



**Gujarat Narmada Valley
Fertilizers & Chemicals Limited**

CIN : L24110GJ1976PLC002903

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

P.O Narmadanagar - 392015, Dist. Bharuch, Gujarat, India
Ph. (02642) 247001, 247002 Website: www.gnfc.in

NO.SEC/BD/SE/UFR/2021-22
February 04, 2022

FAX: 02642 – 247084
E-Mail : 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: Furnishing of Unaudited Standalone and Consolidated Financial Results for the Third Quarter and Nine Months ended 31st December, 2021.

Dear Sirs,

The Board of Directors of the Company in its Meeting held today i.e. on 04th February, 2022 approved the Unaudited Standalone and Consolidated Financial Results for the Third Quarter and Nine Months ended 31st December, 2021.

In compliance of Regulations 30 & 33 of SEBI (Listing Obligations & Disclosure Requirements), Regulations, 2015 ("Listing Regulations"), as amended, we send herewith the Unaudited Standalone and Consolidated Financial Results of the Company for the Third Quarter and Nine Months ended 31st December, 2021, along with Limited Review Report on the said Results by the Statutory Auditors of the Company.

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

We also enclose herewith a Press Release on Financial Results of the Company for the Third Quarter and Nine Months ended 31st December, 2021.

We request you to kindly take the same 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 UNAUDITED STANDALONE FINANCIAL RESULTS							
FOR THE QUARTER AND NINE MONTHS ENDED ON DECEMBER 31, 2021							
₹ Crores							
Sr No	Particulars	Quarter Ended			Year to Date		Year Ended
		31-12-2021	30-09-2021	31-12-2020	31-12-2021	31-12-2020	31-03-2021
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
I	Revenue from operations	2,380.33	2,095.93	1,508.24	5,870.58	3,395.66	5,128.69
II	Other income (refer note 5)	48.15	57.70	44.80	148.78	188.05	237.23
III	Total income (I+II)	2,428.48	2,153.63	1,553.04	6,019.36	3,583.71	5,365.92
IV	Expenses						
	(a) Cost of raw materials consumed	1,147.89	957.27	657.43	2,721.35	1,485.86	2,224.83
	(b) Purchase of stock-in-trade	14.80	4.74	5.06	22.25	11.97	13.57
	(c) Purchase of goods and services of IT division	7.12	6.50	5.45	19.23	16.18	21.19
	(d) Change in inventories of finished goods, work-in-progress and stock-in-trade	(72.55)	127.82	(13.95)	(40.29)	82.76	68.53
	(e) Power, fuel and other utilities	323.38	285.28	217.64	801.02	531.01	767.78
	(f) Employee benefits expenses	113.68	116.54	111.01	358.50	327.51	451.47
	(g) Finance costs	1.14	0.76	0.94	2.66	18.65	19.95
	(h) Depreciation and amortisation	76.70	70.89	69.70	217.31	203.82	272.30
	(i) Other expenses	172.07	166.91	162.65	490.62	407.45	577.99
	Total expenses (IV)	1,784.23	1,736.71	1,215.93	4,592.65	3,085.21	4,417.61
V	Profit before tax (III-IV)	644.25	416.92	337.11	1,426.71	498.50	948.31
VI	Tax expense / (credit): (refer note 3)						
	a) Current Tax	107.53	140.83	102.08	369.63	131.78	277.96
	b) Deferred Tax expense / (credit)	(1.60)	(6.21)	(5.00)	(3.41)	(13.49)	(18.77)
	c) Excess tax provision written back	-	-	(0.09)	-	(0.09)	(0.09)
	Total Tax expense / (credit) (VI)	105.93	134.62	96.99	366.22	118.20	259.10
VII	Net Profit for the period after tax (V-VI)	538.32	282.30	240.12	1,060.49	380.30	689.21
VIII	Other Comprehensive Income:						
	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)	5.50	(0.91)	(4.02)	4.68	(1.03)	11.01
	(ii) Net gain / (loss) on FVTOCI equity investments (net of tax)	150.12	44.87	53.93	277.49	124.59	138.66
	Total Other Comprehensive Income	155.62	43.96	49.91	282.17	123.56	149.67
IX	Total Comprehensive Income for the period (VII + VIII)	693.94	326.26	290.03	1,342.66	503.86	838.88
X	Paid up equity share capital (Face Value of ₹ 10/- per Equity Share)	155.42	155.42	155.42	155.42	155.42	155.42
XI	Other equity excluding revaluation reserves						5,828.25
XII	Earnings Per share (Face value of ₹ 10/- each) (not annualised)						
	For continuing operations						
	(a) Basic (₹)	34.64	18.16	15.45	68.23	24.47	44.35
	(b) Diluted (₹)	34.64	18.16	15.45	68.23	24.47	44.35

See accompanying notes to the financial results





GUJARAT NARMADA VALLEY FERTILIZERS & CHEMICALS LIMITED							
STATEMENT OF UNAUDITED CONSOLIDATED FINANCIAL RESULTS							
FOR THE QUARTER AND NINE MONTHS ENDED ON DECEMBER 31, 2021							
₹ Crores							
Sr No	Particulars	Quarter Ended			Year to Date		Year Ended
		31-12-2021	30-09-2021	31-12-2020	31-12-2021	31-12-2020	31-03-2021
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
I	Revenue from operations	2,380.33	2,095.93	1,508.24	5,870.58	3,395.66	5,128.69
II	Other income (refer note 5)	48.15	57.70	44.80	148.78	188.05	237.23
III	Total income (I+II)	2,428.48	2,153.63	1,553.04	6,019.36	3,583.71	5,365.92
IV	Expenses						
	(a) Cost of raw materials consumed	1,147.89	957.27	657.43	2,721.35	1,485.86	2,224.83
	(b) Purchase of stock-in-trade	14.80	4.74	5.06	22.25	11.97	13.57
	(c) Purchase of goods and services of IT division	7.12	6.50	5.45	19.23	16.18	21.19
	(d) Change in inventories of finished goods, work-in-progress and stock-in-trade	(72.55)	127.82	(13.95)	(40.29)	82.76	68.53
	(e) Power, fuel and other utilities	323.38	285.28	217.64	801.02	531.01	767.78
	(f) Employee benefits expenses	113.68	116.54	111.01	358.50	327.51	451.47
	(g) Finance costs	1.14	0.76	0.94	2.66	18.65	19.95
	(h) Depreciation and amortisation	76.70	70.89	69.70	217.31	203.82	272.30
	(i) Other expenses	172.07	166.91	162.65	490.62	407.45	577.99
	Total expenses (IV)	1,784.23	1,736.71	1,215.93	4,592.65	3,085.21	4,417.61
V	Profit before tax (III-IV)	644.25	416.92	337.11	1,426.71	498.50	948.31
VI	Tax expense / (credit): (refer note 3)						
	a) Current Tax	107.53	140.83	102.08	369.63	131.78	277.96
	b) Deferred Tax expense / (credit)	(1.60)	(6.21)	(5.00)	(3.41)	(13.49)	(18.77)
	c) Excess tax provision written back	-	-	(0.09)	-	(0.09)	(0.09)
	Total Tax expense / (credit) (VI)	105.93	134.62	96.99	366.22	118.20	259.10
VII	Net Profit for the period after tax (V-VI)	538.32	282.30	240.12	1,060.49	380.30	689.21
VIII	Share of Profit of associates	2.46	2.35	2.47	6.74	6.12	7.74
IX	Net Profit for the period (VII+VIII)	540.78	284.65	242.59	1,067.23	386.42	696.95
X	Other Comprehensive Income:						
	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)	5.50	(0.91)	(4.02)	4.68	(1.03)	11.01
	(ii) Net gain / (loss) on FVTOCI equity investments (net of tax)	150.12	44.87	53.93	277.49	124.59	138.66
	Total Other Comprehensive Income	155.62	43.96	49.91	282.17	123.56	149.67
XI	Total Comprehensive Income for the period (IX + X)	696.40	328.61	292.50	1,349.40	509.98	846.62
XII	Paid up equity share capital (Face Value of ₹ 10/- per Equity Share)	155.42	155.42	155.42	155.42	155.42	155.42
XIII	Other equity excluding revaluation reserves						5,912.78
XIV	Earnings Per share (Face value of ₹ 10/- each) (not annualised)						
	For continuing operations						
	(a) Basic (₹)	34.79	18.31	15.61	68.67	24.86	44.84
	(b) Diluted (₹)	34.79	18.31	15.61	68.67	24.86	44.84

See accompanying notes to the financial results





GUJARAT NARMADA VALLEY FERTILIZERS & CHEMICALS LIMITED							
SEGMENT-WISE STANDALONE REVENUE, RESULTS, ASSETS AND LIABILITIES							
FOR THE QUARTER AND NINE MONTHS ENDED ON DECEMBER 31, 2021							
₹ Crores							
Sr No	Particulars	Quarter Ended			Year to Date		Year Ended
		31-12-2021	30-09-2021	31-12-2020	31-12-2021	31-12-2020	31-03-2021
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
I	Segment Revenue :						
	A. Fertilizers	737.54	633.53	504.50	1,779.87	1,277.70	1,751.03
	B. Chemicals	1,622.30	1,439.19	986.53	4,025.79	2,065.92	3,304.55
	C. Others	20.49	23.21	17.21	64.92	52.04	73.11
	Total	2,380.33	2,095.93	1,508.24	5,870.58	3,395.66	5,128.69
	Less: Inter Segment Revenue	-	-	-	-	-	-
	Sales / Income from Operations	2,380.33	2,095.93	1,508.24	5,870.58	3,395.66	5,128.69
II	Segment Results :						
	{ Profit / (Loss) before Tax & Finance Cost from each segment }						
	A. Fertilizers	3.33	5.63	6.20	12.52	2.27	(24.02)
	B. Chemicals	613.47	375.36	322.85	1,328.18	423.25	874.29
	C. Others	4.45	5.45	(3.58)	17.26	5.54	9.59
	Total	621.25	386.44	325.47	1,357.96	431.06	859.86
	Less : (i) Finance Cost	1.14	0.76	0.94	2.66	18.65	19.95
	(ii) Other Unallocable expenditure	5.57	4.79	14.03	18.67	33.07	36.41
	(iii) Unallocable Income	(29.71)	(36.03)	(26.61)	(90.08)	(119.16)	(144.81)
	Total Profit Before Tax	644.25	416.92	337.11	1,426.71	498.50	948.31
III	Segment Assets & Segment						
	Segment Assets:						
	A. Fertilizers	1,982.90	1,918.30	2,461.31	1,982.90	2,461.31	1,776.89
	B. Chemicals	2,681.83	2,585.33	2,551.06	2,681.83	2,551.06	2,698.70
	C. Others	236.22	155.31	256.34	236.22	256.34	183.81
	D. Unallocated assets	4,678.31	4,441.78	2,687.84	4,678.31	2,687.84	3,640.88
	Total Assets	9,579.26	9,100.72	7,956.55	9,579.26	7,956.55	8,300.28
	Segment Liabilities:						
	A. Fertilizers	1,139.62	1,201.09	1,237.56	1,139.62	1,237.56	1,177.47
	B. Chemicals	452.77	470.16	359.89	452.77	359.89	425.55
	C. Others	186.69	107.37	200.90	186.69	200.90	136.80
	D. Unallocated Liabilities	598.19	814.05	509.55	598.19	509.55	576.79
	Total Liabilities	2,377.27	2,592.67	2,307.90	2,377.27	2,307.90	2,316.61

See accompanying notes to the financial results





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SEGMENT-WISE CONSOLIDATED REVENUE, RESULTS, ASSETS AND LIABILITIES							
FOR THE QUARTER AND NINE MONTHS ENDED ON DECEMBER 31, 2021							
₹ Crores							
Sr No	Particulars	Quarter Ended			Year to Date		Year Ended
		31-12-2021	30-09-2021	31-12-2020	31-12-2021	31-12-2020	31-03-2021
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
I	Segment Revenue :						
	A. Fertilizers	737.54	633.53	504.50	1,779.87	1,277.70	1,751.03
	B. Chemicals	1,622.30	1,439.19	986.53	4,025.79	2,065.92	3,304.55
	C. Others	20.49	23.21	17.21	64.92	52.04	73.11
	Total	2,380.33	2,095.93	1,508.24	5,870.58	3,395.66	5,128.69
	Less: Inter Segment Revenue	-	-	-	-	-	-
	Sales / Income from Operations	2,380.33	2,095.93	1,508.24	5,870.58	3,395.66	5,128.69
II	Segment Results :						
	{ Profit / (Loss) before Tax & Finance Cost from each segment}						
	A. Fertilizers	3.33	5.63	6.20	12.52	2.27	(24.02)
	B. Chemicals	613.47	375.36	322.85	1,328.18	423.25	874.29
	C. Others	4.45	5.45	(3.58)	17.26	5.54	9.59
	Total	621.25	386.44	325.47	1,357.96	431.06	859.86
	Less : (i) Finance Cost	1.14	0.76	0.94	2.66	18.65	19.95
	(ii) Other Unallocable Expenditure	5.57	4.79	14.03	18.67	33.07	36.41
	(iii) Unallocable Income	(29.71)	(36.03)	(26.61)	(90.08)	(119.16)	(144.81)
	Total Profit Before Tax	644.25	416.92	337.11	1,426.71	498.50	948.31
III	Segment Assets & Segment						
	Segment Assets:						
	A. Fertilizers	1,982.90	1,918.30	2,461.31	1,982.90	2,461.31	1,776.89
	B. Chemicals	2,681.83	2,585.33	2,551.06	2,681.83	2,551.06	2,698.70
	C. Others	236.22	155.31	256.34	236.22	256.34	183.81
	D. Unallocated assets	4,769.58	4,530.59	2,770.75	4,769.58	2,770.75	3,725.41
	Total Assets	9,670.53	9,189.53	8,039.46	9,670.53	8,039.46	8,384.81
	Segment Liabilities:						
	A. Fertilizers	1,139.62	1,201.09	1,237.56	1,139.62	1,237.56	1,177.47
	B. Chemicals	452.77	470.16	359.89	452.77	359.89	425.55
	C. Others	186.69	107.37	200.90	186.69	200.90	136.80
	D. Unallocated Liabilities	598.19	814.05	509.55	598.19	509.55	576.79
	Total Liabilities	2,377.27	2,592.67	2,307.90	2,377.27	2,307.90	2,316.61

See accompanying notes to the financial results





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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 February 3, 2022 and approved by the Board of Directors at its meeting held on February 4, 2022. The statutory Auditors of the Company have carried out a 'limited Review' of these results.
- 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 current 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 quarter and nine months period ended on December 31, 2021 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 current 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 current quarter and nine months period ended 31 December 2021 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. Based on legal assessment made, the Company has good grounds on merit to defend itself in this matter, hence no provision is considered necessary in the previous year and in these financial results. 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. As at reporting date, the Company has not received any update from DoT regarding these demand notices.





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- 5 Other income of the nine months ended December 31, 2021, nine months ended December 31, 2020 and year ended March 31, 2021 includes ₹0.07 Crores, ₹43.58 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 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.
- 7 The Indian Parliament has approved & the President has accorded the assent the Code on Social Security, 2020 ('Code') in September, 2020. The Code might impact the contributions by the Company towards Provident Fund, Gratuity and other employment and post-employment employee benefits. The Code has been published in the Gazette of India. However, the date on which the Code will come into effect has not been notified and the final rules have not yet been issued. The Company will assess the impact of the Code when it comes into effect and will record the impact, if any, in the period in which the Code becomes effective.
- 8 Previous period / year figures have been re-grouped / re-classified wherever necessary to confirm with current period presentation.

For and on behalf of the Board of Directors,



PANKAJ
HARISHCHA
NDRA JOSHI

Digitally signed by PANKAJ
HARISHCHANDRA JOSHI
Date: 2022.02.04 16:11:41 +05'30'

Place : Gandhinagar
Date : February 04, 2022

Pankaj Joshi, IAS
Managing Director



Suresh Surana & Associates LLP

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Mumbai - 400 021, India

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LLP Identity No. AAB-7509

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

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

1. We have reviewed the accompanying statement of unaudited standalone financial results of Gujarat Narmada Valley Fertilizer & Chemicals Limited ("the Company") for the quarter ended 31 December 2021 and the year to date results for the period from 1 April 2021 to 31 December 2021, ("the Statement") attached herewith, being submitted by the Company pursuant to the requirements of Regulation 33 of SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015, as amended (the "Listing Regulations").
2. This Statement, which is the responsibility of the Company's Management and approved by the Company's Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34, 'Interim Financial Reporting' ("Ind AS 34") prescribed under Section 133 of the Companies Act, 2013, as amended, read with relevant rules issued thereunder and other accounting principles generally accepted in India. Our responsibility is to express a conclusion on the Statement based on our review.
3. We conducted our review of the Statement in accordance with the Standard on Review Engagements (SRE) 2410 – "Review of Interim Financial Information Performed by the Independent Auditor of the Entity" issued by The Institute of Chartered Accountants of India. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the Statement is free of material misstatement. A review is limited primarily to inquiries of the Company personnel and analytical procedures applied to financial data and thus provide less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.
4. Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with recognition and measurement principles laid down in the aforesaid Indian Accounting Standards specified under Section 133 of the Companies Act, 2013 as amended, read with relevant rules issued thereunder and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of the Regulations, read with the Circular, including the manner in which it is to be disclosed, or that it contains any material misstatement.
5. We draw attention to Note 4 to the standalone financial results regarding a matter relating to demand of 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 conclusion is not modified in respect of this matter.

6. The comparative financial results of the Company for the quarter and nine months ended 31 December 2020, and for the year ended 31 March 2021 included in this Statement had been reviewed / audited by predecessor auditor whose report dated 04 February 2021 and 17 May 2021 respectively, expressed an unmodified opinion on those Statements. Our conclusion is not modified in respect of these matters.

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

RAMESH Digitally signed by
RAMESH GUPTA
Date: 2022.02.04
16:12:44 +05'30'

GUPTA

(Ramesh Gupta)

Partner

Membership No. 102306

UDIN: 22102306AAJFOO4243

Place: Mumbai

Dated: 4 February 2022



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

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

1. We have reviewed the accompanying Statement of unaudited consolidated financial results of Gujarat Narmada Valley Fertilizer & Chemicals Limited ("the Holding Company") and its share of the net profit after tax and total comprehensive income of its associate for the quarter ended 31 December 2021 and the year to date results for the period from 1 April 2021 to 31 December 2021, ("the Statement") attached herewith, being submitted by the Holding Company pursuant to the requirements of Regulation 33 of SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015, as amended ("the Listing Regulations") read with SEBI Circular No. CIR/CFD/CMD1/44/2019 dated 29 March 2019 ("the Circular").
2. This Statement, which is the responsibility of the Holding Company's Management and approved by the Holding Company's Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34, (Ind AS 34) 'Interim Financial Reporting' prescribed under Section 133 of the Companies Act, 2013 ("the Act") as amended, read with Rule 3 of Companies (Indian Accounting Standards) Rules, 2015, as amended, and other accounting principles generally accepted in India read with the Circular. Our responsibility is to express a conclusion on the Statement based on our review.
3. We conducted our review of the Statement in accordance with the Standard on Review Engagements (SRE) 2410 – "Review of Interim Financial Information Performed by the Independent Auditor of the Entity" issued by the Institute of Chartered Accountants of India. This Standard requires that we plan and perform the review to obtain moderate assurance as to whether the financial statements are free of material misstatement. A review is limited primarily to inquiries of the Company's personnel and analytical procedures applied to financial data and thus provides less assurance than audit. We have not performed an audit and accordingly, we do not express an audit opinion.

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

4. The Statement includes the results of the following entities:
 - i. Gujarat Narmada Valley Fertilizer & Chemicals Limited
 - ii. Gujarat Green Revolution Company Limited, an associate company
 - iii. Gujarat Ncode Solutions Limited, a subsidiary company (strike off by Registrar of Companies vide its Order dated 25 September 2021)
5. Based on our review conducted and procedures performed as stated in paragraph 3 above and based on the consideration referred to in paragraphs 7 and 8 below, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with recognition and measurement principles laid down in the aforesaid Indian Accounting Standards ('Ind AS') specified under Section 133 of the Act, as amended read with relevant rules issued thereunder and other recognised accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of the

Regulations, read with the Circular, including the manner in which it is to be disclosed, or that it contains any material misstatement.

6. We draw attention to Note 4 to the consolidated financial results regarding a matter relating to demand of 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 conclusion is not modified in respect of this matter.
7. The accompanying unaudited consolidated financial results includes the Group's share of net profit after tax of Rs. 2.46 Crores and Rs. 6.74 Crores, and total comprehensive income of Rs. 2.46 Crores and Rs. 6.74 Crores for the quarter ended 31 December 2021 and the year to date results for the period from 1 April 2021 to 31 December 2021, respectively, as considered in the Statement, in respect of the Associate based on its interim financial information which have not been reviewed by the other auditor. These unaudited financial information have been approved and furnished to us by the management and our conclusion, in so far it relates to the affairs of the Associate is based solely on such unaudited financial information compiled by the management. According to the information and explanations given to us by the Management, these interim financial information are not material to the Group.

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

8. The comparative financial results of the Group for the quarter and nine months ended 31 December 2020, and for the year ended 31 March 2021 included in this Statement had been reviewed / audited by predecessor auditor whose report dated 04 February 2021 and 17 May 2021 respectively, expressed an unmodified opinion on those Statement. Our conclusion is not modified in respect of these matters.

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

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RAMESH GUPTA
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GUPTA
(Ramesh Gupta)

Partner

Membership No. 102306

UDIN: 22102306AAJGNT6754

Place: Mumbai

Dated: 4 February 2022



Gandhinagar, February 4, 2022

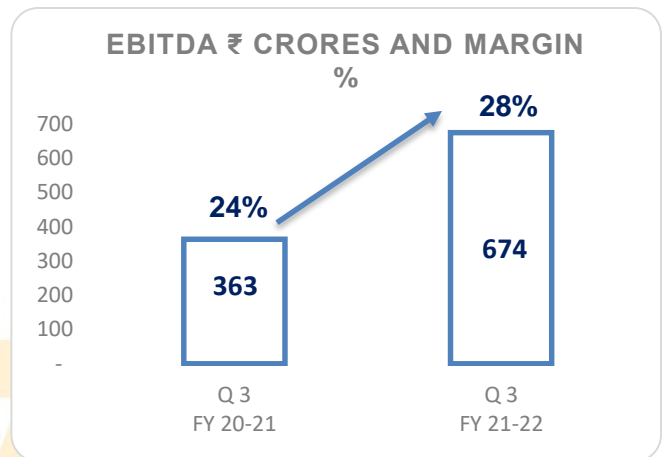
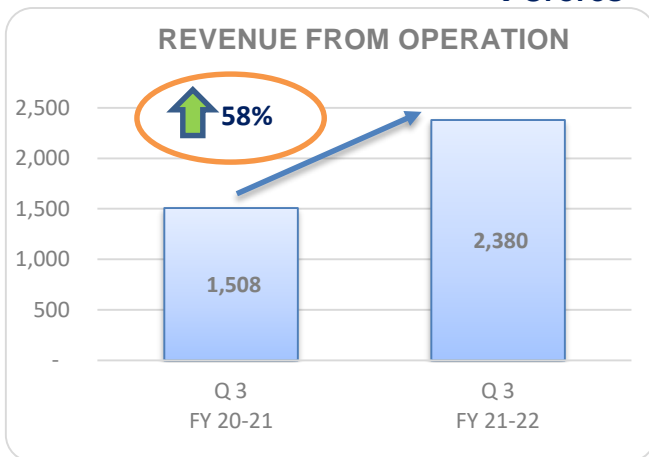
A robust pace in the face of headwinds

Gujarat Narmada Valley Fertilizers & Chemicals Limited (GNVFC), a joint sector company promoted and controlled by Government of Gujarat and mainly operating into Fertilizer and Chemical business has announced its Q 3 FY 21-22 results today.

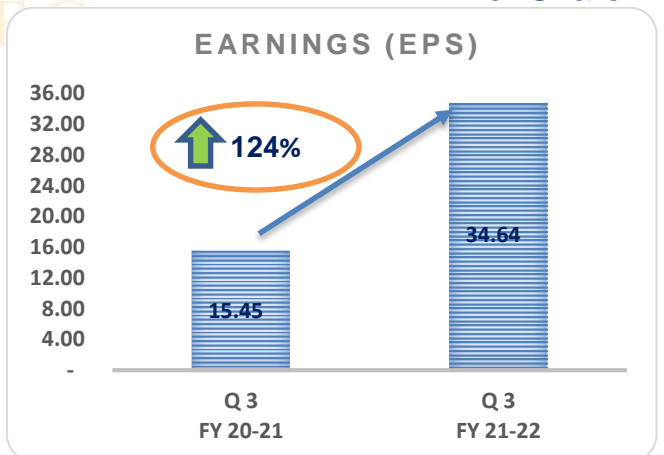
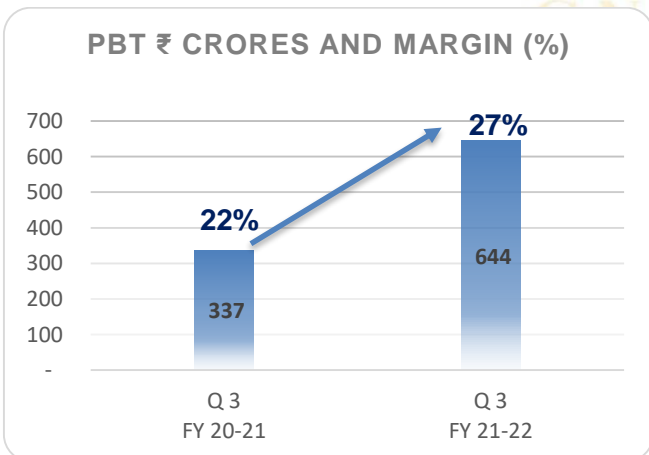
HIGHLIGHTS

- Q-3 Revenue from Operations of ₹2,380 Crores, PBT of ₹644 Crores and PAT of ₹538 Crores are **historical highest ever quarterly performance respectively**.
- On Year to Date (YTD) ending December, FY 21-22 basis PBT of ₹1,427 Crores and PAT of ₹1,060 Crores **surpass all yearly records in its 46 years' history**.

₹ Crores



₹ Per Share





Mr. Pankaj Joshi, IAS, Managing Director of the company shared his views on the economic environment under which business operated and business performance as well as other updates as under:

(A) Economic Environment:

Mr. Joshi expressed that the economic environment, both, for fertilizers and chemicals witnessed different situations.

While the input costs have gone up significantly across the board, it has impacted fertilizer imports significantly and on YTD basis, total fertilizer imports are down by 33% witnessing across the board import reductions in all key fertilizers i.e. Urea, DAP, NP/NPKs and MOP. However, there is no significant reduction in the demand indicating that accumulated inventories are liquidated in the process.

A new capacity of 1.27 Million MTs of Gorakhpur Urea Plant is added which is revived at a cost of around ₹8,600 crores. With this, total around 2.5 Million MTs of Urea capacities including the newly added capacities of Ramagundam plant taken together are in place. Around 4 Million MTs of additional Urea capacities are also in the pipeline.

The key fertilizer inputs like Ammonia, Pooled Natural Gas, Rock Phosphate, Phosphoric Acid rose by 224%, 88%, 40% and 93% over trailing twelve month (TTM) basis ending November, 2021.

The cost of imported Urea and DAP were at 923 USD/PMT and 804 USD/PMT on CFR India basis, a rise of 230% and 120% over trailing twelve month (TTM) basis ending November, 2021

In case of Chemicals, there is almost an across the board increase in chemical imports where GNFC is dealing and yet on YTD basis there is higher production as well as sales.

The key feedstock for chemicals like Natural Gas and Oil has risen by 139% and 64% on YTD Y-o-Y basis apart from significant increases in other key inputs like Toluene, Benzene, Denatured Ethyl Alcohol, Coal etc.

The increased focus on De-carbonization of environment through green hydrogen and carbon capture and storage (CCS) to achieve Net Zero and India's commitment to achieve the targets for clean environment is a step in the right direction and the execution of which is going to add challenges, both, of operational and financial nature.

The Industry needs to think of carbon footprint and its possible impact especially in respect of fresh investments having longer investment life cycle as responsible corporate citizens to pass the 'Environmental, Social and Governance' (ESG) test.

India being one of the prominent chemical player is in the midst of booming chemical cycle currently.



India is getting advantage of China plus one strategy of many countries thereby boosting its manufacturing and exports potential.

The international logistics disruption mainly due to pandemic has led to demand supply mismatches offering pricing advantage apart from international buoyancy in chemicals prices allowing firms to overcome margin erosion / pressure issues and even outperform the past.

(B) Operating and Financial Performance:

On Quarterly Q-o-Q and Y-o-Y basis, as well as YTD basis, there has been improved overall production and sales volume performance except for the product mix optimisation (Make Vs. Buy Decisions as well as Upstream Vs. Downstream product choices depending upon the market conditions) due to which the margins are actually enhanced.

Overall the current financial year witnessed highly volatile and upward swings in, both, feed and fuel prices.

However, standing firm against elevated input costs, the margins remained protected mainly due to support of higher realisations on output products front mainly led by Chemicals as well as serving profitable product mix.

Nonetheless, in case of fertilizers, the support of Government for granting special subsidy to compensate the fertilizer producers mainly of DAP/NP/NPKs came as breather and acted as shield towards minimising the adverse impact on financials.

The Q-o-Q and Y-o-Y Revenue from Operations (RFO), PBT and PAT rose reflecting, both, higher subsidies on fertilizers as well as higher chemical segment realizations.

With switch over to new taxation rate regime after careful consideration, the tax expenses are now reflecting the reduced rate of Income Tax. To this extent, the tax for the quarter is the balancing figures after adjusting for the higher tax incidence already accounted for up to first half of the FY 21-22.

Revenue from Operations (RFO), PBT and PAT are amongst the **historical highest ever respective period performances in the 46 years' history** of company on quarterly as well as YTD basis.

Further, **YTD performance of PBT and PAT** of ₹1,427 crores and ₹1,060 Crores **are higher than highest ever Yearly PBT and PAT** reported by the company so far by 23% and 34% respectively.

(C) Segment Performance:

On a Q-o-Q and Y-o-Y Quarterly basis, the fertilizer segment is affected mainly due to lower production of fertilizers and higher input costs respectively whereas on a YTD ending December FY 21-22 basis the performance has improved mainly due to Government support for enhanced subsidies to compensate higher input costs in case of phosphatic fertilizer and in case of Urea due to higher feed and fuel prices.

Whereas the performance, both, on Quarterly Q-o-Q and Y-o-Y basis as well as YTD ending December FY 21-22 basis the Chemical Segment has improved due to vibrant realizations almost across the board. In case of chemicals, due to inherent strength of integration at the company, the product mix was also optimized for better margins.

As a cumulative effect of all the above, the overall segment performance has improved significantly led by chemical segment.

The segment results of ₹ 621 Crores for the Quarter and ₹ 1,358 Crores for YTD basis **are the highest ever segment results performance in the 46 years' history of company.**

(D) Others Business Updates:

- In respect of ongoing projects i.e. that of formic acid, concentrated nitric acid, company is more or less on course whereas TDI Debottlenecking at Dahej Complex is completed during Q-3 FY 21-22.
- Company is in the process of establishing additional capacities in Ammonia, Weak Nitric Acid (WNA) and Ammonium Nitrate at a cost of around ₹ 1,300 Crores apart from Maintenance Capex.
- With firm international prices of feedstock, inputs and fuel, company hopes to get continued breather for its Phosphatic fertilizer.
- This year, considering various developments and careful evaluation, the company has opted for reduced income tax option under the Income Tax.

(E) Outlook:

With flexible and multiple product basket, company is in a position to leverage boom in specific products and optimize, both, realization and profits.

The company is confident of stable performance balancing its product mix to serve markets.

About GNFC:

GNFC is a joint sector company promoted and controlled by Government of Gujarat. Incorporated in 1976, the company, as of today, is a producer of bulk chemicals and fertilizers. Its product portfolio is a result of plant integration developed over a period of time. Most products are import substitutes and contributes to saving valuable foreign exchange. In few products like Acetic Acid, TDI it is the only producer in the country whereas in respect of product like Aniline, Formic Acid, it is amongst a very few producers 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.
