

Gandhinagar, November 11, 2025

Gujarat State Fertilizers & Chemicals Limited (GSFC) announced its Financial Results for Q2/H1 25-26 result today. The Company delivered its **ever-highest Q2 performance**, achieving total sales of Rs.3140 Crores, a growth of 45% quarter-on- quarter, and Profit After Tax of Rs. 320 Crores, up 129% quarter-on- quarter. From Q2 YoY perspective, sales increased by 20% and Profit After Tax by 6%. Performance highlights were as under:

Particulars	Rs Crores				
	FY 25-26 Q2	FY 25-26 Q1	FY 24-25 Q2	FY 25-26 H1	FY 24-25 H1
Operating Revenue	3,140	2,172	2,623	5,312	4,767
Other Income	142	40	152	182	201
Total Revenue	3,282	2,212	2,775	5,494	4,968
Operating EBIDTA @	333	201	289	534	407
PBT	424	186	391	609	509
PAT	320	140	303	460	395
EPS (Rs/ Share, not annualised)	8.04	3.51	7.60	11.55	9.92

@ Excludes Other Income

In Q2 YoY, growth was largely driven by the Fertilizer segment, which registered a 21% increase in revenue, supported by higher sales volumes (from 5.47 Lakh MT to 6.08 Lakh MT), including substantial DAP trading. However, EBIT moderated to Rs. 224 Crores (from Rs. 257 Crores) on account of steep increase in key raw material prices - Phosphoric Acid by 20%, Sulphuric Acid by 123% and Sulphur by 150%, which offset the benefit of higher realisations in P&K fertilizers. Softer prices of Natural Gas and Ammonia provided partial relief, though the 15% decline in Urea realisation weighed on margins.

The Industrial Products segment registered a strong turnaround, with sales up 13% year-on-year to Rs. 618 Crores and EBIT improving from a loss of Rs. 17 Crores to a profit of Rs. 54 Crores. The improvement was led by higher sales of traded products like Ammonia and higher production & sale of HX Crystal, which overcame the headwinds in Caprolactam and other major industrial products. While the Caprolactam–Benzene spread declined to USD 512 per MT (from USD 620 per MT), cost optimization measures and product-mix management supported profitability. Overall, the Company maintained a healthy performance in Q2, demonstrating resilience against raw material volatility and sustaining growth momentum across both business segments.

Capex led Growth Plan:

Ongoing Projects	FY25-26 Q3	FY25-26 Q4	FY26-27 Q1	FY27-28
Sulphuric Acid (SA-V) Project	198 KTPA			
C - Train Modification for APS Production at Sikka Unit	1200 MTPD			
Phosphoric Acid (PA) and Sulphuric Acid (SA) Project at Sikka Unit	198 KTPA PA & 594 KTPA SA			

Outlook:

Against the backdrop of an above-normal southwest monsoon and higher Minimum Support Prices for key Rabi crops, healthy demand for agri-inputs is expected to sustain in the upcoming quarter. The Government has announced NBS subsidy rates for H2 25-26, with a 10% increase in Phosphorus and Sulphur nutrients, aligning with the rise in global raw material prices. The country also enters the Rabi season with comfortable opening fertilizer inventories. During the third quarter, the Company is well positioned to achieve sales in line with availability built up through its domestic manufacturing capacities.

The Caprolactam–Benzene spread is expected to remain under pressure in Q3 25-26 amid oversupply conditions, a prolonged slowdown in China, enhanced US tariffs, and continued influx of low-priced Chinese imports, which may keep prices across the Nylon value chain subdued. Demand for Melamine is projected to remain steady in both domestic and export markets. HX Crystal demand is likely to stay soft in the domestic market, though export volumes are expected to improve. Demand for other Industrial Products is expected to remain stable during the quarter, though pricing pressure may persist due to cheaper Chinese imports. Overall, the Company anticipates stable demand and turnover in the Industrial Products segment in Q3 25-26.

Disclaimer:

The statements in outlook describing the company's objectives, expectations or projections, may be forward looking and it is not unlikely that the actual outcome may differ materially from that expressed, influenced by wide variety of factors affecting the business environment and the company's operations. The company assumes no responsibility to publicly amend, modify or revise any forward-looking statements, on the basis of any subsequent developments, information or events.