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The Listing Department National Stock Exchange of India Ltd. Exchange Plaza Plot No.C/1, G. Block Bandra-Kurla Complex Bandra (E) Mumbai-400051 Stock Symbol & Series : IMFA, EQ	The Dy.General Manager (Corporate Services) BSE Ltd. Floor 25, P.J. Towers Dalal Street Fort Mumbai-400001 Stock Code : 533047
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Date 27th July 2020

**Re: Outcome of the meeting of the Board of Directors
held on 27th July 2020**

Dear Sir,

The Board of Directors of the Company at their meeting held on 27th July 2020, inter-alia, have approved the Audited Financial Results (Standalone & Consolidated) for the quarter and year ended 31st March 2020. A copy each of the Audited Financial Results and Report of Statutory Auditors are enclosed.

Yours faithfully,
For Indian Metals & Ferro Alloys Limited

(Prem Khandelwal)
CFO & Company Secretary

Enclosed as above

INDIAN METALS & FERRO ALLOYS LIMITED

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CIN: L27101OR1961PLC000428

(Rs. in Crores)

STATEMENT OF AUDITED FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED 31ST MARCH, 2020					
Particulars	Standalone			Standalone	
	Quarter ended			Year ended	
	31-Mar-2020 (Audited)	31-Dec-2019 (Unaudited)	31-Mar-2019 (Audited)	31-Mar-2020 (Audited)	31-Mar-2019 (Audited)
1. Income					
(a) Revenue from Operations	379.04	397.50	434.06	1,611.94	1,633.78
(b) Other Income	1.94	8.25	4.68	21.98	19.91
Total Income	380.98	405.75	438.74	1,633.92	1,653.69
2. Expenses					
(a) Cost of Materials Consumed	242.22	245.89	243.75	939.84	823.89
(b) Changes in Inventories of Finished Goods and Work-in-Progress	(15.00)	(14.87)	(11.65)	0.35	(48.46)
(c) Employee Benefits Expense	32.06	40.56	48.17	154.80	162.09
(d) Finance Costs (refer Note No.3)					
- Interest on borrowing including other finance costs	15.97	17.51	19.68	72.36	79.59
- Loss/(Gain) on foreign currency transactions and translations on borrowing	18.47	0.30	(1.17)	27.02	16.84
(e) Depreciation and Amortisation Expense	29.31	26.03	25.98	104.21	98.16
(f) Loss/(Gain) on foreign currency transactions and translations including mark to market valuation (net) (refer Note No.3)	13.25	2.59	(6.96)	18.98	37.20
(g) Impairment loss of trade receivables and other financial assets (refer Note No. 4)	4.53	6.68	0.02	17.64	0.03
(h) Other Expenses (refer Note No. 5)	101.53	80.60	122.64	390.66	378.43
Total Expenses	442.34	405.29	440.46	1,725.86	1,547.77
3. Profit/(Loss) before exceptional items and tax (1-2)	(61.36)	0.46	(1.72)	(91.94)	105.92
4. Exceptional Items - (Income)/Expense (Net) (refer Note No. 6)	-	-	85.15	1.73	75.97
5. Profit/(Loss) before tax (3-4)	(61.36)	0.46	(86.87)	(93.67)	29.95
6. Tax Expense :					
- Current Tax	-	-	(10.37)	-	27.09
- Earlier year Tax	-	(1.69)	-	(1.69)	-
- Deferred Tax	(11.10)	(2.19)	(2.63)	(23.65)	(8.18)
7. Profit/(Loss) after tax (5-6)	(50.26)	4.34	(73.87)	(68.33)	11.04
8. Other Comprehensive Income/(Expense)					
Items that will not be reclassified to profit or loss (net of tax)					
- Remeasurements of defined benefit plan	(9.22)	0.46	(4.11)	(5.83)	(3.15)
- Income tax relating to items that will not be reclassified to profit or loss	3.22	(0.16)	1.44	2.04	1.10
9. Total Comprehensive Income/(Expense) after tax (7+8)	(56.26)	4.64	(76.54)	(72.12)	8.99
10(a). Paid-up Equity Share Capital (Face Value ₹10/- each) (refer Note no.10(a))	26.98	26.98	13.06	26.98	13.06
10(b). Equity Share Suspense Account (refer Note no.10(a))			13.92		13.92
11. Other Equity excluding Revaluation Reserves				1,041.50	1,129.67
12. Earnings per share-Basic & Diluted (in Rupees) (*not annualised)	*(18.63)	*1.61	*(27.38)	(25.33)	4.09

BALANCE SHEET

		(Rs. in Crores)	
Particulars	Standalone As at 31-Mar-20 (Audited)	Standalone As at 31-Mar-19 (Audited)	
A ASSETS			
1 Non - Current Assets			
(a) Property, Plant and Equipment	952.04	965.59	
(b) Capital Work-in-Progress	74.14	118.05	
(c) Right of Use Assets	56.80	-	
(d) Investment Property	10.37	10.66	
(e) Other Intangible Assets	0.86	1.76	
(f) Financial Assets			
(i) Investments in Subsidiaries and Associate	113.72	115.46	
(ii) Other Investments	0.33	0.10	
(iii) Trade Receivables	-	11.39	
(iv) Loans	25.54	24.59	
(v) Other Financial Assets	2.24	1.75	
(g) Non-Current Tax Assets (Net)	39.82	41.81	
(h) Other Non-Current Assets	179.69	171.75	
Total Non-Current Assets	1,455.55	1,462.91	
2 Current Assets			
(a) Inventories	431.55	544.91	
(b) Financial Assets			
(i) Investments	27.03	65.32	
(ii) Trade Receivables	32.67	49.68	
(iii) Cash and Cash Equivalents	4.53	15.53	
(iv) Bank balances other than (iii) above	37.34	36.33	
(v) Loans	263.93	263.48	
(vi) Other Financial Assets	2.25	8.88	
(c) Other Current Assets	142.78	190.42	
Total Current Assets	942.08	1,174.55	
Assets classified as held for sale	0.02	0.04	
TOTAL ASSETS	2,397.65	2,637.50	
B EQUITY AND LIABILITIES			
1 Equity			
(a) Equity Share Capital	26.98	13.06	
(b) Equity Share Suspense Account (Refer Note No. 10)	-	13.92	
(c) Other Equity	1,041.50	1,129.67	
Total Equity	1,068.48	1,156.65	
2 Non-Current Liabilities			
(a) Financial Liabilities			
(i) Borrowings	340.42	414.76	
(ii) Lease Liabilities	43.15	-	
(iii) Other Financial Liabilities	134.03	142.32	
(b) Provisions	12.98	10.95	
(c) Deferred Tax Liabilities (Net)	61.04	86.73	
Total Non-Current Liabilities	591.62	654.76	
3 Current Liabilities			
(a) Financial Liabilities			
(i) Borrowings	268.38	258.80	
(ii) Trade Payables			
a) total outstanding dues of micro enterprises and small enterprises	16.72	4.90	
b) total outstanding dues of creditors other than micro enterprises and small enterprises	168.97	267.12	
(iii) Lease Liabilities	2.56	-	
(iv) Other Financial Liabilities	254.78	276.62	
(b) Other Current Liabilities	12.15	11.14	
(c) Provisions	13.99	7.51	
Total Current Liabilities	737.55	826.09	
TOTAL EQUITY AND LIABILITIES	2,397.65	2,637.50	

STATEMENT OF CASH FLOWS		
Particulars	(Rs. in Crores)	
	Year ended 31st March, 2020 (Audited)	Year ended 31st March, 2019 (Audited)
A. Cash Flow from Operating Activities		
Profit/(Loss) before tax	(93.67)	29.95
Adjustments for:		
Depreciation and Amortisation Expense	104.21	98.16
Loss/(Profit) on sale/disposal of Property, Plant and Equipment (Net)	3.08	(0.40)
Impairment on Property, Plant and Equipment	2.63	-
Profit on sale of Current Investments	(5.18)	(8.63)
Loss on fair valuation of Current Investments	5.84	6.86
Unrealised foreign exchange loss	17.33	11.30
Interest Income	(3.58)	(3.97)
Dividend Income	(1.09)	(1.09)
Finance Costs	99.38	96.43
Impairment loss of trade receivables and other financial assets	17.64	0.03
Other Operating Revenue	-	(1.81)
Exceptional Items - (Income)/Expense (Net)	1.73	87.36
Liabilities no longer required written back	(7.21)	(1.87)
Operating Profit before Working Capital Changes	141.11	312.32
Adjustments for:		
(Increase) / decrease in Trade and other receivables	47.98	(5.98)
(Increase) / decrease in Inventories	113.82	(116.85)
Increase / (decrease) in Trade payables and other liabilities	(80.08)	83.08
Cash Generated from Operations	222.83	272.57
Direct Taxes paid/ (refund)	1.71	(44.13)
Net Cash Generated from Operating Activities	224.54	228.44
B. Cash Flow from Investing Activities		
Purchase of Property, Plant and Equipment and Capital Work-in-Progress	(95.12)	(104.45)
Proceeds from sale of Property, Plant and Equipment	2.01	1.40
Purchase of Investments	(246.16)	(155.84)
Sale of Investments	283.57	227.11
Loan to Subsidiaries	(0.22)	0.33
Increase/(decrease) in deposits	0.13	0.84
Dividend received	1.09	1.09
Interest received	3.58	3.97
Net Cash Used in Investing Activities	(51.12)	(25.55)
C. Cash Flow from Financing Activities		
Proceeds from Non-current borrowings	40.00	-
Repayment of Non-current borrowings	(118.13)	(123.56)
Proceeds from/(Repayment) of Current borrowings (Net)	(1.36)	61.54
Repayment of lease liabilities	(2.20)	-
Interest and financing charges paid	(82.58)	(91.81)
Interest on lease paid	(4.10)	(2.76)
Dividend paid (including dividend distribution tax)	(16.05)	(48.37)
Net Cash Used in Financing Activities	(184.42)	(204.96)
Net increase/(decrease) in Cash and Cash Equivalents (A+B+C)	(11.00)	(2.07)
Cash and Cash Equivalents at the beginning of the year	15.53	17.60
Cash and Cash Equivalents at the end of the period	4.53	15.53
	Year ended 31st March, 2020 (Audited)	Year ended 31st March, 2019 (Audited)
Cash and Cash Equivalents at the end of the period comprises of:		
Cash on hand	0.69	0.65
Balance with Banks:		
- In Current Accounts	3.84	14.88
Total	4.53	15.53

PART II - Segment wise Revenue, Results, Assets and Liabilities

(Rs. in Crores)

Particulars	Standalone Quarter ended			Standalone Year ended	
	31-Mar-2020 (Audited)	31-Dec-2019 (Unaudited)	31-Mar-2019 (Audited)	31-Mar-2020 (Audited)	31-Mar-2019 (Audited)
1. Segment Revenue					
a) Ferro Alloys	365.20	384.18	417.88	1,558.04	1,578.30
b) Power	119.82	107.96	108.89	421.38	415.30
c) Mining	61.85	62.94	72.92	224.14	217.08
d) Others	0.88	0.74	0.89	3.07	3.09
Total	547.75	555.82	600.58	2,206.63	2,213.77
Less: Inter Segment Revenue	181.73	170.99	182.08	645.89	633.13
Net Income from Operations	366.02	384.83	418.50	1,560.74	1,580.64
2. Segment Results					
a) Ferro Alloys	4.93	22.40	27.47	69.97	265.77
b) Power	(1.55)	(1.60)	(1.46)	(5.85)	(7.03)
c) Mining	(4.64)	(2.35)	(7.70)	(18.57)	(7.83)
d) Others	(2.40)	(2.01)	(2.15)	(8.22)	(8.51)
Total	(3.66)	16.44	16.16	37.33	242.40
Less: Finance Costs	34.44	17.81	18.51	99.38	96.43
Less: Other Un-allocable Expenditure net of Un-allocable Income	23.26	(1.83)	84.52	31.62	116.02
Total Profit/(Loss) Before Tax	(61.36)	0.46	(86.87)	(93.67)	29.95
3. Segment Assets					
a) Ferro Alloys	784.88	787.64	925.53	784.88	925.53
b) Power	834.49	853.58	912.87	834.49	912.87
c) Mining	110.55	119.36	106.96	110.55	106.96
d) Others	48.64	49.72	54.34	48.64	54.34
e) Unallocated	619.09	629.16	637.80	619.09	637.80
Total Segment Assets	2,397.65	2,439.46	2,637.50	2,397.65	2,637.50
4. Segment Liabilities					
a) Ferro Alloys	145.31	159.22	242.91	145.31	242.91
b) Power	258.94	241.80	248.84	258.94	248.84
c) Mining	52.34	43.70	36.95	52.34	36.95
d) Others	2.31	1.43	1.06	2.31	1.06
e) Unallocated	127.56	104.72	155.18	127.56	155.18
Total Segment Liabilities	586.46	550.87	684.94	586.46	684.94
Other Liabilities including borrowings and Leases	742.71	763.86	795.91	742.71	795.91
Total Liabilities	1,329.17	1,314.73	1,480.85	1,329.17	1,480.85

NOTES:

1. The above standalone results have been reviewed by the Audit Committee and subsequently approved by the Board of Directors of the Company at their respective meetings held on 27th July, 2020.
2. Based on the "management approach" as defined in Ind AS 108 - Operating Segments, the Chief Operating Decision Maker evaluates the Company's performance and allocates resources based on an analysis of various performance indicators by business segments. Accordingly, information has been presented along these business segments viz. "Ferro Alloys", "Power" and "Mining". The accounting principles used in the preparation of these financial results are consistently applied to record revenue and expenditure in individual segments (refer PART II).
3. A cumulative amount of Rs 17.33 crores (comprising of Rs. 10.11 crores loss on foreign currency translations on borrowings and Rs. 7.22 crores on account of mark to market loss on foreign currency transactions other than borrowings) and Rs. 22.03 crores (comprising of Rs 7.05 crores loss on foreign currency translations on borrowings and Rs. 14.98 crores on account of mark to market loss on foreign currency transactions other than borrowings) has been charged during the quarter and year ended 31st March 2020 respectively.
4. Impairment loss includes loss on advance given to a subsidiary amounting to Rs. 0.01 crore and gain of Rs. 0.20 crores for the quarter and year ended 31st March, 2020 respectively & write off of trade receivables Rs. 4.52 crores and Rs. 17.84 crores for the quarter and year ended 31st March, 2020 respectively.
5. Other expenses includes impairment loss on assets and stores & spares at Nuasahi mines and obsolete fixed assets for the quarter ended 31st March, 2020 Rs. 3.10 crores and year ended 31st March, 2020 Rs. 6.10 crores.
6. There are no exceptional Items during the current quarter. Items related to previous period are as follows:
 - (a) Impairment loss on investment in Equity Shares of the subsidiaries namely Utkal Green Energy Limited (UGEL) and Utkal Power Limited (UPL) for the year ended 31st March, 2020 Rs. 1.73 crores and of Indmet Mining Pte Ltd for the year ended 31st March, 2019 Rs. 53.13 crores.
 - (b) Provision towards arbitration costs and expenses payable to the Government of the Republic of Indonesia for the year ended 31st March, 2019 Rs. 20.58 crores.
 - (c) GST Compensation Cess of Rs. 13.73 crores for the year ended 31st March, 2019 which was expensed off and recognised as income in subsequent period pursuant to a clarification of Commissionerate of CT and GST, Odisha.
 - (d) Expected credit loss on investment in Non-Convertible Redeemable Cumulative Preference Shares for the year ended 31st March, 2019 Rs. 10 crores.
 - (e) Retrenchment compensation paid to employees of Nuasahi Chromite Mines for the year ended 31st March, 2019 Rs. 2.34 crores.
 - (f) Provision of arrears of Provident Fund liability for the year ended 31st March, 2019 Rs. 3.65 crores, pursuant to Hon'ble Supreme Court's judgment dated 28th February, 2019.
7. During the quarter ended 31st December, 2019, pursuant to an amendment vide OERC Notification No. OERC/RA/RE-5/2013 dated 31st December 2019, the Company has recognised reduction in Renewable Power Obligation (RPO) to the tune of Rs. 19.78 crores in the unaudited financial results including Rs 6.49 crores pertaining to earlier year. Further, upon receipt of permission from OERC, the Company will recognise excess Renewable Energy Certificates (REC) amounting to Rs 7.68 crore purchased in compliance of RPO requirement prior to the said amendment.
8. The Hon'ble Supreme Court of India cancelled the allocation of coal blocks to various companies, including the 'Utkal C' coal block held by Utkal Coal Ltd (UCL), an SPV in which the Company holds 79.2% equity. Subsequently, UCL moved to the Hon'ble Delhi High Court challenging the compensation calculation which did not take into consideration the amount paid for the leased land. Thereafter, aggrieved by the judgement of the Hon'ble Delhi High Court which held that leased land could be considered for compensation but did not give express directions, UCL moved to the Hon'ble Supreme Court. During the year ended 31st March, 2019, the SLP was withdrawn by UCL after the Central Government initiated the auction process.

Ministry of Coal vide its letter dated 2nd April, 2019 to UCL again sought details of the investment in the said coal block including lease hold land in order to re-estimate the compensation amount and the details were submitted to them on 8th April 2019. In the meantime, the coal block has been allotted to Gujarat State Electricity Corporation Limited (GSECL) during the year. Pending execution of allotment agreement between Gujarat State Electricity Corporation Limited and the Nominated Authority and issuance of allotment order by the Nominated Authority in favour of GSECL, UCL still retains the right, title and interest over the said coal block. The Company has filed a petition in the Hon'ble High Court of Delhi on 12th March, 2020, praying for appropriate order or direction to the concerned authority for early determination and payment of the compensation. Hence, UCL is hopeful of receiving the compensation amount pending which no accounting adjustments have been made by UCL in its books of account and, therefore, no provision is considered necessary against the Company's net exposure in UCL as at 31st March, 2020 amounting to Rs.111.42 crore invested as equity and Rs. 263.93 crore given as unsecured loan.
9. In view of the circumstances detailed above in Note No. 8 and considering the probability that the Company will collect the consideration to which it is entitled to, with effect from 1st October, 2014 the Company had postponed recognition of income from interest on unsecured loan given to UCL. The interest income would be considered as revenue in the year of settlement of compensation.
- 10 (a). The Hon'ble National Company Law Tribunal ("NCLT"), Cuttack Bench vide its Order dated 26th March, 2019, approved the Scheme of Amalgamation made under Section 230 to 232 and other applicable provisions of the Companies Act, 2013 ("the Scheme") involving amalgamation of (a) Indian Metals and Carbide Limited ("IMCL"), a wholly owned subsidiary of the Company and (b) B. Panda and Company Private Limited ("BPCO"), the holding company of the Company, into the Company. Upon the Scheme coming into effect, the undertakings of IMCL and BPCO stands transferred to and vested in the Company with effect from the Appointed Date and the Scheme had accordingly been given effect to in the financial statements for the year ended 31st March, 2019.

Subsequent to the filing of the certified copy of the Hon'ble National Company Law Tribunal ("NCLT"), Cuttack Bench Order dated 26th March, 2019, approving the Scheme of Amalgamation involving amalgamation of IMCL and BPCO, into the Company, with the Registrar of the Companies, Cuttack on 30th April, 2019, the shares pending for allotment representing 1,39,18,046 Equity Shares of Rs.10 each fully paid up have been issued to the shareholders of BPCO on 30th April, 2019. These equity shares which were pending for allotment for the previous periods/year have been considered for the purpose of calculation of EPS appropriately.
- 10 (b). The figures for the quarter and year ended 31st March, 2019 have taken into account the amalgamation of (a) Indian Metals and Carbide Limited ("IMCL"), a wholly owned subsidiary of the Company and (b) B. Panda and Company Private Limited ("BPCO"), the holding company of the Company, into the Company with effect from the Appointed Date 1st April, 2017 and subsequently approved by the Hon'ble National Company Law Tribunal ("NCLT"), Cuttack Bench Order dated 26th March, 2019.
11. Effective April 1st, 2019, the Company has adopted Ind AS 116 "Leases" and applied the same to all lease contracts existing as on April 1st, 2019 with modified retrospective approach of initially applying the standard recognised at the date of initial application, with right of use asset being recognized at an amount equal to the lease liability, adjusted by the prepaid lease rent. This has resulted in the net impact of increase in depreciation and finance cost by Rs. 0.69 crores and Rs. 0.39 crores respectively for the quarter ended March 31st, 2020 and Rs. 2.62 crores and Rs. 1.51 crores respectively for the year ended March 31st, 2020 and a decrease in lease rent cost of Rs. 0.73 crores for the quarter ended March 31st, 2020 and Rs. 2.78 crores for the year ended March 31st, 2020 in the Statement of Profit and Loss.
12. The Company has considered the possible effects that may result from COVID-19 on the carrying amounts of financial assets, inventory, receivables, loans and advances, property plant and equipment, intangibles etc. as well as liabilities accrued. The Company has further evaluated the impact of COVID-19 resulting from (i) the possibility of constraints to fulfil its performance obligations under the contract with customers and (ii) termination or deferment of contracts by customers. In developing the assumptions relating to the possible future uncertainties in the economic conditions because of this pandemic, the Company has used internal and external information. Having reviewed the underlying data and based on current estimates, the Company does not expect any material impact on the carrying amount of these assets and liabilities. Due to the nature of the pandemic, the Company will continue to monitor developments to identify significant uncertainties relating to revenue in future periods. The impact of COVID-19 on the Company's financial statements may differ from that estimated as at the date of approval of these financial statements and the Company will continue to closely monitor any material changes to future economic conditions. The Company has also evaluated the impact of the same on the aforementioned risks i.e. credit risk, liquidity risk, market risk, currency risk and interest risk and does not foresee any material impact on account of the same. However, the Company is closely monitoring the situation for any future impact.
13. The figures for the quarter ended 31st March 2020 are the balancing figure between audited figures in respect of full financial year and the unaudited published year to date figures up to the third quarter of the financial year ended 31st March 2020.
14. Previous years/periods' figures have been rearranged/regrouped, wherever considered necessary, to make them comparable with those of current year/period.

By order of the Board
For INDIAN METALS & FERRO ALLOYS LTD

Place : New Delhi
Date :27th July, 2020

Subhrakant Panda
Managing Director
DIN - 00171845

Independent Auditors' Report on the Standalone Annual Financial Results of the Company Pursuant to the Regulations 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended.

INDEPENDENT AUDITORS' REPORT

To the Board of Directors of Indian Metals and Ferro Alloys Limited

Report on the Audit of the Standalone Annual Financial Results

Opinion

We have audited the accompanying standalone annual financial results of **Indian Metals and Ferro Alloys Limited** (hereinafter referred to as the "Company") for the year ended 31st March, 2020, 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 ('Listing Regulations').

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone annual financial results:

- a. are presented in accordance with the requirements of Regulation 33 of the Listing Regulations in this regard; and
- b. give a true and fair view in conformity with the recognition and measurement principles laid down in the applicable Indian Accounting Standards, and other accounting principles generally accepted in India, of the net loss and other comprehensive income and other financial information of the Company for the year ended 31st March, 2020.

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 ("the Act"). Our responsibilities under those SAs are further described in the *Auditor's Responsibilities for the Audit of the Standalone Annual 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 standalone 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 we have obtained, is sufficient and appropriate to provide a basis for our opinion on the standalone annual financial results.

Emphasis of Matter

We draw attention to the following matters in the Notes to the standalone annual financial results :

- a) Note 8 and 9 to the standalone annual financial results relating to the Company's exposure in its subsidiary and non-recognition of income from interest on unsecured loan given to the subsidiary, respectively. These matters have arisen out of the cancellation of allotment of the coal block being held by the subsidiary vide the Hon'ble Supreme Court of India's order dated 24th September, 2014 and the subsequent events in connection therewith.

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b) Note 12 to the standalone annual financial results, which describes the uncertainties and the impact of Covid-19 pandemic on the Company's operations, carrying amounts of investments, recoverability of receivables and other assets and management's evaluation of the future performance of the Company. In view of the uncertain economic environment, a definitive assessment of the impact on the subsequent periods is dependent upon circumstances as they evolve.

Our opinion is not modified in respect of these matters.

Management's and Board of Directors' Responsibilities for the Standalone Annual Financial Results

These standalone annual financial results have been prepared on the basis of the standalone Ind AS annual financial statements. The Company's Management and the Board of Directors are responsible for the preparation and presentation of these standalone annual financial results that give a true and fair view of the net loss and other comprehensive income and other financial information in accordance with the recognition and measurement principles laid down in Indian Accounting Standards prescribed under Section 133 of the Act 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 accuracy and completeness of the accounting records, relevant to the preparation and presentation of the standalone annual financial results that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the standalone annual financial results, the Management and 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 is responsible for overseeing the Company's financial reporting process.

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

Our objectives are to obtain reasonable assurance about whether the standalone annual financial results as a whole are 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 these standalone annual financial results.

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 standalone annual financial results, 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 whether the company has adequate internal financial controls with reference to standalone Ind AS 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 in the standalone annual financial results made by the Management and Board of Directors.

- Conclude on the appropriateness of the Management and 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 Company 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 standalone annual 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 standalone annual financial results, including the disclosures, and whether the standalone annual financial results represent the underlying transactions and events in a manner that achieves fair presentation.

Materiality is the magnitude of misstatements in the standalone annual financial results that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the standalone annual financial results may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the standalone annual financial results.

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 Matters

- a) The comparative Ind AS financial information of the Company for the corresponding quarter and year ended 31st March, 2019, included in these standalone annual financial results, were audited by the predecessor auditor who expressed an unmodified opinion on that financial information on 18th May, 2019.
- b) The standalone annual financial results include the results for the quarter ended 31st March, 2020 being the balancing figure between audited figures in respect of the full financial year and the published unaudited year to date figures up to the third quarter of the current financial year, which were subject to limited review by us.

Our opinion is not modified in respect of these matters.

For SCV & Co. LLP
CHARTERED ACCOUNTANTS
FIRM REGISTRATION No. 000235N/N500089

PLACE: NEW DELHI
DATED: JULY 27, 2020

(RAJIV PURI)
PARTNER
MEMBERSHIP No. 084318
ICAI UDIN : 084318AAAABV7463

INDIAN METALS & FERRO ALLOYS LIMITED

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

(Rs. in Crores)

PART I : STATEMENT OF CONSOLIDATED AUDITED FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED 31ST MARCH, 2020					
	Quarter ended			Year ended	
	31-Mar-2020 (Audited)	31-Dec-2019 (Unaudited)	31-Mar-2019 (Audited)	31-Mar-2020 (Audited)	31-Mar-2019 (Audited)
1. Income					
(a) Revenue from Operations	379.04	397.50	434.06	1,611.94	1,633.78
(b) Other Income	2.05	8.29	4.79	21.24	19.17
Total Income	381.09	405.79	438.85	1,633.18	1,652.95
2. Expenses					
(a) Cost of Materials Consumed	242.22	245.89	243.75	939.84	823.89
(b) Changes in Inventories of Finished Goods and Work-in-Progress	(15.00)	(14.87)	(11.65)	0.35	(48.46)
(c) Employee Benefits Expense	32.10	40.58	48.21	154.91	162.17
(d) Finance Costs (refer Note No.4)					
- Interest on borrowing including other finance costs	15.31	16.83	18.96	69.66	76.83
- Loss/(Gain) on foreign currency transactions and translations on borrowing	18.47	0.30	(1.17)	27.02	16.84
(e) Depreciation and Amortisation Expense	29.31	26.03	25.98	104.21	98.16
(f) Loss/(Gain) on foreign currency transactions and translations including mark to market valuation (net) (refer Note No.4)	13.25	2.59	(6.96)	18.98	37.20
(g) Impairment loss of trade receivables (refer Note No.5)	4.52	6.67	-	17.86	-
(h) Other Expenses (refer Note No. 6)	101.57	80.65	125.84	390.84	386.53
Total Expenses	441.75	404.67	442.96	1,723.67	1,553.16
3. Profit/(Loss) before exceptional items and tax (1-2)	(60.66)	1.12	(4.11)	(90.49)	99.79
4. Exceptional Items - (Income)/Expense (Net) (refer Note No. 7)	-	-	89.85	-	80.67
5. Profit/(Loss) before tax (3-4)	(60.66)	1.12	(93.96)	(90.49)	19.12
6. Tax Expense :					
- Current Tax	0.18	0.19	(10.18)	0.75	27.85
- Earlier year Tax	-	(1.69)	-	(1.69)	-
- Deferred Tax	(11.09)	(2.22)	(2.59)	(23.77)	(8.15)
7. Profit/(Loss) after tax (5-6)	(49.75)	4.84	(81.19)	(65.78)	(0.58)
8. Other Comprehensive Income/(Expense)					
Items that will not be reclassified to profit or loss (net of tax)					
- Remeasurements of defined benefit plan	(9.22)	0.46	(4.11)	(5.83)	(3.15)
- Income tax relating to items that will not be reclassified to profit or loss	3.22	(0.16)	1.44	2.04	1.10
Items that will be reclassified to profit or loss					
- Exchange differences in translating the financial Statements of a foreign operation	2.10	1.43	5.81	0.06	5.81
9. Total Comprehensive Income/(Expense) after tax (7+8)	(53.65)	6.57	(78.05)	(69.51)	3.18
10. Profit/(Loss) attributable to :					
(a) Owners of the Parent	(49.99)	4.56	(81.63)	(66.30)	(1.02)
(b) Non-controlling interest	0.24	0.28	0.44	0.52	0.44
11. Other Comprehensive Income/(Expense) (net of tax) attributable to :					
(a) Owners of the Parent	(3.90)	1.73	3.14	(3.73)	3.76
(b) Non-controlling interest	-	-	-	-	-
12. Total Comprehensive Income/(Expense) for the period attributable to : (10+11)					
(a) Owners of the Parent	(53.89)	6.29	(78.49)	(70.03)	2.74
(b) Non-controlling interest	0.24	0.28	0.44	0.52	0.44
13(a). Paid-up Equity Share Capital (Face Value ₹10/- each) (refer Note no.12(a))	26.98	26.98	13.06	26.98	13.06
13(b). Equity Share Suspense Account (refer Note no.12(a))			13.92		13.92
14. Other Equity excluding Revaluation Reserves				1,056.94	1,143.23
15. Earnings per share-Basic & Diluted (in Rupees) (*not annualised)	*(18.52)	*1.61	*(30.26)	(24.58)	(0.38)

BALANCE SHEET

(Rs. in Crores)

Particulars	As at 31-Mar-20 (Audited)	As at 31-Mar-19 (Audited)
A ASSETS		
1 Non - Current Assets		
(a) Property, Plant and Equipment	994.03	1,144.15
(b) Capital Work-in-Progress	263.97	304.44
(c) Right of Use Assets	190.10	-
(d) Investment Property	10.37	10.66
(e) Goodwill	20.50	20.50
(f) Other Intangible Assets	0.86	1.76
(g) Investments in Associate	-	-
(h) Financial Assets		
(i) Investments	0.33	0.10
(ii) Trade Receivables	-	11.39
(iii) Loans	25.56	24.61
(iv) Other Financial Assets	2.24	1.75
(i) Non-Current Tax Assets (Net)	40.83	42.82
(j) Other Non-Current Assets	179.69	171.75
Total Non-Current Assets	1,728.48	1,733.93
2 Current Assets		
(a) Inventories	431.55	544.92
(b) Financial Assets		
(i) Investments	32.43	69.36
(ii) Trade Receivables	32.68	50.06
(iii) Cash and Cash Equivalents	5.36	16.44
(iv) Bank balances other than (iii) above	37.80	40.21
(v) Other Financial Assets	2.25	8.88
(c) Other Current Assets	143.44	191.03
Total Current Assets	685.51	920.90
Assets classified as held for sale	0.02	0.04
TOTAL ASSETS	2,414.01	2,654.87
B EQUITY AND LIABILITIES		
1 Equity		
(a) Equity Share Capital	26.98	13.06
(b) Equity Share Suspense Account (Refer Note No. 12)	-	13.92
(c) Other Equity	1,056.94	1,143.23
Equity attributable to owners of the Parent	1,083.92	1,170.21
(d) Non-controlling Interests	30.59	30.47
Total Equity	1,114.51	1,200.68
2 Non-Current Liabilities		
(a) Financial Liabilities		
(i) Borrowings	340.42	385.02
(ii) Lease Liabilities	14.13	-
(iii) Other Financial Liabilities	134.05	142.34
(b) Provisions	12.98	10.95
(c) Deferred Tax Liabilities (Net)	61.05	86.86
Total Non-Current Liabilities	562.63	625.17
3 Current Liabilities		
(a) Financial Liabilities		
(i) Borrowings	268.38	258.80
(ii) Trade Payables		
a) total outstanding dues of micro enterprises and small enterprises	16.72	4.90
b) total outstanding dues of creditors other than micro enterprises and small enterprises	168.66	267.12
(iii) Lease Liabilities	1.86	-
(iv) Other Financial Liabilities	255.05	279.46
(b) Other Current Liabilities	12.21	11.23
(c) Provisions	13.99	7.51
Total Current Liabilities	736.87	829.02
TOTAL EQUITY AND LIABILITIES	2,414.01	2,654.87

STATEMENT OF CASH FLOWS		
Particulars	(Rs. in Crores)	
	Year ended 31st March, 2020 (Audited)	Year ended 31st March, 2019 (Audited)
A. Cash Flow from Operating Activities		
Profit/(Loss) before tax	(90.49)	19.12
Adjustments for:		
Depreciation and Amortisation Expense	104.21	98.16
Loss/(Profit) on sale/disposal of Property, Plant and Equipment (Net)	3.08	(0.40)
Impairment on Property, Plant and Equipment	2.63	-
Profit on sale of Current Investments	(5.18)	(8.63)
Loss on fair valuation of Current Investments	5.79	6.86
Unrealised foreign exchange loss	17.33	12.57
Interest Income	(3.59)	(4.05)
Dividend Income	(0.27)	(0.26)
Finance Costs	96.67	77.74
Impairment loss of trade receivables and other financial assets	17.88	0.03
Other Operating Revenue	-	(1.81)
Exceptional Items - (Income)/Expense (Net)	-	92.06
Liabilities no longer required written back	(7.21)	(1.87)
Operating Profit before Working Capital Changes	140.85	289.52
Adjustments for:		
(Increase) / decrease in Trade and other receivables	48.22	2.59
(Increase) / decrease in Inventories	113.83	(116.85)
Increase / (decrease) in Trade payables and other liabilities	(83.35)	86.21
Cash Generated from Operations	219.55	261.47
Direct Taxes paid/ (refund)	0.96	(44.90)
Net Cash Generated from Operating Activities	220.51	216.57
B. Cash Flow from Investing Activities		
Purchase of Property, Plant and Equipment and Capital Work-in-Progress	(95.20)	(104.74)
Proceeds from sale of Property, Plant and Equipment	2.01	1.40
Purchase of Investments	(246.16)	(155.84)
Sale of Investments	282.26	227.11
Increase/(decrease) in deposits	3.55	(3.03)
Dividend received	0.27	0.06
Interest received	3.59	4.05
Net Cash Used in Investing Activities	(49.68)	(30.99)
C. Cash Flow from Financing Activities		
Proceeds from Non-current borrowings	40.00	-
Repayment of Non-current borrowings	(118.13)	(123.56)
Proceeds from/(Repayment) of Current borrowings (Net)	(1.35)	62.20
Repayment of lease liabilities	(2.20)	-
Interest and financing charges paid	(82.58)	(77.15)
Interest on lease paid	(1.39)	-
Dividend paid (including dividend distribution tax)	(16.66)	(48.98)
Net Cash Used in Financing Activities	(182.31)	(187.49)
Net increase/(decrease) in Cash and Cash Equivalents (A+B+C)	(11.48)	(1.91)
Cash and Cash Equivalents at the beginning of the year	16.44	17.98
Effect of Exchange Rate on Translation of Foreign Currency	0.40	0.37
Cash and Cash Equivalents at the end of the period	5.36	16.44
	Year ended 31st March, 2020 (Audited)	Year ended 31st March, 2019 (Audited)
Cash and Cash Equivalents at the end of the period comprises of:		
Cash on hand	0.70	0.65
Balance with Banks:		
- In Current Accounts	4.66	15.79
Total	5.36	16.44

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

(Rs. in Crores)

Particulars	Consolidated Quarter ended			Consolidated Year ended	
	31-Mar-2020 (Audited)	31-Dec-2019 (Unaudited)	31-Mar-2019 (Audited)	31-Mar-2020 (Audited)	31-Mar-2019 (Audited)
1. Segment Revenue					
a) Ferro Alloys	365.20	384.18	417.88	1,558.04	1,578.30
b) Power	119.82	107.96	108.89	421.38	415.30
c) Mining	61.85	62.94	72.92	224.14	217.08
d) Others	0.88	0.74	0.89	3.07	3.09
Total	547.75	555.82	600.58	2,206.63	2,213.77
Less: Inter Segment Revenue	181.73	170.99	182.08	645.89	633.13
Net Income from Operations	366.02	384.83	418.50	1,560.74	1,580.64
2. Segment Results					
a) Ferro Alloys	4.93	22.40	27.47	69.97	265.77
b) Power	(1.55)	(1.60)	(1.46)	(5.85)	(7.03)
c) Mining	(4.72)	(2.41)	(10.89)	(18.81)	(15.15)
d) Others	(2.40)	(2.01)	(2.15)	(8.22)	(8.51)
Total	(3.74)	16.38	12.97	37.09	235.08
Less: Finance Costs	33.78	17.13	17.79	96.68	93.67
Less: Other Un-allocable Expenditure net of Un-allocable Income	23.14	(1.87)	89.14	30.90	122.29
Total Profit/(Loss) Before Tax	(60.66)	1.12	(93.96)	(90.49)	19.12
3. Segment Assets					
a) Ferro Alloys	784.88	787.64	925.53	784.88	925.53
b) Power	834.49	853.58	912.88	834.49	912.88
c) Mining	477.59	486.33	477.21	477.59	477.21
d) Others	48.64	49.72	54.34	48.64	54.34
e) Unallocated	268.41	277.71	284.91	268.41	284.91
Total Segment Assets	2,414.01	2,454.98	2,654.87	2,414.01	2,654.87
4. Segment Liabilities					
a) Ferro Alloys	145.31	159.22	242.91	145.31	242.91
b) Power	258.94	241.80	248.84	258.94	248.84
c) Mining	52.57	43.91	40.50	52.57	40.50
d) Others	2.31	1.43	1.06	2.31	1.06
e) Unallocated	127.38	104.48	155.36	127.38	155.36
Total Segment Liabilities	586.51	550.84	688.67	586.51	688.67
Other Liabilities including borrowings and Leases	712.99	733.97	765.52	712.99	765.52
Total Liabilities	1,299.50	1,284.81	1,454.19	1,299.50	1,454.19

NOTES:

1. The above consolidated results have been reviewed by the Audit Committee and subsequently approved by the Board of Directors of the Company at their respective meetings held on 27th July, 2020.
2. The consolidated audited financial results include the results of the Company and six subsidiaries. The Company together with its subsidiaries is herein referred to as the Group. In the previous year, the Company had opted to publish consolidated financial results on an annual basis.
3. Based on the "management approach" as defined in Ind AS 108 - Operating Segments, the Chief Operating Decision Maker evaluates the Group's performance and allocates resources based on an analysis of various performance indicators by business segments. Accordingly, information has been presented along these business segments viz. "Ferro Alloys", "Power" and "Mining". The accounting principles used in the preparation of these financial results are consistently applied to record revenue and expenditure in individual segments (refer PART II).
4. A cumulative amount of Rs. 17.33 crores (comprising of Rs. 10.11 crores loss on foreign currency translations on borrowings and Rs. 7.22 crores on account of mark to market loss on foreign currency transactions other than borrowings) and Rs. 22.03 crores (comprising of Rs 7.05 crores loss on foreign currency translations on borrowings and Rs 14.98 crores on account of mark to market loss on foreign currency transactions other than borrowings) has been charged during the quarter and year ended 31st March 2020 respectively.
5. Impairment loss includes write off of old receivables amounting to Rs. 4.52 crore for the quarter ended 31st March, 2020 and Rs. 17.86 crores for the year ended 31st March, 2020.
6. Other expenses includes impairment loss on assets and stores & spares at Nuasahi mines and obsolete fixed assets for the quarter ended 31st March, 2020 Rs. 3.10 crores and year ended 31st March, 2020 Rs. 6.10 crores.
7. There are no exceptional items during the current quarter. Items related to previous period are as follows:
 - (a) Impairment loss on Goodwill relating to PT Sumber Rahayu Indah (Subsidiary of Indmet Mining Pte Ltd.) for the year ended 31st March, 2019 ₹ 57.83 crores.
 - (b) Provision towards arbitration costs and expenses payable to the Government of the Republic of Indonesia for the year ended 31st March, 2019 ₹ 20.58 crores.
 - (c) GST Compensation Cess of ₹ 13.73 crores for the year ended 31st March, 2019 which was expensed off and recognised as income in subsequent period pursuant to a clarification of Commissionerate of CT and GST, Odisha.
 - (d) Expected credit loss on investment in Non-Convertible Redeemable Cumulative Preference Shares for the year ended 31st March, 2019 Rs. 10 crores.
 - (e) Retrenchment compensation paid to employees of Nuasahi Chromite Mines for the year ended 31st March, 2019 ₹ 2.34 crores.
 - (f) Provision of arrears of Provident Fund liability for the year ended 31st March, 2019 ₹ 3.65 crores, pursuant to Hon'ble Supreme Court's judgment dated 28th February, 2019.
8. The Parent Company had initiated arbitration proceedings against the Government of Indonesia under a Bilateral Investment Protection Treaty as a coal mining concession held by Indmet Mining Pte Ltd ('Indmet', a wholly owned subsidiary of the Company incorporated in Singapore), through a subsidiary PT Sumber Rahayu Indah ('SRI'), could not be operationalised. Consequent to rejection of claim filed by the Company in 2018-19, the Board of Directors of Indmet and SRI have initiated the process for striking-off of the Company.
9. During the quarter ended 31st December, 2019 pursuant to an amendment vide OERC Notification No. OERC/RA/RE-5/2013 dated 31st December 2019, the Parent Company has recognised reduction in Renewable Power Obligation (RPO) to the tune of Rs 19.78 crores in the unaudited financial results including Rs 6.49 crores pertaining to earlier year. Further, upon receipt of permission from OERC, the Parent Company will recognise excess Renewable Energy Certificates (REC) amounting to Rs 7.68 crore purchased in compliance of RPO requirement prior to the said amendment.
10. The Hon'ble Supreme Court of India cancelled the allocation of coal blocks to various companies, including the 'Utkal C' coal block held by Utkal Coal Ltd (UCL), an SPV in which the Company holds 79.2% equity. Subsequently, UCL moved to the Hon'ble Delhi High Court challenging the compensation calculation which did not take into consideration the amount paid for the leased land. Thereafter, aggrieved by the judgement of the Hon'ble Delhi High Court which held that leased land could be considered for compensation but did not give express directions, UCL moved to the Hon'ble Supreme Court. During the year ended 31st March, 2019, the SLP was withdrawn by UCL after the Central Government initiated the auction process.

Ministry of Coal vide its letter dated 2nd April, 2019 to UCL again sought details of the investment in the said coal block including lease hold land in order to re-estimate the compensation amount and the details were submitted to them on 8th April 2019. In the meantime, the coal block has been allotted to Gujarat State Electricity Corporation Limited (GSECL) during the year. Pending execution of allotment agreement between Gujrat State Electricity Corporation Limited and the Nominated Authority and issuance of allotment order by the Nominated Authority in favour of GSECL, UCL still retains the right, title and interest over the said coal block. The Company has filed a petition in the Hon'ble High Court of Delhi on 12th March, 2020, praying for appropriate order or direction to the concerned authority for early determination and payment of the compensation. Hence, UCL is hopeful of receiving the compensation amount pending which no accounting adjustments have been made by UCL in its books of account and, therefore, no provision is considered necessary against the Parent Company's net exposure in UCL as at 31st March, 2020 amounting to ₹111.42 crore invested as equity and ₹263.93 crore given as unsecured loan.
11. In view of the circumstances detailed above in Note No. 10 and considering the probability that the Parent Company will collect the consideration to which it is entitled to, with effect from 1st October, 2014 the Parent Company had postponed recognition of income from interest on unsecured loan given to UCL. The interest income would be considered as revenue in the year of settlement of compensation.
- 12 (a). The Hon'ble National Company Law Tribunal ("NCLT"), Cuttack Bench vide its Order dated 26th March, 2019, approved the Scheme of Amalgamation made under Section 230 to 232 and other applicable provisions of the Companies Act, 2013 ("the Scheme") involving amalgamation of (a) Indian Metals and Carbide Limited ("IMCL"), a wholly owned subsidiary of the Company and (b) B. Panda and Company Private Limited ("BPCO"), the holding company of the Company, into the Company. Upon the Scheme coming into effect, the undertakings of IMCL and BPCO stands transferred to and vested in the Company with effect from the Appointed Date and the Scheme had accordingly been given effect to in the financial statements for the year ended 31st March, 2019.

Subsequent to the filing of the certified copy of the Hon'ble National Company Law Tribunal ("NCLT"), Cuttack Bench Order dated 26th March, 2019, approving the Scheme of Amalgamation involving amalgamation of IMCL and BPCO, into the Company, with the Registrar of the Companies, Cuttack on 30th April, 2019, the shares pending for allotment representing 1,39,18,046 Equity Shares of ₹10 each fully paid up have been issued to the shareholders of BPCO on 30th April, 2019. These equity shares which were pending for allotment for the previous periods/year have been considered for the purpose of calculation of EPS appropriately.
- 12 (b). The figures for the quarter and year ended 31st March, 2019 have taken into account the amalgamation of (a) Indian Metals and Carbide Limited ("IMCL"), a wholly owned subsidiary of the Company and (b) B. Panda and Company Private Limited ("BPCO"), the holding company of the Company, into the Company with effect from the Appointed Date 1st April, 2017 and subsequently approved by the Hon'ble National Company Law Tribunal ("NCLT"), Cuttack Bench Order dated 26th March, 2019.
13. Effective April 1st, 2019, the Company has adopted Ind AS 116 "Leases" and applied the same to all lease contracts existing as on April 1st, 2019 with modified retrospective approach of initially applying the standard recognised at the date of initial application, with right of use asset being recognized at an amount equal to the lease liability, adjusted by the prepaid lease rent. This has resulted in the net impact of increase in depreciation and finance cost by Rs. 0.69 crores and Rs. 0.39 crores respectively for the quarter ended March 31st, 2020 and Rs. 2.62 crores and Rs. 1.51 crores respectively for the year ended March 31st, 2020 and a decrease in lease rent cost of Rs. 0.73 crores for the quarter ended March 31st, 2020 and Rs. 2.78 crores for the year ended March 31st, 2020 in the Statement of Profit and Loss.
14. The Group has considered the possible effects that may result from COVID-19 on the carrying amounts of financial assets, inventory, receivables, loans and advances, property plant and equipment, intangibles etc. as well as liabilities accrued. The Company has further evaluated the impact of COVID-19 resulting from (i) the possibility of constraints to fulfil its performance obligations under the contract with customers and (ii) termination or deferment of contracts by customers. In developing the assumptions relating to the possible future uncertainties in the economic conditions because of this pandemic, the Company has used internal and external information. Having reviewed the underlying data and based on current estimates, the Company does not expect any material impact on the carrying amount of these assets and liabilities. Due to the nature of the pandemic, the Company will continue to monitor developments to identify significant uncertainties relating to revenue in future periods. The impact of COVID-19 on the Company's financial statements may differ from that estimated as at the date of approval of these financial statements and the Company will continue to closely monitor any material changes to future economic conditions. The Company has also evaluated the impact of the same on the aforementioned risks i.e. credit risk, liquidity risk, market risk, currency risk and interest risk and does not foresee any material impact on account of the same. However, the Company is closely monitoring the situation for any future impact.
15. The figures for the quarter ended 31st March 2020 are the balancing figure between audited figures in respect of full financial year and the unaudited published year to date figures up to the third quarter of the financial year ended 31st March 2020.
16. Previous years/periods' figures have been rearranged/regrouped, wherever considered necessary, to make them comparable with those of current year/period.

By order of the Board
For INDIAN METALS & FERRO ALLOYS LTD

Independent Auditors' Report on the Consolidated Annual Financial Results of the Company Pursuant to the Regulations 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended.

INDEPENDENT AUDITORS' REPORT

TO THE BOARD OF DIRECTORS OF INDIAN METALS AND FERRO ALLOYS LIMITED

Report on the audit of the Consolidated Annual Financial Results

Opinion

We have audited the accompanying consolidated annual financial results of **Indian Metals and Ferro Alloys Limited** (hereinafter referred to as the "Company" or "Holding Company") and its subsidiaries (Holding Company and its subsidiaries together referred to as "the Group") for the year ended 31st March, 2020 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, the aforesaid consolidated annual financial results:

- a. includes the results of the following entities :
 - i. Utkal Power Ltd. (upto 18th March, 2020)
 - ii. Utkal Coal Ltd
 - iii. IMFA Alloys Finlease Ltd
 - iv. Utkal Green Energy Ltd
 - v. Indmet Mining Pte. Ltd.
 - vi. PT. Sumber Rahayu Indah, [70 % Subsidiary of Indmet Mining Pte. Ltd.]
- b. are presented in accordance with the requirements of Regulation 33 of the Listing Regulations in this regard; and
- c. give a true and fair view in conformity with the recognition and measurement principles laid down in the applicable Indian Accounting Standards, and other accounting principles generally accepted in India, of consolidated net loss and other comprehensive income and other financial information of the Group for the year ended 31st March, 2020.

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 ("the Act"). Our responsibilities under those SAs are further described in the *Auditor's Responsibilities for the Audit of the Consolidated Annual 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 consolidated 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 on the consolidated annual financial results.

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Material Uncertainty Related to Going Concern

We draw attention to the “Material Uncertainty Related to Going Concern” paragraph to the Independent Auditor’s report dated 17th July, 2020 on the separate financial statements of Utkal Coal Limited (UCL), a subsidiary of the Company, for the financial year ended 31st March, 2020, which is reproduced hereunder:

“We draw attention to Note No. 22 in the financial statements which indicates that due to the events or conditions as mentioned said Note, material uncertainty exists that may cast significant doubt on the Company’s ability to continue as a going concern”. (refer Note 10 to the consolidated annual financial results for summary of matter). The opinion of the auditor of the said subsidiary is not modified in respect of this matter.

Our Opinion is also not modified in respect of this matter.

Emphasis of Matter:

We draw attention to the following matters in the Notes to the consolidated annual financial results :

- a) Note 10 and 11 to the consolidated annual financial results relating to the Company's exposure in its subsidiary and non-recognition of income from interest on unsecured loan given to the subsidiary, respectively. These matters have arisen out of the cancellation of allotment of the coal block being held by the subsidiary vide the Hon'ble Supreme Court of India's order dated 24th September, 2014 and the subsequent events in connection therewith.
- b) Note 14 to the consolidated annual financial results, which describes the uncertainties and the impact of Covid-19 pandemic on the Group’s operations, recoverability of receivables and other assets and management’s evaluation of the future performance of the Group. In view of the uncertain economic environment, a definitive assessment of the impact on the subsequent periods is dependent upon circumstances as they evolve.

Our opinion is not modified in respect of these matters.

Management’s and Board of Directors’ Responsibilities for the Consolidated Annual Financial Results

These consolidated annual financial results have been prepared on the basis of the consolidated Ind AS annual financial statements. The Holding Company’s Management and the Board of Directors are responsible for the preparation and presentation of these consolidated annual financial results that give a true and fair view of the consolidated net loss and other comprehensive income and other financial information of the Group in accordance with the recognition and measurement principles laid down in Indian Accounting Standards prescribed under Section 133 of the Act 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 each 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 accuracy and completeness of the accounting records, relevant to the preparation and presentation of the consolidated annual financial results 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 consolidated annual financial results by the Management and the Directors of the Holding Company, as aforesaid.

In preparing the consolidated annual financial results, the respective Management and the respective Board of Directors of the companies included in the Group are responsible for assessing the ability of each company 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 management/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 responsible for overseeing the financial reporting process of each company.

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

Our objectives are to obtain reasonable assurance about whether the consolidated annual financial results as a whole are 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 these consolidated annual financial results.

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 consolidated annual financial results, 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 consolidated Ind AS 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 in the consolidated annual financial results made by the Management and Board of Directors.
- Conclude on the appropriateness of the Management and 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 consolidated annual 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 Group to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the consolidated annual financial results, including the disclosures, and whether the consolidated annual financial results 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 to express an opinion on the consolidated annual financial results. We are responsible for the direction, supervision and performance of the audit of financial information of such entities included in the consolidated financial results of which we are the independent auditors. We remain solely responsible for our audit opinion.

Materiality is the magnitude of misstatements in the consolidated annual financial results that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the consolidated annual financial results may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the consolidated annual financial results.

We communicate with those charged with governance of the Holding Company and such other entities included in the consolidated annual financial results 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 29th March, 2019 issued by the SEBI under Regulation 33(8) of the Listing Regulations, as amended, to the extent applicable.

Other Matters

- a) We did not audit the financial information/ financial results of six subsidiaries included in the consolidated annual financial results, whose annual financial information/ financial results reflect total assets of Rs.480.05 crores as at 31st March, 2020, total revenue of Rs. 0.77 crores and Rs. 2.99 crores, total net profit after tax of Rs. 0.49 crores and Rs. 2.08 crores and total comprehensive income of Rs. 0.49 crores and Rs. 2.08 crores for the quarter ended 31st March, 2020 and year to date from 01st April, 2019 to 31st March, 2020 respectively, and net cash outflow of Rs. 0.50 crores for the year from 01st April, 2019 to 31st March, 2020, as considered in the consolidated annual financial results. These financial statements have been audited by other auditors whose reports have been furnished to us by the Management and our opinion on the consolidated annual financial results, in so far as it relates to the amounts and disclosures included in respect of these subsidiaries, is based solely on the reports of the other auditors .
- b) The consolidated annual financial results include total assets of Rs. 64.29 crores as at 31st March, 2020, total revenues of Rs. 0.00 crores (Rs. 23 thousand) and Rs. 0.00 crores (Rs. 60 thousand), total net loss after tax of Rs. 0.06 crores and Rs. 0.24 crores and total comprehensive income of Rs. -0.06 crores and Rs. -0.24 crores for the quarter ended 31st March, 2020 and year to date from 01st April, 2019 to 31st March, 2020 respectively, and net cash outflow of Rs. 0.35 crores. for the period from 01st April, 2019 to 31st March, 2020 as considered in the consolidated annual financial results in respect of two subsidiaries which are located outside India whose financial information/ financial results have been prepared in accordance with accounting principles generally accepted in their respective countries and which have been audited by other auditors under generally accepted auditing standards applicable in their respective countries. The Holding Company's management has converted the financial information/financial results of such subsidiaries located outside India from accounting principles generally accepted in their respective countries to accounting principles generally accepted in India. We have 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 solely based on the reports of other auditors and the conversion adjustments prepared by the management of the Holding Company and audited by us.
- c) The comparative Ind AS financial information of the Company for the corresponding quarter and year ended 31st March, 2019, included in these consolidated annual financial results, were audited by the predecessor auditor who expressed an unmodified opinion on that financial information on 18th May, 2019.
- d) The consolidated annual financial results includes the results for the quarter ended 31st March, 2020 being the balancing figure between audited figures in respect of the full financial year and the published unaudited year to date figures up to the third quarter of the current financial year, which were subject to limited review by us.

Our opinion is not modified in respect of these matters.

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

PLACE: NEW DELHI
DATED: JULY 27, 2020

(RAJIV PURI)
PARTNER
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