



मद्रास फर्टिलाइज़र्स लिमिटेड Madras Fertilizers Limited

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

पोस्ट बैग सं. 2, मणालि, चेन्नै - 600 068. भारत दूर : 2594 1001 / फ़ैक्स सं.: 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/2023/1092

August 08, 2023

Listing Department
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 ended
June 30, 2023 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 ended June 30, 2023 and Limited Review Report issued by the Auditors thereon for the above period.

You are requested to notify the above to all the members of the Exchange and to take the same on your record.

Very truly yours,

R Ram Ganesh
Company Secretary &
Compliance Officer

Encl. : a/a

एम.एफ.एल.



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CIN : L3220 1TN 1966 GO1005469

GSTIN - 33AAACM5198E1ZK



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

Part I		(₹ in lakhs)			
Statement of Unaudited Results for the Quarter ended 30-06-2023					
Sl.No.	Particulars	Quarter ended	Quarter ended	Quarter ended	Year ended
		30-06-2023 Unaudited	31-03-2023 Audited	30-06-2022 Unaudited	31-03-2023 Audited
1	Income from Operations				
	(a) Revenue from operations	52,864	76,813	81,305	3,44,709
	(b) Other income	395	650	167	1,431
	Total income	53,259	77,463	81,472	3,46,140
2	Expenses				
	(a) Cost of Materials consumed	42,180	52,806	56,654	2,48,630
	(b) Purchase of stock-in-trade	258	144	197	954
	(c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	(1,055)	(230)	(479)	4,842
	(d) Operating and Maintenance Expenses	10,168	11,616	11,634	44,851
	(e) Employee benefits expense	2,544	3,158	2,563	10,560
	(f) Finance cost	1,824	1,902	1,906	7,819
	(g) Depreciation and amortization expense	300	59	300	959
	(h) Other expenses	480	889	432	2,659
	Total expenses	56,699	70,344	73,207	3,21,274
3	Profit / (Loss) before exceptional items and tax (1-2)	(3,440)	7,119	8,265	24,866
4	Exceptional items				
5	Profit/ (Loss) before tax (3+4)	(3,440)	7,119	8,265	24,866
6	Tax Expense				
	(a) Current Tax		1,854	1,963	5,800
	(b) Earlier Years Tax		371	-	371
	(c) Deferred Tax		162	-	162
7	Profit / (Loss) for the period (5-6)	(3,440)	4,732	6,302	18,533
8	Other comprehensive income for the period				
	(a) (i) Items that will not be reclassified to profit or loss	11,752	124	-	8,773
	(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	11,752	124	-	8,773
	(c) Tax(Expenses)/benefit on above	(2,754)	(35)	(3,467)	(5,473)
	Total Other comprehensive income	8,998	89	(3,467)	3,300
9	Total comprehensive income for the period (7+8)	5,558	4,821	2,835	21,833
10	Earnings Per Share (of ₹ /- each) (not annualised):				
	- (a) Basic	(2.14)	2.94	3.91	11.50
	- (b) Diluted	(2.14)	2.94	3.91	11.50
11	Paid-up equity share capital (Face Value ₹ 10 per Share)	16,110	16,110	16,110	16,110

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



(S. PATTABIRAMAN)
PARTNER
M. No:14309

8th August 2023

ewmyt
KISHOR RUNGTA
Chairman and 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 08th August 2023. The results for the Quarter ended 30th June 2023 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, 2023.
- 3 During the quarter ending Jun 30, 2023, there was a shut-down of plants as detailed hereunder:

Plant	Number of days	Reason
Ammonia Plant	3	K1602 over speed trip speed converter failure
Urea Plant	1	Ammonia plant problem
Complex Fertilizer Plants	Entire quarter	Problem in procurement of raw material

- 4 The production level of the plants was below the fixed target as detailed hereunder:

Plant	Actual Production (MT)	Target (MT)	Month	Reason
Urea Production	33,304	42,000	May'23	Scarcity of water between 05/05/2023 and 26/05/2023 and Shutdown of Urea Reactor B on 28/05/2023 due to liner leak
Urea Production	26,896	42,000	Jun'23	Shutdown of Urea Reactor B because of liner leak

- 5 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).

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

(S. PATTABIRAMAN)
PARTNER
M. No: 14309




KISHOR RUNGTA
Chairman and Managing Director
Madras Fertilizers Limited
Manali, Chennai - 600 068.

6 The revenue from operations includes a sum of Rs.46904 Lakhs consisting of :

- a. Rs.45,793 Lakhs towards subsidy for Neem coated Urea and
- b. Rs.1111 Lakhs for freight subsidy.

The subsidy eligible for Neem coated urea has been arrived at by the Company in accordance with policy parameters framed by GoI. The rate adopted by the Company for accounting the subsidy claim amounting to Rs.42,973 per MT. The said rate is subject to variation upon final determination of rates by GoI under new pricing scheme. The impact on the variation of subsidy rate will be given effect to in the accounts as and when the same is communicated by GoI.

- 7 The Company has defaulted in the repayment of principal of Rs.55424 Lakhs and interest of Rs.83462 Lakhs in respect of loans availed from GoI. The proposal of restructuring the said loan with GOI is under progress.
- 8 The provision for liability towards gratuity, post-retirement benefits, leave encashment and depreciation has been made on an estimated basis
- 9 Other comprehensive income of Rs.11752.43 Lakhs, consists of gains on fair value changes of unquoted equity shares in Indian Potash Ltd held by the Company, net of tax effect on the same of Rs.2754.32 Lakhs. The fair value of the unquoted equity shares has been arrived at net book value model based on the audited consolidated financial statements of the said company for the FY 2022-23. Deferred tax in respect of other timing differences, as applicable, will be considered at the year-end.
- 10 In view of the losses incurred for the quarter ended Jun 30, 2023, no provision for income tax has been considered in the financials.
- 11 The reconciliation of the difference of Rs.5550 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 Rs.4833 Lakhs as a prudent measure for the said difference. No provision for the balance has been considered necessary during the quarter pending the completion of reconciliation.
- 12 GST department has passed orders for the following years and has raised a demand of Rs.19067 Lakhs on the Company.

Financial Year	Notice dated	Amount (Rs Lakhs)
2017-18	07-06-2023	166
2018-19	12-06-2023	10,221
2019-20	13-06-2023	8,680
		19,067

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

(S. PATTABIRAMAN)
PARTNER
M. No:14309




KISHOR RUNGTA
Chairman and Managing Director
Madras Fertilizers Limited
Manali, Chennai - 600 068.

The Company has filed writ petitions contesting the liability of Rs.18901 Lakhs and is in the process of filing an Appeal for the balance liability of Rs.166 lakhs. Pending the outcome of the Writ / Appeal proceedings, no provision has been considered necessary for the above demand of Rs.19067 Lakhs.

- 13 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

Date : 08.08.2023

Place : Chennai

Kishor Rungta

Chairman & Managing Director (a/c)

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


(S. PATTABIRAMAN)
PARTNER
M. No:14309




KISHOR RUNGTA
Chairman and 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 Quarter Ended June 30, 2023

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 quarter ended 30th June, 2023.
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. Our view of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and analytical and other review procedures applied to financial data and thus provides 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 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 there under 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.

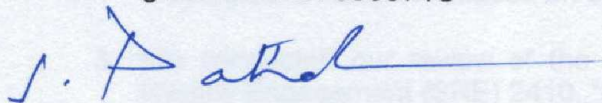


5. We draw attention to:

- (i) Note 6 of notes to accounts regarding recognition of subsidy of Rs. 45793 Lakhs under Revenue from operations for the quarter ended June 30, 2023. As stated in the note, the rate adopted by the Company for arriving at the subsidy income is subject to variation upon final determination of rates by GOI under new pricing scheme. The impact on the variation of subsidy rate will be given effect to in the accounts as and when the same is communicated by GoI.
- (ii) Note 11 of Notes to accounts regarding the non-provisioning of the difference in GST Input between the books of accounts and Electronic Credit Ledger as on Jun 30, 2023, pending the outcome of reconciliation which is under progress.
- (iii) Note 12 of Notes to accounts regarding the demand raised by GST department amounting to Rs.19066 Lakhs, which is being contested by the Company through Writ / Appeal proceedings.

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: 23014309BGWQJG7444

Place: Chennai

Date: 08.08.2023

