financial Results for the Quarter / Nine Months Ended December 31, 2025

Discontinued Operation

Rs. In Lakhs

SI No	PARTICULARS	Standalone					
		Quarter ended			Nine months ended		Year ended
		31-12-2025 (Unaudited)	30-09-2025 (Unaudited)	31-12-2024 (Unaudited)	31-12-2025 (Unaudited)	31-12-2024 (Unaudited)	31-03-2025 (Audited)
I	Revenue from Operations	-	-	-	-	87,201.04	87,201.04
II	Other Income	17.46	0.73	1.50	102.47	2,61,135.61	2,61,490.88
III	Escalation/De-escalation of urea subsidy	845.89	-	(16,879.16)	845.89	(16,879.16)	(16,879.16)
IV	Total income (I+II+III)	863.35	0.73	(16,877.66)	948.36	3,31,457.49	3,31,812.76
V	Expenses						
	a) Cost of materials consumed	-	-	-	-	41,312.56	41,312.56
	b) Purchase of Stock-in-Trade	-	-	6.49	-	9.08	13.21
	c) Changes in inventories of finished goods, stock-in-trade and work in progress	-	-	131.64	91.57	3,212.73	3,402.19
	d) Power and Fuel	-	-	-	-	36,554.85	36,554.85
	e) Employee Benefits Expense	152.64	163.24	351.15	541.41	2,553.77	2,918.83
	f) Finance cost	99.89	158.65	61.28	386.74	5,875.28	6,133.25
	g) Depreciation and Amortization Expense	-	-	-	-	828.27	828.27
	h) Impairment losses	-	-	-	-	-	-
	i) Other Expenses	115.02	181.20	477.84	560.99	13,778.09	14,729.02
	j) Escalation/De-escalation of material consumed (Gas)	566.57	-	(7,590.04)	566.57	(7,590.04)	(7,590.04)
	k) Escalation/De-escalation of Power & Fuel cost	504.00	-	(9,964.97)	504.00	(9,964.97)	(9,964.97)
	Total expenses	1,438.12	503.09	(16,526.61)	2,651.28	86,569.62	88,337.17
VI	Profit / (Loss) before exceptional items and tax (IV-V)	(574.77)	(502.36)	(351.05)	(1,702.92)	2,44,887.87	2,43,475.59
VII	Exceptional Items	-	-	-	-	-	-
VIII	Profit / (Loss) before Tax (VI-VII)	(574.77)	(502.36)	(351.05)	(1,702.92)	2,44,887.87	2,43,475.59
IX	Tax Expense:						
	(a) Current Tax	-	-	(88.35)	-	504.36	148.91
	(b) Adjustments relating to earlier years	-	-	-	-	-	-
	(c) Deferred Tax	-	0.00	(0.00)	-	821.52	839.54
		-	0.00	(88.35)	-	1,325.88	988.45
X	Profit / (Loss) from discontinued operations (VIII-IX)	(574.77)	(502.36)	(262.70)	(1,702.92)	2,43,561.99	2,42,487.14

XI	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	-	-	-	-	-	(57.75)
	(ii) Income tax relating to these items	-	-	-	-	-	18.02
	B (i) Items that will be reclassified to profit or loss	-	-	-	-	-	-
	(ii) Income tax relating to these items	-	-	-	-	-	-
	<b>Total Other Comprehensive income, net of tax</b>	-	-	-	-	-	<b>(39.73)</b>
XII	<b>Total Comprehensive Income (X+XI)</b>	<b>(574.77)</b>	<b>(502.36)</b>	<b>(262.70)</b>	<b>(1,702.92)</b>	<b>2,43,561.99</b>	<b>2,42,447.41</b>
XIII	<b>Paid-up Equity Share Capital (Face Value of Rs. 1/- per share)</b>	<b>5,980.65</b>	<b>5,980.65</b>	<b>5,980.65</b>	<b>5,980.65</b>	<b>5,980.65</b>	<b>5,980.65</b>
XIV	<b>Other Equity</b>						<b>(98,609.90)</b>
XV	<b>Earning Per Share (of Rs.1/- each)</b>						
	- Basic and Diluted	<b>(0.10)</b>	<b>(0.08)</b>	<b>(0.04)</b>	<b>(0.28)</b>	<b>40.73</b>	<b>40.55</b>
		(Not Annualised)	(Not Annualised)	(Not Annualised)	(Not Annualised)	(Not Annualised)	

**Notes:**

- The above statement of Unaudited Standalone Financial Results for the quarter ended 31st December 2025 was reviewed by the Audit Committee and approved by the Board of Directors at their respective meetings held on February 14, 2026.
- The Statutory Auditors have carried out Limited Review of the above financials for the quarter ended December 31, 2025.
- Consequent to the settlement of Debt and receipt of sale proceeds from sale of core and non-core assets controlled by ACRE, there are no other remaining fixed assets and net current assets or revenue generating business left with the Company for operations (including land, property plant and equipment) affecting the Going Concern of the Company. Based on the audit findings for FY 2024-25, as the accounts cannot be prepared on a Going Concern basis, the company's financials have been prepared on a 'not a going concern' basis, reflecting discontinued business operations effective from the quarter ended June 30, 2024. This status continues for the quarter ended December 31, 2025. Accordingly, the company has not earned any revenue from operations for the quarter ended December 31, 2025.
- Without considering the energy and other claims from the Government (which is under consideration) the current liabilities exceed the current assets by about Rs. 87,773.06 Lakhs. Consequent to the discontinuation of operations the going concern of the company has affected and financial results have been prepared accordingly. The Company is pursuing various subsidy claims with the Government including reimbursement of Energy consumed, AP State Electricity Duty paid and IGST etc., the funds from these claims if and when received will be used for the settlement of the recognized, reconciled current liabilities which are not being contested.
- There are various claims and reliefs against the company. These are not acknowledged as debts as they are disputed in various forums, courts, appeals, including arbitration awards amounting to around Rs 1209.43 crores\*. These contingent liabilities/claims stated above are not confirmed as dues but recorded as disputes. Amongst them, the major are Water cess (Rs 566.51 Crores), Arbitration awards which includes (Trammo (Rs. 157.04 crores) Tecnimont (Rs.44.62 crores) PIPL (Rs.48.57 cores)) and Anand Bharti claim (Rs. 21.63 crores) etc.

\* The amount of Rs 1209.43 crores is an approximate amount and can change upward or downwards basis reconciliation and reliefs granted after negotiation / settlement.

- 6) As per Office Memorandum (OM) issued by DOF (MoCF) which is the basis of gas supply since 2018, the Company owes the supply dues to GAIL of Rs. 562.04 Crores. In contradiction to the Government arrangement, GAIL is demanding interest which is not provided in OM and has been adjusting gas payments towards interest. The company is disputing interest claims which is around Rs. 562.87 crores of GAIL.
- 7) The deferred Sales Tax outstanding for FY. 2024-25 to Government of Andhra Pradesh amounts to Rs.13.43 crores, which was due for repayment on March 19, 2025. The demand was partly paid upto December 2025. Subsequently the demand of Rs. 13.43 Crores towards deferred Sales Tax outstanding to Government of Andhra Pradesh has been paid and settled in full.
- 8) Claim Against GAIL: 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 since 2023. 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 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, from the net proceeds, NFCL shall use the award as it deems fit after clearing its liabilities.
- 9) Claim by GAIL: GAIL has filed a petition under section 9 of Arbitration and Conciliation Act, 1996, in Hon'ble Hight Court of Delhi, seeking relief for their outstanding dues. The Company is contesting the case disputing the total claim of GAIL stating that GAIL has stopped supplies in 2018 as the company was unable to comply with the gas supply agreement clauses(as regards security and payment terms) and GAIL resumed supplies only after intervention of DoF, MoCF, Gol assuring GAIL on payments and payment security via Office Memorandum (OM). The Government did not agree to pay GAIL within a specified period nor did it agree to reimburse GAIL of any interest as can be clearly seen in the Office Memorandum (OM) of DOF, basis of which GAIL resumed the gas supply in public interest in December, 2018, securitized through subsidy escrow arrangement / escrow mechanism. GAIL was fully aware of the impossibility of the company complying with the security and payment terms in gas supply agreement and has communicated in writing in various legal forums and with DoF that it started supplies only after security and assurances of payment from DoF. Despite this GAIL has adjusted payments/recovered interest since 2018 and also raising claims for interest post the sale of assets on the amounts due. The company is disputing interest being claimed by GAIL with GAIL, with DoF and in Legal Forums. NFCL has no responsibility for delays in subsidy payment or reimbursement of interest on delayed payment by Government to GAIL. The total outstandings to GAIL for gas supply is Rs. 562.04 crores only and this does not include any interest.
- 10) 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 in any manner whatsoever to settle the claims in a manner such that the dues are secured and paid/deducted 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. The Dolaramudu trademark/mascot being used by the Group and by NFCL in urea packaging. After the government letter dated August 18, 2023, on One Nation One Fertilizers by introducing Single Brand for fertilizers and Logo under fertilizer subsidy scheme, the company has discontinued use of trademark and did not renew the trademark. The group agreed to continue the trademark. Based on the agreed terms with NACL the company has written to NACL to stop utilising the groups trademarks vide letter dated 28th May 2025, after hearing news that there is a change in company's ownership and management. The grantor has submitted its claim towards royalty payment for an amount of Rs. 836.67 crores (principal and interest) as on March 31, 2021, as per License Agreement, with the Interim Resolution Professional appointed by Hon'ble NCLT, Hyderabad Bench, when the company was admitted to NCLT under Insolvency and Bankruptcy Code, 2006, in 2021.
- 11) 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 March 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 ended on December 31, 2025, in terms of the said policies.

The Subsidy income is recognised based on the notified Gas Pool prices for the time being in force and upon final notification of the prices the escalation / de-escalations are accounted for in the year in which these notifications are issued. During the Current quarter the final Gas Pool price for the year 2023-24 has been notified by GAIL and issued Debit note on 14-10-2025. NFCL recognized increase in Gas Costs by Rs. 1070.58 Lakhs as per Debit Note and correspondingly increased Urea Subsidy by Rs. 845.89 Lakhs for FY 2023-24. Accordingly, the increase in cost of raw material / power and fuel and consequent escalation of the subsidy revenues, respectively, belonging to FY 2023-24 have been accounted during the quarter. As there is no production from 4th June 2024 there is no revenue from Operations to be recognised for the current quarter.

- 12) Dealer Deposit: The Company has dealer deposits in books. Basis reconciliation, negotiation and settlement, the final amount payable / receivable will be finalized.
- 13) The Company has received certain claims from parties for settlement of dues including rentals (totalling to 41,86,02,859). The Company shall account the same appropriately.
- 14) The figures for the corresponding previous periods have been regrouped, wherever necessary, to make them comparable with those of the current periods.

By Order of the Board



Rajendra Mohan Gonela  
Director

HYDERABAD  
14th February 2026



**P. MURALI & CO.,**  
CHARTERED ACCOUNTANTS  
6-3-655/2/3, SOMAJIGUDA,  
HYDERABAD - 500 082. T.G, INDIA

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**Independent Auditor's Review Report on the Quarterly/ Year to date 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 31 December, 2025 and for the period from 01 April 2025 to 31 December, 2025 (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.





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”:

##### Relating to “Non Going Concern”:

- a) **Note No. 3:** 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 31 December, 2025 and for the period from 01 April 2025 to 31 December 2025.
- b) **Note No. 4:** Without considering the energy and other claims from the Government, the current liabilities exceed the current assets by Rs. 87,773.06 lakhs.
- c) **Note No 5:** There are various claims against the company which are in dispute in various forums, courts, appeals, including arbitration awards. Contingent liabilities/claims as on December 31, 2025, amounting to around Rs 1209.43 crores, are not confirmation of dues but a record of disputes.
- d) **Note No 8:** Given the financial situation NFCL 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





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GAIL satisfy the award in the future, from the net proceeds, NFCL shall use the award as it deems fit after clearing its liabilities.

- e) **Note No 10:** 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.
- f) **Note No 13:** The Company has received certain claims from parties for settlement of dues including rentals (totalling to 41,86,02,859). The Company shall account the same appropriately.

**Our Conclusion is not modified in respect of the above matters.**

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

  
A Krishna Rao  
Partner  
M.No.020085  
UDIN: 26020085KNNHAQ5044



Place: Hyderabad  
Date: 14-02-2026

**Nagarjuna Fertilizers and Chemicals Limited**  
Nagarjuna Hills, Hyderabad - 500 082.  
Website: www.nfcl.in  
CIN: L24129TG2006PLC076238

**Consolidated Unaudited Financial Results for the Quarter / Nine Months Ended December 31, 2025**

Discontinued Operation

Rs. In Lakhs

SI No	PARTICULARS	Consolidated					Year ended 31-03-2025 (Audited)
		Quarter ended			Nine months ended		
		31-12-2025 (Unaudited)	30-09-2025 (Unaudited)	31-12-2024 (Unaudited)	31-12-2025 (Unaudited)	31-12-2024 (Unaudited)	
I	Revenue from Operations	-	-	-	-	87,201.04	87,201.04
II	Other Income	17.46	0.73	1.50	102.47	2,61,135.61	2,61,490.88
III	Escalation/De-escalation of urea subsidy	845.89	-	(16,879.16)	845.89	(16,879.16)	-16,879.16
IV	Total income (I+II+III)	863.35	0.73	(16,877.66)	948.36	3,31,457.49	3,31,812.76
V	Expenses						
	a) Cost of materials consumed	-	-	-	-	41,312.56	41,312.56
	b) Purchase of Stock-in-Trade	-	-	6.49	-	9.08	13.21
	c) Changes in inventories of finished goods, stock-in-trade and work in progress	-	-	131.64	91.57	3,212.73	3,402.19
	d) Power and Fuel	-	-	-	-	36,554.85	36,554.85
	e) Employee Benefits Expense	152.64	163.24	351.15	541.41	2,553.77	2,918.83
	f) Finance cost	99.89	158.65	61.28	386.74	5,875.28	6,133.25
	g) Depreciation and Amortization Expense	-	-	-	-	828.27	828.27
	h) Impairment losses	-	-	-	-	-	-
	i) Other Expenses	115.02	181.20	477.84	560.99	13,778.09	14,729.02
	j) Escalation/De-escalation of material consumed (Gas)	566.57	-	(7,590.04)	566.57	(7,590.04)	(7,590.04)
	k) Escalation/De-escalation of Power & Fuel cost	504.00	-	(9,964.97)	504.00	(9,964.97)	(9,964.97)
	Total expenses	1,438.12	503.09	(16,526.61)	2,651.28	86,569.62	88,337.17
VI	Profit / (Loss) before exceptional items and tax (IV-V)	(574.77)	(502.36)	(351.05)	(1,702.92)	2,44,887.87	2,43,475.59
VII	Exceptional Items	-	-	-	-	-	-
VIII	Profit/(loss) before share of profit/(loss) of associate and tax (VI-VII)	(574.77)	(502.36)	(351.05)	(1,702.92)	2,44,887.87	2,43,475.59
IX	Share of profit/(loss) of associate (net of tax)	-	-	-	-	-	-
X	Profit/(loss) before tax (VIII+IX)	(574.77)	(502.36)	(351.05)	(1,702.92)	2,44,887.87	2,43,475.59
XI	Tax Expense:						
	(a) Current Tax	-	-	(88.35)	-	504.36	148.91
	(b) Adjustments relating to earlier years	-	-	-	-	-	-
	(c) Deferred Tax	-	-	(0.00)	-	821.52	839.54
		-	-	(88.35)	-	1,325.88	988.45
XII	Profit / (Loss) from discontinued operations (X-XI)	(574.77)	(502.36)	(262.69)	(1,702.92)	2,43,561.99	2,42,487.14

XIII	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	-	-	-	-	-	(57.75)
	(ii) Income tax relating to these items	-	-	-	-	-	18.02
	B (i) Items that will be reclassified to profit or loss	-	-	-	-	-	-
	(ii) Income tax relating to these items	-	-	-	-	-	-
	<b>Total Other Comprehensive income, net of tax</b>	-	-	-	-	-	<b>(39.73)</b>
XIV	<b>Total Comprehensive Income (XII+XIII)</b>	<b>(574.77)</b>	<b>(502.36)</b>	<b>(262.69)</b>	<b>(1,702.92)</b>	<b>2,43,561.99</b>	<b>2,42,447.41</b>
	<b>Total Comprehensive Income for the period (XII+ XIII)</b>						
	<b>(Comprising Profit/(Loss) and Other Comprehensive Income for the period) Attributable to</b>						
	Owners of the Parent	-	-	-	-	-	2,42,447.41
	Non-controlling interests	-	-	-	-	-	-
	Of the Total Comprehensive Income above, Other Comprehensive income attributable to :						
	Owners of the Parent	-	-	-	-	-	2,42,447.41
	Non-controlling interests	-	-	-	-	-	-
	Of the Total Comprehensive Income above, Other Comprehensive income attributable to :						
	Owners of the Parent	-	-	-	-	-	-
	Non-controlling interests	-	-	-	-	-	-
XV	<b>Paid-up Equity Share Capital</b> (Face Value of Rs. 1/- per share)	<b>5,980.65</b>	<b>5,980.65</b>	<b>5,980.65</b>	<b>5,980.65</b>	<b>5,980.65</b>	<b>5,980.65</b>
XVI	<b>Other Equity</b>	-	-	-	-	-	<b>(98,609.90)</b>
XVII	<b>Earning Per Share (of Rs.1/- each)</b>						
	- Basic and Diluted	(0.10)	(0.08)	(0.04)	(0.28)	40.73	40.55
		(Not Annualised)	(Not Annualised)	(Not Annualised)	(Not Annualised)	(Not Annualised)	

**Notes:**

- 1) The above statement of Unaudited Consolidated Financial Results for the quarter ended 31st December 2025 was reviewed by the Audit Committee and approved by the Board of Directors at their respective meetings held on February 14, 2026.
- 2) The Statutory Auditors have carried out Limited Review of the above financials for the quarter ended December 31, 2025.

- 3) Consequent to the settlement of Debt and receipt of sale proceeds from sale of core and non-core assets controlled by ACRE, there are no other remaining fixed assets and net current assets or revenue generating business left with the Company for operations (including land, property plant and equipment) affecting the Going Concern of the Company. Based on the audit findings for FY 2024-25, as the accounts cannot be prepared on a Going Concern basis, the company's financials have been prepared on a 'not a going concern' basis, reflecting discontinued business operations effective from the quarter ended June 30, 2024. This status continues for the quarter ended December 31, 2025. Accordingly, the company has not earned any revenue from operations for the quarter ended December 31, 2025.
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- 7) The deferred Sales Tax outstanding for FY. 2024-25 to Government of Andhra Pradesh amounts to Rs.13.43 crores, which was due for repayment on March 19, 2025. The demand was partly paid upto December 2025. Subsequently the demand of Rs. 13.43 Crores towards deferred Sales Tax outstanding to Government of Andhra Pradesh has been paid and settled in full.
- 8) Claim Against GAIL: 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 since 2023. 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 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, from the net proceeds, NFCL shall use the award as it deems fit after clearing its liabilities.

- 9) Claim by GAIL: GAIL has filed a petition under section 9 of Arbitration and Conciliation Act, 1996, in Hon'ble High Court of Delhi, seeking relief for their outstanding dues. The Company is contesting the case disputing the total claim of GAIL stating that GAIL has stopped supplies in 2018 as the company was unable to comply with the gas supply agreement clauses (as regards security and payment terms) and GAIL resumed supplies only after intervention of DoF, MoCF, Gol assuring GAIL on payments and payment security via Office Memorandum (OM). The Government did not agree to pay GAIL within a specified period nor did it agree to reimburse GAIL of any interest as can be clearly seen in the Office Memorandum (OM) of DoF, basis of which GAIL resumed the gas supply in public interest in December, 2018, securitized through subsidy escrow arrangement / escrow mechanism. GAIL was fully aware of the impossibility of the company complying with the security and payment terms in gas supply agreement and has communicated in writing in various legal forums and with DoF that it started supplies only after security and assurances of payment from DoF. Despite this GAIL has adjusted payments/recovered interest since 2018 and also raising claims for interest post the sale of assets on the amounts due. The company is disputing interest being claimed by GAIL with GAIL, with DoF and in Legal Forums. NFCL has no responsibility for delays in subsidy payment or reimbursement of interest on delayed payment by Government to GAIL. The total outstandings to GAIL for gas supply is Rs. 562.04 crores only and this does not include any interest.
- 10) 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 in any manner whatsoever to settle the claims in a manner such that the dues are secured and paid/deducted 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. The Dolaramudu trademark/mascot being used by the Group and by NFCL in urea packaging. After the government letter dated August 18, 2023, on One Nation One Fertilizers by introducing Single Brand for fertilizers and Logo under fertilizer subsidy scheme, the company has discontinued use of trademark and did not renew the trademark. The group agreed to continue the trademark. Based on the agreed terms with NAFL the company has written to NAFL to stop utilising the groups trademarks vide letter dated 28th May 2025, after hearing news that there is a change in company's ownership and management. The grantor has submitted its claim towards royalty payment for an amount of Rs. 836.67 crores (principal and interest) as on March 31, 2021, as per License Agreement, with the Interim Resolution Professional appointed by Hon'ble NCLT, Hyderabad Bench, when the company was admitted to NCLT under Insolvency and Bankruptcy Code, 2006, in 2021.
- 11) 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 March 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 ended on December 31, 2025, in terms of the said policies.
- The Subsidy income is recognised based on the notified Gas Pool prices for the time being in force and upon final notification of the prices the escalation / de-escalations are accounted for in the year in which these notifications are issued. During the Current quarter the final Gas Pool price for the year 2023-24 has been notified by GAIL and issued Debit note on 14-10-2025. NFCL recognized increase in Gas Costs by Rs. 1070.58 Lakhs as per Debit Note and correspondingly increased Urea Subsidy by Rs. 845.89 Lakhs for FY 2023-24. Accordingly, the increase in cost of raw material / power and fuel and consequent escalation of the subsidy revenues, respectively, belonging to FY 2023-24 have been accounted during the quarter. As there is no production from 4th June 2024 there is no revenue from Operations to be recognised for the current quarter.
- 12) Dealer Deposit: The Company has dealer deposits in books. Basis reconciliation, negotiation and settlement, the final amount payable / receivable will be finalized.

- 13) The Company has received certain claims from parties for settlement of dues including rentals (totalling to 41,86,02,859). The Company shall account the same
- 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.

By Order of the Board



Rajendra Mohan Gonela  
Director

HYDERABAD  
14th February 2026



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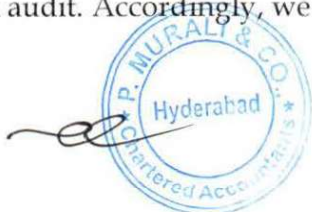
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**Independent Auditor's Review Report on the Quarterly/ Year to date Unaudited Consolidated Financial Results of the Company pursuant to the Regulation 33 of the SEBI (Listing obligations and Disclosure Requirements) Regulations, 2015, as amended.**

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 31 December, 2025 and for the period from 01 April 2025 to 31 December, 2025 ("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”:

#### Relating to “Non Going Concern”:

- a) **Note No. 3:** Consequent to the settlement of Debt and receipt of sale proceeds from sale of core and non-core assets controlled by ACRE, there are no other remaining fixed assets or revenue generating business left with the Company for operations (including land, property plant and equipment) affecting the Going Concern of the Company. Therefore, as the accounts can no longer be prepared on a Going Concern basis, the company’s financials have been prepared on a ‘not a going concern’ basis, reflecting discontinued business operations effective from the quarter ended June 30, 2024. This status continues for the quarter ended December 31, 2025.
- b) **Note No. 4:** Without considering the energy and other claims from the Government, the current liabilities exceed the current assets by Rs. 87,773.06 lakhs.





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- c) **Note No 5:** There are various claims against the company which are in dispute in various forums, courts, appeals, including arbitration awards. Contingent liabilities/claims as on December 31, 2025, amounting to around Rs 1209.43 Crores, are not confirmation of dues but a record of disputes.
- d) **Note No 8:** Given the financial situation NFCL 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, from the net proceeds, NFCL shall use the award as it deems fit after clearing its liabilities.
- e) **Note No 10:** 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.
- f) **Note No 13:** The Company has received certain claims from parties for settlement of dues including rentals (totalling to 41,86,02,859). The Company shall account the same appropriately.





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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 31 December, 2025 and for the period from 01 April 2025 to 31 December, 2025.

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: 26020085TUBAYU9220



Place: Hyderabad  
Date: 14-02-2026

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CIN : L24129TG2006PLC076238



- A. Statement on Deviation or Variation for Proceeds of Public Issue, Rights Issue, Preferential Issue, Qualified Institutions Placement etc. – Not Applicable
  
- B. Format for Disclosing Outstanding Default on Loans and Debt Securities – Not Applicable.
  
- C. Format for Disclosure of Related Party Transactions (applicable only for half-yearly filings i.e., 2nd and 4th quarter) – Not Applicable for this quarter
  
- D. Statement on Impact of Audit Qualifications (For Audit Report with Modified Opinion) Submitted along with Annual Audited Financial Results (Standalone and Consolidated separately) (applicable only for Annual Filing i.e., 4th quarter) - Not Applicable

Thanking you,

Yours Truly,  
For Nagarjuna Fertilizers and Chemicals Limited

  
Sreekanth Chanda  
Company Secretary