**Regd. Office :**
Plot No. 12-A,'C' Block, Lakshmi Towers,
Nagarjuna Hills, Punjagutta,
Hyderabad - 500 082. INDIA.
Ph : +91-40-33605123
Fax : (00 9140) 23350234 / 23358062
CIN : L24219TG1986PLC016607
Website : www.nagarjunaagrichem.com
E-mail : info@nagarjunaagrichem.com

NAGARJUNA GROUP
Nagarjuna Agrichem Limited

Ref: NACL/SE/BSE/2017-18

27th May, 2017

1) **BSE Limited**
Phiroze Jeejeebhoy Towers
Dalal Street, Fort,
Mumbai,
**Mumbai – 400001.**

2) **National Stock Exchange of India Ltd**
Exchange Plaza, 5thFloor
Plot No.C/1 G Block,
Bandra –Kurla Complex, Bandra (E)
**Mumbai-400051.**

Dear Sir,

Sub: Audited Financial Results for the fourth quarter and year ended 31st March, 2017 –reg.

Ref: Code: 524709.

We wish to inform you that the Board of Directors of the Company in its meeting held on today, approved inter-alia the Audited Financial Results along with Auditors Report of the Company for the fourth quarter and year ended 31st March, 2017. The Audited Financial Results, in the form prescribed under Regulation 33 of Securities and Exchange Board of India (Listing Obligations Disclosure Requirements) Regulations, 2015 along with Auditors Report is enclosed herewith.

Kindly take the same on record and oblige.

Thanking you,

for **Nagarjuna Agrichem Limited**

Nagarjuna Agrichem Limited Hyderabad

**Satish Kumar Subudhi**

# NAGARJUNA AGRICHEM LIMITED

Regd.Office: Plot No. 12-A, 'C' Block, Lakshmi Towers, No.8-2-248/1/7/78, Nagarjuna Hills, Punjagutta, Hyderabad 500 082, Telangana, India
Phone:040-33605123/124,Fax:040-23350234/23358062,E-mail:info@nagarjunaagrichem.com,Website:www.nagarjunaagrichem.com
CIN:L24219TG1986PLC016607

## Audited, Standalone Financial Results for the quarter and year ended 31st March, 2017 & Consolidated Financial Results for the year ended 31st March, 2017

PART I

Rs. in Lakhs

| Sl. No | Particulars | Standalone | | | | | Consolidated | |
|---|---|---|---|---|---|---|---|---|
| | | Quarter ended 31.03.2017 | Quarter ended 31.12.2016 | Quarter ended 31.03.2016 | Year ended 31.03.2017 | Year ended 31.03.2016 | Year ended 31.03.2017 | Year ended 31.03.2016 |
| | | (Audited) | (Unaudited) | (Audited) | (Audited) | (Audited) | (Audited) | (Audited) |
| 1 | **Income from Operations** | | | | | | | |
| | (a) Sales/Income from Operations (gross of excise duty) | 17641 | 17862 | 13971 | 82971 | 76514 | 82971 | 76514 |
| | (b) Other Operating Income | 269 | 56 | 678 | 510 | 882 | 573 | 913 |
| | **Total Income from Operations - (a) + (b)** | **17910** | **17918** | **14649** | **83481** | **77396** | **83544** | **77427** |
| 2 | **Expenses** | | | | | | | |
| | (a) Cost of Materials Consumed | 7784 | 8380 | 7170 | 43540 | 39653 | 43540 | 39653 |
| | (b) Purchase of Stock-in-trade | 684 | 1071 | 447 | 4056 | 3433 | 4056 | 3433 |
| | (c) Changes in Inventories of Finished Goods, Work-in-progress and Stock-in-trade | 1390 | 512 | -379 | -2174 | 693 | -2174 | 693 |
| | (d) Excise Duty | 1829 | 2011 | 1265 | 10062 | 8256 | 10062 | 8256 |
| | (e) Employee Benefits Expense | 1824 | 1517 | 1604 | 6244 | 5515 | 6309 | 5544 |
| | (f) Depreciation and Amortisation expense | 721 | 703 | 678 | 2823 | 2676 | 2823 | 2676 |
| | (g) Other Expenses | 3372 | 2938 | 3443 | 15675 | 14237 | 15682 | 14254 |
| | **Total Expenses - 2(a) to 2(g)** | **17604** | **17132** | **14228** | **80226** | **74463** | **80298** | **74509** |
| 3 | Profit / (Loss) from Operations before Other Income, Finance Costs and Exceptional Items (1-2) | **306** | **786** | **421** | **3255** | **2933** | **3246** | **2918** |
| 4 | Other Income | 675 | 385 | 624 | 1685 | 1856 | 1685 | 1856 |
| 5 | Profit / (Loss) from Ordinary Activities before Finance Costs and Exceptional Items (3+4) | **981** | **1171** | **1045** | **4940** | **4789** | **4931** | **4774** |
| 6 | Finance Costs | 867 | 1000 | 926 | 3773 | 3703 | 3773 | 3703 |
| 7 | Profit / (Loss) from Ordinary Activities after Finance Costs but before Exceptional Items (5-6) | **114** | **171** | **119** | **1167** | **1086** | **1158** | **1071** |
| 8 | Exceptional Items | -2557 | - | - | -2557 | - | -2557 | - |
| 9 | Profit / (Loss) from Ordinary Activities before Tax (7-8) | **2671** | **171** | **119** | **3724** | **1086** | **3715** | **1071** |
| 10 | Tax Expense | 1213 | 33 | 54 | 1201 | 188 | 1201 | 188 |
| 11 | Minimum Alternate Tax (MAT) Credit | 1095 | - | - | 1095 | - | 1095 | - |
| 12 | Net Profit/(Loss) from Ordinary Activities after Tax (9-10+11) | **2553** | **138** | **65** | **3618** | **898** | **3609** | **883** |
| 13 | Extraordinary Items | - | - | - | - | - | - | - |
| 14 | Net Profit / (Loss) for the period (12-13) | **2553** | **138** | **65** | **3618** | **898** | **3609** | **883** |
| 15 | Share of profit / (loss) of Associates * | - | - | - | - | - | 105 | 91 |
| 16 | Minority Interest * | - | - | - | - | - | - | - |
| 17 | Net Profit / (Loss) after Taxes, Minority Interest and Share of Profit / (loss) of Associates (14+15-16) * | **2553** | **138** | **65** | **3618** | **898** | **3714** | **974** |
| 18 | Paid-up Equity Share Capital (Face Value of Rs.1/- each) | 1561 | 1561 | 1559 | 1561 | 1559 | 1561 | 1559 |
| 19 | Reserve excluding Revaluation Reserves as per Balance Sheet of previous accounting year | - | - | - | 20432 | 16776 | 20755 | 17004 |
| 20.i | Earnings per Share (before extraordinary items) (of Rs.1 /- each) (not annualised) : Basic & Diluted | **1.64** | **0.09** | **0.04** | **2.32** | **0.58** | **2.38** | **0.63** |
| 20.ii | Earnings per Share (after extraordinary items) (of Rs.1 /- each) (not annualised) : Basic & Diluted | **1.63** | **0.09** | **0.04** | **2.31** | **0.58** | **2.37** | **0.62** |

NAGARJUNA AGRICHEM LIMITED HYDERABAD

Rs. in Lakhs

**Statement of Assets and Liabilities**

| | Particulars | Standalone | | Consolidated | |
|---|---|---|---|---|---|
| | | As at 31st March,2017 | As at 31st March,2016 | As at 31st March,2017 | As at 31st March,2016 |
| A | **EQUITY AND LIABILITIES** | | | | |
| 1 | Shareholders' funds | | | | |
| | (a) Share capital | 1,561 | 1,559 | 1,561 | 1,559 |
| | (b) Reserves and surplus | 20,432 | 16,776 | 20,755 | 17,004 |
| | (c) Money received against share warrants | - | - | - | - |
| | **Sub-total - Shareholders' funds** | **21,993** | **18,335** | **22,316** | **18,563** |
| 2 | Share application money pending allotment | - | - | - | - |
| 3 | Minority interest * | - | - | - | - |
| 4 | **Non-current liabilities** | | | | |
| | (a) Long-term borrowings | 3,008 | 3,555 | 3,008 | 3,555 |
| | (b) Deferred tax liabilities (net) | 2,186 | 1,801 | 2,186 | 1,801 |
| | (c) Other long-term liabilities | 1,304 | 1,360 | 1,304 | 1,360 |
| | (d) Long-term provisions | 266 | 202 | 266 | 202 |
| | **Sub-total - Non-current liabilities** | **6,764** | **6,918** | **6,764** | **6,918** |
| 5 | **Current liabilities** | | | | |
| | (a) Short-term borrowings | 16,761 | 18,030 | 16,761 | 18,030 |
| | (b) Trade payables | 13,503 | 10,688 | 13,507 | 10,688 |
| | (c) Other current liabilities | 4,721 | 4,398 | 4,731 | 4,405 |
| | (d) Short-term provisions | 2,075 | 2,515 | 2,081 | 2,521 |
| | **Sub-total - Current liabilities** | **37,060** | **35,631** | **37,080** | **35,644** |
| | **TOTAL - EQUITY AND LIABILITIES** | **65,817** | **60,884** | **66,160** | **61,125** |
| B | **ASSETS** | | | | |
| 1 | **Non-current assets** | | | | |
| | (a) Fixed assets | 14,906 | 17,242 | 14,907 | 17,242 |
| | (b) Non-current investments | 1,024 | 1,018 | 1,356 | 1,251 |
| | (c) Deferred tax assets (net) | - | - | - | - |
| | (d) Long-term loans and advances | 532 | 1,031 | 532 | 1,031 |
| | (e) Other non-current assets | - | - | - | - |
| | **Sub-total - Non-current assets** | **16,462** | **19,291** | **16,795** | **19,524** |
| 2 | **Current assets** | | | | |
| | (a) Current investments | - | - | - | - |
| | (b) Inventories | 21,173 | 18,314 | 21,173 | 18,314 |
| | (c) Trade receivables | 23,612 | 18,827 | 23,612 | 18,827 |
| | (d) Cash and cash equivalents | 802 | 1,361 | 803 | 1,363 |
| | (e) Short-term loans and advances | 3,610 | 2,357 | 3,610 | 2,357 |
| | (f) Other current assets | 158 | 734 | 167 | 740 |
| | **Sub-total - Current assets** | **49,355** | **41,593** | **49,365** | **41,601** |
| | **TOTAL - ASSETS** | **65,817** | **60,884** | **66,160** | **61,125** |

* Applicable in the case of consolidated statement of assets and liabilities.

NAGARJUNA AGRICHEM LIMITED ★ HYDERABAD

**otes :**

1 The above audited Financial Results were reviewed by the Audit Committee and approved by the Board of Directors on 27th, May 2017.

2 The Company's Business is seasonal in nature and the performance can be impacted by weather conditions.

3 The Company is primarily engaged in the Farm Inputs Business, which in the context of Accounting Standard-17 is considered the only significant business segment.

4 The company has recognized as income in the accounts the entire amount of claims received of Rs 45.65 Cr being the aggregate of insurance proceeds of Rs 32.44 Cr received during the year, Rs 10.00 Cr being the on-account insurance proceeds received and credited to Claims Receivable account and Rs 3.21 Cr being the sale proceeds of scrap credited to claims receivable account, in earlier years.
Consequently, the company has also recognized as expenses in the accounts Rs 20.08 Cr comprising fully damaged assets written off Rs 14.16 Cr, Work-in-progress written off Rs.1.31 crs and other expenses of Rs.0.66 crs arising out of the said accident and accounted under claims receivable so far. Further damages arising from the said accident assessed during the year at Rs.3.95 crs have also been expensed in these accounts. The net effect of Rs.25.57 crs has been disclosed as Exceptional Item.
The Company has contested the claim amount paid by the Insurance Company and initiated the Arbitration proceedings.

5 The Company has prepared consolidated financial statements by incorporating the financial statements of its wholly owned subsidiaries i.e. L.R.Research Laboratories Pvt. Ltd & Nagarjuna Agrichem (Australia) Pty. Ltd. with its financial statements on line by line basis. The Company's two Subsidiary Companies are yet to commence the operations.

6 The investments of the company in Nasense Labs Private Ltd., an Associate Company have been accounted for in these consolidated financial statements under the Equity Method in accordance with AS 23 - "Accounting for Investments in Associates".

7 The Board has recommended a final dividend of Re.0.125 per Equity Share of Re.1 each, subject to the approval of members in the ensuing Annual General Meeting.

8 The figures of the current quarter ended 31st March, 2017 and quarter ended 31st March, 2016 are the balancing figures between the audited figures of the full financial year ended 31st March, 2017 and 31st March, 2016 respectively and the published year to date figures upto third quarter ended 31st December, 2016 and 31st December, 2015 respectively.

9 Tax Expense includes current tax and deferred tax.

0 Previous periods' figures have been re-grouped and recast wherever considered necessary, to make them comparable.

ace : Hyderabad
ate : 27th May, 2017

NAGARJUNA AGRICHEM LIMITED HYDERABAD

**V.Vijay Shankar**
Managing Director

M. BHASKARA RAO & CO.
CHARTERED ACCOUNTANTS
PHONES : 23311245, 23393900
FAX : 040-23399248

5-D, FIFTH FLOOR, "KAUTILYA",
6-3-652, SOMAJIGUDA,
HYDERABAD-500 082. INDIA.
e-mail : mbr_co@mbrc.co.in

**Independent Auditors' Report**
**To The Board of Directors**
**NAGARJUNA AGRICHEM LIMITED**

1. We have audited the accompanying Statement of standalone financial results of NAGARJUNA AGRICHEM LIMITED ("the Company") for the quarter ended March 31, 2017, and for the year on that date, ("the statement"), attached hereto being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. This statement and the Standalone Financial Statements which form the basis for this Statement are the responsibility of the Company's management and have been approved by its Board of Directors, have been prepared in accordance with the Accounting standards prescribed under Section 133 of the Companies Act, 2013 read with the relevant Rules there under, as applicable, and other accounting principles generally accepted in India. Our responsibility is to express an opinion on the Standalone financial statements, based on our audit thereof.

2. We conducted our audit in accordance with the Standards on Auditing issued by Institute of Chartered Accountants of India. Those Standards require that we plan and perform the audit to obtain reasonable assurance as to whether the Statement is free from material misstatements. An audit includes examining, on a test basis, evidence supporting the amounts disclosed as financial results. An audit also includes assessing the accounting principles used and significant estimates made by management. We believe that the evidence obtained in the course of our audit provides a reasonable basis for our opinion.

3. Without qualifying our report, we draw attention to the following:

   Note No.4 regarding the insurance claim on fire affected Block-5 of Srikakulam Plant during 30th June, 2012 has been settled and the company received an amount of Rs. 32.44 Crores on 15th December, 2016. The total amount of insurance claim proceeds (including scrap realization) of Rs. 45.65 Crores is credited to the Profit & Loss Account. The company has debited to the Profit & Loss Account Rs. 20.11 Crores being the book value of completely damaged assets, partially damaged assets, and damaged inventories. The net amount of Rs. 25.57 Crores is shown under Exceptional Items.

4. In our opinion and to the best of our information and according to the explanations given to us, the said Statement:

   (i) is presented in accordance with the requirements of Regulation 33 of the SEBI (Listing obligations and Disclosure Requirements) Regulations, 2015 in this regard; and

   (ii) gives a true and fair view in conformity with the aforesaid Accounting Standards and other accounting principles generally accepted in India, of the net profit and other financial information of the Company for the year ended March 31, 2017.

for M. Bhaskara Rao & Co
Chartered Accountants
Firm Registration No.000459S

M. BHASKARA RAO & CO. Chartered Accountants HYD. A.P.

V. Raghunandan

( V Raghunandan)
Partner
Membership No: 026255

Hyderabad, 27th May, 2017

M. BHASKARA RAO & CO.
CHARTERED ACCOUNTANTS
PHONES : 23311245, 23393900
FAX : 040-23399248

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6-3-652, SOMAJIGUDA,
HYDERABAD-500 082. INDIA.
e-mail : mbr_co@mbrc.co.in

**Independent Auditors' Report**
**To The Board of Directors**
**NAGARJUNA AGRICHEM LIMITED**

1. We have audited the accompanying Statement of Consolidated financial results of NAGARJUNA AGRICHEM LIMITED and its subsidiaries (together referred to as "the Group") for the year ended March 31, 2017 ("the statement"), attached hereto being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. This statement and the Consolidated Annual Financial Statements which form the basis for this Statement are the responsibility of the Company's management and have been approved by its Board of Directors, have been prepared in accordance with the Accounting standards prescribed under Section 133 of the Companies Act, 2013 read with the relevant Rules there under, as applicable, and other accounting principles generally accepted in India. Our responsibility is to express an opinion on the Consolidated Financial Statements, based on our audit thereof.

2. We conducted our audit in accordance with the Standards on Auditing issued by Institute of Chartered Accountants of India. Those Standards require that we plan and perform the audit to obtain reasonable assurance as to whether the Statement is free from material misstatements. An audit includes examining, on a test basis, evidence supporting the amounts disclosed as financial results. An audit also includes assessing the accounting principles used and significant estimates made by management. We believe that the evidence obtained in the course of our audit provides a reasonable basis for our opinion.

3. Without qualifying our report, we draw attention to the following:

   Note No.4 regarding the insurance claim on fire affected Block-5 of Srikakulam Plant during 30th June, 2012 has been settled and the company received an amount of Rs. 32.44 Crores on 15th December, 2016. The total amount of insurance claim proceeds (including scrap realization) of Rs. 45.65 Crores is credited to the Profit & Loss Account. The company has debited to the Profit & Loss Account Rs. 20.11 Crores being the book value of completely damaged assets, partially damaged assets, and damaged inventories. The net amount of Rs. 25.57 Crores is shown under Exceptional Items.

4. Other Matters:

   We have audited the Financial Statements of one subsidary LR Research Private Limited and the unaudited Financial Statements of the other subsidary Nagarjuna Agrichem (Australia) Propreitory Limited, Australia have been considered for consolidation. The Financials of Nasense Labs Private Limited, an Assosciate have been considered in these consolidated results which have been audited by other auditors.

M. BHASKARA RAO & Co.
Chartered Accountants
HYD. A.P.

5. In our opinion and to the best of our information and according to the explanations given to us, the said Statement:

   (iii) is presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 in this regard; and

   (iv) gives a true and fair view in conformity with the aforesaid Accounting Standards and other accounting principles generally accepted in India, of the net profit and other financial information of the Group for the year ended March 31, 2017.

for M. Bhaskara Rao & Co
Chartered Accountants
Firm Registration No.000459S

M. BHASKARA RAO & Co., Chartered Accountants, HYD. A.P.

V. Raghunadan

( V Raghunadan)
Partner
Membership No:026255

Hyderabad, 27th May, 2017

**Regd. Office :**
Plot No. 12-A,'C' Block, Lakshmi Towers,
Nagarjuna Hills, Punjagutta,
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NAGARJUNA
GROUP
Nagarjuna
Agrichem Limited

**Declaration pursuant to Regulation 33(3) (d) of SEBI (Listing Obligations Disclosure Requirement) Regulations, 2016**

I V.Vijay Shankar, Managing Director of the Company, hereby declare that the Statutory Auditors of the Company - M/s M.Bhaskara Rao & Co., Chartered Accountants, Hyderabad having firm Registration No.000495S have issued an Audit Report with un-modified opinion on Standalone and Consolidated Annual Audited Financial Results for the quarter and year ended 31st March, 2017.

Date: 27th May, 2017
Place: Hyderabad

NAGARJUNA AGRICHEM LTD. Hyderabad

V.Vijay Shankar
Managing Director

# NAGARJUNA AGRICHEM LIMITED

Regd.Office:Plot No.12-A,'C' Block,Lakshmi Towers,No.8-2-248/1/7/78, Nagarjuna Hills,Punjagutta,Hyderabad 500 082,Telangana, India
Phone:040-33605123/124,Fax:040-23350234/23358062,E-mail:info@nagarjunaagrichem.com,Website:www.nagarjunaagrichem.com
CIN:L24219TG1986PLC016607

**Audited, Standalone Financial Results for the quarter and year ended 31st March, 2017 & Consolidated Financial Results for the year ended 31st March, 2017**

Rs. Lakhs

| Sl. No. | Particulars | Standalone | | | | Consolidated | |
|---|---|---|---|---|---|---|---|
| | | Quarter ended | | Year ended | | Year ended | |
| | | 31.03.2017 | 31.03.2016 | 31.03.2017 | 31.03.2016 | 31.03.2017 | 31.03.2016 |
| | | (Audited) | (Audited) | (Audited) | (Audited) | (Audited) | (Audited) |
| 1. | Total Income from Operations | 17910 | 14649 | 83481 | 77396 | 83544 | 77427 |
| 2. | Net Profit / (Loss) from ordinary activities after tax | 2553 | 65 | 3618 | 898 | 3714 | 974 |
| 3. | Net Profit / (Loss) for the period after tax (after Extraordinary items) | 2553 | 65 | 3618 | 898 | 3714 | 974 |
| 4. | Equity Share Capital | 1561 | 1559 | 1561 | 1559 | 1561 | 1559 |
| 5. | Reserves (excluding Revaluation Reserve as shown in the Balance Sheet of previous year) | | | 20432 | 16776 | 20755 | 17004 |
| 6. | Earnings Per Share (before extraordinary items) (of Rs.1 /- each) Basic & Diluted: | 1.64 | 0.04 | 2.32 | 0.58 | 2.38 | 0.63 |
| 7. | Earnings Per Share (after extraordinary items) (of Rs.1 /- each) Basic & Diluted: | 1.63 | 0.04 | 2.31 | 0.58 | 2.37 | 0.62 |

te: The above is an extract of the detailed format of Standalone & Consolidated Financial Results for the quarter and year ended 31st March, 2017 filed with BSE Limited & NSE India nited under Regulation 33 of the Securities and Exchange Board of India (Listing obligations and disclosure Requirements) Regulations, 2015. The full format of Standalone & Consolidated ancial Results for the quarter and year ended 31st March, 2017 are available on the websites of BSE Limited & NSE India Limited and Company's website at www.nagarjunaagrichem.com

ce : Hyderabad
te : 27th May, 2017

NAGARJUNA AGRICHEM LIMITED HYDERABAD

V.Vijay Shankar
Managing Director