

# INDIAN METALS & FERRO ALLOYS LIMITED

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CIN: L27101OR1961PLC000428

(₹ in Crores)

PART I : STATEMENT OF STANDALONE UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND NINE MONTHS ENDED 31ST DECEMBER, 2019						
Particulars	Quarter ended			Nine Months ended		Year ended
	31-Dec-2019 (Unaudited)	30-Sep-2019 (Unaudited)	31-Dec-2018 (Unaudited) (Refer Note 8)	31-Dec-2019 (Unaudited)	31-Dec-2018 (Unaudited) (Refer Note 8)	31-Mar-2019 (Audited)
<b>1. Income</b>						
(a) Revenue from Operations	397.50	389.47	392.42	1,232.90	1,199.72	1,633.78
(b) Other Income	8.33	6.53	4.02	18.46	10.90	14.51
<b>Total Income</b>	<b>405.83</b>	<b>396.00</b>	<b>396.44</b>	<b>1,251.36</b>	<b>1,210.62</b>	<b>1,648.29</b>
<b>2. Expenses</b>						
(a) Cost of Materials Consumed	245.89	245.44	226.10	697.62	580.14	823.89
(b) Changes in Inventories of Finished Goods	(14.87)	3.58	(44.28)	15.35	(36.81)	(48.46)
(c) Employee Benefits Expense	39.33	37.84	38.47	119.74	111.45	157.92
(d) Finance Costs	17.51	19.43	22.49	56.39	59.91	80.50
(e) Depreciation and Amortisation Expense	26.03	24.77	24.88	74.90	72.18	98.16
(f) Other Expenses	91.48	115.68	74.55	317.94	316.11	430.36
<b>Total Expenses</b>	<b>405.37</b>	<b>446.74</b>	<b>342.21</b>	<b>1,281.94</b>	<b>1,102.98</b>	<b>1,542.37</b>
<b>3. Profit before exceptional items and tax (1-2)</b>	<b>0.46</b>	<b>(50.74)</b>	<b>54.23</b>	<b>(30.58)</b>	<b>107.64</b>	<b>105.92</b>
4. Exceptional Items - (Income)/Expense (refer Note No. 4)	-	-	3.47	1.73	(9.18)	75.97
<b>5. Profit before tax (3-4)</b>	<b>0.46</b>	<b>(50.74)</b>	<b>50.76</b>	<b>(32.31)</b>	<b>116.82</b>	<b>29.95</b>
6. Tax Expense :						
- Current Tax	-	(13.37)	0.97	-	37.46	27.09
- Earlier year Tax	(1.69)	-	-	(1.69)	-	-
- Deferred Tax	(2.19)	(4.30)	15.11	(12.55)	(5.55)	(8.18)
<b>7. Profit after tax (5-6)</b>	<b>4.34</b>	<b>(33.07)</b>	<b>34.68</b>	<b>(18.07)</b>	<b>84.91</b>	<b>11.04</b>
8. Other Comprehensive Income/(Expense)						
Items that will not be reclassified to profit or loss (net of tax)						
- Remeasurements of defined benefit plan	0.46	4.25	(1.05)	3.39	0.96	(3.15)
- Income Tax	(0.16)	(1.48)	0.36	(1.18)	(0.34)	1.10
<b>9. Total Comprehensive Income after tax (7+8)</b>	<b>4.64</b>	<b>(30.30)</b>	<b>33.99</b>	<b>(15.86)</b>	<b>85.53</b>	<b>8.99</b>
10(a). Paid-up Equity Share Capital (Face Value ₹10/- each) (refer Note no.8(a))	26.98	26.98	13.06	26.98	13.06	13.06
10(b). Equity Share Suspense Account (refer Note no.8(a))			13.92		13.92	13.92
11. Other Equity excluding Revaluation Reserves						1,129.67
12. Earnings per share-Basic & Diluted (in Rupees) (*not annualised)	<b>*1.61</b>	<b>*(12.26)</b>	<b>*12.85</b>	<b>*(6.70)</b>	<b>*31.47</b>	<b>4.09</b>

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

(₹ in Crores)

Particulars	Quarter ended			Nine Months ended		Year ended
	31-Dec-2019 (Unaudited)	30-Sep-2019 (Unaudited)	31-Dec-2018 (Unaudited) (Refer Note 8)	31-Dec-2019 (Unaudited)	31-Dec-2018 (Unaudited) (Refer Note 8)	31-Mar-2019 (Audited)
<b>1. Segment Revenue</b>						
a) Ferro Alloys	384.18	377.13	381.54	1,192.84	1,160.42	1,578.30
b) Power	107.96	98.38	106.05	301.56	306.41	415.30
c) Mining	62.94	51.83	61.04	162.29	144.16	217.08
d) Others	0.74	0.70	0.78	2.19	2.20	3.09
<b>Total</b>	<b>555.82</b>	<b>528.04</b>	<b>549.41</b>	<b>1,658.88</b>	<b>1,613.19</b>	<b>2,213.77</b>
Less: Inter Segment Revenue	170.99	150.33	167.28	464.16	451.05	633.13
<b>Net Income from Operations</b>	<b>384.83</b>	<b>377.71</b>	<b>382.13</b>	<b>1,194.72</b>	<b>1,162.14</b>	<b>1,580.64</b>
<b>2. Segment Results</b>						
a) Ferro Alloys	22.40	(6.18)	50.80	65.04	238.30	265.77
b) Power	(1.60)	(1.01)	(1.52)	(4.30)	(5.57)	(7.03)
c) Mining	(2.35)	(9.70)	(1.08)	(13.93)	(0.13)	(7.83)
d) Others	(2.01)	(1.97)	(2.24)	(5.82)	(6.36)	(8.51)
<b>Total</b>	<b>16.44</b>	<b>(18.86)</b>	<b>45.96</b>	<b>40.99</b>	<b>226.24</b>	<b>242.40</b>
Less: Finance Costs	17.51	19.43	22.49	56.39	59.91	80.50
Less: Other Un-allocable Expenditure net of Un-allocable Income	(1.53)	12.45	(27.29)	16.91	49.51	131.95
<b>Total Profit Before Tax</b>	<b>0.46</b>	<b>(50.74)</b>	<b>50.76</b>	<b>(32.31)</b>	<b>116.82</b>	<b>29.95</b>
<b>3. Segment Assets</b>						
a) Ferro Alloys	787.64	849.47	804.88	787.64	804.88	925.53
b) Power	853.58	884.15	892.04	853.58	892.04	912.87
c) Mining	119.36	114.95	114.77	119.36	114.77	106.96
d) Others	49.72	51.80	56.07	49.72	56.07	54.34
e) Unallocated	629.16	613.13	705.58	629.16	705.58	637.80
<b>Total Segment Assets</b>	<b>2,439.46</b>	<b>2,513.50</b>	<b>2,573.34</b>	<b>2,439.46</b>	<b>2,573.34</b>	<b>2,637.50</b>
<b>4. Segment Liabilities</b>						
a) Ferro Alloys	159.22	136.55	186.77	159.22	186.77	242.91
b) Power	241.80	246.28	223.14	241.80	223.14	248.84
c) Mining	43.70	37.91	26.08	43.70	26.08	36.95
d) Others	1.43	2.00	2.00	1.43	2.00	1.06
e) Unallocated	121.04	130.48	122.43	121.04	122.43	155.14
<b>Total Segment Liabilities</b>	<b>567.19</b>	<b>553.22</b>	<b>560.42</b>	<b>567.19</b>	<b>560.42</b>	<b>684.90</b>

## NOTES:

1. The above standalone unaudited financial results for the quarter and nine months ended 31st December, 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 10th February, 2020. The Statutory Auditors of the Company have conducted a limited review of the said financial results.
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. Other expenses include write-off of old receivables & obsolete fixed assets for the quarter ended 31st December 2019 ₹ 6.67 crores and nine months ended 31st December, 2019 ₹ 16.34 crores.
4. There are no exceptional Items during the current quarter. Items related to previous period are as follows:
  - (a) Impairment loss on investment in Equity Shares of the subsidiaries namely Utkal Green Energy Limited ( UGEL) and Utkal Power Limited (UPL) for the period of nine months ended 31st December, 2019 ₹ 1.73 crores and of Indmet Mining Pte Ltd for the year ended 31st March, 2019 ₹ 53.13 crores.
  - (b) Provision towards arbitration costs and expenses payable to the Government of the Republic of Indonesia for the year ended 31st March, 2019 ₹ 20.58 crores.
  - (c) GST Compensation Cess of ₹ 17.66 crores for the period of nine months ended 31st December, 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.
  - (d) Expected credit loss on investment in Non-Convertible Redeemable Cumulative Preference Shares for the quarter ended 31st December, 2018 ₹ 3.47 crores, for the period of nine months ended 31st December, 2018 ₹ 6.14 crores and for the year ended 31st March, 2019 ₹ 10 crores.
  - (e) Retrenchment compensation paid to employees of Nuasahi Chromite Mines for the period of nine months ended 31st December, 2018 and year ended 31st March, 2019 ₹ 2.34 crores.
  - (f) Provision of arrears of Provident Fund liability for the year ended 31st March, 2019 ₹ 3.65 crores, pursuant to Hon'ble Supreme Court's judgment dated 28th February, 2019.
5. Pursuant to an amendment vide OERC Notification No. OERC/RA/RE-5/2013 dated 31st December 2019, during the current quarter the Company has recognised reduction in Renewable Power Obligation (RPO) to the tune of Rs 19.78 crores in the unaudited financial results including Rs 6.49 crores pertaining to earlier year. Further, upon receipt of permission from OERC, the Company will recognise excess Renewable Energy Certificates (REC) amounting to Rs 7.68 crore purchased in compliance of RPO requirement prior to the said amendment.
6. The Hon'ble Supreme Court of India cancelled the allocation of coal blocks to various companies, including the 'Utkal C' coal block held by Utkal Coal Ltd (UCL), an SPV in which the Company holds 79.2% equity. Subsequently, UCL moved to the Hon'ble Delhi High Court challenging the compensation calculation which did not take into consideration the amount paid for the leased land. Thereafter, aggrieved by the judgement of the Hon'ble Delhi High Court which held that leased land could be considered for compensation but did not give express directions, UCL moved to the Hon'ble Supreme Court. During the year ended 31st March, 2019, the SLP was withdrawn by UCL after the Central Government initiated the auction process.
7. In view of the circumstances detailed above in Note No. 6 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.

- 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 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.
- 8 (b). The figures for the quarter and nine months ended 31st December, 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 .
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 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 nine months ended 31st December, 2018 and year ended 31st March, 2019 have not been retrospectively adjusted. The effect of this adoption is not material for the quarter and nine months ended 31st December 2019 and on earnings per share.
10. 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

Place : Bhubaneswar  
Date : 10th February, 2020

Subhrakant Panda  
**Managing Director**  
DIN - 00171845

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CIN: L27101OR1961PLC000428

(₹ in Crores)

PART I : STATEMENT OF CONSOLIDATED UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND NINE MONTHS ENDED 31ST DECEMBER, 2019						
Particulars	Quarter ended			Nine Months ended		Year ended
	31-Dec-2019 (Unaudited)	30-Sep-2019 (Unaudited)	31-Dec-2018 (Unaudited) (Refer Note 9)	31-Dec-2019 (Unaudited)	31-Dec-2018 (Unaudited) (Refer Note 9)	31-Mar-2019 (Audited)
<b>1. Income</b>						
(a) Revenue from Operations	397.50	389.47	392.42	1,232.90	1,199.72	1,633.78
(b) Other Income	8.38	5.59	4.03	17.38	10.05	13.77
<b>Total Income</b>	<b>405.88</b>	<b>395.06</b>	<b>396.45</b>	<b>1,250.28</b>	<b>1,209.77</b>	<b>1,647.55</b>
<b>2. Expenses</b>						
(a) Cost of Materials Consumed	245.89	245.44	226.10	697.62	580.14	823.89
(b) Changes in Inventories of Finished Goods	(14.87)	3.58	(44.28)	15.35	(36.81)	(48.46)
(c) Employee Benefits Expense	39.35	37.86	38.47	119.81	111.49	158.00
(d) Finance Costs	16.83	18.75	21.84	54.35	57.87	77.74
(e) Depreciation and Amortisation Expense	26.03	24.77	24.88	74.90	72.18	98.16
(f) Other Expenses	91.53	115.74	76.48	318.08	321.00	438.43
<b>Total Expenses</b>	<b>404.76</b>	<b>446.14</b>	<b>343.49</b>	<b>1,280.11</b>	<b>1,105.87</b>	<b>1,547.76</b>
<b>3. Profit before exceptional items and tax (1-2)</b>	<b>1.12</b>	<b>(51.08)</b>	<b>52.96</b>	<b>(29.83)</b>	<b>103.90</b>	<b>99.79</b>
4. Exceptional Items - (Income)/Expense (refer Note No. 5)	-	-	3.47	-	(9.18)	80.67
<b>5. Profit before tax (3-4)</b>	<b>1.12</b>	<b>(51.08)</b>	<b>49.49</b>	<b>(29.83)</b>	<b>113.08</b>	<b>19.12</b>
6. Tax Expense :						
- Current Tax	0.19	(13.18)	1.16	0.57	38.03	27.85
- Earlier year Tax	(1.69)	-	-	(1.69)	-	-
- Deferred Tax	(2.22)	(4.28)	15.12	(12.68)	(5.56)	(8.15)
<b>7. Profit after tax (5-6)</b>	<b>4.84</b>	<b>(33.62)</b>	<b>33.21</b>	<b>(16.03)</b>	<b>80.61</b>	<b>(0.58)</b>
<b>8. Other Comprehensive Income/(Expense)</b>						
Items that will not be reclassified to profit or loss (net of tax)						
- Remeasurements of defined benefit plan	0.46	4.25	(1.05)	3.39	0.96	(3.15)
- Income Tax	(0.16)	(1.48)	0.36	(1.18)	(0.34)	1.10
Items that will be reclassified to profit or loss						
- Exchange differences in translating the financial Statements of a foreign operation	1.43	(2.09)	2.13	(0.61)	1.17	5.81
<b>9. Total Comprehensive Income for the period (7+8)</b>	<b>6.57</b>	<b>(32.94)</b>	<b>34.65</b>	<b>(14.43)</b>	<b>82.40</b>	<b>3.18</b>
<b>10. Profit/(Loss) attributable to :</b>						
(a) Owners of the Company	4.56	(33.74)	33.16	(16.43)	80.29	(1.02)
(b) Non-controlling interest	0.28	0.12	0.05	0.40	0.32	0.44
<b>11. Other Comprehensive Income/(Expense) (net of tax) attributable to :</b>						
(a) Owners of the Company	1.73	0.68	1.44	1.60	1.79	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	6.29	(33.06)	34.60	(14.83)	82.08	2.74
(b) Non-controlling interest	0.28	0.12	0.05	0.40	0.32	0.44
<b>13(a). Paid-up Equity Share Capital (Face Value Rs. 10/- each) (refer Note no.9(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 no.9(a))</b>			<b>13.92</b>		<b>13.92</b>	<b>13.92</b>
<b>14. Other Equity excluding Revaluation Reserves</b>						<b>1,143.23</b>
<b>15. Earnings per share-Basic &amp; Diluted (in Rupees) (refer Note no.9(a)) (*not annualised)</b>	<b>*1.69</b>	<b>*(12.51)</b>	<b>*12.29</b>	<b>*(6.09)</b>	<b>*29.76</b>	<b>(0.38)</b>

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

(₹ in Crores)

Particulars	Quarter ended			Nine Months ended		Year ended
	31-Dec-2019 (Unaudited)	30-Sep-2019 (Unaudited)	31-Dec-2018 (Unaudited) (Refer Note 9)	31-Dec-2019 (Unaudited)	31-Dec-2018 (Unaudited) (Refer Note 9)	31-Mar-2019 (Audited)
<b>1. Segment Revenue</b>						
a) Ferro Alloys	384.18	377.13	381.54	1,192.84	1,160.42	1,578.30
b) Power	107.96	98.38	106.05	301.56	306.41	415.30
c) Mining	62.94	51.83	61.04	162.29	144.16	217.08
d) Others	0.74	0.70	0.78	2.19	2.20	3.09
<b>Total</b>	<b>555.82</b>	<b>528.04</b>	<b>549.41</b>	<b>1,658.88</b>	<b>1,613.19</b>	<b>2,213.77</b>
Less: Inter Segment Revenue	170.99	150.33	167.28	464.16	451.05	633.13
<b>Net Income from Operations</b>	<b>384.83</b>	<b>377.71</b>	<b>382.13</b>	<b>1,194.72</b>	<b>1,162.14</b>	<b>1,580.64</b>
<b>2. Segment Results</b>						
a) Ferro Alloys	22.40	(6.18)	48.86	65.04	236.36	265.77
b) Power	(1.60)	(1.01)	(1.52)	(4.30)	(5.57)	(7.03)
c) Mining	(2.41)	(9.75)	(0.32)	(14.09)	(2.32)	(15.15)
d) Others	(2.01)	(1.97)	(2.24)	(5.82)	(6.36)	(8.51)
<b>Total</b>	<b>16.38</b>	<b>(18.91)</b>	<b>44.78</b>	<b>40.83</b>	<b>222.11</b>	<b>235.08</b>
Less: Finance Costs	16.83	18.75	21.84	54.35	57.87	77.74
Less: Other Un-allocable Expenditure net of Un-allocable Income	(1.57)	13.42	(26.55)	16.31	51.16	138.22
<b>Total Profit Before Tax</b>	<b>1.12</b>	<b>(51.08)</b>	<b>49.49</b>	<b>(29.83)</b>	<b>113.08</b>	<b>19.12</b>
<b>3. Segment Assets</b>						
a) Ferro Alloys	787.64	849.47	804.88	787.64	804.88	925.53
b) Power	853.58	884.15	891.88	853.58	891.88	912.88
c) Mining	486.33	481.88	493.38	486.33	493.38	477.21
d) Others	49.72	51.80	56.07	49.72	56.07	54.34
e) Unallocated	277.71	261.05	356.28	277.71	356.28	284.91
<b>Total Segment Assets</b>	<b>2,454.98</b>	<b>2,528.35</b>	<b>2,602.49</b>	<b>2,454.98</b>	<b>2,602.49</b>	<b>2,654.87</b>
<b>4. Segment Liabilities</b>						
a) Ferro Alloys	159.22	136.55	186.77	159.22	186.77	242.91
b) Power	241.80	246.28	223.14	241.80	223.14	248.84
c) Mining	43.91	38.09	34.66	43.91	34.66	40.50
d) Others	1.43	2.00	2.00	1.43	2.00	1.06
e) Unallocated	120.80	130.29	122.66	120.80	122.66	155.37
<b>Total Segment Liabilities</b>	<b>567.16</b>	<b>553.21</b>	<b>569.23</b>	<b>567.16</b>	<b>569.23</b>	<b>688.68</b>

**NOTES:**

1. The above unaudited consolidated results for the quarter and nine months ended 31st December, 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 10th February, 2020. The Statutory Auditors of the Parent Company have reviewed the said results.
2. 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 nine month ended 31st December, 2018 are approved by the board of directors of the Company but have not been subjected to review by the Statutory Auditors.
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. Other expenses include write-off of old receivables & obsolete fixed assets for the quarter ended 31st December 2019 ₹ 6.67 crores and nine months ended 31st December, 2019 ₹ 16.34 crores.
5. There are no exceptional items during the current quarter. Items related to previous period are as follows:
  - (a) Impairment loss on Goodwill relating to PT Sumber Rahayu Indah (Subsidiary of Indmet Mining Pte Ltd.) for the year ended 31st March, 2019 ₹ 57.83 crores.
  - (b) Provision towards arbitration costs and expenses payable to the Government of the Republic of Indonesia for the year ended 31st March, 2019 ₹ 20.58 crores.
  - (c) GST Compensation Cess of ₹ 17.66 crores for the period of nine months ended 31st December, 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.
  - (d) Expected credit loss on investment in Non-Convertible Redeemable Cumulative Preference Shares for the quarter ended 31st December, 2018 ₹ 3.47 crores, for the period of nine months ended 31st December, 2018 ₹ 6.14 crores and for the year ended 31st March, 2019 ₹ 10 crores.
  - (e) Retrenchment compensation paid to employees of Nuasahi Chromite Mines of the Parent Company for the period ended 31st December, 2018 and year ended 31st March, 2019 ₹ 2.34 crores.
  - (f) Provision of arrears of Provident Fund liability for the year ended 31st March, 2019 ₹ 3.65 crores, pursuant to Hon'ble Supreme Court's judgment dated 28th February, 2019.
6. Pursuant to an amendment vide OERC Notification No. OERC/RA/RE-5/2013 dated 31st December 2019, during the current quarter the Parent Company has recognised reduction in Renewable Power Obligation (RPO) to the tune of Rs 19.78 crores in the unaudited financial results including Rs 6.49 crores pertaining to earlier year. Further, upon receipt of permission from OERC, the Parent Company will recognise excess Renewable Energy Certificates (REC) amounting to Rs 7.68 crore purchased in compliance of RPO requirement prior to the said amendment.
7. 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% of the equity. Subsequently, UCL moved to the Hon'ble Delhi High Court challenging the compensation calculation which did not take into consideration the amount paid for the leased land. Thereafter, aggrieved by the judgement of the Hon'ble Delhi High Court which held that leased land could be considered for compensation but did not give express directions, UCL moved to the Hon'ble Supreme Court. During the year ended 31st March, 2019, the SLP was withdrawn by UCL after the Central Government initiated the auction process.

Ministry of Coal vide its letter dated 2nd April, 2019 to UCL again sought details of the investment in the said coal block including the amount paid for leased land in order to estimate compensation. The coal block has been allotted to Gujarat State Electricity Corporation Limited. 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 Parent Company's net exposure in UCL as at 31st December, 2019 amounting to ₹111.42 crore invested as equity and ₹263.88 crore given as unsecured loan.
8. In view of the circumstances detailed above in Note No. 7 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.
- 9 (a). The Hon'ble National Company Law Tribunal ("NCLT"), Cuttack Bench vide its Order dated 26th March, 2019, approved the Scheme of Amalgamation made under Section 230 to 232 and other applicable provisions of the Companies Act, 2013 ("the Scheme") involving amalgamation of (a) Indian Metals and Carbide Limited ("IMCL"), a wholly owned subsidiary of the Company and (b) B. Panda and Company Private Limited ("BPCO"), the holding company of the Company, into the Company. Upon the Scheme coming into effect, the undertakings of IMCL and BPCO stands transferred to and vested in the Company with effect from the Appointed Date and the Scheme had accordingly been given effect to in the financial statements for the year ended 31st March, 2019.

Subsequent to the filing of the certified copy of the Hon'ble National Company Law Tribunal ("NCLT"), Cuttack Bench Order dated 26th March, 2019, approving the Scheme of Amalgamation involving amalgamation of IMCL and BPCO, into the Company, with the Registrar of the Companies, Cuttack on 30th April, 2019, the shares pending for allotment representing 1,39,18,046 Equity Shares of ₹10 each fully paid up have been issued to the shareholders of BPCO on 30th April, 2019. These equity shares which were pending for allotment for the previous periods/year have been considered for the purpose of calculation of EPS appropriately.
- 9 (b). The figures for the quarter and nine months ended 31st December, 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 .
10. 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 nine months ended 31st December, 2018 and year ended 31st March, 2019 have not been retrospectively adjusted. The effect of this adoption is not material for the quarter and nine months ended 31st December 2019 and on earnings per share.
11. 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

Place : Bhubaneswar  
Date : 10th February, 2020

Subhrakant Panda  
Managing Director  
DIN - 00171845