

**Nagarjuna Fertilizers and Chemicals Limited**

Nagarjuna Hills, Hyderabad - 500 082.

**Unaudited Financial Results (Provisional) for the Quarter / Half year ended September 30, 2007**

Rs. Crores

Sl. No.	PARTICULARS	Quarter ended		Half Year ended		Year ended
		30-09-2007	30-09-2006	30-09-2007	30-09-2006	31-03-2007 (Audited)
1	Net Sales/Income from operations	680.06	613.75	980.36	907.64	1,815.24
2	Other Income	2.45	9.87	3.95	11.56	27.99
3	Total Income (1+2)	682.51	623.62	984.31	919.20	1,843.23
4	Expenditure					
	a) (Increase)/decrease in stock	47.90	42.95	(39.63)	8.65	(22.07)
	b) Consumption of raw materials	142.48	166.20	260.88	285.85	538.00
	c) Power and Fuel	59.74	123.66	128.55	201.85	369.52
	d) Purchases of traded products	228.26	115.70	287.59	120.34	338.31
	e) Employees Cost	14.36	11.19	26.16	23.24	47.67
	f) Depreciation	29.58	30.60	58.87	60.76	124.09
	g) Transport & Handling	66.91	34.23	90.71	49.42	126.14
	h) Other expenditure	45.29	38.17	74.79	64.23	137.74
	i) Total	634.52	562.70	887.92	814.34	1,659.40
5	Interest	35.64	33.79	73.47	68.08	137.79
6	Profit / (Loss) before Tax (3)-(4+5)	12.35	27.13	22.92	36.78	46.04
7	Tax Expense	3.69	9.02	7.15	10.98	14.33
8	Net Profit / (Loss) after Tax for the period (6-7)	8.66	18.11	15.77	25.80	31.71
9	Paid-up Equity Share Capital (Face Value of Rs. 10/- per share)	427.97	427.97	427.97	427.97	427.97
10	Preference Share Capital (Face Value of Rs. 100/- per share)	37.20	37.20	37.20	37.20	37.20
11	Reserves excluding revaluation reserve as per balance sheet of previous accounting year	-	-	-	-	462.78
12	Basic and diluted Earning Per Share (not annualised) - Rs.	0.20	0.42	0.37	0.60	0.74
13	Public Shareholding					
	- No. of shares	277,228,893	277,229,793	277,228,893	277,229,793	277,229,793
	- Percentage of shareholding	64.75%	64.75%	64.75%	64.75%	64.76%

**Notes:**

- The financial results relate mainly to Fertilizer segment. The financial results of Micro Irrigation segment, being less than the limit for separate disclosure as per Accounting Standard 17, has not been shown separately.
- New pricing policy has been announced by Govt. of India w.e.f. October 1, 2006 vide letter Dt. March 8, 2007 and pricing is yet to be notified. However, income from urea operations is accounted on the basis of stage III Group Concession Scheme pricing policy and other known parameters, further adjusted with input escalation, as estimated by the management.
- Depreciation on the increased value of assets due to revaluation is adjusted from revaluation reserve.
- Auditors have given a modified report on the value of investments in subsidiary company JESCO as the project has been shelved and in the absence of quantified diminution in the value of the investments.  
The company states that:  
The realisations from the sale of the assets of subsidiary company JESCO will be in excess of the investments made and accordingly diminution in value, if any, is considered temporary.
- Pursuant to the approval of the Members of the Company at the Annual General Meeting held on September 21, 2007, the Company has allotted 2,25,00,000 Convertible Warrants on October 26, 2007, at a price of Rs. 29/- per Warrant ( including a premium of Rs. 19/- per Warrant ), to the Core Promoters of the Company in accordance with the Securities and Exchange Board of India (DIP) Guidelines for Preferential Issue:
- The results for the half year ended September 30, 2007 have been subjected to "Limited Review" by the Company's Auditors.
- The Company has not received any investor complaint during the current quarter.
- The above results were reviewed by the Audit Committee and taken on record by the Board of Directors at their meeting held on October 26, 2007.