



4th November, 2023

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: Submission of unaudited financial results for quarter and six months ended on 30th September, 2023 of the Company both on stand alone and consolidated basis pursuant to Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

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 and six months ended on 30th September, 2023. Said unaudited financial results have been subjected to 'Limited Review' by the Company's Statutory Auditors, M/s S R Batliboi & Co. LLP and also reviewed by Company's Audit Committee in their meeting held earlier today.

The Board Meeting commenced at 3.30 PM and concluded at 5:30 PM

In accordance with Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (LODR), Text of the following along with copy each of Report dated 4th November, 2023 of said Statutory Auditors are enclosed herewith for your perusal, necessary action and record.

- a) Unaudited stand alone financial results for quarter and six months ended on 30th September, 2023
- b) Unaudited consolidated financial results for quarter and six months ended on 30th September, 2023
- c) Extract of Unaudited consolidated financial results for quarter and six months ended on 30th September, 2023 being published in newspapers following Regulation 47(1)(b) of LODR

These are also being hosted on Company's Website: www.ifglgroup.com and shall be available at link <https://ifglgroup.com/investor/financial-performance/>.

Thanking you,

Yours faithfully,
For IFGL Refractories Ltd.,


(Mansi Damani)
Company Secretary

Encl : As above

IFGL REFRACTORIES LIMITED

www.ifglgroup.com

Head & Corporate Office: McLeod House
3 Netaji Subhas Road, Kolkata 700 001, India
Tel: +91 33 4010 6100 | **Email:** ifgl.ho@ifgl.in

Registered Office: Sector B, Kalunga Industrial Estate
P.O. Kalunga, Dist. Sundergarh, Odisha 770 031, India
Tel: +91 661 266 0195 | **Email:** ifgl.works@ifgl.in

CIN: L51909OR2007PLC027954

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, 2023 and year to date from April 1, 2023 to September 30, 2023 (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. The Company's Management is responsible for the preparation of the Statement 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 and in compliance with Regulation 33 of the Listing Regulations. The Statement has been approved by the Company's Board of Directors. 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 5 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 review petition with Division Bench of the Hon'ble High Court at Calcutta. Pending decision by Division Bench of Hon'ble High Court, uncertainty exists as regards underlying tax liability in respect of the amount which has been mentioned in the said note.

Our conclusion is not modified in respect of above matters.

For S.R. BATLIBOI & Co. LLP

Chartered Accountants

ICAI Firm registration number: 301003E/E300005



per **Sanjay Kumar Agarwal**

Partner

Membership No.: 060352

UDIN: 23060352BGWRGX9442

Place: Kolkata

Date: November 04, 2023



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: L51909OR200PLC027954; E-mail : ifgl.ho@ifgl.in; Website : www.ifglgro.com

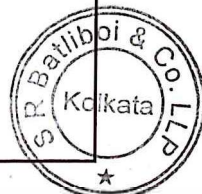
STATEMENT OF STANDALONE UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND SIX MONTHS ENDED SEPTEMBER 30, 2023

Sr. No.	Particulars	₹ in lakhs except as otherwise stated					
		Quarter ended			Six months ended		Year ended
		30-09-2023 (Unaudited)	30-06-2023 (Unaudited)	30-09-2022 (Unaudited)	30-09-2023 (Unaudited)	30-09-2022 (Unaudited)	31-03-2023 (Audited)
1.	Revenue from Operations	25,970	22,700	21,602	48,670	44,141	83,337
2.	Other Income	383	328	243	711	277	1,220
3.	Total Income [1 + 2]	26,353	23,028	21,845	49,381	44,418	84,557
4.	Expenses						
a.	Cost of Raw Materials and Components Consumed	9,616	10,079	9,152	19,695	19,946	37,312
b.	Purchase of Stock-in-Trade	3,024	1,387	2,389	4,411	4,042	9,256
c.	(Increase) / Decrease in Inventories of Finished Goods, Stock-in-Trade and Work-in-Progress	417	(265)	700	152	794	(594)
d.	Employee Benefit Expenses	1,793	1,676	1,520	3,469	3,026	6,081
e.	Finance Costs	221	227	138	448	248	456
f.	Depreciation and Amortisation Expenses	1,139	1,153	1,053	2,292	2,096	4,428
g.	Other Expenses	5,769	5,502	5,104	11,271	10,777	19,089
5.	Total Expenses [4(a) to 4(g)]	21,979	19,759	20,056	41,738	40,929	76,028
6.	Profit before Tax (3-5) #	4,374	3,269	1,789	7,643	3,489	8,529
7.	Tax Expense						
a.	Current Tax	1,573	1,030	557	2,603	1,138	2,380
b.	Deferred Tax Charge/(Credit)	(211)	(12)	(162)	(223)	(239)	32
8.	Profit for the year / period (6-7)	3,012	2,251	1,394	5,263	2,590	6,117
9.	Other Comprehensive Income / (Loss)						
a.	Other Comprehensive Income / (loss) not to be reclassified to profit or loss						
	Re-measurement gain on Defined Benefit Plans		2	*	3	1	6
	Income tax relating to above item	*	(1)	*	(1)	*	(2)
10.	Total Other Comprehensive Income for the year / period	1	1	*	2	1	4
11.	Total Comprehensive Income for the year / period (8+10)	3,013	2,252	1,394	5,265	2,591	6,121
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						58,625
14.	Earnings Per Share (of ₹ 10/- each) @ Basic & Diluted (₹)	8.36	6.24	3.87	14.60	7.19	16.97

There are no Exceptional Items @ Figures for quarters and six months ended are not annualised. * Below rounding off norms.

STATEMENT OF STANDALONE ASSETS AND LIABILITIES

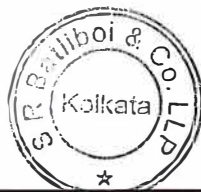
Sr. No.	Particulars	₹ in lakhs	
		As at	
		30-09-2023 (Unaudited)	31-03-2023 (Audited)
A	ASSETS		
1.	Non-Current Assets		
(a)	Property, Plant and Equipment	15,781	14,921
(b)	Capital work-in-progress	4,161	2,983
(c)	Goodwill [refer note 3]	6,675	8,010
(d)	Other Intangible assets	42	62
(e)	Right to Use Asset	1,899	1,940
(f)	Financial Assets		
(i)	Investments	7,288	7,564
(ii)	Others	652	636
(g)	Income Tax Assets (net)	800	795
(h)	Other non-current assets	1,957	784
	Total Non - Current Assets	39,255	37,695
2.	Current Assets		
(a)	Inventories	18,244	17,224
(b)	Financial Assets		
(i)	Investments	10,389	11,296
(ii)	Trade receivables	24,703	19,997
(iii)	Cash and cash equivalents	52	8
(iv)	Bank balances other than (iii) above	217	119
(v)	Loans	60	-
(vi)	Others	89	89
(c)	Other current assets	1,233	905
	Total Current Assets	54,987	49,638
	Total Assets (1+2)	94,242	87,333
B	EQUITY AND LIABILITIES		
1.	Equity		
(a)	Equity Share capital	3,604	3,604
(b)	Other Equity	61,367	58,625
	Total Equity	64,971	62,229
	Liabilities		
2.	Non-Current Liabilities		
(a)	Financial Liabilities		
(i)	Borrowings		
(a)	Lease Liabilities	938	942
(b)	Other Borrowings	5,820	4,035
(b)	Deferred tax liabilities (net)	3,224	3,446
	Total Non - Current Liabilities	9,982	8,423
3.	Current Liabilities		
(a)	Financial Liabilities		
(i)	Borrowings		
(a)	Lease Liabilities	97	96
(b)	Other Borrowings	7,184	6,425
(ii)	Trade payables		
	Total outstanding dues of micro enterprises and small enterprises	1,072	1,310
	Total outstanding dues of creditors other than micro enterprises and small enterprises	8,401	6,584
(iii)	Other financial liabilities	1,325	1,153
(b)	Income Tax Liabilities (net)	991	152
(c)	Other current liabilities	193	922
(d)	Provisions	26	39
	Total Current Liabilities	19,289	16,681
	Total Equity and Liabilities (1+2+3)	94,242	87,333



STANDALONE CASH FLOW STATEMENT	(₹ in lakhs)	
	For the six month ended September 30, 2023	For the six month ended September 30, 2022
	(Unaudited)	(Unaudited)
Particulars		
Cash Flows from Operating Activities		
Profit before tax for the period	7,643	3,489
Adjustments for:		
Finance costs	448	248
Interest income	(44)	(84)
Liabilities no longer required written back	(15)	-
Net loss / (gain) on Sale of property, plant and equipment	(22)	2
Loss / (Profit) on sale of current investments	(42)	59
Unrealised Gain on Fair Valuation of investments through Profit and Loss	(404)	(239)
Sundry Debit Balances/advances written off	-	57
Provision / (Write Back) of doubtful Trade Receivables/Advances (net)	518	(83)
Depreciation and amortisation expenses	2,292	2,096
Unrealised foreign exchange gain	(196)	(40)
	10,178	5,505
Change in working capital:		
Increase in trade and other receivables	(5,371)	(2,264)
(Increase) / decrease in inventories	(1,020)	57
(Decrease) / increase in trade, other payables and provisions	798	(2,479)
Net change in working capital	(5,593)	(4,686)
Cash generated from Operations	4,585	819
Income taxes paid	(1,769)	(977)
Net cash from / (used in) operating activities (1)	2,816	(158)
Cash Flows from Investing Activities		
Purchase of Investments	-	(2,363)
Proceeds from sale of Investments	1,628	3,975
Proceeds from maturity of term deposits with banks	1,300	-
Term deposits placed with banks	(1,300)	-
Interest received	32	142
Loan given	(60)	-
Repayment of Loan given	-	30
Purchase of property, plant and equipment, other intangibles and capital work-in-progress	(4,075)	(2,611)
Proceeds from disposal of property, plant and equipment	53	50
Net cash (used in) investing activities (2)	(2,422)	(777)
Cash Flows from Financing Activities		
Dividend paid on equity shares	(2,523)	(2,523)
Proceeds from long-term borrowings	1,785	3,973
Proceeds from short-term borrowings (net)	838	14
Payment of Lease Liabilities	(48)	(274)
Interest paid	(402)	(199)
Net cash from / (used in) financing activities (3)	(350)	991
Net increase in Cash and Cash Equivalents (1+2+3)	44	56
Cash and Cash Equivalents at the beginning of the period	8	8
Cash and Cash Equivalents at the end of the period	52	64

NOTES :

- Above financial results have been reviewed by the Audit Committee at its meeting held on November 4, 2023 and approved by the Board of Directors (Board) at their meeting held on that date. The statutory auditor have 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.
- Following amendments made by the Finance Act 2021 to the relevant sections of the Income Tax Act 1961, whereby Goodwill arising on amalgamation will not be considered as a depreciable asset and depreciation on goodwill will not be allowable as deductible expenditure effective April 1, 2020, the Company has not claimed deduction of depreciation on such goodwill under income tax for period beginning on that date. Company management, supported by legal opinions, continues to believe that such deduction claimed in prior assessment years are sustainable and remain unaffected. During the previous year, the Company's claim of ₹ 2,816 lakhs (tax impact of ₹ 984 lakhs) towards such deduction for Assessment Year 2020-21 was disallowed. Being aggrieved thereby, the Company had filed an appeal with the Commissioner of Income tax (Appeals).
- The Company challenged vires of Explanation to Section 10AA(1) of the Income Tax Act, 1961 (The Act) inserted on and from Assessment Year beginning April 1, 2018, on grounds that such explanation denies the benefit that was intended to be provided under the said section, by filing a Writ Petition before Hon'ble High Court at Calcutta (Hon'ble High Court). During the quarter ended September 30, 2023, the said writ petition has been dismissed by the Hon'ble High Court. The Company has preferred an appeal before the Division Bench of the Hon'ble High Court. Management continues to believe, supported by an updated legal opinion obtained, that it will be able to defend its position of determining the income tax obligation based on provisions of the Act applicable prior to insertion of the aforesaid explanation. Consequently, the resultant underlying tax impact of ₹ 832 lakhs (March 31, 2023: ₹ 923 lakhs, September 30, 2022: ₹ 923 lakhs) has been considered as possible in nature as per Ind AS. In the opinion of management, outcome of aforesaid proceedings will not have a material impact 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, sale of refractories and services thereof.



On behalf of the Board
of IFGL Refractories Limited

S K Bajoria
Chairman
(DIN : 00084004)

Kolkata
November 04, 2023

OUR TECHNOLOGY. YOUR SUCCESS.

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, 2023 and year to date from April 1, 2023 to September 30, 2023 (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. The Holding Company's Management is responsible for the preparation of the Statement 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 and in compliance with Regulation 33 of the Listing Regulations. The Statement has been approved by the Holding Company's Board of Directors. 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 5 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 6 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 review petition with Division Bench of the Hon'ble High Court at Calcutta. Pending decision by Division Bench of Hon'ble High Court at Calcutta, uncertainty exists as regards underlying tax liability in respect of the amount which has been mentioned in the said note.

Our conclusion is not modified in respect of above matters.



7. The accompanying Statement includes the unaudited interim financial results/unaudited other financial information, in respect of seven (7) subsidiaries, whose unaudited interim financial results/unaudited other financial information include total assets of Rs. 64,633 lakhs as at September 30, 2023, total revenues of Rs. 22,146 lakhs and Rs. 43,938 lakhs, total net profit after tax of Rs. 1,433 lakhs and Rs. 2,482 lakhs and total comprehensive income of Rs. 1,433 lakhs and Rs. 2,482 lakhs, for the quarter ended September 30, 2023 and the period ended on that date respectively and net cash inflows of Rs. 625 lakhs for the period from April 1, 2023 to September 30, 2023, as considered in the Statement which have been reviewed by their respective independent auditors.

The independent auditor's reports on unaudited interim financial results/unaudited other financial information 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/other financial information have been prepared in accordance with International Financial Reporting Standards ("IFRS") and which have been audited by other auditors under International Standards of Auditing. The Holding Company's management has converted the financial results of such subsidiaries located outside India from IFRS 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/other unaudited financial information in respect of six (6) subsidiaries whose unaudited interim financial results/unaudited financial information reflect total assets of Rs. 20,110 lakhs as at September 30, 2023, total revenues of Rs. 133 lakhs and Rs. 277 lakhs, total net profit after tax of Rs. 369 lakhs and Rs. 371 lakhs, total comprehensive income of Rs. 369 lakhs and Rs. 371 lakhs, for the quarter ended September 30, 2023 and the period ended on that date respectively and net cash inflows of Rs. 437 lakhs for the period from April 1, 2023 to September 30, 2023.
9. The unaudited interim financial results/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 unaudited interim financial results/financial information are not material to the Group.



S.R. BATLIBOI & Co. LLP

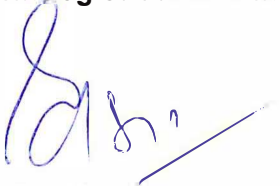
Chartered Accountants

Our conclusion on the Statement in respect of matters stated in paragraph 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 unaudited financial results/information certified by the Management.

For S.R. BATLIBOI & Co. LLP

Chartered Accountants

ICAI Firm registration number: 301003E/E300005



per Sanjay Kumar Agarwal

Partner

Membership No.: 060352

UDIN: 23060352BGWRGY2460

Place: Kolkata

Date: November 04, 2023



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	EI Ceramics LLC [^]
13	Goricon Metallurgical Services Limited
14	Sheffield Refractories Limited (with effect from February 24, 2023) [^]

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

IFGL Inc. merged with Mono Ceramics Inc. with effect from April 1, 2023.



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.ifglgroup.com

STATEMENT OF CONSOLIDATED UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND SIX MONTHS ENDED SEPTEMBER 30, 2023

Sr. No.	Particulars	₹ in lakhs except as otherwise stated					
		Quarter ended			Six months ended		Year Ended
		30-09-2023	30-06-2023	30-09-2022	30-09-2023	30-09-2022	31-03-2023
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)	
1.	Revenue from Operations	45,552	42,385	34,308	87,937	70,240	1,38,650
2.	Other Income	394	345	256	739	305	1,315
3.	Total Income [1+2]	45,946	42,730	34,564	88,676	70,545	1,39,965
4.	Expenses						
a.	Cost of Raw Materials and Components Consumed	17,868	21,735	14,445	39,603	30,837	59,961
b.	Purchase of Stock-in-Trade	3,985	2,649	2,899	6,634	5,607	13,285
c.	(Increase) / Decrease in Inventories of Finished Goods, Stock-in-Trade and Work-in-Progress	877	(3,267)	488	(2,390)	572	(971)
d.	Employee Benefit Expenses	6,182	6,143	4,740	12,325	9,429	19,483
e.	Finance Costs	243	254	158	497	289	484
f.	Depreciation and Amortisation Expenses	1,551	1,561	1,326	3,112	2,632	5,555
g.	Other Expenses	9,862	9,526	8,115	19,388	16,770	31,598
5.	Total Expenses [4(a) to 4(g)]	40,568	38,601	32,171	79,169	66,136	1,29,395
6.	Profit before Tax (3-5) #	5,378	4,129	2,393	9,507	4,409	10,570
7.	Tax Expense						
a.	Current Tax	1,770	1,159	682	2,929	1,166	2,371
b.	Deferred Tax Charge/ (Credit)	(192)	9	(234)	(183)	(157)	278
8.	Profit for the year/ period (6-7) #	3,800	2,961	1,945	6,761	3,400	7,921
9.	Profit for the year/ period attributable to:						
	Equity holders of the Holding Company	3,800	2,961	1,945	6,761	3,400	7,921
	Non Controlling Interest	*	*	*	*	*	*
10.	Other Comprehensive Income / (Loss)						
a.	Other Comprehensive Income / (loss) not to be reclassified to profit or loss						
i.	Re-measurement gain / (loss) on Defined Benefit Plans	1	2	*	3	1	6
ii.	Income tax relating to above item	*	(1)	*	(1)	*	(2)
b.	Other Comprehensive Items that will be reclassified to profit or loss						
	Exchange differences in translating the financial statements of foreign operations	(469)	396	(1,053)	(73)	(1,475)	1,700
11.	Total Other Comprehensive Income / (Loss) for the year/ period	(468)	397	(1,053)	(71)	(1,474)	1,704
12.	Total Comprehensive Income for the year/ period (8+11)	3,332	3,358	892	6,690	1,926	9,625
	Total Comprehensive Income for the year/ period attributable to:						
	Equity holders of the Holding Company	3,332	3,358	892	6,690	1,926	9,625
	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						96,900
15.	Earnings Per Share (of ₹ 10/- each) @						
	Basic & Diluted (₹)	10.55	8.21	5.39	18.76	9.43	21.98

There are no Exceptional items. @ Figures for quarters and six months ended are not annualised. * Below rounding off norms.



STATEMENT OF CONSOLIDATED ASSETS AND LIABILITIES		₹ in lakhs)	
		As at	
		30-09-2023 (Unaudited)	31-03-2023 (Audited)
Sr. No.	Particulars		
A	ASSETS		
	1. Non-Current Assets		
	(a) Property, Plant and Equipment	27,760	25,894
	(b) Capital work-in-progress	5,743	4,562
	(c) Goodwill (on consolidation) [refer note 4]	11,265	11,303
	(d) Goodwill (Other) [refer note 5 & 7]	7,138	8,474
	(e) Other Intangible Assets [refer note 7]	1,843	2,033
	(f) Right to Use Asset	1,996	2,312
	(g) Financial Assets		
	(i) Investments	1,663	1,939
	(ii) Others	652	636
	(h) Income Tax Assets (net)	1,010	1,045
	(i) Other Non-Current Assets	1,957	784
	Total Non - Current Assets	61,027	58,982
	2. Current Assets		
	(a) Inventories	31,484	30,204
	(b) Financial Assets		
	(i) Investments	10,389	11,296
	(ii) Trade Receivables	37,614	34,984
	(iii) Cash and cash equivalents	6,895	5,680
	(iv) Bank balances other than (iii) above	217	119
	(v) Loans	60	-
	(vi) Others	145	149
	(c) Other Current Assets	1,686	1,179
	Total Current Assets	88,490	83,611
	Total Assets (1+2)	1,49,517	1,42,593
B	EQUITY AND LIABILITIES		
	1. Equity		
	(a) Equity Share capital	3,604	3,604
	(b) Other Equity	1,01,067	96,900
	Equity attributable to the owners	1,04,671	1,00,504
	Non controlling interest	*	*
	Total Equity	1,04,671	1,00,504
	Liabilities		
	2. Non-Current Liabilities		
	(a) Financial Liabilities		
	(i) Borrowings		
	(a) Lease Liabilities	985	1,044
	(b) Other Borrowings	7,439	4,960
	(b) Deferred Tax Liabilities (Net) [refer note 6]	5,020	5,182
	Total Non - Current Liabilities	13,444	11,186
	3. Current Liabilities		
	(a) Financial Liabilities		
	(i) Borrowings		
	(a) Lease Liabilities	148	121
	(b) Other Borrowings	10,015	9,890
	(ii) Trade Payables		
	Total Outstanding dues of Micro Enterprises and Small Enterprises	1,072	1,310
	Total Outstanding dues of Creditors Other than Micro Enterprises and Small Enterprises	17,450	17,309
	(iii) Other Financial Liabilities	1,325	1,153
	(b) Income Tax Liabilities (Net)	1,173	159
	(c) Other Current Liabilities	193	922
	(d) Provisions	26	39
	Total Current Liabilities	31,402	30,903
	Total Equity and Liabilities (1+2+3)	1,49,517	1,42,593



Particulars	₹ in lakhs	
	For the six months ended September 30, 2023	For the six months ended September 30, 2022
	(Unaudited)	(Unaudited)
Cash Flows from Operating Activities		
Profit before tax for the period	9,507	4,409
Adjustments for:		
Finance costs	497	289
Interest income	(174)	(86)
Liabilities no longer required written back	(15)	(9)
Net (gain) / loss on Sale of property, plant and equipment	(22)	2
Loss / (Profit) on sale of current investments	(42)	59
Unrealised Gain on Fair Valuation of investments through Profit and Loss	(404)	(239)
Sundry Debit Balances/advances written off	-	57
Provision / (Write Back) of doubtful Trade Receivables/Advances (net)	518	(61)
Depreciation and amortisation expenses	3,112	2,632
Unrealised foreign exchange gain	(196)	(40)
Effect of change in Foreign Exchange Translation	104	3,085
	12,885	10,098
Change in working capital:		
Increase in trade and other receivables	(3,524)	(3,631)
Increase in inventories	(1,331)	(1,944)
Decrease in trade, other payables and provisions	(865)	(2,224)
Net change in working capital	(5,720)	(7,799)
Cash generated from Operations	7,165	2,299
Income taxes paid (net)	(1,849)	(821)
Net cash from Operating Activities (1)	5,316	1,478
Cash flows from Investing Activities		
Purchase of Investments	-	(2,363)
Proceeds from sale of Investments	1,628	3,975
Proceeds from maturity of term deposits with banks	1,300	-
Term deposits placed with banks	(1,300)	-
Interest received	162	144
Loan given	(60)	-
Repayment of Loan given	-	30
Purchase of property, plant and equipment, other intangibles and capital work in progress	(5,526)	(5,203)
Proceeds from disposal of property, plant and equipment	53	50
Net cash used in Investing Activities (2)	(3,743)	(3,367)
Cash flows from Financing Activities		
Dividend paid on equity shares	(2,523)	(2,523)
Proceeds from long-term borrowings	2,498	3,932
Proceeds from / (Repayment of) short-term borrowings (net)	213	(37)
Payment of lease liabilities	(54)	(445)
Interest Paid	(451)	(207)
Net cash (used in) / from financing activities (3)	(317)	720
Exchange Differences On Translation Of Foreign Currency (4)	(41)	(1,130)
Net Increase / (Decrease) in Cash and Cash Equivalents (1+2+3+4)	1,215	(2,299)
Cash and cash equivalents at the beginning of the period	5,680	11,904
Cash and cash equivalents at the end of the period	6,895	9,605



SEGMENT WISE REVENUE, RESULTS AND CAPITAL EMPLOYED ON CONSOLIDATED BASIS

(₹ in lakhs)

Particulars	Quarter ended			Six months ended		Year Ended
	30-09-2023	30-06-2023	30-09-2022	30-09-2023	30-09-2022	31-03-2023
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
Segment Revenue (Revenue from Operations)						
India	25,914	22,405	21,082	48,319	43,456	82,274
<i>Outside India</i>						
Asia excluding India	642	791	384	1,433	724	1,774
Europe	11,549	11,917	5,602	23,466	12,267	26,690
Americas	7,447	7,272	7,240	14,719	13,793	27,912
Revenue from Operations	45,552	42,385	34,308	87,937	70,240	1,38,650
Segment Results [Profit before Tax and Finance Costs]						
India	4,572	3,497	1,934	8,069	3,737	8,995
<i>Outside India</i>						
Asia excluding India	109	270	134	379	240	354
Europe	463	197	169	660	411	594
Americas	570	513	314	1,083	310	1,140
Total	5,714	4,477	2,551	10,191	4,698	11,083
Less : Finance Costs	(243)	(254)	(158)	(497)	(289)	(484)
Unallocated	(93)	(94)	-	(187)	-	(29)
Profit before Tax	5,378	4,129	2,393	9,507	4,409	10,570
Segment Assets						
India	88,378	83,532	78,395	88,378	78,395	81,230
<i>Outside India</i>						
Asia excluding India	2,560	2,858	2,339	2,560	2,339	2,598
Europe	26,886	27,274	19,434	26,886	19,434	27,357
Americas	18,338	18,248	18,299	18,338	18,299	17,824
Unallocated	13,355	13,772	9,999	13,355	9,999	13,584
Total Segment Assets	1,49,517	1,45,684	1,28,466	1,49,517	1,28,466	1,42,593
Segment Liabilities						
India	29,089	25,126	25,801	29,089	25,801	25,060
<i>Outside India</i>						
Asia excluding India	555	784	488	555	488	697
Europe	11,366	12,395	5,235	11,366	5,235	12,433
Americas	3,836	3,518	4,135	3,836	4,135	3,899
Total Segment Liabilities	44,846	41,823	35,659	44,846	35,659	42,089



NOTES :

1. Above financial results have been reviewed by the Audit Committee at its meeting held on November 4, 2023 and approved by the Board of Directors (Board) at their meeting held on that date. The statutory auditor have 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, sale of refractories, its accessories / machine and services thereof and is managed organisationally as a single segment. 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. Following amendments made by the Finance Act 2021 to the relevant sections of the Income Tax Act 1961, whereby Goodwill arising on amalgamation will not be considered as a depreciable asset and depreciation on goodwill will not be allowable as deductible expenditure effective April 1, 2020, the Holding Company has not claimed deduction of depreciation on such goodwill under income tax for period beginning on that date. The Holding Company management, supported by legal opinions, continues to believe that such deduction claimed in prior assessment years are sustainable and remain unaffected. During the previous year, the Holding Company's claim of ₹ 2,816 lakhs (tax impact of ₹ 984 lakhs) towards such deduction for Assessment Year 2020-21 was disallowed. Being aggrieved thereby, the Holding Company had filed an appeal before the Commissioner of Income tax (Appeals).
5. 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.
6. The Holding Company challenged vires of Explanation to Section 10AA(1) of the Income Tax Act, 1961 (The Act) inserted on and from Assessment Year beginning April 1, 2018, on grounds that such explanation denies the benefit that was intended to be provided under the said section, by filing a Writ Petition before Hon'ble High Court at Calcutta (Hon'ble High Court). During the quarter ended September 30, 2023, the said writ petition has been dismissed by the Hon'ble High Court. The Holding Company has preferred an appeal before the Division Bench of the Hon'ble High Court. Management continues to believe, supported by an updated legal opinion obtained, that it will be able to defend its position of determining the income tax obligation based on provisions of the Act applicable prior to insertion of the aforesaid explanation. Consequently, the resultant underlying tax impact of ₹ 832 lakhs (March 31, 2023: ₹ 923 lakhs, September 30, 2022: ₹ 923 lakhs) has been considered as possible in nature as per Ind AS. In the opinion of management, outcome of aforesaid proceedings will not have a material impact on the Holding Company's financial position and result of operations.
7. In the previous year, on 24th February, 2023, Monocon international Refractories Ltd, UK, (MIRL), being step down operating subsidiary of the Holding Company acquired 100% shareholding of Sheffield Refractories Ltd, UK (SRL) engaged in manufacturing of Monolithic Refractory Products for total consideration of ₹ 4,981 lakhs (equivalent to GBP 5.0 Million cash consideration and GBP 0.1 million towards costs of acquisition) to offer bigger basket of products and acquire new customer relationships. Effective that date, SRL became subsidiary of MIRL and consequently step down subsidiary of Holding Company. In accordance with Ind AS 103 – Business Combination, the aforesaid purchase consideration was allocated to the extent of ₹ 1,742 lakhs to property, plant and equipment, ₹ 5,497 lakhs to current assets and current liabilities of ₹ 1,883 lakhs based on their respective fair values and ₹ 2,584 lakhs towards borrowings assumed. The Holding Company had also recognised intangible assets aggregating ₹ 1,765 lakhs towards Customer Relationships and Brand name/Trade Marks, based on valuation carried out by an independent valuer in the previous year. The balance amount of purchase consideration being ₹ 444 lakhs was recognised as goodwill in the previous year.
8. Results of six months and quarter ended 30th September 2022 do not include figures of the acquired company for the six months and quarter respectively till date of acquisition as mentioned in Note 7 respectively.



On behalf of the Board
of IFGL Refractories Limited

S K Bajoria
Chairman
(DIN : 00084004)

Kolkata
November 4, 2023

OUR TECHNOLOGY. YOUR SUCCESS.

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

Tel : +91 661 2660195; +91 33 40106100

E-mail : ifgl.works@ifgl.in; ifgl.ho@ifgl.in; investorcomplaints@ifgl.in

Website : www.ifglgroup.com

(₹ in lakhs except as otherwise stated)

EXTRACT OF STATEMENT OF CONSOLIDATED UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND SIX MONTHS ENDED 30TH SEPTEMBER, 2023

Particulars	Quarter ended			Six months ended		Year ended
	30-Sep-23	30-Jun-23	30-Sep-22	30-Sep-23	30-Sep-22	31-Mar-23
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
Total Income	45,946	42,730	34,564	88,676	70,545	1,39,965
Net Profit before Tax from Ordinary Activities	5,378	4,129	2,393	9,507	4,409	10,570
Net Profit after Tax and exceptional item	3,800	2,961	1,945	6,761	3,400	7,921
Total Comprehensive Income [Comprising Profit for the period after Tax and Other Comprehensive Income after Tax]	3,332	3,358	892	6,690	1,926	9,625
Paid up Equity Share Capital (Face Value ₹ 10/- per Share)	3,604	3,604	3,604	3,604	3,604	3,604
Other Equity	-	-	-	-	-	96,900
Earnings Per Share (of ₹ 10/- each) Basic and Diluted #	10.55	8.21	5.39	18.76	9.43	21.98

Figures for the quarter and six months are not annualised.

Notes :-

1. Above financial results have been reviewed by the Audit Committee at its meeting held on 4 November, 2023 and approved by the Board of Directors (Board) at their meeting held on that date. The Statutory Auditor has reviewed the same.

2. Following amendments made by the Finance Act 2021 to the relevant sections of the Income Tax Act 1961, whereby Goodwill arising on amalgamation will not be considered as a depreciable asset and depreciation on goodwill will not be allowable as deductible expenditure effective April 1, 2020, the Holding Company has not claimed deduction of depreciation on such goodwill under income tax for period beginning on that date. The Holding Company management, supported by legal opinions, continues to believe that such deduction claimed in prior assessment years are sustainable and remain unaffected. During the previous year, the Holding Company's claim of ₹ 2,816 lakhs (tax impact of ₹ 984 lakhs) towards such deduction for Assessment Year 2020-21 has been disallowed. Being aggrieved thereby, the Holding Company has filed an appeal before the Commissioner of Income tax (Appeals).

3. In the previous year, on 24th February, 2023, Monocon international Refractories Ltd, UK, (MIRL), being step down operating subsidiary of the Holding Company acquired 100% shareholding of Sheffield Refractories Ltd, UK (SRL) engaged in manufacturing of Monolithic Refractory Products for total consideration of ₹ 4,981 lakhs (equivalent to GBP 5.0 Million cash consideration and GBP 0.1 million towards costs of acquisition) to offer bigger basket of products and acquire new customer relationships. Effective that date, SRL became subsidiary of MIRL and consequently step down subsidiary of Holding Company. In accordance with Ind AS 103 – Business Combination, the aforesaid purchase consideration was allocated to the extent of ₹ 1,742 lakhs to property, plant and equipment, ₹ 5,497 lakhs to current assets and current liabilities of ₹ 1,883 lakhs based on their respective fair values and ₹ 2,584 lakhs towards borrowings assumed. The Holding Company had also recognised intangible assets aggregating ₹ 1,765 lakhs towards Customer Relationships and Brand name/Trade Marks, based on valuation carried out by an independent valuer in the previous year. The balance amount of purchase consideration being ₹ 444 lakhs was recognised as goodwill in the previous year.

4. Key Stand-alone financial information are as follows :

(₹ in Lakhs)

Particulars	Quarter ended			Six months ended		Year ended
	30-Sep-23	30-Jun-23	30-Sep-22	30-Sep-23	30-Sep-22	31-Mar-23
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
Total Income	26,353	23,028	21,845	49,381	44,418	84,557
Net Profit before Tax from Ordinary Activities	4,374	3,269	1,789	7,643	3,489	8,529
Net Profit after Tax from Ordinary Activities	3,012	2,251	1,394	5,263	2,590	6,117
Total Comprehensive Income [Comprising Profit for the period after Tax and Other Comprehensive Income after Tax]	3,013	2,252	1,394	5,265	2,591	6,121

5. Results of six months and quarter ended 30th September 2022 do not include figures of the acquired company for the six months and quarter respectively till date of acquisition as mentioned in Note 3 respectively.

6. This is an extract of the detailed format of Unaudited Consolidated and Stand-alone Financial Results for the quarter and six months ended 30 September, 2023 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.ifglgroup.com).

Kolkata
4 November, 2023



On behalf of the Board
of IFGL Refractories Limited

S K Bajoria
Chairman
(DIN : 00084004)

OUR TECHNOLOGY. YOUR SUCCESS.