CHAMBAL FERTILISERS
AND CHEMICALS LIMITED

Annual Report 2023-24

Enriching Land
Elevating Lives
Embracing Sustainability

CONTENTS

DIRECTORS

Mr. Saroj Kumar Poddar
Chairman

Mr. Shyam Sunder Bhartia
Co-Chairman

Mr. Chandra Shekhar Nopany
Non-Executive Director

Mr. Abhay Baijal
Managing Director

Mr. Vivek Mehra
Non-Executive Independent Director

Mr. Pradeep Jyoti Banerjee
Non-Executive Independent Director

Ms. Rita Menon
Non-Executive Independent Director

Mr. Berjis Minoo Desai
Non-Executive Independent Director

LEADERSHIP TEAM

Mr. Upendra Rajnarayan Singh
Vice President - Works

Mr. Ashish Kumar Srivastava
Vice President - Sales & Marketing

Mr. Anand Agarwal
Chief Financial Officer

Mr. Anand Gupta
Vice President - Strategy

COMPANY SECRETARY
Mr. Tridib Barat

AUDITOR

Price Waterhouse
Chartered Accountants LLP

COST AUDITOR
K.G. Goyal & Associates

SECRETARIAL AUDITOR
RMG & Associates

Chambal Fertilisers and Chemicals Limited
(CIN : L24124RJ1985PLC003293)
Registered Office: Gadepan, Distt. Kota, Rajasthan, PIN - 325 208
Tel. No. : +91-744-2782915; Fax : +91-7455-274130
Corporate Office : "Corporate One", First Floor, 5, Commercial Centre, Jasola, New Delhi -110 025
Tel. Nos. : +91-11- 46581300, 41697900; Fax : +91-11- 40638679
Email : isc@chambal.in; Website : www.chambalfertilisers.com

BOARD'S REPORT

Dear Members,

Your Board of Directors have pleasure in presenting the 39th Annual Report on the business and operations of the Company together with audited financial statements for the financial year ended March 31, 2024.

1. Standalone Financial Results

The financial performance of your Company on standalone basis is summarized below:

(Rs. in Crore)

Particulars	Financial Year	
	2023-24	**2022-23**
Revenue from Operations	**17,966.41**	27,772.81
Other Income	**384.26**	259.04
Total Income	**18,350.67**	28,031.85
Total Expenses	**16,408.08**	26,580.06
Profit before Tax	**1,942.59**	1,451.79
Total Tax Expenses	**611.15**	382.48
Profit for the Year	**1,331.44**	1,069.31
Other Comprehensive Income for the Year (Net of Tax)	**92.34**	(64.88)
Total Comprehensive Income for the Year	**1,423.78**	1,004.43
Retained Earnings - Opening Balance	**5,994.94**	5,289.32
Add:		
Profit for the Year	**1,331.44**	1,069.31
Any Other Change	**(0.51)**	(1.24)
Re-measurement (Loss) / Gain on Defined Benefit Plans	**(2.02)**	(0.29)
Less:		
Cash Dividend	**312.16**	312.16
Transfer to General Reserve	**-**	50.00
Buyback of Equity Shares	**678.03**	-
Tax on Buyback of Equity Shares	**159.45**	-
Transaction costs towards Buyback of Equity Shares	**5.37**	-
Amount transferred to Capital Redemption Reserve upon Buyback of Equity Shares	**15.56**	-
Transfer to Retained Earnings	**(0.44)**	-
Retained Earnings - Closing Balance	**6,153.72**	5,994.94

During the financial year 2023-24, the financial results had three reporting segments i.e. own manufactured fertilisers, complex fertilisers and crop protection chemicals & speciality nutrients.

2. Operations

The Company is engaged in manufacture of Urea, and has three urea plants at one location in Gadepan, District Kota (Rajasthan). The Company markets other complex fertilisers such as Di-Ammonium Phosphate (DAP), Muriate of Potash (MOP), NPK fertilisers, Crop Protection Chemicals and Speciality Nutrients.

During the year under review, there was less volatility in the price of Natural Gas (feedstock), compared to last year. The urea facilities continued to operate at optimum capacity and energy efficiency levels. The energy efficiency of your Company's urea production facilities continued to be one of the best in the industry. The Company was recognized with the certificate of merit at the National Energy Conservation Award 2023, acknowledging the contribution to energy efficiency and conservation. Your Company had also undertaken various energy saving schemes, which were completed by March 2024, and they are delivering better than expected benefits.

The year under review witnessed muted trading in P&K fertilisers by your Company, which is attributable to headwinds in pricing. However, the Company imported adequate quantity of DAP, NPK and MOP to service the channel and in the overall interest of farmers of the country.

Government's support, leading to timely release of subsidy, supported your Company in keeping its working capital deployment under control, during the financial year 2023-24.

The Crop Protection Chemicals (CPC) and Speciality Nutrients (SN) business continued to grow strongly and registered double-digit growth during the year under review. During the financial year 2023-24, the Company expended its focus on CPC and SN business and introduced various new products. Your Company also introduced innovative biological products in collaboration with renowned R&D organizations to promote soil health and sustainability. The Company's biological product 'Uttam Superrhiza', has been named as the winner of the most prestigious Applied Microbiology International Product of the year 2023. Your Company stepped up efforts to establish marketing arrangements with innovator companies from Japan, US, Europe, and Middle East for access to new age CPC and SN products, which is likely to bear fruit in the coming years.

The production of ammonia in the Company is in surplus due to technical reasons and such excess ammonia is sold by the Company in the market. Your Company achieved the highest ever sales of ammonia during the year. However, during this period, the global prices of ammonia were subdued which impacted the domestic market as well.

'Seed to Harvest', a unique program under the marketing initiative of your Company, strengthened the bond with farmers. During the year under review, your Company covered approximately 2,900 villages and 3.50 lakh farmers under the 'Seed to Harvest' program. More than 65,000 soil samples were collected to support the farmers in improving soil health and enhancing crop productivity. Your Company's farmer outreach initiatives like the monthly *'Chambal ki Chitthi'* which reached out to more than one lakh farmers, channel partners etc. and the WhatsApp BOT hosted over toll-free number connecting more than 12 lakh farmers in 12 campaigns, strengthened the Company's focus on digital media. The '*Uttam Santulit Poshan Abhiyan*' was launched to identify best farmer practices and to promote cost effective and environment friendly alternatives. The program was conducted in 13 states covering more than 40 locations.

Detailed information on the business operations of the Company, the industry in which the Company operates, and other relevant information are given in the Management Discussion and Analysis Report attached as **Annexure "A"** to this Report.

3. Technical Ammonium Nitrate Plant

Your Company is setting up a Technical Ammonium Nitrate plant at its existing plant site at Gadepan, District Kota (Rajasthan), for manufacture of 2,40,000 MTPA of Technical Ammonium Nitrate (TAN), which also includes a Weak Nitric Acid (WNA) plant with manufacturing capacity of 2,10,000 MTPA (Project).

The Company has awarded lumpsum turnkey contract to M/s. Larsen & Toubro Limited for engineering, procurement, construction, and commissioning of the plant, while CASALE, Switzerland is the Process Licensor. All requisite statutory and other approvals for setting up the plant have been obtained. Construction activities are progressing well, and the Project is expected to be commissioned on time.

4. Dividend

The Board of Directors of the Company declared an interim dividend of Rs. 4.50 per equity share of Rs. 10 each i.e. @ 45% (Previous Year - Rs. 4.50 per equity share i.e. @ 45%) during the financial year ended March 31, 2024.

The Board of Directors has recommended final dividend of Rs. 3 per equity share of Rs. 10 each i.e. @ 30% (Previous Year - Rs. 3 per equity share i.e. @ 30%) for the financial year 2023-24, which shall be paid after approval of shareholders at their ensuing Annual General Meeting.

Total dividend for the financial year 2023-24 on account of interim and final dividend, amounts to Rs. 7.50 per equity share of Rs. 10 each i.e. @ 75% (Previous Year - Rs. 7.50 per equity share i.e. @ 75%) involving total outgo of Rs. 307.49 Crore, subject to tax deducted at source (Previous Year - Rs. 312.16 Crore subject to tax deducted at source).

The Dividend Distribution Policy of the Company is available on the website of the Company and can be accessed at the weblink: https://www.chambalfertilisers.com/pdf/Final-Dividend-Distribution-Policy.pdf. There is no change in this policy during the year under review. The interim and final dividend for the financial year 2023-24 declared/recommended by the Board of Directors are in accordance with the Dividend Distribution Policy of the Company.

5. Consolidated Financial Statements

In pursuance of the provisions of the Companies Act, 2013, rules framed thereunder, the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("Listing Regulations") and the applicable accounting standards, the Company has prepared Consolidated Financial Statements.

The audited Consolidated Financial Statements alongwith Auditor's Report and the Statement containing salient features of the financial statements of subsidiaries/joint venture (Form AOC - 1) forms part of the Annual Report.

6. Corporate Governance Report and Code of Conduct

The Corporate Governance Report for the financial year 2023-24 is attached as **Annexure "B"** to this Report. All the Directors of the Company and senior management personnel have confirmed compliance of Code of Conduct and Ethics of the Company. The declaration of Managing Director confirming compliance with the 'Code of Conduct and Ethics' of the Company is enclosed as **Annexure "C"** to this Report and Auditor's Certificate regarding compliance with the conditions of Corporate Governance is enclosed as **Annexure "D"** to this Report.

7. Subsidiaries and Joint Venture

The details of the subsidiaries and joint venture as on March 31, 2024 are given below:

(a) Subsidiaries

CFCL Ventures Limited (CVL) is a subsidiary of your Company in Cayman Islands. CVL has two step down subsidiaries namely, ISGN Corporation in United States of America and ISG Novasoft Technologies Limited (ISGN, India) in India. There was no business activity in these subsidiaries during the year under review.

Hon'ble National Company Law Tribunal, Bengaluru Bench (NCLT) passed an order on January 24, 2023, confirming reduction of equity share capital of ISGN India. Accordingly, during the year under review, the paid-up equity share capital of ISGN, India has been reduced from Rs. 36,23,07,000 (3,62,30,700 equity shares of Rs. 10 each fully paid up) to Rs. 6,68,07,000 (66,80,700 equity shares of Rs. 10 each fully paid up) pending completion of certain procedural requirements required for reduction of its equity share capital as provided in relevant rules and the order of NCLT.

Chambal Infrastructure Ventures Limited is a wholly owned subsidiary of the Company in India. There was no business activity in this subsidiary during the year under review.

(b) Joint Venture: Indo Maroc Phosphore S. A. - IMACID

Indo Maroc Phosphore S. A. - IMACID (IMACID) is a joint venture of your Company in Morocco with Tata Chemicals Limited and OCP S.A., Morocco. Each partner has an equal stake i.e. 33.33% in the joint venture. IMACID is engaged in the manufacture of phosphoric acid in Morocco.

The performance of IMACID is summarized below:

Particulars	April 01, 2023 to March 31, 2024	April 01, 2022 to March 31, 2023
Production of Phosphoric Acid (MT)	4,36,404	3,89,867
Sales of Phosphoric Acid (MT)	3,76,676	3,87,090
Revenue	Moroccan Dirham 3,576.27 Million (Rs. 2,918.24 Crore)	Moroccan Dirham 5,323.13 Million (Rs. 4,088.16 Crore)
Profit after Tax	Moroccan Dirham 295.74 Million (Rs. 241.33 Crore)	Moroccan Dirham 224.72 Million (Rs. 172.58 Crore)

Sales Turnover was lower during the financial year 2023-24 due to price variance however, Profit after Tax increased during the same period due to better margins as compared to the previous year.

The Company does not have any material subsidiary as per the provisions of the Listing Regulations.

The performance of the subsidiaries of the Company is summarized in Form AOC - 1 attached to the Financial Statements of the Company in pursuance of Section 129 of the Companies Act, 2013. The contribution of subsidiaries and joint venture to the overall performance of the Company is also provided in Note no. 46 to the Consolidated Financial Statements.

The Company shall place the financial statements of subsidiaries on its website in pursuance of Section 136 of the Companies Act, 2013.

No subsidiary, associate or joint venture has been acquired or ceased/ sold / liquidated during the financial year 2023-24.

8. Health, Safety, Environment Protection and Quality

The Company continuously strives to improve the standards of Health, Safety, Security, Environment Protection and Quality of products. The Company has implemented a Health, Safety, Security, Environment & Quality Policy as part of a formal process to achieve the above objective.

Brief outline of the Company's initiatives in this regard is, as under:

(a) Health & Hygiene

Your Company gives due importance to health assessment and monitoring of occupational disease of employees and contractor's work force, which is carried out through periodic medical examination and hygiene monitoring at workplace. A well-equipped Occupational Health Center at Gadepan operates round the clock to provide health services to employees and their families, contractor's workforce and villagers in the vicinity of the plant. Well-equipped ambulances are available at Gadepan which also cater to the requirements of villagers in medical emergencies. The Company facilitates employees with specialist doctor consultation at the health center of Gadepan, and basic infrastructure for dental & eye checkup has also been developed. The Primary Health Centre (PHC) close to Gadepan has been equipped with X-ray, ECG, and pathological lab test machines provided by the Company.

The Company organizes training and awareness programs on health and hygiene related matters from time to time, through external experts. In addition to this, various health camps and campaigns like pulse polio & swine flu vaccination, blood donation, immunization program for children, etc. are organized periodically. The self-sustainable complex at Gadepan provides a hygienic and healthy environment for the employees and their families, significantly contributing to their overall welfare.

(b) Safety Management

In order to ensure the highest levels of health and safety of employees and contractors, a well-defined health and safety management system is in place in your Company. A robust process safety management system is also in place to ensure safe operation of plants and maintenance of equipment and machinery. In order to cover the safety aspects of maintenance jobs, a cross-functional team comprising members of senior management team review the jobs from safety perspective on daily basis, and ensure that all recommended safety measures are followed to mitigate hazards during execution of the work. Extensive safety training and drills are conducted by internal and external experts, which help the Company to maintain and improve the safety systems. Your Company has also strengthened workplace safety by implementing various safety improvement programs basis learnings gathered from other industries/companies. As recognized globally that major cause of accidents/incidents is human behavior, a system of Behavior Based Safety was implemented in operation as well as maintenance activities.

With a view to promote participation, consultation, and ownership of the work by contractor's associates, number of contractor safety supervisors has been increased for better monitoring and safe execution of the work. Various road safety measures such as pedestrian paths, drain protection, fixed speed monitoring cameras at strategic locations, floor markings, safety signages and other visual management measures have been taken to prevent accidents, as per recommendations of the expert agency. Improvement in the working environment has been achieved by way of provision of fresh air supply system and regular illumination survey.

CCTV surveillance system has been installed in most vulnerable areas, such as loading and unloading of hazardous chemicals, to strengthen safety.

"Near-Miss" and "Make-to-Good" reporting systems are also in place and various programs and campaigns are organized to encourage safety awareness and involvement of employees and contractor staff.

As a responsible corporate citizen, a special drive was initiated in collaboration with State Disaster Response Force, Kota, wherein a joint mock drill was organized to check effectiveness of the disaster management plan. Given the nature of its operations, the Company has a well-defined "On-Site Disaster Management Plan" and "Mutual Aid and Response Group" with neighbouring industries, which operates for the mutual benefit of all. In case of fire emergency, the Company provides services to the neighbouring villages.

The accident rate has significantly reduced over the years due to strengthening of the safety management system.

(c) Environment Protection

Your Company gives importance to protection of the environment and conservation of natural resources. The Company has established a state-of-the-art Environment Management Cell which hosts a fully functional laboratory with modern testing and monitoring equipments, to ensure all emissions are within permissible limits. The said facility also ensures that the Company complies with the relevant national and local regulations with respect to environment.

Continuous Emission Monitoring Systems and Continuous Effluent Quality Monitoring Systems are installed to monitor any deviation in the applicable parameters. There is due focus on optimization of resource usage (including raw materials and water) and reduction of waste generation and emissions to the atmosphere. Hazardous and electronic wastes are disposed of through authorized vendors. Bio-degradable wastes from canteen, guesthouse and campus are utilized for generating bio-gas in Bio-Methanation plant. The Company imparts importance to environmental awareness by way of regular promotional campaigns, training, environment and safety committee meetings and emergency drills. A dense green belt with variety of trees has been developed, and regular plantation is done in the campus to provide a soothing and healthy environment for people working/residing in and around the township. The campus is a habitat to many species of birds. Your Company uses only treated wastewater to maintain the green belt through irrigation network spread all over the complex. Gadepan-III plant is a zero liquid discharge plant, and effluent from the said plant is treated in reverse osmosis-zero liquid discharge plant and permeate from reverse osmosis-zero liquid discharge plant is used as make up water for cooling towers, which has resulted in lesser intake of fresh water from the river around the campus. During the financial year 2023-24, approximately 85% of the sludge generated from reverse osmosis plant was sent to cement companies for co-processing, instead of dumping in land fill at the site approved by the Rajasthan State Pollution Control Board.

The Company is conscious of its responsibility towards environmental sustainability. The Company has installed roof top solar panels in Gadepan campus having capacity of 1000 KW peak power, as a step towards use of renewable energy, which has resulted in substitution of 15% of grid power utilized in the Gadepan complex during financial year 2023-24. During the financial year 2023-24, the Company has implemented various schemes to reduce energy consumption in the plants. These schemes will result in significant reduction of greenhouse gases emissions and saving of natural resources like Natural Gas and water. 'Single Use Plastic' is strictly banned in the Gadepan campus as per government guidelines.

(d) Quality Management

Your Company is known for its quality products, and commitment to quality is the core of its existence. The Company has been continuously working towards improvement in product quality through process improvements and technology interventions. The Company has inbuilt highly reliable quality check systems as per the approved norms of applicable laws. The Company has been taking corrective and preventive measures promptly, wherever required in cases of sample analysis deviations, workplace environmental upset incidents, by proper investigation and root cause analysis. Quality is ensured at all stages of manufacturing processes, maintenance, and support services. Urea manufactured by the Company is preferred in its marketing territory due to quality. The Company sources the products marketed by it from reputed manufacturers in India and abroad, and appropriate measures are taken to ensure quality of the products. Customer feedback is collected by way of targeted surveys, and they are given due importance by the Company, as it is one of the most important tool for recognizing the areas of improvement.

9. Corporate Social Responsibility

Embracing the vision of "Investing Today for a Sustainable Tomorrow", your Company has adopted a community centric approach for its Corporate Social Responsibility projects and programmes, which are aligned with broader global goals for sustainable and inclusive development. The Company is investing in the area of Education including Technical and Vocational Education, Rural Development, Healthcare and Sanitation, Employability and Empowerment, Environmental Sustainability, Animal Welfare and Soil Health, and Promotion of Sports.

Highlights of the Corporate Social Responsibility ("CSR") projects and programmes of the Company during the financial year 2023-24, are as under:

a) Project Akshar - Pre-Primary & School Education

Your Company has adopted one more Government school during the financial year 2023-24, taking the total number of adopted institutions to 54 Government schools and 47 Aanganwadi centers in Kota and Baran districts of Rajasthan. The education project has supported nearly 10,000 rural students by providing access to science subjects, digital learning, computer education, extra-curricular activities, and sports as an integral part of course curriculum. In order to broaden the project's outreach, 32 Government schools of Haryana, Punjab and Madhya Pradesh were supported by providing dual desks, digital SMART classes, bookshelves, and study material etc. Furthermore, to promote girl child education, assistance was provided to one school in Uttarakhand. Chambal Fertilisers DAV School at Gadepan is run in collaboration with Dayanand Anglo Vedic College Trust & Management Society, wherein majority of students are from nearby villages of plant location.

Your Company facilitated 22 meritorious students to join engineering and medical entrance exams coaching classes from prestigious coaching centers of Kota, while also mandating career counselling in secondary and senior secondary classes to guide them towards career oriented higher education paths.

During the financial year 2023-24, three new Aanganwadi centers and 16 additional rooms in 7 Government schools were constructed in neighbouring villages of plant location. Additionally, renovation work was undertaken in 6 Government Aanganwadi centers and 18 Government schools.

The Government of Rajasthan conferred Bhamashah Award - "Shiksha Vibhushan" to the Company for 5th consecutive year, for exemplary efforts in the field of education in Kota and Baran districts.

b) **Project Saksham - Technical and Vocational Education**

Upskilling youth for better employment opportunities, especially from underprivileged and marginalized sections of society, is the core of this project. Through adopted 5 Industrial Training Institutes (ITIs) and Government Polytechnic College, skill training programs were offered to the rural youth. During the financial year 2023-24, Government Polytechnic College at Baran obtained affiliation of Diploma in Chemical Engineering branch, while ITI Jhalawar secured affiliation for Solar Technician Trade. As a result, ITIs are now offering 1364 seats annually, compared to 1316 seats last year, and Government Polytechnic College is offering 360 seats annually, compared to 240 seats last year. These new employable trades are expected to create more and better job opportunities for rural youth, consequently enhancing standards of living of their families. To improve the job prospects of youth, the Company offered several certificate courses such as Occupational Health and First Aid, Fire & Safety and Personality Development, to the students at these technical institutes. With focus on academic excellence and practical exposure, around 500 students successfully received placement offers from various good companies during the financial year 2023-24. Your Company actively encourages youth from the nearby community, particularly girls, to acquire new skills through vocational training courses organized in the villages. The project offered short term vocational courses such as advanced tailoring, food processing, beauty services, handicraft making, solar panel assembling, motor driving and plumbing etc.

c) **Project Saakar - Rural Development**

Your Company's comprehensive interventions are designed to uplift the infrastructure facilities of nearby villages of district Kota, Baran and Bundi of Rajasthan. During the financial year 2023-24, focus was given to develop community halls, community common spaces, recreational centers, storm water drain network, entrance gates, cement concrete roads, interlocking tile walkways etc. Streetlights were also installed in 3 villages located near plant location to create a safe environment for the community during night hours. Seven open gym facilities were established by the Company in nearby villages to promote a healthy lifestyle amongst community members. Additionally, few schools were renovated to strengthen infrastructure facilities for quality education. Nearby villages of plant location at Gadepan are being developed under the model village scheme with all basic amenities and infrastructure facilities for the community. The Company also facilitated the community by providing potable drinking water at their doorsteps.

d) **Project Arogya - Health care and Sanitation**

Project Arogya offers easy access to quality healthcare facilities to rural folks in Kota, Baran and Bundi districts of Rajasthan. The adoption of Government Primary Health Center (PHC) Bamori in Kota District increased the healthcare support network to existing four PHCs. Furthermore, with the idea of making these institutions self-sustainable in electricity, solar panels of 20 KW capacity each were installed in the PHCs at Gadepan, Simliya and Kundanpur. As a pro-active measure, healthcare facilities were extended in 26 villages and over 100 academic institutions adopted under your Company's CSR initiatives. These efforts have translated into tangible results, with approximately 1,30,000 individuals accessing OPD services and pathological lab test facilities annually in PHCs and around 70,000 community members receiving benefit from health camps and awareness sessions on health-related topics. Initiatives, such as Women Health Clubs and Health Ambassador programs, promoted active participation of women and students in healthcare activities, wherein around 400 women folk and around 150 students of nearby 26 villages facilitated the community members to adopt a healthy lifestyle. Your Company has also installed 38 Reverse Osmosis and water coolers units in selected schools in Haryana and Punjab to ensure safe drinking water facilities for students.

e) **Project Pragati - Employability and Empowerment**

Your Company has established a state-of-the-art skill center namely "Chambal Fertilisers Skill Institute" near its plant at Gadepan, which is currently offering three vocational courses. During the financial year 2023-24, nearly 150 students passed from this institute and achieved 100% placement across various organizations. The institute also offers mandatory training on personality development, soft skills, computer, and information technology skills and "on-the-job training" to each student. The Company is also extending support to rural women folks to create self-help groups in villages and initiate income generation activities. These women self-help groups focus on making various hand made products under "One Village - One Product" concept to become self-reliant and financially independent.

f) **Project Bhoomi - Environmental Sustainability, Animal Welfare and Soil Health**

"Crop Residue Management" and "Sustainable Agriculture" initiatives of the Company were extended to more than 380 villages of Rajasthan, Haryana, and Punjab during the financial year 2023-24. Project Bhoomi achieved successful milestones, including saving of nearly 3.67 lakh tonnes of Green House Gas emission and prevention of crop residue burning in about 2.38 lakh acre land during the paddy harvesting season in Haryana and Punjab. The initiative successfully reached out to over one lakh small and marginalized farmers during the financial Year 2023-24.

The agriculture development laboratory at Gadepan continues to facilitate farming community to access soil testing services for their farmland. During the financial year 2023-24, approximately 31,500 soil samples were tested, and farm advisory services were extended to the farmers to provide valuable insight on soil health and enable them to take informed decisions for optimized agricultural productivity.

The Company is consistently making efforts to ensure conservation of natural resources, particularly water. Rainwater harvesting structures were established in five schools, while five community ponds were rejuvenated in nearby villages of plant location. Additionally, to promote energy self-sufficiency, solar panels of cumulative 103.50 KW capacity were installed in 29 institutions adopted under CSR initiatives of the Company.

g) Promotion of Sports

The Company is focused on creating sports infrastructure facilities in rural academic spaces i.e. schools and technical institutions. Seven sports development centres and one stadium at Sangod were established to promote sportsmanship amongst students and youth. Sports are promoted as an integral part of the curriculum, focusing on development of core strengths of students and encouraging them to participate in sports events at various state and national levels.

Apart from sports events at schools and cluster levels, the Company has organized various sports events such as futsal, mini marathon, cricket league, in rural areas during the financial year 2023-24. Continuous training and support by the Company have encouraged the students to participate in seven state and national level events, making ways for their bright career in sports.

The CSR obligation of your Company in terms of the applicable provisions of the Companies Act, 2013 and Rules made thereunder for the financial year 2023-24, is Rs. 35.16 Crore. Your Company has spent Rs. 35.25 Crore on various CSR projects / programmes during the year under review. The composition and terms of reference of Corporate Social Responsibility Committee are given in the Corporate Governance Report. The Corporate Social Responsibility Policy of the Company is available on the website of the Company at http://www.chambalfertilisers.com/csroverview. The Annual Report on Corporate Social Responsibility (CSR) activities for the financial year 2023-24 (including the details of the development and implementation of the Corporate Social Responsibility Policy) as prescribed under Section 135 of the Companies Act, 2013 and the Companies (Corporate Social Responsibility Policy) Rules, 2014 is attached as **Annexure "F"** to this Report.

10. Directors and Key Managerial Personnel

As on March 31, 2024, the Board of Directors of your Company comprised of eight directors. The Board composition includes a Managing Director and seven Non-Executive Directors, of which four are Independent Directors (including one women independent director).

Mr. Gaurav Mathur ceased to be Managing Director and Key Managerial Personnel of the Company w.e.f. July 21, 2023. The Board of Directors at its meeting held on July 20, 2023 appointed Mr. Abhay Baijal as Managing Director for a period of two years i.e. from July 21, 2023 to July 20, 2025, which was approved by the shareholders of the Company at their Annual General Meeting held on September 12, 2023.

The shareholders of the Company at their Annual General Meeting held on September 12, 2023 re-appointed Mr. Vivek Mehra as Independent Director, to hold office for second term of 5 (five) consecutive years from September 18, 2023 to September 17, 2028. The Board of Directors is of the opinion that Mr. Vivek Mehra is a person of integrity. In his long professional career, he has worked in the areas of tax and regulatory aspects of mergers and acquisitions, focusing on cross border investment and transaction structuring. He possesses the requisite expertise and experience for re-appointment as Independent Director. The name of Mr. Vivek Mehra is exempt from the requirement to undertake online proficiency self-assessment test conducted by the Indian Institute of Corporate Affairs.

Mr. Saroj Kumar Poddar, Chairman retires by rotation at the forthcoming Annual General Meeting, and being eligible, has offered himself for re-appointment. Mr. Saroj Kumar Poddar attained the age of 75 years on September 15, 2020. Pursuant to Regulation 17(1A) of the Listing Regulations, the Board of Directors, on recommendation of Nomination and Remuneration Committee, recommends to the shareholders of the Company, approval for re-appointment of Mr. Saroj Kumar Poddar as Director of the Company, liable to retire by rotation, by way of special resolution.

The tenure of Mr. Pradeep Jyoti Banerjee as Independent Director shall come to an end on November 30, 2024. Mr. Pradeep Jyoti Banerjee, being eligible, has offered himself for re-appointment as Independent Director. On recommendation of Nomination and Remuneration Committee, the Board of Directors recommend to the shareholders of the Company, re-appointment of Mr. Pradeep Jyoti Banerjee as Independent Director, to hold office for second term of 5 (five) consecutive years from December 01, 2024 to November 30, 2029.

Mr. Rajveer Singh ceased to be Company Secretary and Key Managerial Personnel from close of business hours on May 5, 2023. On recommendation of Nomination and Remuneration Committee, the Board of Directors appointed Mr. Anuj Jain as Company Secretary and Key Managerial Personnel w.e.f. May 6, 2023, and he relinquished the said offices from close of business hours on November 3, 2023. The Board of Directors, on recommendation of Nomination and Remuneration Committee, appointed Mr. Tridib Kumar Barat as Company Secretary and Key Managerial Personnel w.e.f. November 4, 2023.

All the Independent Directors have submitted declaration that they meet the criteria of independence as provided under Section 149(6) of the Companies Act, 2013, rules framed thereunder and the Listing Regulations. In terms of Section 150 of the Companies Act, 2013 read with Rule 6 of the Companies (Appointment and Qualification of Directors) Rules, 2014, as amended, the names of all the Independent Directors of the Company have been included in the data bank maintained by the Indian Institute of Corporate Affairs.

During the financial year 2023-24, Mr. Gaurav Mathur and Mr. Abhay Baijal did not draw any remuneration or commission from the subsidiary companies. Eight meetings of the Board of Directors were held during the financial year 2023-24. Other requisite information on the Directors and Board Meetings is provided in the Corporate Governance Report attached as **Annexure "B"** to this Report. Certificate of a Company Secretary in practice confirming that none of the Directors on the Board of Directors of the Company have been debarred or disqualified from being appointed or continuing as director of companies by the Securities and Exchange Board of India /Ministry of Corporate Affairs or any such statutory authority, is enclosed as **Annexure "E"** to this Report.

11. Internal Financial Controls

The Company has internal financial controls commensurate with the size and nature of its business. The Company has policies and procedures in place for ensuring orderly and efficient conduct of its business and operations, including adherence to the Company's policies, safeguarding its assets, prevention and detection of frauds & errors, accuracy & completeness of accounting records and timely preparation of reliable financial information.

The details of the internal control system are also given in the Management Discussion and Analysis Report attached as **Annexure "A"** to this Report.

12. Remuneration Policy

In pursuance of the provisions of Section 178 of the Companies Act, 2013 and the Listing Regulations, the Company has formulated the Remuneration Policy. The Remuneration Policy outlines, *inter-alia*, the appointment criteria & qualification requirements, process for appointment & removal, retirement policy, remuneration structure, etc. of the Directors including Managing Director and Whole Time Director(s), Key Managerial Personnel ('KMP') and other senior management personnel of the Company. As per the Remuneration Policy of the Company, a person proposed to be appointed as Director, KMP or other senior management personnel should be a person of integrity with high level of ethical standards. In case of appointment as an Independent Director, the person should fulfill the criteria of independence prescribed under the Companies Act, 2013, rules framed thereunder and the Listing Regulations. The Remuneration Policy also contains provisions about the payment of fixed & variable components of remuneration to the Managing Director and Whole Time Director(s) and payment of sitting fee and commission to the Non-Executive Directors, and describes fundamental principles for determination of remuneration of senior management personnel and other employees. There is no change in the Remuneration Policy during the year under review. The Remuneration Policy of the Company is available on the website of the Company at the weblink: http://chambalfertilisers.com/pdf/RemunerationPolicy.pdf.

13. Disclosures under the Companies Act, 2013, Rules thereunder and Secretarial Standards

a) Your Company has not issued any shares during the financial year 2023-24.

Buyback of Equity Shares

During the year under review, your Company has bought back 1,55,55,555 fully paid-up equity shares of face value of Rs. 10/- each (representing 3.74% of the paid-up equity share capital of the Company as on March 31, 2023) at a price of Rs. 450/- per equity share for an aggregate consideration of Rs. 700 crore (excluding tax), on proportionate basis through the tender offer route, in accordance with the provisions contained in the Companies Act, 2013 and the rules made thereunder, and the Securities and Exchange Board of India (Buy-Back of Securities) Regulations, 2018. Consequently, the paid-up equity share capital of the Company has been reduced from Rs. 416.21 Crore to Rs. 400.65 Crore with effect from February 13, 2024.

b) No significant and material orders have been passed by the regulators or courts or tribunals or statutory and quasi-judicial bodies impacting the going concern status and Company's operations in future.

c) All related party transactions entered during the financial year 2023-24, were on arm's length basis and in the ordinary course of business. No material related party transaction (in terms of the Company's Policy on Related Party Transactions) was entered into during the year and no contracts or arrangements were entered during the year with related parties which are required to be disclosed under Section 134(3)(h) of the Companies Act, 2013 in Form AOC-2.

d) A copy of annual return of the Company is available on the website of the Company at the weblink: http://chambalfertilisers.com/annualreturns/

e) Following information is given in the Corporate Governance Report attached as **Annexure "B"** to this Report:

i) Performance evaluation of the Board of Directors, committees of the Board of Directors, Chairman and individual Directors;

ii) Composition of Audit Committee; and

iii) Details of establishment of Vigil Mechanism/Whistle Blower Policy.

f) The particulars of loans and guarantees given, security provided and investments made, if any, under Section 186 of the Companies Act, 2013 are provided in Notes to the Financial Statements.

g) During the financial year 2023-24, the auditor, secretarial auditor and cost auditor have not reported any fraud under Section 143(12) of the Companies Act, 2013 and the Companies (Audit and Auditors) Rules, 2014.

h) The Company has complied with the applicable Secretarial Standards prescribed under Section 118(10) of the Companies Act, 2013.

i) The Company has complied with the provisions relating to the constitution of Internal Complaints Committees under the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013.

j) There have been no material changes and commitments affecting the financial position of the Company, which have occurred between the end of the financial year 2023-24 and the date of this Report.

14. **Directors Responsibility Statement**

Your Directors hereby state that:

a) in the preparation of the annual accounts, the applicable accounting standards have been followed and no material departures have been made from the same;

b) the Directors have selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company as at March 31, 2024 and of the profit of the Company for the year ended March 31, 2024;

c) the Directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 2013 for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;

d) the Directors have prepared the annual accounts on a going concern basis;

e) the Directors have laid down internal financial controls to be followed by the Company and that such internal financial controls are adequate and operating effectively; and

f) the Directors have devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems are adequate and operating effectively.

15. **Auditor and Cost Auditor**

The Notes to the Financial Statements read with the Auditor's Reports are self-explanatory and therefore do not call for further comments or explanations. There is no qualification, reservation, disclaimer or adverse remark in the Auditor's Reports.

The shareholders of the Company at their Annual General Meeting held on September 13, 2022, had re-appointed M/s. Price Waterhouse Chartered Accountants LLP (Firm Registration Number: 012754N/ N500016) as Auditor, to hold office for the second term of 5 (five) consecutive years from the conclusion of 37th Annual General Meeting till the conclusion of 42nd Annual General Meeting.

The requirement of maintenance of cost records as specified by the Central Government under sub-section (1) of Section 148 of the Companies Act, 2013, is applicable to the Company in respect of production of fertilisers, and accordingly the said accounts and records are made and maintained by the Company. The Board of Directors of the Company has appointed M/s. K.G. Goyal & Associates, Cost Accountants for conducting the audit of cost records of the Company, as applicable, for the financial year ending March 31, 2025. As required under the Companies Act, 2013 and Rules framed thereunder, your Directors are seeking ratification from the members of the Company for the remuneration payable to M/s. K.G. Goyal & Associates, Cost Accountants.

16. **Secretarial Audit**

The Board of Directors of the Company had appointed M/s. RMG & Associates, Company Secretaries for conducting the secretarial audit of the Company for the financial year 2023-24. The Secretarial Audit Report issued by the aforesaid Secretarial Auditor is attached as **Annexure "G"** to this Report. There is no qualification, reservation, observation, disclaimer or adverse remark in the Secretarial Audit Report.

17. **Energy Conservation, Technology Absorption and Foreign Exchange Earnings and Outgo**

Energy conservation is of paramount importance for sustainability of operations, and it also results into saving of natural and financial resources. Your Company consistently makes efforts to operate its manufacturing facilities and allied operations with energy efficiency, and evaluates avenues to use alternate sources of energy, to reduce carbon footprint from time to time.

The requisite information with regard to conservation of energy, technology absorption and foreign exchange earnings and outgo in terms of the Companies (Accounts) Rules, 2014 is set out in **Annexure "H"** attached to this Report.

18. **Risk Management**

Your Company has developed and implemented a Risk Management Policy. The Risk Management Committee periodically reviews the risks, finalizes the risk document and monitors various risks, including the risks, if any, which may threaten the existence of the Company. The composition and terms of reference of the Risk Management Committee are given in the Corporate Governance Report. The risk document containing key risks and non-key risks, including way forward for mitigation thereof, as approved by the Risk Management Committee, is periodically reviewed by the Audit Committee and the Board of Directors.

19. **Deposits**

During the year under review, the Company did not accept any deposit from the public under Chapter V of the Companies Act, 2013. There was no public deposit outstanding as at the beginning and end of the financial year 2023-24.

20. **Particulars of employees**

Your Company believes that human resource is important for the growth and sustainability of an organization. The Company always strives to keep its human resource motivated, promotes the culture of entrepreneurship at all levels in the organization and encourages merits and healthy relations. The information required to be disclosed in pursuance of Section 197 of the Companies Act, 2013, read with the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, is attached as **Annexure "I"** to this Report.

21. **Employees Stock Option Scheme**

The members of the Company had approved the 'CFCL Employees Stock Option Scheme 2010', as amended from time to time ("ESOS 2010"), for grant of stock options exercisable into not more than 41,62,000 equity shares of face value of Rs. 10/- each to the eligible employees and Whole Time Director(s)/ Managing Director of the Company. Each stock option, when exercised, is converted into one fully paid-up equity share of Rs. 10/- of the Company. The Company did not grant any stock options during the year under review. During the financial year 2023-24, ESOS 2010 was completed, as all the eligible employees had exercised their stock options.

For the purpose of ESOS 2010, the Trustee of the CFCL Employees Welfare Trust holds 'nil' equity shares of the Company as on March 31, 2024 (68,000 equity shares as on March 31, 2023). The Trustee did not exercise voting rights in respect of the aforesaid shares during the financial year 2023-24.

The disclosures required to be made under ESOP Regulations are given on the website of the Company at the weblink: https://www.chambalfertilisers.com/pdf/ESOP-Disclosure-2023-24.pdf. The disclosures in respect of ESOS 2010 are also given in the Notes to the Financial Statements.

22. Business Responsibility and Sustainability Report

In pursuance of the provisions of the Listing Regulations, the Business Responsibility and Sustainability Report for the financial year 2023-24, outlining the initiatives of the Company from environmental, social and governance perspective, forms part of the Annual Report.

23. Investor Service Centre

The in-house Investor Service Centre of your Company is located at the Corporate Office of the Company at New Delhi which provides prompt and efficient service to the investors. The Company takes various initiatives for investor awareness from time to time, including sending reminders to investors about their unclaimed dividends and shares due for transfer to the Investor Education and Protection Fund.

The equity shares of your Company are listed at National Stock Exchange of India Limited and BSE Limited. The Company has paid annual listing fees to these Stock Exchanges for the financial year 2024-25. The members are requested to the refer to general shareholders' information given in Corporate Governance Report attached hereto.

24. Acknowledgements

The Board of Directors wish to place on record its appreciation of the support and co- operation extended by all the stakeholders, including the Department of Fertilizers, Government of India, Government of Rajasthan and other State Governments, Financial Institutions & Banks, investors and customers. The Board of Directors also appreciate the utmost commitment, hard work and dedication of the employees at all levels.

For and on behalf of the Board of Directors of
Chambal Fertilisers and Chemicals Limited

	Rita Menon	**Abhay Baijal**
Place : New Delhi	Director	Managing Director
Date : May 07, 2024	DIN: 00064714	DIN: 01588087

Annexure "A" to Board's Report

MANAGEMENT DISCUSSION AND ANALYSIS REPORT

Chambal Fertilisers and Chemicals Limited (CFCL/Company) is the country's largest single location private sector urea manufacturer, delivering annual production of around 3.4 million MT of urea. It has three urea plants located at Gadepan, District Kota (Rajasthan). CFCL offers agri-inputs to farmers under one roof, thus, in addition to manufacturing urea, the Company markets other fertilisers and agri-inputs such as Di-Ammonium Phosphate (DAP), Muriate of Potash (MOP), Ammonium Phosphate Sulphate (APS), different grades of NPK fertilisers, Crop Protection Chemicals (CPC) and Speciality Nutrients (SN).

The Management Discussion and Analysis Report in respect of business and operations of the Company is, as under:

1. Industry structure and developments

A) Own manufactured fertiliser - Urea

Urea is a major crop nutrient which plays vital role in ensuring food security of the country. The demand for urea in the country is higher than the production capacity, thus part of the demand is met through imports. The price of urea is regulated by Government of India, which gives subsidy on the urea sold for agriculture use.

The decadal growth figures (2013-2023) (CAGR basis) for urea sales show an increase of ~ 1.74% p.a., which is majorly due to increase in gross irrigated area, gross cropped area and from higher usage/acre, which has increased from 152.28 kg/ha to 171.08 kg/ha. The grain yield in the same period went up by 1.85% p.a. CAGR, thereby showing almost the same level of nutrient use efficiency.

Urea production in the country during the Financial Year 2023-24 was 31.41 million MT, as against 28.45 million MT during the previous year. During the Financial Year 2023-24, 7.04 million MT of Urea was imported in the country, compared to 7.58 million MT of urea imported during the previous year. The urea sales in the country during the Financial Year 2023-24 were 35.73 million MT, as against sales of 35.78 million MT during the previous year.

The price of imported urea was around USD 330 per MT at the beginning of the Financial Year 2023-24, which touched the level of USD 405 per MT, before declining to USD 316.8 per MT at the close of the Financial Year 2023-24.

Most Urea manufacturing units in India use gas as feedstock/raw material. The requirement of gas is met through supplies from domestic sources and imports. Supply of domestic gas to Urea manufacturers has reduced over a period. Thus, most of the industry's requirement of gas is met through import of re-gasified liquefied natural gas (R-LNG). During the Financial Year 2023-24, there was less volatility in the prices of gas, compared to the previous year. The cost of gas, being the major input cost, impacts cost of manufacturing of Urea. However, gas price is considered by Government of India while fixing the subsidy for Urea units upto the Re-Assessed Capacity (RAC). Thus, fluctuation in the price of gas does not have much impact on Urea manufacturing units. For production beyond RAC, as per prevailing policy of Government of India, subsidy is calculated considering cost of natural gas and a fixed cost component, which is common for the entire industry, but lower than the normal fixed cost paid for production upto RAC. This is compared to Import Parity Price (IPP) of urea along with certain fixed incidental expenses. In case the IPP and incidental expenses of imported urea are lower as compared to the subsidy calculated for production beyond RAC, then it may not be viable to operate the plants beyond RAC.

B) Complex fertilisers

DAP is a major product which is sourced from the international market and marketed by the Company. Apart from this, the Company also markets various grades of NPK fertilisers and MOP. DAP demand in India is met through local manufacturing and imports. During the Financial Year 2023-24, country's DAP imports were around 57% against total quantity supplied in the market. NPK fertilisers are largely manufactured in the country and some quantity is imported to meet the shortfall and demand of the market for a few specific grades. In the case of domestic manufacturing of DAP and NPK fertilisers, raw materials like ammonia, rock phosphate, phosphoric acid, potash, etc. are also imported. Hence, the country has dependence on imports as far as DAP and NPK fertilisers are concerned. For MOP, the country is fully dependent on imports. These fertilisers are governed by the Nutrient Based Subsidy ("NBS") policy of the Government of India.

DAP sales in the country during the Financial Year 2023-24 were 10.81 million MT, in comparison to 10.42 million MT during the Financial Year 2022-23. A total of 4.29 million MT of DAP was manufactured in the country during the Financial Year 2023-24, as against 4.35 million MT manufactured during the previous year. Further, 5.57 million MT of DAP was imported in the country during the Financial Year 2023-24, as against 6.58 million MT of DAP imported during the previous year.

MOP is imported for direct application as fertilizer, as well as for manufacture of NPK fertilisers in the country. MOP imports as fertiliser in the country during the Financial Year 2023-24 were 1.99 million MT, as against 1.35 million MT during the Financial Year 2022-23. MOP sales for direct application during the Financial Year 2023-24 were 1.64 million MT against the sales of 1.63 million MT in the previous year.

The prices of DAP were in the range of USD 540-571 per MT (CFR India) in April 2023 which moved in the range of USD 563-575 per MT (CFR India) by end of the Financial Year 2023-24, after rising to a peak of around USD 597 per MT.

The prices of MOP were USD 422 per MT (CFR India) at the beginning of the Financial Year 2023-24, which decreased to USD 319 per MT (CFR India) during the quarter ended March 31, 2024.

C) **Crop Protection Chemicals (CPC) and Speciality Nutrients (SN)**

The CPC business in India is largely dominated by manufactures who cater to domestic and international markets and who manufacture technical grade agrochemicals as well as formulated products such as insecticides, fungicides, herbicides, etc. for agriculture use. The Company procures CPC from reputed formulators, which are then sold under the Company's own brands. The Company has used its brand strength to penetrate the crop protection market and gradually increased this business to a sizeable level.

The Company procures SN from manufacturers of repute in India and abroad and these products are marketed under the "Uttam" brand umbrella of the Company. The focus of the Company is to offer quality products to the farmers at a reasonable price. However, brand strength and focused approach have enabled the Company to maintain the momentum to achieve higher sales volumes of all products. Keeping in view good prospects of growth of SN in the future, the Company has worked on strategic alliances of quality products mainly in "Biological Segments". One of the recently launched product under the brand name of "SUPERRHIZA" has been awarded the International Biological product of the year in 2023 by 'Applied Microbiology International'. Further, Company has planned to introduce biostimulants to enhance nutrient use efficiency and, the Company's turnover in CPC and SN segment has been growing at a CAGR of 24% during the last three years.

The Company is rapidly growing this business by way of expansion of the product basket, deeper market penetration in the existing marketing territory, geographical expansion of the marketing territory, farmer connects and demand generation programes.

2. **Opportunities and Threats**

The Company is a large manufacturer of Urea, and markets bulk fertilisers such as DAP, NPKs and MOP. Reliable supply channels, established marketing network and financial strength, offer an opportunity to grow the volumes of bulk fertilisers, Crop Protection Chemicals (CPC) and Speciality Nutrients (SN) business. The Company is focused on achieving growth in its existing marketing territory and geographical expansion of the marketing network. In addition to the above, the Company has an opportunity to achieve growth by way of addition of new products, especially in the CPC and SN business. The new territories have sizeable demand for NPK fertilisers, CPC and SN, which gives opportunity to the Company to grow. The Company's focus on product quality and high level of customer satisfaction is likely to deliver positive results in the future.

The new urea plants which have become operational in India under New Investment Policy 2012, have significantly narrowed down the demand-supply gap of Urea in the country. While these plants are located in the eastern and southern parts of India, the Company concentrates its supplies of Urea in the northern and central parts of India. The additional supply of Urea from these new plants of other companies would mainly replace the imported Urea.

The Company is running the marketing campaign "Hamara Naam Hamara Nishaan" to popularize the Company's registered name, so that farmers can easily identify/recall the Company's brand name by logo and its name. Demand variation due to change in monsoon pattern, availability constraints, volatility in prices of DAP, MOP and NPK fertilisers, and regulation of prices of products by the Government of India, are few challenges which the Company faces in its non-urea fertilisers business. The Company continuously evaluates these factors and strives to mitigate them through dynamic sourcing and pricing of the products.

Digital media intervention and increasing awareness among the farmers about the importance of balanced nutrition in soil has resulted in growth of the CPC & SN business.

3. **Segment-wise or product-wise performance**

Segment-wise performance of the Company on standalone basis is summarized below:

(Rs. in Crore)

Particulars	Financial Year	
	2023-24	**2022-23**
1. **Segment Revenue**		
a) Own Manufactured Fertilisers	**12,722.65**	16,689.14
b) Complex Fertilisers	**4,483.30**	10,367.02
c) Crop Protection Chemicals and Speciality Nutrients	**760.46**	716.65
2. **Segment Results**		
Profit before Finance Costs and Tax from each Segment:		
a) Own Manufactured Fertilisers	**1,500.31**	1,904.02
b) Complex Fertilisers	**159.79**	(418.63)
c) Crop Protection Chemicals and Speciality Nutrients	**152.80**	136.30

4. **Outlook**

The strong demand of Company's products in the market, geographical expansion of marketing territory, diversification of business through implementation of Technical Ammonium Nitrate plant and timely release of subsidy by the Government of India gives leg room for growth of the Company. Consistent performance of Urea business shall continue to give stability to the business of the Company. Geographical expansion and deeper penetration in existing marketing territory shall enable the Company to achieve sustainable growth in non-urea fertilisers, CPC and SN space.

5. Risks and Concerns

The fertiliser industry is dependent on the extant policies of the Government of India. The third Urea plant of CFCL was set up under New Investment Policy 2012, which is effective for 8 years from the commencement of production. Changes or delay in notification of policies of the Government of India may, sometimes adversely affect the Company. The volatility in the price of marketed fertilisers, coupled with regulation of prices of the products by the Government of India may also adversely impact the Company in the short run. The probability of high prices of natural gas on one hand, and low IPP of Urea on the other, may impact production of Urea beyond RAC, as the subsidy of Government of India for production of Urea beyond RAC is linked to the IPP. Application of CPC depends on weather conditions, pest attacks and cropping patterns, which may vary year to year. SN is exposed to cropping pattern, import prices and affordability of farmers, which also varies from time to time. Moreover, reduction in prices of bulk technical of some molecules may impact the carry forward stock prices, which may result in lower margin in the stock.

6. Internal control systems and their adequacy

The Company has a strong internal control system comprising various levels of authorization, supervision, checks & balances and procedures, by way of documented policy guidelines and manuals. The Company's internal control systems are adequate and operating effectively. The Internal Audit Department regularly monitors the efficacy of internal controls and compliance with Standard Operating Procedures and manuals, with the objective of providing to the Audit Committee and the Board of Directors, an independent, objective and reasonable assurance that all transactions are authorized, recorded and reported correctly and policies, laws and regulations are complied with.

The managers exercise their control over business processes through operational systems, procedure manuals and financial limits of authority manual. These processes are reviewed and updated on a regular basis to improve their efficacy and they meet the business needs.

The Internal Audit team develops a risk-based annual audit programme, which is aligned to the previous year's observations, suggestions from the operating managers and auditor. The internal audit programme is approved by Audit Committee.

The audit approach is based on random sample selection and takes into consideration the generally accepted business practices. Internal audit reports are discussed by the Management Committee and subsequently placed before the Audit Committee along with the directions/action plan recommended by the Management Committee. The directions of the Audit Committee are implemented by respective departments and the Action Taken Report is placed before the Audit Committee.

The Internal Audit Department also assesses opportunities for improvement in business processes, systems and controls, gives recommendations and reviews the implementation of directions issued by the management, Board of Directors or its committees.

7. Discussion on financial performance with respect to operational performance

The operational and financial performance of the Company on standalone basis, is summarized below:

Particulars	Financial Year	
	2023-24	**2022-23**
Urea Production (MT in Lakh)	**33.83**	33.47
Urea Sales (MT in Lakh)	**32.56**	34.40
Sales including other Agri-inputs (Rs. in Crore)	**17,947.63**	27,771.45
Profit before Interest, Depreciation and Tax (Rs. in Crore)	**2,428.44**	2080.10

Sales of various marketed products are as under:

Product	Financial Year	
	2023-24	**2022-23**
DAP (MT in Lakh)	**5.56**	10.65
MOP (MT in Lakh)	**1.54**	1.89
NPK Fertilisers (MT in Lakh)	**1.56**	2.69
Crop Protection Chemicals and Speciality Nutrients (Rs. in Crore)	**760.46**	716.99

The Gadepan-I and Gadepan-II Urea plants have undergone annual turnaround in February and March 2024. During the turnaround, the Company has implemented energy saving schemes, which are delivering better than expected results. All the three Urea plants operated efficiently, and the overall production was higher during the year under review. Urea revenue was lower primarily due to lower gas costs as compared to last year.

The revenue from branded marketed products was Rs.5,224.98 Crore during the Financial Year 2023-24, compared to Rs.11,082.31 Crore in the previous year. This was lower due to the reduction in volume of P&K fertilisers, as well as reduction in subsidy during Financial Year 2023-24. Due to headwinds in pricing, trading in P&K fertilisers was muted; however, adequate quantity of DAP, NPK and MOP were imported to keep the channel supplied in the overall interest of farmers of the country.

CPC & SN continued their growth momentum despite adverse market conditions and reduction in prices. The focused approach on marketing of CPC & SN by way of expansion of product basket, deeper penetration, farmer connect and demand generation have enabled the Company to achieve good performance in sales of these products.

Despite the lower sales volume of Urea and P&K fertilisers, the Company has overall performed better in Financial Year 2023-24 by registering higher profits in comparison to the last year.

8. Material developments in HR/Industrial Relations front, including number of people employed

Efficient operation of the manufacturing plants and safety of employees is of paramount importance to the Company. The Company uses resources and capital, optimally and judiciously, prioritizing efficiency and sustainability in every process. The unwavering commitment of the Company to efficiency, brings in continuous improvement of processes and products, consistently surpassing expectations and setting new benchmarks of excellence.

The human resource function is a value-driver in the organization - committed to maintaining a positive and productive environment in which people are engaged and enabled to deliver their best to achieve its goals. The Company nurtures a culture that respects individuals, while promoting engagement, continuous improvement and acquisition of new skillsets & capabilities, all aimed at achieving the overall objectives of the organization. The Company has a team of highly qualified and experienced personnel, with a high retention rate. Appropriate recruitment, induction, engagement, retention, and training & development plans are in place to maintain the Company's talent pool. Relevant technical training is imparted to new employees in the plants, which includes classroom sessions, training through simulator and on the job training. Training & development needs are identified periodically for all the existing employees, and multiple interventions for skill-building are undertaken from time to time. The Company provides focused development opportunities and conducts capability building sessions at premier institutes, and holds coaching sessions for competency enhancement. The Company also runs a self-development scheme for the employees to enhance their knowledge & skills, by encouraging them to enroll in professional training courses.

As on March 31, 2024, the permanent employee strength of the Company was 1089. The Company continues to maintain open and cordial employee relations at the manufacturing plants as well as other locations of its operations.

9. Details of significant changes (i.e. change of 25% or more compared to the immediately previous financial year) in key financial ratios, alongwith detailed explanations therefor

Sr. No.	Key Financial Ratio	Financial Year 2023-24	Financial Year 2022-23
1.	Debtors Turnover Ratio	18.39	14.20
2.	Inventory Turnover Ratio	12.11	11.59
3.	Interest Coverage Ratio	12.22	5.54
4.	Current Ratio	2.00	1.79
5.	Debt Equity Ratio	0.25	0.47
6.	Operating Profit Margin (%)	11.78	6.38
7.	Net Profit Margin (%)	7.41	3.85

There was a significant change in Debtors Turnover Ratio (29.51%), Interest Coverage Ratio (120.58%), Debt Equity Ratio (46.81%), Operating Profit Margin (84.64%) and Net Profit Margin (92.47%) in comparison to the previous financial year. The reasons for such changes are as under:

(i) Change in Debtors Turnover Ratio

Decrease in natural gas prices, lower volume of own manufactured fertilisers, decrease in prices and quantity of imported fertilisers contributed to around 35% decrease in turnover. Average debtors for the Financial Year 2023-24 were around 50% lower in comparison to the previous year on account of higher collection and subsidy de-escalation due to lower gas prices. Debtors Turnover Ratio improved on account of decrease in average debtors, which was partly offset by decrease in turnover.

(ii) Change in Interest Coverage Ratio

Average borrowings during the Financial Year 2023-24 were around 33% lower as compared to Financial Year 2022-23, which resulted in lower interest costs. Further, the Company has delivered better financial performance during the Financial Year 2023-24, as compared to last year. Both the factors have resulted in a higher Interest Coverage Ratio.

(iii) Change in Debt Equity Ratio

Debt reduced by around 46% due to repayment of scheduled instalments of the long-term borrowings and reduction in short term borrowings on account of receipt of higher subsidy during Financial Year 2023-24. The equity of the Company has increased due to addition of profits during the Financial Year 2023-24, which was partly offset by the buyback of shares. These factors have enabled improvement of the debt equity ratio.

(iv) Change in Operating Profit Margin

Turnover for the Financial Year 2023-24 has decreased by around 35% mainly on account of lower prices of natural gas, lower quantity and prices of imported fertilisers, and lower volume of own manufactured fertilisers. On the other hand, the performance has improved, and the finance costs are also lower. All the above factors have contributed to higher operating profit margin.

(v) Change in Net Profit Margin

Turnover of the Company for the Financial Year 2023-24 has decreased by around 35% mainly on account of lower prices of natural gas, lower quantity and prices of imported fertilisers, and lower volume of own manufactured fertilisers. On the other hand, the performance and the finance costs are also lower. All the above factors have contributed to higher net profit margin.

10. Details of change in Return on Net Worth as compared to the immediately previous financial year along with a detailed explanation thereof

Return on net worth is calculated by dividing profit after tax for the financial year by average net worth during the financial year on standalone basis. The Return on Net Worth during the Financial Year 2023-24 was 19.02%, compared to 16.38% during the Financial Year 2022-23.

The standalone profit after tax of the Company during the Financial Year 2023-24 was higher compared to the previous financial year. This is primarily attributable to the positive margin on DAP compared to loss in the previous year, lower interest cost and higher other income, which were partly offset by lower contribution in Urea. On the other hand, the average net worth for the Financial Year 2023-24 was higher compared to the previous year due to the addition of profits, which was partly offset by outgo on account of buyback of shares. All these factors have contributed positively to the higher return on net worth during the Financial Year 2023-24 in comparison to the previous year.

CAUTIONARY STATEMENT

The report may contain certain statements which the Company believes are or may be considered to be "forward-looking statements" that describe its objectives, plans or goals. All these forward-looking statements are subject to certain risks and uncertainties, including but not limited to government action, economic developments, risks inherent to the Company's growth strategy and other factors that could cause the actual results to differ materially from those contemplated by the relevant forward-looking statements.

For and on behalf of the Board of Directors of
Chambal Fertilisers and Chemicals Limited

	Rita Menon	**Abhay Baijal**
Place : New Delhi	Director	Managing Director
Date : May 07, 2024	DIN: 00064714	DIN: 01588087

Annexure "B" to Board's Report

CORPORATE GOVERNANCE REPORT

(1) Company's philosophy on Code of Governance

Chambal Fertilisers and Chemicals Limited (CFCL/Company) conducts its business with responsibility, integrity, fairness and transparency, taking into account interests of all the stakeholders. The Company is committed to implement good corporate governance practices in its business processes, in the endeavour to create long-term sustainable value for the shareholders.

At CFCL, Corporate Governance goes beyond compliance of the law, and encompasses the framework for adherence to ethical business practices, commitment to CFCL's values and fulfilling the societal obligations.

(2) Board of Directors

As on March 31, 2024, the Board of Directors comprised of eight Directors, including the Managing Director.

Out of the seven Non-Executive Directors, four are Independent Directors, including one Woman Independent Director. The composition of Board of Directors is appropriately balanced keeping in view the specialization / expertise of the directors in one or more areas. The Board of Directors provides strategic guidance to the Company's management while discharging its fiduciary responsibility, and oversees that the management follows the acceptable standards of ethics, transparency and disclosures.

The Non-Executive Directors bring an independent perspective, as they have wide view of external factors affecting the Company and its business. The Independent Directors are conversant with the business of the Company, in addition to expertise in their area of specialization. The Company has received declaration from each of the Independent Directors confirming that he/ she meets the criteria of independence as prescribed under Section 149(6) of the Companies Act, 2013, Rules framed thereunder and the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("Listing Regulations"). In the opinion of the Board of Directors, the Independent Directors fulfill the conditions specified in the Listing Regulations and are independent of the management. The Company has issued letter of appointment to the Independent Directors at the time of their appointment, and the terms and conditions of their appointment are hosted on the website of the Company.

The shareholders of the Company, at their 38th Annual General Meeting held on September 12, 2023, re-appointed Mr. Vivek Mehra (DIN: 00101328) as Independent Director to hold office for second term of 5 (five) consecutive years from September 18, 2023 to September 17, 2028.

Mr. Gaurav Mathur (DIN: 07610237) ceased to be Managing Director w.e.f. July 21, 2023. The shareholders of the Company, at their Annual General Meeting held on September 12, 2023, approved the appointment of Mr. Abhay Baijal as Managing Director for a period of two years from July 21, 2023 to July 20, 2025, not liable to retire by rotation.

During the Financial Year 2023-24, no Independent Director resigned before the expiry of his/her tenure.

The Company has obtained certificate from a company secretary in practice confirming that none of the Directors have been debarred or disqualified from being appointed or continuing as director of companies by the Securities and Exchange Board of India (SEBI)/ Ministry of Corporate Affairs or any such statutory authority. The said certificate is attached as **Annexure "E"** to the Board's Report.

Mr. Saroj Kumar Poddar (DIN: 00008654), Director is retiring by rotation at the forthcoming Annual General Meeting scheduled to be held on Tuesday, August 27, 2024 and being eligible, has offered himself for re-appointment.

The tenure of Mr. Pradeep Jyoti Banerjee (DIN: 02985965) as Independent Director shall expire on November 30, 2024, and being eligible, has offered himself for re-appointment as Independent Director. Upon recommendation of Nomination and Remuneration Committee, and considering the other relevant factors, the Board of Directors has recommended to the shareholders, re-appointment of Mr. Pradeep Jyoti Banerjee as Independent Director, to hold office for second term of 5 (five) consecutive years from December 1, 2024 to November 30, 2029.

Brief resume and other requisite details of the Directors proposed to be appointed/ re- appointed form part of the notice ensuing the Annual General Meeting to be held on August 27, 2024.

In pursuance of the Listing Regulations, the chart setting out the core skills / expertise/ competencies identified by the Board of Directors which are required in the context of the Company's business to function effectively, and the Directors who have such skills / expertise / competencies, are as under:

Name of Director	Skills/ Expertise / Competencies			
	Corporate Governance	Accounting and Finance	Leadership and General Management	Industry Experience
Mr. Saroj Kumar Poddar	√	√	√	√
Mr. Shyam Sunder Bhartia	√	√	√	√
Mr. Chandra Shekhar Nopany	√	√	√	√
Mr. Abhay Baijal	√	√	√	√
Mr. Pradeep Jyoti Banerjee	√		√	√
Mr. Berjis Minoo Desai	√	√	√	
Mr. Vivek Mehra	√	√	√	
Ms. Rita Menon	√	√	√	

(3) Meetings and Attendance

Meetings of the Board of Directors and committees thereof are held at the Corporate Office of the Company at "Corporate One", First Floor, 5, Commercial Centre, Jasola, New Delhi - 110025. The Company provides video conferencing facility to enable Directors to participate in meetings of Board of Directors and committees thereof. Meetings of the Board of Directors are generally scheduled to coincide with announcement of quarterly/annual financial results. Additional Board meetings are convened from time to time, as per business requirements. As and when required, resolutions are also passed by circulation, as permitted by law.

During the Financial Year 2023-24, eight Board meetings were held on April 25, 2023, May 26, 2023, July 20, 2023, August 08, 2023, November 03, 2023, January 08, 2024, February 06, 2024 and March 20, 2024. The gap between two consecutive Board meetings did not exceed one hundred and twenty days.

The composition of the Board of Directors, attendance of Directors at the Annual General Meeting held on September 12, 2023 and meetings of Board of Directors held during the Financial Year 2023-24, and number of other directorships of the Directors as well as their membership / chairpersonship of committees of Board of Directors of other Indian public limited companies as on March 31, 2024, are as follows:

Name of Director	Category of Director	Whether attended last Annual General Meeting	Number of Board Meetings attended	Number of other Directorships	Membership of Committees of other Board of Directors	
					Chairperson	Member
Mr. Saroj Kumar Poddar	NED/PG	Yes	8	10	0	0
Mr. Shyam Sunder Bhartia	NED/PG	No	7	14	0	0
Mr. Chandra Shekhar Nopany	NED/PG	Yes	7	8	1	0
Mr. Abhay Baijal*	MD	Yes	5	2	0	0
Mr. Gaurav Mathur#	MD	Not Applicable	2	Not Applicable	Not Applicable	Not Applicable
Mr. Pradeep Jyoti Banerjee	NED/ID	Yes	8	15	1	4
Mr. Berjis Minoo Desai	NED/ID	Yes	8	10	2	3
Mr. Vivek Mehra	NED/ID	Yes	8	10	3	2
Ms. Rita Menon	NED/ID	Yes	7	2	0	1

*Appointed as MD and Director w.e.f. July 21, 2023.

#Ceased to be MD and Director w.e.f. July 21, 2023.

ID - Independent Director, MD - Managing Director, NED - Non-Executive Director, PG - Promoter Group

Notes:

(i) Other directorships given above exclude directorship in foreign companies.

(ii) In accordance with Regulation 26 of the Listing Regulations, membership / chairpersonship of only Audit Committee and Stakeholders Relationship Committee of other Indian public limited companies have been considered.

(iii) None of Directors are related to each other (as defined under the Companies Act, 2013 and Rules thereunder).

During the year under review, the Independent Directors held a separate meeting without the presence of Non- Independent Directors, in pursuance of applicable statutory and regulatory provisions.

Names of the other listed entities in which Directors of the Company are directors and category of directorships as on March 31, 2024, are as follows:

S. No.	Name of the Company	Category of Directorship
Mr. Saroj Kumar Poddar		
1.	Paradeep Phosphates Limited	Non-Executive Chairman
2.	Texmaco Rail & Engineering Limited	Executive Chairman
3.	Zuari Agro Chemicals Limited	Non-Executive Chairman
4.	Zuari Industries Limited	Non-Executive Chairman
Mr. Shyam Sunder Bhartia		
1.	Jubilant Foodworks Limited	Non-Executive Chairman
2.	Jubilant Pharmova Limited	Non-Executive Chairman
3.	Jubilant Ingrevia Limited	Non-Executive Chairman

S. No.	Name of the Company	Category of Directorship
Mr. Chandra Shekhar Nopany		
1.	Avadh Sugar & Energy Limited	Non-Executive Director
2.	Magadh Sugar & Energy Limited	Non-Executive Chairman
3.	New India Retailing & Investment Limited	Non-Executive Chairman
4.	SIL Investments Limited	Non-Executive Chairman
5.	Sutlej Textiles and Industries Limited	Executive Chairman
Mr. Pradeep Jyoti Banerjee		
1.	Atul Limited	Independent - Non-Executive
2.	Gabriel India Limited	Independent - Non-Executive
3.	Jubilant Ingrevia Limited	Independent - Non-Executive
4.	Whirlpool of India Limited	Independent - Non-Executive
Mr. Berjis Minoo Desai		
1.	Jubilant Foodworks Limited	Independent - Non-Executive
2.	Man Infraconstruction Limited	Non-Executive Chairman
3.	Praj Industries Limited*	Independent - Non-Executive
4.	Star Health and Allied Insurance Company Limited#	Independent - Non-Executive
5.	The Great Eastern Shipping Company Limited	Non-Executive Director
6.	Hikal Limited	Independent - Non-Executive
Mr. Vivek Mehra		
1.	Digicontent Limited*	Independent - Non-Executive
2.	DLF Limited	Independent - Non-Executive
3.	Havells India Limited	Independent - Non-Executive
4.	HT Media Limited	Independent - Non-Executive
5.	Jubilant Pharmova Limited	Independent - Non-Executive
Ms. Rita Menon		
1.	Paradeep Phosphates Limited	Independent - Non-Executive

* Ceased to be Director w.e.f. April 1, 2024.

\# Ceased to be Director w.e.f. April 23, 2024

Mr. Abhay Baijal does not hold directorship in any other listed entity.

(4) Senior Management

As on March 31, 2024, Senior Management of the Company includes the following:

1. Mr. Abhay Baijal, Managing Director (w.e.f. July 21, 2023)
2. Mr. Upendra Rajnarayan Singh, Vice President- Works
3. Mr. Ashish Kumar Srivastava, Vice President- Sales & Marketing
4. Mr. Anand Agarwal, Chief Financial Officer
5. Mr. Anand Gupta, Vice President- Strategy (w.e.f. June 22, 2023)
6. Mr. Tridib Barat, Vice President- Legal & Company Secretary (w.e.f. September 4, 2023)
7. Mr. Vishal Mathur, Assistant Vice President- Human Resources & Administration
8. Mr. Akash Verma, Assistant Vice President-Projects
9. Ms. Alpana Juneja, General Manager- Internal Audit

Mr. Rajveer Singh ceased to be Company Secretary and Key Managerial Personnel from close of business hours on May 5, 2023. Upon recommendation of Nomination and Remuneration Committee, the Board of Directors appointed Mr. Anuj Jain as Company Secretary and Key Managerial Personnel w.e.f. May 6, 2023, and he relinquished the said offices from close of business hours on November 3, 2023.

The Board of Directors, upon recommendation of Nomination and Remuneration Committee, appointed Mr. Tridib Barat as Company Secretary and Key Managerial Personnel w.e.f. November 4, 2023.

(5) Board Meetings

The annual calendar of meetings of Board of Directors is released in the beginning of the year. Notice of Board meeting is given in advance, to all the Directors. The Directors are provided the agenda of the meeting, setting out the business to be transacted together with comprehensive notes thereon, to enable them to take informed decisions. Agenda papers are circulated atleast seven days prior to the date of the meeting. Additional/supplementary items are taken up with the permission of Chairperson and consent of the Directors. In cases where it is not practicable to forward any document alongwith the agenda, the same is circulated/placed at the meeting.

(6) Committees of the Board of Directors

The Board of Directors has constituted its committees, with specific terms of reference, to ensure timely and effective working of the Board of Directors and also to comply with the provisions of the Companies Act, 2013, Rules framed thereunder, Listing Regulations and other applicable regulations, guidelines, circulars and notifications of SEBI.

As at March 31, 2024, there were nine Committees of the Board of Directors, which have been delegated requisite powers to discharge their roles & responsibilities. These Committees are - (i) Audit Committee; (ii) Corporate Social Responsibility Committee; (iii) Nomination and Remuneration Committee; (iv) Stakeholders' Relationship Committee; (v) Risk Management Committee; (vi) Banking and Finance Committee; (vii) Project Monitoring Committee; (viii) Strategy Committee; and (ix) Buyback Committee.

These Committees meet as often as required, considering the business needs, and minutes of meetings of these committees are circulated alongwith the agenda of meeting of Board of Directors.

Brief description of the terms of reference and composition of the above Committees are as follows:

6.1 Audit Committee

(i) Terms of reference:

The terms of reference of the Audit Committee are in accordance with Section 177 of the Companies Act, 2013 and the Listing Regulations. It also discharges such other functions as may be delegated by the Board of Directors from time to time. The terms of reference of the Audit Committee, inter-alia, include oversight of the Company's financial reporting process and the disclosure of its financial information to ensure that the financial statement is correct, sufficient and credible; recommending the appointment, remuneration and terms of appointment of auditors of the Company; approval of payment for any other services rendered by the statutory auditors; reviewing with the management and examination of the annual financial statements and the auditor's report thereon before submission to the Board of Directors for approval; reviewing with the management the quarterly financial statements before submission to the Board of Directors for approval; review and monitor the auditor's independence and performance and effectiveness of audit process; approval or any subsequent modification of transactions with related parties including omnibus approval for related party transactions; scrutiny of inter-corporate loans and investments; valuation of undertakings or assets of the Company, wherever necessary; evaluation of internal financial controls and risk management systems; reviewing the performance of statutory and internal auditors and adequacy of the internal control systems, with the management; reviewing the adequacy of internal audit function and formulation of the scope, functioning, periodicity and methodology for conducting the internal audit, in consultation with the internal auditor; discussion with internal auditors of any significant findings and follow up thereon; reviewing the findings of any internal investigations by the internal auditors into matters where there is suspected fraud or irregularity or a failure of internal control systems of a material nature and reporting the matter to the Board of Directors; discussion with statutory auditors before the audit commences, about the nature and scope of audit as well as post-audit discussion to ascertain any area of concern; look into the reasons for substantial defaults in the payment to the depositors, debenture holders, shareholders and creditors; reviewing the functioning of the whistle blower mechanism; approval of appointment of Chief Financial Officer; reviewing the financial statements, in particular, the investments made by the unlisted subsidiary; reviewing the utilization of loans and/ or advances from/investment by the Company in the subsidiary exceeding Rs. 100 crore or 10% of the asset size of the subsidiary, whichever is lower including existing loans/ advances / investments; consider and comment on rationale, cost-benefits and impact of schemes involving merger, demerger, amalgamation etc., on the Company and its shareholders; and reviewing compliance with the provisions of Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015 and to verify that the systems for internal control are adequate and are operating effectively.

The Audit Committee is also required to review the management discussion and analysis of financial condition and results of operations, management letters / letters of internal control weaknesses issued by the statutory auditors, internal audit reports, appointment, removal and terms of remuneration of the Chief Internal Auditor and such other matters / information as prescribed under applicable law.

In addition to the above, the Audit Committee reviews the contracts entered in the register maintained under Section 189 of the Companies Act, 2013 and status of material claims filed against the Company.

(ii) Composition:

As on March 31, 2024, all the four Independent Directors were members of Audit Committee. All members of the Audit Committee are financially literate. Mr. Vivek Mehra, a Chartered Accountant, Ms. Rita Menon, a retired senior bureaucrat with decades of experience of heading government departments and organizations and Mr. Berjis Minoo Desai an eminent corporate lawyer, have accounting and financial management expertise.

Company Secretary is the secretary of the Committee. The permanent invitees to meetings of Audit Committee include Managing Director, Chief Financial Officer, Internal Auditor and representatives of Auditor. The Cost Auditor and other employees are invited to the meetings of Audit Committee, as and when required.

Chairman of Audit Committee was present at the last Annual General Meeting. The Audit Committee met four times during the Financial Year 2023-24 on May 26, 2023, August 07, 2023, November 02, 2023 and February 05, 2024, and the attendance of members at these meetings was as follows:

Name of the Member	Status	Category	Number of Meetings attended
Mr. Pradeep Jyoti Banerjee	Chairman	Independent Director	4
Mr. Berjis Minoo Desai	Member	Independent Director	4
Mr. Vivek Mehra	Member	Independent Director	4
Ms. Rita Menon	Member	Independent Director	4

6.2 Corporate Social Responsibility Committee

(i) Terms of reference:

The terms of reference of the Corporate Social Responsibility (CSR) Committee are as prescribed under the Companies Act, 2013 and the Rules framed thereunder, and it discharges such other functions as may be delegated by the Board of Directors from time to time. The role of CSR Committee includes formulating and recommending to the Board of Directors a CSR Policy and Annual Action Plan in pursuance of CSR Policy, recommending the amount of expenditure to be incurred on CSR projects and programmes and monitoring the CSR Policy from time to time. CSR Committee also reviews periodically the progress of CSR projects/ programmes/ activities undertaken by the Company.

(ii) Composition:

As on March 31, 2024, CSR Committee comprised of three Directors. The Committee met twice during the Financial Year 2023-24 on May 25, 2023 and February 06, 2024, and the attendance of members at these meetings was as follows:

Name of the Member	Status	Category	Number of Meetings attended
Mr. Chandra Shekhar Nopany	Chairman	Non-Executive Director	2
Mr. Gaurav Mathur*	Member	Managing Director	1
Ms. Rita Menon	Member	Independent Director	2
Mr. Abhay Baijal**	Member	Managing Director	1

*Ceased to be Member w.e.f. July 21, 2023.

**Inducted as Member w.e.f. July 21, 2023.

6.3 Nomination and Remuneration Committee

(i) Terms of reference:

The terms of reference of Nomination and Remuneration Committee are in accordance with the provisions of the Companies Act, 2013, Listing Regulations and Securities and Exchange Board of India (Share Based Employee Benefits and Sweat Equity) Regulations, 2021. The Committee discharges such other functions as may be delegated by the Board of Directors from time to time.

The role of Nomination and Remuneration Committee includes formulation of the criteria for determining qualifications, positive attributes and independence of a Director, and recommend to the Board of Directors a policy relating to remuneration of Directors, key managerial personnel and other employees of the Company; evaluation of the balance of skills, knowledge and experience on the Board of Directors for every appointment of an Independent Director and on the basis of such evaluation, preparation of a description of the role and capabilities required of an Independent Director; formulation of criteria for evaluation of performance of Directors including Independent Directors and the Board of Directors; specifying the manner for effective evaluation of performance of the Board of Directors, its committees and individual Directors of the Company to be carried out either by the Board of Directors or by the Nomination and Remuneration Committee or by an independent external agency and review its implementation and compliance; devising a policy on diversity of Board of Directors; identifying persons who are qualified to become Directors and who may be appointed in senior management in accordance with the criteria laid down and recommend to the Board of Directors their appointment and removal; recommending to the Board of Directors, all remuneration, in whatever form, payable to senior management of the Company; and determining whether to extend or continue the term of appointment of an Independent Director of the Company, on the basis of the report of performance evaluation of Independent Directors of the Company.

The Nomination and Remuneration Committee is also authorised to superintend and administer the Employees Stock Option Scheme(s) of the Company, including the CFCL Employees Stock Option Scheme 2010.

The performance evaluation parameters / criteria for Independent Directors, as determined by the Nomination and Remuneration Committee, include level of participation in decision making process, understanding of Company's business and industry, ascertaining and ensuring adequacy and functionality of vigil mechanism, communication with fellow Board members and senior management, striving to safeguard the interest of all stakeholders in particular the minority shareholders, ensuring that adequate deliberations are held before approving related party transactions and assuring themselves that the same are in the interest of the Company, etc.

(ii) Composition:

As on March 31, 2024, the Nomination and Remuneration Committee comprised of three Directors. The Committee met four times during the Financial Year 2023-24 on April 25, 2023, May 25, 2023, July 20, 2023 and November 03, 2023 and the attendance of members at these meetings was as follows:

Name of the Member	Status	Category	Number of Meetings attended
Mr. Vivek Mehra	Chairman	Independent Director	4
Mr. Pradeep Jyoti Banerjee	Member	Independent Director	4
Mr. Chandra Shekhar Nopany	Member	Non-Executive Director	4

6.4 Stakeholders Relationship Committee

(i) Terms of reference:

The terms of reference of the Stakeholders Relationship Committee are in accordance with the provisions of Companies Act, 2013 and the Listing Regulations. The Committee discharges such other functions as may be delegated by the Board of Directors from time to time. The role of the Stakeholders Relationship Committee includes resolving grievances of the security holders of the Company; issue of duplicate certificates for securities of the Company; deciding the dates of book closure/ record date in respect of shares and other securities issued by the Company; review of measures taken for effective exercise of voting rights by shareholders; review of adherence to the service standards adopted by the Company in respect of various services being rendered by the Registrar & Share Transfer Agent; review of various measures and initiatives taken by the Company for reducing the quantum of unclaimed dividends and ensuring timely receipt of dividend warrants/annual reports/statutory notices by the shareholders of the Company; and approve, from time to time, issue of new share certificates, transfer / transmission of shares to Investor Education and Protection Fund Authority or any other statutory body or authority, as may be applicable, and all other matters allied or incidental thereto, in pursuance of the provisions of Investor Education and Protection Fund Authority (Accounting, Audit, Transfer and Refund) Rules, 2016.

In the endeavour to render prompt services to the investors, and expedite the processing of investor requests, the Board of Directors has delegated the requisite powers to the Company's employees to deal with various investor service related matters.

(ii) Composition:

As on March 31, 2024, the Stakeholders Relationship Committee comprised of three Directors. Chairperson of Stakeholders Relationship Committee was present at the last Annual General Meeting. The Committee met four times during the Financial Year 2023-24 on May 25, 2023, August 07, 2023, November 02, 2023 and February 05, 2024 and the attendance of members at these meetings was as follows:

Name of the Member	Status	Category	Number of Meetings attended
Ms. Rita Menon	Chairperson	Independent Director	4
Mr. Pradeep Jyoti Banerjee	Member	Independent Director	4
Mr. Gaurav Mathur*	Member	Managing Director	1
Mr. Abhay Baijal**	Member	Managing Director	3

*Ceased to be Member w.e.f. July 21, 2023.

**Inducted as Member w.e.f. July 21, 2023.

(iii) Name, designation and address of the Compliance Officer

Mr. Tridib Barat
Vice President- Legal & Company Secretary
Chambal Fertilisers and Chemicals Limited
"Corporate One", First Floor,
5, Commercial Centre, Jasola,
New Delhi -110 025

Telephone : 91 11 41697900
Fax : 91 11 40638679
E-mail : complianceofficer@chambal.in

(iv) Shareholders' complaints received and redressed during the Financial Year:

As on March 31, 2024, the Company had 2,48,360 shareholders. During the Financial Year 2023-24, the status of investor complaints was as follows:

No. of Investor Complaints			
Opening Balance as on April 01, 2023	Received	Redressed	Pending as on March 31, 2024
5	213	214	4*

*since redressed

6.5 Risk Management Committee

(i) Terms of reference:

The terms of reference of Risk Management Committee are in accordance with the provisions of the Listing Regulations. The Committee discharges such other functions as may be delegated by the Board of Directors from time to time.

The role of the Risk Management Committee includes formulation of a detailed Risk Management Policy; ensuring that appropriate methodology, processes and systems are in place to monitor and evaluate risks associated with the business of the Company; monitoring and overseeing implementation of the Risk Management Policy, including evaluating the adequacy of risk management systems; periodically reviewing the Risk Management Policy, at least once in two years, including by considering the changing industry dynamics and evolving complexity; keeping the Board of Directors informed about the nature and content of its discussions, recommendations and actions to be taken; and reviewing the appointment, removal and terms of remuneration of the Chief Risk Officer (if any).

(ii) Composition:

As on March 31, 2024, the Risk Management Committee comprised of three Directors. The Committee met three times during the Financial Year 2023-24 on May 25, 2023, August 07, 2023 and January 31, 2024 and the attendance of members at these meetings was as follows:

Name of the Member	Status	Category	Number of Meetings attended
Mr. Vivek Mehra	Chairman	Independent Director	3
Mr. Pradeep Jyoti Banerjee	Member	Independent Director	3
Mr. Gaurav Mathur*	Member	Managing Director	1
Mr. Abhay Baijal**	Member	Managing Director	2

*Ceased to be Member w.e.f. July 21, 2023.

**Inducted as Member w.e.f. July 21, 2023.

6.6 Banking and Finance Committee

(i) Terms of reference:

The Banking and Finance Committee was constituted to approve availment of various types of finances and any other specific matters delegated by the Board of Directors of the Company from time to time.

(ii) Composition:

As on March 31, 2024, the Banking and Finance Committee comprised of four Directors. No meeting of the Banking and Finance Committee was held during the Financial Year 2023-24. The composition of the Committee as on March 31, 2024 was as follows:

Name of the Member	Status	Category
Mr. Shyam Sunder Bhartia	Chairman	Non-Executive Director
Mr. Chandra Shekhar Nopany	Member	Non-Executive Director
Mr. Gaurav Mathur*	Member	Managing Director
Mr. Vivek Mehra	Member	Independent Director
Mr. Abhay Baijal**	Member	Managing Director

*Ceased to be Member w.e.f. July 21, 2023.

**Inducted as Member w.e.f. July 21, 2023.

6.7 Project Monitoring Committee

(i) Terms of reference:

Project Monitoring Committee was constituted to review progress of various projects of the Company. The Committee is authorized to finalise and approve contracts and other matters, deeds and things in relation to the Technical Ammonium Nitrate project.

(ii) Composition:

As on March 31, 2024, the Project Monitoring Committee comprised of three Directors. The Committee met once during the Financial Year 2023-24 on June 15, 2023, and attendance of members at the said meeting was as follows:

Name of the Member	Status	Category	Meetings attended
Mr. Chandra Shekhar Nopany	Chairman	Non-Executive Director	Yes
Mr. Pradeep Jyoti Banerjee	Member	Independent Director	Yes
Mr. Gaurav Mathur*	Member	Managing Director	Yes
Mr. Abhay Baijal**	Member	Managing Director	Not Applicable

*Ceased to be Member w.e.f. July 21, 2023.

**Inducted as Member w.e.f. July 21, 2023.

6.8 Strategy Committee

(i) Terms of reference:

The terms of reference of Strategy Committee include evaluation of options, proposals and projects for inorganic and organic growth and expansion of the business of the Company and make necessary recommendation to the Board of Directors in this regard from time to time, and appointment of legal, tax, financial, management and other consultants for advising the Company in respect of growth and expansion of the business of the Company.

(ii) Composition:

As on March 31, 2024, the Strategy Committee comprised of four Directors. No meeting of the Strategy Committee was held during the Financial Year 2023-24. The composition of the Committee as on March 31, 2024 was as follows:

Name of the Member	Status	Category
Mr. Shyam Sunder Bhartia	Chairman	Non-Executive Director
Mr. Chandra Shekhar Nopany	Member	Non-Executive Director
Mr. Pradeep Jyoti Banerjee	Member	Independent Director
Mr. Gaurav Mathur*	Member	Managing Director
Mr. Abhay Baijal**	Member	Managing Director

*Ceased to be Member w.e.f. July 21, 2023.

**Inducted as Member w.e.f. July 21, 2023.

6.9 Buyback Committee

(i) Terms of reference:

During the Financial Year 2023-24, the Board of Directors constituted Buyback Committee in connection with offer of buyback of shares by the Company. The terms of reference of the Buyback Committee include seeking all relevant regulatory approvals from SEBI, stock exchanges, RBI and other authorities if any, as may be necessary to implement the Buyback, finalizing the terms and timeline of the Buyback, appointing intermediaries, advisors, consultants etc., opening, operating and closing one or more bank accounts including escrow and/ or special accounts and to do all such acts, deeds, matters and things incidental or necessary in connection with the Buyback.

(ii) Composition:

The Buyback Committee comprised of three Directors. No meeting of the Buyback Committee was held during the Financial Year 2023-24. The composition of the Committee as on March 31, 2024 was as follows:

Name of the Member	Status	Category
Mr. Vivek Mehra	Chairman	Independent Director
Ms. Rita Menon	Member	Independent Director
Mr. Abhay Baijal	Member	Managing Director

The Buyback Committee of Directors was dissolved w.e.f. May 7, 2024.

(7) Details of remuneration paid to Directors during the Financial Year 2023-24

7.1 Executive Directors

(Amount in Rs.)

Name	Designation	Salary	Performance Bonus	Value of Perquisites as per Income Tax Act, 1961	*Others - Retirement Benefits & Other Perquisites
Mr. Gaurav Mathur	Managing Director	2,29,16,274	1,50,00,000	5,84,027	6,61,870
Mr. Abhay Baijal	Managing Director	1,46,26,536	-	1,74,180	8,26,343

* The liability for gratuity, leave encashment, post-retirement medical benefits, long service award scheme and settlement allowance are provided on actuarial basis, and determined for the Company as a whole, rather than for each of the individual employees. Accordingly, these liabilities cannot be ascertained separately for the Managing Director, hence not included above (except amount actually paid).

Notes:

(i) Mr. Gaurav Mathur ceased to be Managing Director and Key Managerial Personnel w.e.f July 21, 2023.

(ii) Mr. Abhay Baijal was appointed as Managing Director and Key Managerial Personnel for period of two years from July 21, 2023 to July 20, 2025, not liable to retire by rotation. The term of appointment of Mr. Abhay Baijal can be terminated by either party by giving ninety days' written notice to other party

(iii) No sitting fee or severance fee is payable to Mr. Abhay Baijal.

(iv) The performance bonus payable/paid to Managing Director is determined by the Board of Directors considering the recommendation of Nomination and Remuneration Committee based on performance of the Company and other relevant factors.

7.2 Non - Executive Directors

During the year ended March 31, 2024, the Company paid sitting fee to Non-executive Directors for attending meetings of the Board of Directors and its committees @ Rs.50,000 per Board meeting & Audit Committee meeting and @ Rs. 15,000 per meeting for other Committees of the Board of Directors.

The shareholders of the Company, at their Annual General Meeting held on September 10, 2020, had approved payment of commission to Non-Executive Directors during the period of 5 financial years commencing from April 01, 2020 subject to the aggregate limit of one percent of the net profit of the Company in any financial year and the commission payable to a Non-Executive Director not to exceed Rs. 10,00,000 per financial year. In pursuance of the approval of the shareholders and considering the recommendation of Nomination and Remuneration Committee, the Board of Directors determined the commission payable to each Director for the Financial Year 2023-24 based on the criteria of time devoted and contribution made by individual Directors, to the affairs of the Company.

Details of sitting fee paid and commission payable to the Directors are as follows:

S. No.	Name of the Director	Sitting Fee Paid (Rs.)	Commission payable for the Financial Year 2023-24 (Rs.)
1.	Mr. Saroj Kumar Poddar	4,00,000	10,00,000
2.	Mr. Chandra Shekhar Nopany	4,55,000	10,00,000
3.	Mr. Pradeep Jyoti Banerjee	7,80,000	10,00,000
4.	Mr. Berjis Minoo Desai	6,00,000	10,00,000
5.	Mr. Vivek Mehra	7,05,000	10,00,000
6.	Ms. Rita Menon	6,40,000	10,00,000

Mr. Shyam Sunder Bhartia has voluntarily opted not to accept sitting fee and commission.

There was no other pecuniary relationship or transaction with the Non-Executive Directors.

(8) Board Diversity Policy

A diverse Board of Directors is imperative in view of globalization of business, rapid deployment of technology, greater social responsibility, ever increasing emphasis on corporate governance and increasing need for risk management. Members of the Board of Directors are drawn from different fields which enables the Company to keep pace with changing business dynamics and provides financial, reputational and qualitative benefits. The Board of Directors has adopted the "Board Diversity Policy" which sets out the basic guidelines to constitute a diverse Board of Directors that can, inter alia, draw upon a range of perspectives, experience and knowledge.

(9) Performance Evaluation

In pursuance of the provisions of the Companies Act, 2013 and the Listing Regulations, the Company has laid down the 'Performance Evaluation Policy'. The said policy outlines the process for effective evaluation of performance of the Board of Directors, the committees thereof, individual Directors and the Chairman of the Company. The Nomination and Remuneration Committee finalizes the questionnaires containing different parameters to evaluate the performance of Board of Directors and its committees, individual Directors and the Chairman.

As per the Performance Evaluation Policy, the evaluation of performance of the Board of Directors as a whole, Committees of the Board of Directors, individual Directors and Chairman was carried out for the Financial Year 2023-24. The Independent Directors, in their separate meeting, carried out evaluation of the Board of Directors as a whole, Chairman and Non-Independent Directors, and briefed the Board of Directors in this regard.

Based on the responses to the questionnaires received from the Directors and considering the evaluations carried out by Independent Directors, the Board of Directors evaluated its own performance as well as performance of its committees and individual Directors, including Independent Directors.

(10) Vigil Mechanism/ Whistle Blower Policy

The Company has a Whistle Blower Policy establishing the vigil mechanism for Directors, employees and other stakeholders to report concerns about unethical behavior, actual or suspected fraud, violation of the Company's "Code of Conduct and Ethics" or leak of Unpublished Price Sensitive Information of the Company. The vigil mechanism under the Whistle Blower Policy provides adequate safeguard against victimization of the Directors and the employees who avail the mechanism and also provides for direct access to Chairman of the Audit Committee in appropriate or exceptional cases. No personnel was denied access to the Audit Committee during the Financial Year 2023-24. The Whistle Blower Policy is available on the website of the Company at the weblink: http://chambalfertilisers.com/pdf/Whistle-Blower-Policy.pdf.

(11) Related Party Transactions

During the Financial Year 2023-24, there were no materially significant transactions with related parties that may have potential conflict with the interest of the Company at large. The Company has formulated a policy on dealing with related party transactions, which has been uploaded on the website of the Company and can be accessed at the weblink: http://www.chambalfertilisers.com/pdf/Policy-on-Related-Party-Transactions.pdf.

(12) Fees paid to Auditors and firms / entities in its network

The details of fee paid/payable by the Company for the Financial Year 2023-24 to M/s. Price Waterhouse Chartered Accountants LLP, Auditor are as under:

Particulars	Amount* (Rs. in Crore)
Audit Fee	0.53
Fee for limited review of quarterly results	0.30
Tax Audit Fee	0.07
Fees for issue of various certificates	0.30
Out of pocket expenses	0.07
Total	**1.27**

* The fees is exclusive of taxes.

The Company did not pay fee to any entity in the network firm of the Auditor or to any network entity of which Auditor is a part. No fee was paid/payable by the Company's subsidiaries to M/s. Price Waterhouse Chartered Accountants LLP, Auditor or the entities in the network firm of the Auditor or the network entity of which the Auditor is a part, during the Financial Year 2023-24.

(13) Credit Ratings

The details of the Credit Ratings assigned to the Company as on March 31, 2024 are as under:

Type of Facility/ Programme	Amount (Rs. in Crore)	Credit Rating by CRISIL Ratings Limited	Credit Rating by ICRA Limited
Commercial Paper Programme	4,500.00	CRISIL A1+	[ICRA] A1+
Bank Loan Facilities (Long Term Rating)	8,573.56	CRISIL AA+/Stable	-
Bank Loan Facilities (Short Term Rating)	4,720.00	CRISIL A1+	-

(14) Commodity Price Risk or Foreign Exchange Risk and Hedging Activities

14.1 Commodity Risk

(i) Risk Management Policy with respect to commodities

SEBI vide its master circular dated July 11, 2023 pertaining to disclosure regarding commodity risk has prescribed that all listed entities shall make uniform disclosures regarding commodity risk and hedging activities in the Corporate Governance Report section of the Annual Report. The disclosure pertaining to exposure and commodity risks may apply only for those commodities where the exposure of the Company in the particular commodity is material.

As per Risk Management Policy of the Company, which is approved by the Board of Directors, for the purpose of the above disclosure, the exposure of the Company in a particular commodity shall be considered material if the total expenditure on such commodity exceeds 10% of the total expenses of the Company, as per the last audited financial statements of the Company.

As per the above policy, the Company has material exposure in Natural Gas.

The mitigating factors in respect of commodity risk are described below in para 14.1(iii) hereof.

(ii) Exposure of the Company to aforesaid commodity and commodity risks faced by the Company throughout the Financial Year 2023-24

a. Total exposure of the Company to aforesaid commodity – Rs. 10,187.40 Crore

b. Exposure of the Company to the aforesaid commodity is as under:

Commodity Name	Exposure in INR towards the particular commodity (Rs. in Crore)	Exposure in Quantity terms towards the particular commodity	% of such exposure hedged through commodity derivatives				
			Domestic Market		International Market		Total
			OTC	Exchange	OTC	Exchange	
Natural Gas	10,187.40	2,126.31 Million Standard Cubic Meters	NIL	NIL	NIL	NIL	NIL

(iii) Commodity Risks faced by the Company during the Financial Year 2023-24 and how they have been managed

Natural Gas is the major raw material for manufacture of Urea. The prices of natural gas are mostly linked to international crude oil prices and vary with fluctuation in prices of crude oil, demand supply pattern, etc. A part of natural gas quantity required by the Company has been purchased at fixed price. As per the guidelines for pooling of gas in fertilizer (Urea) sector issued by the Government of India, natural gas is available to the Urea manufacturers at uniform price. The cost of natural gas is considered appropriately by the Government of India while determining subsidy on Urea, payable to the Company. The Company did not enter into any transaction for hedging the fluctuations in price of natural gas.

14.2 Foreign Exchange Risk

The foreign exchange risk of the Company arises mainly out of import of fertilisers and foreign currency borrowings.

The long term borrowings of the Company comprise of External Commercial Borrowings/ Foreign Currency Term Loans availed for financing the third Urea plant at Gadepan (Gadepan-III Plant). The repayment of these borrowings had commenced during the Financial Year 2019-20. The revenue from Gadepan-III Plant is linked to US Dollars in terms of New Investment Policy 2012 of the Government of India. Accordingly, the Company has natural cover against fluctuation of foreign exchange rates and did not enter into transactions to hedge foreign exchange risk in respect of aforesaid foreign currency borrowings.

In order to mitigate the foreign exchange risk in respect of imported fertilisers, the Company continuously monitors its foreign exchange exposure and hedges its foreign exchange risk in this regard, to the extent considered necessary, through forward contracts and option structures. As on March 31, 2024, the major portion of foreign exchange exposure of the Company in respect of imported fertilisers was hedged by the Company through foreign exchange hedging transactions. The details of foreign currency risk and hedging activities are given in the Notes to Financial Statements.

(15) Shareholding of Directors as on March 31, 2024

Name	Number of Shares held
Mr. Saroj Kumar Poddar	7,00,000
Mr. Shyam Sunder Bhartia	NIL
Mr. Chandra Shekhar Nopany*	2,80,192
Mr. Abhay Baijal#	NIL
Mr. Gaurav Mathur$	NIL
Mr. Pradeep Jyoti Banerjee	NIL
Mr. Berjis Minoo Desai	NIL
Mr. Vivek Mehra	NIL
Ms. Rita Menon	NIL

* In addition, Chandra Shekhar Nopany HUF holds 2,31,760 equity shares, Mr. Chandra Shekhar Nopany on behalf of Shruti Family Trust and Shekhar Family Trust, holds 966 equity shares and 1,35,14,611 equity shares, respectively as on March 31, 2024.

Appointed as MD and Director w.e.f. July 21, 2023.

$ Ceased to be MD and Director w.e.f. July 21, 2023.

(16) General Body Meetings

16.1 The last three Annual General Meetings of the Company were held as under:

Financial Year	Date	Time	Location
2022-23	12.09.2023	1030 Hours	Through Video Conferencing (VC) or Other Audio Visual Means (OAVM) and deemed venue: Registered Office of the Company at Gadepan, District Kota, Rajasthan, PIN – 325 208
2021-22	13.09.2022	1030 Hours	
2020-21	16.09.2021	1030 Hours	

16.2 The details of shareholders' approval by way of special resolutions in the previous three annual general meetings, are as under :

Date of Annual General Meeting	Nature of approval
September 12, 2023	Re-appointment of Mr. Vivek Mehra as Independent Director for second term of five consecutive years from September 18, 2023 to September 17, 2028.
September 13, 2022	Appointment of Mr. Berjis Minoo Desai as Independent Director for a term of five consecutive years from September 13, 2022 to September 12, 2027.
September 16, 2021	1. Re-appointment of Mr. Saroj Kumar Poddar as a Director of the Company, who retired by rotation and, being eligible, offered himself for re-appointment and who had attained the age of 75 years. 2. Approval for continuation of Ms. Radha Singh as Independent Director, after she had attained the age of 75 years, upto completion of her tenure on September 14, 2022.

16.3 No shareholders' approval was obtained through postal ballot during the Financial Year 2023-24.

16.4 There is no immediate proposal for passing resolution by way of postal ballot. In case a resolution is proposed to be passed through postal ballot, the procedure of postal ballot and other requisite details shall be provided in the postal ballot notice.

(17) Disclosures

17.1 No penalties or strictures have been imposed on the Company by stock exchanges or SEBI or any other statutory authority for non-compliance by the Company, on any matter related to capital markets, during the last three years.

17.2 The Company is fully compliant with the corporate governance requirements specified in Regulations 17 to 27 and clauses (b) to (i) of sub-regulation (2) of regulation 46 of the Listing Regulations, as applicable and compliance reports on Corporate Governance in the requisite formats, have been submitted to the concerned stock exchanges within the prescribed time.

17.3 The Company has formulated a "Policy for determining Material Subsidiaries" which is available on the website of the Company (www.chambalfertilisers.com) and can be accessed at the weblink: http://www.chambalfertilisers.com/pdf/Policy-for-determining-Material-Subsidiary.pdf.

17.4 The "Dividend Distribution Policy" has been uploaded on the website of the Company (www.chambalfertilisers.com) and can be accessed at the weblink: http://www.chambalfertilisers.com/pdf/Final-Dividend-Distribution-Policy.pdf.

17.5 The details of familiarization programmes imparted to Independent Directors are available on the website of the Company and can be accessed at the weblink: https://www.chambalfertilisers.com/pdf/Familiarization-Prog-Indep-Directors-2023-24.pdf.

17.6 The Company has complied with the mandatory requirements relating to Corporate Governance as prescribed in the Listing Regulations.

17.7 The Company has adopted the following discretionary requirements under Regulation 27(1) of the Listing Regulations relating to:

a) Maintenance of office of Non-Executive Chairman at Company's expense;

b) Unmodified audit opinion on financial statements of the Company; and

c) Separate posts of the Chairman and the Managing Director and Chairman is a Non-Executive Director and not related to the Managing Director of the Company.

17.8 All recommendations made by the committees of the Board of Directors during the Financial Year 2023-24 were accepted by the Board of Directors.

17.9 No complaint was filed with the Company under the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013 during the Financial Year ended March 31, 2024. Further, no complaint was pending with the Company as at the beginning and end of the Financial Year 2023-24 under the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013.

17.10 The Company does not have any material subsidiary as per the provisions of Listing Regulations.

17.11 The Company and its subsidiaries have not provided any loans and advances in the nature of loans to firms/companies in which Directors are interested.

17.12 During the year under review, there was no agreement covered under clause 5A of paragraph A of Part A of Schedule III of Listing Regulations.

(18) Means of Communication

18.1 The Company regularly interacts with the shareholders through multiple channels of communication such as publication of financial results on quarterly, half-yearly and annual basis in the national and vernacular dailies (such as Business Standard, Rajasthan Patrika and Dainik Bhaskar, Rashtradoot, Financial Express, Jansatta), Annual Report, e-mails and the Company's website.

18.2 The quarterly financial results, shareholding patterns, corporate governance reports, intimation of Board meetings, etc. are filed with the stock exchanges through NSE Electronic Application Processing System (NEAPS) and BSE Listing Centre.

18.3 The quarterly results are also posted on the website of the Company at www.chambalfertilisers.com. The investors can also access on the website, Annual Reports, various policies of the Company, details of unpaid dividend, composition of various committees of the Board of Directors, terms & conditions of appointment of Independent Directors, details of various services being provided to investors, guidance and procedure to be followed by investors for transmission and transposition of securities, de-materialisation of shares, details of shares to be transferred to Investor Education and Protection Fund, etc.

18.4 Transcripts and recordings of earning calls with the investors / analysts, record of meetings with analysts/ investors, presentation to analysts/ investors and official news releases, if any, are uploaded on the website of the Company.

18.5 Management Discussion and Analysis Report forms part of the Board's Report.

(19) Code of Conduct and Ethics

The Company has adopted the Code of Conduct and Ethics which is available on the website of the Company (www.chambalfertilisers.com). The objective of the Code of Conduct and Ethics is to conduct the Company's business ethically and with responsibility, integrity, fairness, transparency and honesty.

This Code of Conduct and Ethics sets out the policy for one's conduct in dealing with the Company, fellow directors and employees and with the external environment in which the Company operates.

The declaration given by Managing Director affirming compliance of the Code of Conduct and Ethics by the Directors and Senior Management Personnel of the Company during the Financial Year 2023-24 is enclosed as **Annexure "C"** to Board's Report.

(20) General Shareholders' Information

20.1 **39th Annual General Meeting**

Venue	:	39th Annual General Meeting will be held through VC or OAVM as permitted by the concerned government/ regulatory authorities, and the deemed venue of the Annual General Meeting shall be the Registered Office of the Company at Gadepan, District Kota, Rajasthan, PIN – 325 208
Time	:	10.30 A.M. Indian Standard Time
Day & Date	:	Tuesday, August 27, 2024

20.2 **Financial Year** : April to March

20.3 **Tentative Financial Calendar :**

Event	Date
Audited Annual Results (Financial Year 2023-24)	May 07, 2024
Mailing of Annual Report*	August 2024
First Quarter Results	Early August 2024
Half Yearly Results	Early November 2024
Third Quarter Results	Early February 2025
Audited Annual Results (Financial Year 2024-25)	May 2025

*In compliance with the General Circular no. 09/2023 dated September 25, 2023 read with General Circular no. 10/2022 dated December 28, 2022, General Circular no. 2/2022 dated May 05, 2022, General Circular no. 02/2021 dated January 13, 2021, General Circular no. 20/2020 dated May 05, 2020, General Circular no. 17/2020 dated April 13, 2020 and General Circular no. 14/2020 dated April 08, 2020 issued by Ministry of Corporate Affairs and Circular no. SEBI/HO/CFD/CFD-PoD-2/P/CIR/2023/167 dated October 07, 2023 read with Master Circular no. SEBI/HO/CFD/PoD2/CIR/P/2023/120 dated July 11, 2023 issued by SEBI, the Annual Report for the Financial Year 2023-24 and notice of 39th Annual General Meeting of the Company will be sent only through emails registered with the Company or with the depository participants / depositories. These documents will also be available on the website of the Company at www.chambalfertilisers.com.

20.4 **Book Closure**

The register of members and share transfer books shall remain closed from Tuesday, August 06, 2024 to Wednesday, August 07, 2024 (both days inclusive) for the purpose of payment of final dividend on equity shares for the Financial Year 2023-24, if declared at the forthcoming Annual General Meeting.

20.5 **Dividend Payment Date**

The Board of Directors declared an interim dividend of Rs. 4.50 (i.e. @ 45%) per equity share of Rs. 10 each of the Company during the Financial Year 2023-24, which was paid on November 28, 2023. The Board of Directors recommended dividend of Rs. 3.00 (i.e. @ 30%) per equity share of Rs. 10 each of the Company for the Financial Year 2023-24, which, if declared by the shareholders, shall be paid on September 2, 2024.

20.6 **Listing on Stock Exchanges and Stock codes**

Name and address of the stock exchanges at which the equity shares of the Company are listed and the respective stock codes are as under:

Sl. No.	Name of the Stock Exchange	Stock Code
1.	**BSE Limited (BSE)** Phiroze Jeejeebhoy Towers, Dalal Street, Mumbai - 400 001	500085
2.	**National Stock Exchange of India Limited (NSE)** Exchange Plaza, C-1, Block G, Bandra Kurla Complex, Bandra (E), Mumbai - 400 051	CHAMBLFERT

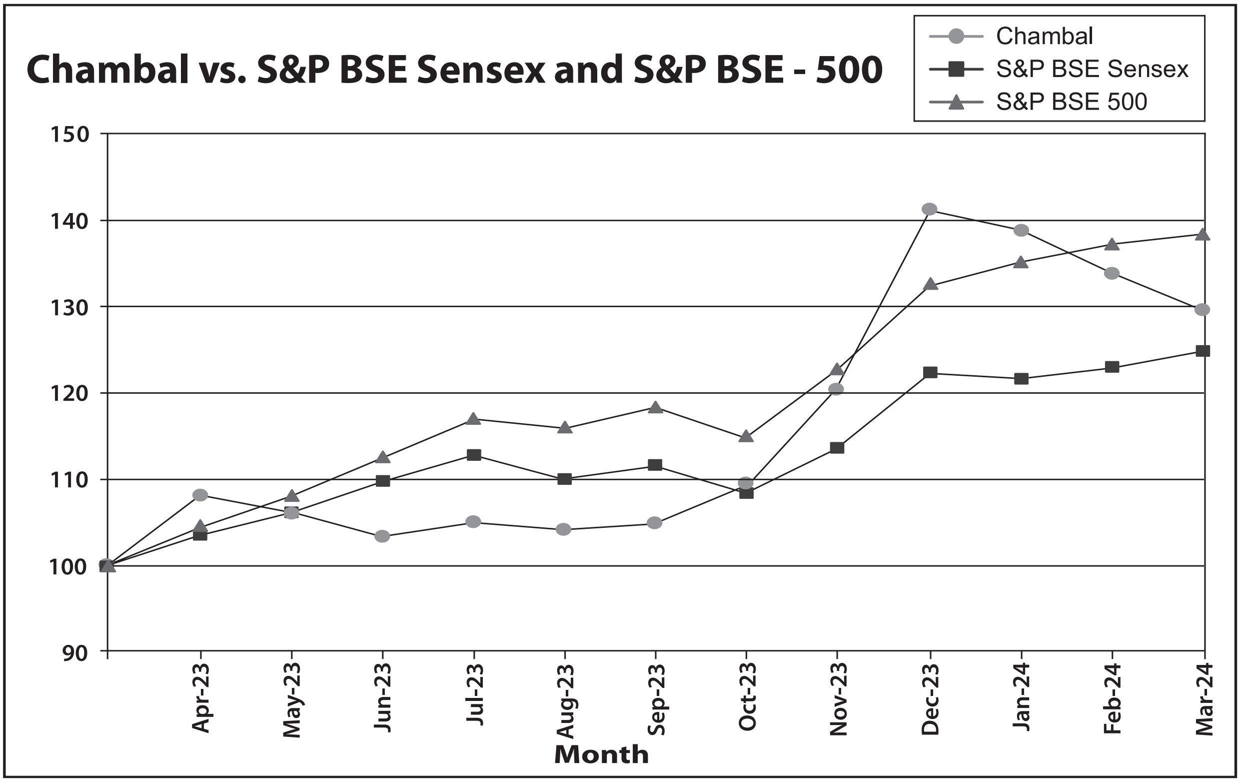
The Company has paid annual listing fees for the Financial Year 2024-25 to BSE and NSE.

20.7 **Market Price Data**

High and low of market prices of the Company's equity shares traded on BSE and NSE during the Financial Year 2023-24 were as follows:

Month	BSE		NSE	
	High (Rs.)	Low (Rs.)	High (Rs.)	Low (Rs.)
April, 2023	292.00	265.10	292.10	265.10
May, 2023	312.80	277.70	312.80	277.50
June, 2023	284.45	266.25	284.60	266.20
July, 2023	281.25	263.75	281.30	263.55
August, 2023	285.90	250.20	285.90	250.05
September, 2023	291.75	271.25	291.40	271.25
October, 2023	301.00	263.35	300.95	263.45
November, 2023	322.90	282.00	322.90	281.85
December, 2023	384.20	316.60	384.25	316.50
January, 2024	402.00	349.40	402.90	349.00
February, 2024	384.65	339.55	384.50	339.65
March, 2024	378.50	330.90	378.40	332.05

20.8 **Performance of equity share of the Company (Chambal) in comparison to S&P BSE Sensex and S&P BSE 500 on the basis of closing values:**



Base of 100 is taken to be the closing price of shares at BSE and values of indices, as on March 31, 2023.

20.9 **Registrar to an issue & Share Transfer Agent (RTA) and Share Transfer System**

M/s. Zuari Finserv Limited is the Company's RTA. All communications regarding shares, dividends, change of address, etc., may be addressed to:

M/s. Zuari Finserv Limited

Plot No.2, Zamrudpur Community Centre,
Kailash Colony Extension,
New Delhi - 110 048
Tel. : 91-11-46474000
E-mail : rta@adventz.zuarimoney.com

The dematerialized shares are directly transferred to the beneficiaries by the depositories.

The RTA has an online computerized system for processing requests of the shareholders. The designated officials of the Company are authorised to approve transmission of shares and other relevant requests of shareholders after they are processed by the Share Transfer Agent. In pursuance of Regulation 40 of Listing Regulations, the processing of requests for effecting transfer of shares held in physical form was discontinued and transmission or transposition of securities is effected only in dematerialized form w.e.f. January 24, 2022.

20.10 **Address for Correspondence:**

The Investors send their correspondence either to Share Transfer Agent at the aforesaid address or at the Company's Investor Service Centre at the following address:

Chambal Fertilisers and Chemicals Limited
Investor Service Centre
"Corporate One", First Floor,
5, Commercial Centre,
Jasola, New Delhi - 110 025
Tel : +91 11 - 41697900
Fax : +91 11 - 40638679
E-mail : isc@chambal.in
Website : www.chambalfertilisers.com

20.11 **Dematerialisation of Shares and Liquidity**

The equity shares of the Company are compulsorily traded in dematerialised form and the Company has signed agreements with both the Depositories i.e. National Securities Depositories Limited and Central Depository Services (India) Limited. As on March 31, 2024, 97.15% of the total equity share capital of the Company was held in dematerialised form.

20.12 **Details of Unpaid Dividend**

The details of amount lying in the unpaid dividend accounts of the Company are as under:

Dividend Year	Amount lying in Unpaid Dividend Account as on March 31, 2024 (in Rs.)	Due date for transfer to Investor Education and Protection Fund ("IEPF")
2016-2017	1,83,70,518.58	15.10.2024
2017-2018	1,31,27,344.09	21.10.2025
2018-2019	1,25,81,976.59	28.10.2026
2019-2020 (Interim Dividend)	2,77,12,893.50	07.04.2027
2020-2021 (Interim Dividend)	1,60,21,640.14	06.12.2027
2020-2021 (Final Dividend)	2,13,56,427.99	18.10.2028
2021-2022 (Interim Dividend)	1,86,85,471.44	02.03.2029
2021-2022 (Final Dividend)	1,60,30,631.68	17.10.2029
2022-2023 (Interim Dividend)	2,01,54,408.94	12.03.2030
2022-2023 (Final Dividend)	1,23,60,160.69	15.10.2030
2023-2024 (Interim Dividend)	1,61,26,150.00	04.12.2030

Pursuant to Section 124 of the Companies Act, 2013 read with the Investor Education and Protection Fund Authority (Accounting, Audit, Transfer and Refund) Rules, 2016, as amended, the dividend which remains unpaid or unclaimed for a period of seven years from the date of transfer to the unpaid dividend account of the Company, is required to be transferred to IEPF. Further, all shares in respect of which dividend has not been paid or claimed for seven consecutive years or more are required to be transferred by the Company to the demat account of IEPF Authority.

During the Financial Year ended March 31, 2024, the Company transferred unpaid dividend of Rs. 1,76,40,479 for the Financial Year 2015-16 to IEPF and also transferred 4,29,167 equity shares to the demat account of IEPF Authority in respect of which the dividend was unpaid/ unclaimed for the last seven years. In all, 59,69,619 equity shares of the Company were lying in the Demat Account of IEPF Authority as on March 31, 2024.

20.13 **Transfer of shares in Unclaimed Suspense Account / Suspense Escrow Account**

The Company has transferred to the 'Unclaimed Suspense Account', unclaimed equity shares which were issued in physical form from time to time.

In pursuance of SEBI circular, the Company has transferred shares to 'Suspense Escrow Account' in cases where demat request was not received from the securities holder/claimant within 120 days from the date of issuance of Letter of Confirmation by the Company. The relevant details are as under:

Particulars	Unclaimed Suspense Account		Suspense Escrow Account	
	No. of Shareholders	No. of Shares	No. of Shareholders	No. of Shares
Aggregate number of shareholders and outstanding shares in the Suspense Account(s) lying as on April 1, 2023	5	3,500	3	1,800
Number of shareholders who approached Company for transfer of shares from Suspense Account(s) during the Financial Year 2023-24	-	-	-	-
Number of shareholders to whom shares were transferred from Suspense Account(s) during the Financial Year 2023-24	-	-	-	-
Number of shareholders whose shares were transferred to Suspense Account(s) during the Financial Year 2023-24	-	-	3	1,400
Aggregate number of shareholders and outstanding shares in the Suspense Account(s) lying as on March 31, 2024	5	3,500	6	3,200

Voting rights on the shares standing in the Unclaimed Suspense Account shall remain frozen till the rightful owner of such shares claim the shares.

20.14 **Distribution of Shareholding and Shareholding Pattern**

Distribution of shareholding as on March 31, 2024 is as follows:

No. of Equity Shares held	No. of share holders	Percentage of total shareholders	No. of shares held	Percentage of total shares
1 to 500	2,31,181	93.08	2,34,42,711	5.85
501 to 1000	9,954	4.01	82,92,584	2.07
1001 to 5000	6,019	2.42	1,26,40,418	3.16
5001 to 10000	588	0.24	42,95,940	1.07
10001 to 100000	456	0.18	1,36,06,534	3.40
100001 to 500000	89	0.04	2,18,92,193	5.46
500001 & above	73	0.03	31,64,81,917	78.99
Total	**2,48,360**	**100.00**	**40,06,52,297**	**100.00**

Shareholding pattern as on March 31, 2024 is as under:

Category	No. of shares held	Shareholding (%)
Promoters and Promoter Group	24,32,11,277	60.70
Institutions	8,83,81,835	22.06
Non Institutions	6,90,59,185	17.24
Total	**40,06,52,297**	**100.00**

Details of Top 10 shareholders of the Company as on March 31, 2024 are as under:

S. No.	Name	No. of shares held*	% of issued share capital
1	The Hindustan Times Limited	5,72,20,071	14.28
2	Zuari Industries Limited	5,69,64,966	14.22
3	SIL Investments Limited	3,26,19,484	8.14
4	Earthstone Holding (Two) Private Limited	1,42,59,300	3.56
5	Chandra Shekhar Nopany (Shekhar Family Trust)	1,35,14,611	3.37
6	HDFC Small Cap Fund and its Associate Funds	1,29,35,843	3.23
7	Earthstone Investment & Finance Limited	81,18,866	2.03
8	Yashovardhan Investment & Trading Co. Ltd.	76,15,422	1.90
9	Ronson Traders Limited	69,01,612	1.72
10	Uttam Commercial Ltd.	65,63,964	1.64

*Shareholding is consolidated basis Permanent Account Number (PAN) of the shareholder.

20.15 **Outstanding GDRs/ ADRs/ Warrants or any Convertible Instruments, conversion date and likely impact on equity** - NIL

20.16 **Location of the Plants**

Gadepan, District Kota, Rajasthan, India, PIN – 325 208.

For and on behalf of the Board of Directors of
Chambal Fertilisers and Chemicals Limited

Rita Menon
Director
DIN: 00064714

Abhay Baijal
Managing Director
DIN: 01588087

Place : New Delhi
Date : May 07, 2024

Annexure "C" to Board's Report

DECLARATION OF MANAGING DIRECTOR

In pursuance of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, I, Abhay Baijal, Managing Director of Chambal Fertilisers and Chemicals Limited, declare that the members of Board of Directors and senior management personnel of the Company have affirmed their compliance with the Code of Conduct and Ethics of the Company during the financial year 2023-24.

Place : New Delhi
Date : May 07, 2024

Abhay Baijal
Managing Director
DIN: 01588087

Annexure "D" to Board's Report

Auditors' certificate regarding compliance of conditions of Corporate Governance

To the Members of Chambal Fertilisers and Chemicals Limited

We have examined the compliance of conditions of Corporate Governance by Chambal Fertilisers and Chemicals Limited, for the year ended March 31, 2024 as stipulated in Regulations 17, 17A, 18, 19, 20, 21, 22, 23, 24, 24A, 25, 26, 26A, 27 and clauses (b) to (i) and (t) of sub-regulation (2) of regulation 46 and para C , D and E of Schedule V of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended) (collectively referred to as "SEBI Listing Regulations, 2015").

The compliance of conditions of Corporate Governance is the responsibility of the Company's management. Our examination was carried out in accordance with the Guidance Note on Certification of Corporate Governance, issued by the Institute of Chartered Accountants of India and was limited to procedures and implementation thereof, adopted by the Company for ensuring the compliance of the conditions of Corporate Governance. It is neither an audit nor an expression of opinion on the financial statements of the Company.

In our opinion and to the best of our information and according to the explanations given to us, we certify that the Company has complied with the conditions of Corporate Governance as stipulated in the SEBI Listing Regulations, 2015.

We state that such compliance is neither an assurance as to the future viability of the Company nor the efficiency or effectiveness with which the management has conducted the affairs of the Company.

For Price Waterhouse Chartered Accountants LLP
Firm Registration Number: 012754N/N500016

Abhishek Rara
Partner
Membership Number: 077779
UDIN: 24077779BKEHUM7799

Place : New Delhi
Date : May 07, 2024

Annexure "E" to Board's Report
CERTIFICATE OF NON-DISQUALIFICATION OF DIRECTORS
[Pursuant to Regulation 34(3) read with Schedule V Para C clause (10) (i) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015]

To,
The Members,
Chambal Fertilisers and Chemicals Limited
CIN: L24124RJ1985PLC003293
Gadepan, District Kota,
Rajasthan, PIN -325208

We have examined the relevant registers, records, forms, returns and disclosures received from the directors of **Chambal Fertilisers and Chemicals Limited (CIN: L24124RJ1985PLC003293)** having its Registered Office at **Gadepan, District Kota, Rajasthan, PIN-325208** (hereinafter referred to as "the Company") produced before us by the Company for the purpose of issuing this certificate, in pursuance of the provisions of Regulation 34(3) read with Schedule V Para C Sub clause 10(i) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015.

In our opinion and to the best of our information and according to the verifications (including Director Identification Number ("DIN") status at the portal (www.mca.gov.in) as considered necessary by us and explanations furnished to us by the Company & its officers, we hereby certify that none of the Directors on the Board of Directors of the Company, as stated below, for the financial year ended March 31, 2024, have been debarred or disqualified from being appointed or continuing as Directors of companies by the Securities and Exchange Board of India, Ministry of Corporate Affairs or any such other statutory authority:

S. No.	Name of the Director	DIN	Date of appointment in the Company
1.	Mr. Saroj Kumar Poddar	00008654	13/02/1995
2.	Mr. Shyam Sunder Bhartia	00010484	13/02/1995
3.	Mr. Chandra Shekhar Nopany	00014587	16/09/2008
4.	Mr. Vivek Mehra	00101328	18/09/2018
5.	Mr. Pradeep Jyoti Banerjee	02985965	01/12/2019
6.	Mr. Gaurav Mathur*	07610237	06/01/2020
7.	Ms. Rita Menon	00064714	10/09/2020
8.	Mr. Berjis Minoo Desai	00153675	13/09/2022
9.	Mr. Abhay Baijal	01588087	21/07/2023

*Mr. Gaurav Mathur ceased to be Director of the Company with effect from July 21, 2023.

Ensuring the eligibility for the appointment/continuity of a Director on the Board of Directors of the Company is the responsibility of the management of the Company. Our responsibility is to express an opinion on these based on our verification. This certificate is neither an assurance as to the future viability of the Company nor of the efficiency or effectiveness with which the management has conducted the affairs of the Company.

For RMG & Associates
Company Secretaries
Peer Review No. 734/2020
Firm Registration No. P2001DE016100

CS Manish Gupta
Partner
FCS: 5123; C.P. No.: 4095
UDIN: F005123F000308635

Place : New Delhi
Date : May 07, 2024

Annexure "F" to Board's Report

ANNUAL REPORT ON CORPORATE SOCIAL RESPONSIBILITY (CSR) ACTIVITIES FOR THE FINANCIAL YEAR 2023-24

1.	**Brief outline on CSR Policy of the Company:**	The CSR Policy of the Company lays down the aims and objectives of CSR projects and programmes. The Policy also lays down the guiding principles for selection, implementation and monitoring of CSR activities.

2. **Composition of CSR Committee:**

Sl. No.	Name of Director	Designation / Nature of Directorship	Number of meetings of CSR Committee held during the year	Number of meetings of CSR Committee attended during the year
1	Mr. Chandra Shekhar Nopany	Chairman / Non-Executive Director	2	2
2	Mr. Gaurav Mathur *	Member / Executive Director	2	1
3	Mr. Abhay Baijal #	Member / Executive Director	2	1
4	Ms. Rita Menon	Member / Independent Director	2	2

*Ceased to be member w.e.f. July 21, 2023.

Inducted as member w.e.f. July 21, 2023.

3.	**Provide the web-link(s) where Composition of CSR Committee, CSR Policy and CSR Projects approved by the board are disclosed on the website of the company.**	http://www.chambalfertilisers.com/csroverview
4.	**Provide the executive summary along with web-link(s) of Impact Assessment of CSR Projects carried out in pursuance of sub-rule (3) of rule 8, if applicable.**	Impact assessment of following CSR projects/programmes was carried out by Grant Thornton Bharat LLP (Grant Thornton) during the Financial Year 2023-24: i) Project Akshar - Pre-primary and School Education; ii) Project Saksham - Technical and Vocational Education; iii) Project Saakar - Rural Development Initiatives; iv) Project Arogya - Healthcare and Sanitation; and v) Disaster Management. Executive summary of Impact Assessment Report of Grant Thornton is attached herewith, and the full Impact Assessmemt Report is available on the website of the Company on the weblink: http://www.chambalfertilisers.com/impactassessmentreport/

5.	(a) Average net profit of the company as per sub-section (5) of section 135.	Rs.1757.83 Crore
	(b) Two percent of average net profit of the company as per sub-section (5) of section 135.	Rs.35.16 Crore
	(c) Surplus arising out of the CSR Projects or programmes or activities of the previous financial years.	NIL
	(d) Amount required to be set-off for the financial year, if any.	NIL
	(e) Total CSR obligation for the financial year [(b)+(c)-(d)].	Rs. 35.16 Crore
6.	(a) Amount spent on CSR Projects (both Ongoing Project and other than Ongoing Project).	Rs. 34.12 Crore
	(b) Amount spent in Administrative Overheads.	Rs. 0.97 Crore
	(c) Amount spent on Impact Assessment, if applicable.	Rs. 0.16 Crore
	(d) Total amount spent for the Financial Year [(a)+(b)+(c)].	Rs. 35.25 Crore

(e) CSR amount spent or unspent for the Financial Year:

Total Amount Spent for the Financial Year (in Rs.)	Amount Unspent (in Rs.)				
	Total Amount transferred to Unspent CSR Account as per sub-section (6) of section 135.		Amount transferred to any fund specified under Schedule VII as per second proviso to sub-section (5) of section 135.		
	Amount.	Date of transfer.	Name of the Fund	Amount.	Date of transfer.
Rs. 35.25 Crore	Not Applicable	Not Applicable	Not Applicable	Not Applicable	Not Applicable

(f) Excess amount for set-off, if any:

Sl. No.	Particular	Amount (in Rs. Crore)
(1)	(2)	(3)
(i)	Two percent of average net profit of the company as per sub-section (5) of section 135	35.16
(ii)	Total amount spent for the Financial Year	35.25
(iii)	Excess amount spent for the Financial Year [(ii)-(i)]	0.09
(iv)	Surplus arising out of the CSR projects or programmes or activities of the previous Financial Years, if any	NIL
(v)	Amount available for set off in succeeding Financial Years [(iii)-(iv)]	0.09

7. Details of Unspent Corporate Social Responsibility amount for the preceding three Financial Years:

1	2	3	4	5	6		7	8
Sl. No.	Preceding Financial Year(s)	Amount transferred to Unspent CSR Account under sub-section (6) of section 135 (in Rs.)	Balance Amount in Unspent CSR Account under sub-section (6) of section 135 (in Rs.)	Amount Spent in the Financial Year (in Rs.)	Amount transferred to a Fund as specified under Schedule VII as per second proviso to sub- section (5) of section 135, if any		Amount remaining to be spent in succeeding Financial Years (in Rs.)	Deficiency, if any
					Amount (in Rs.)	Date of Transfer		
1	Financial Year 2022-23	Nil	Nil	Nil	Nil	-	Nil	-
2	Financial Year 2021-22	Nil	Nil	Nil	Nil	-	Nil	-
3	Financial Year 2020-21	Nil	Nil	Nil	Nil	-	Nil	-

8. Whether any capital assets have been created or acquired through Corporate Social Responsibility amount spent in the Financial Year: Yes

If Yes, enter the number of capital assets created/ acquired 09

Furnish the details relating to such asset(s) so created or acquired through Corporate Social Responsibility amount spent in the Financial Year:

Sl. No.	Short particulars of the property or asset(s) [including complete address and location of the property]	Pin code of the property or asset(s)	Date of creation	Amount of CSR amount spent	Details of entity/ Authority/ beneficiary of the registered owner		
(1)	(2)	(3)	(4)	(5)	(6)		
1.	9 HP Notebooks - K K Birla Memorial Society C/o CFCL Gadepan District Kota, Rajasthan PIN 325208	325208	16.03.2024	Rs. 8,86,132.80	CSR Registration Number, if applicable	Name	Registered address
					CSR00003240	K K Birla Memorial Society	CFCL Gadepan District Kota, Rajasthan PIN 325208

(All the fields should be captured as appearing in the revenue record, flat no, house no, Municipal Office/Municipal Corporation/ Gram panchayat are to be specified and also the area of the immovable property as well as boundaries)

9.	Specify the reason(s), if the company has failed to spend two per cent of the average net profit as per sub- section (5) of section 135.	Not Applicable

Date: May 07, 2024

Abhay Baijal
Managing Director
DIN: 01588087

Chandra Shekhar Nopany
Chairman - Corporate Social Responsibility Committee
DIN: 00014587

Executive Summary of Impact Assessment Report

May 7, 2024

Chambal Fertilisers and Chemicals Limited
Gadepan, District Kota
Rajasthan - 325208

Dear Sir(s)

As per the provisions of the Companies (Corporate Social Responsibility Policy) Rules, 2014 ("CSR Rules"), every company having average Corporate Social Responsibility ("CSR") obligation of ten crore rupees or more in pursuance of sub-section (5) of section 135 of the Companies Act, 2013, in the three immediately preceding financial years, shall undertake impact assessment, through an independent agency, of their CSR projects having outlays of one crore rupees or more, and which have been completed not less than one year before undertaking the impact study.

We have been engaged by M/s Chambal Fertilisers and Chemicals Limited ("CFCL/Company") to carry out impact assessment of its CSR projects and programmes in compliance of CSR Rules. Accordingly, we have carried out an Impact Assessment of CSR projects undertaken by CFCL.

The executive summary of our impact assessment findings is as under:

This report presents the impact of CFCL's CSR projects which was gauged through interactions with beneficiaries and stakeholders. The assessment used a mixed methods research design that included both quantitative and qualitative data collection.

Approach and methodology

For the study, APICS (Accessibility, Performance, Importance, Coherence, Sustainability) framework was used to critically analyze the projects. Tools for stakeholder interactions i.e., in-depth interviews and focus group discussions were developed and administered on the site. The questions focused on collecting data relating to functioning of the programmes, the degree of awareness and acceptance of the initiatives, and key challenges with respect to implementation and suggestions. Presented below are the details of the APICS framework utilized for the assessment:

Framework	Description
Accessibility	Capability of the project to involve different stakeholders for equitable access to services.
Performance	Capability of the project to achieve objectives and goals in the most economical ways.
Importance	Criteria to evaluate significance of a current project vis-à-vis the needs/priorities of the stakeholder and does it provide relevant solutions.
Coherence	Criteria to evaluate current project similarities with interventions of the Government / partners and ascertaining the applicability of the learning.
Sustainability	Capability of a project to ensure the likely continuity of interventions by the stakeholders after withdrawal.

About the projects under the scope of assessment

Project Akshar: **Pre-primary & School Education**	Aimed at improving access to education for disadvantaged students through improvements in Government Anganwadi centers and Government Schools. This involves improving infrastructure facilities, engagement of academic staff,focus on quality education, educational materials which substantially improves educational outcomes.
Project Saksham: **Technical and Vocational Education**	Aimed at empowering youth with technical skills aligned with national goals, through adoption of technical institutions- ITI and Polytechnic colleges. Also, focuses on practical training, personality development courses, placements, certificate courses and improved infrastructure.
Project Saakar: **Rural Development Initiatives**	Facilitates sustainable progress in villages by focusing on infrastructure improvement, leveraging government schemes, and empowering local communities thus leaving a lasting impact on socio-economic well-being.
Project Aarogya: **Healthcare and Sanitation Initiatives**	Promotes community well-being through adoption of Primary Health Centers and providing basic healthcare facilities and introduction of modern healthcare equipments in adopted centers.
Disaster Management	Provides timely relief and support during crises by extending assistance to affected communities and enhancing healthcare infrastructure, ensuring swift recovery and resilience.

The following is a brief overview of the projects:

Key Findings

Project Akshar

CFCL has adopted 52 Government schools and 47 Aanganwadi centres in Kota and Baran districts of Rajasthan. 32 Government schools are also supported in selected villages of Haryana, Punjab, and Madhya Pradesh.

Key findings are:

- The study found many positive indicators underscore the effectiveness of the initiative. 84% of the respondents expressed satisfaction in attending remedial classes. They found numerous aspects of the classes satisfactory, with 95% of respondents marking 4 and above on a scale of 5.
- Additionally, the feedback from parents on pre-primary educational initiative indicates that CFCL's infrastructure improvements have resulted in a notable increase in parents' willingness to enrol their children in Aanganwadi centres. This helps the children to access an ambience that develops their learning abilities. This indicates effective achievement of the goals, as children are more engaged and motivated to learn.

Project Saksham

CFCL has adopted 5 Government Industrial Training Institutes (ITIs) - Sangod, Sultanpur, Baran, Jhalawar and Khanpur with Government of Rajasthan under the scheme "Adoption of 1396 ITIs under PPP Mode". To expand its skill initiative, CFCL has also adopted Government Polytechnic College Baran. The ITIs are offering 10 employable trades to the students, while 4 diploma engineering branches are available for youth in Polytechnic College.

Key findings are:

- The students rated the trainings positively across various aspects such as trainer knowledge, teaching materials and methods, and training effectiveness of certificate courses like Occupational Health and First Aid and Fire and Safety.
- The workshops were also highly rated by the students, as it offers students practical skills and knowledge that are directly applicable to various industries and professions.

Project Saakar

Under the Rural Development Initiative, CFCL is making efforts to build quality infrastructure facilities for the communities. Some of the key activities identified by the Company are - construction of community hall and community shed, cement concrete roads with effective drainage system, pond rejuvenation, toilet construction, development of recreational areas for the community etc.

Key findings are:

- Panchayati Raj Institutions and community members of the villages located near the plant mentioned that CFCL exhibited a commitment to deliver high-quality infrastructural support that facilitates socio-economic progress in the region. The infrastructural interventions by CFCL are characterized by their meticulous planning, execution, and sustainability.
- Through the interactions it was gauged that the infrastructural support provided by CFCL has proven to be effective in improving the lives of the local community. In Gram Panchayats, the construction of roads and community halls has not only improved connectivity but also facilitated social cohesion and economic development, as construction was done in strategic places that connected key village infrastructure such as the community hall, link to the main highway and the panchayat office.

Project Arogya

With the aim to promote quality healthcare facilities for the community at their doorstep, CFCL has adopted 3 Government Primary Health Centre (PHC) in Kota district of Rajasthan, and developed these centres in line with any private hospitals with all basic amenities and modern equipment.

Key findings are:

- Beneficiaries expressed satisfaction with the quality of equipment provided at all the PHCs and mentioned that CFCL's efforts have helped them meet most of their healthcare needs at the village level. It was also noted that the PHCs adopted by CFCL were significantly superior to those that were not adopted due to the improved infrastructure and additional testing facilities that were installed in the adopted PHCs. Additionally, 98% of the beneficiaries stated that they had benefitted from the PHCs as it has reduced the cost of healthcare for them.
- The Women's Health Group intervention garnered positive feedback from beneficiaries, who expressed feeling empowered by the knowledge they have acquired. Many respondents mentioned enhanced confidence in decision-making, particularly regarding family planning, child-rearing, and sanitation practices. This further underscores the effectiveness of the intervention in addressing women's health needs and empowering them in the community.

Disaster Management

CFCL had taken initiatives to combat the COVID-19 pandemic and assisted the community with medical facilities like 10 PSA based oxygen plants, oxygen concentrators, and other medical equipment. CFCL is also assisting the community at large, during other natural calamities.

Key findings are:

- PHC and Community Health Centre (CHC) staff attested to the fact that the oxygen concentrators and oxygen plant (CHC Sultanpur) helped to a large extent to ensure effective patient care. They ensured consistent delivery of oxygen at the prescribed levels, which was crucial for providing oxygen support to the patients during COVID-19 pandemic.
- 100% of hospital staff stated that they were able to provide immediate medical grade oxygen supply to patients in need. The intervention demonstrates its effectiveness through the quality of oxygen produced by the oxygen plant and the oxygen concentrators. This ensured reliable supply of medical grade oxygen at a high level of purity, for patient care.

Based on comprehensive impact assessment conducted across various CFCL's CSR projects, it is evident that these initiatives have made significant strides in improving the lives of beneficiaries and communities. Through these projects, CFCL has not only addressed key socio-economic and health challenges but has also demonstrated a strong commitment to corporate social responsibility.

Based on the discussions held with various stakeholders for the projects, CFCL may consider a more comprehensive approach to community development. Recommendations include:

- Expanding educational offerings and promoting teacher training and technology integration through Project Akshar.
- For Project Saksham, implementing women's empowerment initiatives and providing advanced employability skill training are suggested.
- For Project Saakar, prioritizing repair and maintenance of infrastructural assets and promoting environmental sustainability practices are crucial.
- For Project Arogya, extending health service timings, providing local investigative pathology services, increasing health checkup frequency, and raising awareness about diabetes and blood pressure are essential recommendations. These initiatives collectively aim to enhance community well-being and address socio-economic challenges effectively.

For **Grant Thornton Bharat LLP**

Name : Abhishek Tripathi
Designation: Partner

Annexure "G" to Board's Report

FORM NO. MR - 3

SECRETARIAL AUDIT REPORT

FOR THE FINANCIAL YEAR ENDED ON MARCH 31, 2024

[Pursuant to Section 204(1) of the Companies Act, 2013 and Rule No. 9 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014]

To,
The Members,
Chambal Fertilisers and Chemicals Limited
CIN: L24124RJ1985PLC003293
Gadepan, District Kota,
Rajasthan, PIN -325208

We have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by **Chambal Fertilisers and Chemicals Limited** (hereinafter referred as **'the Company'**), having its Registered Office at Gadepan, District Kota, Rajasthan, PIN -325208. Secretarial Audit was conducted in a manner that provided us a reasonable basis for evaluating the corporate conducts/ statutory compliances and expressing our opinion thereon.

Based on our verification of the Company's books, papers, minute books, forms and returns filed and other records maintained by the Company and also the information provided by the Company, its officers, agents and authorized representatives during the conduct of secretarial audit, we hereby report that in our opinion, the Company has, during the audit period covering the financial year ended on March 31, 2024, complied with the statutory provisions listed hereunder and also that the Company has proper Board-processes and compliance-mechanism in place to the extent, in the manner and subject to the reporting made hereinafter:

We have examined the books, papers, minute books, forms and returns filed and other records maintained by the Company for the financial year ended on March 31, 2024 according to the provisions of:

I. The Companies Act, 2013 ('the Act') and the rules made thereunder;

II. The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the rules made thereunder;

III. The Depositories Act, 1996 and the Regulations and Bye-laws framed thereunder;

IV. Foreign Exchange Management Act, 1999 and the rules and regulations made thereunder to the extent of Foreign Direct Investment, Overseas Direct Investment and External Commercial Borrowings;

V. The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act'): -

   (a) The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011;

   (b) The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015 including the provisions with regard to maintenance of Structural Digital Database required under the said Regulations;

   (c) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018 **[Not Applicable as the Company has not issued further share capital during the financial year under review]**;

   (d) The Securities and Exchange Board of India (Share Based Employee Benefits and Sweat Equity) Regulations, 2021;

   (e) The Securities and Exchange Board of India (Issue and Listing of Non-Convertible Securities) Regulations, 2021 **[Not applicable as the Company has not issued any non-convertible securities during the financial year under review]**;

   (f) The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act and dealing with client to the extent of securities issued **[Not Applicable as the Company is not registered as Registrar to an Issue and Share Transfer Agent]**;

   (g) The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2021 **[Not Applicable as the Company has not delisted/proposed to delist its equity shares from any Stock Exchange during the financial year under review]**; and

   (h) The Securities and Exchange Board of India (Buy-Back of Securities) Regulations, 2018.

VI. Other laws applicable specifically to the Company are as follows:

   (a) The Essential Commodities Act, 1955;

   (b) The Fertiliser (Inorganic, Organic or Mixed) (Control) Order, 1985;

   (c) The Fertilizer (Movement Control) Order, 1973; and

   (d) The Insecticides Act, 1968, The Insecticides Rules, 1971 and Insecticides (Price, Stock Display and Submission of Reports) Order, 1986.

We have also examined compliance with the applicable clauses of the following:

1. Secretarial Standards with respect to Meetings of the Board of Directors (SS-1) and General Meetings (SS-2) issued by the Institute of Company Secretaries of India.
2. Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, as applicable.
3. General Circular no. 10/2022 dated December 28, 2022 read with General Circular no. 14/2020 dated April 08, 2020, General Circular no. 17/2020 dated April 13, 2020, General Circular no. 20/2020 dated May 05, 2020, General Circular no. 02/2021 dated January 13, 2021 and General Circular no. 2/2022 dated May 05, 2022 issued by the Ministry of Corporate Affairs to hold Annual General Meetings through Video Conferencing (VC) or Other Audio-Visual Means (OAVM) and Section VI-J of Master Circular no. SEBI/HO/CFD/PoD2/CIR/P/2023/120 dated July 11, 2023 issued by the Securities and Exchange Board of India for dispensation of dispatching the physical copies of Annual Reports to the shareholders.

During the period under review, the Company has complied with the provisions of the Act, Rules, Regulations, Guidelines, Standards, circulars, notifications, etc. mentioned above.

We further report that

- The Board of Directors of the Company is duly constituted with proper balance of Executive Directors, Non-Executive Directors, Independent Directors and Woman Director. The changes in the composition of the Board of Directors that took place during the period under review were carried out in compliance with the provisions of the Act.
- Adequate notice(s) were given to all Directors to schedule the Board Meetings, agenda and detailed notes on agenda were sent at least seven days in advance to all Directors except for one meeting which was held during the year under review at a shorter notice, and a system exists for seeking and obtaining further information and clarifications on the agenda items before the meeting and for meaningful participation at the meeting.
- As per the minutes, all decisions of the Board and Committees thereof were carried unanimously and there was no instance of dissent.
- As per the records, the Company filed all the forms, returns, documents and resolutions as were required to be filed with the Registrar of Companies and other authorities and all the formalities relating to the same are in compliance with the Act.

We further report that there are adequate systems and processes in the Company commensurate with the size and operations of the Company to monitor and ensure compliance with applicable laws, rules, regulations and guidelines.

We further report that during the audit period, there were following specific events/actions having a major bearing on the Company's affairs in pursuance of the above referred laws, rules, regulations, guidelines, standards etc:

1. Mr. Gaurav Mathur (DIN: 07610237) ceased to be Director/ Managing Director/ Key Managerial Personnel of the Company with effect from July 21, 2023;
2. Mr. Abhay Baijal (DIN: 01588087) was appointed as Managing Director/Key Managerial Personnel of the Company, for a period of 2 (two) years from July 21, 2023 to July 20, 2025;
3. Mr. Vivek Mehra (DIN: 00101328) was re-appointed as Independent Director of the Company, to hold office for second term of 5 (five) consecutive years, from September 18, 2023 to September 17, 2028 in the Annual General Meeting held on September 12, 2023;
4. Mr. Rajveer Singh ceased to be Company Secretary and Compliance Officer of the Company with effect from May 6, 2023;
5. Mr. Anuj Jain was appointed as Company Secretary and Compliance Officer of the Company with effect from May 6, 2023, thereafter, he ceased to be Company Secretary and Compliance Officer of the Company with effect from November 4, 2023;
6. Mr. Tridib Barat was appointed as Company Secretary and Compliance Officer of the Company with effect from November 4, 2023;
7. The Company has bought back 1,55,55,555 (One Crore Fifty-Five Lakhs Fifty-Five Thousand Five Hundred and Fifty-Five) fully paid-up equity shares of face value of Rs. 10/- (Rupees Ten Only) each at a price of Rs. 450/- (Rupees Four Hundred and Fifty Only) per equity share on a proportionate basis. Consequently, upon extinguishment of equity shares bought back by the Company, the paid-up equity share capital of the Company stands reduced from Rs. 416.21 crore to Rs. 400.65 crore with effect from February 13, 2024; and
8. The Company declared final dividend of Rs. 3/- (i.e. @ 30%) per equity share of Rs. 10/- of the Company, for the Financial Year 2022-23. Further, the Board of Directors of the Company at its meeting held on November 03, 2023, declared interim dividend of Rs. 4.50/- (i.e. @ 45%) per equity share of Rs. 10/- of the Company for the Financial Year 2023-24.

For RMG & Associates
Company Secretaries
Peer Review No. : 734 / 2020
Firm Registration No. P2001DE016100

Place : New Delhi
Date : May 7, 2024
UDIN : F005123F000308657

CS Manish Gupta
Partner
FCS: 5123; C.P. No.: 4095

Note: This report is to be read with 'Annexure' attached herewith and forms an integral part of this report.

Annexure

To,
The Members,
Chambal Fertilisers and Chemicals Limited
CIN: L24124RJ1985PLC003293
Gadepan, District Kota,
Rajasthan, PIN -325208

Our Secretarial Audit Report of even date, for the financial year ended March 31, 2024 is to be read along with this letter:

1. It is the responsibility of the management of the Company to maintain secretarial records, devise proper systems to ensure compliance with the provisions of all applicable laws and regulations and to ensure that the systems are adequate and operating effectively.
2. Our responsibility is to express an opinion on these secretarial records, standards and procedures followed by the Company with respect to secretarial compliances.
3. We believe that audit evidence and information obtained from the Company's management is adequate and appropriate for us to provide a basis for our opinion.
4. Wherever required, we have obtained the management's representation about the compliance of laws, rules and regulations and happening of events etc.
5. The Secretarial Audit Report is neither an assurance as to the future viability of the Company nor of the efficacy or effectiveness with which the management has conducted the affairs of the Company.
6. We have not verified the correctness and appropriateness of financial records and books of accounts of the Company.

For RMG & Associates
Company Secretaries
Peer Review No. : 734 / 2020
Firm Registration No. P2001DE016100

Place : New Delhi
Date : May 7, 2024
UDIN : F005123F000308657

CS Manish Gupta
Partner
FCS: 5123; C.P. No.: 4095

Annexure "H" to Board's Report

CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNINGS AND OUTGO

[Pursuant to Section 134(3)(m) of the Companies Act, 2013 read with Rule 8(3) of the Companies (Accounts) Rules, 2014]

(A) Conservation of Energy:

(i) The steps taken or impact on conservation of energy

- Uprating of synthesis gas compressor turbine in Ammonia-I plant along with suction cooling of synthesis gas.
- Installation of balance top seven super cup Urea reactor trays in each unit of Urea-I plant.
- Conversion of low pressure steam condensate stripper to medium pressure steam condensate stripper in Ammonia-I plant.
- Uprating of synthesis gas compressor turbine in Ammonia-II plant.
- Replacement of synthesis gas converter basket with improved design in Ammonia-II plant along with new catalyst.

(ii) The steps taken by the Company for utilising alternate sources of energy

The Company has installed roof top solar panels in Gadepan campus having capacity of 1000 KW (AC) peak power, as a step towards use of renewable energy. Roof top solar panels of 230 KW (AC) peak power were commissioned in Financial Year 2022-23 and remaining 770 KW (AC) peak power were commissioned in Financial Year 2023-24.

(iii) The capital investment on energy conservation equipments

The total capital investment on above mentioned energy conservation schemes, including cost of roof top solar plant, was Rs. 227.84 Crore during the Financial Year 2023-24.

(B) Technology Absorption:

(i) The efforts made towards technology absorption

- Uprating of synthesis gas compressor turbine in Ammonia-I plant.
- Installation of balance top seven super cup Urea reactor trays in each unit of Urea-I plant.
- Uprating of synthesis gas compressor turbine in Ammonia-II plant.
- Replacement of synthesis gas converter basket with improved design in Ammonia-II plant along with new catalyst.

(ii) The benefits derived like product improvement, cost reduction, product development or import substitution

Cost reduction on account of energy efficiency.

(iii) In case of imported technology (imported during the last three years reckoned from the beginning of the financial year)

The details of technology imported	The year of import	Whether the technology been fully absorbed	If not fully absorbed, areas where absorption has not taken place, and the reasons thereof
Replacement of purge gas hydrogen recovery unit membranes in Ammonia-I plant.	2022-23	Yes	Not applicable
Replacement of nine Urea reactor trays with super cup trays in each unit of Urea-I plant.	2022-23	Yes	Not applicable

(iv) The expenditure incurred on Research and Development

The Company is a manufacturing organization and is not engaged in any major research and development activity. However, the Company continuously makes efforts to improve the efficiency and reliability of operations of its plants and quality of products.

(C) Foreign Exchange Earnings and Outgo:

The Foreign Exchange earned in terms of actual inflows during the year and the Foreign Exchange outgo during the year in terms of actual outflows, are as under:

Foreign Exchange earned : Rs. 137.90 Crore

Foreign Exchange outgo : Rs. 3733.44 Crore

For and on behalf of the Board of Directors of Chambal Fertilisers and Chemicals Limited

Rita Menon
Director
DIN: 00064714

Abhay Baijal
Managing Director
DIN: 01588087

Place : New Delhi
Date : May 07, 2024

Annexure "I" to Board's Report

A) Information pursuant to Section 197 (12) of the Companies Act, 2013 read with Rule 5(1) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014

i) The ratio of the remuneration of each Director to the median remuneration of the employees of the Company for the Financial Year 2023-24 and the percentage increase in remuneration of each Director, Managing Director, Chief Financial Officer and Company Secretary in the Financial Year 2023-24:

Name of Director & Designation	Ratio of remuneration of each director to the median remuneration of employees	Increase/(Decrease) in remuneration (%)
Mr. Saroj Kumar Poddar Non-Executive Chairman	0.97 *	16.67
Mr. Shyam Sunder Bhartia $ Non-Executive Director	Not Applicable	Not Applicable
Mr. Chandra Shekhar Nopany Non-Executive Director	1.00 *	10.23
Mr. Pradeep Jyoti Banerjee Independent Director	1.23 *	24.04
Mr. Berjis Minoo Desai # Independent Director	1.10 *	Not comparable
Mr. Vivek Mehra Independent Director	1.18 *	20.92
Ms. Rita Menon Independent Director	1.13 *	13.49

Notes:

(a) *Comprises profit-related commission and sitting fee for attending board/committee meetings, as applicable.

(b) $ Voluntarily foregone sitting fee and profit-related commission during FY-23 and FY-24.

(c) # Appointed as Independent Director w.e.f. September 13, 2022.

(d) Mr. Gaurav Mathur ceased to be Managing Director w.e.f. July 21, 2023.

(e) Mr. Abhay Baijal was appointed as Managing Director w.e.f. July 21, 2023.

(f) Mr. Anand Agarwal was appointed as Chief Financial Officer (KMP) w.e.f. February 01, 2023. Accordingly, remuneration paid to him during FY-23 which was for part of the year, is not comparable with remuneration paid during FY-24.

(g) Mr. Anuj Jain was appointed as Company Secretary (KMP) w.e.f. May 6, 2023 and relinquished the said office w.e.f. November 4, 2023. Mr. Tridib Barat was appointed as Company Secretary (KMP) w.e.f. November 4, 2023.

ii) Percentage increase in the median remuneration of employees in FY-24 - **15.70%.**

iii) Number of permanent employees on the rolls of the Company - **1089.** Median remuneration of the employees of the Company for FY-24 is Rs. 14,50,608/-.

iv) Average percentage increase already made in the salaries of employees other than the managerial personnel in the last financial year and its comparison with the percentage increase in the managerial remuneration and justification thereof and point out if there are any exceptional circumstances for increase in the managerial remuneration - Average percentage increase in the salaries of employees other than managerial personnel in the Financial Year 2023-24 was 15.86%, and in view of note(d) and note(e) above, its comparison with managerial remuneration is not applicable.

v) It is hereby affirmed that the remuneration is as per the remuneration policy of the Company.

B) Statement pursuant to Section 197(12) of the Companies Act, 2013 read with the Rule 5(2) & (3) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014.

I. Top ten employees in terms of remuneration drawn for the Financial Year 2023-24:

Sr. No.	Name	Designation	Qualifications	Age (years)	Experience (years)	Date of commencement of employment	Remuneration received (Rs.)	Last Employment	
								Employer's name	Post held
1	Gaurav Mathur **	Managing Director	B. Tech. (Chemical Engineering)	54	33	06.01.2020	3,91,62,171	TEVA API India Private Limited	Managing Director
2	Anil Kapoor *	Advisor	B. Tech. (Chemical Engineering), M.S.	70	44	11.12.2000	3,19,99,989	Cabot India Limited	Vice President-Technical
3	Anand Agarwal *	Chief Financial Officer	CA, CS, Cost Accountant, Chartered Financial Analyst	50	29	01.06.2022	2,48,58,835	Tata Power Limited	Group Finance Controller
4	Abhay Baijal**#	Managing Director	B.E. (Mechanical), P.G.D.M.	63	39	21.07.2023	1,56,27,059	Chambal Fertlisers and Chemicals Limited	Chief Financial Officer
5	Upendra Rajnarayan Singh*	Vice President - Works	B. Tech. (Chemical Engineering)	57	35	14.08.1992	1,51,16,832	Indian Farmers Fertiliser Cooperative Limited	Assistant Engineer-Ammonia
6	Ashish Kumar Srivastava*	Vice President - Sales & Marketing	B.Sc. (Agriculture)	59	37	01.04.1991	1,48,57,010	Zuari Agro Chemicals Limited	Management Trainee
7	Anand Gupta**	Vice President - Strategy	B.E. (Mechanical), P.G.D.M.	51	24	22.06.2023	1,12,68,403	Deepak Fertlisers and Petrochemicals Corporation Limited	Executive Vice President - Speciality Chemicals
8	Anuj Jain *	Assistant Vice President- Finance	FCA, ACS	60	38	10.09.2001	98,14,918	Birla Home Finance Limited	General Manager
9	Vishal Mathur *	Assistant Vice President - Human Resources & Administration	B.E. (Electrical)	55	31	01.07.1992	94,64,633	First employment	
10	Chhote Lal Parmar	General Manager-Marketing	M.Sc. (Agriculture)	62	38	01.04.1991	92,80,049	Zuari Agro Chemicals Limited	Senior Marketing Officer

* These employees were employed throughout the Financial Year 2023-24 and were in receipt of remuneration in the aggregate of not less than Rs. 1,02,00,000 for that Financial Year.

** These employees were employed for a part of the Financial Year 2023-24 and were in receipt of remuneration in the aggregate of not less than Rs. 8,50,000 per month.

Mr. Abhay Baijal was appointed as Managing Director w.e.f. July 21, 2023 consequent upon resignation of Mr. Gaurav Mathur w.e.f. July 21, 2023.

II. Employees who were employed for a part of the Financial Year 2023-24 and were in receipt of remuneration in aggregate of not less than Rs. 8,50,000 per month:

Sr. No.	Name	Designation	Qualifications	Age (years)	Experience (years)	Date of commencement of employment	Remuneration received (Rs.)	Last employment	
								Employer's name	Post held
1	Rajveer Singh	Vice President - Legal & Secretary	M.A., L.L.B., FCS	54	30	10.02.2003	87,22,406	MCS Limited	Whole-time Director
2	Sanjay Aggarwal	Deputy General Manager- Fire & Safety	B.Sc., BE (Fire), M.Sc.	58	33	19.10.2015	21,86,033	Paradeep Phosphates Limited	Joint General Manager (EHS)
3	Tarkesh Sharma	Assistant Manager-Instrumentation	B. Tech (Instrumentation)	29	6	24.12.2018	2,91,812	IOL Chemicals and Pharmaceuticals Limited	Engineer
4	Arvind Kumar Sharma	Deputy General Manager-Information Technology	B.Sc-Computer Science, Master of Computer Applications, Advance Diploma in Software Applications	44	23	19.01.2018	19,07,494	Jindal Poly Films Limited	Deputy General Manager - Information Technology
5	Manish Choudhary	Manager-Inspection	B.E. (Mechanical)	38	15	01.07.2008	16,62,272	First Employment	
6	Shantilal Bunkar	Specialist (IBR Welder)-Mechanical	Indian Boiler Regulations-Welder	60	41	16.08.1993	20,26,217	Petron Engineering Construction Limited	Welder
7	Dhruv Narayan Rajauria	Deputy Manager-Offsite & Utilities	B.Sc.	60	39	28.09.1992	35,88,059	Rama Phosphates Limited	Shift Engineer

NOTES:

1. None of the above employees is a relative of any Director of the Company.
2. None of the above employees himself or alongwith his spouse and dependent children hold 2% or more equity shares of the Company.
3. All appointments are/were on contractual basis.

For and on behalf of the Board of Directors of Chambal Fertilisers and Chemicals Limited

Place: New Delhi
Date : May 07, 2024

Rita Menon
Director
DIN: 00064714

Abhay Baijal
Managing Director
DIN: 01588087

BUSINESS RESPONSIBILITY AND SUSTAINABILITY REPORT (BRSR)

SECTION A: GENERAL DISCLOSURES

I. Details of the listed entity

1.	Corporate Identity Number (CIN) of the Listed Entity	L24124RJ1985PLC003293
2.	Name of the Listed Entity	Chambal Fertilisers and Chemicals Limited
3.	Year of Incorporation	1985
4.	Registered office address	Gadepan, District Kota, Rajasthan, PIN - 325208, India
5.	Corporate address	Corporate One, First Floor, 5, Commercial Centre, Jasola, New Delhi - 110025
6.	E-mail	corporate@chambal.in
7.	Telephone	Registered Office: +91-744-2782915 Corporate Office: +91-11-46581300, 41697900
8.	Website	www.chambalfertilisers.com
9.	Financial Year for which reporting is being done	April 01, 2023 to March 31, 2024
10.	Name of the Stock Exchange(s) where shares are listed	National Stock Exchange of India Limited and BSE Limited
11.	Paid-up Capital (INR in Crore)	400.65
12.	Name and contact details (telephone, email address) of the person who may be contacted in case of any queries on the BRSR report	Mr. Vishal Mathur, Assistant Vice President – Human Resources & Administration, Telephone number: +91-744-2782900 E-mail ID: vishal.mathur@chambal.in
13.	Reporting boundary - Are the disclosures under this report made on a standalone basis (i.e. only for the entity) or on a consolidated basis (i.e. for the entity and all the entities which form a part of its consolidated financial statements, taken together)	Disclosures in this report are made on standalone basis.
14.	Name of assurance provider	Not applicable
15.	Type of assurance obtained	Not applicable

II. Products/services

16. Details of business activities *(accounting for 90% of the turnover)*:

S. No.	Description of Main Activity	Description of Business Activity	% of Turnover of the entity
1.	Manufacturing	Chemical and chemical products, pharmaceuticals, medicinal chemical and botanical products	70.81%
2.	Trade	Wholesale Trading	29.19%

17. Products/Services sold by the entity *(accounting for 90% of the entity's Turnover)*:

S. No.	Product/Service	NIC Code	% of total Turnover contributed
1.	Manufacture of Urea	24123	68.14%
2.	Marketing of Di-ammonium Phosphate (DAP)	51497	17.78%
3.	Marketing of NPK Fertilisers	51497	4.03%
4.	Marketing of Muriate of Potash (MOP)	51497	3.15%

III. Operations

18. Number of locations where plants and/or operations/offices of the entity are situated:

Location	Number of plants	Number of offices	Total
National	1*	25	26
International	0	0	0

*The Company has three plants in one location at Gadepan, District Kota, Rajasthan (i.e., Gadepan-I, Gadepan-II and Gadepan-III).

19. Markets served by the entity:

a. Number of locations:

Locations	Number
National (No. of States)	14*
International (No. of Countries)	0

*The Company serves 13 states and 1 union territory in the national market.

b. What is the contribution of exports as a percentage of the total turnover of the entity?

NIL

c. A brief on types of customers

Key customers of the Company are farmers and channel partners. We cater to the farmers' needs of 13 states and 1 union territory through network of channel partners which includes dealers, distributors and retailers.

IV. Employees:

20. Details as at the end of Financial Year:

a Employees and workers (including differently abled):

S. No.	Particulars	Total (A)	Male		Female	
			No. (B)	% (B / A)	No. (C)	% (C / A)
	EMPLOYEES					
1.	Permanent (D)	657	635	96.65%	22	3.35%
2.	Other than Permanent (E)	0	0	0.00%	0	0.00%
3.	**Total employees (D + E)**	**657**	**635**	**96.65%**	**22**	**3.35%**
	WORKERS					
4.	Permanent (F)	432	427	98.84%	5	1.16%
5.	Other than Permanent (G)	1503	1497	99.60%	6	0.40%
6.	**Total workers (F + G)**	**1935**	**1924**	**99.43%**	**11**	**0.57%**

b Differently abled employees and workers:

S. No.	Particulars	Total (A)	Male		Female	
			No. (B)	% (B / A)	No. (C)	% (C / A)
	DIFFERENTLY ABLED EMPLOYEES					
1.	Permanent (D)	0	0	0.00%	0	0.00%
2.	Other than Permanent (E)	0	0	0.00%	0	0.00%
3.	**Total differently abled employees (D + E)**	**0**	**0**	**0.00%**	**0**	**0.00%**
	DIFFERENTLY ABLED WORKERS					
4.	Permanent (F)	0	0	0.00%	0	0.00%
5.	Other than Permanent (G)	10	10	100.00%	0	0.00%
6.	**Total differently abled workers (F + G)**	**10**	**10**	**100.00%**	**0**	**0.00%**

21. Participation/Inclusion/Representation of women

	Total (A)	No. and percentage of Females	
		No. (B)	% (B / A)
Board of Directors	8	1	12.50%
Key Management Personnel	3	0	0.00%

22. Turnover rate for permanent employees and workers
(Disclose trends for the past 3 years)

	FY 2023- 24 (Turnover rate in current FY)			FY 2022- 23 (Turnover rate in previous FY)			FY 2021-22 (Turnover rate in the year prior to the previous FY)		
	Male	Female	Total	Male	Female	Total	Male	Female	Total
Permanent Employees	6.10%	13.60%	6.40%	9.17%	24.24%	9.57%	7.52%	11.76%	7.64%
Permanent Workers	1.90%	20.00%	2.10%	3.32%	0.00%	3.28%	4.21%	0.00%	4.16%

V. Holding, Subsidiary and Associate Companies (including joint ventures)

23. (a). Names of holding / subsidiary / associate companies / joint ventures

S. No.	Name of the holding / subsidiary / associate companies / joint ventures (A)	Indicate whether Holding/ Subsidiary/ Associate/ Joint Venture	% of shares held by listed entity	Does the entity indicated at column A, participate in the Business Responsibility initiatives of the listed entity? (Yes/ No)
1	Chambal Infrastructure Ventures Limited	Subsidiary	100.00%	No
2	CFCL Ventures Limited	Subsidiary	72.27%	No
3	ISGN Corporation	Subsidiary	72.27%	No
4	ISG Novasoft Technologies Limited	Subsidiary	72.27%	No
5	Indo Maroc Phosphore S.A.- IMACID	Joint Venture	33.33%	No

VI. CSR Details

24. (i) Whether CSR is applicable as per Section 135 of Companies Act, 2013 **(Yes/No)**: Yes
(ii) Turnover (in Rs.) - Rs. 1,79,66,41,49,901
(iii) Net Worth (in Rs.) - Rs. 73,47,19,34,426

VII. Transparency and Disclosures Compliances

25. Complaints/ Grievances on any of the principles (Principles 1 to 9) under the National Guidelines on Responsible Business Conduct:

Stakeholder group from whom complaint is received	Grievance Redressal Mechanism in place (Yes/ No)	FY 2023-24 Current Financial Year			FY 2022-23 Previous Financial Year		
		Number of complaints filed during the year	Number of complaints pending resolution at close of the year	Remarks	Number of complaints filed during the year	Number of complaints pending resolution at close of the year	Remarks
Communities	Yes	0	0	-	1	0	The complaint was filed by resident of Bamori village of district Kota
Investors (other than shareholders)	Yes	0	0	-	0	0	-
Shareholders	Yes	213	4	-	272	5	-
Employees and workers	Yes	66*	5	-	88*	1	-
Customers	Yes	11	1	-	47	3	-
Value Chain Partners	Yes	0	0	-	0	0	-
Other (please specify)	Not Applicable	0	0	-	0	0	-

* These complaints were received from contract labourers.

The grievance redressal mechanism can be accessed at the weblink - https://chambalfertilisers.com/pdf/Grievance-Redressal-Mechanism.pdf

26. **Overview of the entity's material responsible business conduct issues**

Please indicate material responsible business conduct and sustainability issues pertaining to environmental and social matters that present a risk or an opportunity to your business, rationale for identifying the same, approach to adapt or mitigate the risk along-with its financial implications, as per the following format

S. No.	Material issue identified	Indicate whether risk or opportunity (R/O)	Rationale for identifying the risk / opportunity	In case of risk, approach to adapt or mitigate	Financial implications of the risk or opportunity (Indicate positive or negative implications)
1.	Safety and working conditions	Risk	Safety and working conditions are important due to the inherent hazards associated with handling of Ammonia in a fertiliser plant. Ensuring employee safety, mitigating environmental impact and adhering to regulations are therefore paramount. Safety incidents can lead to loss of life, damage reputation and incur significant financial costs.	The Company has implemented a comprehensive Health & Safety Management System aligned with ISO 45001:2018, identifying the risks and hazards and preparing appropriate mitigation plans. Additionally, the Company conducts regular trainings and mock drills and has developed an on-site disaster management plan to enhance preparedness. A three-tier safety review system operates at the plant, management, and safe-operations committee levels to address workplace safety concerns.	Negative
2.	Energy & emission management	Risk	As a fertiliser Company, energy-intensive processes and emissions contribute to climate change and environmental degradation. Prioritizing energy efficiency and emission reduction aligns with global sustainability goals, regulatory requirements and stakeholder expectations. The incentives and subsidies in fertiliser sector are also linked to energy optimization. By managing energy consumption and emissions responsibly, the Company has enhanced its environmental stewardship, kept its operational cost low and ensured a long-term business resilience.	The Company is committed to reducing energy consumption and has adopted several key strategies to achieve this goal. These strategies include implementing initiatives to reduce energy usage, utilizing waste heat, pursuing renewable energy options, and using energy-efficient products wherever possible. Additionally, the Company has engaged process licensors to develop and implement energy efficiency measures and to reduce and offset emissions. Further initiatives include conducting periodic air quality checks, monitoring stack emissions, and implementing the plant's trip interlock system.	Negative
3.	Waste Management	Opportunity	Efficient waste management can lead to resource recovery, cost savings and reduced environmental impact. Implementing recycling and waste reduction practices has optimized resource utilization and lowered disposal expenses. Moreover, meeting waste management standards and regulatory compliance has enabled the Company to foster positive relationships with stakeholders and reinforces Company's commitment to environmental stewardship.	Not Applicable	Positive

S. No.	Material issue identified	Indicate whether risk or opportunity (R/O)	Rationale for identifying the risk / opportunity	In case of risk, approach to adapt or mitigate	Financial implications of the risk or opportunity (Indicate positive or negative implications)
4.	Water Management	Risk	The Company's operations require significant water for various processes which may lead to potential impact on local water resources. Ensuring responsible water management is crucial to conserve this vital resource, minimize environmental harm and meet regulatory requirements.	The Company has developed a water management plan to ensure business continuity. This plan includes construction of anicuts on Kalisindh and Parwan Rivers to harvest rainwater for process water consumption. Additionally, the plan focuses on reuse and recycling of utilized water and maintaining water storage within the complex to meet 7-days' requirement and support maintenance work. The Company also has an arrangement to draw water from the Right Main Canal, Kota as needed, especially in drought years.	Positive
5.	Product Stewardship	Risk	As the Company deals in fertilisers and agri-inputs, the products can have implications on soil, water and ecosystem health. Failing to prioritize responsible product design, usage and disposal could lead to environmental contamination, harm to biodiversity and risks to human health. Non-compliance with product safety regulations can also result in legal consequences and damage the Company's reputation.	The Company has a well-structured farmer advisory programme which focuses on sharing awareness on promoting responsible usage of products, boosting farmers' income and promoting sustainable farming practices. Apart from this programme, the farm advisory services of the Company also include soil and water testing services. The social media platforms of the Company are used to educate farmers on safe usage of the products. Additionally, a leaflet promoting safe and responsible usage of product is made part of the product packaging. The Company has taken a conscious decision to focus on promoting & selling green triangle chemistry products and refrain from red triangle chemistry products.	Negative
6.	Customer Centricity	Opportunity	Customer centricity is important to the Company as it directly affects farmers' yields and livelihoods. It enables the Company to understand customers' situations, perceptions and expectations. Prioritizing customer-centric practices, such as providing quality products, support and farm advisory is crucial for building trust, fostering long-term relationships and ensuring sustainable business growth.	Not Applicable	Positive

S. No.	Material issue identified	Indicate whether risk or opportunity (R/O)	Rationale for identifying the risk / opportunity	In case of risk, approach to adapt or mitigate	Financial implications of the risk or opportunity (Indicate positive or negative implications)
7.	Sustainable Agriculture	Opportunity	In view of the need to reduce carbon emissions and efficient use of natural resources, off-site impacts and risks are required to be considered. Sustainable farming practices enable positive environmental interventions through practices associated with crops and soil, increasing nutrients and water use efficiency and reducing Greenhouse gas emissions.	Not Applicable	Positive
8.	ESG Risk Management	Opportunity	Mapping ESG performance and adopting robust practices can enhance the Company's environmental stewardship, improve social impact and strengthen corporate governance. The Company also aspires to attract socially conscious customers, investors and other stakeholders leading to potential revenue growth and improved ESG ratings.	Not Applicable	Positive
9.	Stakeholder Engagement	Opportunity	As we are a customer facing brand, stakeholder engagement (both internal and external) is important for us. It provides us an opportunity to understand stakeholders' concerns and expectations and address them appropriately to help the Company in achieving its desired goals and targets.	Not Applicable	Positive
10.	Community Engagement	Opportunity	Community is one of the major stakeholders impacted by our direct operations. Our objective is to create a long-term social impact through corporate social responsibility interventions. Engagement with communities to minimize possibility of conflicts and bring them onboard to ensure smooth operations is a strategic priority of the Company.	Not Applicable	Positive
11.	Ethics and Transparency	Opportunity	Embracing ethics and transparency as an opportunity enhances corporate reputation, mitigates potential reputational risks and strengthens competitive advantage in the market, ultimately contributing to sustainable business growth. It has positioned the Company as a reputable and reliable partner in the fertiliser and agrochemical industry.	Not Applicable	Positive

S. No.	Material issue identified	Indicate whether risk or opportunity (R/O)	Rationale for identifying the risk / opportunity	In case of risk, approach to adapt or mitigate	Financial implications of the risk or opportunity (Indicate positive or negative implications)
12.	Compliance	Risk	Identifying compliance as a material risk for the Company is due to the complex regulatory landscape in the fertiliser and agri-input industry. Non-compliance with environmental, safety and product regulations can lead to legal penalties, reputational damage and operational disruptions.	The Company has developed a legal tracking system to keep track of the applicable compliance obligations and renewal requirements. Regular reviews and internal & external audits ensure that regulatory compliances are adhered to.	Negative
13.	Employee relations	Opportunity	We believe that encouraged employees are more productive, leading to improved operational efficiency and higher customer satisfaction. Investing in employee development and welfare enhances skills and promote innovation & adaptability thereby driving sustainable business success and social impact.	Not Applicable	Positive
14.	Responsible Procurement & Sustainable Sourcing	Opportunity	Supply chain interruptions may impact our business continuity which has direct impact on our brand's reputation. Therefore, responsible procurement & sustainable sourcing is an important aspect for our business growth. Further, the Company intends to integrate social, ethical and environmental performance factors into the process of selecting suppliers and/or vendors. It also involves purchasing products made from recycled materials.	Not Applicable	Positive
15.	Biodiversity Management	Opportunity	Although the Company does not operate around any biodiversity sensitive zone, the products and services might impact the biodiversity footprint. Therefore, the Company endeavors to contribute towards betterment of surrounding biodiversity.	Not Applicable	Positive
16.	Labour relations	Risk	Labour Management is critical for smooth operations in any organization. Labour Management and teamwork can improve performance across many dimensions including culture and job satisfaction. As a Company with a large labour pool, we are committed to the welfare and enhancing the skills of our workers thereby ensuring smooth operations.	The Company has put in place a Supplier's Code of Conduct for its vendors and service providers. This code defines the basic principles to meet the Company's standards in the areas of labour practices, which includes human rights and safe & healthy working conditions. The Company ensures disbursement of dues & benefits to contract workers applicable under different acts and rules. Further, Industrial Relations department at Gadepan plant ensures that grievances are dealt in a timely and responsible manner.	Negative

S. No.	Material issue identified	Indicate whether risk or opportunity (R/O)	Rationale for identifying the risk / opportunity	In case of risk, approach to adapt or mitigate	Financial implications of the risk or opportunity (Indicate positive or negative implications)
17.	Human Rights	Risk	Considering the Company has a large labour pool and over one thousand supply partners; human rights are a critical issue for us as it may lead to reputation and operational disruption.	We are creating awareness on Human Rights issues, including awareness on prohibition of sexual harassment, to all permanent and contractual employees and workers annually. Further, the Code of Conduct and Ethics, Human Resource and Employee Relations Policy and Suppliers' Code of Conduct of the Company define the basic principles to meet the Company's standard in labour practices, human rights, safe and healthy working conditions, environment protection and business integrity.	Negative
18.	Diversity and Inclusion	Opportunity	The Company has adopted an equal opportunity policy and is committed to enhance the representation of women and differently abled, wherever possible.	Not Applicable	Positive

SECTION B: MANAGEMENT AND PROCESS DISCLOSURES

This section is aimed at helping businesses demonstrate the structures, policies and processes put in place towards adopting the NGRBC Principles and Core Elements.

<table>
<tr><th colspan="2">Disclosure Questions</th><th>P1</th><th>P2</th><th>P3</th><th>P4</th><th>P5</th><th>P6</th><th>P7</th><th>P8</th><th>P9</th></tr>
<tr><td colspan="11">Policy and management processes</td></tr>
<tr><td>1.</td><td>a. Whether your entity's policy/ policies cover each principle and its core elements of the NGRBCs. (Yes/No)</td><td>Yes</td><td>Yes</td><td>Yes</td><td>Yes</td><td>Yes</td><td>Yes</td><td>Yes</td><td>Yes</td><td>Yes</td></tr>
<tr><td></td><td>b. Has the policy been approved by the Board? (Yes/No)</td><td>Yes</td><td>Yes</td><td>Yes</td><td>Yes</td><td>Yes</td><td>Yes</td><td>Yes</td><td>Yes</td><td>Yes</td></tr>
<tr><td></td><td>c. Web Link of the Policies, if available</td><td colspan="9">The policies are available on the website of the Company at the following links:
http://www.chambalfertilisers.com/brrpolicies
https://www.chambalfertilisers.com/policiescodes/</td></tr>
<tr><td>2.</td><td>Whether the entity has translated the policy into procedures. (Yes/No)</td><td>Yes</td><td>Yes</td><td>Yes</td><td>Yes</td><td>Yes</td><td>Yes</td><td>Yes</td><td>Yes</td><td>Yes</td></tr>
<tr><td>3.</td><td>Do the enlisted policies extend to your value chain partners? (Yes/No) (Refer Note No. 1)</td><td>No</td><td>No</td><td>No</td><td>No</td><td>No</td><td>No</td><td>No</td><td>No</td><td>No</td></tr>
<tr><td></td><td colspan="10">Note No. 1
The Company has in place a Supplier's Code of Conduct for its vendors and service providers. This code defines the basic principles to meet the Company's standards in the areas of labour practices and human rights, safe and healthy working conditions, environment protection and business integrity.</td></tr>
<tr><td rowspan="3">4.</td><td rowspan="3">Name of the national and international codes/ certifications/labels/standards (e.g. Forest Stewardship Council, Fairtrade, Rainforest Alliance, Trustea) standards (e.g. SA 8000, OHSAS, ISO, BIS) adopted by your entity and mapped to each principle.</td><td colspan="9"><u>Standards Adopted</u>
● Sustainability Accounting and Standards Board – covers all nine (9) NGRBC Principles
● Morgan Stanley Capital International - covers all nine (9) NGRBC Principles
● Global Reporting Initiative - covers all nine (9) NGRBC Principles</td></tr>
<tr><td colspan="9"><u>Certifications (given below)</u></td></tr>
<tr><td>ISO 9001 (Quality Management System Standard)</td><td>ISO 14001 (Environment Management System Standard)
ISO 9001 (Quality Management System Standard)</td><td colspan="3">ISO 45001 (Occupational Health and Safety Management System Standard)</td><td colspan="2">ISO 14001 (Environment Management System Standard)</td><td colspan="2">ISO 9001 (Quality Management System Standard)</td></tr>
<tr><td>5.</td><td>Specific commitments, goals and targets set by the entity with defined timelines, if any.</td><td colspan="9" rowspan="2">The Company's ESG goals, established for a five-year period beginning Financial Year 2022-23 with baseline of Financial Year 2021-22, and the progress of the Company evaluated against each of these goals through the end of Financial Year 2023-24, is provided in subsequent table.</td></tr>
<tr><td>6.</td><td>Performance of the entity against the specific commitments, goals and targets along-with reasons in case the same are not met.</td></tr>
</table>

NGRBC Principle	Goals	Performance Indicator	Performance Progress
Environment			
Principle 6	Tackle Climate Change and reduce Greenhouse gas emissions through state of art technologies and green interventions	• Reduce Scope 1 emission in Urea production by ~ 2.8% • Reduce total specific energy consumption for Urea production (Gcal/ MT of Urea) by 1% • Increase the share of renewable energy in our total electrical power consumption by 10% • Conduct full assessment of all sites / offices for Scope 3 emission resulting from employee commutation	• Scope 1 emission in Urea production reduced by ~ 4 % • Total specific energy consumption for Urea production reduced by 1.6% • Achieved 0.46% of renewable energy share of total electrical power consumption of FY 2023-24. • We plan to prioritize the mapping of Scope 3 emissions from employee commutation in the coming years
Principle 6	Achieve zero waste to landfill through our 4 R concept for Waste Management	• 100% recycle of RO Sludge • Conduct full assessment of solid waste generated at Gadepan plant premises	• 100% recycling of RO Sludge achieved • Solid waste assessment concluded
Principle 6	Sustainably manage and augment water resources to meet the needs of our business and surrounding communities	• Conduct full water assessment of our operations at Gadepan plant premises • The proposed Technical Ammonium Nitrate Plant to be Zero Liquid Discharge Plant • Recharge the groundwater by practicing rooftop rainwater harvesting in Gadepan plant premises – forty (40) recharge units	• Concluded full water assessment of operations at Gadepan plant premises • Reverse Osmosis- Zero Liquid Discharge Plant will be commissioned in FY 2025-26 as per schedule along with Technical Ammonium Nitrate Plant. • Feasibility study regarding rooftop rainwater harvesting in Gadepan plant premises planned.
Principle 2	Responsibly design, manufacture and manage our products throughout their lifecycle, and promote awareness on sustainable use	• Conduct ESG awareness on ESG practices and policies for five (5) % suppliers annually • Conduct a detailed life cycle analysis (LCA) of own manufactured products • Engage with 3,50,000 farmers and to provide them awareness on safe and sustainable use of our products	• ESG awareness on 9 principles of BRSR concluded for 10% of suppliers • Life cycle analysis of Urea is proposed to be concluded in FY 2024-25. • Engaged with 1,10,000 farmers through our farmers outreach programs like Seed To Harvest and Uttam Poshan Aahar to provide them awareness on safe and sustainable use of our products
Principle 6	Create a positive impact on nature by protecting, conserving, and managing the environment and natural resources for the present and future generations	• Planting 1,50,000 tree saplings in and around Gadepan plant premises	• 25,000 tree saplings were planted inside the Gadepan plant premises.
Social			
Principle 3	Lead best in class standards of Safety, Health and Hygiene, and foster a culture of continuous benchmarking to world class standards	• Achieve safety training man-hours > 10,000 • Achieve total recordable injuries rate <0.4 • 100% compliance to the annual safety improvement plan	• Achieved 11,450 safety training man-hours • Achieved total recordable injuries rate of 0.14 • 100% adherence to the annual safety improvement plan
Principle 2 and Principle 9	Provide best-in-class products and services to our customers in a sustainable and responsible manner	• Develop and implement best-in-class Customer grievance framework	• We have introduced innovative interventions such as Uttam Samadhan, a WhatsApp chatbot solution available in five languages i.e. Hindi, English, Marathi, Punjabi, and Telugu. Additionally, our Hello Uttam toll-free service serves as another channel for customers to connect with us.

NGRBC Principle	Goals	Performance Indicator	Performance Progress
		• Carry out customer satisfaction survey once in two years and achieve customer satisfaction index as per plan	These initiatives have laid a strong foundation for improving customer satisfaction and addressing grievances effectively. Building upon this groundwork, we are committed to advancing our efforts by implementing a comprehensive Customer grievance framework in the current fiscal year. • Customer satisfaction survey shall be concluded during FY 2024-25.
Principle 4	Build sustainable and mutually beneficial relationships with the communities we serve through interventions in: • Infrastructure • Water Conservation • Sustainable agriculture • Sports promotion	• Transforming six (6) villages surrounding the Gadepan Plant into model villages • Rejuvenating existing ponds and practicing rainwater harvesting to enhance water availability in six (6) core villages surrounding plant premises • Crop residue management program to cover 3,00,000 acre land and 30,000 farmers • Providing best-in-class sports infrastructure in all adopted forty-five (45) schools	• All six (6) neighboring villages surrounding the Gadepan Plant are currently undergoing a transformation into model villages in a phased manner. Over the course of this year, significant strides have been made towards this endeavor. These include development of essential infrastructure such as cement concrete roads with covered drains, establishment of a comprehensive stormwater drain network, augmentation of facilities in community halls, creation of entrance gates, haat bazaars, and sports grounds, rejuvenation of local ponds, improvement of school infrastructure and implementation of solid waste management systems including door-to-door waste segregation and collection. These initiatives reflect our commitment to improving the living standards and overall well-being of the communities in which we operate. • Notable progress was made during the financial year 2023-24. Specifically, the Company has installed five rooftop rainwater harvesting structures in schools within nearby villages of the Gadepan complex. Furthermore, efforts to rejuvenate five community ponds across four villages in Kota district have been successfully undertaken. • During the reporting period, crop residue burning was curtailed across approximately 2.39 lakh acres of land in Haryana and Punjab. Outreach efforts extended to more than 30,000 small and marginalized farmers. Notably, in the current fiscal year, our initiatives have resulted in prevention of approximately 3.66 lakh tons of greenhouse gas emissions, further mitigating the impact of crop residue burning. • Currently, sports activities are being streamlined across twenty (20) senior secondary schools, seven (7) mini sports development centers, and the mini stadium at Sangod Block. Moreover, sports activities have been seamlessly integrated into the mainstream educational curriculum, ensuring holistic development opportunities for students.

NGRBC Principle	Goals	Performance Indicator	Performance Progress
Principle 4	Create long-term value for all stakeholders by fostering support, receiving feedback, and demonstrating accountability	● Engage with stakeholder group at regular interval and implement stakeholders engagement mechanism and plan	● All relevant departments have remained actively engaged with the Company's stakeholders throughout the year. Various modes of engagement have been employed as per the devised plan, ensuring proactive resolution of stakeholders' grievances and creation of long-term value through sustained collaboration with all stakeholders.
Principle 5	Embody the principles of dignity and respect by entrenching a culture of respect for human rights	● Provide awareness on human rights issues, including awareness on prohibition of sexual harassment, to all permanent and contractual employees and workers annually	● 100% permanent and contractual employees and workers were reached through awareness sessions.
Governance			
Principle 1	Foster a culture of transparency, accountability and integrity in our business and partnerships	● Conduct awareness on issues and principles of Ethics and Transparency, including those of ESG to all the employees	● 100% employees and workers were reached through awareness sessions on 9 principles of BRSR, including those of Ethics and Transparency.
Principle 8	Build a responsible value chain that upholds the principles of Environment, Social and Governance	● Conduct ESG awareness on ESG practices and policies for 5% suppliers annually as per plan ● Engage with 5% suppliers annually through vendor/supplier meet to aware them on principles of ESG	● ESG awareness on 9 principles of BRSR concluded for 10% of suppliers. ● 5% of suppliers engaged through vendor/ supplier meet held at Gadepan.

Governance, leadership and oversight

7. Statement by director responsible for the business responsibility report, highlighting ESG related challenges, targets and achievements *(listed entity has flexibility regarding the placement of this disclosure)*

I am pleased to place on record the achievements with respect to ESG goals.

Last year, we emphasized upon the significance of ESG considerations in ensuring the sustainability of our business. We identified the challenges such as reducing our carbon footprint, achieving zero waste to landfill, reducing our water footprint and responsibly design, manufacture and manage our products throughout their lifecycle, to mention a few. To tackle these challenges, we have set targets which are aligned with industry best practices.

Significant progress has been made in FY 2023-24 compared to FY 2022-23 under the ESG initiatives, as specified below:

- We have successfully reduced carbon emissions through energy-saving measures and adoption of renewable energy sources, decreasing carbon emission from 0.446 MT CO_2/MT of Urea to 0.437 MT CO_2/MT of Urea . Waste generated from our operations has decreased from 17,307.48 metric tonnes to 16,165.69 metric tonnes. Additionally, we have achieved a reduction in specific water consumption, from 4.23 m^3/MT of Urea last year to 4.15 m^3/MT of Urea this year.
- Our social impact initiatives, particularly in education, rural development, healthcare, and environmental sustainability space, continue to make a meaningful difference in the communities around us. Additionally, our investment in crop residue management in selected villages of Punjab and Haryana resulted in prevention of approximately 3.66 lakh tons of greenhouse gas emissions thereby addressing the pollution challenges in the region.
- We have strengthened our governance practices by enhancing the risk management and ESG framework.

The achievements and progress against our ESG goals are detailed in this report. While we celebrate these accomplishments, our journey towards sustainable development, continuous improvement and innovation remains ongoing.

I extend my gratitude to all stakeholders for their continued support as we navigate the ESG challenges together.

8.	Details of the highest authority responsible for implementation and oversight of the Business Responsibility policy (ies).	Name: Abhay Baijal Designation: Managing Director
9.	Does the entity have a specified Committee of the Board/ Director responsible for decision making on sustainability related issues? (Yes/No). If Yes, provide details.	Yes, the Management Committee of the Company is responsible for decision making on sustainability related issues.

10.	Details of review of NGRBCs by the Company:																		
	Subject for Review	**Indicate whether review was undertaken by Director/ Committee of the Board/ Any other Committee**									**Frequency (Annually/ Half yearly/ Quarterly/ Any Other- please specify)**								
		P1	**P2**	**P3**	**P4**	**P5**	**P6**	**P7**	**P8**	**P9**	**P1**	**P2**	**P3**	**P4**	**P5**	**P6**	**P7**	**P8**	**P9**
	Performance against above policies and follow up action	Policies and procedures are periodically reviewed by the Board/ Board Committees/ Departmental Heads, as and when applicable.									Annually / Periodically								
	Compliance with statutory requirements of relevance to the principles, and, rectification of any non-compliances	A certificate confirming compliance with all the statutory requirements applicable to the Company is placed before the Board of Directors on quarterly basis.																	
11.	Has the entity carried out independent assessment/ evaluation of the working of its policies by an external agency? (Yes/No). If Yes, provide name of the agency.										**P1**	**P2**	**P3**	**P 4**	**P5**	**P6**	**P7**	**P8**	**P9**
											No	No	No	No	No	No	No	No	No

12. If answer to question (1) above is "No", i.e. not all Principles are covered by a policy, reasons to be stated: **Not Applicable**

SECTION C: PRINCIPLE WISE PERFORMANCE DISCLOSURE

This section is aimed at helping entities demonstrate their performance in integrating the Principles and Core Elements with key processes and decisions. The information sought is categorized as "Essential" and "Leadership". While the essential indicators are expected to be disclosed by every entity that is mandated to file this report, the leadership indicators may be voluntarily disclosed by entities which aspire to progress to a higher level in their quest to be socially, environmentally and ethically responsible.

PRINCIPLE 1 Businesses should conduct and govern themselves with integrity, and in a manner that is Ethical, Transparent and Accountable

Essential Indicators

1. Percentage coverage by training and awareness programmes on any of the Principles during the financial year:

Segment	**Total number of training and awareness programmes held**	**Topics/ principles covered under the training and its impact**	**%age of persons in respective category covered by the awareness programmes**
Board of Directors (BoD)	1	Training and awareness programmes were conducted on the nine (9) Principles of NGRBC.	100%
Key Managerial Personnel (KMP)	1		
Employees other than BoD and KMPs	2		
Workers	1		

2. Details of fines/ penalties/ punishment/ award/ compounding fees/ settlement amount paid in proceedings (by the entity or by directors/ KMPs) with regulators/ law enforcement agencies/ judicial institutions, in the financial year, in the following format (Note: the entity shall make disclosures on the basis of materiality as specified in Regulation 30 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and as disclosed on the entity's website):

Monetary*					
	NGRBC Principle	**Name of the regulatory/ enforcement agencies/ judicial institutions**	**Amount (In INR)**	**Brief of the Case**	**Has an appeal been preferred? (Yes/ No)**
Penalty/ Fine	NIL				
Settlement					
Compounding Fee					

Non-Monetary				
	NGRBC Principle	**Name of the regulatory/ enforcement agencies/ judicial institutions**	**Brief of the Case**	**Has an appeal been preferred? (Yes/ No)**
Imprisonment	NIL			
Punishment				

* There are no fines/ penalties/ punishment/ award/ compounding fees/ settlement amount paid in proceedings by the Company with regulators/ law enforcement agencies/ judicial institutions in the financial year which are material as specified in Regulation 30(4)(i)(c) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("Listing Regulations"). Please refer to Company's website at http://investor.chambalfertilisers.com/CorporateAnnouncements.aspx to access the disclosures made to the stock exchanges under Regulation 30 of Listing Regulations.

3. Of the instances disclosed in Question 2 above, details of the Appeal/ Revision preferred in cases where monetary or non-monetary action has been appealed.

Case Details	Name of the regulatory/ enforcement agencies/ judicial institutions
Not Applicable	Not Applicable

4. Does the entity have an anti-corruption or anti-bribery policy? If yes, provide details in brief and if available, provide a web-link to the policy.

Yes. The Code of Conduct and Ethics of the Company is applicable to all the Directors and Employees of the Company. The Code of Conduct and Ethics includes a section on anti-bribery and anti-corruption, which requires Directors and Employees to comply with anti-corruption and anti-bribery laws and not indulge in any act or practice which results into breach of such laws. Payment of bribes, kickbacks, facilitation payments and/or other payments is prohibited.

The Whistle Blower Policy of the Company, *inter-alia*, enables Directors, and other stakeholders i.e., employees of the Company, employees of other agencies deployed for the Company's activities, contractors, vendors, suppliers, or agencies providing any material or service to the Company, shareholders, customers and business partners of the Company to report instances of unethical behavior, actual or suspected fraud, violation of the Code of Conduct and Ethics of the Company or leak of unpublished price sensitive information.

The Company also has in place a Supplier's Code of Conduct which covers issues relating to ethics and bribery, and the code is shared with the concerned suppliers/service providers. The Code of Conduct and Ethics, Whistle Blower Policy and the Supplier's Code of Conduct are available at the following links:

http://www.chambalfertilisers.com/policiescodes

http://www.chambalfertilisers.com/brrpolicies

5. Number of Directors/ KMPs/employees/workers against whom disciplinary action was taken by any law enforcement agency for the charges of bribery/ corruption:

	FY 2023- 24 (Current Financial Year)	FY 2022- 23 (Previous Financial Year)
Directors	0	0
KMPs	0	0
Employees	0	0
Workers	0	0

6. Details of complaints with regard to conflict of interest:

	FY 2023- 24 (Current Financial Year)		FY 2022- 23 (Previous Financial Year)	
	Number	Remarks	Number	Remarks
Number of complaints received in relation to issues of Conflict of Interest of the Directors	0	-	0	-
Number of complaints received in relation to issues of Conflict of Interest of the KMPs	0	-	0	-

7. Provide details of any corrective action taken or underway on issues related to fines/ penalties/ action taken by regulators/ law enforcement agencies/ judicial institutions, on cases of corruption and conflicts of interest.

Not applicable

8. Number of days of accounts payables ((Accounts payable*365)/ Cost of goods/services procured) in the following format:

	FY 2023-24 (Current Financial Year)	FY 2022- 23 (Previous Financial Year)
Number of days of accounts payables	25.17	21.60

9. Open-ness of Business

Provide details of concentration of purchases and sales with trading houses, dealers, and related parties along with loans and advances & investments, with related parties, in the following format:

Parameter	Metrics	FY 2023-24 (Current Financial Year)	FY 2022-23 (Previous Financial Year)
Concentration of Purchases	a. Purchases from trading houses as % of total purchases	79.67%	64.40%
	b. Number of trading houses where purchases are made from	394	333
	c. Purchases from top 10 trading houses as % of total purchases from trading houses	99.58%	99.60%

Parameter	Metrics	FY 2023-24 (Current Financial Year)	FY 2022-23 (Previous Financial Year)
Concentration of Sales	a. Sales to dealers/ distributors as % of total sales	90.75%	91.71%
	b. Number of dealers/ distributors to whom sales are made	3802	3541
	c. Sales to top 10 dealers/ distributors as % of total sales to dealers/ distributors	16.80%	16.39%
Share of RPTs in	a. Purchases (Purchases with related parties/ Total Purchases)	Nil	Nil
	b. Sales (Sales to related parties/ Total Sales)	Nil	Nil
	c. Loans & advances (Loans & advances given to related parties/ Total loans & advances)	Nil	Nil
	d. Investments (Investments in related parties/ Total Investments made)	Nil	Nil

Leadership Indicators

1. Awareness programmes conducted for value chain partners on any of the Principles during the financial year:

Total number of awareness programmes held	Topics/ principles covered under the training	%age of value chain partners covered (by value of business done with such partners) under the awareness programmes
1	Training and awareness programmes were conducted on the nine (9) Principles of NGRBC. The significance of the 9 Principles to the future business opportunities available and association with the Company were addressed to selected value chain partners.	32.23%, as 294 value chain partners, having business value more than Rs. 10 Lakh in Financial Year 2023-24 were assessed and made part of the awareness programme.

2. Does the entity have processes in place to avoid/ manage conflict of interests involving members of the Board? **(Yes/No)** If Yes, provide details of the same.

Yes. As per the Code of Conduct and Ethics of the Company, process is in place to avoid/ manage conflict of interests involving members of the Board.

The Code of Conduct and Ethics states that the Directors and Employees shall not engage in any activity or enter into any pecuniary relationship which might result in conflict of interest, either directly or indirectly.

PRINCIPLE 2 Businesses should provide goods and services in a manner that is sustainable and safe

Essential Indicators

1. Percentage of R&D and capital expenditure (capex) investments in specific technologies to improve the environmental and social impacts of product and processes to total R&D and capex investments made by the entity, respectively.

	Current Financial Year 2023- 24	Previous Financial Year 2022- 23	Details of improvements in environmental and social impacts
Research & Development (R & D)	0.00%	0.00%	The Company is a manufacturing organization and is not engaged in any major research and development activity. However, the Company continuously makes efforts to improve the efficiency and reliability of its plants and quality of the products.
Capital expenditure (Capex)	47.28%	34.65%	During the Financial Year 2023-24, following steps were taken for conservation of energy: • Uprating of synthesis gas compressor turbine in Ammonia-I plant. • Installation of balance top seven super cup trays in each unit of Urea-I plant. • Conversion of Low Pressure (LP) steam condensate stripper to Medium Pressure (MP) steam stripper in Ammonia-I plant. • Uprating of Synthesis Gas compressor Turbine in Ammonia-II plant. • Replacement of Synthesis gas converter basket with improved design along with new catalyst in Ammonia-II plant. • Installation of Rooftop solar panels of 770 kilo watt (AC) peak power.

2. a. Does the entity have procedures in place for sustainable sourcing? (Yes/No) - Yes

   b. If Yes, what percentage of inputs were sourced sustainability? - 10%

3. Describe the processes in place to safely reclaim your products for reusing, recycling and disposing at the end of life, for

(a)	Plastics (including packaging)	The Company uses plastic as packaging material for its products. The Company does not have a mechanism in place for reclaiming of packaging materials, however, we do encourage the customers to reuse the packaging materials to the extent possible. Furthermore, we off-set any and all plastics introduced by us in the marketplace, by adhering to our Extended Producer Responsibility obligations as provided under Plastic Waste Management Rules, 2018.
(b)	E-waste	The products of the Company and their packaging materials do not comprise of electrical & electronic materials; therefore, no E-waste is generated.
(c)	Hazardous waste	Hazardous waste is not generated from products sold by the Company, or from their packaging materials.
(d)	Other waste	NIL

4. Whether Extended Producer Responsibility (EPR) is applicable to the entity's activities (Yes/No). If yes, whether the waste collection plan is in line with the Extended Producer Responsibility (EPR) plan submitted to Pollution Control Boards? If not, provide steps taken to address the same.

Yes. The waste collection plan is in line with the Extended Producer Responsibility (EPR) plan as provided under Plastic Waste Management Rules, 2018 and the same is submitted to Rajasthan State Pollution Control Board.

Leadership Indicators

1. Has the entity conducted Life Cycle Perspective/ Assessments (LCA) for any of its products (for manufacturing industry) or for its services (for service industry)? If yes, provide details in the following format: No

NIC Code	Name of Product/ Service	% of total Turnover contributed	Boundary for which the Life Cycle Perspective / Assessment was conducted	Whether conducted by independent external agency (Yes/No)	Results communicated in public domain (Yes/No) If yes, provide the web-link
Not Applicable					

Note: The Company is planning to conduct Life Cycle Perspective/ Assessment (LCA) of its main product i.e., Urea. Results of the same will be disclosed as part of the Business Responsibility and Sustainability Report for the Financial Year 2024-25.

2. If there are any significant social or environmental concerns and/or risks arising from production or disposal of your products/ services, as identified in the Life Cycle Perspective/ Assessments (LCA) or through any other means, briefly describe the same along-with action taken to mitigate the same.

Name of Product/ Service	Description of the risk/ concern	Action Taken
None	Not determined	Not applicable

3. Percentage of recycled or reused input material to total material (by value) used in production (for manufacturing industry) or providing services (for service industry).

Indicate input material	Recycled or re-used input material to total material	
	FY 2023- 24 Current Financial Year	FY 2022-23 Previous Financial Year
Demineralized Water Formula = (recycle DM from Ammonia/Urea plant)/Total Polish water consumption)*100	82.20%	77.60%

4. Of the products and packaging reclaimed at end of life of products, amount (in metric tonnes) reused, recycled, and safely disposed, as per the following format:

	FY 2023- 24 Current Financial Year			FY 2022-23 Previous Financial Year		
	Re-Used	Recycled	Safely Disposed	Re-Used	Recycled	Safely Disposed
Plastics (including packaging)	0.00	0.00	0.00	0.00	0.00	0.00
E-waste	0.00	0.00	0.00	0.00	0.00	0.00
Hazardous waste	0.00	0.00	0.00	0.00	0.00	0.00
Other waste	0.00	0.00	0.00	0.00	0.00	0.00

5. Reclaimed products and their packaging materials (as percentage of products sold) for each product category

Indicate product category	Reclaimed products and their packaging materials as % total products sold in respective category
Nil	

PRINCIPLE 3 Businesses should respect and promote the well-being of all employees, including those in their value chains

Essential Indicators

1. a. Details of measures for the well-being of employees:

Category	Total (A)	% of employees covered by									
		Health Insurance		Accident Insurance		Maternity Benefits		Paternity Benefits		Day Care Facilities	
		Number (B)	% (B/A)	Number (C)	% (C/A)	Number (D)	% (D/A)	Number (E)	% (E/A)	Number (F)	% (F/A)
Permanent employees											
Male	635	635	100.00%	635	100.00%	0	0.00%	0	0.00%	449	70.71%
Female	22	22	100.00%	22	100.00%	22	100.00%	0	0.00%	19	86.36%
Total	657	657	100.00%	657	100.00%	22	3.35%	0	0.00%	468	71.23%
Other than Permanent employees											
Male	0	0	0.00%	0	0.00%	0	0.00%	0	0.00%	0	0.00%
Female	0	0	0.00%	0	0.00%	0	0.00%	0	0.00%	0	0.00%
Total	0	0	0.00%	0	0.00%	0	0.00%	0	0.00%	0	0.00%

b. Details of measures for the well-being of workers:

Category	Total (A)	% of workers covered by									
		Health Insurance		Accident Insurance		Maternity Benefits		Paternity Benefits		Day Care Facilities	
		Number (B)	% (B/A)	Number (C)	% (C/A)	Number (D)	% (D/A)	Number (E)	% (E/A)	Number (F)	% (F/A)
Permanent workers											
Male	427	427	100.00%	427	100.00%	0	0.00%	0	0.00%	419	98.13%
Female	5	5	100.00%	5	100.00%	5	100.00%	0	0.00%	3	60.00%
Total	432	432	100.00%	432	100.00%	5	1.16%	0	0.00%	422	97.69%
Other than Permanent workers											
Male	1497	1497	100.00%	1497	100.00%	0	0.00%	0	0.00%	0	0.00%
Female	6	6	100.00%	6	100.00%	6	100.00%	0	0.00%	0	0.00%
Total	1503	1503	100.00%	1503	100.00%	6	0.40%	0	0.00%	0	0.00%

c. Spending on measures towards well-being of employees and workers (including permanent and other than permanent) in the following format-

	FY 2023- 24 Current Financial Year	FY 2022-23 Previous Financial Year
Cost incurred on well-being measures as a % of total revenue of the company	0.03%	0.02%

2. Details of retirement benefits, for Current Financial Year and Previous Financial Year.

Benefits	FY 2023- 24 Current Financial Year			FY 2022-23 Previous Financial Year		
	No. of employees covered as a % of total employees*	No. of workers covered as a % of total workers*	Deducted and deposited with the authority (Y/ N/ N.A.)	No. of employees covered as a % of total employees*	No. of workers covered as a % of total workers*	Deducted and deposited with the authority (Y/ N/ N.A.)
PF	100.00%	100.00%	Y	100.00%	100.00%	Y
Gratuity	100.00%	100.00%	Y	100.00%	100.00%	Y
ESI	0.00%	100.00%	Y	7.00%	100.00%	Y
Others - Health Insurance	100.00%	0.00%	Y	100.00%	0.00%	Y

* Employees - permanent employees and workers

* Workers - non-permanent contractual workers

3. **Accessibility of workplaces**

Are the premises / offices of the entity accessible to differently abled employees and workers, as per the requirements of the Rights of Persons with Disabilities Act, 2016? If not, whether any steps are being taken by the entity in this regard.

Yes.

4. Does the entity have an equal opportunity policy as per the Rights of Persons with Disabilities Act, 2016? If so, please provide the web-link to the policy.

Yes. The weblink of the policy is as under - https://chambalfertilisers.com/EqualEmploymentOpportunityPolicy

5. Return to work and retention rates of permanent employees and workers that took parental leave.

   Only female employees are provided with parental leaves. No parental leaves were claimed during the Financial Year 2023-24.

6. Is there a mechanism available to receive and redress grievances for the following categories of employees and worker? If yes, give details of the mechanism in brief.

	Yes/No (If Yes, then give details of the mechanism in brief)
Permanent Workers	Yes. The Grievance Redressal Committee was constituted as per Section 9C of the Industrial Disputes Act, 1947. Grievances of permanent workers are resolved as per the mandate of the Grievance Redressal Committee, Whistleblower Policy of the Company and Industrial Disputes Act, 1947.
Other than Permanent Workers	Yes. The Company has a grievance redressal mechanism to resolve grievances of the contractual workforce. The aggrieved contractual workforce can report to the concerned supervisor. If a grievance is not resolved at supervisor's end, the same is escalated and recorded in the grievance register at Industrial Relations (IR) help desk, located in plant premises at Gadepan. IR initiates the investigation to resolve the issue through counselling / course correction / meetings with the aggrieved worker. If required, the grievance may be addressed / escalated to the State's Labour Department.
Permanent Employees	Yes. The Whistle Blower Policy of the Company, inter-alia, provides a mechanism to the Directors and Employees to report instances of unethical behavior, actual or suspected fraud, violation of the Code of Conduct and Ethics of the Company or leak of unpublished price sensitive information.
Other than Permanent Employees	Yes. The Whistle Blower Policy enables other stakeholders i.e., employees of other agencies deployed for the Company's activities, contractors, vendors, suppliers, or agencies providing any material or service to the Company, shareholders, customers and business partners to report instances of unethical behavior etc.

7. Membership of employees and workers in association(s) or Unions recognized by the listed entity:

   There was no employees or workers association or union in the Company as on March 31, 2024.

8. Details of training given to employees and workers:

a. On health and safety measures

Category	FY 2023-24 Current Financial Year			FY 2022- 23 Previous Financial Year		
	Total (A)	No. (B)	% (B / A)	Total (C)	No. (D)	% (D / C)
Employees						
Male	635	324	51.02%	605	434	71.74%
Female	22	4	18.18%	17	5	29.41%
Total	657	328	49.92%	622	439	70.58%
Workers						
Male	427	406	95.08%	423	393	92.91%
Female	5	0	0.00%	5	0	0.00%
Total	432	406	93.98%	428	393	91.82%

b. On skill upgradation

Category	FY 2023- 24 Current Financial Year			FY 2022- 23 Previous Financial Year		
	Total (A)	No. (B)	% (B / A)	Total (C)	No. (D)	% (D / C)
Employees						
Male	635	564	88.82%	605	372	61.49%
Female	22	21	95.45%	17	9	52.94%
Total	657	585	89.04%	622	381	61.25%
Workers						
Male	427	280	65.57%	423	267	63.12%
Female	5	4	80.00%	5	2	40.00%
Total	432	284	65.74%	428	269	62.85%

9. Details of performance and career development reviews of employees and worker:

Category	FY 2023- 24 Current Financial Year			FY 2022- 23 Previous Financial Year		
	Total (A)	No. (B)	% (B / A)	Total (C)	No. (D)	% (D / C)
Employees						
Male	635	635	100.00%	605	605	100.00%
Female	22	22	100.00%	17	17	100.00%
Total	657	657	100.00%	622	622	100.00%
Workers						
Male	427	427	100.00%	423	423	100.00%
Female	5	5	100.00%	5	5	100.00%
Total	432	432	100.00%	428	428	100.00%

10. Health and safety management system:

a. Whether an occupational health and safety management system has been implemented by the entity? **(Yes/No)**. If yes, the coverage of such system?	Yes, an occupational health and safety management system has been implemented in the Company to ensure safe and healthy working conditions for the employees and workers. The Company is certified for ISO 45001:2018 OHS Management System, underscoring unwavering adherence to internationally recognized standards and best practices to ensure well-being and safety of workforce.
b. What are the processes used to identify work-related hazards and assess risks on a routine and non-routine basis by the entity?	For all jobs of routine nature, risk assessments are carried out and subsequently procedures are developed. For all other non-routine category jobs, Job Safety Analysis and Hazard and Operability study are carried out, and the work is executed in strict adherence to the same. Furthermore, following steps are taken to ensure health & safety at the plants: a) In-house Statutory Safety Audit (as per IS 14489) is done every alternate year. b) Monthly safety inspection of the entire plant is done by the Safety Department personnel. c) Process Safety Management audit by trained process safety management auditors is done on half-yearly basis for operations and on yearly basis for service departments. d) Annual audit of hazardous storages is done by Safety and Operations department. e) Plant inspections are carried out by a joint team of Operations, Maintenance, Safety and Environment & Quality Control department on Half-yearly basis. f) External Integrated Management System Audits are carried out by external agency i.e., M/s British Standards Institution twice every year.
c. Whether you have processes for workers to report the work related hazards and to remove themselves from such risks. (Y/N)	Yes.
d. Do the employees/ workers of the entity have access to non-occupational medical and healthcare services? **(Yes/No)**	Yes.

11. Details of safety related incidents, in the following format:

Safety Incident/ Number	Category	FY 2023- 24 Current Financial Year	FY 2022- 23 Previous Financial Year
Lost Time Injury Frequency Rate (LTIFR) (per one million-person hours worked)	Employees	0.54	0
	Workers	0	0.23
Total recordable work-related injuries	Employees	1	0
	Workers	0	1
No. of fatalities	Employees	0	0
	Workers	0	0
High consequence work-related injury or ill-health (excluding fatalities)	Employees	0	0
	Workers	0	0

12. Describe the measures taken by the entity to ensure a safe and healthy workplace.

The Company has in place a Health & Safety Management System aligned with ISO 45001:2018. The Company has a three-tier safety review system comprising plant, management and safe operations committees. The Company has also set up various committees (having representation from all concerned departments) at the plant level which includes Plant Safety Committee, Central Safety Committee, Contractor Safety Committee, IMS Steering Committee etc., which meet periodically to discuss safety concerns at workplace.

The Company conducts health & safety trainings in addition to job safety trainings. Further, all provisions pertaining to Personal Protective Equipment and Fire Safety and Emergency Response are in place at the location of plants at Gadepan. The Company has a well-equipped health center with experienced professionals within the Gadepan plant, and well-equipped ambulances are available on round-the-clock basis for any medical emergencies.

The Company ensures a safe and healthy workplace for all its employees and workers by taking into consideration the following additional measures:

- Implementation of engineering control.
- Risk Assessment (ARO) and Procedures (SOPs) of all the routine activities
- Health and safety trainings on a regular basis
- Mock drills and fire drills are regularly conducted to test emergency preparedness.
- Job safety analysis of all the non-routine jobs
- Permit to work system: Review of all the permits by operations and maintenance Deputy General Managers
- Implementation and certification of Integrated Management system
- Hazard and operability study
- Quality risk assessment
- Process safety management
- Annual safety audits (external & internal), regular safety inspection
- Monthly senior management Safety Observation meetings
- Implementation of behavior based safety
- Annual health check-up of all employees

13. Number of Complaints on the following made by employees and workers:

	FY 2023- 24 (Current Financial Year)			FY 2022- 23 (Previous Financial Year)		
	Filed during the year	Pending resolution at the end of year	Remarks	Filed during the year	Pending resolution at the end of year	Remarks
Working conditions	0	0	-	0	0	-
Health & Safety	0	0	-	0	0	-

14. Assessments for the year:

	% of your plants and offices that were assessed (by entity or statutory authorities or third parties)
Health and safety practices	100%
Working conditions	100%

15. Provide details of any corrective action taken or underway to address safety-related incidents (if any) and on significant risk/ concerns arising from assessments of health & safety practices and working conditions.

The Company has a system in place for incident analysis in case of any occurrence of safety-related incident. Action plans are determined based on recommendations with fixed timelines. All incidents are thoroughly investigated by a cross-functional team. The investigation reports are also shared with all employees for learning purposes.

During the Financial Year 2023-24, as part of various internal and external safety audits conducted at Gadepan premises, an action plan was made to further improve the health & safety practices. Following corrective actions were identified and implemented during the Financial Year 2023-24:

- Mandatory chemical suits for person entering ammonia tanker loading bay.
- Strengthen the CCTV surveillance system in the vulnerable areas, such as loading and unloading hazardous chemicals.
- Various road safety measures such as pedestrian paths, drain protection, fixed speed monitoring cameras at strategic locations, floor markings, T-junction widening, safety signages and other visual management have been enhanced to prevent accidents based on the recommendations submitted by the expert agency.
- A system was formulated to inspect and improve tools, machinery and equipment brought to the plant premises by contract workers.
- Work environment in the bagging area was further improved by installing ammonia vapors extraction system along with fresh air supply system.
- Open drains along roadside are provided with fall protecting gratings / chain linking fencing at all vulnerable locations across the complex.
- To prevent trip hazard and entry in restricted areas, Red-White and Yellow-Black zebra marking was provided at strategic locations.
- To improve Lux level, an illumination survey of entire complex was done, and implementation of improvement points is in progress.
- Colour coding and flow direction on various pipelines within the plant were made visually evident to avoid any ambiguity if situation arises.
- To promote participation, consultation, and ownership of the work by the contractor's associates, the number of contractor safety supervisors has been increased for better monitoring and safe execution of the work. As a responsible organization, a special drive initiated in collaboration with State Disaster Response Force (SDRF), Kota and practiced a joint mock drill to check the effectiveness of the disaster management plan.

Apart from plant premises, an annual safety and working condition internal audit is conducted in all Regional Marketing Offices (RMOs) and Corporate Office. Apart from the corrective actions taken on fire, electrical and occupational safety, following road safety measures were taken based on the finding of audits:

- RMOs to provide immediate information of any road incident and submit incident reports and corrective measures taken, to the Fire & Safety Department.
- GPS systems have been installed in all Company owned vehicles to monitor the movement of vehicles and given alert related to any road safety violations like speeding, harsh driving, crashing, etc.
- Defensive driving training for all RMO drivers was organized by a specialized agency.

Leadership Indicators

1. Does the entity extend any life insurance or any compensatory package in the event of death of	
(A) Employees (Y /N)	Yes
(B) Workers (Y /N)	Yes

2. Provide the measures undertaken by the entity to ensure that statutory dues have been deducted and deposited by the value chain partners.

The Company is vigilant about ensuring that its value chain partners discharge their legal obligations in respect of workers' rights and welfare. The Company ensures that applicable labour welfare laws, are complied with, in letter and spirit. Industrial Relations department checks compliance of such applicable laws on regular basis against submission of documents related to deposit of Provident Fund, Employee State Insurance challans, payment of wages etc., which are required for creation of gate pass/permit for execution of job. These measures are part of work order terms, failing which gate pass is suspended. Also, additional fines may be levied on value chain partners in case of non-compliance of applicable laws.

3. Provide the number of employees / workers having suffered high consequence work-related injury / ill-health / fatalities (as reported in Q11 of Essential Indicators above), who have been/ are rehabilitated and placed in suitable employment or whose family members have been placed in suitable employment:				
	Total no. of affected employees/ workers		**No. of employees/ workers that are rehabilitated and placed in suitable employment or whose family members have been placed in suitable employment**	
	FY 2023-24 (Current Financial Year)	**FY 2022-23 (Previous Financial Year)**	**FY 2023-24 (Current Financial Year)**	**FY 2022-23 (Previous Financial Year)**
Employees	0	0	0	0
Workers	0	0	0	0

4. Does the entity provide transition assistance programs to facilitate continued employability and the management of career endings resulting from retirement or termination of employment? **(Yes/No)**
No.

5. Details on assessment of value chain partners:	
	% of value chain partners (by value of business done with such partners) that were assessed
Health and safety practices	0.00%
Working Conditions	0.00%

6. Provide details of any corrective actions taken or underway to address significant risks/ concerns arising from assessments of health and safety practices and working conditions of value chain partners.
None

PRINCIPLE 4 Businesses should respect the interests of and be responsive to all its stakeholders

Essential Indicators
1. Describe the processes for identifying key stakeholder groups of the entity.
The Company's Stakeholder Engagement and Advocacy Policy serves as the cornerstone of our approach and commitment to stakeholder identification and engagement. We undertake stakeholder mapping exercises to identify key stakeholders, enabling us to discern those who exert positive or negative influence on our business operations and are likely to be impacted by them. Stakeholders are categorized based on their influence, priority, and impact on the Company's operations. Our key stakeholders encompass Shareholders/Investors, Farmers, Dealers/Distributors, Employees/Workers, Local Community, Contractors/Vendors, Banks/Financial Institutions, Industry Associations, and State and Central Government entities. Stakeholder engagement, collaboration, and dialogue form an integral and ongoing process for shaping long-term value and informing business strategies. Through stakeholder engagement initiatives, the Company identifies key material topics which possess the potential to impact our business and are of significance to our stakeholders. We recognize that each stakeholder group is unique, with distinct needs and priorities. Hence, our stakeholder engagement approach is tailored to accommodate these differences, ensuring that diverse perspectives contribute to shaping the Company's Environmental, Social, and Governance (ESG) parameters and guiding our trajectory for the future.

2. List stakeholder groups identified as key for your entity and the frequency of engagement with each stakeholder group.

Stakeholder Group	**Whether Identified as Vulnerable & Marginalized Group (Yes/No)**	**Channels of Communication (Email, SMS, Newspaper, Pamphlets, Advertisement, Community Meetings, Notice Board, Website), Other**	**Frequency of engagement (Annually/ Half yearly/ Quarterly / others – please specify)**	**Purpose and scope of engagement including key topics and concerns raised during such engagement**
Employees	No	Newsletter, E-mails, Trainings, Performance Appraisal, Employee engagement survey, Events/ Notice Board	Regularly	• Employee engagement • Transparent communication • Performance review • Employee experience and grievance • Employee retention

Stakeholder Group	Whether identified as vulnerable & marginalized Group (Yes/No)	Channels of communication (Email, SMS, Newspaper, Pamphlets, Advertisement, Community Meetings, Notice Board, Website), Other	Frequency of engagement (Annually/ Half yearly/ Quarterly / others – please specify)	Purpose and scope of engagement including key topics and concerns raised during such engagement
Shareholders/ Investors	No	Email, SMS, Newspaper Advertisements, Investor Presentations, Analyst/Investor meetings, Annual General Meetings, Annual Report and the Company's Website	Annually / Quarterly / Event based	• Reminders about unclaimed dividends and shares due for transfer to Investor Education and Protection Fund • Publication of financial results and notices • Intimation for updation of KYC details for shareholders holding shares in physical mode
Value Chain Partners	No	Offline & online meetings, Suppliers meet, NGRBC 9 Principles awareness programs, Suppliers visit	Need based	• Vendor development • Job/work review • Quality check • NGRBC 9 Principles awareness
Farmers	Yes	Social media platforms, Website, Market surveys/ customer satisfaction surveys, Farmers Meetings, Farmers Training Programs, Trade union meetings, Grievance resolution processes, Press engagements	Regularly	• Display of product information & services through all viable sources and touch points • Collect consumer feedback, suggestions, concerns and grievances, ensure timely & effective redressal of concerns • Capacity development of farmers on knowledge of improved productivity & technological advancement • Awareness on safe usage of products and adopting sustainable agriculture practices. • Sustainable livelihood opportunities to small & marginalized farmers
Dealers / Distributors	No	Dealer / Distributor Meetings, product launches, promotional campaigns, incentive schemes, grievance resolution processes, social media platforms	Regularly	• Capacity development of dealers and distributors • Technical and Commercial details about products • Incentive schemes • Product launches • Safe and sustainable usage of products • Awareness on current agri scenarios, upcoming events, business latest schemes and mutual benefits

Stakeholder Group	Whether identified as vulnerable & marginalized Group (Yes/No)	Channels of communication (Email, SMS, Newspaper, Pamphlets, Advertisement, Community Meetings, Notice Board, Website), Other	Frequency of engagement (Annually/ Half yearly/ Quarterly / others – please specify)	Purpose and scope of engagement including key topics and concerns raised during such engagement
Local Community	Yes	Community meetings, formal & informal meetings with primary stakeholders/ self-help groups / farmer's group/ opinion leaders / program beneficiaries/ Media releases, community interface meetings, digital means, surveys etc.	Need based	• Education including Technical and Vocational education. • Rural Development Initiatives • Healthcare and Sanitation • Employability and Empowerment • Promotion of Sports • Environmental Sustainability, Animal Welfare and Soil Health Initiatives • Alignment with Sustainable Development Goals
Banks/ Financial Institutions	No	Meetings with Bank/ Financial Institutional officials, conference calls	Need based	• Industry trends • Reserve Bank of India guidelines
State and Central Government	No	Meetings with Local administration / body, State and Central Government, Line Departments, Events & Seminars, Media releases, Partnerships with regulatory and industry bodies	Need based	• Policy advocacy • Regulation and Compliance • Skill and Capacity building • Changes in policies and regulations related to the entity
Media	No	Published reports & Articles, Media Coverage	As per need	• Corporate branding • Community sensitization • Activity update

Leadership Indicators

1. Provide the processes for consultation between stakeholders and the Board on economic, environmental, and social topics or if consultation is delegated, how is feedback from such consultations provided to the Board.

The management of the Company regularly interacts with key stakeholders i.e., employees, communities, government etc. The Company conducts periodic Corporate Social Responsibility Committee meetings and quarterly board meetings that provide update on CSR projects and programmes. The inputs and actions are drawn from ground-level stakeholder engagement pertaining to economic, environmental and social issues.

2. Whether stakeholder consultation is used to support the identification and management of environmental, and social topics (Yes/No). If so, provide details of instances as to how the inputs received from stakeholders on these topics were incorporated into policies and activities of the entity.

Yes. The Company is committed to inclusive decision-making process involving stakeholders engagement and consultation with stakeholders. Issues concerning the environment, society, and community development are identified, prioritized, strategized, and implemented. The sub-section below are highlights of stakeholder consultations conducted by the Company:

Materiality mapping and ESG goals

During the Financial Year 2022-23, the Company conducted a Stakeholder Engagement and Materiality Assessment exercise to assess and prioritize sustainability within the context of overall business priorities, management, and performance. Key stakeholders were consulted, and significant material issues were ranked from low to high importance for both internal and external stakeholders.

Identification of these material issues helped formulate an internal Environmental, Social, and Governance (ESG) management framework. Subsequently, ESG goals were formulated and adopted. The ESG goals adopted by the Company during the Financial Year 2022-23 are listed in Section B of this Report.

Community consultation

As part of community development activities addressing the social issues, the Company conducted a need-based assessment survey. This included a series of informal and formal discussions with community members to determine their needs, aspirations, and requirements. Based on this assessment, action and implementation plans were formulated to address the needs and challenges of the community. Some of the issues/challenges identified through stakeholder consultation and need-based assessment were:

- Poor quality educational environment in Aanganwadi centers and lack of quality teachers in institutions (primary and secondary schools).
- Shortage of teaching and learning resources, low foundational level learning, and lack of basic infrastructure in institutions leading to poor educational quality.
- Unavailability of preventive healthcare services in nearby areas.
- Unavailability of opportunities for skill training and employment options for youth, post-completion of formal education.
- Unhygienic practices and unavailability of safe drinking water in schools, along with a lack of separate and hygienic toilet spaces.
- Lack of adequate infrastructure and community spaces in villages.

To address these issues/challenges, the Company has undertaken several interventions over the years, including:

- Transforming infrastructure of rural institutions such as Aanganwadi centers, Government Schools, and Government Primary Health Centers to provide quality services to rural communities. This includes transforming Aanganwadi centers in line with the preschool concept, with lively rooms, libraries, digital interfaces, functional toilets, and child-friendly furniture.
- Renovating school premises, augmenting classrooms, and creating child-friendly school infrastructure in adopted Government Schools to provide quality education to students. Special focus is given to the girl child and students from underprivileged and marginalized sections of society.
- Improving accessibility of healthcare facilities for rural communities through Government Primary Health Centers. This involves augmenting healthcare facilities in these centers, such as specialized OPD sessions, X-ray facilities, minor operation theaters, pathological test facilities, and institutional delivery mechanisms.

Additionally, during periodic stakeholder meetings, community members suggest improvement areas in rural development, sanitation, hygiene, and waste management. The Company assessed and prioritized the areas of intervention, and action plans were developed under the Corporate Social Responsibility program, as detailed below:

- New projects were conceptualized to cater to the needs of the communities, such as the Chambal Fertilisers Skill Institute for skill development for rural youth.
- Four Public Health Centers (PHCs) were adopted to provide preventive healthcare to the community.
- Waste management initiatives were expanded to additional villages to establish effective waste management systems in rural areas, aiming to bring behavioral change among community members and ensure door-to-door waste segregation and collection.
- Alternate livelihood options, off-farm, were created for women in nearby communities.
- Rainwater harvesting structures were constructed in five Government Schools to conserve rainwater.
- Five community ponds were rejuvenated in nearby villages.
- Sports activities augmented and strengthened in Government Schools, Sports Development Centers and Mini Stadium at Sangod Block.
- Crop residue burning successfully saved in 2.39 lakh acre land area in selected districts of Haryana and Punjab during paddy harvesting season in Financial Year 2023-24.

3. Provide details of instances of engagement with, and actions taken to, address the concerns of vulnerable/ marginalized stakeholder groups.

Through engagement plans, the Company communicates with rural communities. Inclusive communication plans are in place to ensure participation of community members, especially those from vulnerable and marginalized sections of society.

Aligned with the ethos of “Investing Today for a Sustainable Tomorrow,” the Company’s Corporate Social Responsibility (CSR) projects are designed across eight thematic areas covering Education, including Technical and Vocational Education, Rural Development Initiatives, Healthcare & Sanitation, Employability & Empowerment, Environmental Sustainability, Animal Welfare & Soil Health, Disaster Management, and Promotion of Sports. These projects are crafted in alignment with broader global goals for sustainable development.

The Company’s CSR initiatives aim to provide response to community needs, particularly for minority groups, including women and underserved community sections. Recent interventions include the operation of the Chambal Fertilisers Skill Institute, which offers short-term skill development courses to rural youth, especially young girls such as General Duty Assistant, Banking Correspondent and Facilitator, and Customer Relationship Management. From October 2023 to March 2024, approximately 150 rural youths were trained in these courses, with 100% placement rate in various companies/organizations. Vocational training programs in villages provide additional skills to young girls to initiate small entrepreneurial activities locally.

By adopting Government Primary Health Centers in nearby villages, the Company addressed the pressing need for quality healthcare of community members. Augmenting infrastructure facilities and medical services such as specialized OPD sessions, pathological test facilities, X-ray facilities, minor operation theaters, and institutional delivery mechanisms, ensured quality healthcare facilities for community members at their doorsteps. Rural development initiatives addressed the need for creating community common spaces and other infrastructure such as cement concrete roads, effective drainage systems, and pond rejuvenation.

Over the years, the Company has successfully driven rural transformation across the Gadepan plant's surrounding area, laying a solid foundation for empowered communities.

PRINCIPLE 5 Businesses should respect and promote human rights

Essential Indicators

1. Employees and workers who have been provided training on human rights issues and policy(ies) of the entity, in the following format:

Category	FY 2023- 24 Current Financial Year			FY 2022- 23 Previous Financial Year		
	Total (A)	No. of employees/ workers covered (B)	% (B / A)	Total (C)	No. of employees/ workers covered (D)	% (D / C)
Employees						
Permanent	657	657	100.00%	622	622	100.00%
Other than permanent	0	0	0.00%	0	0	0.00%
Total Employees	657	657	100.00%	622	622	100.00%
Workers						
Permanent	432	432	100.00%	428	428	100.00%
Other than permanent	1503	1243	82.70%	1956	0	0.00%
Total Workers	1935	1675	86.56%	2384	428	17.95%

2. Details of minimum wages paid to employees and workers, in the following format:

Category	FY 2023- 24 Current Financial Year					FY 2022- 23 Previous Financial Year				
	Total (A)	Equal to Minimum Wage		More than Minimum Wage		Total (D)	Equal to Minimum Wage		More than Minimum Wage	
		No. (B)	% (B / A)	No. (C)	% (C / A)		No. (E)	% (E / D)	No. (F)	% (F / D)
Employees										
Permanent										
Male	635	0	0.00%	635	100.00%	605	0	0.00%	605	100.00%
Female	22	0	0.00%	22	100.00%	17	0	0.00%	17	100.00%
Other than Permanent										
Male	0	0	0.00%	0	0.00%	0	0	0.00%	0	0.00%
Female	0	0	0.00%	0	0.00%	0	0	0.00%	0	0.00%
Workers										
Permanent										
Male	427	0	0.00%	427	100.00%	423	0	0.00%	423	100.00%
Female	5	0	0.00%	5	100.00%	5	0	0.00%	5	100.00%
Other than Permanent										
Male	1497	1497	100.00%	0	0.00%	1941	1941	100.00%	0	0.00%
Female	6	6	100.00%	0	0.00%	15	15	100.00%	0	0.00%

3. Details of remuneration/salary/wages

   a. Median remuneration/wages:

	Male		Female	
	Number	Median remuneration/ salary/ wages of respective category (Rs.)	Number	Median remuneration/ salary/ wages of respective category (Rs.)
Board of Directors (BoD)	6	16,52,500	1	16,40,000
Key Managerial Personnel (KMP)	3	2,24,29,426	0	0
Employees other than BoD and KMP	632	19,90,325	22	15,91,189
Workers	427	9,48,138	5	11,52,083

Notes:

(i) Mr. Shyam Sunder Bhartia has voluntarily opted not to accept sitting fee and commission.

(ii) Remuneration of Managing Director has been considered for calculation of median remuneration of both, Board of Directors and Key Managerial Personnel.

(iii) For the purpose of calculation of median remuneration of Board of Directors and Key Managerial Personnel, remuneration of Directors and KMPs as on March 31, 2024 who held office for part of the year has been annualized.

b. Gross wages paid to females as % of total wages paid by the entity, in the following format:

	FY 2023- 24 Current Financial Year	FY 2022- 23 Previous Financial Year
Gross wages paid to females as % of total wages	2.40%	2.20%

4.	Do you have a focal point (Individual/ Committee) responsible for addressing human rights impacts or issues caused or contributed to by the business? **(Yes/No)**
	Yes

5. Describe the internal mechanisms in place to redress grievances related to human rights issues.

For employees and workers

The Whistle Blower Policy and Human Resource & Employee Relations Policy of the Company, inter-alia, provide a mechanism to the Directors and Employees to report their concerns and grievances, including those related to discrimination, unethical behavior, violation of the Code of Conduct and Ethics of the Company.

For contractual workers

The Company has a grievance redressal mechanism to resolve grievances by contractual workforce. The aggrieved contractual workforce can report to the concerned supervisor. If grievance is not resolved at the supervisor's end, the same is escalated and recorded in the grievance register at Industrial Relations (IR) office located at Gadepan. IR initiates the investigation to resolve the issue through counselling / course correction / meetings with the aggrieved worker. If required, the grievance may be addressed / escalated to the State's Labour Department.

The Company is committed to prevent human rights abuses like child labour and forced / compulsory labour in all the operations. A process of background verification, medical fitness, address and age verification is followed by the Company along with compliance of other statutory requirements by the industrial relations department for contract workers.

6. Number of complaints on the following made by employees and workers:

	FY 2023- 24 Current Financial Year			FY 2022- 23 Previous Financial Year		
	Filed during the year	Pending resolution at the end of year	Remarks	Filed during the year	Pending resolution at the end of year	Remarks
Sexual harassment	0	0		0	0	
Discrimination at workplace	0	0		0	0	
Child labour	0	0		0	0	
Forced labour/ Involuntary labour	0	0		0	0	
Wages	0	0		0	0	
Other human rights related issues	0	0		0	0	

7. Complaints filed under the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013 in the following format:

	FY 2023- 24 Current Financial Year	FY 2022- 23 Previous Financial Year
Total complaints reported under Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013 (POSH)	0	0
Complaints on POSH as a % of female employees / workers	0.00%	0.00%
Complaints on POSH upheld	0	0

8.	Mechanisms to prevent adverse consequences to the complainant in discrimination and harassment cases.
	The mechanism is as per Code of Conduct and Ethics, Whistle Blower Policy and the Sexual Harassment of Women at Work Place (Prevention, Prohibition and Redressal) Act, 2013 ("POSH Act") and rules made thereunder and other applicable laws. The Company has the Code of Conduct and Ethics as well as the Whistleblower Policy in place to ensure protection and anonymity of complainant in any discrimination and harassment case. The Company has also constituted Internal Complaints Committee under the provisions of POSH Act. The grievance, if any, arising out of Whistle-Blower Policy and Code of Conduct and Ethics is redressed by the respective committees which oversee them.

9.	Do human rights requirements form part of your business agreements and contracts? **(Yes/No)**
	Yes

10. Assessments for the year:

	% of your plants and offices that were assessed (by entity or statutory authorities or third parties)
Child labour	0.00%
Forced/ involuntary labour	0.00%
Sexual harassment	0.00%
Discrimination at workplace	0.00%
Wages	0.00%
Others – please specify	0.00%

11.	Provide details of any corrective actions taken or underway to address significant risks/ concerns arising from the assessments at Question 10 above.
	None

Leadership Indicators

1.	Details of a business process being modified/ introduced as a result of addressing human rights grievances/complaints.
	None

2.	Details of the scope and coverage of any Human rights due diligence conducted.
	Not Applicable

3.	Is the premise/ office of the entity accessible to differently abled visitors, as per the requirements of the Rights of Persons with Disabilities Act, 2016?
	Yes.

4. Details on assessment of value chain partners:

	% of value chain partners (by value of business done with such partners) that were assessed:
Sexual harassment	0.00%
Discrimination at workplace	0.00%
Child labour	0.00%
Forced labour/ Involuntary labour	0.00%
Wages	0.00%
Others – please specify	0.00%

5.	Provide details of any corrective actions taken or underway to address significant risks/ concerns arising from the assessments at Question 4 above.
	Nil

PRINCIPLE 6: Businesses should respect and make efforts to protect and restore the environment

Essential Indicators

1. Details of total energy consumption (in Joules or multiples) and energy intensity, in the following format:

Parameter	FY 2023-24 (Current Financial Year) (Giga Joule)	FY 2022- 23 (Previous Financial Year) (Giga Joule)
From renewable sources		
Total electricity consumption (A)	17,970	5,116
Total fuel consumption (B)	0	0
Energy consumption through other sources (C)	0	0
Total energy consumed from renewable sources (A+B+C)	17,970	5,116
From non-renewable sources		
Total electricity consumption (D)	25,75,799	25,09,959
Total fuel consumption (E)	2,24,86,543	2,27,40,762
Energy consumption through other sources (F)	0	0
Total energy consumed from non-renewable sources (D+E+F)	2,50,62,342	2,52,50,721
Total energy consumed (A+B+C+D+E+F)	2,50,80,312	2,52,55,837
Energy intensity per rupee of turnover (GJ/INR in Lakhs) (Total energy consumed/ Revenue from operations)	13.96	9.09
Energy intensity per rupee of turnover adjusted for Purchasing Power Parity (PPP) (Total energy consumed/ Revenue from operations adjusted for PPP)	-	-
Energy intensity in terms of physical output (Gcal/MT of Urea)	5.13	5.15
Energy intensity (optional) – the relevant metric may be selected by the entity	-	-

Notes:

- Total electricity consumption includes self-generation (gas turbine) and grid power.
- Total fuel consumption includes Ammonia plant fuel & Boiler fuel (Auxiliary and heat recovery steam generator).

Note: Indicate if any independent assessment/ evaluation/assurance has been carried out by an external agency? (Y/N) If yes, name of the external agency: No

2. Does the entity have any sites/ facilities identified as designated consumers (DCs) under the Performance, Achieve and Trade (PAT) Scheme of the Government of India? (Y/N). If yes, disclose whether targets set under the PAT Scheme have been achieved. In case targets have not been achieved, provide the remedial action taken, if any.

Yes, the Company operates three urea plants under the Performance, Achieve and Trade (PAT) Scheme of the Government of India. Registration of the Gadepan-III plant with the Bureau of Energy Efficiency is still pending. Currently, the Bureau of Energy Efficiency has not set a target under PAT.

For the financial year 2018-19, the targets and actual achievements are as under:

For Gadepan-I Plant, the target reduction in energy consumption was 5.501 Gcal/MT urea, with an achieved energy consumption of 5.407 Gcal/MT urea, resulting in 9,174 Energy Saving Certificates. For Gadepan-II Plant, the target reduction in energy consumption was 5.443 Gcal/MT urea, with an achieved energy consumption of 5.410 Gcal/MT urea, resulting in 2,892 Energy Saving Certificates.

3. Provide details of the following disclosures related to water, in the following format:		
Parameter	**FY 2023-24 (Current Financial Year) (M^3)**	**FY 2022- 23 (Previous Financial Year) (M^3)**
Water withdrawal by source (in kiloliters)		
(i) Surface water	1,36,53,115	1,37,70,508
(ii) Groundwater	0	0
(iii) Third party water	0	0
(iv) Seawater/ desalinated water	0	0
(v) Others (recovery from the Reverse Osmosis Plants)	11,76,041	11,23,091
Total volume of water withdrawal (in kiloliters) (i + ii + iii + iv + v)	1,48,29,156	1,48,93,599
Total volume of water consumption (in kiloliters)	1,40,42,166	1,41,65,056
Water intensity per rupee of turnover (Kl/INR in Lakh) (Total water consumption / Revenue from operations)	7.816	5.100
Water intensity per rupee of turnover adjusted for Purchasing Power Parity (PPP) (Total water consumption / Revenue from operations adjusted for PPP)	-	-
Water intensity in terms of physical output (Water consumed in M^3 / MT of Urea)	4.15	4.23
Water intensity (optional) – the relevant metric may be selected by the entity	-	-

Note: Indicate if any independent assessment/ evaluation/assurance has been carried out by an external agency? (Y/N) If yes, name of the external agency: No

4. Provide the following details related to water discharged:		
Parameter	**FY 2023-24 (Current Financial Year)**	**FY 2022- 23 (Previous Financial Year)**
Water discharge by destination and level of treatment (in kiloliters)		
(i) To Surface Water		
-No treatment	0	0
-With treatment - please specify level of treatment	2,46,524	2,05,282
(ii) To Groundwater		
-No treatment	0	0
-With treatment - please specify level of treatment	0	0
(iii) To Seawater		
-No treatment	0	0
-With treatment - please specify level of treatment	0	0
(iv) Sent to third parties		
-No treatment	0	0
-With treatment - please specify level of treatment	0	0
(v) Others		
-No treatment	0	0
-With treatment - please specify level of treatment	0	0
Total water discharged (in kiloliters)	**2,46,524**	**2,05,282**

Note: Indicate if any independent assessment/ evaluation/assurance has been conducted by an external agency? (Y/N) If yes, name of the external agency: No

5. Has the entity implemented a mechanism for Zero Liquid Discharge? If yes, provide details of its coverage and implementation.
Yes. Gadepan – III plant of the Company is a zero liquid discharge plant. Effluent generated in Gadepan – III plant along with part of Gadepan I and II plant's effluent are treated in reverse osmosis-zero liquid discharge plant and multi-effect evaporator plant. The treated water is used as make up water for cooling towers.

6. Please provide details of air emissions (other than GHG emissions) by the entity, in the following format:

Parameter	Please specify unit	FY 2023- 24 (Current Financial Year)	FY 2022- 23 (Previous Financial Year)
NOx	**(µg/m3)**	9.1	7.3
SOx	**(µg/m3)**	3.5	3.4
Particulate Matter (PM 10)	**(µg/m3)**	37.7	42.1
Particulate Matter (PM 2.5)	**(µg/m3)**	29.2	27.5
Persistent Organic Pollutants (POP)	-	-	-
Volatile Organic Compounds (VOC)	-	-	-
Hazardous Air Pollutants (HAP)	-	-	-
Others – please specify i) Ozone (O3) (µg/m3) ii) NH3 (µg/m3) iii) Carbon monoxide (Mg/m3)	**(µg/m3)**	NH3 = 37.9	NH3 =37.1
iv) Nickel (Mg/m3) v) Lead (µg/m3) vi) Arsenic (ng/m3) vii) Benzene (µg/m3) viii) Benzo (a) pyrene (µg/m3)	**(mg/m3)**	Carbon monoxide=<1.0	Carbon monoxide=<1.0

Note: Indicate if any independent assessment/ evaluation/assurance has been carried out by an external agency? (Y/N) If yes, name of the external agency: No

7. Provide details of greenhouse gas emissions (Scope 1 and Scope 2 Emissions) & its intensity, in the following format:

Parameter	unit	FY 2023- 24 (Current Financial Year)	FY 2022- 23 (Previous Financial Year)
Total Scope 1 Emissions *(Break-up of the GHG into CO_2, CH4, N_2O, HFCs, PFCs, SF6, NF3, if available)*	*Metric tonnes of CO_2 equivalent*	14,72,450	14,84,003
Total Scope 2 Emissions *(Break-up of the GHG into CO_2, CH4, N_2O, HFCs, PFCs, SF6, NF3, if available)*	*Metric tonnes of CO2 equivalent*	5,883.35	7,750.66
Total Scope 1 and Scope 2 Emission intensity per rupee of turnover (Total Scope 1 and Scope 2 GHG Emissions / Revenue from operations)	*TCo2 eq/ INR in Lakh*	**0.82**	**0.54**
Total Scope 1 and Scope 2 Emission intensity per rupee of turnover adjusted for Purchasing Power Parity (PPP) (Total Scope 1 and Scope 2 GHG emissions/ Revenue from operations adjusted for PPP)		Not applicable	Not applicable
Total Scope 1 and Scope 2 Emission intensity in terms of physical output	*TCo2 eq/ MT of Urea*	0.44	0.45
Total Scope 1 and Scope 2 Emission intensity (optional) – the relevant metric may be selected by the entity		-	-

Note: Indicate if any independent assessment/ evaluation/assurance has been carried out by an external agency? (Y/N) If yes, name of the external agency: No

8.	Does the entity have any project related to reducing Green House Gas emission? If Yes, then provide details.
	Saving energy and using cleaner energy sources are one of the most cost-effective ways to reduce greenhouse gases and help combat climate change. During the Financial Year 2023-24, following steps were taken for conservation of energy: a) Uprating of Synthesis Gas Compressor Turbine in Ammonia-I plant along with suction cooling of Synthesis Gas. b) Installation of balance top seven super cup Urea reactor trays in each unit of Urea-I plant. c) Conversion of Low Pressure (LP) steam condensate stripper to Medium Pressure (MP) steam stripper in Ammonia-I plant. d) Uprating of Synthesis Gas compressor Turbine in Ammonia-II plant. e) Replacement of Synthesis gas converter basket with improved design along with new catalyst in Ammonia-II plant. f) Installation of Rooftop solar panels of 770 kilo watt (AC) peak power.

9. Provide details related to waste management by the entity, in the following format:

Parameter	FY 2023-24 (Current Financial Year)	FY 2022- 23 (Previous Financial Year)
Total waste generated (in metric tonnes)		
Plastic waste **(A)**	13079	14326
E-waste **(B)**	5.66	6.34
Bio-medical waste **(C)**	2.01	2.05
Construction and demolition waste **(D)**	200	230
Battery waste **(E)**	0.23	3.74
Radioactive waste **(F)**	0	0
Other Hazardous waste. Please specify, if any. **(G)**		
Spent Catalyst	75	184.82
Discarded Containers	1.56	6.8
Used Oil	26.93	52.87
Contaminated Cotton Rags	3.5	3.92
Chemical sludge from wastewater treatment	2768.8	2489.44
Other Non-hazardous waste generated **(H).** Please specify, if any. (Break-up by composition i.e. by materials relevant to the sector)		
• Sludge from Sewage Treatment Plant	3	1.5
Total (A+B+C+D+E+F+G+H)	**16165.69**	**17307.48**
Waste intensity per rupee of turnover (Total waste generated / Revenue from operations)	**0.01**	**0.01**
Waste intensity per rupee of turnover adjusted for Purchasing Power Parity (PPP) (Total waste generated / Revenue from operations adjusted for PPP)	-	-
Waste intensity in terms of physical output	**0.01**	**0.01**
Waste intensity (optional) / MT of Urea – the relevant metric may be selected by the entity	-	-
For each category of waste generated, total waste recovered through recycling, re-using or other recovery operations (in metric tonnes)		
Category of waste		
(i) Recycled	13186.82	8979.22
(ii) Re-used	203	231.5
(iii) Other recovery operations	2376.44	1707.34
Total	**15766.26**	**10918.06**
For each category of waste generated, total waste disposed by nature of disposal method (in metric tonnes)		
Category of waste		
(i) Incineration	5.51	5.97
(ii) Landfilling	393.92	788.9
(iii) Other disposal operations	0	0
Total	**399.43**	**794.87**

Note: Indicate if any independent assessment/ evaluation/assurance has been carried out by an external agency? (Y/N) If yes, name of the external agency: No

10.	Briefly describe the waste management practices adopted in your establishments. Describe the strategy adopted by your company to reduce usage of hazardous and toxic chemicals in your products and processes and the practices adopted to manage such wastes.
	The Company's waste management practices are comprehensive, and reflect our commitment to environmental stewardship and sustainability. In our establishments, we adhere to a strategy which is aimed at minimizing our ecological footprint and promoting responsible resource utilization. Primarily, we implement a three-pronged approach centered around the principles of Reduce, Re-use, and Recycle (3R) to manage effluents generated during our processes. Notably, a significant portion of the water utilized in our operations undergoes recycling, with Reverse Osmosis treated effluent being employed in our cooling tower makeup. Furthermore, tertiary treatment systems are integrated into our Sewage Treatment Plants, ensuring efficient management of treated wastewater, which is then utilized for maintaining green belt on-site. In managing solid and hazardous waste, we adopt industry-leading methods following proper categorization. To facilitate this, separate waste bins are provided across our premises, promoting responsible disposal practices. Horticultural waste undergoes transformation into valuable manure, while the use of polythene bags is strictly prohibited within our facility. As part of our continuous improvement initiatives, we have achieved significant milestones in diverting waste from landfills. Notably, in the fiscal year 2023-24, 85% of waste from our Reverse Osmosis-Zero Liquid Discharge (RO-ZLD) Plant was redirected to the cement industry for co-processing, mitigating the burden on landfill sites. Regular audits conducted by external consultants ensure adherence to best practices, with corrective actions promptly implemented to enhance our waste management processes. Moreover, we prioritize awareness among our workforce, including contract workers, emphasizing the importance of responsible waste management practices. Hazardous waste, such as used oil and spent catalysts, are sold to registered recyclers, while contaminated materials undergo appropriate disposal methods, such as incineration. Additionally, our initiatives extend to utilization of waste as a valuable resource. Biodegradable waste is utilized in our Bio-gas plant, with resulting biogas utilized for cooking purposes and liquid manure utilized in horticultural operations. E-waste, battery waste, biomedical waste, and construction and demolition waste are managed in accordance with relevant regulations, ensuring compliance with environmental standards.

11. If the entity has operations/ offices in/ around ecologically sensitive areas (such as national parks, wildlife sanctuaries, biosphere reserves, wetlands, biodiversity hotspots, forests, coastal regulation zones, etc.) where environmental approvals/ clearances are required, please specify details in the following format:

S. No.	Location of operations/ offices	Type of operations	Whether the conditions of environmental approval/ clearance are being complied with? (Y/N) If no, the reasons thereof and corrective action taken, if any.
Not Applicable			

12. Details of environmental impact assessments of projects undertaken by the entity based on applicable laws, in the current financial year:

Name and brief details of the project	EIA Notification No.	Date	Whether conducted by independent external agency (Yes/No)	Results communicated in public domain (Yes/ No)	Relevant Web link
Technical Ammonium Nitrate Project*	EC22A016RJ155378 File No. - J-11011/664/2008-IA	24.12.2022	Yes	No	Not Applicable

* The Company has commenced construction of its new Technical Ammonium Nitrate (TAN) Plant. This state-of-the-art facility is designed to be a zero liquid discharge (ZLD) plant and will operate solely on renewable energy sources.

13. Is the entity compliant with the applicable environmental law/ regulations/ guidelines in India; such as the Water (Prevention and Control of Pollution) Act, Air (Prevention and Control of Pollution) Act, Environment Protection Act and rules thereunder (Y/ N). If not, provide details of all such non-compliances, in the following format: Yes

S. No.	Specify the law/ regulation/ guidelines which was not complied with	Provide details of the non-compliance	Any fines/ penalties/ action taken by regulatory agencies such as pollution control board or by courts	Corrective action taken, if any
Not applicable				

Leadership Indicators

1.	Water withdrawal, consumption and discharge in areas of water stress (in kiloliters):
	Not Applicable

Note: Indicate if any independent assessment/ evaluation/assurance has been carried out by an external agency? (Y/N) If yes, name of the external agency: No

2. Please provide details of total Scope 3 emissions & its intensity, in the following format:

Parameter	Unit	FY 2023-24 (Current Financial Year)	FY 2022-23 (Previous Financial Year)
Total Scope 3 emissions (Break-up of the GHG into CO_2, CH4, N2O, HFCs, PFCs, SF6, NF3, if available)	Metric tonnes of CO2 equivalent	Not monitored currently.	
Total Scope 3 emissions per rupee of turnover			
Total Scope 3 emission intensity (optional) - the relevant metric may be selected by the entity			

Note: Indicate if any independent assessment/ evaluation/assurance has been carried out by an external agency? (Y/N) If yes, name of the external agency: No

3. With respect to the ecologically sensitive areas reported at Question 11 of Essential Indicators above, provide details of significant direct & indirect impact of the entity on biodiversity in such areas along-with prevention and remediation activities.

Not applicable as the Company's operations do not have significant direct & indirect impact on biodiversity. However, the Company has set-up a fund in collaboration with the Forest Department, Government of Rajasthan to conserve wildlife and preserve the habitat of endangered species like the Great Indian Bustard, Black Buck and Chinkara at Sorsan Preserve in Baran district, close to the Gadepan Plant in Rajasthan.

The Company has developed dense green belt under 'Operation Green Programme' in Gadepan campus which provides healthy environment to people residing in and around the campus.

4. If the entity has undertaken any specific initiatives or used innovative technology or solutions to improve resource efficiency, or reduce impact due to emissions/ effluent discharge/ waste generated, please provide details of the same as well as outcome of such initiatives, as per the following format:

Sr. No	Initiative undertaken	Details of the initiative (Web-link, if any, may be provided along-with summary)	Outcome of the initiative
1.	Uprating of Synthesis Gas Compressor Turbine in Ammonia-I plant.	Details of these initiatives are not advertised or made available in public domain	All energy saving measures were implemented in February and March 2024. The actual annual energy savings will be realized in the fiscal year 2024-25.
2.	Installation of seven super cup trays in each unit of Urea-1 plant.		
3.	Conversion of Low Pressure (LP) steam condensate stripper to Medium Pressure (MP) steam stripper in Ammonia-I plant		
4.	Uprating of Synthesis Gas compressor Turbine in Ammonia-II plant.		

5. Does the entity have a business continuity and disaster management plan? Give details in 100 words/ web-link.

Yes. The Company has conducted risk assessment of its business to identify key risks and has prepared an associated risk mitigation plan to ensure business continuity. The Business Continuity Plan aims to provide a framework to support the business to continue and/or quickly restore the critical business functions, in the event of a disruption of normal operations. As part of the Business Continuity Plan, the Company has identified the events, the occurrence of which may impact particular functions or facilities resulting into disruption of normal operations of business. The Business Continuity Plan forms part of the Risk Management Policy of the Company.

Risk Mitigation measures for the identified business interruption factors have been prepared and implemented by the Company to ensure business continuity.

The Company also has a disaster management plan with detailed disaster control measures, and keeping it up to date is the obligation of the Occupier of the factory. The scope of the plan covers the existing activities/facilities and is aimed at:

- Quick relief and rescue operation without delay.
- Reduce the effects of the incident.
- Minimize casualties and prevent further injuries.
- Speed up restoration of normalcy.
- Ensure that each member of the emergency operation including response team and employees are aware of their role in an emergency.

6.	Disclose any significant adverse impact to the environment, arising from the value chain of the entity. What mitigation or adaptation measures have been taken by the entity in this regard.
	The Company has not conducted any assessment of the Company's value chain partners to determine impact to the environment. During the Financial Year 2022-23, the Company has prepared an ESG Management Framework and prepared ESG goals to be implemented starting Financial Year 2023-24. As part of the aforesaid framework and goals, the Company intends to conduct a Life Cycle Analysis of Urea, which will involve assessment of environmental impacts in the value chain. Mitigation and adaption measures identified during the assessment will be communicated to the value chain partners for implementation.

7.	Percentage of value chain partners (by value of business done with such partners) that were assessed for environmental impacts.
	0.00%

PRINCIPLE 7 Businesses, when engaging in influencing public and regulatory policy, should do so in a manner that is responsible and transparent

Essential Indicators

1\. a. Number of affiliations with trade and industry chambers/ associations. - 3 (Three)

b. List the top 10 trade and industry chambers/ associations (determined based on the total members of such body) the entity is member of/ affiliated to.

S. No.	Name of the trade and industry chambers/ associations	Reach of trade and industry chambers/ associations (State/ National)
1	International Fertilizer Association	International
2	The Fertilizer Association of India	National
3	Federation of Indian Chambers of Commerce and Industry	National

2\. Provide details of corrective action taken or underway on any issues related to anti-competitive conduct by the entity, based on adverse orders from regulatory authorities.

Name of authority	Brief of the case	Corrective action taken
None		

Leadership Indicators

1\. Details of public policy positions advocated by the entity:

S. No.	Public policy advocated	Method resorted for such advocacy	Whether information available in public domain? (Yes/No)	Frequency of Review by Board (Annually/ Half yearly/ Quarterly/ Others – please specify)	Web Link, if available
None					

PRINCIPLE 8 Businesses should promote inclusive growth and equitable development

Essential Indicators

1\. Details of Social Impact Assessments (SIA) of projects undertaken by the entity based on applicable laws, in the current financial year.

Name and brief details of project	SIA Notification No.	Date of notification	Whether conducted by independent external agency (Yes/ No)	Results communicated in public domain (Yes/No)	Relevant Web link
None					

2\. Provide information on project(s) for which ongoing Rehabilitation and Resettlement (R&R) is being undertaken by your entity, in the following format:

S. No.	Name of Project for which R&R is ongoing	State	District	No. of Project Affected Families (PAFs)	% of PAFs covered by R&R	Amounts paid to PAFs in the FY (in INR)
None						

3.	Describe the mechanisms to receive and redress grievances of the community.
	The Company has a process in place to receive and redress issues/grievances received from the community. The project implementation team, consisting of members from various NGO partners and CSR department of the Company, receives the grievances either through in-person meetings, stakeholders' meetings or through formal letters. The team then works towards its redressal. Further, the Company proactively engages with the community, as part of the development initiative. Throughout the year, informal and formal sessions are conducted, which helps the Company to interact with the community apart from program specific meetings to facilitate working collaboratively. There is a targeted approach for engaging and resolving cases of various sections i.e., youth, women, women health groups, women self-help groups, representatives of panchayati raj institutions, opinion leaders and community members at large.

4. Percentage of input material (input to total inputs by value) sourced from suppliers:

	FY 2023- 24 Current Financial Year	FY 2022- 23 Previous Financial Year
Directly sourced from MSMEs/ small producers	2.68%	1.53%
Directly from within India	91.46%	0.31%

5. Job creation in smaller towns: Disclose wages paid to persons employed (including employees or workers employed on a permanent or non-permanent/ on contract basis) in the following locations, as % of the total wage cost:

Location	FY 2023- 24 Current Financial Year	FY 2022- 23 Previous Financial Year
Rural	65.6%	66.1%
Semi-Urban	-	-
Urban	-	-
Metropolitan	34.4%	33.9%

Leadership Indicators

1. Provide details of actions taken to mitigate any negative social impacts identified in the Social Impact Assessments (Reference: Question 1 of Essential Indicators above):

Details of negative social impact identified	Corrective action taken
Not Applicable	

2. Provide the following information on CSR projects undertaken by your entity in designated aspirational districts as identified by government bodies:

S. No.	State	Aspirational District	Amount Spent (in INR)
1.	Rajasthan	Baran	1,79,20,541
2.	Punjab	Moga	5,33,348

3.	(a)	Do you have a preferential procurement policy where you give preference to purchase from suppliers comprising marginalized/ vulnerable groups? (Yes/No)
		No.
	(b)	From which marginalized/ vulnerable groups do you procure?
		The Company engages itself in the capacity development of local community and provide them opportunities of supply and services wherever possible. The Company does not have a preferential procurement policy. However, over the years, the Company has promoted local contractors and service providers and provided them with work opportunities. The Company also encourages partners and suppliers to use the services of local vendors wherever possible. Additionally, the Company is facilitating local community members for localized production of various items and developing capacities on various skill sets. These products and services are being consumed / utilized, wherever possible.
	(c)	What percentage of total procurement (by value) does it constitute?
		0.00%

4. Details of the benefits derived and shared from the intellectual properties owned or acquired by your entity (in the current financial year), based on traditional knowledge:

S. No.	Intellectual Property based on traditional knowledge	Owned/ Acquired (Yes/No)	Benefit Shared (Yes/ No)	Basis of calculating benefit share
	Not Applicable			

5. Details of corrective actions taken or underway, based on any adverse order in intellectual property related disputes wherein usage of traditional knowledge is involved.		
Name of authority	**Brief of the Case**	**Corrective action taken**
Not Applicable		

6. Details of beneficiaries of CSR Projects:

S. No.	CSR Project	No. of persons benefited from CSR Projects	% of beneficiaries from vulnerable and marginalized groups
1.	Project Akshar - Pre-primary & School Education (Approximate no. of beneficiaries)	20,000	100.00%
2.	Project Saksham - Technical and Vocational Education (Approximate no. of beneficiaries)	2,000	
3.	Project Pragati - Employability and Empowerment (Approximate no. of beneficiaries)	500	
4.	Promotion of Sports (Approximate no. of beneficiaries)	4,000	
5.	Project Arogya - Health care and Sanitation Initiatives (Approximate no. of beneficiaries)	2,00,000	
6.	Project Saakar - Rural Development Initiatives (Approximate no. of beneficiaries)	1,50,000	
7.	Project Bhoomi - Environmental Sustainability, Animal Welfare and Soil Health Initiatives (Approximate no. of beneficiaries)	1,00,000	

PRINCIPLE 9 Business should engage with and provide value to their consumers in a responsible manner

Essential Indicators

1. Describe the mechanisms in place to receive and respond to consumer complaints and feedback.

The Company engages with its customers for their feedback via retailer/ dealer meetings, telephone helpline and farmer meets. The Company is operating a helpline number under 'Hello Uttam' program which allows customers to reach out to and/or call the marketing and customer excellence representatives in case of any grievance, the details of which are available on each packaging of the product of the Company. The Company has set up regional marketing offices in various states in which the Company operates, and the dealers and value chain partners can contact the Regional Marketing Officer directly to raise any concern and/or register any grievance. The complaints/ grievances of the customers are reviewed periodically by the senior management of the Company.

2. Turnover of products and/services as a percentage of turnover from all products/service that carry information about:

	As percentage to total turnover
Environmental and social parameters relevant to the product	2.88 %
Safe and responsible usage	3.73 %
Recycling and/or safe disposal	70.97 %

3. Number of consumer complaints in respect of the followings:

	FY 2023- 24 (Current Financial Year)		**Remarks**	**FY 2022-23 (Previous Financial Year)**		**Remarks**
	Received during the year	**Pending resolution at end of year**		**Received during the year**	**Pending resolution at end of year**	
Data Privacy	0	0		0	0	
Advertising	0	0		0	0	
Cyber-security	0	0		0	0	
Delivery of essential services	0	0		0	0	
Restrictive Trade Practices	0	0		0	0	
Unfair Trade Practices	0	0		0	0	
Other	0	0		0	0	

4. Details of instances of product recalls on account of safety issues:

	Number	**Reasons for recall**
Voluntary recalls	0	Not Applicable
Forced recalls	0	Not Applicable

5.	Does the entity have a framework/ policy on cyber security and risks related to data privacy? (Yes/No) If available, provide a web-link of the policy.	
	Yes. The Privacy Policy is available on the website of the Company at the web-link- http://www.chambalfertilisers.com/policiescodes	

6.	Provide details of any corrective actions taken or underway on issues relating to advertising, and delivery of essential services; cyber security and data privacy of customers; re-occurrence of instances of product recalls; penalty/ action taken by regulatory authorities on safety of products/ services.
	Not Applicable

7.	Provide the following information relating to data breaches:	
	a.	Number of instances of data breaches: 0 (Zero)
	b.	Percentage of data breaches involving personally identifiable information of customers: 0.00%
	c.	Impact, if any, of the data breaches: 0 (Zero)

Leadership Indicators

1.	Channels/ platforms where information on products and services of the entity can be accessed (provide web link, if available)
	Various channels and platforms where information on products of the Company can be accessed, are as follows: - Website of the Company i.e., www.chambalfertilisers.com and uttamkrishi.com - Social media pages which have information on latest happenings, new product launches and product applications.

2.	Steps taken to inform and educate consumers about safe and responsible usage of products and/ or services.
	The Company has undertaken initiatives to inform and educate consumers about safe and responsible usage of its products and services. Last year, we implemented the 'Seed to Harvest' program, a comprehensive farmer advisory initiative aimed at promoting new-age crops, innovative farming technology, responsible product usage, income enhancement for farmers, and sustainable farming practices. This program, along with our farm advisory services, including farmer training programs, crop demonstrations, and soil and water testing services, underscore our commitment to promoting sustainable and responsible farming practices. Additionally, our social media platforms serve as valuable channels for educating farmers on safe product usage. Moreover, we ensure that product packaging includes a leaflet promoting safe and responsible usage of our product. Expanding on our efforts, the Company has launched the "Uttam Balanced Nutrition Campaign (USPA)" project, spanning from 2023 to 2027. This five-year endeavor aims to educate farmers on modern techniques for improving soil health and crop production. The project involves demonstrations on balanced fertilizer application, alternative sources of fertilizers, and organic fertilizers. The project's objective is to enhance agricultural yield and productivity while reducing chemical usage and mitigating its adverse environmental effects. Furthermore, selected farmers' fields undergo testing to determine suitable fertilizers, with agricultural experts regularly inspecting crops and collecting data on vegetative growth and yield. These field demonstrations serve to showcase different techniques and their impact on crop production. To enhance accessibility and engagement, we have introduced a Whatsapp bot solution named "Uttam Samadhan." This solution enables automated interaction with farmers, providing them with essential information about our products and practices. The said solution is available in five languages i.e.Hindi, English, Marathi, Punjabi, and Telugu. This solution ensures that users can access information in their preferred language, facilitating effective communication and learning.

3.	Mechanism in place to inform consumers of any risk of disruption/ discontinuation of essential services.
	No such mechanism is in place as Urea is controlled as per The Fertiliser (Inorganic, Organic or Mixed) (Control) Order 1985

4.	a.	Does the entity display product information on the product over and above what is mandated as per the local laws? (Yes/ No/ Not Applicable). If yes, provide details in brief.
		No.
	b.	Did your entity carry out any survey with regard to consumer satisfaction relating to the major products / services of the entity, significant locations of operation of the entity or the entity as a whole? (Yes/ No).
		No.

For and on behalf of the Board of Directors of Chambal Fertilisers and Chemicals Limited

Rita Menon
Director
DIN: 00064714

Abhay Baijal
Managing Director
DIN: 01588087

Place : New Delhi
Date : May 07, 2024

INDEPENDENT AUDITOR'S REPORT

To the Members of Chambal Fertilisers and Chemicals Limited

Report on the Audit of the Standalone Financial Statements

Opinion

1. We have audited the accompanying standalone financial statements of Chambal Fertilisers and Chemicals Limited ("the Company"), which comprise the Standalone Balance Sheet as at March 31, 2024, and the Standalone Statement of Profit and Loss (including Other Comprehensive Income), the Standalone Statement of Changes in Equity and the Standalone Statement of Cash Flows for the year then ended, and notes to the Standalone Financial Statements, including material accounting policy information and other explanatory information (hereinafter referred to as "Standalone Financial Statements").

2. In our opinion and to the best of our information and according to the explanations given to us, the aforesaid Standalone Financial Statements give the information required by the Companies Act, 2013 ("the Act") in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2024, and total comprehensive income (comprising of profit and other comprehensive income), changes in equity and its cash flows for the year then ended.

Basis for Opinion

3. We conducted our audit in accordance with the Standards on Auditing (SAs) specified under Section 143(10) of the Act. Our responsibilities under those Standards are further described in the "Auditor's Responsibilities for the Audit of the Standalone Financial Statements" section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the Standalone Financial Statements under the provisions of the Act and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Key audit matters

4. Key audit matters are those matters that, in our professional judgement, were of most significance in our audit of the Standalone Financial Statements of the current period. These matters were addressed in the context of our audit of the Standalone Financial Statements as a whole and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

Key audit matter	How our audit addressed the key audit matter
Assessment of implications of government policies/notifications on recognition of subsidy revenue and its recoverability [Refer to the accompanying notes 8(B), 17, 31 and 48(d) of the Standalone Financial Statements] During the year, the Company has recognised subsidy revenue amounting to Rs. 12,950.97 crore and the aggregate amount of subsidy receivable (net of excess subsidy payable) as at March 31, 2024 is Rs. 110.99 crore. The amount of subsidy revenue and the subsidy receivable are significant to the Standalone Financial Statements. We identified this as a Key Audit Matter since the recognition of subsidy revenue and the assessment of recoverability of the related subsidy receivables is subject to significant judgements of the management. Further, the areas of subjectivity and judgement include interpretation and satisfaction of conditions specified in the notifications/ policies in the estimation of timing and amount of recognition of subsidy revenue, likelihood of recoverability and allowance in relation to the outstanding subsidy receivables.	Our procedures included the following: • We understood and evaluated the design and tested the operating effectiveness of controls as established by management in recognition of subsidy revenue and assessment of the recoverability of subsidy receivables. • We evaluated the management's assessment regarding reasonable certainty of complying with the relevant conditions as specified in the notifications/policies. • We considered the relevant notifications/policies issued by various authorities to ascertain the appropriateness of the recognition of subsidy revenue and adjustments to subsidy already recognised in earlier years pursuant to changes in subsidy rates. • We evaluated the basis of judgements that management has made in relation to the notifications/policies including past precedence and subsequent evidence in the form of notifications/policies/clarifications, as applicable. • We assessed the reasonableness of recoverability of subsidy receivable by assessing the management's analysis and information used to determine the recoverability of subsidy receivable, ageing of receivables and historical trends. • We evaluated adequacy of disclosures in the Standalone Financial Statements. Based on the above procedures performed, the management's assessment of implications of government notifications/policies on recognition of subsidy revenue and the recoverability were considered to be reasonable.

Other Information

5. The Company's Board of Directors is responsible for the other information. The other information comprises the information included in the annual report, but does not include the Standalone Financial Statements and our auditor's report thereon.

   Our opinion on the Standalone Financial Statements does not cover the other information and we do not express any form of assurance conclusion thereon.

   In connection with our audit of the Standalone Financial Statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the Standalone Financial Statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

   We have nothing to report in this regard.

Responsibilities of management and those charged with governance for the Standalone Financial Statements

6. The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Act with respect to the preparation of these Standalone Financial Statements that give a true and fair view of the financial position, financial performance, changes in equity and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the Standalone Financial Statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

7. In preparing the Standalone Financial Statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so. Those Board of Directors are also responsible for overseeing the Company's financial reporting process.

Auditor's Responsibilities for the Audit of the Standalone Financial Statements

8. Our objectives are to obtain reasonable assurance about whether the Standalone Financial Statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these Standalone Financial Statements.

9. As part of an audit in accordance with SAs, we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

   - Identify and assess the risks of material misstatement of the Standalone Financial Statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
   - Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under Section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the Company has adequate internal financial controls with reference to Standalone Financial Statements in place and the operating effectiveness of such controls.
   - Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
   - Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the Standalone Financial Statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
   - Evaluate the overall presentation, structure and content of the Standalone Financial Statements, including the disclosures, and whether the Standalone Financial Statements represent the underlying transactions and events in a manner that achieves fair presentation.

10. We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

11. We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

12. From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the Standalone Financial Statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Report on other legal and regulatory requirements

13. As required by the Companies (Auditor's Report) Order, 2020 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of Section 143 of the Act, we give in the "Annexure A" a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.

14. As required by Section 143(3) of the Act, we report that:

    (a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.

    (b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books except for the matters stated in paragraph 14(h)(vi) below on reporting under Rule 11(g) of the Companies (Audit and Auditors) Rules, 2014 (as amended) ("the Rules").

    (c) The Standalone Balance Sheet, the Standalone Statement of Profit and Loss (including other comprehensive income), the Standalone Statement of Changes in Equity and the Standalone Statement of Cash Flows dealt with by this Report are in agreement with the books of account.

    (d) In our opinion, the aforesaid Standalone Financial Statements comply with the Accounting Standards specified under Section 133 of the Act.

    (e) On the basis of the written representations received from the directors as on April 01, 2024, taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2024, from being appointed as a director in terms of Section 164(2) of the Act.

    (f) With respect to the maintenance of accounts and other matters connected therewith, reference is made to our remarks in paragraph 14(b) above on reporting under Section 143(3)(b) and paragraph 14(h)(vi) below on reporting under Rule 11(g) of the Rules.

    (g) With respect to the adequacy of the internal financial controls with reference to Standalone Financial Statements of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure B".

    (h) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014 (as amended), in our opinion and to the best of our information and according to the explanations given to us:

        i. The Company has disclosed the impact of pending litigations on its financial position in its Standalone Financial Statements – Refer Note 25 to the Standalone Financial Statements;

        ii. The Company was not required to recognise a provision as at March 31,2024 under the applicable law or accounting standards, as it does not have any material foreseeable losses on long-term contract. The Company has made provision, as required under the applicable law or accounting standards, for material foreseeable losses on derivative contracts – Refer Note 14c to the Standalone Financial Statements.

        iii. There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company during the year.

        iv. (a) The management has represented that, to the best of its knowledge and belief, as disclosed in Note 47(vii) to the standalone financial statements, no funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other person(s) or entity(ies), including foreign entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;

        (b) The management has represented that, to the best of its knowledge and belief, as disclosed in the Note 47(vii) to the Standalone Financial Statements, no funds have been received by the Company from any person(s) or entity(ies), including foreign entities ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries; and

(c) Based on such audit procedures that we considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause (i) and (ii) of Rule 11(e) contain any material misstatement.

v. The dividend declared and paid during the year by the Company is in compliance with Section 123 of the Act.

vi. Based on our examination, which included test checks, the Company has used accounting software for maintaining its books of account which have a feature of recording audit trail (edit log) facility and that has operated throughout the year for all relevant transactions recorded in the software, except that the audit log (a) is not maintained in case of modification by a user with privileged access rights to few tables however, no such direct changes have been made in these tables during the year; and (b) was not enabled to capture any direct changes at the database level. Further, during the course of our audit except the aforesaid instances, we did not notice any instance of audit trail feature being tampered with.

15. The Company has paid/ provided for managerial remuneration in accordance with the requisite approvals mandated by the provisions of Section 197 read with Schedule V to the Act.

For Price Waterhouse Chartered Accountants LLP
Firm Registration Number: 012754N/N500016

Abhishek Rara
Partner

Place : New Delhi
Date : May 07, 2024

Membership Number: 077779
UDIN: 24077779BKEHUI7118

Annexure A to Independent Auditors' Report

Referred to in paragraph 13 of the Independent Auditors' Report of even date to the members of Chambal Fertilisers and Chemicals Limited on the Standalone Financial Statements as of and for the year ended March 31, 2024

In terms of the information and explanations sought by us and furnished by the Company, and the books of account and records examined by us during the course of our audit, and to the best of our knowledge and belief, we report that:

i. (a) (A) The Company is maintaining proper records showing full particulars, including quantitative details and situation, of Property, Plant and Equipment.

(B) The Company is maintaining proper records showing full particulars of Intangible Assets.

(b) The Property, Plant and Equipment are physically verified by the Management according to a phased programme designed to cover all the items over a period of two years which, in our opinion, is reasonable having regard to the size of the Company and the nature of its assets. Pursuant to the programme, a portion of the Property, Plant and Equipment has been physically verified by the Management during the year and no material discrepancies have been noticed on such verification.

(c) The title deeds of all the immovable properties (other than properties where the Company is the lessee and the lease agreements are duly executed in favour of the lessee), as disclosed in Note 3 to the Standalone Financial Statements, are held in the name of the Company, except for the following:

Description of property	Gross carrying value (Amount in Rs. Crore)	Held in the name of	Whether promoter, director or their relative or employee	Period held - indicate range, where appropriate	Reason for not being held in the name of the Company
Property, Plant and Equipment-Land Freehold	0.01	Individual Sellers	No	30/09/1989	The sale deed could not be executed due to death of sellers.
Property Plant and Equipment-Land Leasehold	0.25	State Government of Rajasthan	No	30/09/1989	The transfer of title is pending as some procedural and administrative requirements are yet to be completed.
	0.07		No	30/09/1996	
	0.01	Individual sellers	No	30/09/1991	The transfer of title is pending due to dispute with sellers.

(d) The Company has chosen cost model for its Property, Plant and Equipment (including Right of Use assets) and intangible assets. Consequently, the question of our commenting on whether the revaluation is based on the valuation by a Registered Valuer, or specifying the amount of change, if the change is 10% or more in the aggregate of the net carrying value of each class of Property, Plant and Equipment (including Right of Use assets) or intangible assets does not arise.

(e) Based on the information and explanations furnished to us, no proceedings have been initiated on or are pending against the Company for holding benami property under the Prohibition of Benami Property Transactions Act, 1988 (as amended in 2016) (formerly the Benami Transactions (Prohibition) Act, 1988 (45 of 1988)) and Rules made thereunder, and therefore the question of our commenting on whether the Company has appropriately disclosed the details in the financial statements does not arise.

ii. (a) The physical verification of inventory excluding stocks with third parties has been conducted at reasonable intervals by the Management during the year and, in our opinion, the coverage and procedure of such verification by Management is appropriate. In respect of inventory lying with third parties, these have substantially been confirmed by them. The discrepancies noticed on physical verification of inventory as compared to book records were not 10% or more in aggregate for each class of inventory.

(b) During the year, the Company has been sanctioned working capital limits in excess of Rs. 5 crores, in aggregate, from banks on the basis of security of current assets. The Company has filed quarterly statements with such banks, which are in agreement with the unaudited books of account. Also, refer Note 47(ii) to the financial statements.

iii. (a) The Company has made investments in nineteen mutual funds scheme. The Company has not granted secured/ unsecured loans/advances in the nature of loans, or stood guarantee, or provided security to any parties. Therefore, the reporting under clause 3(iii), (iii)(a), (iii)(c), (iii)(d), (iii)(e) and (iii)(f) of the Order are not applicable to the Company.

(b) In respect of the aforesaid mutual fund investments, the terms and conditions under which such investments were made are not prejudicial to the Company's interest.

iv. In our opinion, the Company has complied with the provisions of Sections 185 and 186 of the Companies Act, 2013 in respect of the loans and investments made, and guarantees and security provided by it.

v. The Company has not accepted any deposits or amounts which are deemed to be deposits referred in Sections 73, 74, 75 and 76 of the Act and the Rules framed there under.

vi. Pursuant to the rules made by the Central Government of India, the Company is required to maintain cost records as specified under Section 148(1) of the Act in respect of its products. We have broadly reviewed the same and are of the opinion that, prima facie, the prescribed accounts and records have been made and maintained. We have not, however, made a detailed examination of the records with a view to determine whether they are accurate or complete.

vii. (a) In our opinion, the Company is regular in depositing the undisputed statutory dues, including goods and services tax, provident fund, employees' state insurance, income tax, sales tax, duty of customs and other material statutory dues, as applicable, with the appropriate authorities.

(b) There are no statutory dues of provident fund, Employees' state insurance, sales-tax, duty of customs, value added tax and cess which have not been deposited on account of any dispute. The particulars of other statutory dues referred to in sub-clause (a) as at March 31, 2024 which have not been deposited on account of a dispute, are as follows:

Name of the statute	Nature of dues	Amount (in Crore)*	Period to which the amount relates	Forum where the dispute is pending
Finance Act, 1994	Service tax demand (including penalty) raised in respect of service tax not paid on payments made in foreign currency to foreign parties	174.15	FY 2007-08 to FY 2011-12	CESTAT, Kolkata
Finance Act, 1994	Department appeal against the refund of service tax on downward revision of Transmission charges	2.75	November 2008 to June 2010	High Court, Jabalpur (Madhya Pradesh)
Income Tax Act, 1961	Disallowances for various expenses	214.92	FY 1998-99, 1999-00; FY 2001-02 to 2006-07 FY 2008-09	Supreme Court of India**
Income Tax Act, 1961	Disallowances for various expenses	20.09	FY 2009-10 to 2013-14	High Court, Rajasthan (Jaipur)
Income Tax Act, 1961	Disallowances for various expenses	7.24	FY 2017-18	Assessing Officer, Udaipur
Income Tax Act, 1961	Disallowances for various expenses	86.33	FY 2009-10 to 2011-12, FY 2013-14 to 2016-17 and FY 2019-20 to 2021-22	Commissioner (Appeals), Kota
Income Tax Act, 1961	Demand (including interest) raised by tax authorities in respect of wrong availment of tax credit and various expense	19.13	FY 2010-11 and 2012-13	Assistant Commissioner of Income Tax, Kota
Goods and Services Tax Act, 2017	Demand raised by authorities in respect of discharge of tax liability	0.01	FY 2018-19	State Tax Officer, Jammu and Kashmir
Goods and Services Tax Act, 2017	Demand raised by authorities in respect of excess ITC claimed	0.01	FY 2017-18	Joint Commissioner (Appeals) Sales Tax, Nainital, Uttarakhand
Goods and Services Tax Act, 2017	Demand raised by authorities in respect of excess ITC claimed	0.32	FY 2017-18	Joint Commissioner (Appeals), Rohtak
Goods and Services Tax Act, 2017	Demand of interest raised by authorities in respect of wrong adjustment	0.26	FY 2017-18	Additional Commissioner Sales Tax (Appeals), Ahmedabad, Gujarat
Goods and Services Tax Act, 2017	Demand raised by authorities in respect of discharge of tax liability	0.14	FY 2017-18	Appellate Additional Commissioner (State Taxes), Kakinada

Name of the statute	Nature of dues	Amount (in Crore)*	Period to which the amount relates	Forum where the dispute is pending
Goods and Services Tax Act, 2017	Demand raised by authorities in respect of discharge of tax liability	8.61	FY 2018-19 and 2019-20	Appellate Additional Commissioner (State Taxes), Vijayawada
Goods and Services Tax Act, 2017	Demand raised by authorities in respect of discharge of tax liability	0.03	FY 2017-18	Commissioner (Appeals), Ahmedabad, Gujarat
Goods and Services Tax Act, 2017	Demand raised by authorities in respect of discharge of tax liability	0.53	FY 2017-18	Assistant Commissioner of Central Tax, Kakinada
Goods and Services Tax Act, 2017	Demand (including penalty) raised by authorities in respect of refund availment under inverted tax rate structure	14.31	FY 2017-18 to FY 2021-22 (July 2017 to February 2022)	Commissioner of CGST and Central Excise (Appeals), Rajasthan
Goods and Services Tax Act, 2017	Demand raised by authorities in respect of excess ITC claimed	0.02	FY 2018-19	Joint Commissioner of Sales Tax (Appeals), Maharashtra
Foreign Exchange Regulation Act,1973	Penalty order passed by the Foreign Exchange Regulation Appellate Board for contravention of Section 4(1) of FERA 1947 (ISS)	0.01	FY 1980-81	FERA Board

* Amount under dispute is net of tax deposited, if any.

** Special leave petitions at Supreme Court are at pre-admission stage.

viii. There are no transactions previously unrecorded in the books of account that have been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961.

ix. (a) The Company has not defaulted in repayment of loans or other borrowings or in the payment of interest to any lender during the year.

(b) On the basis of our audit procedures, we report that the Company has not been declared Wilful Defaulter by any bank or financial institution or other lender or government or any government authority.

(c) The Company has not obtained any term loans during the year ended March 31, 2024 and there was no unutilized balance of term loan obtained in earlier years as on April 1, 2023. Accordingly, reporting under clause 3(ix)(C) of the Order is not applicable to the Company.

(d) According to the information and explanations given to us, and the procedures performed by us, and on an overall examination of the financial statements of the Company, we report that no funds raised on short-term basis have been utilised for long-term purposes by the Company.

(e) On an overall examination of the financial statements of the Company, we report that the Company has not taken any funds from any entity or person on account of or to meet the obligations of its subsidiaries or joint venture.

(f) According to the information and explanations given to us and procedures performed by us, we report that the Company has not raised loans during the year on the pledge of securities held in its subsidiaries or joint venture. The Company did not have any associate during the year.

x. (a) The Company has not raised any money by way of initial public offer or further public offer (including debt instruments) during the year. Accordingly, the reporting under clause 3(x)(a) of the Order is not applicable to the Company.

(b) The Company has not made any preferential allotment or private placement of shares or fully or partially or optionally convertible debentures during the year. Accordingly, the reporting under clause 3(x)(b) of the Order is not applicable to the Company.

xi. (a) During the course of our examination of the books and records of the Company, carried out in accordance with the generally accepted auditing practices in India, we have neither come across any instance of material fraud by the Company or on the Company, noticed or reported during the year, nor have we been informed of any such case by the Management.

(b) During the course of our examination of the books and records of the Company, carried out in accordance with the generally accepted auditing practices in India, a report under Section 143(12) of the Act, in Form ADT-4, as prescribed under rule 13 of Companies (Audit and Auditors) Rules, 2014 was not required to be filed with the Central Government. Accordingly, the reporting under clause 3(xi)(b) of the Order is not applicable to the Company.

(c) During the course of our examination of the books and records of the Company carried out in accordance with the generally accepted auditing practices in India, the Company has received whistle-blower complaints during the year, which have been considered by us for any bearing on our audit and reporting under this clause.

xii. As the Company is not a Nidhi Company and the Nidhi Rules, 2014 are not applicable to it, the reporting under clause 3(xii) of the Order is not applicable to the Company.

xiii. The Company has entered into transactions with related parties in compliance with the provisions of Sections 177 and 188 of the Act. The details of related party transactions have been disclosed in the standalone financial statements as required under Indian Accounting Standard 24 "Related Party Disclosures" specified under Section 133 of the Act.

xiv. (a) In our opinion, the Company has an internal audit system commensurate with the size and nature of its business.

(b) The reports of the Internal Auditor for the period under audit have been considered by us.

xv. In our opinion, the Company has not entered into any non-cash transactions with its directors or persons connected with him. Accordingly, the reporting on compliance with the provisions of Section 192 of the Act under clause 3(xv) of the Order is not applicable to the Company.

xvi. (a) The Company is not required to be registered under Section 45-IA of the Reserve Bank of India Act, 1934. Accordingly, the reporting under clause 3(xvi)(a) of the Order is not applicable to the Company.

(b) The Company has not conducted non-banking financial or housing finance activities during the year. Accordingly, the reporting under clause 3(xvi)(b) of the Order is not applicable to the Company.

(c) The Company is not a Core Investment Company (CIC) as defined in the regulations made by the Reserve Bank of India. Accordingly, the reporting under clause 3(xvi)(c) of the Order is not applicable to the Company.

(d) Based on the information and explanations provided by the management of the Company, the Group (as defined in the Core Investment Companies (Reserve Bank) Directions, 2016) does not have any CICs, which are part of the Group. We have not, however, separately evaluated whether the information provided by the management is accurate and complete. Accordingly, the reporting under clause 3(xvi)(d) of the Order is not applicable to the Company.

xvii. The Company has not incurred any cash losses in the financial year or in the immediately preceding financial year.

xviii. There has been no resignation of the statutory auditors during the year and accordingly the reporting under clause 3(xviii) is not applicable.

xix. On the basis of the financial ratios, ageing and expected dates of realisation of financial assets and payment of financial liabilities, other information accompanying the financial statements, our knowledge of the Board of Directors and management plans and based on our examination of the evidence supporting the assumptions, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit report that the Company is not capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date. We, however, state that this is not an assurance as to the future viability of the Company. We further state that our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date will get discharged by the Company as and when they fall due.

xx. As at balance sheet date, the Company does not have any amount remaining unspent under Section 135(5) of the Act. Accordingly, reporting under clause 3(xx) of the Order is not applicable.

xxi. The reporting under clause 3(xxi) of the Order is not applicable in respect of audit of Standalone Financial Statements. Accordingly, no comment in respect of the said clause has been included in this report.

For Price Waterhouse Chartered Accountants LLP
Firm Registration Number: 012754N/N500016

Abhishek Rara
Partner

Place : New Delhi
Date : May 07, 2024

Membership Number: 077779
UDIN: 24077779BKEHUI7118

Annexure B to Independent Auditor's Report

Referred to in paragraph 14(g) of the Independent Auditor's Report of even date to the members of Chambal Fertilisers and Chemicals Limited on the Standalone Financial Statements for the year ended March 31, 2024

Report on the Internal Financial Controls with reference to Financial Statements under clause (i) of sub-section 3 of Section 143 of the Act

1. We have audited the internal financial controls with reference to financial statements of Chambal Fertilisers and Chemicals Limited ("the Company") as of March 31, 2024 in conjunction with our audit of the Standalone Financial Statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

2. The Company's management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting ("the Guidance Note") issued by the Institute of Chartered Accountants of India ("ICAI"). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Act.

Auditor's Responsibility

3. Our responsibility is to express an opinion on the Company's internal financial controls with reference to financial statements based on our audit. We conducted our audit in accordance with the Guidance Note and the Standards on Auditing deemed to be prescribed under Section 143(10) of the Act to the extent applicable to an audit of internal financial controls, both applicable to an audit of internal financial controls and both issued by the ICAI. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls with reference to financial statements was established and maintained and if such controls operated effectively in all material respects.

4. Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system with reference to financial statements and their operating effectiveness. Our audit of internal financial controls with reference to financial statements included obtaining an understanding of internal financial controls with reference to financial statements, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

5. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls system with reference to financial statements.

Meaning of Internal Financial Controls with reference to financial statements

6. A company's internal financial controls with reference to financial statements is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial controls with reference to financial statements includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorisations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls with reference to financial statements

7. Because of the inherent limitations of internal financial controls with reference to financial statements, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls with reference to financial statements to future periods are subject to the risk that the internal financial controls with reference to financial statements may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

Opinion

8. In our opinion, the Company has, in all material respects, an adequate internal financial controls system with reference to financial statements and such internal financial controls with reference to financial statements were operating effectively as at March 31, 2024, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note issued by ICAI.

For Price Waterhouse Chartered Accountants LLP
Firm Registration Number: 012754N/N500016

Abhishek Rara
Partner

Place : New Delhi
Date : May 07, 2024

Membership Number: 077779
UDIN: 24077779BKEHUI7118

STANDALONE BALANCE SHEET AS AT MARCH 31, 2024

(Rs. in Crore)

Particulars	Notes	As at March 31, 2024	As at March 31, 2023
ASSETS			
Non-Current Assets			
Property, Plant and Equipment	3	6,400.88	6,239.41
Capital Work-in-Progress	27 & 3	183.54	101.63
Right-of-Use Assets	3 & 32	18.61	21.60
Other Intangible Assets	4A	3.15	1.38
Intangible Assets under Development	4B	0.32	0.99
Financial Assets			
i. Investments	5A	302.93	302.93
ii. Loans	5B	0.10	0.16
iii. Other Financial Assets	5C	3.90	3.72
Non-Current Tax Assets (Net)	36	138.64	131.86
Other Non-Current Assets	6	166.89	83.26
Total Non-Current Assets		**7,218.96**	**6,886.94**
Current Assets			
Inventories	7	1,254.66	1,373.83
Financial Assets			
i. Investments	8A	1,932.19	1,837.30
ii. Trade Receivables	8B	191.56	1,760.48
iii. Cash and Cash Equivalents	8C	100.79	27.74
iv. Bank Balances other than (iii) above	8D	19.25	18.87
v. Loans	8E	0.03	0.05
vi. Other Financial Assets	8F	111.48	113.54
Other Current Assets	9	461.54	493.69
Assets Classified as Held for Sale	42	3.03	1.20
Total Current Assets		**4,074.53**	**5,626.70**
Total Assets		**11,293.49**	**12,513.64**
EQUITY AND LIABILITIES			
EQUITY			
Equity Share Capital	10	400.65	416.21
Other Equity	10A	6,722.71	6,460.36
Total Equity		**7,123.36**	**6,876.57**
LIABILITIES			
Non-Current Liabilities			
Financial Liabilities			
i. Borrowings	11A	1,063.88	1,741.26
ii. Lease Liabilities	32	15.42	18.46
Provisions	12	24.73	18.64
Deferred Tax Liabilities (Net)	36	1,025.78	704.30
Other Non-Current Liabilities	13	4.17	3.20
Total Non-Current Liabilities		**2,133.98**	**2,485.86**
Current Liabilities			
Financial Liabilities			
i. Borrowings	14A	709.33	1,514.86
ii. Lease Liabilities	32	4.96	4.67
iii. Trade Payables	14B		
a) total outstanding dues of micro enterprises and small enterprises; and		31.60	19.03
b) total outstanding dues of creditors other than micro enterprises and small enterprises.		761.87	1,191.92
iv. Other Financial Liabilities	14C	406.27	330.18
Other Current Liabilities	15	80.20	54.17
Provisions	16	41.92	36.38
Total Current Liabilities		**2,036.15**	**3,151.21**
Total Liabilities		**4,170.13**	**5,637.07**
Total Equity and Liabilities		**11,293.49**	**12,513.64**

The accompanying notes form an integral part of the Standalone Financial Statements.
This is the Standalone Balance Sheet referred to in our report of even date.

For Price Waterhouse Chartered Accountants LLP
Firm Registration No. 012754N/ N500016

Abhishek Rara
Partner
Membership No. : 077779

Place : New Delhi
Date : May 07, 2024

For and on behalf of the Board of Directors of
Chambal Fertilisers and Chemicals Limited

Rita Menon
Director
DIN: 00064714

Abhay Baijal
Managing Director
DIN: 01588087

Anand Agarwal
Chief Financial Officer

Tridib Barat
Company Secretary

Place : New Delhi
Date : May 07, 2024

STANDALONE STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED MARCH 31, 2024

(Rs. in Crore)

Particulars	Notes	Year Ended March 31, 2024	Year Ended March 31, 2023
Revenue from Operations	**17**	17,966.41	27,772.81
Other Income	**18**	384.26	259.04
Total Income		**18,350.67**	**28,031.85**
Expenses			
Cost of Materials Consumed	**19**	6,581.95	8,522.56
Purchases of Stock-in-Trade		4,174.90	9,395.60
Changes in Inventories of Finished Goods, Stock-in-Trade and Work-in-Progress	**20**	145.41	1,786.13
Employee Benefits Expense	**21**	220.77	190.02
Finance Costs	**22**	173.06	320.02
Depreciation and Amortization Expenses	**3 & 4A**	312.79	308.29
Other Expenses	**23**	4,799.20	6,057.44
Total Expenses		**16,408.08**	**26,580.06**
Profit Before Tax		**1,942.59**	**1,451.79**
Tax Expense:			
(1) Current Tax	**36**	299.17	208.81
(2) Tax Related to Earlier Years	**36**	0.00	-
(3) Deferred Tax	**36**	311.98	173.67
Total Tax Expense		**611.15**	**382.48**
Profit for the Year		**1,331.44**	**1,069.31**
Other Comprehensive Income (OCI)			
A. (i) Items that will not be re-classified to Profit or Loss:			
- Re-measurement (Loss) on Defined Benefit Plans	**30**	(3.11)	(0.45)
(ii) Income Tax Credit relating to items that will not be re-classified to Profit or Loss	**36**	1.09	0.16
B. (i) Items that will be re-classified to Profit or Loss:			
- Effective Portion of Exchange Difference (Loss) on Hedging Instruments	**39**	(34.48)	(262.86)
- Effective Portion of Exchange Difference Loss on Hedging Instruments re-classified to Profit or Loss	**39**	179.53	163.57
(ii) Income Tax (Charge) / Credit relating to items that will be re-classified to Profit or Loss	**36**	(50.69)	34.70
OCI for the Year (Net of Tax)		**92.34**	**(64.88)**
Total Comprehensive Income for the Year (Comprising Profit and Other Comprehensive Income for the Year)		**1,423.78**	**1,004.43**
Earnings per Equity Share: Basic and Diluted (in Rs.)	**24**	32.19	25.69

The accompanying notes form an integral part of the Standalone Financial Statements

This is the Standalone Statement of Profit and Loss referred to in our report of even date.

For Price Waterhouse Chartered Accountants LLP
Firm Registration No. 012754N/ N500016

Abhishek Rara
Partner
Membership No. : 077779

Place : New Delhi
Date : May 07, 2024

For and on behalf of the Board of Directors of
Chambal Fertilisers and Chemicals Limited

Rita Menon
Director
DIN: 00064714

Abhay Baijal
Managing Director
DIN: 01588087

Anand Agarwal
Chief Financial Officer

Tridib Barat
Company Secretary

Place : New Delhi
Date : May 07, 2024

STANDALONE STATEMENT OF CASH FLOWS FOR THE YEAR ENDED MARCH 31, 2024

(Rs. in Crore)

Sl. No.	Particulars	Notes	Year Ended March 31, 2024	Year Ended March 31, 2023
A.	**Cash Flow from Operating Activities :**			
	Profit Before Tax		**1,942.59**	**1,451.79**
	Adjustments for :			
	Depreciation and Amortization Expenses	**3 & 4A**	312.79	308.29
	Gain on Sale of Current Investments	**18**	(89.32)	(42.65)
	Fair Value Gain on Financial Instrument at Fair Value through Profit or Loss	**18**	(68.21)	-
	Reversal of Fair Value Loss on Financial Instrument at Fair Value through Profit or Loss, recognised in earlier years	**18**	(2.12)	-
	Mark to Market (Gain) / Loss on Derivative Transactions	**18 & 22**	(9.30)	5.88
	Un-realised Foreign Exchange Variation (Gain)		(0.32)	(3.29)
	Realised Foreign Exchange Variation Loss / (Gain)		8.17	(25.91)
	Effective Portion of Exchange Difference Loss on Hedging Instruments re-classified to Profit or Loss	**39**	179.53	163.57
	Loss on Disposal / Write off of Property, Plant and Equipment (Net) and Right -of -Use Assets	**23**	3.72	2.80
	Allowance for Doubtful Debts and Advances (Net)	**18 & 23**	2.43	(41.18)
	Inventories written off	**23**	0.01	-
	Liabilities no longer required Written Back	**18**	(0.01)	(0.35)
	Catalyst Charges Written off	**23**	9.48	9.00
	Irrecoverable Balances Written off	**23**	0.01	0.02
	Finance Costs (Interest and Premium)		167.12	320.85
	Interest (Income)		(25.62)	(26.99)
	Dividend (Income) on Investment in Joint Venture	**18**	(136.18)	(91.65)
	Dividend (Income) on Non Current Investment	**18**	(0.00)	(0.00)
	Operating Profit before Working Capital Changes		**2,294.77**	**2,030.18**
	Working Capital Adjustments:			
	Decrease in Inventories		114.62	1,746.38
	Decrease in Trade Receivables		1,566.48	391.03
	(Increase) in Other Financial Assets - Non-Current		(0.12)	(0.32)
	Decrease / (Increase) in Other Financial Assets - Current		2.09	(81.09)
	Decrease in Other Assets - Non-Current		0.93	0.76
	Decrease / (Increase) in Other Assets - Current		32.14	(239.86)
	(Decrease) in Trade Payables		(422.06)	(287.02)
	Increase in Other Financial Liabilities - Current		48.40	18.86
	Increase / (Decrease) in Other Liabilities - Non-Current		0.97	(0.08)
	Increase / (Decrease) in Other Liabilities - Current		26.03	(71.41)
	Increase in Provisions - Non Current		2.98	3.19
	Increase in Provisions - Current		5.54	1.93
	Cash generated from Operations		**3,672.77**	**3,512.55**
	Income Tax Paid (Net of Refunds)		(344.47)	(271.41)
	Net Cash Flow generated from Operating Activities		**3,328.30**	**3,241.14**
B.	**Cash Flow from Investing Activities**			
	Purchase of Property, Plant and Equipment		(610.34)	(196.56)
	Purchase of Intangible Assets		(2.46)	(0.54)
	Decrease / (Increase) of Intangible Assets under Development		0.67	(0.65)
	Proceeds from Disposal of Property, Plant and Equipment		3.33	3.50
	Purchase of Current Investments		(13,845.00)	(16,925.00)
	Proceeds from Sale of Current Investments		13,907.64	15,130.35
	Recovery of Fair Value Loss on Financial Instrument at Fair Value through Profit or Loss, recognised in earlier years		2.12	-
	Interest Received		24.02	24.43
	Dividend Received		136.18	91.65
	Net Cash Flow (used in) Investing Activities		**(383.84)**	**(1,872.82)**

(Rs. in Crore)

Sl. No.	Particulars	Notes	Year Ended March 31, 2024	Year Ended March 31, 2023
C.	**Cash Flow from Financing Activities**			
	Repayment of Long Term Borrowings	**45**	(875.31)	(859.22)
	Availment of Supplier's Credit	**45**	-	2,803.74
	Repayment of Supplier's Credit	**45**	(649.82)	(2,289.71)
	Net Repayment of Short Term Borrowings	**45**	-	(890.00)
	Repayment of Lease Liabilities	**45**	(5.68)	(5.88)
	Payment towards Buy-back of equity shares including transaction costs and tax on buy-back		(864.83)	-
	Receipt of amount from CFCL Employees Welfare Trust		-	0.65
	Finance Costs paid (Interest and Premium)		(163.61)	(309.47)
	Dividend Paid		(312.16)	(312.10)
	Net Cash Flow (used in) Financing Activities		**(2,871.41)**	**(1,861.99)**
	Net Increase / (Decrease) in Cash and Cash Equivalents (A+B+C)		**73.05**	**(493.67)**
	Cash and Cash Equivalents at the beginning of the Year		**27.74**	**521.41**
	Cash and Cash Equivalents at the end of the Year		**100.79**	**27.74**
	Components of Cash and Cash Equivalents :			
	Balances with banks :			
	- on Cash Credit Accounts		35.76	27.72
	- Deposits with original maturity of less than three months		65.00	-
	Cash on hand		0.03	0.02
	Total Cash and Cash Equivalents	**8C**	**100.79**	**27.74**

Note: Cash Flow from operating activities for the year ended on March 31, 2024 is after considering corporate social responsibility expenditure of Rs. 35.25 Crore (Previous Year : Rs. 34.30 Crore).

The accompanying notes form an integral part of the Standalone Financial Statements.

This is the Standalone Statement of Cash Flows referred to in our report of even date.

For Price Waterhouse Chartered Accountants LLP
Firm Registration No. 012754N/ N500016

Abhishek Rara
Partner
Membership No. : 077779

Place : New Delhi
Date : May 07, 2024

For and on behalf of the Board of Directors of
Chambal Fertilisers and Chemicals Limited

Rita Menon
Director
DIN: 00064714

Abhay Baijal
Managing Director
DIN: 01588087

Anand Agarwal
Chief Financial Officer

Tridib Barat
Company Secretary

Place : New Delhi
Date : May 07, 2024

STANDALONE STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED MARCH 31, 2024

Chambal Fertilisers and Chemicals Limited

A : Equity Share Capital

Equity shares of Rs.10 each issued, subscribed and fully paid (refer note 10)

(Rs. in Crore)

As at March 31, 2024	Balance as at April 01, 2023	Changes in Equity Share Capital due to prior period errors	Restated balance at the beginning of the current reporting period	Changes in equity share capital during the current year*	Balance as at March 31, 2024
	416.21	-	-	(15.56)	**400.65**

(Rs. in Crore)

As at March 31, 2023	Balance as at April 01, 2022	Changes in Equity Share Capital due to prior period errors	Restated balance at the beginning of the current reporting period	Changes in equity share capital during the current year	Balance as at March 31, 2023
	416.21	-	-	-	**416.21**

* 1,55,55,555 equity shares of Rs. 10 each bought back during the year.

B : Other Equity

For the Year Ended March 31, 2024

(Rs. in Crore)

Particulars	Reserves and Surplus										Items of Other Comprehensive Income	Total
	Treasury Shares	Loss on Treasury Shares acquired	Capital Reserve	Securities Premium	Capital Redemption Reserve	General Reserve	Tonnage Tax Reserve under Section 115VT of the Income Tax Act, 1961	Tonnage Tax Reserve (utilised) Account under Section 115VT of the Income Tax Act, 1961	Share Option Outstanding Account (refer note 10A)	Retained Earnings	Cash Flow Hedging Reserve	
Balance as at April 01, 2023	(0.57)	(2.14)	0.21	6.42	0.25	734.26	0.50	42.25	2.64	5,994.94	(318.40)	6,460.36
Profit for the Year	-	-	-	-	-	-	-	-	-	1,331.44	-	1,331.44
Other Comprehensive Income (Net of Tax):												
- Re-measurement (Loss) on Defined Benefit Plans	-	-	-	-	-	-	-	-	-	(2.02)	-	(2.02)
- Effective Portion of Exchange Difference on Hedging Instruments	-	-	-	-	-	-	-	-	-	-	94.36	94.36
Total Comprehensive Income for the Year	-	-	-	-	-	-	-	-	-	**1,329.42**	**94.36**	**1,423.78**
Cash Dividends (refer note 41)	-	-	-	-	-	-	-	-	-	(312.16)	-	(312.16)
Buy-back of Equity Shares	-			(6.42)	-	-	-	-	-	(678.03)	-	(684.45)
Tax on Buy-back of Equity Shares	-	-	-	-	-	-	-	-	-	(159.45)	-	(159.45)
Transaction Costs towards Buy-back of Equity Shares	-	-	-	-	-	-	-	-	-	(5.37)	-	(5.37)
Amount transferred to Capital Redemption Reserve upon Buyback of Equity Shares	-	-	-	-	15.56	-	-	-	-	(15.56)	-	-
Exercise of Share Options	0.57	(0.06)	-	-	-	-	-	-	-	-	-	0.51
Transfer to Retained Earnings	-	2.20	-	-	-	-	-	-	(2.64)	0.44	-	-
Any Other Change {refer note below}	-	-	-	-	-	-	-	-	-	(0.51)	-	(0.51)
Balance as at March 31, 2024	-	-	**0.21**	-	**15.81**	**734.26**	**0.50**	**42.25**	-	**6,153.72**	**(224.04)**	**6,722.71**

For the Year Ended March 31, 2023

(Rs. in Crore)

Particulars	Reserves and Surplus										Items of Other Comprehensive Income	Total
	Treasury Shares	Loss on Treasury Shares acquired	Capital Reserve	Securities Premium	Capital Redemption Reserve	General Reserve	Tonnage Tax Reserve under Section 115VT of the Income Tax Act, 1961	Tonnage Tax Reserve (utilised) Account under Section 115VT of the Income Tax Act, 1961	Share Option Outstanding Account (refer note 10A)	Retained Earnings	Cash Flow Hedging Reserve	
Balance as at April 01, 2022	(2.76)	(1.90)	0.21	6.42	0.25	684.26	0.50	42.25	2.64	5,289.32	(253.81)	5,767.38
Profit for the Year	-	-	-	-	-	-	-	-	-	1,069.31	-	1,069.31
Other Comprehensive Income (Net of Tax):												
- Re-measurement (Loss) on Defined Benefit Plans	-	-	-	-	-	-	-	-	-	(0.29)	-	(0.29)
- Effective Portion of Exchange Difference on Hedging Instruments	-	-	-	-	-	-	-	-	-	-	(64.59)	(64.59)
Total Comprehensive Income for the Year	-	-	-	-	-	-	-	-	-	**1,069.02**	**(64.59)**	**1,004.43**
Cash Dividends (refer note 41)	-	-	-	-	-	-	-	-	-	(312.16)	-	(312.16)
Exercise of Share Options	2.19	(0.24)		-	-	-	-	-	-	-	-	1.95
Transfer to General Reserve	-	-	-	-	-	50.00	-	-	-	(50.00)	-	-
Any Other Change {refer note below}	-	-	-	-	-		-	-	-	(1.24)	-	(1.24)
Balance as at March 31, 2023	**(0.57)**	**(2.14)**	**0.21**	**6.42**	**0.25**	**734.26**	**0.50**	**42.25**	**2.64**	**5,994.94**	**(318.40)**	**6,460.36**

Note: Any other change in retained earnings represents dividend on treasury shares and net results of ESOP trust operations.

The accompanying notes form an integral part of the Standalone Financial Statements.

This is the Standalone Statement of Changes in Equity referred to in our report of even date.

For Price Waterhouse Chartered Accountants LLP
Firm Registration No. 012754N/ N500016

Abhishek Rara
Partner
Membership No. : 077779

Place : New Delhi
Date : May 07, 2024

For and on behalf of the Board of Directors of
Chambal Fertilisers and Chemicals Limited

Rita Menon
Director
DIN: 00064714

Abhay Baijal
Managing Director
DIN: 01588087

Anand Agarwal
Chief Financial Officer

Tridib Barat
Company Secretary

Place : New Delhi
Date : May 07, 2024

Notes to the Standalone Financial Statements for the year ended March 31, 2024

1. **Corporate Information**

Chambal Fertilisers and Chemicals Limited (the 'Company') is a public company domiciled in India and has been incorporated under the provisions of the Companies Act, 1956 having a CIN: L24124RJ1985PLC003293. Its equity shares are listed on two recognised stock exchanges in India. The registered office of the Company is located at Gadepan, District Kota, Rajasthan, PIN - 325208.

The Company is engaged in production of Urea and has three Urea plants. Apart from manufacture of Urea, the Company also deals in other fertilisers and Agri-inputs.

These financial statements were authorised for issuance by the Board of Directors of the Company at its meeting held on May 07, 2024.

2. (a) **Basis of Preparation**

These financial statements have been prepared in accordance with Indian Accounting Standards ("Ind AS") as prescribed under Section 133 of the Companies Act, 2013 ("the Act") and other relevant rules and provisions of the Act, as applicable.

The financial statements have been prepared on an accrual basis and under the historical cost basis, except for the following material items those have been measured at fair value as required by relevant Ind AS:

- Derivative financial instruments;
- Certain financial assets and liabilities measured at fair value;
- Defined benefit plans and other long-term employee benefits;
- Share-based payment transactions; and
- Investment in debt instruments (i.e. preference shares).

The financial statements of the Company are presented in Indian Rupees (Rs.) and all values are presented in Crore, except when otherwise indicated.

The transactions and balances with values below rounding off norm adopted by the Company have been reflected as 0.00 in the financial statements.

Assets and Liabilities in the balance sheet have been classified as either current or non-current, except the following basis the normal operating cycle of the Company. Operating cycle of the Company is determined as 12 months.

- Deferred tax assets and liabilities are classified as non-current assets and liabilities.
- Leave encashment as the Company does not have an unconditional right to defer the settlement for at least twelve months after the reporting date.

New and amended standards adopted by the Company.

The Ministry of Corporate Affairs had vide its notification dated March 31, 2023, notified the Companies (Indian Accounting Standards) Amendment Rules, 2023 which amended certain accounting standards, and are effective April 01, 2023.

The Rules predominantly amend:

Disclosure of accounting policies – amendments to Ind AS 1

Definition of accounting estimates – amendments to Ind AS 8

Deferred tax related to assets and liabilities arising from single transaction – amendments to Ind AS 12

The other amendments to Ind AS notified by these rules are primarily in the nature of clarifications.

These amendments did not have any impact on the amounts recognised in the current period and are not expected to significantly affect the future periods.

2. (b) **Foreign Currency Translation**

(i) **Functional and Presentation Currency**

Items included in the financial statements of the Company are measured using the currency of the primary economic environment in which the Company operates ('the functional currency'). The financial statements are presented in Indian Rupees (Rs.), which is Company's functional and presentation currency.

(ii) **Initial Recognition**

Transactions in foreign currencies are recorded in the functional currency, by applying to the foreign currency amount, the exchange rate between the functional currency and the foreign currency at the date of the transaction.

(iii) **Conversion**

Foreign currency monetary items are translated using the exchange rate prevailing at the reporting date. Non-monetary items that are measured in terms of historical cost denominated in a foreign currency are translated using the exchange rate at the date of the initial transaction. Non-monetary items, measured at fair value denominated in a foreign currency are translated using the exchange rates that existed when the fair value was determined.

(iv) Exchange Differences

Exchange differences arising on settlement or translation of monetary items are generally recognised in the Statement of Profit and Loss. (also refer note 22).

The gain or loss arising on translation of non-monetary items measured at fair value is treated in line with the recognition of the gain or loss on the change in fair value of the item (i.e., translation differences on items whose fair value gain or loss is recognised in other comprehensive income (OCI), or profit and loss are also recognised in OCI or profit and loss, respectively).

(v) Translation of Foreign Operations

As of now we do not have any foreign operations, the erstwhile shipping division of the Company was operating under foreign operations. Cumulative currency translation differences for foreign operations were deemed to be zero at the date of transition to Ind AS, viz., April 01, 2015. Gain or loss on subsequent disposal of any foreign operations excludes translation differences that arose before the date of transition but includes only translation differences arising after the date of transition.

2. (c) Treasury Shares

The Company has created CFCL Employees Welfare Trust ('ESOP Trust') for providing share-based payment to its employees. The ESOP Trust is used as a vehicle for distributing shares to employees under the Employees Stock Option Scheme. The ESOP Trust has bought shares of the Company from the market, for giving shares to employees. The ESOP Trust is treated as its extension and shares held by ESOP Trust are treated as treasury shares.

Own equity instruments that are reacquired (treasury shares) have been recognised at cost and deducted from equity. No gain or loss is recognised in profit or loss on the purchase, sale, issue, or cancellation of the Company's own equity instruments. Any difference between the carrying amount and the consideration, if reissued, is recognised in capital reserve. Share options exercised during the reporting period are satisfied with treasury shares.

2. (d) Material Accounting policies

The material accounting policies used in preparation of the standalone financial statements have been included in the relevant notes to the standalone financial statements.

NOTES ANNEXED TO AND FORMING PART OF THE STANDALONE BALANCE SHEET AS AT MARCH 31, 2024

Note 3 : Property, Plant and Equipment and Right -of-Use Assets

Accounting policy

Property, Plant and Equipment (PPE) are stated at cost, net of accumulated depreciation and accumulated impairment losses, if any. The cost comprises purchase price, including import duties and non- refundable purchase taxes, borrowing costs, if recognition criteria are met and any directly attributable cost of bringing the asset to its working condition for the intended use. Any trade discounts and rebates are deducted in arriving at the purchase price.

Subsequent expenditure related to an item of PPE is capitalised only when it is probable that future economic benefits associated with these will flow to the Company and the cost of the item can be measured reliably. Such cost includes the cost of replacing part of the plant and equipment. When significant parts of plant and equipment are required to be replaced at intervals, the Company depreciates them separately based on their specific useful lives. Likewise, when a major inspection is performed, its cost is recognised in the carrying amount of the plant and equipment as a replacement if the recognition criteria are satisfied. All other repair and maintenance costs are recognised in the Statement of Profit and Loss as incurred.

Items of stores and spares that meet the definition of PPE are capitalized at cost. Otherwise, such items are classified as inventories.

Catalysts which are used in commissioning of new plant are capitalized and are amortized based on the estimated useful life as technically assessed. Subsequent issues of catalysts, if any, are treated as inventory.

Gains or losses arising from derecognition of the assets are measured as the difference between the net disposal proceeds and the carrying amount of the asset and are recognized in the Statement of Profit and Loss when the asset is derecognized.

Depreciation on PPE is calculated using the straight-line method to allocate their cost, net of their residual values, over their useful lives estimated by the management based on technical evaluation, which are equal to the useful life prescribed under Schedule II to the Companies Act, 2013, other than the cases as mentioned in table below from S.No. (i) to (vi), where the useful lives are different from those prescribed in Schedule II to the Companies Act, 2013. The management believes that these estimated useful lives are realistic and reflect fair approximation of the period over which the assets are likely to be used. A major portion of the plant and equipment of the Company has been considered as continuous process plant.

The estimated useful lives of assets are as follows:

S. No	Assets	Useful lives
(i)	- Leasehold Land - Leasehold Improvements - Assets under finance lease - Right -of-Use Assets	Amortised over 99 Years Ranging from 3 to 15 Years Ranging from 3 to 9 Years Over the life of lease period. (These assets are amortised over the period of respective leases or useful lives of assets, whichever is lower.)
(ii)	Plant and Equipment	Over their useful lives ranging from 1 to 35 years
(iii)	Insurance / Capital / Critical Stores and Spares	Over the remaining useful life of related plant and equipment or useful life of insurance / capital / critical spare part, whichever is lower.
(iv)	Vehicles	Depreciated over 5 years. After the expiry of 5 years, the vehicle gets normally replaced.
(v)	Railway Siding	30 years based on technical evaluation that the railway siding is currently in use.
(vi)	Building (other than factory building) and Reinforced Cement Concrete Frame Structure	Over their useful lives ranging from 10 to 60 years.

Assets costing below Rs. 5,000 are depreciated in the year of purchase.

The residual values, useful lives, and methods of depreciation of PPE and Right-of-Use Assets are reviewed at each financial year end and adjusted prospectively, if appropriate.

For Accounting policy of Right -of -Use Assets, refer note 32.

(Rs in Crore)

Particulars	Own Assets												Right - of - Use Assets (refer note 32)
	Land-Freehold	Land-Leasehold	Buildings	Leasehold Improvements	Leasehold Improvements (on Finance Lease)	Railway Siding	Plant and Equipment	Factory Equipment	Office Equipment	Furniture and Fittings	Vehicles	Total	
Gross Book Value													
As at April 01, 2022	5.75	4.30	796.56	0.47	1.08	8.11	6,581.67	25.17	29.10	6.15	20.86	7,479.22	27.40
Additions	2.06	-	7.65	-	-	5.55	174.76	2.29	4.25	1.83	6.72	205.11	14.50
Deletions	-	-	-	(0.25)	-	-	(14.51)	(0.10)	(1.38)	(0.09)	(5.07)	(21.40)	(2.74)
As at March 31, 2023	**7.81**	**4.30**	**804.21**	**0.22**	**1.08**	**13.66**	**6,741.92**	**27.36**	**31.97**	**7.89**	**22.51**	**7,662.93**	**39.16**
Additions	0.01	-	33.06	-	-	0.08	422.01	13.03	4.41	1.28	3.53	477.41	2.05
Deletions	-	-	-	-	-	-	(23.24)	(0.18)	(1.15)	(0.02)	(2.35)	(26.94)	-
As at March 31, 2024	**7.82**	**4.30**	**837.27**	**0.22**	**1.08**	**13.74**	**7,140.69**	**40.21**	**35.23**	**9.15**	**23.69**	**8,113.40**	**41.21**
Depreciation													
As at April 01, 2022	-	0.38	94.73	0.34	0.93	1.81	998.30	8.22	19.24	2.61	9.40	1,135.96	14.93
Charge for the Year	-	0.06	27.23	0.02	-	0.32	264.27	1.90	3.94	0.58	3.70	302.02	5.17
Deletions	-	-	-	(0.21)	-	-	(8.40)	(0.06)	(1.19)	(0.07)	(4.53)	(14.46)	(2.54)
As at March 31, 2023	**-**	**0.44**	**121.96**	**0.15**	**0.93**	**2.13**	**1,254.17**	**10.06**	**21.99**	**3.12**	**8.57**	**1,423.52**	**17.56**
Charge for the Year	-	0.06	27.32	0.01	-	0.53	268.35	2.23	3.72	0.69	4.15	307.06	5.04
Deletions	-	-	-	-	-	-	(14.89)	(0.08)	(1.05)	(0.02)	(2.02)	(18.06)	-
As at March 31, 2024	**-**	**0.50**	**149.28**	**0.16**	**0.93**	**2.66**	**1,507.63**	**12.21**	**24.66**	**3.79**	**10.70**	**1,712.52**	**22.60**
Net Book Value													
As at March 31, 2023	**7.81**	**3.86**	**682.25**	**0.07**	**0.15**	**11.53**	**5,487.75**	**17.30**	**9.98**	**4.77**	**13.94**	**6,239.41**	**21.60**
As at March 31, 2024	**7.82**	**3.80**	**687.99**	**0.06**	**0.15**	**11.08**	**5,633.06**	**28.00**	**10.57**	**5.36**	**12.99**	**6,400.88**	**18.61**

Footnotes:

1. Freehold land having carrying value of Rs. 0.01 Crore (Previous Year : Rs. 0.01 Crore) and Leasehold land having carrying value of Rs. 0.34 Crore (Previous Year : Rs. 0.35 Crore) are yet to be registered in the Company's name.
2. The carrying value of Buildings includes Rs. 0.00 Crore (Previous Year : Rs. 0.00 Crore) representing undivided share in assets jointly owned with others.
3. Deletions from Plant and Equipment includes Plant and Equipment having gross block of Rs. 11.71 Crore (Previous Year: Rs. 6.20 Crore) and Vehicles having gross block of Rs. 0.00 Crore (Previous Year: Nil) and Accumulated Depreciation of Plant and Equipment of Rs. 6.33 Core (Previous Year: Rs. 5.10 Crore) and Vehicles of Rs. 0.00 Crore (Previous Year: Nil) transfered to "Assets held for sale" (refer note 42).
4. Leasehold Improvements (on Finance Lease) had been fully depreciated in earlier years and are carried at residual value.
5. Capital Work-in-Progress of Rs. 183.54 Crore (Previous Year : Rs. 101.63 Crore) primarily represents capital expenditure comprising direct costs, related incidental expenditure and borrowing costs in respect of Plant and Equipment & Buildings.

Capital Work-in-Progress ("CWIP")

As at March 31, 2024

(a) Ageing Schedule

(Rs. in Crore)

CWIP	Amount in CWIP for a period of				Total
	Less than 1 Year	1-2 Years	2-3 Years	More than 3 Years	
Projects in Progress	176.25	7.29	-	-	**183.54**

As at March 31, 2023

(a) Ageing Schedule

(Rs. in Crore)

CWIP	Amount in CWIP for a period of				Total
	Less than 1 Year	1-2 Years	2-3 Years	More than 3 Years	
Projects in Progress	83.68	15.40	1.92	0.63	**101.63**

Note: There are no projects as at March 31, 2024 and March 31, 2023 whose completion is overdue or has exceeded its cost compared to its original plan.

Note 4A : Other Intangible Assets

Accounting policy

Intangible assets acquired separately are measured on initial recognition at cost. Following initial recognition, intangible assets are carried at cost less accumulated amortization and accumulated impairment losses, if any. Intangible assets with finite lives are amortised on a straight line basis over the estimated useful economic life. Software is the acquired intangible asset.

Management of the Company assessed the useful life of software as finite and cost of software is amortized over its estimated useful life of five years on straight line basis.

The amortization period and the amortization method for an intangible asset with a finite useful life are reviewed at least at the end of each reporting period. If the expected useful life of the asset is significantly different from previous estimates, the amortization period is changed accordingly. If there has been a significant change in the expected pattern of economic benefits from the asset, the amortization method is changed to reflect the changed pattern. Such changes are accounted for in accordance with Ind AS-8 “Accounting Policies, Changes in Accounting Estimates and Errors”.

Gains or losses arising from derecognition of an intangible asset are measured as the difference between the net disposal proceeds and the carrying amount of the asset and are recognized in the Statement of Profit and Loss when the asset is derecognized.

(Rs. in Crore)

Particulars	Software	Total
Gross Book Value		
As at April 01, 2022	9.40	9.40
Additions	0.54	0.54
Deletions	(0.28)	(0.28)
As at March 31, 2023	**9.66**	**9.66**
Additions	2.46	2.46
Deletions	-	-
As at March 31, 2024	**12.12**	**12.12**
Amortization		
As at April 01, 2022	7.46	7.46
Charge for the year	1.10	1.10
Deletions	(0.28)	(0.28)
As at March 31, 2023	**8.28**	**8.28**
Charge for the year	0.69	0.69
Deletion	-	-
As at March 31, 2024	**8.97**	**8.97**
Net Book Value		
As at March 31, 2023	**1.38**	**1.38**
As at March 31, 2024	**3.15**	**3.15**

Note 4B : Intangible Assets Under Development

Intangible assets under development of Rs. 0.32 Crore represents Digital Intervention Mobile Application (Previous Year : Rs. 0.99 Crore represents Ariba implementation and SAP upgradation).

Intangible assets under development ageing schedule

As at March 31, 2024 (Rs. in Crore)

Intangible Assets under Development	Amount in Intangible Assets under Development for a period of				Total
	Less than 1 Year	1-2 Years	2-3 Years	More than 3 Years	
Projects in progress	0.32	-	-	-	**0.32**
Total	**0.32**	**-**	**-**	**-**	**0.32**

As at March 31, 2023 (Rs. in Crore)

Intangible Assets under Development	Amount in Intangible Assets under Development for a period of				Total
	Less than 1 Year	1-2 Years	2-3 Years	More than 3 Years	
Projects in progress	0.99	-	-	-	**0.99**
Total	**0.99**	**-**	**-**	**-**	**0.99**

Note: There are no projects as at March 31, 2024 and March 31, 2023 whose completion is overdue or has exceeded its cost compared to its original plan.

(Rs. in Crore)

Particulars	As at March 31, 2024	As at March 31, 2023
Non-Current Financial Assets		
Note 5A : Non-Current Investments		
For Accounting policy refer note 38		
A. Investment carried at Cost		
Equity Instruments (Unquoted)		
Subsidiary Companies		
- 94,00,000 (Previous Year: 94,00,000) equity shares of Rs.10 each fully paid up in Chambal Infrastructure Ventures Limited	3.60	3.60
- 29,32,947 (Previous Year: 29,32,947) ordinary shares of US$ 0.0001 each fully paid up in CFCL Ventures Limited	0.00	0.00
Joint Venture		
- 2,06,666 (Previous Year: 2,06,666) shares of Moroccan Dirham 1,000 each fully paid up in Indo Maroc Phosphore S.A.- IMACID	285.87	285.87
B. Investment carried at Fair Value through Profit or Loss		
Equity Instruments (Unquoted)		
- 20,000 (Previous Year: 20,000) equity shares of Rs.10 each fully paid up in Shivalik Solid Waste Management Limited	0.02	0.02
- 2,180 (Previous Year: 2,180) equity shares of Rs.10 each fully paid up in Woodlands Multispeciality Hospital Limited	0.00	0.00
Preference Shares (Unquoted)		
Subsidiary Companies		
- 80,01,48,60,459 (Previous Year: 80,01,48,60,459) preference shares of US$ 0.0001 each fully paid up in CFCL Ventures Limited (refer footnote 1 & 2 below)	13.44	13.44
C. Investment carried at Amortised Cost		
Government Securities (Unquoted)		
- 6 Year National Savings Certificates VIII Issue (lodged with Government Authorities)	0.00	0.00
- Indira Vikas Patra	0.00	0.00
	302.93	**302.93**
Aggregate amount of Unquoted Investments	302.93	302.93
Aggregate amount of impairment in the value of investments	-	-

Footnotes:

1. CFCL Ventures Limited ("CVL") has issued ordinary shares, preference shares (series A-1, B-1, C-1, D-1, E-1, F-1, G, H, I, J & K) and warrants for ordinary shares and preference shares (series G, H & I). Conversion ratio of different series of non cumulative convertible preference shares into ordinary shares of CVL are as follows-Series A1 & B1 preference shares will be converted in the ratio of 1:1.22, Series C1, D1, E1 preference shares will be converted in the ratio of 1:1.68, Series F-1 preference shares will be converted in the ratio of 1:1.33, Series G, H, I, J & K preference shares will be converted in the ratio of 1:1. This conversion is subject to adjustments set forth, if any, in the Articles of Association of CVL.
2. During the previous years, ISGN Corporation ("ISGN, USA") and ISG Novasoft Technologies Limited, ("ISGN, India"), subsidiaries of CVL have sold / transferred certain assets / liabilities to the respective buyers.

   As part of the aforesaid transactions, the Company executed keepwell agreements with the respective buyers and the concerned subsidiaries. As per the terms of the aforesaid keepwell agreements, the Company has to ensure that the concerned subsidiary has sufficient funds to enable it to make payments against indemnity obligations of the subsidiary under the agreements executed for sale / transfer of assets / liabilities. The aggregate indemnity obligations of the subsidiaries under the aforesaid agreements shall not exceed Rs. 131.80 Crore (Previous Year: Rs. 130.38 Crore).

(Rs. in Crore)

Particulars	As at March 31, 2024	As at March 31, 2023
Note 5B : Non Current Loans		
(a) Loans Receivables Considered Good - Secured	0.07	0.12
(b) Loans Receivables Considered Good - Unsecured	0.03	0.04
(c) Loans Receivables which have significant increase in Credit Risk	-	-
(d) Loans Receivables credit impaired	-	-
	0.10	**0.16**
Note 5C : Other Non Current Financial Assets		
(Unsecured, Considered Good)		
Security Deposits	3.87	3.69
Deposit with Banks having maturity more than 12 months (refer note 8D)	0.03	0.03
	3.90	**3.72**
Note 6 : Other Non-Current Assets		
(Unsecured, Considered Good)		
Capital Advances	158.76	69.28
Catalysts in use (valued based on life technically assessed)	6.16	11.09
Prepaid Expenses	1.97	2.89
	166.89	**83.26**

Note 7 : Inventories

Accounting Policy

Inventories are valued as follows:

Raw Materials, Packing Materials, Other Stores and Spares	Lower of cost and net realisable value. However, materials and other items held for use in the production of finished goods are not written down below cost if the finished products in which they will be incorporated are expected to be sold at or above cost. Cost is determined on a weighted average basis.
Work in Process and Finished Goods	Lower of cost and net realisable value. Cost includes direct materials, labour and a proportion of manufacturing overheads based on normal operating capacity. Cost is determined on a weighted average basis.
Traded Products	Lower of cost and net realisable value. Cost is determined on weighted average basis.
Spares and Lubricants *	Lower cost and net realisable value. Cost is determined on weighted average basis.
Catalyst in Use	Based on amortized cost and consumption over the period based on technical assessment ranging from two to twenty years.
Loose Tools	At depreciated cost arrived at on the basis of amortization over a period of three years.

* Included under the inventory of stores and spares.

Cost includes the necessary cost incurred in bringing inventory to its present location and condition necessary for use.

Net Realisable value is the estimated selling price in the ordinary course of business, less estimated costs of completion and the estimated costs necessary to make the sale.

(Rs. in Crore)

Particulars	As at March 31, 2024	As at March 31, 2023
Inventories consist of the following:		
Raw Materials	1.66	1.64
Work-in-Progress	14.98	18.22
Finished Goods {including in transit- Rs. 65.30 Crore (Previous Year: Rs. 78.15 Crore)}	519.42	152.39
Traded Goods {including in transit- Rs. 64.53 Crore (Previous Year: Rs. 85.68 Crore)}	536.78	1,045.98
Stores and Spares {including in transit- Rs. 0.71 Crore (Previous Year: Rs. 0.44 Crore)}	114.92	112.88
Loose Tools	0.16	0.25
Catalysts in use (valued based on life technically assessed)	56.27	30.22
Packing Materials	10.47	12.25
	1,254.66	**1,373.83**
Current Financial Assets		
Note 8A : Current Investments		
For Accounting policy refer note 38		
Investment carried at Fair Value through Profit or Loss		
Unquoted		
Investment in Mutual Funds		
16,63,644.60 (Previous Year: 9,57,133.91) units in Axis Liquid Fund - Direct Growth	446.47	239.37
Nil (Previous Year: 5,20,719.31) units in Kotak Liquid Fund Direct Plan Growth	-	236.84
12,63,411.09 (Previous Year: 67,33,355.81) units in ICICI Prudential Liquid Fund - Direct Plan Growth	45.16	224.35
6,67,880.32 (Previous Year: 4,23,572.39) units in Nippon India Liquid Fund - Direct Plan - Growth Plan - Growth Option	394.65	233.26
12,06,039.02 (Previous Year: 6,72,325.90) units in SBI Liquid Fund Direct Growth	455.79	236.88
Nil (Previous Year: 57,821.89) units in Baroda BNP Paribas Liquid Fund - Direct Growth	-	15.01
Nil (Previous Year: 6,26,222.20) units in Tata Liquid Fund Direct Plan - Growth	-	222.40
3,86,031.90 (Previous Year: 5,95,582.23) units in DSP Liquidity Fund - Direct Plan - Growth	133.23	191.61
6,86,199.13 (Previous Year: 6,43,979.09) units in UTI Liquid fund - Direct Plan - Growth	271.60	237.58
6,35,135.95 (Previous Year: Nil) units in Bandhan Liquid Fund - Growth - Direct Plan	185.29	-
Total Investment in Mutual Funds	**1,932.19**	**1,837.30**
Investment in Bonds		
320 (Previous Year: 320), 9.45% Corporate Bonds of Rs.10,00,000 each in IL&FS Transportation Networks Limited #	-	-
	1,932.19	**1,837.30**
Aggregate amount of Unquoted Investments	**1,932.19**	**1,837.30**
Less: Fair Value Loss on Investment carried at Fair Value through Profit or Loss #	-	-
Add: Reversal of Fair Value Loss on Investment measured at Fair value through Profit or Loss recognised in earlier years	2.12	-
Less: Amount received during the current year	(2.12)	-
Total Current Investments	**1,932.19**	**1,837.30**

Fair Value Loss had been recognised for the total 320 Corporate Bonds valued Rs. 32.00 Crore during the earlier years.

Note 8B : Trade Receivables

Accounting Policy

Contract Assets

A contract asset is the right to consideration in exchange for goods or services transferred to the customer. If the Company fulfils its performance obligation by transferring goods or services to a customer before the customer pays consideration or before payment is due, a contract asset is recognised for the earned consideration that is conditional.

Trade Receivables

A receivable represents the company's right to an amount of consideration that is unconditional (i.e., only the passage of time is required before payment of the consideration is due).

(Rs. in Crore)

Particulars	As at March 31, 2024	As at March 31, 2023
Trade Receivables consist of the following:		
Trade Receivables Considered Good - Secured	24.01	48.48
Trade Receivables Considered Good - Unsecured (including subsidy receivable from Government of India- Rs.133.14 Crore (Previous Year: Rs. 1,640.26 Crore))	167.55	1,712.00
Trade Receivables Considered Doubtful - Unsecured (including subsidy receivable from Government of India- Rs. 2.90 Crore (Previous Year : Rs. 0.44 Crore))	19.01	16.58
	210.57	**1,777.06**
Less: Allowance for Doubtful Debts	19.01	16.58
Total Trade Receivables (Net of Allowances)	**191.56**	**1,760.48**
Trade Receivables which have significant increase in credit risk	-	-
Trade Receivables credit impaired	-	-
	191.56	**1,760.48**

Trade Receivables Ageing Schedule

As at March 31, 2024

(Rs. in Crore)

S No.	Particulars	Not Due	Outstanding for following periods from due date of payment					Total
			Less than 6 months	6 months - 1 Year	1-2 Years	2-3 Years	More than 3 Years	
(i)	Undisputed Trade receivables – considered good - Secured	18.43	4.67	0.02	0.02	-	0.87	**24.01**
(ii)	Undisputed Trade receivables – considered good - Unsecured	68.50	94.67	0.02	4.14	-	0.22	**167.55**
(iii)	Undisputed Trade receivables – considered doubtful	0.61	0.08	0.02	0.04	-	2.29	**3.04**
(iv)	Undisputed Trade Receivables – which have significant increase in credit risk	-	-	-	-	-	-	-
(v)	Undisputed Trade Receivables – credit impaired	-	-	-	-	-	-	-
(vi)	Disputed Trade Receivables – considered doubtful	-	-	-	-	0.34	15.63	**15.97**
(vii)	Disputed Trade Receivables – which have significant increase in credit risk	-	-	-	-	-	-	-
(viii)	Disputed Trade Receivables – credit impaired	-	-	-	-	-	-	-
	Total	**87.54**	**99.42**	**0.06**	**4.20**	**0.34**	**19.01**	**210.57**

As at March 31, 2023

(Rs. in Crore)

S No.	Particulars	Not Due	Outstanding for following periods from due date of payment					Total
			Less than 6 months	6 months - 1 Year	1-2 Years	2-3 Years	More than 3 Years	
(i)	Undisputed Trade receivables – considered good - Secured	46.71	0.89	-	0.13	0.01	0.74	**48.48**
(ii)	Undisputed Trade receivables – considered good - Unsecured	507.09	1,190.76	11.63	-	-	2.52	**1,712.00**
(iii)	Undisputed Trade receivables – considered doubtful	0.44	-	-	-	-	-	**0.44**
(iv)	Undisputed Trade Receivables – which have significant increase in credit risk	-	-	-	-	-	-	-
(v)	Undisputed Trade Receivables – credit impaired	-	-	-	-	-	-	-
(vi)	Disputed Trade Receivables– considered doubtful	-	-	-	0.17	0.35	15.62	**16.14**
(vii)	Disputed Trade Receivables – which have significant increase in credit risk	-	-	-	-	-	-	-
(viii)	Disputed Trade Receivables – credit impaired	-	-	-	-	-	-	-
	Total	**554.24**	**1,191.65**	**11.63**	**0.30**	**0.36**	**18.88**	**1,777.06**

(Rs. in Crore)

Particulars	As at March 31, 2024	As at March 31, 2023
Note 8C : Cash and Cash Equivalents		
Balances with Banks :		
On Cash Credit Accounts	35.76	27.72
Deposits with original maturity of less than 3 months	65.00	-
Cash on hand	0.03	0.02
	100.79	**27.74**
There is no repatriation restrictions on cash and cash equivalents.		
Note 8D : Bank Balances other than 8C above		
On Unpaid Dividend Accounts	19.25	18.87
Deposits with remaining maturity for more than 12 months *	0.03	0.03
	19.28	**18.90**
Less: Deposits with remaining maturity of more than 12 months disclosed under 'other non current financial assets' (refer note 5C)	0.03	0.03
	19.25	**18.87**

* Fixed Deposit receipts of Rs. 0.03 Crore (Previous Year : Rs. 0.03 Crore) are pledged with Sales Tax Authorities.

Particulars	As at March 31, 2024	As at March 31, 2023
Note 8E : Current Loans		
Loans to Employees:		
(a) Loans Receivables Considered Good - Secured	0.02	0.04
(b) Loans Receivables Considered Good - Unsecured	0.01	0.01
(c) Loans Receivables which have significant increase in Credit Risk	-	-
(d) Loans Receivables credit impaired	-	-
	0.03	**0.05**

(Rs. in Crore)

Particulars	As at March 31, 2024	As at March 31, 2023
Note 8F : Other Current Financial Assets		
(Unsecured and Considered Good, except to the extent stated)		
Security Deposits	0.60	0.93
Others:		
Receivable from Gas Pool Operator	80.30	85.87
Receivable from Joint Venture (refer note 29)	0.08	0.20
Insurance and Other Claims Receivable	12.17	13.29
Interest Receivable on Deposits	0.02	0.00
Rebates and Other General Receivables	18.31	13.25
	111.48	**113.54**
Note 9 : Other Current Assets		
(Unsecured and Considered Good, except to the extent stated)		
Advances to Suppliers	16.22	21.87
(Considered Doubtful Rs. 0.19 Crore (Previous Year : Rs. 0.33 Crore))		
Balances with Statutory / Government Authorities	426.66	454.51
(Considered Doubtful Rs. 5.44 Crore (Previous Year: Rs. 5.44 Crore))		
Interest Receivable - Others	0.33	0.33
Prepaid Expenses	22.35	22.25
Other General Receivables	1.61	0.50
	467.17	**499.46**
Less: Allowance for Doubtful Debts / Advance	5.63	5.77
	461.54	**493.69**
Note 10 : Share Capital		
Authorised :		
44,00,00,000 (Previous Year : 44,00,00,000) Equity Shares of Rs.10 each	440.00	440.00
21,00,00,000 (Previous Year : 21,00,00,000) Redeemable Preference Shares of Rs.10 each	210.00	210.00
	650.00	**650.00**
Issued, Subscribed and Paid up :		
40,06,52,297 (Previous Year: 41,62,07,852) Equity Shares of Rs.10 each, fully paid up	400.65	416.21
	400.65	**416.21**

a) Reconciliation of the Shares Outstanding at the beginning and at the end of the Reporting Periods

(Rs. in Crore)

Particulars	As at March 31, 2024		As at March 31, 2023	
	No of Shares	Rs. in Crore	No of Shares	Rs. in Crore
At the beginning of the year	41,62,07,852	416.21	41,62,07,852	416.21
Less: Buyback of equity shares (refer note 10(e))	1,55,55,555	15.56	-	-
Outstanding at the end of the year	**40,06,52,297**	**400.65**	**41,62,07,852**	**416.21**

b) Terms / Rights attached to Equity Shares

The Company has only one class of shares having a par value of Rs.10 per share fully paid up. Each holder of equity shares is entitled to one vote per share and the equity shares will rank pari passu with each other in all respects. The Company declares and pays dividend in Indian rupees. The dividend recommended / proposed by the Board of Directors is subject to approval of the shareholders in the ensuing Annual General Meeting. Further, the Board of Directors may also declare an interim dividend.

In the event of liquidation of the Company, the holders of equity shares will be entitled to receive remaining assets of the Company, after payment of all liabilities.

c) **Shareholding of Promoters and Promoter Group**

Name	As at March 31, 2024			As at March 31, 2023		
	No. of shares	% of total shares	% Change during the year	No. of shares	% of total shares	% Change during the year
(A) Promoters:						
Jyotsna Poddar	42,51,972	1.06	0.00	44,05,000	1.06	-
Nandini Nopany	6,78,257	0.17	0.00	7,02,667	0.17	-
Shobhana Bhartia	26,28,043	0.66	0.00	27,26,796	0.66	-
RTM Investment and Trading Co. Ltd.	19,05,618	0.48	0.01	19,74,200	0.47	0.01
SCM Investment & Trading Co. Ltd.	5,68,732	0.14	0.00	5,89,200	0.14	0.01
SIL Investments Limited	3,26,19,484	8.14	0.02	3,37,93,455	8.12	0.02
The Hindustan Times Limited	5,72,20,071	14.28	0.02	5,93,71,221	14.26	-
Zuari Industries Limited (formerly Zuari Global Limited)	5,69,64,966	14.22	0.04	5,90,17,307	14.18	0.00
Sub Total (A)	**15,68,37,143**	**39.15**		**16,25,79,846**	**39.06**	
(B) Promoter Group:						
Adventz Finance Private Limited	10,28,589	0.26	0.00	10,65,607	0.26	-
Adventz Securities Enterprises Limited	1,64,116	0.04	0.00	1,70,022	0.04	-
Akshay Poddar	22,44,255	0.56	0.00	23,25,025	0.56	-
Arhant Vikram Nopany	45,368	0.01	0.00	47,000	0.01	-
Chandra Shekhar Nopany (Shruti Family Trust)	966	0.00	0.00	1,000	0.00	-
Chandra Shekhar Nopany (Shekhar Family Trust)	1,35,14,611	3.37	0.01	1,40,01,000	3.36	-
Chandra Shekhar Nopany	2,80,192	0.07	0.00	2,90,275	0.07	-
Chandra Shekhar Nopany HUF	2,31,760	0.06	0.00	2,40,100	0.06	-
Deepshikha Trading Co. Private Limited	55,697	0.01	0.00	57,700	0.01	-
Duke Commerce Limited	5,31,087	0.13	0.00	5,50,200	0.13	-
Earthstone Holding (Two) Private Limited	1,42,59,300	3.56	0.01	1,47,95,077	3.55	-
Earthstone Investment & Finance Limited	81,18,866	2.03	0.01	84,24,515	2.02	-
Earthstone Holding (Three) LLP	4,623	0.00	(0.00)	5,000	0.00	-
Ganges Securities Limited	22,51,795	0.56	0.02	22,51,795	0.54	0.07
Hargaon Investment & Trading Co. Ltd.	1,36,634	0.03	0.00	1,36,634	0.03	-
La Monde Trading & Investments Private Ltd.	14,479	0.00	0.00	15,000	0.00	-
Manavta Holdings Ltd.	29,35,579	0.73	(0.01)	30,85,000	0.74	-
Manbhawani Investment Ltd.	42,59,922	1.06	(0.01)	44,57,006	1.07	-
Master Exchange & Finance Limited	15,45,962	0.39	0.01	1,601,600	0.38	-
New India Retailing and Investment Ltd.	6,92,663	0.17	0.00	6,92,663	0.17	0.03
Nilgiri Plantations Limited	41,42,647	1.03	0.00	4,291,740	1.03	-

Name	As at March 31, 2024			As at March 31, 2023		
	No. of shares	% of total shares	% Change during the year	No. of shares	% of total shares	% Change during the year
Pavapuri Trading and Investment Company Ltd.	96,527	0.02	0.00	1,00,000	0.02	-
Premium Exchange and Finance Limited	29,79,278	0.74	0.00	30,86,500	0.74	-
Ronson Traders Limited	69,01,612	1.72	0.00	71,50,000	1.72	0.02
RTM Properties Ltd.	1,20,658	0.03	0.00	1,25,000	0.03	-
Saroj Kumar Poddar	7,00,000	0.17	0.00	7,06,128	0.17	-
Shital Commercial Limited	1,33,513	0.03	0.00	1,38,318	0.03	-
Shradha Agarwala	3,14,579	0.08	0.00	3,25,900	0.08	-
Shree Vihar Properties Ltd.	6,75,683	0.17	0.00	7,00,000	0.17	-
Shruti Vora	3,95,757	0.10	0.00	4,10,000	0.10	-
Sidh Enterprises Ltd.	1,48,168	0.04	0.00	1,53,500	0.04	-
SIL Properties Ltd.	96,527	0.02	0.00	1,00,000	0.02	-
Simon India Limited	21,22,577	0.53	0.00	22,00,000	0.53	-
Sonali Commercial Ltd.	3,66,172	0.09	0.00	3,79,350	0.09	-
Texmaco Infrastructure & Holdings Limited	2,86,552	0.07	0.00	2,96,864	0.07	-
Texmaco Rail & Engineering Ltd.	9,653	0.00	0.00	10,000	0.00	-
Uttam Commercial Ltd.	65,63,964	1.64	0.01	68,00,200	1.63	(0.04)
Yashovardhan Investment & Trading Co. Ltd.	76,15,422	1.90	0.00	78,89,500	1.90	-
Zuari International Limited (formerly Zuari Investments Limited)	3,88,381	0.10	0.00	4,02,840	0.10	-
Sub Total (B)	**8,63,74,134**	**21.56**		**8,94,78,059**	**21.50**	
Total (A) + (B)	**24,32,11,277**	**60.70**		**25,20,57,905**	**60.56**	

d) Details of Shareholders holding more than 5% shares in the Company

Name	As at March 31, 2024		As at March 31, 2023	
	No. of shares	% of holding	No. of shares	% of holding
The Hindustan Times Limited	5,72,20,071	14.28	5,93,71,221	14.26
Zuari Industries Limited (formerly Zuari Global Limited)	5,69,64,966	14.22	5,90,17,307	14.18
SIL Investments Limited	3,26,19,484	8.14	3,37,93,455	8.12
DSP Small Cap Fund and its Associate Funds	4,63,832	0.12	2,50,74,281	6.02

As per the records of the Company, including its register of shareholders / members, the above shareholding represents both legal and beneficial ownership of shares.

e) For the period of 5 years immediately preceding March 31, 2024

Buyback of equity shares

The Board of Directors at its meeting held on January 08, 2024 had approved buyback by the Company up to 1,55,55,555 equity shares of Rs. 10/- each representing up to 3.74% of total paid-up equity capital of the Company as on March 31, 2023, at a maximum price of Rs. 450/- per equity share, for an aggregate consideration up to Rs. 700 Crore (excluding taxes and expenses pertaining to Buy-back) in accordance with the applicable provisions of the Securities and Exchange Board of India (Buy-back of Securities) Regulations, 2018, and the Companies Act, 2013 & Rules made thereunder (the Buy-back). Accordingly, the Company bought back 1,55,55,555 equity shares at a price of Rs. 450 per share, aggregating to Rs. 700 Crore (excluding taxes and expenses pertaining to Buy-back), and these shares have been extinguished. Consequent to the said Buyback, the equity share capital of the Company stands reduced by Rs.15.56 Crore to Rs. 400.65 Crore and an equivalent amount of Rs. 15.56 Crore has been transferred from retained earnings to capital redemption reserve account as per the provisions of Section 69 of the Companies Act, 2013. Further, an amount of Rs. 849.27 Crore being the excess of amount paid over the par value of shares bought back including taxes and expenses pertaining to Buy-back, was debited to retained earnings / securities premium account.

(Rs. in Crore)

Particulars	As at March 31, 2024	As at March 31, 2023
Note 10A : Other Equity *		
Reserves and Surplus:		
(a) Securities Premium	-	6.42
(b) Retained Earnings	6,153.72	5,994.94
(c) General Reserve	734.26	734.26
(d) Treasury Shares	-	(0.57)
(e) Loss on Treasury Shares Acquired	-	(2.14)
(f) Capital Reserve	0.21	0.21
(g) Capital Redemption Reserve	15.81	0.25
(h) Tonnage Tax Reserve under Section 115VT of the Income Tax Act, 1961	0.50	0.50
(i) Tonnage Tax Reserve (utilised) Account under Section 115VT of the Income Tax Act, 1961	42.25	42.25
(j) Share Option Outstanding Account	-	2.64
Total	**6,946.75**	**6,778.76**
Other Comprehensive Income:		
(k) Cash Flow Hedging Reserve	(224.04)	(318.40)
Total	**(224.04)**	**(318.40)**
Other Equity	**6,722.71**	**6,460.36**

* For movement during the year, refer Standalone Statement of Changes in Equity.

Description of Nature and Purpose of each Reserve

(a) Securities Premium

Securities Premium represents amount received on issue of shares in excess of the par value. Utilisation of reserve will be as per the provisions of the relevant statute. During the year, entire securities premium has been utilised towards Buy-back of equity shares (refer note 10e).

(b) Retained Earnings

Retained Earnings comprises of prior years as well as current year's undistributed earnings after taxes. During the year, part of the retained earnings has been used towards Buy-back of equity shares (refer note 10e).

(c) General Reserve

General Reserve is a free reserve. It represents appropriation of profit by the Company. General reserve is created by a transfer from one component of equity to another and is not an item of other comprehensive income.

(d) Treasury Shares

Treasury Shares represents equity shares of the Company acquired by CFCL Employees Welfare Trust from the Secondary market to allocate or transfer these shares to eligible employees of the Company from time to time on the terms and conditions specified under the CFCL Employees Stock Option Scheme, 2010 (ESOS). During the year, entire outstanding equity shares have been excercised by the eligible employees under the CFCL ESOS.

(e) Loss on Treasury Shares Acquired

Loss on Treasury Shares acquired represents the amount of loss incurred by CFCL Employees Welfare Trust, on the transfer of equity shares to the eligible employees of the Company as per CFCL Employees Stock Option Scheme, 2010. During the year, entire outstanding balance has been transfered to retained earnings in view of excercise of all the outstanding equity shares under CFCL ESOS.

(f) Capital Reserve

Capital Reserve represents the amount on account of forfeiture of equity shares of the Company. Utilisation of reserve will be as per the provisions of the relevant statute.

(g) Capital Redemption Reserve

Capital Redemption Reserve represents reserve created on redemption of preference shares and reserve created when Company purchases its own shares out of free reserves or securities premium. During the current year a sum equal to the nominal value of the equity shares bought back was transferred to Capital Redemption Reserve. Utilisation of reserve will be as per the provisions of the relevant statute.

(h)&(i) Tonnage Tax Reserve and Tonnage Tax Reserve (utilised) Account under Section 115VT of the Income Tax Act, 1961

These reserves were created till the time erstwhile 'Shipping Division' was under Tonnage Tax Regime.

(j) Share Option Outstanding Account

The Share Option Outstanding Account is used to recognise the grant date fair value of options issued to employees under the CFCL Employees Stock Option Scheme, 2010. During the year, entire outstanding balance has been transfered to retained earnings in view of excercise of all the outstanding equity shares under CFCL ESOS. Refer to note 35 for further details of the plan.

(k) Cash Flow Hedging Reserve

The Company uses hedging instrument as part of its management of foreign currency risk associated with its highly probable forecast sale. Foreign currency risk associated with highly forecasted sale transaction is being hedged by taking foreign currency loans.

(Rs. in Crore)

Particulars	As at March 31, 2024	As at March 31, 2023
Non-Current Financial Liabilities		
Note 11A: Non Current Borrowings		
Secured Loans:		
Term Loans:		
- External Commercial Borrowings from Banks	1,141.55	1,808.88
- Foreign Currency Loans from Financial Institution	631.66	799.60
	1,773.21	**2,608.48**
Less : Current Maturities of Long Term Borrowings shown under "Current Borrowings" (refer note 14A)	709.33	867.22
Non-Current Borrowings (as per Balance Sheet)	**1,063.88**	**1,741.26**
(a) Details of Borrowings and Transaction Costs		
(i) External Commercial Borrowings		
External Commercial Borrowings (refer (b) i below)	1,146.52	1,817.91
Less: Transaction Costs	4.97	9.03
Carrying Value of External Commercial Borrowings	**1,141.55**	**1,808.88**
(ii) Foreign Currency Loans from Financial Institution		
Foreign Currency Loans from Financial Institution (refer (b) ii below)	635.38	804.82
Less: Transaction Costs	3.72	5.22
Carrying Value of Foreign Currency Loans from Financial Institution	**631.66**	**799.60**

(b) Nature of Security, Terms and Repayment Schedule:

i External Commercial Borrowings ("ECB") from banks of USD 13.75 Crore (Rs. 1,146.52 Crore including current maturity of Rs. 527.79 Crore) (Previous Year : USD 22.12 Crore (Rs. 1,817.91 Crore including current maturity of Rs. 688.37 Crore)) carry interest in the range of 3 months LIBOR / Overnight SOFR plus 1.35% - 1.81% per annum. ECB amounting to USD 10.25 Crore (Rs. 854.58 Crore including current maturity of Rs. 444.38 Crore) are repayable in remaining 6 quarterly instalments from June 30, 2024 onwards. ECB amounting to USD 3.50 Crore (Rs. 291.94 Crore including current maturity of Rs. 83.41 Crore) are repayable in remaining 14 quarterly instalments from June 30, 2024 onwards.

ii Foreign currency term loans (“FCTL”) from a financial institution of USD 7.62 Crore (Rs. 635.38 Crore including current maturity of Rs. 181.54 Crore) (Previous Year : USD 9.79 Crore (Rs. 804.82 Crore including current maturity of Rs. 178.85 Crore)) carry interest in the range of 3 months LIBOR / Overnight SOFR plus 1.55% - 1.81% per annum. These term loans are repayable in remaining 14 quarterly instalments from June 30, 2024 onwards.

Aforementioned ECB’s /FCTL’s loans are secured by first pari-passu charge by way of mortgage, by deposit of title deeds in respect of immovable properties of the Company and hypothecation of the movable fixed assets (Property, Plant and Equipment) of the Company, both present and future subject to prior charges created in favour of banks on current assets and other movables for securing working capital borrowings.

Note 12 : Long Term Provisions

Provision for Employee Benefits

Accounting Policy

A provision is recognized when the Company has a present obligation (legal or constructive) as a result of past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation. If the effect of the time value of money is material, provisions are discounted using a current pre-tax rate that reflects, when appropriate, the risks specific to the liability. When discounting is used, the increase in the provision due to the passage of time is recognised as a finance cost.

(Rs. in Crore)

Particulars	As at March 31, 2024	As at March 31, 2023
Long Term Provisions consist of the following:		
- Gratuity (refer note 30)	17.23	13.53
- Post Retirement Medical Benefits (refer note 30)	7.50	5.11
	24.73	**18.64**
Note 13 : Other Non Current Liabilities		
Other Employee Benefits Obligations	4.17	3.20
	4.17	**3.20**
Current Financial Liabilities		
Note 14A : Current Borrowings		
Secured Loans:		
From Banks:		
- Foreign Currency Loans (refer below note)	-	647.64
Current Maturity of Long Term Borrowings (refer note 11A)	709.33	867.22
	709.33	**1,514.86**

Nature of Security, Terms and Repayment Schedule:

Foreign Currency Loans from Banks of Rs. 647.64 Crore was repaid during the year. These loans were secured by hypothecation of all the Company’s current assets including all stocks and book debts and other movable assets, both present and future. These loans were further secured by second charge on the immovable properties of the Company.

(Rs. in Crore)

Particulars	As at March 31, 2024	As at March 31, 2023
Note 14B : Trade Payables		
Trade Payables		
a) total outstanding dues to Micro and Small Enterprises (refer note 33)	31.60	19.03
b) total outstanding dues of creditors other than micro enterprises and small enterprises	761.87	1,191.92
	793.47	**1,210.95**

Trade Payables Ageing Schedule

As at March 31, 2024 (Rs. in Crore)

Particulars	Unbilled	Not Due	Outstanding for following periods from due date of payment				Total
			Less than 1 year	1-2 Years	2-3 Years	More than 3 Years	
Undisputed Trade Payables							
Micro Enterprises and Small Enterprises	0.06	31.54	-	-	-	-	**31.60**
Others	89.56	668.83	3.46	0.02	-	-	**761.87**
Disputed Trade Payables							
Micro Enterprises and Small Enterprises	-	-	-	-	-	-	-
Others	-	-	-	-	-	-	-
Total	**89.62**	**700.37**	**3.46**	**0.02**	**-**	**-**	**793.47**

As at March 31, 2023 (Rs. in Crore)

Particulars	Unbilled	Not Due	Outstanding for following periods from due date of payment				Total
			Less than 1 year	1-2 Years	2-3 Years	More than 3 Years	
Undisputed Trade Payables							
Micro Enterprises and Small Enterprises	2.52	16.51	-	-	-	-	**19.03**
Others	129.10	615.83	446.99	0.00	-	-	**1,191.92**
Disputed Trade Payables							
Micro Enterprises and Small Enterprises	-	-	-	-	-	-	-
Others	-	-	-	-	-	-	-
Total	**131.62**	**632.34**	**446.99**	**0.00**	**-**	**-**	**1,210.95**

(Rs. in Crore)

Particulars	As at March 31, 2024	As at March 31, 2023
Note 14C : Other Financial Liabilities		
Interest Accrued but not due on Borrowings	1.39	4.33
Earnest Money / Security Deposits	254.12	233.88
Accrued Employee Liabilities (including payable to Key Management Personnel) (refer note 29)	37.51	34.69
Unclaimed Statutory Liabilities (as referred in Section 124(1) of the Companies Act, 2013):		
- Unpaid Dividend	19.25	18.87
Payable for Capital Goods {includes Rs. 14.19 Crore (Previous Year: Rs. 2.15 Crore) dues to Micro and Small Enterprises (refer note 33)}	68.52	28.98
Derivative Financial Liabilities	0.43	9.43
Payables towards De-escalation of Subsidy Claim (net)	25.05	-
	406.27	**330.18**

Terms and conditions of the above Financial Liabilities:

- Trade and Other Financial Liabilities (other than Security Deposits) are non-interest bearing. For maturity profile of Trade Payables and Other Financial Liabilities, refer note 39.

Note 15 : Other Current Liabilities

Accounting Policy

Contract Liabilities

A contract liability is the obligation to transfer goods or services to a customer for which the Company has received consideration (or an amount of consideration is due) from the customer. If a customer pays consideration before the Company transfers goods or services to the customer, a contract liability is recognised when the payment is made, or the payment is due (whichever is earlier).

Contract Liabilities in respect of advance from customers is disclosed under "other current liabilities". Contract liabilities are recognised as revenue when the Company performs under the contract.

(Rs. in Crore)

Particulars	As at March 31, 2024	As at March 31, 2023
Advance from Customers*	61.72	39.74
Other Employee Benefits Obligations	0.75	0.66
Statutory Obligations Payable	17.08	13.16
Other Liabilities :		
- Dues to Related Parties (refer note 29)	0.54	0.58
- Others	0.11	0.03
	80.20	**54.17**

* These represent contract liabilities arising from contracts with customers. The amount of Rs. 37.59 Crore (Previous Year: Rs. 106.20 Crore) pertaining to balance at the beginning of the year have been recognised as revenue during the year. The remaining balances have been refunded / adjusted.

Note 16 : Current Provisions

For Accounting policy refer note 12

(Rs. in Crore)

Particulars	As at March 31, 2024	As at March 31, 2023
Provision for Employees Benefits:		
- Gratuity (refer note 30)	6.74	4.93
- Leave Encashment / Liabilities*	34.95	31.23
- Post Retirement Medical Benefits (refer note 30)	0.23	0.22
	41.92	**36.38**

* Leave obligations not expected to be settled within the next 12 months: Rs. 21.45 Crore as at March 31, 2024 and Rs. 20.04 Crore as at March 31, 2023.

NOTES ANNEXED TO AND FORMING PART OF THE STANDALONE STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED MARCH 31, 2024

Note 17 : Revenue from Operations

Accounting Policy

Revenue recognition

Revenue from contracts with customers is recognised when control of the goods or services are transferred to the customer at an amount that reflects the consideration to which the Company expects to be entitled in exchange for those goods or services. The Company has generally concluded that it is the principal in its revenue arrangements because it typically controls the goods or services before transferring them to the customer. In determining the transaction price for the sale of goods, the Company considers the effects of variable consideration, the existence of significant financing components, noncash consideration, and consideration payable to the customer (if any).

Sale of Goods

Revenue, including subsidy, in respect of sale of goods is recognised at a point in time when control of the goods has transferred, being when the goods are delivered to the buyer, the buyer has full discretion over the goods and there is no unfulfilled obligation that could affect the buyer's acceptance of the goods. Revenue (other than subsidy) from the sales is recognised based on price specified in the contract, net of estimated volume discount. Amounts disclosed as revenue are net of returns and allowances, trade discounts, rebates and goods & services tax (GST). The Company collects GST on behalf of the government and therefore, these are not economic benefits flowing to the Company. Hence, these are excluded from the revenue.

The Company does not expect to have any contracts where the period between the transfer of the promised goods or services to the customer and payment by the customer exceeds one year. As a consequence, the Company does not adjust any of the transaction prices for the time value of money.

Subsidy on Urea including freight have been accounted on the basis of notified concession prices as under:

(i) New Pricing Scheme (NPS) – Stage III and Modified NPS III.

(ii) New Urea Policy 2015.

(iii) New Investment Policy 2012 (amended); and

(iv) Uniform Freight Policy.

The concession price and freight is accounted based on notified prices, further adjusted for input price escalation/ de-escalation and as estimated by the management based on the prescribed norms in line with known policy parameters.

Subsidy on Phosphatic and Potassic (P&K) fertilisers has been accounted for as per the concession rates based on Nutrient Based Policy and Freight Subsidy has been accounted for in line with the policy, notified by the Government of India.

(Rs. in Crore)

Particulars	Year Ended March 31, 2024	Year Ended March 31, 2023
Revenue from Operations consist of the following:		
Sale of Products		
Sale of Own Manufactured Products {including Rs. 10,536.18 Crore (Previous Year: Rs. 14,233.12 Crore) Subsidy on Fertilisers}	12,722.65	16,689.14
Sale of Traded Products {including Rs. 2,235.26 Crore (Previous Year: Rs. 6,360.56 Crore) Subsidy on Fertilisers}	5,224.98	11,082.31
Other Operating Revenues		
Others (spillage)	18.78	1.36
Revenue from Operations	**17,966.41**	**27,772.81**

Note 18 : Other Income

Accounting Policy

(i) Interest Income

Interest income is calculated by applying the effective interest rate to gross carrying amount of a financial asset except for financial asset that subsequently become credit impaired. In case of credit impaired financial asset, the effective interest rate is applied to the net carrying amount of the financial assets (after deduction of the loss allowance).

(ii) Dividend Income

Dividend income is recognised when the Company's right to receive the payment is established, which is generally when shareholders approve the dividend.

(iii) Insurance Claims

Claims receivable on account of insurance are accounted for to the extent the Company is reasonably certain of their ultimate collection.

(Rs. in Crore)

Particulars	Year Ended March 31, 2024	Year Ended March 31, 2023
Other Income consist of the following:		
(A) Other Income		
Interest on:		
- Fertilisers Bonds	-	0.00
- Employees Loans	0.00	0.01
- Deposits	15.59	25.57
- Payment from Customers	0.02	0.82
- Income Tax Refunds	9.52	-
- Others (including deposits with Government Authorities)	0.49	0.59
Dividend Income		
- On Investment in Joint Venture (refer note 29)	136.18	91.65
- On Non-Current Investment	0.00	0.00
Rent Received	0.14	0.17
Insurance Claims Received	54.66	45.43
Recoveries from Contractor	0.97	0.43
Liabilities no Longer Required Written Back	0.01	0.35
Allowance for Doubtful Debts and Advances (Net)	-	41.18
Sale of Scrap	3.59	3.96
Miscellaneous Income	2.58	2.26

(Rs. in Crore)

Particulars	Year Ended March 31, 2024	Year Ended March 31, 2023
(B) Other Gains :		
- Mark to Market Gain on Derivative Transactions *	0.86	3.97
- Gain on Sale of Current Investments	89.32	42.65
- Fair Value Gain on Financial Instrument at Fair Value through Profit or Loss	68.21	-
- Reversal of Fair Value Loss on Financial Instrument at Fair Value through Profit or Loss, recognised in earlier years	2.12	-
	384.26	**259.04**

* Refer Note 27

(Rs. in Crore)

Particulars	Year Ended March 31, 2024	Year Ended March 31, 2023
Note 19 : Cost of Materials Consumed		
Opening Inventories	1.64	2.00
Add: Purchases	6,581.97	8,522.20
Less: Closing Inventories	1.66	1.64
	6,581.95	**8,522.56**
Note 20 : Changes in Inventories of Finished Goods, Stock-in-Trade and Work-in-Progress		
Closing Inventories		
- Work-in-Progress	14.98	18.22
- Finished Goods	519.42	152.39
- Traded Goods	536.78	1,045.98
	1,071.18	**1,216.59**
Opening Inventories		
- Work-in-Progress	18.22	16.71
- Finished Goods	152.39	348.66
- Traded Goods	1,045.98	2,637.35
	1,216.59	**3,002.72**
Decrease in Inventories	**145.41**	**1,786.13**
Note 21 : Employee Benefits Expense		
Salaries, Wages and Bonus *	200.73	171.23
Contribution to Provident and Other Funds	10.02	9.21
Gratuity Expense (refer note 30)	4.32	3.65
Post Retirement Medical Benefits (refer note 30)	0.81	0.58
Workmen and Staff Welfare Expenses	4.89	5.35
	220.77	**190.02**

* Refer Note 27

Note 22 : Finance Costs

Accounting Policy

General and specific borrowing costs directly attributable to the acquisition, construction or production of a qualifying asset that necessarily takes a substantial period of time to get ready for its intended use are capitalized as part of the cost of the respective asset. All other borrowing costs are expensed in the period they occur.

Borrowing costs include interest and amortisation of ancillary costs incurred in connection with the arrangement of borrowings. Borrowing costs also includes exchange differences to the extent regarded as an adjustment to the borrowing costs.

(Rs. in Crore)

Particulars		Year Ended March 31, 2024		Year Ended March 31, 2023
Finance Costs consist of the following:				
Interest (including : i) Interest on Income Tax : Nil (Previous Year : Rs. 0.24 Crore); ii) Interest on Lease Liabilities : Rs. 0.88 Crore (Previous Year : Rs. 0.97 Crore))*		160.83		290.54
Bank Charges		12.20		17.63
Mark to Market (Gain) / Loss on Derivative Transactions		(8.44)		9.85
Loss on Foreign Exchange Variation (Net) related to financing arrangements		8.47		2.00
		173.06		**320.02**
* Refer Note 27				
Note 23 : Other Expenses				
Consumption of Stores and Spares		40.06		43.35
Consumption of Packing Materials		129.19		134.87
Bagging and Other Services		23.85		22.88
Power and Fuel		3,650.12		4,838.21
Catalyst Charges Written off		9.48		9.00
Rent (refer note 32)		8.76		7.88
Rates and Taxes		0.45		0.54
Insurance		35.89		38.18
Repairs and Maintenance:				
- Plant and Equipment		39.94		43.93
- Buildings		6.45		6.26
- Others		19.84		17.72
Director's Sitting Fees		0.36		0.25
Travelling and Conveyance *		12.04		11.24
Communication Costs		1.03		0.79
Printing and Stationery		0.52		0.42
Legal and Professional Fees *		6.94		5.77
Payments to the Auditor: #				
As auditor:				
- Audit Fee		0.53		0.40
- Tax Audit Fee		0.07		0.07
- Limited Review Fee		0.30		0.30
- Certification and Other Services		0.22		0.59
- Reimbursement of Expenses		0.07		0.06
Freight and Forwarding Charges		696.13		777.97
Other Selling Expenses		16.73		9.09
Corporate Social Responsibility Expenditure (refer note 34)		35.25		34.30
Contribution to Prudent Electoral Trust		25.00		-
Depletion of Loose Tools		0.18		0.20
Green Belt Development / Horticulture Expenses		3.33		3.44
Allowance for Doubtful Debts and Advances (Net)		2.43		-
Loss on Foreign Exchange Variation (Net) *		5.67		23.58
Loss on Disposal / Write off of Property, Plant and Equipment (Net) and Right -of -Use Assets		3.72		2.80
Inventories Written off		0.01		-
Irrecoverable Balances written off	0.15		0.02	
Less: Allowance for Doubtful Debts and Advances adjusted out of above	0.14	0.01	-	0.02
Miscellaneous Expenses *		24.63		23.33
		4,799.20		**6,057.44**

This does not include Rs. 0.08 Crore paid towards certification services for Buy-back of equity shares which has been charged to Retained Earnings.

*Refer Note 27

Note 24 : Earnings Per Share (EPS)

Accounting Policy

Basic earnings per share are calculated by dividing the net profit or loss for the year attributable to equity shareholders of the Company by the weighted average number of the equity shares outstanding during the year.

For the purpose of calculating diluted earnings per share, net profit or loss for the year attributable to equity shareholders of the Company and the weighted average number of equity shares outstanding during the year are adjusted for the effect of all dilutive potential equity shares.

(Rs. in Crore)

Particulars	Year Ended March 31, 2024	Year Ended March 31, 2023
EPS is calculated as follows:		
Profit as per Standalone Statement of Profit and Loss	1,331.44	1,069.31
Calculation of Weighted Average Number of Equity Shares		
- Number of Equity Shares at the beginning of the Year	41,62,07,852	41,62,07,852
- Total Equity Shares Outstanding at the end of the Year	40,06,52,297	41,62,07,852
- Weighted Average Number of Equity Shares Outstanding during the Year	41,36,57,761	41,62,07,852
Basic and Diluted Earnings Per Share (in Rs.)*	32.19	25.69
Nominal Value of Equity Shares (in Rs.)	10.00	10.00

*There are no dilutive potential equity shares.

25 Contingent Liabilities and Contingent Assets:

(i) Contingent Liabilities (not provided for) in respect of :

Accounting Policy

A contingent liability is a possible obligation that arises from past events and the existence of which will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the company.

(Rs. in Crore)

S. No.	Particulars	As at March 31, 2024	As at March 31, 2023
(a)	Demand raised / Estimated liability on account of Service Tax, Goods and Services Tax, Sales Tax and Income Tax (IT) authorities being under dispute *	167.40	142.39
(b)	Penalty levied by FERA Board under appeal before the Calcutta High Court	0.01	0.01
(c)	Various labour cases	Amount not ascertainable	Amount not ascertainable
(d)	Other claims against the Company not acknowledged as debts	0.08	0.08

* Brief description of liabilities under (a) above are as follows :

(Rs. in Crore)

S. No.	Particulars	As at March 31, 2024	As at March 31, 2023
1	**Income Tax:**		
	(i) Estimated liability on account of various disallowances for assessment year 2011-12	0.03	0.03
	(ii) Estimated liability on account of various disallowances for assessment year 2017-18	10.36	10.36
	(iii) Estimated liability for assessment year 2018-19 to 2023-24	111.22	117.42
	(iv) Other matters	31.21	-
2	**Service Tax:**		
	Demand (including penalty) plus interest at the appropriate rate raised in respect of service tax not paid on payments made in foreign currency to foreign parties, treating all such payments as taxable, which is being contested by the erstwhile Shipping Division of the Company.	0.27	0.27
3	**Goods and Services Tax:**		
	Penalty in respect of refund availment of Inverted duty structure	14.31	14.31
	Total	**167.40**	**142.39**

(e) The Company had received a demand of Rs. 3.52 Crore plus penalty (Previous Year: Rs. 3.52 Crore) from Sales Tax Department, Kota in an earlier year towards use of natural gas for ammonia fuel, power and steam generation for the period April, 1996 to May, 2001. The Company has obtained a stay from Hon'ble High Court of Rajasthan, Jodhpur on 13th July, 2001 for the period from 1996-97 to 1997-98 and on 17th August, 2001 for the period from 1998-99 to 2001-02 – Upto May 2001. However, in the event of the Company having to pay the above, it is reimbursable by Fertiliser Industry Coordination Committee (FICC) / Government of India under Subsidy Scheme.

Based on favorable decisions in similar cases, legal opinion taken by the Company, discussions with the solicitors, etc., the Company believes that there is fair chance of decisions in its favour in respect of all the items listed above and hence no provision is considered necessary against the same.

In respect of above contingent liabilities, it is not practicable for the Company to estimate the timings of cash outflows, if any, pending resolution of the respective proceedings.

(ii) Contingent Assets (not recognised for) in respect of :

Accounting Policy

A contingent asset is a possible asset that arises from past events the existence of which will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the company.

(Rs. in Crore)

Particulars	As at March 31, 2024	As at March 31, 2023
Un-utilised Cenvat Credit	3.03	3.06

The erstwhile Shipping Division of the Company had claimed cenvat credit in the service tax returns in the earlier years. However, such service tax credit receivable has not been recognised in the financial statements due to uncertainty in utilisation of the same.

26 Capital Commitments

(Rs. in Crore)

Particulars	As at March 31, 2024	As at March 31, 2023
Estimated amount of contracts remaining to be executed on capital account {net of advances of Rs. 158.76 Crore (Previous Year : Rs. 69.28 Crore)}	1,144.82	204.00

27 Capitalisation of Expenditure

The Company has capitalised the following expenses of revenue nature to the cost of Capital Work in progress. Consequently expenses disclosed under the respective notes are net of amounts capitalised by the Company. The break up of expenditure is as follows :

(Rs. in Crore)

Particulars	As at March 31, 2024	As at March 31, 2023
Opening Balance	5.02	0.57
Add : Expenditure during the year		
Salaries,Wages and Bonus	2.93	2.11
Travelling and Conveyance	0.47	0.31
Legal and Professional Fees	0.54	0.08
Miscellaneous Expenses	1.75	0.86
Interest **	13.75	1.50
Mark to Market Gain on Derivative Transactions	0.29	-
Loss on Foreign Exchange Variation (Net)	(0.02)	-
Total Expenditure	**24.73**	**5.43**
Less: Allocated to Property, Plant and Equipment	(5.36)	(0.41)
Capitalisation of Expenditure (pending for Allocation) *	**19.37**	**5.02**

* Includes Rs. 19.21 Crore (Previous Year: Rs. 3.44 Crore) related to upcoming Technical Ammonium Nitrate Plant.

** Interest comprises of Rs. 13.75 Crore (Previous Year : Rs. 1.50 Crore) on general borrowings for Technical Ammonium Nitrate Plant and other qualifying assets using the weighted average interest rate applicable during the year which is 6.92% per annum (Previous Year: 6.28% per annum).

28. Segment Information

Operating Segment

Accounting Policy

Operating segments are reported in a manner consistent with the internal reporting provided to the chief operating decision maker. Chief operating decision maker considers the business activities in terms of nature of products i.e., manufacturing / marketing of fertilisers & other agri-inputs. The analysis of geographical segments is based on the locations of customers.

The Managing Director and Chief Financial Officer of the Company has been identified as the chief operating decision maker (CODM) as defined by Ind AS 108, 'Operating Segments'. The CODM evaluates the Company's performance and allocates resources based on an analysis of various performance indicators.

The Company is in the business of manufacturing / marketing of Fertilisers and other Agri-inputs. Till the previous Financial Year, the Company had operated the Crop Protection Chemicals and Speciality Nutrients business ("CPC and SN") as an adjunct to its bulk Fertilisers business. Given the increasing emphasis on crop care and health, apart from nutrition and pursuant to the directive issued by the Department of fertilisers (DOF) to publish segment information pertaining to Complex fertilisers, the chief operating decision maker (CODM) of the Company, as defined by Ind AS-108, 'Operating Segments', had identified and determined the business into three segments namely (a) Own manufactured Fertilisers, (b) Complex Fertilisers, and (c) Crop Protection Chemicals and Speciality Nutrients.

Accordingly, the segment information is provided under the reportable segments (a) Own manufactured Fertilisers, (b) Complex Fertilisers, (c) Crop Protection Chemicals and Speciality Nutrients; and (d) Others. In accordance with Ind AS-108 on Operating Segments, figures for the prior periods have also been disclosed. A description of the types of products and services provided by each reportable segment is as follows:

Own Manufactured Fertilisers segment includes manufacture and marketing of Urea.

Complex Fertilisers segment includes purchase and sale of DAP, MOP and various grade of NPK fertilisers.

Crop Protection Chemicals and Speciality Nutrients segment includes purchase and sale of Crop Protection Chemicals and Speciality Nutrients

Others segment includes upcoming Technical Ammonium Nitrate Plant and others.

(Rs. in Crore)

Particulars	Own Manufactured Fertilisers		Complex Fertilisers		Crop Protection Chemicals and Speciality Nutrients		Others		Total Segment	
	Financial Year									
	2023-24	2022-23	2023-24	2022-23	2023-24	2022-23	2023-24	2022-23	2023-24	2022-23
Revenue										
External Revenue (including other operating revenue)	12,722.65	16,689.14	4,483.30	10,367.02	760.46	716.65	-	-	17,966.41	27,772.81
Inter Segment Revenue	-	-	-	-	-	-	-	-	-	-
Total revenue	**12,722.65**	**16,689.14**	**4,483.30**	**10,367.02**	**760.46**	**716.65**	**-**	**-**	**17,966.41**	**27,772.81**
Segment Results	1,500.31	1,904.02	159.79	(418.63)	152.80	136.30	-	-	**1,812.90**	**1,621.69**
Total Assets	7,374.37	8,011.12	962.12	1,971.53	166.81	182.44	274.88	3.61	**8,778.18**	**10,168.70**
Total Liabilities	1,022.52	945.43	215.02	649.13	69.39	33.55	14.81	0.00	**1,321.74**	**1,628.11**
Other Disclosures										
Depreciation and Amortisation Expenses	308.68	305.28	-	-	-	-	-	-	**308.68**	**305.28**
Capital Expenditure	379.28	209.59	-	-	-	-	271.32	3.55	**650.60**	**213.14**

Reconciliations to amounts reflected in the financial statements

Reconciliation of Profit before tax

(Rs. in Crore)

Particulars	Year Ended March 31, 2024	Year Ended March 31, 2023
Segment Results	**1,812.90**	**1,621.69**
Reconciliation items:-		
Dividend income	136.19	91.65
Interest income	25.63	26.98
Fair value gain on financial instrument at fair value through profit or loss	70.33	-
Gain on sale of investments	89.32	42.65
Other expenses net of other income	(14.61)	(8.15)
Depreciation and amortisation expense	(4.11)	(3.01)
Finance costs	(173.06)	(320.02)
Profit before tax	**1,942.59**	**1,451.79**

Reconciliation of Assets

(Rs. in Crore)

Particulars	As at March 31, 2024	As at March 31, 2023
Segment Operating Assets	**8,778.18**	**10,168.70**
Property, plant and equipment and Right-of-Use Assets	14.72	18.48
Non-current investments	302.93	302.93
Non Current Tax Assets (Net)	138.64	131.86
Current investments	1,932.19	1,837.30
Bank balances on unpaid dividend accounts	19.25	18.87
Balance with banks and Cash in Hand	35.79	27.72
Deposits with banks	65.03	0.03
Security Deposits	2.27	2.29
Prepaid Expenses	4.01	4.93
Interest receivable on loans, deposits and others	0.02	0.00
Rebates and Other General Receivables	0.05	-
Interest Receivable - Others	0.33	0.33
Receivable from Joint venture	0.08	0.20
Total Assets	**11,293.49**	**12,513.64**

Reconciliation of Liabilities

(Rs. in Crore)

Particulars	As at March 31, 2024	As at March 31, 2023
Segment Operating Liabilities	**1,321.74**	**1,628.11**
Long-term borrowings	1,063.88	1,741.26
Deferred tax liabilities (net)	1,025.78	704.30
Short-term borrowings	-	647.64
Current maturities of long term borrowings	709.33	867.22
Lease Liability	11.71	14.77
Interest accrued but not due on borrowings	1.39	4.33
Trade Payables	3.23	0.45
Provision for employee benefits	0.29	-
Accrued employee liabilities	0.04	-
Unclaimed statutory liabilities	19.25	18.87
Statutory Obligation Payable	12.95	9.54
Other liabilities - Dues to Related Parties	0.54	0.58
Total Liabilities	**4,170.13**	**5,637.07**

Information about geographical areas

The Company's revenue from operations i.e.Own Manufactured Fertilisers, Complex Fertilisers and Crop Protection Chemicals and Speciality Nutrients from external customers is Nil as all customers are located in India only. Hence, no additional disclosure about geographical information has been given.

Information about major customers

Revenue from single customer i.e. Government of India amounted to Rs. 12,771.44 Crore (Previous year : Rs. 20,593.68 Crore) arising from sales in the Own Manufactured Fertilisers, Complex Fertilisers and Crop Protection Chemicals and Speciality Nutrients segment.

29 Related Party Transactions

Disclosures of the related party information as per Ind AS - 24 'Related Party Disclosures', are as follows-

I Related Party Name and Relationship

(A) Subsidiaries

CFCL Ventures Limited
Chambal Infrastructure Ventures Limited
ISGN Corporation #
ISG Novasoft Technologies Limited #
#Subsidiaries of CFCL Ventures Limited

(B) Joint Venture

Indo Maroc Phosphore, S.A. - IMACID

(C) Post Employment Benefit Plans

CFCL Employees' Provident Fund
Chambal Fertilisers and Chemicals Limited Senior Staff Superannuation Fund
CFCL Employees Group Gratuity Scheme
India Steamship Staff Provident Fund
India Steamship Staff Gratuity Insurance Scheme
ISG Novasoft Technologies Limited Employees Group Gratuity Trust

(D) Key Management Personnel

S. No.	Name	Designation
1	Mr. Saroj Kumar Poddar	Non-Executive Chairman
2	Mr. Pradeep Jyoti Banerjee	Independent - Non-Executive Director
3	Mr. Shyam Sunder Bhartia	Non-Executive Director
4	Mr. Gaurav Mathur	Managing Director (Ceased to be Managing Director with effect from July 21, 2023)
5	Mr. Abhay Baijal	Managing Director (Ceased to be Chief Financial Officer with effect from February 01, 2023 and Appointed as Managing Director with effect from July 21, 2023)
6	Mr. Vivek Mehra	Independent - Non-Executive Director
7	Ms. Rita Menon	Independent - Non-Executive Director
8	Mr. Chandra Shekhar Nopany	Non-Executive Director
9	Ms. Radha Singh	Independent - Non-Executive Director (Ceased to be Director with effect from September 15, 2022)
10	Mr. Marco Philippus Ardeshir Wadia	Independent - Non-Executive Director (Ceased to be Director with effect from September 15, 2022)
11	Mr. Berjis Minoo Desai	Independent - Non-Executive Director (Appointed as Director with effect from September 13, 2022)
12	Mr. Anand Agarwal	Chief Financial Officer (Appointed as Chief Financial Officer with effect from February 01, 2023)
13	Mr. Rajveer Singh	Company Secretary (Ceased to be Company Secretary with effect from May 06, 2023)
14	Mr. Anuj Jain	Company Secretary (Appointed as Company Secretary with effect from May 06, 2023 and Ceased to be Company Secretary with effect from November 04, 2023)
15	Mr. Tridib Barat	Company Secretary (Appointed as Company Secretary with effect from November 04, 2023)

II Transaction with the Related Parties

(A) Joint Venture

(Rs. in Crore)

Particulars	Year Ended March 31, 2024	Year Ended March 31, 2023
Dividend Income		
Indo Maroc Phosphore, S.A. - IMACID	136.18	91.65
Total	**136.18**	**91.65**
Reimbursement of Expenses		
Indo Maroc Phosphore, S.A. - IMACID	0.29	0.29
Total	**0.29**	**0.29**

(B) Post Employment Benefit Plans

(Rs. in Crore)

Particulars	Year Ended March 31, 2024	Year Ended March 31, 2023
Employer's Contribution Paid / Payable		
- India Steamship Staff Provident Fund	0.02	0.02
Total	**0.02**	**0.02**

(C) Key Management Personnel

(Rs. in Crore)

Particulars	Year Ended March 31, 2024	Year Ended March 31, 2023
Compensation *		
-Short Term Employee Benefits:		
Mr. Gaurav Mathur	3.81	4.82
Mr. Abhay Baijal	1.48	2.22
Mr. Anand Agarwal	2.39	0.29
Mr. Rajveer Singh	0.57	1.04
Mr. Anuj Jain	0.60	-
Mr. Tridib Barat	0.35	-
-Post Employment Benefits:		
Mr. Gaurav Mathur	0.11	0.35
Mr. Abhay Baijal	0.08	0.92
Mr. Anand Agarwal	0.10	0.02
Mr. Rajveer Singh	0.30	0.08
Mr. Anuj Jain	0.03	-
Mr. Tridib Barat	0.03	-
-Share Based Payments:		
Mr. Rajveer Singh	-	0.74
Commission to Non-Executive Directors		
Mr. Saroj Kumar Poddar	0.10	0.10
Mr. Pradeep Jyoti Banerjee	0.10	0.10
Mr. Vivek Mehra	0.10	0.10
Ms. Rita Menon	0.10	0.10
Mr. Chandra Shekhar Nopany	0.10	0.10
Ms. Radha Singh	-	0.05
Mr. Marco Philippus Ardeshir Wadia	-	0.05
Mr. Berjis Minoo Desai	0.10	0.05
Sitting Fees to Non-Executive Directors		
Mr. Saroj Kumar Poddar	0.04	0.02
Mr. Pradeep Jyoti Banerjee	0.08	0.04
Mr. Vivek Mehra	0.07	0.04
Ms. Rita Menon	0.06	0.04
Mr. Chandra Shekhar Nopany	0.05	0.03
Ms. Radha Singh	-	0.03
Mr. Marco Philippus Ardeshir Wadia	-	0.03
Mr. Berjis Minoo Desai	0.06	0.02

* The liabilities for the gratuity, leave, post retirement medical benefits, long service award scheme and settlement allowance are provided on an actuarial basis and determined for the Company as a whole rather than for each of the individual employees. Accordingly, the said liabilities cannot be ascertained separately for Managing Director, Chief Financial Officer and Company Secretary, hence not included, except for the amount actually paid.

III Outstanding Balances from / to Related Parties

(A) Joint Venture

(Rs. in Crore)

Particulars	As at March 31, 2024	As at March 31, 2023
Other Current Financial Assets		
Indo Maroc Phosphore, S.A. - IMACID	0.08	0.20
Total	**0.08**	**0.20**

(B) Post Employment Benefit Plans

(Rs. in Crore)

Particulars	As at March 31, 2024	As at March 31, 2023
Other Current Liabilities		
India Steamship Staff Provident Fund	0.00	0.00
Total	**0.00**	**0.00**

(C) Key Management Personnel

(Rs. in Crore)

Particulars	Year Ended March 31, 2024	Year Ended March 31, 2023
Other Financial Liabilities		
Mr. Rajveer Singh	-	0.00
Mr. Abhay Baijal	0.00	-
Total	**0.00**	**0.00**
Other Current Liabilities		
Mr. Saroj Kumar Poddar	0.09	0.09
Mr. Pradeep Jyoti Banerjee	0.09	0.09
Mr. Vivek Mehra	0.09	0.09
Ms. Rita Menon	0.09	0.09
Mr. Chandra Shekhar Nopany	0.09	0.09
Ms. Radha Singh	-	0.04
Mr. Marco Philippus Ardeshir Wadia	-	0.04
Mr. Berjis Minoo Desai	0.09	0.05
Total	**0.54**	**0.58**

Note: Outstanding balances are unsecured and their settlement occurs in cash. Further, no loss allowances were made against such balances.

Key Management Personnel interests in the CFCL Employees Stock Option Scheme, 2010 (ESOS)

There is no stock option outstanding and exercisable as at March 31, 2024 and March 31, 2023

30 Gratuity and Other Employment Benefit Plans:

Accounting Policy

(i) Provident fund of the Company except erstwhile shipping division of the Company is a defined contribution scheme with effect from September 01, 2021, as the Company had initiated the process of surrender of exemption granted to CFCL Employees Provident Fund Trust and transferred the accumulated provident fund balance of employees to the fund administered and managed by the Government of India. Thus, the Company makes monthly contributions at prescribed rates towards Provident Fund to a Fund administered and managed by the Government of India. The Company has no further obligations once the contributions have been made.

The Company's contribution paid / payable during the year to Pension Fund, Provident Fund, Superannuation Fund and Employees' State Insurance Corporation are recognised in the Statement of Profit and Loss.

Pension Fund of the Company is a defined contribution scheme. The Company has no further obligation. The Company recognizes contribution payable to the provident fund scheme as an expenditure when an employee renders the related service. If the contribution payable to the scheme for service received before the balance sheet date exceeds the contribution already paid, the deficit payable to the scheme is recognized as a liability.

(ii) Superannuation Fund is a defined contribution scheme. Liability in respect of Superannuation Fund to the concerned employees of the Company is accounted for as per the Company's Scheme and contributed to concerned insurers every year. The Company does not have any other obligation, other than the contribution payable to the superannuation fund. The Company recognizes contribution payable to the superannuation fund scheme as an expenditure when an employee renders the related service. If the contribution payable to the scheme for service received before the balance sheet date exceeds the contribution already paid, the deficit payable to the scheme is recognized as a liability.

(iii) Gratuity liability is a defined benefit obligation and is provided for on the basis of an actuarial valuation on projected unit credit method made at the end of each financial year. Gratuity plan of the Company is funded with insurance companies to cover the gratuity liability of the employees. The difference between the actuarial valuation of the gratuity of employees at the year-end and the balance of funds with insurance companies is provided for as liability in the books.

(iv) Retirement benefit in the form of post-retirement medical benefits is a defined benefit obligation of the Company and is provided for on the basis of actuarial valuation on projected unit credit method made at the end of each financial year.

(v) Accumulated leaves, which are expected to be utilized within the next 12 months, are treated as short-term employee benefit. The Company measures the expected cost of such absences as the additional amount that it expects to pay as a result of the unused entitlement that has accumulated at the reporting date. The Company treats accumulated leaves expected to be carried forward beyond twelve months, as long-term employee benefit for measurement purposes. Such long-term compensated absences are provided for based on the actuarial valuation using the projected unit credit method at the year-end. The Company presents the entire leaves as a current liability in the balance sheet since it does not have an unconditional right to defer its settlement for 12 months after the reporting date.

(vi) Long service awards are other long-term benefits accruing to all eligible employees, as per Company's scheme. The cost of providing benefit under long service awards scheme is determined on the basis of actuarial valuation using the projected unit credit method at the reporting date. This is unfunded defined benefit scheme.

(vii) Settlement allowance are other long-term benefits accruing to the eligible employees, as per Company's scheme. The cost of providing benefit under settlement allowance is determined on the basis of actuarial valuation using the projected unit credit method at the reporting date. This is unfunded defined benefit scheme.

The present value of the defined benefit obligation is determined by discounting the estimated future cash outflows by reference to market yields at the end of the reporting period on government bonds that have terms approximating to the terms of the related obligation.

The net interest cost is calculated by applying the discount rate to the net balance of the defined benefit obligation and the fair value of plan assets. This cost is included in employee benefits expense in the Statement of Profit and Loss.

Re-measurement gains and losses arising from experience adjustments and changes in actuarial assumptions are recognised in the period in which they occur, directly in other comprehensive income and such re-measurement gain / (loss) are not reclassified to the Statement of Profit and Loss in the subsequent periods. They are included in retained earnings in the Statement of Changes in Equity.

Disclosure of Post Employment Benefit Plans: (Rs. in Crore)

Particulars	As at March 31, 2024	As at March 31, 2023
Gratuity Plan - (Liability)	(23.97)	(18.46)
Provident Fund - Asset *	2.79	2.39
Post Retirement Medical Benefits Plan - (Liability)	(7.73)	(5.33)

* Plan asset of Rs. 2.79 Crore (Previous Year: Rs. 2.39 Crore) has not been recognised in the financial statements, as the surplus of the trust, is distributable among the beneficiaries of the provident fund trust.

a) Gratuity

The Company has a defined benefit gratuity plan. Benefit is being paid as under-

A) In case of retirement or death of an employee while in service of the Company, the gratuity will be payable as under:

i) Completed continuous service of 5 years and above upto 20 years – gratuity equivalent to 15 days last drawn salary for each completed year of service.

ii) Completed continuous service of above 20 years – gratuity equivalent to 15 days last drawn salary for first 20 years and 20 days last drawn salary for each completed year of service after 20 years.

B) In case of resignation or termination of an employee, where the employee has completed 5 years of continuous service with the Company, gratuity equivalent to 15 days last drawn salary for each completed year of service shall be payable. In case of erstwhile Shipping Division, the Company has a defined benefit gratuity plan. Every employee who has completed five years or more of service gets a gratuity on departure at the rate of 15 days last drawn salary for each completed year of service.

The Scheme is funded with insurance company in the form of a qualifying insurance policy except in the case of crew employees of the division. The fund has the form of a trust and it is governed by the Board of Trustees

The Board of Trustees of Gratuity Trust are responsible for the administration of the plan assets and for the definition of the investment strategy. The Board of Trustees reviews the level of funding and investment and such a review includes the asset-liability matching strategy and investment risk management policy. The Board of Trustees decides its contribution based on the results of its review. Generally, they aims to have a portfolio mix of equity instruments and debt instruments.

b) Post Retirement Medical Benefit Plan

The Company has post retirement medical benefit schemes in the nature of defined benefit plan which is unfunded.

c) Provident Fund

The Company had set up provident fund trusts, which were managed by the Trustees. Provident funds set up by employers, which requires interest shortfall to be met by the employer, has been treated as defined benefit plan till August 31, 2021. During the earlier year, the Company had initiated the process of surrender of exemption granted to CFCL Employees' Provident Fund and transferred the accumulated provident fund balance of employees to the Regional Provident Fund Commissioner ('RPFC'). In view of the above, the Company remits the monthly contribution of Provident Fund to RPFC with effect from September 01, 2021. Therefore, contribution to Provident Fund is treated as Defined Contribution Plan with effect from September 01, 2021 except contribution to Provident Fund of erstwhile shipping division of the Company.

The following tables summarise the components of net benefit expense recognised in the Statement of Profit and Loss and the funded status and amounts recognised in the Balance Sheet for the respective plans:

Changes in the Defined Benefit Obligation and Fair Value of Plan Assets as at March 31, 2024:

(Rs. in Crore)

Particulars	As at April 01, 2023	Service Cost	Net Interest Expense	Sub-total included in Profit or Loss	Benefits Paid	Return on Plan Assets (excluding amounts included in Net interest Expense)	Actuarial Changes arising from changes in Demographic Assumptions	Actuarial changes arising from changes in Financial Assumptions	Experience Adjustments	Subtotal included in OCI	Settlement/ Transfer in	Contributions by Employer	As at March 31, 2024
		Cost charged to Statement of Profit and Loss				Re-measurement Gains / (Losses) in OCI							
(A) Gratuity Plan :													
Defined Benefit Obligation	(43.43)	(2.94)	(3.25)	(6.19)	1.96	-	-	-	(1.34)	(1.34)	-	-	(49.00)
Fair Value of Plan Assets	24.97	-	1.87	1.87	(1.96)	0.15	-	-	-	0.15	-	-	25.03
Benefit (Liability)	**(18.46)**			**(4.32)**	-					**(1.19)**	-	-	**(23.97)**
(B) Post Retirement Medical Benefits Plan:													
Defined Benefit Obligation	(5.33)	(0.41)	(0.40)	(0.81)	0.33	-	-	-	(1.92)	(1.92)	-	-	(7.73)
Fair Value of Plan Assets	-	-	-	-	-	-	-	-	-	-	-	-	-
Benefit (Liability)	**(5.33)**			**(0.81)**	**0.33**					**(1.92)**	-	-	**(7.73)**

Changes in the Defined Benefit Obligation and Fair Value of Plan Assets as at March 31, 2023:

(Rs. in Crore)

Particulars	As at April 01, 2022	Service Cost	Net Interest Expense	Sub-total included in Profit or Loss	Benefits Paid	Return on Plan Assets (excluding amounts included in Net interest Expense)	Actuarial Changes arising from changes in Demographic Assumptions	Actuarial changes arising from changes in Financial Assumptions	Experience Adjustments	Subtotal included in OCI	Settlement/ Transfer In	Contributions by Employer	As at March 31, 2023
		Cost charged to Statement of Profit and Loss				Re-measurement Gains / (Losses) in OCI							
(A) Gratuity Plan :													
Defined Benefit Obligation	(41.92)	(2.65)	(3.04)	(5.69)	3.59	-	-	-	0.59	0.59	-	-	(43.43)
Fair Value of Plan Assets	27.76	-	2.04	2.04	(3.58)	(1.25)	-	-	-	(1.25)	-	-	24.97
Benefit (Liability)	**(14.16)**			**(3.65)**	**0.01**					**(0.66)**	-	-	**(18.46)**
(B) Post Retirement Medical Benefits Plan:													
Defined Benefit Obligation	(5.18)	(0.20)	(0.38)	(0.58)	0.22	-	-	-	0.21	0.21	-	-	(5.33)
Fair Value of Plan Assets	-	-	-	-	-	-	-	-	-	-	-	-	-
Benefit (Liability)	**(5.18)**			**(0.58)**	**0.22**					**0.21**	-	-	**(5.33)**

The Company expects to contribute Rs. 4.80 Crore (Previous Year : Rs. 4.18 Crore) to gratuity trust in the next financial year.

Provident Fund:

Changes in the defined benefit obligation and fair value of plan assets as at March 31, 2024 and March 31, 2023:

(Rs. in Crore)

Particulars	As at March 31, 2024			As at March 31, 2023		
	Defined Benefit Obligation	Fair Value of Plan Assets	Net Benefit Asset	Defined Benefit Obligation	Fair Value of Plan Assets	Net Benefit Asset
Opening Balance	**(2.05)**	**4.44**	**2.39**	**(1.66)**	**3.77**	**2.11**
Service Cost	(0.02)	-	(0.02)	(0.02)	-	(0.02)
Net Interest Expense	(0.13)	0.53	0.40	(0.12)	0.31	0.19
Benefits Paid	0.09	(0.09)	-	-	-	-
Return on Plan Assets (excluding amounts included in Net Interest Expense)	-	-	-	-	-	-
Actuarial Changes arising from changes in Financial Assumptions	-	-	-	-	-	-
Experience Adjustments	-	-	-	(0.23)	0.32	0.09
Contributions by Plan Participant / Employees	(0.02)	0.02	-	(0.02)	0.02	-
Contributions by Employer	-	0.02	0.02	-	0.02	0.02
Closing Balance	**(2.13)**	**4.92**	**2.79**	**(2.05)**	**4.44**	**2.39**

The principal assumptions used in determining gratuity, and post-employment medical benefit obligations for the Company's plans are shown below:

Particulars	As at March 31, 2024	As at March 31, 2023
	%	%
Discount Rate:		
Gratuity Plan	7.23	7.51
Post Retirement Medical Benefits	7.23	7.51
Future Salary Increase:		
Gratuity Plan	7.50	7.50
Medical Cost Escalation Rate:		
Post Retirement Medical Benefits cost increase	3.00	3.00
Life expectation for:		
Post Retirement Medical Benefits		
Male	17.31	17.31
Female	21.67	21.67

A quantitative sensitivity analysis for significant assumptions as at March 31, 2024 is shown below:

Gratuity Plan:

Particulars	Year Ended March 31, 2024			
Assumption	Discount Rate		Future Salary Increase	
Sensitivity Level	0.50% Increase	0.50% Decrease	0.50% Increase	0.50% Decrease
Impact on Defined Benefit Obligation (Increase) / Decrease (Rs. in Crore)	1.83	(1.97)	(1.93)	1.81

Post Retirement Medical Benefits Plan:

Particulars	Year Ended March 31, 2024			
Assumption	Discount Rate		Medical Cost Escalation Rate	
Sensitivity Level	0.50% Increase	0.50% Decrease	0.50% Increase	0.50% Decrease
Impact on Defined Benefit Obligation (Increase) / Decrease (Rs. in Crore)	0.58	(0.61)	(0.61)	0.58

A quantitative sensitivity analysis for significant assumptions as at March 31, 2023 is shown below:

Gratuity Plan:

Particulars	Year Ended March 31, 2023			
Assumption	**Discount Rate**		**Future Salary Increase**	
Sensitivity Level	0.50% Increase	0.50% Decrease	0.50% Increase	0.50% Decrease
Impact on Defined Benefit Obligation (Increase) / Decrease (Rs. in Crore)	1.64	(1.76)	(1.74)	1.63

Post Retirement Medical Benefits Plan:

Particulars	Year Ended March 31, 2023			
Assumption	**Discount Rate**		**Medical Cost Escalation Rate**	
Sensitivity Level	0.50% Increase	0.50% Decrease	0.50% Increase	0.50% Decrease
Impact on Defined Benefit Obligation (Increase) / Decrease (Rs. in Crore)	0.40	(0.42)	(0.42)	0.40

Sensitivities due to mortality & withdrawals are not material and hence impact of change is not calculated.

Sensitivities as to rate of inflation, rate of increase of pension payment, rate of increase of pensions before retirement & life expectancy are not applicable being a lump sum benefit on retirement.

The sensitivity analysis above have been determined based on a method that extrapolates the impact on defined benefit obligation as a result of reasonable changes in key assumptions occurring at the end of the reporting period.

The weighted average duration of the defined benefit plan obligation at the end of the reporting period is 14.70 years for Gratuity Plan and 14.64 years for Post Retirement Medical Benefits Plan (Previous Year : 14.70 years for Gratuity Plan and 14.70 years for Post Retirement Medical Benefits Plan).

Investment Pattern in Plan Assets:

Particulars	Gratuity	
	Financial Year 2023-24	**Financial Year 2022-23**
Investments with Insurers (%)	100%	100%

Maturity Profile of Defined Benefit Obligation:

(Rs. in Crore)

Particulars	Within the Next 12 Months	Between 2 and 5 Years	Between 5 and 10 Years	Beyond 10 Years
As at March 31, 2024				
Gratuity Fund	4.87	16.25	14.06	13.82
Provident Fund	-	-	-	-
Post Retirement Medical Benefits Plan	0.31	1.76	2.32	3.34
As at March 31, 2023				
Gratuity Fund	3.64	12.93	14.38	12.48
Provident Fund	2.05	-	-	-
Post Retirement Medical Benefits Plan	0.22	1.18	1.49	2.44

Contribution to Defined Contribution Plans :

(Rs. in Crore)

Particulars	Year Ended March 31, 2024	Year Ended March 31, 2023
Provident Fund	6.01	5.43
Pension Fund	1.47	1.49
National Pension System	2.24	2.00
Employers' Contribution to Employees' State Insurance Corporation	-	0.02

31 Subsidies

(a) Nitrogenous Fertilizers are under the Concession Prices for urea under New Urea Policy 2015, New Pricing Scheme – Stage III, New Investment Policy 2012 (amended), Modified New Pricing Scheme - Stage - III and Uniform Freight Policy, which were further adjusted for input price escalation / de- escalation, as estimated on the basis of the prescribed norms in line with known policy parameters.

Contribution from sale of surplus ammonia has been accounted for in accordance with the known policy parameters.

Current year's subsidy income of Urea has been increased / (reduced) by Rs. 31.00 Crore (Previous Year: Rs. (0.21) Crore), pertaining to earlier years, but determined during the year.

(b) Subsidy on Phosphatic and Potassic (P&K) fertilizers has been accounted for as per the concession rates based on Nutrient Based Subsidy Policy and Freight subsidy has been accounted for in line with the policy, notified by the Government of India.

32 Leases

Accounting Policy

Company as a lessee:

Leases are recognised as a Right-of-Use asset and a corresponding liability at the date at which the leased asset is available for use by the Company. Assets and liabilities arising from a lease are initially measured on a present value basis. Lease liabilities include the net present value of the following lease payments:

- Fixed payments (including in-substance fixed payments), less any lease incentives receivable.
- Variable lease payments.
- Amount expected to be payable by the Company under residual value guarantees, if any.
- the exercise price of a purchase option if the Company is reasonably certain to exercise that option, and
- payments of penalties for terminating the lease, if the lease term reflects the Company exercising that option.

Right-of-Use assets are measured at cost comprising the following:

- The amount of initial measurement of lease liability.
- Any lease payment made at or before the commencement date less any lease incentive received.
- Any initial direct cost and restoration cost.

Payments associated with short-term leases of equipment and all leases of low-value assets are recognised on a straight-line basis as an expense in profit or loss. Short-term leases are leases with a lease term of 12 months or less. Low-value assets comprise Information technology / Computer equipment and small items of office furniture.

This note provides information for the leases where the Company is a lessee. The Company leases various offices and lease periods are generally fixed ranging from eleven months to nine years, but may have extension options.

Amounts recognised in the Standalone Statement of Profit and Loss relating to Leases

(Rs. in Crore)

Particulars	For the Year Ended March 31, 2024	For the Year Ended March 31, 2023
Depreciation charge for Right-of-Use Assets	5.04	5.17
Interest Expense (included in Finance Costs)	0.88	0.97
Expense relating to short term leases (included in Other Expenses)	8.76	7.88
Expense relating to leases of low - value assets that are not shown above as short term leases (included in Other Expenses)	-	-
Expense relating to variable lease payments not included in Lease Liabilities	-	-

Amount recognised in the Standalone Statement of Cash Flows

(Rs. in Crore)

Particulars	For the Year Ended March 31, 2024	For the Year Ended March 31, 2023
Total cash outflow for Leases	5.68	5.88

Additions / Net Book Value pertaining to the Right-of-Use Assets are as follows:

Property, Plant and Equipment comprises owned and leased assets that do not meet the definition of investment property.

(Rs. in Crore)

Particulars	Financial Year - 2023-24	Financial Year - 2022-23
Property, Plant and Equipment comprises:		
Right-of-Use Assets - Additions during the year	2.05	14.50
Right-of-Use Assets - Net Book Value	18.61	21.60

Maturity analysis of Lease Liabilities

(Rs. in Crore)

Particulars	As at March 31, 2024	As at March 31, 2023
Payable within one year	5.74	4.67
Payable after one year but not more than five years	15.51	16.50
Payable after more than five years	3.56	1.96
Total undiscounted Lease Liabilities	**24.81**	**23.13**
Non-Current	19.07	18.46
Current	5.74	4.67
Carrying Value	**20.38**	**23.13**
Non-Current	15.42	18.46
Current	4.96	4.67

The Company has discounted lease payments using the applicable incremental borrowing rate of 7.06% per annum (Previous Year: 3.88% per annum) for measuring the Lease Liabilities.

33 Details of dues to Micro and Small Enterprises as per 'The Micro, Small and Medium Enterprise Development Act, 2006' (MSMED) :

(Rs. in Crore)

Particulars	Financial Year 2023-24	Financial Year 2022-23
The principal amount due and remaining unpaid to any supplier as at the end of each accounting year {including payable for capital goods of Rs. 14.19 Crore (Previous Year : Rs. 2.15 Crore)};	31.94	21.18
The interest due on unpaid principal amount remaining as at the end of each accounting year;	-	-
Principal amounts paid to suppliers registered under the MSMED beyond the appointed day during the year;	-	-
The amount of interest paid by the buyer in terms of Section 16 of the MSMED beyond the appointed day during each accounting year.	-	-
Interest paid, other than under Section 16 of MSMED to suppliers registered under the MSMED beyond the appointed day during the year;	-	-
The amount of interest due and payable for the period of delay in making payment (which have been paid but beyond the appointed day during the year) but without adding the interest specified under MSMED;	-	-
The amount of interest accrued and remaining unpaid at the end of each accounting year; and	-	-
The amount of further interest remaining due and payable even in the succeeding years, until such date when the interest dues as above are actually paid to the small enterprise for the purpose of disallowance as a deductive expenditure under Section 23 of the MSMED.	-	-

34 **The disclosures in respect of Corporate Social Responsibility Expenditure are as follows:-**

(Rs. in Crore)

	Particulars	Year Ended March 31, 2024	Year Ended March 31, 2023
(a)	Gross amount required to be spent by the Company during the year	35.16	34.27
(b)	Amount spent during the year on the following in cash :		
	(i) Construction / acquisition of any asset	-	-
	(ii) For purposes other than (i) above	35.25	34.30
	Total (b)	**35.25**	**34.30**

(Rs. in Crore)

	Particulars	Year Ended March 31, 2024	Year Ended March 31, 2023
(i)	Amount required to be spent by the company during the year	35.16	34.27
(ii)	Amount of expenditure incurred	35.25	34.30
(iii)	Shortfall at the end of the year	-	-
(iv)	Total of previous years shortfall	-	-
(v)	Reason for shortfall	-	-
(vi)	Nature of CSR activities : - Education Initiatives including Technical Education - Rural Development Initiatives - Health Care and Sanitation Initiatives - Employability and Empowerment - Environmental Sustainability, Animal Welfare and Soil Health Initiatives - Disaster Management - Promotion of Sports		

35 **Share Based Payments**

Employees Stock Option Scheme

The shareholders of the Company had approved CFCL Employees Stock Option Scheme, 2010 on August 27, 2010 which was amended by the shareholders on September 13, 2013 and the revised CFCL Employees Stock Option Scheme, 2010 (ESOS) was approved by the shareholders on September 15, 2015. As per ESOS, 41,62,000 Stock Options can be issued to Whole time Director/ Managing Director and other specified categories of employees of the Company. The options are to be granted at market price. The market price is taken as the closing price on the day preceding the date of grant of options, on the stock exchange where the trading volume is the highest. Each option, upon vesting, shall entitle the holder to acquire 1 equity share of Rs.10 of the Company.

Details of the scheme are as under:

Particulars	Tranche 1	Tranche 2	Tranche 3	Tranche 4	Tranche 5
Date of Grant	16-Sep-2010	22-Jan-2011	10-May-2011	17-Oct-2011	11-May-2012
Number of Options Granted	28,50,000	3,00,000	2,20,000	1,00,000	2,70,000
Method of Settlement (Cash / Equity)	Equity	Equity	Equity	Equity	Equity
Exercise Period*	8 years from the date of vesting	8 years from the date of vesting	8 years from the date of vesting	8 years from the date of vesting	8 years from the date of vesting
Vesting Conditions	Continued employment and individual performance	Continued employment and individual performance	Continued employment and individual performance	Continued employment and individual performance	Continued employment and individual performance

* In case of death / permanent incapacity / superannuation of the employee, 3 years from the date of death / permanent incapacity/ superannuation or expiry of exercise period, whichever is earlier.

Vesting Schedule :

Vesting Date	All tranches
1 year from the date of grant	15%
2 years from the date of grant	15%
3 years from the date of grant	20%
4 years from the date of grant	25%
5 years from the date of grant	25%

Movement in options is summarized below :

Particulars	Financial Year 2023-24	Financial Year 2022-23
	No. of options	No. of options
Outstanding at the beginning of the year	68,000	3,27,000
Granted during the year	-	-
Forfeited during the year	-	-
Exercised during the year	68,000	2,59,000
Expired during the year	-	-
Outstanding at the end of the year	-	68,000
Exercisable at the end of the year	-	68,000
Weighted average remaining contractual life (in years)	-	0.20
Weighted average Exercise price (in Rs.)	74.76	74.76

The details of Exercise Price of Stock Options Outstanding as at March 31, 2024 are as under:

Tranche	Weighted Average Fair Value of Options (in Rs.)	Range of Exercise Price (in Rs.)	Number of Options Outstanding	Weighted Average remaining Contractual Life of Options (in years)	Weighted Average Exercise Price (in Rs.)
1	31.38	73.50	-	-	73.50
2	32.86	76.85	-	-	76.85
3	38.44	82.90	-	-	82.90
4	45.06	101.10	-	-	101.10
5	34.97	69.40	-	-	69.40

The details of Exercise Price of Stock Options Outstanding as at March 31, 2023 are as under:

Tranche	Weighted Average Fair Value of Options (in Rs.)	Range of Exercise Price (in Rs.)	Number of Options Outstanding	Weighted Average remaining Contractual Life of Options (in years)	Weighted Average Exercise Price (in Rs.)
1	31.38	73.50	49,000	0.13	73.50
2	32.86	76.85	7,000	0.20	76.85
3	38.44	82.90	-	-	82.90
4	45.06	101.10	5,000	0.52	101.10
5	34.97	69.40	7,000	0.83	69.40

Stock Options Granted

The weighted average fair value of stock options granted was Rs. 32.54 per option (Previous Year: Rs. 32.54 per option). The Black Scholes Valuation Model has been used for computing the weighted average fair value considering the following inputs :

As at March 31, 2024:-

Particulars	Tranche 1	Tranche 2	Tranche 3	Tranche 4	Tranche 5
Weighted Average Share Price (Rs.)	73.50	76.85	82.90	101.10	69.40
Exercise Price (Rs.)	73.50	76.85	82.90	101.10	69.40
Expected Volatility	37.12%	37.30%	37.46%	38.09%	37.94%
Life of the Options granted (vesting and exercise period) in years	-	-	-	-	-
Average Risk-Free Interest rate	7.71%	7.72%	7.73%	7.76%	7.79%
Expected Dividend Yield	3.45%	3.45%	3.45%	3.45%	3.45%

As at March 31, 2023:-

Particulars	Tranche 1	Tranche 2	Tranche 3	Tranche 4	Tranche 5
Weighted Average Share Price (Rs.)	73.50	76.85	82.90	101.10	69.40
Exercise Price (Rs.)	73.50	76.85	82.90	101.10	69.40
Expected Volatility	37.12%	37.30%	37.46%	38.09%	37.94%
Life of the Options granted (vesting and exercise period) in years	0.13	0.20	-	0.52	0.83
Average Risk-Free Interest rate	7.71%	7.72%	7.73%	7.76%	7.79%
Expected Dividend Yield	3.45%	3.45%	3.45%	3.45%	3.45%

The expected volatility was determined based on historical volatility data. For calculating volatility, the Company has considered the daily volatility of the stock prices of the Company on National Stock Exchange of India Limited over a period prior to the date of grant, corresponding with the expected life of the options.

In financial year 2010-11, CFCL Employees Welfare Trust ("Trust") was constituted, inter alia, for the purpose of subscribing or acquiring equity shares of the Company from the Company or Secondary market, to hold the shares and to allocate or transfer these shares to eligible employees of the Company from time to time on the terms and conditions specified under the Employees stock option scheme. The Board of Directors at its meeting held on May 08, 2010 had approved grant of financial assistance upto Rs. 30.00 Crore by the Company to Trust in such manner and on such terms as agreed between the trustee(s) of the Trust and Managing Director of the Company for the purpose of subscribing or acquiring shares of the Company. During the current financial year all the outstanding options have been excercised, accordingly Trust is holding Nil equity shares (Previous Year : 68,000 equity shares) of the Company.

36 Income Tax Expense

Accounting Policy

Tax expense or credit comprises of current income tax and deferred tax. Current income-tax expense or credit is measured at the amount expected to be paid to the taxation authorities in accordance with the Income-tax Act, 1961 enacted in India. The tax rates and tax laws used to compute the amount of current income tax are those that are enacted or substantively enacted, at the reporting date. Deferred Income tax is determined using tax rates (and laws) that have been enacted or substantively enacted, at the reporting date and are expected to apply when the related deferred income tax assets are realised, or the deferred income tax liabilities are settled.

Current income tax relating to items recognised outside profit or loss is recognised outside profit or loss (either in OCI or in equity). Current tax items are recognised in correlation to the underlying transaction either in OCI or directly in equity.

Deferred tax is provided using the liability method on temporary differences between the tax bases of assets and liabilities and their carrying amounts for financial reporting purposes at the reporting date.

Deferred tax liabilities are recognised for all taxable temporary differences, except:

- When the deferred tax liability arises from an asset or liability in a transaction that is not a business combination and, at the time of the transaction, affects neither the accounting profit nor taxable profit or loss; and
- In respect of taxable temporary differences associated with investments in subsidiaries and interest in joint venture, when the timing of the reversal of the temporary differences can be controlled and it is probable that the temporary differences will not reverse in the foreseeable future.

Deferred tax assets are recognised for all deductible temporary differences, the carry forward of unused tax credits and any unused tax losses. Deferred tax assets are recognised to the extent that it is probable that taxable profit will be available against which the deductible temporary differences and the carry forward of unused tax credits and unused tax losses can be utilised.

The carrying amount of deferred tax assets is reviewed at each reporting date and reduced to the extent that it is no longer probable that sufficient taxable profit will be available to allow all or part of the deferred tax asset to be utilised. Unrecognised deferred tax assets are re-assessed at each reporting date and are recognised to the extent that it has become probable that future taxable profits will allow the deferred tax asset to be recovered.

Deferred tax assets and liabilities are measured at the tax rates that are expected to apply in the year when the asset is realised or the liability is settled, based on tax rates (and tax laws) that have been enacted or substantively enacted at the reporting date.

Deferred tax relating to items recognised outside profit or loss is recognised outside profit or loss (either in OCI or in equity). Deferred tax items are recognised in correlation to the underlying transaction either in OCI or directly in equity.

Deferred tax assets and deferred tax liabilities are off-set if a legally enforceable right exists to set-off current tax assets against current tax liabilities and the deferred taxes relate to the same taxable entity and the same taxation authority.

Minimum Alternate Tax (MAT) paid in a year is charged to the Statement of Profit and Loss as current tax. The Company recognizes MAT credit available as an asset only to the extent that there is convincing evidence that the Company will pay normal income tax during the specified period, i.e., the period for which MAT credit is allowed to be carried forward. In the year in which the Company recognizes MAT credit as an asset in accordance with the accounting framework and other applicable accounting pronouncements, the said asset is created by way of credit to the Statement of Profit and Loss and shown as “MAT Credit Entitlement” and grouped under Deferred Tax. The Company reviews the “MAT Credit Entitlement” asset at each reporting date and writes down the asset to the extent the Company does not have convincing evidence that it will pay normal tax during the specified period.

The major components of Income Tax Expense are:

Profit or Loss Section

(Rs. in Crore)

Particulars	Year Ended March 31, 2024	Year Ended March 31, 2023
Current Income Tax:		
Current Income Tax Charge	299.17	208.81
Adjustments in respect of Current Income Tax of earlier years	0.00	-
Deferred Tax:		
Relating to origination and reversal of temporary differences	13.58	454.54
Less: Re-assessment of Deferred Tax in accordance with Taxation Laws (Amendment) Act, 2019	-	(83.90)
Less: Minimum Alternate Tax (MAT) Utilised / (Credit) Entitlement	298.40	(196.97)
Income Tax Expense reported in the Standalone Statement of Profit and Loss	**611.15**	**382.48**

Other Comprehensive Income (OCI) Section

Tax related to items recognised in OCI:

(Rs. in Crore)

Particulars	Year Ended March 31, 2024	Year Ended March 31, 2023
Net (Gain) on re-measurement of Defined Benefit Plans	(1.09)	(0.16)
Net Loss on Effective Portion of Exchange Difference re-classified to Profit or Loss on Hedging Instruments - Current Tax	40.10	37.58
Net Loss on Effective Portion of Exchange Difference re-classified to Profit or Loss on Hedging Instruments - Deferred Tax	22.63	19.57
Net (Gain) on Effective Portion of Exchange Difference on Hedging Instruments - Deferred Tax	(12.04)	(91.85)
Income Tax Charge / (Credit) to OCI	**49.60**	**(34.86)**

Reconciliation of Tax Expense and the accounting profit multiplied by India's domestic tax rate:

(Rs. in Crore)

Particulars	Year Ended March 31, 2024	Year Ended March 31, 2023
Accounting Profit Before Income Tax	**1,942.59**	**1,451.79**
At India's Statutory Income Tax rate of 34.944% (Previous Year : 34.944%)	678.82	507.31
Adjustments in respect of Current Income Tax of earlier years	0.00	-
	678.82	**507.31**
Tax effects of amount which are not deductible (taxable) in calculating taxable income-		
Corporate Social Responsibility Expenditure	12.32	11.99
Deduction under section 80M of Income Tax Act, 1961 and difference in tax rate on Dividend Income from specified foreign companies	(47.59)	(32.02)
Realisation of Short Term Capital Loss to reduce the Current Tax Expense	(23.42)	(14.90)
Re-assessment of Deferred Tax in accordance with Taxation Laws (Amendment) Act, 2019	-	(83.90)
Other Non-Deductible Items	(8.98)	(6.00)
At the Effective Income Tax rate of 31.46% (Previous Year : 26.35%)	**611.15**	**382.48**
Income Tax Expense reported in the Standalone Statement of Profit and Loss	611.15	382.48

Deferred Tax

Deferred Tax relates to the following:

(Rs. in Crore)

Particulars	Standalone Balance Sheet		Standalone Statement of Profit and Loss	
	As at March 31, 2024	As at March 31, 2023	Year Ended March 31, 2024	Year Ended March 31, 2023
Deferred Income Tax Liabilities				
Property, Plant and Equipment (including other intangible assets)	1,985.54	2,007.31	(21.77)	(46.38)
Right-of-Use Assets	1.11	1.33	(0.22)	(0.09)
Interest Income from Income tax refund, Value Added Tax refund etc. accrued in the books, to be offered to tax in the year of realisation	1.33	-	1.33	-
Effects of Expenditure allowed under Income Tax Act, 1961 but to be charged in the Statement of Profit and Loss in subsequent year	28.73	0.98	27.75	(0.91)
Total Deferred Income Tax Liabilities	**2,016.71**	**2,009.62**	**7.09**	**(47.38)**
Deferred Income Tax Assets				
Effects of Expenditure debited to Statement of Profit and Loss in the current year/ earlier years but allowable in subsequent year	0.24	1.18	(0.94)	0.86
Allowance for Doubtful Debts and Advances	9.10	8.30	0.80	(14.35)
Fair Value Loss on Financial Instrument measured at Fair Value through Profit or Loss	36.27	37.01	(0.74)	-
Leave Encashment	12.12	10.84	1.28	0.38
Gratuity	6.79	5.28	1.51	1.27
Carry Forward of Losses on account of Deduction under section 35AD of Income Tax Act, 1961	0.35	-	0.35	(431.37)
Deferred Tax on Cash Flow Hedge	40.72	60.06	(19.34)	13.57

(Rs. in Crore)

Particulars	Standalone Balance Sheet		Standalone Statement of Profit and Loss	
	As at March 31, 2024	As at March 31, 2023	Year Ended March 31, 2024	Year Ended March 31, 2023
Re-Measurement (Gain) / Loss on Defined Benefit Plans	2.50	1.41	1.09	0.16
Re-assessment of Deferred Tax in accordance with Taxation Laws (Amendment) Act, 2019	522.12	522.12	-	83.90
MAT Credit (Utilised) / Entitlement	360.72	659.12	(298.40)	196.97
Deferred Tax Income			**(321.48)**	**(101.23)**
Total Deferred Income Tax Assets	**990.93**	**1,305.32**		
Net Deferred Tax Liabilities / (Assets)	**1,025.78**	**704.30**		

Reconciliation of Deferred Tax Liabilities / Assets (Net):

(Rs. in Crore)

Particulars	As at March 31, 2024	As at March 31, 2023
Opening Balance	704.30	603.07
Tax Expense during the year recognised in Standalone Statement of Profit and Loss	13.58	454.54
Tax Expense / (Income) during the year recognised in OCI	9.50	(72.44)
Tax (Income) on Re-assessment of Deferred Tax in accordance with Taxation Laws (Amendment) Act, 2019	-	(83.90)
MAT Utilised / (Credit) Entitlement	298.40	(196.97)
Closing Balance	**1,025.78**	**704.30**

The Company has long term / short term capital losses, to the tune of Rs. 15.54 Crore (Previous Year: Rs. 104.86 Crore) that are available for offsetting for one to four years against future taxable profits (long term / short term) of the Company. Deferred tax assets have not been recognised in respect of above losses in the financial year 2023-24 as there are no other tax planning opportunities or other evidence of recoverability in the near future.

Non-Current Tax Assets of Rs. 138.64 Crore (net of provisions Rs. 585.67 Crore) [Previous Year : Rs. 131.86 Crore (net of provisions Rs. 587.64 Crore)]

37 Fair Values

The management assessed that fair value of financial assets and liabilities approximates their carrying amount.

The fair value of the financial assets and liabilities is included at the amount at which the instrument could be exchanged in a current transaction between willing parties, other than in a forced or liquidation sale.

The following methods and assumptions were used to estimate the fair values:

(i) Derivative financial instruments - The fair value of foreign exchange forward contracts is determined using the foreign exchange spot and forward rates at the balance sheet date. The derivatives are entered into with the banks / counterparties with investment grade credit ratings.

(ii) Long term Security Deposits / Employee loans - The fair value of security deposits / employee loans approximates the carrying value and hence, the valuation technique and inputs have not been given.

(iii) Floating Rate Borrowings / Lease Liabilities - The fair values of the Company's interest bearing borrowings are determined by using discounted cash flow method using discount rate that reflects the issuer's borrowing rate as at the end of the reporting period. The own non-performance risk as at March 31, 2024 was assessed to be insignificant.

(iv) The carrying amount of bank deposits, trade receivables, cash and cash equivalents, investment at amortised cost, other current financial assets, trade payables, fixed rate borrowings and other current financial liabilities are considered to be the same as their fair values, due to their short term nature.

(v) The fair value of investments carried at fair value through profit and loss is determined using Income Approach, Market Approach and Net Assets Value Method. Determining whether the investments in subsidiaries are impaired requires an estimate of the value in use of investments. In considering the value in use, the management anticipates the future growth rates, discount rates and other factors of the underlying businesses.

38 **Fair Value Measurements**

Accounting Policy

Derivative Financial Instruments

Initial Recognition and Subsequent Measurement

Derivatives are initially recognised at fair value on the date of derivative contract and are subsequently re-measured at fair value at the end of each reporting period. The resulting gains / losses are recognised in the Statement of Profit and Loss immediately unless the derivative is designated and effective as a hedging instrument, in which event the timing of recognition in profit or loss / inclusion in the initial cost of non-financial asset depends on the nature of the hedging relationship and the nature of the hedged item. The Company complies with the principles of hedge accounting where derivative contracts are designated as hedge instruments. At the inception of the hedge relationship, the Company documents the economic relationship between the hedging instrument and the hedged item including whether the changes in the cash flows of the hedging instrument are expected to offset changes in the cash flows of hedged items, along with the risk management objectives and its strategy for undertaking hedge transaction.

The Company has designated certain derivatives as hedge of foreign exchange risk associated with the cash flows of highly probable forecast transactions with borrowings.

Financial Instruments

A financial instrument is any contract that gives rise to a financial asset of one entity and a financial liability or equity instrument of another entity.

(a) Financial assets

Initial Recognition and Measurement

All financial assets are recognised initially at fair value plus, in the case of financial assets not recorded at fair value through profit or loss, transaction costs that are attributable to the acquisition of the financial asset. Transaction costs of financial assets carried at fair value through profit or loss are expensed in profit or loss. Purchases or sales of financial assets that require delivery of assets within a time frame established by regulation or convention in the market place (regular way trades) are recognised on the trade date, i.e., the date that the Company commits to purchase or sell the asset.

Subsequent Measurement

Debt Instruments

Subsequent measurement of debt instruments depends on the Company's business model for managing the asset and the cash flow characteristics of the asset. For the purposes of subsequent measurement, debt instruments are classified in the following three categories:

- Debt instruments at amortised cost.
- Debt instruments at fair value through other comprehensive income (FVTOCI); and
- Debt instruments at fair value through profit or loss (FVTPL).

Debt Instruments at amortised cost

A debt instrument' is measured at the amortised cost if both the following conditions are met:

a) The asset is held within a business model whose objective is to hold assets for collecting contractual cash flows; and

b) Contractual terms of the asset give rise on specified dates to cash flows that are solely payments of principal and interest (SPPI) on the principal amount outstanding.

After initial measurement, such financial assets are subsequently measured at amortised cost using the effective interest rate (EIR) method. Amortised cost is calculated by taking into account any discount or premium on acquisition and fees or costs that are an integral part of the EIR. The EIR amortisation is included in finance income in the profit or loss. The losses arising from impairment are recognised in the profit or loss.

Debt Instruments at FVTOCI

A debt instrument' is classified as at the FVTOCI if both of the following criteria are met:

a) The objective of the business model is achieved both by collecting contractual cash flows and selling the financial assets, and

b) The asset's contractual cash flows represent SPPI.

Debt instruments included within the FVTOCI category are measured initially as well as at each reporting date at fair value. Fair value movements are recognized in the OCI. However, the Company recognizes interest income, impairment losses & reversals and foreign exchange gain or loss in the Statement of Profit and Loss. On derecognition of the asset, cumulative gain or loss previously recognised in OCI is reclassified from the equity to the Statement of Profit and Loss. Interest earned while holding FVTOCI debt instrument is reported as interest income using the EIR method.

Debt Instruments at FVTPL

FVTPL is a residual category for debt instruments. Any debt instrument, which does not meet the criteria for categorisation as at amortised cost or as FVTOCI, is classified as at FVTPL. In addition, the Company may elect to designate a debt instrument, which otherwise meets amortized cost or FVTOCI criteria, as at FVTPL. However, such election is allowed only if doing so reduces or eliminates a measurement or recognition inconsistency (referred to as 'accounting mismatch'). Debt instruments included within the FVTPL category are measured at fair value with all changes recognized in the Statement of Profit and Loss.

Equity Instruments

For the purposes of subsequent measurement, equity instruments are classified in two categories:

- Equity instruments measured at fair value through profit or loss (FVTPL); and

- Equity instruments measured at fair value through other comprehensive income (FVTOCI)

All equity investments are measured at fair value. The Company may make an irrevocable election to present subsequent changes in the fair value in OCI. The Company makes such election on an instrument-by-instrument basis. The classification is made on initial recognition and is irrevocable. Equity instruments included within the FVTPL category are measured at fair value with all changes recognized in the Statement of Profit and Loss.

If the Company decides to classify an equity instrument as at FVTOCI, then all fair value changes on the instrument, excluding dividends, are recognized in the OCI. There is no recycling of the amounts from OCI to Statement of Profit and Loss, on derecognition, including sale of investment. However, the Company may transfer the cumulative gain or loss within equity.

Investment in Subsidiaries and Joint Venture

Investment in subsidiaries and joint venture is carried at deemed cost in the separate financial statements, except in case of investment in preference shares (debt instrument) of a subsidiary company which is carried in accordance with Ind AS 109 'Financial Instruments'.

Derecognition

A financial asset (or, where applicable, a part of a financial asset or part of a group of similar financial assets) is primarily derecognised when:

- The rights to receive cash flows from the asset have expired; or

- The Company has transferred its rights to receive cash flows from the asset or has assumed an obligation to pay the received cash flows in full without material delay to a third party under a 'pass-through' arrangement; and either (i) the Company has transferred substantially all the risks and rewards of the asset, or (ii) the Company has neither transferred nor retained substantially all the risks and rewards of the asset, but has transferred control of the asset.

Impairment of Financial Assets

The Company assesses on a forward-looking basis the expected credit losses associated with its assets carried at amortised cost and FVTOCI debt instruments. The impairment methodology applied depends on whether there has been a significant increase in credit risk since initial recognition. Assessment of such credit risk is being made on case-to-case basis based on available information.

For trade receivables only, the Company applies the simplified approach permitted by Ind AS 109 'Financial Instruments', which requires expected lifetime losses to be recognised from initial recognition of the receivables.

The allowance for doubtful debts/ advances or impairment of assets is made on case-to-case basis by considering relevant available information.

(b) Financial Liabilities

Initial recognition and measurement

Financial liabilities are classified, at initial recognition, as financial liabilities at fair value through profit or loss, as loans and borrowings, as payables, or as derivatives. All financial liabilities are recognised initially at fair value and in the case of loans and borrowings and payables, net of directly attributable transaction costs. The Company's financial liabilities include trade and other payables, loans and borrowings including derivative financial instruments.

Subsequent Measurement

The measurement of financial liabilities depends on their classification, as described below:

Financial Liabilities at Fair Value through Profit or Loss

Financial liabilities at fair value through profit or loss (FVTPL) include financial liabilities held for trading and financial liabilities designated upon initial recognition as at FVTPL. Financial liabilities are classified as held for trading if they are incurred for the purpose of repurchasing in the near term. This category also includes derivative financial instruments entered by the Company that are not designated as hedging instruments in hedge relationships as defined by Ind AS 109 'Financial instruments. Gains or losses on liabilities held for trading are recognised in the profit or loss.

Loans and Borrowings

Borrowings are initially recognised at fair value, net of transaction costs incurred. Borrowings are subsequently measured at amortised cost. Any difference between the proceeds (net of transaction costs) and the redemption / repayment amount is recognised in profit or loss over the period of the borrowings using the effective interest method. Fees paid on the establishment of loan facilities are recognised as transaction costs of the loan to the extent that it is probable that some or all the facility will be drawn down. In this case, the fee is deferred until the draw down occurs. To the extent there is no evidence that it is probable that some or all the facility will be drawn down, the fee is capitalised as a prepayment for liquidity services and amortised over the period of the facility to which it relates.

Derecognition

A financial liability is derecognised when the obligation under the liability is discharged or cancelled or expires. When an existing financial liability is replaced by another financial liability on substantially different terms, or the terms of an existing liability are substantially modified, such an exchange or modification is treated as de-recognition of the original liability and the recognition of a new liability. The difference in the respective carrying amounts is recognised in the Statement of Profit and Loss.

Offsetting of Financial Instruments

Financial assets and financial liabilities are offset, and the net amount is reported in the balance sheet if there is a currently enforceable legal right to offset the recognised amounts and there is an intention to settle on a net basis, to realise the assets and settle the liabilities simultaneously.

(i) Financial Instruments by Category

(Rs. in Crore)

Particulars	As at March 31, 2024			As at March 31, 2023		
	FVTPL	FVTOCI	Amortised Cost	FVTPL	FVTOCI	Amortised Cost
Financial Assets						
Investments:						
- Preference Shares	13.44	-	-	13.44	-	-
- Equity Shares	0.02	-	-	0.02	-	-
- Mutual Funds	1,932.19	-	-	1,837.30	-	-
- Government Securities	-	-	0.00	-	-	0.00
Loan to Employees	-	-	0.13	-	-	0.21
Security Deposits	-	-	4.47	-	-	4.62
Trade Receivables	-	-	191.56	-	-	1,760.48
Cash and Cash Equivalents	-	-	100.79	-	-	27.74
Bank Balances other than Cash and cash equivalents	-	-	19.28	-	-	18.90
Other Current Financial Assets	-	-	110.88	-	-	112.61
Total Financial Assets	**1,945.65**	**-**	**427.11**	**1,850.76**	**-**	**1,924.56**
Financial Liabilities						
Borrowings - Floating Rate	-	-	1,773.21	-	-	2,608.48
Borrowings - Fixed Rate	-	-	-	-	-	647.64
Lease Liabilities	-	-	20.38	-	-	23.13
Trade Payables	-	-	793.47	-	-	1,210.95
Derivative Financial Liabilities	0.43	-	-	9.43	-	-
Other Current Financial Liabilities	-	-	405.84	-	-	320.75
Total Financial Liabilities	**0.43**	**-**	**2,992.90**	**9.43**	**-**	**4,810.95**

(ii) Fair Value Hierarchy

Accounting Policy

The Company measures financial instruments, such as, derivatives at fair value at each reporting date

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The fair value measurement is based on the presumption that the transaction to sell the asset or transfer the liability takes place either:

- In the principal market for the asset or liability, or

- In the absence of a principal market, in the most advantageous market for the asset or liability

The principal or the most advantageous market must be accessible by the Company.

The fair value of an asset or a liability is measured using the assumptions that market participants would use when pricing the asset or liability and assuming that market participants act in their economic best interest.

A fair value measurement of a non-financial asset takes into account a market participant's ability to generate economic benefits by using the asset in its highest and best use or by selling it to another market participant that would use the asset in its highest and best use.

The Company uses valuation techniques that are appropriate in the circumstances and for which sufficient data are available to measure fair value, maximising the use of relevant observable inputs and minimising the use of unobservable inputs.

All assets and liabilities for which fair value is measured or disclosed in the financial statements are categorised within the fair value hierarchy, described as follows, based on the lowest level input that is significant to the fair value measurement as a whole:

- Level 1 - Quoted (unadjusted) market prices in active markets for identical assets or liabilities.
- Level 2 - Valuation techniques for which the lowest level input that is significant to the fair value measurement is directly or indirectly observable.
- Level 3 - Valuation techniques for which the lowest level input that is significant to the fair value measurement is unobservable.

For assets and liabilities that are recognised in the financial statements on a recurring basis, the Company determines whether transfers have occurred between levels in the hierarchy by re-assessing categorisation (based on the lowest level input that is significant to the fair value measurement as a whole) at the end of each reporting period.

The Company's management determines the policies and procedures for both recurring fair value measurement, such as derivative instruments and unquoted financial assets measured at fair value, and for non-recurring fair value measurement, such as assets held for disposal in discontinued operations.

External valuers are involved for valuation of significant assets, such as properties and unquoted financial assets, and significant liabilities, such as contingent consideration, if any.

At each reporting date, the management analyses the movements in the values of assets and liabilities which are required to be re-measured or re-assessed as per the Company's accounting policies. For this analysis, the management verifies the major inputs applied in the latest valuation by comparing the information in the valuation computation to contracts and other relevant documents.

The management, in conjunction with the Company's external valuers and / or with available information, also compares the change in the fair value of each asset and liability with relevant available external sources to determine whether the change is reasonable.

For the purpose of fair value disclosures, the Company has determined classes of assets and liabilities on the basis of the nature, characteristics and risks of the asset or liability and the level of the fair value hierarchy as explained above.

This note summarises accounting policy for fair value. Other fair value related disclosures are given in the relevant notes.

The following table provides the Fair Value Measurement hierarchy of the Company's Assets and Liabilities.

Quantitative Disclosures and Fair Value Measurement Hierarchy for Assets as at March 31, 2024:

(Rs. in Crore)

Particulars	Date of Valuation	Total	Fair Value Measurement using		
			Prices in Active Markets (Quoted for Equity Securities and NAV for Investment in Mutual Funds)	Significant observable Inputs	Significant unobservable Inputs
			(Level 1)	(Level 2)	(Level 3)
Assets measured at Fair Value					
Investment in Preference Shares	31.03.2024	13.44	-	-	13.44
Investment in Equity Shares	31.03.2024	0.02	-	-	0.02
Investment in Mutual Funds	31.03.2024	1,932.19	1,932.19	-	-
Assets for which Fair Values are disclosed					
Employee Loans	31.03.2024	0.10	-	0.10	-
Security Deposits	31.03.2024	3.87	-	3.87	-

There have been no transfers between level 1, level 2 and level 3 fair value hierarchy during the period.

Quantitative Disclosures and Fair Value Measurement Hierarchy for Liabilities as at March 31, 2024:

(Rs. in Crore)

Particulars	Date of Valuation	Total	Fair Value Measurement using		
			Prices in Active Markets	Significant observable Inputs	Significant unobservable Inputs
			(Level 1)	(Level 2)	(Level 3)
Liabilities measured at Fair Value					
Derivative Financial Liabilities	31.03.2024	0.43	-	0.43	-
Liabilities for which Fair Values are disclosed					
Borrowings - Floating Rate	31.03.2024	1,773.21	-	1,773.21	-
Lease Liabilities	31.03.2024	20.38	-	20.38	-

There have been no transfers between level 1, level 2 and level 3 fair value hierarchy during the period.

Quantitative Disclosures and Fair Value measurement Hierarchy for Assets as at March 31, 2023:

(Rs. in Crore)

Particulars	Date of Valuation	Total	Fair Value Measurement using		
			Prices in Active Markets (Quoted for Equity Securities and NAV for Investment in Mutual Funds)	Significant observable Inputs	Significant unobservable Inputs
			(Level 1)	(Level 2)	(Level 3)
Assets measured at Fair Value					
Investment in Preference Shares	31.03.2023	13.44	-	-	13.44
Investment in Equity Shares	31.03.2023	0.02	-	-	0.02
Investment in Mutual Funds	31.03.2023	1,837.30	1,837.30	-	-
Assets for which Fair Values are disclosed					
Employee Loans	31.03.2023	0.16	-	0.16	-
Security Deposits	31.03.2023	3.69	-	3.69	-

There have been no transfers between level 1, level 2 and level 3 fair value hierarchy during the period.

Quantitative Disclosures and Fair Value Measurement hierarchy for Liabilities as at March 31, 2023:

(Rs. in Crore)

Particulars	Date of Valuation	Total	Fair Value Measurement using		
			Prices in Active Markets	Significant observable Inputs	Significant unobservable Inputs
			(Level 1)	(Level 2)	(Level 3)
Liabilities measured at Fair Value					
Derivative Financial Liabilities	31.03.2023	9.43	-	9.43	-
Liabilities for which Fair Values are disclosed					
Borrowings - Floating Rate	31.03.2023	2,608.48	-	2,608.48	-
Lease Liabilities	31.03.2023	23.13	-	23.13	-

There have been no transfers between level 1, level 2 and level 3 fair value hierarchy during the period.

Fair value measurements using significant unobservable inputs (Level 3)

The following table presents the changes in level 3 items:

(Rs. in Crore)

Particulars	Investment in Preference Shares	Investment in Equity Shares
As at April 01, 2022	13.44	0.02
-Additions	-	-
-Deletions	-	-
-Fair Value Loss on Financial Instrument measured at Fair Value through Profit or Loss	-	-
As at March 31, 2023	**13.44**	**0.02**
- Additions	-	-
- Deletions	-	-
- Fair Value Loss on Financial Instrument measured at Fair Value through Profit or Loss	-	-
As at March 31, 2024	**13.44**	**0.02**

The significant unobservable inputs used in the fair value measurement categorised within Level 3 of the fair value hierarchy together with a quantitative sensitivity analysis are shown as below:

Particulars	Valuation techniques	Significant unobservable inputs	Range (Net assets value) (Rs. in Crore)	Sensitivity of the inputs to fair value
As at March 31, 2024				
Investment in Preference Shares	Net Assets value method	Net Assets Value	13.44	Increase / (Decrease) in net assets value by 5% would result in Increase / (Decrease) in fair value by Rs.0.67 Crore and (Rs.0.67 Crore) respectively.
Investment in Equity Shares	Net Assets value method	Net Assets Value	0.02	Increase / (Decrease) in net assets value by 5% would result in Increase / (Decrease) in fair value by Rs.0.00 Crore and (Rs.0.00 Crore) respectively.
As at March 31, 2023				
Investment in Preference Shares	Net Assets value method	Net Assets Value	13.44	Increase / (Decrease) in net assets value by 5% would result in Increase / (Decrease) in fair value by Rs.0.67 Crore and (Rs.0.67 Crore) respectively.
Investment in Equity Shares	Net Assets value method	Net Assets Value	0.02	Increase / (Decrease) in net assets value by 5% would result in Increase / (Decrease) in fair value by Rs.0.00 Crore and (Rs.0.00 Crore) respectively.

39 Financial Risk Management Objectives and Policies

The Company's principal financial liabilities, other than derivatives, comprises of borrowings, trade payables and other financial liabilities. The main purpose of these financial liabilities is to finance the Company's operations. The Company's principal financial assets include trade and other receivables and cash and cash equivalents which are derived directly from its operations. The Company also holds investments.

The Company is exposed to market risk, credit risk and liquidity risk. The Company's senior management oversees the management of these risks. The management of these risks is carried out by the finance department under the approved policies of the Company. The finance department identifies, evaluates and hedges financial risks in close co-operation with the Company's operating units. The management reviews overall risks periodically.

(i) Market Risk

Market risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of changes in market prices. Market risk comprises three types of risk: interest rate risk, currency risk and other price risk, such as commodity risk. Financial instruments affected by market risk include borrowings, investments, other receivables, other payables and derivative financial instruments. The sensitivity analysis in the following sections relate to the position as at March 31, 2024 and March 31, 2023.

The sensitivity analysis have been prepared on the basis that the amount of net debt, the ratio of fixed to floating interest rates of the debt and derivatives and the proportion of financial instruments in foreign currencies are all constant.

The following assumptions have been made in calculating the sensitivity analysis:

-The sensitivity of the relevant profit or loss item is the effect of the assumed changes in respective market risks. This is based on the financial assets and financial liabilities held as at March 31, 2024 and March 31, 2023.

a) Interest Rate Risk

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. As and when deemed appropriate, the Company enters into Interest rate swap contracts for converting floating rate into fixed rate.

Interest Rate Sensitivity

The following table demonstrates the sensitivity to a reasonably possible change in interest rates on the portion of loans and borrowings affected. With all other variables held constant, the Company's profit before tax is affected through the impact on floating rate borrowings, as follows:

(Rs. in Crore)

Particulars	Increase+/ Decrease-in basis points	Increase/ (Decrease) in Profit before Tax
March 31, 2024		
USD Borrowings	+50	(11.75)
USD Borrowings	-50	11.75
March 31, 2023		
USD Borrowings	+50	(15.87)
USD Borrowings	-50	15.87

The assumed movement in basis points for the interest rate sensitivity analysis is based on the currently observable market environment.

b) Foreign Currency Risk

Foreign currency risk is the risk that the fair value or future cash flows of an exposure will fluctuate because of changes in foreign exchange rates. The foreign exchange risk of the Company arises mainly out of import of fertilisers and foreign currency borrowings.

The major part of the long term borrowings of the Company comprises of External Commercial Borrowings / Foreign Currency Term Loans availed in US Dollars for financing of Gadepan-III plant of the Company. The repayment of these loans has started from financial year 2019-20. The revenue of the Company from Gadepan-III Plant is linked to US Dollars in terms of New Investment policy 2012. Accordingly, the Company has natural cover against fluctuation of foreign exchange rates and did not enter into transactions to hedge foreign exchange risk in respect of aforesaid foreign currency borrowings.

In order to mitigate the foreign exchange risk in respect of imported fertilisers, the Company continuously monitors its foreign exchange exposure and hedges its foreign exchange risk in this regard, to the extent considered necessary, through forward contracts and option structures.

Foreign Currency Sensitivity

The company exposure to foreign currency risk at the end of the reporting period expressed in Rupees are as follows.

As at March 31, 2024

(Rs. in Crore)

Currency	Assets		Liabilities				Net Exposure to Foreign Currency
	Receivable from Joint Venture	Other Receivables	Trade Payables and Other Financial Liabilities	Borrowings	Derivative Financial Liabilities	Interest accrued but not due on Borrowings	
USD	0.08	10.52	136.13	1,781.90	0.06	1.39	(1,908.88)
EURO	-	-	1.70	-	0.35	-	(2.05)
JPY	-	-	6.21	-	0.02	-	(6.23)
GBP	-	-	-	-	-	-	-

As at March 31, 2023

(Rs. in Crore)

Currency	Assets		Liabilities				Net Exposure to Foreign Currency
	Receivable from Joint Venture	Other Receivables	Trade Payables and Other Financial Liabilities	Borrowings	Derivative Financial Liabilities	Interest accrued but not due on Borrowings	
USD	0.20	13.45	444.72	3,270.37	9.43	4.33	(3,715.20)
EURO	-	-	1.74	-	-	-	(1.74)
JPY	-	-	2.26	-	-	-	(2.26)
GBP	-	-	0.10	-	-	-	(0.10)

The following tables demonstrate the sensitivity to a reasonably possible change in exchange rates of various currencies with Rupees, with all other variables held constant. The impact on the Company's profit before tax is due to changes in the fair value of monetary assets and liabilities including non-designated foreign currency derivatives.

(Rs. in Crore)

Particulars	Increase/ (Decrease) in Profit Before Tax For the Year Ended March 31, 2024	Increase/ (Decrease) in Profit Before Tax For the Year Ended March 31, 2023	Increase/ (Decrease) in Other Comprehensive Income For the Year Ended March 31, 2024	Increase/ (Decrease) in Other Comprehensive Income For the Year Ended March 31, 2023
USD Sensitivity				
USD increase by 5%	(6.35)	(53.68)	(89.09)	(131.14)
USD decrease by 5%	6.35	53.68	89.09	131.14
EURO Sensitivity				
EURO increase by 5%	(0.10)	(0.09)	-	-
EURO decrease by 5%	0.10	0.09	-	-
JPY Sensitivity				
JPY increase by 5%	(0.31)	(0.11)	-	-
JPY decrease by 5%	0.31	0.11	-	-
GBP Sensitivity				
GBP increase by 5%	-	(0.01)	-	-
GBP decrease by 5%	-	0.01	-	-

Disclosure of effects of hedge accounting on Financial Position and Financial Performance:

Accounting Policy - Cash Flow Hedges

The effective portion of changes in the fair value of derivatives that are designated and qualify as cash flow hedges is recognised in the other comprehensive income and accumulated as 'Cash Flow Hedging Reserve'. The gains / losses relating to the ineffective portion are recognised in the Statement of Profit and Loss.

Amounts previously recognised and accumulated in Other Comprehensive Income are re-classified to profit or loss when the hedged item affects the Statement of Profit and Loss. However, when the hedged item results in the recognition of a non-financial asset, such gains / losses are transferred from equity (but not as re-classification adjustment) and included in the initial measurement cost of the non-financial asset.

Hedge accounting is discontinued when the hedging instrument expires or is sold, terminated, or exercised, or when it no longer qualifies for hedge accounting. Any gains / losses recognised in Other Comprehensive Income and accumulated in equity at that time remains in equity and is re-classified when the underlying transaction is ultimately recognised. When an underlying transaction is no longer expected to occur, the gains / losses accumulated in equity are recognised immediately in the Statement of Profit and Loss.

Impact of Hedging Activities

(a) **Financial Position**

As at March 31, 2024

(Rs. in Crore)

Type of Hedge & Risks	Nominal Value		Carrying amount of Hedging Instrument		Maturity Date	Hedge Ratio*	Weighted Average Strike Price/Rate	Changes in Fair value of Hedging Instrument	Change in the value of Hedged Item used as the basis for recognising Hedge Effectiveness
	Assets	Liabilities	Assets	Liabilities					
Cash Flow Hedge									
Foreign Exchange Risk:									
Borrowings	-	1,773.21	-	1,773.21	30.09.2027	1:1	USD 1 : Rs. 66.27	893.48	(893.48)

As at March 31, 2023

(Rs. in Crore)

Type of Hedge & Risks	Nominal Value		Carrying amount of Hedging Instrument		Maturity Date	Hedge Ratio*	Weighted Average Strike Price/Rate	Changes in Fair value of Hedging Instrument	Change in the value of Hedged Item used as the basis for recognising Hedge Effectiveness
	Assets	Liabilities	Assets	Liabilities					
Cash Flow Hedge									
Foreign Exchange Risk:									
Borrowings	-	2,608.48	-	2,608.48	30.09.2027	1:1	USD 1 : Rs. 66.27	859.00	(859.00)

* The entire amount of Borrowings taken for Gadepan-III Plant has been designated as hedging instrument against highly probable forecasted revenue being hedged item from Gadepan-III Plant, therefore the hedge ratio is 1:1.

(b) **Financial Performance**

(Rs. in Crore)

For the Year Ended March 31, 2024				
Type of Hedge	**Change in the value of the Hedging Instrument recognised in Other Comprehensive Income**	**Hedge ineffectiveness recognised in Profit or Loss**	**Amount re-classified from Cash Flow Hedging Reserve to Profit or Loss**	**Line item affected in Statement of Profit and Loss because of the re-classification**
Cash Flow Hedge				
Foreign Exchange Risk	(34.48)	-	179.53	Revenue from Operations

(Rs. in Crore)

For the Year Ended March 31, 2023				
Type of Hedge	**Change in the value of the Hedging Instrument recognised in Other Comprehensive Income**	**Hedge ineffectiveness recognised in Profit or Loss**	**Amount re-classified from Cash Flow Hedging Reserve to Profit or Loss**	**Line item affected in Statement of Profit and Loss because of the re-classification**
Cash Flow Hedge				
Foreign Exchange Risk	(262.86)	-	163.57	Revenue from Operations

Movements in Cash Flow Hedging Reserve

(Rs. in Crore)

Risk Category	Foreign Currency Risk	
	Financial Year 2023-24	Financial Year 2022-23
Derivative Instruments		
Cash Flow Hedging Reserve		
Opening at the beginning of the Year	**(318.40)**	**(253.81)**
Add: Changes in Borrowings	(34.48)	(262.86)
Add: Amounts re-classified to Profit or Loss	179.53	163.57
Less: Current Tax relating to above	40.10	37.59
Less: Deferred Tax relating to above	10.59	(72.29)
Closing at the end of the Year	**(224.04)**	**(318.40)**

c) **Commodity Price Risk**

Commodity price risk of the Company arises from the ongoing purchase of natural gas and imported fertilisers required for its operating activities.

(i) Natural gas is the major raw material for manufacture of Urea. The prices of Natural Gas are mostly linked to international crude oil prices which varies with the fluctuation in the prices of crude oil, demand supply pattern etc. The part of the natural gas quantity required by the Company has also been purchased at fixed price. The cost of natural gas is considered appropriately in line with the subsidy policies of Government of India for manufacture of Urea. As per the guidelines for pooling of gas in fertilizer (Urea) sector issued by the Government of India, the natural gas is available to the Urea manufacturer at uniform price. The Company did not enter into any transaction for hedging the fluctuations in the prices of natural gas.

(ii) The Company deals in imported fertilisers (i.e. DAP, MOP and NPK), which are imported by the Company and sold in the domestic market. The prices of imported fertilisers may fluctuate due to demand-supply scenario, outage of plants, fluctuation in prices of raw materials etc.

The Company takes following steps to mitigate the risk pertaining to fluctuation in prices:

(a) Dynamic sourcing strategy and review of demand and supply on regular basis;

(b) No long term commitments; and

(c) Constant review of market condition including costing of competitors.

The Company did not enter into any transactions to hedge the risk pertaining to fluctuation in prices.

(ii) Credit Risk

Credit risk is the risk that counterparty will not meet its obligations under a financial instrument or customer contract, leading to a financial loss. The Company is exposed to credit risk from its operating activities (primarily trade receivables) including deposits with banks and financial institutions, foreign exchange transactions and other financial instruments.

a) **Trade Receivables**

The Company's receivables can be classified into two categories, one is from the customers/ dealers in the market and second one is from the Government of India in the form of subsidy. As far as Government portion of receivables are concerned, credit risk is low. In respect of market receivables from the customers/ dealers, the Company extends credit to customers in normal course of business. The Company considers factors such as credit track record in the market and past dealings for extension of credit to customers. The Company monitors the payment track record of the customers and outstanding customer receivables are regularly monitored. The Company evaluates the concentration of risk with respect to trade receivables as low, as its customers are located in several states and operate in largely independent markets. The Company has also taken security deposits from its customers, which mitigate the credit risk to some extent.

For trade receivables only, the Company applies the simplified approach permitted by Ind AS 109 'Financial Instruments', which requires expected lifetime losses to be recognised from initial recognition of the receivables.

The provision for doubtful debts or provision for impairment of trade receivables is made on case to case basis, based on the information available, past history and other relevant available information. The Company also makes general provision for credit loss based on its past experience of provision / write off.

Assessment of credit risk is being made on case to case basis based on available information and if credit risk has increased from initial recognition.

As at March 31, 2024

(Rs. in Crore)

S No.	Particulars	Less than 1 Year	More than 1 Year	Total
(i)	Gross carrying amount - Trade Receivables	187.02	23.55	210.57
(ii)	Expected credit losses - Trade Receivables	-	19.01	19.01
(iii)	Carrying amount of Trade Receivables (net of impairment)	**187.02**	**4.54**	**191.56**

As at March 31, 2023

(Rs. in Crore)

S No.	Particulars	Less than 1 Year	More than 1 Year	Total
(i)	Gross carrying amount - Trade Receivables	1,757.52	19.54	1,777.06
(ii)	Expected credit losses - Trade Receivables	-	16.58	16.58
(iii)	Carrying amount of Trade Receivables (net of impairment)	**1,757.52**	**2.96**	**1,760.48**

b) Financial Instruments and Cash Deposits

Credit risk from balances with banks and financial institutions is managed by the Company's finance department. Credit risk arising from investment in mutual funds, bonds, derivative financial instruments and other balances with banks is limited and there is no collateral held against these because the counterparties are banks and recognised institutions with good credit ratings assigned by the credit rating agencies.

Refer below table for Reconcilation of loss allowances.

(Rs. in Crore)

Particulars	Trade Receivables	Other Current Assets
Allowance as at April 01, 2022	16.69	46.71
Allowance made during the financial year 2022-23	0.14	-
Allowance written off / (written back) during the financial year 2022-23	(0.25)	(40.94)
Allowance as at March 31, 2023	**16.58**	**5.77**
Allowance made during the financial year 2023-24	2.60	-
Allowance written off / (written back) during the financial year 2023-24	(0.17)	(0.14)
Allowance as at March 31, 2024	**19.01**	**5.63**

(iii) Liquidity Risk

The Company's objective is to maintain optimum levels of liquidity to meet its cash and collateral requirements at all times. The Company relies on a mix of borrowings and excess operating cash flows to meet its needs for funds. The current committed lines of credit are sufficient to meet its short to medium/ long term funding requirements. The Company monitors rolling forecasts of its liquidity requirements to ensure it has sufficient cash to meet operational needs while maintaining sufficient headroom in its undrawn committed borrowing facilities at all times so that the Company does not breach borrowing limits or covenants (where applicable) on any of its borrowing facilities.

The table below summarises the maturity profile of the Company's financial liabilities based on contractual undiscounted payments.

(Rs. in Crore)

Particulars	Less than 1 year	1-2 years	2-3 years	3-5 years	> 5 years	Total	Carrying Value
As at March 31, 2024							
Borrowings	709.33	675.15	264.95	132.47	-	1,781.90	1,781.90
Lease Liabilities	5.74	5.78	5.54	4.19	3.56	24.81	20.38
Other Financial Liabilities	337.75	-	-	-	-	337.75	337.75
Trade and Other Payables	861.99	-	-	-	-	861.99	861.99
Total	**1,914.81**	**680.93**	**270.49**	**136.66**	**3.56**	**3,006.45**	**3,002.02**

(Rs. in Crore)

Particulars	Less than 1 year	1-2 years	2-3 years	3-5 years	> 5 years	Total	Carrying Value
As at March 31, 2023							
Borrowings	1,514.86	698.83	665.15	391.53	-	3,270.37	3,270.37
Lease Liabilities	4.67	4.48	4.70	7.32	1.96	23.13	23.13
Other Financial Liabilities	301.20	-	-	-	-	301.20	301.20
Trade and Other Payables	1,239.93	-	-	-	-	1,239.93	1,239.93
Total	**3,060.66**	**703.31**	**669.85**	**398.85**	**1.96**	**4,834.63**	**4,834.63**

40 Capital Management

The Company's objective while managing capital is to safeguard its ability to continue as a going concern, so that it can continue to provide returns for shareholders and benefit for other stakeholders. The Company will maintain an optimal capital structure to reduce the cost of capital. In order to maintain or adjust the capital structure, the Company may adjust the amount of dividends paid to shareholders, return the capital to shareholders, issue new shares or sell assets to reduce debt.

The Capital Structure of the Company is as follows:

(Rs. in Crore)

Particulars	As at March 31, 2024	As at March 31, 2023
Equity Share Capital	400.65	416.21
Other Equity	6,722.71	6,460.36
Debts (Long term and Short term both (including current maturities))*	1,773.21	3,256.12
Total	**8,896.57**	**10,132.69**

* The above debt includes Rs. 1,773.21 Crore (Previous Year: Rs. 2,608.48 Crore) towards Gadepan-III Plant, which had commenced commercial production from January 01, 2019. The balance debt in the previous year is towards working capital requirements. Under the terms of the borrowing facilities pertaining to Gadepan-III Plant, the Company is required to comply with certain financial covenants as detailed below:

S. No.	Debt Covenants	Required - Financial Year 2023-24	Achieved - Financial Year 2023-24	Required - Financial Year 2022-23	Achieved - Financial Year 2022-23
1	Total outstanding Liabilities to Tangible Net worth	Ratio should be ≤ 2.50:1	0.59:1	Ratio should be ≤ 2.50:1	0.82:1
2	Total Debts to EBITDA	Ratio should be ≤ 3.50:1	0.73:1	Ratio should be ≤ 3.50:1	1.56:1
3	Fixed Assets Cover Ratio	Ratio should be ≥ 1.25:1	3.71:1	Ratio should be ≥ 1.25:1	1.95:1
4	Debt Service Coverage Ratio	Ratio should be ≥ 1.20:1	2.02:1	Ratio should be ≥ 1.20:1	1.60:1

41 Distribution Made and Proposed

Accounting Policy

The Company recognises a liability to make dividend distributions to equity holders of the Company when the distribution is authorised, and the distribution is no longer at the discretion of the Company. As per the applicable laws in India, a distribution is authorised when it is approved by the shareholders, except in case of Interim Dividend on approval of Board. A corresponding amount is recognised directly in equity.

(Rs. in Crore)

Particulars	Year Ended March 31, 2024	Year Ended March 31, 2023
Cash Dividend on Equity Shares Declared and Paid:		
Dividend (during the year ended on March 31, 2024: at the rate of Rs. 3.00 per equity share and March 31, 2023: at the rate of Rs. 3.00 per equity share)	124.87	124.87
Interim Dividend (during the year ended on March 31, 2024 at the rate of Rs. 4.50 per equity share and March 31, 2023 at the rate of Rs. 4.50 per equity share)	187.29	187.29
Total	**312.16**	**312.16**

(Rs. in Crore)

Particulars	Year Ended March 31, 2024	Year Ended March 31, 2023
Proposed Dividend on Equity Shares:		
Final Dividend (for the year ended on March 31, 2024: at the rate of Rs. 3.00 per equity share, for the year ended on March 31, 2023: at the rate of Rs. 3.00 per equity share)	120.20	124.86
Total	**120.20**	**124.86**

42 Assets classified as Held for Sale

Accounting Policy

Non-current assets (or disposal group) are classified as held for sale if their carrying amount will be recovered principally through a sale transaction rather than through continuing use and a sale is considered highly probable.

Non-current assets held for sale are measured at the lower of their carrying amount and fair value less costs to sell, except for assets such as deferred tax assets, assets arising from employee benefits, financial assets and contractual rights under insurance contracts, which are specifically exempt from this requirement.

An impairment loss is recognised for any initial or subsequent write-down of the asset (or disposal group) to fair value less costs to sell. A gain is recognised for any subsequent increases in fair value less costs to sell of an asset (or disposal group), but not in excess of any cumulative impairment loss previously recognised. A gain or loss not previously recognised by the date of the sale of the non-current asset (or disposal group) is recognised at the date of de-recognition.

Property, plant and equipment and intangible assets once classified as held for sale are not depreciated or amortised.

Discontinued operations is a component of an entity that either has been disposed off, or is classified as held for sale, and: represents a separate major line of business or geographical area of operations, is part of a single co-ordinated plan to dispose off a separate major line of business or geographical area of operations.

Non-current assets classified as held for sale and the assets of a disposal group classified as held for sale are presented separately from the other assets in the balance sheet. The liabilities of a disposal group classified as held for sale are presented separately from other liabilities in the balance sheet.

(Rs. in Crore)

Particulars	As at March 31, 2024	As at March 31, 2023
Property, Plant and Equipment classified as Held for Sale :		
- Plant and Equipment *	3.03	1.20
- Vehicles	0.00	0.00
Total	**3.03**	**1.20**

* net of loss Rs. 2.45 Crore (Previous Year : Nil) for write down of Plant and Equipment.

43 Disclosure required under Section 186 (4) of the Companies Act, 2013

The Company has not given any loans, made investments or given guarantees or provided security during the financial year ended March 31, 2024 and March 31, 2023 under section 186(4) of the Companies Act, 2013.

The details of Investments of the Company are given in note 5A and note 8A.

44 List of Subsidiaries and Joint Venture with Ownership % and Place of Business :

Name of the Investees	Principal Place of Business	Percentage of Ownership as at March 31, 2024	Percentage of Ownership as at March 31, 2023	Method used to account for the investment
Subsidiaries				
Chambal Infrastructure Ventures Limited	India	100.00%	100.00%	Deemed cost
CFCL Ventures Limited (CVL) #	Cayman Islands	72.27%	72.27%	Deemed cost / Fair Value
Subsidiaries of CVL				
ISGN Corporation ##	U.S.A	100.00%	100.00%	
ISG Novasoft Technologies Limited ##	India	100.00%	100.00%	

Name of the Investees	Principal Place of Business	Percentage of Ownership as at March 31, 2024	Percentage of Ownership as at March 31, 2023	Method used to account for the investment
Joint Venture				
Indo Maroc Phosphore S.A, - IMACID	Morocco	33.33%	33.33%	Deemed cost

Equity investment are considered at deemed cost, whereas investment in preference shares are valued at Fair value through Profit and Loss.

Percentage of ownership of CVL.

45 Changes in Financial Liabilities arising from Financing Activities for Financial Year 2023-24

(Rs. in Crore)

Particulars	As at March 31, 2023	Receipt	Repayment	Foreign Exchange Variation (Net)	Foreign Currency Translation	Transaction Cost & Others*	As at March 31, 2024
Long Term Borrowings	2,608.48	-	(875.31)	34.48	-	5.56	1,773.21
Supplier's Credit	647.64	-	(649.82)	2.18	-	-	-
Lease Liabilities *	23.13	-	(5.68)	-	-	2.93	20.38
Total	**3,279.25**	**-**	**(1,530.81)**	**36.66**	**-**	**8.49**	**1,793.59**

Changes in Financial Liabilities arising from Financing Activities for Financial Year 2022-23

(Rs. in Crore)

Particulars	As at March 31, 2022	Receipt	Repayment	Foreign Exchange Variation (Net)	Foreign Currency Translation	Transaction Cost & Others*	As at March 31, 2023
Long Term Borrowings	3,198.14	-	(859.22)	262.86	-	6.70	2,608.48
Short Term Borrowings	890.00	7,965.81	(8,855.81)	-	-	-	-
Supplier's Credit	161.94	2,803.74	(2,289.71)	(28.33)	-	-	647.64
Lease Liabilities *	13.77	-	(5.88)	-	-	15.24	23.13
Total	**4,263.85**	**10,769.55**	**(12,010.62)**	**234.53**	**-**	**21.94**	**3,279.25**

* Represents movement in Lease Liabilities on account of addition and interest expenses.

46 Disclosure as per Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 ('Listing Regulations')

In accordance with the requirements of Listing Regulations, the details of transaction of the Company with any person or entity belonging to the promoter/promoter group holding 10% or more shareholding in the Company are as under:

(Rs. in Crore)

Name of the Shareholder	Nature of Transaction	% Shareholding as at March 31, 2024	Amount of Transaction for the Year Ended March 31, 2024	Outstanding Balance Receivable as at March 31, 2024	% Shareholding as at March 31, 2023	Amount of Transaction for the Year Ended March 31, 2023	Outstanding Balance Receivable as at March 31, 2023
The Hindustan Times Limited	Rent and Maintenence Expenses and Security Deposit	14.28	-	-	14.26	0.11	-

47 Additional regulatory information required by Schedule III of Companies Act, 2013

(i) Details of Benami Property held

No proceedings have been initiated on or are pending against the Company for holding benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and Rules made thereunder.

(ii) Borrowings secured against current assets

The Company has borrowings from banks and financial institutions on the basis of security of current assets. The quarterly returns or statements of current assets filed by the Company with banks and financial institutions are in agreement with the books of accounts. Below is the disclosure of quarterly statements filed for the Financial Year 2023-24 and Previous Year 2022-23

(Rs. in Crore)

Quarter	Name of Bank	Particulars of Security Provided	Amount of Net Current Assets as per books of account	Amount of Net Current Assets as reported in the quarterly return	Amount of Difference	Reasons of Material Discrepancies
April 2023 to June 2023	Bank of Baroda (Lead Bank) State Bank of India HDFC Bank Limited Axis Bank Limited The Federal Bank Limited ICICI Bank Limited	Loan is secured by hypothecation of all the Company's current assets including all stocks and book debts and other movable assets, both present and future.These loans are further secured by second charge on the immovable properties of the Company.	3,976.21	3,976.21	-	-
July 2023 to September 2023	Bank of Baroda (Lead Bank) State Bank of India HDFC Bank Limited Axis Bank Limited The Federal Bank Limited ICICI Bank Limited	Loan is secured by hypothecation of all the Company's current assets including all stocks and book debts and other movable assets, both present and future.These loans are further secured by second charge on the immovable properties of the Company.	(598.40)	(598.40)	-	-
October 2023 to December 2023	Bank of Baroda (Lead Bank) State Bank of India HDFC Bank Limited Axis Bank Limited The Federal Bank Limited ICICI Bank Limited	Loan is secured by hypothecation of all the Company's current assets including all stocks and book debts and other movable assets, both present and future.These loans are further secured by second charge on the immovable properties of the Company.	336.70	336.70	-	-
January 2024 to March 2024	Bank of Baroda (Lead Bank) State Bank of India HDFC Bank Limited Axis Bank Limited The Federal Bank Limited ICICI Bank Limited	Loan is secured by hypothecation of all the Company's current assets including all stocks and book debts and other movable assets, both present and future.These loans are further secured by second charge on the immovable properties of the Company.	579.62	579.62	-	-

(Rs. in Crore)

Quarter	Name of Bank	Particulars of Security Provided	Amount of Net Current Assets as per books of account	Amount of Net Current Assets as reported in the quarterly return	Amount of Difference	Reasons of Material Discrepancies
April 2022 to June 2022	Bank of Baroda (Lead Bank) State Bank of India HDFC Bank Limited Kotak Mahindra Bank Limited Axis Bank Limited The Bank of Nova Scotia The Federal Bank Limited ICICI Bank Limited	Loan is secured by hypothecation of all the Company's current assets including all stocks and book debts and other movable assets, both present and future.These loans are further secured by second charge on the immovable properties of the Company.	4,173.91	4,173.91	-	-
July 2022 to September 2022	Bank of Baroda (Lead Bank) State Bank of India HDFC Bank Limited Kotak Mahindra Bank Limited Axis Bank Limited The Bank of Nova Scotia The Federal Bank Limited ICICI Bank Limited	Loan is secured by hypothecation of all the Company's current assets including all stocks and book debts and other movable assets, both present and future.These loans are further secured by second charge on the immovable properties of the Company.	3,860.69	3,860.69	-	-
October 2022 to December 2022	Bank of Baroda (Lead Bank) State Bank of India HDFC Bank Limited Kotak Mahindra Bank Limited Axis Bank Limited The Bank of Nova Scotia The Federal Bank Limited ICICI Bank Limited	Loan is secured by hypothecation of all the Company's current assets including all stocks and book debts and other movable assets, both present and future.These loans are further secured by second charge on the immovable properties of the Company.	1,077.97	1,077.97	-	-
January 2023 to March 2023	Bank of Baroda (Lead Bank) State Bank of India HDFC Bank Limited Kotak Mahindra Bank Limited Axis Bank Limited The Bank of Nova Scotia The Federal Bank Limited ICICI Bank Limited	Loan is secured by hypothecation of all the Company's current assets including all stocks and book debts and other movable assets, both present and future.These loans are further secured by second charge on the immovable properties of the Company.	1,263.53	1,263.53	-	-

(iii) Wilful defaulter

The Company has not been declared wilful defaulter by any bank or financial institution or government or any government authority.

(iv) Relationship with struck off companies

The Company has no transactions with the companies struck off under Companies Act, 2013 or Companies Act, 1956.

(v) Compliance with number of layers of companies

The Company has complied with the number of layers prescribed under the Companies Act, 2013.

(vi) Compliance with approved scheme(s) of arrangements

The Company has not entered into any scheme of arrangement which has an accounting impact on current or previous financial year.

(vii) Utilisation of borrowed funds and share premium

The Company has not advanced or loaned or invested funds (either borrowed funds or share premium or any other sources or kind of funds) to any other person(s) or entity(ies), including foreign entities (Intermediaries) with the understanding that the Intermediary shall:

a. directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the group (Ultimate Beneficiaries) or

b. provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries

The Company has not received any fund from any person(s) or entity(ies), including foreign entities (Funding Party) with the understanding (whether recorded in writing or otherwise) that the group shall:

a. directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party (Ultimate Beneficiaries) or

b. provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.

(viii) Undisclosed income

There is no income surrendered or disclosed as income during the current or previous year in the tax assessments under the Income Tax Act, 1961, that has not been recorded in the books of account.

(ix) Loans or advances to specified persons

The Company has not granted loans or advances to promoters, directors, key management personnel and the related parties (as defined under Companies Act 2013) either severally or jointly with any other person, that are: (a) repayable on demand or (b) without specifying any terms or period of repayment.

(x) Details of crypto currency or virtual currency

The Company has not traded or invested in crypto currency or virtual currency during the current or previous year.

(xi) Valuation of Property, Plant and Equipment, intangible assets and investment property

The Company has not revalued its property, plant and equipment (including right-of-use assets) or intangible assets or both during the current or previous year.

(xii) Financial Ratios

Ratio	Numerator	Denominator	Financial Year - 2023-24	Financial Year - 2022-23	% Variance	Reason for Variance; Change of 25% or more
Current Ratio	Current Assets	Current Liabilities	2.00	1.79	12%	
Debt-Equity Ratio	Total Debt	Total Equity	0.25	0.47	-47%	The debt of the Company has reduced by around 46% due to repayment of scheduled instalments of the long-term borrowings and reduction in short term borrowings on account of receipt of higher subsidy during Financial Year 2023-24. The equity of the Company has increased due to the addition of profits during the Financial Year 2023-24, which was partly offset by the buyback of shares. These factors have enabled the Company to improve the debt equity ratio of the Company.
Debt Service Coverage Ratio	Profit Before Tax + Interest Expense + Depreciation + Unrealised Foreign Exchange Rate Variation and Mark to Market Gain / Loss on Derivative Transactions – Current Tax	Long Term Debt repaid during the year + Repayment of Lease Liabilities during the year + Interest Expense	2.02	1.60	26%	Due to timely receipt of subsidy, lower natural gas prices, lower imported fertilisers prices and volume, working capital borrowings were very miniscule as compared to Previous Year, resulting into lower interest costs, though interest rates were higher during the year. On the other hand increase in USD / INR rate also resulted into increase in repayment obligation of the loan. In addition to above, performance of the Company has improved as compared to Previous Year, majorly due to no losses in imported fertilisers. All the above factors led to decrease in Interest costs and higher profits, resulting into higher debt service coverage ratio.

Ratio	Numerator	Denominator	Financial Year - 2023-24	Financial Year - 2022-23	% Variance	Reason for Variance; Change of 25% or more
Return on Equity Ratio	Profit after Tax	Average Shareholder's Equity	19.02	16.38	16%	
Inventory Turnover Ratio	Cost of Goods Sold	Average Inventories	12.11	11.59	4%	
Trade Receivables Turnover Ratio	Revenue from Operations	Average Trade Receivables	18.39	14.20	29%	The decrease in natural gas prices, lower volume of own manufactured fertilisers, decrease in prices and quantity of imported fertilisers contributed to around 35% decrease in turnover of the Company. The average debtors of the Company for the Financial Year 2023-24 were around 50% lower in comparison to the Previous Year on account of better collection and subsidy de-escalation due to lower gas prices. The Debtors' Turnover Ratio has improved on account of the decrease in average debtors, which has been partly offset by the decrease in turnover.
Trade Payables Turnover Ratio	Total Purchases	Average Trade Payables	14.50	16.89	-14%	
Net Capital Turnover Ratio	Revenue from Operations	Working Capital	8.81	11.22	-21%	
Net Profit Ratio	Profit after Tax	Revenue from Operations	7.41	3.85	92%	The turnover of the Company for the Financial Year 2023-24 has decreased around 35% mainly on account of lower prices of natural gas, lower quantity and prices of imported fertilisers, and lower volume of own manufactured fertilisers. On the other hand, the performance of the Company has improved, and the finance costs are also lower. All the above factors contributed to the higher net profit margin.
Return on Capital Employed	Earning before Interest and taxes	Average Capital Employed	20.39	16.20	26%	The performance of the Company has improved on account of no losses in imported fertilisers as compared to Previous Year and the lower finance costs. On the other hand, average capital employed is lower in comparision to Previous Year mainly on account of repayment of debts and buyback of shares. All the above factors resulted in higher return on capital employed.
Return on Investment	Earning before Interest and taxes	Average Total Assets	17.77	13.88	28%	The performance of the Company has improved on account of no losses in imported fertilisers as compared to Previous Year and the lower finance cost. On the other hand, average total assets are also lower in comparision to Previous Year on account of timely receipt of subsidy. All the above factors resulted into higher return on investments.

(xiii) Title deeds of immovable properties not held in name of the Company

<table>
<tr><th>Relevant line item in the Balance sheet</th><th>Description of item of property</th><th>Gross carrying value (Rs. in Crore)</th><th>Title deeds held in the name of</th><th>Whether title deed holder is a promoter, director or relative of promoter / director or employee of promoter / director</th><th>Property held since which date</th><th>Reason for not being held in the name of the Company</th></tr>
<tr><td>Property Plant and Equipment - Land- Freehold</td><td>Land</td><td>0.01</td><td>Individual Sellers</td><td rowspan="4">No</td><td>30-09-1989</td><td>The sale deed could not be executed due to death of sellers.</td></tr>
<tr><td rowspan="3">Property Plant and Equipment - Land -Leasehold</td><td rowspan="3">Land</td><td>0.25</td><td rowspan="2">State Government of Rajasthan</td><td>30-09-1989</td><td rowspan="2">The transfer of title is pending as some procedural and administrative requirements are yet to be completed.</td></tr>
<tr><td>0.07</td><td>30-09-1996</td></tr>
<tr><td>0.01</td><td>Individual Sellers</td><td>30-09-1991</td><td>The transfer of title is pending due to dispute with sellers.</td></tr>
</table>

(xiv) Registration of charges or satisfaction with Registrar of Companies

There are no charges or satisfaction which are yet to be registered with the Registrar of Companies beyond the statutory period.

(xv) Utilisation of borrowings availed from banks and financial institutions

The borrowings obtained by the Company from banks and financial institutions have been applied for the purposes for which such loans were taken.

48 Significant Accounting Judgements, Estimates and Assumptions

The preparation of the Company's financial statements requires management to make judgements, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities, the accompanying disclosures and the disclosure of contingent liabilities. Uncertainty about these assumptions and estimates could result in outcomes that require a material adjustment to the carrying amount of assets or liabilities affected in future periods.

a) Property, Plant and Equipment

Property, Plant and Equipment represent a significant proportion of the asset base of the Company. The charge in respect of periodic depreciation is derived after determining an estimate of an asset's expected useful life and the expected residual value at the end of its life. The useful lives and residual values of Company's assets are determined by the management at the time the asset is acquired and reviewed periodically, including at each financial year end. The lives are based on historical experience with similar assets as well as anticipation of future events, which may impact their life, such as changes in technical or commercial obsolescence arising from changes or improvements in production or from a change in market demand of the product or service output of the asset.

b) Income Taxes

Deferred Tax Assets are recognised for unused tax losses to the extent that it is probable that taxable profit will be available against which the losses can be utilised. Significant management judgement is required to determine the amount of deferred tax assets that can be recognised, based upon the likely timing and the level of future taxable profits together with future tax planning strategies.

The Company has Rs. 15.54 Crore (Previous Year: Rs. 104.56 Crore) of carried forward tax losses on account of long term/ short term capital losses. These losses mainly relate to the loss on voluntary liquidation of a subsidiary of the Company and merger of a subsidiary of the Company with its subsidiary and will expire in one to four years and may be used to offset taxable long term / short term capital gains in the future. On this basis, the Company has determined that it cannot recognise deferred tax assets on these tax losses (long term/ short term capital losses) carried forward. If the Company would have been able to recognise all unrecognised deferred tax assets, profit and equity would have increased by Rs. 5.28 Crore (Previous Year: Rs.36.49 Crore). Further details on taxes are disclosed in note 36 to the financial statements.

The Government of India has introduced the Taxation Laws (Amendment) Act, 2019 and has given the option of lower tax rate subject to certain conditions. As the Company has Minimum Alternate Tax ("MAT") credit mainly due to addition of New Urea

Plant in the past and it is expected that the Company will utilise entire MAT credit next year, the management has carried out an assessment according to which the Company shall continue under the existing tax regime and move to lower tax rate after next financial year. In view of above, the Company had re-assessed the deferred tax liability as per Ind AS 12 'Income Taxes' and resultant impact if any has been recognised . Accordingly, the 'Deferred Tax' for the financial year ended March 31, 2024 includes a credit of Nil (Previous Year: Rs. 83.90 Crore).

c) **Defined Benefit Plans**

The cost of the defined benefit gratuity plan, post-employment medical benefits and other defined benefit plans and the present value of the obligation of defined benefit plans are determined using actuarial valuations. An actuarial valuation involves making various assumptions that may differ from actual developments in the future. These include the determination of the discount rate, future salary increases and mortality rates. Due to the complexities involved in the valuation and its long-term nature, a defined benefit obligation is highly sensitive to changes in these assumptions. All assumptions are reviewed at each reporting date.

The parameter most subject to change is the discount rate. In determining the appropriate discount rate for defined benefit plans, the management considers the interest rates of government bonds.

The mortality rate is based on publicly available mortality tables. Those mortality tables tend to change only at interval in response to demographic changes. Future salary increases are based on the expected future inflation rates. Further details about the defined benefit plans are given in note 30 to the financial statements.

d) **Revenue**

The Company's revenue includes subsidy claims, part of which are pending notification / final implementation by 'Fertiliser Industry Coordination Committee' (FICC), Government of India. As per management estimates, there is reasonable certainty based on Government of India policy and past experience that claims will be notified in due course. On issuance of notification by FICC, Government of India, the adjustments, if any, to revenue are not expected to be significant.

e) **Fair Value Measurement of Financial Instruments**

When the fair values of financial assets and financial liabilities recorded in the balance sheet cannot be measured based on quoted prices in active markets, their fair value is measured using valuation techniques including discounted cash flow method. The inputs to these models are taken from observable markets wherever possible, but where this is not feasible, a degree of judgement is required in establishing fair values. The judgements include considerations of inputs such as liquidity risk, credit risk and volatility. Changes in assumptions about these factors could affect the reported fair value of financial instruments. Further disclosures in this regard are given in note 38.

For Price Waterhouse Chartered Accountants LLP
Firm Registration No. 012754N/ N500016

Abhishek Rara
Partner
Membership No. : 077779

Place : New Delhi
Date : May 07, 2024

For and on behalf of the Board of Directors of
Chambal Fertilisers and Chemicals Limited

Rita Menon
Director
DIN: 00064714

Abhay Baijal
Managing Director
DIN: 01588087

Anand Agarwal
Chief Financial Officer

Tridib Barat
Company Secretary

Place : New Delhi
Date : May 07, 2024

INDEPENDENT AUDITOR'S REPORT

To the Members of Chambal Fertilisers and Chemicals Limited

Report on the Audit of the Consolidated Financial Statements

Opinion

1. We have audited the accompanying Consolidated Financial Statements of Chambal Fertilisers and Chemicals Limited (hereinafter referred to as the "Holding Company") and its subsidiaries (Holding Company and its subsidiaries together referred to as "the Group") and its joint venture (refer Note 25 to the attached Consolidated Financial Statements), which comprise the Consolidated Balance Sheet as at March 31, 2024, the Consolidated Statement of Profit and Loss (including Other Comprehensive Income), the Consolidated Statement of Changes in Equity and the Consolidated Statement of Cash Flows for the year then ended, and notes to the Consolidated Financial Statements, including material accounting policy information and other explanatory information prepared based on relevant records (hereinafter referred to as "the Consolidated Financial Statements").

2. In our opinion and to the best of our information and according to the explanations given to us, the aforesaid Consolidated Financial Statements give the information required by the Companies Act, 2013 ("the Act") in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the Consolidated state of affairs of the Group, and its joint venture as at March 31, 2024 and their Consolidated total comprehensive income (comprising of Consolidated profit and other comprehensive income), Consolidated changes in equity and its Consolidated cash flows for the year then ended.

Basis for Opinion

3. We conducted our audit in accordance with the Standards on Auditing (SAs) specified under Section 143(10) of the Act. Our responsibilities under those Standards are further described in the "Auditor's Responsibilities for the Audit of the Consolidated Financial Statements" section of our report. We are independent of the Group and its joint venture in accordance with the ethical requirements that are relevant to our audit of the Consolidated Financial Statements in India in terms of the Code of Ethics issued by the Institute of Chartered Accountants of India and the relevant provisions of the Act, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained and the audit evidence obtained by the other auditors in terms of their reports referred to in sub-paragraph 14 of the Other Matters paragraph below, is sufficient and appropriate to provide a basis for our opinion.

Key Audit Matters

4. Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the Consolidated Financial Statements of the current period. These matters were addressed in the context of our audit of the Consolidated Financial Statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

Key audit matter	How our audit addressed the key audit matter
Assessment of implications of government policies/ notifications on recognition of subsidy revenue and its recoverability [Refer to the accompanying notes 8(B), 17, 33 and 52(d) of the Consolidated Financial Statements] During the year, the Holding Company has recognised subsidy revenue amounting to Rs. 12,950.97 crore and the aggregate amount of subsidy receivable (net of excess subsidy payable) as at March 31, 2024 is Rs. 110.99 crore. The amount of subsidy revenue and the subsidy receivable are significant to the Consolidated Financial Statements. We identified this as a Key Audit Matter since the recognition of subsidy revenue and the assessment of recoverability of the related subsidy receivables is subject to significant judgements of the management. Further, the areas of subjectivity and judgement include interpretation and satisfaction of conditions specified in the notifications/ policies in the estimation of timing and amount of recognition of subsidy revenue, likelihood of recoverability and allowance in relation to the outstanding subsidy receivables.	Our procedures included the following: • We understood and evaluated the design and tested the operating effectiveness of controls as established by management in recognition of subsidy revenue and assessment of the recoverability of subsidy receivables. • We evaluated the management's assessment regarding reasonable certainty of complying with the relevant conditions as specified in the notifications/policies. • We considered the relevant notifications/policies issued by various authorities to ascertain the appropriateness of the recognition of subsidy revenue and adjustments to subsidy already recognised in earlier years pursuant to changes in subsidy rates. • We evaluated the basis of judgements that management has made in relation to the notifications/policies including past precedence and subsequent evidence in the form of notifications/policies/clarifications, as applicable. • We assessed the reasonableness of recoverability of subsidy receivables by assessing the management's analysis and information used to determine the recoverability of subsidy receivables, ageing of receivables and historical trends.

Key audit matter	How our audit addressed the key audit matter
	• We evaluated adequacy of disclosures in the Consolidated Financial Statements. Based on the above procedures performed, the management's assessment of implications of government notifications/ policies on recognition of subsidy revenue and the recoverability were considered to be reasonable.

Other Information

5. The Holding Company's Board of Directors is responsible for the other information. The other information comprises the information included in the annual report but does not include the Consolidated Financial Statements and our auditor's report thereon.

   Our opinion on the Consolidated Financial Statements does not cover the other information and we do not express any form of assurance conclusion thereon.

   In connection with our audit of the Consolidated Financial Statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the Consolidated Financial Statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed and the reports of the other auditors as furnished to us (Refer paragraph 14 below), we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of Management and Those Charged with Governance for the Consolidated Financial Statements

6. The Holding Company's Board of Directors is responsible for the preparation and presentation of these Consolidated Financial Statements in term of the requirements of the Act that give a true and fair view of the Consolidated Financial position, Consolidated Financial performance and Consolidated cash flows, and Consolidated Statement of changes in equity of the Group including its joint venture in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act. The respective Board of Directors of the companies included in the Group and of its joint venture are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Group and its joint venture respectively and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and the design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring accuracy and completeness of the accounting records, relevant to the preparation and presentation of the Consolidated Financial Statements that give a true and fair view and are free from material misstatement, whether due to fraud or error, which have been used for the purpose of preparation of the Consolidated Financial Statements by the Directors of the Holding Company, as aforesaid.

7. In preparing the Consolidated Financial Statements, the respective Board of Directors of the companies included in the Group and of its joint venture are responsible for assessing the ability of the Group and of its joint venture, respectively, to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Group including its joint venture or to cease operations, or has no realistic alternative but to do so.

8. The respective Board of Directors of the companies included in the Group and of its joint venture are responsible for overseeing the financial reporting process of the Group and of its joint venture.

Auditor's Responsibilities for the Audit of the Consolidated Financial Statements

9. Our objectives are to obtain reasonable assurance about whether the Consolidated Financial Statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these Consolidated Financial Statements.

10. As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the Consolidated Financial Statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under Section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the Holding

company has adequate internal financial controls with reference to Consolidated Financial Statements in place and the operating effectiveness of such controls.

- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the ability of the Group and its joint venture to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the Consolidated Financial Statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Group and its joint venture to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the Consolidated Financial Statements, including the disclosures, and whether the Consolidated Financial Statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Group and its joint venture to express an opinion on the Consolidated Financial Statements. We are responsible for the direction, supervision and performance of the audit of the Financial Statements of such entities included in the Consolidated Financial Statements of which we are the independent auditors. For the other entities included in the Consolidated Financial Statements, which have been audited by other auditors, such other auditors remain responsible for the direction, supervision and performance of the audits carried out by them. We remain solely responsible for our audit opinion.

11. We communicate with those charged with governance of the Holding Company of which we are the independent auditors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.
12. We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.
13. From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the Consolidated Financial Statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Other Matter

14. We did not audit the Standalone Financial Statements of four subsidiaries, whose financial statements reflect total assets of Rs 19.26 Crore and net assets of Rs (871.39) Crore as at March 31, 2024, total revenue of Rs. Nil, total net profit after tax of Rs. 0.06 Crore and total comprehensive loss of Rs 0.02 Crore and net cash flows amounting to Rs (0.24) Crore for the year ended March 31, 2024, as considered in the Consolidated Financial Statements. The Consolidated Financial Statements also include the Group's share of net profit after tax of Rs. 80.44 Crore total comprehensive income of Rs. 15.10 Crore for the year ended March 31, 2024 as considered in the Consolidated Financial Statements, in respect of one joint venture, whose Financial information have not been audited by us. These Financial Statements and other Financial information have been audited by other independent auditors whose reports have been furnished to us by the Management, and our opinion on the Consolidated Financial Statements insofar as it relates to the amounts and disclosures included in respect of these subsidiaries and joint venture and our report in terms of sub-section (3) of Section 143 of the Act including report on Other Information insofar as it relates to the aforesaid subsidiaries and joint venture, is based solely on the reports of the other auditors.

    The financial information of the joint venture located outside India, has been prepared in accordance with International Financial Reporting Standards (IFRS) accounting principles and have been audited by other independent auditors under International Standards on Auditing (ISA). The Company's management has converted the Financial Statements of such joint venture located outside India from IFRS to accounting principles generally accepted in India. We have audited these conversion adjustments made by the Company's management. Our opinion in so far as it relates to the balances and affairs of such joint venture located outside India, including other information, is based on the report of other independent auditors and the conversion adjustments prepared by the management of the Company and audited by us.

    Our opinion on the Consolidated Financial Statements, and our report on Other Legal and Regulatory Requirements below, is not modified in respect of the above matter with respect to our reliance on the work done and the reports of the other auditors.

Report on Other Legal and Regulatory Requirements

15. As required by paragraph 3(xxi) of the Companies (Auditor's Report) Order, 2020 ("CARO 2020"), issued by the Central Government of India in terms of sub-section (11) of Section 143 of the Act, we report that there are no qualifications or adverse remarks included

by the respective auditors in their CARO 2020 reports issued in respect of the Standalone Financial Statements of the companies which are included in these Consolidated Financial Statements.

16. As required by Section 143(3) of the Act, we report, to the extent applicable, that:

(a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit of the aforesaid Consolidated Financial Statements.

(b) In our opinion, proper books of account as required by law maintained by the Holding Company and its subsidiaries included in the group incorporated in India including relevant record, relating to preparation of the aforesaid Consolidated Financial Statements have been kept so far as it appears from our examination of those books of the Holding company and the reports of the other auditors, except for the matters stated in paragraph 16(h)(vi) below on reporting under Rule 11(g) of the Companies (Audit and Auditors) Rules, 2014 (as amended) ("the Rules").

(c) The Consolidated Balance Sheet, the Consolidated Statement of Profit and Loss (including other comprehensive income), the Consolidated Statement of Changes in Equity and the Consolidated Statement of Cash Flows dealt with by this Report are in agreement with the relevant books of account and records maintained by the Holding company for the purpose of preparation of the Consolidated Financial Statements.

(d) In our opinion, the aforesaid Consolidated Financial Statements comply with the Accounting Standards specified under Section 133 of the Act.

(e) On the basis of the written representations received from the directors of the Holding Company as on April 01, 2024 taken on record by the Board of Directors of the Holding Company and the reports of the statutory auditors of its subsidiary companies incorporated in India, none of the directors of the Group companies, incorporated in India is disqualified as on March 31, 2024 from being appointed as a director in terms of Section 164(2) of the Act.

(f) With respect to the maintenance of accounts and other matters connected therewith, reference is made to our remarks in paragraph 16(b) above on reporting under Section 143(3)(b) and paragraph 16(h)(vi) below on reporting under Rule 11(g) of the Rules.

(g) With respect to the adequacy of internal financial controls with reference to Financial Statements of the Holding Company and its subsidiaries incorporated in India and the operating effectiveness of such controls, refer to our separate report in Annexure A.

(h) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:

i. The Consolidated Financial Statements disclose the impact, if any, of pending litigations on the consolidated financial position of the Group and its joint venture– Refer Note 26 to the Consolidated Financial Statements.

ii. The Group and its joint venture were not required to recognise a provision as at March 31, 2024 under the applicable law or accounting standards, as it does not have any material foreseeable losses on long-term contract. The Group and its joint venture has made provision, as required under applicable law or accounting standards, for material foreseeable losses on derivative contracts – Refer Note 14C to the Consolidated Financial Statements.

iii. There has been no delay in transferring amounts required to be transferred to the Investor Education and Protection Fund by the Holding Company during the year ended March 31, 2024. There were no amounts which is required to be transferred to the Investor Education and Protection Fund by its subsidiary companies incorporated in India.

iv. (a) The respective Managements of the Holding Company and its subsidiaries which are companies incorporated in India whose Financial Statements have been audited under the Act have represented to us and the other auditors of such subsidiaries respectively that, to the best of their knowledge and belief, no funds (which are material either individually or in the aggregate) have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Holding Company or any of such subsidiaries to or in any other person(s) or entity(ies), including foreign entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Holding Company or any of such subsidiaries ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.

(b) The respective Managements of the Holding Company and its subsidiaries which are companies incorporated in India whose Financial Statements have been audited under the Act have represented to us and the other auditors of such subsidiaries respectively that, to the best of their knowledge and belief, no funds have been received by the Company or any such subsidiaries from any persons or entities, including foreign entities ("Funding Parties") understanding, whether recorded in writing or otherwise, that the Holding Company or any of such subsidiaries shall, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.

(c) Based on the audit procedures, that has been considered reasonable and appropriate in the circumstances, performed by us and those performed by the auditors of the subsidiaries which are companies incorporated in India whose Financial Statements have been audited under the Act, nothing has come to our or other auditor's notice that has caused us or the other auditors to believe that the representations under sub-clause (i) and (ii) of Rule 11(e) contain any material misstatement.

v. The dividend declared or paid during the year by the Holding Company is in compliance with Section 123 of the Act. The subsidiary companies incorporated in India have not declared or paid any dividend during the year.

vi. Based on our examination, which included test checks, the Holding Company has used accounting software for maintaining its books of account which have a feature of recording audit trail (edit log) facility and that has operated throughout the year for all relevant transactions recorded in the software, except that the audit log (a) is not maintained in case of modification by a user with privileged access rights to few tables however, no such direct changes have been made in these tables during the year; and (b) was not enabled to capture any direct changes at the database level. Further, during the course of our audit except the aforesaid instances, we did not notice any instance of audit trail feature being tampered with.

Further, for the subsidiaries, which are companies incorporated in India whose financial statements have been audited by an independent firm of Chartered Accountants under the Act, the following remarks were included in the audit reports dated May 03, 2024 and May 04, 2024, containing an unmodified audit opinion on the financial statements of Chambal Infrastructure Ventures Limited and ISG Novasoft Technologies Private Limited, respectively, which is reproduced as under:

In Case of Chambal Infrastructure Ventures Limited "Proviso to Rule 3(1) of the Companies (Accounts) Rules, 2014 is not applicable to the Company for the financial year commencing on or after April 01, 2013 as the books of accounts are manually maintained. Therefore, reporting in this regard is not applicable."

In Case of ISG Novasoft Technologies Private Limited "Based on the examination carried out in accordance with Rule 11(g) of the Companies (Audit and Auditors) Rules, 2014, the Company is maintaining books of accounts manually. Accordingly, the assessment and reporting responsibility under Rule 11(g) will not be applicable".

17. The Holding Company and its subsidiaries incorporated in India have paid/ provided for managerial remuneration in accordance with the requisite approvals mandated by the provisions of Section 197 read with Schedule V to the Act.

For Price Waterhouse Chartered Accountants LLP
Firm Registration Number: 012754N/N500016

Abhishek Rara
Partner
Membership Number : 077779
UDIN: 24077779BKEHUJ4042

Place : New Delhi
Date : May 07, 2024

Annexure A to Independent Auditor's Report

Referred to in paragraph 16(g) of the Independent Auditor's Report of even date to the members of Chambal Fertilisers and Chemicals Limited on the Consolidated Financial Statements for the year ended March 31, 2024

Report on the Internal Financial Controls with reference to Consolidated Financial Statements under clause (i) of sub-section 3 of Section 143 of the Act

1. In conjunction with our audit of the Consolidated Financial Statements of the Holding Company as of and for the year ended March 31, 2024, we have audited the internal financial controls with reference to financial statements of the Holding Company and its subsidiary companies, which are companies incorporated in India, as of that date.

Management's Responsibility for Internal Financial Controls

2. The respective Board of Directors of the Holding Company and its subsidiary companies, to whom reporting under clause (i) of sub section 3 of Section 143 of the Act in respect of the adequacy of the internal financial controls with reference to financial statements is applicable, which are companies incorporated in India, are responsible for establishing and maintaining internal financial controls based on internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting ("the Guidance Note") issued by the Institute of Chartered Accountants of India ("ICAI"). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to the respective company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Act.

Auditor's Responsibility

3. Our responsibility is to express an opinion on the Holding Company's and its subsidiaries, which are companies incorporated in India, internal financial controls with reference to financial statements based on our audit. We conducted our audit in accordance with the Guidance Note issued by the ICAI and the Standards on Auditing deemed to be prescribed under Section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of internal financial controls and both issued by the ICAI. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls with reference to financial statements was established and maintained and if such controls operated effectively in all material respects.

4. Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system with reference to financial statements and their operating effectiveness. Our audit of internal financial controls with reference to financial statements included obtaining an understanding of internal financial controls with reference to financial statements, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

5. We believe that the audit evidence we have obtained and the audit evidence obtained by the other auditors in terms of their reports referred to in the 'Other Matters' paragraph below is sufficient and appropriate to provide a basis for our audit opinion on the Holding Company and its subsidiaries companies, which are incorporated in India, internal financial controls system with reference to consolidated financial statements.

Meaning of Internal Financial Controls with reference to financial statements

6. A company's internal financial control with reference to financial statements is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control with reference to financial statements includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorisations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls with reference to financial statements

7. Because of the inherent limitations of internal financial controls with reference to financial statements, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls with reference to financial statements to future periods are subject to the risk that the internal financial control with reference to financial statements may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

Opinion

8. In our opinion, the Holding Company and its subsidiary companies, which are companies incorporated in India, have, in all material respects, an adequate internal financial controls system with reference to financial statements and such internal financial controls with reference to financial statements were operating effectively as at March 31, 2024, based on the internal control over financial reporting criteria established by the Holding company and its subsidiaries Companies incorporated in India considering the essential components of internal control stated in the Guidance Note issued by the ICAI.

Other Matters

9. Our aforesaid reports under Section 143(3)(i) of the Act on the adequacy and operating effectiveness of the internal financial controls with reference to financial statements insofar as it relates to certain subsidiary companies, which are companies incorporated in India, is based on the corresponding reports of the auditors of such companies incorporated in India. Our opinion is not modified in respect of this matter.

For Price Waterhouse Chartered Accountants LLP
Firm Registration Number: 012754N/N500016

Abhishek Rara
Partner
Membership Number : 077779
UDIN: 24077779BKEHUJ4042

Place : New Delhi
Date : May 07, 2024

CONSOLIDATED BALANCE SHEET AS AT MARCH 31, 2024

(Rs. in Crore)

Particulars	Notes	As at March 31, 2024	As at March 31, 2023
ASSETS			
Non-Current Assets			
Property, Plant and Equipment	3	6,400.88	6,239.41
Capital Work-in-Progress	28 & 3	183.54	101.63
Right-of-Use Assets	3 & 34	18.61	21.60
Other Intangible Assets	4A	3.15	1.38
Intangible Assets under Development	4B	0.32	0.99
Investments Accounted for Using the Equity Method	37(A)	499.13	539.77
Financial Assets:			
i. Investments	5A	0.02	0.02
ii. Loans	5B	0.10	0.16
iii. Other Financial Assets	5C	4.53	7.22
Non-Current Tax Assets (Net)	41	142.67	135.89
Other Non-Current Assets	6	166.89	83.26
Total Non-Current Assets		**7,419.84**	**7,131.33**
Current Assets			
Inventories	7	1,254.66	1,373.83
Financial Assets:			
i. Investments	8A	1,932.19	1,837.30
ii. Trade Receivables	8B	191.56	1,760.48
iii. Cash and Cash Equivalents	8C	109.86	36.93
iv. Bank Balances other than (iii) above	8D	23.03	20.70
v. Loans	8E	0.03	0.05
vi. Other Financial Assets	8F	112.72	114.55
Current Tax Assets (Net)	41	0.00	0.00
Other Current Assets	9	462.05	493.70
Assets Classified as Held for Sale	45	3.03	1.20
Total Current Assets		**4,089.13**	**5,638.74**
Total Assets		**11,508.97**	**12,770.07**
EQUITY AND LIABILITIES			
EQUITY			
Equity Share Capital	10	400.65	416.21
Other Equity	10A	6,872.90	6,651.90
Equity attributable to Owners of the Parent Company		**7,273.55**	**7,068.11**
Non-Controlling Interests	37(B)	(15.49)	(15.19)
Total Equity		**7,258.06**	**7,052.92**
LIABILITIES			
Non-Current Liabilities			
Financial Liabilities			
i. Borrowings	11A	1,144.22	1,820.41
ii. Lease Liabilities	34	15.42	18.46
Provisions	12	24.73	18.64
Deferred Tax Liabilities (Net)	41	1,025.78	704.30
Other Non-Current Liabilities	13	4.17	3.20
Total Non-Current Liabilities		**2,214.32**	**2,565.01**
Current Liabilities			
Financial Liabilities			
i. Borrowings	14A	709.33	1,514.86
ii. Lease Liabilities	34	4.96	4.67
iii. Trade Payables	14B		
a) total outstanding dues of micro enterprises and small enterprises; and		31.61	19.03
b) total outstanding dues of creditors other than micro enterprises and small enterprises.		762.22	1,192.51
iv. Other Financial Liabilities	14C	406.27	330.18
Other Current Liabilities	15	80.28	54.48
Provisions	16	41.92	36.41
Total Current Liabilities		**2,036.59**	**3,152.14**
Total Liabilities		**4,250.91**	**5,717.15**
Total Equity and Liabilities		**11,508.97**	**12,770.07**

The accompanying notes form an integral part of the Consolidated Financial Statements.

This is the Consolidated Balance Sheet referred to in our report of even date.

For Price Waterhouse Chartered Accountants LLP
Firm Registration No. 012754N / N500016

Abhishek Rara
Partner
Membership No. : 077779

Place : New Delhi
Date : May 07, 2024

For and on behalf of the Board of Directors of
Chambal Fertilisers and Chemicals Limited

Rita Menon
Director
DIN: 00064714

Abhay Baijal
Managing Director
DIN: 01588087

Anand Agarwal
Chief Financial Officer

Tridib Barat
Company Secretary

Place : New Delhi
Date : May 07, 2024

CONSOLIDATED STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED MARCH 31, 2024

(Rs. in Crore)

Particulars	Notes	Year Ended March 31, 2024	Year Ended March 31, 2023
Revenue from Operations	**17**	17,966.41	27,772.81
Other Income	**18**	249.10	167.76
Total Income		**18,215.51**	**27,940.57**
Expenses			
Cost of Materials Consumed	**19**	6,581.95	8,522.56
Purchases of Stock-in-Trade		4,174.90	9,395.60
Changes in Inventories of Finished Goods, Stock-in-Trade and Work-in-Progress	**20**	145.41	1,786.13
Employee Benefits Expense	**21**	220.77	191.00
Finance Costs	**22**	173.06	320.02
Depreciation and Amortization Expenses	**3 & 4A**	312.79	308.29
Other Expenses	**23**	4,800.09	6,058.17
Total Expenses		**16,408.97**	**26,581.77**
Profit before Share of Profit of a Joint Venture and Tax		**1,806.54**	**1,358.80**
Share of Net Profit of a Joint Venture accounted for using the Equity Method	**37(A)**	80.44	57.53
Profit Before Tax		**1,886.98**	**1,416.33**
Tax Expense:			
(1) Current Tax	**41**	299.25	208.87
(2) Tax related to Earlier Years	**41**	0.00	0.00
(3) Deferred Tax	**41**	311.98	173.67
Total Tax Expense		**611.23**	**382.54**
Profit for the Year		**1,275.75**	**1,033.79**
Other Comprehensive Income (OCI)			
A. (i) Items that will not be re-classified to Profit or Loss:			
- Re-measurement (Loss) on Defined Benefit Plans	**31**	(3.11)	(0.44)
(ii) Income Tax Credit relating to items that will not be re-classified to Profit or Loss	**41**	1.09	0.16
B. (i) Items that will be re-classified to Profit or Loss:			
- Exchange Difference Gain on Translation of Foreign Operations		14.04	9.36
- Effective Portion of Exchange Difference (Loss) on Hedging Instruments	**42**	(34.48)	(262.86)
- Effective Portion of Exchange Difference Loss on Hedging Instruments re-classified to Profit or Loss	**42**	179.53	163.57
(ii) Income Tax (Charge) / Credit relating to items that will be re-classified to Profit or Loss	**41**	(50.69)	34.70
OCI for the Year (Net of Tax)		**106.38**	**(55.51)**
Total Comprehensive Income for the Year (Comprising Profit and Other Comprehensive Income for the Year)		**1,382.13**	**978.28**
Profit for the Year attributable to:			
Owners of the Parent Company		1,275.80	1,034.22
Non-Controlling Interests	**37(B)**	(0.05)	(0.43)
Other Comprehensive Income for the Year attributable to:			
Owners of the Parent Company		106.63	(54.25)
Non-Controlling Interests		(0.25)	(1.26)
Total Comprehensive Income for the Year attributable to:			
Owners of the Parent Company		1,382.43	979.97
Non-Controlling Interests		(0.30)	(1.69)
Earnings per Share attributable to Owners of the Parent Company			
Earnings per Equity Share:			
Basic and Diluted (in Rs.)	**24**	30.84	24.85

The accompanying notes form an integral part of the Consolidated Financial Statements.
This is the Consolidated Statement of Profit and Loss referred to in our report of even date.

For Price Waterhouse Chartered Accountants LLP
Firm Registration No. 012754N / N500016

Abhishek Rara
Partner
Membership No. : 077779

Place : New Delhi
Date : May 07, 2024

For and on behalf of the Board of Directors of
Chambal Fertilisers and Chemicals Limited

Rita Menon
Director
DIN: 00064714

Abhay Baijal
Managing Director
DIN: 01588087

Anand Agarwal
Chief Financial Officer

Tridib Barat
Company Secretary

Place : New Delhi
Date : May 07, 2024

CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE YEAR ENDED MARCH 31, 2024

(Rs. in Crore)

Sl. No.	Particulars	Notes	Year Ended March 31, 2024	Year Ended March 31, 2023
A.	**Cash Flow from Operating Activities :**			
	Profit Before Tax		**1,886.98**	**1,416.33**
	Adjustments for :			
	Depreciation and Amortization Expenses	**3 & 4A**	312.79	308.29
	Gain on Sale of Current Investments	**18**	(89.32)	(42.65)
	Fair Value Gain on Financial Instrument at Fair Value through Profit or Loss	**18**	(68.21)	-
	Reversal of Fair Value Loss on Financial Instrument at Fair Value through Profit or Loss, recognised in earlier years	**18**	(2.12)	-
	Mark to Market (Gain) / Loss on Derivative Transactions	**18 & 22**	(9.30)	5.88
	Un-realised Foreign Exchange Variation (Gain)		(0.32)	(3.29)
	Realised Foreign Exchange Variation Loss / (Gain)		8.17	(25.91)
	Effective Portion of Exchange Difference Loss on Hedging Instruments re-classified to Profit or Loss	**42**	179.53	163.57
	Loss on Disposal / Write off of Property, Plant and Equipment (Net) and Right -of -Use Assets	**23**	3.72	2.80
	Allowance for Doubtful Debts and Advances (Net)	**18 & 23**	2.50	(41.13)
	Inventories written off	**23**	0.01	-
	Liabilities no Longer Required Written Back	**18**	(0.36)	(0.54)
	Catalyst Charges Written off	**23**	9.48	9.00
	Irrecoverable Balances Written off	**23**	0.01	0.02
	Finance Costs (Interest and Premium)		167.12	320.85
	Interest (Income)		(26.29)	(27.22)
	Dividend (Income) on Non-Current Investment	**18**	(0.00)	(0.00)
	Share of Profit of a Joint Venture	**37(A)**	(80.44)	(57.53)
	Operating Profit before Working Capital Changes		**2,293.95**	**2,028.47**
	Working Capital Adjustments:			
	Decrease in Inventories		114.62	1,746.38
	Decrease in Trade Receivables		1,566.41	391.02
	(Increase) in Other Financial Assets - Non-Current		(0.12)	(0.32)
	Decrease / (Increase) in Other Financial Assets - Current		2.10	(81.09)
	Decrease in Other Assets - Non-Current		0.86	0.72
	Decrease / (Increase) in Other Assets - Current		31.73	(239.88)
	(Decrease) in Trade Payables		(422.30)	(287.45)
	Increase in Other Financial Liabilities - Current		48.79	19.07
	Increase / (Decrease) in Other Liabilities - Non-Current		0.97	(0.08)
	Increase / (Decrease) in Other Liabilities - Current		25.80	(71.20)
	Increase in Provisions - Non Current		2.98	3.20
	Increase in Provisions - Current		5.51	1.90
	Cash generated from Operations		**3,671.30**	**3,510.74**
	Income Tax Paid (Net of Refunds)		(344.55)	(271.48)
	Net Cash Flow generated from Operating Activities		**3,326.75**	**3,239.26**
B.	**Cash Flow from Investing Activities**			
	Purchase of Property, Plant and Equipment		(610.34)	(196.55)
	Purchase of Intangible Assets		(2.46)	(0.54)
	Decrease / (Increase) of Intangible Assets under Development		0.67	(0.65)

(Rs. in Crore)

Sl. No.	Particulars	Notes	Year Ended March 31, 2024	Year Ended March 31, 2023
	Proceeds from Disposal of Property, Plant and Equipment		3.33	3.51
	Purchase of Current Investments		(13,845.00)	(16,925.00)
	Proceeds from Sale of Current Investments		13,907.64	15,130.35
	Recovery of Fair Value Loss on Financial Instrument at Fair Value through Profit or Loss, recognised in earlier years		2.12	-
	Interest Received		24.46	24.66
	Dividend Received		0.00	0.00
	Distribution Received from Joint Venture	**37(A)**	136.18	91.65
	Fixed Deposits matured / (placed) (having original maturity of more than three months)		0.92	(0.59)
	Net Cash Flow (used in) Investing Activities		**(382.48)**	**(1,873.16)**
C.	**Cash Flow from Financing Activities**			
	Repayment of Long Term Borrowings	**49**	(875.31)	(859.22)
	Availment of Supplier's Credit	**49**	-	2,803.74
	Repayment of Supplier's Credit	**49**	(649.82)	(2,289.71)
	Net Repayment of Short Term Borrowings	**49**	-	(890.00)
	Repayment of Lease Liabilities	**49**	(5.68)	(5.88)
	Payment towards Buy-back of equity shares including transaction costs and tax on buy-back		(864.83)	-
	Receipt of amount from CFCL Employees Welfare Trust		-	0.65
	Finance Costs paid (Interest and Premium)		(163.61)	(309.47)
	Dividend Paid		(312.16)	(312.10)
	Net Cash Flow (used in) Financing Activities		**(2,871.41)**	**(1,861.99)**
	Net Increase / (Decrease) in Cash and Cash Equivalents (A+B+C)		**72.86**	**(495.89)**
	Foreign Currency Translation Difference		0.07	0.80
	Cash and Cash Equivalents at the beginning of the Year		36.93	532.02
	Cash and Cash Equivalents at the end of the Year		**109.86**	**36.93**
	Components of Cash and Cash Equivalents:			
	Balances with Banks :			
	- on Current Accounts		0.73	9.14
	- on Cash Credit Accounts		35.76	27.72
	- deposits with original maturity of less than three months		73.34	0.05
	Cash on hand		0.03	0.02
	Total Cash and Cash Equivalents	**8C**	**109.86**	**36.93**

Note: Cash Flow from operating activities for the year ended on March 31, 2024 is after considering corporate social responsibility expenditure of Rs. 35.25 Crore (Previous Year : Rs. 34.30 Crore).

The accompanying notes form an integral part of the Consolidated Financial Statements.
This is the Consolidated Statement of Cash Flows referred to in our report of even date

For Price Waterhouse Chartered Accountants LLP
Firm Registration No. 012754N / N500016

Abhishek Rara
Partner
Membership No. : 077779

Place : New Delhi
Date : May 07, 2024

For and on behalf of the Board of Directors of
Chambal Fertilisers and Chemicals Limited

Rita Menon
Director
DIN: 00064714

Abhay Baijal
Managing Director
DIN: 01588087

Anand Agarwal
Chief Financial Officer

Tridib Barat
Company Secretary

Place : New Delhi
Date : May 07, 2024

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED MARCH 31, 2024

Chambal Fertilisers and Chemicals Limited

A : Equity Share Capital

Equity shares of Rs.10 each issued, subscribed and fully paid (refer note 10)

(Rs. in Crore)

As at March 31, 2024	Balance as at April 01, 2023	Changes in Equity Share Capital due to prior period errors	Restated balance at the beginning of the current reporting period	Changes in equity share capital during the current year *	Balance as at March 31, 2024
	416.21	-	-	(15.56)	400.65

(Rs. in Crore)

As at March 31, 2023	Balance as at April 01, 2022	Changes in Equity Share Capital due to prior period errors	Restated balance at the beginning of the current reporting period	Changes in equity share capital during the current year	Balance as at March 31, 2023
	416.21	-	-	-	416.21

* 1,55,55,555 equity shares of Rs. 10 each bought back during the year.

B : Other Equity

For the Year Ended March 31, 2024 (Rs. in Crore)

Particulars	Attributable to the Equity Holders of the Parent Company													Non-Controlling Interests	Total
	Reserves and Surplus										Items of Other Comprehensive Income		Total Other Equity		
	Treasury Shares	Loss on Treasury Shares acquired	Capital Reserve	Securities Premium	Capital Redemption Reserve	General Reserve	Tonnage Tax Reserve under Section 115VT of the Income Tax Act, 1961	Tonnage Tax Reserve (utilised) Account under Section 115VT of the Income Tax Act, 1961	Share Option Outstanding Account (refer note 10A)	Retained Earnings	Exchange Difference on Translation of Foreign Operations	Cash Flow Hedging Reserve			
Balance as at April 01, 2023	(0.57)	(2.14)	0.21	6.42	0.25	734.26	0.50	42.25	2.64	6,225.27	(38.79)	(318.40)	6,651.90	(15.19)	6,636.71
Profit for the Year	-	-	-	-	-	-	-	-	-	1,275.80	-	-	1,275.80	(0.05)	1,275.75
Other Comprehensive Income (Net of Tax):															
- Re-measurement (Loss) on Defined Benefit Plans	-	-	-	-	-	-	-	-	-	(2.02)	-	-	(2.02)	-	(2.02)
- Exchange Difference on Translation of Foreign Operations	-	-	-	-	-	-	-	-	-	-	14.29	-	14.29	(0.25)	14.04
- Effective Portion of Exchange Difference on Hedging Instruments	-	-	-	-	-	-	-	-	-	-	-	94.36	94.36	-	94.36
Total Comprehensive Income for the Year	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**1,273.78**	**14.29**	**94.36**	**1,382.43**	**(0.30)**	**1,382.13**
Cash Dividends (refer note 44)	-	-	-	-	-	-	-	-	-	(312.16)	-	-	(312.16)	-	(312.16)
Buy-back of Equity Shares	-	-	-	(6.42)	-	-	-	-	-	(678.03)	-	-	(684.45)	-	(684.45)
Tax on Buy-back of Equity Shares	-	-	-	-	-	-	-	-	-	(159.45)	-	-	(159.45)	-	(159.45)
Transaction Costs towards Buy-back of Equity Shares	-	-	-	-	-	-	-	-	-	(5.37)	-	-	(5.37)	-	(5.37)
Amount transferred to Capital Redemption Reserve upon Buyback of Equity Shares	-	-	-	-	15.56	-	-	-	-	(15.56)	-	-	-	-	-
Exercise of Share Options	0.57	(0.06)	-	-	-	-	-	-	-	-	-	-	0.51	-	0.51
Transfer to Retained Earnings	-	2.20	-	-	-	-	-	-	(2.64)	0.44	-	-	-	-	-
Any Other Change {refer note below}	-	-	-	-	-	-	-	-	-	(0.51)	-	-	(0.51)	-	(0.51)
Balance as at March 31, 2024	**-**	**-**	**0.21**	**-**	**15.81**	**734.26**	**0.50**	**42.25**	**-**	**6,328.41**	**(24.50)**	**(224.04)**	**6,872.90**	**(15.49)**	**6,857.41**

For the Year Ended March 31, 2023 (Rs. in Crore)

Particulars	Attributable to the Equity Holders of the Parent Company													Non-Controlling Interests	Total
	Reserves and Surplus										Items of Other Comprehensive Income		Total Other Equity		
	Treasury Shares	Loss on Treasury Shares acquired	Capital Reserve	Securities Premium	Capital Redemption Reserve	General Reserve	Tonnage Tax Reserve under Section 115VT of the Income Tax Act, 1961	Tonnage Tax Reserve (utilised) Account under Section 115VT of the Income Tax Act, 1961	Share Option Outstanding Account (refer note 10A)	Retained Earnings	Exchange Difference on Translation of Foreign Operations	Cash Flow Hedging Reserve			
Balance as at April 01, 2022	(2.76)	(1.90)	0.21	6.42	0.25	684.26	0.50	42.25	2.64	5,554.73	(49.42)	(253.81)	5,983.37	(13.49)	5,969.88
Profit for the Year	-	-	-	-	-	-	-	-	-	1,034.22	-	-	1,034.22	(0.43)	1,033.79
Other Comprehensive Income (Net of Tax):															
- Re-measurement (Loss) on Defined Benefit Plans	-	-	-	-	-	-	-	-	-	(0.28)	-	-	(0.28)	-	(0.28)
- Exchange Difference on Translation of Foreign Operations	-	-	-	-	-	-	-	-	-	-	10.63	-	10.63	(1.27)	9.36
- Effective portion of Exchange Difference on Hedging Instruments	-	-	-	-	-	-	-	-	-	-	-	(64.59)	(64.59)	-	(64.59)
Total Comprehensive Income for the Year	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**1,033.94**	**10.63**	**(64.59)**	**979.98**	**(1.70)**	**978.28**
Cash Dividends (refer note 44)	-	-	-	-	-	-	-	-	-	(312.16)	-	-	(312.16)	-	(312.16)
Exercise of Share Options	2.19	(0.24)	-	-	-	-	-	-	-	-	-	-	1.95	-	1.95
Transfer to General Reserve	-	-	-	-	-	50.00	-	-	-	(50.00)	-	-	-	-	-
Any Other Change {refer note below}	-	-	-	-	-	-	-	-	-	(1.24)	-	-	(1.24)	-	(1.24)
Balance as at March 31, 2023	**(0.57)**	**(2.14)**	**0.21**	**6.42**	**0.25**	**734.26**	**0.50**	**42.25**	**2.64**	**6,225.27**	**(38.79)**	**(318.40)**	**6,651.90**	**(15.19)**	**6,636.71**

Note: Any other change in retained earnings represents dividend on treasury shares and net results of ESOP trust operations.

The accompanying notes form an integral part of the Consolidated Financial Statements.

This is the Consolidated Statement of Changes in Equity referred to in our report of even date.

For Price Waterhouse Chartered Accountants LLP
Firm Registration No. 012754N / N500016

Abhishek Rara
Partner
Membership No. : 077779

Place : New Delhi
Date : May 07, 2024

For and on behalf of the Board of Directors of
Chambal Fertilisers and Chemicals Limited

Rita Menon
Director
DIN: 00064714

Abhay Baijal
Managing Director
DIN: 01588087

Anand Agarwal
Chief Financial Officer

Tridib Barat
Company Secretary

Place : New Delhi
Date : May 07, 2024

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2024

1. Corporate Information

The consolidated financial statements comprise financial statements of Chambal Fertilisers and Chemicals Limited (the Parent Company), its subsidiaries (collectively, the Group) and joint venture for the year ended March 31, 2024. The Parent Company is a public company domiciled in India and has been incorporated under the provisions of the Companies Act, 1956 having a CIN: L24124RJ1985PLC003293. Its equity shares are listed on two recognised stock exchanges in India. The registered office of the Parent Company is located at Gadepan, District Kota, Rajasthan, PIN-325208.

The Parent Company is engaged in production of Urea and has three Urea plants. Apart from manufacture of Urea, the Parent Company also deals in other fertilisers and Agri-inputs. The Parent Company has a joint venture for manufacture of Phosphoric Acid in Morocco.

These consolidated financial statements were authorised for issuance by the Board of Directors of the Parent Company at its meeting held on May 07, 2024.

2.1 Basis of Preparation

These Consolidated Financial Statements (CFS) of the Group have been prepared in accordance with Indian Accounting Standards ("Ind AS") as prescribed under Section 133 of the Companies Act, 2013 ("the Act") and other relevant rules and provisions of the Act, as applicable.

The consolidated financial statements have been prepared on an accrual basis and under the historical cost basis, except for the following material items those have been measured at fair value as required by relevant Ind AS:

- Derivative financial instruments;
- Certain financial assets and liabilities measured at fair value;
- Defined benefit plans and other long-term employee benefits;
- Share-based payment transactions; and
- Investment in debt instruments (i.e. preference shares).

The consolidated financial statements of the Group are presented in Indian Rupees (Rs.) and all values are presented in Crore, except when otherwise indicated.

The transactions and balances with values below rounding off norm adopted by the Group have been reflected as 0.00 in the financial statements.

Assets and Liabilities in the balance sheet have been classified as either current or non-current, except the following basis the normal operating cycle of the Company. Operating cycle of the Company is determined as 12 months.

- Deferred tax assets and liabilities are classified as non-current assets and liabilities.

- Leave encashment as the Company does not have an unconditional right to defer the settlement for at least twelve months after the reporting date.

New and amended standards adopted by the Group.

The Ministry of Corporate Affairs had vide its notification dated March 31, 2023, notified the Companies (Indian Accounting Standards) Amendment Rules, 2023 which amended certain accounting standards, and are effective April 01, 2023.

The Rules predominantly amend:

Disclosure of accounting policies – amendments to Ind AS 1

Definition of accounting estimates – amendments to Ind AS 8

Deferred tax related to assets and liabilities arising from single transaction – amendments to Ind AS 12

The other amendments to Ind AS notified by these rules are primarily in the nature of clarifications.

These amendments did not have any impact on the amounts recognised in the current period and are not expected to significantly affect the future periods.

2.2 Basis of Consolidation

The consolidated financial statements comprise the financial statements of the Parent Company, its subsidiaries and joint venture. Control is achieved when the Group is exposed, or has rights, to variable returns from its involvement with the investee and has the ability to affect those returns through its power over the investee. Specifically, the Group controls an investee if and only if the Group has:

- Power over the investee (i.e. existing rights that give it the current ability to direct the relevant activities of the investee)
- Exposure, or rights, to variable returns from its involvement with the investee, and
- The ability to use its power over the investee to affect its returns.

Generally, there is a presumption that a majority of voting rights result in control. To support this presumption and when the Group has less than a majority of the voting or similar rights of an investee, the Group considers all relevant facts and circumstances in assessing whether it has power over an investee, including:

- The contractual arrangement with the other vote holders of the investee
- Rights arising from other contractual arrangements
- The Group's voting rights and potential voting rights
- The size of the Group's holding of voting rights relative to the size and dispersion of the holdings of the other voting rights holders

The Group re-assesses whether or not it controls an investee if facts and circumstances indicate that there are changes to one or more of the three elements of control. Consolidation of a subsidiary begins when the Group obtains control over the subsidiary and ceases when the Group loses control of the subsidiary. Assets, liabilities, income and expenses of a subsidiary acquired or disposed off during the year are included in the consolidated financial statements from the date the Group gains control until the date the Group ceases to control the subsidiary.

Consolidated financial statements are prepared using uniform accounting policies for like transactions and other events in similar circumstances. If a member of the Group uses accounting policies other than those adopted in the consolidated financial statements for like transactions and events in similar circumstances, appropriate adjustments are made to that Group member's financial statements in preparing the consolidated financial statements to ensure conformity with the Group's accounting policies.

The financial statements of all entities used for the purpose of consolidation are drawn up to same reporting date as that of the Parent Company, i.e. year ended on March 31. Further, subsidiaries which are liquidated/under liquidation are consolidated till the Group was having the control over the subsidiaries.

Consolidation Procedure:

a) Combine like items of assets, liabilities, equity, income, expenses and cash flows of the Parent Company with those of its subsidiaries.

b) Offset (eliminate) the carrying amount of the Parent's investment in each subsidiary and the Parent's portion of equity of each subsidiary.

c) Eliminate in full intra-group assets and liabilities, equity, income, expenses and cash flows relating to transactions between entities of the Group (profits or losses resulting from intra-group transactions that are recognised in assets, such as inventory and fixed assets, are eliminated in full). Intra-group losses may indicate an impairment that requires recognition in the consolidated financial statements. Ind AS12 'Income Taxes' applies to temporary differences that arise from the elimination of profits or losses resulting from intra-group transactions.

Profit or loss and each component of other comprehensive income (OCI) are attributed to the equity holders of the Parent Company and to the non-controlling interests, even if this results in the non-controlling interests having a deficit balance.

The accumulated loss attributable to non-controlling interests in excess of their equity on the date of transition to Ind AS has been restricted to zero in accordance with Ind AS 101.

When necessary, adjustments are made to the financial statements of subsidiaries to bring their accounting policies in line with the Group's accounting policies.

When the Group loses control over a subsidiary, it derecognises the assets and liabilities of the subsidiary and any related non-controlling interests and other components of equity. Any interest retained in the former subsidiary is measured at fair value at the date the control is lost. Any resulting gain or loss is recognized in profit or loss.

Non-controlling interests in the results and equity of subsidiaries are shown separately in the Consolidated Statement of Profit and Loss, Consolidated Statement of Changes in Equity and Consolidated Balance Sheet.

2.3 (a) Investment in Joint Venture

A joint venture is a type of joint arrangement whereby the parties that have joint control of the arrangement have rights to the net assets of the joint venture. Joint control is the contractually agreed sharing of control of an arrangement, which exists only when decisions about the relevant activities require unanimous consent of the parties sharing control.

The considerations made in determining whether significant influence or joint control are similar to those necessary to determine control over the subsidiaries.

The Group's investments in its joint venture are accounted for using the equity method. Under the equity method, the investment in a joint venture is initially recognised at cost. The carrying amount of the investment is adjusted to recognise changes in the Group's share of net assets of the joint venture since the acquisition date.

The Statement of Profit and Loss reflects the Group's share of the results of operations of the joint venture. Any change in other comprehensive income (OCI) of the investee is presented as part of the Group's OCI. In addition, when there has been a change recognised directly in the equity of the joint venture, the Group recognises its share of any changes, when applicable, in the statement of changes in equity. Unrealised gains and losses resulting from transactions between the Group and the joint venture are eliminated to the extent of the interest in the joint venture.

Dividends received or receivable from joint venture are recognised as a reduction in the carrying amount of the investment.

If an entity's share of losses of a joint venture equals or exceeds its interest in the joint venture (which includes any long term interest that, in substance, form part of the Group's net investment in the joint venture), the entity discontinues recognising its share of further losses. Additional losses are recognised only to the extent that the Group has incurred legal or constructive obligations or made payments on behalf of the joint venture. If the joint venture subsequently reports profits, the entity resumes recognising its share of those profits only after its share of the profits equals the share of losses not recognised.

The aggregate of the Group's share of profit or loss of a joint venture is shown on the face of the Statement of Profit and Loss.

After application of the equity method, the Group determines whether it is necessary to recognise an impairment loss on its investment in its joint venture. At each reporting date, the Group determines whether there is objective evidence that the investment in the joint venture is impaired. If there is such evidence, the Group calculates the amount of impairment as the difference between the recoverable amount of the joint venture and its carrying value, and then recognises the loss as 'Share of profit of a joint venture' in the Statement of Profit and Loss.

2.3 (b) Foreign Currency Translation

(i) Functional and Presentation Currency

Items included in the financial statements of each of the Group's entities are measured using the currency of the primary economic environment in which the entity operates ('the functional currency'). The Group's consolidated financial statements are presented in Indian Rupees (Rs.), which is Parent Company's functional and presentation currency.

(ii) Initial Recognition

Transactions in foreign currencies are recorded in the functional currency, by applying to the foreign currency amount, the exchange rate between the functional currency and the foreign currency at the date of the transaction.

(iii) Conversion

Foreign currency monetary items are translated using the exchange rate prevailing at the reporting date. Non-monetary items that are measured in terms of historical cost denominated in a foreign currency are translated using the exchange rate at the date of the initial transaction. Non-monetary items, measured at fair value denominated in a foreign currency are translated using the exchange rates that existed when the fair value was determined.

(iv) Exchange Differences

Exchange differences arising on settlement or translation of monetary items are recognised in the consolidated Statement of Profit and Loss. (also refer note 22).

The gain or loss arising on translation of non-monetary items measured at fair value is treated in line with the recognition of the gain or loss on the change in fair value of the item (i.e., translation differences on items whose fair value gain or loss is recognised in other comprehensive income (OCI), or profit and loss are also recognised in OCI or profit and loss, respectively).

(v) Translation of Foreign Operations

The results and financial position of foreign operations (none of which has the currency of a hyperinflationary economy) that have a functional currency different from the presentation currency are translated into the presentation currency as follows:

(i) assets and liabilities for each balance sheet including comparatives are translated at the closing rate at the date of that balance sheet;

(ii) income and expenses for each Statement of Profit and Loss including comparatives are translated at average exchange rates; and

(iii) all resulting exchange differences have been recognised in other comprehensive income.

On disposal of foreign operations, the associated exchange differences are re-classified to profit or loss, as part of the gain or loss on disposal.

Goodwill arising on the acquisition of foreign operations are treated as assets and liabilities of the foreign operations and translated at the exchange rate in effect at the balance sheet date.

Cumulative currency translation differences for all foreign operations were deemed to be zero at the date of transition to Ind AS, viz, April 01, 2015. Gain or loss on subsequent disposal of any foreign operations excludes translation differences that arose before the date of transition but includes only translation differences arising after the date of transition.

2.3 (c) Treasury Shares

The Parent Company has created CFCL Employees Welfare Trust ('ESOP Trust') for providing share-based payment to the employees of the Parent Company. The ESOP Trust is used as a vehicle for distributing shares to employees under the Employees Stock Option Scheme. The ESOP Trust has bought shares of the Parent Company from the market, for giving shares to employees. The ESOP Trust is treated as its extension and shares held by ESOP Trust are treated as treasury shares.

Own equity instruments that are reacquired (treasury shares) have been recognised at cost and deducted from equity. No gain or loss is recognised in profit or loss on the purchase, sale, issue, or cancellation of the Parent Company's own equity instruments. Any difference between the carrying amount and the consideration, if reissued, is recognised in capital reserve. Share options exercised during the reporting period are satisfied with treasury shares.

2.3 (d) Material Accounting policies

The material accounting policies used in preparation of the consolidated financial statements have been included in the relevant notes to the consolidated financial statements.

NOTES ANNEXED TO AND FORMING PART OF THE CONSOLIDATED BALANCE SHEET AS AT MARCH 31, 2024

Note 3 : Property, Plant and Equipment and Right-of-Use-Assets

Accounting policy

Property, Plant and Equipment (PPE) are stated at cost, net of accumulated depreciation and accumulated impairment losses, if any. The cost comprises purchase price, including import duties and non- refundable purchase taxes, borrowing costs if recognition criteria are met and any directly attributable cost of bringing the asset to its working condition for the intended use. Any trade discounts and rebates are deducted in arriving at the purchase price.

Subsequent expenditure related to an item of PPE is capitalised only when it is probable that future economic benefits associated with these will flow to the Group and the cost of the item can be measured reliably. Such cost includes the cost of replacing part of the plant and equipment. When significant parts of plant and equipment are required to be replaced at intervals, the Group depreciates them separately based on their specific useful lives. Likewise, when a major inspection is performed, its cost is recognised in the carrying amount of the plant and equipment as a replacement if the recognition criteria are satisfied. All other repair and maintenance costs are recognised in the Statement of Profit and Loss as incurred.

Items of stores and spares that meet the definition of PPE are capitalized at cost. Otherwise, such items are classified as inventories.

Catalysts which are used in commissioning of new plant are capitalized and are amortized based on the estimated useful life as technically assessed. Subsequent issues of catalysts, if any, are treated as inventory.

Gains or losses arising from derecognition of the assets are measured as the difference between the net disposal proceeds and the carrying amount of the asset and are recognized in the Statement of Profit and Loss when the asset is derecognized.

Depreciation on PPE is calculated using the straight-line method to allocate their cost, net of their residual values, over their useful lives estimated by the management based on technical evaluation which are equal to the useful life prescribed under Schedule II to the Companies Act, 2013, other than the cases as mentioned in table below from S.No. (i) to (vi) where the useful lives are different from those prescribed in Schedule II to the Companies Act, 2013. The management believes that these estimated useful lives are realistic and reflect fair approximation of the period over which the assets are likely to be used. A major portion of the plant and equipment of the Parent Company has been considered as continuous process plant.

The estimated useful lives of assets are as follows:

S. No.	Assets	Useful lives
(i)	- Leasehold Land - Leasehold Improvements - Assets under finance lease - Right -of-Use Assets	Amortised over 99 Years Ranging from 3 to 15 Years Ranging from 3 to 9 Years Over the life of lease period. (These assets are amortised over the period of respective leases or useful lives of assets, whichever is lower.)
(ii)	Plant and Equipment	Over their useful lives ranging from 1 to 35 years.
(iii)	Insurance / Capital / Critical Stores and Spares	Over the remaining useful life of related plant and equipment or useful life of insurance / capital / critical spare part, whichever is lower.
(iv)	Vehicles	Depreciated over 5 years. After the expiry of 5 years, the vehicle gets normally replaced.
(v)	Railway Siding	30 years based on technical evaluation that the railway siding is currently in use.
(vi)	Building (other than factory building) and Reinforced Cement Concrete Frame Structure	Over their useful lives ranging from 10 to 60 years.

Assets costing below Rs. 5,000 are depreciated in the year of purchase.

The residual values, useful lives, and methods of depreciation of PPE and Right-of-Use Assets are reviewed at each financial year end and adjusted prospectively, if appropriate.

For Accounting policy of Right -of -Use Assets, refer note 34.

(Rs. in Crore)

Particulars	Own Assets												Right-of-Use Assets (refer note 34)
	Land-Freehold	Land-Leasehold	Buildings	Leasehold Improvements	Leasehold Improvements (on Finance Lease)	Railway Siding	Plant and Equipment	Factory Equipment	Office Equipment	Furniture and Fittings	Vehicles	Total	
Gross Book Value													
As at April 01, 2022	5.75	4.30	796.56	0.47	1.08	8.11	6,581.67	25.17	29.10	6.15	20.86	7,479.22	27.40
Additions	2.06	-	7.65	-	-	5.55	174.76	2.29	4.25	1.83	6.72	205.11	14.50
Deletions	-	-	-	(0.25)	-	-	(14.51)	(0.10)	(1.38)	(0.09)	(5.07)	(21.40)	(2.74)
As at March 31, 2023	**7.81**	**4.30**	**804.21**	**0.22**	**1.08**	**13.66**	**6,741.92**	**27.36**	**31.97**	**7.89**	**22.51**	**7,662.93**	**39.16**
Additions	0.01	-	33.06	-	-	0.08	422.01	13.03	4.41	1.28	3.53	477.41	2.05
Deletions	-	-	-	-	-	-	(23.24)	(0.18)	(1.15)	(0.02)	(2.35)	(26.94)	-
As at March 31, 2024	**7.82**	**4.30**	**837.27**	**0.22**	**1.08**	**13.74**	**7,140.69**	**40.21**	**35.23**	**9.15**	**23.69**	**8,113.40**	**41.21**
Depreciation													
As at April 01, 2022	-	0.38	94.73	0.34	0.93	1.81	998.30	8.22	19.24	2.61	9.40	1,135.96	14.93
Charge for the Year	-	0.06	27.23	0.02	-	0.32	264.27	1.90	3.94	0.58	3.70	302.02	5.17
Deletions	-	-	-	(0.21)	-	-	(8.40)	(0.06)	(1.19)	(0.07)	(4.53)	(14.46)	(2.54)
As at March 31, 2023	-	**0.44**	**121.96**	**0.15**	**0.93**	**2.13**	**1,254.17**	**10.06**	**21.99**	**3.12**	**8.57**	**1,423.52**	**17.56**
Charge for the Year	-	0.06	27.32	0.01	-	0.53	268.35	2.23	3.72	0.69	4.15	307.06	5.04
Deletions	-	-	-	-	-	-	(14.89)	(0.08)	(1.05)	(0.02)	(2.02)	(18.06)	-
As at March 31, 2024	-	**0.50**	**149.28**	**0.16**	**0.93**	**2.66**	**1,507.63**	**12.21**	**24.66**	**3.79**	**10.70**	**1,712.52**	**22.60**
Net Book Value													
As at March 31, 2023	**7.81**	**3.86**	**682.25**	**0.07**	**0.15**	**11.53**	**5,487.75**	**17.30**	**9.98**	**4.77**	**13.94**	**6,239.41**	**21.60**
As at March 31, 2024	**7.82**	**3.80**	**687.99**	**0.06**	**0.15**	**11.08**	**5,633.06**	**28.00**	**10.57**	**5.36**	**12.99**	**6,400.88**	**18.61**

Footnotes:

1. Freehold land having carrying value of Rs. 0.01 Crore (Previous Year : Rs. 0.01 Crore) and Leasehold land having carrying value of Rs. 0.34 Crore (Previous Year : Rs. 0.35 Crore) are yet to be registered in the Parent Company's name.
2. The carrying value of Buildings includes Rs. 0.00 Crore (Previous Year : Rs. 0.00 Crore) representing undivided share in assets jointly owned with others.
3. Deletions from Plant and Equipment includes Plant and Equipment having gross block of Rs. 11.71 Crore (Previous Year: Rs. 6.20 Crore) and Vehicles having gross block of Rs. 0.00 Crore (Previous Year: Nil) and Accumulated Depreciation of Plant and Equipment of Rs. 6.33 Core (Previous Year: Rs. 5.10 Crore) and Vehicles of Rs. 0.00 Crore (Previous Year: Nil) transfered to "Assets held for sale" (refer note 45).
4. Leasehold Improvements (on Finance Lease) had been fully depreciated in earlier years and are carried at residual value.
5. Capital Work-in-Progress of Rs. 183.54 Crore (Previous Year : Rs. 101.63 Crore) primarily represents capital expenditure comprising direct costs, related incidental expenditure and borrowing costs in respect of Plant and Equipment & Buildings.

Capital Work-in-Progress ("CWIP")

As at March 31, 2024

(a) Ageing Schedule

(Rs. in Crore)

CWIP	Amount in CWIP for a period of				Total
	Less than 1 Year	1-2 Years	2-3 Years	More than 3 Years	
Projects in Progress	176.25	7.29	-	-	**183.54**

As at March 31, 2023

(a) Ageing Schedule

(Rs. in Crore)

CWIP	Amount in CWIP for a period of				Total
	Less than 1 Year	1-2 Years	2-3 Years	More than 3 Years	
Projects in Progress	83.68	15.40	1.92	0.63	**101.63**

Note: There are no projects as at March 31, 2024 and March 31, 2023 whose completion is overdue or has exceeded its cost compared to its original plan.

Note 4A : Other Intangible Assets

Accounting policy

Intangible assets acquired separately are measured on initial recognition at cost. Following initial recognition, intangible assets are carried at cost less accumulated amortization and accumulated impairment losses, if any. Intangible assets with finite lives are amortised on a straight line basis over the estimated useful economic life.

Software is the acquired intangible asset.

Management of the Group assessed the useful life of software as finite and cost of software is amortized over its estimated useful life of five years on straight line basis.

The amortization period and the amortization method for an intangible asset with a finite useful life are reviewed at least at the end of each reporting period. If the expected useful life of the asset is significantly different from previous estimates, the amortization period is changed accordingly. If there has been a significant change in the expected pattern of economic benefits from the asset, the amortization method is changed to reflect the changed pattern. Such changes are accounted for in accordance with Ind AS-8 "Accounting Policies, Changes in Accounting Estimates and Errors".

Gains or losses arising from derecognition of an intangible asset are measured as the difference between the net disposal proceeds and the carrying amount of the asset and are recognized in the Statement of Profit and Loss when the asset is derecognized.

(Rs. in Crore)

Particulars	Goodwill on Consolidation	Total Goodwill	Other Intangible Assets (Software)	Total Other Intangible Assets
Gross Book Value				
As at April 01, 2022	207.83	207.83	9.40	9.40
Additions	-	-	0.54	0.54
Deletions	-	-	(0.28)	(0.28)
As at March 31, 2023	**207.83**	**207.83**	**9.66**	**9.66**
Additions	-	-	2.46	2.46
Deletions	-	-	-	-
As at March 31, 2024	**207.83**	**207.83**	**12.12**	**12.12**
Amortization				
As at April 01, 2022	207.83	207.83	7.46	7.46
Charge for the year	-	-	1.10	1.10
Deletions	-	-	(0.28)	(0.28)
As at March 31, 2023	**207.83**	**207.83**	**8.28**	**8.28**
Charge for the year	-	-	0.69	0.69
Deletions	-	-	-	-
As at March 31, 2024	**207.83**	**207.83**	**8.97**	**8.97**
Net Book Value				
As at March 31, 2023	-	-	1.38	1.38
As at March 31, 2024	**-**	**-**	**3.15**	**3.15**

Note 4B : Intangible Assets Under Development

Intangible assets under development of Rs. 0.32 Crore represents Digital Intervention Mobile Application (Previous Year : Rs. 0.99 Crore represents Ariba implementation and SAP upgradation).

Intangible assets under development ageing schedule

As at March 31, 2024

(Rs. in Crore)

Intangible Assets under Development	Amount in Intangible Assets under Development for a period of				Total
	Less than 1 year	1-2 Years	2-3 Years	More than 3 Years	
Projects in progress	0.32	-	-	-	0.32
Total	**0.32**	**-**	**-**	**-**	**0.32**

As at March 31, 2023

(Rs. in Crore)

Intangible Assets under Development	Amount in Intangible Assets under Development for a period of				Total
	Less than 1 year	1-2 Years	2-3 Years	More than 3 Years	
Projects in progress	0.99	-	-	-	0.99
Total	**0.99**	**-**	**-**	**-**	**0.99**

Note: There are no projects as at March 31, 2024 and March 31, 2023 whose completion is overdue or has exceeded its cost compared to its original plan.

(Rs. in Crore)

Particulars	As at March 31, 2024	As at March 31, 2023
Non-Current Financial Assets		
Note 5A : Non-Current Investments		
For Accounting policy refer note 40		
A. Investment carried at Fair Value through Profit or Loss		
Equity Instruments (Unquoted)		
- 20,000 (Previous Year: 20,000) equity shares of Rs.10 each fully paid up in Shivalik Solid Waste Management Limited	0.02	0.02
- 2,180 (Previous Year: 2,180) equity shares of Rs.10 each fully paid up in Woodlands Multispeciality Hospital Limited	0.00	0.00
B. Investment carried at Amortised Cost		
Government Securities (Unquoted)		
- 6 Year National Savings Certificates VIII Issue (lodged with Government Authorities)	0.00	0.00
- Indira Vikas Patra	0.00	0.00
	0.02	**0.02**
Aggregate amount of Unquoted Investments	0.02	0.02
Aggregate amount of impairment in the value of investments	-	-
Note 5B : Non Current Loans		
Loans to Employees:		
(a) Loans Receivables Considered Good - Secured	0.07	0.12
(b) Loans Receivables Considered Good - Unsecured	0.03	0.04
(c) Loans Receivables which have significant increase in Credit Risk	-	-
(d) Loans Receivables credit impaired	-	-
	0.10	**0.16**
Note 5C : Other Non Current Financial Assets		
(Unsecured, Considered Good)		
Security Deposits	3.87	3.69
Deposit with Banks having maturity more than 12 months (refer note 8D)	0.66	3.53
	4.53	**7.22**
Note 6 : Other Non Current Assets		
(Unsecured, Considered Good)		
Capital Advances	158.76	69.28
Balances with Statutory / Government Authorities	2.29	2.23
(Considered Doubtful: Rs. 2.29 Crore (Previous Year: Rs. 2.23 Crore))		
Catalysts in use (valued based on life technically assessed)	6.16	11.09
Prepaid Expenses	1.97	2.89
	169.18	**85.49**
Less: Allowance for Doubtful Advances	2.29	2.23
	166.89	**83.26**

Note 7 : Inventories

Accounting Policy

Inventories are valued as follows:

Raw Materials, Packing Materials, Other Stores and Spares	Lower of cost and net realisable value. However, materials and other items held for use in the production of finished goods are not written down below cost if the finished products in which they will be incorporated are expected to be sold at or above cost. Cost is determined on a weighted average basis.
Work in Process and Finished Goods	Lower of cost and net realisable value. Cost includes direct materials, labour and a proportion of manufacturing overheads based on normal operating capacity. Cost is determined on a weighted average basis.
Traded Products	Lower of cost and net realisable value. Cost is determined on weighted average basis.
Spares and Lubricants*	Lower cost and net realisable value. Cost is determined on weighted average basis.
Catalyst in Use	Based on amortized cost and consumption over the period based on technical assessment ranging from two to twenty years.
Loose Tools	At depreciated cost arrived at on the basis of amortization over a period of three years.

* Included under the inventory of stores and spares.

Cost includes the necessary cost incurred in bringing inventory to its present location and condition necessary for use.

Net Realisable value is the estimated selling price in the ordinary course of business, less estimated costs of completion and the estimated costs necessary to make the sale.

Inventories consist of the following:

(Rs. in Crore)

Particulars	As at March 31, 2024	As at March 31, 2023
Raw Materials	1.66	1.64
Work-in-Progress	14.98	18.22
Finished Goods {including in transit- Rs. 65.30 Crore (Previous Year: Rs. 78.15 Crore)}	519.42	152.39
Traded Goods {including in transit- Rs. 64.53 Crore (Previous Year: Rs. 85.68 Crore)}	536.78	1,045.98
Stores and Spares {including in transit- Rs. 0.71 Crore (Previous Year: Rs. 0.44 Crore)}	114.92	112.88
Loose Tools	0.16	0.25
Catalysts in use (valued based on life technically assessed)	56.27	30.22
Packing Materials	10.47	12.25
	1,254.66	**1,373.83**

(Rs. in Crore)

Particulars	As at March 31, 2024	As at March 31, 2023
Current Financial Assets		
Note 8A : Current Investments		
For Accounting policy refer note 40		
Investment carried at Fair value through Profit or Loss		
Unquoted		
Investment in Mutual Funds		
16,63,644.60 (Previous Year: 9,57,133.91) units in Axis Liquid Fund - Direct Growth	446.47	239.37
Nil (Previous Year: 5,20,719.31) units in Kotak Liquid Fund Direct Plan Growth	-	236.84
12,63,411.09 (Previous Year: 67,33,355.81) units in ICICI Prudential Liquid Fund - Direct Plan Growth	45.16	224.35

(Rs. in Crore)

Particulars	As at March 31, 2024	As at March 31, 2023
6,67,880.32 (Previous Year: 4,23,572.39) units in Nippon India Liquid Fund - Direct Plan - Growth Plan - Growth Option	394.65	233.26
12,06,039.02 (Previous Year: 6,72,325.90) units in SBI Liquid Fund Direct Growth	455.79	236.88
Nil (Previous Year: 57,821.89) units in Baroda BNP Paribas Liquid Fund - Direct Growth	-	15.01
Nil (Previous Year: 6,26,222.20) units in Tata Liquid Fund Direct Plan - Growth	-	222.40
3,86,031.90 (Previous Year: 5,95,582.23) units in DSP Liquidity Fund - Direct Plan - Growth	133.23	191.61
6,86,199.13 (Previous Year: 6,43,979.09) units in UTI Liquid fund - Direct Plan - Growth	271.60	237.58
6,35,135.95 (Previous Year: Nil) units in Bandhan Liquid Fund - Growth - Direct Plan	185.29	-
Total Investment in Mutual Funds	1,932.19	1,837.30
Investment in Bonds		
320 (Previous Year: 320), 9.45% Corporate Bonds of Rs.10,00,000 each in IL&FS Transportation Networks Limited #	-	-
	1,932.19	**1,837.30**
Aggregate amount of Unquoted Investments	**1,932.19**	**1,837.30**
Less: Fair Value Loss on Investment carried at Fair Value through Profit or Loss #	-	-
Add: Reversal of Fair Value Loss on Investment measured at Fair value through Profit or Loss recognised in earlier years	2.12	-
Less: Amount received during the current year	(2.12)	-
Total Current Investments	**1,932.19**	**1,837.30**

Fair Value Loss had been recognised for the total 320 Corporate Bonds valued Rs. 32.00 Crore during the earlier years.

Note 8B : Trade Receivables

Accounting Policy

Contract Assets

A contract asset is the right to consideration in exchange for goods or services transferred to the customer. If the Group fulfils its performance obligation by transferring goods or services to a customer before the customer pays consideration or before payment is due, a contract asset is recognised for the earned consideration that is conditional.

Trade Receivables

A receivable represents the Group’s right to an amount of consideration that is unconditional (i.e., only the passage of time is required before payment of the consideration is due).

Trade Receivables consist of the following:

Trade Receivables Considered Good - Secured	24.01	48.48
Trade Receivables Considered Good - Unsecured (including subsidy receivable from Government of India- Rs. 133.14 Crore (Previous Year: Rs.1,640.26 Crore))	167.55	1,712.00
Trade Receivables Considered Doubtful - Unsecured (including subsidy receivable from Government of India- Rs. 2.90 Crore (Previous Year : Rs. 0.44 Crore))	19.01	16.58
	210.57	**1,777.06**
Less: Allowance for Doubtful Debts	19.01	16.58
Total Trade Receivables (Net of Allowances)	**191.56**	**1,760.48**
Trade Receivables which have significant increase in credit risk	-	-
Trade Receivables - credit impaired	-	-
	191.56	**1,760.48**

Trade Receivables Ageing Schedule

As at March 31, 2024 (Rs. in Crore)

S No.	Particulars	Not Due	Outstanding for following periods from due date of payment					Total
			Less than 6 months	6 months - 1 Year	1-2 Years	2-3 Years	More than 3 Years	
(i)	Undisputed Trade receivables – considered good - Secured	18.43	4.67	0.02	0.02	-	0.87	**24.01**
(ii)	Undisputed Trade receivables – considered good - Unsecured	68.50	94.67	0.02	4.14	-	0.22	**167.55**
(iii)	Undisputed Trade receivables – considered doubtful	0.61	0.08	0.02	0.04	-	2.29	**3.04**
(iv)	Undisputed Trade Receivables – which have significant increase in credit risk	-	-	-	-	-	-	**-**
(v)	Undisputed Trade Receivables – credit impaired	-	-	-	-	-	-	**-**
(vi)	Disputed Trade Receivables – considered doubtful	-	-	-	-	0.34	15.63	**15.97**
(vii)	Disputed Trade Receivables – which have significant increase in credit risk	-	-	-	-	-	-	**-**
(viii)	Disputed Trade Receivables – credit impaired	-	-	-	-	-	-	**-**
	Total	**87.54**	**99.42**	**0.06**	**4.20**	**0.34**	**19.01**	**210.57**

As at March 31, 2023 (Rs. in Crore)

S No.	Particulars	Not Due	Outstanding for following periods from due date of payment					Total
			Less than 6 months	6 months - 1 Year	1-2 Years	2-3 Years	More than 3 Years	
(i)	Undisputed Trade receivables – considered good - Secured	46.71	0.89	-	0.13	0.01	0.74	**48.48**
(ii)	Undisputed Trade receivables – considered good - Unsecured	507.09	1,190.76	11.63	-	-	2.52	**1,712.00**
(iii)	Undisputed Trade receivables – considered doubtful	0.44	-	-	-	-	-	**0.44**
(iv)	Undisputed Trade Receivables – which have significant increase in credit risk	-	-	-	-	-	-	**-**
(v)	Undisputed Trade Receivables – credit impaired	-	-	-	-	-	-	**-**
(vi)	Disputed Trade Receivables – considered doubtful	-	-	-	0.17	0.35	15.62	**16.14**
(vii)	Disputed Trade Receivables – which have significant increase in credit risk	-	-	-	-	-	-	**-**
(viii)	Disputed Trade Receivables – credit impaired	-	-	-	-	-	-	**-**
	Total	**554.24**	**1,191.65**	**11.63**	**0.30**	**0.36**	**18.88**	**1,777.06**

(Rs. in Crore)

Particulars	As at March 31, 2024	As at March 31, 2023
Note 8C : Cash and Cash Equivalents		
Balances with Banks:		
On Current Accounts	0.73	9.14
On Cash Credit Accounts	35.76	27.72
Deposits with original maturity of less than 3 months	73.34	0.05
Cash on hand	0.03	0.02
	109.86	**36.93**
There is no repatriation restrictions on cash and cash equivalents.		
Note 8D : Bank Balances Other than 8C above		
On Unpaid Dividend Accounts	19.25	18.87
Deposits with original maturity of more than 3 months but less than 12 months	3.78	1.83
Deposits with remaining maturity for more than 12 months *	0.66	3.53
	23.69	**24.23**
Less: Deposits with remaining maturity of more than 12 months disclosed under 'other non current financial assets' (refer note 5C)	0.66	3.53
	23.03	**20.70**
* Fixed Deposit receipts of Rs. 0.03 Crore (Previous Year : Rs. 0.03 Crore) are pledged with Sales Tax Authorities.		
Note 8E : Current Loans		
Loans to Employees:		
(a) Loans Receivables Considered Good - Secured	0.02	0.04
(b) Loans Receivables Considered Good - Unsecured	0.01	0.01
(c) Loans Receivables which have significant increase in Credit Risk	-	-
(d) Loans Receivables - credit impaired	-	-
	0.03	**0.05**
Note 8F : Other Current Financial Assets		
(Unsecured and Considered Good, except to the extent stated)		
Security Deposits	1.60	1.93
Others :		
Receivable from Gas Pool Operator	80.30	85.87
Receivable from a Joint Venture (refer Note 30)	0.08	0.20
Insurance and Other Claims Receivable	12.17	13.29
Interest Receivable on Deposits	0.26	0.01
Rebates and Other General Receivables	18.31	13.25
	112.72	**114.55**

(Rs. in Crore)

Particulars	As at March 31, 2024	As at March 31, 2023
Note 9 : Other Current Assets		
(Unsecured and Considered Good, except to the extent stated)		
Advances to Suppliers	16.22	21.87
(Considered Doubtful Rs. 0.19 Crore (Previous Year : Rs. 0.33 Crore))		
Balances with Statutory / Government Authorities	427.16	454.51
(Considered Doubtful Rs. 5.44 Crore (Previous Year: Rs. 5.44 Crore))		
Interest Receivable - Others	0.33	0.33
Prepaid Expenses	22.35	22.25
Other General Receivables	1.62	0.51
	467.68	**499.47**
Less: Allowance for Doubtful Debts / Advances	5.63	5.77
	462.05	**493.70**
Note 10 : Share Capital		
Authorised :		
44,00,00,000 (Previous Year : 44,00,00,000) Equity Shares of Rs.10 each	440.00	440.00
21,00,00,000 (Previous Year : 21,00,00,000) Redeemable Preference Shares of Rs.10 each	210.00	210.00
	650.00	**650.00**
Issued, Subscribed and Paid up :		
40,06,52,297 (Previous Year: 41,62,07,852) Equity Shares of Rs.10 each, fully paid up	400.65	416.21
	400.65	**416.21**

a) Reconciliation of the Shares Outstanding at the beginning and at the end of the Reporting Periods

Particulars	As at March 31, 2024		As at March 31, 2023	
	No of Shares	Rs. in Crore	No of Shares	Rs. in Crore
At the beginning of the year	41,62,07,852	416.21	41,62,07,852	416.21
Less: Buyback of equity shares (refer note 10(e))	1,55,55,555	15.56	-	-
Outstanding at the end of the year	40,06,52,297	400.65	41,62,07,852	416.21

b) Terms / Rights attached to Equity Shares

The Parent Company has only one class of shares having a par value of Rs.10 per share fully paid up. Each holder of equity shares is entitled to one vote per share and the equity shares will rank pari passu with each other in all respects. The Parent Company declares and pays dividend in Indian rupees. The dividend recommended / proposed by the Board of Directors is subject to approval of the shareholders in the ensuing Annual General Meeting. Further, the Board of Directors may also declare an interim dividend.

In the event of liquidation of the Parent Company, the holders of equity shares will be entitled to receive remaining assets of the Parent Company, after payment of all liabilities.

c) Shareholding of Promoters and Promoter Group

	Name	As at March 31, 2024			As at March 31, 2023		
		No. of shares	% of total shares	% Change during the year	No. of shares	% of total shares	% Change during the year
(A)	**Promoters:**						
	Jyotsna Poddar	42,51,972	1.06	0.00	44,05,000	1.06	-
	Nandini Nopany	6,78,257	0.17	0.00	7,02,667	0.17	-
	Shobhana Bhartia	26,28,043	0.66	0.00	27,26,796	0.66	-
	RTM Investment and Trading Co. Ltd.	19,05,618	0.48	0.01	19,74,200	0.47	0.01
	SCM Investment & Trading Co. Ltd.	5,68,732	0.14	0.00	5,89,200	0.14	0.01
	SIL Investments Limited	3,26,19,484	8.14	0.02	3,37,93,455	8.12	0.02
	The Hindustan Times Limited	5,72,20,071	14.28	0.02	5,93,71,221	14.26	-
	Zuari Industries Limited (formerly Zuari Global Limited)	5,69,64,966	14.22	0.04	5,90,17,307	14.18	0.00
	Sub Total (A)	**15,68,37,143**	**39.15**		**16,25,79,846**	**39.06**	

	Name	As at March 31, 2024			As at March 31, 2023		
		No. of shares	% of total shares	% Change during the year	No. of shares	% of total shares	% Change during the year
(B)	**Promoter Group:**						
	Adventz Finance Private Limited	10,28,589	0.26	0.00	10,65,607	0.26	-
	Adventz Securities Enterprises Limited	1,64,116	0.04	0.00	1,70,022	0.04	-
	Akshay Poddar	22,44,255	0.56	0.00	23,25,025	0.56	-
	Arhant Vikram Nopany	45,368	0.01	0.00	47,000	0.01	-
	Chandra Shekhar Nopany (Shruti Family Trust)	966	0.00	0.00	1,000	0.00	-
	Chandra Shekhar Nopany (Shekhar Family Trust)	1,35,14,611	3.37	0.01	1,40,01,000	3.36	-
	Chandra Shekhar Nopany	2,80,192	0.07	0.00	2,90,275	0.07	-
	Chandra Shekhar Nopany HUF	2,31,760	0.06	0.00	2,40,100	0.06	-
	Deepshikha Trading Co. Private Limited	55,697	0.01	0.00	57,700	0.01	-
	Duke Commerce Limited	5,31,087	0.13	0.00	5,50,200	0.13	-
	Earthstone Holding (Two) Private Limited	1,42,59,300	3.56	0.01	1,47,95,077	3.55	-
	Earthstone Investment & Finance Limited	81,18,866	2.03	0.01	84,24,515	2.02	-
	Earthstone Holding (Three) LLP	4,623	0.00	(0.00)	5,000	0.00	-
	Ganges Securities Limited	22,51,795	0.56	0.02	22,51,795	0.54	0.07
	Hargaon Investment & Trading Co. Ltd.	1,36,634	0.03	0.00	1,36,634	0.03	-
	La Monde Trading & Investments Private Ltd.	14,479	0.00	0.00	15,000	0.00	-
	Manavta Holdings Ltd.	29,35,579	0.73	(0.01)	30,85,000	0.74	-
	Manbhawani Investment Ltd.	42,59,922	1.06	(0.01)	44,57,006	1.07	-
	Master Exchange & Finance Limited	15,45,962	0.39	0.01	16,01,600	0.38	-
	New India Retailing and Investment Ltd.	6,92,663	0.17	0.00	6,92,663	0.17	0.03
	Nilgiri Plantations Limited	41,42,647	1.03	0.00	42,91,740	1.03	-
	Pavapuri Trading and Investment Company Ltd.	96,527	0.02	0.00	1,00,000	0.02	-
	Premium Exchange and Finance Limited	29,79,278	0.74	0.00	30,86,500	0.74	-
	Ronson Traders Limited	69,01,612	1.72	0.00	71,50,000	1.72	0.02
	RTM Properties Ltd.	1,20,658	0.03	0.00	1,25,000	0.03	-
	Saroj Kumar Poddar	7,00,000	0.17	0.00	7,06,128	0.17	-
	Shital Commercial Limited	1,33,513	0.03	0.00	1,38,318	0.03	-
	Shradha Agarwala	3,14,579	0.08	0.00	3,25,900	0.08	-
	Shree Vihar Properties Ltd.	6,75,683	0.17	0.00	7,00,000	0.17	-
	Shruti Vora	3,95,757	0.10	0.00	4,10,000	0.10	-
	Sidh Enterprises Ltd.	1,48,168	0.04	0.00	1,53,500	0.04	-
	SIL Properties Ltd.	96,527	0.02	0.00	1,00,000	0.02	-
	Simon India Limited	21,22,577	0.53	0.00	22,00,000	0.53	-
	Sonali Commercial Ltd.	3,66,172	0.09	0.00	3,79,350	0.09	-
	Texmaco Infrastructure & Holdings Limited	2,86,552	0.07	0.00	2,96,864	0.07	-
	Texmaco Rail & Engineering Ltd.	9,653	0.00	0.00	10,000	0.00	-
	Uttam Commercial Ltd.	65,63,964	1.64	0.01	68,00,200	1.63	(0.04)
	Yashovardhan Investment & Trading Co. Ltd.	76,15,422	1.90	0.00	78,89,500	1.90	-
	Zuari International Limited (formerly Zuari Investments Limited)	3,88,381	0.10	0.00	4,02,840	0.10	-
	Sub Total (B)	**8,63,74,134**	**21.56**		**8,94,78,059**	**21.50**	
	Total (A) + (B)	**24,32,11,277**	**60.70**		**25,20,57,905**	**60.56**	

d) Details of Shareholders holding more than 5% shares in the Parent Company

Name	As at March 31, 2024		As at March 31, 2023	
	No. of shares	% holding	No. of shares	% holding
The Hindustan Times Limited	5,72,20,071	14.28	5,93,71,221	14.26
Zuari Industries Limited (formerly Zuari Global Limited)	5,69,64,966	14.22	5,90,17,307	14.18
SIL Investments Limited	3,26,19,484	8.14	3,37,93,455	8.12
DSP Small Cap Fund and its Associate Funds	4,63,832	0.12	2,50,74,281	6.02

As per the records of the Parent Company, including its register of shareholders / members, the above shareholding represents both legal and beneficial ownership of shares.

e) For the period of 5 years immediately preceding March 31, 2024

Buyback of equity shares

The Board of Directors at its meeting held on January 08, 2024 had approved buyback by the Parent Company up to 1,55,55,555 equity shares of Rs. 10/- each representing up to 3.74% of total paid-up equity capital of the Parent Company as on March 31, 2023, at a maximum price of Rs. 450/- per equity share, for an aggregate consideration up to Rs. 700 Crore (excluding taxes and expenses pertaining to Buy-back) in accordance with the applicable provisions of the Securities and Exchange Board of India (Buy-back of Securities) Regulations, 2018, and the Companies Act, 2013 & Rules made thereunder (the "Buy-back"). Accordingly, the Parent Company bought back 1,55,55,555 equity shares at a price of Rs. 450 per share, aggregating to Rs. 700 Crore (excluding taxes and expenses pertaining to Buy-back), and these shares have been extinguished.

Consequent to the said Buyback, the equity share capital of the Parent Company stands reduced by Rs.15.56 Crore to Rs. 400.65 Crore and an equivalent amount of Rs. 15.56 Crore has been transferred from retained earnings to capital redemption reserve account as per the provisions of Section 69 of the Companies Act, 2013. Further, an amount of Rs. 849.27 Crore being the excess of amount paid over the par value of shares bought back including taxes and expenses pertaining to Buy-back, was debited to retained earnings / securities premium account.

(Rs. in Crore)

Particulars		As at March 31, 2024	As at March 31, 2023
Note 10A : Other Equity *			
Reserves and Surplus:			
(a)	Securities Premium	-	6.42
(b)	Retained Earnings	6,328.41	6,225.27
(c)	General Reserve	734.26	734.26
(d)	Treasury Shares	-	(0.57)
(e)	Loss on Treasury Shares Acquired	-	(2.14)
(f)	Capital Reserve	0.21	0.21
(g)	Capital Redemption Reserve	15.81	0.25
(h)	Tonnage Tax Reserve under Section 115VT of the Income Tax Act, 1961	0.50	0.50
(i)	Tonnage Tax Reserve (utilised) Account under Section 115VT of the Income Tax Act, 1961	42.25	42.25
(j)	Share Option Outstanding Account	-	2.64
	Total	**7,121.44**	**7,009.09**
	Other Comprehensive Income:		
(k)	Exchange Difference on Translation of Foreign Operations	(24.50)	(38.79)
(l)	Cash Flow Hedging Reserve	(224.04)	(318.40)
	Total	**(248.54)**	**(357.19)**
	Other Equity	**6,872.90**	**6,651.90**

* For movement during the year, refer Consolidated Statement of Changes in Equity.

Description of Nature and Purpose of each Reserve

(a) Securities Premium

Securities Premium represents amount received on issue of shares in excess of the par value. Utilisation of reserve will be as per the provisions of the relevant statute. During the year, entire securities premium has been utilised towards Buy-back of equity shares (refer note 10e).

(b) Retained Earnings

Retained Earnings comprises of prior years as well as current year's undistributed earnings after taxes. During the year, part of the retained earnings has been used towards Buy-back of equity shares (refer note 10e).

(c) General Reserve

General Reserve is a free reserve. It represents appropriation of profit by the Parent Company. General reserve is created by a transfer from one component of equity to another and is not an item of other comprehensive income.

(d) Treasury Shares

Treasury Shares represents equity shares of the Parent Company acquired by CFCL Employees Welfare Trust from the Secondary market to allocate or transfer these shares to eligible employees of the Parent Company from time to time on the terms and conditions specified under the CFCL Employees Stock Option Scheme, 2010 (ESOS). During the year, entire outstanding equity shares have been excercised by the eligible employees under the CFCL ESOS.

(e) Loss on Treasury Shares Acquired

Loss on Treasury Shares acquired represents the amount of loss incurred by CFCL Employees Welfare Trust, on the transfer of equity shares to the eligible employees of the Parent Company as per CFCL Employees Stock Option Scheme, 2010. During the year, entire outstanding balance has been transfered to retained earnings in view of excercise of all the outstanding equity shares under CFCL ESOS.

(f) Capital Reserve

Capital Reserve represents the amount on account of forfeiture of equity shares of the Parent Company. Utilisation of reserve will be as per the provisions of the relevant statute.

(g) Capital Redemption Reserve

Capital Redemption Reserve represents reserve created on redemption of preference shares and reserve created when Parent Company purchases its own shares out of free reserves or securities premium. During the current year a sum equal to the nominal value of the equity shares bought back was transferred to Capital Redemption Reserve. Utilisation of reserve will be as per the provisions of the relevant statute.

(h) & (i) Tonnage Tax Reserve and Tonnage Tax Reserve (utilised) Account under Section 115VT of the Income Tax Act, 1961

These reserves were created till the time erstwhile 'Shipping Division' of the Parent Company was under Tonnage Tax Regime.

(j) Share Option Outstanding Account

Share Option Outstanding Account is used to recognise the grant date fair value of options issued to employees under the CFCL Employees Stock Option Scheme, 2010. During the year, entire outstanding balance has been transfered to retained earnings in view of excercise of all the outstanding equity shares under CFCL ESOS. Refer to note 36 for further details of the plan.

(k) Exchange Difference on Translation of Foreign Operations

Exchange Difference arising on translation of foreign operations are recognised in other comprehensive income as described in accounting policy and accumulated in a separate reserve within equity. The cumulative amount is re-classified to profit or loss when the net investment is disposed off.

(l) Cash Flow Hedging Reserve

The Parent Company uses hedging instrument as part of its management of foreign currency risk associated with its highly probable forecast sale. Foreign currency risk associated with highly forecasted sale transaction is being hedged by taking foreign currency loans.

(Rs. in Crore)

Particulars	As at March 31, 2024	As at March 31, 2023
Non-Current Financial Liabilities		
Note 11A: Non Current Borrowings		
Secured Loans:		
Term Loans :		
- External Commercial Borrowings from Banks	1,141.55	1,808.88
- Foreign Currency Loans from Financial Institution	631.66	799.60
	1,773.21	**2,608.48**
Unsecured Loans:		
- Redeemable Preference Shares	80.34	79.15
	1,853.55	**2,687.63**
Less : Current Maturities of Long Term Borrowings shown under "Current Borrowings" (refer note 14A)	709.33	867.22
Non-Current Borrowings (as per Balance Sheet)	**1,144.22**	**1,820.41**

(Rs. in Crore)

Particulars			As at March 31, 2024	As at March 31, 2023
(a)	**Details of Borrowings and Transaction Costs**			
	(i)	**External Commercial Borrowings**		
		External Commercial Borrowings (refer (b) i below)	1,146.52	1,817.91
		Less: Transaction Costs	4.97	9.03
		Carrying Value of External Commercial Borrowings	**1,141.55**	**1,808.88**
	(ii)	**Foreign Currency Loans from Financial Institution**		
		Foreign Currency Loans from Financial Institution (refer (b) ii below)	635.38	804.82
		Less: Transaction Costs	3.72	5.22
		Carrying Value of Foreign Currency Loans from Financial Institution	**631.66**	**799.60**

(b) Nature of Security, Terms and Repayment Schedule :

i External Commercial Borrowings ("ECB") from banks of USD 13.75 Crore (Rs. 1,146.52 Crore including current maturity of Rs. 527.79 Crore) (Previous Year : USD 22.12 Crore (Rs. 1,817.91 Crore including current maturity of Rs. 688.37 Crore)) carry interest in the range of 3 months LIBOR / Overnight SOFR plus 1.35% - 1.81% per annum. ECB amounting to USD 10.25 Crore (Rs. 854.58 Crore including current maturity of Rs.444.38 Crore) are repayable in remaining 6 quarterly instalments from June 30, 2024 onwards. ECB amounting to USD 3.50 Crore (Rs. 291.94 Crore including current maturity of Rs. 83.41 Crore) are repayable in remaining 14 quarterly instalments from June 30, 2024 onwards.

ii Foreign currency term loans ("FCTL") from a financial institution of USD 7.62 Crore (Rs. 635.38 Crore including current maturity of Rs. 181.54 Crore) (Previous Year : USD 9.79 Crore (Rs. 804.82 Crore including current maturity of Rs. 178.85 Crore)) carry interest in the range of 3 months LIBOR / Overnight SOFR plus 1.55% - 1.81% per annum. These term loans are repayable in remaining 14 quarterly instalments from June 30, 2024 onwards.

Aforementioned ECB's /FCTL's loans are secured by first pari-passu charge by way of mortgage, by deposit of title deeds in respect of immovable properties of the Parent Company and hypothecation of the movable fixed assets (Property, Plant and Equipment) of the Parent Company, both present and future subject to prior charges created in favour of banks on current assets and other movables for securing working capital borrowings.

(c) Redeemable Preference Shares

In respect of redeemable preference shares issued by a subsidiary of the Parent Company, as the subsidiary company has an obligation to deliver a number of its equity instruments which may vary based on the fair value of the preference shares on the date of redemption, the contractual obligation has been construed as a financial liability. Refer note 32 for the details regarding rights, preference and restrictions attached to the redeemable preference shares.

Note 12 : Long Term Provisions
Provision for Employee Benefits
Accounting Policy

A provision is recognized when the Group has a present obligation (legal or constructive) as a result of past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation. If the effect of the time value of money is material, provisions are discounted using a current pre-tax rate that reflects, when appropriate, the risks specific to the liability. When discounting is used, the increase in the provision due to the passage of time is recognised as a finance cost.

(Rs. in Crore)

Particulars	As at March 31, 2024	As at March 31, 2023
Long Term Provisions consist of the following:		
- Gratuity (refer note 31)	17.23	13.53
- Post Retirement Medical Benefits (refer note 31)	7.50	5.11
	24.73	**18.64**

(Rs. in Crore)

Particulars	As at March 31, 2024	As at March 31, 2023
Note 13 : Other Non Current Liabilities		
Other Employee Benefit Obligations	4.17	3.20
	4.17	**3.20**
Current Financial Liabilities		
Note 14A : Current Borrowings		
Secured Loans:		
From Banks:		
- Foreign Currency Loans (refer below note)	-	647.64
Current Maturity of Long Term Borrowings (refer note 11A)	709.33	867.22
	709.33	**1,514.86**

Nature of Security, Terms and Repayment Schedule:

Foreign Currency Loans from Banks of Rs. 647.64 Crore was repaid during the year. These loans were secured by hypothecation of all the Company's current assets including all stocks and book debts and other movable assets, both present and future. These loans were further secured by second charge on the immovable properties of the Company.

(Rs. in Crore)

Particulars	As at March 31, 2024	As at March 31, 2023
Note 14B : Trade Payables		
Trade Payables		
a) total outstanding dues to Micro and Small Enterprises (refer note 35)	31.61	19.03
b) total outstanding dues of creditors other than micro enterprises and small enterprises	762.22	1,192.51
	793.83	**1,211.54**

Trade Payables Ageing Schedule

As at March 31, 2024 (Rs. in Crore)

Particulars	Unbilled	Not Due	Outstanding for following periods from due date of payment				Total
			Less than 1 year	1-2 Years	2-3 Years	More than 3 Years	
Undisputed Trade Payables							
Micro Enterprises and Small Enterprises	0.06	31.54	0.01	-	-	-	31.61
Others	89.71	668.83	3.66	0.02	-	-	762.22
Disputed Trade Payables							
Micro Enterprises and Small Enterprises	-	-	-	-	-	-	-
Others	-	-	-	-	-	-	-
Total	**89.77**	**700.37**	**3.67**	**0.02**	**-**	**-**	**793.83**

As at March 31, 2023 (Rs. in Crore)

Particulars	Unbilled	Not Due	Outstanding for following periods from due date of payment				Total
			Less than 1 year	1-2 Years	2-3 Years	More than 3 Years	
Undisputed Trade Payables							
Micro Enterprises and Small Enterprises	2.52	16.51	-	-	-	-	19.03
Others	129.66	615.84	447.01	0.00	-	-	1,192.51
Disputed Trade Payables							
Micro Enterprises and Small Enterprises	-	-	-	-	-	-	-
Others	-	-	-	-	-	-	-
Total	**132.18**	**632.35**	**447.01**	**0.00**	**-**	**-**	**1,211.54**

(Rs. in Crore)

Particulars	As at March 31, 2024	As at March 31, 2023
Note 14C : Other Financial Liabilities		
Interest Accrued but not due on Borrowings	1.39	4.33
Earnest Money / Security Deposits	254.12	233.88
Accrued Employee Liabilities (including payable to Key Management Personnel) (refer note 30)	37.51	34.69
Unclaimed Statutory Liabilities (as referred in Section 124(1) of the Companies Act, 2013):		
-Unpaid Dividend	19.25	18.87
Payable for Capital Goods {includes Rs. 14.19 Crore (Previous Year: Rs. 2.15 Crore) dues to Micro and Small Enterprises (refer note 35)}	68.52	28.98
Derivative Financial Liabilities	0.43	9.43
Warrants (refer note 32)	0.00	0.00
Payables towards De-escalation of Subsidy Claim (net)	25.05	-
	406.27	**330.18**

Terms and Conditions of the above Financial Liabilities:

- Trade and Other Financial Liabilities (other than Security Deposits) are non-interest bearing. For maturity profile of Trade Payables and Other Financial Liabilities, refer note 42.

Note 15 : Other Current Liabilities

Accounting Policy

Contract Liabilities

A contract liability is the obligation to transfer goods or services to a customer for which the Group has received consideration (or an amount of consideration is due) from the customer. If a customer pays consideration before the Group transfers goods or services to the customer, a contract liability is recognised when the payment is made or the payment is due (whichever is earlier). Contract Liabilities in respect of advance from customers is disclosed under "other current liabilities". Contract liabilities are recognised as revenue when the Group performs under the contract.

(Rs. in Crore)

Particulars	As at March 31, 2024	As at March 31, 2023
Advance from Customers *	61.72	39.75
Other Employee Benefit Obligations	0.75	0.66
Statutory Obligations Payable	17.10	13.20
Other Liabilities :		
- Dues to Related Parties (refer note 30)	0.54	0.58
- Others	0.17	0.29
	80.28	**54.48**

* These represent contract liabilities arising from contracts with customers. The amount of Rs. 37.59 Crore (Previous Year: Rs. 106.20 Crore) pertaining to balance at the beginning of the year have been recognised as revenue during the year. The remaining balances have been refunded / adjusted.

(Rs. in Crore)

Particulars	As at March 31, 2024	As at March 31, 2023
Note 16 : Current Provisions		
For Accounting policy refer note 12		
Provision for Employees Benefits:		
- Gratuity (refer note 31)	6.74	4.93
- Leave Encashment / Liabilities*	34.95	31.26
- Post Retirement Medical Benefits (refer note 31)	0.23	0.22
	41.92	**36.41**

* Leave obligations not expected to be settled within the next 12 months: Rs. 21.45 Crore as at March 31, 2024 and Rs. 20.04 Crore as at March 31, 2023.

NOTES ANNEXED TO AND FORMING PART OF THE CONSOLIDATED STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED MARCH 31, 2024

Note 17 : Revenue from Operations

Accounting Policy

Revenue recognition

Revenue from contracts with customers is recognised when control of the goods or services are transferred to the customer at an amount that reflects the consideration to which the Group expects to be entitled in exchange for those goods or services. The Group has generally concluded that it is the principal in its revenue arrangements because it typically controls the goods or services before transferring them to the customer. In determining the transaction price for the sale of goods, the Group considers the effects of variable consideration, the existence of significant financing components, non-cash consideration, and consideration payable to the customer (if any).

Sale of Goods

Revenue, including subsidy, in respect of sale of goods is recognised at a point in time when control of the goods has transferred, being when the goods are delivered to the buyer, the buyer has full discretion over the goods and there is no unfulfilled obligation that could affect the buyer's acceptance of the goods. Revenue (other than subsidy) from the sales is recognised based on price specified in the contract, net of estimated volume discount. Amounts disclosed as revenue are net of returns and allowances, trade discounts, rebates and goods & services tax (GST). The Group collects GST on behalf of the government and therefore, these are not economic benefits flowing to the Group. Hence, these are excluded from the revenue.

The Group does not expect to have any contracts where the period between the transfer of the promised goods or services to the customer and payment by the customer exceeds one year. As a consequence, the Group does not adjust any of the transaction prices for the time value of money.

Subsidy on Urea including freight have been accounted on the basis of notified concession prices as under:

(i) New Pricing Scheme (NPS) – Stage III and Modified NPS III.

(ii) New Urea Policy 2015.

(iii) New Investment Policy 2012 (amended); and

(iv) Uniform Freight Policy.

The concession price and freight is accounted based on notified prices, further adjusted for input price escalation/ de-escalation and as estimated by the management based on the prescribed norms in line with known policy parameters.

Subsidy on Phosphatic and Potassic (P&K) fertilisers has been accounted for as per the concession rates based on Nutrient Based Policy and Freight Subsidy has been accounted for in line with the policy, notified by the Government of India.

Revenue from Operations consist of the following:

(Rs. in Crore)

Particulars	Year Ended March 31, 2024	Year Ended March 31, 2023
Sale of Products		
Sale of Own Manufactured Products {including Rs. 10,536.18 Crore (Previous Year: Rs. 14,233.12 Crore) Subsidy on Fertilisers}	12,722.65	16,689.14
Sale of Traded Products {including Rs. 2,235.26 Crore (Previous Year: Rs. 6,360.56 Crore) Subsidy on Fertilisers}	5,224.98	11,082.31
Other Operating Revenues		
Others (spillage)	18.78	1.36
Revenue from Operations	**17,966.41**	**27,772.81**

Note 18 : Other Income

Accounting Policy

(i) Interest Income

Interest income is calculated by applying the effective interest rate to gross carrying amount of a financial asset except for financial asset that subsequently become credit impaired. In case of credit impaired financial asset, the effective interest rate is applied to the net carrying amount of the financial asset (after deduction of the loss allowance).

(ii) Dividend Income

Dividend income is recognised when the Group's right to receive the payment is established, which is generally when shareholders approve the dividend.

(iii) Insurance Claims

Claims receivable on account of insurance are accounted for to the extent the Group is reasonably certain of their ultimate collection.

(Rs. in Crore)

Particulars	Year Ended March 31, 2024	Year Ended March 31, 2023
Other Income consist of the following:		
(A) **Other Income:**		
Interest on:		
- Fertilisers Bonds	-	0.00
- Employees Loans	0.00	0.01
- Deposits	16.26	25.80
- Payment from Customers	0.02	0.82
- Income Tax Refunds	9.52	-
- Others (including deposits with Government Authorities)	0.49	0.59
Dividend Income on Non Current Investment	0.00	0.00
Rent Received	0.14	0.17
Insurance Claims Received	54.66	45.43
Liabilities no Longer Required Written Back	0.36	0.54
Allowance for Doubtful Debts and Advances (Net)	-	41.13
Recoveries from Contractor	0.97	0.43
Sale of Scrap	3.59	3.96
Miscellaneous Income	2.58	2.26
(B) **Other Gains :**		
- Mark to Market Gain on Derivative Transactions *	0.86	3.97
- Gain on Sale of Current Investments	89.32	42.65
- Fair Value Gain on Financial Instrument at Fair Value through Profit or Loss	68.21	-
- Reversal of Fair Value Loss on Financial Instrument at Fair Value through Profit or Loss, recognised in earlier years.	2.12	-
	249.10	**167.76**
* Refer note 28		
Note 19 : Cost of Materials Consumed		
Opening Inventories	1.64	2.00
Add: Purchases	6,581.97	8,522.20
Less: Closing Inventories	1.66	1.64
	6,581.95	**8,522.56**
Note 20 : Changes in Inventories of Finished Goods, Stock-in-Trade and Work-in-Progress		
Closing Inventories		
- Work-in-Progress	14.98	18.22
- Finished Goods	519.42	152.39
- Traded Goods	536.78	1,045.98
	1,071.18	**1,216.59**
Opening Inventories		
- Work-in-Progress	18.22	16.71
- Finished Goods	152.39	348.66
- Traded Goods	1,045.98	2,637.35
	1,216.59	**3,002.72**
Decrease in Inventories	**145.41**	**1,786.13**

(Rs. in Crore)

Particulars	Year Ended March 31, 2024	Year Ended March 31, 2023
Note 21 : Employee Benefits Expense		
Salaries, Wages and Bonus *	200.73	172.15
Contribution to Provident and Other Funds	10.02	9.25
Gratuity Expense (refer note 31)	4.32	3.66
Post Retirement Medical Benefits (refer note 31)	0.81	0.58
Workmen and Staff Welfare Expenses	4.89	5.36
	220.77	**191.00**

* Refer note 28

Note 22 : Finance Costs

Accounting Policy

General and specific borrowing costs directly attributable to the acquisition, construction or production of a qualifying asset that necessarily takes a substantial period of time to get ready for its intended use are capitalized as part of the cost of the respective asset. All other borrowing costs are expensed in the period they occur.

Borrowing costs include interest and amortisation of ancillary costs incurred in connection with the arrangement of borrowings. Borrowing cost also includes exchange differences to the extent regarded as an adjustment to the borrowing costs.

(Rs. in Crore)

Particulars	Year Ended March 31, 2024	Year Ended March 31, 2023
Finance Costs consist of the following:		
Interest (including : i) Interest on Income Tax : Nil (Previous Year : Rs. 0.24 Crore); ii) Interest on Lease Liabilities : Rs. 0.88 Crore (Previous Year : Rs. 0.97 Crore)) *	160.83	290.54
Bank Charges	12.20	17.63
Mark to Market (Gain) / Loss on Derivative Transactions	(8.44)	9.85
Loss on Foreign Exchange Variation (Net) related to financing arrangements	8.47	2.00
	173.06	**320.02**
* Refer note 28		
Note 23 : Other Expenses		
Consumption of Stores and Spares	40.06	43.35
Consumption of Packing Materials	129.19	134.87
Bagging and Other Services	23.85	22.88
Power and Fuel	3,650.12	4,838.21
Catalyst Charges Written off	9.48	9.00
Rent (refer note 34)	8.77	7.89
Rates and Taxes	0.46	0.54
Insurance	35.89	38.18
Repairs and Maintenance:		
- Plant and Equipment	39.94	43.93
- Buildings	6.45	6.26
- Others	19.87	17.75
Director's Sitting Fees	0.50	0.25
Travelling and Conveyance *	12.04	11.24
Communication Costs	1.03	0.80
Printing and Stationery	0.52	0.42
Legal and Professional Fees *	7.44	6.24

(Rs. in Crore)

Particulars		Year Ended March 31, 2024		Year Ended March 31, 2023
Payments to the Auditor: #				
As auditor:				
- Audit Fee		0.57		0.44
- Tax Audit Fee		0.07		0.07
- Limited Review Fee		0.30		0.30
- Certification and Other Services		0.22		0.59
- Reimbursement of Expenses		0.07		0.06
Freight and Forwarding Charges		696.13		777.97
Other Selling Expenses		16.73		9.09
Corporate Social Responsibility Expenditure		35.25		34.30
Contribution to Prudent Electoral Trust		25.00		
Depletion of Loose Tools		0.18		0.20
Green Belt Development / Horticulture Expenses		3.33		3.44
Allowance for Doubtful Debts and Advances (Net)		2.50		-
Loss on Foreign Exchange Variation (Net) *		5.67		23.59
Loss on Disposal / Write off of Property, Plant and Equipment (Net) and Right-of -Use Assets		3.72		2.80
Inventories Written Off		0.01		-
Irrecoverable Balances Written Off	0.15		0.02	
Less: Allowance for Doubtful Debts and Advances adjusted out of above	0.14	0.01	-	0.02
Miscellaneous Expenses *		24.72		23.49
		4,800.09		**6,058.17**

This does not include Rs. 0.08 Crore paid towards certification services for Buy-back of equity shares which has been charged to Retained Earnings.

* Refer note 28

Note 24 : Earnings Per Share (EPS)

Accounting Policy

Basic earnings per share is calculated by dividing the net profit or loss for the year attributable to equity shareholders of the Parent Company by the weighted average number of the equity shares outstanding during the year.

For the purpose of calculating diluted earnings per share, net profit or loss for the year attributable to equity shareholders of the Parent Company and the weighted average number of equity shares outstanding during the year are adjusted for the effect of all dilutive potential equity shares.

(Rs. in Crore)

Particulars	Year Ended March 31, 2024	Year Ended March 31, 2023
EPS is calculated as follows:		
Profit as per Consolidated Statement of Profit and Loss	1,275.75	1,033.79
Loss for the Year attributable to Non-Controlling Interests	0.05	0.43
Profit attributable to Equity Holders of the Parent Company:	**1,275.80**	**1,034.22**
Calculation of Weighted Average Number of Equity Shares		
- Number of Equity Shares at the beginning of the Year	41,62,07,852	41,62,07,852
- Total Equity Shares Outstanding at the end of the Year	40,06,52,297	41,62,07,852
- Weighted average Number of Equity Shares Outstanding during the Year	41,36,57,761	41,62,07,852
Basic and Diluted Earnings Per Share (in Rs.) *	30.84	24.85
Nominal Value of Equity Shares (in Rs.)	10.00	10.00

* There are no dilutive potential equity shares.

25 The Group comprises of the following entities :

	Name of the Entities	Country of Incorporation	Percentage of Ownership as at March 31, 2024	Percentage of Ownership as at March 31, 2023
A.	**Subsidiaries**			
	Chambal Infrastructure Ventures Limited	India	100.00%	100.00%
	CFCL Ventures Limited (CVL)	Cayman Islands	72.27%	72.27%
	Subsidiaries of CVL			
	ISGN Corporation #	U.S.A	100.00%	100.00%
	ISG Novasoft Technologies Limited #	India	100.00%	100.00%
B.	**Joint Venture**			
	Indo Maroc Phosphore S.A. - IMACID	Morocco	33.33%	33.33%

Percentage of ownership of CVL.

26 Contingent Liabilities and Contingent Assets:

(i) Contingent Liabilities (not provided for)

Accounting Policy

A contingent liability is a possible obligation that arises from past events and the existence of which will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control.

I. In respect of Parent Company :

(Rs. in Crore)

S. No.	Particulars	As at March 31, 2024	As at March 31, 2023
(a)	Demand raised / Estimated liability on account of Service Tax, Goods and Services Tax, Sales Tax and Income Tax (IT) authorities being under dispute*	167.40	142.39
(b)	Penalty levied by FERA Board under appeal before the Calcutta High Court	0.01	0.01
(c)	Various labour cases	Amount not ascertainable	Amount not ascertainable
(d)	Other claims against the Parent Company not acknowledged as debts	0.08	0.08

* Brief description of liabilities under (a) above are as follows :

(Rs. in Crore)

S. No.	Particulars	As at March 31, 2024	As at March 31, 2023
1	**Income Tax :**		
	(i) Estimated liability on account of various disallowances for assessment year 2011-12	0.03	0.03
	(ii) Estimated liability on account of various disallowances for assessment year 2017-18	10.36	10.36
	(iii) Estimated liability for assessment year 2018-19 to 2023-24	111.22	117.42
	(iv) Other matters	31.21	-
2	**Service Tax :** Demand (including penalty) plus interest at the appropriate rate raised in respect of service tax not paid on payments made in foreign currency to foreign parties, treating all such payments as taxable, which is being contested by the erstwhile Shipping Division of the Parent Company.	0.27	0.27
3	**Goods and Services Tax:** Penalty in respect of refund availment of Inverted duty structure	14.31	14.31
	Total	**167.40**	**142.39**

(e) The Parent Company had received a demand of Rs. 3.52 Crore plus penalty (Previous Year: Rs. 3.52 Crore) from Sales Tax Department, Kota in an earlier year towards use of natural gas for ammonia fuel, power and steam generation for the period April, 1996 to May, 2001. The Parent Company has obtained a stay from Hon'ble High Court of Rajasthan, Jodhpur on 13th July, 2001 for the period from 1996-97 to 1997-98 and on 17th August, 2001 for the period from 1998-99 to 2001-02 – Upto May 2001. However, in the event of the Parent Company having to pay the above, it is reimbursable by Fertiliser Industry Coordination Committee (FICC) / Government of India under Subsidy Scheme.

Based on favorable decisions in similar cases, legal opinion taken by the Parent Company, discussions with the solicitors, etc., the Parent Company believes that there is fair chance of decisions in its favour in respect of all the items listed above and hence no provision is considered necessary against the same.

In respect of above contingent liabilities, it is not practicable for the Parent Company to estimate the timings of cash outflows, if any, pending resolution of the respective proceedings.

II. In respect of Subsidiaries :

The details of the cases, the amount of claim (wherever quantifiable) and the subsidiary of the Group involved are as below:

ISG Novasoft Technologies Limited ('ISGN India')

(Rs. in Crore)

Particulars	As at March 31, 2024	As at March 31, 2023
Income tax demands, under appeal [refer Note below] USD 49,61,116 (Previous Year: USD 25,36,496)	41.38	20.84

Note:

In respect of ISGN India, the tax authorities have made various adjustments relating to transfer pricing and other disallowances to taxable income for various assessment years i.e. 2009-10 to 2019-20.

The Group is contesting aforesaid demands and the management, based on external advise, believes that its position will likely be upheld in the appellate process. No expense has been accrued in the consolidated financial statements for the aforesaid demands raised. The management believes that the ultimate outcome of these proceedings will not have a material adverse effect on the Group's financial position and results of operations. The Group does not expect any reimbursements in respect of the above contingent liabilities.

In respect of above contingent liabilities, it is not practicable for the Group to estimate the timings of cash outflows, if any, pending resolution of the respective proceedings.

(ii) Contingent Assets (not recognised for)

Accounting Policy

A contingent asset is a possible asset that arises from past events the existence of which will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control.

(Rs. in Crore)

Particulars	As at March 31, 2024	As at March 31, 2023
Un-utilised Cenvat Credit of Parent Company	3.03	3.06

The erstwhile Shipping Division of the Parent Company had claimed cenvat credit in the service tax returns in the earlier years. However, such service tax credit receivable has not been recognised in the financial statements due to uncertainty in utilisation of the same.

27 Capital Commitments

(Rs. in Crore)

Particulars	As at March 31, 2024	As at March 31, 2023
Estimated amount of contracts remaining to be executed on capital account {net of advances of Rs. 158.76 Crore (Previous Year : Rs. 69.28 Crore)}	1,144.82	204.00

28 Capitalisation of Expenditure

Parent Company

The Parent Company has capitalised the following expenses of revenue nature to the cost of Capital Work-in-Progress. Consequently, expenses disclosed under the respective notes are net of amounts capitalised by the Parent Company. The break up of expenditure is as follows :

(Rs. in Crore)

Particulars	As at March 31, 2024	As at March 31, 2023
Opening Balance	5.02	0.57
Add : Expenditure during the year		
Salaries,Wages and Bonus	2.93	2.11
Travelling and Conveyance	0.47	0.31
Legal and Professional Fees	0.54	0.08
Miscellaneuous expenses	1.75	0.86
Interest **	13.75	1.50
Mark to Market Gain on Derivative Transactions	0.29	-
Loss on Foreign Exchange Variation (Net)	(0.02)	-
Total Expenditure	**24.73**	**5.43**
Less : Allocated to Property, Plant and Equipment	(5.36)	(0.41)
Capitalisation of Expenditure (pending for Allocation) *	**19.37**	**5.02**

* Includes Rs. 19.21 Crore (Previous Year: 3.44) related to upcoming Technical Ammonium Nitrate Plant.

** Interest comprises of Rs. 13.75 Crore (Previous Year : Rs. 1.50 Crore) on general borrowings for Technical Ammonium Nitrate Plant and other qualifying assets (Previous Year : other qualifying assets) using the weighted average interest rate applicable during the year which is 6.92% per annum (Previous Year: 6.28% per annum).

29 Segment Information

Operating Segment

Accounting Policy

Operating segments are reported in a manner consistent with the internal reporting provided to the chief operating decision maker. Chief operating decision maker considers the business activities in terms of nature of products i.e. manufacturing / marketing of fertilisers & other agri-inputs. The analysis of geographical segments is based on the locations of customers.

The Managing Director and Chief Financial Officer of the Parent Company has been identified as the chief operating decision maker (CODM) as defined by Ind AS 108, 'Operating Segments'. The CODM evaluates the Group's performance and allocates resources based on an analysis of various performance indicators.

The Group is in the business of manufacturing / marketing of Fertilisers and other Agri-inputs. Till the previous Financial Year, the Group had operated the Crop Protection Chemicals and Speciality Nutrients business ("CPC and SN") as an adjunct to its bulk Fertilisers business. Given the increasing emphasis on crop care and health, apart from nutrition and pursuant to the directive issued by the Department of fertilisers (DOF) to publish segment information pertaining to Complex fertilisers, the chief operating decision maker (CODM) of the Group, as defined by Ind AS-108, 'Operating Segments', had identified and determined the business into three segments namely (a) Own manufactured Fertilisers, (b) Complex Fertilisers, and (c) Crop Protection Chemicals and Speciality Nutrients.

Accordingly, the segment information is provided under the reportable segments (a) Own manufactured Fertilisers, (b) Complex Fertilisers, (c) Crop Protection Chemicals and Speciality Nutrients; and (d) Others. In accordance with Ind AS-108 on Operating Segments, figures for the prior periods have also been disclosed. A description of the types of products and services provided by each reportable segment is as follows:

Own Manufactured Fertilisers segment includes manufacture and marketing of Urea.

Complex Fertilisers segment includes purchase and sale of DAP, MOP and various grade of NPK fertilisers.

Crop Protection Chemicals and Speciality Nutrients segment includes purchase and sale of Crop Protection Chemicals and Speciality Nutrients

Others segment includes upcoming Technical Ammonium Nitrate Plant and others.

(Rs. in Crore)

Particulars	Own Manufactured Fertilisers		Complex Fertilisers		Crop Protection Chemicals and Speciality Nutrients		Others		Total Segment	
Revenue	**Financial Year**									
	2023-24	**2022-23**	**2023-24**	**2022-23**	**2023-24**	**2022-23**	**2023-24**	**2022-23**	**2023-24**	**2022-23**
External Revenue (including other operating revenue)	12,722.65	16,689.14	4,483.30	10,367.02	760.46	716.65	-	-	17,966.41	27,772.81
Inter Segment Revenue	-	-	-	-	-	-	-	-	-	-
Total Revenue	**12,722.65**	**16,689.14**	**4,483.30**	**10,367.02**	**760.46**	**716.65**	**-**	**-**	**17,966.41**	**27,772.81**
Segment Results	1,500.31	1,904.02	159.79	(418.63)	152.80	136.30	0.14	(1.34)	**1,813.04**	**1,620.35**
Total Assets	**7,374.37**	**8,011.12**	**962.12**	**1,971.53**	**166.81**	**182.44**	**294.14**	**23.18**	**8,797.44**	**10,188.27**
Total Liabilities	**1,022.52**	**945.43**	**215.02**	**649.13**	**69.39**	**33.55**	**95.59**	**80.08**	**1,402.52**	**1,708.19**
Other Disclosures										
Depreciation and Amortisation Expenses	308.68	305.28	-	-	-	-	-	-	308.68	**305.28**
Capital Expenditure	379.28	209.59	-	-	-	-	271.32	3.55	650.60	**213.14**

Reconciliations to amounts reflected in the financial statements

Reconciliation of Profit before tax

(Rs. in Crore)

Particulars	Year Ended March 31, 2024	Year Ended March 31, 2023
Segment Results	**1,813.04**	**1,620.35**
Reconciliation Items:-		
Interest income	25.63	26.98
Gain on Sale of Investments	89.32	42.65
Fair value gain on financial instrument at fair value through profit or loss	70.33	-
Depreciation and amortisation expense	(4.11)	(3.01)
Other expenses net of other income	(14.61)	(8.15)
Finance Costs	(173.06)	(320.02)
Share of Net Profit of a Joint Venture accounted for using the Equity Method	80.44	57.53
Profit before tax	**1,886.98**	**1,416.33**

Reconciliation of Assets

(Rs. in Crore)

Particulars	As at March 31, 2024	As at March 31, 2023
Segment Operating Assets	**8,797.44**	**10,188.27**
Investments Accounted for Using the Equity Method	499.13	539.77
Property, plant and equipment and Right-of-Use Assets	14.72	18.48
Non-Current Investments	-	-
Non Current Tax Assets (Net)	138.66	131.88
Current Investments	1,932.19	1,837.30
Bank balances on unpaid dividend accounts	19.25	18.87
Balance with banks and Cash in Hand	35.79	27.72
Deposits with banks	65.03	0.03
Security Deposits	2.27	2.29
Prepaid Expenses	4.01	4.93
Interest receivable on loans, deposits and others	0.02	0.00
Rebates and Other General Receivables	0.05	-
Interest Receivable - Others	0.33	0.33
Receivable from Joint venture	0.08	0.20
Total Assets	**11,508.97**	**12,770.07**

Reconciliation of Liabilities (Rs. in Crore)

Particulars	As at March 31, 2024	As at March 31, 2023
Segment Operating Liabilities	**1,402.52**	**1,708.19**
Long-term borrowings	1,063.88	1,741.26
Deferred tax liabilities (net)	1,025.78	704.30
Short-term borrowings	-	647.64
Current maturities of long term borrowings	709.33	867.22
Lease Liability	11.71	14.77
Interest accrued but not due on borrowings	1.39	4.33
Trade Payables	3.23	0.45
Provision for employee benefits	0.29	-
Accrued employee liabilities	0.04	-
Unclaimed statutory liabilities	19.25	18.87
Statutory Obligation Payable	12.95	9.54
Other liabilities - Dues to Related Parties	0.54	0.58
Total Liabilities	**4,250.91**	**5,717.15**

Information about geographical areas

The Group's revenue from operations i.e. Own Manufactured Fertilisers, Complex Fertilisers and Crop Protection Chemicals and Speciality Nutrients from external customers is Nil as all customers are located in India only. Hence, no additional disclosure about geographical information has been given.

Information about major customers

Revenue from single customer i.e. Government of India amounted to Rs. 12,771.44 Crore (Previous year : Rs. 20,593.68 Crore) arising from sales in the Own Manufactured Fertilisers, Complex Fertilisers and Crop Protection Chemicals and Speciality Nutrients segment.

30 Related Party Transactions

Disclosures of the related party information as per Ind AS - 24 'Related Party Disclosures', are as follows-

I Related Party Name and Relationship

(A) Subsidiaries

CFCL Ventures Limited

Chambal Infrastructure Ventures Limited

ISGN Corporation #

ISG Novasoft Technologies Limited #

Subsidiaries of CFCL Ventures Limited

(B) Joint Venture

Indo Maroc Phosphore, S.A. - IMACID

(C) Post Employment Benefit Plans

CFCL Employees' Provident Fund

Chambal Fertilisers and Chemicals Limited Senior Staff Superannuation Fund

CFCL Employees Group Gratuity Scheme

India Steamship Staff Provident Fund

India Steamship Staff Gratuity Insurance Scheme

ISG Novasoft Technologies Limited Employees Group Gratuity Trust

(D) Key Management Personnel

S.No.	Name	Designation
1	Mr. Saroj Kumar Poddar	Non-Executive Chairman
2	Mr. Pradeep Jyoti Banerjee	Independent - Non-Executive Director
3	Mr. Shyam Sunder Bhartia	Non-Executive Director
4	Mr. Gaurav Mathur	Managing Director (Ceased to be Managing Director with effect from July 21, 2023)
5	Mr. Abhay Baijal	Managing Director (Ceased to be Chief Financial Officer with effect from February 01, 2023 and Appointed as Managing Director with effect from July 21, 2023)
6	Mr. Vivek Mehra	Independent - Non-Executive Director
7	Ms. Rita Menon	Independent - Non-Executive Director
8	Mr. Chandra Shekhar Nopany	Non-Executive Director
9	Ms. Radha Singh	Independent - Non-Executive Director (Ceased to be Director with effect from September 15, 2022)
10	Mr. Marco Philippus Ardeshir Wadia	Independent - Non-Executive Director (Ceased to be Director with effect from September 15, 2022)
11	Mr. Berjis Minoo Desai	Independent - Non-Executive Director (Appointed as Director with effect from September 13, 2022)
12	Mr. Anand Agarwal	Chief Financial Officer (Appointed as Chief Financial Officer with effect from February 01, 2023)
13	Mr. Rajveer Singh	Company Secretary (Ceased to be Company Secretary with effect from May 06, 2023)
14	Mr. Anuj Jain	Company Secretary (Appointed as Company Secretary with effect from May 06, 2023 and Ceased to be Company Secretary with effect from November 04, 2023)
15	Mr. Tridib Barat	Company Secretary (Appointed as Company Secretary with effect from November 04, 2023)

II Transaction with the Related Parties

(A) Joint Venture

(Rs. in Crore)

Particulars	Year Ended March 31, 2024	Year Ended March 31, 2023
Reimbursement of Expenses		
Indo Maroc Phosphore, S.A. - IMACID	0.29	0.29
Total	**0.29**	**0.29**

(B) Post Employment Benefit Plans

(Rs. in Crore)

Particulars	Year Ended March 31, 2024	Year Ended March 31, 2023
Employer's Contribution Paid / Payable		
- India Steamship Staff Provident Fund	0.02	0.02
Total	**0.02**	**0.02**

(C) Key Management Personnel

(Rs. in Crore)

Particulars	Year Ended March 31, 2024	Year Ended March 31, 2023
Compensation *		
-Short Term Employee Benefits:		
Mr. Gaurav Mathur	3.81	4.82
Mr. Abhay Baijal	1.48	2.22
Mr. Anand Agarwal	2.39	0.29
Mr. Rajveer Singh	0.57	1.04
Mr. Anuj Jain	0.60	-
Mr. Tridib Barat	0.35	-
-Post Employment Benefits:		
Mr. Gaurav Mathur	0.11	0.35
Mr. Abhay Baijal	0.08	0.92
Mr. Anand Agarwal	0.10	0.02
Mr. Rajveer Singh	0.30	0.08
Mr. Anuj Jain	0.03	-
Mr. Tridib Barat	0.03	-
-Share Based Payments:		
Mr. Rajveer Singh	-	0.74
Commission to Non-Executive Directors		
Mr. Saroj Kumar Poddar	0.10	0.10
Mr. Pradeep Jyoti Banerjee	0.10	0.10
Mr. Vivek Mehra	0.10	0.10
Ms. Rita Menon	0.10	0.10
Mr. Chandra Shekhar Nopany	0.10	0.10
Ms. Radha Singh	-	0.05
Mr. Marco Philippus Ardeshir Wadia	-	0.05
Mr. Berjis Minoo Desai	0.10	0.05
Sitting Fees to Non-Executive Directors		
Mr. Saroj Kumar Poddar	0.04	0.02
Mr. Pradeep Jyoti Banerjee	0.08	0.04
Mr. Vivek Mehra	0.07	0.04
Ms. Rita Menon	0.06	0.04
Mr. Chandra Shekhar Nopany	0.05	0.03
Ms. Radha Singh	-	0.03
Mr. Marco Philippus Ardeshir Wadia	-	0.03
Mr. Berjis Minoo Desai	0.06	0.02

* The liabilities for the gratuity, leave, post retirement medical benefits, long service award scheme and settlement allowance are provided on an actuarial basis and determined for the Parent Company as a whole rather than for each of the individual employees. Accordingly, the said liabilities cannot be ascertained separately for Managing Director, Chief Financial Officer and Company Secretary, hence not included, except for the amount actually paid.

III Outstanding Balances from / to Related Parties

(A) Joint Venture

(Rs. in Crore)

Particulars	As at March 31, 2024	As at March 31, 2023
Other Current Financial Assets		
Indo Maroc Phosphore, S.A. - IMACID	0.08	0.20
Total	**0.08**	**0.20**

(B) Post Employment Benefit Plans

(Rs. in Crore)

Particulars	As at March 31, 2024	As at March 31, 2023
Other Current Liabilities		
India Steamship Staff Provident Fund	0.00	0.00
Total	**0.00**	**0.00**

(C) Key Management Personnel

(Rs. in Crore)

Particulars	As at March 31, 2024	As at March 31, 2023
Other Financial Liabilities		
Mr. Rajveer Singh	-	0.00
Mr. Abhay Baijal	0.00	-
Total	**0.00**	**0.00**
Other Current Liabilities		
Mr. Saroj Kumar Poddar	0.09	0.09
Mr. Pradeep Jyoti Banerjee	0.09	0.09
Mr. Vivek Mehra	0.09	0.09
Ms. Rita Menon	0.09	0.09
Mr. Chandra Shekhar Nopany	0.09	0.09
Ms. Radha Singh	-	0.04
Mr. Marco Philippus Ardeshir Wadia	-	0.04
Mr. Berjis Minoo Desai	0.09	0.05
Total	**0.54**	**0.58**

Note 1: Transactions and balances with the Subsidiaries and Joint Venture to the extent eliminated on consolidation are not included.

Note 2: Outstanding balances are unsecured and their settlement occurs in cash. Further, no loss allowances were made against such balances.

Key Management Personnel interests in the CFCL Employees Stock Option Scheme, 2010 (ESOS)

There is no stock option outstanding and exercisable as at March 31, 2024 and March 31, 2023

31 Gratuity and Other Employment Benefit Plans:

Accounting Policy

(i) Provident fund of the Group except erstwhile shipping division of the Parent Company is a defined contribution scheme with effect from September 01, 2021, as the Parent Company had initiated the process of surrender of exemption granted to CFCL Employees Provident Fund Trust and transferred the accumulated provident fund balance of employees to the fund administered and managed by the Government of India. Thus, the Parent Company makes monthly contributions at prescribed rates towards Provident Fund to a Fund administered and managed by the Government of India. The Parent Company has no further obligations once the contributions have been made.

The Group's contribution paid / payable during the year to Pension Fund, Provident Fund, Superannuation Fund and Employees' State Insurance Corporation are recognised in the Statement of Profit and Loss.

Pension Fund of all components of the Group is a defined contribution scheme. The Group has no obligation, other than the contribution payable to the provident fund. The Group recognizes contribution payable to the provident fund scheme as an expenditure, when an employee renders the related service. If the contribution payable to the scheme for service received before the balance sheet date exceeds the contribution already paid, the deficit payable to the scheme is recognized as a liability.

(ii) Superannuation Fund is a defined contribution scheme. Liability in respect of Superannuation Fund to the concerned employees of the Parent Company is accounted for as per the Group's Scheme and contributed to concerned insurers every year. The group does not have any other obligation, other than the contribution payable to the superannuation fund. The group recognizes contribution payable to the superannuation fund scheme as an expenditure, when an employee renders the related service. If the contribution payable to the scheme for service received before the balance sheet date exceeds the contribution already paid, the deficit payable to the scheme is recognized as a liability.

(iii) Gratuity liability is a defined benefit obligation and is provided for on the basis of an actuarial valuation on projected unit credit method made at the end of each financial year. Gratuity plan of the Parent Company is funded with insurance companies to cover the gratuity liability of the employees. The step down subsidiary of CVL has also taken an insurance policy to cover the gratuity liability of the employees. The difference between the actuarial valuation of the gratuity of employees at the year-end and the balance of funds with insurance companies is provided for as liability in the books.

(iv) Retirement benefit in the form of post-retirement medical benefits is a defined benefit obligation of the Parent Company and is provided for on the basis of actuarial valuation on projected unit credit method made at the end of each financial year.

(v) Accumulated leaves, which are expected to be utilized within the next 12 months, are treated as short-term employee benefit. The Group measures the expected cost of such absences as the additional amount that it expects to pay as a result of the unused entitlement that has accumulated at the reporting date. The Group treats accumulated leaves expected to be carried forward beyond twelve months, as long-term employee benefit for measurement purposes. Such long-term compensated absences are provided for based on the actuarial valuation using the projected unit credit method at the year-end. The Group presents the entire leaves as a current liability in the balance sheet, since it does not have an unconditional right to defer its settlement for 12 months after the reporting date.

(vi) Long service awards are other long-term benefits accruing to all eligible employees of the Parent Company, as per Parent Company's scheme. The cost of providing benefit under long service awards scheme is determined on the basis of actuarial valuation using the projected unit credit method at the reporting date. This is unfunded defined benefit scheme.

(vii) Settlement allowance are other long-term benefits accruing to the eligible employees of the Parent Company, as per Parent Company's scheme. The cost of providing benefit under settlement allowance is determined on the basis of actuarial valuation using the projected unit credit method at the reporting date. This is unfunded defined benefit scheme.

The present value of the defined benefit obligation is determined by discounting the estimated future cash outflows by reference to market yields at the end of the reporting period on government bonds that have terms approximating to the terms of the related obligation.

The net interest cost is calculated by applying the discount rate to the net balance of the defined benefit obligation and the fair value of plan assets. This cost is included in employee benefits expense in the Statement of Profit and Loss.

Re-measurement gains and losses arising from experience adjustments and changes in actuarial assumptions are recognised in the period in which they occur, directly in other comprehensive income and such re-measurement gains / (losses) are not reclassified to the Statement of Profit and Loss in the subsequent periods. They are included in retained earnings in the Statement of Changes in Equity.

Disclosure of Post Employment Benefit Plans:

(Rs. in Crore)

Particulars	As at March 31, 2024	As at March 31, 2023
Gratuity Plan - (Liability)	(23.97)	(18.45)
Provident Fund - Asset *	2.79	2.39
Post Retirement Medical Benefits Plan - (Liability)	(7.73)	(5.33)

* Plan asset of Rs. 2.79 Crore (Previous Year: Rs. 2.39 Crore) has not been recognised in the financial statements, as the surplus of the trust, is distributable among the beneficiaries of the provident fund trust.

a) Gratuity

(i) The Parent Company has a defined benefit gratuity plan. Benefit is being paid as under-

A) In case of retirement or death while in service, the gratuity will be payable as under:

i) Completed continuous service of 5 years and above upto 20 years – gratuity equivalent to 15 days last drawn salary for each completed year of service.

ii) Completed continuous service of above 20 years – gratuity equivalent to 15 days last drawn salary for first 20 years and 20 days last drawn salary for each completed year of service after 20 years.

B) In case of resignation or termination of an employee, where the employee has completed 5 years of continuous service with the Parent Company, gratuity equivalent to 15 days last drawn salary for each completed year of service shall be payable.

The Scheme is funded with insurance company in the form of a qualifying insurance policy. The fund has the form of a trust and it is governed by the Board of Trustees.

ii) In case of erstwhile Shipping Division of the Parent Company, the Parent Company has a defined benefit gratuity plan. Every employee who has completed five years or more of service gets a gratuity on departure at the rate of 15 to 30 days last drawn salary for each completed year of service. The Scheme is funded with insurance company in the form of qualifying insurance policy except in the case of crew employees of the division. The fund has the form of a trust and it is governed by the Board of Trustees.

(iii) In case of Software subsidiaries of the Group, a subsidiary has a defined benefit gratuity plan. Every employee who has completed five years or more of service gets a gratuity on departure at the rate of 15 days last drawn salary for each completed year of service. Gratuity is applicable only to employees drawing a salary in Indian rupees and there are no other defined benefit gratuity plans.

The Board of Trustees of Gratuity Trust of the Parent Company are responsible for the administration of the plan assets of Parent Company and for the definition of the investment strategy. The Board of Trustees reviews the level of funding and investment and such a review includes the asset-liability matching strategy and investment risk management policy.

The Board of Trustees decides the contribution based on the results of the review. Generally, they aim to have a portfolio mix of equity instruments and debt instruments.

b) Post Retirement Medical Benefit

Plan The Parent Company has post retirement medical benefit schemes in the nature of defined benefit plan which is unfunded.

c) Provident Fund

The Parent Company had set up provident fund trusts, which were managed by the Trustees. Provident funds set up by employers, which requires interest shortfall to be met by the employer, has been treated as defined benefit plan till August 31, 2021. During the earlier year, the Parent Company had initiated the process of surrender of exemption granted to CFCL Employees' Provident Fund and transferred the accumulated provident fund balance of employees to the Regional Provident Fund Commissioner ('RPFC'). In view of the above, the Parent Company remits the monthly contribution of Provident Fund to RPFC with effect from September 01, 2021. Therefore, contribution to Provident Fund is treated as Defined Contribution Plan with effect from September 01, 2021 except contribution to Provident Fund of erstwhile shipping division of the Parent Company.

The following tables summarise the components of net benefit expense recognised in the statement of profit and loss and the funded status and amounts recognised in the balance sheet for the respective plans:

Changes in the Defined Benefit Obligation and Fair Value of Plan Assets as at March 31, 2024: (Rs. in Crore)

Particulars	As at April 01, 2023	Service Cost	Net Interest Expense	Sub-total included in Profit or Loss	Benefits Paid	Return on Plan Assets (excluding amounts included in net interest expense)	Actuarial Changes arising from changes in Demographic Assumptions	Actuarial changes arising from changes in Financial Assumptions	Experience Adjustments	Subtotal included in OCI	Settlement/ Transfer In	Contributions by Employer	Effects of Exchange Rate Changes	As at March 31, 2024
		Cost charged to Consolidated Statement of Profit and Loss				Re-measurement Gains / (Losses) in OCI								
(A) Gratuity Plan:														
Defined Benefit Obligation	(43.49)	(2.94)	(3.25)	(6.19)	2.03	-	-	-	(1.34)	(1.34)	-	-	(0.01)	(49.00)
Fair Value of Plan Assets	25.04	-	1.87	1.87	(2.03)	0.15	-	-	-	0.15	-	-	0.00	25.03
Benefit (Liability)	**(18.45)**			**(4.32)**	-					**(1.19)**	-	-	**(0.01)**	**(23.97)**
(B) Post Retirement Medical Benefits Plan:														
Defined Benefit Obligation	(5.33)	(0.41)	(0.40)	(0.81)	0.33	-	-	-	(1.92)	(1.92)	-	-	-	(7.73)
Fair Value of Plan Assets	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Benefit (Liability)	**(5.33)**			**(0.81)**	**0.33**					**(1.92)**	-	-	-	**(7.73)**

Changes in the Defined Benefit Obligation and Fair Value of Plan Assets as at March 31, 2023: (Rs. in Crore)

Particulars	As at April 01, 2022	Service Cost	Net Interest Expense	Sub-total included in Profit or Loss	Benefits Paid	Return on Plan Assets (excluding amounts included in net interest expense)	Actuarial Changes arising from changes in Demographic Assumptions	Actuarial changes arising from changes in Financial Assumptions	Experience Adjustments	Subtotal included in OCI	Settlement/ Transfer In	Contributions by Employer	Effects of Exchange Rate Changes	As at March 31, 2023
		Cost charged to Consolidated Statement of Profit and Loss				Re-measurement Gains/(Losses) in OCI								
(A) Gratuity Plan:														
Defined Benefit Obligation	(41.97)	(2.66)	(3.04)	(5.70)	3.59	-	0.00	-	0.60	0.60	-	-	(0.01)	(43.49)
Fair Value of Plan Assets	27.82	-	2.04	2.04	(3.59)	(1.25)	-	-	-	(1.25)	-	-	0.02	25.04
Benefit (Liability)	**(14.15)**			**(3.66)**	-					**(0.65)**	-	-	**0.01**	**(18.45)**
(B) Post Retirement Medical Benefits Plan:														
Defined Benefit Obligation	(5.18)	(0.20)	(0.38)	(0.58)	0.22	-	-	-	0.21	0.21	-	-	-	(5.33)
Fair Value of Plan Assets	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Benefit (Liability)	**(5.18)**			**(0.58)**	**0.22**					**0.21**	-	-	-	**(5.33)**

The Group expects to contribute Rs. 4.80 Crore (Previous Year : Rs. 4.18 Crore) to gratuity trust respectively in the next financial year.

Provident Fund:

Changes in the Defined Benefit obligation and Fair Value of Plan Assets as at March 31, 2024 and March 31, 2023:

(Rs. in Crore)

Particulars	As at March 31, 2024			As at March 31, 2023		
	Defined Benefit Obligation	Fair Value of Plan Assets	Net Benefit Asset	Defined Benefit Obligation	Fair Value of Plan Assets	Net Benefit Asset
Opening Balance	**(2.05)**	**4.44**	**2.39**	**(1.66)**	**3.77**	**2.11**
Service Cost	(0.02)	-	**(0.02)**	(0.02)	-	**(0.02)**
Net Interest Expense	(0.13)	0.53	**0.40**	(0.12)	0.31	**0.19**
Benefits Paid	0.09	(0.09)	-	-	-	-
Return on Plan Assets (excluding amounts included in Net Interest Expense)	-	-	-	-	-	-
Actuarial Changes arising from changes in Financial Assumptions	-	-	-	-	-	-
Experience Adjustments	-	-	-	(0.23)	0.32	**0.09**
Settlement / Transfer in *	-	-	-	-	-	-
Contributions by Plan Participant / Employees	(0.02)	0.02	-	(0.02)	0.02	-
Contributions by Employer	-	0.02	**0.02**	-	0.02	**0.02**
Closing Balance	**(2.13)**	**4.92**	**2.79**	**(2.05)**	**4.44**	**2.39**

The principal assumptions used in determining gratuity, provident fund and post-employment medical benefit obligations for the Group's plans are shown below:

Particulars	As at March 31, 2024	As at March 31, 2023
	%	%
Discount Rate:		
Gratuity Plan	7.23	6.90 to 7.51
Post Retirement Medical Benefits	7.23	7.51
Future Salary Increase:		
Gratuity Plan	7.50	7.00 to 7.50
Medical Cost Escalation Rate:		
Post Retirement Medical Benefits Cost Increase	3.00	3.00
Life Expectation for:		
Post Retirement Medical Benefits		
Male	17.31	17.31
Female	21.67	21.67

A quantitative sensitivity analysis for significant assumptions as at March 31, 2024 is shown below:

Gratuity Plan of the Group:

Particulars	Year Ended March 31, 2024			
Assumption	**Discount Rate**		**Future Salary Increase**	
Sensitivity Level	0.50% Increase	0.50% Decrease	0.50% Increase	0.50% Decrease
Impact on Defined benefit Obligation (Increase) / Decrease (Rs. in Crore)	1.83	(1.97)	(1.93)	1.81

Post Retirement Medical Benefits Plan of the Parent Company:

Particulars	Year Ended March 31, 2024			
Assumption	**Discount Rate**		**Medical Cost Escalation Rate**	
Sensitivity Level	0.50% Increase	0.50% Decrease	0.50% Increase	0.50% Decrease
Impact on Defined benefit Obligation (Increase) / Decrease (Rs. in Crore)	0.58	(0.61)	(0.61)	0.58

A quantitative sensitivity analysis for significant assumptions as at March 31, 2023 is shown below:

Gratuity Plan for the Group:

Particulars	Year Ended March 31, 2023			
Assumption	**Discount Rate**		**Future Salary Increase**	
Sensitivity Level	0.50% Increase	0.50% Decrease	0.50% Increase	0.50% Decrease
Impact on Defined Benefit Obligation (Increase) / Decrease (Rs. in Crore)	1.64	(1.76)	(1.74)	1.63

Post Retirement Medical Benefits Plan for the Parent Company:

Particulars	Year Ended March 31, 2023			
Assumption	**Discount Rate**		**Medical Cost Escalation Rate**	
Sensitivity Level	0.50% Increase	0.50% Decrease	0.50% Increase	0.50% Decrease
Impact on Defined Benefit Obligation (Increase) / Decrease (Rs. in Crore)	0.40	(0.42)	(0.42)	0.40

Sensitivities due to mortality and withdrawals are not material and hence impact of change is not calculated.

Sensitivities as to rate of inflation, rate of increase of pension payment, rate of increase of pensions before retirement & life expectancy are not applicable being a lump sum benefit on retirement.

The sensitivity analysis above have been determined based on a method that extrapolates the impact on defined benefit obligation as a result of reasonable changes in key assumptions occurring at the end of the reporting period.

The weighted average duration of the defined benefit plan obligation at the end of the reporting period is 14.70 years for Gratuity Plan and 14.64 years for Post Retirement Medical Benefits Plan (Previous Year : 14.70 years for Gratuity Plan and 14.70 years for Post Retirement Medical Benefits Plan).

Investment Pattern in Plan Assets:

Particulars	Gratuity	
	Financial Year 2023-24	**Financial Year 2022-23**
Investments with Insurers (%)	100%	100%

Maturity Profile of Defined Benefit Obligation:

(Rs. in Crore)

Particulars	Within the Next 12 Months	Between 2 and 5 Years	Between 5 and 10 Years	Beyond 10 Years
As at March 31, 2024				
Gratuity Fund	4.87	16.25	14.06	13.82
Provident Fund	-	-	-	-
Post Retirement Medical Benefits Plan	0.31	1.76	2.32	3.34
As at March 31, 2023				
Gratuity Fund	3.64	12.93	14.38	12.48
Provident Fund	2.05	-	-	-
Post Retirement Medical Benefits Plan	0.22	1.18	1.49	2.44

Contribution to Defined Contribution Plans :

(Rs. in Crore)

Particulars	Year Ended March 31, 2024	Year Ended March 31, 2023
Provident Fund	6.01	5.43
Pension Fund	1.47	1.49
National Pension System	2.24	2.00
Employers' Contribution to Employees' State Insurance Corporation	-	0.02

32 Rights, Preference and Restrictions attached to Redeemable Preference Shares and Details about Share Warrants

Preference shareholders carry voting rights on an as converted basis with ordinary shareholders, except for key governance protections outlined in the Articles of Association of CFCL Ventures Limited (CVL), a subsidiary of the Parent Company, in which case each class votes separately on an as converted basis as per the terms of the preference shareholders agreement. Further, preference shareholders carry preferential dividend rights over ordinary shares if declared by the Board of Directors and priority over ordinary shares in the event of any liquidation, dissolution or winding up of the affairs of CVL.

Within ninety (90) days after the receipt of a written request from members holding not less than a majority of the then outstanding preference shares, voting together on an as converted basis, that all preference shares be redeemed (such date within such ninety (90) days period being the "Redemption Date") and concurrently with the surrender by the holders of outstanding preference shares of the certificates representing such preference shares, CVL shall, to the extent it may lawfully do so, redeem all of the then outstanding preference shares by paying an amount in cash per preference share to be redeemed equal to the greater of (i) the original purchase price per share (subject to adjustment for any Recapitalizations) and (ii) the fair market value of such preference share as of the Redemption Date, as determined by an independent third-party investment bank or similar financial service provider agreed to by CVL and the holders of at least a majority of the preference shares then outstanding, voting together on an as-converted basis.

If, on the Redemption Date, the funds of CVL legally available for redemption of preference shares are insufficient to redeem all outstanding preference shares, those funds that are legally available will be used to make payment to the holders of preference shares on a pro-rata basis in proportion to the number of preference shares then held by such members. Any preference shares not redeemed shall remain outstanding and shall be entitled to all the rights and preferences provided herein. At any time thereafter when additional funds of CVL are legally available for the redemption of the preference shares, such funds will immediately be used to redeem the balance of the preference shares not redeemed on the Redemption Date in the manner and in the order set forth in the preceding sentence.

Each holder of Preference Shares shall be entitled to convert any or all of its Preference Shares, at any time, without the payment of any additional consideration, into such number of fully paid Ordinary Shares as is determined by multiplying the number of Preference Shares by a fraction determined by dividing the Original Purchase Price by the Conversion Price determined in each case, in effect at the time of conversion. Any conversion of Preference Shares made pursuant to these Articles shall be effected by the redemption of the relevant number of Preference Shares and the issuance of an appropriate number of Ordinary Shares.

Share Warrants

The subsidiary of the Parent Company , CFCL Ventures Limited is having below share warrants:

Particulars	As at March 31, 2024		As at March 31, 2023	
	Exercise price (USD)	No. of shares	Exercise price (USD)	No. of shares
Series H Preference shares	0.01	5,14,281	0.01	14,46,419
Series I Preference shares	0.01	16,13,333	0.01	16,13,333

None of the warrants have been exercised by the warrant holders of the CFCL Ventures Limited.

33 Subsidies

(a) Nitrogenous Fertilisers are under the Concession Prices for urea under New Urea Policy 2015, New Pricing Scheme – Stage III, New Investment Policy 2012 (amended), Modified New Pricing Scheme - Stage - III and Uniform Freight Policy, which were further adjusted for input price escalation / de- escalation, as estimated on the basis of the prescribed norms in line with known policy parameters.

Contribution from sale of surplus ammonia has been accounted for in accordance with the known policy parameters.

Current year's subsidy income of Urea has been increased / (reduced) by Rs. 31.00 Crore (Previous Year: Rs. (0.21) Crore), pertaining to earlier years, but determined during the year.

(b) Subsidy on Phosphatic and Potassic (P&K) fertilisers has been accounted for as per the concession rates based on Nutrient Based Subsidy Policy and Freight Subsidy has been accounted for in line with the policy, notified by the Government of India.

34 Leases

Accounting Policy

Parent Company as a lessee:

Leases are recognised as a right-of-Use asset and a corresponding liability at the date at which the leased asset is available for use by the Group. Assets and liabilities arising from a lease are initially measured on a present value basis. Lease liabilities include the net present value of the following lease payments:

- Fixed payments (including in-substance fixed payments), less any lease incentives receivable.
- Variable lease payments.
- Amount expected to be payable by the Group under residual value guarantees, if any.

- the exercise price of a purchase option if the Group is reasonably certain to exercise that option, and
- payments of penalties for terminating the lease, if the lease term reflects the Company exercising that option.

Right-of-Use assets are measured at cost comprising the following:

- The amount of initial measurement of lease liability.
- Any lease payment made at or before the commencement date less any lease incentive received.
- Any initial direct cost and restoration cost.

Payments associated with short-term leases of equipment and all leases of low-value assets are recognised on a straight-line basis as an expense in profit or loss. Short-term leases are leases with a lease term of 12 months or less. Low-value assets comprise information technology / computer equipment and small items of office furniture.

This note provides information for the Group leases where the Group is a lessee. The Group leases various offices and lease periods are generally fixed ranging from eleven months to nine years, but may have extension options.

Amounts recognised in the Consolidated Statement of Profit and Loss relating to Leases

(Rs. in Crore)

Particulars	For the Year Ended March 31, 2024	For the Year Ended March 31, 2023
Depreciation charge for Right-of-Use Assets	5.04	5.17
Interest expense (included in Finance Costs)	0.88	0.97
Expense relating to short term leases (included in Other Expenses)	8.77	7.89
Expense relating to leases of low - value assets that are not shown above as short term leases (included in Other Expenses)	-	-
Expense relating to variable lease payments not included in Lease Liabilities	-	-

Amount recognised in the Statement of Consolidated Statement of Cash Flows

(Rs. in Crore)

Particulars	For the Year Ended March 31, 2024	For the Year Ended March 31, 2023
Total cash outflow for leases	5.68	5.88

Additions / Net Book Value pertaining to the Right-of-Use Assets are as follows:

Property, Plant and Equipment comprises owned and leased assets that do not meet the definition of investment property.

(Rs. in Crore)

Particulars	Financial Year - 2023-24	Financial Year - 2022-23
Property, Plant and Equipment comprises:		
Right-of-Use Assets - Additions during the year	2.05	14.50
Right-of-Use Assets - Net Book Value	18.61	21.60

Maturity analysis of Lease Liabilities

(Rs. in Crore)

Particulars	As at March 31, 2024	As at March 31, 2023
Payable within one year	5.74	4.67
Payable after one year but not more than five years	15.51	16.50
Payable after more than five years	3.56	1.96
Total undiscounted Lease Liabilities	**24.81**	**23.13**
Non-Current	19.07	18.46
Current	5.74	4.67
Carrying Value	**20.38**	**23.13**
Non-Current	15.42	18.46
Current	4.96	4.67

The Group has discounted lease payments using the applicable incremental borrowing rate as of 7.06% per annum (Previous Year: 3.88% per annum) for measuring the Lease Liabilities.

35 Details of dues to Micro and Small Enterprises as per 'The Micro, Small and Medium Enterprise Development Act, 2006' (MSMED) :

(Rs. in Crore)

Particulars	Financial Year 2023-24	Financial Year 2022-23
The principal amount due and remaining unpaid to any supplier as at the end of each accounting year {including payable for capital goods of Rs. 14.19 Crore (Previous Year : Rs. 2.15 Crore)};	31.95	21.18
The interest due on unpaid principal amount remaining as at the end of each accounting year;	-	-
Principal amounts paid to suppliers registered under the MSMED beyond the appointed day during the year;	-	-
The amount of interest paid by the buyer in terms of Section 16 of the MSMED beyond the appointed day during each accounting year.	-	-
Interest paid, other than under Section 16 of MSMED to suppliers registered under the MSMED beyond the appointed day during the year;	-	-
The amount of interest due and payable for the period of delay in making payment (which have been paid but beyond the appointed day during the year) but without adding the interest specified under MSMED;	-	-
The amount of interest accrued and remaining unpaid at the end of each accounting year; and	-	-
The amount of further interest remaining due and payable even in the succeeding years, until such date when the interest dues as above are actually paid to the small enterprise for the purpose of disallowance as a deductive expenditure under Section 23 of the MSMED.	-	-

36 Share Based Payments

Employees Stock Option Scheme

The shareholders of the Parent Company had approved CFCL Employees Stock Option Scheme, 2010 on August 27, 2010 which was amended by the shareholders on September 13, 2013 and the revised CFCL Employees Stock Option Scheme, 2010 (ESOS) was approved by the shareholders on September 15, 2015. As per ESOS, 4,162,000 Stock Options can be issued to Whole-time Director / Managing Director and other specified categories of employees of the Parent Company. The options are to be granted at market price. The market price is taken as the closing price on the day preceding the date of grant of options, on the stock exchange where the trading volume is the highest. Each option, upon vesting, shall entitle the holder to acquire 1 equity share of Rs.10 of the Parent Company.

Details of the scheme are as under:

Particulars	Tranche 1	Tranche 2	Tranche 3	Tranche 4	Tranche 5
Date of Grant	16-Sep-2010	22-Jan-2011	10-May-2011	17-Oct-2011	11-May-2012
Number of Options Granted	28,50,000	3,00,000	2,20,000	1,00,000	2,70,000
Method of Settlement (Cash / Equity)	Equity	Equity	Equity	Equity	Equity
Exercise Period*	8 years from the date of vesting	8 years from the date of vesting	8 years from the date of vesting	8 years from the date of vesting	8 years from the date of vesting
Vesting Conditions	Continued employment and individual performance	Continued employment and individual performance	Continued employment and individual performance	Continued employment and individual performance	Continued employment and individual performance

* In case of death / permanent incapacity / superannuation of the employee, 3 years from the date of death / permanent incapacity/ superannuation or expiry of exercise period, whichever is earlier.

Vesting Schedule:

Vesting Date	All tranches
1 year from the date of grant	15%
2 years from the date of grant	15%
3 years from the date of grant	20%
4 years from the date of grant	25%
5 years from the date of grant	25%

Movement in options is summarized below:

Particulars	Financial Year 2023-24	Financial Year 2022-23
	No. of options	No. of options
Outstanding at the beginning of the year	68,000	3,27,000
Granted during the year	-	-
Forfeited during the year	-	-
Exercised during the year	68,000	2,59,000
Expired during the year	-	-
Outstanding at the end of the year	-	68,000
Exercisable at the end of the year	-	68,000
Weighted average remaining contractual life (in years)	-	0.20
Weighted average Exercise price (in Rs.)	74.76	74.76

The details of Exercise Price of Stock Options Outstanding as at March 31, 2024 are as under:

Tranche	Weighted Average Fair Value of Options (in Rs.)	Range of Exercise Price (in Rs.)	Number of Options Outstanding	Weighted Average remaining Contractual Life of Options (in years)	Weighted Average Exercise Price (in Rs.)
1	31.38	73.50	-	-	73.50
2	32.86	76.85	-	-	76.85
3	38.44	82.90	-	-	82.90
4	45.06	101.10	-	-	101.10
5	34.97	69.40	-	-	69.40

The details of Exercise Price of Stock Options Outstanding as at March 31, 2023 are as under:

Tranche	Weighted Average Fair Value of Options (in Rs.)	Range of Exercise Price (in Rs.)	Number of Options Outstanding	Weighted Average remaining Contractual Life of Options (in years)	Weighted Average Exercise Price (in Rs.)
1	31.38	73.50	49,000	0.13	73.50
2	32.86	76.85	7,000	0.20	76.85
3	38.44	82.90	-	-	82.90
4	45.06	101.10	5,000	0.52	101.10
5	34.97	69.40	7,000	0.83	69.40

Stock Options Granted

The weighted average fair value of stock options granted was Rs 32.54 per option (Previous Year Rs. 32.54 per option). The Black Scholes Valuation Model has been used for computing the weighted average fair value considering the following inputs :

As at March 31, 2024:-

Particulars	Tranche 1	Tranche 2	Tranche 3	Tranche 4	Tranche 5
Weighted Average Share Price (Rs.)	73.50	76.85	82.90	101.10	69.40
Exercise Price (Rs.)	73.50	76.85	82.90	101.10	69.40
Expected Volatility	37.12%	37.30%	37.46%	38.09%	37.94%
Life of the Options Granted (vesting and exercise period) in years	-	-	-	-	-
Average Risk-Free Interest rate	7.71%	7.72%	7.73%	7.76%	7.79%
Expected Dividend Yield	3.45%	3.45%	3.45%	3.45%	3.45%

As at March 31, 2023:-

Particulars	Tranche 1	Tranche 2	Tranche 3	Tranche 4	Tranche 5
Weighted Average Share Price (Rs.)	73.50	76.85	82.90	101.10	69.40
Exercise Price (Rs.)	73.50	76.85	82.90	101.10	69.40
Expected Volatility	37.12%	37.30%	37.46%	38.09%	37.94%
Life of the Options granted (vesting and exercise period) in years	0.13	0.20	-	0.52	0.83
Average Risk-Free Interest rate	7.71%	7.72%	7.73%	7.76%	7.79%
Expected Dividend Yield	3.45%	3.45%	3.45%	3.45%	3.45%

The expected volatility was determined based on historical volatility data. For calculating volatility, the Parent Company has considered the daily volatility of the stock prices of the Parent Company on National Stock Exchange of India Limited over a period prior to the date of grant, corresponding with the expected life of the options.

In financial year 2010-11, CFCL Employees Welfare Trust ("Trust") was constituted, inter alia, for the purpose of subscribing or acquiring equity shares of the Parent Company from the Parent Company or Secondary market, to hold the shares and to allocate or transfer these shares to eligible employees of the Parent Company from time to time on the terms and conditions specified under the Employees stock option scheme. The Board of Directors at its meeting held on May 08, 2010 had approved grant of financial assistance upto Rs. 30.00 Crore by the Parent Company to Trust in such manner and on such terms as agreed between the trustee(s) of the Trust and Managing Director of the Parent Company for the purpose of subscribing or acquiring shares of the Parent Company. During the current financial year all the outstanding options have been excercised, accordingly Trust is holding Nil equity shares (Previous Year : 68,000 equity shares) of the Parent Company.

37 Interest in Other Entities:

(A) Interest in Joint Venture

The Group has 33.33% ownership interest in Indo Maroc Phosphore S.A. - IMACID (IMACID), which is engaged in manufacturing of phosphoric acid. IMACID is registered in Morocco. The Group's interest in IMACID is accounted for using the equity method in the consolidated financial statements.

Summarised financial information of the joint venture, based on its financial information and reconciliation with the carrying amount of the investment in consolidated financial statements are set out below:

Summarised Balance Sheet: (Rs. in Crore)

Particulars	As at March 31, 2024	As at March 31, 2023
Current Assets, including Cash and Cash Equivalents- Rs. 1,240.83 Crore (Previous Year : Rs. 1,219.55 Crore)	2,600.25	2,625.13
Non-Current Assets	292.58	297.61
Current Liabilities, including Trade Payables- Rs. 1,260.31 Crore (Previous Year : Rs.1,246.74 Crore)	1,350.92	1,255.49
Non-Current Liabilities	44.51	47.93
Equity	**1,497.40**	**1,619.32**
Proportion of the Group's Ownership	**33.33%**	**33.33%**
Carrying amount of the Investment	**499.13**	**539.77**

Reconciliation of Carrying amount of the Investment in Joint Venture (Rs. in Crore)

Particulars	Amount
Carrying amount of the Investment as on March 31, 2023	**539.77**
Less: Dividend Received from Joint Venture during the year	136.18
Add: Share of Profit of Joint Venture for the year	80.44
Add: Exchange Differences on Translation for the year	15.10
Carrying amount of the Investment as on March 31, 2024	**499.13**

Summarised Statement of Profit and Loss of the Joint Venture :

(Rs. in Crore)

Particulars	For the Financial Year Ended March 31, 2024	For the Financial Year Ended March 31, 2023
Income		
Revenue	2,918.24	4,088.16
Other Income	(12.17)	37.20
Total Revenue	**2,906.07**	**4,125.36**
Expenses:		
Cost of Materials Consumed	2,232.31	3,343.61
Changes in Inventories of Work-in-Progress and Finished Goods	(10.01)	63.68
Employee Benefits Expense	63.85	61.62
Finance Costs	(25.51)	(2.16)
Depreciation and Amortization Expenses	61.96	59.19
Other Expenses	223.47	321.57
Total Expenses	**2,546.07**	**3,847.51**
Profit Before Exceptional items and Tax	**360.00**	**277.85**
Exceptional Items Expense	(23.35)	44.72
Profit Before Tax	**336.65**	**233.13**
Tax Expense:		
Current Tax	94.22	60.47
Deferred Tax	1.10	0.07
Profit for the Year	**241.33**	**172.59**
Group's Share of Profit for the Year	**80.44**	**57.53**
Dividend received from Joint Venture	**136.18**	**91.65**

The Group has no contingent liabilities or capital commitments relating to its interest in IMACID as at March 31, 2024 and March 31, 2023. The joint venture has no other contingent liabilities as at March 31, 2024 and March 31, 2023. The joint venture has capital commitment of Rs. 20.69 Crore as at March 31, 2024 (Previous Year : Rs. 8.98 Crore).

The consolidated financial statement includes group's share of net profit of joint venture.

(B) Non- Controlling Interest (NCI)

Financial information of a subsidiary company that has material non-controlling interest is provided below:

Proportion of equity interest held by Non-Controlling Interest:

Particulars	Country of Incorporation and Operations	As at March 31, 2024	As at March 31, 2023
CFCL Ventures Limited	Cayman Islands	27.73%	27.73%

Information regarding Non-Controlling Interest

(Rs. in Crore)

Particulars	As at March 31, 2024	As at March 31, 2023
Accumulated balances of material Non-Controlling Interest		
CFCL Ventures Limited	(15.49)	(15.19)
Profit / (Loss) allocated to material Non-Controlling Interest:		
CFCL Ventures Limited	(0.05)	(0.43)

The summarised financial information of aforesaid subsidiary is provided below. This information is based on amounts before inter-company eliminations.

Summarised Statement of Profit and Loss:

(Rs. in Crore)

Particulars	For the Financial Year Ended March 31, 2024	For the Financial Year Ended March 31, 2023
Income		
Other Income	0.70	0.21
Total Revenue	**0.70**	**0.21**
Expenses:		
Employee Benefits Expense	-	0.99
Other Expenses	0.87	0.77
Total Expenses	**0.87**	**1.76**
Profit / (Loss) Before Tax	**(0.17)**	**(1.55)**
Tax Expense:		
Current Tax	-	-
Deferred Tax Charge	-	-
Income Tax Expense	**-**	**-**
Profit after tax	**(0.17)**	**(1.55)**
Other Comprehensive Income (Net of Income Tax)	**(0.08)**	**(0.41)**
Total Comprehensive Income	**(0.25)**	**(1.96)**
Profit allocated to Non-Controlling Interest	(0.05)	(0.43)
Other Comprehensive Income allocated to Non-Controlling Interest	(0.25)	(1.26)
Total comprehensive income allocated to Non-Controlling Interest	**(0.30)**	**(1.69)**

Summarised Balance Sheet:

(Rs. in Crore)

Particulars	As at March 31, 2024	As at March 31, 2023
Financial Assets and Other Current Assets (Current)	10.56	11.08
Other Non-Current Assets (Non-Current)	4.03	4.03
Borrowings, Trade and Other Payables (Current)	0.40	0.88
Interest-bearing Borrowings and Other Non-Current Liabilities (Non-Current)	890.25	877.12
Total Equity	**(876.06)**	**(862.89)**
Attributable to:		
Non-Controlling Interest	(15.49)	(15.19)

Summarised Cash Flow Information:

(Rs. in Crore)

Particulars	For the Financial Year Ended March 31, 2024	For the Financial Year Ended March 31, 2023
Operating Activities	(1.88)	(2.15)
Investing Activities	1.00	(0.38)
Financing Activities	-	-
Net (Decrease) / Increase in Cash and Cash Equivalents	**(0.88)**	**(2.53)**

38 Figures pertaining to the subsidiaries have been re-classified wherever considered necessary to bring them in line with the Parent Company's financial statements.

39 Fair Values

The management assessed that fair value of financial assets and liabilities approximates their carrying amount.

The fair value of the financial assets and liabilities is included at the amount at which the instrument could be exchanged in a current transaction between willing parties, other than in a forced or liquidation sale.

The following methods and assumptions were used to estimate the fair values:

(i) Derivative financial instruments - The fair value of foreign exchange forward contracts is determined using the foreign exchange spot and forward rates at the balance sheet date. The derivatives are entered into with the banks / counterparties with investment grade credit ratings.

(ii) Long Term Security Deposits / Employee Loans - The fair value of security deposits / employee loans approximates the carrying value and hence, the valuation technique and inputs have not been given.

(iii) Floating Rate Borrowings / Lease Liabilities - The fair values of the Parent Company's interest bearing borrowings are determined by using discounted cash flow method using discount rate that reflects the issuer's borrowing rate as at the end of the reporting period. The own non-performance risk as at March 31, 2024 was assessed to be insignificant.

(iv) The carrying amount of bank deposits, trade receivables, cash and cash equivalents, investment at amortised cost, other current financial assets, trade payables, fixed rate borrowings and other current financial liabilities are considered to be the same as their fair values, due to their short term nature.

(v) The fair value of investments carried at fair value through profit and loss is determined using Income Approach, Market Approach and Net Assets Value Method.

40 Fair Value Measurements

Accounting Policy

Derivative Financial Instruments

Initial Recognition and Subsequent Measurement

Derivatives are initially recognised at fair value on the date of derivative contract and are subsequently re-measured at fair value at the end of each reporting period. The resulting gains / losses are recognised in the Consolidated Statement of Profit and Loss immediately unless the derivative is designated and effective as a hedging instrument, in which event the timing of recognition in profit or loss / inclusion in the initial cost of non-financial asset depends on the nature of the hedging relationship and the nature of the hedged item. The Parent Company complies with the principles of hedge accounting where derivative contracts are designated as hedge instruments. At the inception of the hedge relationship, the Parent Company documents the economic relationship between the hedging instrument and the hedged item including whether the changes in the cash flows of the hedging instrument are expected to offset changes in the cash flows of hedged items, along with the risk management objectives and its strategy for undertaking hedge transaction.

The Parent Company has designated certain derivatives as hedge of foreign exchange risk associated with the cash flows of highly probable forecast transactions with borrowings.

Financial Instruments

A financial instrument is any contract that gives rise to a financial asset of one entity and a financial liability or equity instrument of another entity.

(a) Financial assets

Initial Recognition and Measurement

All financial assets are recognised initially at fair value plus, in the case of financial assets not recorded at fair value through profit or loss, transaction costs that are attributable to the acquisition of the financial asset. Transaction costs of financial assets carried at fair value through profit or loss are expensed in profit or loss. Purchases or sales of financial assets that require delivery of assets within a time frame established by regulation or convention in the market place (regular way trades) are recognised on the trade date, i.e., the date that the Group commits to purchase or sell the asset.

Subsequent Measurement

Debt Instruments

Subsequent measurement of debt instruments depends on the Group's business model for managing the asset and the cash flow characteristics of the asset. For the purposes of subsequent measurement, debt instruments are classified in three categories:

- Debt instruments at amortised cost.
- Debt instruments at fair value through other comprehensive income (FVTOCI); and
- Debt instruments at fair value through profit or loss (FVTPL).

Debt Instruments at amortised cost

A debt instrument' is measured at the amortised cost if both the following conditions are met:

a) The asset is held within a business model whose objective is to hold assets for collecting contractual cash flows; and

b) Contractual terms of the asset give rise on specified dates to cash flows that are solely payments of principal and interest (SPPI) on the principal amount outstanding.

After initial measurement, such financial assets are subsequently measured at amortised cost using the effective interest rate (EIR) method. Amortised cost is calculated by taking into account any discount or premium on acquisition and fees or costs that are an integral part of the EIR. The EIR amortisation is included in finance income in the profit or loss. The losses arising from impairment are recognised in the profit or loss.

Debt Instruments at FVTOCI

A debt instrument' is classified as at the FVTOCI if both of the following criteria are met:

a) The objective of the business model is achieved both by collecting contractual cash flows and selling the financial assets, and

b) The asset's contractual cash flows represent SPPI.

Debt instruments included within the FVTOCI category are measured initially as well as at each reporting date at fair value. Fair value movements are recognized in the OCI. However, the Company recognizes interest income, impairment losses & reversals and foreign exchange gain or loss in the Statement of Profit and Loss. On derecognition of the asset, cumulative gain or loss previously recognised in OCI is reclassified from the equity to the Statement of Profit and Loss. Interest earned while holding FVTOCI debt instrument is reported as interest income using the EIR method.

Debt Instruments at FVTPL

FVTPL is a residual category for debt instruments. Any debt instrument, which does not meet the criteria for categorisation as at amortised cost or as FVTOCI, is classified as at FVTPL. In addition, the Group may elect to designate a debt instrument, which otherwise meets amortized cost or FVTOCI criteria, as at FVTPL. However, such election is allowed only if doing so reduces or eliminates a measurement or recognition inconsistency (referred to as 'accounting mismatch'). Debt instruments included within the FVTPL category are measured at fair value with all changes recognized in the Statement of Profit and Loss.

Equity Instruments

For the purposes of subsequent measurement, equity instruments are classified in two categories:

- Equity instruments measured at fair value through profit or loss (FVTPL); and
- Equity instruments measured at fair value through other comprehensive income (FVTOCI)

All equity investments are measured at fair value. The Group may make an irrevocable election to present subsequent changes in the fair value in OCI. The Group makes such election on an instrument-by-instrument basis. The classification is made on initial recognition and is irrevocable. Equity instruments included within the FVTPL category are measured at fair value with all changes recognized in the Statement of Profit and Loss.

If the Group decides to classify an equity instrument as at FVTOCI, then all fair value changes on the instrument, excluding dividends, are recognized in the OCI. There is no recycling of the amounts from OCI to Statement of Profit and Loss, on derecognition, including sale of investment. However, the Group may transfer the cumulative gain or loss within equity.

Derecognition

A financial asset (or, where applicable, a part of a financial asset or part of a group of similar financial assets) is primarily derecognised when:

- The rights to receive cash flows from the asset have expired, or
- The Group has transferred its rights to receive cash flows from the asset or has assumed an obligation to pay the received cash flows in full without material delay to a third party under a 'pass-through' arrangement; and either (i) the Group has transferred substantially all the risks and rewards of the asset, or (ii) the Group has neither transferred nor retained substantially all the risks and rewards of the asset, but has transferred control of the asset.

Impairment of Financial Assets

The Group assesses on a forward-looking basis the expected credit losses associated with its assets carried at amortised cost and FVTOCI debt instruments. The impairment methodology applied depends on whether there has been a significant increase in credit risk since initial recognition. Assessment of such credit risk is being made on case-to-case basis based on available information.

For trade receivables only, the Group applies the simplified approach permitted by Ind AS 109 'Financial Instruments', which requires expected lifetime losses to be recognised from initial recognition of the receivables.

The allowance for doubtful debts/ advances or impairment of assets is made on case to case basis by considering relevant available information.

(b) Financial Liabilities

Initial recognition and measurement

Financial liabilities are classified, at initial recognition, as financial liabilities at fair value through profit or loss, as loans and borrowings, as payables, or as derivatives. All financial liabilities are recognised initially at fair value and, in the case of loans and borrowings and payables, net of directly attributable transaction costs. The Group's financial liabilities include trade and other payables, loans and borrowings including redeemable preference shares and derivative financial instruments.

Subsequent Measurement

The measurement of financial liabilities depends on their classification, as described below:

Financial Liabilities at Fair Value through Profit or Loss

Financial liabilities at fair value through profit or loss (FVTPL) include financial liabilities held for trading and financial liabilities designated upon initial recognition as at FVTPL. Financial liabilities are classified as held for trading if they are incurred for the purpose of repurchasing in the near term. This category also includes derivative financial instruments entered into by the Group that are not designated as hedging instruments in hedge relationships as defined by Ind AS 109 'Financial instruments'.

Gains or losses on liabilities held for trading are recognised in the profit or loss.

Loans and Borrowings

Borrowings are initially recognised at fair value, net of transaction costs incurred. Borrowings are subsequently measured at amortised cost. Any difference between the proceeds (net of transaction costs) and the redemption / repayment amount is recognised in profit or loss over the period of the borrowings using the effective interest method. Fees paid on the establishment of loan facilities are recognised as transaction costs of the loan to the extent that it is probable that some or all of the facility will be drawn down. In this case, the fee is deferred until the draw down occurs. To the extent there is no evidence that it is probable that some or all of the facility will be drawn down, the fee is capitalised as a prepayment for liquidity services and amortised over the period of the facility to which it relates.

Derecognition

A financial liability is derecognised when the obligation under the liability is discharged or cancelled or expires. When an existing financial liability is replaced by another financial liability on substantially different terms, or the terms of an existing liability are substantially modified, such an exchange or modification is treated as the derecognition of the original liability and the recognition of a new liability. The difference in the respective carrying amounts is recognised in the Statement of Profit and Loss.

Offsetting of Financial Instruments

Financial assets and financial liabilities are offset and the net amount is reported in the balance sheet if there is a currently enforceable legal right to offset the recognised amounts and there is an intention to settle on a net basis, to realise the assets and settle the liabilities simultaneously.

(i) Financial Instruments by Category

(Rs. in Crore)

Particulars	As at March 31, 2024			As at March 31, 2023		
	FVTPL	FVTOCI	Amortised Cost	FVTPL	FVTOCI	Amortised Cost
Financial Assets						
Investments						
-Equity Shares	0.02	-	-	0.02	-	-
-Mutual Funds	1,932.19	-	-	1,837.30	-	-
-Government Securities	-	-	0.00	-	-	0.00
Loan to Employees	-	-	0.13	-	-	0.21
Security Deposits	-	-	5.47	-	-	5.62
Trade Receivables	-	-	191.56	-	-	1,760.48
Cash and Cash Equivalents	-	-	109.86	-	-	36.93
Bank Balances other than Cash and cash equivalents	-	-	23.69	-	-	24.23
Other Current Financial Assets	-	-	111.12	-	-	112.62
Total Financial Assets	**1,932.21**	**-**	**441.83**	**1,837.32**	**-**	**1,940.09**

(Rs. in Crore)

Particulars	As at March 31, 2024			As at March 31, 2023		
	FVTPL	FVTOCI	Amortised Cost	FVTPL	FVTOCI	Amortised Cost
Financial Liabilities						
Borrowings - Floating Rate	-	-	1,773.21	-	-	2,608.48
Borrowings - Fixed Rate	-	-	-	-	-	647.64
Redeemable Preference Shares	80.34	-	-	79.15	-	-
Trade Payables	-	-	793.83	-	-	1,211.54
Derivative Financial Liabilities	0.43	-	-	9.43	-	-
Lease Liabilities	-	-	20.38	-	-	23.13
Other Current Financial Liabilities	-	-	405.84	-	-	320.75
Total Financial Liabilities	**80.77**	**-**	**2,993.26**	**88.58**	**-**	**4,811.54**

(ii) Fair Value Hierarchy

The Group measures financial instruments, such as, derivatives at fair value at each reporting date.

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The fair value measurement is based on the presumption that the transaction to sell the asset or transfer the liability takes place either:

- In the principal market for the asset or liability, or
- In the absence of a principal market, in the most advantageous market for the asset or liability

The principal or the most advantageous market must be accessible by the Group.

The fair value of an asset or a liability is measured using the assumptions that market participants would use when pricing the asset or liability and assuming that market participants act in their economic best interest.

A fair value measurement of a non-financial asset takes into account a market participant's ability to generate economic benefits by using the asset in its highest and best use or by selling it to another market participant that would use the asset in its highest and best use.

The Group uses valuation techniques that are appropriate in the circumstances and for which sufficient data are available to measure fair value, maximising the use of relevant observable inputs and minimising the use of unobservable inputs.

All assets and liabilities for which fair value is measured or disclosed in the financial statements are categorised within the fair value hierarchy, described as follows, based on the lowest level input that is significant to the fair value measurement as a whole:

- Level 1 - Quoted (unadjusted) market prices in active markets for identical assets or liabilities.The Investment in mutual funds is valued using the closing Net Assets Value ('NAV').
- Level 2 - Valuation techniques for which the lowest level input that is significant to the fair value measurement is directly or indirectly observable.
- Level 3 - Valuation techniques for which the lowest level input that is significant to the fair value measurement is unobservable.

For assets and liabilities that are recognised in the financial statements on a recurring basis, the Group determines whether transfers have occurred between levels in the hierarchy by re-assessing categorisation (based on the lowest level input that is significant to the fair value measurement as a whole) at the end of each reporting period.

The Group's management determines the policies and procedures for both recurring fair value measurement, such as derivative instruments and unquoted financial assets measured at fair value, and for non-recurring fair value measurement, such as assets held for disposal in discontinued operations.

External valuers are involved for valuation of significant assets, such as properties and unquoted financial assets, and significant liabilities, such as contingent consideration, if any.

At each reporting date, the management analyses the movements in the values of assets and liabilities which are required to be re-measured or re-assessed as per the Group's accounting policies. For this analysis, the management verifies the major inputs applied in the latest valuation by comparing the information in the valuation computation to contracts and other relevant documents.

The management, in conjunction with the Group's external valuers and /or with available information, also compares the change in the fair value of each asset and liability with relevant available external sources to determine whether the change is reasonable.

For the purpose of fair value disclosures, the Group has determined classes of assets and liabilities on the basis of the nature, characteristics and risks of the asset or liability and the level of the fair value hierarchy as explained above.

This note summarises accounting policy for fair value. Other fair value related disclosures are given in the relevant notes.

The following table provides the fair value measurement hierarchy of the Group's assets and liabilities.

Quantitative Disclosures and Fair Value Measurement Hierarchy for Assets as at March 31, 2024:

(Rs. in Crore)

Particulars	Date of Valuation	Total	Fair value measurement using		
			Prices in Active Markets (Quoted for Equity Securities and NAV for Investment in Mutual Funds)	Significant observable inputs	Significant unobservable inputs
			(Level 1)	(Level 2)	(Level 3)
Assets measured at fair value:					
Investment in Equity Shares	31.03.2024	0.02	-	-	0.02
Investment in Mutual Funds	31.03.2024	1,932.19	1,932.19	-	-
Assets for which fair values are disclosed					
Employee Loans	31.03.2024	0.10	-	0.10	-
Security Deposits	31.03.2024	3.87	-	3.87	-

There have been no transfers between level 1, level 2 and level 3 fair value hierarchy during the period.

Quantitative Disclosures and Fair Value Measurement Hierarchy for Liabilities as at March 31, 2024:

(Rs. in Crore)

Particulars	Date of Valuation	Total	Fair value measurement using		
			Prices in Active Markets	Significant observable inputs	Significant unobservable inputs
			(Level 1)	(Level 2)	(Level 3)
Liabilities measured at fair value					
Derivative Financial Liabilities	31.03.2024	0.43	-	0.43	-
Liabilities for which fair values are disclosed					
Redeemable Preference Shares	31.03.2024	80.34	-	-	80.34
Warrants	31.03.2024	0.00	-	-	0.00
Borrowings - Floating Rate	31.03.2024	1,773.21	-	1,773.21	-
Lease Liabilities	31.03.2024	20.38	-	20.38	-

There have been no transfers between level 1, level 2 and level 3 fair value hierarchy during the period.

Quantitative Disclosures and Fair Value Measurement Hierarchy for Assets as at March 31, 2023:

(Rs. in Crore)

Particulars	Date of Valuation	Total	Fair value measurement using		
			Prices in Active Markets (Quoted for Equity Securities and NAV for Investment in Mutual Funds)	Significant observable inputs	Significant unobservable inputs
			(Level 1)	(Level 2)	(Level 3)
Assets measured at fair value:					
Investment in Equity Shares	31.03.2023	0.02	-	-	0.02
Investment in Mutual Funds	31.03.2023	1,837.30	1,837.30	-	-
Assets for which fair values are disclosed					
Employee Loans	31.03.2023	0.16	-	0.16	-
Security Deposits	31.03.2023	3.69	-	3.69	-

There have been no transfers between level 1, level 2 and level 3 fair value hierarchy during the period.

Quantitative Disclosures and Fair Value Measurement Hierarchy for Liabilities as at March 31, 2023:

(Rs. in Crore)

Particulars	Date of Valuation	Total	Fair value measurement using		
			Prices in Active Markets	Significant observable inputs	Significant unobservable inputs
			(Level 1)	(Level 2)	(Level 3)
Liabilities measured at fair value					
Derivative Financial Liabilities	31.03.2023	9.43	-	9.43	-
Liabilities for which fair values are disclosed					
Redeemable Preference Shares	31.03.2023	79.15	-	-	79.15
Warrants	31.03.2023	0.00	-	-	0.00
Borrowings - Floating Rate	31.03.2023	2,608.48	-	2,608.48	-
Lease Liabilities	31.03.2023	23.13	-	23.13	-

There have been no transfers between level 1, level 2 and level 3 fair value hierarchy during the period.

Fair Value measurements using significant unobservable inputs (Level 3)

The following table presents the changes in level 3 items:

(Rs. in Crore)

Particulars	Investment in Equity Shares
As at April 01, 2022	0.02
-Additions	-
-Deletions	-
-Fair Value Loss on Financial Instrument measured at Fair Value through Profit or Loss	-
As at March 31, 2023	**0.02**
-Additions	-
-Deletions	-
-Fair Value Loss on Financial Instrument measured at Fair Value through Profit or Loss	-
As at March 31, 2024	**0.02**

The significant unobservable inputs used in the fair value measurement categorised within Level 3 of the fair value hierarchy together with a quantitative sensitivity analysis are shown as below:

Particulars	Valuation techniques	Significant unobservable inputs	Range (Net assets value) (Rs. in Crore)	Sensitivity of the inputs to fair value
As at March 31, 2024				
Investment in Equity Shares	Net Assets value method	Net Assets Value	0.02	Increase / (Decrease) in net assets value by 5% would result in Increase / (Decrease) in fair value by Rs.0.00 Crore and (Rs.0.00 Crore) respectively.
As at March 31, 2023				
Investment in Equity Shares	Net Assets value method	Net Assets Value	0.02	Increase / (Decrease) in net assets value by 5% would result in Increase / (Decrease) in fair value by Rs.0.00 Crore and (Rs.0.00 Crore) respectively.

41 Income Tax Expense

Accounting Policy

Tax expense or credit comprises current income tax and deferred tax. Current income-tax expense or credit is measured at the amount expected to be paid to the taxation authorities in accordance with the tax laws applicable in the jurisdiction in which the respective entities of the Group domiciled. The tax rates and tax laws used to compute the amount of current income tax are those that are enacted or substantively enacted, at the reporting date. Deferred Income tax is determined using tax rates (and laws) that have been enacted or substantively enacted, at the reporting date and are expected to apply when the related deferred income tax assets are realised or the deferred income tax liabilities are settled.

Current income tax relating to items recognised outside profit or loss is recognised outside profit or loss (either in OCI or in equity). Current tax items are recognised in correlation to the underlying transaction either in OCI or directly in equity.

Deferred tax is provided using the liability method on temporary differences between the tax bases of assets and liabilities and their carrying amounts for financial reporting purposes at the reporting date.

Deferred tax liabilities are recognised for all taxable temporary differences, except:

- When the deferred tax liability arises from an asset or liability in a transaction that is not a business combination and, at the time of the transaction, affects neither the accounting profit nor taxable profit or loss; and
- In respect of taxable temporary differences associated with investments in subsidiaries and interests in joint venture, when the timing of the reversal of the temporary differences can be controlled and it is probable that the temporary differences will not reverse in the foreseeable future.

Deferred tax assets are recognised for all deductible temporary differences, the carry forward of unused tax credits and any unused tax losses. Deferred tax assets are recognised to the extent that it is probable that taxable profit will be available against which the deductible temporary differences and the carry forward of unused tax credits and unused tax losses can be utilised.

The carrying amount of deferred tax assets is reviewed at each reporting date and reduced to the extent that it is no longer probable that sufficient taxable profit will be available to allow all or part of the deferred tax asset to be utilised. Unrecognised deferred tax assets are re-assessed at each reporting date and are recognised to the extent that it has become probable that future taxable profits will allow the deferred tax asset to be recovered.

Deferred tax assets and liabilities are measured at the tax rates that are expected to apply in the year when the asset is realised or the liability is settled, based on tax rates (and tax laws) that have been enacted or substantively enacted at the reporting date.

Deferred tax relating to items recognised outside profit or loss is recognised outside profit or loss (either in OCI or in equity). Deferred tax items are recognised in correlation to the underlying transaction either in OCI or directly in equity.

Deferred tax assets and deferred tax liabilities are offset if a legally enforceable right exists to set off current tax assets against current tax liabilities and the deferred taxes relate to the same taxable entity and the same taxation authority.

Minimum Alternate Tax (MAT) paid in a year is charged to the Statement of Profit and Loss as current tax. The Group recognizes MAT credit available as an asset only to the extent that there is convincing evidence that the Group will pay normal income tax during the specified period, i.e., the period for which MAT credit is allowed to be carried forward. In the year in which the Group recognizes MAT credit as an asset in accordance with the accounting framework and other applicable accounting pronouncements, the said asset is created by way of credit to the Statement of Profit and Loss and shown as “MAT Credit Entitlement” and grouped under Deferred Tax. The Group reviews the “MAT Credit Entitlement” asset at each reporting date and writes down the asset to the extent the Group does not have convincing evidence that it will pay normal tax during the specified period.

The major components of Income Tax Expense are:

Profit or Loss Section

(Rs. in Crore)

Particulars	Year Ended March 31, 2024	Year Ended March 31, 2023
Current Income Tax:		
Current Income Tax Charge	299.25	208.87
Adjustments in respect of Current Income Tax of earlier years	0.00	0.00
Deferred Tax:		
Relating to origination and reversal of temporary differences	13.58	454.54
Less: Re-assessment of Deferred Tax in accordance with Taxation Laws (Amendment) Act, 2019	-	(83.90)
Less: Minimum Alternate Tax (MAT) Credit Entitlement	298.40	(196.97)
Income Tax Expense reported in the Consolidated Statement of Profit and Loss	**611.23**	**382.54**

Other Comprehensive Income (OCI) Section

Tax related to items recognised in OCI:

(Rs. in Crore)

Particulars	Year Ended March 31, 2024	Year Ended March 31, 2023
Net (Gain) on re-measurement of Defined Benefit Plans	(1.09)	(0.16)
Net Loss on Effective Portion of Exchange Difference re-classified to Profit or Loss on Hedging Instruments - Current Tax	40.10	37.58
Net Loss on Effective Portion of Exchange Difference re-classified to Profit or Loss on Hedging Instruments - Deferred Tax	22.63	19.57
Net (Gain) on Effective Portion of Exchange Difference on Hedging Instruments - Deferred Tax	(12.04)	(91.85)
Income Tax Charge / (Credit) to OCI	**49.60**	**(34.86)**

Reconciliation of tax expense and the accounting profit multiplied by India's domestic tax rate :

(Rs. in Crore)

Particulars	Year Ended March 31, 2024	Year Ended March 31, 2023
Accounting Profit Before Income Tax	**1,886.98**	**1,416.33**
At India's statutory Income Tax Rate of 34.944% (Previous Year : 34.944%)	659.39	494.92
Adjustments in respect of Current Income Tax of earlier years	0.00	0.00
	659.39	**494.92**
Tax effects of amount which are not deductible (taxable) in calculating taxable income-		
Corporate Social Responsibility Expenditure	12.32	11.99
Realisation of Short Term Capital Loss to reduce the Current Tax Expense	(23.42)	(14.90)
Re-assessment of Deferred Tax in accordance with Taxation Laws (Amendment) Act, 2019	-	(83.90)
Share of Net Profit of a Joint Venture accounted for using the Equity Method	(28.11)	(20.10)
Tax on Foreign subsidiary companies levied at different tax rates / no tax levied	0.06	0.53
Other Non-Deductible Items	(9.01)	(6.00)
At the effective income tax rate of 32.39% (Previous Year : 27.01%)	**611.23**	**382.54**
Income Tax Expense reported in the Consolidated Statement of Profit and Loss	611.23	382.54

Deferred Tax

Deferred Tax relates to the following:

(Rs. in Crore)

Particulars	Consolidated Balance Sheet		Consolidated Statement of Profit and Loss	
	As at March 31, 2024	As at March 31, 2023	Year Ended March 31, 2024	Year Ended March 31, 2023
Deferred Income Tax Liabilities				
Property, Plant and Equipment (including other intangible assets)	1,985.57	2,007.34	(21.77)	(46.38)
Right-of-Use Assets	1.11	1.33	(0.22)	(0.09)
Interest Income from Income tax refund, Value Added Tax refund etc. accrued in the books, to be offered to tax in the year of realisation	1.33	-	1.33	-
Effects of expenditure allowed under Income Tax Act, 1961 but to be charged in the statement of profit and loss in subsequent year.	28.73	0.98	27.75	(0.91)
Total Deferred Income Tax Liabilities	**2,016.74**	**2,009.65**	**7.09**	**(47.38)**

(Rs. in Crore)

Particulars	Consolidated Balance Sheet		Consolidated Statement of Profit and Loss	
	As at March 31, 2024	As at March 31, 2023	Year Ended March 31, 2024	Year Ended March 31, 2023
Deferred Income Tax Assets				
Effects of expenditure debited to Statement of Profit and Loss in the current year/ earlier years but allowable in subsequent year	0.24	1.18	(0.94)	0.86
Allowance for Doubtful Debts and Advances	9.10	8.30	0.80	(14.35)
Leave encashment	12.12	10.84	1.28	0.38
Gratuity	6.79	5.28	1.51	1.27
Carry Forward of Losses on account of Deduction under section 35AD of Income Tax Act, 1961	0.35	-	0.35	(431.37)
Deferred Tax on cash flow hedge	40.72	60.06	(19.34)	13.57
Fair Value Loss on Financial Instrument measured at Fair Value through Profit or Loss	36.27	37.01	(0.74)	-
Re-measurement (Gain) / Loss on Defined Benefit Plans	2.52	1.43	1.09	0.16
Re-assessment of Deferred Tax in accordance with Taxation Laws (Amendment) Act, 2019	522.12	522.12	-	83.90
MAT Credit (Utilised) / Entitlement	360.73	659.13	(298.40)	196.97
Deferred Tax Income			**(321.48)**	**(101.23)**
Total Deferred Income Tax Assets	**990.96**	**1,305.35**		
Net Deferred Tax Liabilities / (Assets)	**1,025.78**	**704.30**		

Reflected in the Balance Sheet as follows:

(Rs. in Crore)

Particulars	As at March 31, 2024	As at March 31, 2023
Deferred Tax Liabilities	1,025.78	704.30
Net Deferred Tax Liabilities / (Assets)	**1,025.78**	**704.30**

Reconciliation of Deferred Tax Liabilities / Assets (Net):

(Rs. in Crore)

Particulars	As at March 31, 2024	As at March 31, 2023
Opening Balance	**704.30**	**603.07**
Tax Expense during the year recognised in Consolidated Statement of Profit and Loss	13.58	454.54
Tax (Income) during the year recognised in OCI	9.50	(72.44)
Tax (Income) on Re-assessment of Deferred Tax in accordance with Taxation Laws (Amendment) Act, 2019	-	(83.90)
MAT Utilised / (Credit) Entitlement	298.40	(196.97)
Closing Balance	**1,025.78**	**704.30**

The Parent Company has long term / short term capital losses, to the tune of Rs. 15.54 Crore (Previous Year: Rs. 104.86 Crore) that are available for offsetting for one to four years against future taxable profits (long term / short term) of the Parent Company. Deferred tax assets have not been recognised in respect of above losses in the financial year 2023-24 as there are no other tax planning opportunities or other evidence of recoverability in the near future.

In respect of ISGN Corporation, a step down subsidiary of the Parent Company, the Group has not recognised deferred tax asset as at year end due to significant tax losses. The management of the step down subsidiary is of the view that, considering the probability of taxable profit against which such unused tax losses or unused tax credits can be utilised, there is uncertainty that sufficient taxable profit will be available against which unused tax losses or unused tax credits can be utilised.

Non-Current Tax Assets of Rs. 142.67 Crore (net of provisions Rs. 585.75 Crore) [Previous Year : Rs. 135.89 Crore (net of provisions Rs. 587.70 Crore)]

42 Financial Risk Management Objectives and Policies

The Group's principal financial liabilities, other than derivatives, comprises of borrowings, trade payables and other financial liabilities. The main purpose of these financial liabilities is to finance the Group's operations. The Group's principal financial assets include trade and other receivables and cash and cash equivalents which are derived from its operations. The Group also holds investments. The Group is exposed to market risk, credit risk and liquidity risk. The senior management oversees the management of these risks. The management of these risks is carried out by the finance department under the approved policies of the Group. The finance department identifies, evaluates and hedges financial risks in close co-operation with the Group's operating units. The management reviews overall risks periodically.

(i) Market Risk

Market risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of changes in market prices. Market risk comprises three types of risk: interest rate risk, currency risk and other price risk, such as commodity risk. Financial instruments affected by market risk include borrowings, investments, other receivables, other payables and derivative financial instruments. The sensitivity analysis in the following sections relate to the position as at March 31, 2024 and March 31, 2023.

The sensitivity analysis have been prepared on the basis that the amount of net debt, the ratio of fixed to floating interest rates of the debt and derivatives and the proportion of financial instruments in foreign currencies are all constant.

The analysis exclude the impact of movements in market variables on the carrying values of gratuity and other post retirement obligations, provisions and other non-financial assets and liabilities of foreign operations.

The following assumptions have been made in calculating the sensitivity analysis:

The sensitivity of the relevant profit or loss item is the effect of the assumed changes in respective market risks. This is based on the financial assets and financial liabilities held as at March 31, 2024 and March 31, 2023.

a) Interest Rate Risk

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. As and when deemed appropriate, the Group enters into Interest rate swap contracts for converting floating rate into fixed rate.

Interest Rate Sensitivity

The following table demonstrates the sensitivity to a reasonably possible change in interest rates on the portion of loans and borrowings affected. With all other variables held constant, the Group's profit before tax is affected through the impact on floating rate borrowings, as follows:

(Rs. in Crore)

Particulars	Increase + / Decrease - in basis points	Increase / (Decrease) in Profit before Tax
March 31, 2024		
USD Borrowings	+50	(11.75)
USD Borrowings	-50	11.75
March 31, 2023		
USD Borrowings	+50	(15.87)
USD Borrowings	-50	15.87

The assumed movement in basis points for the interest rate sensitivity analysis is based on the currently observable market environment.

b) Foreign Currency Risk

Foreign currency risk is the risk that the fair value or future cash flows of an exposure will fluctuate because of changes in foreign exchange rates. The foreign exchange risk of the Parent Company arises mainly out of import of fertilisers and foreign currency borrowings.

The major part of the long term borrowings of the Parent Company comprises of External Commercial Borrowings/ Foreign Currency Term Loans availed in US Dollars for financing of Gadepan-III plant of the Parent Company. The repayment of these loans has started from financial year 2019-20. The revenue of the Parent Company from Gadepan-III Plant is linked to US Dollars in terms of New Investment Policy 2012. Accordingly, the Parent Company has natural cover against fluctuation of foreign exchange rates and did not enter into transactions to hedge foreign exchange risk in respect of aforesaid foreign currency borrowings.

In order to mitigate the foreign exchange risk in respect of imported fertilisers, the Parent Company continuously monitors its foreign exchange exposure and hedges its foreign exchange risk in this regard, to the extent considered necessary, through forward contracts and option structures.

The Group's exposure to foreign currency risk at the end of the reporting period expressed in Rupees are as follows:

As at March 31, 2024 (Rs. in Crore)

Currency	Assets		Liabilities				Net Exposure to Foreign Currency
	Receivable from Joint Venture	Other Receivables	Trade Payable and Other Financial Liabilities	Borrowings	Derivative Financial Liabilities	Interest accrued but not due on Borrowings	
USD	0.08	10.52	136.13	1,781.90	0.06	1.39	(1,908.88)
EURO	-	-	1.70	-	0.35	-	(2.05)
JPY	-	-	6.21	-	0.02	-	(6.23)
GBP	-	-	-	-	-	-	-

As at March 31, 2023 (Rs. in Crore)

Currency	Assets		Liabilities				Net Exposure to Foreign Currency
	Receivable from Joint Venture	Other Receivables	Trade Payable and Other Financial Liabilities	Borrowings	Derivative Financial Liabilities	Interest accrued but not due on Borrowings	
USD	0.20	13.45	444.72	3,270.37	9.43	4.33	(3,715.20)
EURO	-	-	1.74	-	-	-	(1.74)
JPY	-	-	2.26	-	-	-	(2.26)
GBP	-	-	0.10	-	-	-	(0.10)

The following tables demonstrate the sensitivity to a reasonably possible change in exchange rates of various currencies with Rupees, with all other variables held constant. The impact on the Group's profit before tax is due to changes in the fair value of monetary assets and liabilities including non-designated foreign currency derivatives.

(Rs. in Crore)

Particulars	Increase/ (Decrease) in Profit Before Tax For the Year Ended March 31, 2024	Increase/ (Decrease) in Profit Before Tax For the Year Ended March 31, 2023	Increase/ (Decrease) in Other Comprehensive Income For the Year Ended March 31, 2024	Increase/ (Decrease) in Other Comprehensive Income For the Year Ended March 31, 2023
USD Sensitivity				
USD increase by 5%	(6.35)	(53.68)	(89.09)	(131.14)
USD decrease by 5%	6.35	53.68	89.09	131.14
EURO Sensitivity				
EURO increase by 5%	(0.10)	(0.09)	-	-
EURO decrease by 5%	0.10	0.09	-	-
JPY Sensitivity				
JPY increase by 5%	(0.31)	(0.11)	-	-
JPY decrease by 5%	0.31	0.11	-	-
GBP Sensitivity				
GBP increase by 5%	-	(0.01)	-	-
GBP decrease by 5%	-	0.01	-	-

Disclosure of effects of hedge accounting on Financial Position and Financial Performance:

Accounting Policy - Cash Flow Hedges

The effective portion of changes in the fair value of derivatives that are designated and qualify as cash flow hedges is recognised in the other comprehensive income and accumulated as 'Cash Flow Hedging Reserve'. The gains / losses relating to the ineffective portion are recognised in the Statement of Profit and Loss.

Amounts previously recognised and accumulated in other comprehensive income are re-classified to profit or loss when the hedged item affects the Statement of Profit and Loss. However, when the hedged item results in the recognition of a non-financial asset, such gains / losses are transferred from equity (but not as re-classification adjustment) and included in the initial measurement cost of the non-financial asset.

Hedge accounting is discontinued when the hedging instrument expires or is sold, terminated, or exercised, or when it no longer qualifies for hedge accounting. Any gains / losses recognised in other comprehensive income and accumulated in equity at that time remains in equity and is reclassified when the underlying transaction is ultimately recognised. When an underlying transaction is no longer expected to occur, the gains / losses accumulated in equity are recognised immediately in the Statement of Profit and Loss.

Impact of Hedging Activities

(a) Financial Position

As at March 31, 2024 (Rs. in Crore)

Type of Hedge & Risks	Nominal Value		Carrying amount of Hedging Instrument		Maturity Date	Hedge Ratio*	Weighted Average Strike Price/Rate	Changes in Fair value of Hedging Instrument	Change in the value of Hedged Item used as the basis for recognising Hedge Effectiveness
	Assets	Liabilities	Assets	Liabilities					
Cash Flow Hedge									
Foreign Exchange Risk:									
Borrowings	-	1,773.21	-	1,773.21	30.09.2027	1:1	USD1:Rs. 66.27	893.48	(893.48)

As at March 31, 2023 (Rs. in Crore)

Type of Hedge & Risks	Nominal Value		Carrying amount of Hedging Instrument		Maturity Date	Hedge Ratio*	Weighted Average Strike Price/Rate	Changes in Fair value of Hedging Instrument	Change in the value of Hedged Item used as the basis for recognising Hedge Effectiveness
	Assets	Liabilities	Assets	Liabilities					
Cash Flow Hedge									
Foreign Exchange Risk:									
Borrowings	-	2,608.48	-	2,608.48	30.09.2027	1:1	USD1:Rs. 66.27	859.00	(859.00)

* The entire amount of Borrowings taken for Gadepan-III Plant has been designated as hedging instrument against highly probable forecasted revenue being hedged item from Gadepan-III Plant, therefore the hedge ratio is 1:1.

(b) Financial Performance

For the Year Ended March 31, 2024 (Rs. in Crore)

Type of Hedge	Change in the value of the Hedging Instrument recognised in Other Comprehensive Income	Hedge ineffectiveness recognised in Profit or Loss	Amount reclassified from Cash Flow Hedging Reserve to Profit or Loss	Line item affected in Statement of Profit and Loss because of the re-classification
Cash Flow Hedge				
Foreign Exchange Risk	(34.48)	-	179.53	Revenue from Operations

For the Year Ended March 31, 2023 (Rs. in Crore)

Type of Hedge	Change in the value of the Hedging Instrument recognised in Other Comprehensive Income	Hedge ineffectiveness recognised in Profit or Loss	Amount reclassified from Cash Flow Hedging Reserve to Profit or Loss	Line item affected in Statement of Profit and Loss because of the re-classification
Cash Flow Hedge				
Foreign Exchange Risk	(262.86)	-	163.57	Revenue from Operations

Movements in Cash Flow Hedging Reserve (Rs. in Crore)

Risk Category	Foreign Currency Risk	
	Financial Year 2023-24	**Financial Year 2022-23**
Derivative Instruments		
Cash Flow Hedging Reserve		
Opening at the beginning of the Year	**(318.40)**	**(253.81)**
Add: Changes in Borrowings	(34.48)	(262.86)
Add: Amounts reclassified to profit or loss	179.53	163.57
Less: Current Tax relating to above	40.10	37.59
Less: Deferred Tax relating to above	10.59	(72.29)
Closing at the end of the Year	**(224.04)**	**(318.40)**

c) **Commodity Price Risk**

Commodity price risk of the Parent Company arises from the ongoing purchase of natural gas and imported fertilisers required for its operating activities.

(i) Natural gas is the major raw material for manufacture of Urea. The prices of Natural Gas are mostly linked to international crude oil prices which varies with the fluctuation in the prices of crude oil, demand supply pattern, etc. The part of the natural gas quantity required by the Parent Company has also been purchased at fixed price. The cost of natural gas is considered appropriately in line with the subsidy policies of Government of India for manufacture of Urea. As per the guidelines for pooling of gas in fertilizer (Urea) sector issued by the Government of India, the natural gas is available to the Urea manufacturer at uniform price. The Parent Company did not enter into any transaction for hedging the fluctuations in the prices of natural gas.

(ii) The Parent Company deals in imported fertilisers (i.e. DAP, MOP and NPK), which are imported by the Parent Company and sold in the domestic market. The prices of imported fertilisers may fluctuate due to demand -supply scenario, outage of plants, fluctuation in prices of raw materials, etc. The Parent Company takes following steps to mitigate the risk pertaining to fluctuation in prices:

a) Dynamic sourcing strategy and review of demand and supply on regular basis;

b) No long term commitments; and

c) Constant review of market condition including costing of competitors.

The Parent Company did not enter into any transactions to hedge the risk pertaining to fluctuation in prices.

(ii) Credit Risk

Credit risk is the risk that counterparty will not meet its obligations under a financial instrument or customer contract, leading to a financial loss. The Group is exposed to credit risk from its operating activities (primarily trade receivables) including deposits with banks and financial institutions, foreign exchange transactions and other financial instruments.

a) **Trade Receivables**

The Group receivables can be classified into two categories, one is from the customers / dealers in the market and second one is from the Government of India in the form of subsidy. As far as Government portion of receivables are concerned, credit risk is low. For market receivables from the customers, the Group extends credit to customers in normal course of business. The Group considers factors such as credit track record in the market and past dealings for extension of credit to customers. The Group monitors the payment track record of the customers. Outstanding customer receivables are regularly monitored. The Group evaluates the concentration of risk with respect to trade receivables as low, as its customers are located in several states and operate in largely independent markets. The Group has also taken security deposits from its customers, which mitigate the credit risk to some extent.

For trade receivables only, the Company applies the simplified approach permitted by Ind AS 109 'Financial Instruments', which requires expected lifetime losses to be recognised from initial recognition of the receivables.

The provision for doubtful debts or provision for impairment of trade receivables is made on case to case basis, based on the information available, past history and other relevant available information. The Company also makes general provision for credit loss based on its past experience of provision / write off.

Assessment of credit risk is being made on case to case basis based on available information and if credit risk has increased from initial recognition.

As at March 31, 2024

(Rs. in Crore)

S No.	Particulars	Less than 1 Year	More than 1 Year	Total
(i)	Gross carrying amount - Trade Receivables	187.02	23.55	210.57
(ii)	Expected credit losses - Trade Receivables	-	19.01	19.01
(iii)	Carrying amount of Trade Receivables (net of impairment)	187.02	4.54	191.56

As at March 31, 2023

(Rs. in Crore)

S No.	Particulars	Less than 1 Year	More than 1 Year	Total
(i)	Gross carrying amount - Trade Receivables	1,757.52	19.54	1,777.06
(ii)	Expected credit losses - Trade Receivables	-	16.58	16.58
(iii)	Carrying amount of Trade Receivables (net of impairment)	1,757.52	2.96	1,760.48

b) Financial Instruments and Cash Deposits

In respect of Parent Company, Credit risk from balances with banks and financial institutions is managed by the Parent Company's finance department. Credit risk arising from investment in mutual funds, bonds, derivative financial instruments and other balances with banks is limited and there is no collateral held against these because the counterparties are banks and recognised institutions with good credit ratings assigned by the credit rating agencies.

In respect of a subsidiary company, credit risk on cash and cash equivalents is limited as the subsidiary company keeps deposits in banks with good credit ratings assigned by international and domestic credit rating agencies.

Refer below table for Reconcilation of loss allowances. (Rs. in Crore)

Particulars	Other Non Current Assets	Trade Receivables	Other Current Assets
Allowance as at April 01, 2022	**2.18**	**16.69**	**46.71**
Allowance made during the financial year 2022-23	-	0.14	-
Allowance written off / (written back) during the financial year 2022-23	(0.13)	(0.25)	(40.94)
Foreign Currency Translation Difference	0.18	-	-
Allowance as at March 31, 2023	**2.23**	**16.58**	**5.77**
Allowance made during the financial year 2023-24	0.03	2.60	-
Allowance written off / (written back) during the financial year 2023-24	-	(0.17)	(0.14)
Foreign Currency Translation Difference	0.03	-	-
Allowance as at March 31, 2024	**2.29**	**19.01**	**5.63**

(iii) Liquidity Risk

The Group's objective is to maintain optimum levels of liquidity to meet its cash and collateral requirements at all times. The Group relies on a mix of borrowings and excess operating cash flows to meet its needs for funds. The current committed lines of credit are sufficient to meet its short to medium / long term funding requirements. The Group monitors rolling forecasts of its liquidity requirements to ensure it has sufficient cash to meet operational needs while maintaining sufficient headroom on its undrawn committed borrowing facilities at all times so that the Group does not breach borrowing limits or covenants (where applicable) on any of its borrowing facilities.

The table below summarises the maturity profile of the Group's financial liabilities based on contractual undiscounted payments.

(Rs. in Crore)

Particulars	Less than 1 Year	1-2 Years	2-3 Years	3-5 Years	> 5 Years	Total	Carrying Value
As at March 31, 2024							
Borrowings	709.33	675.15	264.95	132.47	-	1,781.90	1,781.90
Redeemable Preference Shares	-	-	-	-	80.34	80.34	80.34
Lease Liabilities	5.74	5.78	5.54	4.19	3.56	24.81	20.38
Other Financial Liabilities	337.75	-	-	-	-	337.75	337.75
Trade and Other Payables	862.35	-	-	-	-	862.35	862.35
Total	**1,915.18**	**680.93**	**270.49**	**136.66**	**83.90**	**3,087.15**	**3,082.72**

(Rs. in Crore)

Particulars	Less than 1 Year	1-2 Years	2-3 Years	3-5 Years	> 5 Years	Total	Carrying Value
As at March 31, 2023							
Borrowings	1,514.86	698.83	665.15	391.53	-	3,270.37	3,270.37
Redeemable Preference Shares	-	-	-	-	79.15	79.15	79.15
Lease Liabilities	4.67	4.48	4.70	7.32	1.96	23.13	23.13
Other Financial Liabilities	301.20	-	-	-	-	301.20	301.20
Trade and Other Payables	1,240.52	-	-	-	-	1,240.52	1,240.52
Total	**3,061.25**	**703.31**	**669.85**	**398.85**	**81.11**	**4,914.37**	**4,914.37**

43 Capital Management

The Group's objective while managing capital is to safeguard its ability to continue as a going concern, so that it can continue to provide returns for shareholders and benefit for other stakeholders. The Group will maintain an optimal capital structure to reduce the cost of capital. In order to maintain or adjust the capital structure, the group may adjust the amount of dividends paid to shareholders, return the capital to shareholders, issue new shares or sell assets to reduce debt.

The Capital Structure of the Group is as follows:

(Rs. in Crore)

Particulars	As at March 31, 2024	As at March 31, 2023
Equity Share Capital	400.65	416.21
Other Equity	6,872.90	6,651.90
Debts (Long Term and Short Term both (including Current Maturities))*	1,853.55	3,335.27
Total	**9,127.10**	**10,403.38**

*The above debt includes Rs. 1,773.21 Crore (Previous Year: Rs. 2,608.48 Crore) towards the Gadepan-III Plant, which had commenced commercial production from January 01, 2019. The balance debt in the previous year is towards working capital requirements.

Under the terms of the borrowing facilities pertaining to Gadepan-III Plant, the Parent Company is required to comply with certain financial covenants as detailed below:

S. No.	Debt Covenants	Required - Financial Year 2023-24	Achieved - Financial Year 2023-24	Required - Financial Year 2022-23	Achieved - Financial Year 2022-23
1	Total outstanding Liabilities to Tangible Net worth	Ratio should be ≤ 2.50:1	0.59:1	Ratio should be ≤ 2.50:1	0.82:1
2	Total Debts to EBITDA	Ratio should be ≤ 3.50:1	0.73:1	Ratio should be ≤ 3.50:1	1.56:1
3	Fixed Assets Cover Ratio	Ratio should be ≥ 1.25:1	3.71:1	Ratio should be ≥ 1.25:1	1.95:1
4	Debt Service Coverage Ratio	Ratio should be ≥ 1.20:1	2.02:1	Ratio should be ≥ 1.20:1	1.60:1

44 Distribution Made and Proposed

Accounting Policy

The Parent Company recognises a liability to make dividend distributions to equity holders when the distribution is authorised and the distribution is no longer at the discretion of the Parent Company. As per the applicable laws in India, a distribution is authorised when it is approved by the shareholders, except in case of Interim Dividend on approval of board. A corresponding amount is recognised directly in equity.

(Rs. in Crore)

Particulars	Year Ended March 31, 2024	Year Ended March 31, 2023
Cash Dividend on Equity Shares Declared and Paid:		
Dividend (during the year ended on March 31, 2024: at the rate of Rs. 3.00 per equity share and March 31, 2023: at the rate of Rs. 3.00 per equity share)	124.87	124.87
Interim Dividend (during the year ended on March 31, 2024 at the rate of Rs. 4.50 per equity share and March 31, 2023 at the rate of Rs. 4.50 per equity share)	187.29	187.29
Total	**312.16**	**312.16**
Proposed Dividend on Equity Shares:		
Final Dividend (for the year ended on March 31, 2024: at the rate of Rs. 3.00 per equity share, for the year ended on March 31, 2023: at the rate of Rs. 3.00 per equity share)	120.20	124.86
Total	**120.20**	**124.86**

45 Assets classified as Held for Sale

Accounting Policy

Non-current assets (or disposal groups) are classified as held for sale if their carrying amount will be recovered principally through a sale transaction rather than through continuing use and a sale is considered highly probable.

Non-current assets held for sale are measured at the lower of their carrying amount and fair value less costs to sell, except for assets such as deferred tax assets, assets arising from employee benefits, financial assets and contractual rights under insurance contracts, which are specifically exempt from this requirement.

An impairment loss is recognised for any initial or subsequent write-down of the asset (or disposal group) to fair value less costs to sell. A gain is recognised for any subsequent increases in fair value less costs to sell of an asset (or disposal group), but not in excess of any cumulative impairment loss previously recognised. A gain or loss not previously recognised by the date of the sale of the non-current asset (or disposal group) is recognised at the date of de-recognition.

Property, plant and equipment and intangible assets once classified as held for sale are not depreciated or amortised.

Discontinued operations is a component of an entity that either has been disposed off, or is classified as held for sale, and:

represents a separate major line of business or geographical area of operations, is part of a single co-ordinated plan to dispose off a separate major line of business or geographical area of operations.

Non-current assets classified as held for sale and the assets of a disposal group classified as held for sale are presented separately from the other assets in the balance sheet. The liabilities of a disposal group classified as held for sale are presented separately from other liabilities in the balance sheet.

(Rs. in Crore)

Particulars	As at March 31, 2024	As at March 31, 2023
Property, Plant and Equipment classified as Held for Sale :		
- Plant and Equipment	3.03	1.20
- Vehicles	0.00	0.00
Total	**3.03**	**1.20**

* net of loss Rs. 2.45 Crore (Previous Year : Nil) for write down of Plant and Equipment.

46 Additional information pursuant to Schedule III of Companies Act, 2013, "General instructions for the preparation of consolidated financial statements" for financial year 2023-24 and 2022-23

Financial Year 2023-24									
S. No.	Name of the Entity	Net Assets, i.e., Total Assets minus Total Liabilities		Share in Profit / (Loss)		Share in Other Comprehensive Income		Share in Total Comprehensive Income	
		As % of Consolidated Net Assets	Amount (Rs. in Crore)	As % of Consolidated Profit or Loss	Amount (Rs. in Crore)	As % of Consolidated OCI	Amount (Rs. in Crore)	As % of Consolidated Total Comprehensive Income	Amount (Rs. in Crore)
	Parent Company								
	Chambal Fertilisers and Chemicals Limited	93.97	6,820.43	93.69	1,195.26	101.00	107.44	94.25	1,302.70
	Indian Subsidiaries								
1	Chambal Infrastructure Ventures Limited	0.06	4.67	0.02	0.23	-	-	0.02	0.23
2	ISG Novasoft Technologies Limited	0.08	5.58	(0.02)	(0.28)	-	-	(0.02)	(0.28)

Financial Year 2023-24									
S. No.	Name of the Entity	Net Assets, i.e., Total Assets minus Total Liabilities		Share in Profit / (Loss)		Share in Other Comprehensive Income		Share in Total Comprehensive Income	
		As % of Consolidated Net Assets	Amount (Rs. in Crore)	As % of Consolidated Profit or Loss	Amount (Rs. in Crore)	As % of Consolidated OCI	Amount (Rs. in Crore)	As % of Consolidated Total Comprehensive Income	Amount (Rs. in Crore)
	Foreign Subsidiaries								
1	CFCL Ventures Limited	(0.78)	(56.63)	-	-	(0.76)	(0.81)	(0.06)	(0.81)
2	ISGN Corporation	0.01	0.37	0.00	0.15	-	-	0.01	0.15
	Non-Controlling Interests in Subsidiary								
	CFCL Ventures Limited	(0.22)	(15.49)	(0.00)	(0.05)	(0.24)	(0.25)	(0.02)	(0.30)
	Interests in Joint Venture (as per Equity Method)								
	Indo Maroc Phosphore S.A - IMACID	6.88	499.13	6.31	80.44	-	-	5.82	80.44
	Total	**100.00**	**7,258.06**	**100.00**	**1,275.75**	**100.00**	**106.38**	**100.00**	**1,382.13**

Financial Year 2022-23									
S. No.	Name of the Entity	Net Assets, i.e., Total Assets minus Total Liabilities		Share in Profit / (Loss)		Share in Other Comprehensive Income		Share in Total Comprehensive Income	
		As % of Consolidated Net Assets	Amount (Rs. in Crore)	As % of Consolidated Profit or Loss	Amount (Rs. in Crore)	As % of Consolidated OCI	Amount (Rs. in Crore)	As % of Consolidated Total Comprehensive Income	Amount (Rs. in Crore)
	Parent Company								
	Chambal Fertilisers and Chemicals Limited	93.20	6,573.61	94.57	977.64	90.36	(50.16)	94.81	927.48
	Indian Subsidiaries								
1	Chambal Infrastructure Ventures Limited	0.06	4.45	0.02	0.16	-	-	0.02	0.16
2	ISG Novasoft Technologies Limited	0.09	5.86	(0.12)	(1.27)	-	-	(0.13)	(1.27)
	Foreign Subsidiaries								
1	CFCL Ventures Limited	(0.79)	(55.79)	0.03	0.29	7.37	(4.09)	(0.39)	(3.80)
2	ISGN Corporation	0.00	0.21	(0.02)	(0.13)	-	-	(0.01)	(0.13)
	Non-Controlling Interests in Subsidiary								
	CFCL Ventures Limited	(0.21)	(15.19)	(0.04)	(0.43)	2.27	(1.26)	(0.18)	(1.69)
	Interests in Joint Venture (as per Equity Method)								
	Indo Maroc Phosphore S.A - IMACID	7.65	539.77	5.56	57.53	-	-	5.88	57.53
	Total	**100.00**	**7,052.92**	**100.00**	**1,033.79**	**100.00**	**(55.51)**	**100.00**	**978.28**

Note: Above figures for net assets and share in profit or (loss) of entities are after elimination of all intra group transactions.

47 Disclosure as per Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 ('Listing Regulations')

In accordance with the requirements of Listing Regulations, the details of transaction of the Parent Company with any person or entity belonging to the promoter / promoter group holding 10% or more shareholding in the Parent Company are as under:

(Rs. in Crore)

Name of the Shareholder	Nature of Transaction	% Shareholding as at March 31, 2024	Amount of Transaction for the Year Ended March 31, 2024	Outstanding Balance Receivable as at March 31, 2024	% Shareholding as at March 31, 2023	Amount of Transaction for the Year Ended March 31, 2023	Outstanding Balance Receivable as at March 31, 2023
The Hindustan Times Limited	Rent and Maintenence Expenses and Security Deposit	14.28	-	-	14.26	0.11	-

48 Disclosure required under Section 186 (4) of the Companies Act, 2013

The Parent Company has not given any loans, made investments or given guarantees or provided security during the financial year ended March 31, 2024 and March 31, 2023 under section 186(4) of the Companies Act, 2013.

49 Changes in Financial Liabilities arising from Financing Activities for Financial Year 2023-24

(Rs. in Crore)

Particulars	As at March 31, 2023	Receipt	Repayment	Foreign Exchange Variation (Net)	Foreign Currency Translation	Transaction Cost and Others *	As at March 31, 2024
Long Term Borrowings	2,608.48	-	(875.31)	34.48	-	5.56	1,773.21
Supplier's Credit	647.64	-	(649.82)	2.18	-	-	-
Redeemable Preference Shares	79.15	-	-	-	1.19	-	80.34
Lease Liabilities *	23.13	-	(5.68)	-	-	2.93	20.38
Total	**3,358.40**	**-**	**(1,530.81)**	**36.66**	**1.19**	**8.49**	**1,873.93**

Changes in Financial Liabilities arising from Financing Activities for Financial Year 2022-23

(Rs. in Crore)

Particulars	As at March 31, 2022	Receipt	Repayment	Foreign Exchange Variation (Net)	Foreign Currency Translation	Transaction Cost and Others *	As at March 31, 2023
Long Term Borrowings	3,198.14	-	(859.22)	262.86	-	6.70	2,608.48
Short Term Borrowings	890.00	7,965.81	(8,855.81)	-	-	-	-
Supplier's Credit	161.94	2,803.74	(2,289.71)	(28.33)	-	-	647.64
Redeemable Preference Shares	73.01	-	-	-	6.14	-	79.15
Lease Liabilities *	13.77	-	(5.88)	-	-	15.24	23.13
Total	**4,336.86**	**10,769.55**	**(12,010.62)**	**234.53**	**6.14**	**21.94**	**3,358.40**

* Represents movement in Lease Liabilities on account of addition and interest expenses.

50 During the financial year ended March 31, 2020, ISGN Corporation and ISG Novasoft Technologies Limited, subsidiaries of CFCL Ventures Limited had sold / transferred certain assets / liabilities to the respective buyers. As part of the aforesaid transactions, the Parent Company executed keepwell agreements with the respective buyers and the concerned subsidiaries. As per the terms of the aforesaid keepwell agreements, the Parent Company has to ensure that the concerned subsidiary has sufficient funds to enable it to make payments against indemnity obligations of the subsidiary under the agreements executed for sale / transfer of assets / liabilities. The aggregate indemnity obligations of the subsidiaries under the aforesaid agreements shall not exceed Rs. 131.80 Crore (Previous Year: Rs. 130.38 Crore).

51 **Additional regulatory information required by Schedule III of Companies Act, 2013**

(i) Details of Benami Property held

No proceedings have been initiated on or are pending against the Group for holding benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and Rules made thereunder.

(ii) Borrowings secured against current assets

The Parent Company has borrowings from banks and financial institutions on the basis of security of current assets. The quarterly returns or statements of current assets filed by the Parent Company with banks and financial institutions are in agreement with the books of accounts. There are no borrowings in subsidiaries which have been taken against the security of current assets. In case of parent Company, below is the disclosure of quarterly statements filed for the Financial Year 2023-24 and Previous Year 2022-23.

(Rs. in Crore)

Quarter	Name of Bank	Particulars of Security Provided	Amount of Net Current Assets as per books of account	Amount of Net Current Assets as reported in the quarterly return	Amount of Difference	Reasons of Material Discrepancies
April 2023 to June 2023	Bank of Baroda (Lead Bank) State Bank of India HDFC Bank Limited Axis Bank Limited The Federal Bank Limited ICICI Bank Limited	Loan is secured by hypothecation of all the Parent Company's current assets including all stocks and book debts and other movable assets, both present and future. These loans are further secured by second charge on the immovable properties of the Parent Company.	3,976.21	3,976.21	-	-
July 2023 to September 2023	Bank of Baroda (Lead Bank) State Bank of India HDFC Bank Limited Axis Bank Limited The Federal Bank Limited ICICI Bank Limited	Loan is secured by hypothecation of all the Parent Company's current assets including all stocks and book debts and other movable assets, both present and future. These loans are further secured by second charge on the immovable properties of the Parent Company.	(598.40)	(598.40)	-	-
October 2023 to December 2023	Bank of Baroda (Lead Bank) State Bank of India HDFC Bank Limited Axis Bank Limited The Federal Bank Limited ICICI Bank Limited	Loan is secured by hypothecation of all the Parent Company's current assets including all stocks and book debts and other movable assets, both present and future. These loans are further secured by second charge on the immovable properties of the Parent Company.	336.70	336.70	-	-
January 2024 to March 2024	Bank of Baroda (Lead Bank) State Bank of India HDFC Bank Limited Axis Bank Limited The Federal Bank Limited ICICI Bank Limited	Loan is secured by hypothecation of all the Parent Company's current assets including all stocks and book debts and other movable assets, both present and future. These loans are further secured by second charge on the immovable properties of the Parent Company.	579.62	579.62	-	-

(Rs. in Crore)

Quarter	Name of Bank	Particulars of Security Provided	Amount of Net Current Assets as per books of account	Amount of Net Current Assets as reported in the quarterly return	Amount of Difference	Reasons of Material Discrepancies
April 2022 to June 2022	Bank of Baroda (Lead Bank) State Bank of India HDFC Bank Limited Kotak Mahindra Bank Limited Axis Bank Limited The Bank of Nova Scotia The Federal Bank Limited ICICI Bank Limited	Loan is secured by hypothecation of all the Parent Company's current assets including all stocks and book debts and other movable assets, both present and future. These loans are further secured by second charge on the immovable properties of the Parent Company.	4,173.91	4,173.91	-	-
July 2022 to September 2022	Bank of Baroda (Lead Bank) State Bank of India HDFC Bank Limited Kotak Mahindra Bank Limited Axis Bank Limited The Bank of Nova Scotia The Federal Bank Limited ICICI Bank Limited	Loan is secured by hypothecation of all the Parent Company's current assets including all stocks and book debts and other movable assets, both present and future. These loans are further secured by second charge on the immovable properties of the Parent Company.	3,860.69	3,860.69	-	-
October 2022 to December 2022	Bank of Baroda (Lead Bank) State Bank of India HDFC Bank Limited Kotak Mahindra Bank Limited Axis Bank Limited The Bank of Nova Scotia The Federal Bank Limited ICICI Bank Limited	Loan is secured by hypothecation of all the Parent Company's current assets including all stocks and book debts and other movable assets, both present and future. These loans are further secured by second charge on the immovable properties of the Parent Company.	1,077.97	1,077.97	-	-
January 2023 to March 2023	Bank of Baroda (Lead Bank) State Bank of India HDFC Bank Limited Kotak Mahindra Bank Limited Axis Bank Limited The Bank of Nova Scotia The Federal Bank Limited ICICI Bank Limited	Loan is secured by hypothecation of all the Parent Company's current assets including all stocks and book debts and other movable assets, both present and future. These loans are further secured by second charge on the immovable properties of the Parent Company.	1,263.53	1,263.53	-	-

(iii) Wilful defaulter

The Group has not been declared wilful defaulter by any bank or financial institution or government or any government authority.

(iv) Relationship with struck off companies

The Group has no transactions with the companies struck off under Companies Act, 2013 or Companies Act, 1956.

(v) Compliance with number of layers of companies

The Group has complied with the number of layers prescribed under the Companies Act, 2013.

(vi) Utilisation of borrowed funds and share premium

The Companies in the Group have not advanced or loaned or invested funds (either borrowed funds or share premium or any other sources or kind of funds) to any other person(s) or entity(ies), including foreign entities (Intermediaries) with the understanding that the Intermediary shall:

a. directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the group (Ultimate Beneficiaries) or

b. provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries.

The Companies in the Group have not received any fund from any person(s) or entity(ies), including foreign entities (Funding Party) with the understanding (whether recorded in writing or otherwise) that the group shall:

a. directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party (Ultimate Beneficiaries) or

b. provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.

(vii) Undisclosed income

There is no income surrendered or disclosed as income during the current or previous year in the tax assessments under the Income Tax Act, 1961, that has not been recorded in the books of account.

(viii) Loans or advances to specified persons

The Companies in the Group have not granted loans or advances to promoters, directors, key management personnel and the related parties (as defined under Companies Act, 2013,) either severally or jointly with any other person, that are: a) repayable on demand or (b) without specifying any terms or period of repayment.

(ix) Valuation of Property, Plant and Equipment, intangible assets and investment property

The Companies in the Group have not revalued its property, plant and equipment (including right-of-use assets) or intangible assets or both during the current or previous year.

(x) Compliance with approved scheme(s) of arrangements

The Companies in the Group have not entered into any scheme of arrangement which has an accounting impact on current or previous financial year.

(xi) Details of crypto currency or virtual currency

The Companies in the Group have not traded or invested in crypto currency or virtual currency during the current or previous year.

52 Significant Accounting Judgements, Estimates and Assumptions

The preparation of the Group's financial statements requires management to make judgements, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities, the accompanying disclosures and the disclosure of contingent liabilities. Uncertainty about these assumptions and estimates could result in outcomes that require a material adjustment to the carrying amount of assets or liabilities affected in future periods.

a) Property, Plant and Equipment

Property, Plant and Equipment represent a significant proportion of the asset base of the Group. The charge in respect of periodic depreciation is derived after determining an estimate of an asset's expected useful life and the expected residual value at the end of its life. The useful lives and residual values of Group's assets are determined by the management at the time the asset is acquired and reviewed periodically, including at each financial year end. The lives are based on historical experience with similar assets as well as anticipation of future events, which may impact their life, such as changes in technical or commercial obsolescence arising from changes or improvements in production or from a change in market demand of the product or service output of the asset.

b) Income Taxes

Deferred tax assets are recognised for unused tax losses to the extent that it is probable that taxable profit will be available against which the losses can be utilised. Significant management judgement is required to determine the amount of deferred tax assets that can be recognised, based upon the likely timing and the level of future taxable profits together with future tax planning strategies. The Group has Rs. 15.54 Crore (Previous Year: Rs. 104.56 Crore) of carried forward tax losses on account of long term / short term capital losses. These losses mainly relate to the loss on voluntary liquidation of a subsidiary of the Parent Company and merger of a subsidiary of the Parent Company with its subsidiary and will expire in one to four years and may be used to offset taxable long term/short term capital gains in the future. On this basis, the Group has determined that it cannot recognise deferred tax assets on these tax losses (long term / short term capital losses) carried forward. If the Group would have been able to recognise all unrecognised deferred tax assets, profit and equity would have increased by Rs 5.28 Crore (Previous Year: Rs. 36.49 Crore). Further details on taxes are disclosed in note 41 to the financial statements.

The Government of India has introduced the Taxation Laws (Amendment) Act, 2019 and has given the option of lower tax rate subject to certain conditions. As the Parent Company has Minimum Alternate Tax ("MAT") credit mainly due to addition of New Urea Plant in the past and it is expected that the Parent Company will utilise entire MAT Credit next year, the management has carried out an assessment according to which the Parent Company shall continue under the existing tax regime and move to lower tax rate after next financial year. In view of above, the Parent Company had re-assessed the deferred tax liability as per Ind AS 12 'Income Taxes' and resultant impact if any has been recognised. Accordingly, the 'Deferred Tax' for the financial year ended March 31, 2024 includes a credit of Nil (Previous Year: Rs. 83.90 Crore).

c) Defined Benefit Plans

The cost of the defined benefit gratuity plan, post-employment medical benefits and other defined benefit plans and the present value of the obligation of defined benefit plans are determined using actuarial valuations. An actuarial valuation involves making various assumptions that may differ from actual developments in the future. These include the determination of the discount rate, future salary increases and mortality rates. Due to the complexities involved in the valuation and its long-term nature, a defined benefit obligation is highly sensitive to changes in these assumptions. All assumptions are reviewed at each reporting date.

The parameter most subject to change is the discount rate. In determining the appropriate discount rate for defined benefit plans, the management considers the interest rates of government bonds. The mortality rate is based on publicly available mortality tables. Those mortality tables tend to change only at interval in response to demographic changes. Future salary increases are based on the expected future inflation rates. Further details about the defined benefit plans are given in note 31 to the financial statements.

d) Revenue

The Parent Company's revenue includes subsidy claims, part of which are pending notification / final implementation by 'Fertiliser Industry Coordination Committee' (FICC), Government of India. As per management estimates, there is reasonable certainty based on Government of India policy and past experience that claims will be notified in due course. On issuance of notification by FICC, Government of India, the adjustments, if any, to revenue are not expected to be significant.

e) Fair Value Measurement of Financial Instruments

When the fair values of financial assets and financial liabilities recorded in the balance sheet cannot be measured based on quoted prices in active markets, their fair value is measured using valuation techniques including discounted cash flow method. The inputs to these models are taken from observable markets wherever possible, but where this is not feasible, a degree of judgement is required in establishing fair values. The judgements include considerations of inputs such as liquidity risk, credit risk and volatility. Changes in assumptions about these factors could affect the reported fair value of financial instruments. Further disclosures in this regard are given in note 40.

For Price Waterhouse Chartered Accountants LLP
Firm Registration No. 012754N / N500016

Abhishek Rara
Partner
Membership No. : 077779

Place : New Delhi
Date : May 07, 2024

For and on behalf of the Board of Directors of
Chambal Fertilisers and Chemicals Limited

Rita Menon
Director
DIN: 00064714

Abhay Baijal
Managing Director
DIN: 01588087

Anand Agarwal
Chief Financial Officer

Tridib Barat
Company Secretary

Place : New Delhi
Date : May 07, 2024

Form - AOC - I

(Pursuant to first proviso to sub-section (3) of section 129 read with rule 5 of Companies (Accounts) Rules, 2014)

Statement containing salient features of the financial statement of Subsidiaries / Joint Venture

Part A : Subsidiaries

(Rs. in Crore)

Sl. No.	Name of the Subsidiary	The date since when subsidiary was acquired	Reporting Currency	Exchange Rate as on the last date of the relevant Financial Year in the case of foreign subsidiaries	Share Capital	Reserves and Surplus	Total Assets	Total Liabilities	Invest-ments	Turnover	Profit / (Loss) Before Taxation	Provision for Taxation	Profit/ (Loss) After Taxation	Proposed Dividend	Extent of share-holding (in percentage)
1	Chambal Infrastructure Ventures Limited	02.01.2007	INR	-	9.40	(4.73)	4.68	0.00*	-	0.32	0.31	0.08	0.23	-	100.00
2	CFCL Ventures Limited	19.03.2007	USD	1 USD = INR 83.41	0.00 *	(882.01)	8.42	890.43	-	0.33	(0.05)	-	(0.05)	-	72.27
3	ISGN Corporation[(1)]	04.09.2007	USD	1 USD = INR 83.41	0.71	(61.48)	0.42	61.20	-	0.29	0.16	-	0.16	-	72.27
4	ISG Novasoft Technologies Limited [(1)]	25.11.2003	INR	-	6.68	(1.10)	5.75	0.17	-	0.08	(0.28)	-	(0.28)	-	72.27

* The amount is less than Rs. 50,000.

Notes:

(1) Wholly owned subsidiaries of CFCL Ventures Limited.

(2) Investments exclude investments in subsidiaries. Profit / (Loss) after taxation does not include Other Comprehensive Income.

Part B: Joint Venture

Statement pursuant to Section 129(3) of the Companies Act, 2013 related to Joint Venture

Name of Joint Venture	Latest Audited Balance Sheet Date	Date on which the Joint Venture was acquired	Shares of Joint Venture held by the Company on the year end			Description of how there is significant influence	Reason why the Joint Venture is not consolidated	Networth attributable to shareholding as per latest audited Balance Sheet (Rs. in Crore)	Profit for the Year (Rs. in Crore)	
			No. of shares	Amount of Investment in Joint Venture (Rs. in Crore)	Extent of Holding (in percentage)				Considered in Consolidation	Not Considered in Consolidation
Indo Maroc Phosphore S.A.- IMACID	31.03.2024	20.11.1997	206666	85.13 *	33.33	Holding more than 20% shares and joint control	Not Applicable	499.13	80.44	160.88

* The fair value of investment in the books of accounts of the Company as on March 31, 2024 is Rs. 285.87 Crore.

For and on behalf of the Board of Directors of

Chambal Fertilisers and Chemicals Limited

Rita Menon
Director
DIN: 00064714

Abhay Baijal
Managing Director
DIN: 01588087

Anand Agarwal
Chief Financial Officer

Tridib Barat
Company Secretary

Place : New Delhi
Date : May 07, 2024

CHAMBAL FERTILISERS AND CHEMICALS LIMITED

Registered Office:
Village Gadepan, District Kota, Rajasthan - 325 208
corporate@chambal.in | www.chambalfertilisers.com | CIN: L24124RJ1985PLC003293