

**HDSG & ASSOCIATES**  
**CHARTERED ACCOUNTANTS**  
C-15A, Jangpura Extension,  
New Delhi - 110014

**CHANDIOK & GULIANI**  
**CHARTERED ACCOUNTANTS**  
C-44, Nizamuddin East  
New Delhi - 110013

**INDEPENDENT AUDITORS' REVIEW REPORT**

**TO, THE BOARD OF DIRECTORS OF  
M/S NATIONAL FERTILIZERS LIMITED**

1. We have reviewed the accompanying statement of unaudited financial results of M/s National Fertilizers Ltd., Scope Complex, Lodhi Road, New Delhi for the quarter and half year ended 30<sup>th</sup> September, 2015 except for the disclosures regarding 'Public Shareholding' and 'Promoter and Promoter Group Shareholding' which have been traced from disclosures made by the management and have not been audited by us. This statement is the responsibility of the Company's Management and has been approved by the Board of Directors. Our responsibility is to issue a report on these financial statements based on our review.
2. We conducted our review in accordance with the Standard on Review Engagement (SRE) 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity" issued by Institute of Chartered Accountants of India. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the financial statements are free of material misstatement. A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provide less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.
3. Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying statement of unaudited financial results read with notes thereon, prepared in accordance with applicable accounting standards specified under section 133 of the Companies Act, 2013 read with Rule 7 of the Companies (Accounts) Rule, 2014 and other recognized accounting practices and policies generally accepted in India, has not disclosed the information required to be disclosed in terms of Clause 41 of the Listing Agreement including the manner in which it is to be disclosed, or that it contains any material misstatement.

For, HDSG & ASSOCIATES  
Chartered Accountants  
Firm Regd. No. 002871N

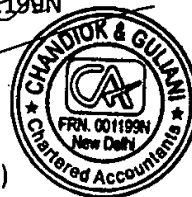
(Harbir Gulati)  
Partner  
(M. No 084072)



Place: New Delhi  
Date: 12.11.2015

For, CHANDIOK & GULIANI  
Chartered Accountants  
Firm Regd. No. 001199N

(V. K. Lalla)  
Partner  
(M. No. 080847)



**NATIONAL FERTILIZERS LIMITED**  
(A Government of India Undertaking)  
CIN-L74899DL1974GOI007417

Regd. Office: SCOPE Complex, Core-III, 7-Institutional Area,  
Lodhi Road, New Delhi - 110 003  
www.nationalfertilizers.com

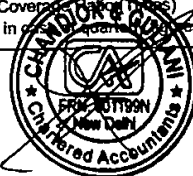
**UNAUDITED FINANCIAL RESULTS FOR THE QUARTER/HALF YEAR ENDED 30<sup>TH</sup> SEPTEMBER, 2015.**

**PART I**

(₹ in Lakhs)

S. No.	Particulars	Quarter ended			Half year ended		Year ended
		30.09.2015	30.06.2015	30.09.2014	30.09.2015	30.09.2014	31.03.2015
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
1	<b>Income from operations</b>						
	(a) Gross Sales (Includes fertilizers subsidy)	226019	155281	233038	381300	449915	855320
	Less: Excise Duty	849	798	793	1647	1571	3351
	Net Sales	225170	154483	232245	379653	448344	851969
	(b) Other Operating Income	407	231	118	638	239	522
	<b>Total Income from operations (a+b)</b>	<b>225577</b>	<b>154714</b>	<b>232363</b>	<b>380291</b>	<b>448583</b>	<b>852491</b>
2	<b>Expenses</b>						
	(a) Cost of materials consumed	102329	84889	113848	187218	233140	434841
	(b) Purchases of stock-in-trade	17794	154	3	17948	203	1424
	(c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	(4548)	(18551)	5787	(23099)	(1369)	8431
	(d) Employee benefits expense	11576	10949	12131	22525	22874	47544
	(e) Power & Fuel	66577	56233	67666	122810	135923	259328
	(f) Depreciation and amortisation expense	1876	2259	2635	4135	4493	7256
	(g) Other expenses	15486	14874	16313	30360	31516	62744
	<b>Total expenses (a to g)</b>	<b>211090</b>	<b>150807</b>	<b>218383</b>	<b>361897</b>	<b>426780</b>	<b>821568</b>
3	<b>Profit/ (Loss) from operations before other income, finance cost and exceptional items (1-2)</b>	<b>14487</b>	<b>3907</b>	<b>13980</b>	<b>18394</b>	<b>21803</b>	<b>30923</b>
4	<b>Other Income</b>	592	625	809	1217	1412	3685
5	<b>Profit/ (Loss) from ordinary activities before finance costs and exceptional items (3+4)</b>	<b>15079</b>	<b>4532</b>	<b>14789</b>	<b>19611</b>	<b>23215</b>	<b>34608</b>
6	<b>Finance costs</b>	4010	6585	6393	10595	12239	30136
7	<b>Profit/ (Loss) from ordinary activities after finance costs but before exceptional items (5-6)</b>	<b>11069</b>	<b>(2053)</b>	<b>8396</b>	<b>9016</b>	<b>10976</b>	<b>4472</b>
8	<b>Exceptional items</b>						
9	<b>Profit/ (Loss) from ordinary activities before tax (7-8)</b>	<b>11069</b>	<b>(2053)</b>	<b>8396</b>	<b>9016</b>	<b>10976</b>	<b>4472</b>
10	<b>Tax expenses</b>						
	(a) Current tax	1929			1929		1080
	(b) Deferred tax (Assets)/Liabilities	3720	(774)	2221	2946	2999	768
	(c) Earlier Years'	10			10		
	<b>Total (a to c)</b>	<b>5659</b>	<b>(774)</b>	<b>2221</b>	<b>4885</b>	<b>2999</b>	<b>1848</b>
11	<b>Net Profit/ (Loss) from ordinary activities after tax (9-10)</b>	<b>5410</b>	<b>(1279)</b>	<b>6175</b>	<b>4131</b>	<b>7977</b>	<b>2624</b>
12	<b>Extraordinary items (net of tax expense)</b>						
13	<b>Net Profit/ (Loss) for the period (11 - 12)</b>	<b>5410</b>	<b>(1279)</b>	<b>6175</b>	<b>4131</b>	<b>7977</b>	<b>2624</b>
14	<b>Paid-up equity share capital</b> (Face value of each share - ₹ 10)	49058	49058	49058	49058	49058	49058
15	<b>Paid-up Debt capital (Bonds)</b>	4016	7028	7028	4016	7028	7028
16	<b>Reserves excluding Revaluation Reserves (as per Balance Sheet of previous accounting year)</b>						99042
17	<b>Debenture/Bond Redemption Reserve</b>						1757
18 i	<b>Earning Per Share (before extraordinary items) (of ₹10 each) *</b>						
	(a) Basic	1.10	(0.26)	1.26	0.84	1.63	0.53
	(b) Diluted	1.10	(0.26)	1.26	0.84	1.63	0.53
18 ii	<b>Earning Per Share (after extraordinary items) (of ₹10 each) *</b>						
	(a) Basic	1.10	(0.26)	1.26	0.84	1.63	0.53
	(b) Diluted	1.10	(0.26)	1.26	0.84	1.63	0.53
19	<b>Debt : Equity Ratio</b>				1.13:1	1.51:1	3.65:1
20	<b>Debt Service Coverage Ratio (Times)</b>				1.60	1.75	0.89
21	<b>Interest Service Coverage Ratio (Times)</b>				2.24	2.26	1.39

\* Not annualised in





MINISTRY OF AGRICULTURE  
GOVERNMENT OF INDIA

# PART II

S. No.	Particulars	Quarter ended			Half year ended		Year ended
		30.09.2015	30.06.2015	30.09.2014	30.09.2015	30.09.2014	31.03.2015
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
<b>A</b>	<b>PARTICULARS OF SHARE HOLDING</b>						
1	Public Share holding						
	- Number of Shares	50462108	50462108	50462108	50462108	50462108	50462108
	- Percentage of Shareholding	10.29	10.29	10.29	10.29	10.29	10.29
2	Promoters and Promoter Group Shareholding						
a)	Pledged/Encumbered						
	- Number of shares	-	-	-	-	-	-
	- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	-	-	-	-	-	-
	- Percentage of shares (as a % of the total share capital of the company)	-	-	-	-	-	-
b)	Non-encumbered						
	- Number of shares	440116292	440116292	440116292	440116292	440116292	440116292
	- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	100	100	100	100	100	100
	- Percentage of shares (as a % of the total share capital of the company)	89.71	89.71	89.71	89.71	89.71	89.71
	Particulars	Quarter ended 30 <sup>th</sup> September, 2015					
<b>B</b>	<b>INVESTORS COMPLAINTS</b>						
	Pending at the beginning of the quarter			Nil			
	Received during the quarter			9			
	Disposed off during the quarter			Nil			
	Remaining unresolved at the end of the quarter			Nil			

## Notes :-

- Department of Fertilizers notified New Urea Policy for urea manufacturing units on 25<sup>th</sup> May 2015 effective from 1<sup>st</sup> June 2015 and impact on the concession rates of urea has been considered in the financial results in terms of the policy.
- Pursuant to implementation of Pooling of Gas for Fertilizer (Urea) Sector w.e.f. 1<sup>st</sup> June, 2015, uniform pool gas price as notified by Pool Operator (GAIL) for June-15 and July-15 and on provisional basis for Aug-15 and Sep-15 has been considered, pending notification of final uniform pool gas price.
- Consequent to the order of Delhi High Court on 14<sup>th</sup> May, 2015 giving interim measure in response to the petition filed by FAI for recognition of Marketing Margin on RIL gas used in Urea, Company has taken credit of ₹ 155.21 lakhs towards subsidy income during the half year ended 30<sup>th</sup> September, 2015 pending final settlement by DOF.
- Gross sales and purchases of stock-in-trade includes Gas of ₹ 2829.52 lakhs sold to M/s GAIL, purchased from M/s RIL, in the state of Andhra Pradesh w.e.f. 1<sup>st</sup> August, 2015 under revenue neutral Gas Swapping arrangement pursuant to the OM No. 12014/6/2013-FPP dated 16<sup>th</sup> July, 2015 issued by Department of Fertilizers.
- Ratios have been computed as follows:  
(i) Debt Equity Ratio = Total Borrowings (excluding borrowings for conversion from Feedstock Fuel Oil to Natural Gas projects as same is reimbursable under the GoI policy) / Shareholders' Funds  
(ii) Debt Service Coverage Ratio = Profit before interest, depreciation and tax / (Interest expenses + Long term loan re-payments)  
(iii) Interest Service Coverage Ratio = Profit before interest, depreciation and tax / Interest expenses
- Auditors have carried out the Limited Review of the financial results for the quarter ended 30<sup>th</sup> September, 2015. The Financial Results for the quarter/half year ended 30<sup>th</sup> September, 2015 were reviewed by the Audit Committee and were approved by the Board of Directors in their meeting held on 12<sup>th</sup> November, 2015.
- Previous periods/years figures have been re-grouped/re-arranged wherever necessary to correspond to current period.

(RASHI CHANDIOK)  
Director (Finance)  
DIN : 05146544

For & on behalf of  
HDSG. & Associates  
Chartered Accountants  
FRN No. 002871N

(Harbir Gulati)  
Partner  
M.No. 084072

As per our Review Report of Even date attached

(MANOJ MISHRA)  
Chairman & Managing Director  
DIN : 06408953

For & on behalf of  
ChandioK & Gulani  
Chartered Accountants  
FRN No. 001199N

(V. K. Lalla)  
Partner  
M.No. 080847

Place : New Delhi  
Dated: November 12, 2015

**NATIONAL FERTILIZERS LIMITED**  
**CIN-L74899DL1974GOI007417**  
**STATEMENT OF ASSETS AND LIABILITIES AS AT 30<sup>TH</sup> SEPTEMBER, 2015**

(₹ in Lakhs)

Sl No.	Particulars	Half year ended 30 <sup>th</sup> Sep, 2015	Year ended 31 <sup>st</sup> March, 2015
		(Unaudited)	(Audited)
<b>A</b>	<b>EQUITY AND LIABILITIES</b>		
<b>1</b>	<b>Shareholders' Funds</b>		
	(a) Share Capital	49058	49058
	(b) Reserves and Surplus	103173	99042
	<b>Sub-total - Shareholder's funds</b>	<b>152231</b>	<b>148100</b>
<b>2</b>	<b>Deferred Government Grant</b>	<b>328506</b>	<b>337301</b>
<b>3</b>	<b>Non-current liabilities</b>		
	(a) Long-term borrowings	134001	178490
	(b) Other long-term liabilities	3717	3891
	(c) Long-term provisions	18367	18905
	<b>Sub-total - Non current liabilities</b>	<b>156085</b>	<b>201286</b>
<b>4</b>	<b>Current liabilities</b>		
	(a) Short-term borrowings	137840	500227
	(b) Trade payables	55496	17442
	(c) Other current liabilities	135291	132409
	(d) Short-term provisions	8889	8734
	<b>Sub-total - Current liabilities</b>	<b>337516</b>	<b>658812</b>
	<b>TOTAL EQUITY AND LIABILITIES</b>	<b>974338</b>	<b>1345499</b>
<b>B</b>	<b>ASSETS</b>		
<b>1</b>	<b>Non-current assets</b>		
	(a) Fixed assets	438540	448231
	(b) Non-current investments	247	247
	(c) Deferred tax Assets (net)	3824	6770
	(d) Long term loans and advances	3013	3073
	(e) Other non-current assets	119386	159160
	<b>Sub-total - Non-current assets</b>	<b>565010</b>	<b>617481</b>
<b>2</b>	<b>Current assets</b>		
	(a) Inventories	52235	28500
	(b) Trade receivables	245121	502895
	(c) Cash and cash equivalents	1426	522
	(d) Short-term loans and advances	22953	15192
	(e) Other current assets	87593	180909
	<b>Sub-total - Current assets</b>	<b>409328</b>	<b>728018</b>
	<b>TOTAL ASSETS</b>	<b>974338</b>	<b>1345499</b>

  
(RAJIV CHANDIOK)  
Director (Finance)  
DIN : 05146544

  
(MANOJ MISHRA)  
Chairman & Managing Director  
DIN : 06408953


As per our Review Report of Even date attached

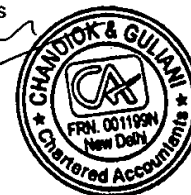
For & on behalf of  
HDSG. & Associates  
Chartered Accountants  
FRN No. 002871N

For & on behalf of  
Chandioke & Guliani  
Chartered Accountants  
FRN No. 001199N

  
(Harbir Gulati)  
Partner  
M.No. 084072



  
(V.K. Lalla)  
Partner  
M.No. 080847



Place : New Delhi  
Dated: Novemebr 12, 2015

**NATIONAL FERTILIZERS LIMITED**  
CIN-L74899DL1974GOI007417  
**UNAUDITED SEGMENT-WISE REVENUE, RESULTS AND CAPITAL EMPLOYED**  
**FOR THE QUARTER/HALF YEAR ENDED 30<sup>TH</sup> SEPTEMBER, 2015**

PARTICULARS	Quarter ended			Half year ended		Year ended
	30.09.2015	30.06.2015	30.09.2014	30.09.2015	30.09.2014	31.03.2015
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
<b>1. Segment Revenue (Net Sales)</b>						
Urea	215365	151300	229825	366665	443564	839939
Other Products	9805	3708	2669	13513	5029	14269
Less : Inter Segment Revenue	0	525	249	525	249	2239
<b>Total Segment Revenue</b>	<b>225170</b>	<b>154483</b>	<b>232245</b>	<b>379653</b>	<b>448344</b>	<b>851969</b>
<b>2. Segment Results</b>						
Urea	15215	4525	15726	19740	25042	38590
Other Products	363	578	(87)	941	(233)	(202)
<b>Total Segment Results</b>	<b>15578</b>	<b>5103</b>	<b>15639</b>	<b>20681</b>	<b>24809</b>	<b>38388</b>
Less: Unallocable Expenses (Net of unallocable income)	499	571	850	1070	1594	3780
Less : Interest expenses	4010	6585	6393	10595	12239	30136
<b>Profit / (Loss) Before Tax</b>	<b>11069</b>	<b>(2053)</b>	<b>8396</b>	<b>9016</b>	<b>10976</b>	<b>4472</b>
<b>3. Capital Employed</b>						
Urea	488326	546236	618935	488326	618935	882125
Other Products	11414	11672	12404	11414	12404	11645
Unallocable	(347509)	(411087)	(476770)	(347509)	(476770)	(745670)
<b>Total Capital Employed</b>	<b>152231</b>	<b>146821</b>	<b>154569</b>	<b>152231</b>	<b>154569</b>	<b>148100</b>

Note :-

Company's primary business segments are 'Urea' & 'Other Products' (which include 'Industrial Products', 'Traded Goods' and 'Bio Fertilizers') and are reportable segments under 'Accounting Standard-17 on Segment Reporting' issued by the Institute of Chartered Accountants of India. The operations of the Company are conducted within India and thus there is no reportable Geographical Segment.

  
(RAJIV CHANDIOK)  
Director (Finance)  
DIN : 05146544

  
(MANOJ MISHRA)  
Chairman & Managing Director  
DIN : 06408953

As per our Review Report of Even date attached

For & on behalf of  
HDSG. & Associates  
Chartered Accountants  
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(Harbir Gulati)  
Partner  
M.No. 084072



  
(V. K. Lalla)  
Partner  
M.No. 080847



Place : New Delhi  
Dated: November 12, 2015