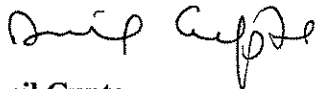


**Limited Review Report****Review Report to  
The Board of Directors  
Zuari Agro Chemicals Limited**

1. We have reviewed the accompanying statement of unaudited financial results of Zuari Agro Chemicals Limited ('the Company') for the quarter and nine months ended December 31, 2015 (the "Statement"). This Statement is the responsibility of the Company's management and has been approved by the Board of Directors/ committee of Board of Directors. Our responsibility is to issue a report on the Statement based on our review.
2. We conducted our review in accordance with the Standard on Review Engagements (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 Statement is free of material misstatement. A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provides less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.
3. We report that, in accordance with requirements of Companies Act, 2013, the Company is required to identify Components of Plant & Machinery separately based on their respective useful life, Pending such determination, the depreciation of plant and machinery has been provided for on the basis of useful life of the equipment as a whole as mentioned in Schedule II to the Companies Act, 2013. The impact of the same will be accounted for once the determination is completed and upon which we are unable to comment on including consequential effects, if any, the accompanying financial results.
4. Based on our review conducted as above, except for the possible effects of the our observations stated in para 3, 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 recognised accounting practices and policies has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 including the manner in which it is to be disclosed, or that it contains any material misstatement.

**For S.R. BATLIBOI & CO. LLP**  
**ICAI Firm registration number: 301003E**  
Chartered Accountants



**per Anil Gupta**  
Partner  
Membership No.: 87921



Place: Gurgaon  
Date: Feb 05, 2016

## ZUARI AGRO CHEMICALS LIMITED

Regd. Office : Jai Kisaan Bhawan, Zuarinagar, Goa - 403 726. CIN - L65910GA2009PLC006177

### UNAUDITED FINANCIAL RESULTS FOR PERIOD ENDED 31ST DECEMBER 2015

(Rs in Crores except where otherwise stated)

PART-I		Stand-alone Results					
Sr No	Particulars	3 Months Ended 31/12/2015	3 Months Ended 30/09/2015	3 Months Ended 31/12/2014	9 Months Ended 31/12/2015	9 Months Ended 31/12/2014	Year Ended 31/03/2015
		Un Audited	Un Audited	Un Audited	Un Audited	Un Audited	Audited
1	<b>Income from Operations</b>						
	(a) Net Sales/Income from Operations (net of excise duty)	1,102.89	1,327.17	1,412.71	3,985.35	3,973.78	5,507.61
	(b) Other Operating Income	2.22	1.21	3.57	5.08	12.10	17.03
	<b>Total income from operations (net)</b>	<b>1,105.11</b>	<b>1,328.38</b>	<b>1,416.28</b>	<b>3,990.43</b>	<b>3,985.88</b>	<b>5,524.64</b>
2	<b>Expenses</b>						
	(a) Cost of materials consumed	550.24	684.19	836.69	1,985.28	1,982.63	2,739.95
	(b) Purchase of stock-in-trade	205.81	755.30	428.91	1,589.21	1,173.37	1,505.23
	(c) Changes in inventories of finished goods, work- in-progress and stock-in-trade	105.78	(413.92)	(204.00)	(450.34)	(69.00)	36.61
	(d) Employee benefit expense	21.21	19.51	20.53	63.55	67.01	82.47
	(e) Depreciation and amortisation expense	4.75	5.60	4.29	14.69	12.87	17.87
	(f) Power ,Fuel & Water	62.70	71.51	129.29	235.38	287.81	396.24
	(g) Other expenses	131.27	155.05	131.91	428.95	373.09	524.41
	<b>Total expenses</b>	<b>1,081.76</b>	<b>1,277.24</b>	<b>1,347.62</b>	<b>3,866.72</b>	<b>3,827.78</b>	<b>5,302.78</b>
3	<b>Profit from operations before other income, finance costs and exceptional items (1-2)</b>	<b>23.35</b>	<b>51.14</b>	<b>68.68</b>	<b>123.71</b>	<b>158.10</b>	<b>221.86</b>
4	<b>Other income</b>	<b>46.14</b>	<b>23.47</b>	<b>6.24</b>	<b>90.79</b>	<b>17.33</b>	<b>31.67</b>
5	<b>Profit from ordinary activities before finance costs and exceptional items (3+4)</b>	<b>69.49</b>	<b>74.61</b>	<b>74.92</b>	<b>214.50</b>	<b>175.43</b>	<b>253.53</b>
6	<b>Finance costs</b>	<b>67.15</b>	<b>69.77</b>	<b>48.05</b>	<b>204.11</b>	<b>172.70</b>	<b>232.81</b>
7	<b>Profit / (Loss) from ordinary activities after finance costs and before exceptional items (5-6)</b>	<b>2.34</b>	<b>4.84</b>	<b>26.85</b>	<b>10.39</b>	<b>2.73</b>	<b>20.72</b>
8	<b>Exceptional (expenses)/income</b>	-	-	-	-	-	-
9	<b>Profit / (Loss) from ordinary activities before tax (7+ 8)</b>	<b>2.34</b>	<b>4.84</b>	<b>26.85</b>	<b>10.39</b>	<b>2.73</b>	<b>20.72</b>
10	<b>Tax (expense)/credit</b>	<b>(0.74)</b>	<b>(1.72)</b>	<b>(9.72)</b>	<b>(3.64)</b>	<b>(1.53)</b>	<b>(8.36)</b>
11	<b>Net Profit / (Loss) from ordinary activities after tax (9+10)</b>	<b>1.60</b>	<b>3.12</b>	<b>17.13</b>	<b>6.75</b>	<b>1.20</b>	<b>12.36</b>
12	<b>Extraordinary items (net of tax expense )</b>	-	-	-	-	-	-
13	<b>Net Profit / (Loss) for the period (11+ 12)</b>	<b>1.60</b>	<b>3.12</b>	<b>17.13</b>	<b>6.75</b>	<b>1.20</b>	<b>12.36</b>
14	<b>Minority interest</b>	-	-	-	-	-	-
15	<b>Net Profit / (Loss) after tax and minority interest for the period (13- 14)</b>	<b>1.60</b>	<b>3.12</b>	<b>17.13</b>	<b>6.75</b>	<b>1.20</b>	<b>12.36</b>
14	<b>Paid-up equity share capital (face value Rs. 10/-)</b>	<b>42.06</b>	<b>42.06</b>	<b>42.06</b>	<b>42.06</b>	<b>42.06</b>	<b>42.06</b>
15	<b>Reserve excluding Revaluation Reserve as per balance sheet of previous accounting year.</b>	-	-	-	-	-	<b>761.31</b>
16	<b>Earnings per share (before extraordinary items) ( of Rs.10/- each ) (not annualised):</b>						
	(a) Basic	0.38	0.74	4.07	1.61	0.28	2.94
	(b) Diluted	0.38	0.74	4.07	1.61	0.28	2.94



## **Zuari Agro Chemicals Limited**

### Notes to Accounts

1. The results for the period ended 31<sup>st</sup> December 2015 have been prepared on the basis of notified concession prices for urea under :
  - I. The New Pricing Scheme- Stage III for the period from April 1, 2015 to May 31, 2015 ; and
  - II. New Urea Policy 2015 from June 1, 2015 onwards, which is further adjusted for input price escalation/ de-escalation, as estimated on the basis of prescribed norms.

The subsidy on Phosphatic and Potassic fertilizers has been accounted for as per concession price notified by the Government of India with effect from April 1, 2015.

2. Tax expenses include/ net-off deferred tax charge / (credit).
3. The operations of Ammonia and Urea Plants of the Company were shutdown on October 23, 2015 due to a minor failure in the Syn Gas Compressor. Plants resumed operations on October 29, 2015.
4. Urea/Ammonia Plants of the Company have been shut down for annual maintenance from January 26, 2016.
5. Under the provision of Accounting Standard (AS17), the Company operates in a single segment of fertiliser operations and therefore separate segment disclosures have not been given.
6. In accordance with requirements of Companies Act, 2013, for financial statements in respect of financial years commencing on or after April 1, 2015 the Company is required to do Componentization of its Plant & Machinery separately. The Company is in the process of determining components and useful life of its Plant and Machinery. Pending such determination, the depreciation on plant and machinery has been provided for on the basis of useful life as mentioned in Schedule II of the Companies Act. 2013.
7. In respect of import of DAP in a previous year which did not meet the standards specified by Fertilizer Control Order, 1985, (FCO) based on its estimate, the Company accounted for claim of Rs. 27.13 crores (pending confirmation from the supplier) for loss suffered by it as the contract with the supplier provides that the Company has the right to claim entire amount as compensation from the supplier in the event it is found the goods are not conforming to FCO norms by laboratory authorized by Government of India, the Company has considered the aforesaid amount as fully recoverable.



8. During the quarter the Company has purchased balance 50% of equity shares held by Rotem Amfert Negev Ltd in Zuari Rotem Speciality Fertilizers Ltd, a joint venture company between the Company and Rotem Amfert Negev Ltd for Rs. 13.32 crores.
9. During the quarter the Board of Directors of the Company has approved the merger of its 100% subsidiaries Zuari Agri Sciences Ltd, Zuari Fertilisers and Chemicals Ltd and Zuari Speciality Fertilisers Ltd (formerly known as Zuari Rotem Speciality Fertilizers Ltd) with the Company effective date being 01.04.2015, which is pending for necessary approvals from various authorities.
10. The Company has during the quarter, received an insurance claim of Rs. 10.70 crores from the insurance company on account of damage claim to boiler feed water pump on 8<sup>th</sup> August, 2014, which is included under other income in the result.
11. The auditors have conducted limited review of the financial results for the quarter ended December 31, 2015. The un-audited financial results have been recommended by the Audit Committee at its meeting held on February 5, 2016 and approved by the Board of Directors at its meeting held on February 5, 2016.
12. Previous period's / year's figures have been regrouped wherever necessary.

**For and on behalf of the Board of Directors**



**Kapil Mehan  
Managing Director**

Dated: February 5, 2016  
Place: Gurgaon

