



IFGL REFRACTORIES LIMITED

Head & Corporate Office :

3, Netaji Subhas Road, Kolkata - 700 001, India
Phone : +91 33 40106100, Fax : +91 33 22430886
E-mail : ifgl.ho@ifgl.in, Websites : www.ifglref.com

13th November, 2021

National Stock Exchange of India Ltd
'Exchange Plaza', C-1, Block – G
Bandra – Kurla Complex
Bandra (E), Mumbai 400 051
Code : IFGLEXPOR

BSE Limited
Phiroze Jeejeebhoy Towers
Dalal Street
Mumbai 400 001
Code: 540774

Dear Sirs,

Re: Unaudited financial results for quarter/six months ended on 30th September, 2021

The Board of Directors of the Company in their meeting held to-day have approved and taken on record unaudited financial results, both on stand alone and consolidated basis, for quarter/six months ended on 30th September, 2021. Said unaudited financial results have also been subjected to 'Limited Review' by the Company's Statutory Auditors, M/s S R Batliboi & Co. LLP.


In accordance with Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (LODR), following along with copy each of Report dated 13th November, 2021 of said Statutory Auditors are enclosed herewith for your perusal, necessary action and record.

- a) Unaudited stand alone financial results for quarter/six months ended on 30th September, 2021.
- b) Unaudited consolidated financial results for quarter/six months ended on 30th September, 2021.
- c) Extract of Unaudited consolidated financial results for quarter/six months ended on 30th September, 2021 being published in newspapers following Regulation 47(1)(b) of LODR

These are also being hosted on Company's Website: www.ifglref.com and shall be available at link <http://www.ifglref.biz/quarterly-results/>

Thanking you,

Yours faithfully,
For IFGL Refractories Ltd.,


(R Agarwal)
Company Secretary

Encl: As above

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

Review Report to

The Board of Directors

IFGL Refractories Limited

1. We have reviewed the accompanying statement of unaudited standalone financial results of IFGL Refractories Limited (the "Company") for the quarter ended September 30, 2021 and year to date from April 1, 2021 to September 30, 2021 (the "Statement") attached herewith, being submitted by the Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended (the "Listing Regulations").
2. This Statement, which is the responsibility of the Company's Management and approved by the Company's Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34, (Ind AS 34) "Interim Financial Reporting" prescribed under Section 133 of the Companies Act, 2013 as amended, read with relevant rules issued thereunder and other accounting principles generally accepted in India. Our responsibility is to express a conclusion on the Statement based on our review.
3. We conducted our review of the Statement in accordance with the Standard on Review Engagements (SRE) 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity" issued by the Institute of Chartered Accountants of India. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the Statement is free of material misstatement. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.
4. Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the recognition and measurement principles laid down in the aforesaid Indian Accounting Standards ('Ind AS') specified under Section 133 of the Companies Act, 2013 as amended, read with relevant rules issued thereunder and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of the Listing Regulations, including the manner in which it is to be disclosed, or that it contains any material misstatement.

5. Emphasis of Matter

We draw attention to:

- a) Note 3 to the standalone financial results, relating to amalgamation of the erstwhile IFGL Refractories Limited with the Company (the amalgamated entity was thereafter renamed as IFGL Refractories Limited) with effect from April 01, 2016 following Scheme of Amalgamation approved by the Hon'ble National Company Law Tribunal, Kolkata Bench, vide its Order date August 03, 2017, under the provisions of sections 230 and 232 of the Companies Act, 2013 (the "Scheme"). Pursuant to the Scheme, the aforesaid business combination was recognized under the 'Purchase Method' as defined under Accounting Standard (AS) 14, Accounting for Amalgamations, and Goodwill arising on such amalgamation aggregating Rs. 26,699 lakhs had been recognized. Based on management's assessment, such Goodwill is being amortized over a period of ten years with a charge of Rs. 667 lakhs per quarter. As per Indian Accounting Standard (Ind AS) 103, Business Combinations, the aforesaid amalgamation had to be recognized under 'Pooling of Interest Method' since these were entities under common control.
- b) Note 4 to the standalone financial results regarding Company's position to continue to determine its income tax obligations based on provisions of the Income Tax Act, 1961 that were applicable prior to the introduction of the 'Explanation' to Section 10AA(1) of the Income Tax Act, 1961 with effect from assessment years beginning April 01, 2018. The Company has filed a writ petition which has been admitted by the Hon'ble High Court at Calcutta. Pending decision by the Hon'ble High Court, uncertainty exists as regards realisability of resultant recognized deferred tax assets of Rs. 1,204 lakhs.

Our conclusion is not modified in respect of above matters.

For S.R. BATLIBOI & Co. LLP

Chartered Accountants

ICAI Firm registration number: 301003E/E300005

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Sarkar

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Date: 2021.11.13
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per Bhaswar Sarkar

Partner

Membership No.: 055596

UDIN: 21055596AAAAEZ8226

Place: Kolkata

Date: November 13, 2021

IFGL REFRACTORIES LIMITED

Registered Office: Sector B, Kalunga Industrial Estate, P.O. Kalunga 770031, Dist: Sundergarh, Odisha.

Head & Corporate Office: 3, Netaji Subhas Road, Kolkata 700001

CIN: L51909OR2007PLC027954; E-mail : ifgl.ho@ifgl.in; Website : www.ifglref.com

STATEMENT OF STANDALONE UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND SIX MONTHS ENDED SEPTEMBER 30, 2021

Sr. No.	Particulars	₹ in lakhs except as otherwise stated					
		Quarter ended			Six months ended		Year ended
		30/09/2021	30/06/2021	30/09/2020	30/09/2021	30/09/2020	31/03/2021
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
1.	Revenue from Operations [refer note 9]	19,793	16,042	16,671	35,835	29,510	64,907
2.	Other Income	361	273	87	634	236	677
3.	Total Income [1 + 2]	20,154	16,315	16,758	36,469	29,746	65,584
4.	Expenses						
	a. Cost of Materials Consumed	9,183	6,860	6,585	16,043	11,158	25,298
	b. Purchase of Stock-in-Trade	903	1,229	2,242	2,132	3,623	5,862
	c. (Increase) / Decrease in Inventories of Finished Goods, Stock-in-Trade and Work-in-Progress	(350)	(138)	(978)	(488)	(850)	(763)
	d. Employee Benefit Expenses	1,566	1,375	1,313	2,941	2,480	5,176
	e. Finance Costs	83	69	71	152	130	236
	f. Depreciation and Amortisation Expenses	963	945	1,020	1,908	1,980	3,929
	g. Other Expenses	5,415	4,221	3,953	9,636	7,071	15,716
5.	Total Expenses [4(a) to 4(g)]	17,763	14,561	14,206	32,324	25,592	55,454
6.	Profit before Tax (3-5) #	2,391	1,754	2,552	4,145	4,154	10,130
7.	Tax Expense						
	a. Current Tax	932	536	561	1,468	847	3,284
	b. Deferred Tax (Credit) / Charge [refer note 7]	(205)	(121)	76	(326)	198	2,391
	c. Excess Provision of Tax relating to earlier years written back	-	-	-	-	-	(29)
8.	Profit for the period / year (6-7)	1,664	1,339	1,915	3,003	3,109	4,484
9.	Other Comprehensive Income / (Loss)						
	a. Other Comprehensive Income not to be recycled to profit or loss						
	Re-measurement gain/ (loss) on Defined Benefit Plans	10	11	(1)	21	(2)	42
	b. Income tax relating to above item	(3)	(4)	1	(7)	1	(15)
10.	Total Other Comprehensive Income/ (Loss) for the period / year	7	7	-	14	(1)	27
11.	Total Comprehensive Income for the period / year (8+10)	1,671	1,346	1,915	3,017	3,108	4,511
12.	Paid up Equity Share Capital (Face value ₹ 10/- each)	3,604	3,604	3,604	3,604	3,604	3,604
13.	Other Equity	-	-	-	-	-	52,307
14.	Earnings Per Share (of ₹ 10/- each) *						
	Basic & Diluted (₹)	4.61	3.72	5.31	8.33	8.63	12.44
	Basic & Diluted (₹) (Adjusted) [refer note 7]	4.61	3.72	5.31	8.33	8.63	18.04

There are no Exceptional and Extra-ordinary items.* Figures for quarters and six months ended are not annualised.

STATEMENT OF STANDALONE ASSETS AND LIABILITIES

Sr. No.	Particulars	₹ in lakhs	
		As at	
		30/09/2021 (Unaudited)	31/03/2021 (Audited)
A	ASSETS		
	1. Non-Current Assets		
	(a) Property, Plant and Equipment	9,481	7,761
	(b) Right to Use Asset	1,539	1,564
	(c) Capital work-in-progress	1,004	1,808
	(d) Goodwill	12,015	13,350
	(e) Other Intangible assets	15	20
	(f) Financial Assets		
	(i) Investments	7,560	6,244
	(ii) Others	551	552
	(g) Income Tax Assets (net)	258	240
	(h) Other non-current assets	960	329
	Total Non - Current Assets	33,383	31,868
	2. Current Assets		
	(a) Inventories	12,276	10,052
	(b) Financial Assets		
	(i) Investments	11,323	12,165
	(ii) Trade receivables	16,223	15,672
	(iii) Cash and cash equivalents	8	18
	(iv) Bank balances other than (iii) above	513	4,325
	(v) Others	225	248
	(c) Other current assets	2,526	823
	Total Current Assets	43,094	43,303
	Total Assets (1+2)	76,477	75,171
B	EQUITY AND LIABILITIES		
	1. Equity		
	(a) Equity Share capital	3,604	3,604
	(b) Other Equity	51,719	52,307
	Total Equity	55,323	55,911
	Liabilities		
	2. Non-Current Liabilities		
	(a) Financial Liabilities - Lease Liabilities	886	885
	(b) Deferred tax liabilities (net) [refer note 7]	3,062	3,381
	Total Non - Current Liabilities	3,948	4,266
	3. Current Liabilities		
	(a) Financial Liabilities		
	(i) Borrowings	5,229	3,603
	(ii) Lease Liabilities	85	77
	(iii) Trade payables		
	Total outstanding dues of micro enterprises and small enterprises	1,085	678
	Total outstanding dues of creditors other than micro enterprises and small enterprises	7,403	7,836
	(iv) Other financial liabilities	939	828
	(b) Income Tax Liabilities (net)	835	157
	(c) Other current liabilities	1,599	1,786
	(d) Provisions	31	29
	Total Current Liabilities	17,206	14,994
	Total Equity and Liabilities (1+2+3)	76,477	75,171

STANDALONE CASH FLOW STATEMENT	₹ in lakhs	
	For the six month ended September 30, 2021	For the six month ended September 30, 2020
	(Unaudited)	(Unaudited)
Particulars		
Cash Flows from Operating Activities		
Profit before tax for the period	4,145	4,154
Adjustments for:		
Finance costs	152	130
Interest income	(150)	(89)
Provision for unspent liabilities reversed	(38)	(17)
(Gain) / Loss on disposal of property, plant and equipment	(1)	8
Profit on sale of Investments in Mutual Fund (net)	(67)	(73)
Net gain arising on financial assets measured at fair value through profit and loss	(334)	(57)
Sundry Debit Balances/advances written off	40	120
Provision for doubtful Trade Receivables/Advances (net)	32	106
Depreciation and amortisation expenses	1,908	1,980
Unrealised foreign exchange gain	(33)	(76)
	5,654	6,186
Change in working capital:		
Increase in trade and other receivables	(2,278)	(2,159)
Increase in inventories	(2,225)	(2,596)
Increase / (Decrease) in trade, other payables and provisions	(76)	2,729
Net change in working capital	(4,579)	(2,026)
Cash generated from Operations	1,075	4,160
Income taxes paid	(809)	(659)
Net cash generated from operating activities (1)	266	3,501
Cash Flows from Investing Activities		
Purchase of Investments	(5,782)	(7,960)
Proceeds from sale of Investments	5,709	10,986
Proceeds from maturity of term deposits with banks	7,128	3,502
Term deposits placed with banks	(3,278)	(8,800)
Interest received	227	32
Loan given	(100)	-
Repayment of Loan given	15	-
Purchase of property, plant and equipment, other intangibles and capital work-in-progress	(2,103)	(572)
Proceeds from disposal of property, plant and equipment	3	8
Net cash from / (used in) investing activities (2)	1,819	(2,804)
Cash Flows from Financing Activities		
Dividend paid on equity shares	(3,604)	-
Proceeds from / (repayments) of short-term borrowings (net)	1,652	(966)
Payments of Lease Liabilities	(34)	(34)
Interest paid	(109)	(86)
Net cash flows used in financing activities (3)	(2,095)	(1,086)
Net decrease in Cash and Cash Equivalents (1+2+3)	(10)	(389)
Cash and Cash Equivalents at the beginning of the period	18	777
Cash and Cash Equivalents at the end of the period	8	388

NOTES :

- Above financial results have been reviewed by the Audit Committee at its meeting held on November 13, 2021 and approved by the Board of Directors (Board) at their meeting held on that date. The Statutory Auditor has reviewed the same.
- The above standalone unaudited financial results of the Company have been prepared in accordance with Indian Accounting Standards (Ind AS) notified under the Companies (Indian Accounting Standards) Rules, 2015 as amended. These financial results have been prepared in accordance with the recognition and measurement principles of Ind AS - 34 - Interim Financial Reporting, prescribed under Section 133 of the Companies Act, 2013 read with the relevant rules issued thereunder and the other accounting principles generally accepted in India.
- A scheme of amalgamation of erstwhile IFGL Refractories Ltd. with the Company with effect from April 01, 2016 was approved by the Hon'ble National Company Law Tribunal, Kolkata vide order dated August 03, 2017. Goodwill of ₹ 26,699 lakhs arose on such merger which was accounted for under "Purchase Method" as defined under erstwhile Accounting Standard 14 – Accounting for Amalgamation. Useful life of such Goodwill was estimated to be 10 years and it is being amortised accordingly.
- The Company has challenged vires of Explanation to Section 10AA(1) of the Income Tax Act, 1961 inserted on and from Assessment Year beginning 1st April 2018 by filing Writ Petition No 544 of 2019 before Hon'ble High Court at Calcutta, which has been admitted on 7th November 2019, on grounds that such explanation denies the benefit that was intended to be provided under the said Section. Management believes, supported by legal opinion obtained, that the Company will be able to defend its position of continuing to determine its income tax obligation based on provisions of the Income Tax Act, 1961 applicable prior to insertion of the aforesaid explanation. Consequently, the resultant Deferred Tax Asset of ₹ 1,204 lakhs (June 30, 2021: ₹ 1,204 lakhs, March 31, 2021 : ₹ 1,204 lakhs) has been considered realisable and, hence, continues to be recognised in these financial results till September 30, 2021. In the opinion of the Management, outcome of these proceedings will not have a material effect on the Company's financial position and result of operations.
- The Company operates in a single segment and is engaged in the business of manufacture, trading and sale of refractories.
- Management has taken into account the possible impact of the renewed surge of the COVID 19 pandemic in preparation of these standalone quarter and six months ended financial results, including assessment of recoverability of its assets based on the internal and external information up to the date of approval of the results and will continue to closely monitor any material changes to future economic conditions.
- Following amendments made by the Finance Act 2021 to the relevant sections of the Income Tax Act 1961, whereby Goodwill on amalgamation will not be considered as a depreciable asset and depreciation on goodwill will not be allowed as deductible expenditure effective April 1, 2020, the Company, in accordance with the requirements of Ind-AS 12, had recognised one time deferred tax charge of ₹ 2,019 lakhs (net) for the year ended March 31, 2021 consequent to the reduction of the depreciable amount of goodwill for tax purposes to nil. Accordingly, profit after tax for the year ended March 31, 2021 was lower by the amount as indicated above. This deferred tax charge does not involve any cash outflow either in the past year or future. Adjusted EPS for the year ended March 31, 2021 had been calculated without taking into consideration such additional deferred tax charge. Company management, supported by legal opinion, believes that such deductions claimed in prior assessment years are sustainable and remain unaffected.
- The Indian Parliament has approved the Code on Social Security, 2020 ('the Code') which, inter alia, deals with employee benefits during employment and post-employment. The Code has been published in the Gazette of India. The effective date of the Code is yet to be notified and the rules for quantifying the financial impact are also yet to be issued. In view of this, the impact of the change, if any, will be assessed and recognized post notification of the relevant provisions.
- Revenue from operations include other operating income amounting to ₹ 300 lakhs, ₹ 369 lakhs, ₹ 669 lakhs and ₹ 1,400 lakhs for the quarter ended 30 September 2021, 30 June 2021, half year ended 30 September 2021 and year ended 31 March 2021 respectively.
- Previous period / year figures have been re-grouped / rearranged, where necessary.

On behalf of the Board
of IFGL Refractories Limited

SHISHIR KUMAR
BAJORIA

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KUMAR BAJORIA
Date: 2021.11.13 10:37:09 Z

S K Bajoria
Chairman
(DIN : 00084004)

London
November 13, 2021

COMMITTED TO CLEAN METAL

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

Review Report to

The Board of Directors

IFGL Refractories Limited

1. We have reviewed the accompanying Statement of Unaudited Consolidated Financial Results of IFGL Refractories Limited (the "Holding Company") and its subsidiaries (the Holding Company and its subsidiaries together referred to as "the Group") for the quarter ended September 30, 2021 and year to date from April 1, 2021 to September 30, 2021 (the "Statement") attached herewith, being submitted by the Holding Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended (the "Listing Regulations").
2. This Statement, which is the responsibility of the Holding Company's Management and approved by the Holding Company's Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34, (Ind AS 34) "Interim Financial Reporting" prescribed under Section 133 of the Companies Act, 2013 as amended, read with relevant rules issued thereunder and other accounting principles generally accepted in India. Our responsibility is to express a conclusion on the Statement based on our review.
3. We conducted our review of the Statement in accordance with the Standard on Review Engagements (SRE) 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity" issued by the Institute of Chartered Accountants of India. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the Statement is free of material misstatement. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

We also performed procedures in accordance with the Circular No. CIR/CFD/CMD1/44/2019 dated March 29, 2019 issued by the Securities and Exchange Board of India under Regulation 33(8) of the Listing Regulations, to the extent applicable.

4. The Statement includes the results of the entities as mentioned in Annexure 1.
5. Based on our review conducted and procedures performed as stated in paragraph 3 above and based on the consideration of the review reports of other auditors referred to in paragraph 7 below, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with recognition and measurement principles laid down in the aforesaid Indian Accounting Standards ('Ind AS') specified under Section 133 of the Companies Act, 2013, as amended, read with relevant rules issued thereunder and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of the Listing Regulations, including the manner in which it is to be disclosed, or that it contains any material misstatement.

6. Emphasis of Matter

We draw attention to:

- a) Note 4 to the consolidated financial results, relating to amalgamation of the erstwhile IFGL Refractories Limited with the Holding Company (the amalgamated entity was thereafter renamed as IFGL Refractories Limited) with effect from April 01, 2016 following Scheme of Amalgamation approved by the Hon'ble National Company Law Tribunal, Kolkata Bench, vide its Order date August 03, 2017, under the provisions of sections 230 and 232 of the Companies Act, 2013 (the "Scheme"). Pursuant to the Scheme, the aforesaid business combination was recognized under the 'Purchase Method' as defined under Accounting Standard (AS) 14, Accounting for Amalgamations, and Goodwill arising on such amalgamation aggregating Rs. 26,699 lakhs had been recognized. Based on management's assessment, such Goodwill is being amortized over a period of ten years with a charge of Rs. 667 lakhs per quarter. As per Indian Accounting Standard (Ind AS) 103, Business Combinations, the aforesaid amalgamation had to be recognized under 'Pooling of Interest Method' since these were entities under common control.
- b) Note 5 to the consolidated financial results regarding Holding Company's position to continue to determine its income tax obligations based on provisions of the Income Tax Act, 1961 that were applicable prior to the introduction of the 'Explanation' to Section 10AA(1) of the Income Tax Act, 1961 with effect from assessment years beginning April 01, 2018. The Holding Company has filed a writ petition which has been admitted by the Hon'ble High Court at Calcutta. Pending decision by the Hon'ble High Court, uncertainty exists as regards realisability of resultant recognized deferred tax assets of Rs. 1,204 lakhs.

Our conclusion is not modified in respect of the above matters.

7. The accompanying Statement includes the unaudited interim financial results and other financial information, in respect of seven subsidiaries, whose unaudited interim financial results include total assets of Rs. 57,331 lakhs as at September 30, 2021, total revenues of Rs. 13,132 lakhs and Rs. 26,385 lakhs, total net profit after tax of Rs. 385 lakhs and Rs. 897 lakhs and total comprehensive income of Rs. 385 lakhs and Rs. 897 lakhs, for the quarter ended September 30, 2021 and the period ended on that date respectively and net cash outflows of Rs. 1,492 lakhs for the period from April 1, 2021 to September 30, 2021, as considered in the Statement which have been reviewed by their respective independent auditors. The independent auditor's reports on interim financial information/financial results of these entities have been furnished to us by the Management and our conclusion on the Statement, in so far as it relates to the amounts and disclosures in respect of these subsidiaries is based solely on the report of such auditors and procedures performed by us as stated in paragraph 3 above.

Aforesaid subsidiaries are located outside India whose financial results and other financial information have been prepared in accordance with accounting principles generally accepted in their respective countries and which have been audited by other auditors under generally accepted auditing standards applicable in their respective countries. The Holding Company's management has converted the financial results of such subsidiaries located outside India from accounting principles generally accepted in their respective countries to accounting principles generally accepted in India. We have reviewed these conversion adjustments made by the Holding Company's management. Our conclusion in so far as it relates to the balances and affairs of such subsidiaries located outside India is based on the report of other auditors and the conversion adjustments prepared by the management of the Holding Company and reviewed by us.

8. The accompanying Statement includes unaudited interim financial results and other unaudited financial information in respect of six subsidiaries whose interim financial results and other financial information reflect total assets of Rs. 19,362 lakhs as at September 30, 2021, total revenues of Rs. 101 lakhs and Rs. 243 lakhs, total net loss after tax of Rs. 28 lakhs and Rs. 47 lakhs, total comprehensive loss of Rs. 28 lakhs and Rs. 47 lakhs, for the quarter ended September 30, 2021 and the period ended on that date respectively and net cash outflows of Rs. 42 lakhs for the period from April 1, 2021 to September 30, 2021. The unaudited interim financial results and other unaudited financial information of these subsidiaries have not been reviewed by their auditors and have been approved and furnished to us by the Management and our conclusion on the Statement, in so far as it relates to the affairs of these subsidiaries, is based solely on such unaudited interim financial results and other unaudited financial information. According to the information and explanations given to us by the Management, these interim financial information/financial results are not material to the Group.

Our conclusion on the Statement in respect of matters stated in para 7 and 8 above is not modified with respect to our reliance on the work done and the reports of the other auditors and the financial results/information certified by the Management.

For S.R. BATLIBOI & Co. LLP

Chartered Accountants

ICAI Firm registration number: 301003E/E300005

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by Bhaswar Sarkar
Sarkar Date: 2021.11.13
16:25:19 +05'30'

per Bhaswar Sarkar

Partner

Membership No.: 055596

UDIN: 21055596AAAAFA6417

Place: Kolkata

Date: November 13, 2021

Annexure I

List of subsidiaries (including stepdown subsidiaries)

Sl. No.	Name
1	IFGL Worldwide Holdings Limited
2	Tianjin Monocon Aluminous Refractories Company Limited^
3	Tianjin Monocon Refractories Company Limited^
4	Monotec Refratarios Ltda
5	IFGL Monocon Holdings Limited
6	Monocon International Refractories Limited^
7	IFGL GmbH
8	Hofmann Ceramic GmbH^
9	Hofmann Ceramic CZ s.r.o.
10	Monocon Overseas Limited
11	Mono Ceramics Inc.^
12	IFGL Inc.^
13	EI Ceramics LLC^
14	Goricon Metallurgical Services Limited

^ Represents step down subsidiaries whose financial statements have been audited by other auditors.

IFGL REFRACTORIES LIMITED							
Registered Office: Sector B, Kalunga Industrial Estate, P.O. Kalunga 770031, Dist: Sundergarh, Odisha.							
Head & Corporate Office: 3, Netaji Subhas Road, Kolkata 700001							
CIN: L51909OR2007PLC027954; E-mail : ifgl.ho@ifgl.in; Website : www.ifglref.com							
STATEMENT OF CONSOLIDATED UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND SIX MONTHS ENDED SEPTEMBER 30, 2021							
Sr. No.	Particulars	(₹ in lakhs except as otherwise stated)					
		Quarter ended			Six months ended		Year Ended
		30/09/2021	30/06/2021	30/09/2020	30/09/2021	30/09/2020	31/03/2021
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
1.	Revenue from Operations [refer note 10]	30,989	27,476	24,621	58,465	44,943	1,02,195
2.	Other Income [refer note 9]	384	308	221	692	536	2,050
3.	Total Income (1+2)	31,373	27,784	24,842	59,157	45,479	1,04,245
4.	Expenses						
	a. Cost of Materials Consumed	12,685	11,342	7,720	24,027	14,541	36,232
	b. Purchase of Stock-in-Trade	2,588	1,818	3,799	4,406	6,628	11,653
	c. (Increase) / Decrease in Inventories of Finished Goods, Stock-in-Trade and Work-in-Progress	(231)	5	(567)	(226)	(626)	(482)
	d. Employee Benefit Expenses	4,456	4,232	3,793	8,688	7,270	15,178
	e. Finance Costs	99	85	85	184	158	306
	f. Depreciation and Amortisation Expenses	1,202	1,183	1,246	2,385	2,439	4,858
	g. Other Expenses	7,808	6,814	5,971	14,622	10,889	24,078
5.	Total Expenses [4(a) to 4(g)]	28,607	25,479	22,047	54,086	41,299	91,823
6.	Profit before Tax (3-5) #	2,766	2,305	2,795	5,071	4,180	12,422
7.	Tax Expense						
	a. Current Tax	943	636	581	1,579	784	3,392
	b. Deferred Tax (Credit) / Charge [refer note 7]	(178)	(118)	150	(296)	313	2,500
	c. Excess Provision of Tax relating to earlier years written back	-	-	-	-	-	(29)
8.	Profit for the period/year (6-7)	2,001	1,787	2,064	3,788	3,083	6,559
9.	Profit for the year/period attributable to:						
	Equity holders of the Holding Company	2,001	1,787	2,064	3,788	3,083	6,559
	Non Controlling Interest	-	-	-	-	-	-
10.	Other Comprehensive Income / (Loss)						
	A Other Comprehensive Income not to be recycled to profit or loss						
	i. Re-measurement gain / (loss) on Defined Benefit Plans	10	11	(1)	21	(2)	42
	ii. Income tax relating to above item	(3)	(4)	1	(7)	1	(15)
	B Other Comprehensive Items that will be reclassified to profit or loss						
	Exchange differences in translating the financial statements of foreign operations	(795)	804	161	9	281	1,568
11.	Total Other Comprehensive (Loss) / Income for the period/year	(788)	811	161	23	280	1,595
12.	Total Comprehensive Income for the period/year (8+11)	1,213	2,598	2,225	3,811	3,363	8,154
	Total Comprehensive Income for the period/year attributable to:						
	Equity holders of the Holding Company	1,213	2,598	2,225	3,811	3,363	8,154
	Non Controlling Interest	-	-	-	-	-	-
13.	Paid up Equity Share Capital (Face value ₹ 10/- each)	3,604	3,604	3,604	3,604	3,604	3,604
14.	Other Equity	-	-	-	-	-	85,445
15.	Earnings Per Share (of ₹ 10/- each) *						
	Basic & Diluted	5.55	4.96	5.73	10.51	8.55	18.20
	Basic & Diluted (₹) (Adjusted) [refer note 7]	5.55	4.96	5.73	10.51	8.55	23.80

There are no Exceptional and Extra-ordinary items. * Figures for quarters and six months ended are not annualised.

STATEMENT OF CONSOLIDATED ASSETS AND LIABILITIES		₹ in lakhs	
Sr. No.	Particulars	As at	
		30/09/2021	31/03/2021
		(Unaudited)	(Audited)
A	ASSETS		
	1. Non-Current Assets		
	(a) Property, Plant and Equipment	16,555	14,761
	(b) Right to Use Asset	1,937	2,030
	(c) Capital work-in-progress	1,648	2,207
	(d) Goodwill (on consolidation)	11,104	11,192
	(e) Goodwill (Other)	12,015	13,350
	(f) Other Intangible Assets	252	221
	(g) Financial Assets		
	(i) Investments	1,935	619
	(ii) Others	551	552
	(h) Income Tax Assets (net)	402	380
	(i) Other Non-Current Assets	1,056	329
	Total Non - Current Assets	47,455	45,641
	2. Current Assets		
	(a) Inventories	19,900	16,782
	(b) Financial Assets		
	(i) Investments	11,323	12,165
	(ii) Trade Receivables	24,712	22,822
	(iii) Cash and cash equivalents	13,201	14,758
	(iv) Bank balances other than (iii) above	513	4,325
	(v) Others	290	389
	(c) Other Current Assets	3,096	1,509
	Total Current Assets	73,035	72,750
	Total Assets (1+2)	1,20,490	1,18,391
B	EQUITY AND LIABILITIES		
	1. Equity		
	(a) Equity Share capital	3,604	3,604
	(b) Other Equity	85,651	85,445
	Equity attributable to the owners	89,255	89,049
	Non controlling interest	-	-
	Total Equity	89,255	89,049
	Liabilities		
	2. Non-Current Liabilities		
	(a) Financial Liabilities		
	(i) Borrowings	1,034	1,194
	(ii) Lease Liabilities	947	992
	(b) Deferred Tax Liabilities (Net) [refer note 7]	4,313	4,580
	Total Non - Current Liabilities	6,294	6,766
	3. Current Liabilities		
	(a) Financial Liabilities		
	(i) Borrowings	5,599	3,965
	(ii) Lease Liabilities	230	221
	(iii) Trade Payables		
	Total Outstanding dues of Micro Enterprises and Small Enterprises	1,085	678
	Total Outstanding dues of Creditors Other than Micro Enterprises and Small Enterprises	14,531	14,829
	(iv) Other Financial Liabilities	939	827
	(b) Income Tax Liabilities (Net)	925	197
	(c) Other Current Liabilities	1,601	1,830
	(d) Provisions	31	29
	Total Current Liabilities	24,941	22,576
	Total Equity and Liabilities (1+2+3)	1,20,490	1,18,391

CONSOLIDATED CASH FLOW STATEMENT	₹ in lakhs	
	For the six months ended September 30, 2021	For the six months ended September 30, 2020
	(Unaudited)	(Unaudited)
Particulars		
Cash Flows from Operating Activities		
Profit before tax for the period	5,071	4,180
Adjustments for:		
Finance costs	184	158
Interest income	(155)	(95)
Provision for unspent liabilities reversed	(44)	(17)
(Profit) / Loss on disposal of property, plant and equipment	(1)	33
Profit on sale of Investments in Mutual Fund (net)	(67)	(73)
Net gain arising on financial assets measured at fair value through profit and loss	(334)	(57)
Sundry debit balances/advances written off	40	120
Provision for doubtful Trade Receivables/Advances (net)	33	179
Depreciation and amortisation expense	2,385	2,439
Unrealised foreign exchange gain	(32)	(76)
Effect of change in Foreign Exchange Translation	386	(248)
	7,466	6,543
Change in working capital:		
(Increase) / Decrease in trade and other receivables	(3,581)	351
Increase in inventories	(3,200)	(2,097)
Increase in trade payables and other liabilities	137	522
Net change in working capital	(6,644)	(1,224)
Cash generated from Operations	822	5,319
Income taxes paid (net)	(839)	(516)
Net cash (used in) / generated from Operating Activities (1)	(17)	4,803
Cash flows from Investing Activities		
Purchase of Investments	(5,782)	(7,960)
Proceeds from sale of Investments	5,709	10,986
Proceeds from maturity of term deposits with banks	7,129	3,500
Term deposits placed with banks	(3,278)	(8,800)
Interest received	231	38
Loan given	(100)	-
Repayment of Loan given	15	-
Purchase of property, plant and equipment, other intangibles and capital work in progress	(3,034)	(675)
Proceeds from disposal of property, plant and equipment	3	8
Net cash generated / (used in) Investing Activities (2)	893	(2,903)
Cash flows from Financing Activities		
Dividend paid on equity shares	(3,604)	-
Repayment of long-term borrowings	(149)	(58)
Proceeds from / (repayments) of short-term borrowings (net)	1,659	(448)
Payments of Lease Liabilities	(102)	(98)
Interest Paid	(119)	(100)
Net cash used in financing activities (3)	(2,315)	(704)
Exchange Differences On Translation Of Foreign Currency	(118)	149
Net (Decrease) / Increase in Cash and Cash Equivalents (1+2+3)	(1,557)	1,345
Cash and cash equivalents at the beginning of the period	14,758	10,965
Cash and cash equivalents at the end of the period	13,201	12,310

SEGMENT WISE REVENUE, RESULTS AND CAPITAL EMPLOYED ON CONSOLIDATED BASIS	(₹ in lakhs)						
	Particulars	Quarter ended			Six months ended		Year ended
		30/09/2021	30/06/2021	30/09/2020	30/09/2021	30/09/2020	31/03/2021
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
Segment Revenue (Revenue from Operations)							
India	19,629	15,824	16,410	35,453	28,878	63,895	
<i>Outside India</i>							
Asia excluding India	390	384	(498)	774	(167)	1,408	
Europe	5,964	6,156	4,718	12,120	9,149	19,602	
Americas	5,006	5,112	3,991	10,118	7,083	17,290	
Revenue from Operations	30,989	27,476	24,621	58,465	44,943	1,02,195	
Segment Results [Profit before Tax and Finance Costs]							
India	2,458	1,791	2,567	4,249	4,205	10,354	
<i>Outside India</i>							
Asia excluding India	63	20	5	83	95	202	
Europe	244	342	98	586	146	624	
Americas	100	237	210	337	(108)	1,548	
Total	2,865	2,390	2,880	5,255	4,338	12,728	
Less : Finance Costs	(99)	(85)	(85)	(184)	(158)	(306)	
Profit before Tax	2,766	2,305	2,795	5,071	4,180	12,422	
Segment Assets							
India	70,666	72,325	62,883	70,666	62,883	69,511	
<i>Outside India</i>							
Asia excluding India	2,344	2,503	1,087	2,344	1,087	2,567	
Europe	20,056	20,578	18,522	20,056	18,522	19,740	
Americas	16,320	15,736	13,420	16,320	13,420	15,381	
Unallocated	11,104	11,451	10,520	11,104	10,520	11,192	
Total Segment Assets	1,20,490	1,22,593	1,06,432	1,20,490	1,06,432	1,18,391	
Segment Liabilities							
India	20,978	20,912	12,004	20,978	12,004	19,258	
<i>Outside India</i>							
Asia excluding India	763	714	1,181	763	1,181	753	
Europe	5,889	6,278	5,332	5,889	5,332	6,058	
Americas	3,605	3,044	3,657	3,605	3,657	3,273	
Total Segment Liabilities	31,235	30,948	22,174	31,235	22,174	29,342	
NOTES :							
1.	Above financial results have been reviewed by the Audit Committee at its meeting held on November 13, 2021 and approved by the Board of Directors (Board) at their meeting held on that date. The Statutory Auditor has reviewed the same.						
2.	The above consolidated unaudited financial results of the Group [IFGL Refractories Limited and fourteen subsidiaries] have been prepared in accordance with Indian Accounting Standards (Ind AS) notified under the Companies (Indian Accounting Standards) Rules, 2015 as amended. These financial results have been prepared in accordance with the recognition and measurement principles of Ind AS - 34 - Interim Financial Reporting, prescribed under Section 133 of the Companies Act, 2013 read with the relevant rules issued thereunder and the other accounting principles generally accepted in India.						
3.	The Group is engaged in the business of manufacture, trading and sale of refractories and is managed organisationally as a single unit. The Group has adopted geographical location of its operations (where its products are produced or service rendering activities are based) as its operating segment in terms of Ind AS 108 'Operating Segments'.						
4.	A scheme of amalgamation of erstwhile IFGL Refractories Ltd. with the Holding Company with effect from April 01, 2016 was approved by the Hon'ble National Company Law Tribunal, Kolkata vide order dated August 03, 2017. Goodwill of ₹ 26,699 lakhs arose on such merger which was accounted for under "Purchase Method" as defined under erstwhile Accounting Standard 14 - Accounting for Amalgamation. Useful life of such Goodwill was estimated to be 10 years and it is being amortised accordingly.						
5.	The Holding Company has challenged vires of Explanation to Section 10AA(1) of the Income Tax Act, 1961 inserted on and from Assessment Year beginning 1st April 2018 by filing Writ Petition No 544 of 2019 before Hon'ble High Court at Calcutta, which has been admitted on 7th November 2019, on grounds that such explanation denies the benefit that was intended to be provided under the said Section. Management believes, supported by legal opinion obtained, that the Holding Company will be able to defend its position of continuing to determine its income tax obligation based on provisions of the Income Tax Act, 1961 applicable prior to insertion of the aforesaid explanation. Consequently, the resultant Deferred Tax Asset of ₹ 1,204 lakhs (June 30, 2021: ₹ 1,204 lakhs, March 31, 2021 : ₹ 1,204 lakhs) has been considered realisable and, hence, continues to be recognised in these financial results till September 30, 2021. In the opinion of the Management, outcome of these proceedings will not have a material effect on the Holding Company's financial position and result of operations.						
6.	Management has taken into account the possible impact of the renewed surge of the COVID 19 pandemic in preparation of these consolidated quarter and six months ended financial results, including assessment of recoverability of its assets based on the internal and external information up to the date of approval of the results and will continue to closely monitor any material changes to future economic conditions.						
7.	Following amendments made by the Finance Act 2021 to the relevant sections of the Income Tax Act 1961, whereby Goodwill on amalgamation will not be considered as a depreciable asset and depreciation on goodwill will not be allowed as deductible expenditure effective April 1, 2020, the Holding Company, in accordance with the requirements of Ind-AS 12, had recognised one time deferred tax charge ₹ 2,019 lakhs (net) for the year ended March 31, 2021 consequent to the reduction of the depreciable amount of goodwill for tax purposes to nil. Accordingly, profit after tax for the year ended March 31, 2021 was lower by the amount as indicated above. This deferred tax charge does not involve any cash outflow either in the past year or future. Adjusted EPS for the year ended March 31, 2021 have been calculated without taking into consideration such additional deferred tax charge. Holding Company management, supported by legal opinion, believes that such deductions claimed in prior assessment years are sustainable and remain unaffected.						
8.	The Indian Parliament has approved the Code on Social Security, 2020 ('the Code') which, inter alia, deals with employee benefits during employment and post-employment. The Code has been published in the Gazette of India. The effective date of the Code is yet to be notified and the rules for quantifying the financial impact are also yet to be issued. In view of this, the impact of the change, if any, will be assessed and recognized post notification of the relevant provisions.						
9.	During the year ended March 31, 2021, the obligation of the Group's entities operating in the United States of America to repay loans obtained by them from the government of that country under the Paycheck Protection Program had been waived as per terms of the said program. Accordingly, such loans aggregating ₹ 791 lakhs (equivalent to US\$ 10,72,300) have been reversed and recognised as Other Income for the year ended March 31, 2021.						
10.	Revenue from operations include other operating income amounting to ₹ 381 lakhs, ₹ 516 lakhs, ₹ 897 lakhs and ₹ 1,390 lakhs for the quarter ended 30 September 2021, 30 June 2021, half year ended 30 September 2021 and year ended 31 March 2021 respectively.						
11.	Previous period / year figures have been re-grouped / rearranged, where necessary.						
On behalf of the Board of IFGL Refractories Limited SHISHIR KUMAR BAJORIA <small>Digitally signed by SHISHIR KUMAR BAJORIA Date: 2021.11.13 10:37:38 Z</small> S K Bajoria Chairman (DIN : 00084004)							
London November 13, 2021							
COMMITTED TO CLEAN METAL							

IFGL REFRACTORIES LIMITED

CIN : L51909OR2007PLC027954

Registered Office : Sector B, Kalunga Industrial Estate, P.O. Kalunga-770031, Dist : Sundergarh, Odisha

Head & Corporate Office : McLeod House, 3, Netaji Subhas Road, Kolkata-700001

E-mail : ifgl.ho@ifgl.in; Website : www.ifglref.com

(₹ in lakhs except as otherwise stated)

EXTRACT OF STATEMENT OF CONSOLIDATED UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND SIX MONTHS ENDED 30TH SEPTEMBER, 2021

Particulars	Quarter ended			Six months ended		Year ended
	30.09.2021	30.06.2021	30.09.2020	30.09.2021	30.09.2020	31.03.2021
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
Total Income	31,373	27,784	24,842	59,157	45,479	104,245
Net Profit before Tax from Ordinary Activities	2,766	2,305	2,795	5,071	4,180	12,422
Net Profit after Tax and exceptional item	2,001	1,787	2,064	3,788	3,083	6,559
Total Comprehensive Income [Comprising Profit for the period after Tax and Other Comprehensive Income after Tax]	1,213	2,598	2,225	3,811	3,363	8,154
Paid up Equity Share Capital (Face Value ₹ 10/- per Share)	3,604	3,604	3,604	3,604	3,604	3,604
Other Equity	-	-	-	-	-	85,445
Earnings Per Share (of ₹ 10/- each)						
Basic and Diluted #	5.55	4.96	5.73	10.51	8.55	18.20
Earnings Per Share (of ₹ 10/- each)						
Basic and Diluted # (Adjusted) {refer note 2}	5.55	4.96	5.73	10.51	8.55	23.80

Figures for the quarter and six months are not annualised.

NOTE:

- Above financial results have been reviewed by the Audit Committee at its meeting held on 13th November, 2021 and approved by the Board of Directors (Board) at their meeting held on that date. The Statutory Auditor has reviewed the same.
- Following amendments made by the Finance Act, 2021 to the relevant sections of the Income Tax Act, 1961, whereby Goodwill on amalgamation will not be considered as a depreciable asset and depreciation on goodwill will not be allowed as deductible expenditure effective 1st April, 2020, the Holding Company, in accordance with the requirements of Ind-AS 12, had recognised one time deferred tax charge ₹ 2,019 lakhs (net) for the year ended 31st March, 2021 consequent to the reduction of the depreciable amount of goodwill for tax purposes to nil. Accordingly, profit after tax for the year ended 31st March, 2021 was lower by the amount as indicated above. This deferred tax charge does not involve any cash outflow either in the past year or future. Adjusted EPS for the year ended 31st March, 2021 have been calculated without taking into consideration such additional deferred tax charge. Holding Company management, supported by legal opinion, believes that such deductions claimed in prior assessment years are sustainable and remain unaffected.
- Key Stand-alone financial information are as follows:

(₹ in lakhs)

Particulars	Quarter ended			Six months ended		Year ended
	30.09.2021	30.06.2021	30.09.2020	30.09.2021	30.09.2020	31.03.2021
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
Total Income	20,154	16,315	16,758	36,469	29,746	65,584
Net Profit before Tax from Ordinary Activities	2,391	1,754	2,552	4,145	4,154	10,130
Net Profit after Tax from Ordinary Activities	1,664	1,339	1,915	3,003	3,109	4,484
Total Comprehensive Income [Comprising Profit for the period after Tax and Other Comprehensive Income after Tax]	1,671	1,346	1,915	3,017	3,108	4,511

- This is an extract of the detailed format of Unaudited Consolidated and Stand-alone Financial Results for the quarter and six months ended 30th September, 2021 filed with the Stock Exchanges under Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. Detailed format of the Unaudited Consolidated and Stand-alone Financial Results are available on the Websites of BSE (www.bseindia.com), NSE (www.nseindia.com) and Company's Website (www.ifglref.com).

On behalf of the Board
of IFGL Refractories Limited

SHISHIR
KUMAR
BAJORIA

Digitally signed by
SHISHIR KUMAR
BAJORIA
Date: 2021.11.13
10:37:56 Z

S K Bajoria
Chairman

(DIN : 00084004)

London
13th November, 2021



COMMITTED TO CLEAN METAL