

January 31, 2006

**MCF'S Q3 PBT UP BY 33% AND PAT UP BY 38%**

The Board of Directors of Mangalore Chemicals & Fertilizers Limited approved the unaudited financial results of the Company for the nine months period ended December 31, 2005 at its meeting held on January 31, 2006.

Announcing the performance of the Company for the nine months period ended December 31, 2005, Mr. Deepak Anand, Managing Director stated that Sales Income of the Company at Rs.840.79 crores is up by 22%, Profit Before Tax [PBT] at Rs.33.80Crores, is up by 33% and Profit after Tax [PAT] at Rs.22.11 crores is up by 38%, as compared to the 9 months period ended 31.12.2004. This performance was possible mainly due to the good monsoon and efficient running of the plant. Some of the significant achievements of the Company during the period include:

- Highest ever production of Urea and ABC
- Highest ever sales of Urea
- Highest ever sales of Granulated fertilizer and
- Highest ever sales of ABC

The Sulphuric Acid plant with a production capacity of 100 TPD has been commissioned and the production is expected to start soon. This production of Sulphuric Acid is essentially to meet the in-house requirement for production of Complex Fertilizers. Sulphuric acid at present is being bought from Tuticorin and the in-house production will help the Company reduce the costs, said Mr. Anand.

A major revamp of Ammonia and Urea Plants is being planned at a cost of Rs.68Crores during the Annual Turn-Around [ATA], scheduled from March 25, 2006 to May 18, 2006.