

INDIAN METALS & FERRO ALLOYS LIMITED

Regd. Office: IMFA Building, Bomikhal, Rasulgarh, Bhubaneswar - 751 010 (Odisha)
Phone: +91 674 3051000, 2580100; Fax: +91 674 2580020; Email: mail@imfa.in; Website: www.imfa.in
CIN: L27101OR1961PLC000428

(Rs.in Crores)

| STATEMENT OF STANDALONE UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND HALF YEAR ENDED 30TH SEPTEMBER, 2017 | | | | | | |
|--|----------------------------|-----------------------------|----------------------------|----------------------------|----------------------------|--------------------------|
| Particulars | Quarter ended | | | Half Year ended | | Year ended |
| | 30-Sep-2017 (Unaudited) | 30-June-2017 (Unaudited) | 30-Sep-2016 (Unaudited) | 30-Sep-2017 (Unaudited) | 30-Sep-2016 (Unaudited) | 31-Mar-2017 (Audited) |
| 1. Income | | | | | | |
| (a) Revenue from Operations (refer Note Nos. 3 and 4) | 416.03 | 426.31 | 387.58 | 842.34 | 640.87 | 1,697.04 |
| (b) Other Income | 6.15 | 12.66 | 12.18 | 18.81 | 15.14 | 49.35 |
| Total Income | 422.18 | 438.97 | 399.76 | 861.15 | 656.01 | 1,746.39 |
| 2. Expenses | | | | | | |
| (a) Cost of Materials Consumed | 214.18 | 181.12 | 182.46 | 395.30 | 326.79 | 706.55 |
| (b) Changes in Inventories of Finished Goods | 43.48 | (41.81) | 2.12 | 1.67 | 11.30 | (1.57) |
| (c) Excise Duty (refer Note No. 3) | - | 3.66 | 6.01 | 3.66 | 8.84 | 24.69 |
| (d) Employee Benefits Expense | 45.17 | 37.89 | 38.18 | 83.06 | 74.48 | 170.25 |
| (e) Finance Costs | 19.54 | 18.82 | 20.90 | 38.36 | 42.77 | 86.33 |
| (f) Depreciation and Amortisation Expense | 24.23 | 25.34 | 26.90 | 49.57 | 53.72 | 108.69 |
| (g) Other Expenses | 69.13 | 69.57 | 59.23 | 138.70 | 120.06 | 281.79 |
| Total Expenses | 415.73 | 294.59 | 335.80 | 710.32 | 637.96 | 1,376.73 |
| 3. Profit before exceptional items and tax (1-2) | 6.45 | 144.38 | 63.96 | 150.83 | 18.05 | 369.66 |
| 4. Exceptional Items - (Income)/Expense | - | - | - | - | - | - |
| 5. Profit before tax (3-4) | 6.45 | 144.38 | 63.96 | 150.83 | 18.05 | 369.66 |
| 6. Tax Expense : | | | | | | |
| - Current Tax | 0.65 | 44.26 | 4.06 | 44.91 | 4.06 | 92.23 |
| - Deferred Tax | (1.57) | 0.20 | 17.59 | (1.37) | 2.03 | 27.60 |
| 7. Profit after tax (5-6) | 7.37 | 99.92 | 42.31 | 107.29 | 11.96 | 249.83 |
| 8. Other Comprehensive Income/(Expense) | | | | | | |
| - Items that will not be reclassified to profit or loss (net of tax) | (0.54) | 2.02 | 2.41 | 1.48 | 1.39 | 0.17 |
| 9. Total Comprehensive Income after tax (7+8) | 6.83 | 101.94 | 44.72 | 108.77 | 13.35 | 250.00 |
| 10. Paid-up Equity Share Capital (Face Value Rs. 10/- each) | 26.98 | 26.98 | 25.98 | 26.98 | 25.98 | 26.98 |
| 11. Other Equity excluding Revaluation Reserves | | | | | | 1,016.22 |
| 12. Earnings per share-Basic & Diluted (in Rupees) (*not annualised) | *2.73 | *37.04 | *16.29 | *39.77 | *4.60 | 95.04 |

STATEMENT OF ASSETS AND LIABILITIES

(Rs. in Crores)

| Particulars | As at 30-Sep-17 (Unaudited) | As at 31-Mar-17 (Audited) |
|---------------------------------------|--------------------------------|------------------------------|
| A ASSETS | | |
| 1 Non - Current Assets | | |
| (a) Property, Plant and Equipment | 983.47 | 1,001.72 |
| (b) Capital Work-in-Progress | 65.03 | 56.45 |
| (c) Investment Property | 11.12 | 11.26 |
| (d) Intangible Assets | 3.11 | 3.56 |
| (e) Investments in Subsidiaries | 168.64 | 168.42 |
| (f) Financial Assets | | |
| (i) Trade Receivables | 11.39 | 11.39 |
| (ii) Loans | 24.81 | 22.84 |
| (iii) Other Financial Assets | 1.41 | 0.77 |
| (g) Other Non-Current Assets | 168.52 | 157.82 |
| (h) Non-Current Tax Assets (net) | 4.64 | 22.93 |
| Total Non-Current Assets | 1,442.14 | 1,457.16 |
| 2 Current Assets | | |
| (a) Inventories | 327.16 | 340.08 |
| (b) Financial Assets | | |
| (i) Investments | 190.61 | 158.50 |
| (ii) Trade Receivables | 73.40 | 66.68 |
| (iii) Cash and Cash Equivalents | 26.17 | 6.65 |
| (iv) Other Bank Balances | 5.35 | 20.19 |
| (v) Loans | 263.11 | 263.78 |
| (vi) Other Financial Assets | 2.64 | 9.93 |
| (c) Other Current Assets | 213.03 | 160.82 |
| Total Current Assets | 1,101.47 | 1,026.63 |
| TOTAL ASSETS | 2,543.61 | 2,483.79 |
| B EQUITY AND LIABILITIES | | |
| 1 Equity | | |
| (a) Equity Share Capital | 26.98 | 26.98 |
| (b) Other Equity | 1,092.82 | 1,016.22 |
| Total Equity | 1,119.80 | 1,043.20 |
| 2 Non-Current Liabilities | | |
| (a) Financial Liabilities | | |
| (i) Borrowings | 600.74 | 632.70 |
| (ii) Other Financial Liabilities | 7.51 | 13.08 |
| (b) Provisions | 8.21 | 9.47 |
| (c) Deferred Tax Liabilities (net) | 91.08 | 78.46 |
| (d) Other Non-Current Liabilities | 131.34 | 130.11 |
| Total Non -Current Liabilities | 838.88 | 863.82 |
| 3 Current Liabilities | | |
| (a) Financial Liabilities | | |
| (i) Borrowings | 187.71 | 181.37 |
| (ii) Trade Payables | 144.11 | 117.84 |
| (iii) Other Financial Liabilities | 222.25 | 233.74 |
| (b) Other Current Liabilities | 29.65 | 37.34 |
| (c) Provisions | 1.21 | 6.48 |
| Total Current Liabilities | 584.93 | 576.77 |
| TOTAL EQUITY AND LIABILITIES | 2,543.61 | 2,483.79 |

Segment wise Revenue, Results, Assets and Liabilities

(Rs. in Crores)

| Particulars | Quarter ended | | | Half Year ended | | Year ended |
|--|----------------------------|-----------------------------|----------------------------|----------------------------|----------------------------|--------------------------|
| | 30-Sep-2017 (Unaudited) | 30-June-2017 (Unaudited) | 30-Sep-2016 (Unaudited) | 30-Sep-2017 (Unaudited) | 30-Sep-2016 (Unaudited) | 31-Mar-2017 (Audited) |
| 1. Segment Revenue | | | | | | |
| a) Ferro Alloys | 386.52 | 412.35 | 375.35 | 798.87 | 619.94 | 1,650.49 |
| b) Power | 114.37 | 94.94 | 106.09 | 209.31 | 196.68 | 425.38 |
| c) Mining | 74.56 | 2.48 | 43.14 | 77.04 | 79.32 | 173.51 |
| d) Others | 0.45 | 0.54 | 0.29 | 0.99 | 0.86 | 1.41 |
| Total | 575.90 | 510.31 | 524.87 | 1,086.21 | 896.80 | 2,250.79 |
| Less: Inter Segment Revenue | 188.96 | 97.62 | 149.33 | 286.58 | 276.22 | 599.24 |
| Net Income from Operations | 386.94 | 412.69 | 375.54 | 799.63 | 620.58 | 1,651.55 |
| 2. Segment Results | | | | | | |
| a) Ferro Alloys | 25.14 | 158.71 | 67.60 | 183.85 | 56.16 | 438.74 |
| b) Power | (2.20) | (2.44) | (1.43) | (4.64) | (3.00) | (8.54) |
| c) Mining | (0.73) | (0.98) | (0.25) | (1.71) | 0.03 | (6.28) |
| d) Others | (0.65) | (3.78) | (2.34) | (4.43) | (4.59) | (9.58) |
| Total | 21.56 | 151.51 | 63.58 | 173.07 | 48.60 | 414.34 |
| Less: Finance Costs | 19.54 | 18.82 | 20.90 | 38.36 | 42.77 | 86.33 |
| Add: Other Un-allocable Income net of Un-allocable Expenditure | 4.43 | 11.69 | 21.28 | 16.12 | 12.22 | 41.65 |
| Total Profit Before Tax | 6.45 | 144.38 | 63.96 | 150.83 | 18.05 | 369.66 |
| 3. Segment Assets | | | | | | |
| a) Ferro Alloys | 725.38 | 726.43 | 619.84 | 725.38 | 619.84 | 697.56 |
| b) Power | 873.86 | 899.77 | 911.46 | 873.86 | 911.46 | 892.26 |
| c) Mining | 110.81 | 123.94 | 63.64 | 110.81 | 63.64 | 105.05 |
| d) Others | 64.40 | 66.25 | 70.72 | 64.40 | 70.72 | 66.70 |
| e) Unallocated | 769.16 | 764.01 | 590.74 | 769.16 | 590.74 | 722.22 |
| Total Segment Assets | 2,543.61 | 2,580.40 | 2,256.40 | 2,543.61 | 2,256.40 | 2,483.79 |
| 4. Segment Liabilities | | | | | | |
| a) Ferro Alloys | 138.58 | 132.81 | 127.10 | 138.58 | 127.10 | 125.52 |
| b) Power | 208.49 | 206.88 | 201.43 | 208.49 | 201.43 | 198.70 |
| c) Mining | 20.11 | 35.25 | 36.76 | 20.11 | 36.76 | 49.72 |
| d) Others | 0.64 | 0.78 | 0.59 | 0.64 | 0.59 | 0.94 |
| e) Unallocated | 138.84 | 141.37 | 124.92 | 138.84 | 124.92 | 124.64 |
| Total Segment Liabilities | 506.66 | 517.09 | 490.80 | 506.66 | 490.80 | 499.52 |

NOTES:

- The above unaudited 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 24th October, 2017. The Statutory Auditors of the Company have reviewed the said results.
- The entire operations of the Company relate to three broad operating segments viz. "Ferro Alloys", "Power" and "Mining".
- Revenue from Operations for periods upto 30th June, 2017 is inclusive of excise duty. Post the applicability of Goods and Service Tax (GST) w.e.f 1st July, 2017, Revenue from Operations for the quarter and half year ended 30th September, 2017 is disclosed net of GST, in accordance with 'Ind AS 18 - Revenue' and hence not strictly comparable with previous periods.
- Pursuant to the judgment of the Hon'ble Supreme Court on 13th October, 2017 on a writ petition filed by Federation of Indian Mineral Industries & others, liability towards contribution to the District Mineral Foundation ('DMF') in respect of chrome ore is applicable from 17th September, 2015. Accordingly, the Company has written back an earlier provision made for DMF liability amounting to Rs 16.02 crores, for the period 12th January, 2015 to 16th September, 2015 and included it in 'Revenue from Operations' for the quarter and half year ended 30th September, 2017.
- Special Leave Petitions (SLP) filed by Utkal Coal Limited ('UCL', a Subsidiary of the Company) in respect of compensation for land and mine infrastructure of UCL's coal block Utkal 'C' and change of end use of Utkal 'C' before the Hon'ble Supreme Court, are pending for adjudication. Pending resolution of the said matters, no accounting adjustments have been made by UCL in its books of account and no provision is deemed necessary against the Company's net exposure in UCL as at 30th September, 2017 amounting to Rs 111.42 Crores invested as equity and Rs 263.10 Crores given as unsecured loan.
- In view of the circumstances detailed above and considering the probability of economic benefits associated with the transaction flowing to the Company, as envisaged in paragraph 29 of Ind AS 18 on "Revenue", with effect from 1st October, 2014 the Company has postponed recognition of income from interest on unsecured loan given to UCL. Due to this, profit before tax for the quarter and half year ended 30th September, 2017 is lower by Rs 10.12 crore and Rs 19.84 crore respectively. The interest income would be considered as revenue of the period in which it is properly recognised.
- The Board of Directors of the Company at its meeting held on 28th September, 2017 approved a Scheme of Amalgamation involving amalgamation of (a) Indian Metals and Carbide Limited, a wholly owned subsidiary of the Company and (b) B. Panda and Company Private Limited, the holding company of the Company, into the Company. The scheme is subject to necessary regulatory approvals, will be effective from the appointed date i.e 1st April, 2017 and no effect to the same has been given in the books of accounts as yet.
- Previous year/periods' figures have been rearranged/regrouped, wherever necessary, to make them comparable with those of current period.

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

New Delhi
Date : 24th October, 2017

Subhrakant Panda
Managing Director