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**LIMITED REVIEW REPORT**

The Managing Director,  
Mangalore Chemicals and Fertilizers Ltd,  
Bangalore

We have reviewed the accompanying statement of unaudited financial results of **MANGALORE CHEMICALS AND FERTILIZERS LIMITED** ("the Company"), **BANGALORE** for the third quarter ended 31<sup>st</sup> December, 2013, except for the disclosures regarding 'Public shareholding' and 'Promoter and Promoter Group Shareholding' which have been traced from disclosures made by the Management and have not been audited by us. This statement is the responsibility of the Company's Management and has been approved by the Board of Directors. Our responsibility is to issue a report on these financial statements based on our Limited Review.

We conducted our review in accordance with the Revised 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 is limited primarily to inquiries of 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.**

Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying Statement of unaudited financial results prepared in accordance with applicable accounting standards and other recognized accounting practices and policies has not disclosed the information required to be disclosed in terms of Clause 41 of the Listing Agreement including the manner in which it is to be disclosed, or that it contains any material misstatement.

For **K P Rao and Co**  
Chartered Accountants  
FRN: 003 135 S

  
**Desmond J Rebello**  
Membership  
No:015140  
(Partner)



Place: Bangalore  
Date: 11. 2. 2014

Branches

Mysore : #434, 9th Cross, 2nd Main, T.K.Layout, Mysore - 570 009. Phone : 0821 - 3257475  
Chennai : Flat A - House, Arun Apartments, Old No. 8, Rukmini Street, Kalakshetra Colony, Besant Nagar, Chennai - 600 090.

PART I						
STATEMENT OF STANDALONE UNAUDITED RESULTS FOR THE QUARTER AND NINE MONTHS ENDED 31.12.2013						
Particulars	3 months ended	Preceding 3 months ended	Corresponding 3 months ended in the previous year	Current Year 9 months ended	Corresponding 9 months ended in the previous year	Previous Year ended
(Refer Notes Below )	31.12.2013	30.09.2013	31.12.2012	31.12.2013	31.12.2012	31.03.2013
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
<b>1 Income from operations</b>						
Net sales/income from operations (Net of excise duty)	840,50.68	1221,07.16	692,96.85	2668,69.48	2129,78.44	2779,58.92
<b>2 Expenses :</b>						
a. Cost of materials consumed	364,80.40	423,39.50	395,96.58	1095,31.99	1114,93.88	1417,57.58
b. Purchases of stock-in-trade	40,46.67	421,09.91	30,04.82	709,48.57	340,63.17	425,97.65
c. Change in inventories of finished goods, work-in-progress and stock-in-trade	152,64.29	45,11.39	20,49.14	45,70.18	(50,87.04)	(18,11.06)
d. Employee benefits expense	17,22.60	18,00.28	16,52.54	52,80.91	49,21.66	65,00.93
e. Depreciation and amortisation expense	7,14.45	7,29.21	7,70.46	21,71.97	21,50.83	29,01.06
f. Other expenses						
i) Power and fuel	132,71.88	128,41.63	113,95.76	346,81.25	335,28.67	435,09.93
ii) Other expenses	57,24.78	136,92.80	79,10.60	286,06.91	219,68.64	279,26.42
<b>Total expenses</b>	<b>772,25.07</b>	<b>1180,24.72</b>	<b>663,79.90</b>	<b>2557,91.78</b>	<b>2030,39.81</b>	<b>2633,82.51</b>
<b>3 Profit / (Loss) from operations before other income and finance costs (1-2)</b>	<b>68,25.61</b>	<b>40,82.44</b>	<b>29,16.95</b>	<b>110,77.70</b>	<b>99,38.63</b>	<b>145,76.41</b>
<b>4 Other income</b>	<b>2,06.80</b>	<b>1,30.62</b>	<b>1,06.29</b>	<b>4,13.37</b>	<b>5,32.32</b>	<b>10,44.60</b>
<b>5 Profit / (Loss) from ordinary activities before finance costs (3+4)</b>	<b>70,32.41</b>	<b>42,13.06</b>	<b>30,23.24</b>	<b>114,91.07</b>	<b>104,70.95</b>	<b>156,21.01</b>
<b>6 Finance costs</b>	<b>28,05.57</b>	<b>28,22.60</b>	<b>28,59.10</b>	<b>77,18.78</b>	<b>53,83.93</b>	<b>86,96.89</b>
<b>7 Profit / (Loss) before tax (5-6)</b>	<b>42,26.84</b>	<b>13,90.46</b>	<b>1,64.14</b>	<b>37,72.29</b>	<b>50,87.02</b>	<b>69,24.12</b>
<b>8 Tax expense</b>	<b>14,30.97</b>	<b>4,47.08</b>	<b>(4,15.91)</b>	<b>12,37.49</b>	<b>1,14.16</b>	<b>2,67.06</b>
<b>9 Net Profit / (Loss) for the period (7-8)</b>	<b>27,95.87</b>	<b>9,43.38</b>	<b>5,80.05</b>	<b>25,34.80</b>	<b>49,72.86</b>	<b>66,57.06</b>
<b>10 Paid-up equity share capital (Face Value : ₹ 10 Per Share )</b>	<b>118,54.86</b>	<b>118,54.86</b>	<b>118,54.86</b>	<b>118,54.86</b>	<b>118,54.86</b>	<b>118,54.86</b>
<b>11 Reserve excluding Revaluation Reserves as per balance sheet of previous accounting year</b>						<b>382,93.72</b>
<b>12 Earnings per share (of ₹ 10/- each) (not annualised):</b>						
Basic and Diluted	<b>2.36</b>	<b>0.80</b>	<b>0.49</b>	<b>2.14</b>	<b>4.20</b>	<b>5.62</b>

Notes :

- The above results were taken on record by the Board of Directors at its meeting on 11.2.2014.
- The concession for Urea has been estimated and accounted as per the pricing policy parameters applicable to Stage-III of the New Pricing Scheme, which has been extended from 1.4.2010 on provisional basis until further orders.
- Phosphatics & Complex Fertilizers subsidy has been accounted based on rates announced by GOI under Nutrient Based Subsidy policy.
- Previous period figures have been regrouped, wherever necessary.  
The Auditors have carried out a limited review.

PART II							
SELECT INFORMATION FOR THE QUARTER ENDED 31.12.2013							
	Particulars	3 months ended	Preceding 3 months ended	Corresponding 3 months ended in the previous year	Current Year 9 months ended	Corresponding 9 months ended in the previous year	Previous Year ended
		31.12.2013	30.09.2013	31.12.2012	31.12.2013	31.12.2012	31.03.2013
<b>A</b>	<b>PARTICULARS OF SHAREHOLDING</b>						
<b>1</b>	<b>Public shareholding</b>						
	- Number of shares	92,466,104	92,466,104	82,438,375	92,466,104	82,438,375	9,24,38,375
	- Percentage of shareholding	78.02	78.02	69.56	78.02	69.56	78.00
<b>2</b>	<b>Promoters and Promoter Group Shareholding</b>						
	<b>a) Pledged / Encumbered</b>						
	- Number of shares	13,753,881	13,753,881	24,961,610	13,753,881	24,961,610	14,961,610
	- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	52.80	52.80	69.19	52.80	69.19	57.38
	- Percentage of shares (as a % of the total share capital of the company)	11.61	11.61	21.06	11.61	21.06	12.62
	<b>b) Non-encumbered</b>						
	- Number of shares	12,295,165	12,295,165	11,115,165	12,295,165	11,115,165	11,115,165
	- Percentage of shares (as a % of the total shareholding of Promoter and Promoter group)	47.20	47.20	30.81	47.20	30.81	42.62
	- Percentage of shares (as a % of the total share capital of the company)	10.37	10.37	9.38	10.37	9.38	9.38

	Particulars	For the quarter ended 31.12.2013
<b>B</b>	<b>INVESTOR COMPLAINTS</b>	
	Pending at the beginning of the quarter	Nil
	Received during the quarter	11
	Disposed off during the quarter	11
	Remaining unresolved at the end of the quarter	Nil

Place : Bangalore  
Date : 11.02.2014

On behalf of the Board of Directors



**DEEPAK ANAND**  
MANAGING DIRECTOR