



Chambal Fertilisers and Chemicals Limited
Regd. Office: Gadepan, Distt. Kota (Rajasthan), PIN-325208
UNAUDITED FINANCIAL RESULTS FOR THE PERIOD ENDED DECEMBER 31, 2008

(Rs. in lac)

S. No.	Particulars	Quarter Ended (Unaudited)		Period Ended (Unaudited)		Financial Year Ended 31.03.2008 (Audited)
		31.12.2008	31.12.2007	31.12.2008	31.12.2007	
1	(a) Net Sales / Income from Operations	123769.50	80647.45	377195.13	212103.34	272012.86
	(b) Other Operating Income	819.28	251.41	1752.78	916.75	1128.75
2	Expenditure					
	(a) (Increase)/ Decrease in Stock in Trade and Work in Progress	9999.91	7633.23	3673.85	10858.86	7113.37
	(b) Consumption of Raw Materials	23759.91	21005.91	71307.75	58798.50	78169.63
	(c) Purchase of Traded Goods	29648.01	7929.73	130687.97	24298.73	25434.37
	(d) Employees Cost	2212.31	1840.10	6552.59	5560.25	7245.89
	(e) Depreciation	6077.07	4672.72	16561.88	13935.83	18493.69
	(f) Power & Fuel	21090.75	15186.11	66384.76	37305.80	56081.69
	(g) Other Expenditure	19041.87	12695.89	52276.98	38139.82	54214.87
	Total (a to g)	111829.83	70963.69	347445.78	188897.79	246753.51
3	Profit from Operations before Other Income, Interest, Exceptional Items & Tax (1-2)	12758.95	9935.17	31502.13	24122.30	26388.10
4	Other Income	940.00	712.26	5471.22	1501.79	2353.72
5	Profit before Interest, Foreign Exchange Variation, Exceptional Items & Tax (3+4)	13698.95	10647.43	36973.35	25624.09	28741.82
6	Interest	3665.73	1943.26	9826.24	7100.42	9185.77
7	Profit before Foreign Exchange Variation, Exceptional Items and Tax (5-6)	10033.22	8704.17	27147.11	18523.67	19556.05
8	Gain due to Foreign Exchange Variation on loans for Fixed Assets	-	548.39	-	6164.82	4834.53
9	Profit before Exceptional Items & Tax (7+8)	10033.22	9252.56	27147.11	24688.49	24390.58
10	Exceptional Items	526.67	126.51	(4307.86)	126.51	2417.38
11	Profit from Ordinary Activities before Tax (9+10)	10559.89	9379.07	22839.25	24815.00	26807.96
12	Tax Expense	3029.67	3043.71	8172.68	6372.37	6427.90
	- Fringe Benefit Tax	38.25	28.69	89.45	84.84	126.20
	- Current Tax	3326.84	3664.72	10335.50	8378.04	9439.71
	- Deferred Tax	(357.99)	(662.98)	(2304.05)	(2125.55)	(3188.83)
	- Tonnage Tax	22.57	13.28	51.78	35.04	50.82
13	Net Profit for the period (11-12)	7530.22	6335.36	14666.57	18442.63	20380.06
14	Paid-up Equity Share Capital (Face value of each share - Rs.10)	41620.79	41620.79	41620.79	41620.79	41620.79
15	Reserve excluding Revaluation Reserves					72205.81
16	Earnings per Share (Rs.) (Basic and Diluted)	1.81 (Not annualised)	1.52 (Not annualised)	3.52 (Not annualised)	4.43 (Not annualised)	4.90
17	Public Shareholding					
	- Number of Shares (in lac)	2102.10	2123.41	2102.10	2123.41	2123.41
	- Percentage of Shareholding	50.50%	51.02%	50.50%	51.02%	51.02%

SEGMENT WISE REVENUE, RESULTS AND CAPITAL EMPLOYED

(Rs. in lac)

S.No.	Particulars	Quarter Ended (Unaudited)		Period Ended (Unaudited)		Financial Year Ended 31.03.2008 (Audited)
		31.12.2008	31.12.2007	31.12.2008	31.12.2007	
1	Segment Revenue					
	a) Own Manufactured Fertiliser	66340.64	56674.16	190053.31	145794.42	190564.24
	b) Traded Goods	37392.48	11998.00	138249.42	32282.64	34036.37
	c) Shipping	13070.96	6400.23	29246.11	22740.94	28992.41
	d) Textile	7312.84	6138.96	20965.42	17126.26	23310.13
	e) Food Processing	-	255.94	-	1365.14	1365.14
	f) Unallocated Revenue	1411.86	692.22	5904.87	1377.30	2061.57
	Total (a to f)	125528.78	82159.51	384419.13	220686.70	280329.86
	Less : Inter Segment Revenue	-	-	-	-	-
	Net Sales/ Income from Operations *	125528.78	82159.51	384419.13	220686.70	280329.86
2	Segment Results					
	Profit/ (Loss) before Interest, Foreign Exchange Variation, Exceptional items and Tax from each segment					
	a) Own Manufactured Fertiliser	9475.78	9313.16	29364.05	23491.79	27113.95
	b) Traded Goods	(262.35)	1010.83	(2855.23)	2363.50	2399.61
	c) Shipping	3388.78	701.15	7407.68	1740.33	2994.74
	d) Textile	(388.25)	17.12	(608.85)	526.45	375.67
	e) Food Processing	-	(115.10)	-	(875.77)	(875.76)
	Total	12213.96	10927.16	33307.65	27246.30	32008.21
	Less: (i) Interest	3665.73	1943.26	9826.24	7100.42	9185.77
	(ii) Other Unallocable Expenditure net off Unallocable Income	(1484.99)	279.73	(3665.70)	1622.21	3266.39
	(iii) Gain due to Foreign Exchange Variation on Loans for Fixed Assets	-	(548.39)	-	(6164.82)	(4834.53)
	(iv) Exceptional Items	(526.67)	(126.51)	4307.86	(126.51)	(2417.38)
	Profit before Tax	10559.89	9379.07	22839.25	24815.00	26807.96
3	Capital Employed (Segment Assets-Segment Liabilities)					
	a) Own Manufactured Fertiliser	177167.83	120932.94	177167.83	120932.94	173899.53
	b) Traded Goods	(35040.21)	3354.28	(35040.21)	3354.28	4969.71
	c) Shipping	151512.08	94285.25	151512.08	94285.25	94932.43
	d) Textile	24404.77	26410.02	24404.77	26410.02	27213.34
	e) Food Processing	-	-	-	-	-
	f) Unallocated Capital Employed	26734.87	55997.46	26734.87	55997.46	30481.63
	Total	344779.34	300979.95	344779.34	300979.95	331496.64

* This includes gains due to foreign exchange variation, other operating income and other income.

By order of the Board

 Place: New Delhi
 Date: January 28, 2009

**Anil Kapoor
 Managing Director**

Notes:

1. The results for the period ended December 31, 2008 have been prepared on the basis of notified concession prices for urea under the New Pricing Scheme (NPS), further adjusted for input price escalation / de-escalation, as estimated on the basis of prescribed norms. Pending notification of concession price by the Government of India under the NPS – Stage III effective October 1, 2006, the concession price have been accounted for, based on estimated impact of the NPS – Stage III parameters. The results also include the impact of additional production and sales of urea (a) upto 110% of the re-assessed capacity; and (b) beyond 110% of re-assessed capacity, as per known policy parameters.
2. Pending notification of the final concession price applicable for the imported fertilizers for the quarter ended December 31, 2008, the same has been accounted on an estimated basis in line with the known policy parameters.
3. The Company's shipping division has entered into Time Charter contract for three of its ships where charter hire comprises of fixed component and a profit sharing component, which is determined at the year end. Income on profit share component has been recognized based on best estimates of the performance achieved during the period / quarter, which may vary in subsequent quarters.
4. During the quarter ended June 30, 2008, the Company changed its accounting policy w.e.f. April 1, 2007 to adjust the foreign exchange fluctuation on borrowings towards acquisition of fixed assets, to the cost of fixed assets instead of adjusting it to the Profit & loss Account, as followed during previous year. The above change is in compliance with Schedule VI to the Companies Act, 1956 as per legal advice obtained. However, this is at variance to the treatment prescribed in Accounting Standard (AS-11) "Effect of Changes in Foreign exchange Rates" notified in the Companies (Accounting Standard) Rules 2006. As a result, the Company reversed the foreign exchange gain of Rs. 4,834.53 lac accounted for during the last Financial Year and charged the same to Profit and Loss Account during the quarter ended June 30, 2008. This has been classified as Exceptional Item.

Had the treatment of foreign exchange variation been continued as per Companies (Accounting Standard) Rules 2006, the profit after tax for the period ended December 31, 2008 would have been lower by Rs. 18,479.01 lac (Rs. 5,342.18 lac for the quarter). This is a matter of reference in the limited review report of auditors.

The Foreign Exchange fluctuations arise primarily due to loans taken for acquisition of ships. However, the earning of shipping business is denominated in foreign currency which largely mitigates the foreign exchange risk.
5. During the quarter under review, exceptional item represents the gain of Rs. 526.67 lac on the sale of mining lease rights.
6. During the quarter, Chambal Infrastructure Ventures Limited, a wholly owned subsidiary of the Company, has divested its entire stake in its subsidiary - Gulbarga Cement Limited to Zuari Industries Limited.
7. No investor complaint was pending at the beginning of the quarter ended December 31, 2008. During this quarter, 28 investor complaints were received. All investor complaints were resolved and no investor complaint was pending as on December 31, 2008.
8. Previous period figures have been regrouped and/ or re-arranged wherever necessary to make their classification comparable with the current period.
9. The auditors have conducted limited review of the financial results for the period ended December 31, 2008. The results were reviewed by the Audit Committee. The Board has taken on record the financial results at its meeting held on January 28, 2009.