

INDIAN METALS & FERRO ALLOYS LIMITED

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CIN: L27101OR1961PLC000428

(Rs. in Crores)

| PART I : STATEMENT OF STANDALONE UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND HALF YEAR ENDED 30TH SEPTEMBER, 2014 | | | | | | |
|---|--------------------------|--------------------------|--------------------------|--------------------------|--------------------------|------------------------|
| Particulars | Quarter ended | | | Half Year ended | | Year ended |
| | 30-Sep-2014 Unaudited | 30-Jun-2014 Unaudited | 30-Sep-2013 Unaudited | 30-Sep-2014 Unaudited | 30-Sep-2013 Unaudited | 31-Mar-2014 Audited |
| 1. Income from Operations | | | | | | |
| (a) Income from Operations (Net of Excise Duty) | 332.33 | 285.79 | 302.92 | 618.12 | 596.19 | 1,243.34 |
| (b) Other Operating Income | 15.70 | 15.52 | 19.75 | 31.22 | 33.44 | 74.51 |
| Total Income from Operations (Net) | 348.03 | 301.31 | 322.67 | 649.34 | 629.63 | 1,317.85 |
| 2. Expenses | | | | | | |
| (a) Cost of Materials Consumed | 115.27 | 177.50 | 165.21 | 292.77 | 321.20 | 689.48 |
| (b) Changes in Inventories of Finished Goods | 79.81 | (29.68) | (6.60) | 50.13 | (25.11) | (65.45) |
| (c) Employee Benefits Expense | 30.45 | 31.04 | 28.60 | 61.49 | 57.42 | 118.46 |
| (d) Depreciation and Amortisation | 29.22 | 29.00 | 38.11 | 58.22 | 69.56 | 149.02 |
| (e) Other Expenses | 62.33 | 64.81 | 56.55 | 127.14 | 119.65 | 276.70 |
| Total Expenses | 317.08 | 272.67 | 281.87 | 589.75 | 542.72 | 1,168.21 |
| 3. Profit from operations before other income, finance costs & exceptional items (1-2) | 30.95 | 28.64 | 40.80 | 59.59 | 86.91 | 149.64 |
| 4. Other Income | 5.66 | 6.54 | 8.32 | 12.20 | 11.31 | 22.03 |
| 5. Profit from ordinary activities before finance costs & exceptional items (3+4) | 36.61 | 35.18 | 49.12 | 71.79 | 98.22 | 171.67 |
| 6. Finance Costs | 27.66 | 30.86 | 45.17 | 58.52 | 68.18 | 118.56 |
| 7. Profit from ordinary activities before exceptional items (5-6) | 8.95 | 4.32 | 3.95 | 13.27 | 30.04 | 53.11 |
| 8. Exceptional Items (Refer Note 3) | 5.22 | - | - | 5.22 | - | - |
| 9. Profit from ordinary activities before tax (7-8) | 3.73 | 4.32 | 3.95 | 8.05 | 30.04 | 53.11 |
| 10. Tax Expense | | | | | | |
| Current Tax & Deferred Tax | 4.03 | 3.48 | 1.19 | 7.51 | 17.21 | 36.45 |
| MAT Credit Entitlement (including earlier years) | (0.87) | (1.16) | (11.36) | (2.03) | (11.36) | (22.65) |
| Adjustment in respect of earlier year | - | - | - | - | - | 0.19 |
| 11. Net Profit from ordinary activities after tax (9-10) | 0.57 | 2.00 | 14.12 | 2.57 | 24.19 | 39.12 |
| 12. Extraordinary Items | - | - | - | - | - | - |
| 13. Net Profit for the Period/Year (11-12) | 0.57 | 2.00 | 14.12 | 2.57 | 24.19 | 39.12 |
| 14. Paid-up Equity Share Capital (Face Value Rs. 10/- each) | 25.98 | 25.98 | 25.98 | 25.98 | 25.98 | 25.98 |
| 15. Reserves excluding Revaluation Reserves | | | | | | 829.62 |
| 16. Earnings per share-Basic & Diluted (in Rupees) (*not annualised) | 0.22 | 0.77 | 5.43 | 0.99 | 9.31 | 15.06 |
| PART-II : SELECT INFORMATION FOR THE QUARTER AND HALF YEAR ENDED 30TH SEPTEMBER, 2014 | | | | | | |
| A. Particulars of Shareholding | | | | | | |
| 1. Public Shareholding | | | | | | |
| - Number of Shares | 11498935 | 11498935 | 11499185 | 11498935 | 11499185 | 11498935 |
| - Percentage of Shareholding | 44.27 | 44.27 | 44.27 | 44.27 | 44.27 | 44.27 |
| 2. Promoters and Promoter Group Shareholding | | | | | | |
| a) Pledged / Encumbered | | | | | | |
| - Number of Shares | - | 832290 | 832290 | - | 832290 | 832290 |
| - % of Shares (to total shareholding of promoters and | - | 5.75 | 5.75 | - | 5.75 | 5.75 |
| and | | | | | | |
| - % of Shares (to total share capital of the Company) | - | 3.20 | 3.20 | - | 3.20 | 3.20 |
| b) Non-encumbered | | | | | | |
| - Number of Shares | 14478118 | 13645828 | 13645578 | 14478118 | 13645578 | 13645828 |
| - % of Shares (to total shareholding of promoters and | 100 | 94.25 | 94.25 | 100 | 94.25 | 94.25 |
| and | | | | | | |
| - % of Shares (to total share capital of the Company) | 55.73 | 52.53 | 52.53 | 55.73 | 52.53 | 52.53 |

| B. Investor Complaints | Quarter ended 30-Sep-14 |
|--|-------------------------|
| - Pending at the beginning of the quarter | Nil |
| - Received during the quarter | 82 |
| - Disposed during the quarter | 80 |
| - Remaining unresolved at the end of the quarter | 2* |

* Resolved subsequently

Statement of Assets & Liabilities

(Rs. in Crores)

| Particulars | As at | As at |
|--|----------------------------|--------------------------|
| | 30-Sep-2014 (Unaudited) | 31-Mar-2014 (Audited) |
| A EQUITY AND LIABILITIES | | |
| 1. Shareholders' Funds | | |
| (a) Share Capital | 25.98 | 25.98 |
| (b) Reserve & Surplus | 832.19 | 829.62 |
| Sub-total : Shareholders' Funds | 858.17 | 855.60 |
| 2. Non-Current Liabilities | | |
| (a) Long-Term Borrowings | 706.49 | 795.05 |
| (b) Deferred Tax Liabilities(Net) | 83.71 | 78.39 |
| (c) Other Long-Term Liabilities | 114.70 | 110.47 |
| (d) Long-Term Provisions | 5.24 | 4.37 |
| Sub-total : Non - Current Liabilities | 910.14 | 988.28 |
| 3. Current Liabilities | | |
| (a) Short-Term Borrowings | 169.27 | 160.46 |
| (b) Trade Payables | 175.49 | 163.55 |
| (c) Other Current Liabilities | 188.42 | 197.39 |
| (d) Short-Term Provisions | 4.56 | 18.58 |
| Sub-total : Current Liabilities | 537.74 | 539.98 |
| TOTAL EQUITY AND LIABILITIES | 2,306.05 | 2,383.86 |

(Rs. in Crores)

| Particulars | As at | As at |
|---------------------------------------|----------------------------|--------------------------|
| | 30-Sep-2014 (Unaudited) | 31-Mar-2014 (Audited) |
| B ASSETS | | |
| 1. Non-Current Assets | | |
| (a) Fixed Assets | 1,171.44 | 1,189.94 |
| (b) Non-Current investment | 167.37 | 167.37 |
| (c) Long-Term Loans & Advances | 107.87 | 113.14 |
| (d) Other Non-Current Assets | 16.47 | - |
| Sub-total : Non-Current Assets | 1,463.15 | 1,470.45 |
| 2. Current Assets | | |
| (a) Current Investments | - | 12.09 |
| (b) Inventories | 327.25 | 372.66 |
| (c) Trade Receivables | 101.66 | 56.78 |
| (d) Cash and Cash Equivalents* | 14.01 | 19.84 |
| (e) Short-Term Loans & Advances | 396.71 | 450.49 |
| (f) Other Current Assets | 3.27 | 1.55 |
| Sub-total : Current Assets | 842.90 | 913.41 |
| TOTAL ASSETS | 2,306.05 | 2,383.86 |

* Cash and Cash Equivalents represents Cash and Bank Balances.

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

(Rs. in Crores)

| Particulars | Quarter ended | | | Half Year ended | | Year ended |
|--|--------------------------|--------------------------|--------------------------|--------------------------|--------------------------|------------------------|
| | 30-Sep-2014 Unaudited | 30-Jun-2014 Unaudited | 30-Sep-2013 Unaudited | 30-Sep-2014 Unaudited | 30-Sep-2013 Unaudited | 31-Mar-2014 Audited |
| 1. Segment Revenue | | | | | | |
| a) Ferro Alloys | 332.15 | 281.10 | 300.14 | 613.25 | 591.11 | 1,230.09 |
| b) Power | 78.23 | 106.41 | 107.09 | 184.64 | 197.93 | 446.15 |
| c) Others | 0.35 | 0.58 | 0.29 | 0.93 | 0.38 | 1.96 |
| Total | 410.73 | 388.09 | 407.52 | 798.82 | 789.42 | 1,678.20 |
| Less: Inter Segment Revenue | 78.40 | 102.30 | 104.60 | 180.70 | 193.23 | 434.86 |
| Net Income from Operations | 332.33 | 285.79 | 302.92 | 618.12 | 596.19 | 1,243.34 |
| 2. Segment Results | | | | | | |
| a) Ferro Alloys | 55.05 | 50.63 | 64.83 | 105.68 | 140.27 | 267.00 |
| b) Power | (1.45) | (6.55) | (3.89) | (8.00) | (5.86) | (19.32) |
| c) Others | (0.23) | (0.29) | (0.18) | (0.52) | (0.28) | (0.53) |
| Total | 53.37 | 43.79 | 60.76 | 97.16 | 134.13 | 247.15 |
| Less: i) Finance Costs | 27.66 | 30.86 | 45.17 | 58.52 | 68.18 | 118.56 |
| ii) Other Un-allocable Expenditure (net) | 21.98 | 8.61 | 11.64 | 30.59 | 35.91 | 75.48 |
| iii) Un-allocable Income | - | - | - | - | - | - |
| Total Profit Before Tax | 3.73 | 4.32 | 3.95 | 8.05 | 30.04 | 53.11 |
| 3. Capital Employed (Segment Assets-Segment Liabilities) | | | | | | |
| a) Ferro Alloys | 632.55 | 651.52 | 639.91 | 632.55 | 639.91 | 667.39 |
| b) Power | 746.96 | 754.34 | 815.38 | 746.96 | 815.38 | 775.16 |
| c) Others | 75.45 | 70.91 | 51.13 | 75.45 | 51.13 | 69.74 |
| d) Unallocated | 409.54 | 391.82 | 318.90 | 409.54 | 318.90 | 436.54 |
| Total | 1,864.50 | 1,868.59 | 1,825.32 | 1,864.50 | 1,825.32 | 1,948.83 |

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 29th October, 2014. 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'.
- In accordance with the requirements of Schedule II to the Companies Act, 2013, the Company reassessed the remaining useful lives of tangible fixed assets with effect from April 1, 2014, based on internal technical evaluation. Accordingly, their carrying values as on that date, net of residual values, are depreciated over their revised remaining useful lives. As a result of this change, the depreciation charge for the quarter and six months ended September 30, 2014 was lower by Rs. 7.72 crores and Rs. 13.90 crores respectively. In terms of MCA notification dated 29th August, 2014 amending Schedule II, the carrying amount of assets (after retaining the residual value), whose remaining useful lives have been reassessed to be nil as at April 1, 2014, has been recognised in the Statement of Profit and Loss as an exceptional item, which was earlier adjusted with the balance of retained earnings as on 01.04.2014 during the quarter ended 30th June, 2014.
- The Hon'ble Supreme Court of India vide its Order dated September 24th, 2014 cancelled a number of coal blocks allotted to various companies including 'Utkal C' block held by Utkal Coal Ltd (UCL), an SPV in which the Company holds 79.2% equity as at September 30th, 2014. As on that date the Company had exposure to UCL by way of Rs 110.88 crores invested as equity, Rs 134.96 crores given as unsecured loan and Rs 93 crores as guarantee to a financial institution for loan availed by UCL; however, mining activity had not yet started in the coal block. Subsequently, on October 21st, 2014, The Coal Mines (Special Provisions) Ordinance, 2014 was promulgated to facilitate auction of coal blocks which, inter alia, provides for compensation to a prior allottee. On review of the said ordinance, the Management is of the opinion that presently no provision is required to be made by the Company against its aforesaid exposure in UCL.
- Figures pertaining to the previous year / period have been regrouped / rearranged, reclassified and restated, wherever considered necessary, to make them comparable with those of current period.

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

Bhubaneswar
Date : 29th October, 2014

Subhkrant Panda
Managing Director