

राष्ट्रीय केमिकल्स एण्ड
फर्टिलाइजर्स लिमिटेड

(भारत सरकार का उपक्रम)
साथ बढ़ें समृद्धि की ओर



Rashtriya Chemicals and
Fertilizers Limited

(A Government of India Undertaking)
Let us grow together

जय भगवान शर्मा
कंपनी सचिव

JAI BHAGWAN SHARMA
COMPANY SECRETARY

"प्रियदर्शिनी",
ईस्टर्न एक्सप्रेस हाइवे,
सायन, मुंबई - 400 022.

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

दूरभाष / Tel. (Off.): (022) 24045024 फैक्स / Fax: (022) 24045022 ई-मेल / E-mail: jbsharma@rcfltd.com वेबसाइट / Web: www.rcfltd.com

CIN: L24110MH1978GOI020185

RCF/CS/Stock Exchanges /2019

12th February, 2019

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 nine months period ended 31st December, 2018 pursuant to Regulation 33 of SEBI(Listing Obligations and Disclosure Requirements) Regulations, 2015

Sir/Madam

This is to inform that at the meeting held on 12th February, 2019, the Board of Directors of the Company have approved the Un-audited Financial Results(Standalone) for the quarter & nine months period ended 31st December, 2018.

Accordingly, pursuant to Regulations 30 and 33 of SEBI(Listing Obligations and Disclosure Requirements) Regulations, 2015, we enclose the following:

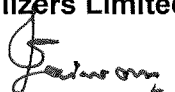
- Un-audited Financial Results(Standalone) for the quarter & nine months period ended 31st December, 2018;
- Limited Review Report issued by M/s Kalyaniwalla & Mistry LLP, Statutory Auditors, for the quarter & nine months period ended 31st December, 2018.

The Unaudited Financial Results are also being uploaded on the Company's website at www.rcfltd.com.

The meeting of Board of Directors commenced at 11.30 a.m. and concluded at 3.32 p.m.

This is for your kind information and record.

Yours faithfully,
For Rashtriya Chemicals and Fertilizers Limited


(J. B. Sharma)

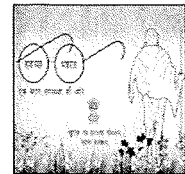
Company Secretary

Encl: a./a.



RASHTRIYA CHEMICALS AND FERTILIZERS LIMITED
(A Govt. Of India Undertaking)

Regd. Office : "Priyadarshini" Eastern Express Highway, Sion, Mumbai 400 022
CIN No. L24110MH1978GOI020185 Website: www.rcfltd.com



Statement of Unaudited Standalone Results for the Quarter and Nine Months Ended 31ST DECEMBER 2018

(₹ in Lakh)

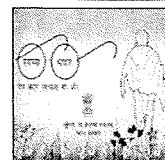
Particulars	Quarter ended			Nine Months ended		Year ended
	31.12.2018	30.09.2018	31.12.2017	31.12.2018	31.12.2017	31.03.2018
	Unaudited			Unaudited		Audited
	1	2	3	4	5	6
1 Income						
a Revenue from Operations	235352	232149	196915	661849	532089	728196
b Other Income	2044	1605	2204	4897	4545	6124
Total Income	237396	233754	199119	666746	536634	734320
2 Expenses						
a. Cost of Materials consumed	91118	101402	77923	286181	216807	299589
b. Purchase of stock-in-trade	526	30029	441	30733	21224	21366
c. Changes in inventories of finished goods and stock in trade	26809	(20911)	8383	(13064)	(6825)	1464
d. Employee benefit expense	13550	14635	14189	43044	42426	57375
e. Finance Costs	2674	3760	912	9810	3651	6259
f. Depreciation and amortisation expense	3981	3847	3296	11593	10269	13704
g. Other expenses						
i. Power and Fuel	65203	70383	59611	204149	162087	224188
ii. Freight and Handling charges	18024	15011	18978	48957	48964	65191
iii. Others	7354	12020	6303	30087	23213	32350
Total expenses	229239	230176	190036	651490	521816	721486
3 Profit / (Loss) before exceptional items and tax (1-2)	8157	3578	9083	15256	14818	12834
4 Exceptional items	-	-	5326	-	5326	12
5 Profit / (Loss) before tax (3-4)	8157	3578	3757	15256	9492	12822
6 Tax Expense						
i. Current Tax	2047	285	64	4175	2969	7275
ii. Deferred Tax Liability/(Asset)	779	3573	1977	3731	3522	(406)
iii. Less : Excess Provision of Tax Written Back	(340)	2060	76	1720	1925	1927
Total Tax	3166	1798	1965	6186	4566	4942
7 Profit / (Loss) after tax (5-6)	4991	1780	1792	9070	4926	7880
8 Other Comprehensive Income						
i. Items that will not be reclassified to profit & loss	(1127)	685	(1023)	(487)	(983)	(109)
ii. Items that will be reclassified to profit & loss	-	-	-	-	-	-
9 Total Comprehensive Income for the period (7+8)	3864	2465	769	8583	3943	7771
10 Paid up equity share capital (Face Value - ₹ 10/- each.)	55169	55169	55169	55169	55169	55169
11 Reserves excluding Revaluation Reserves as at balance sheet date				242392	233972	237800
12 Earnings Per Share Basic & Diluted (EPS) (₹)	0.90	0.32	0.32	1.64	0.89	1.43
* Not annualised	*	*	*	*	*	*



3. d. J.
12.2.2019

RASHTRIYA CHEMICALS AND FERTILIZERS LIMITED
(A Govt. Of India Undertaking)

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



Unaudited Segmentwise Revenue, Results, Assets and Liabilities for the Quarter and Nine Months Ended 31ST DECEMBER 2018

(₹ in Lakh)

Particulars	Quarter ended			Nine Months ended		Year ended
	31.12.2018	30.09.2018	31.12.2017	31.12.2018	31.12.2017	31.03.2018
	Unaudited			Unaudited		Audited
	1	2	3	4	5	6
1 Segment Revenue						
a. Fertilizers	184473	210437	160639	565988	449321	620844
b. Industrial Chemicals	25199	20259	21776	68281	55270	78455
c. Trading	25439	1212	13750	26857	26266	27171
d. Unallocated	241	241	750	723	1232	1726
Total	235352	232149	196915	661849	532089	728196
Less: Inter Segment Revenue	-	-	-	-	-	-
Revenue from Operations	235352	232149	196915	661849	532089	728196
2 Segment Results						
a. Fertilizers	3084	10454	6921	19810	13741	14390
b. Industrial Chemicals	3134	(1005)	775	4303	1710	2695
c. Trading	2453	(1184)	1940	1317	3592	3296
Total	8671	8265	9636	25430	19043	20381
Finance Costs	2674	3760	912	9810	3651	6259
Other Net Unallocable Expenditure / (Income)	(2160)	927	4967	364	5900	1300
Profit/ (Loss) Before Tax	8157	3578	3757	15256	9492	12822
3 Segment Assets						
a. Fertilizers	640316	604303	541383	640316	541383	570161
b. Industrial Chemicals	35008	30909	29315	35008	29315	24941
c. Trading	24302	36342	25909	24302	25909	11853
d. Unallocated	26355	9455	42622	26355	42622	35099
Total	725981	681009	639229	725981	639229	642054
4 Segment Liabilities						
a. Fertilizers	159241	202977	180206	159241	180206	181125
b. Industrial Chemicals	12597	8578	4336	12597	4336	5058
c. Trading	2442	398	11708	2442	11708	28
d. Unallocated	254140	175359	153838	254140	153838	162874
Total	428420	387312	350088	428420	350088	349085

Notes:

- The above results have been reviewed by the Audit Committee and approved by the Board of Directors at their meeting held on February 12, 2019. The Statutory Auditors of the Company have carried out a limited review of the above results.
- The results for the quarter and nine months ended 31st December, 2018 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.
- Pursuant to the introduction of Goods and Service Tax (GST) w.e.f. 01st July 2017, Excise duty, VAT, etc. have been subsumed into GST. In accordance with the Accounting requirements, unlike excise duty, GST is not a part of Revenue. Consequently Revenue from Operations for the current period are not comparable with the corresponding period of the previous year and with the previous year, since Excise duty formed part of Revenue and other expenses upto the period ended 30th June 2017.
- 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). It is expected that a decision on the matter would be taken soon by the IMC. Pending such decision, initially subsidy amounting to ₹19894 lakh was withheld. As per DoF approval for release of this subsidy, upon submission of its claims along with bank guarantee for equivalent amount by the Company, an amount of ₹12511 lakh has been received upto 31st December, 2018. Accordingly no provision has been made in these accounts towards the balance amount of ₹7383 lakh withheld, as Company is of the view that no unintended benefits have accrued to owing to use of domestic gas.



12.2.2019

5 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 is recognizing liability based on the difference between domestic gas price and pool / market price of gas for its non-urea operations. The difference is provided considering domestic gas first for urea operations on cumulative basis for the year and the balance if any, for non-urea operations. Provisions are accordingly adjusted during the quarter. Company has reversed liability of ₹ 604 lakh for the quarter and recognised a liability ₹ 11 lakh for the nine months ended 31st December, 2018 and ₹ 21190 lakh for the period commencing from 1st June, 2015 to 31st December, 2018 (₹ 21179 lakh upto 31st March, 2018) on this account.

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.

Pursuant to the said order, GAIL has sought a differential levy amounting to ₹ 144284 lakh for the period commencing from 1st July 2006 till 31st March 2017 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. The said matter has been currently referred to Administrative Mechanism for Resolution of CPSEs Disputes (AMRCD) on 22nd May 2018

6 Inter Corporate Deposit (ICD) advanced to Fertilizers and Chemicals Travancore Ltd (FACT) - a 50% JV partner in FACT-RCF Building Products Ltd (FRBL) of ₹ 2550 lakh (being their share of contribution paid by RCF towards one time settlement entered into between FRBL and their bankers) and interest outstanding thereon ₹ 54 lakh as at 31st December, 2018 has not been provided for, despite FACT's adverse financial position. Company is certain of settlement of the ICD given as FACT is a Government owned Entity and interest has been settled upto 30th September, 2018. Consequently Corporate Guarantee given by Company to FRBL bankers stands discharged.

7 The Company had received an arbitration award in its favour for compensation claimed in respect of surrender of land to Mumbai Metropolitan Regional Development Authority (MMRDA) on 23rd May, 2018. As per the Award, Company is eligible for additional compensation either in the form of cash or TDRs amounting to ₹ 7517 lakh along with interest @ 9% thereon from 31st March, 2015 till the date of realisation of Award. As the Award is being appealed against by MMRDA, pending final outcome of the same, Company has not recognised any income accruing on account of the same.

8 Exceptional items consists of:

(₹ in Lakh)

Particulars	Quarter and Nine Months ended 31.12.2017	Year ended 31.03.2018
Past service gratuity cost on account of increase in gratuity limits from ₹10 lakh to ₹20 lakh.	11627	10806
Less: Net fair value gain on account of valuation of Development Right Certificate received / receivable from Municipal Corporation of Greater Mumbai towards surrender of land	(6301)	(10794)
Net Exception Expense / (Income)	5326	12

9 Deferred Tax Liability is net of MAT Credit entitlement of ₹ 697 lakh for nine months ended 31st December, 2018. (Previous nine months ₹ Nil)

10 The figures for the corresponding previous periods have been restated / regrouped wherever necessary, to make them comparable.

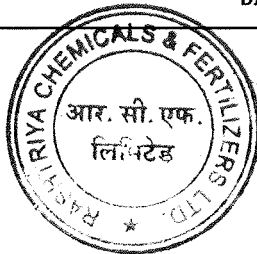


For and on behalf of the Board of Directors
RASHTRIYA CHEMICALS AND FERTILIZERS LTD.

3.4.2019
12.2.2019

Dated : 12th February, 2019
Place: Mumbai

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



KALYANIWALLA & MISTRY LLP

CHARTERED ACCOUNTANTS

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 financial results of **Rashtriya Chemicals and Fertilizers Limited** ('the Company') for the quarter and nine months ended December 31, 2018 ("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. This 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 February 12, 2018. Our responsibility is to issue a report on these financial statements 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 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 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 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. Emphasis of Matters:

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

- a) **Note No 4:** 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). It is expected that a decision on the matter would be taken soon by the IMC. Pending such decision, initially subsidy amounting to Rs. 19894 lakh was withheld. As per DoF approval for release of this subsidy, upon submission of its claims along with bank guarantee for equivalent amount by the Company, an amount of Rs. 12511 lakh has been received upto December 31, 2018. Accordingly no provision has been made in these accounts towards the balance amount of Rs. 7383 lakh withheld, as Company is of the view that no unintended benefits have accrued to owing to use of domestic gas.

- b) **Note No 5:** Consequent to Gas pooling being made applicable to Fertilizer (Urea) sector w.e.f. June 1, 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: December 16, 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, the Company has represented that any decision on the same be taken only upon the issue being settled by the IMC of GoI. However, pending finalization of price payable as per the said letter, Company is recognizing liability based on the difference between domestic gas price and pool / market price of gas for its non-urea operations. The difference is provided considering domestic gas first for urea operations on cumulative basis for the year and the balance if any, for non-urea operations. Provisions are accordingly adjusted during the quarter. Company has reversed liability of Rs. 604 lakh for the quarter and recognised a liability Rs. 11 lakh for the nine months ended December 31, 2018 and Rs. 21190 lakh for the period commencing from June 1, 2015 to December 31, 2018 (Rs. 21179 lakh upto March 31, 2018) on this account.

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

Pursuant to the said order, GAIL has sought a differential levy amounting to Rs. 144284 lakh for the period commencing from July 1, 2006 till March 31, 2017 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. The said matter has been currently referred to Administrative Mechanism for Resolution of CPSEs Disputes (AMRCD) on May 22, 2018

- c) **Note No 6: Inter Corporate Deposit (ICD) advanced to Fertilizers and Chemicals Travancore Ltd (FACT) - a 50% JV partner in FACT-RCF Building Products Ltd (FRBL)** of Rs. 2550 lakh (being their share of contribution paid by RCF towards one-time settlement entered into between FRBL and their bankers) and interest outstanding thereon Rs. 54 lakh as at December 31, 2018 has not been provided for, despite FACT's adverse financial position. Company is certain of settlement of the ICD given as FACT is a Government owned Entity and interest has been settled upto September 30, 2018. Consequently, Corporate Guarantee given by Company to FRBL bankers stands discharged.

Our opinion is not modified in respect of these matters.

For KALYANIWALLA & MISTRY LLP
CHARTERED ACCOUNTANTS
Firm Registration No. 104607W / W100166



Sai Venkata Ramana Damarla

Partner

Membership. No. 107017

Place: Mumbai

Dated: February 12, 2019