

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 2015

Particulars	Quarter ended			Year ended
	30-June-2015 Unaudited	31-Mar-2015 Audited	30-June-2014 Unaudited	31-Mar-2015 Audited
1. Income from Operations				
(a) Income from Operations (Net of Excise Duty)	322.02	384.63	285.79	1,281.54
(b) Other Operating Income	17.99	18.56	15.52	63.25
Total Income from Operations (Net)	340.01	403.19	301.31	1,344.79
2. Expenses				
(a) Cost of Materials Consumed	167.15	226.94	177.50	693.55
(b) Changes in Inventories of Finished Goods	24.79	(4.23)	(29.68)	16.52
(c) Employee Benefits Expense	32.38	34.93	31.04	126.98
(d) Depreciation and Amortisation	27.23	32.17	29.00	121.94
(e) Other Expenses	64.67	63.87	64.81	266.62
Total Expenses	316.22	353.68	272.67	1,225.61
3. Profit from operations before other income, finance costs, prior period income & exceptional items (1-2)	23.79	49.51	28.64	119.18
4. Other Income	5.10	3.35	6.54	21.78
5. Profit from ordinary activities before finance costs, prior period income & exceptional items (2-4)	28.89	52.86	35.18	140.96
6. Finance Costs	21.05	24.84	30.86	108.62
7. Profit from ordinary activities after finance costs but before prior period income and exceptional items (5-6)	7.84	28.02	4.32	32.34
8. Prior Period Income	-	(6.22)	-	(6.22)
9. Exceptional Items (Refer Note 6)	19.98	-	-	5.22
10. Profit/(Loss) from ordinary activities before tax (7-8-9)	(12.14)	34.24	4.32	33.34
11. Tax Expense				
Current Tax & Deferred Tax	(1.10)	30.53	3.48	31.19
MAT Credit Entitlement (including earlier years)	-	(9.44)	(1.16)	(9.83)
12. Net Profit/(Loss) from ordinary activities after tax (10-11)	(11.04)	13.15	2.00	11.98
13. Extraordinary Items	-	-	-	-
14. Net Profit/(Loss) for the Period/Year (12-13)	(11.04)	13.15	2.00	11.98
15. Paid-up Equity Share Capital (Face Value Rs. 10/- each)	25.98	25.98	25.98	25.98
16. Reserves excluding Revaluation Reserves	-	-	-	836.91
17. Earnings per share-Basic & Diluted (in Rupees) (*not annualised)	*(4.25)	*5.06	*0.77	4.61

PART-II : SELECT INFORMATION FOR THE QUARTER ENDED 30th JUNE 2015

A. Particulars of Shareholding				
1. Public Shareholding				
- Number of Shares	11498935	11498935	11498935	11498935
- Percentage of Shareholding	44.27	44.27	44.27	44.27
2. Promoters and Promoter Group Shareholding				
a) Pledged / Encumbered				
- Number of Shares	-	-	832290	-
- Percentage of Shares (as a % of the total shareholding of promoters and promoter group)	-	-	5.75	-
- Percentage of Shares (as a % of the total share capital of the Company)	-	-	3.20	-
b) Non-encumbered				
- Number of Shares	14478118	14478118	13645828	14478118
- Percentage of Shares (as a % of the total shareholding of promoters and promoter group)	100	100	94.25	100
- Percentage of Shares (as a % of the total share capital of the Company)	55.73	55.73	52.53	55.73

B. Investor Complaints	Quarter ended 30-June-2015
- Pending at the beginning of the quarter	Nil
- Received during the quarter	95
- Disposed during the quarter	95
- Remaining unresolved at the end of the quarter	Nil

Segment wise Revenue, Results and Capital Employed as per Clause 41 of Listing Agreement

(Rs in Crores)

Particulars	Quarter ended			Year ended
	30-June-2015 Unaudited	31-Mar-2015 Audited	30-June-2014 Unaudited	31-Mar-2015 Audited
1. Segment Revenue				
a) Ferro Alloys	321.55	384.35	281.10	1,276.00
b) Power	101.23	105.36	106.41	387.68
c) Others	0.67	0.75	0.58	2.23
Total	423.45	490.46	388.09	1,665.91
Less: Inter Segment Revenue	101.43	105.83	102.30	384.37
Net Income from Operations	322.02	384.63	285.79	1,281.54
2. Segment Results				
a) Ferro Alloys	31.01	78.55	50.63	230.81
b) Power	(3.07)	(2.58)	(6.55)	(12.37)
c) Others	(0.45)	(0.22)	(0.29)	(0.99)
Total	27.49	75.75	43.79	217.45
Less: i) Finance Costs	21.05	24.84	30.86	108.62
ii) Other Un-allocable Expenditure (net)	18.58	16.67	8.61	75.49
iii) Un-allocable Income	-	-	-	-
Total Profit/(Loss) Before Tax	(12.14)	34.24	4.32	33.34
3. Capital Employed (Segment Assets-Segment Liabilities)				
a) Ferro Alloys	561.13	619.42	651.52	619.42
b) Power	738.62	767.24	754.34	767.24
c) Others	76.39	76.91	70.91	76.91
d) Unallocated	497.48	468.76	391.82	468.76
Total	1,873.62	1,932.33	1,868.59	1,932.33

NOTES:

- The above unaudited financial results have been reviewed by the Audit Committee and approved by the Board of Directors of the Company at their respective meetings held on 23rd July 2015. The Statutory Auditors of the Company have reviewed the said results.
- The entire operations of the Company relate to two broad segments viz. "Ferro Alloys" and "Power".
- 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 its coal block by the Hon'ble Supreme Court of India, no accounting adjustments have been made by UCL in its books of account and no provision is deemed necessary against the Company's exposure in UCL as at 30th June 2015 amounting to Rs 110.88 crores invested as equity, Rs 153.91 crores given as an unsecured loan and Rs 88 crores provided as guarantee to a financial institution for loan availed by UCL.
- In view of the circumstances detailed above and considering the effect of uncertainties as envisaged in paragraph 9 of Accounting Standard 9 on "Revenue Recognition", 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 2015 is higher by Rs. 4.70 crore. The interest income would be considered as revenue of the period in which it is properly recognised.
- The Company has equity investment amounting to Rs 53.13 crore in Indmet Mining Pte Ltd ('Indmet'), a wholly-owned subsidiary. The Company's auditors, in their Independent Auditors' Report for the year ended 31st March, 2015 had qualified their audit opinion by stating, inter alia, ".... we are unable to comment whether or not there is a decline, other than temporary, in the value of the Company's investment in Indmet, in terms of Accounting Standard 13 - Accounting for Investments. Consequentially, the impact of the same, if any, on the profit for the year cannot be ascertained". The said qualification subsists in their Limited Review Report for the quarter ended 30th June 2015 and the impact of the same on the results for the said quarter cannot be ascertained.
The management is of the opinion that no provision is considered necessary at this stage towards any diminution in the aforesaid carrying value of its investment in Indmet, as the Company has invoked an agreement between the Indian and Indonesian governments for the promotion and protection of investments and based on the outcome of the proceedings in this regard in the future, the Company would re-assess whether there is any impairment.
- Exceptional item for the quarter ended 30th June 2015 relates to provision made, on best estimate, for the shortfall towards Renewable Purchase Obligation upto 31st March 2015 under the O.E.R.C. (Renewable and Co-generation Purchase Obligation and its Compliance) Regulations, 2010, pursuant to the judgement of the Hon'ble Supreme Court of India, dated 13th May 2015 on related matter.
- The figures for the quarter ended 31st March 2015 are the balancing figures between audited figures in respect of the full financial year ended 31st March 2015 and year to date limited reviewed figures for the nine months ended 31st December 2014.
- Figures pertaining to the previous year / period have been regrouped / rearranged wherever necessary, to make them comparable with those of current period.

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