



# Gujarat Narmada Valley Fertilizers & Chemicals Limited

CIN : L24110GJ1976PLC002903

An ISO 9001, ISO 14001, ISO 45001 & ISO 50001 Certified Company

P.O. Narmadanagar - 392015, Dist. Bharuch, Gujarat, India

Ph. (02642) 247001, 247002 Website: www.gnfc.in

NO. SEC/BD/SE/UFR/2023-24  
07<sup>th</sup> August, 2023

FAX : 02642 – 247084  
E-Mail: [acshah@gnfc.in](mailto:acshah@gnfc.in)

Dy General Manager  
BSE Ltd.  
Corporate Relationship Dept  
1st Floor, New Trading Ring,  
Rotunda Bldg  
PJ Towers, Dalal Street, Fort  
Mumbai-400 001

The Manager  
Listing Department  
National Stock Exchange of India Ltd.  
Exchange Plaza,  
C-1, Block - "G",  
Bandra-Kurla Complex, Bandra (E)  
Mumbai – 400 051

Co. Code: BSE - "500670"

Co. Code: NSE- "GNFC EQ"

**Sub.:** Outcome of the Board Meeting: Furnishing of Unaudited Standalone and Consolidated Financial Results for the First Quarter of FY 2023-24 ended on 30<sup>th</sup> June, 2023.

Dear Sirs,

The Board of Directors of the Company in its Meeting held today i.e. on 07<sup>th</sup> August, 2023 approved the Unaudited Standalone and Consolidated Financial Results for the First Quarter of FY 2023-24 ended on 30<sup>th</sup> June, 2023.

In compliance of Regulations 30 & 33 of SEBI (Listing Obligations & Disclosure Requirements) Regulations, 2015 ("Listing Regulations"), as amended, we send herewith the Unaudited Standalone and Consolidated Financial Results of the Company for the First Quarter of FY 2023-24 ended on 30<sup>th</sup> June, 2023, along with Limited Review Report on the said Results by the Statutory Auditors of the Company.

These results are also being made available on the Company's Website at [www.gnfc.in](http://www.gnfc.in).

We also enclose herewith a Press Release on Unaudited Standalone and Consolidated Financial Results of the Company for the First Quarter of FY 2023-24 ended on 30<sup>th</sup> June, 2023.

The Board Meeting commenced at 12:00 PM (IST) and concluded at 14:25 PM (IST).

We request you to kindly take the same on record.

Thanking you,

Yours faithfully,  
For GUJARAT NARMADA VALLEY FERTILIZERS & CHEMICALS LIMITED

Digitally signed by  
ASHWINKUMAR CHIMANLAL  
SHAH  
Date: 2023.08.07 14:28:09  
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CS A C SHAH  
COMPANY SECRETARY & GM (LEGAL)

ENCL:A:A :



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GUJARAT NARMADA VALLEY FERTILIZERS & CHEMICALS LIMITED					
STATEMENT OF UNAUDITED STANDALONE FINANCIAL RESULTS					
FOR THE QUARTER ENDED ON JUNE 30, 2023					
₹ Crores					
Sr No	Particulars	Quarter Ended			Year Ended
		30-06-2023	31-03-2023	30-06-2022	31-03-2023
		(Unaudited)	(Audited) *	(Unaudited)	(Audited)
I	Revenue from operations	1,652	2,271	2,696	10,227
II	Other income (refer note 5)	88	123	76	361
III	<b>Total income (I+II)</b>	<b>1,740</b>	<b>2,394</b>	<b>2,772</b>	<b>10,588</b>
IV	<b>Expenses</b>				
	(a) Cost of raw materials consumed	836	1,026	1,313	4,994
	(b) Purchase of stock-in-trade, goods & services	42	7	32	80
	(c) Change in inventories of finished goods, work-in-progress and stock-in-trade	(2)	9	(183)	(86)
	(d) Power, fuel and other utilities	341	493	470	1,994
	(e) Employee benefits expenses (refer note 3)	134	165	108	606
	(f) Finance costs	1	1	2	5
	(g) Depreciation and amortisation	76	74	76	303
	(h) Other expenses	196	202	193	760
	<b>Total expenses (IV)</b>	<b>1,624</b>	<b>1,977</b>	<b>2,011</b>	<b>8,656</b>
V	<b>Profit before tax (III-IV)</b>	<b>116</b>	<b>417</b>	<b>761</b>	<b>1,932</b>
VI	<b>Tax expense / (credit):</b>				
	a) Current Tax	31	117	198	542
	b) Deferred Tax expense / (credit) **	-	(13)	(6)	(53)
	c) Excess tax provision written back	-	(21)	-	(21)
	<b>Total Tax expense / (credit) (VI)</b>	<b>31</b>	<b>83</b>	<b>192</b>	<b>468</b>
VII	<b>Net Profit for the period / year after tax (V-VI)</b>	<b>85</b>	<b>334</b>	<b>569</b>	<b>1,464</b>
VIII	<b>Other Comprehensive Income:</b>				
	Income / (Expense) that will not to be reclassified to profit or loss in subsequent periods :				
	(i) Re-measurement (loss) / gain on defined benefit plans (net of tax) (refer note 3)	1	(36)	14	(69)
	(ii) Net (loss) / gain on FVTOCI equity investments (net of tax)	64	(38)	(84)	(132)
	<b>Total Other Comprehensive Income / (Expense)</b>	<b>65</b>	<b>(74)</b>	<b>(70)</b>	<b>(201)</b>
IX	<b>Total Comprehensive Income for the period / year (VII + VIII)</b>	<b>150</b>	<b>260</b>	<b>499</b>	<b>1,263</b>
X	<b>Paid up equity share capital</b> (Face Value of ₹ 10/- per Equity Share)	155	155	155	155
XI	<b>Other equity excluding revaluation reserves</b>				8,851
XII	<b>Earnings Per share (Face value of ₹ 10/- each) (not annualised) [ VII / X * 10 ]</b> <b>For continuing operations</b>				
	(a) Basic (₹)	5.48	21.55	36.71	94.45
	(b) Diluted (₹)	5.48	21.55	36.71	94.45

\* Refer note 8

\*\* Amount for the quarter ended June 30, 2023 represents value less than ₹ 0.50 Crore.

See accompanying notes to the financial results





# Gujarat Narmada Valley Fertilizers & Chemicals Limited

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<b>GUJARAT NARMADA VALLEY FERTILIZERS &amp; CHEMICALS LIMITED</b>					
<b>STATEMENT OF UNAUDITED CONSOLIDATED FINANCIAL RESULTS</b>					
<b>FOR THE QUARTER ENDED ON JUNE 30, 2023</b>					
<b>₹ Crores</b>					
Sr No	Particulars	Quarter Ended			Year Ended
		30-06-2023	31-03-2023	30-06-2022	31-03-2023
		(Unaudited)	(Audited) *	(Unaudited)	(Audited)
I	Revenue from operations	1,652	2,271	2,696	10,227
II	Other income (refer note 5)	88	123	76	361
III	<b>Total income (I+II)</b>	<b>1,740</b>	<b>2,394</b>	<b>2,772</b>	<b>10,588</b>
IV	<b>Expenses</b>				
	(a) Cost of raw materials consumed	836	1,026	1,313	4,994
	(b) Purchase of stock-in-trade, goods & services	42	7	32	80
	(c) Change in inventories of finished goods, work-in-progress and stock-in-trade	(2)	9	(183)	(86)
	(d) Power, fuel and other utilities	341	493	470	1,994
	(e) Employee benefits expenses (refer note 3)	134	165	108	606
	(f) Finance costs	1	1	2	5
	(g) Depreciation and amortisation	76	74	76	303
	(h) Other expenses	196	202	193	760
	<b>Total expenses (IV)</b>	<b>1,624</b>	<b>1,977</b>	<b>2,011</b>	<b>8,656</b>
V	<b>Profit before tax (III-IV)</b>	<b>116</b>	<b>417</b>	<b>761</b>	<b>1,932</b>
VI	<b>Tax expense / (credit):</b>				
	a) Current Tax	31	117	198	542
	b) Deferred Tax expense / (credit) **	-	(13)	(6)	(53)
	c) Excess tax provision written back	-	(21)	-	(21)
	<b>Total Tax expense / (credit) (VI)</b>	<b>31</b>	<b>83</b>	<b>192</b>	<b>468</b>
VII	<b>Net Profit for the period / year after tax (V-VI)</b>	<b>85</b>	<b>334</b>	<b>569</b>	<b>1,464</b>
VIII	<b>Share of profit of associates</b>	<b>3</b>	<b>2</b>	<b>3</b>	<b>8</b>
IX	<b>Net Profit for the period / year (VII+VIII)</b>	<b>88</b>	<b>336</b>	<b>572</b>	<b>1,472</b>
X	<b>Other Comprehensive Income:</b>				
	Income / (Expense) that will not to be reclassified to profit or loss in subsequent periods :				
	(i) Re-measurement (loss) / gain on defined benefit plans (net of tax) (refer note 3)	1	(36)	14	(69)
	(ii) Net (loss) / gain on FVTOCI equity investments (net of tax)	64	(38)	(84)	(132)
	<b>Total Other Comprehensive Income / (Expense)</b>	<b>65</b>	<b>(74)</b>	<b>(70)</b>	<b>(201)</b>
XI	<b>Total Comprehensive Income for the period / year (IX + X)</b>	<b>153</b>	<b>262</b>	<b>502</b>	<b>1,271</b>
XII	<b>Paid up equity share capital</b> (Face Value of ₹ 10/- per Equity Share)	155	155	155	155
XIII	<b>Other equity excluding revaluation reserves</b>				8,950
XIV	<b>Earnings Per share (Face value of ₹ 10/- each) (not annualised) [ IX / XII * 10 ]</b>				
	<b>For continuing operations</b>				
	(a) Basic (₹)	5.68	21.68	36.90	94.97
	(b) Diluted (₹)	5.68	21.68	36.90	94.97

\* Refer note 8

\*\* Amount for the quarter ended June 30, 2023 represents value less than ₹ 0.50 Crore.

See accompanying notes to the financial results





<b>GUJARAT NARMADA VALLEY FERTILIZERS &amp; CHEMICALS LIMITED</b>					
<b>SEGMENT-WISE STANDALONE REVENUE, RESULTS, ASSETS AND LIABILITIES</b>					
<b>FOR THE QUARTER ENDED ON JUNE 30, 2023</b>					
₹ Crores					
Sr No	Particulars	Quarter Ended			Year Ended
		30-06-2023	31-03-2023	30-06-2022	31-03-2023
		(Unaudited)	(Audited) *	(Unaudited)	(Audited)
<b>I</b>	<b>Segment Revenue :</b>				
	A. Fertilizers	520	692	873	3,655
	B. Chemicals	1,092	1,559	1,797	6,484
	C. Others	40	20	26	88
	<b>Total</b>	<b>1,652</b>	<b>2,271</b>	<b>2,696</b>	<b>10,227</b>
	Less: Inter Segment Revenue	-	-	-	-
	<b>Sales / Income from Operations</b>	<b>1,652</b>	<b>2,271</b>	<b>2,696</b>	<b>10,227</b>
<b>II</b>	<b>Segment Results :</b>				
	{ Profit / (Loss) before Tax & Finance Cost from each segment }				
	A. Fertilizers	(69)	(138)	(17)	(161)
	B. Chemicals	117	467	720	1,849
	C. Others	16	13	9	28
	<b>Total</b>	<b>64</b>	<b>342</b>	<b>712</b>	<b>1,716</b>
	Less : (i) Finance Costs	1	1	2	5
	(ii) Other Unallocable expenditure	14	11	6	48
	(iii) Unallocable Income	(67)	(87)	(57)	(269)
	<b>Total Profit Before Tax</b>	<b>116</b>	<b>417</b>	<b>761</b>	<b>1,932</b>
<b>III</b>	<b>Segment Assets &amp; Segment Liabilities:</b>				
	<b>Segment Assets:</b>				
	A. Fertilizers	1,947	1,748	2,221	1,748
	B. Chemicals	2,609	2,687	2,688	2,687
	C. Others	215	141	273	141
	D. Unallocated assets	6,844	7,021	5,621	7,021
	<b>Total Assets</b>	<b>11,615</b>	<b>11,597</b>	<b>10,803</b>	<b>11,597</b>
	<b>Segment Liabilities:</b>				
	A. Fertilizers	1,319	1,274	990	1,274
	B. Chemicals	505	720	485	720
	C. Others	175	109	227	109
	D. Unallocated Liabilities	459	488	704	488
	<b>Total Liabilities</b>	<b>2,458</b>	<b>2,591</b>	<b>2,406</b>	<b>2,591</b>
	* Refer note 8				
	See accompanying notes to the financial results				





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SEGMENT-WISE CONSOLIDATED REVENUE, RESULTS, ASSETS AND LIABILITIES					
FOR THE QUARTER ENDED ON JUNE 30, 2023					
₹ Crores					
Sr No	Particulars	Quarter Ended			Year Ended
		30-06-2023	31-03-2023	30-06-2022	31-03-2023
		(Unaudited)	(Audited) *	(Unaudited)	(Audited)
<b>I</b>	<b>Segment Revenue :</b>				
	A. Fertilizers	520	692	873	3,655
	B. Chemicals	1,092	1,559	1,797	6,484
	C. Others	40	20	26	88
	<b>Total</b>	<b>1,652</b>	<b>2,271</b>	<b>2,696</b>	<b>10,227</b>
	Less: Inter Segment Revenue	-	-	-	-
	<b>Sales / Income from Operations</b>	<b>1,652</b>	<b>2,271</b>	<b>2,696</b>	<b>10,227</b>
<b>II</b>	<b>Segment Results :</b>				
	{ Profit / (Loss) before Tax & Finance Cost from each segment }				
	A. Fertilizers	(69)	(138)	(17)	(161)
	B. Chemicals	117	467	720	1,849
	C. Others	16	13	9	28
	<b>Total</b>	<b>64</b>	<b>342</b>	<b>712</b>	<b>1,716</b>
	Less: (i) Finance Cost	1	1	2	5
	(ii) Other Unallocable Expenditure	14	11	6	48
	(iii) Unallocable Income	(67)	(87)	(57)	(269)
	<b>Total Profit Before Tax</b>	<b>116</b>	<b>417</b>	<b>761</b>	<b>1,932</b>
<b>III</b>	<b>Segment Assets &amp; Segment Liabilities:</b>				
	<b>Segment Assets:</b>				
	A. Fertilizers	1,947	1,748	2,221	1,748
	B. Chemicals	2,609	2,687	2,688	2,687
	C. Others	215	141	273	141
	D. Unallocated assets	6,946	7,120	5,715	7,120
	<b>Total Assets</b>	<b>11,717</b>	<b>11,696</b>	<b>10,897</b>	<b>11,696</b>
	<b>Segment Liabilities:</b>				
	A. Fertilizers	1,319	1,274	990	1,274
	B. Chemicals	505	720	485	720
	C. Others	175	109	227	109
	D. Unallocated Liabilities	459	488	704	488
	<b>Total Liabilities</b>	<b>2,458</b>	<b>2,591</b>	<b>2,406</b>	<b>2,591</b>
	* Refer note 8				
	See accompanying notes to the financial results				





**Notes :**

- 1 The above standalone and consolidated financial results of the Company have been prepared in accordance with the Indian Accounting Standards ("Ind AS") as prescribed under section 133 of the Companies Act, 2013 read with the Companies (Indian Accounting Standards) Rules, 2015, as amended from time to time.
- 2 The above standalone and consolidated financial results have been reviewed by the Audit Committee at its meeting held on August 05, 2023 and approved by the Board of Directors at its meeting held on August 07, 2023. The statutory auditors of the Company have carried out a 'limited review' of these results.
- 3 During the quarter ended June 30, 2023, the quarter & year ended on March 31, 2023, the Company has made the provision for wage revision of all the eligible employees of the Company and accordingly, necessary accounting treatment has been given in the books of account under the head " Employee Benefits Expenses" and "Other Comprehensive Income - Re-measurement gain / (loss) on defined benefit plans" towards impact on gratuity liability due to wage revision.
- 4 During the quarter ended September 30, 2022, the Company has received updated Demand Notice of ₹ 21,370 Crores from the Department of Telecommunications (DoT), Ministry of Communications, Government of India, Gujarat Telecom Circle, Ahmedabad, vide its letters dated July 15, 2022 towards the license fee (including interest and penalty computed till November 30, 2021) in respect of "Very Small Aperture Terminal" (V-SAT) License and "Category A - Internet Service Provider" (ISP) License for the financial years from FY 2005-06 to FY 2019-20. Earlier, the Company had also received an initial Demand Notice from DOT dated March 05, 2020 and December 23, 2019 for amounting to ₹ 16,359 Crores and ₹15,020 Crores, respectively (including interest and penalty). The Company has made representations to the DoT against the said demand notices.

The Company has evaluated the assessment made by DoT for raising the above demand notices based on the Adjusted Gross Revenue (AGR) judgement of Hon'ble Supreme Court of India on October 24, 2019. Aggrieved by the above demands, the Company had submitted various representations dated January 06, 2020, February 21, 2020, April 03, 2020 and March 04, 2022 to the DoT requesting reconsideration and withdrawal of the Demands raised by the DoT including the revenues of the Company from Fertilizers and Chemicals Business which is completely unconnected to VSAT and ISP Licenses.

Hon'ble Supreme Court vide its Order dated June 11, 2020 directed DoT to reconsider the demand raised on Public Sector Undertakings ("PSUs"), which are not in business of mobile services to the general public.

The Telecom Disputes Settlement & Appellate Tribunal (TDSAT), in its Order dated 28th February, 2022 in the case of Netmagic Solutions Pvt. Ltd., a private limited company, held that there is no scope to differentiate between two sets of licensees having same or similar Licenses only on the basis of their ownership, private or public and set aside the demand raised by the DoT.

Based on the legal assessment in consultation with Senior Advocates, the Company believes that it has strong grounds on merits to contest the demand raised by the DoT and defend itself in the matter, hence no provision is considered necessary in these financial results. As at reporting date, the Company has not received any further update from DoT regarding these demand notices.





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5 Other income for the quarter ended 30 June 2022 and year ended March 31, 2023 includes ₹ 10.39 Crores received from Employees' Provident Fund Trust of the Company (GNFC-EPFT) towards redemption value of principal and interest amount of security issued by Punjab State Industrial Development Corporation (PSIDC) and held by GNFC-EPFT.

Further figures for the quarter and year ended March, 31 2023 includes ₹ 7.38 Crores received from IL&FS Financial Services Limited as interim distribution towards investments in its non-convertible debentures.

The Company had already made good the loss while transferring the PF corpus to the Employees' Provident Fund Organisation (EPFO) by considering the fair value of securities at ₹ 1 each and therefore, the aforesaid receipt has been recorded as income of the Company.

6 The Consolidated Financial Results includes results of Associate Company – "M/s Gujarat Green Revolution Company Limited" in accordance with Ind AS – 110 "Consolidated Financial Statements" and Ind AS -28 "Investments in Associates and Joint Ventures".

7 The Indian Parliament has approved & the President has accorded the assent to the Code on Social Security, 2020 ('Code') in September, 2020. The Code might impact the contributions by the Company towards Provident Fund, Gratuity and other employment and post-employment employee benefits. The Code has been published in the Gazette of India. However, the date on which the Code will come into effect has not been notified and the final rules have not yet been issued. The Company will assess the impact of the Code when it comes into effect and will record the impact, if any, in the period in which the Code becomes effective.

8 The figures of the preceding quarter ended March 31, 2023 were the balancing figures between audited figures in respect of the full financial year ended March 31, 2023 and the unaudited published year to date figures upto December 31, 2022 being the date of the end of the third quarter of the financial year which were subjected to limited review.

9 Manufacturing facilities of the Company had undergone planned annual shutdown for the period of 31 days (i.e. from 24.03.2023 to 23.04.2023). Hence the figures for the current quarter is not comparable with the earlier periods to that extent.

10 Figures in the results are rounded off to the nearest ₹ Crore, except Earnings Per Share.

11 Previous period / year figures have been re-grouped / re-classified / re-casted wherever necessary to conform with current period presentation.



Place : Gandhinagar  
Date : August 07, 2023

For and on behalf of the Board of Directors



PANKAJ  
HARISHCHA  
NDRA JOSHI

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PANKAJ  
HARISHCHANDRA  
JOSHI  
Date: 2023.08.07  
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Pankaj Joshi, IAS  
Managing Director

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LLP Identity No. AAB-7509

## **Independent Auditors' Review Report on the Quarterly Unaudited Standalone Financial Results of Gujarat Narmada Valley Fertilizer & Chemicals Limited, pursuant to Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended**

### **Review Report to The Board of Directors Gujarat Narmada Valley Fertilizer & Chemicals Limited**

1. We have reviewed the accompanying statement of unaudited standalone financial results of Gujarat Narmada Valley Fertilizer & Chemicals Limited ("the Company") for the quarter ended 30 June, 2023 ("the Statement") attached herewith, being submitted by the Company pursuant to the requirements of Regulation 33 of SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015, as amended (the "Listing Regulations").
2. This Statement, which is the responsibility of the Company's Management and approved by the Company's Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34, 'Interim Financial Reporting' ("Ind AS 34") prescribed under Section 133 of the Companies Act, 2013, as amended, read with relevant rules issued thereunder and other accounting principles generally accepted in India. Our responsibility is to express a conclusion on the Statement based on our review.
3. We conducted our review of the Statement 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 the Company personnel and analytical procedures applied to financial data and thus provide 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, prepared in accordance with recognition and measurement principles laid down in the aforesaid Indian Accounting Standards specified under Section 133 of the Companies Act, 2013 as amended, read with relevant rules issued thereunder and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of the Regulations, read with the Circular, including the manner in which it is to be disclosed, or that it contains any material misstatement.





5. We draw attention to Note 4 to the standalone financial results regarding a matter relating to demand of ₹ 21,370 Crores (including interest and penalty computed till November 30, 2021) on the Company by Department of Telecommunications (DOT) towards Very Small Aperture Terminal ('VSAT') and Internet Service Provider ('ISP') Licenses fees and interest thereof relating to earlier years. Based on the legal assessment in consultation with Senior Advocates of the said demand, the Company is of the view that no provision is required to be made at this point of time in respect of above matter.

Our conclusion on the Statement is not modified in respect of the above matter.

For Suresh Surana & Associates LLP  
Chartered Accountants  
Firm Registration No.: 121750W /W-100010

  
(Ramesh Gupta)  
Partner

Membership No. 102306

UDIN: 23102306BGWKZB1543

Place: Mumbai

Dated: 07 August 2023



Suresh Surana & Associates LLP

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LLP Identity No. AAB-7509

## **Independent Auditors' Review Report on the Quarterly Unaudited Consolidated Financial Results of Gujarat Narmada Valley Fertilizer & Chemicals Limited, pursuant to Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended**

### **Review Report to The Board of Directors Gujarat Narmada Valley Fertilizer & Chemicals Limited**

1. We have reviewed the accompanying Statement of unaudited consolidated financial results of Gujarat Narmada Valley Fertilizer & Chemicals Limited ("the Holding Company") and its share of the net profit after tax and total comprehensive income of its associate for the quarter ended 30 June 2023 ("the Statement") attached herewith, being submitted by the Holding Company pursuant to the requirements of Regulation 33 of SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015, as amended ("the Listing Regulations") read with SEBI Circular No. CIR/CFD/CMD1/44/2019 dated 29 March 2019 ("the Circular").
2. This Statement, which is the responsibility of the Holding Company's Management and approved by the Holding Company's Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34, (Ind AS 34) 'Interim Financial Reporting' prescribed under Section 133 of the Companies Act, 2013 ('the Act') as amended, read with Rule 3 of Companies (Indian Accounting Standards) Rules, 2015, as amended, and other accounting principles generally accepted in India read with the Circular. Our responsibility is to express a conclusion on the Statement based on our review.
3. We conducted our review of the Statement 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 financial statements are free of material misstatement. A review is limited primarily to inquiries of the Company's personnel and analytical procedures applied to financial data and thus provides less assurance than audit. We have not performed an audit and accordingly, we do not express an audit opinion.

We also performed the procedures in accordance with Circular No. CIR/ CFD/ CMD1/ 44/ 2019 dated 29 March 2019 issued by Securities and Exchange Board of India under Regulation 33(8) of the Listing Regulations, to the extent applicable.

4. The Statement includes the results of the following entities:
  - i. Gujarat Narmada Valley Fertilizer & Chemicals Limited -Holding Company
  - ii. Gujarat Green Revolution Company Limited, an Associate Company
5. Based on our review conducted and procedures performed as stated in paragraph 3 above and based on the consideration referred to in paragraphs 7 below, 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 aforesaid Indian Accounting Standards ('Ind AS') specified under Section 133 of the Act, as amended read with relevant rules issued thereunder and other recognised accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of the Regulations, read with the Circular, including the manner in which it is to be disclosed, or that it contains any material misstatement.



6. We draw attention to Note 4 to the consolidated financial results regarding a matter relating to demand of ₹ 21,370 Crores (including interest and penalty computed till November 30, 2021) on the Company by Department of Telecommunications (DOT) towards Very Small Aperture Terminal ('VSAT') and Internet Service Provider ('ISP') Licenses fees and interest thereof relating to earlier years. Based on the legal assessment in consultation with Senior Advocates of the said demand, the Company is of the view that no provision is required to be made at this point of time in respect of above matter. Our conclusion on the Statement is not modified in respect of the above matter.
  
7. The accompanying unaudited consolidated financial results includes the Holding Company's share of net profit after tax of Rs. 3.39 Crores, and total comprehensive income of Rs. 3.39 Crores for the quarter ended 30 June 2023, as considered in the Statement, in respect of the Associate based on its interim financial information which have not been reviewed by the other auditor. These unaudited financial information have been approved and furnished to us by the management and our conclusion, in so far it relates to the affairs of the Associate is based solely on such unaudited financial information compiled by the management. According to the information and explanations given to us by the Management, these interim financial information are not material to the Holding Company.

Our conclusion on the Statement is not modified in respect of the above matter.

For Suresh Surana & Associates LLP  
Chartered Accountants  
Firm Registration No.: 121750W/W-100010



(Ramesh Gupta)  
Partner

Membership No. 102306

UDIN: 23102306BG WkZC7608

Place: Mumbai

Dated: 07 August 2023



## Results for the Quarter ended 30<sup>th</sup> June, 2023

Gandhinagar, 7<sup>th</sup> August, 2023: A meeting of the Board of Directors was held today to consider and approve the Unaudited Financial Results for Q-1 FY 2023-24.

₹ Crores

	FY 23-24	FY 22-23		FY 22-23
	Q-1	Q-4	Q-1	
<b>Operating Revenue</b>	1,652	2,271	2,696	10,227
<b>Total Revenue</b>	1,740	2,394	2,772	10,588
<b>Operating EBITDA @</b>	105	369	763	1,879
<b>EBITDA %</b>	6%	16%	28%	18%
<b>PBT</b>	116	417	761	1,932
<b>PAT</b>	85	334	569	1,464

@ Excludes Other income. Other income = Total Revenue Less Operating Revenue

### Mr. Pankaj Joshi, IAS, Managing Director, GNFC stated:

The Q-1 FY 23-24 witnessed planned annual turn around due to which, both, volume as well as financial performance is not comparable.

The annual turn around, apart from volumes, normally also witnesses higher maintenance costs and unproductive costs which has affected net margins.

Apart from shutdown related impacts, the output prices have softened disproportionately than input prices which have weighed on financial results.

Chemical industry, in general, has been witnessing this phenomenon, both, domestically in India as well as globally.



Many companies in the industry have announced significant operating revenue as well as margin drop even when full blown annual turn around is not taken in current reporting quarter citing keys reasons like lower realisations, higher input costs, low demand etc. GNFC faced less of a demand issue in view of limited volumes available due to shutdown

I am happy to inform that, on chemical side, during July-2023, company has commenced operation of its brownfield CNA-IV with annual production capacity of 50,000 MT. This should augur well for company.

On fertilizer side, company has launched Nano Urea under Narmada brand during June-2023.

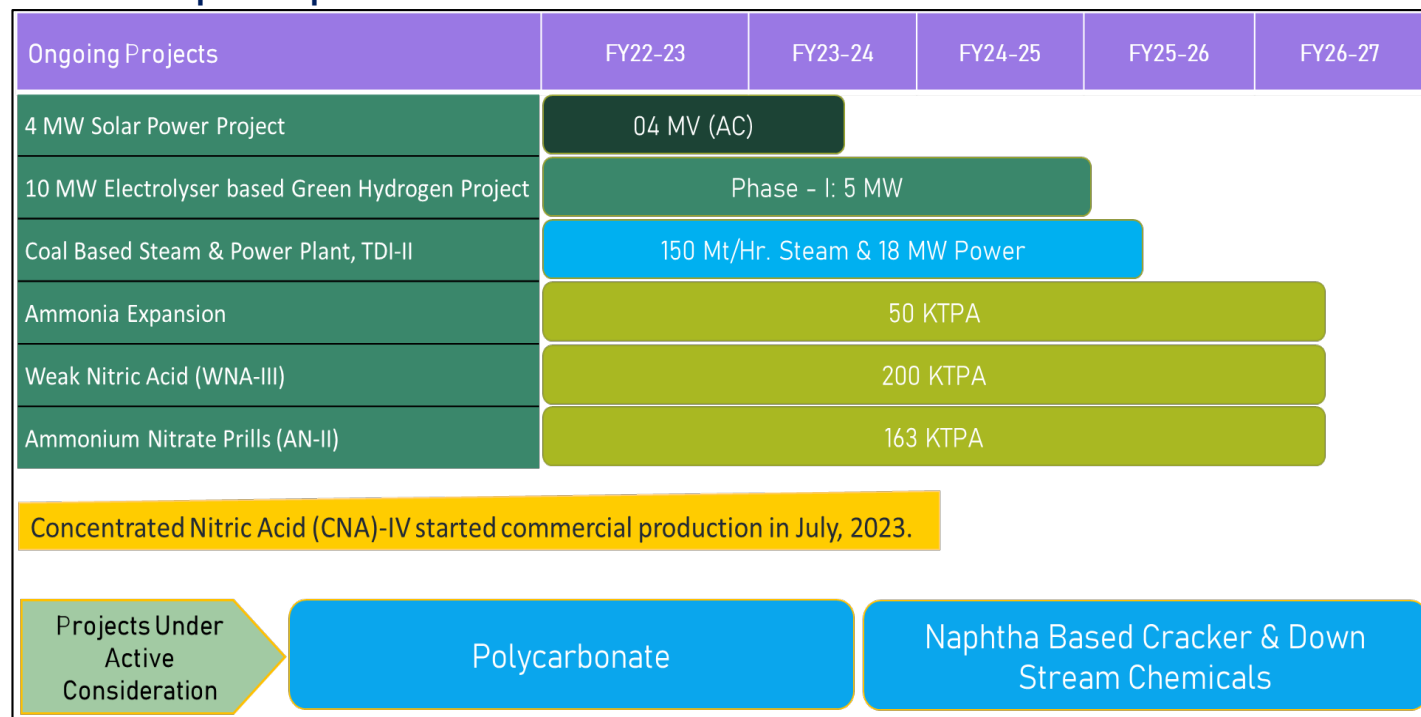
### Segment Performance:

₹ Crores

	FY 23-24	FY 22-23		FY 22-23
	Q-1	Q-4	Q-1	
Fertilizers	520	692	873	3,655
Chemicals	1,092	1,559	1,797	6,484
Others	40	20	26	88
<b>Segment Revenue</b>	<b>1,652</b>	<b>2,271</b>	<b>2,696</b>	<b>10,227</b>
Fertilizers	(69)	(138)	(17)	(161)
Chemicals	117	467	720	1,849
Others	16	13	9	28
<b>Segment Results</b>	<b>64</b>	<b>342</b>	<b>712</b>	<b>1,716</b>
Un-allocable	52	75	49	216
<b>PBT</b>	<b>116</b>	<b>417</b>	<b>761</b>	<b>1,932</b>

- ✚ Fertilizer segment witnessed losses mainly due to complex fertilizer nutrient based subsidy rate change by about 28% on downward side apart from absorbing impacts due to lower volume throughput.
- ✚ The performance is lower in Chemical Segment mainly due to lower sales realization and lower volume. TDI-II volume performance has been consistent during the quarter although realisations moderated during the quarter.

## Status of Capital Expenditure:



## Outlook:

With annual shutdown over at Bharuch complex coupled with stable Dahej operations, the company hopes to improve margin profile.

With Concentrated Nitric Acid-IV addition, it is expected to add up margin improvement.

## About GNFC:

GNFC is a joint sector enterprise promoted by the Government of Gujarat and the Gujarat State Fertilizers & Chemicals Ltd.(GSFC). It was set up at Bharuch, Gujarat in 1976.

GNFC started its manufacturing and marketing operations up in 1982 with one of the world's largest single-stream ammonia-urea fertilizer complex and gradually expanded in chemicals.

Today, chemicals form significant segment of revenue and key contributor of segment results.

**Disclaimer:** Except for the historical information contained herein, statements herein and the subsequent discussions may constitute "forward-looking statements". These forward-looking statements involve a number of risks, uncertainties and other factors that could cause actual results to differ materially from those suggested by the forward-looking statements. These risks and uncertainties include, but are not limited to our ability to successfully implement our strategy, our growth and expansion plans, our ability to obtain regulatory approvals, technological changes, fluctuation in earnings, foreign exchange rates, our ability to manage international operations and exports, our exposure to market risks as well as other risks.