



November 8, 2023

The Manager (Listing/Compliance)
National Stock Exchange of India Limited
Exchange Plaza, Bandra-Kurla Complex,
Bandra (East), MUMBAI- 400 001
NSE Symbol : **KHAICHEM**

The Manager (DCS/Compliance)
BSE Limited,
Phiroze Jeejeebhoy Towers,
Dalal Street, MUMBAI- 400 001
BSE Scrip Code : **507794**

Dear Sir/Madam,

Sub: Outcome of 4th Board Meeting (IInd Quarter Result).

This has reference to our letter dated October 30, 2023.

In terms of the provisions of Regulation 30 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 read with Part A of Schedule III of said Regulations, this is to inform you that the Board of Directors in its meeting held today i.e. Wednesday, November 8, 2023 considered and approved/taken note of the following:

1. Approval of Unaudited Financial Result for the quarter and half year ended September 30, 2023 the details are as under:

Quarterly Basis:

The Company has posted a net profit of Rs. 11.23 lacs for the quarter ended September 30, 2023 as compared to net profit of Rs. 1,705.06 lacs for the quarter ended September 30, 2022. Total income has decreased from Rs. 27,736.61 lacs for the quarter ended September 30, 2022 to Rs. 19,399.89 lacs for the quarter ended September 30, 2023.

Half-yearly Basis:

The Company has posted a net Loss of Rs. 610.84 lacs for the half-year ended September 30, 2023 as compared to net profit of Rs. 2,499.44 lacs for the half-year ended September 30, 2022. Total income has decreased from Rs. 49,328.53 lacs for the half-year ended September 30, 2022 to Rs. 35,795.71 lacs for the half-year ended September 30, 2023.

NSBP & Co., Chartered Accountants, the Statutory Auditors of the Company, have issued the Limited Review Report for the quarter and half year ended September 30, 2023.

A copy of the said Results together with the Limited Review Report for quarter ended September 30, 2023, are enclosed herewith.

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2. Resignation of Internal Auditor:

In accordance with Regulation 30 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, we hereby inform you that M/s. O P Bagla & Co., Chartered Accountants, who were appointed as the Internal Auditor of our Company on April 29, 2023, for the Financial Year 2023-24, have tendered their resignation. This decision arises due to pre-occupation and other difficulties.

3. Appointment of Internal Auditor:

In accordance with Regulation 30 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and as per the provisions of Section 138 of the Companies Act 2013 and applicable Rules, M/s. APAS & Co., Chartered Accountants, have been appointed as the internal auditors of the Company for the Financial Year 2023-24.

The meeting of the Board of Directors commenced at 11:30 am and concluded at 12:45 pm.

This Results is also being uploaded on the Company's website at <https://www.kcfl.co.in>

We request you to take the above information on your record.

Thanking you,

Yours faithfully,

for KHAITAN CHEMICALS AND FERTILIZERS LIMITED

AJAY SALITRA

(Company Secretary & Compliance Officer)



KHAITAN CHEMICALS AND FERTILIZERS LIMITED

CIN: L24219MP1982PLC004937

Regd. Office: A.B.Road, Village- Nimrani, Khargone, 451569 (M.P.)

Email: secretarial@kcfli.in; Website: www.kcfli.co.in

Phone: 0731-4753666

Statement of Unaudited Financial Results for the Quarter and Half year ended September 30, 2023

(Amount Rs. in Lakhs)

S. No	Particulars	Quarter ended			Half year ended		Year ended
		September 30, 2023	June 30, 2023	September 30, 2022	September 30, 2023	September 30, 2022	March 31, 2023
		Unaudited					Audited
	Continuing Operation						
1	Income						
	I. Revenue from operations	19,332.46	16,366.45	27,685.67	35,698.91	49,249.29	88,781.61
	II. Other income	67.43	29.37	50.94	96.80	79.24	147.68
	Total Income (I+II)	19,399.89	16,395.82	27,736.61	35,795.71	49,328.53	88,929.29
2	Expenses						
	(a) Cost of material consumed	11,183.02	14,706.20	13,024.44	25,889.22	30,810.42	61,977.31
	(b) Purchase of Stock in Trade	1,475.17	-	-	1,475.17	-	-
	(c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	1,644.79	(3,514.23)	5,375.87	(1,869.44)	1,700.78	(3,912.58)
	(d) Employees benefits expense	820.94	830.61	850.10	1,651.55	1,688.81	3,392.25
	(e) Finance costs	776.38	683.34	582.57	1,459.72	1,009.46	1,931.42
	(f) Depreciation and amortisation expense	280.80	278.77	246.78	559.57	432.73	906.19
	(g) Other expenses						
	Outward transportation	1,176.35	1,501.39	2,444.42	2,677.74	4,285.82	7,706.84
	Others	1,983.63	2,755.88	2,852.58	4,739.51	5,992.80	11,824.82
	Total expenses	19,341.08	17,241.96	25,376.76	36,583.04	45,920.82	83,826.25
3	Profit/(Loss) before exceptional items and tax (1-2) - Continuing Operation	58.81	(846.14)	2,359.85	(787.33)	3,407.71	5,103.04
4	Exceptional items						
5	Profit/(Loss) before tax (3-4) - Continuing Operation	58.81	(846.14)	2,359.85	(787.33)	3,407.71	5,103.04
6	Tax Expense						
	1) Current tax	-	-	622.06	-	907.67	1,465.69
	2) Deferred tax	176.52	(171.45)	(22.70)	5.07	(54.83)	(154.77)
	3) Tax adjustments for earlier years	(128.94)	-	55.43	(128.94)	55.43	56.34
	Total tax expenses of Continuing Operation	47.58	(171.45)	654.79	(123.87)	908.27	1,367.26
7	Profit/(Loss) for the period/year (5-6) - Continuing Operation	11.23	(674.69)	1,705.06	(663.46)	2,499.44	3,735.78
	Discontinued Operation						
8	Profit/(Loss) before tax for the period/year - Discontinued Operation	-	63.52	-	63.52	-	637.06
9	Total tax expenses/ (credit) of Discontinued Operation	-	10.90	-	10.90	-	160.33
10	Profit/(Loss) after tax for the period/year (8-9) - Discontinued Operation	-	52.62	-	52.62	-	476.73
11	Total Profit/(Loss) (7+10)	11.23	(622.07)	1,705.06	(610.84)	2,499.44	4,212.51
12	Other Comprehensive Income (OCI) including Discontinued Operation						
	Items that will not be reclassified to profit or loss						
	Re-measurements gain/(loss) on defined benefit plans	10.73	10.73	(6.55)	21.46	(13.11)	42.92
	Changes in fair value of financial assets	-	-	-	-	-	4.74
	Income tax on item that will not be reclassified to profit and loss	(2.70)	(2.70)	1.65	(5.40)	3.30	(11.28)
	Items that will be reclassified to profit or loss						
	Gain/(loss) in Cash Flow Hedges	163.93	(64.79)	26.79	99.14	66.18	62.83
	Income Tax Relating to items that will be reclassified to profit and Loss	(41.26)	16.31	(6.74)	(24.95)	(16.66)	(15.81)
	Total other Comprehensive income, net of tax	130.70	(40.45)	15.15	90.25	39.71	83.40
13	Total Comprehensive Income for the period/year (11+12)	141.93	(662.52)	1,720.21	(520.59)	2,539.15	4,295.91
14	Paid-up equity share capital (Face Value Per Share Re. 1/-)	969.89	969.89	969.89	969.89	969.89	969.89
15	Other equity (As per last audited Balance Sheet)	-	-	-	-	-	28,406.10
16	Earning Per Share (of Re. 1/- each) (not annualised)						
	Basic and Diluted - Continuing Operation (Rupees)	0.01	(0.70)	1.76	(0.69)	2.58	3.85
	Basic and Diluted - Discontinued Operation (Rupees)	-	0.06	-	0.06	-	0.49
	Basic and Diluted - Continuing Operation and Discontinued Operation (Rupees)	0.01	(0.64)	1.76	(0.63)	2.58	4.34



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Segment Wise Revenue, Results, Assets & Liabilities:							
(Amount Rs. in Lakhs)							
S. No	Particulars	Quarter ended			Half year ended		Year ended
		September 30, 2023	June 30, 2023	September 30, 2022	September 30, 2023	September 30, 2022	March 31, 2023
		Unaudited					Audited
1	Segment Revenue [Net sales/income from each segment]						
	a) Fertilizers	18,256.54	14,643.15	25,540.88	32,899.69	43,205.00	79,517.35
	b) Chemicals & Speciality Chemicals	2,086.54	3,018.37	3,825.22	5,104.91	11,596.57	17,490.13
	c) Unallocated (others)	-	-	-	-	-	-
	Total	20,343.08	17,661.52	29,366.10	38,004.60	54,801.57	97,007.48
	Less: Inter Segment Revenue	943.19	1,265.70	1,629.49	2,208.89	5,473.04	8,078.19
	Sales/Income from Continuing Operation	19,399.89	16,395.82	27,736.61	35,795.71	49,328.53	88,929.29
	Sales/Income from Discontinued Operation	-	63.52	-	63.52	-	637.06
	Net Sales/Income from Continuing and Discontinued Operation	19,399.89	16,459.34	27,736.61	35,859.23	49,328.53	89,566.35
2	Segment Results [Profit/(Loss) before tax and interest from each segment]						
	a) Fertilizers	976.61	27.73	2,182.80	1,004.34	1,367.05	3,913.75
	b) Chemicals & Speciality Chemicals	(141.42)	(190.53)	759.62	(331.95)	3,050.12	3,120.71
	c) Unallocated (others)	-	-	-	-	-	-
	Total	835.19	(162.80)	2,942.42	672.39	4,417.17	7,034.46
	Less: i) Interest and other financial expenses (Continuing Operation)	776.38	683.34	582.57	1,459.72	1,009.46	1,931.42
	ii) Other unallocated expenditure net off (Continuing Operation)	-	-	-	-	-	-
	iii) Unallocated income (Continuing Operation)	-	-	-	-	-	-
	Profit before tax (Continuing Operation)	58.81	(846.14)	2,359.85	(787.33)	3,407.71	5,103.04
	Profit/loss before tax (Discontinued Operation)	-	63.52	-	63.52	-	637.06
	Total profit before tax	58.81	(782.62)	2,359.85	(723.81)	3,407.71	5,740.10
3	Segment Assets						
	a) Fertilizers	71,007.34	75,110.25	63,455.23	71,007.34	63,455.23	64,078.63
	b) Chemicals & Speciality Chemicals	4,543.77	6,178.27	4,502.39	4,543.77	4,502.39	5,103.97
	c) Discontinued Operation	297.57	298.22	612.79	297.57	612.79	333.91
	d) Unallocated (others)	228.26	1,180.99	1,230.19	228.26	1,230.19	1,184.66
	Total	76,076.94	82,767.73	69,800.60	76,076.94	69,800.60	70,701.17
4	Segment Liabilities						
	a) Fertilizers	45,856.20	52,022.24	39,856.94	45,856.20	39,856.94	39,260.13
	b) Chemicals & Speciality Chemicals	556.89	419.09	56.20	556.89	56.20	30.84
	c) Discontinued Operation	6.66	606.54	610.57	6.66	610.57	395.86
	d) Unallocated (others)	1,092.78	1,006.40	1,657.67	1,092.78	1,657.67	1,638.35
	Total	47,512.53	54,054.27	42,181.38	47,512.53	42,181.38	41,325.18
5	Capital Employed (3-4)	28,564.41	28,713.46	27,619.22	28,564.41	27,619.22	29,375.99

Notes:

- The above financial results have been prepared in accordance with the recognition and measurement principles laid down in Ind AS 34 Interim Financial Reporting prescribed under Section 133 of the Companies Act, 2013, read with the Companies (Indian Accounting Standards) Rules, 2015 (as amended) and the other accounting principles generally accepted in India.
- The above results were reviewed by the Audit Committee and taken on record by the Board of Directors in its meeting held on Wednesday, November 8, 2023.
- The Limited Review under Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 has been carried out by the Statutory Auditors and they have issued an unmodified report on the aforesaid results. The Report does not contain anything which would have an impact on the results for the quarter and half year ended September 30, 2023.
- The responsibility of identifying reportable segments lies with the Chief Operating Decision Maker (CODM) as per the Indian Accounting Standard 108 'Operating Segments'. Segments have been identified taking into account the nature of work/services, risk, return and organizational structure. The CODM has identified two reportable segments namely Fertilizers and Chemicals & Speciality Chemicals. Other segment includes Corporate investment, Deferred Tax and Income Tax.
- In the quarter ended September 30, 2021, the Company had classified its Used Plant & Machinery, Iron Scraps & Building Scrap etc. of Solvent Extraction Plant (Soya Plant) situated at Dosigaon Industrial Area, Dosigaon, Ratlam- 457001 (M.P.) as assets held for sale. The gain on disposal will be accounted for at the time of disposal of assets.
- The figures for the corresponding period have been restated/regrouped wherever necessary to make them comparable.

By order of the Board
for KHAITAN CHEMICALS AND FERTILIZERS LIMITED



(SHAILESH KHAITAN)
CHAIRMAN & MANAGING DIRECTOR
DIN : 00041247



Place : New Delhi
Date : November 8, 2023

Statement of Assets and Liabilities as at September 30, 2023

Particulars	As at September 30, 2023		As at March 31, 2023	
		Unaudited		Audited
ASSETS				
Non-current Asset				
Property, plant and equipment	12,351.91		12,273.05	
Right of use assets	617.75		667.66	
Capital work-in-progress	726.44		346.44	
Intangible assets	4.88			
Financial Assets				
I) Investments	348.68		348.68	
II) Other Financial Assets	272.36		222.23	
Income Tax Assets (Net)	207.66		184.62	
Other non-current assets	128.51		558.05	
	<u>14,658.19</u>		<u>14,600.73</u>	
Current Asset				
Inventories	32,219.87		25,209.42	
Financial Assets				
i) Trade receivables	6,183.65		6,508.55	
ii) Cash and cash equivalents	16.90		15.50	
iii) Bank balances other (ii) above	2,424.45		1,622.43	
iv) Loans	11.72		9.28	
v) Other financial assets	425.97		324.35	
Other current assets	19,838.62		22,077.00	
	<u>61,121.18</u>		<u>55,766.53</u>	
Assets or disposal group classified as held for sale	297.57		333.91	
TOTAL ASSETS	<u>76,076.94</u>		<u>70,701.17</u>	
EQUITY & LIABILITIES				
Equity				
Equity share capital	969.89		969.89	
Other equity	27,594.52		28,406.10	
Total Equity	<u>28,564.41</u>		<u>29,375.99</u>	
LIABILITIES				
Non current liabilities				
Financial liabilities				
I) Borrowings	2,052.30		2,429.70	
II) Lease Liabilities	529.07		554.60	
III) Other financial liabilities	55.64		51.57	
Provisions	33.09		38.05	
Deferred tax liabilities (net)	1,072.19		1,025.87	
	<u>3,742.29</u>		<u>4,099.79</u>	
Current liabilities				
Financial liabilities				
I) Borrowings	31,507.60		19,685.31	
II) Lease Liabilities	172.34		183.65	
III) Trade payables				
Total outstanding dues of micro enterprises and small enterprises	-		20.90	
Total outstanding dues of creditors other than micro enterprises and small enterprises	7,944.49		11,804.31	
IV) Other financial liabilities	1,402.09		1,657.66	
Other current liabilities	2,719.32		2,844.81	
Provisions	17.74		632.89	
	<u>43,763.58</u>		<u>36,829.53</u>	
Liabilities directly associated with disposal group classified as held for sale	6.66		395.86	
TOTAL EQUITY AND LIABILITY	<u>76,076.94</u>		<u>70,701.17</u>	



Place : New Delhi
Date : November 8, 2023

By order of the Board
for KHAITAN CHEMICALS AND FERTILIZERS LIMITED


(SHAILESH KHAITAN)
CHAIRMAN & MANAGING DIRECTOR
DIN : 00041247

Cash Flow Statement for the Half year ended September 30, 2023		(Amount Rs. in Lakhs)	
	Half year ended September 30, 2023 (Unaudited)	Half year ended September 30, 2022 (Unaudited)	
Cash flow from operating activities			
Profit/loss before tax from			
- Continuing operations	(787.33)	3,407.71	
- Discontinued operation	63.52	-	
Profit before tax	(723.81)	3,407.71	
Adjustments to reconcile net profit to net cash by operating activities			
Depreciation and amortization expense	559.58	432.73	
Provision no longer required written back	(9.56)	(36.28)	
Net (Profit)/ Loss on sale of property, plant and equipment	(63.52)	-	
Provision for Non Moving Inventory	-	-	
Net gain on account of foreign exchange	-	66.18	
Provision for Doubtful debt/Subsidy / Advances/Bad debts w/off	(263.73)	64.00	
Finance costs	1,459.72	1,009.46	
Interest/Rent Income	(70.23)	(42.15)	
	888.45	4,901.65	
Adjustments for:			
(Increase)/ decrease in inventories	(7,010.44)	(1,389.53)	
(Increase)/ decrease in trade receivables	324.90	(1,378.99)	
(Increase)/ decrease in short-term loans	(2.44)	(18.24)	
(Increase)/ decrease in other financial current assets	(101.62)	(474.66)	
(Increase)/ decrease in other current assets	2,238.38	(10,778.99)	
(Increase)/ decrease in other non-current Financial assets	(50.14)	(34.51)	
(Decrease)/ increase in other non-current assets	429.54	544.57	
(Decrease)/ increase in other non current financial liabilities	4.08	0.06	
(Decrease)/increase in trade payable	(3,890.83)	7,984.44	
(Decrease)/ increase in other financial current liabilities	(255.57)	602.46	
(Decrease)/ increase in other current liabilities	(125.47)	(2,668.45)	
Cash (used in)/ Received from operations	(7,551.16)	(2,710.19)	
Direct taxes (Paid) / Received (net of refund)	(505.80)	(518.25)	
Net cash flow (used in)/from operating activities	(8,056.96)	(3,228.44)	
Cash flow from investing activities			
Purchase of Property, plant and equipment, intangible assets including Capital work in progress	(916.91)	(1,979.42)	
Proceeds from sale of Property, plant and equipment	(289.35)	-	
Margin Money Deposits	(797.18)	(1,272.45)	
Interest received	70.23	42.15	
Net cash flow from/ (used in) investing activities	(1,933.21)	(3,209.72)	
Cash flow from financing activities			
Availment (Repayments) of non-current borrowings	(377.38)	1,524.01	
Availment of current borrowing (Net)	11,822.29	2,182.35	
Dividend Paid	(286.12)	(143.59)	
Interest paid	(1,204.06)	(928.05)	
Lease liabilities interest paid	(48.12)	(48.31)	
Repayment of Lease Liabilities	84.96	177.54	
Net cash Flow from/ (used in) financing activities	9,991.57	2,763.95	
Net increase /(decrease) in cash and cash equivalent (A+B+C)	1.40	(3,674.21)	
Cash and cash equivalent at the beginning of the year	15.50	4,718.57	
Cash and cash equivalent at the end of the year	16.90	1,044.36	
Components of cash and cash equivalent			
Cash on hand	6.52	8.89	
With Bank - on current account	10.38	1,035.47	
Total cash and cash equivalent	16.90	1,044.36	
Note:			
1. The above cash flow statement has been prepared under the indirect method as set out in Ind -AS 7 specified under section 133 of the Companies Act, 2013.			
2. Figures in brackets denote cash outflow.			
3. Previous year figures have been regrouped and recasted wherever necessary to confirm the current year classification.			
		<p>By order of the Board for KHAITAN CHEMICALS AND FERTILIZERS LIMITED</p> <p> (SHAILESH KHAITAN) CHAIRMAN & MANAGING DIRECTOR DIN : 00041247</p>	
Place : New Delhi			
Date : November 8, 2023			

Independent Auditor's Review Report on the Quarterly Unaudited Financial Results of the Company Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended

**Review Report to
The Board of Directors
Khaitan Chemicals and fertilizers Limited**

1. We have reviewed the accompanying statement of unaudited financial results of Khaitan Chemicals and Fertilizers Limited ('the Company') for the quarter ended September 30, 2023 and year to date period from April 01, 2023 to September 30, 2023 (the "Statement"), being submitted by the Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended thereafter (the "Listing Regulations").
2. The Company's Management is responsible for the preparation of the Statement in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34, (Ind AS 34) "Interim Financial Reporting" prescribed under Section 133 of the Companies Act, 2013 as amended, read with relevant rules issued thereunder and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations. The Statement has been approved by the Company's Board of Directors. Our responsibility is to express a conclusion 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 of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.
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 recognition and measurement principles laid down in the aforesaid Indian Accounting Standards ('Ind AS') specified under Section 133 of the Companies Act, 2013 as amended, read with relevant rules issued thereunder and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of the Listing Regulations, including the manner in which it is to be disclosed, or that it contains any material misstatement.

For NSBP & Co.
Chartered Accountants
Firm Registration Number: 001075N



Subodh Kumar Modi
Partner
Membership Number: 093684
UDIN: 23093684BGXHDY1048
Place: New Delhi
Date: November 08, 2023

