



GUJARAT STATE FERTILIZERS & CHEMICALS LIMITED

Fertilizernagar - 391 750. Vadodara, Gujarat, INDIA.

CIN : L99999GJ1962PLC001121

NO.SEC/ Q4 & 2022-23

25th May, 2023

| | |
|--|---|
| The Corporate Relationship Department BSE Limited 1st Floor, New Trading Ring Rotunda Bldg., P.J.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 (East), MUMBAI - 400 051 |
|--|---|

SCRIP CODE : 500690

SYMBOL : GSFC

Dear Sir/ Madam,

Sub :- Outcome of the Board Meeting:-

- 1. Submission of Audited Financial Results of the Company (Standalone and Consolidated) for the Fourth Quarter and Financial year ended on 31st March, 2023; and**
- 2. Recommendation of Dividend for the F.Y.2022-2023.**

We wish to inform you that the Board of Directors of the Company at their meeting held today i.e. May 25, 2023, has inter alia considered and approved the Audited Financial Results for the Fourth Quarter and Financial Year ended March 31, 2023. The Meeting commenced at 3:00p.m. and concluded at 5:00p.m.

- As required in terms of the Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements), Regulations, 2015, please find enclosed herewith:
 - Standalone and Consolidated Financial Results for the Fourth Quarter and Financial year ended on 31st March, 2023;
 - Independent Auditor's Report with unmodified opinion submitted by the Statutory Auditors, Parikh Mehta & Associates, Chartered Accountants, Vadodara.(Standalone and Consolidated).
 - Declaration by the Company as to the unmodified opinion expressed by the Statutory Auditors on Audited Financial Results.
- The Board of Directors of the Company at its meeting held on 25th May, 2023, inter alia, has recommended a Dividend of **Rs. 10.00** per Equity Shares of Rs.2/- each fully paid-up (**i.e. 500** %) for the year ended 31st March, 2023, subject to approval of shareholders at ensuing Annual General Meeting. Upon approval of shareholders, the dividend declared will be paid within 30 days of declaration. The date of Annual General Meeting, Book Closure Date and Dividend Payment Date will be intimated in due course.

These results are also being made available on the Company's Website at www.gsfclimited.com

We also enclose herewith a Press Release on Audited Financial Results of the Company for the Fourth Quarter and Financial year ended on 31st March, 2023.

Please find the same in order and kindly take them on your records.

Thanking you,

Yours faithfully,

For Gujarat State Fertilizers & Chemicals Limited

V D Nanavaty
V D Nanavaty
ED (Finance) & CFO &
Company Secretary

E-mail : vdnanavaty@gsfc ltd.com

Encl :- As above

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



GUJARAT STATE FERTILIZERS & CHEMICALS LIMITED

Fertilizernagar - 391 750. Vadodara, Gujarat, INDIA.

CIN : L99999GJ1962PLC001121

NO.SEC/ Q4 & 2022-23

25th May, 2023

| | |
|--|--|
| The Corporate Relationship Department BSE Limited 1st Floor, New Trading Ring Rotunda Bldg., P.J.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 (East), MUMBAI - 400 051 |
|--|--|

SCRIP CODE : **500690**

SYMBOL : **GSFC**

Dear Sir / Madam,

Sub : Declaration with respect to Audit Report with unmodified opinion on Annual Audited Financial Results for the F.Y. ended 31st March, 2023.

Pursuant to Regulation 33(3)(d) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, we hereby declare that the Statutory Auditors of the Company have issued Audit Report with Unmodified opinion on Audited Standalone and Consolidated Financial Results of the Company for the year ended on March 31, 2023 which have been approved at the Board Meeting held today i.e. 25th May, 2023.

Thanking you,

Yours faithfully,

For Gujarat State Fertilizers & Chemicals Limited

V D Nanavaty
V D Nanavaty

**ED (Finance) & CFO &
Company Secretary**

E-mail : vdnavaty@gsfcltd.com

Statement of Audited Standalone and Consolidated Financial Results for Quarter and Year ended 31st March 2023

(₹ in lakhs)

| Sr No | Particulars | Standalone | | | | Consolidated | | | | | | | | |
|-------|---|----------------|-------------------------|----------------|------------------|------------------|----------------|----------------|----------------|------------------|------------------|--|--|--|
| | | Audited | Unaudited | Audited | Audited | Unaudited | Audited | Audited | Audited | | | | | |
| | | 31-Mar-23 | Quarter ended 31-Dec-22 | 31-Mar-22 | 31-Mar-22 | 31-Mar-23 | 31-Mar-22 | 31-Mar-22 | 31-Mar-22 | | | | | |
| 1 | Income | | | | | | | | | | | | | |
| | (a) Revenue from operations | 241,019 | 342,113 | 204,727 | 1,129,803 | 899,778 | 238,387 | 347,899 | 203,485 | 1,136,869 | 908,479 | | | |
| | (b) Other Income | 2,639 | 1,767 | 6,550 | 14,648 | 18,035 | 2,769 | 1,816 | 6,455 | 14,885 | 18,111 | | | |
| | Total Income | 243,658 | 343,880 | 211,277 | 1,144,451 | 917,813 | 241,156 | 349,715 | 209,940 | 1,151,754 | 926,590 | | | |
| 2 | Expenses | | | | | | | | | | | | | |
| | (a) Cost of materials consumed | 144,618 | 147,114 | 120,591 | 585,134 | 488,160 | 144,622 | 147,115 | 120,594 | 585,148 | 488,175 | | | |
| | (b) Purchase of stock-in-trade | 2,441 | 56,332 | 9,569 | 102,012 | 58,134 | 3,316 | 59,073 | 8,507 | 114,197 | 62,873 | | | |
| | (c) Changes in inventories of finished goods, work-in-progress and stock in trade | (3,513) | 30,323 | (31,858) | 541 | (16,889) | (6,271) | 32,344 | (32,622) | (5,050) | (17,319) | | | |
| | (d) Power and Fuel | 26,977 | 32,289 | 28,846 | 124,965 | 98,083 | 26,981 | 32,293 | 28,848 | 124,982 | 98,091 | | | |
| | (e) Employee benefits expense | 16,987 | 16,385 | 15,141 | 65,646 | 65,585 | 17,159 | 16,717 | 15,623 | 66,808 | 66,751 | | | |
| | (f) Finance Costs | 309 | 614 | 319 | 1,489 | 963 | 311 | 618 | 333 | 1,503 | 977 | | | |
| | (g) Depreciation and amortisation expense | 4,474 | 4,594 | 4,419 | 18,151 | 17,818 | 4,486 | 4,606 | 4,434 | 18,202 | 17,880 | | | |
| | (h) Other expenses | 19,294 | 25,205 | 19,985 | 89,759 | 75,470 | 19,970 | 25,781 | 20,624 | 91,996 | 77,801 | | | |
| | Total expenses | 211,587 | 312,856 | 167,012 | 987,697 | 787,324 | 210,574 | 318,547 | 166,340 | 997,786 | 795,228 | | | |
| 3 | Profit before tax & share of profit/(loss) of associates (1-2) | 32,071 | 31,024 | 44,265 | 156,754 | 130,489 | 30,582 | 31,168 | 43,599 | 153,968 | 131,361 | | | |
| 4 | Share in Profit of Associates | - | - | - | - | - | (57) | 164 | (70) | 300 | 160 | | | |
| 5 | Profit before tax (3+4) | 32,071 | 31,024 | 44,265 | 156,754 | 130,489 | 30,525 | 31,332 | 43,529 | 154,268 | 131,521 | | | |
| 6 | Tax expense/(benefit) | | | | | | | | | | | | | |
| | (a) Current tax | 7,102 | 4,083 | 9,039 | 41,034 | 32,894 | 7,133 | 4,142 | 8,981 | 41,264 | 33,171 | | | |
| | (b) Deferred tax | 920 | (11,791) | 5,452 | (11,568) | 7,957 | 901 | (11,783) | 5,436 | (11,568) | 7,945 | | | |
| | (c) Short/(Excess) Provision for Tax | 0 | (2,020) | 548 | (2,020) | 548 | (0) | (2,020) | 548 | (2,020) | 548 | | | |
| | Tax expense/(benefit) | 8,022 | (9,728) | 15,039 | 27,446 | 41,399 | 8,034 | (9,661) | 14,964 | 27,676 | 41,663 | | | |
| 7 | Net Profit after tax & share in profit/(loss) of associates (5-6) | 24,049 | 40,752 | 29,226 | 129,308 | 89,090 | 22,491 | 40,993 | 28,565 | 126,592 | 89,858 | | | |
| 8 | Other Comprehensive Income | | | | | | | | | | | | | |
| | (a) Items that will not be reclassified to profit or loss | | | | | | | | | | | | | |
| | (b) Income tax effect on above | 274 | (37,162) | 111,219 | (97,114) | 200,147 | 274 | (37,162) | 111,187 | (97,114) | 200,115 | | | |
| | (c) Items that will be reclassified to profit or loss | (3,094) | 3,324 | (17,648) | 7,251 | (28,015) | (3,094) | 3,324 | (17,640) | 7,251 | (28,007) | | | |
| | (d) Income tax effect on above | - | - | - | - | - | - | - | - | - | - | | | |
| 9 | Total Comprehensive Income (7+8) | 21,228 | 6,914 | 122,798 | 39,444 | 261,223 | 19,671 | 7,155 | 122,113 | 36,729 | 261,967 | | | |
| 10 | Paid-up equity share capital (Face value of ₹ 2/- per Equity share) | 7,970 | 7,970 | 7,970 | 7,970 | 7,970 | 7,970 | 7,970 | 7,970 | 7,970 | 7,970 | | | |
| 11 | Other equity excluding revaluation reserve | | | | 1,188,383 | 1,158,901 | | | | 1,196,017 | 1,169,253 | | | |
| 12 | Earnings per share | | | | | | | | | | | | | |
| a | (of ₹ 2/-each) (for the period - not annualised): Basic (in ₹) | 6.03 | 10.23 | 7.34 | 32.45 | 22.36 | 5.65 | 10.28 | 7.17 | 31.77 | 22.55 | | | |
| b | Diluted (in ₹) | 6.03 | 10.23 | 7.34 | 32.45 | 22.36 | 5.65 | 10.28 | 7.17 | 31.77 | 22.55 | | | |



Statement of Audited Standalone and Consolidated Financial Results for Quarter and Year ended 31st March 2023

(₹ in lakhs)

| Sr No | Particulars | Standalone | | | | Consolidated | | | | | |
|-------|---|------------|-----------|-----------|----------------------|--------------|-----------|----------------------|-----------|-----------|-----------|
| | | Audited | Unaudited | Audited | Audited | Unaudited | Audited | Audited | Audited | | |
| | | 31-Mar-23 | 31-Dec-22 | 31-Mar-22 | Year ended 31-Mar-23 | 31-Mar-22 | 31-Mar-22 | Year ended 31-Mar-23 | 31-Mar-22 | | |
| 1 | Segment Revenue | 178,934 | 288,061 | 126,277 | 876,957 | 606,288 | 176,302 | 293,847 | 125,035 | 884,023 | 614,989 |
| a) | Fertilizer Products | 62,085 | 54,052 | 78,450 | 252,846 | 293,490 | 62,085 | 54,052 | 78,450 | 252,846 | 293,490 |
| b) | Industrial Products | 241,019 | 342,113 | 204,727 | 1,129,803 | 899,778 | 238,387 | 347,899 | 203,485 | 1,136,869 | 908,479 |
| | Total | 241,019 | 342,113 | 204,727 | 1,129,803 | 899,778 | 238,387 | 347,899 | 203,485 | 1,136,869 | 908,479 |
| | Less : Inter Segment Revenue | - | - | - | - | - | - | - | - | - | - |
| | Revenue From Operations | 241,019 | 342,113 | 204,727 | 1,129,803 | 899,778 | 238,387 | 347,899 | 203,485 | 1,136,869 | 908,479 |
| 2 | Segment Result: (Profit (+) / Loss (-) before Tax and Finance cost) | 25,823 | 29,293 | 148,436 | 148,436 | 68,335 | 24,279 | 29,605 | 34,609 | 145,964 | 69,381 |
| a) | Fertilizer Products | 4,304 | 998 | 6,794 | 517 | 52,371 | 4,304 | 998 | 6,794 | 517 | 52,371 |
| b) | Industrial Products | 30,127 | 30,291 | 42,125 | 148,953 | 120,706 | 28,583 | 30,603 | 41,403 | 146,481 | 121,752 |
| | Total | 309 | 614 | 319 | 1,489 | 963 | 311 | 618 | 333 | 1,503 | 977 |
| | Less : (i) Finance costs | 372 | 233 | 249 | 4,347 | 2,850 | 372 | 233 | 249 | 4,347 | 2,850 |
| | : (ii) Other unallocable expenses | (2,625) | (1,580) | (2,708) | (13,637) | (13,596) | (2,625) | (1,580) | (2,708) | (13,637) | (13,596) |
| | : (iii) Unallocable income | 32,071 | 31,024 | 44,265 | 156,754 | 130,489 | 30,525 | 31,332 | 43,529 | 154,268 | 131,521 |
| | Profit Before Tax | 447,522 | 490,012 | 430,908 | 447,522 | 430,908 | 461,160 | 507,760 | 445,882 | 461,160 | 445,882 |
| 3 | Segments assets | 203,199 | 171,326 | 270,883 | 203,199 | 270,883 | 203,199 | 171,326 | 270,883 | 203,199 | 270,883 |
| a) | Fertilizer Products | 726,566 | 724,953 | 695,704 | 726,566 | 695,704 | 726,566 | 724,953 | 695,704 | 726,566 | 695,704 |
| b) | Industrial Products | 1,377,287 | 1,386,291 | 1,397,495 | 1,377,287 | 1,397,495 | 1,390,925 | 1,404,039 | 1,412,469 | 1,390,925 | 1,412,469 |
| c) | Unallocated | 87,472 | 123,374 | 112,245 | 87,472 | 112,245 | 93,318 | 131,822 | 116,713 | 93,318 | 116,713 |
| | Total Assets | 33,639 | 29,911 | 38,612 | 33,639 | 38,612 | 33,639 | 29,911 | 38,612 | 33,639 | 38,612 |
| 4 | Segments liabilities | 59,823 | 57,882 | 79,767 | 59,823 | 79,767 | 59,824 | 57,882 | 79,767 | 59,824 | 79,767 |
| a) | Fertilizer Products | 180,934 | 211,167 | 230,624 | 180,934 | 230,624 | 186,781 | 219,615 | 235,092 | 186,781 | 235,092 |
| b) | Industrial Products | | | | | | | | | | |
| c) | Unallocated | | | | | | | | | | |
| | Total Liabilities | | | | | | | | | | |



GUJARAT STATE FERTILIZERS & CHEMICALS LIMITED
Audited Standalone & Consolidated Balance sheet

(₹ in lakhs)

| Sr No | Particulars | Standalone | | Consolidated | |
|----------|--|-----------------------|-----------------------|-----------------------|-----------------------|
| | | As at 31st March 2023 | As at 31st March 2022 | As at 31st March 2023 | As at 31st March 2022 |
| A | ASSETS | | | | |
| 1 | Non-current assets | | | | |
| | (a) Property, Plant and Equipments | 253,088 | 264,739 | 253,626 | 265,312 |
| | (b) Capital work-in-progress | 19,902 | 15,743 | 19,960 | 15,788 |
| | (c) Right of Use Assets | 4,152 | 2,565 | 4,152 | 2,565 |
| | (d) Other Intangible assets | 174 | 117 | 175 | 120 |
| | (e) Financial Assets | | | | |
| | (i) Investments | | | | |
| | - Investments in associates | 4,750 | 2,771 | 12,080 | 9,876 |
| | - Investments in others | 523,110 | 623,735 | 520,870 | 621,495 |
| | (ii) Others financial assets | 2,995 | 2,827 | 3,018 | 2,828 |
| | (f) Income tax assets (Net) | 6,198 | 5,988 | 6,198 | 5,989 |
| | (g) Other non current assets | 33,530 | 31,273 | 33,530 | 31,273 |
| | Sub-Total-Non Current Assets | 847,899 | 949,759 | 853,609 | 955,246 |
| 2 | Current assets | | | | |
| | (a) Inventories | 117,566 | 129,886 | 132,371 | 139,154 |
| | (b) Financial Assets | | | | |
| | (i) Trade receivable | 49,151 | 35,899 | 49,741 | 36,594 |
| | (ii) Government subsidies receivable | 176,029 | 71,011 | 166,074 | 67,587 |
| | (iii) Cash and cash equivalents | 108,257 | 30,728 | 109,790 | 32,749 |
| | (iv) Bank balances other than (iii) above | 34,025 | 853 | 34,187 | 863 |
| | (v) Loans | 24,794 | 23,139 | 24,794 | 23,139 |
| | (vi) Others financial assets | 1,257 | 134,033 | 1,318 | 134,317 |
| | (c) Other current assets | 18,309 | 22,187 | 19,041 | 22,819 |
| | Sub-Total-Current Assets | 529,388 | 447,736 | 537,316 | 457,222 |
| 3 | Asset classified as held for disposal | - | 0 | - | 0 |
| | TOTAL ASSETS | 1,377,287 | 1,397,495 | 1,390,925 | 1,412,469 |
| B | EQUITY AND LIABILITIES | | | | |
| | EQUITY | | | | |
| | (a) Equity share capital | 7,970 | 7,970 | 7,970 | 7,970 |
| | (b) Other Equity | 1,188,383 | 1,158,901 | 1,196,017 | 1,169,253 |
| | (c) Non controlling Interest | - | - | 157 | 154 |
| | | 1,196,353 | 1,166,871 | 1,204,144 | 1,177,377 |
| | LIABILITIES | | | | |
| 1 | Non-current liabilities | | | | |
| | (a) Financial Liabilities | | | | |
| | (i) Lease Liabilities - Non Current | 148 | 170 | 148 | 170 |
| | (b) Provisions | 31,061 | 39,745 | 31,159 | 39,841 |
| | (c) Deferred Subsidy Income | - | - | 71 | 83 |
| | (d) Deferred tax liabilities (Net) | 47,308 | 60,279 | 47,319 | 60,290 |
| | Sub-Total-Non Current Liabilities | 78,517 | 100,194 | 78,697 | 100,384 |
| 2 | Current liabilities | | | | |
| | (a) Financial Liabilities | | | | |
| | (i) Borrowings | - | 282 | - | 282 |
| | (ii) Lease Liabilities - Current | 91 | 97 | 91 | 97 |
| | (iii) Trade payables | | | | |
| | - Micro and small enterprise | 1,487 | 534 | 3,145 | 1,474 |
| | - Other than Micro and small enterprise | 57,156 | 76,047 | 60,760 | 78,720 |
| | (iv) Other financial Liabilities | 24,849 | 24,955 | 25,156 | 25,365 |
| | (b) Other current liabilities | 6,893 | 3,413 | 7,008 | 3,648 |
| | (c) Provisions | 9,622 | 15,475 | 9,637 | 15,479 |
| | (d) Current tax liabilities (Net) | 2,319 | 9,627 | 2,287 | 9,643 |
| | Sub-Total-Current Liabilities | 102,417 | 130,430 | 108,084 | 134,708 |
| | TOTAL EQUITY & LIABILITIES | 1,377,287 | 1,397,495 | 1,390,925 | 1,412,469 |

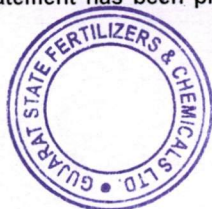


GUJARAT STATE FERTILIZERS & CHEMICALS LIMITED
Audited Standalone and Consolidated Cash Flow Statement

(₹ in lakhs)

| Particulars | Standalone | | Consolidated | |
|--|-------------------------------|-------------------------------|-------------------------------|-------------------------------|
| | Year Ended 31st March 2023 | Year Ended 31st March 2022 | Year Ended 31st March 2023 | Year Ended 31st March 2022 |
| | Audited | Audited | Audited | Audited |
| A Cash Flow From Operating Activities : | | | | |
| Profit Before Tax | 156,754 | 130,489 | 154,268 | 131,521 |
| Adjustments for : | | | | |
| Depreciation and amortisation expense | 18,151 | 17,818 | 18,202 | 17,880 |
| Amortisation of lease hold land | 298 | 298 | 298 | 298 |
| Share of Profit of Associates | - | - | (300) | (160) |
| Unrealised Foreign Exchange(Gain)/Loss | (330) | 283 | (330) | 283 |
| Provision for Assets Retiring Obligation | 197 | 181 | 197 | 181 |
| Finance cost | 1,005 | 361 | 1,005 | 361 |
| Interest income | (5,627) | (5,307) | (5,724) | (5,438) |
| Loss/ (Profit) on fixed assets sold/written off | (128) | (303) | (128) | (303) |
| Dividend income | (5,240) | (4,356) | (5,115) | (4,256) |
| Provision for doubtful debts/advances | 158 | 123 | 158 | 123 |
| Operating Profit before Working Capital Changes | 165,238 | 139,587 | 162,531 | 140,490 |
| Movements in working capital: | | | | |
| Inventories | 12,320 | (39,082) | 6,783 | (39,496) |
| Trade receivables, loans and advances and other assets | (18,481) | (59,388) | (12,413) | (58,440) |
| Trade payables, other current liabilities and provision | (19,621) | 6,654 | (17,701) | 3,915 |
| Cash Generated from Operations | 139,456 | 47,771 | 139,200 | 46,469 |
| Direct taxes paid (net of refunds) | (46,532) | (22,619) | (46,809) | (22,804) |
| Net Cash Flow from Operating Activities | 92,924 | 25,152 | 92,391 | 23,665 |
| B Cash Flow From Investing Activities : | | | | |
| Purchase of property, plant & equipments (including CWIP & capital advances) | (14,175) | (9,445) | (14,205) | (9,482) |
| Purchase of non current investments | (1,979) | - | (1,979) | - |
| Sale of investments | - | - | - | 135 |
| Investment in FD | - | - | 34 | (180) |
| Interest received | 6,931 | 3,228 | 7,022 | 3,357 |
| Dividend received | 5,240 | 4,356 | 5,190 | 4,356 |
| Net Cash Flow used in Investing Activities | (3,983) | (1,861) | (3,938) | (1,814) |
| C Cash Flow From Financing Activities | | | | |
| Net increase/(decrease) in short term borrowings | (282) | (3,219) | (282) | (3,219) |
| Interest paid | (969) | (330) | (969) | (330) |
| Dividend paid | (9,992) | (8,785) | (9,992) | (8,885) |
| Lease Liability Payment | (133) | (136) | (133) | (136) |
| Lease Interest Paid | (36) | (31) | (36) | (31) |
| Net Cash Flow from/ (used in) Financing Activities | (11,412) | (12,501) | (11,412) | (12,601) |
| Net Increase/ (Decrease) in Cash & Cash Equivalents | 77,529 | 10,790 | 77,041 | 9,250 |
| Cash and Cash Equivalents as at the beginning of the year | 30,728 | 19,938 | 32,749 | 23,499 |
| Cash and Cash Equivalents as at end of period | 108,257 | 30,728 | 109,790 | 32,749 |
| Notes: | | | | |
| Components of Cash and cash equivalents | | | | |
| Cash on hand | 4 | 4 | 71 | 47 |
| Balances with banks | | | | |
| In current accounts | 2,664 | 2,635 | 2,965 | 2,941 |
| Debit balance in Cash Credit Account | 3,087 | 1,588 | 3,087 | 1,588 |
| Deposit with original maturity of less than three months | 102,502 | - | 103,667 | 590 |
| Liquid Deposits with Financial Institutions | - | 26,500 | - | 27,581 |
| Total Cash and cash equivalents | 108,257 | 30,728 | 109,790 | 32,749 |

The Cash flow statement has been prepared under the indirect method as set out in the Indian Accounting Standard 7 on Cash Flows Statement.



**GUJARAT STATE FERTILIZERS & CHEMICALS LTD.
P.O. FERTILIZERNAGAR, DIST. VADODARA – 391750**

Notes:

1. The Board of Directors have recommended a dividend of ₹ 10.00 per Equity share of ₹ 2/- each (500 %) which is subject to approval of shareholders.
2. The above financial results are drawn in accordance with the accounting policies consistently followed by the company.
3. The above financial results have been reviewed by the Finance-Cum-Audit Committee and approved by the Board of Directors at their meetings held on 23rd and 25th May, 2023 respectively.
4. The figures of the current quarter and quarter ended 31st March 2022 are the balancing figures between audited figures for the full financial year and unaudited published year to date figures up to the third quarter ended 31st December 2022 and 31st December 2021, respectively.
5. Previous year figures are regrouped / reclassified wherever necessary.
6. The Consolidated Financial Results for year ended 31st March, 2023 and 31st March 2022 include results of Subsidiaries GSFC Agrotech Ltd, Vadodara Jal Sanchay Private Limited, Gujarat Port and Logistics Company Limited and Associate companies- Gujarat Green Revolution Company Limited, Vadodara Enviro Channel Ltd and Karnalyte Resources Inc.

By order of the Board of Directors

25th May 2023
Gandhinagar



**MUKESH PURI
Managing Director
(DIN-03585870)**



INDEPENDENT AUDITORS' REPORT ON THE QUARTER AND YEAR TO DATE STANDALONE AUDITED FINANCIAL RESULTS OF GUJARAT STATE FERTILIZERS & CHEMICALS LIMITED PURSUANT TO THE REGULATION 33 OF THE SEBI (LISTING OBLIGATIONS AND DISCLOSURE REQUIREMENTS) REGULATIONS, 2015 AS AMENDED.

TO
THE BOARD OF DIRECTORS
GUJARAT STATE FERTILIZERS & CHEMICALS LIMITED

Report on the Audit of the Standalone Financial Results

Opinion

We have audited the accompanying standalone financial results of **Gujarat State Fertilizers & Chemicals Limited** ("the Company"), for the quarter and year ended March 31, 2023, attached herewith, being submitted by the company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015, as amended ("Listing Regulations").

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone financial results:

- (i) are presented in accordance with the requirements of Regulation 33 of the Listing Regulations in this regard; and
- (ii) give a true and fair view in conformity with the recognition and measurement principles laid down in the applicable Indian Accounting Standards and the other accounting principles generally accepted in India, of the net profit and other comprehensive income and other financial information for the quarter and year ended March 31, 2023.

Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013 ("the Act"). Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Standalone Financial Results section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the standalone financial results under the provisions of the Act and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that



the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the standalone financial results.

Management's Responsibility for the Standalone Financial Results

These standalone annual financial results have been prepared on the basis of the standalone annual financial statements. The Company's Board of Directors is responsible for the preparation and presentation of these standalone financial results that give a true and fair view of the net profit and other comprehensive income and other financial information of the company in accordance with the Indian Accounting Standards prescribed under section 133 of the Act read with relevant rules issued thereunder and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the financial results, the Board of Directors is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Board of Directors either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

The Board of Directors are also responsible for overseeing the Company's financial reporting process.

Auditor's Responsibilities for the Audit of the Standalone Financial Results

Our objectives are to obtain reasonable assurance about whether the standalone financial results as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial results.



As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the standalone financial results, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, under section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls with reference to financial statements in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by Board of Directors.
- Conclude on the appropriateness of Board of Director's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the standalone financial results or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the standalone financial results, including the disclosures, and whether the financial results represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.



Other Matter

- a) The standalone financial results include the results for the quarter ended March 31, 2023 being the balancing figure between the audited figures in respect of the full financial year March 31, 2023 and the published unaudited year to date standalone figures up to the third quarter of the current financial year which were subject to limited review by us. Our opinion is not modified in respect of the above matter.
- b) The comparative standalone financial results of the company for the quarter and the year ended March 31, 2022 included in this statement had been audited by predecessor auditor whose report dated May 26, 2022 and expressed an unmodified opinion on those statement. Our conclusion is not modified in respect of these matters.

For Parikh Mehta & Associates
Chartered Accountants
Firm Registration No. 112832W

T. A. Parikh

Tejal Parikh
Partner
Membership No.109600



UDIN: 23109600BGUHZU2928
Place: Gandhinagar
Date: May 25, 2023



INDEPENDENT AUDITORS' REPORT ON THE QUARTER AND YEAR TO DATE CONSOLIDATED AUDITED FINANCIAL RESULTS OF GUJARAT STATE FERTILIZERS & CHEMICALS LIMITED, PURSUANT TO THE REGULATION 33 OF THE SEBI (LISTING OBLIGATIONS AND DISCLOSURE REQUIREMENTS) REGULATIONS, 2015, AS AMENDED.

TO
THE BOARD OF DIRECTORS
GUJARAT STATE FERTILIZERS & CHEMICALS LIMITED

Report on the audit of the Consolidated Financial Results

Opinion

We have audited the accompanying statement of consolidated financial results of **Gujarat State Fertilizers & Chemicals Limited** ("the Holding Company"), its subsidiaries (the Holding Company and its subsidiaries together referred to as "the Group") and its associates for the quarter and year ended March 31, 2023, attached herewith, being submitted by the Holding Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015, as amended ("Listing Regulations").

In our opinion and to the best of our information and according to the explanations given to us, and based on the considerations of the audited reports and review reports of other auditors aforesaid Consolidated financial results:

(i) includes the results of the following entities:

| Sr. No. | Name of Entity | Relation |
|---------|---|------------|
| 1 | Gujarat State Fertilizers & Chemicals Limited | Holding |
| 2 | GSFC Agrotech Limited | Subsidiary |
| 3 | Vadodara Jal Sanchay Private Limited | Subsidiary |
| 4 | Gujarat Port and Logistics Company Limited | Subsidiary |
| 5 | Gujarat Green Revolution Company Limited | Associates |
| 6 | Vadodara Enviro Channel Limited | Associates |
| 7 | Karnalyte Resources Insc. | Associates |



- (ii) is presented in accordance with the requirements of Regulation 33 of the Listing Regulations in this regard; and
- (iii) gives a true and fair view in conformity with the recognition and measurement principles laid down in the applicable Indian Accounting Standards and the other accounting principles generally accepted in India, of the consolidated net profit and consolidated other comprehensive income and other financial information of the Holding Company, its Subsidiary Companies and its associates for the quarter and year ended March 31, 2023.

Basis for Opinion

We conducted our audit of the consolidated financial results in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013 ("the Act"). Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Consolidated Financial Results section of our report. We are independent of the Group in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the Consolidated financial results under the provisions of the Act and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the consolidated financial results.

Management's Responsibility for the Consolidated Financial Results

The statement has been prepared on the basis of the consolidated annual financial statements. The Holding Company's Board of Directors is responsible for the preparation and presentation of these consolidated financial results that give a true and fair view of the net profit and other comprehensive income and other financial information of the Holding company, its subsidiaries and its associates in accordance with the Indian Accounting Standards prescribed under section 133 of the Act read with relevant rules issued thereunder and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations.

This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Holding Company, its subsidiaries and its associates and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.



In preparing the consolidated financial results, the respective Board of Directors of the Holding Company, its subsidiary companies and its associates are responsible for assessing the ability of the Holding Company, its subsidiaries and its associates to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the respective Board of Directors either intends to liquidate the Holding Company, its subsidiary companies and its associates or to cease operations, or has no realistic alternative but to do so.

The respective Board of Directors of the companies included in the Group and its associates are also responsible for overseeing the financial reporting process of their respective companies.

Auditor's Responsibilities for the Audit of the Consolidated Financial Results

Our objectives are to obtain reasonable assurance about whether the statement as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of the statement.

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the statement, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, under section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the Holding Company has adequate internal financial controls with reference to financial statements in place and the operating effectiveness of such controls.
- Evaluate the overall presentation, structure and content of the consolidated financial results, including the disclosures, and whether the consolidated financial results represent the underlying transactions and events in a manner that achieves fair presentation.
- Conclude on the appropriateness of Board of Director's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty



exists related to events or conditions that may cast significant doubt on the Holding Company's, its subsidiaries' and its associates' ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the consolidated financial results or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Holding Company, its subsidiary and its associates to cease to continue as a going concern.

- Evaluate the overall presentation, structure and content of the consolidated financial results, including the disclosures, and whether the statement represents the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Holding Company to express an opinion on the consolidated financial results. We are responsible for the direction, supervision and performance of the audit of financial results of such entities included in the consolidated financial results for which we are independent auditors. For other entities included in the consolidated financial results, which have been audited by other auditors, such auditors are responsible for the direction, supervision and performance of the audits carried out by them. We remain solely responsible for our opinion.

We communicate with those charged with governance of the Holding Company and such other entities included in the consolidated financial statement of which we are the independent auditor regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

We also performed procedures in accordance with the circular No. CIR/CFD/CMD 1/44/2019 dated 29 March 2019 issued by the SEBI under Regulation 33(8) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended, to the extent applicable.

Other Matter

- a) The consolidated financial results includes the unaudited/unreviewed financial results of 3 subsidiaries, whose financial results reflects total assets of Rs. 16,312.50 Lakhs as at March 31, 2023, total revenue of Rs. 6257.01 Lakhs and Rs. 48,501.07, total net profit after tax of Rs. 89.15 Lakhs and Rs. 662.55 Lakhs and total comprehensive income of Rs.



90.31 Lakhs and Rs. 663.71 for the quarter ended and year ended on March 31, 2023 respectively and net cash outflow of Rs. 487.83 Lakhs for the year ended on March 31, 2023 as considered in the financial statement. The consolidated financial statements also include associate profit after tax of Rs. (56.88) Lakhs and Rs. 300.12 Lakhs and total comprehensive income of Rs. (57.41) Lakhs and Rs. 299.59 Lakhs for the quarter and year ended March 31, 2023 respectively, as considered in the statement in respect of 3 associates. These financial results are unaudited / unreview and have been furnished to us by the Management and our opinion on the consolidated financial statements / financial information, in so far as it relates to the amounts and disclosures included in respect of these subsidiaries and associates, is solely based on such unaudited financial statements / financial information. In our opinion and according to the information and explanations given to us by the Management, these financial results are not material to the Group.

Our opinion on the consolidated financial results, is not modified in respect of the above matters with respect to our reliance on the work done and the report of the other auditors and the financial results certified by the Management.

- b) The Statement includes the consolidated financial results for the quarter ended March 31, 2023 being the balancing figures between audited figures in respect of the full financial year ended March 31, 2023 and the published unaudited year to date standalone figures up to December 31, 2022, being the date of the end of the third quarter of the current financial year, which were subject to limited review by us. Our opinion is not modified in respect of the above matter.
- c) The comparative Consolidated financial results of the group for the quarter and the year ended March 31, 2022 included in this statement had been audited by predecessor auditor whose report dated May 26, 2022 and expressed an unmodified opinion on those statement. Our conclusion is not modified in respect of these matters.

For Parikh Mehta & Associates

Chartered Accountants

Firm Registration No. 112832W

T. A. Parikh

Tejal Parikh

Partner

Membership No.109600



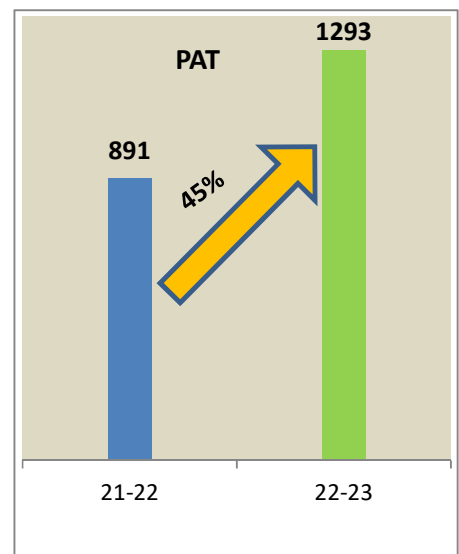
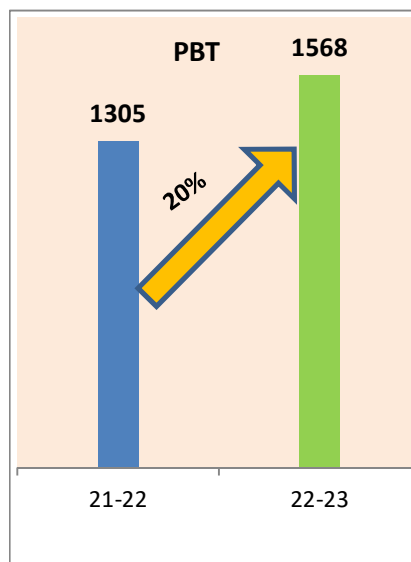
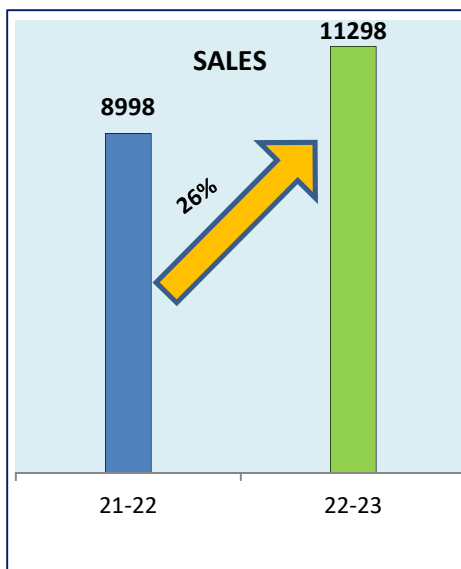
UDIN: 23109600 BGVHZ U2066

Place: Gandhinagar

Date: May 25, 2023

Gandhinagar, May 25, 2023:

Gujarat State Fertilizers & Chemicals Limited (GSFC) published its Audited Financial Results for Q4/ FY 22-23 today. The company posted **RECORD BREAKING PERFORMANCE** and on the back of these achievements, the Board of Directors proposed **HISTORICALLY HIGHEST EVER DIVIDEND @ 500%**.



| Particulars | Rs Crores | | |
|--------------------|-----------|----------|-------------|
| | FY 21-22 | FY 22-23 | % Change |
| Operating Revenue | 8,998 | 11,298 | 26% |
| Total Revenue | 9,178 | 11,445 | 25% |
| Operating EBIDTA @ | 1,313 | 1,618 | 23% |
| PBT | 1,305 | 1,568 | 20% |
| PAT | 891 | 1,293 | 45% |
| EPS (Rs/ Share) | 22.36 | 32.45 | 45% |

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

The company achieved ever highest PBT **Rs.1568 Crores** in FY 22-23, surpassing the previous record of Rs.1305 Crores in FY 21-22 by **20%**. Similarly, PAT increased by **45%** from Rs. 891 Crores to **Rs. 1293 Crores**, which is the highest ever. YoY increase in PAT (45%) was higher than increase in PBT (20%) due to switching over to new tax regime by the company during the FY 22-23. Sales increased by **26%** YoY, despite lower sales volumes of fertilizers and Industrial Products, mainly due to higher subsidy rates of fertilizers. Overall Operating Margin of the company remained steady at **14%**.

Key Balance Sheet Items:

| Particulars | Rs Crores | |
|--------------------------------------|---------------|---------------|
| | 31/03/2022 | 31/03/2023 |
| PPE Including CWIP | 2,832 | 2,773 |
| Investments | 6,265 | 5,279 |
| Other Non Current Assets | 401 | 427 |
| Cash & Bank balance | 316 | 1,423 |
| Deposits with Financial Institutions | 1,315 | - |
| Net Working Capital | 1,542 | 2,847 |
| Total Assets | 12,670 | 12,749 |
| Borrowings | - | - |
| Deferred tax liability (net) | 603 | 473 |
| Other Non Current Liabilities | 399 | 312 |
| OCI | 4,992 | 4,077 |
| Net worth | 6,677 | 7,887 |
| Total Liabilities | 12,670 | 12,749 |

Company continues to be debt free and has resources to fund its already planned capex. Cash reserves in excess of **Rs.1400 Crores** will lend good support for capex led growth.

Cash Flow summary:

| Particulars | Rs Crores | |
|--|------------|--------------|
| | FY 21-22 | FY 22-23 |
| Opening Balance | 199 | 307 |
| Inflow From Operating Activities (Net) | 252 | 929 |
| (Outflow) From Investment Activities | (19) | (40) |
| (Outflow) From Financing Activities | (125) | (114) |
| Closing Balance | 307 | 1,083 |

Profitable operations supported by subsidy release support from Gol has helped improve cash cycle.

Other Comprehensive Income:

It represents mainly the change in quoted and unquoted value of longterm investments held and Re-measurement gains/ (losses) on defined benefit plans.

Capex led Growth Plan:

| Ongoing Projects | FY 22-23 | FY 23-24 | FY 24-25 | FY 25-26 | FY 26-27 |
|--|---------------------------|----------|----------|----------|----------|
| Ammonium Sulphate-IV Project | 132K TPA | | | | |
| HX Crystal Project | 6.6K TPA | | | | |
| 15 MW Solar Power Project at Charanka | 15 MW(AC) | | | | |
| Urea-II Revamping Project | Energy Reduction | | | | |
| Sulphuric Acid (SA-V) Project | 198K TPA | | | | |
| 10 MW Electrolyser based Green Hydrogen Project | Phase-I | | | | |
| Phosphoric Acid (PA) and Sulphuric Acid(SA) Project at Sikka | 198K TPA PA & 594K TPA SA | | | | |

Projects Under Evaluation

- Melamine-IV Project (40K PTA)
- Development of Polymer Complex including Phosphate Rich Organic Manure (PROM)
- Development of Dahej Complex



Outlook:

Softening of prices of Natural Gas and imported raw materials, especially P2O5 and Ammonia, will help to utilize the Sikka Unit production capacity and boost profitability in the Industrial Products segment.

The company is hopeful of maintaining the momentum on improving operating margins with its focus on value accretive capex while keeping a sharp eye on its product mix.

About GSFC:

GSFC is a joint sector company promoted by Government of Gujarat. Incorporated in 1962, the company is producer of bulk and non bulk fertilizers and chemicals. Its product portfolio is a result of plant integration developed over a period of time. Most products are import substitutes and contribute to saving valuable foreign exchange. It pioneered the manufacturing of DAP complex fertilizer in India, is the sole producer of Melamine HX Sulphate Crystal and amongst the major producers of Caprolactam, Nylon 6 and Methanol in the country.

Disclaimer:

The statements in outlook describing the company's objectives, expectations or projections, may be forward looking and it is not unlikely that the actual outcome may differ materially from that expressed, influenced by wide variety of factors affecting the business environment and the company's operations. The company assumes no responsibility to publicly amend, modify or revise any forward-looking statements, on the basis of any subsequent developments, information or events.
