

**राष्ट्रीय केमिकल्स एण्ड
फर्टिलाइजर्स लिमिटेड**

(भारत सरकार का उपक्रम)
साथ बढ़ें समृद्धि की ओर



**RASHTRIYA CHEMICALS AND
FERTILIZERS LTD.**

(A Government of India Undertaking)
Let us grow together

जय भगवान शर्मा
कंपनी सचिव

JAI BHAGWAN SHARMA
COMPANY SECRETARY

Priyadarshini,
Eastern Express Highway,
Sion, Mumbai - 400 022.

प्रियदर्शिनी, ईस्टर्न एक्सप्रेस हाईवे,
सायन, मुंबई - 400 022.

दूरध्वनी/Tel (Off.) : 2404 5024 • फैक्स/Fax : 2404 5022 • ई-मेल/E-mail : jbsharma@rcfltd.com • वेबसाइट/Web. : www.rcfltd.com
CIN : L24110MH1978GOI020185

RCF/CS/Stock Exchanges /2017

10th November, 2017

The Corporate Relations Department BSE Limited Department of Corporate Services Phiroze Jeejeebhoy Towers, Dalal Street, Mumbai - 400001.	The Listing Department National Stock Exchange of India Limited Exchange Plaza, 5th Floor, Plot No.C/1, G Block, Bandra Kurla Complex, Bandra(East), Mumbai- 400 051.
Script Code: 524230	Script Code: RCF EQ

Sub: **Submission of Un-audited Financial Results(Standalone) for the quarter and half year ended 30th September, 2017**

Sir/Madam,

Pursuant to Regulation 33 of SEBI(Listing Obligations and Disclosure Requirements) Regulations, 2015, we are enclosing herewith the Un-audited Financial Results(Standalone) for the quarter and half year ended 30th September, 2017 which has been approved and taken on record by the Board of Directors at its Meeting held on 10th November, 2017.

We are also enclosing herewith Limited Review Report issued by M/s. Chhajed & Doshi, Statutory Auditors of the Company.

This is for your kind information and record.

**Yours faithfully,
For Rashtriya Chemicals and Fertilizers Limited**

**(J. B. Sharma)
Company Secretary**

Encl: a./a.

CHHAJED & DOSHI

CHARTERED ACCOUNTANTS

101, Hubtown Solaris,
Near East West Flyover,
N.S. Phadke Marg, Andheri (E),
Mumbai - 400 069

Review Report on Quarterly Financial Results pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

The Board of Directors

Rashtriya Chemicals and Fertilizers Limited

1. We have reviewed the accompanying statement of unaudited standalone financial results of **Rashtriya Chemicals and Fertilizers Limited** ('the company') for the quarter and half year ended 30th September 2017 ("the statement") attached herewith (initialled by us for identification), being submitted by the company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, read with SEBI Circular No CIR/CFD/FAC/62/2016 dated July 5, 2016.
2. The preparation of the statement is the responsibility of the Company's Management in accordance with applicable Indian Accounting Standards ('Ind AS') specified under section 133 of the Companies Act, 2013, read with relevant rules and has been approved by the Board of directors at their meeting held on 10th November, 2017. Our responsibility is to express a conclusion on the statement based on our review.
3. 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.
4. Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying statement prepared in accordance with applicable Indian Accounting Standards ('Ind AS') specified under section 133 of the Companies Act, 2013, read with relevant rules issued thereunder and other recognised accounting practices and policies has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015, read with SEBI Circular No CIR/CFD/FAC/62/2016 dated July 5, 2016, including the manner in which it is to be disclosed, or that it contains any material misstatement.

5. Emphasis of Matters

We draw attention to the following notes to the standalone financial results:

- a) Note No 5: The matter relating to the issue of unintended benefits accruing to units using domestic gas for manufacture of nutrient "N" has been referred and is pending before an Inter-ministerial Committee (IMC) of Government of India (GoI). An amount of ₹ 19,894 lakh has been withheld by Department of Fertilizers (DoF) for the period January, 2014 to September, 2015 towards the same. Pending final decision on the said matter and since the Company is of the view that no unintended benefits have accrued to it and is expecting full recovery of the same, the Company has continued to recognize subsidy income on P&K fertilizers at the rates notified by DoF.



CHHAJED & DOSHI

CHARTERED ACCOUNTANTS

101, Hubtown Solaris,
Near East West Flyover,
N.S. Phadke Marg, Andheri (E),
Mumbai - 400 069

- b) Note No. 6: Consequent to Gas pooling being made applicable to Fertilizer (Urea) sector w.e.f. 1st June, 2015, it is expected that a differential pricing of gas may be made applicable for non-urea usage. The Company has represented to DoF for maintaining supply of domestic gas for P&K fertilizers and chemicals. Ministry of Petroleum & Natural Gas (MoPNG) vide its order No. L-13013/3/2012-GP-I, dated: 16th December, 2015 has directed GAIL (India) Limited to levy a higher gas price (i.e. the highest rate of RLNG used for production of urea) for gas consumed in non-urea operations. As the matter relating to the same is pending before the IMC for decision, Company has represented that any decision on the same be taken only upon the issue being settled by the IMC of GoI. However, pending finalisation of price payable, the Company has recognised a liability of ₹ 222 lakh for the quarter and ₹ 21411 lakh for the period commencing from 1st June, 2015 to 30th September, 2017 (₹ 21063 lakh upto 31st March, 2017) based on the difference between the domestic gas price and pooled / Market price of gas for its non-urea operations.

The Company has entered into a contract for procurement of market priced gas for non-urea operations at Trombay unit, effective from 16th May, 2016. In pursuant to said order GAIL has sought a differential levy amounting to ₹ 124480 Lakh for the period commencing from 1st July 2006 till 31st March 2016 and has initiated arbitration proceeding towards non-payment of the same. The Company has represented this matter to Department of Fertilizers for dispute resolution as the matter relating to the same is pending before the IMC of GoI.

Our opinion is not modified in respect of these matters.

For CHHAJED & DOSHI
Chartered Accountants
[Firm Reg. No.101794W]



CA. Nitesh Jain
Partner
Membership No. 136169
Place: New Delhi
Date: 10th November, 2017





RASHTRIYA CHEMICALS AND FERTILIZERS LIMITED
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Regd. Office : "Priyadarshini" Eastern Express Highway, Sion, Mumbai 400 022
CIN No. L24110MH1978GOI020185 Website: www.rcfild.com

Statement of Unaudited Standalone Results for the Quarter and Half Year Ended 30TH SEPTEMBER 2017

(₹ in Lakh)

Particulars	Quarter ended			Year to date figures for the period ended		Previous Year ended
	Unaudited			Unaudited		Audited
	30.09.2017	30.06.2017	30.09.2016	30.09.2017	30.09.2016	31.03.2017
	1	2	3	4	5	6
1 Income						
a Revenue from Operations	180236	156028	177749	336264	332246	722317
b Other Income	1498	896	1420	2394	3012	6798
Total Income	181734	156924	179169	338658	335258	729115
2 Expenses						
a. Cost of Materials consumed	71786	67098	75725	138884	134946	282550
b. Purchase of stock-in-trade	9895	10888	9307	20783	18905	22568
c. Changes in inventories of finished goods and stock in trade	3223	(18431)	(8682)	(15208)	(15551)	14693
d. Employee benefit expense	14087	14150	11755	28237	23387	50364
e. Finance Costs	1713	1026	1294	2739	5873	9398
f. Depreciation and amortisation expense	3506	3467	3615	6973	7011	14110
g. Other expenses						
i. Power and Fuel	52536	49940	51286	102476	95616	188782
ii. Freight and Handling charges	16215	14914	15840	31129	28552	70186
iii. Others	6115	10795	12324	16910	26766	51591
Total expenses	179076	153847	172464	332923	325505	704242
3 Profit / (Loss) before tax (1-2)	2658	3077	6705	5735	9753	24873
4 Tax Expense						
i. Current Tax	1611	1294	2547	2905	4022	9067
ii. Deferred Tax Liability/(Asset)	1819	(274)	651	1545	268	194
iii. Less : Excess Provision of Tax Written Back	1851	(2)	799	1849	799	2314
Total Tax	1579	1022	2399	2601	3491	6947
5 Profit / (Loss) after tax (3-4)	1079	2055	4306	3134	6262	17926
6 Other Comprehensive Income						
i. Items that will not be reclassified to profit & loss	20	20	82	40	163	197
ii. Items that will be reclassified to profit & loss	-	-	-	-	-	-
7 Total Comprehensive Income for the period (5+6)	1099	2075	4388	3174	6425	18123
8 Paid up equity share capital (Face Value - ₹ 10/- each.)	55169	55169	55169	55169	55169	55169
9 Reserves excluding Revaluation Reserves as at balance sheet date						237333
10 Earnings Per Share Basic & Diluted (EPS) (₹)	0.20	0.37	0.78	0.57	1.14	3.25
* Not annualised	*	*	*	*	*	



3.1.17
16.11.2017



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Unaudited Segmentwise Revenue, Results, Assets and Liabilities for the Quarter and Half Year Ended 30TH SEPTEMBER 2017
(₹ In Lakh)

Particulars	Quarter ended			Year to date figures for the period ended		Previous Year ended
	Unaudited			Unaudited		Audited
	30.09.2017	30.06.2017	30.09.2016	30.09.2017	30.09.2016	31.03.2017
	1	2	3	4	5	6
1 Segment Revenue						
a. Fertilizers	153409	136366	151008	289775	270941	603763
b. Industrial Chemicals	14493	18993	19291	33486	48431	84233
c. Trading	12092	429	7208	12521	12391	32525
d. Unallocated	242	240	242	482	483	1796
Total	180236	156028	177749	336264	332246	722317
Less: Inter Segment Revenue						
Revenue from Operations	180236	156028	177749	336264	332246	722317
2 Segment Results						
a. Fertilizers	3013	3807	7624	6820	10920	25789
b. Industrial Chemicals	431	504	1002	935	5647	8042
c. Trading	1517	135	(523)	1652	(259)	1058
Total	4961	4446	8103	9407	16308	34889
Less: Net Interest Expenditure / (Income)	1348	898	1189	2246	5655	8851
Interest Expense	1713	1026	1294	2739	5873	9398
(Interest Income)	(365)	(128)	(105)	(493)	(218)	(547)
Other Net Unallocable Expenditure / (Income)	955	471	209	1426	900	1165
Profit/ (Loss) Before Tax	2658	3077	6705	5735	9753	24873
3 Segment Assets						
a. Fertilizers	481594	524637	532420	481594	532420	584128
b. Industrial Chemicals	29384	24418	21563	29384	21563	23348
c. Trading	23432	17005	17551	23432	17551	14395
d. Unallocated	33652	32106	40201	33652	40201	31707
Total	568062	598166	611735	568062	611735	653578
4 Segment Liabilities						
a. Fertilizers	152824	172109	152675	152824	152675	147309
b. Industrial Chemicals	5020	6163	3174	5020	3174	5277
c. Trading	1354	10968	5076	1354	5076	928
d. Unallocated	120492	114349	170006	120492	170006	207562
Total	279690	303589	330931	279690	330931	361076

Notes:

- The above results have been reviewed by the Audit Committee and approved by the Board of Directors at their meeting held on November 10, 2017. The Statutory Auditors of the Company have carried out a limited review of the above results.
- The results for the quarter and half year ended 30th September, 2017 are in compliance with IND AS as prescribed under section 133 of the Companies act 2013 read with Rule 3 of the Companies (Indian Accounting Standards) Rules, 2015 and Companies (Indian Accounting Standards) Amendment Rules, 2016. The accounting policies and methods of computation followed in the interim financial reporting are the same as were followed in the annual financial statements for the year ended March 31, 2017.
- Government of India has introduced Goods and Service Tax (GST) w.e.f 01st July 2017. Accordingly, in compliance with Indian Accounting standards (IND AS) 18 - 'Revenue', Revenue from operations for the quarter ended 30th September 2017 is presented net of GST. Revenue from operations included Excise Duty which is now subsumed in GST. Revenue from operations for the half year ended 30th September 2017 includes Excise duty upto 30th June 2017. Consequently Revenue from Operations for the current quarter and period are not comparable with the corresponding quarter and period of the previous year, since sales are net of GST and Excise duty was included under other expenses in the previous year and also for the quarter ended 30th June 2017.
- Certain provisions relating to Employee Benefits, Tax Expense, etc. are made on estimated / proportionate basis which are subject to adjustments, if any, at the year end.
- The matter relating to the issue of unintended benefits accruing to units using domestic gas for manufacture of nutrient "N" has been referred and is pending before an Inter-Ministerial Committee (IMC) of Government of India (GoI). An amount of ₹ 19894 lakh has been withheld by Department of Fertilizers (DOF) for the period January, 2014 to September, 2015 towards the same. Pending final decision on the said matter and since the Company is of the view that no unintended benefits have accrued to it and is expecting full recoverability of the same, Company has continued to recognize subsidy income on P&K fertilizers at the rates notified by DoF.



10.11.2017

- 6 Consequent to Gas pooling being made applicable to Fertilizer (Urea) sector w.e.f. 1st June, 2015, it is expected that a differential pricing of gas may be made applicable for non-urea usage. Company has represented to DoF for maintaining supply of domestic gas for P&K fertilizers and chemicals. Ministry of Petroleum & Natural Gas (MoPNG) vide its order No. L-13013/3/2012-GP-I, dated: 16th December, 2015 has directed GAIL (India) Limited to levy a higher gas price (i.e. the highest rate of RLNG used for production of urea) for gas consumed in non-urea operations. As the matter relating to the same is pending before the IMC for decision, Company has represented that any decision on the same be taken only upon the issue being settled by the IMC of GoI. However, pending finalisation of price payable as per the said letter, Company has recognised a liability of ₹ 222 lakh for the quarter and ₹ 21411 lakh for the period commencing from 1st June, 2015 to 30th September, 2017 (₹ 21063 lakh upto 31st March, 2017) based on the difference between the domestic gas price and pooled / market price of gas for its non-urea operations.

The Company has entered into a contract for procurement of market priced gas for non-urea operations at Trombay unit, effective from 16th May, 2016.

In pursuant to the said order GAIL has sought a differential levy amounting to ₹ 124480 lakh for the period commencing from 1st July 2006 till 31st March 2016 and has initiated arbitration proceeding towards non-payment of the same. The Company has represented this matter to Department of Fertilizers for dispute resolution as the matter relating to the same is pending before the IMC of GoI.

- 7 During the quarter, Company has paid dividend of ₹ 1.10 per share(face value of ₹ 10/- each) for the financial year 2016-17.
- 8 Company has received Development Right Certificate for FSI Credit of built-up area of 16,530 Sq. Mts. from Brihanmumbai Municipal Corporation on November 01, 2017, as consideration for handing over possession of land measuring 8265 sq.mtrs, adjacent to the Company's township at Chembur, Mumbai, to MMRDA (Mumbai Metropolitan Region Development Authority) (a statutory body under Government of Maharashtra) for the construction of public road. These Development Rights are tradable and revenue will be reckoned on sale.
- 9 The figures for the corresponding previous period have been restated / regrouped wherever necesasary, to make them comparable.

Dated : 10.11.2017
Place: New Delhi



For and on behalf of
RASHTRIYA CHEMICALS AND FERTILIZERS LIMITED

(Umesh V. Dhatriak)
Chairman and Managing Director
DIN : 07718394

10.11.2017



RASHTRIYA CHEMICALS AND FERTILIZERS LIMITED
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CIN No. L24110MH1978GOI020185 Website: www.rcfild.com

STATEMENT OF ASSETS AND LIABILITIES

(₹ in Lakh)

Particulars	STANDALONE		
	AS AT		
	30.09.2017	30.09.2016	31.03.2017
	Unaudited	Unaudited	Audited
A ASSETS			
1 Non Current Assets			
(a) Property, Plant and Equipment	149021	154466	153824
(b) Capital Work in Progress	41035	10093	10724
(c) Investment Property	517	531	525
(d) Other Intangible Assets	244	497	335
(e) Financial Assets	4590	4313	4490
(i) Investments	107	216	60
(ii) Loans	66	125	96
(iii) lease receivable	35504	39105	33424
(f) Other non-current assets			
Sub total - Non Current Assets	231084	209346	203478
2 Current Assets			
(a) Inventories	93533	118825	79330
(b) Financial Assets	229739	269950	364172
(i) Trade Receivables	147	451	1031
(ii) Cash and Cash Equivalents	99	214	270
(iii) Bank balances other than (ii) above	146	158	275
(iv) Loans	4020	3795	1752
(v) Others	9294	8996	3270
(c) Other Current Assets			
Sub total - Current Assets	336978	402389	450100
TOTAL - ASSETS	568062	611735	653578
B. EQUITY & LIABILITIES			
1 Equity			
(a) Equity Share Capital	55169	55169	55169
(b) Reserves and Surplus	233203	225635	237333
Sub total - Shareholder's funds	288372	280804	292502
2 Liabilities			
(I) Non Current Liabilities			
(a) Financial Liabilities	7825	8868	11384
(i) Borrowings	21411	19891	21063
(ii) Trade Payables	2929	4217	1640
(iii) Other Financial Liabilities	14251	11131	14161
(b) Provisions	23426	21896	21881
(c) Deferred Tax Liabilities(Net)	2257	1723	1585
(d) Other non-current liabilities			
Sub total - Non Current Liabilities	72099	67726	71714
(II) Current Liabilities			
(a) Financial Liabilities	78081	102164	154554
(i) Borrowings	59444	62491	63433
(ii) Trade Payables	28577	53059	34777
(iii) Other Financial Liabilities	20457	30436	21732
(b) Other Current Liabilities	19656	15055	13251
(c) Provisions	1376	-	1615
(d) Current Tax Liabilities (Net)			
Sub total - Current Liabilities	207591	263205	289362
TOTAL - EQUITY & LIABILITIES	568062	611735	653578

For and on behalf of
RASHTRIYA CHEMICALS AND FERTILIZERS LIMITED

(Umesh V. Dhatrik)

Chairman and Managing Director
DIN : 07718394

Dated : 10.11.2017
Place: New Delhi

