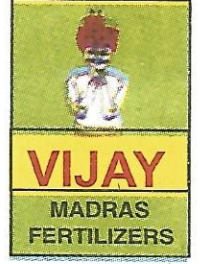




मद्रास फ़र्टिलाइज़र्स लिमिटेड
Madras Fertilizers Limited
(भारत सरकार का उपक्रम / A Government of India Undertaking)

पोस्ट बैग सं. 2, मणलि, चेन्नै - 600 068. भारत. दूर : 25941001 / 25941201 (10 लाइनें)
Post Bag No. 2, Manali, Chennai - 600 068. INDIA. Tel : 25941001 / 25941201 (10 lines)
फैक्स / Fax : कार्मिक / Per. 25941010 संयंत्र / Plant 25940005 विप. / Mktg. 25941862
विप. / Fin. 25943033 ई-मेल / E-mail : mfl@madrasfert.nic.in Website : www.madrasfert.nic.in



CS/NSE/2015/660
May 29, 2015

Mr K Hari
Asst Vice President
National Stock Exchange of India Ltd
Plot No.C/I "G" Block
Bandara Kurla Complex
Bandra (E)
Mumbai – 400 051

Fax No : 022 – 26598237 / 38

Dear Sir,

Sub: **Audited Financial Results for the period ended March 31, 2015**

Pursuant to the Listing Agreement, we enclose herewith a copy of Audited Financial Results for the period ended March 31, 2015 for your information and records.

Very truly yours

V Muralidharan
Company Secretary

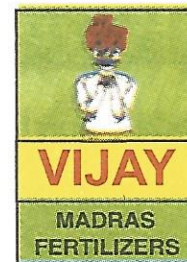
Encl: a.a.



मद्रास फ़र्टिलाइज़र्स लिमिटेड Madras Fertilizers Limited

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

पोस्ट बैग सं. 2, मणालि, चेन्नै - 600 068. भारत. दूर : 25941001 / 25941201 (10 लाइनें)
Post Bag No. 2, Manali, Chennai - 600 068, INDIA. Tel : 25941001 / 25941201 (10 lines)
फ़ैक्स / Fax : कार्मिक / Per. 25941010 संयंत्र / Plant 25940005 विप. / Mktg. 25941862
वित्त / Fin 25943033 ई-मेल / E-mail : mfi@madrasfert.nic.in Website : www.madrasfert.nic.in



MADRAS FERTILIZERS LIMITED
(A Govt. of India Undertaking)
CIN - L32201TN1966GOI005469
Regd. Office : Manali, Chennai 600 068

Part I					
Statement of Audited Results for the Quarter and Year ended 31/03/2015					
Particulars		3 months ended	Preceding 3 months ended	Corresponding 3 months ended in the previous year	Year to date figures for Current period ended
		(31/03/2015)	(31/12/2014)	(31/03/2014)	(31/03/2015) (12 months)
		Unaudited	Unaudited	Unaudited	Audited
1	Income from Operations				
(a)	Net Sales/Income from Operations (Net of excise duty)	42900	11999	49582	170187
(b)	Other Operating Income				
	Total income from Operations (net)	42900	11999	49582	170187
2	Expenses				
(a)	Cost of Materials consumed	33176	13375	36731	151306
(b)	Purchase of stock-in-trade	73	136	42	521
(c)	Changes in inventories of finished goods, work-in-progress and stock-in-trade	3223	1134	3679	675
(d)	Employee benefits expense	2638	2173	2205	9298
(e)	Depreciation and amortisation expense	(1419)	1060	1112	1761
(f)	Other Expenses	4771	1961	3827	13453
	Total Expenses	42462	19839	47596	177014
3	Profit / (Loss) from Operations before Other Income, finance costs and Exceptional Items (1-2)	438	(7840)	1986	(6827)
4	Other Income	1310	181	350	1755
5	Profit/ (Loss) from Ordinary activities before finance costs and exceptional items (3+4)	1748	(7659)	2336	(5072)
6	Finance costs	2470	2057	2503	8397
7	Profit/ (Loss) from Ordinary activities after finance costs but before exceptional items (5+6)	(722)	(9716)	(167)	(13469)
8	Exceptional Items	-	-	-	-
9	Profit / (Loss) from Ordinary Activities before tax (7 + 8)	(722)	(9716)	(167)	(13469)
10	Tax Expense	-	-	576	-
11	Net Profit / (Loss) from Ordinary Activities after tax (9 - 10)	(722)	(9716)	(743)	(13469)
12	Extraordinary Items (net of tax expense)	-	-	-	-
13	Net Profit / (Loss) for the period (11+12)	(722)	(9716)	(743)	(13469)
14	Share of Profit/(Loss) of associates	-	-	-	-
15	Minority Interest	-	-	-	-
16	Net Profit / (Loss) after taxes, minority interest and share of profit / (Loss) of associates (13+14+15)	(722)	(9716)	(743)	(13469)
17	Paid-up equity share capital (Face Value ₹ 10 per Share)	16110	16110	16110	16110
18	Reserve excluding Revaluation Reserves as per balance sheet of previous accounting year	(36833)	(36833)	(46837)	(36833)
19	i Earnings Per Share (before extraordinary items) (of ₹ 10/- each) (not annualised):				
- (a)	Basic	(0.45)	(6.03)	(0.46)	(8.36)
- (b)	Diluted	(0.45)	(6.03)	(0.46)	(8.36)
19	ii Earnings Per Share (after extraordinary items) (of ₹ 10/- each) (not annualised):				
- (a)	Basic	(0.45)	(6.03)	(0.46)	(8.36)
- (b)	Diluted	(0.45)	(6.03)	(0.46)	(8.36)

For B. Thiagarajan & Co.,
Chartered Accountants
F.R.No.004371S

Ram Srinivasan
M.No.220112



DR. VIJAYAKUMAR, I.R.S.
Chairman & Managing Director
MADRAS FERTILIZERS LIMITED
Manali, Chennai - 600 068.

Part II					
Select Information for the Quarter and Year Ended 31/03/2015					
Particulars	3 months ended	Preceding 3 months ended	Corresponding 3 months ended in the previous year	Year to date figures for Current period ended	Previous year ended
	(31/03/2015)	(31/12/2014)	(31/03/2014)	(31/03/2015) (12 months)	(31/03/2014) (12 months)
	Unaudited	Unaudited	Unaudited	Audited	Audited
A PARTICULARS OF SHAREHOLDING					
1. Public Shareholding					
- Number of Shares	23733100	23733100	23733100	23733100	23733100
- Percentage of shareholding	14.73	14.73	14.73	14.73	14.73
2. Promoters and Promoter Group					
a) Pledged / Encumbered					
- Number of Shares	Nil	Nil	Nil	Nil	Nil
- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	Nil	Nil	Nil	Nil	Nil
- Percentage of shares (as a % of the total share capital of the company)	Nil	Nil	Nil	Nil	Nil
b) Non-Encumbered					
- Number of Shares	137368200	137368200	137368200	137368200	137368200
- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	100	100	100	100	100
- Percentage of shares (as a % of the total share capital of the company)	85.27	85.27	85.27	85.27	85.27

Particulars		3 months ended 31/03/2015
B INVESTOR COMPLAINTS		
Pending at the beginning of the quarter		Nil
Received during the quarter		6
Disposed of during the quarter		6
Remaining unresolved at the end of the quarter		Nil

For B. Thiagarajan & Co.,
Chartered Accountants
F.R.No.004371S

Partner
Ram Srinivasan
M.No.220112



[Signature]
K. VIJAYAKUMAR, I.R.S.
Chairman & Managing Director
MAHES FERTILIZERS LIMITED
Manali, Chennai - 600 068

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

(₹ in lakhs)		
Statement of Assets and Liabilities		
Particulars	As at year end (31/03/2015)	As at previous year end (31/03/2014)
A EQUITY AND LIABILITIES		
1 Shareholders' funds		
(a) Share Capital	16214	16214
(b) Reserves and Surplus	(50475)	(36833)
(c) Money received against share warrants	-	-
Sub-total - Shareholders' fund	(34261)	(20619)
2 Share application money pending allotment	-	-
3 Minority interest	-	-
4 Non-current liabilities		
(a) Long-term borrowings	19654	22922
(b) Deferred tax liabilities (net)	-	-
(c) Other long-term liabilities		
(d) Long-term provisions	1690	1803
Sub-total - Non-current liabilities	21344	24725
5 Current liabilities		
(a) Short-term borrowings	35944	23566
(b) Trade payables	26441	69006
(c) Other current liabilities	85379	76314
(d) Short-term provisions	709	564
Sub-total - Current liabilities	148473	169450
TOTAL - EQUITY AND LIABILITIES	135556	173556
B ASSETS		
1 Non-current assets		
(a) Fixed assets	19803	21351
(b) Goodwill on consolidation	-	-
(c) Non-current investments	40	40
(d) Deferred tax assets (net)	-	-
(e) Long-term loans and advances	1709	1456
(f) Other non-current assets		
Sub-total - Non-current assets	21552	22847
2 Current assets		
(a) Current investments	-	-
(b) Inventories	18984	22370
(c) Trade receivables	1359	9
(d) Cash and cash equivalents	1768	2276
(e) Short-term loans and advances	586	1264
(f) Other current assets	91307	124790
Sub-total - Current assets	114004	150709
TOTAL - ASSETS	135556	173556

For B. Thiagarajan & Co.,
Chartered Accountants
F.R.No.004371S

Partner
Ram Srinivasan
M.No.220112



V. VIJAYAKUMAR, I.R.S.
Chairman & Managing Director
MADRAS FERTILIZERS LIMITED
Manali, Chennai - 600 068.

Note :

- 1 Ammonia and Urea Plants were restarted on January 11, 2015 and January 13, 2015 on receipt of approval of Govt. to produce Urea with Naphtha feedstock.
- 2 Complex Fertilizer Plants were not in line for 56 days due to raw materials and empty bags limitation in addition to maintenance jobs during the quarter.
- 3 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 AS 17 (Segment Reporting).
- 4 The Company has incurred loss during the period ending March 31, 2015 and hence the provision for current tax does not arise.
- 5 A provision of ₹ 10.13 Cr towards Insurance Claim has been made during the year based on the surveyors report towards fire accident during April 2014.
- 6 The draft rehabilitation scheme (DRS) submitted by the Operating Agency to BIFR is presently under the perusal and consideration of GOI. The BIFR hearing scheduled to be held on February 12, 2015 stands postponed and the date for the next hearing is yet to be announced.
- 7 The above results have been reviewed and recommended by the Audit Committee and approved by the Board of Directors at their meeting held on 29.05.2015.

For B. Thiagarajan & Co.,
Chartered Accountants
F.R.No.004371S

Partner
Ram Srinivasan
M.No.220112



By order of the Board

Dr I Vijayakumar
Chairman & Managing Director

Date : May 29, 2015
Place : Chennai



Draft Auditor's Report On Quarterly Financial Results of Madras Fertilizers Limited Pursuant to the Clause 41 of the Listing Agreement

To

Board of Directors of Madras Fertilizers Limited

1. We have audited the quarterly financial results of **Madras Fertilizers Limited** for the quarter ended 31st March 2015, attached herewith, being submitted by the company pursuant to the requirement of clause 41 of the Listing Agreement 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. These quarterly financial results have been prepared on the basis of the interim financial statements, which are the responsibility of the company's management. Our responsibility is to express an opinion on these financial results based on our audit of such interim financial statements, which have been prepared in accordance with the recognition and measurement principles laid down in Accounting Standard (AS) 25, Interim Financial Reporting, issued pursuant to the Companies (Accounting Standards) Rules, 2006 as per Section 211(3C) of the Companies Act, 1956 and other accounting principles generally accepted in India.
2. We conducted our audit in accordance with the auditing standards generally accepted in India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial results are free of material misstatement(s). An audit includes examining, on a test basis, evidence supporting the amounts disclosed as financial results. An audit also includes assessing the accounting principles used and significant estimates made by management. We believe that our audit provides a reasonable basis for our opinion.



3. The company has not complied with Accounting standard on Revenue Recognition (AS-9) and valuation of inventories (AS-2) issued by the Institute of Chartered Accountants of India, the impact of which is detailed in paragraph (a) to (c) as given below:

- (a) *a sum of Rs 159.17 crores towards de-escalation in input prices which has been considered as payable to Fertilizer Industry Coordination Committee (FICC) for the year ended 31st March 2015 under New Pricing Scheme (NPS) for Urea. Adjustments may arise in future in respect of the above on final payment;*
- (b) *Other Current Assets includes a sum of Rs 92.00 crores (including Rs 68.20 Crores pertaining to previous year ended 31st March 2014) towards additional compensation under Nutrient Based Subsidy (NBS) for producing P&K fertilizers which has been considered as receivable from Department of Fertilizers (DOF). As the proposal to extend the scheme for additional compensation is still under consideration by DOF as at the period end, in our opinion, the above sum of Rs 92.00 crores is not recoverable and has the effect of understatement of accumulated losses for the year ended 31st March 2015 and Other Current Assets as at 31st March 2015 to that extent.*
- (c) *As per the Significant Accounting policies of the Company regarding valuation of Inventories, Ammonia is valued at cost which is not in accordance with Accounting Standard - 2 (Valuation of Inventories) which requires inventory to be valued at lower of cost or Net Realizable value (NRV).*

The effect of Para 3 (a) and (c) on the accounts is not ascertainable and Para 3 (b) above has the effect of understatement of accumulated losses for the period ended 31st March 2015 by Rs 92.00 crores, and overstatement of other current Assets to the same extent.

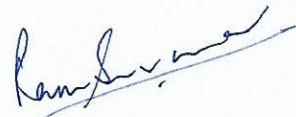


4. Subject to our comments in Para 3, in our opinion and to the best of our information and according to the explanations given to us these quarterly financial results:
- (i) Are presented in accordance with the requirements of clause 41 of the Listing Agreement in this regard; and
 - (ii) Give a true and fair view of the net profit and other financial information for the quarter ended **31st March 2015**.
5. Further, we also report that we have, on the basis of the books of account and other records and information and explanations given to us by the management, also verified the number of shares as well as percentage of shareholdings in respect of aggregate amount of public shareholdings, as furnished by the company in terms of clause 35 of the Listing Agreement and found the same to be correct.

For B Thiagarajan & Co.
Chartered Accountants
Firm Regn No. 004371S



Place: Chennai
Date: 29 May 2015


Ram Srinivasan
Partner
M No. 220112