



CHAMBAL FERTILISERS AND CHEMICALS LIMITED

February 04, 2021

BSE Limited

Phiroze Jeejeebhoy Towers
25th Floor, Dalal Street
Mumbai – 400 001

National Stock Exchange of India Limited

Exchange Plaza, C-1, Block G,
Bandra Kurla Complex,
Bandra (E)
Mumbai – 400 051

Dear Sir,

We are enclosing herewith a copy of the Press Release being issued by the Company.

You are requested to notify your constituents accordingly.

Thanking You,

Yours sincerely,

for **Chambal Fertilisers and Chemicals Limited**

Rajveer Singh

Vice President - Legal & Secretary

Encl.: a/a



Chambal Fertilisers and Chemicals Limited

Chambal Fertilisers and Chemicals delivers strong financial performance

Additional allocation by Government of India towards fertiliser subsidy to help the Company in reducing debt and finance cost

New Delhi, February 04, 2021

Chambal Fertilisers and Chemicals Ltd (“CFCL”), a large urea fertiliser manufacturer in India with a fast growing presence in non-urea fertiliser and other agri-inputs, today announced its unaudited financial results for the quarter and nine months ended December 31, 2020.

On standalone basis, EBITDA for the quarter ended December 31, 2020 increased by 14% to Rs. 787.25 crore versus Rs. 690.11 crore during the corresponding quarter of previous year, translating to EBITDA margin of 20%. Profit before Tax (before exceptional items) stands at Rs. 663.03 crore as compared to Rs. 506.99 crore during the corresponding quarter of previous year.

On standalone basis, total income for nine months ended December 31, 2020 stood at Rs. 11,171.57 crore versus Rs. 10,387.24 crore during the corresponding period of previous year. EBITDA (before exceptional items) for nine months ended December 31, 2020 was at Rs. 2225.59 crore versus Rs. 1,835.52 crore during the corresponding period of previous year. EBITDA margin for the nine months under review stood at 20%. Profit before Tax (before exceptional items) stood at Rs. 1780.81 crore as compared to Rs. 1231.35 crore during the corresponding nine months of previous year.

The performance during the quarter ended December 31, 2020 was driven mainly by increase in sales of Di-Ammonium Phosphate (DAP) and NPK fertilisers with better margins, apart from contribution of Urea and other agri-inputs. For the quarter ended December 31, 2020, the Company sold 4.57 lakh MT of DAP in comparison to 3.94 lakh MT of DAP sold during the corresponding quarter of last year, registering a growth of 16%. All the three urea plants continued to operate at optimal capacity.

The Government of India has made additional allocation for fertiliser subsidy to clear the backlog. The Company has received Rs. 3165 crore after December 31, 2020 against subsidy arrears. It is expected that Government of India will clear almost entire outstanding subsidy by March 31, 2021 bringing the outstanding subsidy at negligible levels. The fertiliser subsidy allocation in the Union Budget 2021 is also likely to be adequate to meet the fertiliser subsidy outgo during the financial year 2021-22.

Mr Anil Kapoor, Managing Director said *“The Company achieved stellar growth in the bottom line and margins also continue to remain healthy. We are extremely delighted with progressive steps taken by the Government of India to increase the subsidy allocation which will substantially reduce our debt and it will result in reduction in finance cost.”*

About CFCL

CFCL produces around 33 Lakh MT of Urea per annum at a single site at Gadepan, District Kota, Rajasthan and it has sizeable portfolio of other fertilisers and agri-inputs. The Company has established reliable supply channels over the years for sourcing of non-Urea fertilisers from international manufacturers of repute. The Company has a track record of almost 3 decades and its Uttam brand is highly reputed and very popular amongst the farmers in its marketing territory.

For more information, please visit www.chambalfertilisers.com OR contact:

Abhay Bajjal, CFO

Chambal Fertilisers and Chemicals Limited

Tel: +91 11 4169 7900

Email: abhay.bajjal@chambal.in

Gavin Desa / Rishab Barar

CDR India

Tel: +91 22 6645 1237 / 1235

Email: gavin@cdr-india.com

rishab@cdr-india.com
