MCF
Mangalore Chemicals
& Fertilizers Limited

August 7, 2014

722/Q1-BM/2014

Bangalore Stock Exchange Limited
Bombay Stock Exchange Limited
National Stock Exchange of India Limited

By FAX and By Courier

Dear Sir/Madam,

Company's Scrip Code in BSE	: 530011 MANGCHEM
Company's Symbol in NSE	: MANGCHEFER
ISIN	: INE558B01017

Further to our letter dated July 30, 2014, we write to inform you that, the Board of Directors of the Company, at its meeting held today(7.8.2014), considered and approved;

a. The unaudited financial results for the first quarter ended June 30, 2014.

b. Appointment of Mr. Srinivasulu Reddy Magunta as a Director with effect from August 7, 2014 in the casual vacancy caused by the demise of Mr. N Sunder Rajan, designated as an "Independent Director" subject to the approval of members by way of Postal Ballot pursuant to Regulation 24(3) of SEBI (Substantial Acquisition of Shares and Takeovers) Regulations, 2011; and

c. Appointment of Mr. Muralidharan T M as Head of Finance in place of Mr. K Raghuveeran with immediate effect.

We send/fax herewith a copy of the unaudited financial results and Limited Review Report submitted by the statutory auditors of the Company on the unaudited financial results for the first quarter ended June 30, 2014.

Please acknowledge receipt.

Thanking you,

Yours faithfully,
For Mangalore Chemicals & Fertilizers Limited

K Raghuveeran
Senior Vice President & Company Secretary

Encl: As above

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Mangalore Chemicals & Fertilizers Limited

Regd. Office : Level 11, UB Tower, UB City, 24, Vittal Mallya Road, Bangalore - 560 001

(₹ in lakhs)

PART I

STATEMENT OF STANDALONE UNAUDITED RESULTS FOR THE QUARTER ENDED 30.06.2014

Particulars	3 months ended	Preceding 3 months ended	Corresponding 3 months ended in the previous year	Previous Year ended
(Refer Notes Below)	**30.06.2014**	31.03.2014	30.06.2013	**31.03.2014**
	Unaudited	Audited	Unaudited	**Audited**
1 Income from operations				
Net sales/income from operations (Net of excise duty)	**430,98.75**	641,56.89	607,11.64	**3310,26.37**
2 Expenses :				
a. Cost of materials consumed	**155,53.36**	333,72.21	311,91.94	**1442,32.13**
b. Purchases of stock-in-trade	**312,98.63**	41,53.81	243,12.14	**737,74.45**
c. Change in inventories of finished goods, work-in-progress and stock-in-trade	**(156,80.37)**	20,03.35	(152,05.50)	**65,73.53**
d. Employee benefits expense	**17,73.01**	10,26.28	17,58.03	**63,07.19**
e. Depreciation and amortisation expense	**5,95.22**	7,04.14	7,28.31	**28,76.11**
f. **Other expenses**				
i) Power and fuel	**37,76.92**	96,98.33	85,67.74	**443,79.58**
ii) Other expenses	**55,28.83**	51,31.04	91,89.33	**337,37.95**
Total expenses	**428,45.60**	560,89.16	605,41.99	**3118,80.94**
3 Profit from operations before other income and finance costs (1-2)	**2,53.15**	80,67.73	1,69.65	**191,45.43**
4 Other income	**1,08.99**	40.79	75.95	**4,54.16**
5 Profit from ordinary activities before finance costs (3+4)	**3,62.14**	81,08.52	2,45.60	**195,99.59**
6 Finance costs	**28,07.14**	25,25.96	20,90.61	**102,44.74**
7 Profit before tax (5-6)	**(24,45.00)**	55,82.56	(18,45.01)	**93,54.85**
8 Tax expense	**(14,68.76)**	10,23.95	(6,40.56)	**22,61.44**
9 Net Profit for the period (7-8)	**(9,76.24)**	45,58.61	(12,04.45)	**70,93.41**
10 Paid-up equity share capital (Face Value : ₹ 10 Per Share)	**118,54.86**	118,54.86	118,54.86	**118,54.86**
11 Reserve excluding Revaluation Reserves as per balance sheet of previous accounting year				**437,23.25**
12 Earnings per share (of ₹ 10/- each) (not annualised): Basic and Diluted	**(0.82)**	3.85	(1.02)	**5.99**

Notes :

1 The above results were taken on record by the Board of Directors at its meeting on 7.8.2014.

2 Turnover during the quarter is lower due to shutdown of ammonia / urea plant for annual turnaround and to complete modifications to the existing plant to use natural gas as feed stock besides naphtha.

3 Finance costs for the quarter are higher due to term loans borrowed for the gas conversion project and delayed payment of fertilizer subsidy by Government of India (GOI).

4 As per the requirements of the Companies Act, 2013, the Company has computed depreciation with reference to the useful life of the assets described in the Schedule II of the Act. Consequently, the depreciation for the quarter ended 30.6.2014 is lower by Rs.176 lakhs.

5 The urea concession has been estimated and accounted as per the modified New Pricing Scheme (NPS) - III for existing urea units notified on 2nd April 2014, for a period of one year.

6 Phosphatics & Complex Fertilizers subsidy has been accounted based on rates announced by GOI under Nutrient Based Subsidy policy.

7 Previous period figures have been regrouped, wherever necessary.

The auditors have carried out a limited review.

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Mangalore Chemicals & Fertilizers Limited

UB GROUP

PART II

SELECT INFORMATION FOR THE QUARTER AND YEAR ENDED 30.06.2014

	Particulars	3 months ended	Preceding 3 months ended	Corresponding 3 months ended in the previous year	Previous Year ended
		30.06.2014	31.03.2014	30.06.2013	**31.03.2014**
A	**PARTICULARS OF SHAREHOLDING**				
1	Public shareholding				
	- Number of shares	**92,472,254**	92,472,254	92,438,375	**92,472,254**
	- Percentage of shareholding	**78.03**	78.03	78.00	**78.03**
2	Promoters and Promoter Group Shareholding				
	a) Pledged / Encumbered				
	- Number of shares	**4,753,881**	13,753,881	14,961,610	**13,753,881**
	- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	**18.25**	52.81	57.38	**52.81**
	- Percentage of shares (as a % of the total share capital of the company)	**4.01**	11.61	12.62	**11.61**
	b) Non-encumbered				
	- Number of shares	**21,289,015**	12,289,015	11,115,165	**12,289,015**
	- Percentage of shares (as a % of the total shareholding of Promoter and Promoter group)	**81.75**	47.19	42.62	**47.19**
	- Percentage of shares (as a % of the total share capital of the company)	**17.96**	10.37	9.38	**10.37**

Particulars	For the quarter ended 30.06.2014
B INVESTOR COMPLAINTS	
Pending at the beginning of the quarter	Nil
Received during the quarter	6
Disposed off during the quarter	6
Remaining unresolved at the end of the quarter	Nil

On behalf of the Board of Directors

DEEPAK ANAND
MANAGING DIRECTOR

Place : Bangalore
Date : 7.8.2014

K. P. RAO & CO.
CHARTERED ACCOUNTANTS

'Poornima', IInd Floor, 25, State Bank Road,
Bangalore - 560 001. Karnataka, India.

K. P. RAO K. VISWANATH
DESMOND J. REBELLO K. SURYA PRAKASH
V. NARAYANAN

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LIMITED REVIEW REPORT

To,
The Board of Directors,
Mangalore Chemicals and Fertilizers Limited
Bangalore

We have reviewed the accompanying statement of unaudited financial results of **MANGALORE CHEMICALS AND FERTILIZERS LIMITED** ("the Company"), **BANGALORE** for the quarter ended 30th June, 2014("the Statement"), 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 Limited Review.

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 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.**

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 the Companies Act, 1956, (which are deemed to be applicable as per Sec.133 of the Companies Act, 2013, read with Rule 7 of Companies (Accounts) Rules,2014) 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 **K P Rao & Co**
Chartered Accountants
FRN: 003 135 S

K Suryaprakash
Membership No:018857
(*Partner*)

Place: Bangalore
Date: 07/08/14