



## DEEPAK FERTILISERS AND PETROCHEMICALS CORPORATION LIMITED

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CIN: L24121MH1979PLC021360

PART I							(Rs. in Lacs)
STATEMENT OF STAND-ALONE UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND HALF YEAR ENDED 30.09.2015							
Sr. No.	Particulars	Quarter Ended			Six Months Ended		Year Ended
		30.09.2015	30.06.2015	30.09.2014	30.09.2015	30.09.2014	31.03.2015
	(Refer Notes Below)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
1	<b>Income from Operations</b>						
	(a) Net Sales/Income from Operations (Net of excise duty)	1,04,091	1,06,515	1,01,156	2,10,806	1,95,100	3,68,358
	(b) Other Income from Operations (incl. realty income)	756	703	575	1,459	1,134	2,819
	<b>Total Income from Operations (net)</b>	<b>1,04,847</b>	<b>1,07,218</b>	<b>1,01,730</b>	<b>2,12,265</b>	<b>1,96,234</b>	<b>3,71,177</b>
2	<b>Expenses</b>						
	(a) Cost of Materials consumed	35,545	34,416	31,923	69,961	69,121	1,39,464
	(b) Purchases of stock-in-trade	54,461	76,471	42,624	1,30,932	88,441	1,59,580
	(c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	(9,221)	(27,178)	9,128	(36,309)	(4,189)	(7,257)
	(d) Employee benefits expense	4,377	4,113	3,306	8,490	7,230	14,268
	(e) Depreciation and amortisation expense	2,958	2,930	2,741	5,888	5,752	11,731
	(f) Other expenses	10,406	10,088	8,657	20,474	19,068	35,351
	<b>Total expenses</b>	<b>98,526</b>	<b>1,00,820</b>	<b>98,377</b>	<b>1,99,346</b>	<b>1,85,423</b>	<b>3,53,137</b>
3	<b>Profit/(Loss) from Operations before other income, finance costs &amp; exceptional items (1-2)</b>	<b>6,321</b>	<b>6,398</b>	<b>3,353</b>	<b>12,719</b>	<b>10,811</b>	<b>18,040</b>
4	<b>Other Income</b>	335	3,317	913	3,652	1,830	3,828
5	<b>Profit/(Loss) from ordinary activities before finance costs and exceptional items (3+4)</b>	<b>6,656</b>	<b>9,715</b>	<b>4,266</b>	<b>16,371</b>	<b>12,641</b>	<b>21,868</b>
6	<b>Finance costs</b>	3,170	3,181	2,996	6,351	5,570	11,011
7	<b>Profit/(Loss) from ordinary activities after finance costs but before exceptional items (5-6)</b>	<b>3,486</b>	<b>6,534</b>	<b>1,270</b>	<b>10,020</b>	<b>6,871</b>	<b>10,857</b>
8	<b>Exceptional items (cost of voluntary retirement at Talaja plant)</b>	-	-	-	-	-	35
9	<b>Profit/(Loss) from ordinary activities before tax (7-8)</b>	<b>3,486</b>	<b>6,534</b>	<b>1,270</b>	<b>10,020</b>	<b>6,871</b>	<b>10,822</b>
10	<b>Tax expense</b>	845	2,001	268	2,946	1,884	2,987
11	<b>Net Profit/(Loss) from ordinary activities after tax (9-10)</b>	<b>2,641</b>	<b>4,533</b>	<b>1,002</b>	<b>7,174</b>	<b>4,987</b>	<b>7,835</b>
12	<b>Extraordinary items (net of tax expense of Rs. Nil)</b>	-	-	-	-	-	-
13	<b>Net Profit / (Loss) for the period (11+12)</b>	<b>2,641</b>	<b>4,533</b>	<b>1,002</b>	<b>7,174</b>	<b>4,987</b>	<b>7,835</b>
14	<b>Share of profit / (loss) of associates</b>	-	-	-	-	-	-
15	<b>Minority interest</b>	-	-	-	-	-	-
16	<b>Net Profit / (Loss) after taxes, minority interest and share of profit / (loss) of associates (13+14+15)</b>	<b>2,641</b>	<b>4,533</b>	<b>1,002</b>	<b>7,174</b>	<b>4,987</b>	<b>7,835</b>
17	<b>Paid-up Equity Share Capital (Face Value of Rs.10/- each)</b>	8,820	8,820	8,820	8,820	8,820	8,820
18	<b>Paid-up Debt Capital (Listed Debentures)</b>	-	-	-	38,333	46,667	43,333
19	<b>Reserve excluding Revaluation Reserves</b>	-	-	-	-	-	1,35,562
20	<b>Debenture Redemption Reserve</b>	-	-	-	8,104	8,104	8,104
21.i	<b>Earnings Per Share (EPS) (before extraordinary items) (face value of Rs.10 Each) (not annualised)</b>						
	(a) Basic (In Rs.)	2.99	5.14	1.14	8.13	5.65	8.88
	(b) Diluted (In Rs.)	2.99	5.14	1.14	8.13	5.65	8.88
21.ii	<b>Earnings Per Share (EPS) (after Extraordinary items) (face value of Rs.10 Each) (not annualised)</b>						
	(a) Basic (In Rs.)	2.99	5.14	1.14	8.13	5.65	8.88
	(b) Diluted (In Rs.)	2.99	5.14	1.14	8.13	5.65	8.88
22	<b>Debt Equity Ratio</b>				0.40	0.51	0.47
23	<b>Debt Service Coverage Ratio (DSCR)</b>				1.53	1.49	1.34
24	<b>Interest Service Coverage Ratio (ISCR)</b>				3.50	3.27	3.05

PART II		SELECT INFORMATION FOR THE QUARTER AND HALF YEAR ENDED					
Sr. No.	Particulars	Quarter Ended			Six Months Ended		Year Ended
		30.09.2015	30.06.2015	30.09.2014	30.09.2015	30.09.2014	
<b>A</b>	<b>PARTICULARS OF SHAREHOLDING</b>						
1	Public Shareholding						
	- Number of Shares	4,34,44,870	4,34,44,870	4,81,03,855	4,34,44,870	4,81,03,855	4,41,44,870
	- Percentage of Shareholding	49.25	49.25	54.54	49.25	54.54	50.05
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	4,47,60,073	4,47,60,073	4,01,01,088	4,47,60,073	4,01,01,088	4,40,60,073
	- Percentage of Shares (as a % of the total shareholding of Promoter and Promoter group)	100.00	100.00	100.00	100.00	100.00	100.00
	- Percentage of shares (as a % of the total share capital of the Company)	50.75	50.75	45.46	50.75	45.46	49.98

Particulars		For the Quarter Ended 30.09.2015
<b>B</b>	<b>INVESTOR COMPLAINTS</b>	
	Pending at the beginning of the quarter	0
	Received during the quarter	0
	Disposed of during the quarter	0
	Remaining unresolved at the end of the quarter	0

**Notes:**

- The above unaudited financial results for the quarter and half year ended 30th September, 2015 have been subjected to a limited review by the statutory auditors of the Company. These results were reviewed by the Audit Committee. The Board of Directors at its meeting held on 5th November, 2015 approved the same.
- The domestic gas supply to the Company was stopped effective 15th May, 2014 pursuant to an order of Ministry of Petroleum and Natural Gas (MoPNG). On challenge of the order of MoPNG by the Company, Single Judge of Delhi High Court vide order dated 7th July, 2015 directed the Government to resume supply of gas to the Company. On further challenge by Government as well as Company, the Division Bench of Delhi High Court vide its Order dated 19th October, 2015, reconfirmed the direction to the Government to resume gas supply. However the gas supply is yet to be resumed.
- The release of fertiliser subsidy by Government has been suspended since June 2014 ( aggregating Rs.518 crores as on 30th September 2015, net of Rs.35.16 crores released against Bank Guarantee), pending finalisation of guidelines for recovery of undue gains, if any, arising on supply of natural gas to P&K fertiliser units. The Company, being of the view that withholding of subsidy is contrary to the Nutrient Based Subsidy Policy, arbitrary and discriminatory, has challenged it by moving Bombay High Court where hearing is in progress. In the absence of any decision in this regard, financial impact, if any, on this account is not quantifiable.
- The Board of Directors of the Company has approved a Scheme of Amalgamation (The Scheme) of SCM Solitert Limited, a wholly owned subsidiary, with the Company at its meeting held on 5th November 2015. The appointed date for the proposed Scheme is 1st April, 2015. The Scheme is subject to the sanction of Honorable High Court and other requisite approvals and will be given effect to in the financial results upon receiving the said sanction/approvals.
- Other income for the quarter ended 30th June, 2015 and six months ended 30th September, 2015 includes dividend of Rs. 2,750 Lacs received from wholly owned subsidiary SCM Solitert Limited.
- Previous period's figures have been reclassified wherever necessary to conform to current period's classifications.
- Ratios have been computed as follows:
  - Debt Equity Ratio= (Aggregate of Long Term Debts and Deferred Tax Liability) / (Shareholders Funds less Misc. Expenditure to the extent not written off).
  - DSCR= (Earnings before Interest, Depreciation and Tax)/ (Long Term Loan principal repaid+ Interest Expenses).
  - ISCR= (Earnings before Interest, Depreciation and Tax)/ (Interest Expenses).

## STAND-ALONE SEGMENT-WISE REVENUE, RESULTS AND CAPITAL EMPLOYED

Sr. No.	Particulars	Quarter Ended					Year Ended 31.03.2015 (Audited)
		Quarter Ended			Six Months Ended		
		30.09.2015 (Unaudited)	30.06.2015 (Unaudited)	30.09.2014 (Unaudited)	30.09.2015 (Unaudited)	30.09.2014 (Unaudited)	
1	<b>Segment Revenue</b>						
	(a) Chemicals						
	Manufactured	48,375	46,838	42,911	95,213	89,135	1,88,843
	Traded	21,569	22,792	24,451	44,361	45,931	80,932
	<b>Total</b>	<b>69,944</b>	<b>69,630</b>	<b>67,362</b>	<b>1,39,574</b>	<b>1,35,066</b>	<b>2,69,775</b>
	(b) Fertilisers						
	Manufactured	14,063	2,858	1,286	16,721	14,832	16,582
	Traded	25,504	35,405	33,828	60,909	48,751	87,525
	<b>Total</b>	<b>39,567</b>	<b>38,063</b>	<b>34,914</b>	<b>77,630</b>	<b>63,583</b>	<b>1,04,107</b>
	(c) Realty	269	249	194	518	373	824
	(d) Others	290	290	265	580	614	703
	<b>Total</b>	<b>1,10,070</b>	<b>1,08,232</b>	<b>1,02,635</b>	<b>2,18,302</b>	<b>1,99,836</b>	<b>3,75,409</b>
	Less: Inter Segment Revenue	5,223	1,014	905	6,237	8,402	4,232
	<b>Net Sales/Income from Operations</b>	<b>1,04,847</b>	<b>1,07,218</b>	<b>1,01,730</b>	<b>2,12,065</b>	<b>1,96,234</b>	<b>3,71,177</b>
2	<b>Segment profit / (loss) before tax interest</b>						
	from ordinary Activities						
	(a) Chemicals	9,674	7,594	4,773	17,268	12,375	25,313
	(b) Fertilisers	(271)	1,410	665	1,139	3,344	2,488
	(c) Realty	(502)	(420)	(394)	(922)	(900)	(1,720)
	(d) Others	203	202	182	405	434	319
	<b>Total</b>	<b>9,104</b>	<b>8,786</b>	<b>5,226</b>	<b>17,890</b>	<b>15,253</b>	<b>26,400</b>
	Less: i) Interest	3,170	3,181	2,996	6,351	5,570	11,011
	ii) Other unallocable expenditure net of unallocable income	2,448	(929)	980	1,519	2,812	4,567
	<b>Total Profit Before Tax</b>	<b>3,486</b>	<b>6,534</b>	<b>1,270</b>	<b>10,020</b>	<b>6,871</b>	<b>10,822</b>
3	<b>Capital Employed</b>						
	(a) Chemicals	1,46,311	1,44,654	1,54,258	1,46,311	1,54,258	1,49,868
	(b) Fertilisers	81,828	81,500	28,863	81,828	28,863	38,989
	(c) Realty	24,189	24,418	25,078	24,189	25,078	24,522
	(d) Others	2,944	2,976	3,147	2,944	3,147	2,774
	(e) Unallocated assets/ (liabilities) net of borrowings	(95,612)	(76,529)	(57,638)	(95,612)	(57,636)	(63,667)
	<b>Total</b>	<b>1,59,660</b>	<b>1,57,019</b>	<b>1,53,710</b>	<b>1,59,660</b>	<b>1,53,710</b>	<b>1,52,486</b>

Sr. NO.	Particulars	(Rs. in Lacs)	
		As on 30.09.2015 (Unaudited)	As on 31.03.2015 (Audited)
<b>A</b>	<b>EQUITY AND LIABILITIES</b>		
1	<b>Shareholders' funds</b>		
	(a) Share Capital	8,820	8,820
	(b) Reserves and Surplus	1,50,840	1,43,666
	<b>Sub total- Shareholders' funds</b>	<b>1,59,660</b>	<b>1,52,486</b>
2	<b>Non-current liabilities</b>		
	(a) Long term borrowings	29,264	33,854
	(b) Deferred tax liabilities (net)	12,191	12,449
	(c) Other long term liabilities	14	82
	(d) Long-term provisions	2,976	2,610
	<b>Sub-total - Non-current liabilities</b>	<b>44,445</b>	<b>48,995</b>
3	<b>Current liabilities</b>		
	(a) Short-term borrowings	1,35,018	78,511
	(b) Trade payables	34,908	23,064
	(c) Other current liabilities	43,246	38,032
	(d) Short-term provisions	1,897	5,283
	<b>Sub-total - Current liabilities</b>	<b>2,15,069</b>	<b>1,44,890</b>
	<b>TOTAL - EQUITY AND LIABILITIES</b>	<b>4,19,174</b>	<b>3,46,371</b>
<b>B</b>	<b>ASSETS</b>		
1	<b>Non-current assets</b>		
	(a) Fixed assets	1,52,537	1,49,118
	(b) Non-current investments	10,819	10,818
	(c) Long-term loans and advances	7,999	6,656
	(d) Other non-current assets	-	195
	<b>Sub-total - Non-current assets</b>	<b>1,71,355</b>	<b>1,66,787</b>
2	<b>Current assets</b>		
	(a) Current investments	4,081	19,325
	(b) Inventories	76,051	40,296
	(c) Trade receivables (Includes subsidy receivable Rs. 51,824.49 Lacs for 30th September, 2015 and Rs. 33,498.73 as on 31 <sup>st</sup> March,2015)	1,43,638	93,525
	(d) Cash and cash equivalents	3,953	3,836
	(e) Short-term loans and advances	19,101	20,971
	(f) Other current assets	995	1,631
	<b>Sub-total - Current assets</b>	<b>2,47,819</b>	<b>1,79,584</b>
	<b>TOTAL - ASSETS</b>	<b>4,19,174</b>	<b>3,46,371</b>

For DEEPAK FERTILISERS  
AND PETROCHEMICALS CORP. LTD.

Place : Mumbai  
Date : 05th November, 2015

*S. C. Mehta*  
S. C. MEHTA  
Chairman and Managing Director

**B. K. KHARE & Co.**

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The Board of Directors  
Deepak Fertilisers and Petrochemicals Corporation Limited

Limited Review Report on Standalone Financial Results for the quarter and six months ended 30<sup>th</sup> September 2015

1. We have reviewed the Standalone Financial Results for the quarter and six months ended 30<sup>th</sup> September 2015 which are included in the accompanying Statement of Unaudited Financial Results for the quarter and six months ended 30<sup>th</sup> September 2015 (the "Statement") of Deepak Fertilisers and Petrochemicals Corporation Limited ("the Company") 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 the Statement 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 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 financial statements are free of material misstatement. A review is limited primarily to inquiries of Company's personnel and analytical procedures applied to financial data and thus provides 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 prepared in accordance with the Accounting Standards specified under section 133 of the Companies Act, 2013 read with Rule 7 of the Companies (Accounts) Rules, 2014 (as amended) and other recognised accounting practices and policies 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.
4. We draw attention to note no. 2 and 3 of the Statement which describes the uncertainty related to the outcome of supply of natural gas and related matters. Our conclusion is not qualified in respect of this matter.

For and on behalf of

**B. K. Khare & Co.**

Chartered Accountants

FRN: 105102W

*Naresh Kumar Kataria*

**Naresh Kumar Kataria**

Partner

M. No. 037825

Mumbai

Dated: November 5, 2015

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DEEPAK FERTILISERS  
AND PETROCHEMICALS  
CORPORATION LIMITED

PRESS RELEASE

**DEEPAK FERTILISERS announces its Q2 results, records substantial growth in volumes**

**Mumbai/Pune, November 5, 2015:** Deepak Fertilisers And Petrochemicals Corporation Ltd (DFPCL) today announced its financial results for the quarter ended September 30, 2015 (Q2 FY16).

The total income of the Company, remained flat with a marginal growth of 3% to Rs. 1048.47 crores for the quarter ended on 30<sup>th</sup> September, 2015 (Q2 FY 16) from Rs. 1017.30 crores in the corresponding quarter of the previous financial year (Q2 FY15). Profit before tax recorded a growth of 174% to Rs. 34.86 crores in Q2 FY 16 from Rs. 12.70 crores in Q2 FY15 and Profit after tax stood at Rs. 26.41 crores in Q2 FY 16 as against Rs. 10.02 crores in Q2 FY 15. Growth in profit is mainly due to higher volumes and improved margins in the chemical business.

The chemicals segment registered revenues at Rs. 699.44 crores in Q2 FY 16 from Rs. 672.62 crores in Q2 FY15. Despite the fall in global prices of IPA and other traded products, with increased volumes, the Company was able to maintain its topline. Margins in manufactured products showed improvement during the quarter. The acids business and Technical Ammonium Nitrate (TAN) recorded a substantial growth in volumes as compared to previous year same quarter. Profit for the chemicals segment stood at Rs. 96.74 crores in Q2 FY 16 as against Rs. 47.73 crores in Q2 FY 15.

The Company, based on various requests from farmer cooperatives and ministries, in Q1 FY16 restarted production of its flagship product Mahadhan Mahapower 24:24:00 by using RLNG. Thus, there is substantial growth in the manufactured products in the current quarter, whereas due to low rainfall, the volumes of traded fertilizers decreased. Revenues for the quarter stood at Rs. 395.67 cores in Q2 FY16 as against Rs. 349.14 cores in Q2 FY 15. While contributing to fixed cost, overall, the segment recorded a loss at Rs. 2.71 crores during the quarter under review as against Rs.6.65 crores achieved in Q2 FY 15 arising out of non-availability of domestic gas. As mentioned above, drought like situation in its core command areas also resulted in subdued volumes and overall margins of the segment.

The Government is yet to resume the supply of domestic gas to the Company, though both the single judge order dated 07.07.2015 and the divisional bench order dated 19.10.2015 of the Hon'ble High Court of Delhi, acknowledged the fact that the discontinuation of supply of domestic gas was discriminatory and arbitrary and have directed restoration of gas supplies.

Based on sustainability and optimizing usage of water resources, during October 2015, on the auspicious day of Dassera, Company launched a water soluble fertilizer under the brand Mahadhan Amruta Smart. Amongst the other water soluble fertilizers available in the market which are largely imported, blended and priced steeply, Mahadhan Smart is the first indigenously manufactured complex water soluble fertilizer and has been rightly priced to make it more affordable for the farmers. With sub-optimal monsoon predicted in Maharashtra for the next five years, this product is expected to become the next flagship product of the Company after Mahadhan Mahapower 24:24:00.



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CORPORATION LIMITED

**Mr. Sailesh C. Mehta, Chairman & Managing Director – DFPCL, said:** *"The quarter witnessed sizeable increase in volumes, though poor monsoons, volatility in foreign exchange and fall in global commodity prices largely impacted the business operation. We are optimistic about our performance in the quarters to come and are hopeful that the resumption of domestic gas and the upcoming Rabi season will be the positive factors."*

**For further information, please contact:**

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