

INDIAN METALS & FERRO ALLOYS LIMITED

Regd. Office: IMFA Building, Bomikhal, Rasulgarh, Bhubaneswar - 751 010 (Odisha)
Phone: +91 674 3051000, 2580100; Fax: +91 674 2080020; Email: mail@imfa.in; Website: www.imfa.in
CIN: L27101OR1961PLC000428

(Rs.in Crores)

PART-I : STATEMENT OF STANDALONE UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED 30th JUNE, 2016				
Particulars	Quarter ended			Year ended
	30-June-2016 Unaudited	31-Mar-2016 Audited	30-June-2015 Unaudited	31-Mar-2016 Audited
1. Income from Operations				
(a) Net Sales/Income from Operations (Net of Excise Duty)	242.40	196.88	322.02	1,164.22
(b) Other Operating Income	8.06	6.98	17.99	47.08
Total Income from Operations (Net)	250.46	203.86	340.01	1,211.30
2. Expenses				
(a) Cost of Materials Consumed	144.33	100.68	167.15	655.87
(b) Changes in Inventories of Finished Goods	9.18	34.99	24.79	28.19
(c) Employee Benefits Expense	36.30	37.19	33.02	137.37
(d) Depreciation and Amortisation	26.82	30.94	27.23	114.19
(e) Other Expenses	60.83	61.74	68.18	276.53
Total Expenses	277.46	265.54	320.37	1,212.15
3. Profit/(Loss) from operations before other income, finance costs, prior period income and exceptional items (1-2)	(27.00)	(61.68)	19.64	(0.85)
4. Other Income	2.96	2.94	5.13	16.25
5. Profit/(Loss) from ordinary activities before finance costs, prior period income and exceptional items (3+4)	(24.04)	(58.74)	24.77	15.40
6. Finance Costs	21.87	20.46	20.87	83.07
7. Profit/(Loss) from ordinary activities after finance costs but before prior period income and exceptional items (5-6)	(45.91)	(79.20)	3.90	(67.67)
8. Prior Period Income	-	-	-	-
9. Exceptional Items	-	(2.44)	19.98	17.15
10. Profit/(Loss) from ordinary activities before tax (7-8-9)	(45.91)	(76.76)	(16.08)	(84.82)
11. Tax Expense				
Current Tax & Deferred Tax	(15.56)	(29.03)	(2.44)	(30.06)
MAT Credit Entitlement (including earlier years)	-	2.22	-	-
12. Net Profit/(Loss) from ordinary activities after tax (10-11)	(30.35)	(49.95)	(13.64)	(54.76)
13. Extraordinary Items	-	-	-	-
14. Net Profit/(Loss) for the Period/Year after taxes (12-13)	(30.35)	(49.95)	(13.64)	(54.76)
15. Other Comprehensive Income (net of tax)	(1.02)	-	(3.21)	-
16. Total Comprehensive Income after tax (14+15)	(31.37)	(49.95)	(16.85)	(54.76)
17. Paid-up Equity Share Capital (Face Value Rs. 10/- each)	25.98	25.98	25.98	25.98
18. Reserves excluding revaluation reserves				782.33
19. Earnings per share-Basic & Diluted (in Rupees) (*not annualised)	*(11.68)	*(19.23)	*(5.25)	(21.08)

Segment wise Revenue, Results, Assets and Liabilities

(Rs.in Crores)

Particulars	Unaudited			Audited
	Quarter ended			Year ended
	30-June-2016 Unaudited	31-Mar-2016 Audited	30-June-2015 Unaudited	31-Mar-2016 Audited
1. Segment Revenue				
a) Ferro Alloys	242.01	196.46	321.55	1,162.32
b) Power	90.59	74.92	101.23	389.59
c) Mining	36.18	24.26	26.03	119.17
d) Others	0.51	0.61	0.67	3.02
Total	369.29	296.25	449.48	1,674.10
Less: Inter Segment Revenue	126.89	99.37	127.46	509.88
Net Income from Operations	242.40	196.88	322.02	1,164.22
2. Segment Results				
a) Ferro Alloys	(11.66)	(40.19)	36.55	72.64
b) Power	(1.57)	(2.59)	(3.07)	(11.79)
c) Mining	0.28	(6.40)	(4.15)	(8.17)
d) Others	(2.25)	(2.75)	(2.46)	(10.04)
Total	(15.20)	(51.93)	26.87	42.64
Less i) Finance Costs	21.87	20.46	20.87	83.07
ii) Other Un-allocable Expenditure (net)	8.84	4.37	22.08	44.39
Total Profit Before Tax	(45.91)	(76.76)	(16.08)	(84.82)
3. Segment Assets				
a) Ferro Alloys	604.41	625.19	669.23	625.19
b) Power	914.53	926.00	924.65	926.00
c) Mining	88.07	88.39	71.55	88.39
d) Others	72.89	74.46	78.84	74.46
e) Unallocated	662.25	619.83	645.68	619.83
Total Segment Assets	2,342.15	2,333.87	2,389.95	2,333.87
4. Segment Liabilities				
a) Ferro Alloys	150.87	123.01	165.78	123.01
b) Power	198.68	204.51	187.06	204.51
c) Mining	43.49	47.89	16.61	47.89
d) Others	0.96	1.19	2.51	1.19
e) Unallocated	112.18	115.91	144.24	115.91
Total Segment Liabilities	506.18	492.51	516.20	492.51

NOTES:

1. The above unaudited results have been reviewed by the Audit Committee and approved by the Board of Directors of the Company at their respective meetings held on 26th July, 2016.
2. Results for the quarter ended 30th June, 2016 are in compliance with Indian Accounting Standards (Ind AS) notified by the Ministry of Corporate Affairs (MCA). Consequently, results for the corresponding quarter ended 30th June, 2015 have been restated to comply with Ind AS to make them comparable. Results for the preceeding quarter and previous year ended 31st March, 2016 have been presented in accordance with the Companies (Accounting Standards) Rules, 2006 i.e. previous Indian GAAP and are as reported earlier.
3. Reconciliation of results between previous Indian GAAP and Ind AS are as follows:-

Particulars	(Rs.in Crores) Quarter ended 30-Jun-15
Net Profit / (Loss) as per previous Indian GAAP (published)	(11.04)
Ancillary borrowing costs' treatment as per the Effective Interest Rate method	0.18
Fair valuation of Derivative Financial Instruments	(3.51)
Actuarial remeasurements of Defined Benefit Obligations	(0.64)
Fair valuation of Current Investments	0.03
Deferred Tax adjustments (net) on above	1.34
Net Profit / (Loss) before OCI as per Ind AS	(13.64)

4. The Statutory Auditors of the Company have carried out the Limited Review of the results for the quarter ended 30th June, 2016. The Ind AS compliant financial results pertaining to the corresponding quarter ended 30th June, 2015, have not been subjected to limited review or audit. However, the management has exercised necessary due diligence to ensure that the financial results provide a true and fair view of its affairs.
5. The Segment information has been prepared in line with the review of operating results by the Chief Operating Decision Maker ("CODM"), as per Ind AS 108 "Operating Segments". Consequently, "Mining" has been identified as a separate operating segment wef 1st April, 2016 and the entire operations of the Company now relate to three broad operating segments viz. "Ferro Alloys", "Power" and "Mining". The previous periods' figures have been presented after incorporating necessary reclassification adjustments pursuant to changes in the reportable segments.
6. Pending final orders from the Hon'ble High Court of Delhi on the two writ petitions filed in February 2015 by Utkal Coal Ltd. ('UCL', a subsidiary of the Company) in connection with matters emanating from the cancellation of allocation of it's coal block by the Hon'ble Supreme Court of India, no accounting adjustments have been made by UCL in it's books of account and no provision is deemed necessary against the Company's exposure in UCL as at 30th June, 2016 amounting to Rs 110.88 crores invested as equity, Rs 181.93 crores given as an unsecured loan and Rs 72.96 crores provided as a guarantee to a financial institution for loan availed by UCL.
7. In view of the circumstances detailed above and considering the effect of uncertainties in ultimate collection/probability of economic benefits flowing to the Company, as envisaged in paragraph 9 of Accounting Standard 9 on "Revenue Recognition" / 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, loss before tax for the quarter ended 30th June, 2016 is higher by Rs 6.23 crore. The interest income would be considered as revenue of the period in which it is properly recognised.
8. The figures for the quarter ended 31st March, 2016 are the balancing figures between audited figures in respect of the full financial year ended 31st March, 2016 and year to date limited reviewed figures for the nine months ended 31st December, 2015.
9. Previous year/period figures have been rearranged/regrouped/reclassified, wherever necessary, to make them comparable with those of current period.

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

Bhubaneswar
Date : 26th July, 2016

Subhrakant Panda
Managing Director