

राष्ट्रीय केमिकल्स एण्ड
फर्टिलाइजर्स लिमिटेड

(भारत सरकार का उपक्रम)
साथ बढ़ें समृद्धि की ओर

Priyadarshini,

Eastern Express Highway,
Sion, Mumbai - 400 022.



**RASHTRIYA CHEMICALS AND
FERTILIZERS LTD.**

(A Government of India Undertaking)
Let us grow together

प्रियदर्शिनी, ईस्टर्न एक्सप्रेस हाईवे,
सायन, मुंबई - 400 022.

जय भगवान शर्मा
कंपनी सचिव

JAI BHAGWAN SHARMA
COMPANY SECRETARY

दूरध्वनी/Tel (Off.) : 2404 5024 • फैक्स/Fax : 2404 5022 • ई-मेल/E-mail : jbsharma@rcfltd.com • वेबसाईट/Web. : www.rcfltd.com
CIN : L24110MH1978GOI020185

RCF/CS/Stock Exchanges /2018

28th May, 2018

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	Script Code: RCF EQ

Sirs/Madam,

Sub: **Submission of Audited Financial Results(Standalone and Consolidated) for the 4th quarter and year ended 31st March, 2018**

This is to inform that at the meeting held on 28th May, 2018, the Board of Directors of the Company have approved the Audited Financial Results (Standalone and Consolidated) of the Company for the 4th quarter and financial year ended 31st March, 2018.

Accordingly, pursuant to Regulations 30 and 33 of SEBI(Listing Obligations and Disclosure Requirements) Regulations, 2015, we enclose the following:

- Audited Financial Results (Standalone and Consolidated) of the Company for the 4th quarter and financial year ended 31st March, 2018;
- Auditor's Report (Standalone and Consolidated) submitted by the Statutory Auditors of the Company; and
- Declaration in terms of Regulation 33(3)(d) of SEBI(LODR), 2015.

The Board of Directors have also recommended a dividend of Rs.0.60 per equity share of Rs.10/- each (i.e. 6%) for the financial year ended 31st March, 2018, subject to the approval of the shareholders at the ensuing Annual General Meeting.

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.



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

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



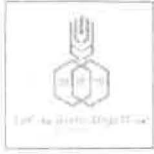
Statement of Audited Standalone and Consolidated Results for the Quarter and Year Ended 31ST MARCH 2018

(₹ in Lakhs)

Particulars	Standalone					Consolidated	
	Quarter ended		31.03.2017 Audited	Year ended		Year ended	
	31.03.2018 Audited	31.12.2017 Unaudited		31.03.2018 Audited	31.03.2017 Audited	31.03.2018 Audited	31.03.2017 Audited
	1	2	3	4	5	6	7
1 Income							
a Revenue from Operations	197093	198506	221661	731863	722416	731863	722416
b Other Income	1579	2151	2024	6124	6699	6124	6699
Total Income	198672	200657	223685	737987	729115	737987	729115
2 Expenses							
a Cost of Materials consumed	82782	7923	74950	299589	282550	299589	282550
b Purchase of stock-in-trade	142	441	442	21366	22566	21366	22566
c Changes in inventories of finished goods and stock in trade	8289	8383	34239	1464	14693	1464	14693
d Employee benefit expense	14949	14189	14619	57375	50364	57375	50364
e Finance Costs	2608	912	1703	6259	9398	5259	9398
f Depreciation and amortisation expense	3435	3296	3587	13704	14110	13704	14110
g Other expenses							
i. Power and Fuel	62101	59611	53386	224188	188782	224188	188782
ii. Freight and Handling charges	17213	20516	20543	68958	70186	68658	70186
iii. Others	9137	6303	12514	32350	51591	32350	51591
Total expenses	200656	191574	215983	725153	704242	725153	704242
3 Profit / (Loss) before JV'S share of Profit / (Loss), exceptional items and tax (1-2)	(1984)	9083	7702	12834	24873	12834	24873
4 Share of Profit / (Loss) of Associates / JV'S							
5 Profit / (Loss) before exceptional items and tax (3-4)	(1984)	9083	7702	12834	24873	12836	24872
6 Exceptional items	(5314)	5326		12		17	
7 Profit / (Loss) before tax (5-6)	3330	3757	7702	12872	24873	12824	24872
8 Tax expense							
i. Current tax	4306	64	3188	7275	9067	7275	9057
ii. Deferred Tax liability (As-set)	(3928)	1977	(908)	(406)	194	(406)	194
iii. Less: Excess Provision of Tax Written Back	2	76	1	1927	2314	1927	2314
Total tax	376	1965	2279	4942	6947	4942	6947
9 Profit / (Loss) after tax (7-8)	2954	1792	5423	7880	17926	7882	17925
10 Other Comprehensive Income							
i. Items that will not be reclassified to profit & loss	874	(1023)	37	(109)	197	(109)	197
ii. Items that will be reclassified to profit & loss							
11 Total Comprehensive Income for the period (9+10)	3828	769	5460	7771	18123	7773	18122
12 Paid up equity share capital (Face Value - ₹ 10/- each)	55169	55169	55169	55169	55169	55169	55169
13 Reserves excluding Revaluation Reserves as at balance sheet date				737800	237333	237804	737335
14 Earnings Per Share Basic & Diluted (EPS) (₹) * Not annualised	0.54	0.32	0.98	1.43	3.25	1.43	3.25



3. d.
28.5.2018



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

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



Audited Segmentwise Revenue, Results, Assets and Liabilities for the Quarter and Year Ended 31ST MARCH 2018

Particulars	Standalone					Consolidated	
	Quarter ended		31.03.2017 Audited	Year ended		Year ended	
	31.03.2018 Audited	31.12.2017 Unaudited		31.03.2018 Audited	31.03.2017 Audited	31.03.2018 Audited	31.03.2017 Audited
	1	2	3	4	5	6	7
1 Segment Revenue							
a. Fertilizers	172507	162097	193056	624379	603834	624379	603834
b. Industrial Chemicals	23185	21784	19559	78455	84250	78455	84250
c. Trading	907	13875	8509	27303	32535	27303	32535
d. Unallocated	494	750	537	1726	1797	1726	1797
Total	197093	198506	221661	731863	722416	731863	722416
Less: Inter Segment Revenue	-	-	-	-	-	-	-
Revenue from Operations	197093	198506	221661	731863	722416	731863	722416
2 Segment Results							
a. Fertilizers	649	6921	8785	14390	25789	14390	25789
b. Industrial Chemicals	985	775	912	2695	8042	2695	8042
c. Trading	(296)	1940	(735)	3296	1058	3296	1058
Total	1338	9636	8962	20381	34889	20381	34889
Less: Net Interest Expenditure / (Income)	2343	792	1412	5381	8851	5381	8851
Interest Expense	2608	912	1703	6259	9398	6259	9398
(Interest Income)	(265)	(120)	(291)	(878)	(547)	(878)	(547)
Other Net Unallocable Expenditure / (Income)	(4335)	5087	(152)	2178	1165	2176	1166
Profit/ (Loss) Before Tax	3330	3757	7702	12822	24873	12824	24872
3 Segment Assets							
a. Fertilizers	570161	541383	584128	570161	584128	570161	584128
b. Industrial Chemicals	24941	29315	23348	24941	23348	24941	23348
c. Trading	11853	25909	14395	11853	14395	11853	14395
d. Unallocated	35099	42622	31707	35099	31707	35103	31709
Total	642054	639229	653578	642054	653578	642058	653580
4 Segment Liabilities							
a. Fertilizers	181128	180206	147309	181128	147309	181128	147309
b. Industrial Chemicals	5058	4336	5277	5058	5277	5058	5277
c. Trading	25	11708	928	25	928	25	928
d. Unallocated	162874	153838	207562	162874	207562	162874	207562
Total	349085	350088	361076	349085	361076	349085	361076
5 Capital Employed							
a. Fertilizers	389034	361176	436819	389034	436819	389034	436819
b. Industrial Chemicals	19883	24980	18071	19883	18071	19883	18071
c. Trading	11827	14201	13467	11827	13467	11827	13467
d. Unallocated	(127275)	(112116)	(175855)	(127275)	(175855)	(127271)	(175853)
Total	292969	289141	292502	292969	292502	292973	292504

Notes:

- The above results have been reviewed by the Audit Committee and approved by the Board of Directors at their meeting held on May 28, 2018. These results have been subjected to audit by the Statutory Auditors of the Company. The report does not have any impact on the above results.
- The results for the quarter and year ended 31st March, 2018 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.
- Government of India has introduced Goods and Service Tax (GST) w.e.f. 01st July 2017. Accordingly, in compliance with Indian Accounting standards (IND AS) 18 'Revenue', Revenue from operations for the quarter ended 31st March, 2018 is presented net of GST. Revenue from operations included Excise Duty which is now subsumed in GST. Revenue from operations for the year ended 31st March, 2018 includes Excise duty upto 30th June 2017. Consequently Revenue from Operations for the current quarter and year are not comparable with the corresponding quarter and year of the previous year, since sales are net of GST and Excise duty was included under other expenses in the previous year and also for the quarter ended 30th June 2017.
- Employee Benefit Expense includes liability towards pay revision amounting to ₹ 1990 lakhs for the current quarter (corresponding period of previous year ₹ 2500 lakhs) and ₹ 9490 lakhs for the current year (previous year ₹ 2500 lakhs) as per DPE OM dated 3rd August, 2017.
- 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). An amount of ₹ 19894 lakh has been withheld by Department of Fertilizers (DOF) for the period January, 2014 to September, 2015 towards the same. DoF has recently agreed to release the amount withheld against submission of bank guarantee, which has since been submitted. Pending final decision on the said matter and since the Company is of the view that no unintended benefits have accrued to it and is expecting full recoverability of the same, Company has continued to recognize subsidy income on P&K fertilizers at the rates notified by DoF.



3.1. [Signature]
28.5.2018

6 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. 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. As the matter relating to the same is pending before the IMC for decision, Company has represented that any decision on the same be taken only upon the issue being settled by the IMC of GoI. However, pending finalisation of price payable as per the said letter, Company has recognised a liability of ₹ nil for the quarter and ₹ 21179 lakh for the period commencing from 1st June, 2015 to 31st March, 2018 (₹ 21063 lakh upto 31st March, 2017) based on the difference between the domestic gas price and pooled / market price of gas for its non-urea operations.

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.

Pursuant to the said order, GAIL has sought a differential levy amounting to ₹ 144284 lakh for the period commencing from 1st July 2006 till 31st March 2017 and has initiated arbitration proceeding towards non-payment of the same. The Company has represented this matter to Department of Fertilizers for dispute resolution as the matter relating to the same is pending before the IMC of GoI. The said matter has been currently referred to Administrative Mechanism for

7 Exceptional Items consists of:

(a) Net fair value gain of ₹ 10794 lakhs on account of valuation of Development Right Certificate received / receivable from Municipal Corporation of Greater Mumbai towards surrender of land in accordance with IND-AS 38 and Guidance Note on Accounting for Real Estate Transactions issued by Institute of Chartered Accountants of India. Tax expense includes the Capital Gains Tax Impact on the same.

(b) Past service gratuity cost of ₹ 10806 lakhs on account of increase in gratuity limits from ₹10 lakh to ₹20 lakh in line with Notification dated 29th March, 2018 issued by The Ministry of Labour and Employment.

8 The figures for the last quarter are the balancing figures between the audited figures in respect of the full financial year and the year to date published figures upto the third quarter of the financial year.

9 Board of Directors have recommended a dividend of ₹ 0.60 per equity share of ₹ 10/- each, i.e. 6% which is subject to approval by Shareholders of the company.

10 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 LTD.

3.1.4
(Umesh V. Dhatrik)

Chairman and Managing Director

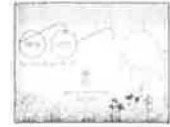
DIN : 07718394

Dated : 28th May, 2018
Place: Mumbai



**RASHTRIYA CHEMICALS AND FERTILIZERS LIMITED**

Regd. Office : "Priyadarshini" Eastern Express Highway, Sion, Mumbai 400 022
CIN No. L24110MH1978GOI020185 Website: www.rcf ltd.com

**STATEMENT OF ASSETS AND LIABILITIES**

(₹ in Lakh)

Particulars	Standalone		Consolidated	
	AS AT		AS AT	
	31.03.2018	31.03.2017	31.03.2018	31.03.2017
	Audited		Audited	
A ASSETS				
1 Non Current Assets				
(a) Property, Plant and Equipment	190349	153824	190349	153824
(b) Capital Work in Progress	15236	10724	15236	10724
(c) Investment Property	510	525	510	525
(d) Intangible Assets	141	335	141	335
(e) Financial Assets				
(i) Investments				
Investment in Joint Ventures	502	2	506	4
Other Investments	5738	4488	5738	4488
(ii) Trade Receivables	-	-	-	-
(ii) Loans	41	60	41	60
(iii) Others	34	96	34	96
(f) Other non-current assets	32662	33424	32662	33424
Sub total	245213	203478	245217	203480
2 Current Assets				
(a) Inventories	74165	79330	74165	79330
(b) Financial Assets				
(i) Trade Receivables	295541	364172	295541	364172
(ii) Cash and Cash Equivalents	524	1031	524	1031
(iii) Bank balances other than (ii) above	71	270	71	270
(iv) Loans	686	132	686	132
(v) Others	8121	1752	8121	1752
(c) Other Current Assets	17733	3413	17733	3413
Sub total	396841	450100	396841	450100
TOTAL - ASSETS	642054	653578	642058	653580
B. EQUITY & LIABILITIES				
1 Equity				
(a) Equity Share Capital	55169	55169	55169	55169
(b) Other Equity	237800	237333	237804	237335
Sub total	292969	292502	292973	292504
2 Liabilities				
(I) Non Current Liabilities				
(a) Financial Liabilities				
(i) Borrowings	32006	11384	32006	11384
(ii) Trade Payables	21179	21063	21179	21063
(iii) Other Financial Liabilities	3471	1640	3471	1640
(b) Provisions	25378	14161	25378	14161
(c) Deferred Tax Liabilities(Net)	21977	21881	21977	21881
(d) Other non-current liabilities	2638	1585	2638	1585
Sub total	106649	71714	106649	71714
(II) Current Liabilities				
(a) Financial Liabilities				
(i) Borrowings	93459	154554	93459	154554
(ii) Trade Payables	69740	63433	69740	63433
(iii) Other Financial Liabilities	43284	37277	43284	37277
(b) Other Current Liabilities	18571	21732	18571	21732
(c) Provisions	13780	10751	13780	10751
(d) Current Tax Liabilities (Net)	3602	1,615.00	3602	1,615.00
Sub total	242436	289362	242436	289362
TOTAL - EQUITY & LIABILITIES	642054	653578	642058	653580

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

3. d. S. 28.5.2018

(Umesh V. Dhatriak)
Chairman and Managing Director
DIN : 07718394

Dated : 28th May, 2018
Place: Mumbai



Auditor's Report on Quarterly and Annual Standalone Financial Results pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

The Board of Directors
Rashtriya Chemicals and Fertilizers Limited
"Priyadarshini".
Eastern Express Highway,
Sion, Mumbai – 400 022

1. We have audited the accompanying standalone financial results of **Rashtriya Chemicals and Fertilizers Limited** ("the Company") for the quarter and year ended March 31, 2018, attached herewith, (initialed by us for identification) being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. These quarterly and annual standalone financial results have been prepared on the basis of the standalone Ind AS financial statements, which are the responsibility of the company's management.
2. Our responsibility is to express an opinion on these standalone financial results based on our audit of such standalone Ind AS financial statements, which have been prepared in accordance with the Accounting Standards notified under Section 133 of the Companies Act, 2013 read with Rule 7 of the Companies (Accounts) Rules, 2014 and other accounting principles generally accepted in India. Attention is drawn to the fact that the figures for the quarter ended March 31, 2018 as reported in these results are the balancing figures between the audited figures in respect of the year ended March 31, 2018 and the published year to date figures up to the end of the third quarter of the relevant financial year. Also, the figures up to the end of the third quarter had only been reviewed and not subjected to audit.
3. We conducted our audit in accordance with the auditing standards generally accepted in India. Those Standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatements. An audit includes examining, on a test basis, evidence supporting the amounts disclosed as financial results. An audit also includes assessing the accounting principles used and significant estimates made by management. We believe that our audit provides a reasonable basis for our opinion.
4. In our opinion and to the best of our information and according to the explanations given to us, these quarterly and annual standalone financial results:
 - i. are presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 in this regard; and
 - ii. give a true and fair view of the net profit and other financial information for the quarter as well as for the year ended March 31, 2018.



5. Emphasis of Matter

We draw attention to the following notes to the standalone financial results:

- a) **Note No 5:** The matter relating to 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). An amount of ₹ 19894 lakh has been withheld as at March 31, 2018 (₹ 19894 lakh as at March 31, 2017) by Department of Fertilizers (DoF) towards the same matter.

Pending final decision on the said matter and since the Company view that no unintended benefits have accrued, it has continued to recognize subsidy income on P&K fertilizers at the rates notified by DoF.

- b) **Note No 6:** As per notification no L-120223/2015-GP-II dated May 20, 2015 of Ministry of Petroleum & Natural Gas (MoPNG), gas pooling has become applicable from June 1, 2015 onwards for all Urea manufacturing units. Under this mechanism, Gas for urea production will be made available at a uniform price of pooled gas for production of urea. Consequently, it is expected that a differential pricing of gas may be made applicable for non-urea usage also. Company has represented to DoF for maintaining supply of domestic gas for P&K fertilizers and chemicals. MoPNG vide its letter no. L-13013/3/2012-GP-I, dated: December 16, 2015 has directed GAIL (India) Limited (GAIL) to levy a higher gas price (i.e. the highest rate of RLNG used for production of urea) for use of gas in non-urea operations. Company has represented that any decision on the same be taken only upon the issue being settled by the IMC of GoI. Effective from May 16, 2016 Company has entered into a contract for procurement of Market Priced Gas for non-urea operations at Trombay unit. However, pending finalization of price payable as per the said letter of MoPNG, a liability of ₹ Nil for the quarter and ₹ 21179 lakh as on March 31, 2018 (₹ 21063 lakh as on March 31, 2017) has been recognized based on the pooled price of gas / Market price of gas, also for its non-urea operation as applicable.

In pursuant to said order GAIL has sought a differential levy amounting to ₹ 144284 lakh for the period commencing from July 1, 2006 till March 31, 2016 and has initiated arbitration proceeding towards non-payment of the same. The Company has represented this matter to Department of Fertilizers for dispute resolution as the matter relating to the same is pending before the IMC of GoI. The said matter has been currently referred to Administrative Mechanism for Resolution of CPSEs Disputes (AMRCD) on 22nd May 2018

- c) **Note No 7 (a):** Net fair value gain of ₹ 10794 lakh on account of valuation of Development Right Certificate received from Municipal Corporation of Greater Mumbai towards surrender of land in accordance with IND-AS 38 and Guidance Note on Accounting for Real Estate Transactions issued by Institute of Chartered Accountants of India. Tax expense includes the Capital Gains Tax impact on the same.



KALYANIWALLA & MISTRY LLP
Chartered Accountants
Esplande House, 2nd Floor
29, Hazarimal Somani Marg, Fort
Mumbai-400 001

CHHAJED & DOSHI
Chartered Accountants
101, Hubtown
N.S Phadke Marg, Andheri (E)
Mumbai – 400069

d) **Note No 7 (b):** Past service gratuity cost of ₹ 10806 lakh on account of increase in gratuity limits from ₹ 10 lakh to ₹ 20 lakh in line with Notification dated 29th march, 2018 issued by the Ministry of Labour and Employment.

Our opinion is not modified in respect of these matters.

For KALYANIWALLA & MISTRY LLP
Chartered Accountants
Firm Regn. No. 104607W / W100166



Sai Venkata Ramana Damarla
Partner
Membership. No. 107017
Place: Mumbai
Dated: May 28, 2018



For CHHAJED & DOSHI
Chartered Accountants
Firm Regn. No 101794W



Nitesh Jain
Partner
Membership. No. 136169



Auditor's Report on Quarterly and Annual Consolidated Financial Results of the Company Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

The Board of Directors

Rashtriya Chemicals and Fertilizer Limited

“Priyadarshini”.

Eastern Express Highway,
Sion, Mumbai – 400 022

1. We have audited the accompanying statement of Consolidated Financial Results of Rashtriya Chemicals and Fertilizer Limited (“the Holding Company”), and its jointly controlled entities for the quarter and year ended March 31, 2018 attached herewith, (initialed by us for identification) being submitted by the Holding Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 read with SEBI Circular No CIR/CFD/FAC/62/2016 dated July 5, 2016.

These quarterly and annual consolidated financial results have been prepared on the basis of consolidated financial statements, which are the responsibility of the Holding Company's management. Our responsibility is to express an opinion on these consolidated financial results based on our audit of such consolidated financial statements, which have been prepared in accordance with the Indian Accounting Standards (Ind AS) notified under Section 133 of the Companies Act, 2013 read with Rule 7 of the Companies (Accounts) Rules, 2014 and other accounting principles generally accepted in India. Attention is drawn to the fact that the figures for the quarter ended March 31, 2018 as reported in these results are the balancing figures between the audited figures in respect of the year ended March 31, 2018 and the published year to date figures up to the end of the third quarter of the relevant financial year. Also, the figures up to the end of the third quarter had only been reviewed and not subjected to audit

2. We conducted our audit in accordance with the auditing standards generally accepted in India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial results are free of material misstatements. An audit includes examining, on a test basis, evidence supporting the amounts disclosed as financial results. An audit also includes assessing the accounting principles used and significant estimates made by management. We believe that our audit provides a reasonable basis for our opinion.
3. The Consolidated Ind AS financial statements also include the Group's share of net loss of ₹ Nil lakh for the year ended 31st March, 2018, as considered in the consolidated Ind AS financial statements, in respect of one jointly controlled entity, namely Urvarak Videsh Limited, whose financial statements / financial information have not been audited by us. This Ind AS financial statement has been audited by other auditor whose report has been furnished to us by the management and our opinion on the special purpose consolidated Ind AS financial statements, in so far as it related to the amounts and disclosures included in respect of this jointly controlled entity is based solely on the report of the other auditor.



4. The consolidated Ind AS financial statements also include the Group's share of net loss of ₹ 2 lakh for the year ended March 31, 2018, as considered in the consolidated Ind AS financial statements, in respect of two jointly controlled entities, namely FACT RCF Building Products Limited and Talcher Fertilizers Limited (formerly known as Rashtriya Coal Gas Fertilizers Limited), whose Ind AS financial statements / financial information have not been audited by us. These Ind AS financial statements for the year ended March 31, 2017 and March 31, 2018 are unaudited and have been furnished to us by the management and our opinion on the special purpose consolidated Ind AS financial statements, in so far as it related to the amounts and disclosures included in respect of these jointly controlled entities is based solely on such unaudited Ind AS financial statements. In our opinion and according to the information and explanations given to us by the Management, these Ind AS financial statements are not material to the Company.
5. Based on our audit, in our opinion and to the best of our information and according to the explanations given to us, these annual consolidated financial results:
- include the annual financial results of the following entities:
 - Urvarak Videsh Limited (Audited)
 - FACT – RCF Building Products Limited (Management Certified)
 - Talcher Fertilizers Limited (formerly known Rashtriya Coal Gas Fertilizers Limited) (Management Certified)
 - have been presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 in this regard; and
 - give a true and fair view of the consolidated net profit and other financial information for the year ended March 31, 2018.

6. **Emphasis of Matter**

We draw attention to the following notes to the consolidated financial results:

- a) **Note No 5:** The matter relating to 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). An amount of ₹ 198.94 Crore has been withheld as at March 31, 2018 (₹ 198.94 Crore as at March 31, 2017) by Department of Fertilizers (DoF) towards the same matter.

Pending final decision on the said matter and since the Company view that no unintended benefits have accrued, it has continued to recognize subsidy income on P&K fertilizers at the rates notified by DoF.



b) Note No 6: As per notification no L-120223/2015-GP-II dated May 20, 2015 of Ministry of Petroleum & Natural Gas (MoPNG), gas pooling has become applicable from June 1, 2015 onwards for all Urea manufacturing units. Under this mechanism, Gas for urea production will be made available at a uniform price of pooled gas for production of urea. Consequently, it is expected that a differential pricing of gas may be made applicable for non-urea usage also. Company has represented to DoF for maintaining supply of domestic gas for P&K fertilizers and chemicals. MoPNG vide its letter no. L-13013/3/2012-GP-I, dated: December 16, 2015 has directed GAIL (India) Limited (GAIL) to levy a higher gas price (i.e. the highest rate of RLNG used for production of urea) for use of gas in non-urea operations. Company has represented that any decision on the same be taken only upon the issue being settled by the IMC of GoI. Effective from May 16, 2016 Company has entered into a contract for procurement of Market Priced Gas for nonurea operations at Trombay unit. However, pending finalization of price payable as per the said letter of MoPNG, a liability of ₹ 211.78 Crore as on March 31, 2018 (₹ 210.63 Crore as on March 31, 2017) has been recognized based on the pooled price of gas / Market price of gas, also for its non-urea operation as applicable.

In pursuant to said order GAIL has sought a differential levy amounting to ₹ 1442.84 Crore for the period commencing from July 1, 2006 till March 31, 2017 and has initiated arbitration proceeding towards non-payment of the same. The Company has represented this matter to Department of Fertilizers for dispute resolution as the matter relating to the same is pending before the IMC of GoI. The said matter has been currently referred to Administrative Mechanism for Resolution of CPSEs Disputes (AMRCD) on 22nd May 2018

c) Note No 7 (a): Net fair value gain of ₹ 107.97 Crore on account of valuation of Development Right Certificate received from Municipal Corporation of Greater Mumbai towards surrender of land in accordance with IND-AS 38 and Guidance Note on Accounting for Real Estate Transactions issued by Institute of Chartered Accountants of India. Tax expense includes the Capital Gains Tax impact on the same.

d) Note No 7 (b): Past service gratuity cost of ₹ 108.06 crore on account of increase in gratuity limits from ₹ 10 lakh to ₹ 20 lakh in line with Notification dated 29th march, 2018 issued by the Ministry of Labour and Employment.

Our opinion is not modified in respect of these matters.

For KALYANIWALLA & MISTRY LLP
Chartered Accountants
Firm Regn. No. 104607W / W100166

D. Sai

Sai Venkata Ramana Damarla
Partner
Membership. No. 107017

Place: Mumbai
Dated: May 28, 2018



For CHHAJED & DOSHI
Chartered Accountants
Firm Regn. No 101794W

Nitesh Jain

Nitesh Jain
Partner
Membership. No. 136169



राष्ट्रीय
केमिकल्स एण्ड
फर्टिलाइजर्स
लिमिटेड
(भारत सरकार का उपक्रम)
साथ बढ़ें समृद्धि की ओर



**RASHTRIYA
CHEMICALS AND
FERTILIZERS
LIMITED**

(A Government of India Undertaking)
Let us grow together

"प्रियदर्शिनी," इस्टर्न एक्सप्रेस हाइवे,
सायन, मुंबई - 400 022.
दूरभाष : (022) 2404 5083 फ़ैक्स : (022) 2404 5199
वेबसाइट : www.rcfltd.com ई मेल : dfrcf@rcfltd.com
सीआयएन - L24110MH1978GOI020185

"Priyadarshini", Eastern Express Highway,
Sion, Mumbai - 400 022.
Tel. : (O) (022) 2404 5083 Fax : (022) 2404 5199
Website : www.rcfltd.com E-mail : dfrcf@rcfltd.com
CIN - L24110MH1978GOI020185

RCF/CS/Stock Exchanges /2018

28th May, 2018

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	Script Code: RCF EQ

Sirs/Madam,

Sub: Declaration in terms of Regulation 33(3)(d) of SEBI(Listing Obligations and Disclosure Requirements) Regulations, 2015

In terms of the second proviso to Regulation 33(3) (d) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, we hereby declare that the Statutory Auditors of the Company have given an Unmodified Opinion on the Annual Audited Financial Results of the Company (Standalone and Consolidated) for the quarter and year ended 31st March, 2018.

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

**(Umesh Dongre)
Director (Finance) and CFO**