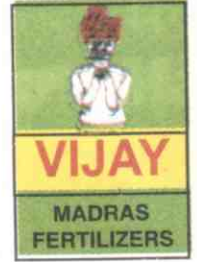




मद्रास फ़र्टिलाइज़र्स लिमिटेड Madras Fertilizers Limited

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

पोस्ट बैग सं. 2, मणालि, चेन्नै - 600 068. भारत. दूर : 25941001 / 25941201 (10 लाइनें)
Post Bag No. 2, Manali, Chennai - 600 068, INDIA. Tel : 25941001 / 25941201 (10 lines)
फैक्स / Fax : कार्मिक / Per. 25941010 संयंत्र / Plant 25940005 विप. / Mktg. 25941862
वित्त / Fin. 25943033 ई-मेल / E-mail : mfl@madrasfert.nic.in Website : www.madrasfert.nic.in



CIN - L32201TN1966GOI005469

CS/NSE/2016/688
February 12, 2016

Mr K Hari
Asst Vice President
National Stock Exchange of India Ltd
Plot No.C/I "G" Block
Bandra Kurla Complex
Bandra (E)
Mumbai - 400 051

Fax No: 22 - 26598237 / 38
Email : cmlist@nse.co.in

Dear Sir,

**Sub: Unaudited Financial Results for the period ending December 31, 2015
and Limited Review Report**

Pursuant to the Listing Agreement, we enclose herewith a copy of Unaudited Financial Results for the period ended December 31, 2015 and Auditor's Certificate of Limited Review of the Unaudited Financial Results of the Company for the above period for your information and records.

Very truly yours

V Muralidharan
Company Secretary

Enc : a/a



मद्रास फ़र्टिलाइज़र्स लिमिटेड Madras Fertilizers Limited

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MADRAS FERTILIZERS LIMITED
(A Govt. of India Undertaking)
Regd. Office : Manali, Chennai 600 068
CIN : L32201TN1966GOI005469 Web : www.madrasfert.nic.in

Part I Statement of Unaudited Results for the Quarter ended 31/12/2015. (₹ in lakhs)						
Particulars	3 months ended	Preceding 3 months ended	Corresponding 3 months ended in the previous year	Year to date figures for Current period ended	Year to date figures for the previous year ended	Previous year ended
	(31/12/2015)	(30/09/2015)	(31/12/2014)	(31/12/2015) (9 months)	(31/12/2014) (9 months)	(31/03/2015) (12 months)
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
1 Income from Operations						
(a) Net Sales/Income from Operations (Net of excise duty)	30511	35500	11999	81570	127287	170187
(b) Other Operating Income						
Total income from Operations (net)	30511	35500	11999	81570	127287	170187
2 Expenses						
(a) Cost of Materials consumed	22784	31012	13375	70296	118130	151306
(b) Purchase of stock-in-trade	152	328	136	687	448	521
(c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	1123	(2890)	1134	(2120)	(2548)	675
(d) Employee benefits expense	2202	2097	2173	6599	6660	9298
(e) Depreciation and amortisation expense	547	547	1060	1640	3180	1761
(f) Other Expenses	3474	3686	1961	9550	8682	13453
Total Expenses	30282	34780	19839	86652	134552	177014
3 Profit / (Loss) from Operations before Other Income, finance costs and Exceptional Items (1-2)	229	720	(7840)	(5082)	(7265)	(6827)
4 Other Income	95	209	181	368	445	1755
5 Profit/ (Loss) from Ordinary activities before finance costs and exceptional items (3+4)	324	929	(7659)	(4714)	(6820)	(5072)
6 Finance costs	2099	1754	2057	5917	5927	8397
7 Profit/ (Loss) from Ordinary activities after finance costs but before exceptional items (5+6)	(1775)	(825)	(9716)	(10631)	(12747)	(13469)
8 Exceptional Items	-	-	-	-	-	-
9 Profit / (Loss) from Ordinary Activities before tax (7 + 8)	(1775)	(825)	(9716)	(10631)	(12747)	(13469)
10 Tax Expense	-	-	-	-	-	-
11 Net Profit / (Loss) from Ordinary Activities after tax (9 - 10)	(1775)	(825)	(9716)	(10631)	(12747)	(13469)
12 Extraordinary Items (net of tax expense)	0	0	0	0	0	0
13 Net Profit / (Loss) for the period (11+12)	(1775)	(825)	(9716)	(10631)	(12747)	(13469)
14 Share of Profit/(Loss) of associates	-	-	-	-	-	-
15 Minority Interest	-	-	-	-	-	-
16 Net Profit / (Loss) after taxes, minority interest and share of profit / (Loss) of associates (13+14+15)	(1775)	(825)	(9716)	(10631)	(12747)	(13469)
17 Paid-up equity share capital (Face Value ₹ 10)	16110	16110	16110	16110	16110	16110
18 Reserve excluding Revaluation Reserves as per balance sheet of previous accounting year						(36833)
19 i Earnings Per Share (before extraordinary items) (of ₹ 10/- each) (not annualised):						
- (a) Basic	(1.10)	(0.51)	(6.03)	(6.60)	(7.91)	(8.36)
- (b) Diluted	(1.10)	(0.51)	(6.03)	(6.60)	(7.91)	(8.36)
19 ii Earnings Per Share (after extraordinary items) (of ₹ 10/- each) (not annualised):						
- (a) Basic	(1.10)	(0.51)	(6.03)	(6.60)	(7.91)	(8.36)
- (b) Diluted	(1.10)	(0.51)	(6.03)	(6.60)	(7.91)	(8.36)


For B. Thiagarajan & Co.,
Chartered Accountants
F.R.No.004371S

Partner
Ram Srinivasan
M.No.220112

A.B. KHARE
Chairman and Managing Director
MADRAS FERTILIZERS LIMITED
Manali, Chennai - 600 068

Part II						
Select Information for the Quarter and Year Ended 31/12/2015.						
Particulars	3 months ended	Preceding 3 months ended	Corresponding 3 months ended in the previous year	Year to date figures for Current period ended	Year to date figures for the previous year ended	Previous year ended
	(31/12/2015)	(30/09/2015)	(31/12/2014)	(31/12/2015) (9 months)	(31/12/2014) (9 months)	(31/03/2015) (12 months)
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
A PARTICULARS OF SHAREHOLDING						
1. Public Shareholding						
- Number of Shares	23733100	23733100	23733100	23733100	23733100	23733100
- Percentage of shareholding	14.73	14.73	14.73	14.73	14.73	14.73
2. Promoters and Promoter Group						
Share holding						
a) Pledged / Encumbered						
- Number of Shares	Nil	Nil	Nil	Nil	Nil	Nil
- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	Nil	Nil	Nil	Nil	Nil	Nil
- Percentage of shares (as a % of the total share capital of the company)	Nil	Nil	Nil	Nil	Nil	Nil
b) Non-Encumbered						
- Number of Shares	137368200	137368200	137368200	137368200	137368200	137368200
- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	100	100	100	100	100	100
- Percentage of shares (as a % of the total share capital of the company)	85.27	85.27	85.27	85.27	85.27	85.27
B	INVESTOR COMPLAINTS	3 months ended 31/12/2015				
	Pending at the beginning of the quarter			Nil		
	Received during the quarter			6		
	Disposed of during the quarter			6		
	Remaining unresolved at the end of the quarter			Nil		

For B. Thiagarajan & Co.,
Chartered Accountants
F.R.No.004371S


Partner
Ram Srinivasan
M.No.220112


A.B. KHARE
Chairman and Managing Director
MADRAS FERTILIZERS LIMITED
Manali, Chennai - 600 068

Note :

- 1 Ammonia & Urea Plant were shut down for 28 days and 29 days during the quarter on account of Flood, K1602 Compressor and other maintenance jobs.
- 2 Due to flood in Chennai during December 2015, Plants are under shutdown from 2nd December to 26th December 2015. The loss on account of same is under assessment by the surveyors. Hence the amount of loss and insurance claim for the same will be accounted during the year end.
- 3 Complex Fertilizer Plants were not in line for 91 days during the quarter due to raw materials and empty bags limitation in addition to maintenance jobs during the quarter.
- 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 AS 17 (Segment Reporting).
- 5 The Company has incurred loss during the period ending September 30, 2015 and hence the provision for current tax does not arise.
- 6 The draft rehabilitation scheme (DRS) submitted by the Operating Agency to BIFR is presently under the perusal and consideration of GOI. The BIFR hearing scheduled to be held on February 12, 2015 stands postponed and the date for the next hearing is yet to be announced.
7. The unaudited results have been subjected to Limited Review by Statutory Auditors.

For B. Thiagarajan & Co.,
Chartered Accountants
F.R.No.004371S

Partner
Ram Srinivasan
M.No.220112

By order of the Board

A B Khare

Chairman & Managing Director

A.B. KHARE
Chairman and Managing Director
MADRAS FERTILIZERS LIMITED
Manali, Chennai - 600 068

Date : Feb 12, 2016

Place : Chennai



B. THIAGARAJAN & Co.
CHARTERED ACCOUNTANTS

**Auditor's Limited Review Report On Quarterly Financial Results of
Madras Fertilizers Limited**

The Board of Directors
Madras Fertilizers Limited,
Post Bag No.2, Manali,
Chennai 600 068

1. We have audited the quarterly financial results of Madras Fertilizers Limited for the quarter ended 31st December 2015, prepared by the company pursuant to clause 41 of the Listing Agreement with the stock exchanges in India, 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 reviewed by us. This statement is the responsibility of the Company's Management and has been approved by the Board of Directors / Committee of Board of Directors. Our responsibility is to issue a report on these financial statements based on our review.
2. 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 misstatements.
3. A review of interim financial statement is limited primarily to inquiries of persons responsible for financial and accounting matters and analytical procedures applied to financial data. It is substantially less in scope than an audit conducted in accordance with the generally accepted accounting standards, the objectives of which is expression of opinion regarding the financial statements taken as a whole. We have not performed an audit and accordingly, we do not express an opinion.

"VIGFIN HOUSE"
OLD No.15, NEW No. 24,
YOGAMBAL STREET, T. NAGAR,
CHENNAI - 600 017

Phone : 42122115
42122116
42122118
Fax : 91-44-42122120



e-mail: btandco@gmail.com

4. Based on our review conducted as above, *subject to the below matters*, 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.

i) *The company has not complied with Accounting standard on Revenue Recognition (AS-9) and valuation of inventories (AS-2) issued by the Institute of Chartered Accountants of India, the impact of which is detailed in paragraph (a) to (c) as given below:*

(a) *A sum of Rs 487.43 Crores towards de-escalation in input prices which has been considered as payable to Fertilizer Industry Coordination Committee (FICC) for the year ended 31st December 2015 under New Pricing Scheme (NPS) for Urea. Adjustments may arise in future in respect of the above on final payment.*

(b) *Other Current Assets includes a sum of Rs 92.00 crores towards additional compensation under Nutrient Based Subsidy (NBS) for producing P&K fertilizers which has been considered as receivable from Department of Fertilizers (DOF). As the proposal to extend the scheme for additional compensation is still under consideration by DOF as at the period end, in our opinion, the above sum of Rs 92.00 crores is not recoverable and has the effect of understatement of accumulated losses for the quarter ended 31st December 2015 and overstatement of Other Current Assets as at 31st December 2015 to that extent.*

(c) *As per the Significant Accounting policies of the Company regarding valuation of Inventories, Ammonia is valued at cost which is not in accordance with Accounting Standard - 2 (Valuation of Inventories) which requires inventory to be valued at lower of cost or Net Realizable value (NRV).*



The effect of Para i (a) and (c) on the accounts is not ascertainable and Para i (b) above has the effect of understatement of accumulated losses for the period ended 31st December 2015 by Rs.92.00 crores, and overstatement of other current Assets to the same extent.

For B.Thiagarajan & Co.,
Chartered Accountants,
F.Reg No : 004371S



Ram Srinivasan

Partner

M.No: 220112

Place - Chennai

Date - 12th February 2016

