



मद्रास फर्टिलाइज़र्स लिमिटेड Madras Fertilizers Limited

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

पोस्ट बैग नं. 2, मंगल, चेन्नै - 600 068. भारत दूर : 2594 1001 / फैक्स नं.: 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/2023/1024
February 07, 2023

National Stock Exchange of India Ltd
Plot No.C/I "G" Block
Bandra Kurla Complex
Bandra (E)
Mumbai – 400 051

Dear Sir,

**Sub: Unaudited Financial Results for the Quarter and Nine months ended
December 31, 2022 and Limited Review Report**

Pursuant to Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, we enclose herewith a copy of Unaudited Financial Results for the Quarter and Nine Months ended December 31, 2022 and Limited Review Report issued by the Auditors thereon for the above period for your information and records.

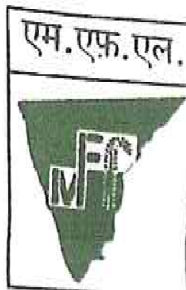
Very truly yours,

R RAM
GANESH

Digitally signed by
R RAM GANESH
Date: 2023.02.07
13:58:42 +05'30'

**R Ram Ganesh
Company Secretary**

Encl. : a/a



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GSTIN - 33AAACM5198E1ZK

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

Statement of Unaudited Results for the Quarter and Nine Months ended 31-12-2022						
(₹ in lakhs)						
	Quarter ended 31-12-2022	Quarter ended 30-09-2022	Quarter ended 31-12-2021	9 Months ended 31-12-2022	9 Months ended 31-12-2021	Year ended 31-03-2022
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
1 Income from Operations						
(a) Revenue from operations	95,381	91,210	64,817	2,67,896	1,52,519	2,30,216
(b) Other income	339	275	270	781	558	3,171
Total income	95,720	91,485	65,087	2,68,677	1,53,077	2,33,387
2 Expenses						
(a) Cost of Materials consumed	71,729	67,441	43,891	1,95,824	1,00,457	1,50,407
(b) Purchase of stock-in-trade	199	414	199	810	571	723
(c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	893	4,658	(1,891)	5,072	(2,890)	(4,617)
(d) Operating and Maintenance Expenses	11,013	10,588	11,322	33,235	30,536	42,142
(e) Employee benefits expense	2,457	2,382	2,712	7,402	7,636	10,334
(f) Finance cost	2,069	1,942	1,980	5,917	5,926	9,311
(g) Depreciation and amortization expense	300	300	814	900	2,440	946
(h) Other expenses	652	686	734	1,770	1,733	7,469
Total expenses	89,312	88,411	59,761	2,50,930	1,46,409	2,16,715
3 Profit / (Loss) before exceptional items and tax (1-2)	6,408	3,074	5,326	17,747	6,668	16,672
4 Exceptional items						
5 Profit/ (Loss) before tax (3+4)	6,408	3,074	5,326	17,747	6,668	16,672
6 Tax Expense						
(a) Current Tax	1,301	682		3,946		
(b) Earlier Years Tax						
(c) Deferred Tax						(56)
7 Profit / (Loss) for the period (5-6)	5,107	2,392	5,326	13,801	6,668	523
8 Other comprehensive income for the period						
(a) (i) Items that will not be reclassified to profit or loss	19	8,630	-	8,649	4,688	4,773
(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	19	8,630	-	8,649	4,688	4,773
(c) Tax(Expenses) / benefit on above	(5)	(1,966)	-	(5,438)		(1,994)
Total other comprehensive income	14	6,664	-	3,211	4,688	2,779
9 Total comprehensive income for the period (7+8)	5,121	9,056	5,326	17,012	11,356	18,984
10 Earnings Per Share (of ₹ / - each) (not annualised):						
- (a) Basic	3.17	1.48	3.31	8.57	4.14	10.06
- (b) Diluted	3.17	1.48	3.31	8.57	4.14	10.06
11 Paid-up equity share capital (Face Value ₹ 10 per Share)	16,110	16,110	16,110	16,110	16,110	16,110



For CHANDRAN & RAMANI
CHARTERED ACCOUNTANTS
REGISTRATION No.: 000871S

(S. PATTABIRAMAN)
PARTNER
M. No: 14309

7/2/2023


U. SARAVANAN
Chairman & Managing Director
Madras Fertilizers Limited
Manali, Chennai - 600 068

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 February 7, 2023. The results for the Quarter ended 31st December 2022 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 year ended 31st March 2022.
- 3 The revenue from operations includes a sum of ₹ 236678 Lakhs, being the subsidy income for Neem coated urea and ₹ 5599 Lakhs towards freight subsidy
 - a. Government of India has approved subsidy @ ₹ 70,841 per MT for Neem coated urea towards escalation claims on a provisional basis for the period commencing from 01.07.2022 (vide communication dated 30.01.2023, subsidy was ₹ 58,821 per MT for the period 01.04.2022 to 30.06.2022). The subsidy realizable at the above provisional rates for the period ending 31st December 2022 would amount to ₹ 238740 Lakhs as against subsidy of ₹ 236678 Lakhs for escalation claims considered by the company for the above two products in the financials for the period ending 31st December 2022 in accordance with policy parameters framed by GoI.
 - b. Freight subsidy of ₹ 5599 Lakhs, considered under Revenue from Operations includes a sum of ₹ 1506 Lakhs relating to freight subsidy of earlier accounting years for which notification was received during the period ending December 31, 2022.
- 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 Company has defaulted in the repayment of principal of ₹ 54535 Lakhs and interest of ₹ 80734 lakhs in respect of loans availed from GoI. The proposal of restructuring the said loan with GOI is under progress.
- 6 The Company has recognised the current tax provision of ₹ 3946 Lakhs for the period ending December 31, 2022 in accordance with Sec.115BAA of the Income Tax Act, 1961.



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

(S. PATTABIRAMAN)
PARTNER
M. No: 14309

7/2/2023

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U. SARAVANAN
Chairman & Managing Director
Madras Fertilizers Limited
Manali, Chennai - 600 068

- 7 The provision for liability towards gratuity, post-retirement benefits, leave encashment and depreciation has been made on an estimated basis.
- 8 Other comprehensive income of ₹ 3211.56 Lakhs, consists of gains on fair value changes of unquoted equity shares in Indian Potash Ltd and Fortune Bio Tech Ltd held by the Company of ₹ 8649.30 Lakhs net of tax effect on the same of ₹ 5437.74 Lakhs. The fair value of the unquoted equity shares has been estimated at net book value model based on the audited consolidated financial statements of the said companies for the FY 2021-22.
- 9 For the period ending December 31, 2022, the company has recognised deferred tax expense of ₹ 5437.74 Lakhs, relating to other comprehensive income as mentioned in para 7 above. The said sum includes ₹ 3467 Lakhs, being the tax effect pertaining to previous financial year. Deferred tax in respect of other timing differences, as applicable will be considered at the year-end.
- 10 The reconciliation of the difference of ₹ 7022 Lakhs between the balance of input tax credit as per books of accounts and balances as reflected in Electronic Credit ledger maintained in GST portal is under progress. The Company holds a provision of ₹ 4656 Lakhs as a prudent measure for the said difference.
- 11 Shutdown of Plant operations during the quarter ending 31st December 2022:
- Ammonia Plant was shut down for 5 days during this Quarter due to HTSC Process Gas inlet temperature control valve flange leak.
 - Urea Plant was shut down for 4 days during this quarter due to Ammonia Plant Shutdown.
 - Complex Fertilizer Plants were not in line during this quarter in December due to problem in procurement of Raw Material.
- 12 The figures for the previous periods have been re-grouped, wherever necessary, so as to conform to the current period's classification.

By order of the Board

U Saravanan
Chairman & Managing Director

Date : February 07, 2023

Place : Chennai



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

(S. PATTABIRAMAN)
PARTNER
M. No: 14309

7/2/2023

U. SARAVANAN
Chairman & Managing Director
Madras Fertilizers Limited
Manali, Chennai - 600 068

Independent Auditor's Limited Review Report on the Unaudited Financial Results of the Company for the Nine Months Ended December 31, 2022

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 nine months ended 31st December, 2022.
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" (Ind AS 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.
4. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and other review 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.
5. 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 read with notes thereon has not been prepared in all material aspects in accordance with applicable Indian Accounting Standards specified under section 133 of the Companies Act, 2013 as amended, read with relevant rules issued thereunder and other recognized accounting practices and policies has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure requirements) Regulations, 2015, including the manner in which it is to be disclosed, or that it contains any material misstatement.

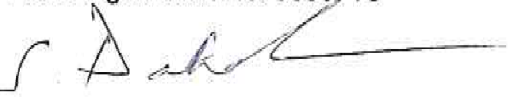


6. We draw attention to:

- (i) Note 3(a) of notes to accounts regarding recognition of subsidy for Neem Coated Urea of Rs. 236678 Lakhs under Revenue from operations for the nine months ended December 31, 2022. The accounting of the said subsidy is at Rs.61,242 per MT based on the policy parameters framed by Gol in this regard, factoring for the escalation, and adopted by the Company whereas subsidy income for neem coated urea as per provisional rates notified by Gol during the current financial year amounts to Rs.238740 Lakhs, resulting in lower accounting of subsidy of Rs.2062 Lakhs for the nine months ended December 31, 2022.
- (ii) Note 10 of Notes to accounts regarding the difference of Rs.7022 Lakhs of input tax credit between the balance as per books of accounts and balances as reflected in Electronic Credit ledger maintained in GST portal and the reconciliation of the said difference is under progress as on December 31, 2022 and also the provision of Rs. 4656 Lakhs being made as a prudent measure for the said difference.

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: 23014309B6WQ1D9317

Place: Chennai
Date: 07.02.2023

