



IMFA Building  
Bhubaneswar - 751010  
Odisha, India

Corporate Identity No.  
L27101OR1961PLC000428

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www.imfa.in

27<sup>th</sup> October, 2022

The Listing Department  
National Stock Exchange of India Ltd.  
Exchange Plaza  
Plot No.C/1, G. Block  
Bandra-Kurla Complex  
Bandra (E)  
Mumbai-400051  
**Stock Symbol & Series : IMFA, EQ**

The Deputy General Manager  
(Corporate Services)  
BSE Limited  
Floor 25, P.J. Towers  
Dalal Street, Fort  
Mumbai-400001  
**Stock Code : 533047**

**Sub.: Outcome of Board Meeting held on Thursday,  
27<sup>th</sup> October 2022.**

Dear Sir / Madam,

Further to our letter dated 17<sup>th</sup> October 2022 intimating the exchanges about the Board meeting, it is hereby informed that the Board of Directors at its meeting held today i.e. Thursday, 27<sup>th</sup> October 2022, *inter-alia*.

1. approved the unaudited financial results (standalone and consolidated) of the Company for the quarter and half year ended on 30<sup>th</sup> September 2022.

Accordingly, we enclose the following:

- i. A copy of the unaudited financial results (standalone and consolidated) for the quarter and half year ended 30<sup>th</sup> September 2022;
- ii. Limited Review Report on the said unaudited financial results from SCV& Co LLP, Statutory Auditors of the Company.

Extract of the aforesaid results will be published in the newspapers in the format prescribed under Regulation 47 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. The aforesaid financial results will also be available on the Company's website on <http://www.imfa.in/investor-information/financial-information.htm>.

2. declared an Interim Dividend of INR 5/- (Rupees Five only) per equity share of INR 10/- each for financial year ending 31<sup>st</sup> March 2023. As intimated vide our letter dated 17<sup>th</sup> October 2022, the record date for reckoning the list of shareholders who shall be entitled to receive the said interim dividend shall be Wednesday, 2<sup>nd</sup> November 2022. The Interim Dividend will be paid to such shareholders on or before Saturday, 26<sup>th</sup> November 2022.
3. Appointment of M/s Sunita Jyotirmoy & Associates (Formerly Sunita Mohanty & Associates), Company Secretaries having Firm



INDIAN METALS & FERRO ALLOYS LIMITED

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Registration No: P2003OR014401) as the Secretarial Auditors of the Company for the Financial year 2022-23.

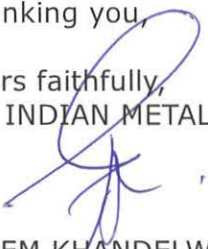
Brief profile of the Secretarial Auditor is furnished below:

M/s Sunita Jyotirmoy & Associates (Formerly Sunita Mohanty & Associates), is one of the leading Practising Company Secretaries Firm which is registered with Institute of Company Secretaries of India (ICSI) since January 2001. They provide Secretarial Services, Secretarial Audit Services and Management Services etc.

This may kindly be taken on record.

Thanking you,

Yours faithfully,  
For INDIAN METALS & FERRO ALLOYS LIMITED

  
(PREM KHANDELWAL)  
CFO & COMPANY SECRETARY  
Membership No: F3526

## INDIAN METALS & FERRO ALLOYS LIMITED

Regd. Office: IMFA Building, Bomikhal, Rasulgarh, Bhubaneswar - 751 010 (Odisha)  
Phone: +91 674 2611000, 2580100; Fax: +91 674 2580020; Email: mail@imfa.in; Website: www.imfa.in  
CIN: L27101OR1961PLC000428

(Rs. in Crore)

PART I : STATEMENT OF UNAUDITED STANDALONE FINANCIAL RESULTS FOR THE QUARTER AND HALF YEAR ENDED 30TH SEPTEMBER, 2022						
Particulars	Quarter ended			Half year ended		Year ended
	30-Sept-2022 (Unaudited)	30-June-2022 (Unaudited)	30-Sept-2021 (Unaudited)	30-Sept-2022 (Unaudited)	30-Sept-2021 (Unaudited)	31-Mar-2022 (Audited)
<b>1. Income</b>						
(a) Revenue from Operations	672.45	743.42	653.16	1,415.87	1,191.02	2,602.95
(b) Other Income	6.18	6.83	6.48	13.01	10.44	18.06
<b>Total Income</b>	<b>678.63</b>	<b>750.25</b>	<b>659.64</b>	<b>1,428.88</b>	<b>1,201.46</b>	<b>2,621.01</b>
<b>2. Expenses</b>						
(a) Cost of Materials Consumed	391.32	371.19	256.92	762.51	488.10	1,108.48
(b) Changes in Inventories of Finished Goods and Work-in-Progress	11.00	(49.41)	(11.36)	(38.41)	(19.52)	(11.49)
(c) Employee Benefits Expense	44.57	52.06	50.05	96.63	90.62	206.71
(d) Finance Costs						
- Interest on borrowing including other finance costs	8.77	5.69	13.71	14.46	27.49	55.13
- Loss/(Gain) on foreign currency transactions and translations on borrowing	14.51	15.81	(0.56)	30.32	2.59	6.42
(e) Depreciation and Amortisation Expense	25.78	24.87	24.94	50.65	49.06	110.22
(f) Loss/(Gain) on foreign currency transactions and translations including mark to market valuation (net)	7.48	10.57	(3.17)	18.05	(2.69)	(7.18)
(g) Impairment loss of trade receivables and other financial assets	0.65	2.28	-	2.93	-	0.74
(h) Other Expenses	144.43	138.89	124.20	283.32	224.94	494.92
<b>Total Expenses</b>	<b>648.51</b>	<b>571.95</b>	<b>454.73</b>	<b>1,220.46</b>	<b>860.59</b>	<b>1,963.95</b>
<b>3. Profit/(Loss) before tax (1-2)</b>	<b>30.12</b>	<b>178.30</b>	<b>204.91</b>	<b>208.42</b>	<b>340.87</b>	<b>657.06</b>
<b>4. Tax Expense :</b>						
- Current Tax	14.21	49.04	62.37	63.25	100.58	177.78
- Earlier year Tax	-	-	-	-	-	(0.38)
- Deferred Tax	(1.91)	(4.57)	(2.39)	(6.48)	(3.21)	(28.21)
<b>5. Profit/(Loss) after tax (3-4)</b>	<b>17.82</b>	<b>133.83</b>	<b>144.93</b>	<b>151.65</b>	<b>243.50</b>	<b>507.87</b>
<b>6. Other Comprehensive Income/(Expense)</b>						
Items that will not be reclassified to profit or loss (net of tax)						
- Remeasurements of defined benefit plan	0.08	0.66	1.07	0.74	(0.33)	(1.78)
- Income tax relating to items that will not be reclassified to profit or loss	(0.02)	(0.17)	(0.37)	(0.19)	0.12	0.45
<b>7. Total Comprehensive Income/(Expense) after tax (5+6)</b>	<b>17.88</b>	<b>134.32</b>	<b>145.63</b>	<b>152.20</b>	<b>243.29</b>	<b>506.54</b>
<b>8. Paid-up Equity Share Capital (Face Value ₹10/- each)</b>	<b>53.96</b>	<b>53.96</b>	<b>26.98</b>	<b>53.96</b>	<b>26.98</b>	<b>53.96</b>
<b>9. Other Equity excluding Revaluation Reserves</b>						<b>1,646.90</b>
<b>10. Earnings per share-Basic &amp; Diluted (in Rupees)* (Refer Note 7)</b>	<b>3.30</b>	<b>24.80</b>	<b>26.86</b>	<b>28.11</b>	<b>45.13</b>	<b>94.13</b>

\* EPS is not annualised for the quarter and half year ended September 30, 2022, the quarter ended June 30, 2022 and the quarter and half year ended September 30, 2021.



BALANCE SHEET		
Particulars	(Rs. in Crore)	
	Standalone As at 30-Sept-22 (Unaudited)	Standalone As at 31-Mar-22 (Audited)
<b>A ASSETS</b>		
<b>1 Non - Current Assets</b>		
(a) Property, Plant and Equipment	880.82	869.20
(b) Right of use assets	42.03	42.68
(c) Capital Work-in-Progress	52.65	69.13
(d) Investment Property	9.66	9.82
(e) Intangible Assets	-	-
(f) Intangible Assets under Development	3.29	0.76
(g) Financial Assets		
(i) Investments	114.03	114.03
(ii) Other Financial Assets	11.97	8.42
(h) Non-Current Tax Assets (Net)	22.92	54.20
(i) Other Non-Current Assets	285.95	251.95
	<b>1,423.32</b>	<b>1,420.19</b>
<b>2 Current Assets</b>		
(a) Inventories	682.98	622.20
(b) Financial Assets		
(i) Investments	180.09	147.69
(ii) Trade Receivables	105.65	140.57
(iii) Cash and Cash Equivalents	22.67	6.70
(iv) Bank balances other than (iii) above	16.21	15.74
(v) Loans	263.38	263.28
(vi) Other Financial Assets	3.45	7.71
(c) Other Current Assets	167.56	180.28
<b>Total Current Assets</b>	<b>1,441.99</b>	<b>1,384.17</b>
Assets classified as held for sale	0.25	0.22
<b>TOTAL ASSETS</b>	<b>2,865.56</b>	<b>2,804.58</b>
<b>B EQUITY AND LIABILITIES</b>		
<b>1 Equity</b>		
(a) Equity Share Capital	53.96	53.96
(b) Other Equity	1,758.63	1,646.90
<b>Total Equity</b>	<b>1,812.59</b>	<b>1,700.86</b>
<b>2 Non-Current Liabilities</b>		
(a) Financial Liabilities		
(i) Borrowings	7.44	9.45
(ii) Lease Liabilities	40.12	39.78
(iii) Other Financial Liabilities	128.56	133.86
(b) Provisions	14.77	15.54
(c) Deferred Tax Liabilities (Net)	40.07	46.36
<b>Total Non-Current Liabilities</b>	<b>230.96</b>	<b>244.99</b>
<b>3 Current Liabilities</b>		
(a) Financial Liabilities		
(i) Borrowings	419.65	466.94
(ii) Lease Liabilities	1.96	2.17
(iii) Trade Payables		
a) total outstanding dues of micro enterprises and small enterprises	5.43	10.78
b) total outstanding dues of creditors other than micro enterprises and small enterprises	164.62	136.07
(iv) Other Financial Liabilities	194.59	217.49
(b) Other Current Liabilities	27.85	17.49
(c) Provisions	7.91	7.79
<b>Total Current Liabilities</b>	<b>822.01</b>	<b>858.73</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>2,865.56</b>	<b>2,804.58</b>



STATEMENT OF CASH FLOWS		
Particulars	(Rs. in Crore)	
	Half year ended 30th Sept, 2022 (Unaudited)	Half year ended 30th Sept, 2021 (Unaudited)
<b>A. Cash Flow from Operating Activities</b>		
Profit/(Loss) before tax	208.42	340.87
Adjustments for :		
Depreciation and Amortisation Expense	50.65	49.06
Profit on sale/disposal of Property, Plant and Equipment (Net)	0.34	2.24
Impairment on Property, Plant and Equipment	-	(0.05)
Profit on sale of Current Investments	(2.09)	(5.18)
(Gain)/loss on fair valuation of Current Investments	(2.26)	(0.75)
Unrealised foreign exchange loss	24.80	(1.84)
Interest Income	(2.67)	(0.96)
Dividend Income	(1.84)	(1.73)
Finance Costs	44.78	30.08
Impairment loss of trade receivables and other financial assets	2.93	-
Other Non Operating Revenue	(0.76)	-
Liabilities no longer required written back	(0.55)	(0.10)
<b>Operating Profit before Working Capital Changes</b>	<b>321.75</b>	<b>411.64</b>
Adjustments for:		
Trade and other receivables	17.71	40.59
Inventories	(60.78)	(72.68)
Trade payables and other liabilities	(10.43)	(72.01)
<b>Cash Generated from Operations</b>	<b>268.25</b>	<b>307.54</b>
Direct Taxes (paid)/ refund	(31.97)	(93.55)
<b>Net Cash Generated from Operating Activities</b>	<b>236.28</b>	<b>213.99</b>
<b>B. Cash Flow from Investing Activities</b>		
Purchase of Property, Plant and Equipment and Capital Work-in-Progress	(51.50)	(25.87)
Proceeds from sale of Property, Plant and Equipment	3.65	0.05
Purchase of Investments	(227.07)	(345.70)
Sale of Investments	199.02	295.28
Loan to Subsidiaries	(0.10)	(0.08)
Increase/(decrease) in deposits	(3.55)	0.14
Dividend received	1.84	1.73
Interest received	2.67	0.96
<b>Net Cash Used in Investing Activities</b>	<b>(75.04)</b>	<b>(73.49)</b>
<b>C. Cash Flow from Financing Activities</b>		
Proceeds from Non-current borrowings	-	6.85
Repayment of Non-current borrowings	(2.01)	(91.73)
Proceeds from/(Repayment) of Current borrowings (Net)	(58.09)	53.24
Proceeds from/(Repayment) of lease liabilities	2.08	(0.93)
Interest and financing charges paid	(44.83)	(28.35)
Interest on lease paid	(1.95)	(2.05)
Dividend paid	(40.47)	(18.88)
<b>Net Cash Used in Financing Activities</b>	<b>(145.27)</b>	<b>(81.85)</b>
<b>Net increase/(decrease) in Cash and Cash Equivalents (A+B+C)</b>	<b>15.97</b>	<b>58.65</b>
Cash and Cash Equivalents at the beginning of the year	6.70	6.65
<b>Cash and Cash Equivalents at the end of the year</b>	<b>22.67</b>	<b>65.30</b>
	Half year ended 30th Sept, 2022 (Unaudited)	Half year ended 30th Sept, 2021 (Unaudited)
Cash and Cash Equivalents at the end of the year comprises of:		
Cash on hand	0.62	0.67
Balance with Banks:		
- In Current Accounts	22.05	64.63
<b>Total</b>	<b>22.67</b>	<b>65.30</b>



Part II : Segment wise Revenue, Results, Assets and Liabilities

(Rs. in Crore)

Particulars	Standalone Quarter ended			Standalone Half year ended		Standalone Year ended
	30-Sep-2022 (Unaudited)	30-Jun-2022 (Unaudited)	30-Sep-2021 (Unaudited)	30-Sep-2022 (Unaudited)	30-Sep-2021 (Unaudited)	31-Mar-2022 (Audited)
<b>1. Segment Revenue</b>						
a) Ferro Alloys	662.38	732.17	645.31	1,394.55	1,174.61	2,563.82
b) Power	150.94	158.42	106.33	309.36	207.92	472.12
c) Mining	96.50	109.74	56.32	206.24	146.42	316.98
d) Others	0.26	0.32	0.11	0.58	0.54	1.18
<b>Total</b>	<b>910.08</b>	<b>1,000.65</b>	<b>808.07</b>	<b>1,910.73</b>	<b>1,529.49</b>	<b>3,354.10</b>
Less: Inter Segment Revenue	247.47	268.19	162.66	515.66	354.36	789.18
<b>Net Income from Operations</b>	<b>662.61</b>	<b>732.46</b>	<b>645.41</b>	<b>1,395.07</b>	<b>1,175.13</b>	<b>2,564.92</b>
<b>2. Segment Results</b>						
a) Ferro Alloys	81.57	209.26	213.91	290.83	376.88	745.09
b) Power	(1.35)	(0.65)	(1.58)	(2.00)	(3.32)	(6.21)
c) Mining	(6.82)	(0.37)	2.21	(7.19)	(6.24)	(11.65)
d) Others	(0.22)	(0.19)	0.35	(0.41)	(0.61)	(0.75)
<b>Total</b>	<b>73.18</b>	<b>208.05</b>	<b>214.89</b>	<b>281.23</b>	<b>366.71</b>	<b>726.48</b>
Less: Finance Costs	23.28	21.50	13.15	44.78	30.08	61.55
Less: Other Un-allocable Expenditure net of Un-allocable Income	19.78	8.25	(3.17)	28.03	(4.24)	7.87
<b>Total Profit/(Loss) Before Tax</b>	<b>30.12</b>	<b>178.30</b>	<b>204.91</b>	<b>208.42</b>	<b>340.87</b>	<b>657.06</b>
<b>3. Segment Assets</b>						
a) Ferro Alloys	1,163.98	1,246.68	984.64	1,163.98	984.64	1,161.01
b) Power	876.24	831.79	745.78	876.24	745.78	769.40
c) Mining	224.72	213.55	176.62	224.72	176.62	281.06
d) Others	33.92	35.62	39.78	33.92	39.78	39.93
e) Unallocated	566.70	656.63	688.97	566.70	688.97	553.18
<b>Total Segment Assets</b>	<b>2,865.56</b>	<b>2,984.27</b>	<b>2,635.79</b>	<b>2,865.56</b>	<b>2,635.79</b>	<b>2,804.58</b>
<b>4. Segment Liabilities</b>						
a) Ferro Alloys	201.88	231.49	123.07	201.88	123.07	162.41
b) Power	243.27	249.22	235.77	243.27	235.77	244.36
c) Mining	62.89	58.96	36.78	62.89	36.78	67.54
d) Others	2.87	0.98	3.01	2.87	3.01	1.41
e) Unallocated	72.89	115.01	101.55	72.89	101.55	110.96
<b>Total Segment Liabilities</b>	<b>583.80</b>	<b>655.66</b>	<b>500.18</b>	<b>583.80</b>	<b>500.18</b>	<b>586.68</b>
Other Liabilities including borrowings and Leases	469.17	493.51	684.62	469.17	684.62	517.04
<b>Total Liabilities</b>	<b>1,052.97</b>	<b>1,149.17</b>	<b>1,184.80</b>	<b>1,052.97</b>	<b>1,184.80</b>	<b>1,103.72</b>



*[Handwritten signature]*

**NOTES:**

1. The above standalone results have been reviewed and recommended by the Audit Committee and subsequently approved by the Board of Directors of the Company at their respective meetings held on 27th October, 2022.
2. Based on the "management approach" as defined in Ind AS 108 - Operating Segments, the Chief Operating Decision Maker evaluates the Company's performance and allocates resources based on an analysis of various performance indicators by business segments. Accordingly, information has been presented along these business segments viz. "Ferro Alloys", "Power" and "Mining". The accounting principles used in the preparation of these financial results are consistently applied to record revenue and expenditure in individual segments (refer PART II).
3. The Company holds 79.2% equity in Utkal Coal Ltd (UCL), an SPV which was allotted the Utkal 'C' coal block that was subsequently cancelled by the virtue of an order of the Hon'ble Supreme Court. Litigation pertaining to compensation for leased land was dropped after the Central Government reinitiated the auction process, and the company then filed a petition in the Hon'ble Delhi High Court in March 2020 praying for early determination and payment of compensation. Meanwhile, Utkal 'C' coal block has been reallocated to a Public Limited Company in the last auction (13th tranche) and vesting order dated 10.10.2022 has already been issued in favour of the said company. Hence, UCL is hopeful of receiving compensation amount, pending which no accounting adjustments have been made in its books of accounts; therefore, no provision is considered necessary against the Company's net exposure in UCL as at 30th September, 2022 amounting to Rs. 111.42 crore equity and Rs. 263.38 crore unsecured loan.
4. In view of the circumstances detailed above in Note No. 3 and considering the probability that the Company will collect the consideration to which it is entitled to, with effect from 1st October, 2014, the Company had postponed recognition of income from interest on unsecured loan given to UCL. The interest income would be considered as revenue in the year of settlement of compensation.
5. The Company has considered the possible effects that may result from COVID-19 on the carrying amounts of financial assets, inventory, receivables, loans and advances, property plant and equipment, intangibles etc. as well as liabilities accrued. The Company has further evaluated the impact of COVID-19 resulting from (i) the possibility of constraints to fulfil its performance obligations under the contract with customers and (ii) termination or deferment of contracts by customers. In developing the assumptions relating to the possible future uncertainties in the economic conditions because of this pandemic, the Company has used internal and external information. Having reviewed the underlying data and based on current estimates, the Company does not expect any material impact on the carrying amount of these assets and liabilities. Due to the nature of the pandemic, the Company will continue to monitor developments to identify significant uncertainties relating to revenue in future periods. The impact of COVID-19 on the Company's financial statements may differ from that estimated as at the date of approval of these financial statements and the Company will continue to closely monitor any material changes to future economic conditions. The Company has also evaluated the impact of the same on the aforementioned risks i.e. credit risk, liquidity risk, market risk, currency risk and interest risk and does not foresee any material impact on account of the same. However, the Company is closely monitoring the situation for any future impact.
6. The Parliament of India has approved the Code of Social Security, 2020 (the Code) which may impact the contributions by the Company towards provident fund, gratuity and ESIC. The Code has been published in the Gazette of India however, the effective date has not yet been notified. The Company will assess the impact of the Code when it comes into effect and will record any related impact in the period the Code becomes effective, if any.
7. Pursuant to the approval of the shareholders, through postal ballot and e-voting on 30th December, 2021 the Company, on 11th January, 2022 allotted 2,69,77,053 Ordinary shares of 10/- each, as fully paid-up Bonus shares in the proportion of 1 (one) Bonus share of 10/- each for every existing 1 (one) Ordinary shares of 10/- each held as on the record date i.e. 10th January, 2022. Consequently to the above the Earnings per share (Basic & Diluted) have been adjusted for all the period presented.
8. The Board of Directors of the Company has declared interim dividend of Rs. 5/- per share (face value of Rs. 10/- each) for the financial year 2022-23 in its meeting held on 27th October, 2022.
9. Previous years/periods' figures have been rearranged/regrouped, wherever considered necessary, to make them comparable with those of current year/period.

Place : New Delhi  
Date : 27th October, 2022

By order of the Board  
For INDIAN METALS & FERRO ALLOYS LTD  
  
Subhrakant Panda  
Managing Director  
DIN - 00171845



Independent Auditor's Review Report on the Unaudited Standalone Financial Results for the quarter and half year ended September 30, 2022 of the Indian Metals and Ferro Alloys Limited pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended

Review Report to  
The Board of Directors

**INDIAN METALS AND FERRO ALLOYS LIMITED**

1. We have reviewed the accompanying Statement of standalone unaudited financial results of **Indian Metals and Ferro Alloys Limited** ("the Company"), for the quarter and half year ended September 30, 2022 ("the Statement"), being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("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 the Indian Accounting Standard 34 "Interim Financial Reporting" ("Ind AS 34"), prescribed under Section 133 of the Companies Act, 2013, 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 stated in paragraph 3 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 applicable Indian Accounting Standards ('Ind AS') specified under Section 133 of the Companies Act, 2013, read with relevant rules issued thereunder and other recognized accounting practices and policies generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, including the manner in which it is to be disclosed, or that it contains any material misstatement.





## Emphasis of Matter

5. We draw attention to the following matters in the Notes to the standalone unaudited financial results:
- Note 3 and 4 to the standalone unaudited financial results relating to the Company's exposure in a subsidiary and non-recognition of income from interest on unsecured loan given to the subsidiary, respectively. These matters have arisen out of the cancellation of allotment of the coal block being held by the subsidiary vide the Hon'ble Supreme Court of India's Order dated September 24, 2014, and the subsequent events in connection therewith.
  - Note 5 to the standalone unaudited financial results, which describes the uncertainties and the impact of Covid-19 pandemic on the Company's operations, carrying amounts of investments, recoverability of receivables and other assets and management's evaluation of the future performance of the Company. In view of the uncertain economic environment, a definitive assessment of the impact on the subsequent periods is dependent upon circumstances as they evolve.

Our conclusion is not modified in respect of these matters.

For SCV & CO. LLP  
Chartered Accountants  
Firm's Registration Number: 000235N/N500089



*R.P.*  
( RAJIV PURI )  
PARTNER

MEMBERSHIP No. 084318  
ICAI UDIN : 22084318RAYBGN  
9063

PLACE : NEW DELHI  
DATED : OCTOBER 27<sup>th</sup>, 2022

## INDIAN METALS & FERRO ALLOYS LIMITED

Regd. Office: IMFA Building, Bomikhal, Rasulgarh, Bhubaneswar - 751 010 (Odisha)  
Phone: +91 674 2611000, 2580100; Fax: +91 674 2580020; Email: mail@imfa.in; Website: www.imfa.in  
CIN: L27101OR1961PLC000428

(Rs. in Crore)

PART I : STATEMENT OF UNAUDITED CONSOLIDATED FINANCIAL RESULTS FOR THE QUARTER AND HALF YEAR ENDED 30TH SEPTEMBER, 2022						
Particulars	Quarter ended			Half Year ended		Year ended
	30-Sep-2022 (Unaudited)	30-Jun-2022 (Unaudited)	30-Sep-2021 (Unaudited)	30-Sep-2022 (Unaudited)	30-Sep-2021 (Unaudited)	31-Mar-2022 (Audited)
<b>1. Income</b>						
(a) Revenue from Operations	672.45	743.42	653.16	1,415.87	1,191.02	2,602.95
(b) Other Income	4.43	6.85	4.81	11.28	8.86	16.60
<b>Total Income</b>	<b>676.88</b>	<b>750.27</b>	<b>657.97</b>	<b>1,427.15</b>	<b>1,199.88</b>	<b>2,619.55</b>
<b>2. Expenses</b>						
(a) Cost of Materials Consumed	391.32	371.19	256.92	762.51	488.10	1,108.48
(b) Changes in Inventories of Finished Goods and Work-in-Progress	11.00	(49.41)	(11.36)	(38.41)	(19.52)	(11.49)
(c) Employee Benefits Expense	44.64	52.10	50.07	96.74	90.67	207.40
(d) Finance Costs						
- Interest on borrowing including other finance costs	8.13	5.06	13.07	13.19	26.19	52.55
- Loss/(Gain) on foreign currency transactions and translations on borrowing	14.51	15.81	(0.56)	30.32	2.59	6.42
(e) Depreciation and Amortisation Expense	25.78	24.87	24.94	50.65	49.06	110.22
(f) Loss/(Gain) on foreign currency transactions and translations including mark to market valuation (net)	7.47	10.57	(3.17)	18.04	(2.69)	(7.18)
(g) Impairment loss of trade receivables and other financial assets	0.66	2.29	-	2.95	-	1.00
(h) Other Expenses	144.47	138.96	124.24	283.43	225.04	494.50
<b>Total Expenses</b>	<b>647.98</b>	<b>571.44</b>	<b>454.15</b>	<b>1,219.42</b>	<b>859.44</b>	<b>1,961.90</b>
<b>3. Profit/(Loss) before tax (1-2)</b>	<b>28.90</b>	<b>178.83</b>	<b>203.82</b>	<b>207.73</b>	<b>340.44</b>	<b>657.65</b>
<b>4. Tax Expense :</b>						
- Current Tax	14.41	49.22	62.55	63.63	100.94	178.52
- Earlier year Tax	-	-	-	-	-	(0.38)
- Deferred Tax	(1.91)	(4.57)	(2.44)	(6.48)	(3.30)	(28.19)
<b>5. Profit/(Loss) after tax (3-4)</b>	<b>16.40</b>	<b>134.18</b>	<b>143.71</b>	<b>150.58</b>	<b>242.80</b>	<b>507.70</b>
<b>6. Other Comprehensive Income/(Expense)</b>						
Items that will not be reclassified to profit or loss (net of tax)						
- Remeasurements of defined benefit plan	0.08	0.66	1.07	0.74	(0.33)	(1.78)
- Income tax relating to items that will not be reclassified to profit or loss	(0.02)	(0.17)	(0.37)	(0.19)	0.12	0.45
Items that will be reclassified to profit or loss						
- Exchange differences in translating the financial Statements of a foreign operation	(0.01)	-	0.01	(0.01)	0.04	(0.01)
<b>7. Total Comprehensive Income/(Expense) after tax (5+6)</b>	<b>16.45</b>	<b>134.67</b>	<b>144.42</b>	<b>151.12</b>	<b>242.63</b>	<b>506.36</b>
<b>8. Profit/(Loss) attributable to :</b>						
(a) Owners of the Parent	16.30	134.08	143.58	150.38	242.54	507.24
(b) Non-controlling interest	0.10	0.10	0.13	0.20	0.26	0.46
<b>9. Other Comprehensive Income/(Expense) (net of tax) attributable to :</b>						
(a) Owners of the Parent	0.05	0.49	0.71	0.54	(0.17)	(1.34)
(b) Non-controlling interest	-	-	-	-	-	-
<b>10. Total Comprehensive Income/(Expense) for the period attributable to : (8+9)</b>						
(a) Owners of the Parent	16.35	134.57	144.29	150.92	242.37	505.90
(b) Non-controlling interest	0.10	0.10	0.13	0.20	0.26	0.46
<b>11. Paid-up Equity Share Capital (Face Value ₹10/- each)</b>	<b>53.96</b>	<b>53.96</b>	<b>26.98</b>	<b>53.96</b>	<b>26.98</b>	<b>53.96</b>
<b>12. Other Equity excluding Revaluation Reserves</b>						<b>1,661.40</b>
<b>13. Earnings per share-Basic &amp; Diluted (in Rupees) *</b> (Refer Note 9)	<b>*3.02</b>	<b>*24.85</b>	<b>*26.61</b>	<b>*27.87</b>	<b>*44.95</b>	<b>94.01</b>

\* EPS is not annualised for the quarter and half year ended September 30, 2022, the quarter ended June 30, 2022 and the quarter and half year ended September 30, 2021.



## BALANCE SHEET

(Rs. in Crore)

Particulars	As at 30-Sep-22 (Unaudited)	As at 31-Mar-22 (Audited)
<b>A ASSETS</b>		
<b>1 Non - Current Assets</b>		
(a) Property, Plant and Equipment	912.99	902.81
(b) Right of Use Assets	176.93	177.77
(c) Capital Work-in-Progress	250.83	265.77
(d) Investment Property	9.66	9.82
(e) Goodwill	20.50	20.50
(f) Other Intangible Assets	-	-
(g) Intangible Assets under Development	3.29	0.76
(h) Investments in Associate	-	-
(i) Financial Assets		
(i) Investments	0.31	0.31
(ii) Other Financial Assets	17.31	8.44
(j) Non-Current Tax Assets (Net)	22.91	54.33
(k) Other Non-Current Assets	285.95	251.95
<b>Total Non-Current Assets</b>	<b>1,700.68</b>	<b>1,692.46</b>
<b>2 Current Assets</b>		
(a) Inventories	682.98	622.20
(b) Financial Assets		
(i) Investments	180.28	154.20
(ii) Trade Receivables	105.65	140.57
(iii) Cash and Cash Equivalents	23.20	7.41
(iv) Bank balances other than (iii) above	16.21	15.74
(v) Other Financial Assets	3.45	7.71
(c) Other Current Assets	168.26	180.98
<b>Total Current Assets</b>	<b>1,180.03</b>	<b>1,128.81</b>
Assets classified as held for sale	0.25	0.22
<b>TOTAL ASSETS</b>	<b>2,880.96</b>	<b>2,821.49</b>
<b>B EQUITY AND LIABILITIES</b>		
<b>1 Equity</b>		
(a) Equity Share Capital	53.96	53.96
(b) Other Equity	1,771.98	1,661.40
<b>Equity attributable to owners of the Parent</b>	<b>1,825.94</b>	<b>1,715.36</b>
(c) Non-controlling Interests	30.01	30.40
<b>Total Equity</b>	<b>1,855.95</b>	<b>1,745.76</b>
<b>2 Non-Current Liabilities</b>		
(a) Financial Liabilities		
(i) Borrowings	7.44	9.45
(ii) Lease Liabilities	12.29	12.38
(iii) Other Financial Liabilities	128.56	133.88
(b) Provisions	14.77	15.54
(c) Deferred Tax Liabilities (Net)	40.07	46.44
<b>Total Non-Current Liabilities</b>	<b>203.13</b>	<b>217.69</b>
<b>3 Current Liabilities</b>		
(a) Financial Liabilities		
(i) Borrowings	419.65	466.94
(ii) Lease Liabilities	1.96	1.33
(iii) Trade Payables		
a) total outstanding dues of micro enterprises and small enterprises	5.43	10.78
b) total outstanding dues of creditors other than micro enterprises and small enterprises	164.31	135.82
(iv) Other Financial Liabilities	194.70	217.80
(b) Other Current Liabilities	27.92	17.58
(c) Provisions	7.91	7.79
<b>Total Current Liabilities</b>	<b>821.88</b>	<b>858.04</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>2,880.96</b>	<b>2,821.49</b>



STATEMENT OF CASH FLOWS		
Particulars	(Rs. in Crore)	
	Half Year ended 30th Sept, 2022 (Unaudited)	Half Year ended 30th Sept, 2021 (Unaudited)
<b>A. Cash Flow from Operating Activities</b>		
Profit/(Loss) before tax	207.73	340.44
Adjustments for:		
Depreciation and Amortisation Expense	50.65	49.06
Loss/(Profit) on sale/disposal of Property, Plant and Equipment (Net)	0.34	2.24
Impairment on Property, Plant and Equipment	-	(0.05)
Profit on sale of Current Investments	(2.09)	(5.18)
Loss/(Profit) on fair valuation of Current Investments	(2.21)	(0.90)
Unrealised foreign exchange loss/(Gain)	24.80	(1.84)
Interest Income	(2.67)	(0.96)
Finance Costs	43.52	28.78
Impairment loss of trade receivables and other financial assets	2.95	-
Other Non Operating Revenue	(0.76)	-
Liabilities no longer required written back	(0.55)	(0.10)
<b>Operating Profit before Working Capital Changes</b>	<b>321.71</b>	<b>411.49</b>
Adjustments for:		
(Increase) / decrease in Trade and other receivables	12.88	40.75
(Increase) / decrease in Inventories	(60.78)	(72.68)
Increase / (decrease) in Trade payables and other liabilities	(10.29)	(71.74)
<b>Cash Generated from Operations</b>	<b>263.52</b>	<b>307.82</b>
Direct Taxes paid/ (refund)	(32.30)	(93.92)
<b>Net Cash Generated from Operating Activities</b>	<b>231.22</b>	<b>213.90</b>
<b>B. Cash Flow from Investing Activities</b>		
Purchase of Property, Plant and Equipment and Capital Work-in-Progress	(51.40)	(25.91)
Proceeds from sale of Property, Plant and Equipment	3.65	0.05
Purchase of Investments	(227.07)	(345.70)
Sale of Investments	205.30	296.26
Increase/(decrease) in deposits	(3.55)	0.14
Interest received	2.67	0.96
<b>Net Cash Used in Investing Activities</b>	<b>(70.40)</b>	<b>(74.20)</b>
<b>C. Cash Flow from Financing Activities</b>		
Proceeds from Non-current borrowings	-	6.85
Repayment of Non-current borrowings	(2.01)	(91.73)
Proceeds from/(Repayment) of Current borrowings (Net)	(58.11)	53.23
Repayment of lease liabilities	1.67	(0.93)
Interest and financing charges paid	(44.83)	(27.05)
Interest on lease paid	(0.69)	(2.05)
Dividend paid	(41.05)	(19.43)
<b>Net Cash Used in Financing Activities</b>	<b>(145.02)</b>	<b>(81.11)</b>
<b>Net increase/(decrease) in Cash and Cash Equivalents (A+B+C)</b>	<b>15.80</b>	<b>58.59</b>
Cash and Cash Equivalents at the beginning of the year	7.41	7.46
Effect of Exchange Rate on Translation of Foreign Currency	(0.01)	0.04
<b>Cash and Cash Equivalents at the end of the period</b>	<b>23.20</b>	<b>66.09</b>
	Half Year ended 30th Sept, 2022 (Unaudited)	Half Year ended 30th Sept, 2021 (Unaudited)
Cash and Cash Equivalents at the end of the period comprises of:		
Cash on hand	0.62	0.67
Balance with Banks:		
- In Current Accounts	22.58	42.16
- Fixed Deposits	-	23.26
<b>Total</b>	<b>23.20</b>	<b>66.09</b>



Part II : Segment wise Revenue, Results, Assets and Liabilities

(Rs. in Crore)

Particulars	Consolidated Quarter ended			Consolidated Half year ended		Consolidated Year ended
	30-Sep-2022 (Unaudited)	30-Jun-2022 (Unaudited)	30-Sep-2021 (Unaudited)	30-Sep-2022 (Unaudited)	30-Sep-2021 (Unaudited)	31-Mar-2022 (Audited)
<b>1. Segment Revenue</b>						
a) Ferro Alloys	662.38	732.17	645.31	1,394.55	1,174.61	2,563.82
b) Power	150.94	158.42	106.33	309.36	207.92	472.12
c) Mining	96.50	109.74	56.32	206.24	146.42	316.98
d) Others	0.26	0.32	0.11	0.58	0.54	1.18
<b>Total</b>	<b>910.08</b>	<b>1,000.65</b>	<b>808.07</b>	<b>1,910.73</b>	<b>1,529.49</b>	<b>3,354.10</b>
Less: Inter Segment Revenue	247.47	268.19	162.67	515.66	354.36	789.18
<b>Net Income from Operations</b>	<b>662.61</b>	<b>732.46</b>	<b>645.40</b>	<b>1,395.07</b>	<b>1,175.13</b>	<b>2,564.92</b>
<b>2. Segment Results</b>						
a) Ferro Alloys	81.57	209.26	213.91	290.83	376.88	745.07
b) Power	(1.35)	(0.65)	(1.58)	(2.00)	(3.32)	(6.21)
c) Mining	(6.93)	(0.46)	2.17	(7.39)	(6.34)	(11.87)
d) Others	(0.22)	(0.19)	0.35	(0.41)	(0.61)	(0.75)
<b>Total</b>	<b>73.07</b>	<b>207.96</b>	<b>214.85</b>	<b>281.03</b>	<b>366.61</b>	<b>726.24</b>
Less: Finance Costs	22.64	20.87	12.51	43.51	28.78	58.97
Less: Other Un-allocable Expenditure net of Un-allocable Income	21.53	8.26	(1.48)	29.79	(2.61)	9.62
<b>Total Profit/(Loss) Before Tax</b>	<b>28.90</b>	<b>178.83</b>	<b>203.82</b>	<b>207.73</b>	<b>340.44</b>	<b>657.65</b>
<b>3. Segment Assets</b>						
a) Ferro Alloys	1,163.98	1,246.68	984.64	1,163.98	984.64	1,160.70
b) Power	876.24	831.79	745.78	876.24	745.78	769.22
c) Mining	591.21	580.28	543.38	591.21	543.38	497.85
d) Others	33.92	35.62	39.78	33.92	39.78	39.94
e) Unallocated	215.61	307.37	338.27	215.61	338.27	353.78
<b>Total Segment Assets</b>	<b>2,880.96</b>	<b>3,001.74</b>	<b>2,651.85</b>	<b>2,880.96</b>	<b>2,651.85</b>	<b>2,821.49</b>
<b>4. Segment Liabilities</b>						
a) Ferro Alloys	201.88	231.49	123.07	201.88	123.07	162.41
b) Power	243.27	249.22	235.77	243.27	235.77	244.36
c) Mining	62.94	59.18	36.97	62.94	36.97	65.48
d) Others	2.87	0.98	3.01	2.87	3.01	1.41
e) Unallocated	72.71	114.89	101.56	72.71	101.56	112.69
<b>Total Segment Liabilities</b>	<b>583.67</b>	<b>655.76</b>	<b>500.38</b>	<b>583.67</b>	<b>500.38</b>	<b>586.35</b>
Other Liabilities including borrowings and Leases	441.34	465.47	655.98	441.34	655.98	489.38
<b>Total Liabilities</b>	<b>1,025.01</b>	<b>1,121.23</b>	<b>1,156.36</b>	<b>1,025.01</b>	<b>1,156.36</b>	<b>1,075.73</b>



*[Handwritten signature]*

NOTES:

1. The above consolidated results have been reviewed and recommended by the Audit Committee and subsequently approved by the Board of Directors of the Parent Company at their respective meetings held on 27th October, 2022.
2. The consolidated financial results include the results of the Company and four subsidiaries. The Company together with its subsidiaries is herein referred to as the Group.
3. Based on the "management approach" as defined in Ind AS 108 - Operating Segments, the Chief Operating Decision Maker evaluates the Group's performance and allocates resources based on an analysis of various performance indicators by business segments. Accordingly, information has been presented along these business segments viz. "Ferro Alloys", "Power" and "Mining". The accounting principles used in the preparation of these financial results are consistently applied to record revenue and expenditure in individual segments (refer PART II).
4. The Parent Company had initiated arbitration proceedings against the Government of Indonesia under a Bilateral Investment Protection Treaty as a coal mining concession held by Indmet Mining Pte Ltd ('Indmet', a wholly owned subsidiary of the Company incorporated in Singapore), through a subsidiary PT Sumber Rahayu Indah ('SRI'), could not be operationalised. Consequent to rejection of claim filed by the Parent Company in 2018-19, the Board of Directors of Indmet and SRI have initiated the process for striking-off of the name of the Company.
5. The Parent Company holds 79.2% equity in Utkal Coal Ltd (UCL), an SPV which was allotted the Utkal 'C' coal block that was subsequently cancelled by the virtue of an order of the Hon'ble Supreme Court. Litigation pertaining to compensation for leased land was dropped after the Central Government reinitiated the auction process, and the Parent company then filed a petition in the Hon'ble Delhi High Court in March 2020 praying for early determination and payment of compensation. Meanwhile, Utkal 'C' coal block has been reallocated to a Public Limited Company in last auction (13th tranche) and vesting order dated 10.10.2022 has already been issued in favour of the said company. Hence, UCL is hopeful of receiving compensation amount, pending which no accounting adjustments have been made in its books of accounts; therefore, no provision is considered necessary against the Parent Company's net exposure in UCL as at 30th September, 2022 amounting to Rs. 111.42 crore equity and Rs. 263.38 crore unsecured loan in standalone financial statements.
6. In view of the circumstances detailed above in Note No. 5 and considering the probability that the Parent Company will collect the consideration to which it is entitled to, with effect from 1st October, 2014 the Parent Company had postponed recognition of income from interest on unsecured loan given to UCL. The interest income would be considered as revenue in the year of settlement of compensation.
7. The Group has considered the possible effects that may result from COVID-19 on the carrying amounts of financial assets, inventory, receivables, loans and advances, property plant and equipment, intangibles etc. as well as liabilities accrued. The Group has further evaluated the impact of COVID-19 resulting from (i) the possibility of constraints to fulfil its performance obligations under the contract with customers and (ii) termination or deferment of contracts by customers. In developing the assumptions relating to the possible future uncertainties in the economic conditions because of this pandemic, the Group has used internal and external information. Having reviewed the underlying data and based on current estimates, the Group does not expect any material impact on the carrying amount of these assets and liabilities. Due to the nature of the pandemic, the Group will continue to monitor developments to identify significant uncertainties relating to revenue in future periods. The impact of COVID-19 on the Group's financial statements may differ from that estimated as at the date of approval of these financial statements and the Group will continue to closely monitor any material changes to future economic conditions. The Group has also evaluated the impact of the same on the aforementioned risks i.e. credit risk, liquidity risk, market risk, currency risk and interest risk and does not foresee any material impact on account of the same. However, the Group is closely monitoring the situation for any future impact.
8. The Parliament of India has approved the Code of Social Security, 2020 (the Code) which may impact the contributions by the Group towards provident fund, gratuity and ESIC. The Code has been published in the Gazette of India however, the effective date has not yet been notified. The Company and its Indian subsidiaries will assess the impact of the Code when it comes into effect and will record any related impact in the period the Code becomes effective, if any.
9. Pursuant to the approval of the shareholders, through postal ballot and e-voting on 30th December, 2021 the Parent Company, on 11th January, 2022 allotted 2,69,77,053 Ordinary shares of 10/- each, as fully paid-up Bonus shares in the proportion of 1 (one) Bonus share of 10/- each for every existing 1 (one) Ordinary shares of 10/- each held as on the record date i.e 10th January, 2022. Consequently to the above the Earnings per share (Basic & Diluted) have been adjusted for all the period presented.
10. The Board of Directors of the Parent Company has declared interim dividend of Rs. 5/- per share (face value of Rs. 10/- each) for the financial year 2022-23 in its meeting held on 27th October 2022.
11. Previous years/periods' figures have been rearranged/regrouped, wherever considered necessary, to make them comparable with those of current year/period.

Place: New Delhi  
Date: 27th October, 2022



By order of the Board  
For **INDIAN METALS & FERRO ALLOYS LTD**  
  
Subhrakant Panda  
Managing Director  
DIN - 00171845

**Independent Auditor's Review Report on the Unaudited Consolidated Financial Results for the quarter and half year ended September 30, 2022 of the Indian Metals and Ferro Alloys Limited pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended**

**Review Report to  
The Board of Directors  
INDIAN METALS AND FERRO ALLOYS LIMITED**

1. We have reviewed the accompanying Statement of consolidated unaudited financial results of **Indian Metals and Ferro Alloys Limited** ("the Parent Company") and its subsidiaries (the Parent and its subsidiaries together referred to as "the Group") for the quarter and half year ended September 30, 2022 ("the Statement") being submitted by the Parent Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("Listing Regulations").
2. This Statement, which is the responsibility of the Parent Company's Management and approved by the Parent Company's Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in the Indian Accounting Standard 34 "Interim Financial Reporting" ("Ind AS 34"), prescribed under Section 133 of the Companies Act, 2013, 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 SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, to the extent applicable.



4. The Statement includes the results of the following entities:

Subsidiaries/ Step Down Subsidiaries-

- i. Utkal Coal Ltd
  - ii. IMFA Alloys Finlease Ltd
  - iii. Indmet Mining Pte. Ltd.
  - iv. PT. Sumber Rahayu Indah, [70 % Subsidiary of Indmet Mining Pte. Ltd.]
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 the other auditors referred to in paragraph 8 and 9 below, 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 applicable Indian Accounting Standards ('Ind AS') specified under Section 133 of the Companies Act, 2013, 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 Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, including the manner in which it is to be disclosed, or that it contains any material misstatement.

**Material Uncertainty Related to Going Concern**

6. We draw attention to the "Material Uncertainty Related to Going Concern" paragraph to the Independent Auditor's review report dated October 20, 2022 on the financial information of Utkal Coal Limited (UCL), a subsidiary of the Company, for the quarter and half year ended September 30, 2022 which is reproduced hereunder:

"We draw attention to Note No. 21 to the financial statements which indicates that due to the events or conditions as mentioned said Note, material uncertainty exists that may cast significant doubt on the Company's ability to continue as a going concern". (refer Note 5 to the consolidated unaudited financial results for summary of matter). The conclusion of the auditor of the said subsidiary is not modified in respect of this matter.

Our conclusion is also not modified in respect of this matter

**Emphasis of Matter:**

7. We draw attention to the following matters in the Notes to the consolidated unaudited financial results:
- a. Note 5 and 6 to the consolidated unaudited financial results relating to the Company's exposure in Utkal Coal Ltd., a subsidiary of the Parent Company. The matter has arisen out of the cancellation of allotment of the coal block being held by the subsidiary vide the Hon'ble Supreme Court of India's Order dated September 24, 2014 and the subsequent events in connection therewith.





- b. Note 7 to the consolidated unaudited financial results, which describes the uncertainties and the impact of Covid-19 pandemic on the group's operations, recoverability of receivables and other assets and management's evaluation of the future performance of the group. In view of the uncertain economic environment, a definitive assessment of the impact on the subsequent periods is dependent upon circumstances as they evolve.

Our conclusion is not modified in respect of these matters.

**Other Matter:**

8. We did not review the interim financial results of three subsidiaries included in the consolidated unaudited financial results, whose interim financial results reflect total assets of Rs. 413.70 crores as at September 30, 2022, total revenue of Rs 0.71 crores and Rs. 1.37 crores, total net profit after tax of Rs 0.39 crores and Rs. 0.78 crores and total comprehensive income of Rs. 0.39 crores and Rs. 0.78 crores for the quarter ended September 30, 2022 and year to date from April 01, 2022 to September 30, 2022 respectively, and net cash outflow of 0.18 crores for the period from April 01, 2022 to September 30, 2022 as considered in the Statement. These interim financial results have been reviewed by other auditors whose reports 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 included in respect of these subsidiaries, is based solely on the reports of the other auditors and the procedures performed by us as stated in paragraph 3 above.
9. The consolidated unaudited financial results include total assets of Rs. 0.50 crores as at September 30, 2022, total revenue of Rs. 0.00 crores and Rs. 0.00 crores, total net loss after tax of Rs. 0.11 crores and Rs. 0.19 crores and total comprehensive income of Rs. -0.11 crores and Rs. -0.19 crores for the quarter ended September 30, 2022 and year to date from April 01, 2022 to September 30, 2022 respectively, and net cash outflow of Rs. 0.22 crores for the period from April 01, 2022 to September 30, 2022 as considered in the Statement in respect of one subsidiary already included in paragraph 8 above is located outside India whose financial results has been prepared in accordance with accounting principles generally accepted in its Country and which has been reviewed by other auditor under generally accepted auditing standards applicable in its country. The management has converted the financial statements of such subsidiary located outside India from accounting principles generally accepted in its country to accounting principles generally accepted in India. We have reviewed these conversion adjustments made by the Parent Company's management. Our conclusion in so far as it relates to the balances and affairs of such subsidiary located outside India is solely based on the report of other auditor and the conversion adjustments prepared by the management of the Parent Company and reviewed by us.
10. The Statement includes the unaudited interim financial results and other unaudited financial information of one subsidiary, which have not been reviewed by its auditor, whose interim financial results reflects total assets of Rs.0.02 crores as at September 30, 2022, total revenue of Rs. 0.00 crores and Rs. 0.00 crores, total net loss after tax of Rs. 0.07 crores and Rs. 0.10 crores and total comprehensive income of Rs. -0.07 crores and Rs. -0.10 crores for the quarter ended September 30, 2022 and year to date from April 01, 2022 to September 30, 2022 respectively, and net cash outflow of Rs. 0.00 crores for the period from April 01, 2022 to September 30, 2022, as



considered in the Statement. According to the information and explanation given to us by management, these interim financial results are not material to the Group.

These unaudited interim financial results and other unaudited financial information have been approved and furnished to us by management and our conclusion on the Statement, in so far as it relates to the affairs of this subsidiary is based solely on such unaudited interim financial results and other unaudited financial information.

Our conclusion on the Statement in respect of the matters stated in para 8, 9 and 10 above is not modified with respect to our reliance on the work done and reports of other auditors and the financial results certified by the management.

For SCV & CO. LLP  
Chartered Accountants  
Firm's Registration Number: 000235N/N500089



  
( RAJIV PURI )  
PARTNER

MEMBERSHIP No. 084318

ICAI UDIN : 22084318BAYBYW7522

PLACE : NEW DELHI

DATED : OCTOBER 27, 2022