



Mangalore Chemicals
& Fertilizers Limited

Registered Office : Level 11, UB Tower, UB City,
24, Vittal Mallya Road, Bengaluru - 560 001
Phone: 080-39855599, Fax: 080-39855588 CIN: L24123KA1966PLC0002036
Email: shares@mangalorechemicals.com Website: www.mangalorechemicals.com

STATEMENT OF STANDALONE UNAUDITED RESULTS FOR THE QUARTER AND HALF YEAR ENDED SEPTEMBER 30, 2017

(Rupees in lakhs)

PART I						
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 previous period ended	Previous year ended
	30.09.2017	30.06.2017	30.09.2016	30.09.2017	30.09.2016	31.03.2017
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
1 INCOME						
(a) Revenue from operations (gross of excise duty)	80,610.71	59,297.63	84,890.73	139,908.34	140,722.69	250,359.68
(b) Other income	144.42	46.90	55.67	191.32	71.05	826.80
Total income	80,755.13	59,344.53	84,946.40	140,099.66	140,793.74	251,186.48
2 EXPENSES						
(a) Cost of materials consumed	29,168.43	30,424.75	32,697.94	59,593.18	57,926.19	111,331.89
(b) Purchases of stock-in-trade	6,178.91	37,623.71	14,284.40	43,802.62	51,062.23	68,638.78
(c) Change in inventories of finished goods, work-in-progress and stock-in-trade	24,173.33	(26,016.08)	17,378.53	(1,842.75)	(4,109.76)	(721.77)
(d) Excise duty on sale of goods	-	397.15	427.48	397.15	763.35	1,466.90
(e) Employee benefits expense	1,850.45	1,676.70	1,672.15	3,527.15	3,311.40	6,873.03
(f) Finance costs	2,204.65	2,300.32	2,752.55	4,504.97	6,864.04	11,148.14
(g) Depreciation and amortisation expense	902.68	886.60	906.64	1,789.28	1,728.22	3,526.65
(h) Power, fuel and water	4,836.00	5,080.91	5,300.68	9,916.91	8,595.69	17,966.62
(i) Outward freight	6,045.13	4,174.05	5,736.64	10,219.18	9,416.51	18,253.71
(j) Other expenses	2,285.17	3,203.46	1,481.47	5,488.63	4,204.18	9,690.61
Total expenses	77,644.75	59,751.57	82,638.48	137,396.32	139,762.05	248,174.56
3 Profit/(Loss) before tax (1-2)	3,110.38	(407.04)	2,307.92	2,703.34	1,031.69	3,011.92
4 Tax expense / (credit)						
(a) Current tax						
MAT	617.45	-	211.00	617.45	211.00	680.00
MAT credit entitlement	(617.45)	-	(211.00)	(617.45)	(211.00)	(680.00)
(b) Deferred tax charge /(credit)	1,058.01	(88.10)	772.76	969.91	332.61	1,070.45
Total tax expense	1,058.01	(88.10)	772.76	969.91	332.61	1,070.45
5 Net Profit / (Loss) from the period / year (3-4)	2,052.37	(318.94)	1,535.16	1,733.43	699.08	1,941.47
6 Other comprehensive income / expense						
Items that will not be reclassified to profit or loss in subsequent periods						
Re-measurement gains /(losses) on defined benefit plan	(63.89)	4.02	(171.69)	(59.87)	(114.46)	16.27
Income tax effect on above	22.11	(1.39)	59.42	20.72	39.61	(5.63)
Total other comprehensive income / expense	(41.78)	2.63	(112.27)	(39.15)	(74.85)	10.64
7 Total comprehensive income (5+6)	2,010.59	(316.31)	1,422.89	1,694.28	624.23	1,952.11
8 Paid-up equity share capital (Face value of Rs. 10 per share)	11,854.87	11,854.87	11,854.87	11,854.87	11,854.87	11,854.87
9 Other equity (excluding revaluation reserve) as per balance sheet of previous accounting year						24,476.72
10 Earnings per equity share (of Rs. 10/- each) (not annualised):						
(a) Basic (in Rs.)	1.73	(0.27)	1.30	1.46	0.59	1.64
(b) Diluted (in Rs.)	1.73	(0.27)	1.30	1.46	0.59	1.64

STATEMENT OF STANDALONE ASSETS AND LIABILITIES

(Rupees in lakhs)

	As at September 30, 2017	As at March 31, 2017
	Unaudited	Audited
ASSETS		
Non-current assets		
(a) Property, plant and equipment	61,743.42	62,474.53
(b) Capital work-in-progress	1,090.19	1,332.54
(c) Intangible assets	65.74	29.25
(d) Financial assets		
(i) Loans	620.15	630.05
(e) Tax assets (net)	-	13.83
(f) Other assets	837.10	349.14
	64,356.60	64,829.34
Current assets		
(a) Inventories	26,453.17	25,978.76
(b) Financial assets		
(i) Trade receivables	65,422.06	56,958.56
(ii) Cash and cash equivalents	1,651.10	5,892.32
(iii) Other bank balances	943.40	647.66
(iv) Others	52,016.66	68,065.31
(c) Other current assets	6,411.19	1,659.30
	152,897.58	159,201.91
Total assets	217,254.18	224,031.25
EQUITY AND LIABILITIES		
Equity		
(a) Equity share capital	11,854.87	11,854.87
(b) Other equity	31,529.69	30,548.62
	43,384.56	42,403.49
Liabilities		
Non-current liabilities		
(a) Financial liabilities		
(i) Borrowings	13,956.55	9,957.50
(ii) Others	765.49	1,639.10
(b) Provisions	1,418.11	1,509.77
(c) Deferred tax liability (net)	1,998.96	1,667.18
	18,139.11	14,773.55
Current liabilities		
(a) Financial liabilities		
(i) Borrowings	86,556.91	106,193.98
(ii) Trade payables	53,852.82	42,459.70
(iii) Others	13,699.71	16,362.83
(b) Other current liabilities	720.78	977.11
(c) Provisions	900.29	860.59
	155,730.51	166,854.21
Total equity and liabilities	217,254.18	224,031.25

Notes:

- The financial results for the quarter ended September 30, 2017 and year to date from April 1, 2017 to September 30, 2017 of Mangalore Chemicals and Fertilisers Limited ("the Company") have been reviewed by the Audit Committee and approved by the Board of Directors at its meetings held on October 26, 2017 and have been subjected to limited review by the statutory auditors of the Company.
- The financial results have been prepared in accordance with the recognition and measurement principles laid down in the applicable Indian Accounting Standards ("Ind AS") prescribed under Section 133 of the Companies Act, 2013, read with relevant rules thereunder and in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and SEBI Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016.
- The Company is engaged in the manufacture and sale of fertilisers which constitutes a single operating segment.
- The urea concession has been estimated and accounted as per the Government of India notification dated June 17, 2015.
The subsidy on phosphatic and complex fertilisers has been accounted based on the rates announced by the Government of India under Nutrient Based Subsidy Policy, from time to time.
- The urea fertiliser plant of the Company was shutdown from March 3, 2017 to April 27, 2017 and also from June 28, 2017 to July 19, 2017 for planned maintenance activities.
- The Company had engaged an independent firm to carry out forensic review of certain transactions relating to investment in preference shares of Bangalore Beverages Limited and advances to United Breweries (Holdings) Limited, which indicated that these transactions may have involved irregularities. These investment and advances aggregating to Rs. 21,668.20 Lakhs were fully provided for during the year ended March 31, 2016.
Zuari Fertilisers and Chemicals Limited, the holding company, has filed a petition before the National Company Law Tribunal, Bengaluru ("NCLT") to claim accountability of erstwhile promoter group for the aforesaid irregularities. The matter is currently pending before the NCLT.
- The Board of Directors of the Company at its meeting held on May 18, 2017 had proposed dividend of Rs.0.50 per equity share of Rs. 10 each amounting to Rs. 713.21 Lakhs (inclusive of dividend distribution tax) for the year ended March 31, 2017, which was approved at the ensuing annual general meeting held on September 25, 2017.
- Revenue from operations for the current quarter is not comparable with previous periods, since revenue for current quarter is net of Goods and Service Tax (GST) whereas Excise duty formed part of expenses in previous periods / year.
- The previous period/year's figures have been regrouped where necessary to confirm to this period's classification.

For and on behalf of the Board of Directors
N Suresh Krishnan
Managing Director

Place : Gurugram
Date : October 26, 2017