



S.K. MEHTA & CO.
CHARTERED ACCOUNTANTS

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Independent Auditor's Review Report on unaudited financial results of KRIBHCO Fertilizers Limited for the three months and six months ended September 30, 2021, Pursuant to the Regulation 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended.

To The Board of Directors
KRIBHCO Fertilizers Limited

1. We have reviewed the accompanying statement of unaudited financial results of KRIBHCO Fertilizers Limited (the Company) for the three months and six months ended 30th September, 2021 (the "Statement") together with the notes thereon attached herewith, being submitted by the Company pursuant to the requirements of Regulation 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended, including relevant circulars issued by the SEBI from time to time ('Listing Regulations).
2. This Statement, which is the responsibility of the Company's Management and approved by the Company's Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34 "Interim Financial Reporting" ('Ind AS 34'), prescribed under Section 133 of the Companies Act, 2013 ('the Act'), and other accounting principles generally accepted in India and in compliance with Regulation 52 of the Listing Regulations. Our responsibility is to issue a report on the Statement based on our review.
3. We conducted our review of the Statement 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 the 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.

Attention is drawn to Note 2 of the statement stating that the comparative figures for the quarter ended 30.09.2020 & 30.06.2021 and statement of cash flows for the six months ended 30.09.2020 have been prepared by the management & have not subject to review by us.



4. Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the applicable Indian Accounting Standards (Ind AS), prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued there under and other recognized accounting practices and policies, has not disclosed the information required to be disclosed in terms of Regulation 52 of the SEBI (Listing Obligations and Disclosures Requirements) Regulations, 2015 including the manner in which it is to be disclosed, or that it contains any material misstatement.

For S.K. Mehta & Co.
Chartered Accountants
Firm Reg. No. 000478N


Rohit Mehta
Partner



Membership No. 091382
UDIN: 21091382 AAAA P D6190
Place: Noida
Date: 01.11.2021

KRIBHCO FERTILIZERS LIMITED
Registered Office: A-60, Kailash Colony, New Delhi – 110048
Corporate Office: KRIBHCO Bhawan, A-10, Sector -1, Noida – 201301 (U.P.)
Tel. No. 011-29243412, 0120-2443701, Fax: 0120-2545464
Website: www.kfl.net.in; Email: query@kfl.net.in
CIN: U24121DL2005PLC143452

STATEMENT OF UNAUDITED FINANCIAL RESULTS FOR THE THREE MONTHS & SIX MONTH ENDED 30th SEPTEMBER 2021

(₹ In Lacs)

Particulars	Three Months Ended			Six Months Ended		Year Ended
	30-09-2021	30-06-2021	30-09-2020	30-09-2021	30-09-2020	31-03-2021
	Unaudited			Unaudited	Unaudited	Audited
I. Income						
A. Revenue From Operations	76,164.56	32,427.27	46,082.49	1,08,591.83	1,06,294.79	2,16,137.31
B. Other Income	190.64	168.42	736.89	359.06	1,157.39	1,549.01
Total Revenue (A+B)	76,355.20	32,595.69	46,819.38	1,08,950.89	1,07,452.18	2,17,686.32
2. Expenses						
A. Cost of materials consumed	61,689.68	29,104.35	32,826.32	90,794.03	73,459.95	1,61,251.03
B. Changes in inventories of finished goods, stock-in-trade and work-in-progress	433.63	(756.22)	1,873.95	(322.59)	8,817.99	8,662.37
C. Employee benefits expense	2,445.66	1,977.14	1,877.78	4,422.80	4,163.28	8,566.52
D. Finance costs	1,419.27	1,228.86	2,969.32	2,648.13	6,220.40	9,765.95
E. Depreciation and amortization expenses	2,133.82	1,882.39	2,104.51	4,016.21	4,212.46	8,176.42
F. Other expenses	5,077.26	4,157.25	4,771.95	9,234.51	10,367.80	20,584.72
Total Expenses (A+B+C+D+E+F)	73,199.32	37,593.77	46,423.83	1,10,793.09	1,07,241.88	2,17,007.01
3. Profit/ (Loss) before exceptional items (1-2)	3,155.88	(4,998.08)	395.55	(1,842.20)	210.30	679.31
4. Exceptional items	-	-	-	-	-	-
5. Profit/ (Loss) before tax (3-4)	3,155.88	(4,998.08)	395.55	(1,842.20)	210.30	679.31
6. Tax Expense						
A. Current tax	-	-	-	-	-	-
B. Deferred tax	-	-	-	-	-	-
Total Tax Expense (A+B)	-	-	-	-	-	-
7. Profit/ (Loss) for the period (5-6)	3,155.88	(4,998.08)	395.55	(1,842.20)	210.30	679.31
8. Other Comprehensive Income/ (expense)						
Items that will not be re-classified to Profit or Loss						
A. Remeasurement of the Defined Benefit Plans	(14.44)	(14.44)	(60.35)	(28.88)	(120.69)	(57.75)
9. Total Comprehensive Income for the period (7+8)	3,141.44	(5,012.52)	335.20	(1,871.08)	89.61	621.56
10. Paid up Equity Share Capital (Face Value of share Rs. 10/- each)	47,993.92	47,993.92	47,993.92	47,993.92	47,993.92	47,993.92
11. Paid up debt capital	71,506.54	58,553.91	65,654.59	71,506.54	65,654.59	59,641.27
12. Other equity excluding revaluation reserve as per balance sheet	(4,252.48)	(7,393.92)	(2,913.35)	(4,252.48)	(2,913.35)	(2,381.40)
13. Net Worth	43,741.44	40,600.00	45,080.57	43,741.44	45,080.57	45,612.52
14. Earnings per share (EPS)-Basic & Diluted (of Rs.10/- each) in ₹	0.66	(1.04)	0.08	(0.38)	0.04	0.14

See accompanying notes to the financial results

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STATEMENT OF ASSETS & LIABILITIES

(₹ In Lacs)

Sl. No.	Particulars	As at 30.09.2021 (Unaudited)	As at 31.03.2021 (Audited)
A	ASSETS		
1	Non-current assets		
	(a) Property, Plant and Equipment	94,110.97	79,018.15
	(b) Capital work-in-progress	17,177.22	25,100.40
	(c) Intangible assets	1,263.35	1,335.95
	(d) Financial Assets		
	(i) Investments	0.25	0.25
	(ii) Loans	22.49	24.81
	(e) Other non-current assets	4,290.35	4,800.40
	Sub-total-Non current assets	1,16,864.63	1,10,279.96
2	Current assets		
	(a) Inventories	8,738.81	9,120.07
	(b) Financial Assets		
	(i) Trade receivables	62,931.20	41,617.96
	(ii) Cash and cash equivalents	501.45	380.08
	(iii) Bank balances other than above	1.32	0.07
	(iv) Loans	58.03	50.16
	(v) Other financial assets	3,943.62	2,626.74
	(c) Other current assets	9,010.09	8,093.78
	Sub-total-Current assets	85,184.52	61,888.86
3	Non Current Assets classified as held for Sale	6.45	7.45
	Total Assets	2,02,055.60	1,72,176.27
B	EQUITY AND LIABILITIES		
1	Equity		
	(a) Equity Share Capital	47,993.92	47,993.92
	(b) Other Equity	(4,252.48)	(2,381.40)
	Sub-total-Total equity	43,741.44	45,612.52
2	LIABILITIES		
(i)	Non-current liabilities		
	(a) Financial Liabilities		
	Borrowings	66,848.75	53,459.65
	Lease Liabilities	224.45	231.62
	(b) Provisions	5,007.27	4,744.60
	(c) Deferred tax liability (Net)	-	-
	Sub-total-Non current liabilities	72,080.47	58,435.87
(ii)	Current liabilities		
	(a) Financial Liabilities		
	(i) Borrowings	33,156.59	43,655.71
	(ii) Trade Payables		
	-Total outstanding dues of micro and small enterprises	57.10	156.17
	-Total outstanding dues of creditors other than micro and small enterprises	43,480.58	15,269.71
	(iii) Other financial liabilities	6,583.17	6,522.02
	(b) Other current liabilities	2,646.53	2,229.32
	(c) Provisions	309.72	294.95
	Sub-total-Current liabilities	86,233.69	68,127.88
	Total Equity and Liabilities	2,02,055.60	1,72,176.27



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Statement of Cash Flows for six months ended September 30, 2021

(₹ in lakh)

PARTICULARS	September 30, 2021	September 30, 2020
A. CASH FLOW FROM OPERATING ACTIVITIES		
Net operating Profit/ (Loss) before tax	(1,842.20)	210.30
Re-measurement gain loss on defined benefit plans routed through Other Comprehensive Income	(28.88)	(120.69)
Depreciation of Property Plant and Equipment	3,943.61	4,140.06
Amortisation of Intangible Assets	72.60	72.41
(Profit)/Loss on Sale/Retirement of Property Plant and Equipment/ Investment (Net)	222.55	74.30
Interest Expenses	2,648.13	6,220.40
Operating Profit/(Loss) before Working Capital changes	5,015.81	10,596.78
(Increase) / Decrease in Short term Trade Receivables	(21,313.23)	46,737.42
(Increase) / Decrease in Financial assets	(5.55)	5.68
(Increase) / Decrease in Other Financial assets	(1,316.88)	2,878.89
(Increase) / Decrease in Other assets	(395.72)	658.54
(Increase)/Decrease in Inventories	381.26	9,044.76
Increase / (Decrease) in Trade Payables/ Provisions	28,389.22	(3,711.52)
Increase / (Decrease) in Other Financial Liabilities	528.98	(4,123.52)
Cash generated (used) in /from Operations before tax	11,283.89	62,087.03
Direct Taxes	(34.55)	(1.85)
Net cash flow (used) in/ from Operating Activities	11,249.34	62,085.18
B. CASH FLOW FROM INVESTING ACTIVITIES		
Purchase of Property Plant & Equipment.	(11,346.55)	(5,982.08)
Sale/Disposal of Property Plant and Equipment	11.76	155.50
Net cash flow (used) in/ from Investing Activities	(11,334.79)	(5,826.58)
Net cash (used) in/ from Operating and Investing Activities	(85.45)	56,258.60
C. CASH FLOW FROM FINANCING ACTIVITIES		
Long-term borrowings repaid during the year	13,381.95	12,786.56
Short term borrowings repaid during the year (net)	(10,499.12)	(76,811.76)
Interest paid	(2,675.99)	(6,208.41)
Net cash (used) in/ from Financing Activities	206.84	(70,233.61)
Net cash (used) in/ from Operating, Investing & Financing Activities	121.39	(13,975.01)
Opening balance of Cash & Cash equivalent	380.06	13,989.88
Closing balance of Cash & Cash equivalent	501.45	14.87

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Notes to the financial results:-

- The above unaudited financial results for the three months & six months ended on 30.09.2021 have been reviewed by the Audit Committee and approved by the Board of Directors at its meeting held on 01.11.2021.
- The Statutory Auditors of the Company have carried out limited review of the aforesaid results as required under Regulation 52 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements), Regulations, 2015, as amended. In view of the amendments made in SEBI (Listing Obligations and Disclosure Requirements) Regulations dated 05.10.2021, quarterly results and cash flow statements for six months are published for the first time. The comparative figures for the quarter ended 30.09.2020 & 30.06.2021 and statement of cash flows for the six months ended 30.09.2020 have been prepared by the management & have not subject to Limited Review or Audit. However, the management has exercised necessary due diligence in preparing these results.
- The results have been prepared in accordance with the Indian Accounting Standards (IND AS) as prescribed under Section 133 of the Companies Act 2013 read with relevant rules issued thereunder and in pursuance to Regulation 52 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements), Regulations, 2015, as amended.
- The Company is operating under a single segment namely, manufacturing of Urea.
- Additional disclosure as per clause 52(4) of Securities and Exchange Board of India (Listing Obligation and Disclosure Requirements) Regulation, 2015 :

Sr. No.	Particulars	Three Months Ended			Six Months Ended		Year Ended
		30-09-2021	30-06-2021	30-09-2020	30-09-2021	30-09-2020	31-03-2021
a.	Outstanding Redeemable Preference Share	NIL	NIL	NIL	NIL	NIL	NIL
b.	Debenture Redemption Reserve	NIL	NIL	NIL	NIL	NIL	NIL
c.	Debt Equity Ratio (Times) (Total Debt/ Equity)	2.29	2.47	3.58	2.29	3.58	2.13
d.	Long Term Debt To Working Capital (Times) [(Non Current Borrowings + Current Maturity Of Long Term Debt)/(Net Working Capital - Current Maturity Of Long Term Debt)]	21.13	##	5.30	21.13	5.30	##
e.	Total Debt To Total Asset Ratio (%) [(Short Term Debt + Long Term Debt) / Total Asset]	0.50	0.55	0.69	0.50	0.69	0.57
f.	Debt Service Coverage Ratio (Times) [(Profit After Tax + Interest + Depreciation + Loss/(Gain) On Sale Of Fixed Assets / (Gross Interest + Lease Payment + Repayment Of Long Term Debt Excluding Pre Payments)]	4.22	(0.72)	0.98	1.25	0.80	0.67
g.	Interest Service Coverage Ratio (Times) [(Profit After Tax + Interest + Depreciation + Loss/(Gain) On Sale Of Fixed Assets) / Gross Interest]	4.79	(1.42)	1.87	1.90	1.72	1.94
h.	Current Ratio (Times) (Current Asset / Current Liabilities)	0.99	0.77	0.95	0.99	0.95	0.91
i.	Bad Debt To Account Receivable Ratio (%) (Bad Debt / Average Trade Receivable)	NIL	NIL	NIL	NIL	NIL	NIL
j.	Current Liability Ratio (%) (Current Liabilities Excluding Current Borrowings / Total Liabilities)	0.36	0.32	0.23	0.36	0.23	0.24
k.	Debtor Turnover (Times) [(Sales Of Products And Services / Average Trade Receivables)] - Annualised	5.56	2.94	1.36	4.14	1.59	2.21
l.	Inventory Turnover (Times) [(Sales Of Products And Services / Average Inventory)] - Annualised	33.99	14.17	18.59	24.26	15.66	15.91
m.	Operating Margins (In %) [(Profit Before Depreciation, Interest, Tax And Exceptional Items Less Other Income) / Sales Of Products And Services]	8.56%	(6.34%)	10.27%	4.11%	8.92%	7.90%
n.	Net Profit Margin (%) (Profit After Tax / Sale of Products And Services)	4.14%	(15.41%)	0.86%	(1.70%)	0.20%	0.31%
o.	Asset coverage ratio on secured Non-convertible debentures (NCDs) (in times) (Total assets pledged for secured NCDs/ outstanding balance of secured NCDs)	2.55	2.60	1.99	2.55	1.99	2.40

Being net working capital negative.

- The previous period figures have been regrouped and reclassified to confirm to the figure of the current period.

Place: Noida (U.P.)
Date: 01.11.2021



For and on behalf of the Board

Ruchop
(R. K. Chopra)
Managing Director
DIN (06969911)



To,
Stock Exchange (s)/ Debenture Trustee (s)

Based on examination of books of accounts and other relevant records/ documents of M/s. KRIBHCO FERTILIZERS LIMITED (CIN: U24121DI.2005PLC.143452), we hereby certify that:

a) The Company has vide its Board Resolution and information memorandum/ offer document and under various Debenture Trust Deeds, has issued the following listed debt securities:

ISIN	Private Placement/ Public Issue	Secured/ Unsecured	Sanctioned Amount
INE486H07015	Private Placement	Secured	200 Crore
INE486H07023	Private Placement	Secured	120 Crore
INE486H08047	Private Placement	Unsecured	95 Crore

b) Asset Cover for listed debt securities:

- The financial information as on 30th September 2021 has been extracted from the books of accounts for the half year ended 30th September 2021 and other relevant records of the listed entity;
- The assets of the listed entity provide coverage of 2.55 times of the interest and principal amount, which is in accordance with the terms of issue/ debenture trust deed (calculation as per statement of asset cover ratio for the Secured debt securities - table - I)
- The total assets of the listed entity provide coverage of 2.47 times of the principal, which is in accordance with the terms of issue (calculation as per statement of asset coverage ratio available for the unsecured debt securities - table- II) (as per requirement of Regulation 54 read with Regulation 56(1)(d) of LODR Regulations).

Table - I:

(₹ In Lacs)

Sr. No.	Particulars		Amount
i.	Total assets available for secured Debt Securities' - (secured by either pari passu or exclusive charge on assets) (mention the share of Debt Securities' charge holders)	A	81,090.08
	<input type="checkbox"/> Property Plant & Equipment (Fixed assets) - movable/immovable property etc.		81,090.08
	<input type="checkbox"/> Loans /advances given (net of provisions, NPAs and sell down portfolio), Debt Securities, other credit extended etc.		-
	<input type="checkbox"/> Receivables including interest accrued on Term loan/ Debt Securities, etc.		-
	<input type="checkbox"/> Investment(s)		-
	<input type="checkbox"/> Cash and cash equivalents and other current/ Non-current assets		-



ii.	Total borrowing through issue of secured Debt Securities (secured by either pari passu or exclusive charge on assets)	B	31,837.42
	<input type="checkbox"/> Debt Securities (Provide details as per table below)		32,000.00
	<input type="checkbox"/> INDAS adjustment for effective Interest rate on secured Debt Securities		162.58
	<input type="checkbox"/> Interest accrued/payable on secured Debt Securities		-
iii.	Asset Coverage Ratio (100% or higher as per the terms of offer document/information memorandum/ debenture trust deed)	A/B	2.55

ISIN wise details

Sr. No.	ISIN	Facility	Type of charge	Sanctioned Amount	Outstanding amount as on DD-MM-YYYY	Cover Required	Assets Required
1.	INE486H07015	Non-convertible Debt Securities	Pari-Passu	20,000/-	20,000/-	Refer Foot note-(i)	Refer Foot note-(ii), (iii), (iv)
2.	INE486H07023	Non-convertible Debt Securities	Pari-Passu	12,000/-	12,000/-	Refer Foot note-(i)	Refer Foot note-(ii) & (iii), (iv)

Foot Note:

- To maintain minimum asset cover ratio equivalent to 100% of the INR equivalent to the principal value of Debentures at all times during the tenor of the Debentures ("Minimum Security Cover").
- First pari passu charge by way of equitable mortgage on leasehold land admeasuring 780.75 acre situated at Piprola village, Shahjahanpur district, Uttar Pradesh, in the name of the Issuer ("Immovable Assets"); and
- First pari passu charge by way of hypothecation over whole of the movable properties of the Issuer including its movable plant and machinery, machinery spares, tools and accessories and other movables, both present and future ("Movable Assets").
- Corporate Guarantee from Krishak Bharti Cooperative Ltd (KRIBHCO).

Table – II

(i)	Net assets of the listed entity available for unsecured lenders (Property Plant & Equipment (excluding intangible assets and prepaid expenses) + Investments + Cash & Bank Balances + Other current/ Non-current assets excluding deferred tax assets (-) Total assets available for secured lenders/ creditors on pari passu/ exclusive charge basis under the above heads (-) unsecured current/non-current liabilities (-) interest accrued/ payable on unsecured borrowings)	A	70,560.89
(ii)	Total Borrowings (Unsecured) <ul style="list-style-type: none"> • Term Loan • Non-Convertible Debt Securities • CC/OD Limits • Other Borrowings • IND-AS adjustment for effective interest rate on unsecured borrowings 	B	28,525.29



(iii)	Assets Coverage Ratio (100% or higher as per the terms of Offer Documents/ Information Memorandum/ Debenture Trust Deed)		2.47

c) **Compliance of all the covenants/terms of the issue in respect of listed debt securities of the listed entity**

We have examined the compliances made by the Company in respect of the covenants/terms of the issue of the listed debt securities (NCD's) and certify that the such covenants/terms of the issue have been complied by the listed entity.

For S.K.Mehta & Co.
Chartered Accountants
Firm Reg. No. 000478N

 

Rohit Mehta
Partner
Membership No. 091382
UDIN: 21091382 AAAAPE 7272
Place: Noida
Date: 01.11.2021

ANNEXURE -A**Statement of Deviation or Variation**

There has been no deviation or variation in the use of proceeds of funds raised through Nonconvertible Debentures (NCD) for purposes other than those mentioned in the offer document. In pursuance to the regulation a 'NIL' statement of deviation or variation in the prescribed format is given hereunder:

Name of listed entity		Kribhco Fertilizers Limited				
Mode of Fund Raising		Private Placement				
Type of instrument		Non-Convertible Debentures				
Date of Raising Funds		08-May-2020	11-June-2020	17-Aug-2021		
Amount Raised		Rs. 200 crore	Rs. 120 crore	Rs. 95 crore		
Report filed for quarter ended		30 th September, 2021				
Is there a Deviation / Variation in use of funds raised?		No				
Whether any approval is required to vary the objects of the issue stated in the prospectus/ offer document?		No				
If yes, details of the approval so required?		NA				
Date of Approval		NA				
Explanation of the Deviation / Variation		NA				
Comments of the audit committee after review		The Audit Committee has noted that there is no deviation/ variation in use of funds raised by issue of NCD				
Comments of the auditors, if any		NA				
Object for which funds have been raised and where there has been a deviation, in the following table						
Original Object	Modified Object, if any	Original Allocation	Modified allocation, if any	Funds Utilised	Amount of Deviation / Variation for the half year according to applicable object (INR crores and in %)	Remarks if any
<u>For Fund raised on 08-05-2020</u> The proceeds of the issue will be utilised by the Company for Capital expenditure and general corporate purposes.	NA	Rs. 200 crore	NA	Rs. 200 crore	NIL	NIL
<u>For Fund raised on 11-06-2020</u> The proceeds of the issue will be utilised by the Company for refinance of the existing debt and other general corporate purposes.	NA	Rs. 120 crore	NA	Rs. 120 crore	NIL	NIL
<u>For Fund raised on 17-08-2021</u> The proceeds of the issue will be utilised by the Company for Capital Expenditure and other general corporate purposes.	NA	Rs. 95 crore	NA	Rs. 95 crore	NIL	NIL

For KRIBHCO Fertilizers Limited

Ravi Kumar Chopra
(Ravi Kumar Chopra)
Managing Director
DIN 06969911

