



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

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

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

NO.SEC/BD/SE/OE&UFR/2024-25

August 13, 2024

Dy. General Manager  
BSE Limited  
Corporate Relationship Dept.,  
1<sup>st</sup> Floor, New Trading Ring,  
Rotunda Bldg.,  
PJ Towers, Dalal Street, Fort,  
Mumbai - 400 001  
Scrip Code: "500670"

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

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

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Dear Sir/Madam,

The Board of Directors of the Company at its Meeting held today i.e. August 13, 2024, has, inter-alia considered and approved the following:

- 1) Unaudited Standalone and Consolidated Financial Results for the first quarter of F. Y. 2024-25 ended on June 30, 2024, along with Limited Review Report on the said Results by the Statutory Auditors of the Company;
- 2) Re-appointment of Prof. Ranjan Kumar Ghosh (DIN: 08551618) as an Independent Non-Executive Director of the Company for the "Second term", subject to approval of members at ensuing General Meeting;
- 3) Appointment of Shri S. J. Haider, IAS (DIN: 02879522) as Director on Board of Directors of the Company, subject to approval of members at ensuing General Meeting;
- 4) Appointment of M/s. J.J. Gandhi & Co., Practicing Company Secretaries, Vadodara as Secretarial Auditor of the Company for the Financial Year 2024-25; and
- 5) Revised policy for Determining Materiality of Events / Information for Disclosure.

Further in compliance of Regulations 30 & 33 of SEBI (Listing Obligations & Disclosure Requirements) Regulations, 2015 ("Listing Regulations"), as amended, we enclose herewith the Unaudited Standalone and Consolidated Financial Results of the Company for the first quarter of F. Y. 2024-25 ended on June 30, 2024, along with Limited Review Report on the said Results by the Statutory Auditors of the Company.

We also enclosed herewith Press Release on Unaudited Standalone and Consolidated Financial Results for the first quarter of F. Y. 2024-25 ended on June 30, 2024.

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



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Fertilizers & Chemicals Limited**  
CIN : L24110GJ1976PLC002903

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

The Board Meeting commenced at 03:00 PM (IST) and concluded at 6:10 PM (IST).

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

Thanking you.

Yours faithfully,

For Gujarat Narmada Valley Fertilizers & Chemicals Limited

Chetna Dharajiya  
Company Secretary & Chief Manager (Legal)

Encl.: As above



<b>GUJARAT NARMADA VALLEY FERTILIZERS &amp; CHEMICALS LIMITED</b>					
<b>STATEMENT OF UNAUDITED STANDALONE FINANCIAL RESULTS</b>					
<b>FOR THE QUARTER ENDED ON JUNE 30, 2024</b>					
₹ Crores					
Sr No	Particulars	Quarter Ended			Year Ended
		30-06-2024	31-03-2024	30-06-2023	31-03-2024
		(Unaudited)	(Audited) *	(Unaudited)	(Audited)
I	Revenue from operations	2,021	2,110	1,652	7,930
II	Other income	99	108	88	469
III	<b>Total income (I+II)</b>	<b>2,120</b>	<b>2,218</b>	<b>1,740</b>	<b>8,399</b>
IV	<b>Expenses</b>				
	(a) Cost of raw materials consumed	1,157	1,173	836	4,383
	(b) Purchase of stock-in-trade, goods & services	10	10	42	141
	(c) Change in inventories of finished goods, work-in-progress and stock-in-trade	5	48	(2)	(20)
	(d) Power, fuel and other utilities	369	361	341	1,507
	(e) Employee benefits expense (refer note 4)	149	167	134	625
	(f) Finance costs	17	4	1	13
	(g) Depreciation and amortisation	78	78	76	308
	(h) Other expenses	178	206	196	791
	<b>Total expenses (IV)</b>	<b>1,963</b>	<b>2,047</b>	<b>1,624</b>	<b>7,748</b>
V	<b>Profit before tax (III-IV)</b>	<b>157</b>	<b>171</b>	<b>116</b>	<b>651</b>
VI	<b>Tax expense / (credit):</b>				
	a) Current Tax	45	65	31	168
	b) Deferred Tax expense / (credit) **	(3)	(21)	-	(39)
	c) Earlier year tax adjustments -short / (excess)	-	-	-	37
	<b>Total Tax expense / (credit) (VI)</b>	<b>42</b>	<b>44</b>	<b>31</b>	<b>166</b>
VII	<b>Net Profit for the period / year after tax (V-VI)</b>	<b>115</b>	<b>127</b>	<b>85</b>	<b>485</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 (loss) / gain on defined benefit plans (net of tax)	3	(5)	1	(4)
	(ii) Net (loss) / gain on FVTOCI equity investments (net of tax)	7	(6)	64	(15)
	<b>Total Other Comprehensive Income / (Expense)</b>	<b>10</b>	<b>(11)</b>	<b>65</b>	<b>(19)</b>
IX	<b>Total Comprehensive Income for the period / year (VII + VIII)</b>	<b>125</b>	<b>116</b>	<b>150</b>	<b>466</b>
X	Paid up equity share capital (Face Value of ₹ 10/- per Equity Share)	147	147	155	147
XI	Other equity excluding revaluation reserves				8,051
XII	<b>Earnings Per share (Face value of ₹ 10/- each) (not annualised)</b>				
	<b>For continuing operations</b>				
	(a) Basic (₹)	7.82	8.64	5.48	31.70
	(b) Diluted (₹)	7.82	8.64	5.48	31.70

\* Refer note 6

\*\* Amount for the quarter ended June 30, 2023 represents value less than ₹ 0.50 Crore.

See accompanying notes to the financial results





<b>GUJARAT NARMADA VALLEY FERTILIZERS &amp; CHEMICALS LIMITED</b>					
<b>STATEMENT OF UNAUDITED CONSOLIDATED FINANCIAL RESULTS</b>					
<b>FOR THE QUARTER ENDED ON JUNE 30, 2024</b>					
₹ Crores					
Sr No	Particulars	Quarter Ended			Year Ended
		30-06-2024	31-03-2024	30-06-2023	31-03-2024
		(Unaudited)	(Audited) *	(Unaudited)	(Audited)
I	Revenue from operations	2,021	2,110	1,652	7,930
II	Other income	99	108	88	469
III	<b>Total income (I+II)</b>	<b>2,120</b>	<b>2,218</b>	<b>1,740</b>	<b>8,399</b>
IV	<b>Expenses</b>				
	(a) Cost of raw materials consumed	1,157	1,173	836	4,383
	(b) Purchase of stock-in-trade, goods & services	10	10	42	141
	(c) Change in inventories of finished goods, work-in-progress and stock-in-trade	5	48	(2)	(20)
	(d) Power, fuel and other utilities	369	361	341	1,507
	(e) Employee benefits expense (refer note 4)	149	167	134	625
	(f) Finance costs	17	4	1	13
	(g) Depreciation and amortisation	78	78	76	308
	(h) Other expenses	178	206	196	791
	<b>Total expenses (IV)</b>	<b>1,963</b>	<b>2,047</b>	<b>1,624</b>	<b>7,748</b>
V	<b>Profit before tax (III-IV)</b>	<b>157</b>	<b>171</b>	<b>116</b>	<b>651</b>
VI	<b>Tax expense / (credit):</b>				
	a) Current Tax	45	65	31	168
	b) Deferred Tax expense / (credit) **	(3)	(21)	-	(39)
	c) Earlier year tax adjustments -short / (excess)	-	-	-	37
	<b>Total Tax expense / (credit) (VI)</b>	<b>42</b>	<b>44</b>	<b>31</b>	<b>166</b>
VII	<b>Net Profit for the period / year after tax (V-VI)</b>	<b>115</b>	<b>127</b>	<b>85</b>	<b>485</b>
VIII	<b>Share of profit of associates</b>	<b>3</b>	<b>3</b>	<b>3</b>	<b>12</b>
IX	<b>Net Profit for the period / year (VII+VIII)</b>	<b>118</b>	<b>130</b>	<b>88</b>	<b>497</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 (loss) / gain on defined benefit plans (net of tax)	3	(5)	1	(4)
	(ii) Net (loss) / gain on FVTOCI equity investments (net of tax)	7	(6)	64	(15)
	<b>Total Other Comprehensive Income / (Expense)</b>	<b>10</b>	<b>(11)</b>	<b>65</b>	<b>(19)</b>
XI	<b>Total Comprehensive Income for the period / year</b>	<b>128</b>	<b>119</b>	<b>153</b>	<b>478</b>
XII	Paid up equity share capital (Face Value of ₹ 10/- per Equity Share)	147	147	155	147
XIII	Other equity excluding revaluation reserves				8,162
XIV	<b>Earnings Per share (Face value of ₹ 10/- each)</b> <b>(not annualised)</b>				
	<b>For continuing operations</b>				
	(a) Basic (₹)	8.03	8.84	5.68	32.48
	(b) Diluted (₹)	8.03	8.84	5.68	32.48

\* Refer note 6

\*\* Amount for the quarter ended June 30, 2023 represents value less than ₹ 0.50 Crore.

See accompanying notes to the financial results





<b>GUJARAT NARMADA VALLEY FERTILIZERS &amp; CHEMICALS LIMITED</b>					
<b>SEGMENT-WISE STANDALONE REVENUE, RESULTS, ASSETS AND LIABILITIES</b>					
<b>FOR THE QUARTER ENDED ON JUNE 30, 2024</b>					
₹ Crores					
Sr No	Particulars	Quarter Ended			Year Ended
		30-06-2024	31-03-2024	30-06-2023	31-03-2024
		(Unaudited)	(Audited) *	(Unaudited)	(Audited)
<b>I</b>	<b>Segment Revenue :</b>				
	A. Fertilizers	701	790	520	3,054
	B. Chemicals	1,304	1,287	1,092	4,726
	C. Others	16	33	40	150
	<b>Total</b>	<b>2,021</b>	<b>2,110</b>	<b>1,652</b>	<b>7,930</b>
	Less: Inter Segment Revenue	-	-	-	-
	<b>Sales / Income from Operations</b>	<b>2,021</b>	<b>2,110</b>	<b>1,652</b>	<b>7,930</b>
<b>II</b>	<b>Segment Results :</b>				
	<b>{ Profit / (Loss) before Tax &amp; Finance Cost from each segment }</b>				
	A. Fertilizers	(30)	(26)	(32)	(104)
	B. Chemicals	136	118	80	402
	C. Others	3	16	16	45
	<b>Total</b>	<b>109</b>	<b>108</b>	<b>64</b>	<b>343</b>
	Less : (i) Finance Costs	17	4	1	13
	(ii) Other Unallocable expenditure	13	22	14	65
	(iii) Unallocable Income	(78)	(89)	(67)	(386)
	<b>Total Profit Before Tax</b>	<b>157</b>	<b>171</b>	<b>116</b>	<b>651</b>
<b>III</b>	<b>Segment Assets &amp; Segment Liabilities:</b>				
	<b>Segment Assets:</b>				
	A. Fertilizers	1,996	1,897	1,947	1,897
	B. Chemicals	2,550	2,626	2,609	2,626
	C. Others	250	203	215	203
	D. Unallocated assets	5,947	5,835	6,844	5,835
	<b>Total Assets</b>	<b>10,743</b>	<b>10,561</b>	<b>11,615</b>	<b>10,561</b>
	<b>Segment Liabilities:</b>				
	A. Fertilizers	1,279	1,289	1,319	1,289
	B. Chemicals	494	510	505	510
	C. Others	199	169	175	169
	D. Unallocated Liabilities	448	395	459	395
	<b>Total Liabilities</b>	<b>2,420</b>	<b>2,363</b>	<b>2,458</b>	<b>2,363</b>
* Refer note 6					
See accompanying notes to the financial results					





<b>GUJARAT NARMADA VALLEY FERTILIZERS &amp; CHEMICALS LIMITED</b>					
<b>SEGMENT-WISE CONSOLIDATED REVENUE, RESULTS, ASSETS AND LIABILITIES</b>					
<b>FOR THE QUARTER ENDED ON JUNE 30, 2024</b>					
				₹ Crores	
Sr No	Particulars	Quarter Ended			Year Ended
		30-06-2024	31-03-2024	30-06-2023	31-03-2024
		(Unaudited)	(Audited) *	(Unaudited)	(Audited)
<b>I</b>	<b>Segment Revenue :</b>				
	A. Fertilizers	701	790	520	3,054
	B. Chemicals	1,304	1,287	1,092	4,726
	C. Others	16	33	40	150
	<b>Total</b>	<b>2,021</b>	<b>2,110</b>	<b>1,652</b>	<b>7,930</b>
	Less: Inter Segment Revenue	-	-	-	-
	<b>Sales / Income from Operations</b>	<b>2,021</b>	<b>2,110</b>	<b>1,652</b>	<b>7,930</b>
<b>II</b>	<b>Segment Results :</b>				
	<b>{ Profit / (Loss) before Tax &amp; Finance Cost from each segment }</b>				
	A. Fertilizers	(30)	(26)	(32)	(104)
	B. Chemicals	136	118	80	402
	C. Others	3	16	16	45
	<b>Total</b>	<b>109</b>	<b>108</b>	<b>64</b>	<b>343</b>
	Less : (i) Finance Cost	17	4	1	13
	(ii) Other Unallocable Expenditure	13	22	14	65
	(iii) Unallocable Income	(78)	(89)	(67)	(386)
	<b>Total Profit Before Tax</b>	<b>157</b>	<b>171</b>	<b>116</b>	<b>651</b>
<b>III</b>	<b>Segment Assets &amp; Segment Liabilities:</b>				
	<b>Segment Assets:</b>				
	A. Fertilizers	1,996	1,897	1,947	1,897
	B. Chemicals	2,550	2,626	2,609	2,626
	C. Others	250	203	215	203
	D. Unallocated assets	6,061	5,946	6,946	5,946
	<b>Total Assets</b>	<b>10,857</b>	<b>10,672</b>	<b>11,717</b>	<b>10,672</b>
	<b>Segment Liabilities:</b>				
	A. Fertilizers	1,279	1,289	1,319	1,289
	B. Chemicals	494	510	505	510
	C. Others	199	169	175	169
	D. Unallocated Liabilities	448	395	459	395
	<b>Total Liabilities</b>	<b>2,420</b>	<b>2,363</b>	<b>2,458</b>	<b>2,363</b>
* Refer note 6					
See accompanying notes to the financial results					





**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 from time to time.
- 2 The above standalone and consolidated financial results have been reviewed by the Audit Committee at its meeting held on August 12, 2024 and approved by the Board of Directors at its meeting held on August 13, 2024. The statutory auditors of the Company have carried out a 'limited review' of these results.
- 3 During the quarter ended September 30, 2022, the Company has received updated Demand Notice of ₹ 21,370 Crores from the Department of Telecommunications (DoT), Ministry of Communications, Government of India, Gujarat Telecom Circle, Ahmedabad, vide its letters dated July 15, 2022 towards the license fee (including interest and penalty computed till November 30, 2021) 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 2019-20. Earlier, the Company had also received an initial Demand Notice from DOT dated March 05, 2020 and December 23, 2019 for amounting to ₹ 16,359 Crores and ₹15,020 Crores, respectively (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.  
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.  
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 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 these financial results. As at reporting date, the Company has not received any further update from DoT regarding these demand notices.
- 4 Employee benefits expense for previous quarter and year ended March 31, 2024 includes ₹ 20.55 Crores (net) (including ₹ 21.48 Crores relating to earlier years and reversal of ₹ 0.93 Crores related to year ended March 31, 2024) being impact of change in the employee loan valuation modelling and data correction in the current financial year.





- 5 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.
- 6 Figures of the preceding quarter ended March 31, 2024 were the balancing figures between audited figures in respect of the full financial year ended March 31, 2024 and the unaudited published year to date figures upto December 31, 2023 being the date of the end of the third quarter of the financial year which were subjected to limited review.
- 7 Manufacturing facilities of the Company had undergone planned annual shutdown for the period of 31 days (i.e. from 24.03.2023 to 23.04.2023). Hence, figures of the corresponding quarter ended June 30, 2023 are not comparable with other reported quarterly figures to that extent.
- 8 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".
- 9 Figures in the results are rounded off to the nearest ₹ Crore, except Earnings Per Share.
- 10 Previous period / year figures have been re-grouped / re-classified / re-casted wherever necessary to conform with current period presentation.

For and on behalf of the Board of Directors



Digitally signed  
by PANKAJ  
HARISHCHANDRA  
JOSHI  
Date: 2024.08.13  
17:17:34 +05'30'

Place : Gandhinagar  
Date : August 13, 2024

Pankaj Joshi, IAS  
Managing Director



Suresh Surana & Associates LLP

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

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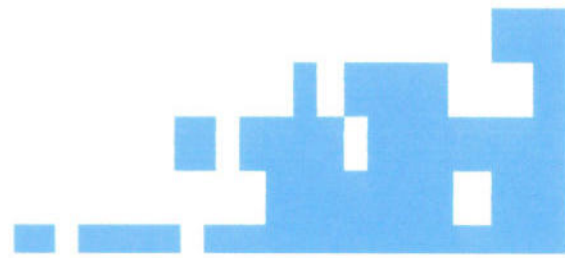
**Independent Auditors' Review Report on the Quarterly Unaudited Consolidated Financial Results of Gujarat Narmada Valley Fertilizer & Chemicals Limited, pursuant to Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended**

**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 30 June 2024 ("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 -Holding Company
  - ii. Gujarat Green Revolution Company Limited, an Associate Company



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 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 3 to the consolidated financial results regarding the matter relating to demand of ₹ 21,370 Crores (including interest and penalty computed till November 30, 2021) 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 assessment of the said demand in consultation with Senior Advocate, the Company's management is of the view that no provision is required to be made at this stage in respect of the above matter.

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

7. The accompanying unaudited consolidated financial results includes the Group's share of net profit after tax of Rs. 3 Crores, and total comprehensive income of Rs. 3 Crores for the quarter ended 30 June 2024, 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 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.

For Suresh Surana & Associates LLP  
Chartered Accountants  
Firm Registration No.: 121750W /W100010

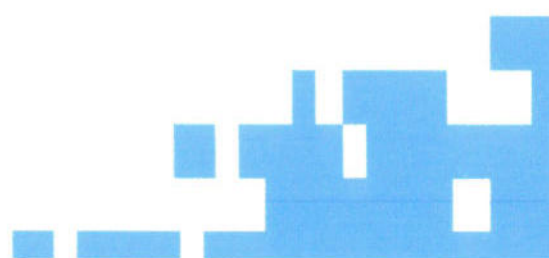
Ramesh Gupta  
Partner

Membership No. 102306

UDIN: 241023068KCG C26818

Place: Mumbai

Dated: 13 August 2024



Suresh Surana & Associates LLP

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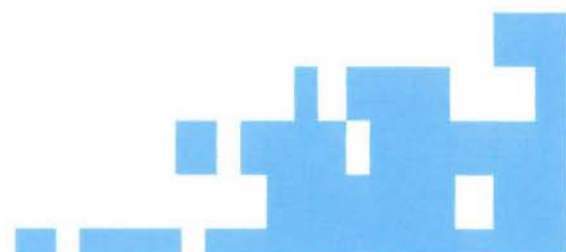
**Independent Auditors' Review Report on the Quarterly Unaudited Consolidated Financial Results of Gujarat Narmada Valley Fertilizer & Chemicals Limited, pursuant to Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended**

**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 30 June 2024 ("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 -Holding Company
  - ii. Gujarat Green Revolution Company Limited, an Associate Company



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 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 3 to the consolidated financial results regarding the matter relating to demand of ₹ 21,370 Crores (including interest and penalty computed till November 30, 2021) 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 assessment of the said demand in consultation with Senior Advocate, the Company's management is of the view that no provision is required to be made at this stage in respect of the above matter.

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

7. The accompanying unaudited consolidated financial results includes the Group's share of net profit after tax of Rs. 3 Crores, and total comprehensive income of Rs. 3 Crores for the quarter ended 30 June 2024, 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 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.

For Suresh Surana & Associates LLP  
Chartered Accountants  
Firm Registration No.: 121750W /W100010

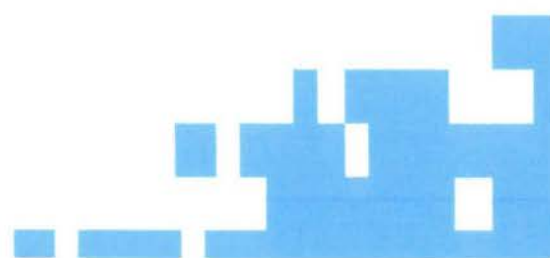
Ramesh Gupta  
Partner

Membership No. 102306

UDIN: 24102306BKCG CZ 6818

Place: Mumbai

Dated: 13 August 2024



## Results for the Quarter ended 30<sup>th</sup> June, 2024

Gandhinagar, 13<sup>th</sup> August, 2024: A meeting of the Board of Directors was held today to consider and approve the Unaudited Financial Results for Q-1 FY 2024-25.

	₹ Crores			
	FY 24-25	FY 23-24		FY 23-24
	Q-1	Q-4	Q-1	
<b>Operating Revenue</b>	2,021	2,110	1,652	7,930
<b>Total Revenue</b>	2,120	2,218	1,740	8,399
<b>Operating EBITDA @</b>	153	145	105	503
<b>EBITDA % *</b>	8%	7%	6%	6%
<b>PBT</b>	157	171	116	651
<b>PAT</b>	115	127	85	485

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

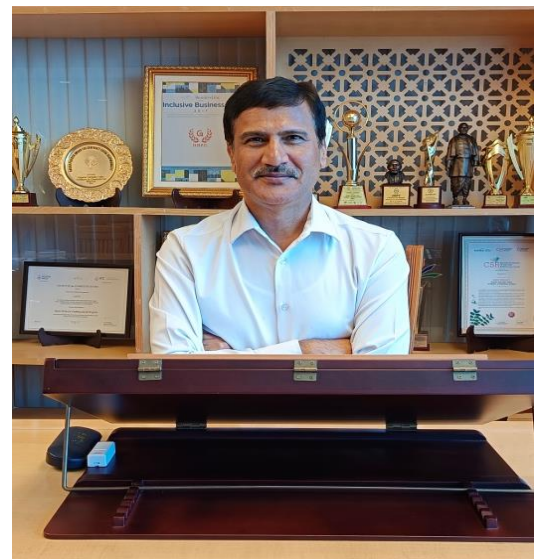
\* % of operating revenue

### Explaining the results, Mr. Pankaj Joshi, IAS, Managing Director, GNFC mentioned:

During the Q-1 FY 24-25, industrial chemicals witnessed better margins in general which helped improve the EBITDA.

While the EBITDA is favourable, on Q-o-Q basis, the annual turn around at Dahej complex has limited the available volume having consequential impact on PBT.

Production at Dahej complex is expected to start in Aug-24 which will normalise the supply in domestic market. Of late the domestic share of TDI out of the total production has increased making relatively improved realisation as compared to exports.



## Segment Performance:

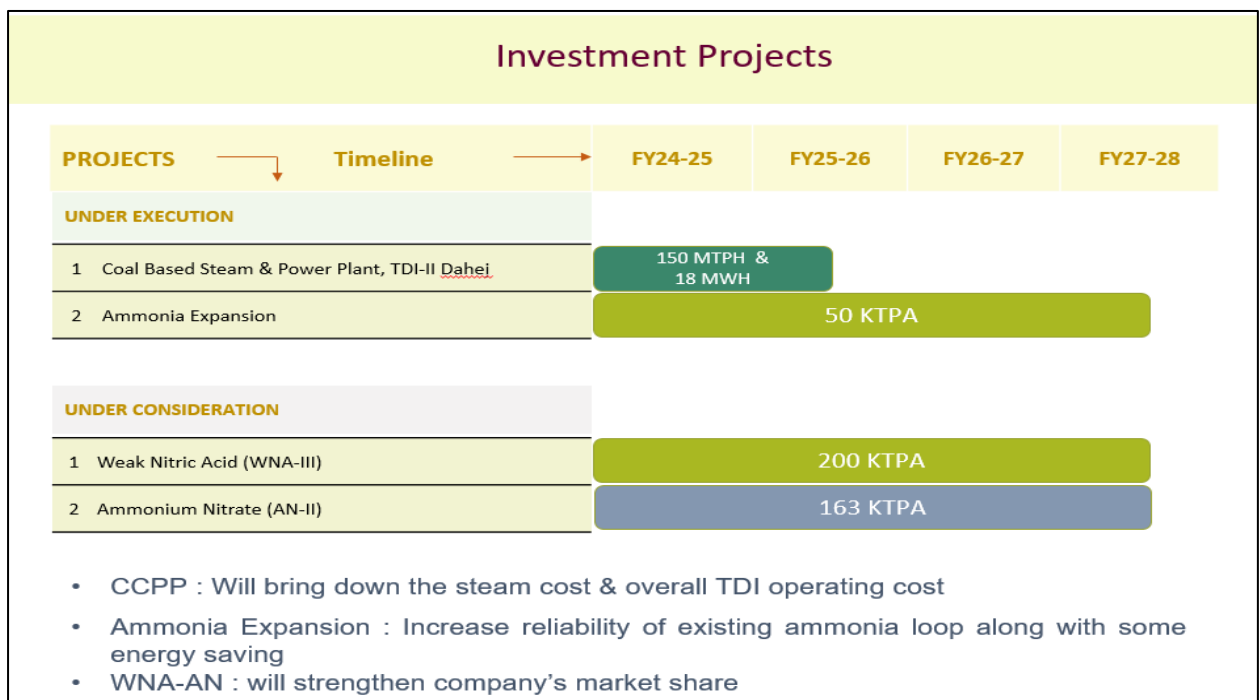
	₹ Crores			
	FY 24-25		FY 23-24	
	Q-1	Q-4	Q-1	FY 23-2
Fertilizers	701	790	520	3,054
Chemicals	1,304	1,287	1,092	4,726
Others	16	33	40	150
<b>Segment Revenue</b>	<b>2,021</b>	<b>2,110</b>	<b>1,652</b>	<b>7,930</b>
Fertilizers	(30)	(26)	(32)	(104)
Chemicals	136	118	80	402
Others	3	16	16	45
<b>Segment Results</b>	<b>109</b>	<b>108</b>	<b>64</b>	<b>343</b>
Un-allocable	48	63	52	308
<b>PBT</b>	<b>157</b>	<b>171</b>	<b>116</b>	<b>651</b>

- ✚ Fertilizer segment is contribution positive however due to fixed cost under recoveries, the segment is impacted.
- ✚ In Chemical Segment, better realisations has improved the segment performance.

## Capex Plan:

I am happy to inform that Board in its meeting held on 13<sup>th</sup> August 2024 has cleared investment proposal for establishing 600 MTPD i.e. 2,00,000 MTPA of weak nitric acid. With this investment, GNFC will enhance capacity of weak nitric acid by ~57%.

Apart from this, decks are cleared for investment in Ammonium Nitrate as downstream.



The Board has also approved the appointment of Strategic Management Consultant (SMC) i.e Kerney for setting strategic direction for the company. With the appointment of the SMC, measures for short, medium and long term will be laid out before Board for the future growth of company over next six months.

### **Union Budget:**

The impact of capital gain on company's long held investment, both, quoted and unquoted is recorded as part of Other Comprehensive Income (OCI). Accordingly, an additional capital gains tax of ~₹8 crores is part of OCI.

### **Outlook:**

With annual shutdown getting over at Dahej complex in August-24 coupled with stable Bharuch operations, the company is expects to have better performance in over next few quarters of FY 24-25.

### **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 at Bharuch, Gujarat in 1976.

GNFC started its manufacturing and marketing operations up in 1982 with one of the world's largest single-stream ammonia-urea fertilizer complex and gradually expanded in chemicals.

Today, chemicals form significant segment of revenue and key contributor of segment results.

**Disclaimer:** Except for the historical information contained herein, statements herein and the subsequent discussions may constitute "forward-looking statements". These forward-looking statements involve a number of risks, uncertainties 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.