

STATEMENT OF UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND NINE MONTHS ENDED DECEMBER 31, 2022

(Rupees 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 previous period ended	Previous year ended
	31.12.2022	30.09.2022	31.12.2021	31.12.2022	31.12.2021	31.03.2022
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
1 INCOME						
(a) Revenue from contracts with customers (Refer Note 4 and 5)	117,323.52	28,338.55	76,169.63	247,790.88	217,670.72	289,558.30
(b) Other income	700.22	639.36	467.75	1,928.38	1,654.10	2,427.06
Total income	118,023.74	28,977.91	76,637.38	249,719.26	219,324.82	291,985.36
2 EXPENSES						
(a) Cost of materials consumed	64,152.55	24,337.63	42,878.26	146,844.92	126,169.17	186,934.66
(b) Purchases of traded goods	7,303.09	2,033.45	42.59	9,422.31	6,299.77	6,416.91
(c) Change in inventories of finished goods, traded goods and work-in-progress	(3,113.71)	(4,053.24)	3,895.41	6,993.07	3,753.94	(13,122.69)
(d) Employee benefits expense	1,637.64	1,876.34	1,697.07	5,355.98	5,300.39	6,962.64
(e) Finance costs	3,323.70	2,093.37	1,051.42	7,364.79	3,389.52	4,940.42
(f) Depreciation and amortisation expense	1,748.11	1,275.82	1,292.47	4,278.35	3,826.53	5,055.75
(g) Other expenses	33,271.30	6,362.10	21,059.16	61,026.03	57,535.61	81,331.66
Total expenses	108,322.68	33,925.47	71,916.38	241,285.45	206,274.93	278,519.35
3 Profit/(Loss) before tax (1-2)	9,701.06	(4,947.56)	4,721.00	8,433.81	13,049.89	13,466.01
4 Tax expense						
(a) Current tax (Minimum Alternate Tax)	1,469.00	(656.00)	817.00	1,469.00	2,307.00	2,350.00
(b) Deferred tax charge / (credit)	615.51	(1,072.77)	796.90	286.91	2,305.40	2,329.88
Total tax expense / (credit)	2,084.51	(1,728.77)	1,613.90	1,755.91	4,612.40	4,679.88
5 Profit/(Loss) for the period/year (3-4)	7,616.55	(3,218.79)	3,107.10	6,677.90	8,437.49	8,786.13
6 Other comprehensive income/(loss)						
Items that will not be reclassified to profit or loss						
Re-measurement gains/(losses) on defined benefit plan	(10.44)	(39.97)	(2.09)	(4.13)	(65.14)	(31.15)
Income tax effect on above	3.64	13.97	0.73	1.44	22.76	10.88
Total other comprehensive income/(loss)	(6.80)	(26.00)	(1.36)	(2.69)	(42.38)	(20.27)
7 Total comprehensive income/(loss) (5+6)	7,609.75	(3,244.79)	3,105.74	6,675.21	8,395.11	8,765.86
8 Paid-up equity share capital (Face value of INR 10 per share)	11,854.87	11,854.87	11,854.87	11,854.87	11,854.87	11,854.87
9 Other equity						56,452.12
10 Earnings per equity share						
(of INR 10/- each) (not annualised for quarters/ periods):						
(a) Basic (in INR)	6.42	(2.71)	2.62	5.63	7.12	7.41
(b) Diluted (in INR)	6.42	(2.71)	2.62	5.63	7.12	7.41

See accompanying notes to the unaudited financial results

Notes:

1. The unaudited financial results for the quarter ended December 31, 2022 and year to date from April 1, 2022 to December 31, 2022 of Mangalore Chemicals and Fertilizers Limited (“the Company”) have been reviewed by the Audit Committee and approved by the Board of Directors at their respective meetings held on January 30, 2023 and has been subjected to limited review by auditors.
2. The unaudited financial results have been prepared in accordance with the Indian Accounting Standards (“Ind AS”) prescribed under Section 133 of the Companies Act, 2013, read with relevant Rules issued thereunder and other accounting principles generally accepted in India and in compliance with Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended.
3. The Company is engaged in the manufacture, sale and trading of fertilisers which constitutes a single operating segment as per Ind AS 108 and hence separate segment disclosures have not been furnished.
4. The urea concession income for the period / year has been recognized based on management’s estimate, pending finalization by the Government of India (‘GOI’).
5. The Company had during the year ended March 31, 2021 recognised urea subsidy income of INR 2,914 Lakhs without benchmarking its cost of production using naphtha with that of gas-based urea manufacturing units recently converted to natural gas, as notified by the Department of Fertilizers [DoF] for subsidy income computation, against which the Company had filed a writ petition against the DoF before the Hon’ble High Court of Delhi [DHC]. Pending finalization of writ petition before the DHC, the management, based on legal opinion and considering the fact that the energy cost is always a pass-through in subsidy computation, believes that artificial benchmarking is arbitrary and discriminatory and is confident of realisation of the aforesaid subsidy income.
6. The Code on Social Security, 2020 (‘Code’) relating to employee benefits received Presidential assent in September 2020. However, effective date and the final Rules/ interpretation have not yet been notified / issued. The Company is in the process of assessing the impact of the Code and will recognize the impact, if any, based on its effective date.
7. Previous year / period’s figures have been regrouped / rearranged wherever considered necessary, to conform with current period’s classification.

For and on behalf of the Board of Directors

Date: January 30,2023

Nitin M Kantak
Whole Time Director