



# Gujarat Narmada Valley Fertilizers & Chemicals Limited

CIN : L24110GJ1976PLC002903

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

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

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

NO.SEC/BD/SE/AFR/2021-22  
9<sup>th</sup> May, 2022

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

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

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

**Company Code: "500670"**

**Company Code: "GNFC EQ"**

**Sub.:** Outcome of the Board Meeting:

1. Furnishing of Audited Financial Results (Standalone and Consolidated) for the Fourth Quarter and Financial Year ended on 31<sup>st</sup> March, 2022.
2. Recommendation of Dividend.

Dear Sirs,

The Board of Directors of the Company at its Meeting held today i.e. on 9<sup>th</sup> May, 2022 has inter-alia, transacted the following business:

## 1. Financial Results

Approved the Audited Standalone and Consolidated Financial Results for the Fourth Quarter and Financial Year ended on 31<sup>st</sup> March, 2022 ("**Audited Financial Results**").

M/s Suresh Surana & Associates LLP, Chartered Accountants, the Statutory Auditors of the Company have issued Auditors' Reports with an unmodified opinion on the Financial Results of the Company for the Financial Year ended March 31, 2022.

## 2. Dividend

The Board of Directors has in the said Meeting recommended a Dividend of Rs. 10 /- per equity share of Rs. 10/- each Fully Paid Up (@100%) for the Financial Year ended 31<sup>st</sup> March, 2022, subject to approval of Shareholders at the ensuing Annual General Meeting. Upon approval by the Shareholders, the dividend declared will be paid within 30 days of declaration and the date of payment of dividend will be intimated in due course.



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Fertilizers & Chemicals Limited**

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The dividend, if approved by the shareholders at the AGM, will be paid, subject to deduction of tax at source.

A copy of the said results together with the Auditors' Report for Fourth Quarter and Financial Year ended March 31, 2022, are enclosed herewith.

We also enclose herewith a Press Release on Audited Financial Results of the Company for the Fourth Quarter and Financial Year ended 31<sup>st</sup> March, 2022.

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

We request you to kindly take the above information on record.

Thanking you,

Yours faithfully,  
For GUJARAT NARMADA VALLEY FERTILIZERS & CHEMICALS LTD

CS A C SHAH  
COMPANY SECRETARY & GM (LEGAL)

ENCL : A : A :





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GUJARAT NARMADA VALLEY FERTILIZERS & CHEMICALS LIMITED						
STATEMENT OF AUDITED STANDALONE FINANCIAL RESULTS						
FOR THE QUARTER AND YEAR ENDED ON MARCH 31, 2022						
₹ Crores						
Sr No	Particulars	Quarter Ended			Year Ended	
		31-03-2022	31-12-2021	31-03-2021	31-03-2022	31-03-2021
		(Audited) *	(Unaudited)	(Audited) *	(Audited)	(Audited)
I	Revenue from operations	2,771.71	2,380.33	1,733.03	8,642.29	5,128.69
II	Other income (refer note 5)	60.64	48.15	49.18	209.42	237.23
III	<b>Total income (I+II)</b>	<b>2,832.35</b>	<b>2,428.48</b>	<b>1,782.21</b>	<b>8,851.71</b>	<b>5,365.92</b>
IV	<b>Expenses</b>					
	(a) Cost of raw materials consumed	1,177.74	1,147.89	738.97	3,899.09	2,224.83
	(b) Purchase of stock-in-trade	16.55	14.80	1.60	38.80	13.57
	(c) Purchase of goods and services of IT division	7.24	7.12	5.01	26.47	21.19
	(d) Change in inventories of finished goods, work-in-progress and stock-in-trade	59.12	(72.55)	(14.23)	18.83	68.53
	(e) Power, fuel and other utilities	315.57	323.38	236.77	1,116.59	767.78
	(f) Employee benefits expenses	109.43	113.68	123.96	467.93	451.47
	(g) Finance costs	0.80	1.14	1.30	3.46	19.95
	(h) Depreciation and amortisation	74.38	76.70	68.48	291.69	272.30
	(i) Other expenses	200.18	172.07	170.54	690.80	577.99
	<b>Total expenses (IV)</b>	<b>1,961.01</b>	<b>1,784.23</b>	<b>1,332.40</b>	<b>6,553.66</b>	<b>4,417.61</b>
V	<b>Profit before tax (III-IV)</b>	<b>871.34</b>	<b>644.25</b>	<b>449.81</b>	<b>2,298.05</b>	<b>948.31</b>
VI	<b>Tax expense / (credit): (refer note 3)</b>					
	a) Current Tax	246.03	107.53	146.18	615.66	277.96
	b) Deferred Tax expense / (credit)	(20.09)	(1.60)	(5.28)	(23.50)	(18.77)
	c) Tax related to earlier years	2.14	-	-	2.14	-
	d) Excess tax provision written back	-	-	-	-	(0.09)
	<b>Total Tax expense / (credit) (VI)</b>	<b>228.08</b>	<b>105.93</b>	<b>140.90</b>	<b>594.30</b>	<b>259.10</b>
VII	<b>Net Profit for the period after tax (V-VI)</b>	<b>643.26</b>	<b>538.32</b>	<b>308.91</b>	<b>1,703.75</b>	<b>689.21</b>
VIII	<b>Other Comprehensive Income:</b>					
	Income / (Expense) that will not to be reclassified to profit or loss in subsequent periods :					
	(i) Re-measurement gain / (loss) on defined benefit plans (net of tax)	10.11	5.50	12.04	14.79	11.01
	(ii) Net gain / (loss) on FVTOCI equity investments (net of tax)	43.48	150.12	14.07	320.97	138.66
	<b>Total Other Comprehensive Income</b>	<b>53.59</b>	<b>155.62</b>	<b>26.11</b>	<b>335.76</b>	<b>149.67</b>
IX	<b>Total Comprehensive Income for the period (VII + VIII)</b>	<b>696.85</b>	<b>693.94</b>	<b>335.02</b>	<b>2,039.51</b>	<b>838.88</b>
X	Paid up equity share capital (Face Value of ₹ 10/- per Equity Share)	155.42	155.42	155.42	155.42	155.42
XI	Other equity excluding revaluation reserves				7,743.42	5,828.25
XII	<b>Earnings Per share (Face value of ₹ 10/- each) (not annualised)</b>					
	<b>For continuing operations</b>					
	(a) Basic (₹)	41.39	34.64	19.88	109.62	44.35
	(b) Diluted (₹)	41.39	34.64	19.88	109.62	44.35

\* Refer note 9

See accompanying notes to the financial results







<b>GUJARAT NARMADA VALLEY FERTILIZERS &amp; CHEMICALS LIMITED</b>						
<b>STATEMENT OF AUDITED CONSOLIDATED FINANCIAL RESULTS</b>						
<b>FOR THE QUARTER AND YEAR ENDED ON MARCH 31, 2022</b>						
						₹ Crores
Sr No	Particulars	Quarter Ended			Year Ended	
		31-03-2022	31-12-2021	31-03-2021	31-03-2022	31-03-2021
		(Audited) *	(Unaudited)	(Audited) *	(Audited)	(Audited)
I	Revenue from operations	2,771.71	2,380.33	1,733.03	8,642.29	5,128.69
II	Other income (refer note 5)	60.64	48.15	49.18	209.42	237.23
III	<b>Total income (I+II)</b>	<b>2,832.35</b>	<b>2,428.48</b>	<b>1,782.21</b>	<b>8,851.71</b>	<b>5,365.92</b>
IV	<b>Expenses</b>					
	(a) Cost of raw materials consumed	1,177.74	1,147.89	738.97	3,899.09	2,224.83
	(b) Purchase of stock-in-trade	16.55	14.80	1.60	38.80	13.57
	(c) Purchase of goods and services of IT division	7.24	7.12	5.01	26.47	21.19
	(d) Change in inventories of finished goods, work-in-progress and stock-in-trade	59.12	(72.55)	(14.23)	18.83	68.53
	(e) Power, fuel and other utilities	315.57	323.38	236.77	1,116.59	767.78
	(f) Employee benefits expenses	109.43	113.68	123.96	467.93	451.47
	(g) Finance costs	0.80	1.14	1.30	3.46	19.95
	(h) Depreciation and amortisation	74.38	76.70	68.48	291.69	272.30
	(i) Other expenses	200.18	172.07	170.54	690.80	577.99
	<b>Total expenses (IV)</b>	<b>1,961.01</b>	<b>1,784.23</b>	<b>1,332.40</b>	<b>6,553.66</b>	<b>4,417.61</b>
V	<b>Profit before tax (III-IV)</b>	<b>871.34</b>	<b>644.25</b>	<b>449.81</b>	<b>2,298.05</b>	<b>948.31</b>
VI	<b>Tax expense / (credit): (refer note 3)</b>					
	a) Current Tax	246.03	107.53	146.18	615.66	277.96
	b) Deferred Tax expense / (credit)	(20.09)	(1.60)	(5.28)	(23.50)	(18.77)
	c) Tax related to earlier years	2.14	-	-	2.14	-
	d) Excess tax provision written back	-	-	-	-	(0.09)
	<b>Total Tax expense / (credit) (VI)</b>	<b>228.08</b>	<b>105.93</b>	<b>140.90</b>	<b>594.30</b>	<b>259.10</b>
VII	<b>Net Profit for the period after tax (V-VI)</b>	<b>643.26</b>	<b>538.32</b>	<b>308.91</b>	<b>1,703.75</b>	<b>689.21</b>
VIII	<b>Share of (loss) / profit of associates</b>	(0.08)	2.46	1.62	6.66	7.74
IX	<b>Net Profit for the period (VII+VIII)</b>	<b>643.18</b>	<b>540.78</b>	<b>310.53</b>	<b>1,710.41</b>	<b>696.95</b>
X	<b>Other Comprehensive Income:</b>					
	Income / (Expense) that will not to be reclassified to profit or loss in subsequent periods :					
	(i) Re-measurement gain / (loss) on defined benefit plans (net of tax)	10.11	5.50	12.04	14.79	11.01
	(ii) Net gain / (loss) on FVTOCI equity investments (net of tax)	43.48	150.12	14.07	320.97	138.66
	<b>Total Other Comprehensive Income</b>	<b>53.59</b>	<b>155.62</b>	<b>26.11</b>	<b>335.76</b>	<b>149.67</b>
XI	<b>Total Comprehensive Income for the period (IX + X)</b>	<b>696.77</b>	<b>696.40</b>	<b>336.64</b>	<b>2,046.17</b>	<b>846.62</b>
XII	Paid up equity share capital (Face Value of ₹ 10/- per Equity Share)	155.42	155.42	155.42	155.42	155.42
XIII	Other equity excluding revaluation reserves				7,834.61	5,912.78
XIV	<b>Earnings Per share (Face value of ₹ 10/- each) (not annualised)</b>					
	<b>For continuing operations</b>					
	(a) Basic (₹)	41.38	34.79	19.98	110.05	44.84
	(b) Diluted (₹)	41.38	34.79	19.98	110.05	44.84

\* Refer note 9

See accompanying notes to the financial results







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GUJARAT NARMADA VALLEY FERTILIZERS & CHEMICALS LIMITED				
AUDITED STANDALONE AND CONSOLIDATED BALANCE SHEET AS AT MARCH 31, 2022				
₹ Crores				
Particulars	Standalone		Consolidated	
	As at 31-03-2022	As At 31-03-2021	As at 31-03-2022	As At 31-03-2021
	(Audited)	(Audited)	(Audited)	(Audited)
<b>I ASSETS</b>				
<b>Non-current assets</b>				
(a) Property, plant and equipment	3,539.37	3,679.72	3,539.37	3,679.72
(b) Capital work-in-progress	137.72	160.90	137.72	160.90
(c) Investment property	17.28	17.70	17.28	17.70
(d) Right of use asset	1.63	1.83	1.63	1.83
(e) Intangible assets	19.96	21.10	19.96	21.10
(f) Non-current financial assets				
(i) Investments	1,156.95	781.14	1,248.14	865.67
(ii) Loans	660.93	107.85	660.93	107.85
(iii) Other financial assets	114.12	14.85	114.12	14.85
(g) Income tax assets (net)	9.77	9.77	9.77	9.77
(h) Other non-current assets	91.10	73.28	91.10	73.28
<b>Total Non- Current Assets</b>	<b>5,748.83</b>	<b>4,868.14</b>	<b>5,840.02</b>	<b>4,952.67</b>
<b>Current assets</b>				
(a) Inventories	976.97	813.34	976.97	813.34
(b) Current financial assets				
(i) Investments	64.81	72.23	64.81	72.23
(ii) Trade receivables	625.10	509.55	625.10	509.55
(iii) Cash and cash equivalents	72.71	137.17	72.71	137.17
(iv) Other Bank balance	1,109.23	1,313.56	1,109.23	1,313.56
(v) Loans	1,867.15	418.19	1,867.15	418.19
(vi) Others financial assets	51.51	58.34	51.51	58.34
(c) Other current assets	110.31	109.76	110.31	109.76
<b>Total Current Assets</b>	<b>4,877.79</b>	<b>3,432.14</b>	<b>4,877.79</b>	<b>3,432.14</b>
<b>TOTAL - ASSETS</b>	<b>10,626.62</b>	<b>8,300.28</b>	<b>10,717.81</b>	<b>8,384.81</b>
<b>II EQUITY AND LIABILITIES</b>				
<b>EQUITY</b>				
(a) Equity share capital	155.42	155.42	155.42	155.42
(b) Other equity	7,743.42	5,828.25	7,834.61	5,912.78
<b>Total Equity</b>	<b>7,898.84</b>	<b>5,983.67</b>	<b>7,990.03</b>	<b>6,068.20</b>
<b>LIABILITIES</b>				
<b>Non-current liabilities</b>				
(a) Financial liabilities				
(i) Lease liabilities	0.97	1.05	0.97	1.05
(ii) Other financial liabilities	5.12	5.12	5.12	5.12
(b) Long-term provisions	310.24	260.23	310.24	260.23
(c) Deferred tax liabilities (net)	422.25	390.91	422.25	390.91
(d) Government grants (Deferred Income)	637.79	698.51	637.79	698.51
<b>Total Non-Current liabilities</b>	<b>1,376.37</b>	<b>1,355.82</b>	<b>1,376.37</b>	<b>1,355.82</b>
<b>Current Liabilities</b>				
(a) Current financial liabilities				
(i) Borrowings	0.07	2.16	0.07	2.16
(ii) Lease liabilities	0.73	0.85	0.73	0.85
(iii) Trade payables				
(A) Total outstanding dues of micro and small enterprises	28.14	23.22	28.14	23.22
(B) Total outstanding dues of creditors other than micro and small enterprises	603.06	376.23	603.06	376.23
(iv) Other financial liabilities	416.83	307.11	416.83	307.11
(b) Other current liabilities	161.56	108.56	161.56	108.56
(c) Short-term provisions	38.03	34.92	38.03	34.92
(d) Government grants (Deferred Income)	66.89	66.58	66.89	66.58
(e) Current tax liabilities (net)	36.10	41.16	36.10	41.16
<b>Total Current Liabilities</b>	<b>1,351.41</b>	<b>960.79</b>	<b>1,351.41</b>	<b>960.79</b>
<b>Total Liabilities</b>	<b>2,727.78</b>	<b>2,316.61</b>	<b>2,727.78</b>	<b>2,316.61</b>
<b>TOTAL - EQUITY AND LIABILITIES</b>	<b>10,626.62</b>	<b>8,300.28</b>	<b>10,717.81</b>	<b>8,384.81</b>

See accompanying notes to the financial results





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<b>GUJARAT NARMADA VALLEY FERTILIZERS &amp; CHEMICALS LIMITED</b>						
<b>SEGMENT-WISE STANDALONE REVENUE, RESULTS, ASSETS AND LIABILITIES</b>						
<b>FOR THE QUARTER AND YEAR ENDED ON MARCH 31, 2022</b>						
₹ Crores						
Sr No	Particulars	Quarter Ended			Year Ended	
		31-03-2022	31-12-2021	31-03-2021	31-03-2022	31-03-2021
		(Audited) *	(Unaudited)	(Audited) *	(Audited)	(Audited)
<b>I</b>	<b>Segment Revenue :</b>					
	A. Fertilizers	728.70	737.54	473.33	2,508.57	1,751.03
	B. Chemicals	2,019.67	1,622.30	1,238.63	6,045.46	3,304.55
	C. Others	23.34	20.49	21.07	88.26	73.11
	<b>Total</b>	<b>2,771.71</b>	<b>2,380.33</b>	<b>1,733.03</b>	<b>8,642.29</b>	<b>5,128.69</b>
	Less: Inter Segment Revenue	-	-	-	-	-
	<b>Sales / Income from Operations</b>	<b>2,771.71</b>	<b>2,380.33</b>	<b>1,733.03</b>	<b>8,642.29</b>	<b>5,128.69</b>
<b>II</b>	<b>Segment Results :</b>					
	<b>{ Profit / (Loss) before Tax &amp; Finance Cost from each segment}</b>					
	A. Fertilizers	2.01	3.33	(26.29)	14.53	(24.02)
	B. Chemicals	828.42	613.47	451.04	2,156.60	874.29
	C. Others	7.40	4.45	4.05	24.66	9.59
	<b>Total</b>	<b>837.83</b>	<b>621.25</b>	<b>428.80</b>	<b>2,195.79</b>	<b>859.86</b>
	Less : (i) Finance Cost	0.80	1.14	1.30	3.46	19.95
	(ii) Other Unallocable expenditure	7.10	5.57	3.34	25.77	36.41
	(iii) Unallocable Income	(41.41)	(29.71)	(25.65)	(131.49)	(144.81)
	<b>Total Profit Before Tax</b>	<b>871.34</b>	<b>644.25</b>	<b>449.81</b>	<b>2,298.05</b>	<b>948.31</b>
<b>III</b>	<b>Segment Assets &amp; Segment Liabilities:</b>					
	<b>Segment Assets:</b>					
	A. Fertilizers	2,027.29	1,982.90	1,776.89	2,027.29	1,776.89
	B. Chemicals	2,630.80	2,681.83	2,698.70	2,630.80	2,698.70
	C. Others	291.50	236.22	183.81	291.50	183.81
	D. Unallocated assets	5,677.03	4,678.31	3,640.88	5,677.03	3,640.88
	<b>Total Assets</b>	<b>10,626.62</b>	<b>9,579.26</b>	<b>8,300.28</b>	<b>10,626.62</b>	<b>8,300.28</b>
	<b>Segment Liabilities:</b>					
	A. Fertilizers	1,251.77	1,139.62	1,177.47	1,251.77	1,177.47
	B. Chemicals	590.74	452.77	425.55	590.74	425.55
	C. Others	245.55	186.69	136.80	245.55	136.80
	D. Unallocated Liabilities	639.72	598.19	576.79	639.72	576.79
	<b>Total Liabilities</b>	<b>2,727.78</b>	<b>2,377.27</b>	<b>2,316.61</b>	<b>2,727.78</b>	<b>2,316.61</b>

\* Refer note 9

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<b>SEGMENT-WISE CONSOLIDATED REVENUE, RESULTS, ASSETS AND LIABILITIES</b>						
<b>FOR THE QUARTER AND YEAR ENDED ON MARCH 31, 2022</b>						
₹ Crores						
Sr No	Particulars	Quarter Ended			Year to Date	
		31-03-2022 (Audited) *	31-12-2021 (Unaudited)	31-03-2021 (Audited) *	31-03-2022 (Audited)	31-03-2021 (Audited)
<b>I</b>	<b>Segment Revenue :</b>					
	A. Fertilizers	728.70	737.54	473.33	2,508.57	1,751.03
	B. Chemicals	2,019.67	1,622.30	1,238.63	6,045.46	3,304.55
	C. Others	23.34	20.49	21.07	88.26	73.11
	<b>Total</b>	<b>2,771.71</b>	<b>2,380.33</b>	<b>1,733.03</b>	<b>8,642.29</b>	<b>5,128.69</b>
	Less: Inter Segment Revenue	-	-	-	-	-
	<b>Sales / Income from Operations</b>	<b>2,771.71</b>	<b>2,380.33</b>	<b>1,733.03</b>	<b>8,642.29</b>	<b>5,128.69</b>
<b>II</b>	<b>Segment Results :</b>					
	<b>{ Profit / (Loss) before Tax &amp; Finance Cost from each segment }</b>					
	A. Fertilizers	2.01	3.33	(26.29)	14.53	(24.02)
	B. Chemicals	828.42	613.47	451.04	2,156.60	874.29
	C. Others	7.40	4.45	4.05	24.66	9.59
	<b>Total</b>	<b>837.83</b>	<b>621.25</b>	<b>428.80</b>	<b>2,195.79</b>	<b>859.86</b>
	Less : (i) Finance Cost	0.80	1.14	1.30	3.46	19.95
	(ii) Other Unallocable Expenditure	7.10	5.57	3.34	25.77	36.41
	(iii) Unallocable Income	(41.41)	(29.71)	(25.65)	(131.49)	(144.81)
	<b>Total Profit Before Tax</b>	<b>871.34</b>	<b>644.25</b>	<b>449.81</b>	<b>2,298.05</b>	<b>948.31</b>
<b>III</b>	<b>Segment Assets &amp; Segment Liabilities:</b>					
	<b>Segment Assets:</b>					
	A. Fertilizers	2,027.29	1,982.90	1,776.89	2,027.29	1,776.89
	B. Chemicals	2,630.80	2,681.83	2,698.70	2,630.80	2,698.70
	C. Others	291.50	236.22	183.81	291.50	183.81
	D. Unallocated assets	5,768.22	4,769.58	3,725.41	5,768.22	3,725.41
	<b>Total Assets</b>	<b>10,717.81</b>	<b>9,670.53</b>	<b>8,384.81</b>	<b>10,717.81</b>	<b>8,384.81</b>
	<b>Segment Liabilities:</b>					
	A. Fertilizers	1,251.77	1,139.62	1,177.47	1,251.77	1,177.47
	B. Chemicals	590.74	452.77	425.55	590.74	425.55
	C. Others	245.55	186.69	136.80	245.55	136.80
	D. Unallocated Liabilities	639.72	598.19	576.79	639.72	576.79
	<b>Total Liabilities</b>	<b>2,727.78</b>	<b>2,377.27</b>	<b>2,316.61</b>	<b>2,727.78</b>	<b>2,316.61</b>

\* Refer note 9

See accompanying notes to the financial results





# Gujarat Narmada Valley Fertilizers & Chemicals Limited

CIN : L24110GJ1976PLC002903

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

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

<b>GUJARAT NARMADA VALLEY FERTILIZERS &amp; CHEMICALS LIMITED</b>		
<b>Audited Standalone Statement of cash flows for the year ended March 31, 2022</b>		
	<b>₹ Crores</b>	
<b>Particulars</b>	<b>Year ended March 31, 2022</b>	<b>Year ended March 31, 2021</b>
<b>Cash flow from operating activities</b>		
<b>Profit before tax as per statement of profit and loss</b>	<b>2,298.05</b>	<b>948.31</b>
<b>Adjustments for:</b>		
Loss on sale / discard / write off of property, plant and equipment (net)	0.94	1.50
(Gain) on Lease modification/ termination	-	(0.02)
(Gain) on sale of investments (net)	(0.12)	(43.88)
Depreciation and amortization	291.69	272.30
Interest expense on employee loan fair valuation	1.78	6.61
Interest income	(119.17)	(85.94)
Dividend income	(4.85)	(11.80)
Amortization of grant income	(61.27)	(62.65)
Fair valuation (gain) / loss on investments measured at FVTPL (net)	(0.54)	0.92
Unclaimed loans / liabilities / excess provision for doubtful debt written back	(6.00)	(6.04)
Unrealised foreign exchange fluctuation loss	0.91	3.96
Finance costs	1.66	18.43
Premium on forward contracts	5.61	4.45
Provision / Write off for excess Inventory	13.12	8.30
Provision for contingencies	55.70	-
Advances / Bad debts written off	0.32	0.72
Provision for doubtful debts / advances (net)	7.20	17.88
<b>Operating profit before working capital changes</b>	<b>2,485.03</b>	<b>1,073.05</b>
<b>Movements in working capital :</b>		
(Increase) / decrease in trade receivables, including Subsidy	(117.75)	885.72
(Increase) / decrease in inventories	(176.74)	92.19
Decrease / (increase) in financial assets	3.06	(0.65)
(Increase) / decrease in loans and advances and other assets	(8.23)	31.06
Increase in provision	17.19	8.04
Increase / (decrease) in trade payables and other liabilities	283.11	(2.85)
Increase in financial liabilities	108.83	15.53
<b>Cash generated from operations</b>	<b>2,594.50</b>	<b>2,102.09</b>
Income taxes paid (net)	(627.84)	(217.69)
<b>Net cash flow generated from operating activities (A)</b>	<b>1,966.66</b>	<b>1,884.40</b>
<b>Cash flows from investing activities</b>		
Payment for purchase of property, plant & equipment (Including capital work in progress and capital advances)	(137.77)	(216.21)
Proceeds from sale / concession received of property, plant and equipment	0.46	0.92
Proceeds from sale / maturity of investments / other advances	29.12	696.45
(Increase) in deposits with corporates (net)	(2,000.00)	(235.00)
Decrease / (increase) in deposits / balances with banks (net)	104.33	(1,190.30)
Interest received	95.83	80.95
Dividend received	9.27	7.38
<b>Net cash flow (used in) investing activities (B)</b>	<b>(1,898.76)</b>	<b>(855.81)</b>
<b>Cash flows from financing activities</b>		
Proceeds from short term borrowings	0.33	664.50
Repayment of short term borrowings	(0.33)	(1,497.48)
Interest paid	(1.63)	(18.66)
Dividend paid	(123.03)	(77.57)
Premium on forward contracts	(5.61)	(4.45)
<b>Net cash flow (used in) financing activities (C)</b>	<b>(130.27)</b>	<b>(933.66)</b>







# Gujarat Narmada Valley Fertilizers & Chemicals Limited

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<b>GUJARAT NARMADA VALLEY FERTILIZERS &amp; CHEMICALS LIMITED</b>		
<b>Audited Standalone Statement of cash flows for the year ended March 31, 2022</b>		
	<b>₹ Crores</b>	
<b>Particulars</b>	<b>Year ended March 31, 2022</b>	<b>Year ended March 31, 2021</b>
<b>Net increase in cash and cash equivalents (A + B + C)</b>	(62.37)	94.93
Cash and cash equivalents at the beginning of the year	135.01	40.08
<b>Cash and cash equivalents at the end of the year</b>	<b>72.64</b>	<b>135.01</b>
<b>Notes:</b>		
Component of Cash and Cash equivalents		
- Cash on hand	0.07	0.07
- Debit balance in cash credit and overdraft accounts	11.80	9.47
- Balances with bank in current accounts	12.86	4.44
- Deposit with original maturity of Less than three months	47.98	123.19
<b>Total</b>	<b>72.71</b>	<b>137.17</b>
Less: Cash credit and overdraft accounts	0.07	2.16
<b>Total cash and cash equivalents</b>	<b>72.64</b>	<b>135.01</b>
<b>See accompanying notes to the financial results</b>		
(1) The Cash flow statement has been prepared under the indirect method as set out in the "Indian Accounting Standard (Ind AS) 7 - Statement of Cash Flows" issued by the Institute of Chartered Accountants of India.		





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	<b>₹ Crores</b>	
<b>Particulars</b>	<b>Year ended March 31, 2022</b>	<b>Year ended March 31, 2021</b>
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# Gujarat Narmada Valley Fertilizers & Chemicals Limited

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<b>GUJARAT NARMADA VALLEY FERTILIZERS &amp; CHEMICALS LIMITED</b>		
<b>Audited Consolidated Statement of cash flows for the year ended March 31, 2022</b>		
	₹ Crores	
Particulars	Year ended March 31, 2022	Year ended March 31, 2021
<b>Net increase in cash and cash equivalents (A + B + C)</b>	(62.37)	94.93
Cash and cash equivalents at the beginning of the year	135.01	40.08
<b>Cash and cash equivalents at the end of the year</b>	<b>72.64</b>	<b>135.01</b>
<b>Notes:</b>		
Component of Cash and Cash equivalents		
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<b>Total</b>	<b>72.71</b>	<b>137.17</b>
Less: Cash credit and overdraft accounts	0.07	2.16
<b>Total cash and cash equivalents</b>	<b>72.64</b>	<b>135.01</b>
<b>See accompanying notes to the financial results</b>		
(1) The Cash flow statement has been prepared under the indirect method as set out in the "Indian Accounting Standard (Ind AS) 7 - Statement of Cash Flows" issued by the Institute of Chartered Accountants of India.		





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## Notes :

- 1 The above standalone and consolidated financial results of the Company have been prepared in accordance with the Indian Accounting Standards ("Ind AS") as prescribed under section 133 of the Companies Act, 2013 read with the Companies (Indian Accounting Standards) Rules, 2015, (as amended), including Companies (Indian Accounting Standards) Amendments Rules, 2021.
- 2 The above standalone and consolidated financial results have been reviewed by the Audit Committee at its meeting held on May 07, 2022 and approved by the Board of Directors at its meeting held on May 09, 2022.
- 3 The Company has decided to exercise the option permitted under section 115BAA of the Income Tax Act, 1961, as introduced by the Taxation Laws (Amendment) Ordinance, 2019 from the previous quarter of the financial year 2021-2022 under which domestic companies have the option to pay income tax at lower rate ("New tax rate") subject to the giving up of certain incentives and deductions. Accordingly, the provision for current tax for the previous quarter, current quarter and year ended on March 31, 2022 is measured at the New tax rate and resultant reversal of higher provision made in earlier quarters of the current year is accounted in the previous quarter ended December 31, 2021.

Further, in the financial year 2019-2020, deferred tax balances were re-measured using the tax rate expected to be prevalent in the period in which the deferred tax balances are expected to reverse. Therefore, there is no material impact on the deferred tax in the previous quarter, current quarter and year ended March 31, 2022 due to rate change.

- 4 During the year ended March 31, 2020, the Company had received Demand Notice of ₹ 16,359.21 Crores from the Department of Telecommunications (DoT), Ministry of Communications, Government of India, Gujarat Telecom Circle, Ahmedabad, vide its letters dated February 17, 2020 and March 05, 2020, towards the license fee (including of interest and penalty computed till March 31, 2020) in respect of "Very Small Aperture Terminal" (V-SAT) License and "Category A - Internet Service Provider" (ISP) License for the financial years from FY 2005-06 to FY 2018-19. Earlier, the Company had also received an initial Demand Notice from DOT dated December 23, 2019 for amounting to ₹15,019.97 crores (including interest and penalty). The Company has made representations to the DoT against the said demand notices.

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







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

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

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

- 5 Other income for the quarter ended March 31, 2022, December 31, 2022, March 31, 2021 and year ended March 31, 2022 and March 31, 2021 includes ₹ 0.06 Crores, ₹ 0.03 Crores, ₹ 0.30 Crores, ₹ 0.12 Crores and ₹ 43.88 crores, respectively recognised towards gain on sale of various investments in Government securities, Debentures, mutual funds and state development loans transferred from Employees' Provident Fund Trust of the Company (GNFC-EPFT) which are measured at FVTPL.
- 6 The Board of Directors has recommended a dividend of Rs. 10 per equity share of Rs. 10 each (i.e. 100 %) for the year ended March 31, 2022, subject to the approval of shareholders in ensuing Annual General Meeting.
- 7 The Consolidated Financial Results includes results of Associate Company – "M/s Gujarat Green Revolution Company Limited" in accordance with Ind AS – 110 "Consolidated Financial Statements" and Ind AS -28 "Investments in Associates and Joint Ventures".  
The Name of the Company's Wholly owned Subsidiary – "Gujarat Ncode Solutions Limited", has been strike off by the Register of Companies vide its Order dated September 25, 2021.
- 8 The Indian Parliament has approved & the President has accorded the assent to the Code on Social Security, 2020 ('Code') in September, 2020. The Code might impact the contributions by the Company towards Provident Fund, Gratuity and other employment and post-employment employee benefits. The Code has been published in the Gazette of India. However, the date on which the Code will come into effect has not been notified and the final rules have not yet been issued. The Company will assess the impact of the Code when it comes into effect and will record the impact, if any, in the period in which the Code becomes effective.





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- 9 The figures of the current quarter ended March 31, 2022 and corresponding previous quarter ended March 31, 2021 are the balancing figures between audited figures in respect of the full financial year ended March 31, 2022 and March 31, 2021 and the unaudited published year to date figures upto December 31, 2021 and December 31, 2020, respectively being the date of the end of the third quarter of the respective financial years which were subjected to limited review.
- 10 Previous period / year figures have been re-grouped / re-classified wherever necessary to conform with current period presentation.

For and on behalf of the Board of Directors



PANKAJ  
HARISHCHA  
NDRA JOSHI

Digitally signed by  
PANKAJ  
HARISHCHANDRA  
JOSHI  
Date: 2022.05.09  
17:32:54 +05'30'

Place : Gandhinagar  
Date : May 09, 2022

Pankaj Joshi, IAS  
Managing Director



Suresh Surana & Associates LLP

8th Floor, Bakhtawar  
229, Nariman Point  
Mumbai - 400 021, India

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LLP Identity No. AAB-7509

**Independent Auditors' Report on the quarterly and year to date Audited Standalone Financial Results of Gujarat Narmada Valley Fertilizer & Chemicals Limited pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended.**

To  
**The Board of Directors of  
Gujarat Narmada Valley Fertilizer & Chemicals Limited**

## **Report on the audit of the Standalone Financial Results**

### **Opinion**

We have audited the accompanying Statement of standalone financial results of **Gujarat Narmada Valley Fertilizer & Chemicals Limited** ("the Company"), for the quarter and year ended 31 March 2022 ("Statement"), 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 (the "Listing Regulations").

In our opinion and to the best of our information and according to the explanations given to us, the Statement:

- a) is presented in accordance with the requirements of Regulation 33 of the Listing Regulations; and
- b) give a true and fair view in conformity with the recognition and measurement principles laid down in the applicable Indian Accounting Standards and other accounting principles generally accepted in India, of the net profit and total comprehensive income and other financial information of the Company for the quarter and year ended 31 March 2022.

### **Basis for Opinion**

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under Section 143(10) of 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 (ICAI) 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 made 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.

### **Emphasis of Matter**

We draw attention to Note 4 to the standalone financial results regarding a matter relating to demand of Rs. 16,359.21 Crores on the Company by Department of Telecommunications (DOT) towards Very Small Aperture Terminal ('VSAT') and Internet Service Provider ('ISP') Licenses fees and interest thereof relating to earlier years. Based on the legal opinion taken by the Company on its assessment of the demand, the Company is of the view that no provision is necessary in respect of this matter. Our opinion is not modified in respect of this matter.



### **Management's Responsibility for the Standalone Financial Results**

This Statement has been prepared on the basis of the standalone annual financial statements. The Company's Board of Directors are responsible for the preparation and presentation of the standalone financial results that give a true and fair view of the net profit and other comprehensive income and other financial information in accordance with the recognition and measurement principles laid down in 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 the safeguarding 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 standalone financial results that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the Statement, the Board of Directors are 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.

### **Auditors' Responsibility for the audit of the Standalone Financial Results**

Our objectives are to obtain reasonable assurance about whether the Statement 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 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 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 Statement, including the disclosures, and whether the Statement represents 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 Statement includes the standalone financial results for the quarter ended 31 March 2022 being the balancing figures between audited figures in respect of the full financial year ended 31 March 2022 and the published unaudited year to date standalone figures upto 31 December 2021, being the date of the end of the third quarter of the current financial year, which were subject to limited review by us, as required under the Listing Regulations.
- b) The comparative standalone financial results of the Company for the quarter and for the year ended 31 March 2021 included in this Statement had been audited by predecessor auditor whose report dated 17 May 2021 expressed an unmodified opinion on that Statement. Our opinion is not modified in respect of this matter.

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

  
Ramesh Gupta  
Partner

Membership No.: 102306  
UDIN: 22162306 A10U BY 3807



Place: Mumbai  
Date: 09 May 2022

Suresh Surana & Associates LLP

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229, Nariman Point  
Mumbai - 400 021, India

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LLP Identity No. AAB-7509

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

**To  
The Board of Directors of  
Gujarat Narmada Valley Fertilizer & Chemicals Limited**

**Report on the audit of the Consolidated Financial Results**

**Opinion**

We have audited the accompanying Statement of consolidated financial results of **Gujarat Narmada Valley Fertilizer & Chemicals Limited** ("the Holding Company" or "the Company") and its associate for the quarter and year ended 31 March 2022 ("Statement"), attached herewith, being submitted by the Company pursuant to the requirements of Regulation 33 of SEBI (Listing Obligation and Disclosure Requirements) Regulation, 2015, as amended (the "Listing Regulations").

In our opinion and to the best of our information and according to the explanations given to us and based on the consideration of the reports of other auditors on separate audited financial statements/financial information of the subsidiaries and its associates, the Statement:

- a) includes the results of the following entities:
1. Gujarat Narmada Valley Fertilizer & Chemicals Limited, holding company
  2. Gujarat Green Revolution Company Limited, an associate company
  3. Gujarat Ncode Solutions Limited, a subsidiary company (strike off by Registrar of Companies vide its Order dated 25 September 2021)
- b) is presented in accordance with the requirements of Regulation 33 of the Listing Regulations; and
- c) gives a true and fair view in conformity with the applicable accounting standards and 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 and its associate for the quarter and year ended 31 March 2022.

**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 Act (SAs). 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 (ICAI) together with the independence requirements that are relevant to our audit of the consolidated financial statements under the provisions of the Act and the Rules made thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAI's 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.





**Emphasis of Matter**

We draw attention to Note 4 to the consolidated financial results regarding a matter relating to demand of Rs. 16,359.21 Crores on the Company by Department of Telecommunications (DOT) towards Very Small Aperture Terminal ('VSAT') and Internet Service Provider ('ISP') Licenses fees and interest thereof relating to earlier years. Based on the legal opinion taken by the Company on its assessment of the demand, the Company is of the view that no provision is necessary in respect of this matter. Our opinion is not modified in respect of this matter.

**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 matters stated in section 134(5) of the Act with respect to preparation of these consolidated financial results that give a true and fair view of the consolidated net profit and other comprehensive income and other financial information of the Holding Company and its associate in accordance with the applicable 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.

The respective Board of Directors of the Holding Company and of its associate are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Holding Company and its associate 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 the design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring accuracy and completeness of the accounting records, relevant to the preparation and presentation of the consolidated financial results that give a true and fair view and are free from material misstatement, whether due to fraud or error, which have been used for the purpose of preparation of the consolidated financial results by the Directors of the Holding Company, as aforesaid.

In preparing the consolidated financial results, the respective Board of Directors of the Holding Company and its associate are responsible for assessing the ability of the Holding Company and its associate 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 and its associate or to cease operations, or has no realistic alternative but to do so.

The respective Board of Directors of the Holding Company and of its associate is responsible for overseeing the financial reporting process of the Holding Company and of its associate.

**Auditors' Responsibility for the audit of the Consolidated Financial Results**

Our objectives are to obtain reasonable assurance about whether the Statement 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 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 system 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 management'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 ability of the Holding Company and of its associate 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 and its associate to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the Statement, 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 the financial results of such entities included in the consolidated financial statements of which we are the independent auditors. For the other entities included in the consolidated financial results, which have been audited by other auditors, such other auditors remain responsible for the direction, supervision and performance of the audits carried out by them. We remain solely responsible for our audit opinion.

We communicate with those charged with governance of the Holding Company of which we are the independent auditors 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 Matters

- a) The Statement includes Holding Company's share of net profit/(loss) after tax of Rs. (0.08) Crores and Rs. 6.66 Crores, and total comprehensive income of Rs. (0.08) Crores and Rs. 6.66 Crores for the quarter and year ended 31 March 2022, in respect of an associate whose financial statements have not been audited by us. These financial statements/results have been audited by other auditors whose reports have been furnished to us by the Management and our opinion on the consolidated financial results, in so far as it relates to the amounts and disclosures included in respect of that entity, is based solely on the reports of the other auditors and the procedures performed by us are as stated in paragraph above.





Our opinion on the Statement is not modified in respect of the above matters with respect to our reliance on the work done and the reports of the other auditors.

- b) The Statement includes the consolidated financial results for the quarter ended 31 March 2022 being the balancing figures between audited figures in respect of the full financial year ended 31 March 2022 and the published unaudited year to date standalone figures upto 31 December 2021, being the date of the end of the third quarter of the current financial year, which were subject to limited review by us, as required under the Listing Regulations.
- c) The comparative consolidated financial results of the Company for the quarter and for the year ended 31 March 2021 included in this Statement had been audited by predecessor auditor whose report dated 17 May 2021 expressed an unmodified opinion on that Statement. Our opinion is not modified in respect of this matter.

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



Ramesh Gupta  
Partner

Membership No.: 102306

UDIN: 22102306ATQUP6663



Place: Mumbai

Date: 9 May 2022



**Gujarat Narmada Valley  
Fertilizers & Chemicals Limited**  
CIN : L24110GJ1976PLC002903

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

P.O Narmadanagar - 392015, Dist. Bharuch, Gujarat, India  
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**Sub: Declaration in respect of Audit Report with Unmodified opinion on  
Annual Audited Financial Results for the year ended on March 31, 2022.**

Dear Sir / Madam,

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, 2022 which have been approved at the Board Meeting held today i.e. May 09, 2022.

**For Gujarat Narmada Valley Fertilizers and Chemicals Limited,**

**D V Parikh**

**Executive Director & CFO**

**Shri Pankaj Joshi, IAS**

**Managing Director**

Place: Bharuch

Date: 09-05-2022

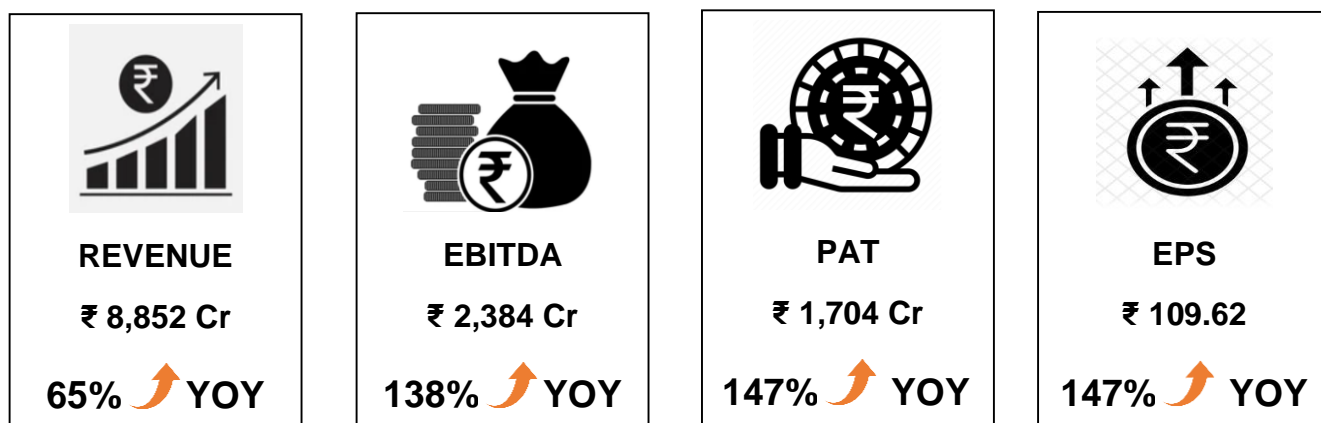


## Press Release

Gujarat Narmada Valley Fertilizers & Chemicals Ltd  
PO: Narmadanagar,  
Bharuch – 392 015

### Results: Q4 / FY 21-22

A meeting of the Board of Directors was held on 9<sup>th</sup> May, 2022 to consider and approve the financial results for Q4 / FY 21-22.



### GNFC delivers unprecedented Top line and Bottom line

Key highlights:

Figures: ₹ Crores

Q-3		Q-4	Q4 Vs Q3	Q4 Vs Q4	FY 21-22	FY 21-22 Vs FY 20-21
2,428	Total Revenue	2,832	17%	59%	8,852	65%
2,380	Operational Revenue	2,772	16%	60%	8,642	69%
674	EBITDA**	886	31%	88%	2,384	138%
28%	EBITDA	32%			28%	
644	PBT	871	35%	94%	2,298	142%
*538	PAT	643	19%	108%	1,704	147%

\* PAT of Q-3 has cumulative tax reduction impact due to change over from old regime of 34.94% to 25.17%

\*\*EBITDA = PBT+ Depreciation and amortization + finance cost – Other income

**Mr. Pankaj Joshi, Managing Director, GNFC while elaborating on the operating and financial performance said :**

“It gives me an immense sense of satisfaction to announce that FY 21-22 has been the year of unprecedented revenue and profits where the company has delivered ever highest annual Revenue and Profits in its history of 46 years.



On YoY basis, the operational revenue at ₹ 8,642 of FY 21-22 is 69% higher and PBT at ₹ 2,298 is 142% higher than those of corresponding period of FY 20-21.

The operational revenue at ₹ 8,642 is historical highest since the inception of the company and marks 46% improvement over its previous highest ever revenue recorded in FY 17-18. Similarly, the PBT at ₹ 2,298 is also the historical highest and marks 98% improvement over its previous recorded PBT in FY 17-18.

Optimisation of profitable product mixes, prudent ‘make or buy’ decisions for captive products, profitable sale of captive products, products pricings discipline are some of the main reasons behind this excellent operational and financial performance even while navigating headwinds of steep input cost pressures. This is possible mainly due to competitiveness especially of Industrial Chemicals.

Industrial Chemicals business did extremely well, where some of the chemicals like weak nitric acid, concentrated nitric acid, ammonium nitrate melt, acetic acid etc fared quite well. Production and sales of Ethyl Acetate, Ammonium Nitrate and Nitro Benzene have been highest. Weak Nitric Acid and Methyl Format also recorded highest ever sales volume.

On fertilizer front, there has been a commendable Government of India (GoI) support in releasing timely subsidy in spite of spiralling natural gas prices and other input costs by increasing the extra budget allocations. The gas pool price has increased by more than 110% from March-21 to March-22. On a weighted average basis, the yearly gas pool price has increased by around 80% YoY i.e. FY 21-22 V/s FY 20-21.

GoI’s additional support of continuing the mixed fertilizer subsidy has been a big relief to industry. GoI has also revised the freight subsidy rates from year 2016-17 to 2020-21. All these measures bode well for fertilizers.

The production of mixed fertilizer i.e. Ammonium Nitro Phosphate has been lower due to requirement of catering to national priority of enhancing the Ammonium Nitrate Melt production for energy security. Once the situation gets normalised this is expected to start production by this month.

**Capex Plan - Ongoing and Future:**

- In recent past, capacities of TDI and Formic Acid have been added at Dahej and Bharuch production complex respectively. TDI capacity is enhanced by around 10,000 MTPA through debottlenecking project whereas formic acid capacity is enhanced by around 6,800 MTPA through a brownfield project.
- During FY 22-23, Concentrated Nitric Acid plant with a capacity of 50,000 MTPA and 4 MW Solar Power Plant, both, are expected to be commissioned by third quarter.



- Progress is going on the identified and already approved projects like that of enhancing ammonia capacity by 50,000 MTPA, Weak Nitric Acid capacity by 2,00,000 MTPA and Ammonium Nitrate Melt by around 1,50,000 MTPA. The total capex size is around ₹1,350 Crores.
- Other capex proposals for further foray into Green Hydrogen with renewal power capacities apart from other chemicals are at examination stage. Estimated capex on account of these projects is around ₹ 2,900 Crores.

### Key Elements as % to Revenue

	Q4 FY 21-22	Q4 FY 20-21	FY 21-22	FY 20-21
Material Cost *	45%	42%	45%	45%
Power Fuel & Utilities	11%	14%	13%	15%
Other expenses	7%	10%	8%	11%
Employee benefits expense	4%	7%	5%	9%
Depreciation & amortisation	3%	4%	3%	5%
EBITDA **	32%	27%	28%	20%
PBT	31%	26%	27%	18%
PAT	23%	18%	20%	13%

\* Including change in inventories Change in inventories of finished goods, work-in-progress and stock-in-trade

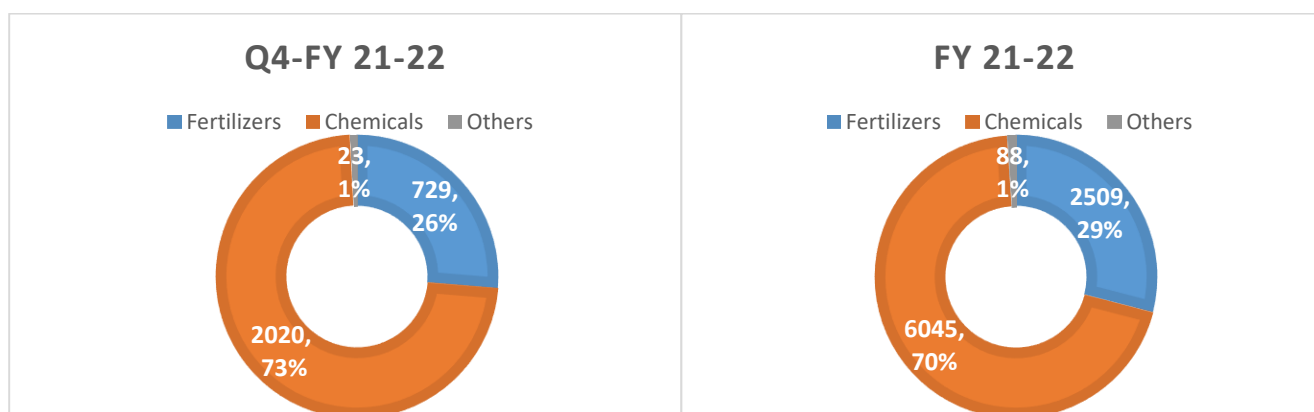
\*\* EBITDA represent PBT+ Depreciation and amortization + finance cost – Other income

### Segment Details:

Figures: ₹ Crores

	Revenue				
	Q4 FY 21-22	Q3 FY 21-22	Q4 FY 20-21	FY 21-22	FY 20-21
Fertilizers	729	738	473	2,509	1,751
Chemicals	2,020	1,622	1,239	6,045	3,305
Others	23	20	21	88	73
<b>Total</b>	<b>2,772</b>	<b>2,380</b>	<b>1,733</b>	<b>8,642</b>	<b>5,129</b>

Figures: ₹ Crores



	Results				
	Q4 FY 21-22	Q3 FY 21-22	Q4 FY 20-21	FY 21-22	FY 20-21
<b>Fertilizers</b>	2	3	(26)	15	(24)
<b>Chemicals</b>	828	613	451	2,157	874
<b>Others</b>	7	4	4	25	10
<b>Total</b>	<b>838</b>	<b>621</b>	<b>429</b>	<b>2,196</b>	<b>860</b>

The performance is driven by Chemical Segment. Chemicals like Acetic Acid, WNA, A N Melt and Ethyl Acetate did quite well.

Fertilizer segment turned positive mainly due to subsidy breather in case of ANP (mix fertilizer), settlement of freight and subsidy rates of Urea.

Improvement in others mainly represents nCode (IT Division) profitability.

#### Key Balance Sheet Items:

Figures: ₹ Crores

	<u>31-Mar-2022</u>	<u>31-Mar-2021</u>
<i>Total Equity</i>	7,899	5,984
<i>Cash, Bank &amp; Deposits *</i>	3,682	1,851
<i>Net Fixed Assets **</i>	3,715	3,880
<i>Investments</i>	1,222	853
<i>Net Working Capital ***</i>	486	669
<i>Deferred tax liability</i>	422	391

\* includes cash & cash equivalents, other bank balances and deposit with a body corporate.

\*\* includes Property, plant & equipment, Investment property, Intangible assets and capital work in progress.

\*\*\* Total current assets less Total current liabilities adjusted for investment, cash & cash equivalents.

With good internal accruals, the shareholder equity is increasing. With practically debt free, it has healthy Balance Sheet enlarging in size year on year providing it the strength required for withering any adverse business situations / headwinds.



## Cash Flow:

Figures: ₹ Crores

Particulars	FY 21-22	FY 20-21
Opening	135	40
Inflow From Operating Activities (Net)	1,967	1,884
(Outflow) From Investment Activities *	(1,899)	(856)
(Outflow) From Financing Activities	(130)	(933)
Closing	73	135

\* Investment activity mainly represents deployment of internal accruals in readily encashable avenues.

As apparent above, there has been a very strong operational cash flowing to business strengthening its financial position.

## Outlook:

- No major demand disturbance in business is anticipated.
- Chemical buoyancy continues and segment should perform better, Products like Weak Nitric Acid, Concentrated Nitric Acid, Ammonium Nitrate and Technical Grade Urea continues to witness robust offtake.
- With NBS rates already announced till September, 2022, mix fertilizer margins should remain to some extent protected.

## About GNFC:

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

GNFC started its manufacturing and marketing operations by setting up in 1982, one of the world's largest single-stream ammonia-urea fertilizer complexes. Over the next few years, GNFC successfully commissioned different projects – in fields as diverse as chemicals, fertilizers and electronics.

Since inception, GNFC has worked towards an extensive growth as a corporation. A growth which respects the environment and springs from the progressive vision of GNFC.

GNFC today has extended its profile much beyond fertilizers through a process of horizontal integration. Chemicals/Petrochemicals, Energy Sector, Electronics/ Telecommunications and Information Technology form ambitious and challenging additions to its corporate portfolio. GNFC has an enterprising, strategic view towards expansion and diversification.

**Disclaimer:** Except for the historical information contained herein, statements in this presentation and the subsequent discussions may constitute "forward-looking statements". These forward-looking statements involve a number of risks, uncertainties including the impact of Covid-19 and other factors that could cause actual results to differ materially from those suggested by the forward-looking statements. These risks and uncertainties include, but are not limited to our ability to successfully implement our strategy, our growth and expansion plans, our ability to obtain regulatory approvals, technological changes, fluctuation in earnings, foreign exchange rates, our ability to manage international operations and exports, our exposure to market risks as well as other risks.

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