



CHAMBAL FERTILISERS AND CHEMICALS LIMITED

November 12, 2016

BSE Limited
Phiroze Jeejeebhoy Towers
25th Floor, Dalal Street
Mumbai – 400 001

The Secretary
National Stock Exchange of India Limited
Exchange Plaza, C-1, Block G,
Bandra Kurla Complex,
Bandra (E)
Mumbai – 400 051

Dear Sir,

In continuation of our letter dated October 12, 2016 and pursuant to Regulation 33 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, we are enclosing herewith unaudited financial results for the period ended September 30, 2016 as approved by the Board of Directors at its meeting held on November 12, 2016, along with a copy of the Limited Review Report as submitted by the Statutory Auditors of the Company.

The meeting of the Board of Directors of the Company commenced at 1130 hours and concluded at 1335 hours.

You are requested to notify your constituents accordingly.

Yours sincerely,
for **Chambal Fertilisers and Chemicals Limited**

Rajveer Singh
Assistant Vice President- Legal & Secretary

Encl.: a/a

Limited Review Report**Review Report to
The Board of Directors
Chambal Fertilisers and Chemicals Limited**

We have reviewed the accompanying statement of unaudited financial results of Chambal Fertilisers and Chemicals Limited ('the Company') for the quarter ended September 30, 2016 and year to date from April 01, 2016 to September 30, 2016 (the "Statement") 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.

This Statement is the responsibility of the Company's management and has been approved by the Board of Directors. Our responsibility is to issue a report on the Statement based on our review.

We conducted our review in accordance with the Standard on Review Engagements (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 Statement is 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.

We did not review revenues, assets and liabilities of Rs.18,056.12 lacs, Rs.76,304.63 lacs and Rs.61,077.33 lacs respectively, included in the accompanying unaudited financial results in respect of the Shipping division not reviewed by us, whose financial information have been reviewed by the other auditors and whose report has been furnished to us. Our conclusion on the unaudited quarterly financial results, in so far as it relates to the affairs of such division is based solely on the report of the other auditors.

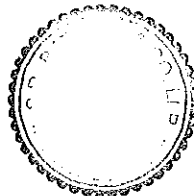
We have not audited or reviewed the accompanying financial results and other financial information for the three months ended September 30, 2015 and the year to date period ended September 30, 2015 which have been presented solely based on the information compiled by Management.

Based on our review conducted as above and on consideration of report of other auditors of the Shipping division as mentioned above, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with recognition and measurement principles laid down in the applicable Indian Accounting Standards prescribed under Section 133 of the Companies Act, 2013, read with relevant rules issued thereunder and other recognised 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, read with SEBI Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016, including the manner in which it is to be disclosed, or that it contains any material misstatement.

For S.R. Batliboi & Co. LLP
ICAI Firm registration number: 301003E/E300005
Chartered Accountants



per Anil Gupta
Partner
Membership No.: 87921



Place: New Delhi
Date: November 12, 2016



Chambal Fertilisers and Chemicals Limited

Registered Office: Gadepan, Distt. Kota (Rajasthan) PIN - 325208

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E-mail: isc@chambal.in, Website: www.chambalfertilisers.com, CIN: L24124RJ1985PLC003293

STATEMENT OF UNAUDITED FINANCIAL RESULTS FOR THE PERIOD ENDED SEPTEMBER 30, 2016

(Rs. In Lac)

S. No.	Particulars	Quarter Ended			Period Ended	
		30.09.2016 (Unaudited)	30.06.2016 (Unaudited)	30.09.2015 (Unaudited) (refer note no. 8)	30.09.2016 (Unaudited)	30.09.2015 (Unaudited) (refer note no. 8)
1.	Income from Operations					
	(a) Gross Sales/ Income from Operations	223807.28	191377.47	275235.95	415184.75	510562.87
	(b) Other Operating Income	3.71	9.76	14.27	13.47	15.09
	Total Income from Operations	223810.99	191387.23	275250.22	415198.22	510577.96
2.	Expenses					
	(a) Cost of Materials Consumed	40393.75	36024.42	53521.18	76418.17	111952.32
	(b) Power & Fuel	25808.38	22593.16	33516.89	48401.54	69544.49
	(c) Purchase of Stock-in-Trade	103466.64	103307.53	134708.13	206774.17	296035.48
	(d) Changes in Inventories of Finished Goods, Work-in-Progress and Stock-in-Trade	1228.54	(25801.19)	(10773.30)	(24572.65)	(91614.51)
	(e) Excise Duty on Sales	572.32	601.63	491.25	1173.95	1013.02
	(f) Employee Benefits Expense	3564.68	3487.33	3637.89	7052.01	7207.90
	(g) Depreciation and Amortization Expense	2465.64	2488.99	3541.52	4954.63	7088.44
	(h) Other Expenses	24067.09	26826.63	35924.61	50893.72	68522.44
	Total Expenses	201567.04	169528.50	254568.17	371095.54	469749.58
3.	Profit from Operations before Other Income and Finance Costs (1-2)	22243.95	21858.73	20682.05	44102.68	40828.38
4.	Other Income	2823.43	7277.94	3482.27	10101.37	10561.65
5.	Profit from Ordinary Activities before Finance Costs (3+4)	25067.38	29136.67	24164.32	54204.05	51390.03
6.	Finance Costs	6201.47	8903.29	7812.52	15104.76	15171.80
7.	Profit from Ordinary Activities before Tax (5-6)	18865.91	20233.38	16351.80	39099.29	36218.23
8.	Tax expense					
	- Current Tax	6462.96	5948.71	3875.80	12411.67	9546.23
	- Tax related to earlier years	(165.47)	-	24.03	(165.47)	24.03
	- Deferred Tax Charge/ (Credit)	(143.03)	219.01	1681.89	75.98	1635.05
9.	Net Profit from Continuing operations after Tax (7-8)	12711.45	14065.66	10770.08	26777.11	25012.92
10.	Profit from Discontinued operations (Textile Division)	-	-	2786.60	-	3813.19
11.	Tax Expenses of Discontinued operations (including deferred tax)	-	-	654.86	-	972.24
12.	Net Profit from Discontinued operations (after tax) (10-11)	-	-	2131.74	-	2840.95
13.	Net Profit for the period (9+12)	12711.45	14065.66	12901.82	26777.11	27853.87
14.	Other comprehensive income / (expense) (Net of taxes)	(145.72)	-	(1.61)	(145.72)	(3.65)
15.	Total comprehensive income for the period (13+14)	12565.73	14065.66	12900.21	26631.39	27850.22
16.	Paid up Equity Share Capital (Face Value of Rs.10/- pershare)	41620.79	41620.79	41620.79	41620.79	41620.79
17.	Earnings per share (for continuing operations):					
	(1) Basic (Rs.)	3.05	3.38	2.59	6.43	6.01
	(2) Diluted (Rs.)	3.05 (not annualized)	3.38 (not annualized)	2.59 (not annualized)	6.43 (not annualized)	6.01 (not annualized)
	Earnings per share (for discontinued operation):					
	(1) Basic (Rs.)	-	-	0.51	-	0.68
	(2) Diluted (Rs.)	- (not annualized)	- (not annualized)	0.51 (not annualized)	- (not annualized)	0.68 (not annualized)
	Earnings Per Share (for continuing & discontinued operations)					
	Basic (Rs.)	3.05	3.38	3.10	6.43	6.69
	Diluted (Rs.)	3.05 (not annualized)	3.38 (not annualized)	3.10 (not annualized)	6.43 (not annualized)	6.69 (not annualized)

SEGMENT WISE REVENUE, RESULTS, ASSETS AND LIABILITIES

(Rs. in Lac)

S. No.	Particulars	Quarter Ended			Period Ended	
		30.09.2016 (Unaudited)	30.06.2016 (Unaudited)	30.09.2015 (Unaudited) (refer note no. 8)	30.09.2016 (Unaudited)	30.09.2015 (Unaudited) (refer note no. 8)
1.	Segment Revenue					
	a) Fertilisers and other Agri Inputs	217012.38	180129.72	258998.70	397142.10	477863.66
	b) Shipping	6798.61	11257.51	16251.52	18056.12	32714.30
	c) Textile (Discontinued operation)	-	-	10459.09	-	19233.00
	d) Unallocated	-	-	-	-	-
	Total (a to d)	223810.99	191387.23	285709.31	415198.22	529810.96
	Less: Inter Segment Revenue	-	-	-	-	-
	Sales / Income from Operations	223810.99	191387.23	285709.31	415198.22	529810.96
2.	Segment Results					
	Profit before Interest and Tax from each Segment					
	a) Fertilisers and other Agri Inputs	21418.94	20898.08	18206.26	42317.02	36934.33
	b) Shipping	1889.91	2379.88	3079.53	4269.79	6227.77
	c) Textile (Discontinued operation)	-	-	2786.60	-	3813.19
	d) Unallocated	-	-	-	-	-
	Total (a to d)	23308.85	23277.96	24072.39	46586.81	46975.29
	Less :(i) Interest	6162.52	8828.38	7696.02	14990.90	14895.00
	(ii) Other Unallocable Expenditure					
	Net off Unallocable Income	(1719.58)	(5783.80)	(2762.03)	(7503.38)	(7951.13)
	Total Profit before Tax	18865.91	20233.38	19138.40	39099.29	40031.42
3.	Segment Assets					
	a) Fertilisers and other Agri Inputs	682971.58	641153.31	542169.79	682971.58	542169.79
	b) Shipping	76304.41	78702.53	108770.88	76304.41	108770.88
	c) Textile (Discontinued operation)	-	-	-	-	-
	d) Unallocated assets	49386.54	85831.33	80748.60	49386.54	80748.60
	Total (a to d)	808662.53	805687.17	731689.27	808662.53	731689.27
4.	Segment Liabilities					
	a) Fertilisers and other Agri Inputs	63936.62	73145.28	60071.16	63936.62	60071.16
	b) Shipping	3096.53	2361.57	3205.90	3096.53	3205.90
	c) Textile (Discontinued operation)	-	-	-	-	-
	d) Unallocated liabilities	503323.33	494096.86	419297.09	503323.33	419297.09
	Total (a to d)	570356.48	569603.71	482574.15	570356.48	482574.15

STATEMENT OF ASSETS AND LIABILITIES AS AT SEPTEMBER 30, 2016
(Rs. In Lac)

S. No.	Particulars	30.09.2016 (Unaudited)
A.	ASSETS	
(1)	Non-Current Assets	
	a) Property, Plant and Equipment	168196.10
	b) Capital Work-in-progress	70712.87
	c) Intangible Assets	555.15
	d) Financial Assets	
	i. Investments	29307.16
	ii. Loans	110.01
	e) Other Non-Current Assets	65313.05
	Total Non-Current Assets	334194.34
(2)	Current Assets	
	a) Inventories	112908.57
	b) Financial Assets	
	i. Investments	3534.00
	ii. Trade Receivables	332300.13
	iii. Cash and Cash Equivalents	12475.14
	iv. Loans	31.40
	c) Other Current Assets	13218.95
	Total Current Assets	474468.19
	Total Assets	808662.53
B	EQUITY AND LIABILITIES	
(1)	Equity	
	a) Equity Share Capital	41620.79
	b) Other Equity	196685.26
	Total Equity	238306.05
(2)	LIABILITIES	
(I)	Non-Current Liabilities	
	a) Financial Liabilities	
	• Borrowings	112902.91
	b) Provisions	383.96
	c) Deferred Tax Liabilities (net)	24647.23
	Total Non-Current Liabilities	137934.10
(II)	Current Liabilities	
	a) Financial Liabilities	
	i. Borrowings	329717.64
	ii. Trade Payables	56875.51
	b) Other Current Liabilities	36010.82
	c) Provisions	9818.41
	Total Current Liabilities	432422.38
	Total Liabilities	570356.48
	Total Equity and Liabilities	808662.53



Notes:

1. The results have been prepared in accordance with the Indian Accounting Standards ("Ind AS") prescribed under Companies (Indian Accounting Standards) Rules, 2015 and other accounting principles generally accepted in India. Beginning April 01, 2016, the Company has for the first time adopted Ind AS with a transition date of April 01, 2015.
2. The results for the period ended September 30, 2016 have been prepared on the basis of notified concession prices for urea under New Urea Policy 2015, which is further adjusted for input price escalation/ de-escalation, as estimated on the basis of prescribed norms.
The subsidy on Phosphatic and Potassic fertilizers has been accounted for as per concession price notified by the Government of India.
- 3.(a) During the quarter ended 30th June, 2016, the Company has reassessed and made upward revision in the useful lives of plant and machinery of Fertilisers and other Agri Inputs division of the Company. According to the management, the revised useful lives of the plant and machinery properly reflect the period over which the same is expected to be used. In view of this change, depreciation for the quarter and period ended September 30, 2016 is lower by Rs. 522.71 lac & Rs.1042.54 lac respectively.
- (b) The functional currency of Shipping Division has been changed from INR to USD on the date of transition under Ind AS i.e.01.04.2015 and the Company has carried out the fair valuation of the Property, Plant and Equipment (PPE) of Shipping Division on account of such change in the functional currency on April 1, 2015 and March 31, 2016. The change in functional currency and fair valuation of PPE of Shipping Division have resulted into the reduction of carrying value of PPE. Consequently, the depreciation of Shipping Division for the Quarter and period ended September 30, 2016 is lower by Rs.598.07 lac & Rs.1208.18 lac respectively.
- (c) The Company has carried out the fair valuation of its investment in its wholly owned subsidiary – Chambal Infrastructure Ventures Limited ("CIVL") as on the date of transition under Ind AS i.e.01.04.2015 and as a result, recorded a reduction in the carrying value of its investment in CIVL by Rs.655.00 lac as on such date.
- (d) Other income for the quarter and period ended September 30, 2016 includes gain amounting to Rs.1294.07 lacs and Rs. 1344.84 lacs respectively on fair valuation of the 12% Non-Convertible Cumulative Redeemable Preference Shares of Upper Ganges Sugar & Industries Limited held by the Company as the Company is in the process of selling these shares based on offers received from various buyers to buy these preference shares at Rs 3534 lacs.
4. Reconciliation between financial results for the quarter and period ended September 30, 2015 reported earlier and as restated under Ind AS compliant financial results is as under-

(Rs. in lac)

Particulars	Quarter ended September 30, 2015*	Half Year ended September 30, 2015
Net Profit reported under previous GAAP (after tax)	13274.15	27906.16
Less : Profit of discontinued operation (after tax)*	2370.14	2840.96
Net Profit from Continuing Operations	10904.01	25065.20
Add / (Less):		
Depreciation on ship valuation	586.03	1139.73
Others	69.02	85.40
Mark-to-Market accounting on Forward Contracts / Options	(62.85)	(283.95)
Depreciation on spares capitalized	(3.25)	(133.21)
Transaction cost amortization at effective interest rate	(105.07)	(217.41)
Deferred Tax on above adjustments (net)	(617.82)	(642.85)
Net Profit under Ind AS (after tax) for continuing operations	10770.07	25012.91
Profit after tax from discontinued operation as per Ind AS*	2131.75	2840.96
Other comprehensive income, net of income tax	(1.61)	(3.65)
Total comprehensive income for the period	12900.21	27850.22

* net of depreciation of Rs.364.55 lac (Net of Tax, Rs.238.39 lac) not provided for under Ind AS on Textile division, being discontinued Operations.

5. The discontinued operation pertains to the Textile Division disposed-off during the second quarter of the financial year 2015-16. Profit from the discontinued operations (segment) included Rs.452.30 lac and Rs.1467.00 lac for the quarter and half year ended September 30, 2015 respectively towards profit from the operations of Textile Division.
6. There is a possibility that these financial results may require adjustment before constituting the final IND AS financial statements as of and for the year ending March 31, 2017 due to changes in financial reporting requirements arising from new or revised standards or interpretations issued by Ministry of Corporate Affairs or changes in the use of one or more optional exemptions from retrospective application as permitted under IND AS 101.
7. Previous period figures have been regrouped and/ or re-arranged wherever necessary to make their classification comparable with the current quarter.
8. The Auditors have conducted limited review of the financial results for the quarter and period ended September 30, 2016. The Ind AS compliant corresponding figures for the quarter and period ended September 30, 2015 have not been subjected to limited review or audit. However, the management of the Company has exercised necessary due diligence to ensure that such financial results provide a true and fair view of its affairs.
9. The results were reviewed by the Audit Committee. The Board of Directors has taken on record the financial results at its meeting held on November 12, 2016.

By order of the Board



**Anil Kapoor
Managing Director
DIN 00032299**

**Place : New Delhi
Date : November 12, 2016**