

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 /2018

12th November, 2018

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 half year ended 30th September, 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 November, 2018, the Board of Directors of the Company have approved the Un-audited Financial Results(Standalone) for the quarter & half year ended 30th September, 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 & half year ended 30th September, 2018;
- Limited Review Report issued by M/s Kalyaniwalla & Mistry LLP, Statutory Auditors, for the quarter & half year ended 30th September, 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 11.00 a.m. and concluded at 1.05 p.m.

This is for your kind information and record.

Yours faithfully,
For Rashtriya Chemicals and Fertilizers Limited

(J. B. Sharma)

Company Secretary

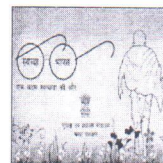
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Let us grow together

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 Half Year Ended 30TH SEPTEMBER 2018

(₹ in Lakh)

Particulars	Quarter ended			Half Year ended		Year ended
	30.09.2018	30.06.2018	30.09.2017	30.09.2018	30.09.2017	31.03.2018
	Unaudited			Unaudited		Audited
	1	2	3	4	5	6
1 Income						
a Revenue from Operations	232149	194348	179726	426497	335174	728196
b Other Income	1605	1248	1477	2853	2341	6124
Total Income	233754	195596	181203	429350	337515	734320
2 Expenses						
a Cost of Materials consumed	101402	93661	71786	195063	138884	299589
b. Purchase of stock-in-trade	30029	178	9895	30207	20783	21366
c. Changes in inventories of finished goods and stock in trade	(20911)	(18962)	3223	(39873)	(15208)	1464
d. Employee benefit expense	14635	14859	14087	29494	28237	57375
e. Finance Costs	3760	3376	1713	7136	2739	6259
f. Depreciation and amortisation expense	3847	3765	3506	7612	6973	13704
g. Other expenses						
i. Power and Fuel	70383	68563	52536	138946	102476	224188
ii. Freight and Handling charges	15011	15922	15684	30933	29986	65191
iii. Others	12020	10713	6115	22733	16910	32350
Total expenses	230176	192075	178545	422251	331780	721486
3 Profit / (Loss) before exceptional items and tax (1-2)	3578	3521	2658	7099	5735	12834
4 Exceptional items	-	-	-	-	-	12
5 Profit / (Loss) before tax (3-4)	3578	3521	2658	7099	5735	12822
6 Tax Expense						
i. Current Tax	285	1843	1611	2128	2905	7275
ii. Deferred Tax Liability/(Asset)	3573	(621)	1819	2952	1545	(406)
iii. Less - Excess Provision of Tax Written Back	2,060	-	1851	2,060	1,849	1,927
Total Tax	1798	1222	1579	3020	2601	4942
7 Profit / (Loss) after tax (5-6)	1780	2299	1079	4079	3134	7880
8 Other Comprehensive Income						
i. Items that will not be reclassified to profit & loss	685	(45)	20	640	40	(109)
ii. Items that will be reclassified to profit & loss	-	-	-	-	-	-
9 Total Comprehensive Income for the period (7+8)	2465	2254	1099	4719	3174	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				238528	233203	237800
12 Earnings Per Share Basic & Diluted (EPS) (₹)	0.32	0.42	0.20	0.74	0.57	1.43
* Not annualised	*	*	*			



3. d. [Signature]
12.11.2018



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

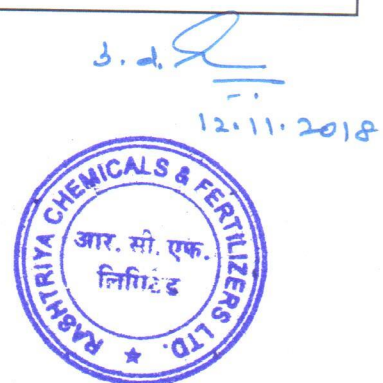
Regd. Office : "Priyadarshini" Eastern Express Highway, Sion, Mumbai 400 022
CIN No. L24110MH1978GOI020185 Website: www.rcfild.com



Unaudited Segmentwise Revenue, Results, Assets and Liabilities for the Quarter and Half Year Ended 30TH SEPTEMBER 2018


Particulars	Quarter ended			Half Year ended		Year ended
	30.09.2018	30.06.2018	30.09.2017	30.09.2018	30.09.2017	31.03.2018
	Unaudited			Unaudited		Audited
	1	2	3	4	5	6
1 Segment Revenue						
a. Fertilizers	210437	171078	152899	381515	288682	620844
b. Industrial Chemicals	20259	22823	14496	43082	33494	78455
c. Trading	1212	206	12089	1418	12516	27171
d. Unallocated	241	241	242	482	482	1726
Total	232149	194348	179726	426497	335174	728196
Less: Inter Segment Revenue	-	-	-	-	-	-
Revenue from Operations	232149	194348	179726	426497	335174	728196
2 Segment Results						
a. Fertilizers	10454	6272	3013	16726	6820	14390
b. Industrial Chemicals	(1005)	2174	431	1169	935	2695
c. Trading	(1184)	48	1517	(1136)	1652	3296
Total	8265	8494	4961	16759	9407	20381
Interest Expense	3504	3237	1348	6741	2246	5381
(Interest Income)	(256)	(139)	(365)	(395)	(493)	(878)
Other Net Unallocable Expenditure / (Income)	1183	1736	955	2919	1426	2178
Profit/ (Loss) Before Tax	3578	3521	2658	7099	5735	12822
3 Segment Assets						
a. Fertilizers	604303	635464	481594	604303	481594	570161
b. Industrial Chemicals	30909	26906	29384	30909	29384	24941
c. Trading	36342	8418	23432	36342	23432	11853
d. Unallocated	9455	35870	33652	9455	33652	35099
Total	681009	706658	568062	681009	568062	642054
4 Segment Liabilities						
a. Fertilizers	202977	199946	152824	202977	152824	181125
b. Industrial Chemicals	8578	6432	5020	8578	5020	5058
c. Trading	398	162	1354	398	1354	28
d. Unallocated	175359	204895	120492	175359	120492	162874
Total	387312	411435	279690	387312	279690	349085

- Notes:**
- The above results have been reviewed by the Audit Committee and approved by the Board of Directors at their meeting held on November 12, 2018. The Statutory Auditors of the Company have carried out a limited review of the above results.
 - The results for the quarter and half year ended 30th September, 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 ₹9817 lakh has been received upto 30th September, 2018. Accordingly no provision has been made in these accounts towards the balance amount of ₹10077 lakh withheld, as Company is of the view that no unintended benefits have accrued to owing to use of domestic gas.



- 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 has recognised a liability of ₹ 459 lakh for the quarter, ₹ 615 lakh for the half year and ₹ 21794 lakh for the period commencing from 1st June, 2015 to 30th September, 2018 (₹ 21179 lakh upto 31st March, 2018) based on the difference between the domestic gas price and pooled / market price of gas for its non-urea operations.
- 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 FACT-RCF Building products Ltd (FRBL) is a 50:50 joint venture between RCF and FACT (Fertilizers and Chemicals Travancore Ltd.) - a Central Public Sector Undertaking. Company had given Corporate Guarantee on behalf of FRBL to its bankers. A one time settlement was entered with the bankers and FRBL with both the Joint Venture Partners RCF & FACT contributing equally towards the same. The share of FACT amounting to ₹ 2550 lakh has been paid by RCF and shown as Inter Corporate Deposit (ICD) advanced to it. The principal amount of ₹ 2550 lakh and interest for the quarter amounting to ₹ 48 lakh and ₹ 95 lakh for the half year ended 30th September, 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.
- 7 During the quarter, Shareholders of the Company have approved dividend of ₹ 0.60 per share (face value ₹ 10/- each) for the financial year 2017-18
- 8 Exceptional items (Previous Year ended 31.03.2018) consists of:
- (a) Net fair value gain of ₹ 10794 lakh on account of valuation of Development Right Certificate received / receivable from Municipal Corporation of Greater Mumbai towards surrender of land in accordance with IND-AS 38 and Guidance Note on Accounting for Real Estate Transactions issued by Institute of Chartered Accountants of India. Tax expense includes the Capital Gains Tax impact on the same.
- (b) Past service gratuity cost of ₹ 10806 lakh on account of increase in gratuity limits from ₹10 lakh to ₹20 lakh in line with Notification dated 29th march, 2018 issued by The Ministry of Labour and Employment.
- 9 Deferred Tax Liability is net of MAT Credit entitlement of ₹ 815 lakh for the quarter and half year ended 30th September, 2018. (Previous quarter and half year ₹ 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.


12.11.2018

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

Dated : 12th November, 2018
Place: Mumbai



**RASHTRIYA CHEMICALS AND FERTILIZERS LIMITED**

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

STATEMENT OF ASSETS AND LIABILITIES

(₹ in Lakh)

Particulars	Standalone	
	AS AT	
	30.09.2018	31.03.2018
	Unaudited	Audited
A ASSETS		
1 Non Current Assets		
(a) Property, Plant and Equipment	188094	190349
(b) Capital Work in Progress	23213	15236
(c) Investment Property	502	510
(d) Intangible Assets	92	141
(e) Financial Assets		
(i) Investments		
Investment in Joint Ventures	1634	502
Other Investments	5738	5738
(ii) Trade Receivables	-	-
(ii) Loans	65	41
(iii) Others	-	34
(f) Other non-current assets	30148	32662
Sub total	249486	245213
2 Current Assets		
(a) Inventories	119064	74165
(b) Financial Assets		
(i) Trade Receivables	284424	295541
(ii) Cash and Cash Equivalents	182	524
(iii) Bank balances other than (ii) above	3433	71
(iv) Loans	2682	686
(v) Others	3277	8121
(c) Other Current Assets	18461	17733
Sub total	431523	396841
TOTAL - ASSETS	681009	642054
B. EQUITY & LIABILITIES		
1 Equity		
(a) Equity Share Capital	55169	55169
(b) Other Equity	238528	237800
Sub total	293697	292969
2 Liabilities		
(I) Non Current Liabilities		
(a) Financial Liabilities		
(i) Borrowings	51259	32006
(ii) Trade Payables		
(A) total outstandings dues of micro enterprises and small enterprises.	-	-
(B) total outstandings dues of creditors other than micro enterprises and small enterprises.	21794	21179
(iii) Other Financial Liabilities	3470	3471
(b) Provisions	19605	25378
(c) Deferred Tax Liabilities(Net)	24929	21977
(d) Other non-current liabilities	2850	2638
Sub total	123907	106649
(II) Current Liabilities		
(a) Financial Liabilities		
(i) Borrowings	48427	93459
(ii) Trade Payables		
(A) total outstandings dues of micro enterprises and small enterprises.	1317	1514
(B) total outstandings dues of creditors other than micro enterprises and small enterprises.	134513	68226
(iii) Other Financial Liabilities	42900	43284
(b) Other Current Liabilities	21022	18571
(c) Provisions	15201	13780
(d) Current Tax Liabilities (Net)	25	3602
Sub total	263405	242436
TOTAL - EQUITY & LIABILITIES	681009	642054

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

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

Dated : 12th November, 2018
Place: Mumbai
MUMBAI



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 half year ended September 30, 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 November 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. 9817 lakh has been received upto September 30, 2018. Accordingly no provision has been made in these accounts towards the balance amount of Rs. 10077 lakh withheld, as Company is of the view that no unintended benefits have accrued to owing to use of domestic gas.

LLP IN : AAH - 3437

REGISTERED OFFICE : ESPLANADE HOUSE, 29, HAZARIMAL SOMANI MARG, FORT, MUMBAI 400 001
TEL.: (91) (22) 6158 6200, 6158 7200 FAX : (91) (22) 6158 6275

**KALYANIWALLA
& MISTRY LLP**

- a) **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 has recognized a liability of Rs. 459 lakh for the quarter, Rs. 615 lakh for the half year and Rs. 21794 lakh for the period commencing from June 1, 2015 to September 30, 2018 (Rs. 21179 lakh upto March 31, 2018) based on the difference between the domestic gas price and pooled / market price of gas for its non-urea operations.

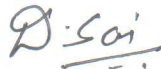
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Pursuant to the said order, GAIL has sought a differential levy amounting to Rs. 144284 lakh for the period commencing from July 1, 2006 till March 31, 2017 and has initiated arbitration proceeding towards non-payment of the same. The Company has represented 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.

- b) **Note No 6:** FACT-RCF Building Products Ltd.(FRBL) is a 50:50 joint venture between RCF and FACT (Fertilizers and Chemicals Travancore Ltd.) - a Central Public Sector Undertaking. Company had given Corporate Guarantee on behalf of FRBL to its bankers. A one time settlement was entered with the bankers and FRBL with both the Joint Venture Partners RCF & FACT contributing equally towards the same. The share of FACT amounting to Rs. 2550 lakh has been paid by RCF and shown as Inter Corporate Deposit (ICD) advanced to it. The principal amount of Rs. 2550 lakh and interest for the quarter amounting to Rs. 48 lakh and Rs. 95 lakh for the half year 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.

Our opinion is not modified in respect of these matters.

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



Sai Venkata Ramana Damarla
Partner

Membership. No. 107017

Place: Mumbai

Dated: November 12, 2018