



एम.एफ.एल. **मद्रास फ़र्टिलाइज़र्स लिमिटेड**
Madras Fertilizers Limited
(भारत सरकार का उपक्रम / A Government of India Undertaking)

पोस्ट बैग सं. 2, मणलि, चेन्ने - 600 068. भारत दूर : 2594 1001 / फ़ैक्स सं.: 044-25941010
Post Bag No. 2, Manali, Chennai - 600 068. INDIA. Tel : 2594 1001 / Fax No. 044 25941010
कार्मिक/ Per 25945210 संयंत्र / Plant 25941133 विप./ Mktg 25941285 वित्त/Fin 25941072
Website: www.madrasfert.co.in email: gmpasec@madrasfert.co.in
CIN: L32201TN1966GO1005469 GSTIN - 33AAACM5198E1ZK



CS/NSE/2024/1238
August 14, 2024

Listing Department
National Stock Exchange of India Ltd
Exchange Plaza 5th Floor,
Plot No.C/1, "G" Block
Bandra Kurla Complex
Bandra (E), Mumbai – 400 051

Dear Sirs,

Sub: Outcome of the Board Meeting in accordance with the SEBI
(Listing Obligations and Disclosure Requirements) Regulations, 2015

Pursuant to Regulations 30 and 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the outcome of the Board Meeting held today i.e., 14th August 2024 is as given below:
The Meeting commences at 12 noon and ended at 3.45 PM.

Unaudited Financial Results for the quarter and period ended June 2024 and Auditors Report	Board approved the Unaudited Financial Results for the quarter and period ended June 2024 as recommended by the Audit Committee. Unaudited Financial Results and Limited Review Report of Auditors are enclosed.
Appointment of Company Secretary & Compliance Officer	Board approved the appointment of Shri J Srinivasa Saravanan, as Company Secretary & Compliance Officer of the Company in place of Mrs Padmavathy, Compliance Officer as recommended by the recommendation of Nomination & Remuneration Committee (NRC). Brief Profile of Shri J Srinivasa Saravanan is enclosed.
Appointment of Chief Financial Officer	Board approved the appointment of Shri A Madhan Mohan, General Manager – Finance & Accounts (Addl. Charge) as Chief Financial Officer (CFO) as recommended by the NRC. Brief Profile of Shri A Madhan Mohan is enclosed.

This is for your information and record.

Very truly yours


Manoj Kumar Jain
Chairman & Managing Director

मनोज कुमार जैन / MANOJ KUMAR JAIN
अध्यक्ष एवं प्रबंध निदेशक
Chairman and Managing Director
मद्रास फ़र्टिलाइज़र्स लिमिटेड
MADRAS FERTILIZERS LIMITED
मणलि / Manali / चेन्ने / Chennai - 600 068.

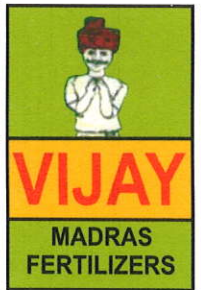
Enc: a/a



मद्रास फ़र्टिलाइज़र्स लिमिटेड Madras Fertilizers Limited

(भारत सरकार का उपक्रम / A Government of India Undertaking)

पोस्ट बैग सं. 2, मणलि, चेन्नै - 600 068. भारत दूर : 2594 1001 / फ़ैक्स सं.: 044-25941010
Post Bag No. 2, Manali, Chennai - 600 068. INDIA. Tel : 2594 1001 / Fax No. 044 25941010
कार्मिक/ Per 25945210 संयंत्र / Plant 25941133 विप./ Mktg 25941285 वित्त/Fin 25941072
Website: www.madrasfert.co.in email: gmpasec@madrasfert.co.in
CIN: L32201TN1966GO1005469 GSTIN - 33AAACM5198E1ZK



MADRAS FERTILIZERS LIMITED
(A Govt. of India Undertaking)
Regd. Office : Manali, Chennai 600 068

Part I		Statement of Unaudited Results for the Quarter ended 30-06-2024				(₹ in lakhs)
Sl.No.		Quarter ended	Quarter ended	Quarter ended	Year ended	
		30-06-2024 Unaudited	31-03-2024 Audited	30-06-2023 Unaudited	31-03-2024 Audited	
1	Income from Operations					
	(a) Revenue from operations	65,515	75,848	52,864	2,22,842	
	(b) Other income	869	2,152	395	4,426	
	Total income	66,384	78,000	53,259	2,27,268	
2	Expenses					
	(a) Cost of Materials consumed	36,232	50,590	42,180	1,64,894	
	(b) Purchase of stock-in-trade	189	195	258	1,095	
	(c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	(4,392)	1,844	(1,055)	(3,456)	
	(d) Operating and Maintenance Expenses	23,125	8,708	10,168	35,692	
	(e) Employee benefits expense	3,327	2,652	2,544	10,230	
	(f) Finance cost	1,707	2,419	1,824	7,221	
	(g) Depreciation and amortization expense	300	128	300	1,029	
	(h) Other expenses	487	2,635	480	4,377	
	Total expenses	60,975	69,171	56,699	2,21,082	
3	Profit / (Loss) before exceptional items and tax (1-2)	5,409	8,829	(3,440)	6,186	
4	Exceptional items		632		(4,999)	
5	Profit/ (Loss) before tax (3+4)	5,409	9,461	(3,440)	1,187	
6	Tax Expense					
	(a) Current Tax	1,361	500		500	
	(b) Earlier Years Tax		39		39	
	(c) Deferred Tax	-	92	-	92	
7	Profit / (Loss) for the period (5-6)	4,048	8,830	(3,440)	556	
8	Other comprehensive income for the period					
	(a) (i) Items that will not be reclassified to profit or loss		85	11,752	11,844	
	(ii) Income tax relating to items that will not be reclassified to profit or loss	-	-	-	-	
	(b) (i) Items that will be reclassified to profit or loss	-	-	-	-	
	(ii) Income tax relating to items that will be reclassified to profit or loss	-	-	-	-	
	Other comprehensive income for the period	-	85	11,752	11,844	
	(c) Tax(Expenses)/benefit on above		20	(2,754)	(2,665)	
	Total Other comprehensive income	-	105	8,998	9,179	
9	Total comprehensive income for the period (7+8)	4,048	8,935	5,558	9,735	
10	Earnings Per Share (of ₹ /- each) (not annualised):					
	- (a) Basic	2.51	5.48	(2.14)	0.35	
	- (b) Diluted	2.51	5.48	(2.14)	0.35	
11	Paid-up equity share capital (Face Value ₹ 10 per Share)	16,110	16,110	16,110	16,110	

For CHANDRAN & RAMAN
CHARTERED ACCOUNTANTS
REGISTRATION No.: 000571S

(S. PATTABIRAMAN)
PARTNER
M. No.: 14309



ADHAN MOHAN
FINANCIAL OFFICER
MADRAS FERTILIZERS LIMITED
MANALI, CHENNAI-600 068

मनोज कुमार जैन / MANOJ KUMAR JAIN
अध्यक्ष एवं प्रबंध निदेशक
Chairman and Managing Director
मद्रास फ़र्टिलाइज़र्स लिमिटेड
MADRAS FERTILIZERS LIMITED
मणलि / Manali / चेन्नै / Chennai - 600 068.

Dated 14.8.2024

Notes:

- 1 The above financial results have been reviewed by the Audit Committee and approved by the Board of Directors at their meeting held on 14th August 2024. The results for the Quarter ended 30th June 2024 have been subjected to Limited Review by the Statutory Auditors.
- 2 Financial results have been prepared in accordance with the recognition and measurement principles laid down in the Ind AS 34 "Interim Financial Reporting" prescribed under Section 133 of the Companies Act, 2013. The interim financial results are prepared and presented in accordance with the significant accounting policies and methods as adopted in the audited financial statements for the quarter ended 30th June, 2024.
- 3 During the quarter ending Jun 30, 2024, there was a shut-down of plants as detailed hereunder:

Plant	Number of days	Reason
Ammonia Plant	0	
Urea Plant	1.5	Ammonia plant K1604 3 rd disch U/S flange leak.
Complex Fertilizer Plants	Entire quarter	Problem in procurement of raw material

- 4 Fertilizer manufacture is the only main business segment and trading operations are less than 10% of the total revenue. Further, the Company is engaged in providing and selling its products in single economic environment in India i.e., there is a single geographical segment. Hence, there is no requirement of segment reporting for the Company as per Ind AS 108 (Segment Reporting).
- 5 The revenue from operations includes a sum of Rs.59495 Lakhs consisting of:
 - a. Rs.58031 Lakhs towards subsidy for Neem coated Urea and
 - b. Rs.1464 Lakhs for freight subsidy.

The subsidy eligible for Neem coated urea has been arrived at by the Company in accordance with policy parameters framed by GoI. The rate adopted by the Company for accounting the subsidy claim amounting to Rs 45691 per MT. The said rate is subject to variation upon final determination of rates by GoI under new pricing scheme. The impact on the variation of subsidy rate will be given effect to in the accounts as and when the same is communicated by GoI.

For CHANDRAN & RAMAN
CHARTERED ACCOUNTANTS
REGISTRATION No.: 000571S

(S. PATTABIRAMAN)
PARTNER
M. No:14309



A. MADHAN MOHAN
CHIEF FINANCIAL OFFICER
MADRAS FERTILIZERS LIMITED
MANALI, CHENNAI-600 068.

मनोज कुमार जैन / MANOJ KUMAR JAIN
अध्यक्ष एवं प्रबंध निदेशक
Chairman and Managing Director
मद्रास फर्टिलाइजर्स लिमिटेड
MADRAS FERTILIZERS LIMITED
मणालि / Manali / चेन्नै / Chennai-600 068.

- 6 The Company has defaulted in the repayment of principal of Rs.55424 Lakhs and interest of Rs. 88921 Lakhs in respect of loans availed from GoI. The proposal of restructuring the said loan with GOI is under progress.
- 7 The provision for liability towards gratuity, post-retirement benefits, leave encashment and depreciation has been made on an estimated basis
- 8 Provision for income tax has been made on an estimated basis on the profits for the quarter.
- 9 GST department has passed orders for the following years and has raised a demand of Rs.19067 Lakhs on the Company.

Financial Year	Notice dated	Amount (Rs Lakhs)
2017-18	07-06-2023	166
2018-19	12-06-2023	10,221
2019-20	13-06-2023	8,680
		19,067

The Company has filed writ petitions contesting the liability of Rs.18901 Lakhs and has filed an Appeal in the appropriate appellate forum for contesting the liability of Rs.166 lakhs. Pending the outcome of the Writ / Appeal proceedings, no provision has been considered necessary for the above demand of Rs.19067 Lakhs.

- 10 On completion of the reconciliation of ITC as reflected in the books of accounts and with relevant statutory records under GST regulations for the FYs 2020-21, 2021-22 and 2022-23, the Company has identified ₹ 13.78 Cr being the loss arising out of ineligibility to claim the ITC due to non-compliance with the GST regulation on the part of the certain vendors / contractors. In the opinion of the Management the said sum of ₹ 13.78 Cr is recoverable from the said vendors / contractors since, the parties are mostly regular vendors/suppliers of the Company and accordingly the said sum is considered as claims recoverable and grouped under Other Current Assets. The management is in the process of taking efforts to recover the said sum and pending the outcome of the measures taken for recovery, no provision has been considered necessary in the accounts for the said sum by the management.
- 11 A sum of Rs 37.57 Cr is retained as provision for the probable omission / errors which might come to light on the completion of the reconciliation of the figures of Input Tax Credit between books of accounts and Electronic Credit Ledger for the FY 2017-18, 2018-19 & 2019-20.

For CHANDRAN & RAMAN
CHARTERED ACCOUNTANTS
REGISTRATION No.: 000571S

(S. PATTABIRAMAN)
PARTNER
M. No: 14309



A. MADHAN MOHAN
CHIEF FINANCIAL OFFICER
MADRAS FERTILIZERS LIMITED
MANALI, CHENNAI-600 068

MANOJ KUMAR JAIN / MANOJ KUMAR JAIN
अध्यक्ष एवं प्रबंध निदेशक
Chairman and Managing Director
मद्रास फर्टिलाइजर्स लिमिटेड
MADRAS FERTILIZERS LIMITED
मणलि / Manali / चेन्नै / Chennai - 600 068.

3

- 12 The approval of wage revision applicable for Non-Supervisory employees is pending with DoF, and hence no provision has been made for liability, if any, for the same in the accounts for the quarter.
- 13 The figures for the previous periods have been re-grouped, wherever necessary, so as to conform to the current period's classification.

For **CHANDRAN & RAMAN**
CHARTERED ACCOUNTANTS
REGISTRATION No.:000571S


(S. PATTABIRAMAN)
PARTNER
M. No:14309

Date :,14.08.2024

Place : Chennai




A. MADHAN MOHAN
CHIEF FINANCIAL OFFICER
MADRAS FERTILIZERS LIMITED
MANALI, CHENNAI-600 068.

By order of the Board



Manoj Kumar Jain
Chairman & Managing Director
(DIN 10690782)

मनोज कुमार जैन / MANOJ KUMAR JAIN
अध्यक्ष एवं प्रबंध निदेशक
Chairman and Managing Director
मद्रास फर्टिलाइजर्स लिमिटेड
MADRAS FERTILIZERS LIMITED
मणालि / Manali / चेन्नै / Chennai-600 068.

(ii) As mentioned in Note 11, reconciliation of ITC figures between the books and the electronic credit ledger for the FY 2017-18, 2018-19 and 2019-20 are pending as on Jun 30, 2024. As stated in the said note, company holds adhoc provision of Rs 37.57 Cr to meet any shortfall, if any, that may arise on the completion of the reconciliation for the years as stated above. We are unable to express our opinion as to the impact on the non-reconciliation of ITC on the financial results of the company and also on the adequacy or otherwise, of the provision held by the company to meet the shortfall that may arise.

5. Qualified Conclusion: Based on our review, with the exception of the matter described in the preceding paragraph, nothing has come to our attention that causes us to believe that the accompanying interim financial information prepared in accordance with recognition and measurement principle laid down in the applicable Indian Accounting Standards specified under section 133 of the Companies Act, 2013 as amended, read with relevant rules issued there under and other recognized accounting practices and policies, information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure requirements) Regulations, 2015, or that it contains any material misstatement.

6. **Emphasis of Matter**

We draw attention to:

- (i) Note no: 5 annexed to the accounts regarding recognition of subsidy of Rs. 59495 Lakhs under Revenue from operations for the quarter ended June 30, 2024. As stated in the note, the rate adopted by the Company for arriving at said subsidy income is subject to variation upon final determination of rates by GOI under new pricing scheme. The impact on the variation of subsidy rate if any will be given effect to in the accounts as and when the final approved rate is communicated by Gol.
- (ii) Note no: 9 regarding the demand raised by GST department amounting to Rs.19066 Lakhs, which is being contested by the Company through Writ / Appeal proceedings.

Our conclusion is not modified in respect of the above matters.

For CHANDRAN & RAMAN
Chartered Accountants
Firm Registration No: 000571S

(S Pattabiraman)

Partner

Membership No: 014309

UDIN: 24014309BKELAO8366



Place: Chennai

Date: 14.08.2024

Independent Auditor's Limited Review Report on the Unaudited Financial Results of the Company for the Quarter Ended June 30, 2024

To

The Board of Directors,
Madras Fertilizers Limited,
Chennai – 600 008.

1. We have reviewed the accompanying Statement of Unaudited Financial Results ("the Statement") of Madras Fertilizers Limited ("the Company") for the quarter ended 30th June, 2024.
2. This Statement which is the responsibility of the Company's Management and approved by the Board of Directors has been prepared in accordance with the recognition and measurement principles laid down in the Indian Accounting Standard 34 "Interim Financial Reporting" (IndAS 34), prescribed under Section 133 of the Companies Act, 2013 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 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 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 analytical and other review 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.
4. Basis for Qualified Conclusion:
 - (i) Attention is invited to Note 10 of the quarterly results regarding no provision being made in the accounts for sum of Rs.13.78 crores. As explained in the said note, the sum represents amount considered as recoverable from suppliers / contractors by the company, being the amount of Input Tax Credit (ITC) having become unavailable for set-off against the GST liability on account of non-compliance with the GST regulations on the part of the said suppliers / contractors. The company could not obtain confirmation from the said suppliers / contractors confirming their liability to the company for the payment of the said sum, and hence, in our opinion the said sum is required to be provided in full. The non provisioning of the above sum of Rs 13.78 Cr has resulted in overstatement of profits for the quarter by the said sum.



Brief Profile of Shri J Srinivasa Saravanan

Name	Mr J Srinivasa Saravanan
Designation	Company Secretary & Compliance Officer
Date of Appointment	14/08/2024
Reason for the change in appointment	Mr J Srinivasa Saravanan has been appointed as Company Secretary, Key Managerial Personnel and Compliance Officer of the Company in place of S Padmavathy, Dy. Manager – Finance & Compliance Officer of the Company.
Brief Profile	J Srinivasa Saravanan is a Post Graduate in Corporate Secretaryship and an Associate Member of Institute of Company Secretaries of India (A 26095) Having an experience of 12 years as Company Secretary in State PSU.
Disclosure of relationship with Directors	NA

BRIEF PROFILE OF SHRI A MADHAN MOHAN

Name	A Madhan Mohan
Designation	Chief Financial Officer
Date of Appointment	14.08.2024
Terms of Appointment	As per rules of the Company
Brief Profile	<p>Shri A Madhan Mohan has rich experience of around 33 years in various positions in HPCL & MFL. He handled various assignments which include Projects, Maintenance & Commercial and he has also been the Head of Department of Maintenance & Commercial for a long period.</p> <p>He is an Engineering Graduate in Electrical & Electronics and holds MBA degree with specialization in Finance.</p>
Disclosure of Relationship between Directors and Debarred from holding the office of Director pursuant to any SEBI order or order of any other such authority (in case of appointment of a Director)	N.A