



INDIAN METALS & FERRO ALLOYS LIMITED

IMFA Building  
Bhubaneswar -751010  
Odisha, India

22<sup>nd</sup> October, 2019

Corporate Identity No.  
L27101OR1961PLC000428

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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 <b>Stock Symbol &amp; Series : IMFA, EQ</b>	The Deputy General Manager (Corporate Services) BSE Limited Floor 25, P.J. Towers Dalal Street , Fort Mumbai-400001 <b>Stock Code : 533047</b>
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**Re: Outcome of the meeting of the Board of Directors held on 22<sup>nd</sup> October 2019**

Dear Sir,

The Board of Directors of the Company at their meeting held on 22<sup>nd</sup> October 2019, inter-alia, have approved the Unaudited Financial Results (Standalone & Consolidated) for the quarter and half year ended 30<sup>th</sup> September 2019 (copy enclosed).

Thanking you,

Yours faithfully  
For INDIAN METALS & FERRO ALLOYS LTD

  
(PREM KHANDELWAL)  
CFO & COMPANY SECRETARY

Encl: As above

# 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

(₹ in Crores)

## PART I : STATEMENT OF STANDALONE UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND HALF YEAR ENDED 30TH SEPTEMBER, 2019

Particulars	Quarter ended			Half Year ended		Year ended
	30-Sep-2019 (Unaudited)	30-June-2019 (Unaudited)	30-Sep-2018 (Unaudited) (Refer Note 7)	30-Sep-2019 (Unaudited)	30-Sep-2018 (Unaudited) (Refer Note 7)	31-Mar-2019 (Audited)
<b>1. Income</b>						
(a) Revenue from Operations	389.47	445.93	394.77	835.40	807.30	1,633.78
(b) Other Income	6.53	3.60	3.83	10.13	6.88	14.51
<b>Total Income</b>	<b>396.00</b>	<b>449.53</b>	<b>398.60</b>	<b>845.53</b>	<b>814.18</b>	<b>1,648.29</b>
<b>2. Expenses</b>						
(a) Cost of Materials Consumed	245.44	206.29	179.44	451.73	354.04	823.89
(b) Changes in Inventories of Finished Goods	3.58	26.64	5.34	30.22	7.47	(48.46)
(c) Employee Benefits Expense	37.84	42.57	38.39	80.41	72.98	157.92
(d) Finance Costs	19.43	19.45	18.74	38.88	37.42	80.50
(e) Depreciation and Amortisation Expense	24.77	24.10	23.91	48.87	47.30	98.16
(f) Other Expenses (refer Note 3)	115.68	110.78	124.30	226.46	241.56	430.36
<b>Total Expenses</b>	<b>446.74</b>	<b>429.83</b>	<b>390.12</b>	<b>876.57</b>	<b>760.77</b>	<b>1,542.37</b>
<b>3. Profit/(Loss) before exceptional items and tax (1-2)</b>	<b>(50.74)</b>	<b>19.70</b>	<b>8.48</b>	<b>(31.04)</b>	<b>53.41</b>	<b>105.92</b>
4. Exceptional Items - (Income)/Expense (refer Note 4)	-	1.73	(12.65)	1.73	(12.65)	75.97
<b>5. Profit/(Loss) before tax (3-4)</b>	<b>(50.74)</b>	<b>17.97</b>	<b>21.13</b>	<b>(32.77)</b>	<b>66.06</b>	<b>29.95</b>
<b>6. Tax Expense :</b>						
- Current Tax	(13.37)	13.37	8.27	-	36.49	27.09
- Deferred Tax	(4.30)	(6.06)	(8.63)	(10.36)	(20.66)	(8.18)
<b>7. Profit/(Loss) after tax (5-6)</b>	<b>(33.07)</b>	<b>10.66</b>	<b>21.49</b>	<b>(22.41)</b>	<b>50.23</b>	<b>11.04</b>
<b>8. Other Comprehensive Income/(Expense)</b>						
Items that will not be reclassified to profit or loss						
- Remeasurements of defined benefit plan	4.25	(1.32)	(0.82)	2.93	2.01	(3.15)
- Income Tax	(1.48)	0.46	0.29	(1.02)	(0.70)	1.10
<b>9. Total Comprehensive Income/(Expense) after tax (7+8)</b>	<b>(30.30)</b>	<b>9.80</b>	<b>20.96</b>	<b>(20.50)</b>	<b>51.54</b>	<b>8.99</b>
10(a). Paid-up Equity Share Capital (Face Value ₹10/- each) (refer Note 7(a))	26.98	26.98	13.06	26.98	13.06	13.06
10(b). Equity Share Suspense Account (refer Note 7(a))			13.92		13.92	13.92
11. Other Equity excluding Revaluation Reserves						1,129.67
<b>12. Earnings per share-Basic &amp; Diluted (in Rupees)(refer Note 7(a)) (*not annualised)</b>	<b>*(12.26)</b>	<b>*3.95</b>	<b>*7.97</b>	<b>*(8.31)</b>	<b>*18.62</b>	<b>4.09</b>



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## BALANCE SHEET

(₹ in Crores)

Particulars	As at 30-Sep-19 (Unaudited)	As at 31-Mar-19 (Audited)
<b>A ASSETS</b>		
<b>1 Non - Current Assets</b>		
(a) Property, Plant and Equipment	955.45	965.59
(b) Right of use assets	15.62	-
(c) Capital Work-in-Progress	129.91	118.05
(d) Investment Property	10.52	10.66
(e) Intangible Assets	1.31	1.76
(f) Investments in Subsidiaries and Associate	113.73	115.46
(g) Financial Assets		
(i) Investments	0.10	0.10
(ii) Trade Receivables	-	11.39
(iii) Loans	24.58	24.59
(iv) Other Financial Assets	2.29	1.31
(h) Non-Current Tax Assets (Net)	35.54	41.81
(i) Other Non-Current Assets	178.88	173.44
<b>Total Non-Current Assets</b>	<b>1,467.93</b>	<b>1,464.16</b>
<b>2 Current Assets</b>		
(a) Inventories	459.93	544.91
(b) Financial Assets		
(i) Investments	36.61	65.32
(ii) Trade Receivables	86.47	49.68
(iii) Cash and Cash Equivalents	13.13	16.78
(iv) Other Bank Balances	26.44	35.08
(v) Loans	263.86	263.48
(vi) Other Financial Assets	3.75	7.63
(c) Other Current Assets	155.38	190.46
<b>Total Current Assets</b>	<b>1,045.57</b>	<b>1,173.34</b>
<b>TOTAL ASSETS</b>	<b>2,513.50</b>	<b>2,637.50</b>
<b>B EQUITY AND LIABILITIES</b>		
<b>1 Equity</b>		
(a) Equity Share Capital	26.98	13.06
(b) Equity Share Suspense Account	-	13.92
(c) Other Equity	1,093.11	1,129.67
<b>Total Equity</b>	<b>1,120.09</b>	<b>1,156.65</b>
<b>2 Non-Current Liabilities</b>		
(a) Financial Liabilities		
(i) Borrowings	409.02	414.76
(ii) Lease Liabilities	14.21	-
(iii) Other Financial Liabilities	11.88	10.43
(b) Provisions	12.51	15.17
(c) Deferred Tax Liabilities (Net)	77.39	86.73
(d) Other Non-Current Liabilities	132.32	131.89
<b>Total Non-Current Liabilities</b>	<b>657.33</b>	<b>658.98</b>
<b>3 Current Liabilities</b>		
(a) Financial Liabilities		
(i) Borrowings	327.32	258.80
(ii) Trade Payables		
a) total outstanding dues of micro enterprises and small enterprises	7.43	4.90
b) total outstanding dues of creditors other than micro enterprises and small enterprises	132.29	267.12
(iii) Lease Liabilities	1.54	-
(iv) Other Financial Liabilities	235.24	272.04
(b) Other Current Liabilities	17.30	11.82
(c) Provisions	14.96	7.19
<b>Total Current Liabilities</b>	<b>736.08</b>	<b>821.87</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>2,513.50</b>	<b>2,637.50</b>



*[Handwritten signature]*



## STATEMENT OF CASH FLOWS

(₹ in Crores)

Particulars	Six months ended 30th Sept, 2019	Six months ended 30th Sept, 2018
	(Unaudited)	(Unaudited)
<b>A. Cash Flow from Operating Activities</b>		
Profit/(Loss) before tax	(32.77)	66.06
Adjustments for:		
Depreciation and Amortisation Expense	48.87	47.30
Loss on sale/disposal of Property, Plant and Equipment (Net)	3.44	0.25
Profit on sale of Current Investments	(3.43)	(5.29)
(Gain)/loss on fair valuation of Current Investments	3.66	4.02
Unrealised foreign exchange loss	(7.32)	(60.22)
Interest Income	(5.16)	(1.78)
Dividend Income	(1.06)	(1.06)
Finance Costs	38.88	37.42
Impairment Loss Allowance	(0.24)	0.01
Other Operating Revenue	-	(1.81)
Exceptional Items - (Income)/Expense (Net)	1.73	(12.65)
Liabilities no longer required written back	(0.80)	(1.05)
<b>Operating Profit before Working Capital Changes</b>	<b>45.80</b>	<b>71.20</b>
Adjustments for:		
Trade and other receivables	19.56	19.62
Inventories	84.98	(21.34)
Trade payables and other liabilities	(116.65)	79.96
<b>Cash Generated from Operations</b>	<b>33.69</b>	<b>149.44</b>
Direct Taxes paid	6.27	(13.16)
<b>Net Cash Generated from Operating Activities</b>	<b>39.96</b>	<b>136.28</b>
<b>B. Cash Flow from Investing Activities</b>		
Purchase of Property, Plant and Equipment and Capital Work-in-Progress	(71.04)	(41.07)
Proceeds from sale of Property, Plant and Equipment	1.96	0.16
Sale / (Purchase) of Investments (Net)	28.48	33.23
Loan to Subsidiaries (Net)	(0.14)	(0.23)
Movement in Other Bank Balances	0.98	2.13
Dividend received	1.06	1.06
Interest received	5.16	1.78
<b>Net Cash Used in Investing Activities</b>	<b>(33.54)</b>	<b>(2.94)</b>
<b>C. Cash Flow from Financing Activities</b>		
Proceeds from Non-current borrowings	40.00	-
Repayment of Non-current borrowings	(64.91)	(61.25)
Proceeds from/(Repayment) of Current borrowings (Net)	70.10	7.48
Interest and financing charges paid	(39.21)	(37.14)
Dividend paid (including dividend distribution tax)	(16.05)	(48.37)
<b>Net Cash Used in Financing Activities</b>	<b>(10.07)</b>	<b>(139.28)</b>
<b>Net increase/(decrease) in Cash and Cash Equivalents (A+B+C)</b>	<b>(3.65)</b>	<b>(5.94)</b>
<b>Cash and Cash Equivalents at the beginning of the year</b>	<b>16.78</b>	<b>16.12</b>
<b>Cash and Cash Equivalents at the end of the period</b>	<b>13.13</b>	<b>10.18</b>

	Six months ended 30th Sept, 2019	Six months ended 30th Sept, 2018
	(Unaudited)	(Unaudited)
Cash and Cash Equivalents at the end of the period comprises of:		
Cash on hand	0.68	0.66
Balance with Banks:		
- In Current Accounts	12.45	9.52
<b>Total</b>	<b>13.13</b>	<b>10.18</b>



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## PART II : Segment wise Revenue, Results, Assets and Liabilities

(₹ in Crores)

Particulars	Quarter ended			Half Year ended		Year ended
	30-Sep-2019 (Unaudited)	30-June-2019 (Unaudited)	30-Sep-2018 (Unaudited) (Refer Note 7)	30-Sep-2019 (Unaudited)	30-Sep-2018 (Unaudited) (Refer Note 7)	31-Mar-2019 (Audited)
<b>1. Segment Revenue</b>						
a) Ferro Alloys	377.13	431.53	382.17	808.66	778.88	1,578.30
b) Power	98.38	95.22	96.91	193.60	200.36	415.30
c) Mining	51.83	47.52	52.22	99.35	83.12	217.08
d) Others	0.70	0.75	0.68	1.45	1.42	3.09
<b>Total</b>	<b>528.04</b>	<b>575.02</b>	<b>531.98</b>	<b>1,103.06</b>	<b>1,063.78</b>	<b>2,213.77</b>
Less: Inter Segment Revenue	150.33	142.84	149.31	293.17	283.77	633.13
<b>Net Income from Operations</b>	<b>377.71</b>	<b>432.18</b>	<b>382.67</b>	<b>809.89</b>	<b>780.01</b>	<b>1,580.64</b>
<b>2. Segment Results</b>						
a) Ferro Alloys	(6.18)	48.82	76.84	42.64	187.50	265.77
b) Power	(1.01)	(1.69)	(1.47)	(2.70)	(4.05)	(7.03)
c) Mining	(9.70)	(1.88)	(1.34)	(11.58)	0.95	(7.83)
d) Others	(1.97)	(1.84)	(2.28)	(3.81)	(4.12)	(8.51)
<b>Total</b>	<b>(18.86)</b>	<b>43.41</b>	<b>71.75</b>	<b>24.55</b>	<b>180.28</b>	<b>242.40</b>
Less: Finance Costs	19.43	19.45	18.74	38.88	37.42	80.50
Less: Other Un-allocable Expenditure net of Un-allocable Income	12.45	5.99	31.88	18.44	76.80	131.95
<b>Total Profit/(loss) Before Tax</b>	<b>(50.74)</b>	<b>17.97</b>	<b>21.13</b>	<b>(32.77)</b>	<b>66.06</b>	<b>29.95</b>
<b>3. Segment Assets</b>						
a) Ferro Alloys	849.47	820.41	806.19	849.47	806.19	925.53
b) Power	884.15	897.17	904.56	884.15	904.56	912.87
c) Mining	114.95	122.16	119.93	114.95	119.93	106.96
d) Others	51.80	53.28	57.72	51.80	57.72	54.34
e) Unallocated	613.13	629.09	705.05	613.13	705.05	637.80
<b>Total Segment Assets</b>	<b>2,513.50</b>	<b>2,522.11</b>	<b>2,593.45</b>	<b>2,513.50</b>	<b>2,593.45</b>	<b>2,637.50</b>
<b>4. Segment Liabilities</b>						
a) Ferro Alloys	136.55	173.62	202.96	136.55	202.96	242.91
b) Power	246.28	230.33	218.22	246.28	218.22	248.84
c) Mining	37.91	40.18	24.99	37.91	24.99	36.95
d) Others	2.00	0.95	1.08	2.00	1.08	1.06
e) Unallocated	130.48	129.31	155.09	130.48	155.09	155.14
<b>Total Segment Liabilities</b>	<b>553.22</b>	<b>574.39</b>	<b>602.34</b>	<b>553.22</b>	<b>602.34</b>	<b>684.90</b>

## NOTES:

- The above standalone unaudited financial results for the quarter and half year ended 30th September, 2019, have been reviewed by the Audit Committee and subsequently approved by the Board of Directors of the Company at their respective meetings held on 22nd October, 2019. The Statutory Auditors of the Company have conducted a limited review of the said financial results.
- 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).
- Other expenses include write-off of old receivables & obsolete assets ₹ 9.67 crores.
- There are no exceptional items during the current quarter. Items related to previous period are as follows:
  - Impairment loss on investment in Equity Shares of the subsidiaries namely Utkal Green Energy Limited (UGEL) and Utkal Power Limited (UPL) for the quarter ended 30th June, 2019 ₹ 1.73 crores and of Indmet Mining Pte Ltd for the year ended 31st March, 2019 ₹ 53.13 crores.
  - 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.
  - GST Compensation Cess of ₹ 17.66 crores for the quarter ended 30th September, 2018 and ₹ 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.
  - Expected credit loss on investment in Non-Convertible Redeemable Cumulative Preference Shares for the quarter ended 30th September, 2018 ₹ 2.67 crores and for the year ended 31st March, 2019 ₹ 10 crores.
  - Retrenchment compensation paid to employees of Nuasahi Chromite Mines for the quarter ended 30th September, 2018 and year ended 31st March, 2019 of ₹ 2.34 crores.
  - 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.
- 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 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 leased land in order to estimate compensation. Hence, UCL is hopeful of an amicable resolution pending which no accounting adjustments have been made by UCL in its books of account and, therefore, no provision is deemed necessary against the Company's net exposure in UCL as at 30th September, 2019 amounting to ₹111.42 crore invested as equity and ₹263.85 crore given as unsecured loan.



*S. Parashar*



6. In view of the circumstances detailed above in Note No. 5 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.
- 7 (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 shares which were pending for allotment for the previous periods/year have been considered for the purpose of calculation of EPS appropriately.
- 7 (b). The figures for the quarter and half year ended 30th September, 2018 have been recasted on account of 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 .
8. Effective 1st April, 2019, the Group has adopted Ind AS 116 "Leases" and applied the same to all lease contracts existing as on 1st April, 2019 using modified retrospective method, with the effect 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. Accordingly comparatives for the quarter and half year ended 30th September, 2018 and year ended 31st March, 2019 have not been retrospectively adjusted. The effect of this adoption is not material for the period and on earnings per share.
9. The Board of Directors of the Company in the meeting held on 23rd October, 2018 have decided to take necessary steps for striking off the names of Utkal Power Limited (UPL) and Utkal Green Energy Limited (UGEL), two wholly owned subsidiaries of the Company, under Section 248(2) of the Companies Act, 2013.
10. The 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 intend to apply for strike-off of the Company during the year.
11. Previous periods/year figures have been rearranged/regrouped, wherever considered necessary, to make them comparable with those of current period.

Place : New Delhi  
Date : 22nd October, 2019



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

Subhrakant Panda  
Managing Director  
DIN - 00171845

# 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

(₹ in Crores)

PART I : STATEMENT OF CONSOLIDATED UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND HALF YEAR ENDED 30TH SEPTEMBER, 2019						
Particulars	Quarter ended			Half Year ended		Year ended
	30-Sep-2019 (Unaudited)	30-June-2019 (Unaudited)	30-Sep-2018 (Unaudited) (Refer Note 8)	30-Sep-2019 (Unaudited)	30-Sep-2018 (Unaudited) (Refer Note 8)	31-Mar-2019 (Audited)
<b>1. Income</b>						
(a) Revenue from Operations	389.47	445.93	394.77	835.40	807.30	1,633.78
(b) Other Income	5.59	3.41	2.82	9.00	6.02	13.77
<b>Total Income</b>	<b>395.06</b>	<b>449.34</b>	<b>397.59</b>	<b>844.40</b>	<b>813.32</b>	<b>1,647.55</b>
<b>2. Expenses</b>						
(a) Cost of Materials Consumed	245.44	206.29	179.44	451.73	354.04	823.89
(b) Changes in Inventories of Finished Goods	3.58	26.64	5.34	30.22	7.47	(48.46)
(c) Employee Benefits Expense	37.86	42.60	38.49	80.46	73.02	158.00
(d) Finance Costs	18.75	18.77	20.17	37.52	36.03	77.74
(e) Depreciation and Amortisation Expense	24.77	24.10	23.91	48.87	47.30	98.16
(f) Other Expenses (refer Note 4)	115.74	110.81	126.02	226.55	244.52	438.43
<b>Total Expenses</b>	<b>446.14</b>	<b>429.21</b>	<b>393.37</b>	<b>875.35</b>	<b>762.38</b>	<b>1,547.76</b>
<b>3. Profit/(Loss) before exceptional items and tax (1-2)</b>	<b>(51.08)</b>	<b>20.13</b>	<b>4.22</b>	<b>(30.95)</b>	<b>50.94</b>	<b>99.79</b>
<b>4. Exceptional Items - (Income)/Expense (refer Note 5)</b>	-	-	(12.65)	-	(12.65)	80.67
<b>5. Profit/(Loss) before tax (3-4)</b>	<b>(51.08)</b>	<b>20.13</b>	<b>16.87</b>	<b>(30.95)</b>	<b>63.59</b>	<b>19.12</b>
<b>6. Tax Expense :</b>						
- Current Tax	(13.18)	13.56	8.46	0.38	36.87	27.85
- Deferred Tax	(4.28)	(6.18)	(8.61)	(10.46)	(20.68)	(8.15)
<b>7. Profit/(Loss) after tax (5-6)</b>	<b>(33.62)</b>	<b>12.75</b>	<b>17.02</b>	<b>(20.87)</b>	<b>47.40</b>	<b>(0.58)</b>
<b>8. Other Comprehensive Income/(Expense)</b>						
Items that will not be reclassified to profit or loss						
- Remeasurements of defined benefit plan	4.25	(1.32)	(0.82)	2.93	2.01	(3.15)
- Income Tax	(1.48)	0.46	0.29	(1.02)	(0.70)	1.10
Items that will be reclassified to profit or loss						
- Exchange differences in translating the financial Statements of a foreign operation	(2.09)	0.05	(1.78)	(2.04)	(0.96)	5.81
<b>9. Total Comprehensive Income/(Expense) for the period (7+8)</b>	<b>(32.94)</b>	<b>11.94</b>	<b>14.71</b>	<b>(21.00)</b>	<b>47.75</b>	<b>3.18</b>
<b>10. Profit/(Loss) attributable to :</b>						
(a) Owners of the Company	(33.74)	12.60	16.91	(21.14)	47.17	(1.02)
(b) Non-controlling interest	0.12	0.15	0.11	0.27	0.23	0.44
<b>11. Other Comprehensive Income/(Expense) (net of tax) attributable to :</b>						
(a) Owners of the Company	0.68	(0.81)	(2.31)	(0.13)	0.35	3.76
(b) Non-controlling interest	-	-	-	-	-	-
<b>12. Total Comprehensive Income/(Expense) for the period attributable to : (10+11)</b>						
(a) Owners of the Company	(33.06)	11.79	14.60	(21.27)	47.52	2.74
(b) Non-controlling interest	0.12	0.15	0.11	0.27	0.23	0.44
<b>13(a). Paid-up Equity Share Capital (Face Value Rs. 10/- each) (refer Note 8(a))</b>	<b>26.98</b>	<b>26.98</b>	<b>13.06</b>	<b>26.98</b>	<b>13.06</b>	<b>13.06</b>
<b>13(b). Equity Share Suspense Account (refer Note 8(a))</b>			13.92		13.92	13.92
<b>14. Other Equity excluding Revaluation Reserves</b>						1,143.23
<b>15. Earnings per share-Basic &amp; Diluted (in Rupees) (refer Note 8(a)) (*not annualised)</b>	<b>*(12.51)</b>	<b>*4.67</b>	<b>*6.27</b>	<b>*(7.84)</b>	<b>*17.48</b>	<b>(0.38)</b>



*S. P. A.*



BALANCE SHEET		
Particulars	₹ in Crores	
	As at 30-Sep-19 (Unaudited)	As at 31-Mar-19 (Audited)
<b>A ASSETS</b>		
<b>1 Non - Current Assets</b>		
(a) Property, Plant and Equipment	1,132.38	1,144.15
(b) Right of use assets	15.62	-
(c) Capital Work-in-Progress	317.99	304.44
(d) Investment Property	10.52	10.66
(e) Goodwill	20.50	20.50
(f) Other Intangible Assets	1.31	1.76
(g) Investments in Associate *	-	-
(h) Financial Assets		
(i) Investments	0.10	0.10
(ii) Trade Receivables	-	11.39
(iii) Loans	24.60	24.61
(iv) Other Financial Assets	2.29	1.31
(i) Non-Current Tax Assets (Net)	36.49	42.82
(j) Other Non-Current Assets	178.88	173.44
<b>Total Non-Current Assets</b>	<b>1,740.68</b>	<b>1,735.18</b>
<b>2 Current Assets</b>		
(a) Inventories	459.93	544.92
(b) Financial Assets		
(i) Investments	40.60	69.36
(ii) Trade Receivables	86.47	50.06
(iii) Cash and Cash Equivalents	14.00	17.69
(iv) Other Bank Balances	26.87	38.96
(v) Other Financial Assets	3.75	7.63
(c) Other Current Assets	156.03	191.07
<b>Total Current Assets</b>	<b>787.65</b>	<b>919.69</b>
<b>TOTAL ASSETS</b>	<b>2,528.33</b>	<b>2,654.87</b>
<b>B EQUITY AND LIABILITIES</b>		
<b>1 Equity</b>		
(a) Equity Share Capital	26.98	13.06
(b) Equity Share Suspense Account	-	13.92
(c) Other Equity	1,106.96	1,143.23
(d) Non- Controlling Interests	31.13	30.47
<b>Total Equity</b>	<b>1,165.07</b>	<b>1,200.68</b>
<b>2 Non-Current Liabilities</b>		
(a) Financial Liabilities		
(i) Borrowings	379.65	385.02
(ii) Lease Liabilities	14.21	-
(iii) Other Financial Liabilities	11.90	10.45
(b) Provisions	12.51	15.17
(c) Deferred Tax Liabilities (Net)	77.42	86.86
(d) Other Non-Current Liabilities	132.32	131.89
<b>Total Non-Current Liabilities</b>	<b>628.01</b>	<b>629.39</b>
<b>3 Current Liabilities</b>		
(a) Financial Liabilities		
(i) Borrowings	327.32	258.80
(ii) Trade Payables		
a) total outstanding dues of micro enterprises and small enterprises	7.43	4.90
b) total outstanding dues of creditors other than micro enterprises and small enterprises	131.96	267.12
(iii) Lease Liabilities	1.54	-
(iv) Other Financial Liabilities	234.74	274.87
(b) Other Current Liabilities	17.30	11.92
(c) Provisions	14.96	7.19
<b>Total Current Liabilities</b>	<b>735.25</b>	<b>824.80</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>2,528.33</b>	<b>2,654.87</b>

\* Investment in Equity Share Capital of ₹ 25,000/- made in Ferro Chrome Producers Association, a company registered under section -8 of the Companies Act, 2013.



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## STATEMENT OF CASH FLOWS

		(₹ in Crores)	
Particulars	Six months ended 30th Sept, 2019	Six months ended 30th Sept, 2018	
	(Unaudited)	(Unaudited)	
<b>A. Cash Flow from Operating Activities</b>			
Profit/(Loss) before tax	(30.95)	63.59	
Adjustments for:			
Depreciation and Amortisation Expense	48.87	47.30	
Loss on sale/disposal of Property, Plant and Equipment (Net)	3.44	0.25	
Profit on sale of Current Investments	(3.43)	(5.29)	
(Gain)/loss on fair valuation of Current Investments	3.66	4.02	
Unrealised foreign exchange loss	(7.32)	(60.22)	
Interest Income	(5.17)	(1.82)	
Dividend Income	(0.16)	(0.13)	
Finance Costs	37.52	36.02	
Impairment Loss Allowance	-	0.01	
Other Operating Revenue	-	(1.81)	
Exceptional Items - (Income)/Expense (Net)	-	(12.65)	
Liabilities no longer required written back	(0.80)	(1.05)	
<b>Operating Profit before Working Capital Changes</b>	<b>45.66</b>	<b>68.22</b>	
Adjustments for:			
Trade and other receivables	20.30	19.55	
Inventories	84.98	(21.34)	
Trade payables and other liabilities	(120.55)	79.93	
<b>Cash Generated from Operations</b>	<b>30.39</b>	<b>146.36</b>	
Direct Taxes paid	5.95	(13.52)	
<b>Net Cash Generated from Operating Activities</b>	<b>36.34</b>	<b>132.84</b>	
<b>B. Cash Flow from Investing Activities</b>			
Purchase of Property, Plant and Equipment and Capital Work-in-Progress	(71.09)	(39.82)	
Proceeds from sale of Property, Plant and Equipment	1.96	0.16	
Sale / (Purchase) of Investments (Net)	28.18	33.57	
Movement in Other Bank Balances	4.43	2.14	
Dividend received	0.53	0.03	
Interest received	5.17	1.82	
<b>Net Cash Used in Investing Activities</b>	<b>(30.82)</b>	<b>(2.10)</b>	
<b>C. Cash Flow from Financing Activities</b>			
Proceeds from Non-current borrowings	40.00	-	
Repayment of Non-current borrowings	(64.91)	(61.25)	
Proceeds from/(Repayment) of Current borrowings (Net)	70.10	7.47	
Interest and financing charges paid	(37.85)	(35.74)	
Dividend paid (including dividend distribution tax)	(16.66)	(48.98)	
<b>Net Cash Used in Financing Activities</b>	<b>(9.32)</b>	<b>(138.50)</b>	
<b>Net increase/(decrease) in Cash and Cash Equivalents (A+B+C)</b>	<b>(3.80)</b>	<b>(7.76)</b>	
Cash and Cash Equivalents at the beginning of the year	17.69	17.98	
Effect of Exchange Rate on Translation of Foreign Currency	0.11	0.90	
<b>Cash and Cash Equivalents at the end of the period</b>	<b>14.00</b>	<b>11.12</b>	
	Six months ended 30th Sept, 2019	Six months ended 30th Sept, 2018	
	(Unaudited)	(Unaudited)	
Cash and Cash Equivalents at the end of the period comprises of:			
Cash on hand	0.68	0.67	
Balance with Banks:			
- In Current Accounts	13.32	10.45	
<b>Total</b>	<b>14.00</b>	<b>11.12</b>	



*S. P. & Co.*

## PART II : Segment wise Revenue, Results, Assets and Liabilities

(₹ in Crores)

Particulars	Quarter ended			Half Year ended		Year ended
	30-Sep-2019 (Unaudited)	30-June-2019 (Unaudited)	30-Sep-2018 (Unaudited) (Refer Note 8)	30-Sep-2019 (Unaudited)	30-Sep-2018 (Unaudited) (Refer Note 8)	31-Mar-2019 (Audited)
<b>1. Segment Revenue</b>						
a) Ferro Alloys	377.13	431.53	382.17	808.66	778.88	1,578.30
b) Power	98.38	95.22	96.91	193.60	200.36	415.30
c) Mining	51.83	47.52	52.22	99.35	83.12	217.08
d) Others	0.70	0.75	0.68	1.45	1.42	3.09
<b>Total</b>	<b>528.04</b>	<b>575.02</b>	<b>531.98</b>	<b>1,103.06</b>	<b>1,063.78</b>	<b>2,213.77</b>
Less: Inter Segment Revenue	150.33	142.84	149.31	293.17	283.77	633.13
<b>Net Income from Operations</b>	<b>377.71</b>	<b>432.18</b>	<b>382.67</b>	<b>809.89</b>	<b>780.01</b>	<b>1,580.64</b>
<b>2. Segment Results</b>						
a) Ferro Alloys	(6.18)	48.82	76.84	42.64	187.50	265.77
b) Power	(1.01)	(1.69)	(1.47)	(2.70)	(4.05)	(7.03)
c) Mining	(9.75)	(1.93)	(3.06)	(11.68)	(2.00)	(15.15)
d) Others	(1.97)	(1.84)	(2.28)	(3.81)	(4.12)	(8.51)
<b>Total</b>	<b>(18.91)</b>	<b>43.36</b>	<b>70.03</b>	<b>24.45</b>	<b>177.33</b>	<b>235.08</b>
Less: Finance Costs	18.75	18.77	20.17	37.52	36.03	77.74
Less: Other Un-allocable Expenditure net of Un-allocable Income	13.42	4.46	32.99	17.88	77.71	138.22
<b>Total Profit/(Loss) Before Tax</b>	<b>(51.08)</b>	<b>20.13</b>	<b>16.87</b>	<b>(30.95)</b>	<b>63.59</b>	<b>19.12</b>
<b>3. Segment Assets</b>						
a) Ferro Alloys	849.47	820.41	806.19	849.47	806.19	925.53
b) Power	884.15	897.18	905.05	884.15	905.05	912.88
c) Mining	481.88	489.08	500.21	481.88	500.21	477.21
d) Others	51.80	53.28	57.72	51.80	57.72	54.34
e) Unallocated	261.03	278.32	357.14	261.03	357.14	284.91
<b>Total Segment Assets</b>	<b>2,528.33</b>	<b>2,538.27</b>	<b>2,626.31</b>	<b>2,528.33</b>	<b>2,626.31</b>	<b>2,654.87</b>
<b>4. Segment Liabilities</b>						
a) Ferro Alloys	136.55	173.62	202.96	136.55	202.96	242.91
b) Power	246.28	230.33	218.22	246.28	218.22	248.84
c) Mining	38.09	40.41	33.76	38.09	33.76	40.50
d) Others	2.00	0.95	1.08	2.00	1.08	1.06
e) Unallocated	130.29	129.40	154.95	130.29	154.95	155.37
<b>Total Segment Liabilities</b>	<b>553.21</b>	<b>574.71</b>	<b>610.97</b>	<b>553.21</b>	<b>610.97</b>	<b>688.68</b>

## NOTES:

- The above consolidated unaudited financial results for the quarter and half year ended 30th September, 2019, have been reviewed by the Audit Committee and subsequently approved by the Board of Directors of the Company at their respective meetings held on 22nd October, 2019. The Statutory Auditors of the Parent have conducted limited review of the said financial results.
- The consolidated unaudited 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. Accordingly, the consolidated financial results for the quarter and half year ended 30th September, 2018 are approved by the board of directors of the Company but have not been subjected to review by the Statutory Auditors.
- 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)
- Other expenses include write-off of old receivables & obsolete assets ₹ 9.67 crores.
- There are no exceptional Items during the current quarter. Items related to previous period are as follows:
  - 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.
  - 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.
  - GST Compensation Cess of ₹ 17.66 crores for the quarter ended 30th September, 2018 and ₹ 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.
  - Expected credit loss on investment in Non-Convertible Redeemable Cumulative Preference Shares for the quarter ended 30th September, 2018 ₹ 2.67 crores and for the year ended 31st March, 2019 ₹ 10 crores.
  - Retrenchment compensation paid to employees of Nuasahi Chromite Mines for the quarter ended 30th September, 2018 and year ended 31st March, 2019 of ₹ 2.34 crores.
  - 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.
- 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 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 leased land in order to estimate compensation. Hence, UCL is hopeful of an amicable resolution pending which no accounting adjustments have been made by UCL in its books of account and, therefore, no provision is deemed necessary against the Company's net exposure in UCL as at 30th September, 2019 amounting to ₹111.42 crore invested as equity and ₹263.85 crore given as unsecured loan.



S. P. Singh



7. In view of the circumstances detailed above in Note No. 6 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.
- 8 (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 Parent company. Upon the Scheme coming into effect, the undertakings of IMCL and BPCO stands transferred to and vested in the Parent 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 Parent 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 shares which were pending for allotment for the previous periods/year have been considered for the purpose of calculation of EPS appropriately.
- 8 (b). The figures for the quarter and half year ended 30th September, 2018 have been recasted on account of amalgamation of (a) Indian Metals and Carbide Limited ("IMCL"), a wholly owned subsidiary of the Parent company and (b) B. Panda and Company Private Limited ("BPCO"), the holding company of the Parent company, into the Parent 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.
9. Effective 1st April, 2019, the Group has adopted Ind AS 116 "Leases" and applied the same to all lease contracts existing as on 1st April, 2019 retrospectively with the cumulative effect 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. Accordingly comparatives for the quarter and half year ended 30th September, 2018 and year ended 31st March, 2019 have not been retrospectively adjusted. The effect of this adoption is not material for the period and on earnings per share.
10. The Board of Directors of the Company in the meeting held on 23rd October, 2018 have decided to take necessary steps for striking off the names of Utkal Power Limited (UPL) and Utkal Green Energy Limited (UGEL), two wholly owned subsidiaries of the Company, under Section 248(2) of the Companies Act, 2013.
11. The 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 intend to apply for strike-off of the Company during the year.
12. Previous periods/year figures have been rearranged/regrouped, wherever considered necessary, to make them comparable with those of current period.

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



Subhrakant Panda  
Managing Director  
DIN - 00171845

Place : New Delhi  
Date : 22nd October, 2019





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

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

1. We have reviewed the accompanying Statement of Standalone Unaudited Financial Results of Indian Metals and Ferro Alloys Limited ("the Company"), for the quarter ended September 30, 2019 and year to date from April 01, 2019 to September 30, 2019 ("the Statement"), being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended. Attention is drawn to the fact that the figures for net cash outflows for the corresponding period from April 01, 2018 to September 30, 2018, as reported in these statements have been approved by the Board of Directors of the Company, but have not been subjected to review.
2. This Statement, which is the responsibility of the Company's Management and approved by the Company's Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in the Indian Accounting Standard 34 "Interim Financial Reporting" ("Ind AS 34"), prescribed under Section 133 of the Companies Act, 2013, read with relevant rules issued thereunder and other accounting principles generally accepted in India. Our responsibility is to express a conclusion on the Statement based on our review.
3. We conducted our review of the Statement in accordance with the Standard on Review Engagements (SRE) 2410 'Review of Interim Financial Information Performed by the Independent Auditor of the Entity', issued by the Institute of Chartered Accountants of India. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the Statement is free of material misstatement. A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provides less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.
4. Based on our review conducted as stated in paragraph 3 above, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the recognition and measurement principles laid down in the applicable Indian Accounting Standards ('Ind AS') specified under Section 133 of the Companies Act, 2013, read with relevant rules issued thereunder and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, including the manner in which it is to be disclosed, or that it contains any material misstatement.



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5. Emphasis of Matter

We draw attention to Note Nos. 5 and 6 to the Statement relating to the Company's exposure in a subsidiary and non-recognition of income from interest on unsecured loan given to the subsidiary, respectively. These matters have arisen out of the cancellation of allotment of the coal block being held by the subsidiary vide the Hon'ble Supreme Court of India's Order dated September 24, 2014 and the subsequent events in connection therewith.

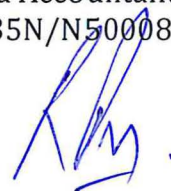
Our conclusion is not modified in respect of this matter.

6. Other Matter

We draw attention to the fact that figures for the corresponding quarter ended September 30, 2018 and year to date from April 01, 2018 to September 30, 2018 prepared in accordance with Ind AS and included in the standalone unaudited financial results, are based on the previously issued standalone unaudited financial results that were reviewed by the predecessor auditor who had expressed an unmodified conclusion thereon as per his report dated October 23, 2018 as adjusted to give effect of amalgamation of Indian Metals and Carbide Limited and B. Panda and Company Private Limited with the Company pursuant to the order of NCLT dated March 26, 2019, and made effective from appointed date of April 01, 2017.

Our conclusion is not modified in respect of this matter.

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



( RAJIV PURI )  
PARTNER

MEMBERSHIP No. 084318

UDIN : 19084318AAAB53020

Place : New Delhi

Dated : October 22, 2019





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

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

We have reviewed the accompanying Statement of Consolidated Unaudited Financial Results of **Indian Metals and Ferro Alloys Limited** ("the Parent" or "Company") and its subsidiaries (the Parent and its subsidiaries together referred to as "the Group") for the quarter ended September 30, 2019 and year to date from April 01, 2019 to September 30, 2019 ("the Statement") being submitted by the Parent pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended.

Attention is drawn to Note No. 2 to the Statement which states that the consolidated figures for the corresponding quarter ended September 30, 2018 and year to date from April 01, 2018 to September 30, 2018, as reported in the accompanying financial results have been approved by the Parent's Board of Directors, but have not been subjected to review.

This Statement, which is the responsibility of the Parent's Management and approved by the Parent's Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in the Indian Accounting Standard 34 "Interim Financial Reporting" ("Ind AS 34"), prescribed under Section 133 of the Companies Act, 2013, read with relevant rules issued thereunder and other accounting principles generally accepted in India. Our responsibility is to express a conclusion on the Statement based on our review.

We conducted our review of the Statement in accordance with the Standard on Review Engagements (SRE) 2410 "Review of Interim Financial Information Performed by the Independent Auditor of the Entity", issued by the Institute of Chartered Accountants of India. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.



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We also performed procedures in accordance with the circular issued by the SEBI under Regulation 33(8) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, to the extent applicable.

The Statement includes the results of the following entities:

Subsidiaries/ Step Down Subsidiaries-

Utkal Power Ltd.

Utkal Coal Ltd

IMFA Alloys Finlease Ltd

Utkal Green Energy Ltd

Indmet Mining Pte. Ltd.

PT. Sumber Rahayu Indah, [70 % Subsidiary of Indmet Mining Pte. Ltd.]

Based on our review conducted and procedures performed as stated in paragraph 4 above and based on the consideration of the review reports of the other auditors referred to in paragraph 8 below, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the recognition and measurement principles laid down in the applicable Indian Accounting Standards ('Ind AS') specified under Section 133 of the Companies Act, 2013, read with relevant rules issued thereunder and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, including the manner in which it is to be disclosed, or that it contains any material misstatement.

**Emphasis of Matter:**

We draw attention to Note No. 6 and 7 to the Statement relating to the Company's exposure in Utkal Coal Ltd., a subsidiary of the Company. The matter has arisen out of the cancellation of allotment of the coal block being held by the subsidiary vide the Hon'ble Supreme Court of India's Order dated September 24, 2014 and the subsequent events in connection therewith.

We have also emphasized the matter in our Independent Auditor's Review Report dated October 22, 2019 on the separate standalone unaudited financial results of the Company for the quarter ended September 30, 2019 and year to date from April 01, 2019 to September 30, 2019.

Our conclusion is not modified in respect of this matter.

**Other Matter:**

We did not review the interim financial results of six subsidiaries included in the consolidated unaudited financial results, whose interim financial results reflect total assets of Rs 475.17 crores as at September 30, 2019, total revenue of Rs.0.74 crore and Rs 1.50 Crores, total net profit after tax of Rs 0.46 crore and Rs 1.09 crores and total comprehensive income of Rs. 0.46 crores and Rs 1.09 crores for the quarter ended September 30, 2019 and for the period from April 01, 2019 to September 30, 2019



respectively, and net cash outflow of Rs 0.15 crore for the period from April 01, 2019 to September 30, 2019 ,as considered in the Statement. These interim financial results have been reviewed by other auditors whose reports have been furnished to us by the Management and our conclusion on the Statement, in so far as it relates to the amounts and disclosures included in respect of these subsidiaries, is based solely on the reports of the other auditors and the procedures performed by us as stated in paragraph 4 above.

Our conclusion on the Statement is not modified in respect of these matters.

The consolidated unaudited financial results include total assets of Rs 60.54 crores as at September 30, 2019, total revenues of Rs 0.00 crore ( (5) thousand) and Rs 0.00 crore (16 thousand), total net loss after tax of Rs. 0.07 crore and Rs 0.12 crore and total comprehensive income of Rs. -0.07 crore and Rs -0.12 crore for the quarter ended September 30, 2019 and for the period from April 01, 2019 to September 30, 2019 respectively, and net cash outflow of Rs. 0.01 for the period from April 01, 2019 to September 30, 2019,as considered in the Statement in respect of two subsidiaries already included in paragraph 8 above are located outside India whose financial results have been prepared in accordance with accounting principles generally accepted in their respective countries and which have been reviewed by other auditors under generally accepted auditing standards applicable in their respective countries. The management has converted the 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 reviewed these conversion adjustments made by the Parent 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 Parent company and reviewed by us.

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

  
( RAJIV PURI )  
PARTNER

MEMBERSHIP No. 084318  
UDIN : 19084318AAAABT108

Place : New Delhi  
Dated : October 22, 2019

