



GUJARAT STATE FERTILIZERS & CHEMICALS LIMITED

Fertilizernagar - 391 750. Vadodara, Gujarat, INDIA.
CIN : L99999GJ1962PLC001121

NO.SEC/YRL.RES./2016

24th May, 2016

The Corporate Relationship Department BSE Limited 1st Floor, New Trading Ring Rotunda Bldg., P.J.Towers, Dalal Street Fort, MUMBAI - 400 001	The Manager, Listing Department National Stock Exchange of India Ltd. 'Exchange Plaza', C/1, Block G Bandra-Kurla Complex Bandra (East), MUMBAI - 400 051
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SCRIP CODE : 500690

SYMBOL : GSFC

Dear Sirs,

Sub :- Submission of Audited Financial Results for the year ended on 31st March, 2016 under Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements), Regulations, 2015.

As required in terms of the Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements), Regulations, 2015, please find enclosed herewith:

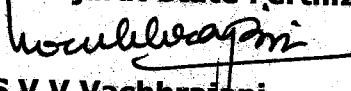
1. Standalone and consolidated Financial Results for the year ended on 31st March, 2016;
2. Independent Auditor's Report submitted by the Statutory Auditors, M/s. Deloitte Haskins & Sells, Chartered Accountants, Vadodara;
3. Form A – for Audit Report with unmodified opinion.

Please find the same in order and kindly take them on your records.

Thanking you,

Yours faithfully,

For Gujarat State Fertilizers & Chemicals Limited


CS V.V. Vachhrajani
Company Secretary &
Vice President (Legal)
E-mail : vishvesh@gsfcltd.com

Encl :- As above

GUJARAT STATE FERTILIZERS & CHEMICALS LTD.
P.O. FERTILIZERNAGAR, DIST. VADODARA - 391750

Statement of Audited (Standalone & Consolidated) Financial Results for the quarter and year ended 31st March, 2016

(₹ in Lakhs)

Particulars	3 months ended	Preceding 3 months ended	Corresponding 3 months ended in previous year	Year ended	Previous year ended	Year ended	Previous year ended
	31/03/2016	31/12/2015	31/03/2015	31/03/2016	31/03/2015	31/03/2016	31/03/2015
	Standalone				Consolidated		
	Audited	Unaudited	Audited	Audited	Audited	Audited	Audited
1 (a) Net Sales / Income from operations (Net of excise duty)	170163	161504	129038	616333	532457	616333	532457
(b) Other Operating Income	-	-	-	-	-	-	-
Total Income from operations (net)	170163	161504	129038	616333	532457	616333	532457
2 Expenses							
a) Cost of materials consumed	74996	94839	67810	313172	292984	313398	293225
b) Purchase of stock-in-trade	3771	9384	1814	74116	33462	73192	32444
c) Changes in inventories of finished goods, work-in-progress and stock in trade	34504	(5704)	10437	(3559)	2082	(3481)	2146
d) Power and Fuel	13597	13391	12370	50688	48840	50708	48854
e) Employee benefits expense	17750	13305	10717	53548	38733	53747	38986
f) Depreciation and amortisation expense	2554	2573	2285	10069	10066	10072	10068
g) Other expenses	18132	18648	15667	67048	57292	67285	57579
Total expenses	165304	146436	121100	565082	483459	564921	483302
3 Profit from operations before other income, finance costs & exceptional items (1-2)	4859	15068	7938	51251	48998	51412	49155
4 Other income	1367	1305	2696	6483	10194	6421	10119
5 Profit from ordinary activities before finance costs and exceptional items (3+4)	6226	16373	10634	57734	59192	57833	59274
6 Finance costs	1201	829	622	3021	1801	3021	1801
7 Profit from ordinary activities before Tax (5-6)	5025	15544	10012	54713	57391	54812	57473
8 Tax Expense	1768	5220	3562	16778	17341	16827	17381
9 Net Profit for the period (7-8)	3257	10324	6450	37935	40050	37985	40092
10 Share of profit/(loss) of Associates	-	-	-	-	-	758	857
11 Net Profit after share of profit of Associates (9-10)	-	-	-	-	-	38743	40949
10 Paid-up equity share capital (Face value of ₹ 2/- per Equity share)	7970	7970	7970	7970	7970	7970	7970
11 Reserves excluding Revaluation Reserves as per balance sheet of previous accounting year	-	-	-	465835	438451	470761	442569
12 Earnings per share (of ₹ 2/-each) (not annaulised):							
a Basic (in ₹)	0.82	2.59	1.62	9.52	10.05	9.72	10.28
b Diluted (in ₹)	0.82	2.59	1.62	9.52	10.05	9.72	10.28

Segment wise Revenue, Results and Capital Employed

(₹ in Lakhs)

1 <u>Segment Revenue</u>							
a) Fertilizer Products	126869	120572	80470	438043	328816	438043	328816
b) Industrial Products	43294	40932	48568	178290	203641	178290	203641
Total	170163	161504	129038	616333	532457	616333	532457
Less : Inter Segment Revenue	0	0	0	0	0	0	0
Net Sales /Income From Operations	170163	161504	129038	616333	532457	616333	532457
2 <u>Segment Result: Profit (+) / Loss (-) before Tax and Finance cost from each Segment</u>							
a) Fertilizer Products	10365	18552	6372	50478	37911	50577	37993
b) Industrial Products	(4016)	(1832)	3967	6033	18623	6033	18623
Total	6349	16720	10339	56511	56534	56610	56616
Less : (i) Finance cost	1201	829	622	3021	1801	3021	1801
: (ii) Other unallocable expenditure	1287	1430	1644	4202	5876	4202	5876
: (iii) Unallocable income	(1164)	(1083)	(1939)	(5425)	(8534)	(5425)	(8534)
Total Profit Before Tax	5025	15544	10012	54713	57391	54812	57473
3 <u>Capital Employed</u> (Segment assets less Segment liabilities)							
a) Fertilizer Products	391572	355407	283003	391572	283003	391717	283147
b) Industrial Products	110965	118089	109591	110965	109591	110965	109591
c) Unallocated	(28732)	7603	53827	(28732)	53827	(23951)	57801
Total	473805	481099	446421	473805	446421	478731	450539



GUJARAT STATE FERTILIZERS & CHEMICALS LTD.
P.O. FERTILIZERNAGAR, DIST. VADODARA - 391750

Statement of Assets and Liabilities

(₹ in Lakhs)

Particulars	Standalone		Consolidated	
	As at	As at	As at	As at
	31-03-2016	31-03-2015	31-03-2016	31-03-2015
	Audited	Audited	Audited	Audited
A EQUITY AND LIABILITIES				
1 Shareholders' funds				
(a) Share capital	7970	7970	7970	7970
(b) Reserves and surplus	465835	438451	470761	442569
Sub-total-Shareholders' funds	473805	446421	478731	450539
2 Non-current liabilities				
(a) Long-term borrowings	10613	19195	10613	19195
(b) Deferred tax liabilities (net)	25587	27615	25599	27615
(c) Long-term provisions	22282	17472	22282	17472
Sub-total-Non-current liabilities	58482	64282	58494	64282
3 Current liabilities				
(a) Short-term borrowings	108422	51068	108422	51068
(b) Trade payables	56113	34735	56379	35291
(c) Other current liabilities	30327	20427	30445	20520
(d) Short-term provisions	33122	28313	33122	28313
Sub-total- Current liabilities	227984	134543	228368	135192
TOTAL-EQUITY AND LIABILITIES	760271	645246	765593	650013
B ASSETS				
1 Non-current assets				
(a) Fixed assets	236140	221781	236564	221938
(b) Non-current investments	88790	85773	93367	89792
(c) Long-term loans and advances	22037	23929	22090	23961
(d) Other non-current assets	3881	3840	3881	3840
Sub-total- Non-current assets	350848	335323	355902	339531
2 Current assets				
(a) Inventories	62684	63192	62801	63402
(b) Trade receivables	330818	193028	330818	193028
(c) Cash and cash equivalents	4033	35499	4173	35836
(d) Short-term loans and advances	5403	8415	5409	8422
(e) Other current assets	6485	9789	6490	9794
Sub-total- Current assets	409423	309923	409691	310482
TOTAL-ASSETS	760271	645246	765593	650013

Notes :

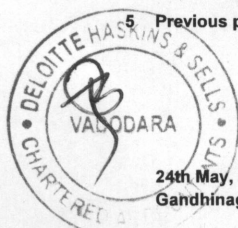
- The Board of Directors have recommended a dividend of ₹ 2.20 per Equity Share of ₹ 2/- each (110%).
- The Company believes that since (i) its finished product Ammonium Sulphate (AS) is specifically covered in the Nutrient Based Subsidy (NBS) Policy No. 23011/1/2010-MPR dtd. 4/3/2010 right from inception of the NBS Policy w.e.f. 01.04.2010, (ii) it has been allowed to upload various data in FMS site of DoF, and (iii) It has submitted Movement Plan from the beginning and has been paid subsidy for the period from April 2010 to November 2011, there is no ground for removing AS from the NBS. The only other manufacturer FACT is getting subsidy on AS. Thus, such removal has been done in an arbitrary and discriminatory manner. The Company has already obtained stay against recovery of the AS subsidy from Hon'ble Delhi High Court in April 2013 and presently, the matter is pending with DoF to examine the company's representations based on orders of the Court from time to time. The Company is hopeful of amicable settlement of the matter and hence has recorded the subsidy as revenue.

The details of the subsidy accounted are as under:

Particulars	Quarter ended			Year ended	
	31-03-16	31-12-15	31-03-15	31-03-16	31-03-15
Ammonium Sulphate Subsidy Accounted	5464	4583	4657	18836	17853

Trade receivables as at March 31, 2016 includes outstanding for Ammonium Sulphate Subsidy of Rs 84375 lakhs (as at March 31, 2015 Rs 65490 lakhs).

- The financial results for the year ended 31-03-2016 have been audited by the Statutory Auditors of the Company. The figures of the last quarter are the balancing figures in respect of the full financial year and the published year to date figures up to the third quarter of the current financial year.
- The above financial results have been reviewed by the Finance-Cum-Audit Committee and approved by the Board of Directors at their meetings held on 21st and 24th May, 2016 respectively
- Previous period Figures have been regrouped wherever necessary.



24th May, 2016
Gandhinagar

By order of the Board of Directors

A M TIWARI
Managing Director



INDEPENDENT AUDITOR'S REPORT TO THE BOARD OF DIRECTORS OF GUJARAT STATE FERTILIZERS & CHEMICALS LIMITED

1. We have audited the accompanying Statement of Standalone Financial Results of **GUJARAT STATE FERTILIZERS & CHEMICALS LIMITED** ("the Company") for the year ended March 31, 2016 ("the Statement"), being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. This Statement, which is the responsibility of the Company's Management and approved by the Board of Directors, has been prepared on the basis of the related financial statements which is in accordance with the Accounting Standards prescribed under Section 133 of the Companies Act, 2013, as applicable and other accounting principles generally accepted in India. Our responsibility is to express an opinion on the Statement.
2. We conducted our audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the Statement is free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the Statement. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the Statement, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Company's preparation and fair presentation of the Statement in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Management, as well as evaluating the overall presentation of the Statement.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

3. In our opinion and to the best of our information and according to the explanations given to us, the Statement:
 - (i) is presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015; and

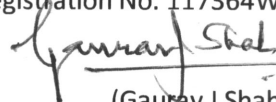


- (ii) gives a true and fair view in conformity with the aforesaid Accounting Standards and other accounting principles generally accepted in India, of the net profit and other financial information of the Company for the year ended March 31, 2016.
4. The Statement includes the results for the quarter ended March 31, 2016 being the balancing figures between audited figures in respect of the full financial year and the published year to date figures up to the third quarter of the current financial year, which were subjected to limited review by us.
5. We draw attention to Note 2 to the financial results regarding the basis on which the Company has continued to recognise revenue of Rs. 18,836 lakhs for the current year (Previous year Rs. 17,853 lakhs) and trade receivables of Rs. 84,375 lakhs as at March 31, 2016 (as at March 31, 2015 Rs. 65,490 lakhs) in respect of subsidy on Ammonium Sulphate as stated in the note, till ultimate outcome of the matter, which is pending with the Department of Fertilizers to examine the Company's representations as per the orders of the Honourable Delhi High Court.

Our report is not qualified in respect of this matter.



For Deloitte Haskins & Sells
Chartered Accountants
(Firm's Registration No. 117364W)


(Gaurav J Shah)
(Partner)
(Membership No. 35701)

Place: Gandhinagar
Date: May 24, 2016

INDEPENDENT AUDITOR'S REPORT TO THE BOARD OF DIRECTORS OF GUJARAT STATE FERTILIZERS & CHEMICALS LIMITED

1. We have audited the accompanying Statement of Consolidated Financial Results of **GUJARAT STATE FERTILIZERS & CHEMICALS LIMITED** ("the Holding Company") and its subsidiary (the Holding Company and its subsidiary together referred to as "the Group"), and its share of the profit of its associates for the year ended March 31, 2016 ("the Statement"), being submitted by the Holding Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. This Statement, which is the responsibility of the Holding Company's Management and approved by the Board of Directors, has been prepared on the basis of the related consolidated financial statements which is in accordance with the Accounting Standards, prescribed under Section 133 of the Companies Act, 2013, as applicable, and other accounting principles generally accepted in India. Our responsibility is to express an opinion on the Statement.
2. We conducted our audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the Statement is free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the Statement. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the Statement, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Holding Company's preparation and fair presentation of the Statement in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Holding Company's internal control. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Management, as well as evaluating the overall presentation of the Statement.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.



3. We did not audit the financial statements of one subsidiary included in the consolidated financial results, whose financial statements reflect total assets of Rs. 841 lakhs as at March 31, 2016, total revenues of Rs. 9 lakhs for the year ended March 31, 2016, and total loss after tax of Rs. 1,178 lakhs for the year ended March 31, 2016, as considered in the consolidated financial results. These financial statements have been audited by other auditors whose report has 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 this subsidiary, is based solely on the report of the other auditors.
4. In our opinion and to the best of our information and according to the explanations given to us, and based on the consideration of the report of the other auditors referred to in paragraph 3 above, the Statement:
- a. includes the results of the one subsidiary GSFC Agrotech Limited
 - b. is presented in accordance with the requirements of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015; and
 - c. gives a true and fair view in conformity with the aforesaid Accounting Standards and other accounting principles generally accepted in India of the consolidated net profit and other financial information of the Group for the year ended March 31, 2016.
5. The consolidated financial results also includes the Group's share of profit after tax of Rs. 758 lakhs for the year ended March 31, 2016, as considered in the consolidated financial results, in respect of two associates, based on their unaudited financial statements/ financial information. Our opinion on the Statement, in so far as it relates to the amounts and disclosures included in respect of these associates, is based solely on such unaudited financial statements/financial information. In our opinion and according to the information and explanations given to us by the Management, these financial statements / financial information are not material to the Group.

Our opinion on the Statement is not modified in respect of our reliance on the financial statements / financial information certified by the Management.

6. In respect of investment in one associate valued at Rs. Nil in the standalone financial statements of the Company, no adjustments have been made in the consolidated financial statements as at March 31, 2016 as the financial statements of this associate was not available.

Our opinion on the Statement is not modified in respect of this matter.

7. We draw attention to Note 2 to the consolidated financial results regarding the basis on which the Company has continued to recognise revenue of Rs. 18,836 lakhs for the current year (Previous year Rs. 17,853 lakhs) and trade receivables of Rs. 84,375 lakhs as at March 31, 2016 (as at March 31, 2015 Rs. 65,490 lakhs) in respect of subsidy on

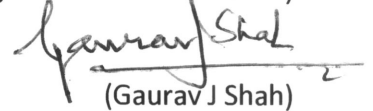


Ammonium Sulphate as stated in the note, till ultimate outcome of the matter, which is pending with the Department of Fertilizers to examine the Company's representations as per the orders of the Honourable Delhi High Court.

Our report is not qualified in respect of this matter.



For Deloitte Haskins & Sells
Chartered Accountants
(Firm's Registration No. 117364W)



(Gaurav J Shah)
(Partner)
(Membership No. 35701)

Place: Gandhinagar
Date: May 24, 2016

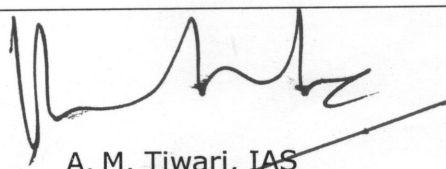
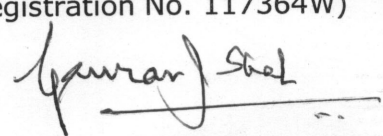


GUJARAT STATE FERTILIZERS & CHEMICALS LIMITED

Fertilizernagar - 391 750. Vadodara, Gujarat, INDIA.

CIN : L99999GJ1962PLC001121

Form A (for audit report with unmodified opinion) along with Financial Results

1.	Name of the Company	Gujarat State Fertilizers & Chemicals Limited
2.	Annual Financial Statements for the year ended	31st March, 2016
3.	Type of Audit Observation	☒ Unmodified/ Emphasis of Matter
4.	Frequency of observation	Not applicable
5.	To be signed by-	
	• CEO/ Managing Director	 A. M. Tiwari, IAS Managing Director DIN: 02986260
	• CFO	 V. D. Nanavaty Sr. Vice President (Finance) & CFO For Deloitte Haskins & Sells Chartered Accountants, Vadodara (Firm Registration No. 117364W)
	• Auditor of the Company	 Gaurav J Shah Partner (Membership No.35701)
	• Audit Committee Chairman	 D. C. Anjaria Director & Chairman of Audit Committee DIN: 00008639

Ph. : (0) +91-265-2242451, 2242651, 2242751, 2242641

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ISO 9001, ISO 14001, OHSAS 18001 & ISO 50001 Certified Company