



27th May, 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: Disclosure under Regulations 30 and 33 of SEBI LODR Regulations, 2015 - Audited financial results for year ended on 31st March, 2023

The Board of Directors of the Company in their meeting held to-day have approved and taken on record financial results, both on stand alone and consolidated basis, for quarter/year ended on 31st March, 2023 audited by the Company's Statutory Auditors, M/s S R Batliboi & Co. LLP and reviewed by Company's Audit Committee in their meeting also held earlier today.

The Board Meeting commenced at 12.20 Hours and concluded at 14.50 Hours

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 27th May, 2023 thereon of Statutory Auditors, without any modified opinion, are submitted herewith for your perusal, necessary action and record.

- a) Audited stand alone financial results for quarter/year ended on 31st March, 2023
- b) Audited consolidated financial results for quarter/year ended on 31st March, 2023
- c) Extract of Audited consolidated financial results for quarter/year ended on 31st March, 2023 being published in newspapers following Regulation 47(1)(b) of LODR

We hereby declare and confirm that Statutory Auditors of the Company, M/s S R Batliboi & Co LLP, Chartered Accountants, have issued their Reports on the audited Standalone and Consolidated Financial Results of Q4/FY 2022-2023 with unmodified opinion.



IFGL REFRACTORIES LIMITED

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3 Netaji Subhas Road, Kolkata 700 001, India
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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



In the aforesaid meeting following Company's Policy on Dividend Distribution, the Board also resolved to recommend payment of Final Dividend of 70 % (Rs 7 per Equity Share of Rs 10 each face value) for FY 2022-23, subject to necessary approvals/permissions including shareholders of the Company at their ensuing Annual General Meeting.

This disclosure as well as documents forming part thereof, are also being hosted on Company's Website: <https://ifglgroup.com/> and shall be available at link <https://ifglgroup.com/investor/financial-performance/>

Thanking you,

Yours faithfully,

For IFGL Refractories Ltd.

A handwritten signature in blue ink, appearing to read 'Mansi Damani' with a flourish at the end.

(Mansi Damani)

Company Secretary

E Mail : mansi.damani@ifgl.in

Encl: As above

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

To
The Board of Directors of
IFGL Refractories Limited

Report on the audit of the Standalone Financial Results**Opinion**

We have audited the accompanying statement of quarterly and year to date standalone financial results of IFGL Refractories Limited (the "Company") for the quarter ended March 31, 2023 and for the year ended March 31, 2023 ("Statement"), attached herewith, being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended (the "Listing Regulations").

In our opinion and to the best of our information and according to the explanations given to us, the Statement:

- i. is presented in accordance with the requirements of the Listing Regulations in this regard; and
- ii. gives a true and fair view in conformity with the applicable accounting standards and other accounting principles generally accepted in India, of the net profit and other comprehensive income and other financial information of the Company for the quarter ended March 31, 2023 and for the year ended March 31, 2023.

Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013, as amended ("the Act"). Our responsibilities under those Standards are further described in the "Auditor's Responsibilities for the Audit of the Standalone Financial Results" section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Act and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence obtained by us is sufficient and appropriate to provide a basis for our opinion.



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 writ petition which has been admitted by the Hon'ble High Court at Calcutta. Pending decision by the Hon'ble High Court, uncertainty exists as regards realisability of resultant recognized deferred tax assets of Rs. 1,204 lakhs.

Our opinion is not modified in respect of above matters.

Management's Responsibilities for the Standalone Financial Results

The Statement has been prepared on the basis of the standalone annual financial statements. The Board of Directors of the Company are responsible for the preparation and presentation of the Statement that gives a true and fair view of the net profit and other comprehensive income of the Company and other financial information in accordance with the applicable accounting standards prescribed under Section 133 of the Act read with relevant rules issued thereunder and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and the design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy



and completeness of the accounting records, relevant to the preparation and presentation of the Statement that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the Statement, the Board of Directors are responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Board of Directors either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

The Board of Directors are also responsible for overseeing the Company's financial reporting process.

Auditor's Responsibilities for the Audit of the Standalone Financial Results

Our objectives are to obtain reasonable assurance about whether the Statement as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of the Statement.

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the Statement, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under Section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls with reference to financial statements in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board of Directors.



S.R. BATLIBOI & Co. LLP

Chartered Accountants

- Conclude on the appropriateness of the Board of Directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial results or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the Statement, including the disclosures, and whether the Statement represents the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit. We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

Other Matter

The Statement includes the results for the quarter ended March 31, 2023 being the balancing figure between the audited figures in respect of the full financial year ended March 31, 2023 and the published unaudited year-to-date figures up to the third quarter of the current financial year, which were subjected to a limited review by us, as required under the Listing Regulations.

For S.R. BATLIBOI & Co. LLP

Chartered Accountants

ICAI Firm Registration Number: 301003E/E300005



per Bhaswar Sarkar

Partner

Membership No.: 055596

UDIN : 23055596BGYFSE4558

Place: Kolkata

Date: May 27, 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 STANDALONE AUDITED FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED MARCH 31, 2023

Sr. No.	Particulars	(₹ in lakhs except as otherwise stated)				
		Quarter ended			Year ended	
		31-03-2023 (Audited) Refer Note 9	31-12-2022 (Unaudited)	31-03-2022 (Audited) Refer Note 9	31-03-2023 (Audited)	31-03-2022 (Audited)
1.	Revenue from Operations [refer note 7]	21,028	18,168	23,588	83,337	78,733
2.	Other Income	733	210	426	1,220	1,402
3.	Total Income [1 + 2]	21,761	18,378	24,014	84,557	80,135
4.	Expenses					
	a. Cost of Raw Materials and Components Consumed	9,245	8,121	12,033	37,312	36,377
	b. Purchase of Stock-in-Trade	2,427	2,787	914	9,256	5,020
	c. (Increase) / Decrease in Inventories of Finished Goods, Stock-in-Trade and Work-in-Progress [refer note 8]	(413)	(1,068)	(466)	(594)	(1,845)
	d. Employee Benefit Expenses	1,475	1,580	1,295	6,081	5,614
	e. Finance Costs	74	134	61	456	299
	f. Depreciation and Amortisation Expenses	1,269	1,063	1,202	4,428	4,114
	g. Other Expenses [refer note 8]	4,410	3,995	6,821	19,089	21,836
5.	Total Expenses [4(a) to 4(g)]	18,487	16,612	21,860	76,028	71,415
6.	Profit before Tax (3-5) #	3,274	1,766	2,154	8,529	8,720
7.	Tax Expense					
	a. Current Tax	553	689	1,093	2,380	3,383
	b. Deferred Tax Charge / (Credit)	427	(156)	(505)	32	(985)
8.	Profit for the year / period (6-7)	2,294	1,233	1,566	6,117	6,322
9.	Other Comprehensive Income / (Loss)					
	a. Other Comprehensive Income / (loss) not to be reclassified to profit or loss					
	Re-measurement gain/ (loss) on Defined Benefit Plans	4	1	(29)	6	2
	b. Income tax relating to above item	(1)	(1)	10	(2)	(1)
10.	Total Other Comprehensive Income/ (Loss) for the year / period	3	-	(19)	4	1
11.	Total Comprehensive Income for the year / period (8+10)	2,297	1,233	1,547	6,121	6,323
12.	Paid up Equity Share Capital (Face value ₹ 10/- each)	3,604	3,604	3,604	3,604	3,604
13.	Other Equity				58,625	55,027
14.	Earnings Per Share (of ₹ 10/- each) @ Basic & Diluted (₹)	6.36	3.42	4.35	16.97	17.54

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



STATEMENT OF STANDALONE ASSETS AND LIABILITIES

Sr. No.	Particulars	₹ in lakhs	
		As at	
		31-03-2023 (Audited)	31-03-2022 (Audited)
A	ASSETS		
	1. Non-Current Assets		
	(a) Property, Plant and Equipment	14,921	10,794
	(b) Right to Use Asset	1,940	1,848
	(c) Capital work-in-progress	2,983	1,463
	(d) Goodwill [refer note 3]	8,010	10,680
	(e) Other Intangible assets	62	79
	(f) Financial Assets		
	(i) Investments	7,564	7,560
	(ii) Others	636	230
	(g) Income Tax Assets (net)	795	331
	(h) Other non-current assets	784	760
	Total Non - Current Assets	37,695	33,745
	2. Current Assets		
	(a) Inventories [refer note 8]	17,224	16,970
	(b) Financial Assets		
	(i) Investments	11,296	11,546
	(ii) Trade receivables [refer note 8]	19,997	18,018
	(iii) Cash and cash equivalents	8	8
	(iv) Bank balances other than (iii) above	119	883
	(v) Others	89	823
	(c) Other current assets	905	1,306
	Total Current Assets	49,638	49,554
	Total Assets (1+2)	87,333	83,299
B	EQUITY AND LIABILITIES		
	1. Equity		
	(a) Equity Share capital	3,604	3,604
	(b) Other Equity	58,625	55,027
	Total Equity	62,229	58,631
	Liabilities		
	2. Non-Current Liabilities		
	(a) Financial Liabilities		
	(i) Borrowings		
	(a) Lease Liabilities	942	1,014
	(b) Other Borrowings	4,035	-
	(b) Deferred tax liabilities (net) [refer note 5]	3,446	3,413
	Total Non - Current Liabilities	8,423	4,427
	3. Current Liabilities		
	(a) Financial Liabilities		
	(i) Borrowings		
	(a) Lease Liabilities	96	85
	(b) Other Borrowings	6,425	7,516
	(ii) Trade payables		
	Total outstanding dues of micro enterprises and small enterprises	1,310	922
	Total outstanding dues of creditors other than micro enterprises and small enterprises	6,584	9,949
	(iii) Other financial liabilities	1,153	905
	(b) Income Tax Liabilities (net)	152	157
	(c) Other current liabilities	922	677
	(d) Provisions	39	30
	Total Current Liabilities	16,681	20,241
	Total Equity and Liabilities (1+2+3)	87,333	83,299



STANDALONE CASH FLOW STATEMENT	(₹ in lakhs)	
	For the year ended March 31, 2023	For the year ended March 31, 2022
	(Audited)	(Audited)
Cash Flows from Operating Activities		
Profit before tax for the year	8,529	8,720
Adjustments for:		
Finance costs	456	299
Interest income	(188)	(276)
Liabilities no longer required written back	(608)	(342)
Net loss on Sale of property, plant and equipment	19	13
Loss / (Profit) on sale of current investments	42	(66)
Unrealised Gain on Fair Valuation of investments through Profit and Loss	(453)	(611)
Bad Debts written off [net of write back of allowance for credit impaired of ₹ 1,682 lakhs (March 31, 2022: ₹ 938 lakhs)]	(10)	1,002
Gain on lease modification	-	(65)
Depreciation and amortisation expenses	4,428	4,114
Unrealised foreign exchange gain	(290)	(34)
	11,925	12,754
Change in working capital:		
Increase in trade and other receivables	(513)	(4,306)
Increase in inventories	(254)	(6,918)
(Decrease) / increase in trade, other payables and provisions	(2,062)	1,911
Net change in working capital	(2,828)	(9,313)
Cash generated from Operations	9,096	3,441
Income taxes paid	(2,849)	(2,458)
Net cash generated from operating activities (1)	6,247	983
Cash Flows from Investing Activities		
Purchase of Investments	(4,118)	(5,759)
Proceeds from sale of Investments	4,775	5,739
Proceeds from maturity of term deposits with banks	1,505	7,128
Term deposits placed with banks	(1,200)	(3,278)
Interest received	295	303
Loan given	-	(100)
Repayment of Loan given	55	45
Purchase of property, plant and equipment, other intangibles and capital work-in-progress	(7,296)	(4,970)
Proceeds from disposal of property, plant and equipment	75	54
Net cash used in investing activities (2)	(5,909)	(838)
Cash Flows from Financing Activities		
Dividend paid on equity shares	(2,431)	(3,604)
Proceeds from long-term borrowings	4,035	-
Proceeds from / (Repayment of) short-term borrowings (net)	(1,204)	3,893
Payment of lease liabilities	(286)	(210)
Interest paid	(452)	(234)
Net cash used in financing activities (3)	(338)	(155)
Net decrease in Cash and Cash Equivalents (1+2+3)	1	(10)
Cash and Cash Equivalents at the beginning of the year	8	18
Cash and Cash Equivalents at the end of the year	8	8



NOTES :

1. Above financial results have been reviewed by the Audit Committee at its meeting held on May 27, 2023 and approved by the Board of Directors (Board) at their meeting held on that date. The statutory auditor have audited the same.
2. The above standalone audited 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.
3. 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.
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 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 year, the 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 Company has filed an appeal with the Commissioner of Income tax (Appeals).
5. The Company has challenged vires of Explanation to Section 10AA(1) of the Income Tax Act, 1961 inserted on and from Assessment Year beginning April 1, 2018 by filing Writ Petition No 544 of 2019 before Hon'ble High Court at Calcutta, which has been admitted on November 7, 2019, on grounds that such explanation denies the benefit that was intended to be provided under the said Section. Management believes, supported by legal opinion obtained, that the Company will be able to defend its position of continuing to determine its income tax obligation based on provisions of the Income Tax Act, 1961 applicable prior to insertion of the aforesaid explanation. Consequently, the resultant Deferred Tax Asset of ₹ 1,204 lakhs (December 31, 2022: ₹ 1,204 lakhs, March 31, 2022: ₹ 1,204 lakhs) has been considered realisable and, hence, continues to be recognised in these financial results for the year ended March 31, 2023. In the opinion of the Management, outcome of these proceedings will not have a material effect on the Company's financial position and result of operations.
6. The Company operates in a single segment and is engaged in the business of manufacture, trading, sale of refractories and services thereof.
7. Revenue from operations include other operating income amounting to ₹ 420 lakhs, ₹ 271 lakhs, ₹ 1219 lakhs and ₹ 1946 lakhs for the quarter ended March 31, 2023, December 31, 2022, year ended March 31,2023 and for the year ended March 31, 2022 respectively.
8. Expense for the year ended March 31, 2022 includes provision for trade receivables aggregating to ₹ 1,010 lakhs (under "Other expenses"), provision for inventories aggregating to ₹ 508 lakhs despatched by the Company but yet to be delivered to two customers in Ukraine located in Mariupol under the terms of underlying contracts (under "(Increase) / Decrease in Inventories of Finished Goods, Stock-in-Trade and Work-in-Progress") and reversal of sales commission aggregating ₹ 138 lakhs (under "Other expenses") accrued in respect of aforesaid sales.
9. The figures of the last quarter March 31, 2023 and March 31, 2022 are the balancing figures between the audited figures in respect of the financial year ended March 31,2023 and March 31, 2022 and the unaudited published year to date figures up to December 31,2022 and December 31, 2021, being the date of the end of the third quarter of that financial year which were subjected to Limited Review.
10. The Board of Directors, at its meeting on May 27, 2023, have proposed a final dividend of ₹ 7 (70 %) per equity share for the financial year ended March 31, 2023 subject to the approval of shareholders at the forthcoming Annual General Meeting, and following Policy on Dividend Distribution of the Company. Proposed dividend is accounted for in the year in which it is approved by the shareholders.



On behalf of the Board
of IFGL Refractories Limited

S K Bajoria
Chairman
(DIN : 00084004)

Kolkata
May 27, 2023

OUR TECHNOLOGY. YOUR SUCCESS.

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

To
The Board of Directors of
IFGL Refractories Limited

Report on the audit of the Consolidated Financial Results**Opinion**

We have audited the accompanying statement of quarterly and year to date consolidated financial results of IFGL Refractories Limited ("Holding Company") and its subsidiaries (the Holding Company and its subsidiaries together referred to as "the Group") for the quarter ended March 31, 2023 and for the year ended March 31, 2023 ("Statement"), attached herewith, being submitted by the Holding Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("Listing Regulations").

In our opinion and to the best of our information and according to the explanations given to us and based on the consideration of the reports of the other auditors on separate audited financial statements/ financial results/financial information of the subsidiaries, the Statement:

- i. includes the results of the entities as mentioned in Annexure 1.
- ii. are presented in accordance with the requirements of the Listing Regulations in this regard; and
- iii. gives a true and fair view in conformity with the applicable accounting standards, and other accounting principles generally accepted in India, of the consolidated net profit and other comprehensive income and other financial information of the Group for the quarter ended March 31, 2023 and for the year ended March 31, 2023.

Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs), as specified under Section 143(10) of the Companies Act, 2013, as amended ("the Act"). Our responsibilities under those Standards are further described in the "Auditor's Responsibilities for the Audit of the Consolidated Financial Results" section of our report. We are independent of the Group in accordance with the 'Code of Ethics' issued by the Institute of Chartered



Accountants of India together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Act and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence obtained by us and other auditors in terms of their reports referred to in "Other Matter" paragraph below, is sufficient and appropriate to provide a basis for our opinion.

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 writ petition which has been admitted by the Hon'ble High Court at Calcutta. Pending decision by the Hon'ble High Court, uncertainty exists as regards realisability of resultant recognized deferred tax assets of Rs. 1,204 lakhs.

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

Management's Responsibilities for the Consolidated Financial Results

The Statement has been prepared on the basis of the consolidated annual financial statements. The Holding Company's Board of Directors are responsible for the preparation



and presentation of the Statement that give a true and fair view of the net profit and other comprehensive income and other financial information of the Group in accordance with the applicable accounting standards prescribed under section 133 of the Act 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 respective Board of Directors of the companies included in the Group are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of their respective companies and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and the design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the Statement that give a true and fair view and are free from material misstatement, whether due to fraud or error, which have been used for the purpose of preparation of the Statement by the Directors of the Holding Company, as aforesaid.

In preparing the Statement, the respective Board of Directors of the companies included in the Group are responsible for assessing the ability of their respective companies to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the respective Board of Directors either intends to liquidate the Group or to cease operations, or has no realistic alternative but to do so.

The respective Board of Directors of the companies included in the Group are also responsible for overseeing the financial reporting process of their respective companies.

Auditor's Responsibilities for the Audit of the Consolidated Financial Results

Our objectives are to obtain reasonable assurance about whether the Statement as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of the Statement.

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the Statement, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk



of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under Section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls with reference to financial statements in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board of Directors.
- Conclude on the appropriateness of the Board of Directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the ability of the Group to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the Statement or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Group to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the Statement, including the disclosures, and whether the Statement represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial results/financial information of the entities within the Group of which we are the independent auditors to express an opinion on the Statement. We are responsible for the direction, supervision and performance of the audit of the financial information of such entities included in the Statement of which we are the independent auditors. For the other entities included in the Statement, which have been audited by other auditors, such other auditors remain responsible for the direction, supervision and performance of the audits carried out by them. We remain solely responsible for our audit opinion.

We communicate with those charged with governance of the Holding Company and such other entities included in the Statement of which we are the independent auditors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit. We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and



other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

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

Other Matter

The accompanying Statement includes the audited financial results/statements and other financial information, in respect of 8 (eight) subsidiaries, whose financial results/statements include total assets of Rs. 72,680 lakhs as at March 31, 2023, total revenues of Rs. 17,517 lakhs and Rs. 63,848 lakhs, total net profit after tax of Rs. 2,302 lakhs and Rs. 3,716 lakhs, total comprehensive income of Rs. 2,302 lakhs and Rs. 3,716 lakhs, for the quarter and the year ended on that date respectively, and net cash outflows of Rs. 516 lakhs for the year ended March 31, 2023, as considered in the Statement which have been audited by their respective independent auditors.

The independent auditor's report on the financial statements/financial results/financial information of these entities have been furnished to us by the Management and our opinion 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 such auditors and the procedures performed by us as stated in paragraph above.

Aforesaid subsidiaries are located outside India whose financial results/financial statements and other financial information have been prepared in accordance with the accounting principles generally accepted in their respective countries and which have been audited by other auditors under generally accepted auditing standards applicable in their respective countries. The Holding Company's management has converted the financial results / financial statements of such subsidiaries located outside India from accounting principles generally accepted in their respective countries to accounting principles generally accepted in India. We have audited these conversion adjustments made by the Holding Company's management. Our opinion 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 audited by us.

The accompanying Statement includes unaudited financial results/statements and other unaudited financial information in respect of six (6) subsidiaries, whose financial results/statements and other financial information reflect total assets of Rs. 19,811 lakhs as at March 31, 2023, total revenues of Rs. 200 lakhs and Rs. 658 lakhs, total net profit after tax of Rs. 1,551 lakhs and Rs. 1,505 lakhs, total comprehensive income of Rs. 1,551 lakhs and



S.R. BATLIBOI & Co. LLP

Chartered Accountants

Rs.1,505 lakhs for the quarter and the year ended on that date respectively and net cash outflows of Rs. 21 lakhs for the year ended March 31, 2023, whose financial results/statements and other financial information have not been audited by any auditors.

These unaudited financial statements/financial information/financial results have been approved and furnished to us by the Management and our opinion on the Statement, in so far as it relates to the amounts and disclosures included in respect of these subsidiaries, is based solely on such unaudited financial statements/financial information/financial results. In our opinion and according to the information and explanations given to us by the Management, these financial statements/financial information/financial results are not material to the Group.

Our opinion on the Statement is not modified in respect of the above matters with respect to our reliance on the work done and the reports of the other auditors and the Financial Results/financial information certified by the Management.

The Statement includes the results for the quarter ended March 31, 2023 being the balancing figures between the audited figures in respect of the full financial year ended March 31, 2023 and the published unaudited year-to-date figures up to the end of the third quarter of the current financial year, which were subjected to a limited review by us, as required under the Listing Regulations.

For S.R. BATLIBOI & Co. LLP

Chartered Accountants

ICAI Firm Registration Number: 301003E/E300005



per Bhaswar Sarkar

Partner

Membership No.: 055596

UDIN: 23055596BGYFSF9892

Place: Kolkata

Date: May 27, 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	IFGL Inc. [^]
13	EI Ceramics LLC [^]
14	Goricon Metallurgical Services Limited
15	Sheffield Refractories Limited (with effect from February 24, 2023) [^]

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



IFGL REFRACTORIES LIMITED

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

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

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

STATEMENT OF CONSOLIDATED AUDITED FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED MARCH 31, 2023

Sr. No	Particulars	(₹ in lakhs except as otherwise stated)				
		Quarter ended			Year Ended	
		31-03-2023	31-12-2022	31-03-2022	31-03-2023	31-03-2022
		(Audited) Refer Note 10	(Unaudited)	(Audited) Refer Note 10	(Audited)	(Audited)
1.	Revenue from Operations [refer note 8]	36,813	31,597	36,122	1,38,650	1,25,950
2.	Other Income	776	234	535	1,315	1,589
3.	Total Income [1+2]	37,589	31,831	36,657	1,39,965	1,27,539
4.	Expenses					
	a. Cost of Raw Materials and Components Consumed	15,841	13,283	17,463	59,961	55,698
	b. Purchase of Stock-in-Trade	3,579	4,099	1,635	13,285	8,608
	c. (Increase) / Decrease in Inventories of Finished Goods, Stock-in-Trade and Work-in-Progress [refer note 9]	(604)	(1,032)	(962)	(971)	(2,849)
	d. Employee Benefit Expenses	4,982	5,072	4,308	19,483	17,391
	e. Finance Costs	69	126	55	484	341
	f. Depreciation and Amortisation Expenses	1,535	1,338	1,477	5,555	5,114
	g. Other Expenses [refer note 9]	8,178	6,743	9,947	31,598	32,842
5.	Total Expenses [4(a) to 4(g)]	33,630	29,629	33,923	1,29,395	1,17,145
6.	Profit before Tax (3-5) #	3,959	2,202	2,734	10,570	10,394
7.	Tax Expense					
	a. Current Tax	480	725	1,104	2,371	3,506
	b. Deferred Tax Charge/(Credit)	537	(102)	(440)	278	(861)
8.	Profit for the year/ period (6-7) #	2,942	1,579	2,070	7,921	7,749
9.	Profit for the year/ period attributable to:					
	Equity holders of the Holding Company	2,942	1,579	2,070	7,921	7,749
	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	4	1	(30)	6	2
	ii. Income tax relating to above item	(1)	(1)	10	(2)	(1)
	b. Other Comprehensive Items that will be reclassified to profit or loss					
	Exchange differences in translating the financial statements of foreign operations	232	2,943	96	1,700	208
11.	Total Other Comprehensive Income / (Loss) for the year/ period	235	2,943	76	1,704	209
12.	Total Comprehensive income for the year/ period (8+11)	3,177	4,522	2,146	9,625	7,958
	Total Comprehensive Income for the year/ period attributable to:					
	Equity holders of the Holding Company	3,177	4,522	2,146	9,625	7,958
	Non Controlling interest	*	*	*	*	*
13.	Paid up Equity Share Capital (Face value ₹ 10/- each)	3,604	3,604	3,604	3,604	3,604
14.	Other Equity				96,900	89,800
15.	Earnings Per Share (of ₹ 10/- each) @					
	Basic & Diluted (₹)	8.16	4.38	5.74	21.98	21.50

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



STATEMENT OF CONSOLIDATED ASSETS AND LIABILITIES		₹ in lakhs	
Sr. No	Particulars	As at	
		31-03-2023	31-03-2022
		(Audited)	(Audited)
A	ASSETS		
	1. Non-Current Assets		
	(a) Property, Plant and Equipment	25,894	18,040
	(b) Right to Use Asset	2,312	2,170
	(c) Capital work-in-progress	4,562	2,504
	(d) Goodwill (on consolidation)	11,303	11,046
	(e) Goodwill (Other) [refer note 5 & 7]	8,474	10,680
	(f) Other Intangible Assets [refer note 7]	2,033	248
	(g) Financial Assets		
	(i) Investments	1,939	1,935
	(ii) Others	636	230
	(h) Income Tax Assets (net)	1,045	477
	(i) Other Non-Current Assets	784	760
	Total Non - Current Assets	58,982	48,090
	2. Current Assets		
	(a) Inventories [refer note 9]	30,204	25,940
	(b) Financial Assets		
	(i) Investments	11,296	11,546
	(ii) Trade Receivables [refer note 9]	34,984	27,203
	(iii) Cash and cash equivalents	5,680	11,904
	(iv) Bank balances other than (iii) above	119	883
	(v) Others	149	903
	(c) Other Current Assets	1,179	2,139
	Total Current Assets	83,611	80,518
	Total Assets (1+2)	1,42,593	1,28,608
B	EQUITY AND LIABILITIES		
	1. Equity		
	(a) Equity Share capital	3,604	3,604
	(b) Other Equity	96,900	89,800
	Equity attributable to the owners	1,00,504	93,404
	Non controlling interest	*	*
	Total Equity	1,00,504	93,404
	Liabilities		
	2. Non-Current Liabilities		
	(a) Financial Liabilities		
	(i) Borrowings		
	(a) Lease Liabilities	1,044	1,014
	(b) Other Borrowings	4,960	866
	(b) Deferred Tax Liabilities (Net) [refer note 6]	5,182	4,782
	Total Non - Current Liabilities	11,186	6,662
	3. Current Liabilities		
	(a) Financial Liabilities		
	(i) Borrowings		
	(a) Lease Liabilities	121	182
	(b) Other Borrowings	9,890	7,843
	(ii) Trade Payables		
	Total Outstanding dues of Micro Enterprises and Small Enterprises	1,310	922
	Total Outstanding dues of Creditors Other than Micro Enterprises and Small Enterprises	17,309	17,799
	(iii) Other Financial Liabilities	1,153	906
	(b) Income Tax Liabilities (Net)	159	183
	(c) Other Current Liabilities	922	677
	(d) Provisions	39	30
	Total Current Liabilities	30,903	28,542
	Total Equity and Liabilities (1+2+3)	1,42,593	1,28,608



CONSOLIDATED CASH FLOW STATEMENT		(₹ in lakhs)	
Particulars	For the year ended March 31, 2023	For the year ended March 31, 2022	
	(Audited)	(Audited)	
Cash Flows from Operating Activities			
Profit before tax for the year	10,570	10,394	
Adjustments for:			
Finance costs	484	341	
Interest income	(188)	(350)	
Liabilities no longer required written back	(631)	(368)	
Net loss on Sale of property, plant and equipment	19	13	
Loss / (Profit) on sale of current investments	42	(66)	
Unrealised Gain on Fair Valuation of investments through Profit and Loss	(453)	(611)	
Bad Debts written off [net of write back of allowance for credit impaired of Rs. 1,710 lakhs (31st March, 2022: Rs. 942 lakhs)]	18	1,072	
Depreciation and amortisation expenses	5,555	5,114	
Gain on lease modification	-	(65)	
Unrealised foreign exchange gain	(290)	(34)	
Effect of change in Foreign Exchange Translation	120	659	
	15,246	16,099	
Change in working capital:			
Increase in trade and other receivables	(8,573)	(6,688)	
Increase in inventories	(5,735)	(9,324)	
Increase in trade payables and other liabilities	2,578	2,888	
Net change in working capital	(11,730)	(13,124)	
Cash generated from Operations	3,516	2,975	
Income taxes paid (net)	(2,886)	(2,537)	
Net cash generated from Operating Activities (1)	630	438	
Cash flows from Investing Activities			
Purchase of Investments	(4,118)	(5,759)	
Proceeds from sale of Investments	4,775	5,739	
Proceeds from maturity of term deposits with banks	1,505	7,128	
Term deposits placed with banks	(1,200)	(3,278)	
Interest received	295	377	
Loan given	-	(100)	
Repayment of Loan given	55	45	
Purchase of property, plant and equipment, other intangibles and capital work in progress	(13,658)	(6,609)	
Proceeds from disposal of property, plant and equipment	75	54	
Net cash used in Investing Activities (2)	(12,271)	(2,403)	
Cash flows from Financing Activities			
Dividend paid on equity shares	(2,523)	(3,604)	
Proceeds from / (Repayment of) long-term borrowings	4,066	(312)	
Proceeds from short-term borrowings (net)	4,303	3,860	
Payment of lease liabilities	(386)	(381)	
Interest Paid	(480)	(259)	
Net cash generated from / (used in) financing activities (3)	4,980	(696)	
Exchange Differences On Translation Of Foreign Currency (4)	277	(193)	
Net Decrease in Cash and Cash Equivalents (1+2+3+4)	(6,384)	(2,854)	
Cash and cash equivalents at the beginning of the year	11,904	14,758	
Cash and cash equivalents acquired on Business Combination (Refer Note 7)	160	-	
Cash and cash equivalents at the end of the year	5,680	11,904	



SEGMENT WISE REVENUE, RESULTS AND CAPITAL EMPLOYED ON CONSOLIDATED BASIS

Particulars	(₹ in lakhs)				
	Quarter ended			Year Ended	
	31-03-2023	31-12-2022	31-03-2022	31-03-2023	31-03-2022
	(Audited) Refer Note 10	(Unaudited)	(Audited) Refer Note 10	(Audited)	(Audited)
Segment Revenue (Revenue from Operations)					
India	20,769	18,049	23,139	82,274	77,659
<i>Outside India</i>					
Asia excluding India	618	432	356	1,774	1,817
Europe	8,362	6,061	6,733	26,690	25,475
Americas	7,064	7,055	5,894	27,912	20,999
Revenue from Operations	36,813	31,597	36,122	1,38,650	1,25,950
Segment Results [Profit before Tax and Finance Costs]					
India	3,351	1,907	2,281	8,995	9,035
<i>Outside India</i>					
Asia excluding India	(28)	142	80	354	349
Europe	285	(102)	309	594	909
Americas	449	381	119	1,140	442
Total	4,057	2,328	2,789	11,083	10,735
Less : Finance Costs	(69)	(126)	(55)	(484)	(341)
Unallocated	(29)	-	-	(29)	-
Profit before Tax	3,959	2,202	2,734	10,570	10,394
Segment Assets					
India	81,230	79,050	77,267	81,230	77,267
<i>Outside India</i>					
Asia excluding India	2,598	2,832	2,988	2,598	2,988
Europe	27,357	21,436	20,363	27,357	20,363
Americas	17,824	18,364	16,943	17,824	16,943
Unallocated	13,584	11,130	11,047	13,584	11,047
Total Segment Assets	1,42,593	1,32,812	1,28,608	1,42,593	1,28,608
Segment Liabilities					
India	25,060	24,367	24,415	25,060	24,415
<i>Outside India</i>					
Asia excluding India	697	1,353	1,190	697	1,190
Europe	12,433	5,781	6,089	12,433	6,089
Americas	3,899	3,982	3,510	3,899	3,510
Total Segment Liabilities	42,089	35,483	35,204	42,089	35,204



NOTES :

1. Above financial results have been reviewed by the Audit Committee at its meeting held on May 27, 2023 and approved by the Board of Directors (Board) at their meeting held on that date. The statutory auditor have audited the same.
2. The above consolidated audited 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 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).
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 has challenged vires of Explanation to Section 10AA(1) of the Income Tax Act, 1961 inserted on and from Assessment Year beginning April 1, 2018 by filing Writ Petition No 544 of 2019 before Hon'ble High Court at Calcutta, which has been admitted on November 7, 2019, on grounds that such explanation denies the benefit that was intended to be provided under the said Section. Management believes, supported by legal opinion obtained, that the Holding Company will be able to defend its position of continuing to determine its income tax obligation based on provisions of the Income Tax Act, 1961 applicable prior to insertion of the aforesaid explanation. Consequently, the resultant Deferred Tax Asset of ₹ 1,204 lakhs (December 31, 2022: ₹ 1,204 lakhs, March 31, 2022: ₹ 1,204 lakhs) has been considered realisable and, hence, continues to be recognised in these financial results for the year ended March 31, 2023. In the opinion of the Management, outcome of these proceedings will not have a material effect on the Holding Company's financial position and result of operations.
7. 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) on 24th February, 2023 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 has been allocated to the extent of ₹ 1,742 lakhs to property, plant and equipment and ₹ 5,497 lakhs to current assets, current liabilities of ₹ 1,883 lakhs based on their respective fair values and ₹ 2,584 lakhs towards borrowings assumed. The Holding Company has 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. The balance amount of purchase consideration being ₹ 444 lakhs has been recognised in these results as goodwill.
8. Revenue from operations include other operating income amounting to ₹ 422 lakhs, ₹ 165 lakhs, ₹ 1431 lakhs and ₹ 2032 lakhs for the quarter ended March 31, 2023, December 31, 2022, year ended March 31, 2023 and for the year ended March 31, 2022 respectively.
9. Expense for the year ended March 31, 2022 included provision for trade receivables aggregating to ₹ 1,027 lakhs (under "Other expenses"), provision for inventories aggregating to ₹ 508 lakhs despatched by the Group but yet to be delivered to two customers in Ukraine located in Mariupol under the terms of underlying contracts (under "(Increase) / Decrease in Inventories of Finished Goods, Stock-in-Trade and Work-in-Progress") and reversal of sales commission aggregating ₹ 138 lakhs (under "Other expenses") accrued in respect of aforesaid sales.
10. The figures of the last quarter March 31, 2023 and March 31, 2022 are the balancing figures between the audited figures in respect of the financial year ended March 31, 2023 and March 31, 2022 and the unaudited published year to date figures up to December 31, 2022 and December 31, 2021, being the date of the end of the third quarter of that financial year which were subjected to Limited Review.
11. The Board of Directors of the Holding Company, at its meeting on May 27, 2023, have proposed a final dividend of ₹ 7 (70%) per equity share for the financial year ended March 31, 2023 subject to the approval of shareholders of the Holding Company at the forthcoming Annual General Meeting, and following Policy on Dividend Distribution of the Holding Company. Proposed dividend is accounted for in the year in which it is approved by the shareholders.



Kolkata
May 27, 2023

On behalf of the Board
of IFGL Refractories Limited

S K Bajoria
Chairman
(DIN : 00084004)

OUR TECHNOLOGY. YOUR SUCCESS.

IFGL REFRACTORIES LIMITED

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

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

(₹ in lakhs except as otherwise stated)

EXTRACT OF STATEMENT OF CONSOLIDATED AUDITED FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED 31ST MARCH, 2023

Particulars	Quarter ended			Year ended	
	31-Mar-23	31-Dec-22	31-Mar-22	31-Mar-23	31-Mar-22
	(Audited)	(Unaudited)	(Audited)	(Audited)	(Audited)
Total Income	37,589	31,831	36,657	1,39,965	1,27,539
Net Profit before Tax from Ordinary Activities	3,959	2,202	2,734	10,570	10,394
Net Profit after Tax and exceptional item	2,942	1,579	2,070	7,921	7,749
Total Comprehensive Income [Comprising Profit for the period after Tax and Other Comprehensive Income after Tax]	3,177	4,522	2,146	9,625	7,958
Paid up Equity Share Capital (Face Value ₹ 10/- per Share)	3,604	3,604	3,604	3,604	3,604
Other Equity	-	-	-	96,900	89,800
Earnings Per Share (of ₹ 10 /- each) Basic and Diluted #	8.16	4.38	5.74	21.98	21.50

Figures for the quarter are not annualised.

Note :-

1. Above audited financial results for the Quarter and Year ended 31st March, 2023 have been reviewed by the Audit Committee and approved by the Board of Directors at their meeting held on Saturday, May 27, 2023.

2. The Board of Directors, at its meeting on May 27, 2023, have proposed a final dividend of ₹ 7 (70 %) per equity share for the financial year ended 31st March, 2023 subject to the approval of shareholders at the forthcoming Annual General Meeting and following Policy on Dividend Distribution of the Company. Proposed dividend is accounted for in the year in which it is approved by the shareholders.

3. 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 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).

4. 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) on February 24, 2023 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 has been allocated to the extent of ₹ 1,742 lakhs to property, plant and equipment and ₹ 5,497 lakhs to current assets, current liabilities of ₹ 1,883 lakhs based on their respective fair values and ₹ 2,584 lakhs towards borrowings assumed. The Holding Company has 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. The balance amount of purchase consideration being ₹ 444 lakhs has been recognised in these results as goodwill.

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

(₹ in Lakhs)

Particulars	Quarter ended			Year ended	Year ended
	31-Mar-23	31-Dec-22	31-Mar-22	31-Mar-23	31-Mar-22
	(Audited)	(Unaudited)	(Audited)	(Audited)	(Audited)
Total Income	21,761	18,378	24,014	84,557	80,135
Net Profit before Tax from Ordinary Activities	3,274	1,766	2,154	8,529	8,720
Net Profit after Tax from Ordinary Activities	2,294	1,233	1,566	6,117	6,322
Total Comprehensive Income [Comprising Profit for the period after Tax and Other Comprehensive Income after Tax]	2,297	1,233	1,547	6,121	6,323

6. The figures of the last quarter ended March 31, 2023 are the balancing figures between the audited figures in respect of the financial year ended March 31, 2023 and the unaudited published year to date figures up to December 31, 2022, being the date of the end of the third quarter of that financial year, which was subjected to limited review.

7. This is an extract of the detailed format of audited Consolidated and Stand-alone Financial Results for the quarter and year ended March 31, 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
May 27, 2023

On behalf of the Board

(Signature)
S K Bajoria
Chairman
(DIN : 00084004)