

M. L. PURI & CO.
CHARTERED ACCOUNTANTS
407, New Delhi House, 27 Barakhamba Road
New Delhi - 110001

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

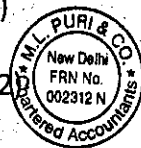
INDEPENDENT AUDITORS' REVIEW REPORT

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 30th September, 2014 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 and other recognized 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.

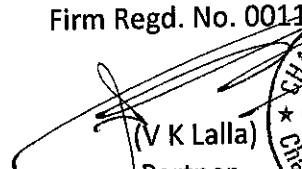
For, M. L. PURI & CO.
Chartered Accountants
Firm Regd. No.02312N

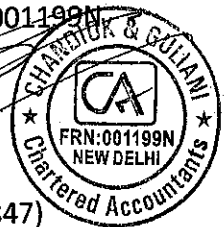

(Navin Bansal)
Partner
(M. No 091922)



Place: New Delhi
Date: 13 Nov, 2014

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


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



NATIONAL FERTILIZERS LIMITED

CIN-L74899DL1974GOI007417

(A Government of India Undertaking)

Regd. Office: SCOPE Complex, Core-III, 7-Institutional Area,

Lodhi Road, New Delhi - 110 003

CIN.L74899DL1974GOI007417

www.nationalfertilizers.com



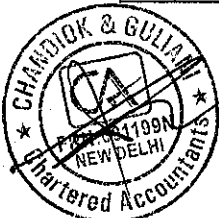
UNAUDITED FINANCIAL RESULTS FOR THE QUARTER/HALF YEAR ENDED 30th SEPTEMBER, 2014

PART I

(₹ in Lakhs)

S. No.	Particulars	Quarter ended			Half Year ended		Year ended
		30 th September 2014	30 th June, 2014	30 th September 2013	30 th September 2014	30 th September 2013	31 st March, 2014
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
1	Income from operations						
	(a) Gross Sales (Includes fertilizers subsidy)	233038	216877	201831	449915	357257	804276
	Less: Excise Duty	793	778	708	1571	1203	2573
	Net Sales	232245	216099	201123	448344	356054	801703
	(b) Other Operating Income	118	121	281	239	368	1206
	Total Income from operations (a+b)	232363	216220	201404	448583	356422	802909
2	Expenses						
	(a) Cost of materials consumed	113848	119292	110023	233140	188624	435839
	(b) Purchase of stock-in-trade	3	200	632	203	2231	3075
	(c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	5787	(7156)	(1804)	(1369)	3178	6773
	(d) Employee benefits expense	12131	10743	10844	22874	21175	41742
	(e) Power & Fuel	67666	68257	63204	135923	111510	242377
	(f) Depreciation and amortisation expense	2635	1858	3493	4493	6705	12917
	(g) Other expenses	16313	15203	15949	31516	31251	59236
	Total expenses (a to g)	218383	208397	202341	426780	364674	801959
3	Profit/ (Loss) from operations before other income, finance cost and exceptional items (1-2)	13980	7823	(937)	21803	(8252)	950
4	Other Income	809	603	784	1412	1509	3323
5	Profit/ (Loss) from ordinary activities before finance costs and exceptional items (3+4)	14789	8426	(153)	23215	(6743)	4273
6	Finance costs	6393	5846	3937	12239	8759	20389
7	Profit/ (Loss) from ordinary activities after finance costs but before exceptional items (5-6)	8396	2580	(4090)	10976	(15502)	(16116)
8	Exceptional items	-	-	-	-	-	-
9	Profit/ (Loss) from ordinary activities before tax (7-8)	8396	2580	(4090)	10976	(15502)	(16116)
10	Tax expenses						
	(a) Current tax	-	-	-	-	-	-
	(b) Deferred tax (Assets)/Liabilities	2221	778	(1500)	2999	(5209)	(7152)
	(c) Earlier Years'	-	-	-	-	-	7
	Total (a to c)	2221	778	(1500)	2999	(5209)	(7145)
11	Net Profit/ (Loss) from ordinary activities after tax (9-10)	6175	1802	(2590)	7977	(10293)	(8971)
12	Extraordinary items (net of tax expense)	-	-	-	-	-	-
13	Net Profit/ (Loss) for the period (11 - 12)	6175	1802	(2590)	7977	(10293)	(8971)
14	Paid-up equity share capital (Face value of each share - ₹ 10)	49058	49058	49058	49058	49058	49058
15	Paid-up Debt capital (Bonds)	7028	10040	10040	7028	10040	10040
16	Reserves excluding Revaluation Reserves (as per Balance Sheet of previous accounting year)						100341
17	Debenture/Bond Redemption Reserve						2510
18 i	Earning Per Share (before extraordinary items) (of ₹ 10 each) *						
	(a) Basic	1.26	0.37	(0.53)	1.63	(2.10)	(1.83)
	(b) Diluted	1.26	0.37	(0.53)	1.63	(2.10)	(1.83)
18 ii	Earning Per Share (after extraordinary items) (of ₹ 10 each) *						
	(a) Basic	1.26	0.37	(0.53)	1.63	(2.10)	(1.83)
	(b) Diluted	1.26	0.37	(0.53)	1.63	(2.10)	(1.83)
19	Debt : Equity Ratio				1.51:1	1.62:1	1.78:1
20	Debt Service Coverage Ratio (Times)				1.75	(0.01)	0.66
21	Interest Service Coverage Ratio (Times)				2.26	(0.01)	0.85

* Not annualised in case of quarterly/half yearly figures



dohal

Neeru Aherol

PART II

S. No.	Particulars	Quarter ended			Half Year ended		Year ended
		30 th September 2014	30 th June, 2014	30 th September 2013	30 th September 2014	30 th September 2013	31 st March, 2014
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
A	PARTICULARS OF SHARE HOLDING						
1	Public Share holding						
	- Number of Shares	50462109	50462109	49057840	50462109	49057840	49057840
	- Percentage of Shareholding	10.29	10.29	10.00	10.29	10.00	10.00
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	440116291	440116291	441520560	440116291	441520560	441520560
	- 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	90.00	89.71	90.00	90.00

B	Particulars	Quarter ended 30 th September 2014	
	INVESTORS COMPLAINTS		
	Pending at the beginning of the quarter		-
	Received during the quarter		46
	Disposed off during the quarter		46
	Remaining unresolved at the end of the quarter		-

Notes :-

- Department of Fertilizers has notified Modified New Pricing Scheme (NPS) –III policy for urea manufacturing units on 2nd April 2014. In terms of the policy, impact on the concession rates of urea for Nangal, Panipat, Bathinda, Vijaipur-I & II units has been considered in the financial results for the half year ended September-2014.
- Gross Sales for the quarter and half year ended 30th September, 2014 includes subsidy pertaining to reimbursement of Purchase Tax of ₹ 73.61 crore for the period 1st April 2003 to 31st March 2006 at Vijaipur units, notified during the quarter ended 30th September 2014.
- Effective from 1st April, 2014, the Company has charged depreciation based on the remaining useful life of the assets as per the requirements of Schedule-II of the Companies Act, 2013. Consequent to this, depreciation accounted in the quarter and half year ended 30th September, 2014 in the financial results is lower by ₹ 1115.82 lakh & ₹ 2082.25 lakh respectively. In case of assets whose useful lives have ended, the carrying value, net of residual value, as at 1st April 2014 amounting to ₹ 2806.52 lakhs (net of deferred tax) has been adjusted to the opening reserves as on 1st April 2014 pursuant to the provisions of Schedule-II of Companies Act 2013.
- Ratios have been computed as follows:
 - 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
 - Debt Service Coverage Ratio = Profit before interest, depreciation and tax / (Interest expenses + Long term loan re-payments)
 - Interest Service Coverage Ratio = Profit before interest, depreciation and tax / Interest expenses
- Previous periods/years figures have been re-grouped/re-arranged wherever necessary to correspond to current period.
- Auditors have carried out the Limited Review of the financial results for the quarter ended 30th September, 2014. The Financial Results for the quarter ended 30th September, 2014 were reviewed by the Audit Committee and were approved and adopted by the Board of Directors in their meeting held on 13th November, 2014.

Sunil Bhatia
(Sunil Bhatia)

General Manager (F&A) I/c

Neeru Abrol
(Neeru Abrol)

Chairperson & Managing Director
DIN : 01279485

As per our Review Report of Even date attached

For & on behalf of
M. L. Puri & Co
Chartered Accountants
FRN No. 002312N

(Navin Bansal)
Partner
M.No. 081922

New Delhi
002312 N
Chartered Accountants

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

(V. K. Lalla)
Partner
M.No. 08084

New Delhi
Chartered Accountants

Place : New Delhi
Dated: November 13, 2014

NATIONAL FERTILIZERS LIMITED
CIN-L74899DL1974GOI007417

STATEMENT OF ASSETS AND LIABILITIES AS AT 30th SEPTEMBER, 2014

(₹ in Lakhs)

Sl No.	Particulars	Half year ended 30 th Sep, 2014	Year ended 31 st March, 2014
		(Unaudited)	(Audited)
A	EQUITY AND LIABILITIES		
1	Shareholders' Funds		
	(a) Share Capital	49058	49058
	(b) Reserves and Surplus	105511	100341
	Sub-total - Shareholder's funds	154569	149399
2	Deferred Income	346011	353673
	(Grant from Government of India)		
3	Non-current liabilities		
	(a) Long-term borrowings	219466	263181
	(b) Other long-term liabilities	4483	4832
	(c) Long-term provisions	16775	16655
	Sub-total - Non current liabilities	240724	284668
4	Current liabilities		
	(a) Short-term borrowings	185190	403919
	(b) Trade payables	40115	36298
	(c) Other current liabilities	143838	142399
	(d) Short-term provisions	5487	4869
	Sub-total - Current liabilities	374630	587485
	TOTAL EQUITY AND LIABILITIES	1115934	1375225
B	ASSETS		
1	Non-current assets		
	(a) Fixed assets	459813	469612
	(b) Non-current investments	3	3
	(c) Deferred tax Assets (net)	4481	6035
	(d) Long term loans and advances	4006	4670
	(e) Other non-current assets	155638	225221
	Sub-total - Non-current assets	623941	705541
2	Current assets		
	(a) Inventories	36049	41825
	(b) Trade receivables	270688	462931
	(c) Cash and cash equivalents	1642	445
	(d) Short-term loans and advances	15508	12986
	(e) Other current assets	168106	151497
	Sub-total - Current assets	491993	669684
	TOTAL ASSETS	1115934	1375225

Sunil Bhatia
(Sunil Bhatia)

General Manager (F&A) I/c

Neeru Abrol
(Neeru Abrol)

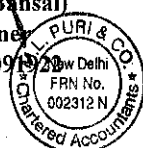
Chairperson & Managing Director
DIN : 01279485

As per our Review Report of Even date attached

For & on behalf of
M. L. Puri & Co
Chartered Accountants
FRN No. 002312N

Navin Bansal
(Navin Bansal)
Partner

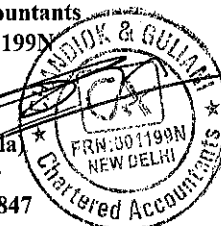
M.No. 091928



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

K. Lalla
(K. Lalla)
Partner

M.No. 080847



Place : New Delhi

Dated: November 13, 2014

NATIONAL FERTILIZERS LIMITED
CIN-L74899DL1974GOI007417
UNAUDITED SEGMENT-WISE REVENUE, RESULTS AND CAPITAL EMPLOYED
FOR THE QUARTER/HALF YEAR ENDED 30th SEPTEMBER 2014

(₹ in lakhs)

Sl No.	PARTICULARS	Quarter ended			Half Year ended		Year ended
		30 th September 2014	30 th June, 2014	30 th September 2013	30 th September 2014	30 th September 2013	31 st March, 2014
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
1.	Segment Revenue (Net Sales)						
	Urea	229825	213739	198875	443564	351228	793083
	Other Products	2669	2360	2248	5029	5495	9289
	Less : Inter Segment Revenue	249	0	0	249	669	669
	Total Segment Revenue	232245	216099	201123	448344	356054	801703
2.	Segment Results						
	Urea	15726	9316	726	25042	(4642)	8704
	Other Products	(87)	(146)	(309)	(233)	(657)	(1955)
	Total Segment Results	15639	9170	417	24809	(5299)	6749
	Less: Unallocable Expenses (Net of unallocable income)	850	744	570	1594	1444	2476
	Less : Interest expenses	6393	5846	3937	12239	8759	20389
	Profit Before Tax	8396	2580	(4090)	10976	(15502)	(16116)
3.	Capital Employed						
	Urea	636580	533322	721502	636580	721502	701855
	Other Products	12404	367	12409	12404	12409	12578
	Unallocable	(494415)	(383022)	(585834)	(494415)	(585834)	(565034)
	Total Capital Employed	154569	150667	148077	154569	148077	149399

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.

Sunil Bhatia
(Sunil Bhatia)
General Manager (F&A) I/c

Neeru Abrol
(Neeru Abrol)
Chairperson & Managing Director
DIN : 01279485

As per our Review Report of Even date attached

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M. L. Puri & Co
Chartered Accountants
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Navin Bansal
(Navin Bansal)
Partner
M.No. 091922



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

V.K. Lalla
(V. K. Lalla)
Partner
M.No. 08084



Place : New Delhi
Dated: November 13, 2014