



## Chambal Fertilisers and Chemicals Limited

Regd. Office: Gadepan, Distt. Kota (Rajasthan), PIN-325208

**AUDITED FINANCIAL RESULTS FOR THE YEAR ENDED 31ST MARCH, 2008**

(Rs. in crore)

Sr. No.	Particulars	Stand alone		Consolidated	
		Year Ended		Year Ended	
		31.03.2008	31.03.2007	31.03.2008	31.03.2007
1	Net Sales / Income from Operations	2720.65	2591.84	3206.07	2947.48
	Less: Excise Duty on Sales	0.52	0.53	0.52	0.53
	<b>Net Sales</b>	<b>2720.13</b>	2591.31	<b>3205.55</b>	2946.95
2	Other Income (Net)	82.17	47.30	79.49	58.64
3	<b>Total Income (1+2)</b>	<b>2802.30</b>	2638.61	<b>3285.04</b>	3005.59
4	Total Expenditure (a to g)	2466.53	2313.18	2949.72	2708.10
	(a) (Increase)/Decrease in Stock in Trade and Work in Progress	71.13	(79.39)	70.79	(84.39)
	(b) Consumption of Raw Materials	781.70	961.16	945.03	1092.08
	(c) Purchase of Traded Goods	254.34	260.11	254.34	260.11
	(d) Employees Cost	72.46	69.25	169.28	136.44
	(e) Depreciation and Amortization	184.94	177.20	245.77	212.55
	(f) Power & Fuel	560.82	505.99	570.49	516.27
	(g) Others	541.14	418.86	694.02	575.04
5	<b>Profit before Interest, Exceptional Items and Tax (3-4)</b>	<b>335.77</b>	325.43	<b>335.32</b>	297.49
6	Interest	91.86	92.11	96.02	99.25
7	<b>Profit before Exceptional Items and Tax (5-6)</b>	<b>243.91</b>	233.32	<b>239.30</b>	198.24
8	Exceptional Items	24.17	8.67	72.63	8.68
9	<b>Profit before Tax and after Exceptional Items (7+8)</b>	<b>268.08</b>	241.99	<b>311.93</b>	206.92
10	Tax Expense (a to d)	64.28	66.50	75.63	68.85
	(a) Fringe Benefit Tax	1.26	1.23	1.50	1.35
	(b) Current Income Tax	94.40	92.71	105.51	94.94
	(c) Deferred Taxation	(31.89)	(27.83)	(31.89)	(27.83)
	(d) Tonnage Tax	0.51	0.39	0.51	0.39
11	<b>Profit after Tax and before Share in Profit / (Losses) of Associates and Minority Interest (9-10)</b>	<b>203.80</b>	175.49	<b>236.30</b>	138.07
12	Share in Profit of Associates	--	--	0.83	0.60
13	Share of Minority Interest	--	--	0.30	1.52
14	<b>Net Profit (11+12+13)</b>	<b>203.80</b>	175.49	<b>237.43</b>	140.19
15	Paid-up Equity Share Capital (Face value of each Share – Rs. 10/-)	416.21	416.21	416.21	416.21
16	Reserves excluding Revaluation Reserves	722.06	605.91	749.84	498.99
17	Basic and Diluted Earning per Share (Rs.)	4.90	4.22	5.70	3.37
18	Aggregate of Public Shareholding				
	* Number of Shares (in lac)	2123.41	2148.19	2123.41	2148.19
	* Percentage of Shareholding	51.02	51.61	51.02	51.61

## SEGMENT WISE REVENUE, RESULTS AND CAPITAL EMPLOYED

(Rs. in crore)

Sr. No.	Particulars	Stand alone		Consolidated	
		Year Ended		Year Ended	
		31.03.2008	31.03.2007	31.03.2008	31.03.2007
<b>1.</b>	<b>Segment Revenue</b>				
	a) Own manufactured Fertiliser	<b>1904.43</b>	2003.91	<b>1904.43</b>	2003.91
	b) Own manufactured Phosphoric Acid	--	--	<b>337.15</b>	266.55
	c) Traded Goods	<b>340.52</b>	223.36	<b>340.52</b>	223.36
	d) Shipping	<b>289.03</b>	202.92	<b>328.25</b>	202.92
	e) Others	<b>247.70</b>	196.43	<b>366.27</b>	300.49
	f) Unallocated Revenue	<b>20.62</b>	11.99	<b>21.84</b>	12.15
	Total	<b>2802.30</b>	2638.61	<b>3298.46</b>	3009.38
	Less : <i>Inter Segment Revenue</i>	-	-	<b>13.42</b>	3.79
	<b>Total Net Sales/ Income from Operations</b>	<b>2802.30</b>	2638.61	<b>3285.04</b>	3005.59
<b>2.</b>	<b>Segment Results</b>				
	Profit/(Loss) before Tax and Interest from each Segment				
	a) Own manufactured Fertiliser	<b>271.14</b>	269.93	<b>271.14</b>	269.93
	b) Own manufactured Phosphoric Acid	--	--	<b>59.46</b>	29.62
	c) Traded Goods	<b>24.00</b>	9.10	<b>24.00</b>	9.10
	d) Shipping	<b>78.29</b>	63.74	<b>78.87</b>	63.74
	e) Others	<b>(5.00)</b>	5.92	<b>(66.78)</b>	(44.92)
	Total	<b>368.43</b>	348.69	<b>366.69</b>	327.47
	Less: (i) <i>Interest</i>	<b>91.86</b>	92.11	<b>96.02</b>	105.18
	(ii) <i>Other unallocable expenditure net off unallocable income</i>	<b>32.66</b>	23.26	<b>31.37</b>	24.05
	<b>Total Profit before Tax</b>	<b>243.91</b>	233.32	<b>239.30</b>	198.24
<b>3.</b>	<b>Capital Employed (Segment Assets-Segment Liabilities)</b>				
	a) Own manufactured Fertiliser	<b>1739.00</b>	1852.32	<b>1739.00</b>	1852.32
	b) Own manufactured Phosphoric Acid	--	--	<b>115.04</b>	145.69
	c) Traded Goods	<b>49.70</b>	117.89	<b>49.70</b>	117.89
	d) Shipping	<b>949.32</b>	766.19	<b>956.86</b>	766.19
	e) Others	<b>272.13</b>	296.97	<b>160.66</b>	462.49
	f) Unallocated Capital Employed	<b>304.82</b>	357.42	<b>336.14</b>	(13.74)
	<b>Total</b>	<b>3314.97</b>	3390.79	<b>3357.40</b>	3330.84

Note: The segment revenue and results do not include exceptional items.

**By order of the Board**

**Anil Kapoor**  
Managing Director

Place : New Delhi  
Date : May 15, 2008

## NOTES:

1. The results for the year ended March 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 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 for the period October 2007 – March 2008, the same has been accounted on an estimated basis in line with the known policy parameters.
3. During the year, the Company produced 139,842 MT and 130,996 MT of urea beyond 100% of re-assessed capacity of Gadepan I and II fertilizer plants respectively. Contribution from such additional production and sales of urea beyond re-assessed capacity has been accounted as per known policy parameters.
4. The Consolidated Financial Results have been prepared in accordance with generally accepted accounting principles and comply with the Accounting Standard - 21 on 'Consolidated Financial Statement', Accounting Standard - 23 on 'Accounting for Investment in Associates in Consolidated Financial Statement' and Accounting Standard - 27 on 'Financial Reporting of Interest in Joint Ventures', issued by the Institute of Chartered Accountants of India.
5. In the above Consolidated Financial Results, the results of all the consolidated entities represents their operations for the period April 2007/ date of acquisition to March 2008/date of disinvestment, excepting one overseas Joint Venture where the 12 months period ended on December 31, 2007.
6. Planned shutdown of Gadepan I and II fertiliser plants was taken for a period of about 10 days and 6 days respectively in the month of March 2008.
7. In pursuance of the Companies (Accounting Standard) Rules 2006 pertaining to recognition of foreign exchange fluctuation on fixed assets related to transactions entered after April 1, 2004, foreign exchange gain amounting to Rs.47.5 crore for the year ended March 31, 2008 has been credited to profit and loss account and classified under Other Income.

Further, as per the requirements of Clause 41 of the Listing Agreement, previous year figures were recast in line with the present accounting policy to make them comparable. Accordingly, profit before tax for the year ended March 31, 2007 was increased by Rs.24.36 crore on account of foreign exchange gain.

8. During the year, the Company has received fertilizer Bonds of Rs. 383.58 crore from the Government of India against the outstanding amount of subsidy. An amount of Rs. 18.75 crore has been debited to the Profit and Loss Account for the year ended March 31, 2008 on account of diminution in the value of these bonds due to the prevailing market price of these Bonds being lower than the cost thereof.
9. During the quarter ended March 31, 2008, the Company made investment of Rs. 15.53 crore (USD 3.925 Million) in its wholly owned subsidiary namely CFCL Overseas Limited, Cayman Islands.
10. Exceptional items represent gain of Rs. 22.90 crore on sale of old ship namely M.T. Ratna Shalini and gain of Rs. 1.27 crore on the sale of Food Processing unit.
11. The Board of Directors has recommended a dividend @ 18% on Equity Shares (excluding Dividend Distribution Tax).
12. No investor complaint was pending at the beginning of the quarter ended March 31, 2008. During this quarter, 61 complaints were received and all of them were resolved.
13. The figures related to previous year have been regrouped and/or re-arranged wherever necessary to make their classification comparable.
14. The Audit Committee of the Board had reviewed these financial results and the Board of Directors approved the same on May 15, 2008.