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26<sup>th</sup> July, 2022

The Listing Department National Stock Exchange of India Ltd. Exchange Plaza Plot No.C/1, G. Block Bandra-Kurla Complex Bandra (E) Mumbai-400051 <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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Dear Sir,

**Re: Outcome of the meeting of the Board of Directors held on  
26<sup>th</sup> July, 2022.**

The Board of Directors of the Company at their meeting held on 26<sup>th</sup> July 2022, inter alia, have approved the Unaudited Financial Results (Standalone & Consolidated) for the quarter ended 30<sup>th</sup> June 2022 (copy enclosed).

This may kindly be taken on record.

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

(Rs. in Crore)

PART I : STATEMENT OF UNAUDITED STANDALONE FINANCIAL RESULTS FOR THE QUARTER ENDED 30TH JUNE, 2022				
Particulars	Quarter ended			Year ended
	30-June-2022 (Unaudited)	31-Mar-2022 (Audited)	30-June-2021 (Unaudited)	31-Mar-2022 (Audited)
1. Income				
(a) Revenue from Operations	743.42	756.71	537.86	2,602.95
(b) Other Income	6.83	4.67	3.96	18.06
<b>Total Income</b>	<b>750.25</b>	<b>761.38</b>	<b>541.82</b>	<b>2,621.01</b>
2. Expenses				
(a) Cost of Materials Consumed	371.19	310.86	231.18	1,108.48
(b) Changes in Inventories of Finished Goods and Work-in-Progress	(49.41)	44.44	(8.16)	(11.49)
(c) Employee Benefits Expense	52.06	68.78	40.57	206.71
(d) Finance Costs				
- Interest on borrowing including other finance costs	5.69	11.16	13.78	55.13
- Loss/(Gain) on foreign currency transactions and translations on borrowing	15.81	5.06	3.15	6.42
(e) Depreciation and Amortisation Expense	24.87	35.43	24.12	110.22
(f) Loss/(Gain) on foreign currency transactions and translations including mark to market valuation (net)	10.57	1.21	0.48	(7.18)
(g) Impairment loss of trade receivables and other financial assets	2.28	0.56	-	0.74
(h) Other Expenses	138.89	141.58	100.74	494.92
<b>Total Expenses</b>	<b>571.95</b>	<b>619.08</b>	<b>405.86</b>	<b>1,963.95</b>
3. Profit/(Loss) before tax (1-2)	178.30	142.30	135.96	657.06
4. Tax Expense :				
- Current Tax	49.04	24.55	38.21	177.78
- Earlier year Tax	-	(0.38)	-	(0.38)
- Deferred Tax	(4.57)	(24.50)	(0.82)	(28.21)
5. Profit/(Loss) after tax (3-4)	133.83	142.63	98.57	507.87
6. Other Comprehensive Income/(Expense)				
Items that will not be reclassified to profit or loss (net of tax)				
- Remeasurements of defined benefit plan	0.66	(1.76)	(1.40)	(1.78)
- Income tax relating to items that will not be reclassified to profit or loss	(0.17)	0.44	0.49	0.45
7. Total Comprehensive Income/(Expense) after tax (5+6)	134.32	141.31	97.66	506.54
8. Paid-up Equity Share Capital (Face Value ₹10/- each)	53.96	53.96	26.98	53.96
9. Other Equity excluding Revaluation Reserves				1,646.90
10. Earnings per share-Basic & Diluted (in Rupees)* (Refer Note 8)	24.80	26.44	18.27	94.13

\* EPS is not annualised for the quarter ended June 30, 2022, quarter ended March 31, 2022 and quarter ended June 30, 2021.

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

(Rs. in Crore)

Particulars	Standalone			
	Quarter ended			Year ended
	30-June-2022 (Unaudited)	31-Mar-2022 (Audited)	30-June-2021 (Unaudited)	31-Mar-2022 (Audited)
<b>1. Segment Revenue</b>				
(a) Ferro Alloys	732.17	744.34	529.30	2563.82
(b) Power	158.42	139.54	101.59	472.12
(c) Mining	109.74	107.18	90.10	316.98
(d) Others	0.32	0.32	0.43	1.18
<b>Total</b>	<b>1000.65</b>	<b>991.38</b>	<b>721.42</b>	<b>3,354.10</b>
Less: Inter Segment Revenue	268.19	246.76	191.70	789.18
<b>Net Income from Operations</b>	<b>732.46</b>	<b>744.62</b>	<b>529.72</b>	<b>2564.92</b>
<b>2. Segment Results</b>				
(a) Ferro Alloys	209.26	160.06	162.97	745.09
(b) Power	(0.65)	(1.51)	(1.74)	(6.21)
(c) Mining	(0.37)	1.46	(8.45)	(11.65)
(d) Others	(0.19)	0.25	(0.96)	(0.75)
<b>Total</b>	<b>208.05</b>	<b>160.26</b>	<b>151.82</b>	<b>726.48</b>
Less: i) Finance Costs	21.50	16.24	16.93	61.55
ii) Other Un-allocable Expenditure net of Un-allocable Income	8.25	1.72	(1.07)	7.87
<b>Total Profit/(Loss) Before Tax</b>	<b>178.30</b>	<b>142.30</b>	<b>135.96</b>	<b>657.06</b>
<b>3. Segment Assets:</b>				
(a) Ferro Alloys	1246.68	1,161.01	976.03	1,161.01
(b) Power	831.79	769.40	826.22	769.40
(c) Mining	213.55	281.06	116.40	281.06
(d) Others	35.62	39.93	41.55	39.93
(e) Un-allocable	656.63	553.18	642.29	553.18
<b>Total Segment Assets</b>	<b>2984.27</b>	<b>2,804.58</b>	<b>2602.49</b>	<b>2,804.58</b>
<b>4. Segment Liabilities:</b>				
(a) Ferro Alloys	231.49	162.41	183.37	162.41
(b) Power	249.22	244.36	237.61	244.36
(c) Mining	58.96	67.54	40.85	67.54
(d) Others	0.98	1.41	1.08	1.41
(e) Un-allocable	115.01	110.96	111.98	110.96
<b>Total Segment Liabilities</b>	<b>655.66</b>	<b>586.68</b>	<b>574.89</b>	<b>586.68</b>
<b>Other Liabilities including borrowings and Leases</b>	<b>493.51</b>	<b>517.04</b>	<b>703.32</b>	<b>517.04</b>
<b>Total Liabilities</b>	<b>1149.17</b>	<b>1103.72</b>	<b>1278.21</b>	<b>1103.72</b>

NOTES:

1. The above standalone results have been reviewed and recommended by the Audit Committee and subsequently approved by the Board of Directors of the Company at their respective meetings held on 26th July, 2022.
2. Based on the "management approach" as defined in Ind AS 108 - Operating Segments, the Chief Operating Decision Maker evaluates the Company's performance and allocates resources based on an analysis of various performance indicators by business segments. Accordingly, information has been presented along these business segments viz. "Ferro Alloys", "Power" and "Mining". The accounting principles used in the preparation of these financial results are consistently applied to record revenue and expenditure in individual segments (refer PART II).
3. The Company holds 79.2% equity in Utkal Coal Ltd (UCL), as SPV which was allotted the Utkal 'C' coal block that was subsequently cancelled by the virtue of an order of the Hon'ble Supreme Court. Litigation pertaining to compensation for leased land was finally dropped after the Central Government reinitiated the auction process. The company has filed a petition in the Hon'ble Delhi High Court in March 2020 praying for early determination and payment of compensation which is being heard. Meanwhile, the Utkal 'C' coal block has been reallocated to a Public Limited Company in last auction (13th tranche). Hence, UCL is hopeful of receiving compensation amount pending which no accounting adjustments have been made in its books of accounts; therefore, no provision is considered necessary against the Company's net exposure in UCL as at 30th June, 2022 amounting to Rs. 111.42 crore equity and Rs. 263.34 crore unsecured loan.
4. In view of the circumstances detailed above in Note No. 3 and considering the probability that the Company will collect the consideration to which it is entitled to, with effect from 1st October, 2014, the Company had postponed recognition of income from interest on unsecured loan given to UCL. The interest income would be considered as revenue in the year of settlement of compensation.
5. The Company has considered the possible effects that may result from COVID-19 on the carrying amounts of financial assets, inventory, receivables, loans and advances, property plant and equipment, intangibles etc. as well as liabilities accrued. The Company has further evaluated the impact of COVID-19 resulting from (i) the possibility of constraints to fulfil its performance obligations under the contract with customers and (ii) termination or deferment of contracts by customers. In developing the assumptions relating to the possible future uncertainties in the economic conditions because of this pandemic, the Company has used internal and external information. Having reviewed the underlying data and based on current estimates, the Company does not expect any material impact on the carrying amount of these assets and liabilities. Due to the nature of the pandemic, the Company will continue to monitor developments to identify significant uncertainties relating to revenue in future periods. The impact of COVID-19 on the Company's financial statements may differ from that estimated as at the date of approval of these financial statements and the Company will continue to closely monitor any material changes to future economic conditions. The Company has also evaluated the impact of the same on the aforementioned risks i.e. credit risk, liquidity risk, market risk, currency risk and interest risk and does not foresee any material impact on account of the same. However, the Company is closely monitoring the situation for any future impact.
6. The Parliament of India has approved the Code of Social Security, 2020 (the Code) which may impact the contributions by the Company towards provident fund, gratuity and ESIC. The Code has been published in the Gazette of India however, the effective date has not yet been notified. The Company will assess the impact of the Code when it comes into effect and will record any related impact in the period the Code becomes effective, if any.
7. The results for the quarter ended 31st March, 2022 as reported in these standalone unaudited financial results are the balancing figures between audited figures in respect of the full financial year ended 31st March, 2022 and the published year to date figures up to the 31st December, 2021 being the end of third quarter of the financial year. The figures up to the end of the third quarter of financial year had only been reviewed and not subjected to audit.
8. Pursuant to the approval of the shareholders, through postal ballot and e-voting on 30th December, 2021 the Parent Company, on 11th January, 2022 allotted 2,69,77,053 Ordinary shares of 10/- each, as fully paid-up Bonus shares in the proportion of 1 (one) Bonus share of 10/- each for every existing 1 (one) Ordinary shares of 10/- each held as on the record date i.e 10th January, 2022. Consequently to the above the Earnings per share (Basic & Diluted) have been adjusted for all the period presented.
9. Previous periods' 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 : Bhubaneswar  
Date : 26th July, 2022

Independent Auditor's Review Report on the Quarterly 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 30<sup>th</sup> June, 2022 ("the Statement"), being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("Listing Regulations").
2. This Statement, which is the responsibility of the Company's Management and approved by the Company's Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in the Indian Accounting Standard 34 "Interim Financial Reporting" ("Ind AS 34"), prescribed under Section 133 of the Companies Act, 2013, read with relevant rules issued thereunder and other accounting principles generally accepted in India. Our responsibility is to express a conclusion on the Statement based on our review.
3. We conducted our review of the Statement in accordance with the Standard on Review Engagements (SRE) 2410 'Review of Interim Financial Information Performed by the Independent Auditor of the Entity', issued by the Institute of Chartered Accountants of India. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the Statement is free of material misstatement. A review 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 as amended, read with relevant rules issued thereunder and other recognised accounting practices and policies generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, including the manner in which it is to be disclosed, or that it contains any material misstatement.



### Emphasis of Matter

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

Our conclusion is not modified in respect of these matters.

### Other Matter

6. Attention is drawn to the fact that the figures for the three months ended 31<sup>st</sup> March, 2022 as reported in these standalone unaudited financial results are the balancing figures between audited figures in respect of the full previous financial year and the published year to date figures up to the third quarter of the previous financial year. The figures up to the end of the third quarter of previous financial year had only been reviewed and not subjected to audit.

Our conclusion is not modified in respect of this matter.

Place : Bhubaneswar  
Date : 26<sup>th</sup> July, 2022



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

A handwritten signature in blue ink, appearing to read "Rajiv Puri".

( RAJIV PURI )  
PARTNER

MEMBERSHIP No. 084318  
ICAI UDIN :22084318ANQBKE8113

# INDIAN METALS & FERRO ALLOYS LIMITED

Regd. Office: IMFA Building, Bomikhal, Rasulgarh, Bhubaneswar - 751 010 (Odisha)  
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CIN: L27101OR1961PLC000428

(Rs. in Crore)

PART I : STATEMENT OF UNAUDITED CONSOLIDATED FINANCIAL RESULTS FOR THE QUARTER ENDED 30TH JUNE, 2022				
Particulars	Quarter ended			Year ended
	30-Jun-2022 (Unaudited)	31-Mar-2022 (Audited)	30-Jun-2021 (Unaudited)	31-Mar-2022 (Audited)
<b>1. Income</b>				
(a) Revenue from Operations	743.42	756.71	537.86	2,602.95
(b) Other Income	6.85	4.75	4.05	16.60
<b>Total Income</b>	<b>750.27</b>	<b>761.46</b>	<b>541.91</b>	<b>2,619.55</b>
<b>2. Expenses</b>				
(a) Cost of Materials Consumed	371.19	310.86	231.18	1,108.48
(b) Changes in Inventories of Finished Goods and Work-in-Progress	(49.41)	44.44	(8.16)	(11.49)
(c) Employee Benefits Expense	52.10	69.40	40.60	207.40
(d) Finance Costs				
- Interest on borrowing including other finance costs	5.06	10.52	13.12	52.55
- Loss/(Gain) on foreign currency transactions and translations on borrowing	15.81	5.06	3.15	6.42
(e) Depreciation and Amortisation Expense	24.87	35.43	24.12	110.22
(f) Loss/(Gain) on foreign currency transactions and translations including mark to market valuation (net)	10.57	1.21	0.48	(7.18)
(g) Impairment loss of trade receivables and other financial assets	2.29	1.00	-	1.00
(h) Other Expenses	138.96	140.91	100.80	494.50
<b>Total Expenses</b>	<b>571.44</b>	<b>618.83</b>	<b>405.29</b>	<b>1,961.90</b>
<b>3. Profit/(Loss) before tax (1-2)</b>	<b>178.83</b>	<b>142.63</b>	<b>136.62</b>	<b>657.65</b>
<b>4. Tax Expense :</b>				
- Current Tax	49.22	24.75	38.39	178.52
- Earlier year Tax	-	(0.38)	-	(0.38)
- Deferred Tax	(4.57)	(24.40)	(0.86)	(28.19)
<b>5. Profit/(Loss) after tax (3-4)</b>	<b>134.18</b>	<b>142.66</b>	<b>99.09</b>	<b>507.70</b>
<b>6. Other Comprehensive Income/(Expense)</b>				
Items that will not be reclassified to profit or loss (net of tax)				
- Remeasurements of defined benefit plan	0.66	(1.76)	(1.40)	(1.78)
- Income tax relating to items that will not be reclassified to profit or loss	(0.17)	0.44	0.49	0.45
Items that will be reclassified to profit or loss				
- Exchange differences in translating the financial Statements of a foreign operation	-	(0.04)	0.03	(0.01)
<b>7. Total Comprehensive Income/(Expense) after tax (5+6)</b>	<b>134.67</b>	<b>141.30</b>	<b>98.21</b>	<b>506.36</b>
<b>8. Profit/(Loss) attributable to :</b>				
(a) Owners of the Parent	134.08	142.58	98.96	507.24
(b) Non-controlling interest	0.10	0.08	0.13	0.46
<b>9. Other Comprehensive Income/(Expense) (net of tax) attributable to :</b>				
(a) Owners of the Parent	0.49	(1.36)	(0.88)	(1.34)
(b) Non-controlling interest	-	-	-	-
<b>10. Total Comprehensive Income/(Expense) for the period attributable to : (8+9)</b>				
(a) Owners of the Parent	134.57	141.22	98.08	505.90
(b) Non-controlling interest	0.10	0.08	0.13	0.46
<b>11. Paid-up Equity Share Capital (Face Value ₹10/- each)</b>	<b>53.96</b>	<b>53.96</b>	<b>26.98</b>	<b>53.96</b>
<b>12. Other Equity excluding Revaluation Reserves</b>				<b>1,661.40</b>
<b>13. Earnings per share-Basic &amp; Diluted (in Rupees) *</b> (Refer Note 10)	<b>24.85</b>	<b>26.43</b>	<b>18.34</b>	<b>94.01</b>

\* EPS is not annualised for the quarter ended June 30, 2022, quarter ended March 31, 2022 and quarter ended June 30, 2021.

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

(Rs. in Crore)

Particulars	Consolidated Quarter ended			Consolidated Year ended
	30-Jun-2022 (Unaudited)	31-Mar-2022 (Audited)	30-Jun-2021 (Unaudited)	31-Mar-2022 (Audited)
<b>1. Segment Revenue</b>				
a) Ferro Alloys	732.17	744.34	529.30	2,563.82
b) Power	158.42	139.54	101.59	472.12
c) Mining	109.74	107.18	90.10	316.98
d) Others	0.32	0.32	0.43	1.18
<b>Total</b>	<b>1,000.65</b>	<b>991.38</b>	<b>721.42</b>	<b>3,354.10</b>
Less: Inter Segment Revenue	268.19	246.76	191.69	789.18
<b>Net Income from Operations</b>	<b>732.46</b>	<b>744.62</b>	<b>529.73</b>	<b>2,564.92</b>
<b>2. Segment Results</b>				
a) Ferro Alloys	209.26	160.04	162.97	745.07
b) Power	(0.65)	(1.51)	(1.74)	(6.21)
c) Mining	(0.46)	1.38	(8.51)	(11.87)
d) Others	(0.19)	0.25	(0.96)	(0.75)
<b>Total</b>	<b>207.96</b>	<b>160.16</b>	<b>151.76</b>	<b>726.24</b>
Less: Finance Costs	20.87	15.60	16.27	58.97
Less: Other Un-allocable Expenditure net of Un-allocable Income	8.26	1.93	(1.13)	9.62
<b>Total Profit/(Loss) Before Tax</b>	<b>178.83</b>	<b>142.63</b>	<b>136.62</b>	<b>657.65</b>
<b>3. Segment Assets</b>				
a) Ferro Alloys	1,246.68	1,160.70	976.03	1,160.70
b) Power	831.79	769.22	826.22	769.22
c) Mining	580.28	497.85	483.17	497.85
d) Others	35.62	39.94	41.55	39.94
e) Unallocated	307.37	353.78	293.73	353.78
<b>Total Segment Assets</b>	<b>3,001.74</b>	<b>2,821.49</b>	<b>2,620.70</b>	<b>2,821.49</b>
<b>4. Segment Liabilities</b>				
a) Ferro Alloys	231.49	162.41	183.37	162.41
b) Power	249.22	244.36	237.61	244.36
c) Mining	59.18	65.48	40.96	65.48
d) Others	0.98	1.41	1.08	1.41
e) Unallocated	114.89	112.69	112.18	112.69
<b>Total Segment Liabilities</b>	<b>655.76</b>	<b>586.35</b>	<b>575.20</b>	<b>586.35</b>
Other Liabilities including borrowings and Leases	465.47	489.38	674.99	489.38
<b>Total Liabilities</b>	<b>1,121.23</b>	<b>1,075.73</b>	<b>1,250.19</b>	<b>1,075.73</b>

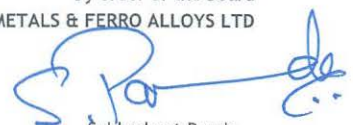


NOTES:

1. The above consolidated results have been reviewed and recommended by the Audit Committee and subsequently approved by the Board of Directors of the Company at their respective meetings held on 26th July, 2022.
2. The consolidated financial results include the results of the Company and four subsidiaries. The Company together with its subsidiaries is herein referred to as the Group.
3. Based on the "management approach" as defined in Ind AS 108 - Operating Segments, the Chief Operating Decision Maker evaluates the Group's performance and allocates resources based on an analysis of various performance indicators by business segments. Accordingly, information has been presented along these business segments viz. "Ferro Alloys", "Power" and "Mining". The accounting principles used in the preparation of these financial results are consistently applied to record revenue and expenditure in individual segments (refer PART II).
4. The Parent Company had initiated arbitration proceedings against the Government of Indonesia under a Bilateral Investment Protection Treaty as a coal mining concession held by Indmet Mining Pte Ltd ('Indmet', a wholly owned subsidiary of the Company incorporated in Singapore), through a subsidiary PT Sumber Rahayu Indah ('SRI'), could not be operationalised. Consequent to rejection of claim filed by the Company in 2018-19, the Board of Directors of Indmet and SRI have initiated the process for striking-off of the name of the Company.
5. The Parent Company holds 79.2% equity in Utkal Coal Ltd (UCL), as SPV which was allotted the Utkal 'C' coal block that was subsequently cancelled by the virtue of an order of the Hon'ble Supreme Court. Litigation pertaining to compensation for leased land was finally dropped after the Central Government reinitiated the auction process. The company has filed a petition in the Hon'ble Delhi High Court in March 2020 praying for early determination and payment of compensation which is being heard. Meanwhile, the Utkal 'C' coal block has been reallocated to a Public Limited Company in last auction (13th tranche). Hence, UCL is hopeful of receiving compensation amount pending which no accounting adjustments have been made in its books of accounts; therefore, no provision is considered necessary against the Company's net exposure in UCL as at 30th June, 2022 amounting to Rs. 111.42 crore equity and Rs. 263.34 crore unsecured loan in standalone financial statements.
6. In view of the circumstances detailed above in Note No. 5 and considering the probability that the Parent Company will collect the consideration to which it is entitled to, with effect from 1st October, 2014 the Parent Company had postponed recognition of income from interest on unsecured loan given to UCL. The interest income would be considered as revenue in the year of settlement of compensation.
7. The Group has considered the possible effects that may result from COVID-19 on the carrying amounts of financial assets, inventory, receivables, loans and advances, property plant and equipment, intangibles etc. as well as liabilities accrued. The Group has further evaluated the impact of COVID-19 resulting from (i) the possibility of constraints to fulfil its performance obligations under the contract with customers and (ii) termination or deferment of contracts by customers. In developing the assumptions relating to the possible future uncertainties in the economic conditions because of this pandemic, the Group has used internal and external information. Having reviewed the underlying data and based on current estimates, the Group does not expect any material impact on the carrying amount of these assets and liabilities. Due to the nature of the pandemic, the Group will continue to monitor developments to identify significant uncertainties relating to revenue in future periods. The impact of COVID-19 on the Group's financial statements may differ from that estimated as at the date of approval of these financial statements and the Group will continue to closely monitor any material changes to future economic conditions. The Group has also evaluated the impact of the same on the aforementioned risks i.e. credit risk, liquidity risk, market risk, currency risk and interest risk and does not foresee any material impact on account of the same. However, the Group is closely monitoring the situation for any future impact.
8. The Parliament of India has approved the Code of Social Security, 2020 (the Code) which may impact the contributions by the Parent Company and its Indian subsidiaries towards provident fund, gratuity and ESIC. The Code has been published in the Gazette of India however, the effective date has not yet been notified. The Company and its Indian subsidiaries will assess the impact of the Code when it comes into effect and will record any related impact in the period the Code becomes effective, if any.
9. The results for the quarter ended 31st March, 2022 as reported in these consolidated unaudited financial results are the balancing figures between audited figures in respect of the full financial year ended 31st March, 2022 and the published year to date figures up to the 31st December, 2021 being the end of third quarter of the financial year. The figures up to the end of the third quarter of financial year had only been reviewed and not subjected to audit.
10. Pursuant to the approval of the shareholders, through postal ballot and e-voting on 30th December, 2021 the Parent Company, on 11th January, 2022 allotted 2,69,77,053 Ordinary shares of 10/- each, as fully paid-up Bonus shares in the proportion of 1 (one) Bonus share of 10/- each for every existing 1 (one) Ordinary shares of 10/- each held as on the record date i.e 10th January, 2022. Consequently to the above the Earnings per share (Basic & Diluted) have been adjusted for all the period presented.
11. Previous periods' figures have been rearranged/regrouped, wherever considered necessary, to make them comparable with those of current period.

Place : Bhubaneswar  
Date : 26th July, 2022

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



Subhrakant Panda  
Managing Director  
DIN - 00171845

Independent Auditor's Review Report on the Quarterly 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**

1. We have reviewed the accompanying Statement of consolidated unaudited financial results of **Indian Metals and Ferro Alloys Limited** ("the Parent Company") and its subsidiaries (the Parent Company and its subsidiaries together referred to as "the Group") for the quarter ended 30<sup>th</sup> June, 2022 ("the Statement") being submitted by the Parent Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("Listing Regulations").
2. This Statement, which is the responsibility of the Parent Company's Management and approved by the Parent Company's Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in the Indian Accounting Standard 34 "Interim Financial Reporting" ("Ind AS 34"), prescribed under Section 133 of the Companies Act, 2013, read with relevant rules issued thereunder and other accounting principles generally accepted in India. Our responsibility is to express a conclusion on the Statement based on our review.
3. We conducted our review of the Statement in accordance with the Standard on Review Engagements (SRE) 2410 'Review of Interim Financial Information Performed by the Independent Auditor of the Entity', issued by the Institute of Chartered Accountants of India. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the statement is free of material misstatement. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with standards on auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

We also performed procedures in accordance with the Circular No. CIR/CFD/CMD1/44/ 2019 dated March 29, 2019 issued by the Securities and Exchange Board of India under Regulation 33(8) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, to the extent applicable.

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

Subsidiaries/ Step Down Subsidiaries-

- i. Utkal Coal Ltd
- ii. IMFA Alloys Finlease Ltd
- iii. Indmet Mining Pte. Ltd.
- iv. PT. Sumber Rahayu Indah, [70 % Subsidiary of Indmet Mining Pte. Ltd.]



5. Based on our review conducted and procedures performed as stated in paragraph 3 above and based on the consideration of the review reports of the other auditors referred to in paragraph 8, 9 and 10 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 as amended, read with relevant rules issued thereunder and other recognised accounting practices and policies generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, including the manner in which it is to be disclosed, or that it contains any material misstatement.

#### **Material Uncertainty Related to Going Concern**

6. We draw attention to the "Material Uncertainty Related to Going Concern" paragraph to the Independent Auditor's review report dated 22<sup>nd</sup> July, 2022 on the financial information of Utkal Coal Limited (UCL), a subsidiary of the Company, for the quarter ended 30<sup>th</sup> June, 2022, which is reproduced hereunder:

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

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

#### **Emphasis of Matter**

7. We draw attention to the following matters in the Notes to the consolidated unaudited financial results:
- Note 5 and 6 to the consolidated unaudited financial results relating to the Company's exposure in Utkal Coal Ltd., a subsidiary of the Parent Company. The matter has arisen out of the cancellation of allotment of the coal block being held by the subsidiary vide the Hon'ble Supreme Court of India's Order dated 24<sup>th</sup> September, 2014 and the subsequent events in connection therewith.
  - Note 7 to the consolidated unaudited financial results, which describes the uncertainties and the impact of Covid-19 pandemic on the Group's operations, recoverability of receivables and other assets and management's evaluation of the future performance of the Group. In view of the uncertain economic environment, a definitive assessment of the impact on the subsequent periods is dependent upon circumstances as they evolve.

Our conclusion is not modified in respect of these matters.

#### **Other Matters**

8. We did not review the interim financial results of three subsidiaries included in the consolidated unaudited financial results, whose interim financial results reflect total revenue of Rs.0.66 crore, total net profit after tax of Rs. 0.35 crore and total comprehensive income of Rs.0.35 crore for the quarter ended 30<sup>th</sup> June, 2022, as considered in the Statement. These interim financial results have been reviewed by other auditors whose reports have been furnished to us by the



Management and our conclusion on the Statement, in so far as it relates to the amounts and disclosures included in respect of these subsidiaries, is based solely on the reports of the other auditors and the procedures performed by us as stated in paragraph 3 above.

9. The consolidated unaudited financial results include total revenues of Rs. 0.00 crore, total net loss after tax of Rs. 0.08 crore and total comprehensive income of Rs. -0.08 crore for the quarter ended 30<sup>th</sup> June, 2022, as considered in the Statement in respect of one subsidiary already included in paragraph 8 above which are located outside India whose financial results have been prepared in accordance with accounting principles generally accepted in its country and which have been reviewed by other auditor under generally accepted auditing standards applicable in its home country. The Parent Company's management has converted the financial statements of such subsidiary located outside India from accounting principles generally accepted in its country to accounting principles generally accepted in India. We have reviewed these conversion adjustments made by the Parent Company's management. Our conclusion in so far as it relates to the balances and affairs of such subsidiary located outside India is solely based on the reports of other auditor and the conversion adjustments prepared by the management of the Parent Company and reviewed by us.
10. The Statement includes the unaudited interim financial results and other unaudited financial information of one subsidiary, which have been prepared by the management of the Company and have not been reviewed by its auditor, whose interim financial results reflects total revenue of Rs. 0.00 crores, total net loss after tax of Rs. 0.03 crores and total comprehensive income of Rs. -0.03 crores for the quarter ended 30th June, 2022, as considered in the Statement. According to the information and explanation given to us by management, these interim financial results are not material to the Group.

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

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

11. Attention is drawn to the fact that the figures for the quarter ended 31<sup>st</sup> March, 2022 as reported in these consolidated unaudited financial results are the balancing figures between audited figures in respect of the full previous financial year and the published year to date figures up to the third quarter of the previous financial year. The figures up to the end of the third quarter of previous financial year had only been reviewed and not subjected to audit.

Our conclusion is not modified in respect of this matter.

PLACE : Bhubaneswar  
DATED: 26<sup>th</sup> July, 2022



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

( RAJIV PURI )  
PARTNER

MEMBERSHIP No. 084318  
ICAI UDIN : 22084318ANQBZF2245