

राष्ट्रीय केमिकल्स एण्ड  
फर्टिलाइजर्स लिमिटेड

(भारत सरकार का उपक्रम)

साथ बढ़ें एकट्ठि की ओर

जय भगवान शर्मा  
कंपनी सचिव

JAI BHAGWAN SHARMA  
COMPANY SECRETARY

"प्रियदर्शिनी",  
ईस्टर्न एक्सप्रेस हाइवे,  
सायन, मुंबई - 400 022.



Rashtriya Chemicals and  
Fertilizers Limited

(A Government of India Undertaking)

Let us grow together

"Priyadarshini",  
Eastern Express Highway,  
Sion, Mumbai - 400 022.

दूरभाष /Tel. (Off.): (022) 24045024 फैक्स / Fax : (022) 24045022 • ई-मेल /E-mail : jbsharma@rcfltd.com वेबसाईट /Web : www.rcfltd.com  
CIN: L24110MH1978GOI020185

RCF/CS/Stock Exchanges /2021

5<sup>th</sup> February, 2021

The Corporate Relations Department BSE Limited Department of Corporate Services Phiroze Jeejeebhoy Towers, Dalal Street, Mumbai – 400001.	The Listing Department National Stock Exchange of India Limited Exchange Plaza, 5th Floor, Plot No.C/1, G Block, Bandra Kurla Complex, Bandra(East), Mumbai- 400 051.
Script Code: 524230 / 959872	Script Code: RCF EQ ISIN: INE027A07012

Sir/Madam,

**Sub: Outcome of Board Meeting held on 5th February, 2021 and Disclosures under Regulation 30 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015**

The Board of Directors of the Company at its meeting held on 5<sup>th</sup> February, 2021, has considered and approved inter-alia the following:

**1. Approval of Unaudited Financial Results (Standalone & Consolidated) for the 3<sup>rd</sup> Quarter and Nine Months period ended 31<sup>st</sup> December,2020:**

The Board of Directors has approved the Unaudited Financial Results (Standalone & Consolidated) of the Company for the quarter and nine months ended 31<sup>st</sup> December 31, 2020. Accordingly, pursuant to Regulations 30 and 33 of SEBI(Listing Obligations and Disclosure Requirements) Regulations, 2015, we enclose the following:

- Un-audited Financial Results(Standalone & Consolidated) for the 3<sup>rd</sup> quarter and nine months period ended 31<sup>st</sup> December, 2020;
- Limited Review Report issued by M/s M.M. Nissim & Co. LLP, Statutory Auditors, for the 3<sup>rd</sup> and nine months period ended 31<sup>st</sup> December, 2020;

The Unaudited Financial Results are also being uploaded on the Company's website at [www.rcfltd.com](http://www.rcfltd.com).

**2. Declaration of Interim Dividend on the Equity Shares of the Company for the financial year 2020-21:**

The Board of Directors of the Company has approved payment of Interim Dividend for the financial year 2020-21 @ 12% (i.e.Rs.1.20 per Equity Share) on the paid up equity share capital of the Company.

**3. Record Date for Interim Dividend:**

Pursuant to Regulation 42(2) of SEBI (Listing Obligations and Disclosure Requirements} Regulations, 2015, it is further notified that the Company has fixed 19<sup>th</sup> February, 2021 (Friday) as the record date for the purpose of the eligibility of shareholders for payment of Interim Dividend for the financial year 2020-21.

The meeting of Board of Directors commenced at 11.30 a.m. and concluded at 3.15 p.m.

This is for your kind information and record.

**Yours faithfully,  
For Rashtriya Chemicals and Fertilizers Limited**



**(J. B. Sharma)  
Company Secretary**

**Encl: a./a.**

**Independent Auditors' Limited Review Report on the Quarterly and Year to Date Unaudited Standalone Financial Results of the Company Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended**

**Review report to  
The Board of Directors  
Rashtriya Chemicals and Fertilizers Limited**

1. We have reviewed the accompanying Statement of Unaudited Standalone Financial Results of Rashtriya Chemicals and Fertilizers Limited (the 'Company') for the quarter 31st December 2020, and year to date from April 01, 2020 to December 31, 2020 ("the Statement") attached herewith, being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ('the Regulation') 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 the IND AS 34 'Interim Financial Reporting', prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued there under and other accounting principles generally accepted in India. Our responsibility is to issue a report on the financial statements based on our review.
3. We conducted our review of the Statement in accordance with the Standard on Review Engagement (SRE) 2410, 'Review of Interim Financial Information Performed by the Independent Auditor of the Entity' issued by the Institute of Chartered Accountants of India. This Standard requires that we plan and perform the review to obtain moderate assurance as to whether the financial statements are free of material misstatement. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. 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 the recognition and measurement principles laid down in the aforesaid Indian Accounting Standards ('Ind AS') 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 Listing Regulation, including the manner in which it is to be disclosed, or that it contains any material misstatement.



**5. Emphasis of Matter**

We draw attention to the following notes in the Standalone financial results: -

- a) Note No 3 - Matter relating to Use of domestic gas for manufacture of nutrient "N" wherein subsidy initially withheld amounting to ₹ 19,894 Lakh has been released upon Company submitting bank guarantee of equivalent amount.
- b) Note No 4 - Matter relating levy of differential price owing to use of domestic gas for non-urea operations and the Company's representation of the said matter to Department of Fertilizers /Administrative Mechanism for Resolution of CPSE's Disputes (AMRCD).
- c) Note No. 6 - The arbitration proceedings initiated by the Company for loss of profits etc. towards the LSTK contractor owing to failure of Gas Turbine Generators installed at Thal unit and that the additional costs of repairs of the same attributable to the LSTK contractor as they are covered under warranties.

Our conclusion is not modified in respect of these matters.

For M M NISSIM & CO LLP  
Chartered Accountants  
(Firm Regn. No. 107122W/W100672)



(N. Kashinath)

Partner

Mem. No.: 036490

UDIN: 21036490AAAACG6371



Place: Mumbai

Date: 5<sup>th</sup> February, 2021





**RASHTRIYA CHEMICALS AND FERTILIZERS LIMITED**  
( A Govt. Of India Undertaking )

Regd. Office : "Priyadarshini" Eastern Express Highway, Slon, Mumbai 400 022  
CIN No. L24110MH1978GOI020185 Website: www.rcfltd.com



**Statement of Unaudited Standalone Results for the Quarter and Nine Months Ended 31ST DECEMBER 2020**

(₹ in Lakh)

Particulars	Quarter ended			Nine Months ended		Year ended
	31.12.2020	30.09.2020	31.12.2019	31.12.2020	31.12.2019	31.03.2020
	Unaudited			Unaudited		Audited
	1	2	3	4	5	6
<b>1 Income</b>						
a Revenue from Operations	204788	231694	222587	598587	709195	969795
b Other Income	2504	3209	2244	8572	8693	12917
<b>Total Income</b>	<b>207292</b>	<b>234903</b>	<b>224831</b>	<b>607159</b>	<b>717888</b>	<b>982712</b>
<b>2 Expenses</b>						
a. Cost of Materials consumed	79794	74034	93546	215174	285509	377622
b. Purchase of stock-in-trade	1316	10060	(65)	59686	32003	29443
c. Changes in inventories of finished goods and stock in trade	2046	33605	12312	(1296)	42020	60325
d. Employee benefit expense	14891	14194	14324	42592	42509	61726
e. Finance Costs	3875	4888	4085	14391	15754	23782
f. Depreciation and amortisation expense	4345	4293	4743	12897	12730	17104
g. Other expenses						
i. Power and Fuel	56528	50150	67200	150939	206036	275887
ii. Freight and Handling charges	16856	18946	17294	47768	53133	68943
iii. Others	13135	10816	9956	33831	27914	37570
<b>Total expenses</b>	<b>192786</b>	<b>220986</b>	<b>223395</b>	<b>575982</b>	<b>717608</b>	<b>952402</b>
<b>3 Profit / (Loss) before exceptional items and tax (1-2)</b>	<b>14506</b>	<b>13917</b>	<b>1436</b>	<b>31177</b>	<b>280</b>	<b>30310</b>
<b>4 Exceptional items</b>	-	-	-	-	-	10017
<b>5 Profit / (Loss) before tax (3-4)</b>	<b>14506</b>	<b>13917</b>	<b>1436</b>	<b>31177</b>	<b>280</b>	<b>20293</b>
<b>6 Tax Expense</b>						
i. Current Tax	2830	3839	-	7088	-	7172
ii. Deferred Tax	1869	(306)	(6080)	1980	(6307)	(7716)
iii. Short / (Excess) Provision for Tax for earlier years	-	-	(347)	-	-	22
<b>Total Tax</b>	<b>4699</b>	<b>3533</b>	<b>(6427)</b>	<b>9068</b>	<b>(6307)</b>	<b>(522)</b>
<b>7 Profit / (Loss) after tax (5-6)</b>	<b>9807</b>	<b>10384</b>	<b>7863</b>	<b>22109</b>	<b>6587</b>	<b>20815</b>
<b>8 Other Comprehensive Income (net of tax)</b>						
i. Items that will not be reclassified to profit & loss	(92)	268	680	(581)	(10)	(537)
ii. Items that will be reclassified to profit & loss	-	-	-	-	-	-
<b>9 Total Comprehensive Income for the period (7+8)</b>	<b>9715</b>	<b>10652</b>	<b>8543</b>	<b>21528</b>	<b>6577</b>	<b>20278</b>
<b>10 Paid up equity share capital</b> ( Face Value - ₹ 10/- each. )	55169	55169	55169	55169	55169	55169
<b>11 Other Equity excluding Revaluation Reserves as at balance sheet date</b>						263458
<b>12 Earnings Per Share Basic &amp; Diluted (EPS) (₹ )*</b>	1.78	1.88	1.43	4.01	1.19	3.77

\* Not annualised in case of quarterly and nine months figures





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**Unaudited Standalone Segmentwise Revenue, Results, Assets and Liabilities for the Quarter and Nine Months Ended 31ST DECEMBER 2020**

(₹ In Lakh)

Particulars	Quarter ended			Nine Months ended		Year ended
	31.12.2020	30.09.2020	31.12.2019	31.12.2020	31.12.2019	31.03.2020
	Unaudited			Unaudited		Audited
	1	2	3	4	5	6
<b>1 Segment Revenue</b>						
a. Fertilizers	162452	159887	193224	465130	568862	807618
b. Industrial Chemicals	31052	18175	16262	62990	48583	66116
c. Trading	10941	53393	12860	69643	91027	94994
d. Unallocated	343	239	241	824	723	1067
<b>Total</b>	<b>204788</b>	<b>231694</b>	<b>222587</b>	<b>598587</b>	<b>709195</b>	<b>969795</b>
Less: Inter Segment Revenue	-	-	-	-	-	-
<b>Revenue from Operations</b>	<b>204788</b>	<b>231694</b>	<b>222587</b>	<b>598587</b>	<b>709195</b>	<b>969795</b>
<b>2 Segment Results</b>						
a. Fertilizers	9842	9076	5498	25190	7590	43145
b. Industrial Chemicals	6748	3113	(271)	9919	(1039)	(1110)
c. Trading	1479	5668	300	8365	8612	9116
<b>Total</b>	<b>18069</b>	<b>17857</b>	<b>5527</b>	<b>43474</b>	<b>15163</b>	<b>51151</b>
Less:						
i. Finance Costs	3875	4888	4085	14391	15754	23782
ii. Other Net Unallocable Expenditure / (Income)	(312)	(948)	6	(2094)	(871)	7076
<b>Profit/ (Loss) Before Tax</b>	<b>14506</b>	<b>13917</b>	<b>1436</b>	<b>31177</b>	<b>280</b>	<b>20293</b>
<b>3 Segment Assets</b>						
a. Fertilizers	618806	538576	594235	618806	594235	770577
b. Industrial Chemicals	39890	41465	33629	39890	33629	32273
c. Trading	25687	38168	25029	25687	25029	19010
d. Unallocated	158884	365076	89582	158884	89582	208190
<b>Total</b>	<b>843267</b>	<b>983285</b>	<b>742475</b>	<b>843267</b>	<b>742475</b>	<b>1030050</b>
<b>4 Segment Liabilities</b>						
a. Fertilizers	113445	156896	167617	113445	167617	190125
b. Industrial Chemicals	6605	7250	10051	6605	10051	8416
c. Trading	195	8590	8	195	8	8
d. Unallocated	398535	480109	259873	398535	259873	512874
<b>Total</b>	<b>518780</b>	<b>652845</b>	<b>437549</b>	<b>518780</b>	<b>437549</b>	<b>711423</b>

**Notes:**

- The above financial results are drawn in accordance with the accounting policies consistently followed by the Company. The results have been reviewed by the Audit Committee and approved by the Board of Directors at their meeting held on February 5, 2021. These results have been reviewed by the Statutory Auditors as required under Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.
- The results for the quarter and nine months ended 31st December, 2020 are in compliance with IND AS as prescribed under section 133 of the Companies Act 2013 read with Rule 3 of the Companies (Indian Accounting Standards) Rules, 2015 and Companies (Indian Accounting Standards) Amendment Rules, 2016.
- The matter relating to the issue of unintended benefits accruing to units using domestic gas for manufacture of nutrient "N" has been referred and is pending before an Inter-Ministerial Committee (IMC) of Government of India (GoI). It is expected that a decision on the matter would be taken soon by the IMC. Initially subsidy amounting to ₹ 19894 lakh was withheld by DOF, which has been released in full upon submission of its claims along with bank guarantee for equivalent amount by the Company.



4. Consequent to Gas pooling being made applicable to Fertilizer (Urea) sector w.e.f. 1st June, 2015, it is expected that a differential pricing of gas may be made applicable for non-urea usage. Company has represented to DoF for maintaining supply of domestic gas for P&K fertilizers and chemicals. However, the Company has entered into a contract for procurement of market priced gas for non-urea operations at Trombay unit, effective from 16th May, 2016.
- In the meanwhile, Ministry of Petroleum & Natural Gas (MoPNG) vide its order No. L-13013/3/2012-GP-I, dated: 16th December, 2015 has directed GAIL (India) Limited to levy a higher gas price (i.e. the highest rate of RLNG used for production of urea) for gas consumed in non-urea operations. Pursuant to the said order, GAIL has sought a differential levy amounting to ₹ 145792 lakh for the period commencing from 1st July 2006 till 30th June 2019 and has initiated arbitration proceeding towards non-payment of the same and the matter is pending before Administrative Mechanism for Resolution of CPSEs Disputes (AMRCD).
- Pending finalisation of price payable as per the said MoPNG Order, Company is recognizing liability based on the difference between domestic gas price and pool / market price of gas for its non-urea operations. The difference is provided considering domestic gas first for urea operations on cumulative basis for the year and the balance if any, for non-urea operations. No provision is required for the quarter and nine months ended 31st December, 2020 and Company has recognised a cumulative liability of ₹ 21179 lakh on this account, since Gas pooling became applicable.
5. Subsidy Income for the nine months ended 31st December, 2020 is in accordance with extant policies for Urea including eligible compensation towards increased fixed costs under Modified NPS III. Subsidy Income for the year ended 31st March, 2020 has been arrived at considering eligible compensation towards increased fixed costs under Modified NPS effective from 2nd April, 2014 net of other adjustments towards anticipated recoveries. The Impact of the same amounts to ₹ 34292 lakh.
6. On 20th and 22nd March, 2019 respectively, both the Gas Turbine Generator (GTG) plants at Thal unit stopped operating. Upon failure the matter, was taken up with the LSTK contractor who had supplied the turbines for repair as the same were covered under warranties. The matter was referred by the LSTK contractor for repairs to the Original Equipment Manufacturer (OEM) who had indicated a total estimated expenditure of about 98 Million SEK (₹ 7451 lakh excluding taxes and duties).
- In the best interests of the Company, based on the acceptance of Notice to Proceed as proposed by the LSTK contractor, the equipments had been sent for repair to the foreign Original Equipment Manufacturer (OEM) and have been received back in July 2020. As per the Notice to proceed, the final settlement of the repair costs can either be decided mutually or in the event not agreed upon, the settlement of disputes clause as per contract can be invoked.
- As the equipments are covered under warranties, the Company is of the view that no additional costs would devolve on the Company. Further the Company has initiated arbitration proceedings towards the LSTK contractor citing loss of profits owing to higher energy costs, higher maintenance costs etc. In response, counterclaims have been made by the LSTK contractor.
- In the meanwhile, the Company has procured a Gas Generator and commissioned a Gas Turbine Generator plant in August 2019 to mitigate future losses.
7. Exceptional items for the year ended 31st March, 2020 consists of net fair value Loss of ₹ 10017 lakh on account of valuation of Development Right Certificate received / receivable from Municipal Corporation of Greater Mumbai / Mumbai Metropolitan Regional Development Authority.
8. Provision for Income Tax has been made in accordance with Section 115BAA of the Income Tax act 1961.
9. Covid-19 Impact Analysis:  
For the nine months ended 31st December, 2020 operations of the Company were marginally scaled down on account of issues arising out of lockdown due to Covid-19 pandemic. However results for the nine months ended 31st December, 2020 have not been materially impacted. Management has assessed the potential impact of Covid-19 based on the current circumstances and expects that there will be no significant impact on the continuity of operations of the Company, on useful life of the assets, on financial position etc. on a long term basis.





10. Other Disclosures of the Company as per SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015:

Sr. No.	Particulars	Nine Months Ended		Year Ended
		31.12.2020	31.12.2019	31.03.2020
I	Credit Rating *			
a	Commercial Papers			
i	ICRA	ICRA A1+	ICRA A1+	ICRA A1+
ii	CARE	CARE A1+	CARE A1+	CARE A1+
b	Non Convertible Debentures			
i	ICRA	ICRA AA (-)	ICRA AA	ICRA AA (-)
ii	India Ratings	IND AA	IND AA	IND AA
c	Long Term Bank Lines - ICRA	ICRA AA (-)	ICRA AA	ICRA AA (-)
d	Short Term Bank Lines - CRISIL	CRISIL A1 +	CRISIL A1 +	CRISIL A1 +
II	Asset Cover available for 6.59% Secured Non-Convertible Debentures (SERIES I-2020)	2.24 times	-	-
III	Long Term Debt Equity ratio	0.47 : 1	0.15 : 1	0.23 : 1
IV	Debt Service Coverage Ratio (Times) (not annualised in case of quarterly and nine months figures)	1.70	0.99	1.86
V	Interest Service Coverage Ratio (Times)	4.06	1.83	2.99
VI	Debt Redemption Reserve	** Refer Note	-	-
VII	Net Worth (Equity Share Capital + Other Equity) (₹ Lakh)	324487	304926	318627

The Company issued 6.59% Secured Non-Convertible Debenture (SERIES I-2020) (ISIN - INE027A07012) face value of ₹ 50000 lakh on 05th August, 2020, redeemable on 05th August 2025 and has created adequate security with respect to the same i.e. a pari-passu first charge on movable assets of the company, namely book debts (i.e. subsidy receivables from the Government of India) and movable plant and machinery including machinery spares of the Company.

\* The above disclosure is based on latest ratings.

\*\* In accordance with Gazette Notification No. GSR 574(E) dated 16th August, 2019 issued by Ministry of Corporate Affairs Company is not required to create Debenture Redemption Reserve in respect of the above referred debentures as they have been issued on private placement basis.

VIII The details of Interest / Principal payment and due date in respect of Non-convertible debt securities is given below:

Bond / Debentures	Previous Due Date			Next Due date	
	Interest	Principal	Status	Interest	Principal
6.59% Secured Non-Convertible Debenture (SERIES I-2020)	NA	NA	NA	05.08.2021 (₹ 3295 lakh)	05.08.2025 (₹ 50000 lakh)

IX The details of due date and actual date of Repayment of Principal

The Company has repaid Commercial Papers on the respective due dates. The details of Commercial Papers repaid during the nine months ended 31st December, 2020 or outstanding as at 31st December, 2020 are as follows:

ISIN	Amount (₹ lakh)	Due Date of Repayment	Actual Date of Repayment
INE027A14711	15000	30-04-2020	30-04-2020
INE027A14729	11000	06-05-2020	06-05-2020
INE027A14737	35000	12-05-2020	12-05-2020
INE027A14745	22000	15-05-2020	15-05-2020
INE027A14752	12000	22-05-2020	22-05-2020
INE027A14760	13000	29-05-2020	29-05-2020
INE027A14778	12000	01-06-2020	01-06-2020
INE027A14794	15000	19-06-2020	19-06-2020
INE027A14786	10000	20-07-2020	20-07-2020
INE027A14802	35000	10-08-2020	10-08-2020
INE027A14810	22000	13-08-2020	13-08-2020
INE027A14828	14000	20-08-2020	20-08-2020
INE027A14836	15000	25-08-2020	25-08-2020
INE027A14836	10000	25-08-2020	25-08-2020
INE027A14844	15000	27-08-2020	27-08-2020
INE027A14851	32000	03-09-2020	03-09-2020
INE027A14869	15000	17-09-2020	17-09-2020
INE027A14885	35000	09-11-2020	09-11-2020
INE027A14901	15000	16-12-2020	16-12-2020
INE027A14919	35000	08-02-2021	Not Applicable
INE027A14877	17000	15-03-2021	Not Applicable
INE027A14893	32000	31-05-2021	Not Applicable

The Commercial Papers of ₹ 84000 lakh were outstanding as on 31st December, 2020

Formula used for calculation of Ratios:

a. Debt : equity Ratio = Long Term Borrowings + Current maturities of Long Term Borrowings / Shareholders funds

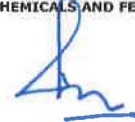
b. Debt Service Coverage Ratio = Profit before Finance cost, Depreciation, Exceptional Items and Tax / Finance Cost + Current maturities of Long Term Borrowings

c. Interest Service Coverage Ratio = Profit before Finance cost, Depreciation, Exceptional Items and Tax / Finance Cost

11 Board of Directors at their meeting held on February 5, 2021 have declared an Interim dividend of ₹ 1.20 per equity share of ₹ 10/- each, i.e. 12 % on paid up equity share capital of the Company for the financial year 2020-21 and fixed February 19, 2021 as the record date.

12 The figures for the corresponding previous periods have been restated / regrouped wherever necessary, to make them comparable.

For and on behalf of the Board of Directors  
RASHTRIYA CHEMICALS AND FERTILIZERS LIMITED



(S. C. Mudgerikar)  
Chairman & Managing Director  
DIN : 03498837



Dated : 5th February, 2021.  
Place: Mumbai





**Independent Auditors' Limited Review Report on the Quarterly and Year to Date Unaudited Consolidated Financial Results of the Company Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended**

**Review report to  
The Board of Directors  
Rashtriya Chemicals and Fertilizers Limited**

1. We have reviewed the accompanying Statement of Unaudited Consolidated Financial Results of Rashtriya Chemicals and Fertilizers Limited (the 'Holding Company') and its Joint Ventures for the quarter 31st December 2020, and year to date from April 01, 2020 to December 31, 2020 ("the Statement") attached herewith, being submitted by the Holding Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (the Regulation) as amended (the "Listing Regulations").
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 the IND AS 34 'Interim Financial Reporting', prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued there under and other accounting principles generally accepted in India. Our responsibility is to issue a report on the financial statements based on our review.
3. We conducted our review of the Statement in accordance with the Standard on Review Engagement (SRE) 2410, 'Review of Interim Financial Information Performed by the Independent Auditor of the Entity' issued by the Institute of Chartered Accountants of India. This Standard requires that we plan and perform the review to obtain moderate assurance as to whether the financial statements are free of material misstatement. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

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

4. The Statement includes the results of the following joint controlled entities:
  - a) FACT-RCF Building Products Ltd;
  - b) Urvarak Videsh Ltd; and
  - c) Talcher Fertilizers Ltd.
5. In respect of joint ventures FACT RCF Building Products Ltd., Urvarak Videsh Ltd. and Talcher Fertilizers Ltd the interim financial results have not been reviewed by their respective auditors and have been certified and furnished to us by their Management. Further in respect of FACT



RCF Building Products Ltd., owing to the Company's share of loss exceeding its interest in the joint venture, the share of loss stands discontinued. Accordingly, the Company has not recognized share of its losses for the quarter and nine month ended 31<sup>st</sup> December 2020. According to the information and explanations given to us by the Management, these interim financial results are not material to the Holding Company.

Our conclusion on the Statement in respect of matters stated in paragraph 5 above is not modified with respect to our reliance on the work done and the financial results/ financial information/ financial statements certified by the Management.

6. 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 the recognition and measurement principles laid down in the aforesaid Indian Accounting Standards ('Ind AS') 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 Listing Regulation, including the manner in which it is to be disclosed, or that it contains any material misstatement.

**7. Emphasis of Matter**

We draw attention to the following notes in the Consolidated financial results: -

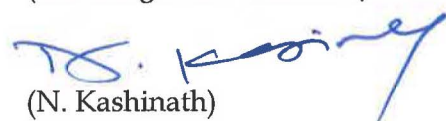
- a) Note No 4 - Matter relating to Use of domestic gas for manufacture of nutrient "N" wherein subsidy initially withheld amounting to ₹ 19,894 Lakh has been released upon Company submitting bank guarantee of equivalent amount.
- b) Note No 5 - Matter relating levy of differential price owing to use of domestic gas for non-urea operations and the Company's representation of the said matter to Department of Fertilizers /Administrative Mechanism for Resolution of CPSE's Disputes (AMRCD).
- c) Note No. 7 - The arbitration proceedings initiated by the Company for loss of profits etc. towards the LSTK contractor owing to failure of Gas Turbine Generators installed at Thal unit and that the additional costs of repairs of the same attributable to the LSTK contractor as they are covered under warranties.

Our conclusion is not modified in respect of these matters.

**For M M NISSIM & CO LLP**

Chartered Accountants

(Firm Regn. No. 107122W/W100672)



(N. Kashinath)

Partner

Mem. No.: 036490

UDIN: 21036490AAAACF2521



Place: Mumbai

Date: 5<sup>th</sup> February, 2021





**RASHTRIYA CHEMICALS AND FERTILIZERS LIMITED**  
( A Govt. Of India Undertaking )

Regd. Office : "Priyadarshini" Eastern Express Highway, Slon, Mumbai 400 022  
CIN No. L24110MH1978GOI020185 Website: www.rcfltd.com



**Statement of Unaudited Consolidated Results for the Quarter and Nine Months Ended 31ST DECEMBER 2020**

(₹ in Lakh)

Particulars	Quarter ended			Nine Months ended		Year ended
	31.12.2020	30.09.2020	31.12.2019	31.12.2020	31.12.2019	31.03.2020
	Unaudited			Unaudited		Audited
	1	2	3	4	5	6
<b>1 Income</b>						
a Revenue from Operations	204788	231694	222587	598587	709195	969795
b Other Income	2504	3209	2244	8572	8693	12917
<b>Total Income</b>	<b>207292</b>	<b>234903</b>	<b>224831</b>	<b>607159</b>	<b>717888</b>	<b>982712</b>
<b>2 Expenses</b>						
a. Cost of Materials consumed	79794	74034	93546	215174	285509	377622
b. Purchase of stock-in-trade	1316	10060	(65)	59686	32003	29443
c. Changes in inventories of finished goods and stock in trade	2046	33605	12312	(1296)	42020	60325
d. Employee benefit expense	14891	14194	14324	42592	42509	61726
e. Finance Costs	3875	4888	4085	14391	15754	23782
f. Depreciation and amortisation expense	4345	4293	4743	12897	12730	17104
g. Other expenses						
i. Power and Fuel	56528	50150	67200	150939	206036	275887
ii. Freight and Handling charges	16856	18946	17294	47768	53133	68943
iii. Others	13135	10816	9956	33831	27914	37570
<b>Total expenses</b>	<b>192786</b>	<b>220986</b>	<b>223395</b>	<b>575982</b>	<b>717608</b>	<b>952402</b>
<b>3 Profit / (Loss) before JV'S share of Profit / (Loss), exceptional items and tax (1-2)</b>	<b>14506</b>	<b>13917</b>	<b>1436</b>	<b>31177</b>	<b>280</b>	<b>30310</b>
4 Share of Profit / (Loss) of Associates / JV's	64	4	(21)	70	(112)	(102)
<b>5 Profit / (Loss) before exceptional items and tax (3-4)</b>	<b>14570</b>	<b>13921</b>	<b>1415</b>	<b>31247</b>	<b>168</b>	<b>30208</b>
<b>6 Exceptional items</b>	-	-	-	-	-	10017
<b>7 Profit / (Loss) before tax (5-6)</b>	<b>14570</b>	<b>13921</b>	<b>1415</b>	<b>31247</b>	<b>168</b>	<b>20191</b>
<b>8 Tax Expense</b>						
i. Current Tax	2,830	3839	-	7088	-	7172
ii. Deferred Tax	1869	(306)	(6080)	1980	(6307)	(7716)
iii. Short / (Excess) Provision for Tax for earlier years	-	-	(347)	-	-	22
<b>Total Tax</b>	<b>4699</b>	<b>3533</b>	<b>(6427)</b>	<b>9068</b>	<b>(6307)</b>	<b>(522)</b>
<b>9 Profit / (Loss) after tax (7-8)</b>	<b>9871</b>	<b>10388</b>	<b>7842</b>	<b>22179</b>	<b>6475</b>	<b>20713</b>
<b>10 Other Comprehensive Income (net of tax)</b>						
i. Items that will not be reclassified to profit & loss	(92)	268	680	(581)	(10)	(537)
ii. Items that will be reclassified to profit & loss	-	-	-	-	-	-
<b>11 Total Comprehensive Income for the period (9+10)</b>	<b>9779</b>	<b>10656</b>	<b>8522</b>	<b>21598</b>	<b>6465</b>	<b>20176</b>
<b>12 Paid up equity share capital</b> ( Face Value - ₹ 10/- each. )	55169	55169	55169	55169	55169	55169
<b>13 Other Equity excluding Revaluation Reserves as at balance sheet date</b>						262735
<b>14 Earnings Per Share Basic &amp; Diluted (EPS) (₹ )*</b>	1.79	1.88	1.42	4.02	1.17	3.75

\* Not annualised in case of quarterly and nine months figures

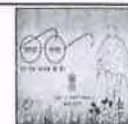






**RASHTRIYA CHEMICALS AND FERTILIZERS LIMITED**  
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Regd. Office : "Priyadarshini" Eastern Express Highway, Slon, Mumbai 400 022  
CIN No. L24110MH1978GOI020185 Website: www.rcfld.com



Unaudited Consolidated Segmentwise Revenue, Results, Assets and Liabilities for the Quarter and Nine Months Ended 31ST DECEMBER 2020

(₹ in Lakh)

Particulars	Quarter ended			Nine Months ended		Year ended
	31.12.2020	30.09.2020	31.12.2019	31.12.2020	31.12.2019	31.03.2020
	Unaudited			Unaudited		Audited
	1	2	3	4	5	6
<b>1 Segment Revenue</b>						
a. Fertilizers	162452	159887	193224	465130	568862	807618
b. Industrial Chemicals	31052	18175	16262	62990	48583	66116
c. Trading	10941	53393	12860	69643	91027	94994
d. Unallocated	343	239	241	824	723	1067
<b>Total</b>	<b>204788</b>	<b>231694</b>	<b>222587</b>	<b>598587</b>	<b>709195</b>	<b>969795</b>
Less: Inter Segment Revenue	-	-	-	-	-	-
<b>Revenue from Operations</b>	<b>204788</b>	<b>231694</b>	<b>222587</b>	<b>598587</b>	<b>709195</b>	<b>969795</b>
<b>2 Segment Results</b>						
a. Fertilizers	9842	9076	5498	25190	7590	43145
b. Industrial Chemicals	6748	3113	(271)	9919	(1039)	(1110)
c. Trading	1479	5668	300	8365	8612	9116
<b>Total</b>	<b>18069</b>	<b>17857</b>	<b>5527</b>	<b>43474</b>	<b>15163</b>	<b>51151</b>
Less:						
i. Finance Costs	3875	4888	4085	14391	15754	23782
ii. Other Net Unallocable Expenditure / (Income)	(376)	(952)	27	(2164)	(759)	7178
<b>Profit/ (Loss) Before Tax</b>	<b>14570</b>	<b>13921</b>	<b>1415</b>	<b>31247</b>	<b>168</b>	<b>20191</b>
<b>3 Segment Assets</b>						
a. Fertilizers	618806	538576	594235	618806	594235	770577
b. Industrial Chemicals	39890	41465	33629	39890	33629	32273
c. Trading	25687	38168	25029	25687	25029	19010
d. Unallocated	158231	364355	88849	158231	88849	207467
<b>Total</b>	<b>842614</b>	<b>982564</b>	<b>741742</b>	<b>842614</b>	<b>741742</b>	<b>1029327</b>
<b>4 Segment Liabilities</b>						
a. Fertilizers	113445	156896	167617	113445	167617	190125
b. Industrial Chemicals	6605	7250	10051	6605	10051	8416
c. Trading	195	8590	8	195	8	8
d. Unallocated	398535	480109	259873	398535	259873	512874
<b>Total</b>	<b>518780</b>	<b>652845</b>	<b>437549</b>	<b>518780</b>	<b>437549</b>	<b>711423</b>

**Notes:**

- The above financial results are drawn in accordance with the accounting policies consistently followed by the Company. The results have been reviewed by the Audit Committee and approved by the Board of Directors at their meeting held on February 5, 2021. These results have been reviewed by the Statutory Auditors as required under Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.
- The results for the quarter and nine months ended 31st December, 2020 are in compliance with IND AS as prescribed under section 133 of the Companies Act 2013 read with Rule 3 of the Companies (Indian Accounting Standards) Rules, 2015 and Companies (Indian Accounting Standards) Amendment Rules, 2016.
- The above consolidated financial results include the results of the following joint ventures based on the management certified accounts:
  - FACT-RCF BUILDING PRODUCTS LIMITED
  - URVARAK VIDESH LIMITED
  - TALCHER FERTILIZERS LIMITED
- The matter relating to the issue of unintended benefits accruing to units using domestic gas for manufacture of nutrient "N" has been referred and is pending before an Inter-Ministerial Committee (IMC) of Government of India (GoI). It is expected that a decision on the matter would be taken soon by the IMC. Initially subsidy amounting to ₹ 19894 lakh was withheld by DOF, which has been released in full upon submission of its claims along with bank guarantee for equivalent amount by the Company.



- 5 Consequent to Gas pooling being made applicable to Fertilizer (Urea) sector w.e.f. 1st June, 2015, it is expected that a differential pricing of gas may be made applicable for non-urea usage. Company has represented to DoF for maintaining supply of domestic gas for P&K fertilizers and chemicals. However, the Company has entered into a contract for procurement of market priced gas for non-urea operations at Trombay unit, effective from 16th May, 2016.

In the meanwhile, Ministry of Petroleum & Natural Gas (MoPNG) vide its order No. L-13013/3/2012-GP-I, dated: 16th December, 2015 has directed GAIL (India) Limited to levy a higher gas price (i.e. the highest rate of RLNG used for production of urea) for gas consumed in non-urea operations. Pursuant to the said order, GAIL has sought a differential levy amounting to ₹ 145792 lakh for the period commencing from 1st July 2006 till 30th June 2019 and has initiated arbitration proceeding towards non-payment of the same and the matter is pending before Administrative Mechanism for Resolution of CPSEs Disputes (AMRCD).

Pending finalisation of price payable as per the said MoPNG Order, Company is recognizing liability based on the difference between domestic gas price and pool / market price of gas for its non-urea operations. The difference is provided considering domestic gas first for urea operations on cumulative basis for the year and the balance if any, for non-urea operations. No provision is required for the quarter and nine months ended 31st December, 2020 and Company has recognised a cumulative liability of ₹ 21179 lakh on this account, since Gas pooling became applicable.

- 6 Subsidy Income for the nine months ended 31st December, 2020 is in accordance with extant policies for Urea including eligible compensation towards increased fixed costs under Modified NPS III. Subsidy Income for the year ended 31st March, 2020 has been arrived at considering eligible compensation towards increased fixed costs under Modified NPS effective from 2nd April, 2014 net of other adjustments towards anticipated recoveries. The impact of the same amounts to ₹ 34292 lakh.

- 7 On 20th and 22nd March, 2019 respectively, both the Gas Turbine Generator (GTG) plants at Thal unit stopped operating. Upon failure the matter, was taken up with the LSTK contractor who had supplied the turbines for repair as the same were covered under warranties. The matter was referred by the LSTK contractor for repairs to the Original Equipment Manufacturer (OEM) who had indicated a total estimated expenditure of about 98 Million SEK (₹ 7451 lakh excluding taxes and duties).

In the best interests of the Company, based on the acceptance of Notice to Proceed as proposed by the LSTK contractor, the equipments had been sent for repair to the foreign Original Equipment Manufacturer (OEM) and have been received back in July 2020. As per the Notice to proceed, the final settlement of the repair costs can either be decided mutually or in the event not agreed upon, the settlement of disputes clause as per contract can be invoked.

As the equipments are covered under warranties, the Company is of the view that no additional costs would devolve on the Company. Further the Company has initiated arbitration proceedings towards the LSTK contractor citing loss of profits owing to higher energy costs, higher maintenance costs etc. In response, counterclaims have been made by the LSTK contractor.

In the meanwhile, the Company has procured a Gas Generator and commissioned a Gas Turbine Generator plant in August 2019 to mitigate future losses.

- 8 Exceptional Items for the year ended 31st March, 2020 consists of net fair value Loss of ₹ 10017 lakh on account of valuation of Development Right Certificate received / receivable from Municipal Corporation of Greater Mumbai / Mumbai Metropolitan Regional Development Authority.

- 9 Provision for Income Tax has been made in accordance with Section 115BAA of the Income Tax act 1961.

- 10 Covid-19 Impact Analysis:

For the nine months ended 31st December, 2020 operations of the Company were marginally scaled down on account of issues arising out of lockdown due to Covid-19 pandemic. However results for the nine months ended 31st December, 2020 have not been materially impacted. Management has assessed the potential impact of Covid-19 based on the current circumstances and expects that there will be no significant impact on the continuity of operations of the Company, on useful life of the assets, on financial position etc. on a long term basis.





11 Other Disclosures of the Company as per SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015:						
Sr. No.	Particulars	Nine Months Ended		Year Ended		
		31.12.2020	31.12.2019	31.03.2020		
I	Credit Rating *					
a	Commercial Papers					
i	ICRA	ICRA A1+	ICRA A1+	ICRA A1+		
ii	CARE	CARE A1+	CARE A1+	CARE A1+		
b	Non Convertible Debentures					
i	ICRA	ICRA AA (-)	ICRA AA	ICRA AA (-)		
ii	India Ratings	IND AA	IND AA	IND AA		
c	Long Term Bank Lines - ICRA	ICRA AA (-)	ICRA AA	ICRA AA (-)		
d	Short Term Bank Lines - CRISIL	CRISIL A1 +	CRISIL A1 +	CRISIL A1 +		
II	Asset Cover available for 6.59% Secured Non-Convertible Debentures (SERIES I-2020)	2.24 times	-	-		
III	Long Term Debt Equity ratio	0.47 : 1	0.15 : 1	0.23 : 1		
IV	Debt Service Coverage Ratio (Times) (not annualised In case of quarterly and nine months figures)	1.70	0.99	1.86		
V	Interest Service Coverage Ratio (Times)	4.06	1.83	2.99		
VI	Debt Redemption Reserve	** Refer Note	-	-		
VII	Net Worth (Equity Share Capital + Other Equity) (₹ Lakh)	323834	304193	317904		
<p>The Company issued 6.59% Secured Non-Convertible Debenture (SERIES I-2020) (ISIN - INE027A07012) face value of ₹ 50000 lakh on 05th August, 2020, redeemable on 05th August 2025 and has created adequate security with respect to the same i.e. a pari-passu first charge on movable assets of the company, namely book debts (i.e. subsidy receivables from the Government of India) and movable plant and machinery including machinery spares of the Company.</p> <p>* The above disclosure is based on latest ratings.</p> <p>** In accordance with Gazette Notification No. GSR 574(E) dated 16th August, 2019 Issued by Ministry of Corporate Affairs Company is not required to create Debt Redemption Reserve in respect of the above referred debentures as they have been issued on private placement basis.</p>						
VIII The details of Interest / Principal payment and due date in respect of Non-convertible debt securities is given below:						
Bond / Debentures		Previous Due Date			Next Due date	
		Interest	Principal	Status	Interest	Principal
6.59% Secured Non-Convertible Debenture (SERIES I-2020)		NA	NA	NA	05.08.2021 (₹ 3295 lakh)	05.08.2025 (₹ 50000 lakh)
IX The details of due date and actual date of Repayment of Principal						
The Company has repaid Commercial Papers on the respective due dates. The details of Commercial Papers repaid during the nine months ended 31st December, 2020 or outstanding as at 31st December, 2020 are as follows:						
ISIN	Amount (₹ lakh)	Due Date of Repayment	Actual Date of Repayment			
INE027A14711	15000	30-04-2020	30-04-2020			
INE027A14729	11000	06-05-2020	06-05-2020			
INE027A14737	35000	12-05-2020	12-05-2020			
INE027A14745	22000	15-05-2020	15-05-2020			
INE027A14752	12000	22-05-2020	22-05-2020			
INE027A14760	13000	29-05-2020	29-05-2020			
INE027A14778	12000	01-06-2020	01-06-2020			
INE027A14794	15000	19-06-2020	19-06-2020			
INE027A14786	10000	20-07-2020	20-07-2020			
INE027A14802	35000	10-08-2020	10-08-2020			
INE027A14810	22000	13-08-2020	13-08-2020			
INE027A14828	14000	20-08-2020	20-08-2020			
INE027A14836	15000	25-08-2020	25-08-2020			
INE027A14836	10000	25-08-2020	25-08-2020			
INE027A14844	15000	27-08-2020	27-08-2020			
INE027A14851	32000	03-09-2020	03-09-2020			
INE027A14869	15000	17-09-2020	17-09-2020			
INE027A14885	35000	09-11-2020	09-11-2020			
INE027A14901	15000	16-12-2020	16-12-2020			
INE027A14919	35000	08-02-2021	Not Applicable			
INE027A14877	17000	15-03-2021	Not Applicable			
INE027A14893	32000	31-05-2021	Not Applicable			
The Commercial Papers of ₹ 84000 lakh were outstanding as on 31st December, 2020						
Formula used for calculation of Ratios:						
a. Debt : equity Ratio = Long Term Borrowings + Current maturities of Long Term Borrowings / Shareholders funds						
b. Debt Service Coverage Ratio = Profit before Finance cost, Depreciation, Exceptional Items and Tax / Finance Cost + Current maturities of Long Term Borrowings						
c. Interest Service Coverage Ratio = Profit before Finance cost, Depreciation, Exceptional Items and Tax / Finance Cost						
12 Board of Directors at their meeting held on February 5, 2021 have declared an interim dividend of ₹ 1.20 per equity share of ₹ 10/- each, i.e. 12 % on paid up equity share capital of the Company for the financial year 2020-21 and fixed February 19, 2021 as the record date.						
13 Key numbers of Standalone Financial Results of the Company are as under:						
		(₹ in Lakh)				
Particulars	Quarter ended			Nine Months ended		Year ended
	31.12.2020	30.09.2020	31.12.2019	31.12.2020	31.12.2019	31.03.2020
Total Income	207292	234903	224831	607159	717888	982712
Profit / (Loss) before tax	14506	13917	1436	31177	280	20293
Profit / (Loss) after tax	9807	10384	7863	22109	6587	20815
Total Comprehensive Income for the period	9715	10652	8543	21528	6577	20276
14 The figures for the corresponding previous periods have been restated / regrouped wherever necessary, to make them comparable.						

Dated : 5th February, 2021,  
Place: Mumbai



For and on behalf of the Board of Directors  
RASHTRIYA CHEMICALS AND FERTILIZERS LIMITED

(S. C. Mudgerikar)  
Chairman & Managing Director  
DIN : 02108827

