MCF
Mangalore Chemicals
& Fertilizers Limited

722/Q3-RESULTS/2015 February 12, 2015

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 January 30, 2015, we send/fax herewith the unaudited financial results of the Company for the third quarter/nine months ended December 31, 2014, which were approved and taken on record by the Board of Directors at their meeting held today.

We also send/fax herewith a copy of the Limited Review Report submitted by the statutory auditors of the Company on the unaudited financial results for the third quarter ended December 31, 2014.

Please acknowledge receipt.

Thanking you,

Yours faithfully,
For Mangalore Chemicals & Fertilizers Limited

K Raghuveeran
Senior Vice President & Company Secretary

Encl: As above

Registered & Corporate Office: UB Tower, Level 11, UB City, 24, Vittal Mallya Road, Bengaluru - 560 001, India.
Tel: +91 80 3985 5575/68 Fax: +91 80 3985 5588 shares@mangalorechemicals.com
mangalorechemicals.com
Corporate Identity Number: L24123KA1966PLC002036

UB GROUP

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 AND NINE MONTHS ENDED 31.12.2014

Particulars	3 months ended	Preceding 3 months ended	Corresponding 3 months ended in the previous year	Current Year 9 months ended	Corresponding 9 months ended in the previous year	Previous Year ended
(Refer Notes Below)	31.12.2014	30.09.2014	31.12.2013	31.12.2014	31.12.2013	31.03.2014
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
1 Income from operations						
Net sales/income from operations (Net of excise duty)	284,46.25	1196,73.44	840,50.68	1912,18.44	2668,69.48	3310,26.37
2 Expenses :						
a. Cost of materials consumed	159,57.43	467,15.45	378,08.33	782,26.34	1108,59.62	1442,32.13
b. Purchases of stock-in-trade	133,81.08	236,35.63	27,18.74	683,15.34	696,20.64	737,74.45
c. Change in inventories of finished goods, work-in-progress and stock-in-trade	(61,75.99)	135,64.35	152,64.20	(82,92.01)	45,70.18	65,73.53
d. Employee benefits expense	16,19.67	18,02.96	17,22.60	51,95.64	52,80.91	63,07.19
e. Depreciation and amortisation expense	7,61.07	7,35.06	7,14.45	20,91.35	21,71.97	28,76.11
f. Other expenses						
i) Power and fuel	5,97.24	133,10.19	132,71.88	176,84.35	346,81.25	443,79.58
ii) Other expenses	53,21.35	110,99.84	57,24.78	219,50.02	286,06.91	337,37.95
Total expenses	314,61.85	1108,63.48	772,25.07	1851,70.93	2557,91.78	3118,80.94
3 Profit/(Loss) from operations before other income and finance costs (1-2).	(30,15.60)	88,09.96	68,25.61	60,47.51	110,77.70	191,45.43
4 Other income	1,36.60	1,33.04	2,06.80	3,80.63	4,13.37	4,54.16
5 Profit/(Loss) from ordinary activities before finance costs (3+4)	(28,79.00)	89,45.00	70,32.41	64,28.14	114,91.07	195,99.59
6 Finance costs	25,59.92	34,90.09	28,05.57	88,57.15	77,18.78	102,44.74
7 Profit/(Loss) before tax (5-6)	(54,38.92)	54,54.91	42,26.84	(24,29.01)	37,72.29	93,54.85
8 Tax expense	(25,06.66)	11,98.35	14,30.97	(27,77.07)	12,37.49	22,61.44
9 Net Profit/(Loss) for the period (7-8)	(29,32.26)	42,56.56	27,95.87	3,48.06	25,34.80	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	118,54.86	118,54.86
11 Reserve excluding Revaluation Reserves as per balance sheet of previous accounting year						437,33.25
12 Earnings per share (of ₹ 10/- each) (not annualised): Basic and Diluted	(2.47)	3.59	2.36	0.29	2.14	5.99

Notes :

1 The above results were taken on record by the Board of Directors at its meeting on 12.02.2015

2 The Company has revised the useful life of its fixed assets to comply with the useful life in accordance with Schedule II of the Companies Act, 2013. As per the transition provision, the Company has adjusted Rs.2.21 crores (net of deferred tax of Rs. 1.14 crores) in the opening balances of retained earnings. If the Company had continued to follow the earlier useful life, the depreciation expense for the period would have been higher and profit before tax would have been lower by Rs.4.93 crores; the net block of fixed assets would have been higher by Rs 1.58 Crores.

3 The urea concession for the period has been estimated and accounted as per the Modified New Pricing Scheme (NPS) - III notified on 2nd April 2014. As per this notification, naphtha based urea units will continue under Modified NPS - III till gas availability and connectivity is provided or June 2014 whichever is earlier; later extended till 30th September 2014. Consequently, production of urea stopped from 1st October 2014. Production was restarted from 7th January 2015, as per the GOI notification for an initial period of 100 days.

4 The loss for the current quarter is primarily due to the shutdown of urea operation for the quarter and mark to market forex provision.

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

6 Previous period figures have been regrouped, wherever necessary

The auditors have carried out a limited review.

PART II

SELECT INFORMATION FOR THE QUARTER AND NINE MONTHS ENDED 31.12.2014

	Particulars	3 months ended	Preceding 3 months ended	Corresponding 3 months ended in the previous year	Current Year 9 months ended	Corresponding 9 months ended in the previous year	Previous Year ended
		31.12.2014	30.09.2014	31.12.2013	31.12.2014	31.12.2013	31.03.2014
A	PARTICULARS OF SHAREHOLDING						
1	Public shareholding						
	- Number of shares	72,958,043	92,472,254	92,466,104	72,958,043	92,466,104	92,472,254
	- Percentage of shareholding	61.56	78.03	78.02	61.56	78.02	78.03
2	Promoters and Promoter Group Shareholding						
	a) Pledged / Encumbered						
	- Number of shares	4,753,881	4,753,881	13,753,881	4,753,881	13,753,881	13,753,881
	- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	10.44	18.25	52.80	10.44	52.80	52.81
	- Percentage of shares (as a % of the total share capital of the company)	4.01	4.01	11.61	4.01	11.61	11.61
	b) Non-encumbered						
	- Number of shares	40,803,226	21,289,015	12,295,165	40,803,226	12,295,165	12,289,015
	- Percentage of shares (as a % of the total shareholding of Promoter and Promoter group)	89.56	81.75	47.20	89.56	47.20	47.19
	- Percentage of shares (as a % of the total share capital of the company)	34.43	17.96	10.37	34.43	10.37	10.37

Particulars	For the quarter ended 31.12.2014
B INVESTOR COMPLAINTS	
Pending at the beginning of the quarter	Nil
Received during the quarter	13
Disposed off during the quarter	13
Remaining unresolved at the end of the quarter	Nil

On behalf of the Board of Directors

DEEPAK ANAND
MANAGING DIRECTOR

Place : Mumbai
Date : 12.02.2015

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

Phone 080 - 2558 7385 / 2558 6814
Fax 080 - 3559 4661
E-mail info@kprao.co.in

LIMITED REVIEW REPORT

The Managing Director,
Mangalore Chemicals and Fertilizers Ltd,
Bangalore

We have reviewed the accompanying statement of unaudited financial results of **MANGALORE CHEMICALS AND FERTILIZERS LIMITED** ("the Company"), **BANGALORE** for the third quarter ended 31st December, 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 Limited Review.

We conducted our review in accordance with the Revised 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 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 **K P Rao and Co**
Chartered Accountants
FRN: 003 135 S

Desmond J Rebello
Membership
No:015140
(*Partner*)

Place: Bangalore
Date: 12 February 2015