

November 03, 2022

The Asst. Vice President, National Stock Exchange of India Limited Exchange Plaza, C-1, Block G, Bandra Kurla Complex, Bandra (E) Department of Corporate Services - CRD BSE Limited, Floor 25, Phiroze Jeejeebhoy Towers, Dalal Street **MUMBAI - 400 001** 

MUMBAI - 400 051

Dear Sir/Madam,

Company's Scrip Code in BSE

Company's Symbol in NSE

ISIN

: 530011 MANGCHEM

: MANGCHEFER

: INE558B01017

Sub: Outcome of the Board Meeting under Regulation 30 of the SEBI (Listing Obligations & Disclosure Requirements) Regulations, 2015

With reference to the subject mentioned above, we hereby write to inform you that the Board of Directors of the Company in its meeting held today, i.e., November 03, 2022, inter alia, has considered and approved the unaudited financial results of the Company for the quarter and half year ended September 30, 2022 as recommended by the Audit Committee at its meeting held today, i.e., November 03, 2022.

We attach herewith copy of the unaudited financial results for the quarter and half year ended September 30, 2022 along with the Limited Review Report of the Auditors thereon.

Thanking you,

Yours faithfully,

For Mangalore Chemicals and Fertilizers Limited

Vijayamahantesh Khannur Company Secretary

Encl: As above



## MANGALORE CHEMICALS AND FERTILIZERS LIMITED

Registered Office: Level 11, UB Tower, UB City, 24, Vittal Mallya Road, Bengaluru - 560 001 Phone: 080-45855599, Fax: 080-45855588 CIN L24123KA1966PLC002036 Email: shares.mcfl @adventz.com Website: www.mangalorechemicals.com

### STATEMENT OF UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND HALF YEAR ENDED SEPTEMBER 30, 2022

(Rupees in Lakhs)

|   |            |              |                 |              |               | pees in Lakhs) |
|---|------------|--------------|-----------------|--------------|---------------|----------------|
| Particulars   | 3 months   | Preceding 3  | Corresponding   | Year to date | Year to date  | Previous year  |
|   | ended      | months ended | 3 months ended  | figures for  | figures for   | ended          |
|   |            |              | in the previous | current half | previous half |                |
|   |            |              | year            | year ended   | year ended    |                |
|   | 30.09.2022 | 30 06 2022   | 30 09 2021      | 30,09,2022   | 30.09.2021    | 31 03 2022     |
|   | Unaudited  | Unaudited    | Unaudited       | Unaudited    | Unaudited     | Audited        |
| 1 INCOME  |            |              |                 |              |               |                |
| (a) Revenue from contracts with customers (Refer Note 4 and     |            |              |                 |              |               |                |
| 5)  | 28,338.55  | 102.128.81   | 72,781.98       | 130,467.36   | 141,501.09    | 289,558,30     |
| (b) Other income  | 639.36     | 588.80       | 592.91          | 1,228,16     | 1,186.35      | 2,427.06       |
| Total income  | 28,977.91  | 102,717.61   | 73.374.89       | 131,695.52   | 142,687.44    | 291,985,36     |
| 2 EXPENSES  |            |              |                 |              |               |                |
| (a) Cost of materials consumed                                  | 24,337.63  | 58,354,74    | 46,483.60       | 82,692.37    | 83,290.91     | 186,934.66     |
|   |            |              |                 |              |               |                |
| (b) Purchases of traded goods                                   | 2,033.45   | 85.77        | 190.21          | 2,119.22     | 6,257.18      | 6.416.91       |
| (c) Change in inventories of finished goods, traded goods       | (405334)   | 141400       |                 | 10 10 5      | . 1 41 147    | . 12 122 (0)   |
| and work-in-progress  | (4,053.24) | 14,160.02    | (1,127,12)      | 10,106.78    | (141.47)      | (13,122,69)    |
| (d) Employee benefits expense                                   | 1,876.34   | 1,842.00     | 1,852.03        | 3,718.34     | 3,603.32      | 6,962.64       |
| (e) Finance costs   | 2,420.00   | 1.947.72     | 1.278.25        | 4,367.72     | 2,338.10      | 4,940.42       |
| (f) Depreciation and amortisation expense                       | 1,275,82   | 1,254.42     | 1,260,24        | 2,530.24     | 2,534.06      | 5,055.75       |
| (g) Other expenses  | 6,035.47   | 21,392.63    | 18,883.69       | 27,428.10    | 36,476.45     | 81,331.66      |
| Total expenses  | 33,925,47  | 99,037.30    | 68,820.90       | 132,962.77   | 134,358.55    | 278,519.35     |
| 3 Profit/(Loss) before tax (1-2)                                | (4,947.56) | 3,680.31     | 4,553.99        | (1,267.25)   | 8.328.89      | 13.466.01      |
| 4 Tax expense   |            |              |                 |              |               |                |
| (a) Current tax (Minimum Alternate Tax)                         | (656,00)   | 656.00       | 812.00          | 2            | 1,490,00      | 2,350.00       |
| (b) Deferred tax charge / (credit)                              | (1,072.77) | 744.17       | 844.34          | (328.60)     | 1,508.50      | 2.329.88       |
| Total tax expense /(credit)                                     | (1,728.77) | 1,400.17     | 1,656.34        | (328.60)     | 2,998.50      | 4,679.88       |
| 5 Profit/(Loss) for the period/year (3-4)                       | (3,218.79) | 2,280.14     | 2,897.65        | (938.65)     | 5,330.39      | 8.786.13       |
| 6 Other comprehensive income/(loss)                             |            |              |                 |              |               |                |
| •   |            |              |                 |              |               |                |
| Items that will not be reclassified to profit or loss           | (30.07)    | 14.30        | .54.71          |              |               |                |
| Re-measurement gains/(losses) on defined benefit plan           | (39.97)    | 46.28        | (56.71)         | 6.31         | (63.05)       | (31.15)        |
| Income tax effect on above                                      | 13.97      | (16,17)      | 19.81           | (2.20)       | 22.03         | 10.88          |
| Total other comprehensive income/(loss)                         | (26,00)    | 30.11        | (36.90)         | 4,11         | (41.02)       | (20.27)        |
| 7 Total comprehensive income/(loss) (5+6)                       | (3,244.79) | 2,310.25     | 2,860.75        | (934.54)     | 5,289.37      | 8,765.86       |
| B 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      |
| Other equity  |            |              |                 |              |               | 56,452.12      |
| 10 Earnings per equity share                                    |            |              |                 |              |               |                |
| (of INR 10/- each) (not annualised for periods):                |            |              |                 |              |               |                |
| (a) Basic (in INR)  | (2.71)     | 1.92         | 2.45            | (0.79)       | 4.50          | 7.41           |
| (b) Diluted (in INR)  | (2.71)     | 1.92         | 2.45            | (0.79)       | 4,50          | 7.41           |
| (b) Diffued (III II VIC)  | (2./1)     | 1.72         | 2.47            | (0.79)       | 4,50          | 7.71           |

See accompanying notes to the unaudited financial results



# Statement of Assets and Liabilities

(Rupees in Lakhs)

|            |   | 1                  | (Rupees in Lakhs) |
|------------|---|--------------------|-------------------|
|            |   | As at              | As at             |
|            |   | September 30, 2022 | March 31, 2022    |
|            |   | Unaudited          | Audited           |
| <u>ASS</u> | <u>ETS</u>  |                    |                   |
| Non-       | -current assets   | ()                 |                   |
| (a)        | Property, plant and equipment   | 107,313.08         | 55.294.34         |
| (h)        | Capital work-in-progress  | 1,030.37           | 31,738.51         |
| (c)        | Right-of-use assets   | 1,674.04           | 1.859.41          |
|            | Intangible assets   | 131.88             | 107.91            |
| (e)        | Financial assets  |                    |                   |
|            | (i) Others  | 599.18             | 616.86            |
| (t)        | Income tax assets (net)   | 1,585.60           | -                 |
| (g)        | Other non-current assets  | 748.07             | 1.286.27          |
|            |   | 113,082.22         | 90.903.30         |
| Curi       | rent assets   |                    |                   |
| (a)        | Inventories   | 25,970.57          | 42.977.47         |
| (h)        | Financial assets  |                    |                   |
|            | (i) Investments   | 0.10               | 0.10              |
|            | (ii) Trade receivables  | 70,345.62          | 66,502.77         |
|            | (iii) Cash and cash equivalents   | 13,809.24          | 48.207.20         |
|            | (iv) Other bank balances  | 5,635.01           | 7.514.35          |
|            | (v) Others  | 6,837.09           | 5,491,58          |
|            | Other current assets  | 13,329.55          | 10.293.67         |
| (0)        |   | 135,927.18         | 180.987.14        |
| Tota       | lassets   | 249,009.40         | 271,890.44        |
|            | UITY AND LIABILITIES  |                    |                   |
|            |   |                    |                   |
| Equi       |   | 11.054.05          | 11 051 07         |
|            | Equity share capital  | 11,854.87          | 11.854.87         |
| (h)        | Other equity  | 54,095.40          | 56.452.12         |
| Liab       | ilities   | 65,950.27          | 68.306.99         |
|            | current liabilities   |                    |                   |
|            | Financial liabilities   |                    |                   |
|            |   | 33,463.77          | 21,815.13         |
|            | (i) Borrowings  |                    |                   |
|            | (ia) Lease liabilities  | 1,810.23           | 2.068.09          |
|            | (ii) Others   | 1 004 41           | 15.14             |
|            | Provisions  | 1,094.41           | 1.134.73          |
| (c)        | Deferred tax liabilities (net)  | 4,780.31           | 5.106.70          |
| <b>C</b> . |   | 41,148.72          | 30.139.79         |
|            | rent liabilities  |                    |                   |
| , ,        | Financial liabilities   | 107 (00 47         | 112.24/.17        |
|            | (i) Borrowings  | 107,609.47         | 112.346.47        |
|            | (ia) Lease liabilities  | 35.06              | 45.66             |
|            | (ii) Trade payables   |                    |                   |
|            | a) total outstanding dues of micro enterprises and small enterprises          | 827.29             | 1,057.85          |
|            | b) total outstanding dues of creditors other than micro enterprises and small |                    |                   |
|            | enterprises   | 19,059.73          | 39.419.36         |
|            | (iii) Others  | 11,646.65          | 17,072.72         |
| . ,        | Liabilities for current tax (net)   | -                  | 730.91            |
| ,          | Other current liabilities   | 1,645.98           | 1.742.73          |
| (d)        | Provisions  | 1,086.23           | 1,027.96          |
|            |   | 141,910.41         | 173.443.66        |
| Tota       | l equity and liabilities  | 249,009.40         | 271.890.44        |
|            |   |                    |                   |



(Rupees in Lakhs)

| Nome   |   |   |                         | (Rupees in Lakhs)                       |
|--|---|---|-------------------------|---|
| Profit less before as   1,267,25   8,328,80     Profit less of disposal of properts, plant and equipment   1,270     Profit less of disposal of properts, plant and equipment   1,270     Profit less of disposal of properts, plant and equipment   1,270     Profit less of disposal of properts, plant and equipment   1,270     Profit less of disposal of properts, plant and equipment   1,270     Profit less of disposal of properts, plant and equipment   1,270     Profit less of disposal of properts, plant and equipment   1,270     Profit less of disposal of properts, plant and equipment   1,270     Profit less of disposal of properts, plant and equipment   1,270     Profit less of disposal of properts, plant and equipment   1,270     Profit less of disposal of properts, plant and equipment   1,270     Profit less of disposal of properts, plant and equipment   1,270     Profit less of disposal of properts, plant and equipment   1,270     Profit less of disposal of properts, plant and equipment   1,270     Profit less of properts, plant and equipment   1,   |   |   | For the half year ended | For the half year ended                 |
| N Operating activities Profice loss before tax Adjustments take recording profit loss; before tax so net cash flows. Deprecation and amortisation expense Net loss on disposal of property, plant and equipment Provision for impairment of trade receivables Pair value loss (gain in of financial instruments at fair value through profit or loss   |   |   | September 30, 2022      | September 30, 2021                      |
| Profit kloss before tax   Automatic kloss   Substitution   Subst   |   |   | Unaudited               | Unaudited                               |
| Profit kloss before tax   Automatic kloss   Substitution   Subst   | A Operating activities                                |   |                         |   |
| Adjustments to reconcile profit [1085] before tax to net eash flows:   Depreciation and amortstation expenses   16.401   147.66     Net loss on disposal of properts, plant and equipment   16.401   147.66     Provision for impairment of trade receivables  |   |   | (1.267.25)              | 9 229 90                                |
| Depreciation and amortisation expenses   2,59,124   2,534,106   1440   1474   1476     |   |   | (1,207,25)              | 8,328.89                                |
| Net loss on disposal of property, plant and equipment   16.401   147.66   Provision for impairment of trade receivables   -   1312    Fair value loss (gain) on financial instraments at fair value through profit or loss   (1.848.86)   (512.88   1890.99   480.72   23.38   10   16.50      |   | net cash flows:                                 | 2 = 20 24               | 2 - 2 - 2 - 2 - 2 - 2 - 2 - 2 - 2 - 2 - |
| Provision for impariment of trade receivables   1.1311     Fair value libros (gript on financial instruments at fair value through profit or loss   899.99   4.92.29     Frainance costs   4.36.772   2.338   1.09.20   1.09.20   1.09.20   1.09.50    |   |   |                         |   |
| Fair value loss (gam) on financial instruments at fair value through profit or loss   1,1348,866   1,512,85   1,017,616   1,017,516   1,019,166   1,017,516   1,019,166   1,017,516   1,019,166   1,017,516   1,019,166   1,017,516   1,019,166   1,017,516   1,019,166   1,017,516   1,019,166   1,017,516   1,019,166   1,017,516   1,019,166   1,017,516   1,019,166   1,017,516   1,019,167   1,   |   | nt  | 164,01                  |   |
| Unrealised foreign exchange differences (net)  | · ·   |   | -                       |   |
| Finance costs   4,367,72   3,38   10   1,097,66   1,0   |   | r value through profit or loss                  | , , ,                   |   |
| Interest income  | Unrealised foreign exchange differences (net)         |   | 809.99                  | 492.29                                  |
| Liabilities no longer required written back Operating profits before working capital changes   | Finance costs   |   | 4,367.72                | 2.338.10                                |
| Departing profits before working capital changes   | Interest income                                       |   | (1,002,06)              | (1,075.61)                              |
| Working capital changes:   (Increase) decrease in Inventories   17,006,90   (3,780,0)     (Increase) decrease in Inventories   17,006,90   (3,780,0)     (Increase) decrease in Infraedrice receivables   (3,842,85)   (19,103,03     (Increase) decrease in Other assets   (3,014,71)   (1,456,40     (Decrease) increase in Colher assets   (3,014,71)   (1,456,40     (Decrease) increase in Other financial liabilities   (20,538,14)   7,411,87     (Decrease) increase in Other financial liabilities and provisions   (2,952,00)   457,28     (Decrease) increase in Other current liabilities and provisions   (13,305,27)   (14,529,36     (Decrease) increase in Other current liabilities and provisions   (13,305,27)   (14,529,36     (Decrease) increase in Other current liabilities and provisions   (13,305,27)   (14,529,36     (2,316,51)   (1,159,10)   (2,316,51)   (1,159,10)     Net cash flow (used in)/from operating activities (X)   (11,975,08)   (3,342,75      Investing activities   (27,121,52)   (6,765,40     Proceeds from sale of property, plant and equipment including capital work-in-progress and capital advances   (27,121,52)   (6,765,40     Proceeds from sale of property, plant and equipment investing activities   (22,116,45)   (1,319,104)     Investing activities   (27,121,52)   (6,765,40     Proceeds from sale of property, plant and equipment investing activities   (22,116,45)   (1,316,40)     Interest received   (3,436,44   3,401,00     Interest received   (3,436,44   3,401,00     Interest received   (3,436,44   3,44,64)   (3,401,00     Interest received   (3,436,44   3,44,64)   (3,401,00     Interest received   (3,436,44   3,44,64)   (3,401,00     Interest received   (4,192,13)   (1,457,54,40     Proceeds from long-term borrowings   (3,444,64)   (3,802,01     Interest received   (4,192,13)   (2,154,54,64)   (3,802,01     Proceeds from in repairment of long-term borrowings   (3,444,64)   (3,802,01     Interest received   (4,192,13)   (2,154,54)   (2,154,54,54)   (2,154,54)   (2,154,54,54)   (2,154,54)   (2,154,54)   (2   | Liabilities no longer required written back           |   | (107,09)                | (38.06)                                 |
| Working capital changes:   (Increase) decrease in Inventories   17,006,90   (3,780,0)     (Increase) decrease in Inventories   17,006,90   (3,780,0)     (Increase) decrease in Infraedrice receivables   (3,842,85)   (19,103,03     (Increase) decrease in Other assets   (3,014,71)   (1,456,40     (Decrease) increase in Colher assets   (3,014,71)   (1,456,40     (Decrease) increase in Other financial liabilities   (20,538,14)   7,411,87     (Decrease) increase in Other financial liabilities and provisions   (2,952,00)   457,28     (Decrease) increase in Other current liabilities and provisions   (13,305,27)   (14,529,36     (Decrease) increase in Other current liabilities and provisions   (13,305,27)   (14,529,36     (Decrease) increase in Other current liabilities and provisions   (13,305,27)   (14,529,36     (2,316,51)   (1,159,10)   (2,316,51)   (1,159,10)     Net cash flow (used in)/from operating activities (X)   (11,975,08)   (3,342,75      Investing activities   (27,121,52)   (6,765,40     Proceeds from sale of property, plant and equipment including capital work-in-progress and capital advances   (27,121,52)   (6,765,40     Proceeds from sale of property, plant and equipment investing activities   (22,116,45)   (1,319,104)     Investing activities   (27,121,52)   (6,765,40     Proceeds from sale of property, plant and equipment investing activities   (22,116,45)   (1,316,40)     Interest received   (3,436,44   3,401,00     Interest received   (3,436,44   3,401,00     Interest received   (3,436,44   3,44,64)   (3,401,00     Interest received   (3,436,44   3,44,64)   (3,401,00     Interest received   (3,436,44   3,44,64)   (3,401,00     Interest received   (4,192,13)   (1,457,54,40     Proceeds from long-term borrowings   (3,444,64)   (3,802,01     Interest received   (4,192,13)   (2,154,54,64)   (3,802,01     Proceeds from in repairment of long-term borrowings   (3,444,64)   (3,802,01     Interest received   (4,192,13)   (2,154,54)   (2,154,54,54)   (2,154,54)   (2,154,54,54)   (2,154,54)   (2,154,54)   (2   | 9 '   | s –   | 3,646,70                | 12.345.71                               |
| (Increase) decrease in Inventionies   17,006,00   3,780.01     (Increase) decrease in Trade receivables   (19,163.03     (Increase) decrease in Other Innancial assets   0.93   1,170.46     (Increase) decrease in Other assets   (3,014.71)   (1,456.40     (Decrease) finencease in Trade payables   (20,583.14)   7,414.57     (Decrease) finencease in Other financial liabilities   (20,582.00)   457.28     (Decrease) finencease in Other financial liabilities and provisions   34.60   827.77     (Decrease) finencease in Other current liabilities and provisions   (13,305.27)   (14,529.36     (Decrease) finencease in Other current liabilities and provisions   (13,305.27)   (14,529.36     (2,316.51)   (1,159.10)   (2,316.51)   (1,159.10)     Net cash flow (used in)/from operating activities (X)   (11,975.08)   (3,342.75     Income tax paid   (1,159.10)   (1,159.10)   (2,316.51)   (1,159.10)     Net cash flow (used in)/from operating activities (X)   (11,975.08)   (2,316.51)   (1,159.10)     Proceeds from sale of property, plant and equipment including capital work-in-progress and capital advances   (27,121.52)   (6,765.40     Proceeds from sale of property, plant and equipment including capital work-in-progress and capital advances   (27,121.52)   (6,765.40     Proceeds from sale of property, plant and equipment including capital work-in-progress and capital advances   (27,121.52)   (6,765.40     Proceeds from bank deposits (having original maturity of more than three months)   (316.80)   (14,816.80     (14,816.80   (14,816   |   |   |                         |   |
| Canal   Cana   | Working capital changes:                              |   |                         |   |
| Canal   Cana   | (Increase)/decrease in Inventories                    |   | 17,006,90               | (3.780.01)                              |
| (Increase) decrease in Other financial assets (Increase) decrease in Other fassets (Increase) decrease in Other financial fabilities (Increase) decrease in Cash and cash equivalents (Athert) decrease in Cash and Cash equivalents (Athert) decrease in Cash and Cash equivalents (Athert) (Increase) decrease in Cash and Cash equivalents (At |   |   | (3,842.85)              | (19,163,03)                             |
| (Increase) Idecrease in Other assets (3.014.71) (1.456.40 (Decrease) Imerease in Trade payables (20,538.14) (7.414.57 (Decrease) Imerease in Other financial liabilities (20,538.14) (2.952.00) (457.28 (Decrease) Imerease in Other current liabilities and provisions (3.305.77) (14.529 (3.305.77) (14.529 36 (13.305.77) (14.529 36 (13.305.77) (14.529 36 (13.305.77) (14.529 36 (13.305.77) (14.529 36 (13.305.77) (14.529 36 (13.305.77) (14.529 36 (13.305.77) (14.529 36 (13.305.77) (14.529 36 (13.305.77) (14.529 36 (13.305.77) (14.529 36 (13.305.77) (14.529 36 (14 | (Increase)/decrease in Other financial assets         |   | 0,93                    | 1.170.46                                |
| (Decrease) increase in Trade payables (Decrease) increase in Other financial liabilities (Decrease) increase in Other financial liabilities (Decrease) increase in Other current liabilities and provisions (13,305,27) (14,529 a. 34,60) (2,316,57) (2,183,65) Income tax paid (2,316,51) (1,159,10) Net cash flow (used in)/from operating activities (A) (11,975,08) (2,316,51) (1,159,10) Net cash flow (used in)/from operating activities (A) (27,121,52) (6,765,40) Proceeds from sale of property, plant and equipment including capital work-in-progress and capital advances (27,121,52) (6,765,40) Proceeds from sale of property, plant and equipment including capital work-in-progress and capital advances (27,121,52) (6,765,40) Proceeds from sale of property, plant and equipment including capital work-in-progress and capital advances (27,121,52) (6,765,40) Proceeds from sale of property, plant and equipment including capital work-in-progress and capital advances (27,121,52) (6,765,40) Proceeds from sale of property, plant and equipment including capital work-in-progress and capital advances (27,121,52) (6,765,40) Proceeds from sale of property, plant and equipment including capital work-in-progress and capital advances (27,121,52) (6,765,40) (14,186,88) Redemption maturity of bank deposits (having original maturity of more than three months) Interest received (22,2716,45) (12,2 |   |   |                         |   |
| (Decrease) increase in Other financial liabilities (Decrease) increase in Other current liabilities and provisions (Decrease) increase in Other current liabilities and provisions (13.305.27) (14.529) 34.60 (23.777) (14.529) 36. Cash (used in) / generated from operations (10.000 (14.500) (14 |   |   | ` ' '                   |   |
| Decrease   increase in Other current liabilities and provisions   34.60   827.77   (14.529.36   13.05.27)   (14.529.36   13.05.27)   (14.529.36   10.000   14.529.36   10.000   14.529.36   10.000   14.529.36   10.000   14.529.36   10.000   14.529.36   10.000   14.529.36   10.000   14.529.36   10.000   14.529.36   10.000   14.529.36   10.000   14.529.36   10.000   14.529.36   10.000   14.529.36   10.000   14.529.36   10.000   14.529.36   10.000   14.529.36   10.000   14.529.36   10.000   14.529.36   14.52   |   |   |                         |   |
| Cash (used in) / generated from operations   |   | provisions                                      |                         |   |
| Cash (used in) / generated from operations Income tax paid Income tax paid (2,316,51) (1,159,10)         (2,316,51) (1,159,10)         (2,316,51) (1,159,10)           Net cash flow (used in)/from operating activities (A)         (11,975,08) (3,342,75)           B Investing activities         (27,121,52) (6,765,40)           Purchase of property, plant and equipment including capital work-in-progress and capital advances         (27,121,52) (6,765,40)           Proceeds from sale of property, plant and equipment Investing in bank deposits (having original maturity of more than three months) (316,80) (14,816,88)         (316,80) (14,816,88)           Redemption/maturity of bank deposits (having original maturity of more than three months) (a16,80) (1,930,57) (1,332,40)         (22,716,45) (1,7745,40)           Vet cash flow (used in)/from investing activities (B)         (22,716,45) (1,7745,40)           C Financing activities         15,848,44 (3,849,21)           Proceeds from long-term borrowings         15,848,44 (3,849,21)           Repayment of long-term borrowings         15,848,44 (3,849,21)           Payment of principal portion of lease liabilities         (3,424,68) (3,802,01)           Payment of principal portion of lease liabilities         (3,437,415) (1,417,43)           Proceeds from (repayment of) short-term borrowings (net)         (3,374,15) (1,418,73)           Primance cost paid         (4,192,03) (2,732,03)           Dividend paid to equity shareholders         (3,437,1  | ( Decrease // mercase in Other earrein matinities and | JI OVISIONS                                     |                         |   |
| Income tax paid   (2,316.51)   (1.159.10   Net cash flow (used in)/from operating activities (A)   (11,975.08)   (3.342.75   (11,975.08)   (3.342.75   (11,975.08)   (3.342.75   (11,975.08)   (3.342.75   (11,975.08)   (3.342.75   (3.   | Cash (used in) / generated from enerations            |   |                         |   |
| Net cash flow (used in)/from operating activities (A)  |   |   | ``I                     |   |
| B   Investing activities   Purchase of property, plant and equipment including capital work-in-progress and capital advances   (27,121.52) (6,765.40     Proceeds from sale of property, plant and equipment   204.76   2.55     Investments in bank deposits (having original maturity of more than three months)   (316.80) (14,816.88     Redemption maturity of bank deposits (having original maturity of more than three months)   3,486.54   3,401.00     Interest received   1,030.57   433.24     Net cash flow (used in)/from investing activities (B)   (22,716.45) (17,745.49  | · ·   |   |                         |   |
| Purchase of property, plant and equipment including capital work-in-progress and capital advances  (27,121.52) (6,765.40 2.55 Investments in bank deposits (having original maturity of more than three months) (316.80) (14,816.88 Redemption/maturity of bank deposits (having original maturity of more than three months) (316.80) (14,816.88 Redemption/maturity of bank deposits (having original maturity of more than three months) (316.80) (130.57) (433.20 Investments in bank deposits (having original maturity of more than three months) (3,486.54) (3,401.00 Interest received (1,030.57) (433.20 Net cash flow (used in)/from investing activities (B) (22,716.45) (17.745.49)  C Financing activities  Proceeds from long-term borrowings  Repayment of long-term borrowings (3,424.68) (3,802.01) Payment of principal portion of lease liabilities (141.83) (145.75) Proceeds from (repayment of) short-term borrowings (net) (6,374.15) (1,144.73) Finance cost paid (4,192.03) (2,732.03) Dividend paid to equity shareholders (1,422.18) (1,185.13) Net cash flow from / (used in) financing activities (C) (34,397.96) (23,959.22 Cash and cash equivalents at the beginning of the period (34,397.96) (23,959.22 Cash and cash equivalents at the end of the period (34,807.20) (35,241.02 Components of cash and cash equivalents Components of cash and cash equivalents Cash on hand  2.02 (1.95 Balances with banks on deposit accounts with original maturity of three months or less (1,625.00) (9,425.00)  | Net cash flow (used in)/from operating activities     | (A)   | (11,9/5,08)             | (3.342.75)                              |
| Purchase of property, plant and equipment including capital work-in-progress and capital advances  (27,121.52) (6,765.40 2.55 Investments in bank deposits (having original maturity of more than three months) (316.80) (14,816.88 Redemption/maturity of bank deposits (having original maturity of more than three months) (316.80) (14,816.88 Redemption/maturity of bank deposits (having original maturity of more than three months) (316.80) (130.57) (433.20 Investments in bank deposits (having original maturity of more than three months) (3,486.54) (3,401.00 Interest received (1,030.57) (433.20 Net cash flow (used in)/from investing activities (B) (22,716.45) (17.745.49)  C Financing activities  Proceeds from long-term borrowings  Repayment of long-term borrowings (3,424.68) (3,802.01) Payment of principal portion of lease liabilities (141.83) (145.75) Proceeds from (repayment of) short-term borrowings (net) (6,374.15) (1,144.73) Finance cost paid (4,192.03) (2,732.03) Dividend paid to equity shareholders (1,422.18) (1,185.13) Net cash flow from / (used in) financing activities (C) (34,397.96) (23,959.22 Cash and cash equivalents at the beginning of the period (34,397.96) (23,959.22 Cash and cash equivalents at the end of the period (34,807.20) (35,241.02 Components of cash and cash equivalents Components of cash and cash equivalents Cash on hand  2.02 (1.95 Balances with banks on deposit accounts with original maturity of three months or less (1,625.00) (9,425.00)  |   |   |                         |   |
| C27,121.52   C6,765.40   | B Investing activities                                |   |                         |   |
| Proceeds from sale of property, plant and equipment   204.76   2.55   Investments in bank deposits (having original maturity of more than three months)   (316.80)   (14.816.88   3.486.54   3.401.00   Interest received   1.030.57   4.3324   Net cash flow (used in)/from investing activities (B)   (22.716.45)   (17.745.49   (22.716.45)   (17.745.49   (22.716.45)   (17.745.49   (22.716.45)   (17.745.49   (22.716.45)   (17.745.49   (22.716.45)   (17.745.49   (22.716.45)   (17.745.49   (22.716.45)   (22.7   | Purchase of property, plant and equipment including   | g capital work-in-progress and capital advances |                         |   |
| Investments in bank deposits (having original maturity of more than three months)   (316.80)   (14,816.88   Redemption/maturity of bank deposits (having original maturity of more than three months)   3.486.54   3.401.00   Interest received   1.030.57   433.24   Net cash flow (used in)/from investing activities (B)   (22,716.45)   (17.745.49   CF inancing activities   Froceeds from long-term borrowings   15.848.44   3.849.21   (3.849.21   3.424.68)   (3.82.01   3.424.68)   (3.   |   |   | (27,121.52)             | (6,765.40)                              |
| Redemption/maturity of bank deposits (having original maturity of more than three months)   1,030,57   433,24   Net cash flow (used in)/from investing activities (B)   (22,716.45)   (17.745.49)  |   |   | 204.76                  | 2.55                                    |
| Interest received   1.030.57   433.24   Net cash flow (used in)/from investing activities (B)   (22,716.45)   (17.745.49   | Investments in bank deposits (having original matur   | ity of more than three months)                  | (316.80)                | (14,816,88)                             |
| Net cash flow (used in)/from investing activities (B)         (22,716.45)         (17,745.49)           C Financing activities         15,848.44         3,849.21           Proceeds from long-term borrowings         (3,424.68)         (3,802.01)           Repayment of principal portion of lease liabilities         (141.83)         (145.75)           Proceeds from/repayment of) short-term borrowings (net)         (6,374.15)         1,144.73           Finance cost paid         (4,192.03)         (2,732.03)           Dividend paid to equity shareholders         (1,422.18)         (1,185.13)           Net cash flow from / (used in) financing activities (C)         293.57         (2,870.98)           Net increase in cash and cash equivalents (A+B+C)         (34,397.96)         (23,959.22)           Cash and cash equivalents at the beginning of the period         48,207.20         35,241.02           Cash and cash equivalents at the end of the period         13,809.24         11,281.80           Components of cash and cash equivalents         2.02         1,95           Balances with banks on current accounts         3,182.22         1,854.85           Balances with banks on deposit accounts with original maturity of three months or less         10,625.00         9,425.00  | Redemption/maturity of bank deposits (having origi    | nal maturity of more than three months)         | 3,486.54                | 3.401.00                                |
| C Financing activities       15,848,44       3,849.21         Proceeds from long-term borrowings       13,424,68       (3,802.01         Repayment of long-term borrowings       (141,83)       (145,75         Proceeds from/repayment of) short-term borrowings (net)       (6,374,15)       1,144,73         Finance cost paid       (4,192,03)       (2,732,03         Dividend paid to equity shareholders       (1,422,18)       (1,185,13         Net cash flow from / (used in) financing activities (C)       293,57       (2,870,98         Net increase in cash and cash equivalents (A+B+C)       (34,397,96)       (23,959,22         Cash and cash equivalents at the beginning of the period       48,207,20       35,241,02         Cash and cash equivalents at the end of the period       13,809,24       11,281,80         Components of cash and cash equivalents       2,02       1,95         Balances with banks on current accounts       3,182,22       1,854,85         Balances with banks on deposit accounts with original maturity of three months or less       10,625,00       9,425,00   | Interest received                                     |   | 1,030.57                | 433.24                                  |
| Proceeds from long-term borrowings   15,848.44   3,849.21     Repayment of long-term borrowings   (3,424.68)   (3,802.01     Payment of principal portion of lease liabilities   (141.83)   (145.75     Proceeds from (repayment of) short-term borrowings (net)   (6,374.15)   1,144.73     Finance cost paid   (4,192.03)   (2,732.03     Dividend paid to equity shareholders   (1422.18)   (1,185.13     Net cash flow from / (used in) financing activities (C)   293.57   (2,870.98     Net increase in cash and cash equivalents (A+B+C)   (34,397.96)   (23,959.22     Cash and cash equivalents at the beginning of the period   48,207.20   35,241.02     Cash and cash equivalents at the end of the period   13,809.24   11,281.80     Components of cash and cash equivalents     Cash on hand   2.02   1,95     Balances with banks on current accounts   3,182.22   1,854.85     Balances with banks on deposit accounts with original maturity of three months or less   10,625.00   9,425.00     Cash on hand   2.02   1,95     Cash on deposit accounts with original maturity of three months or less   10,625.00   9,425.00     Cash on hand   2.02   1,95     Cash on hand   2.03   1,95     Cash on hand   2.04   1,95     Cash on hand   2.05   1,95     Cash on hand   2.06   1,95     Cash on hand   2.07   1,95     Cash on hand   2.08   1,95     Cash on hand   2.09   1,95     Cash o   | Net cash flow (used in)/from investing activities     | B)  | (22,716.45)             | (17.745.49)                             |
| Proceeds from long-term borrowings   15,848.44   3,849.21     Repayment of long-term borrowings   (3,424.68)   (3,802.01     Payment of principal portion of lease liabilities   (141.83)   (145.75     Proceeds from (repayment of) short-term borrowings (net)   (6,374.15)   1,144.73     Finance cost paid   (4,192.03)   (2,732.03     Dividend paid to equity shareholders   (1422.18)   (1,185.13     Net cash flow from / (used in) financing activities (C)   293.57   (2,870.98     Net increase in cash and cash equivalents (A+B+C)   (34,397.96)   (23,959.22     Cash and cash equivalents at the beginning of the period   48,207.20   35,241.02     Cash and cash equivalents at the end of the period   13,809.24   11,281.80     Components of cash and cash equivalents     Cash on hand   2.02   1,95     Balances with banks on current accounts   3,182.22   1,854.85     Balances with banks on deposit accounts with original maturity of three months or less   10,625.00   9,425.00     Cash on hand   2.02   1,95     Cash on deposit accounts with original maturity of three months or less   10,625.00   9,425.00     Cash on hand   2.02   1,95     Cash on hand   2.03   1,95     Cash on hand   2.04   1,95     Cash on hand   2.05   1,95     Cash on hand   2.06   1,95     Cash on hand   2.07   1,95     Cash on hand   2.08   1,95     Cash on hand   2.09   1,95     Cash o   |   |   |                         |   |
| Repayment of long-term borrowings   (3,424.68)   (3,802.01   | C Financing activities                                |   |                         |   |
| Repayment of long-term borrowings   (3,424.68)   (3,802.01     Payment of principal portion of lease liabilities   (141.83)   (145.75     Proceeds from/trepayment of) short-term borrowings (net)   (6,374.15)   1,144.73     Finance cost paid   (4,192.03)   (2,732.03     Dividend paid to equity shareholders   (1,422.18)   (1,185.13     Net cash flow from / (used in) financing activities (C)   293.57   (2,870.98     Net increase in cash and cash equivalents (A+B+C)   (34,397.96)   (23,959.22     Cash and cash equivalents at the beginning of the period   48,207.20   35,241.02     Cash and cash equivalents at the end of the period   13,809.24   11,281.80     Components of cash and cash equivalents     Cash on hand   2.02   1.95     Balances with banks on current accounts   3,182.22   1,854.85     Balances with banks on deposit accounts with original maturity of three months or less   10,625.00   9,425.00     Cash and cash equivalents with original maturity of three months or less   10,625.00   9,425.00     Cash and cash equivalents with original maturity of three months or less   10,625.00   9,425.00     Cash and cash equivalents with original maturity of three months or less   10,625.00   9,425.00     Cash and cash equivalents with original maturity of three months or less   10,625.00   9,425.00     Cash and cash equivalents with original maturity of three months or less   10,625.00   9,425.00     Cash and cash equivalents with original maturity of three months or less   10,625.00   9,425.00     Cash and cash equivalents with original maturity of three months or less   10,625.00   9,425.00     Cash and cash equivalents with original maturity of three months or less   10,625.00   9,425.00     Cash and cash equivalents with original maturity of three months or less   10,625.00   9,425.00     Cash and cash equivalents with original maturity of three months or less   10,625.00   9,425.00     Cash and cash equivalents with original maturity of three months or less   10,625.00   9,425.00     Cash and cash equivalents w   | Proceeds from long-term borrowings                    |   | 15,848.44               | 3,849.21                                |
| Proceeds from (repayment of) short-term borrowings (net)   |   |   | (3,424.68)              | (3,802,01)                              |
| Proceeds from (repayment of) short-term borrowings (net)   | Payment of principal portion of lease liaiblities     |   | (141.83)                | (145.75)                                |
| Finance cost paid       (4,192.03)       (2,732.03)         Dividend paid to equity shareholders       (1,422.18)       (1,185.13)         Net cash flow from / (used in) financing activities (C)       293.57       (2,870.98)         Net increase in cash and cash equivalents (A+B+C)       (34,397.96)       (23,959.22)         Cash and cash equivalents at the beginning of the period       48,207.20       35,241.02         Cash and cash equivalents at the end of the period       13,809.24       11,281.80         Components of cash and cash equivalents       2.02       1.95         Balances with banks on current accounts       3,182.22       1,854.85         Balances with banks on deposit accounts with original maturity of three months or less       10,625.00       9,425.00   |   | s (net)   | (6,374.15)              | 1,144.73                                |
| Dividend paid to equity shareholders   |   |   |                         | (2,732,03)                              |
| Net cash flow from / (used in) financing activities (C)  Net increase in cash and cash equivalents (A+B+C) Cash and cash equivalents at the beginning of the period Cash and cash equivalents at the end of the period Components of cash and cash equivalents Cash on hand Cash on hand Balances with banks on current accounts Balances with banks on deposit accounts with original maturity of three months or less 10,625.00  293.57 (2,870.98 (2,870.98 (23,959.22 (34,397.96) (23,959.22 (34,397.96) (23,959.22 (34,397.96) (123,959.22 (123,95 |   |   | (1,422,18)              | (1,185.13)                              |
| Cash and cash equivalents at the beginning of the period       48,207.20       35,241.02         Cash and cash equivalents at the end of the period       13,809.24       11,281.80         Components of cash and cash equivalents       2.02       1.95         Cash on hand       2.02       1.95         Balances with banks on current accounts       3,182.22       1,854.85         Balances with banks on deposit accounts with original maturity of three months or less       10,625.00       9,425.00   | Net cash flow from / (used in) financing activities   | 5 (C)   |                         | (2,870,98)                              |
| Cash and cash equivalents at the beginning of the period       48,207.20       35,241.02         Cash and cash equivalents at the end of the period       13,809.24       11,281.80         Components of cash and cash equivalents       2.02       1.95         Cash on hand       2.02       1.95         Balances with banks on current accounts       3,182.22       1,854.85         Balances with banks on deposit accounts with original maturity of three months or less       10,625.00       9,425.00   | , , ,   |   |                         |   |
| Cash and cash equivalents at the beginning of the period       48,207.20       35,241.02         Cash and cash equivalents at the end of the period       13,809.24       11,281.80         Components of cash and cash equivalents       2.02       1.95         Cash on hand       2.02       1.95         Balances with banks on current accounts       3,182.22       1,854.85         Balances with banks on deposit accounts with original maturity of three months or less       10,625.00       9,425.00   | Net increase in cash and cash equivalents (A+B+C)     |   | (34,397.96)             | (23,959,22)                             |
| Components of cash and cash equivalents  Cash on hand  Balances with banks on current accounts  Balances with banks on deposit accounts with original maturity of three months or less  10,625.00  1.95  1.854.85  10,625.00  9,425.00   |   | <u></u>   |                         | 35,241.02                               |
| Cash on hand         2.02         1.95           Balances with banks on current accounts         3,182.22         1,854.85           Balances with banks on deposit accounts with original maturity of three months or less         10,625.00         9,425.00   | Cash and cash equivalents at the end of the period    |   | 13,809.24               | 11,281.80                               |
| Cash on hand         2.02         1.95           Balances with banks on current accounts         3,182.22         1,854.85           Balances with banks on deposit accounts with original maturity of three months or less         10,625.00         9,425.00   |   |   |                         |   |
| Balances with banks on current accounts  3,182,22 1,854.85 Balances with banks on deposit accounts with original maturity of three months or less 10,625.00 9,425.00   | Components of cash and cash equivalents               |   |                         |   |
| Balances with banks on deposit accounts with original maturity of three months or less 10,625.00 9,425.00  | Cash on hand  |   | 2.02                    | 1.95                                    |
| Balances with banks on deposit accounts with original maturity of three months or less 10,625.00 9,425.00  | Balances with banks on current accounts               |   | 3,182.22                | 1,854.85                                |
|  |   | naturity of three months or less                | 10,625.00               | 9,425.00                                |
|  | Total cash and cash equivalents                       |   | 13,809,24               | 11,281.80                               |



#### Notes:

Date: November 03, 2022

- 1. The unaudited financial results for the quarter ended September 30, 2022 and year to date from April 1, 2022 to September 30, 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 November 03, 2022 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 Company has commissioned the Ammonia Energy Improvement Project and has resumed operations of Ammonia and Urea plants in September 2022, after shutdown in June 2022. The Phosphatics plant was shut down for a period of 24 days during the quarter due to unavailability of raw material.
- 7. 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.
- 8. 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

CALS

Shubhabrata Saha

Managing Director

### **PKF SRIDHAR & SANTHANAM LLP**

**Chartered Accountants** 

#### Independent Auditor's Review Report on review of Unaudited Financial Results

#### To the Board of Directors of Mangalore Chemicals & Fertilizers Limited

We have reviewed the accompanying Statement of Unaudited Financial results of Mangalore Chemicals & Fertilizers Limited ("the company") for the quarter and half year ended 30<sup>th</sup> September 2022, being submitted by the company pursuant to Regulation 33 of SEBI (Listing Obligations and Disclosure requirements) regulations, 2015, as amended.

#### Management's Responsibility

The Statement, which is the responsibility of the management and approved by the Board of Directors, has been prepared in accordance with recognition and measurement principles laid down in the Indian Accounting Standard 34 "Interim Financial Reporting" ("IndAS-34") prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder, and other accounting principles generally accepted in India.

#### Auditor's Responsibility

Our responsibility is to issue a report on the Statement based on our review.

We conducted our review of the Statement 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 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.

#### Conclusion

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 the recognition and measurement principles of the applicable Accounting Standards and other recognized 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 as amended, including the manner in which it is to be disclosed, or that it contains any material misstatement.

### **Emphasis of Matter**

We draw attention to Note no 5, which states that the Company had recognized urea subsidy income of Rs. 2914 lakhs in Financial Year ended March 31, 2021, considering that benchmarking of its cost of production of urea using Naphtha with that of gas-based urea manufacturing units is arbitrary and for which the Company had already filed a writ petition against the Department of Fertilizers before Hon'ble High court of Delhi. Based on legal opinion obtained, the management believes that the criteria for recognition of subsidy revenue is met.

Our conclusion is not modified in respect of this matter.



### Other Matter

Place: Bengaluru Date: 03-11-2022

Figures for the quarter ended 30<sup>th</sup> June 2022 and 30<sup>th</sup> September 2021 and half year ended 30<sup>th</sup> September 2021 and year ended 31<sup>st</sup> March 2022 have been reviewed/audited by S.R.Batliboi & Co. LLP, Chartered Accountants (Firm Registration No 301003E/E300005). The reports of predecessor auditor of these comparative financial information expressed unmodified conclusion/opinion. Our conclusion is not modified in respect of the said matter.

For PKF Sridhar & Santhanam LLP

Chartered Accountants
Firm's Registration No.003990S/S200018

Seethalakshmi. M

Membership No.208545

ICAI UDIN: 22208545BBYDXN4988