



**Chambal Fertilisers and Chemicals Limited**  
**Regd. Office: Gadepan, Distt. Kota (Rajasthan), PIN-325208**

**UNAUDITED FINANCIAL RESULTS FOR THE PERIOD ENDED SEPTEMBER 30, 2008**

(Rs. in lac)

S.No.	Particulars	Quarter Ended (Unaudited)		Half Year Ended (Unaudited)		Financial Year Ended 31.03.2008 (Audited)
		30.09.2008	30.09.2007	30.09.2008	30.09.2007	
1	(a) Net Sales / Income from Operations	172898.67	72074.24	253425.63	131585.68	272012.86
	(b) Other Operating Income	544.94	504.72	933.50	665.35	1128.75
2	Expenditure					
	(a) (Increase)/ Decrease in Stock in Trade and work in progress	17999.45	6265.20	(6326.06)	3206.53	7113.37
	(b) Consumption of Raw Materials	24612.71	18370.32	47547.84	36783.02	78169.63
	(c) Purchase of Traded Goods	67186.20	9278.58	100187.16	16765.55	25434.37
	(d) Employees Cost	2233.63	1924.03	4340.28	3757.09	7245.89
	(e) Depreciation	5823.99	4684.67	10484.81	9263.11	18493.69
	(f) Power & Fuel	25427.62	12473.67	45294.01	23129.26	56081.69
	(g) Other Expenditure	20524.39	12051.42	33373.48	25180.55	54214.87
	Total	163807.99	65047.89	234901.52	118085.11	246753.51
3	<b>Profit from Operations before Other Income, Interest &amp; Exceptional Items (1-2)</b>	<b>9635.62</b>	<b>7531.07</b>	<b>19457.61</b>	<b>14165.92</b>	<b>26388.10</b>
4	Other Income	1069.20	492.44	4531.22	810.77	2353.72
5	<b>Profit before Interest, Foreign Exchange Variation &amp; Exceptional Items (3+4)</b>	<b>10704.82</b>	<b>8023.51</b>	<b>23988.83</b>	<b>14976.69</b>	<b>28741.82</b>
6	Interest	4162.79	1943.72	6874.94	5157.16	9185.77
7	<b>Profit before Foreign Exchange Variation, Exceptional Items and Tax (5-6)</b>	<b>6542.03</b>	<b>6079.79</b>	<b>17113.89</b>	<b>9819.53</b>	<b>19556.05</b>
8	Gain due to Foreign Exchange Variation*	--	1654.37	--	5616.43	4834.53
9	<b>Profit before Exceptional Items &amp; Tax (7+8)</b>	<b>6542.03</b>	<b>7734.16</b>	<b>17113.89</b>	<b>15435.96</b>	<b>24390.58</b>
10	Exceptional Items (Refer note 4)	-	-	(4834.53)	-	2417.38
11	<b>Profit from Ordinary Activities before Tax (9+10)</b>	<b>6542.03</b>	<b>7734.16</b>	<b>12279.36</b>	<b>15435.96</b>	<b>26807.96</b>
12	Tax Expense	1785.50	1798.62	5143.01	3329.37	6427.90
	- Fringe Benefit Tax	34.68	27.63	51.20	56.15	126.20
	- Current Tax	2681.72	2487.94	7008.66	4714.33	9439.71
	- Deferred Tax	(948.75)	(728.48)	(1946.06)	(1462.87)	(3188.83)
	- Tonnage Tax	17.85	11.53	29.21	21.76	50.82
13	<b>Net Profit for the period (11-12)</b>	<b>4756.53</b>	<b>5935.54</b>	<b>7136.35</b>	<b>12106.59</b>	<b>20380.06</b>
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 )	1.14 (Not annualised)	1.43 (Not annualised)	1.71 (Not annualised)	2.91 (Not annualised)	4.90
17	Public Shareholding					
	- Number of Shares (in lac)	2116.01	2123.41	2116.01	2123.41	2123.41
	- Percentage of Shareholding	50.84%	51.02%	50.84%	51.02%	51.02%

\* Represents notional gain on account of foreign exchange variation on borrowings towards acquisition of fixed assets.

**SEGMENT WISE REVENUE, RESULTS AND CAPITAL EMPLOYED**

(Rs. in lac)

S.No.	Particulars	Quarter Ended (Unaudited)		Half Year Ended (Unaudited)		Financial Year Ended 31.03.2008 (Audited)
		30.09.2008	30.09.2007	30.09.2008	30.09.2007	
<b>1</b>	<b>Segment Revenue</b>					
	a) Own Manufactured Fertiliser	73628.36	49083.24	123712.67	89174.00	190564.24
	b) Traded Goods	82298.04	11447.51	100856.94	20404.51	34036.37
	c) Shipping	10516.67	7233.30	16175.15	16340.71	28992.41
	d) Textile	7012.53	5973.02	13652.57	10987.31	23310.13
	e) Food Processing	-	500.38	-	1109.20	1365.14
	f) Unallocated Revenue	1057.21	488.32	4493.02	662.50	2061.57
	Total (a to f)	174512.81	74725.77	258890.35	138678.23	280329.86
	Less : Inter Segment Revenue	-	-	-	-	-
	<b>Net Sales/ Income from Operations *</b>	174512.81	74725.77	258890.35	138678.23	280329.86
<b>2</b>	<b>Segment Results</b>					
	Profit / (Loss) before Interest, Foreign Exchange Variation, Exceptional item and Tax from each segment					
	a) Own Manufactured Fertiliser	10680.37	6819.58	19888.27	13820.60	27113.95
	b) Traded Goods	(2348.06)	896.74	(1878.45)	1473.08	2399.61
	c) Shipping	2618.80	1134.18	4018.90	1039.18	2994.74
	d) Textile	(98.32)	291.76	(220.60)	509.33	375.67
	e) Food Processing	-	(465.43)	-	(760.67)	(875.76)
	Total	10852.79	8676.83	21808.12	16081.52	32008.21
	Less: (i) Interest	4162.79	1943.72	6874.94	5157.16	9185.77
	(ii) Other Unallocable Expenditure net off Unallocable Income	147.97	653.32	(2180.71)	1104.83	3266.39
	(iii) Gain due to Foreign Exchange Variation	--	(1654.37)	--	(5616.43)	(4834.53)
	(iv) Exceptional Items	-	-	4834.53	-	(2417.38)
	<b>Profit before tax</b>	6542.03	7734.16	12279.36	15435.96	26807.96
<b>3</b>	<b>Capital Employed (Segment Assets-Segment Liabilities)</b>					
	a) Own Manufactured Fertiliser	218402.53	139514.74	218402.53	139514.74	173899.53
	b) Traded Goods	(26334.48)	8304.53	(26334.48)	8304.53	4969.71
	c) Shipping	148300.71	89957.79	148300.71	89957.79	94932.43
	d) Textile	24808.93	26286.95	24808.93	26286.95	27213.34
	e) Food Processing	-	2544.14	-	2544.14	-
	f) Unallocated Capital Employed	31844.70	31723.91	31844.70	31723.91	30481.63
	<b>Total</b>	397022.39	298332.06	397022.39	298332.06	331496.64

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

By order of the Board

 Place: New Delhi  
 Date: October 18, 2008

 Anil Kapoor  
 Managing Director

Notes:

1. The results for the period ended September 30, 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 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.
2. Pending notification of the final concession price applicable for the imported fertilizers, 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 the performance achieved during the period / quarter, which may vary in subsequent quarters.
4. During the last 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 notional foreign exchange gain of Rs. 4834.53 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 for the period ended September 30, 2008 would have been lower by Rs. 13136.83 lac (Rs. 11065.38 lac for the quarter).
5. During the quarter, the Company made investment of Rs. 120 lac in its wholly owned subsidiary namely Chambal Infrastructure Ventures Limited, India.
6. The Company has taken delivery of new Aframax Tanker namely m.t. Ratna Namrata on 18<sup>th</sup> July 2008 (capacity 105746 dwt).
7. One investor complaint was pending at the beginning of the quarter ended June 30, 2008. During this quarter, 34 investor complaints were received. All investor complaints were resolved and no investor complaint was pending as on September 30, 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 September 30, 2008. The results were reviewed by the Audit Committee. The Board has taken on record the financial results at its meeting held on October 18, 2008.