

30th May, 2023

IMFA Building
Bhubaneswar -751010
Odisha, India

Corporate Identity No.
L27101OR1961PLC000428

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The Listing Department
National Stock Exchange of India Ltd.
Exchange Plaza
Plot No.C/1, G. Block
Bandra-Kurla Complex
Bandra (E)
Mumbai-400051
Stock Symbol & Series : IMFA, EQ

The Deputy General Manager
(Corporate Services)
BSE Limited
Floor 25, P.J. Towers
Dalal Street , Fort
Mumbai-400001
Stock Code : 533047

Sub: Outcome of the meeting of the Board of Directors held on 30th May, 2023

Dear Sir,

The Board of Directors of the Company at their meeting held on 30th May 2023, inter-alia, have transacted the following:

1. Approved the Audited Financial Results (Standalone & Consolidated) for the quarter and year ended 31st March 2023. A copy each of the Audited Financial Results and Report of Statutory Auditors are enclosed.
2. Recommended dividend of Rs 5 /- per equity share of Rs 10/- each subject to approval of the shareholders in the forthcoming Annual General Meeting of the Company.
3. Appointment of M/s S.S.Sonthalia & Co., Cost Accountants having Firm Registration No.: 000167 as the Cost Auditors of the Company for the Financial year 2023-24. Brief profile of the Cost Auditor is furnished below :

M/s S.S.Sonthalia & Co. is one of the leading Cost and Management Accounting Firm which is Registered with Institute of Cost Accountants of India (ICAI). They provide Cost Accounting Services, Cost Audit Services, Management Services, Financial planning Consultancy, etc.

Meeting started at 2.05 PM and concluded at 3.40 PM
This may kindly be taken on record.

Thanking you,

Yours faithfully,
For INDIAN METALS & FERRO ALLOYS LIMITED


(PREM KHANDELWAL)
CFO & COMPANY SECRETARY
Membership No: F3526

INDIAN METALS & FERRO ALLOYS LIMITED

Regd. Office: IMFA Building, Bomikhal, Rasulgarh, Bhubaneswar - 751 010 (Odisha)
Phone: +91 674 2611000, 2580100; Fax: +91 674 2580020; Email: mail@imfa.in; Website: www.imfa.in
CIN: L27101OR1961PLC000428

(Rs. in Crore)

PART I : STATEMENT OF AUDITED STANDALONE FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED 31ST MARCH, 2023					
Particulars	Quarter ended			Year ended	
	31-Mar-2023 (Audited)	31-Dec-2022 (Unaudited)	31-Mar-2022 (Audited)	31-Mar-2023 (Audited)	31-Mar-2022 (Audited)
1. Income					
(a) Revenue from Operations	636.90	623.62	756.71	2,676.39	2,602.95
(b) Other Income	4.69	7.96	4.67	25.66	18.06
Total Income	641.59	631.58	761.38	2,702.05	2,621.01
2. Expenses					
(a) Cost of Materials Consumed	356.92	355.27	310.86	1,474.70	1,108.48
(b) Changes in Inventories of Finished Goods and Work-in-Progress	(28.50)	49.82	44.44	(17.09)	(11.49)
(c) Employee Benefits Expense	56.46	42.96	68.78	196.05	206.71
(d) Finance Costs					
- Interest on borrowing including other finance costs	12.16	8.60	11.16	35.22	55.13
- Loss/(Gain) on foreign currency transactions and translations on borrowing	(2.49)	5.37	5.06	33.20	6.42
(e) Depreciation and Amortisation Expense	29.03	27.60	35.43	107.28	110.22
(f) Loss/(Gain) on foreign currency transactions and translations including mark to market valuation (net)	(2.46)	2.18	1.21	17.77	(7.18)
(g) Expected credit loss on trade receivables and other financial assets	0.37	(0.06)	0.56	3.24	0.74
(h) Other Expenses	115.19	114.39	141.58	512.90	494.92
Total Expenses	536.68	606.13	619.08	2,363.27	1,963.95
3. Profit/(Loss) before Exceptional Items and tax (1-2)	104.91	25.45	142.30	338.78	657.06
4. Exceptional Items - (Income)/Expense (Net) (refer Note No. 6)	6.20	9.50	-	15.70	-
5. Profit/(Loss) before tax (3-4)	98.71	15.95	142.30	323.08	657.06
6. Tax Expense :					
- Current Tax	(9.86)	15.96	24.55	69.35	177.78
- Earlier years' tax adjustments	28.52	0.58	(0.38)	29.10	(0.38)
- Deferred Tax	16.40	(11.02)	(24.50)	(1.10)	(28.21)
7. Profit/(Loss) after tax (5-6)	63.65	10.43	142.63	225.73	507.87
8. Other Comprehensive Income/(Expense)					
Items that will not be reclassified to profit or loss (net of tax)					
- Remeasurement gains/(losses) on post employment defined benefit plans	(0.52)	(0.61)	(1.76)	(0.39)	(1.78)
- Income tax relating to items that will not be reclassified to profit or loss	0.13	0.16	0.44	0.10	0.45
9. Total Comprehensive Income/(Expense) after tax (7+8)	63.26	9.98	141.31	225.44	506.54
10. Paid-up Equity Share Capital (Face Value ₹10/- each)	53.96	53.96	53.96	53.96	53.96
11. Other Equity excluding Revaluation Reserves				1,804.90	1,646.90
12. Earnings per share-Basic & Diluted (in Rupees)	*11.80	*1.93	*26.44	41.84	94.13

* EPS is not annualised for the quarter ended March 31, 2023, the quarter ended December 31, 2022 and the quarter ended March 31, 2022.

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BALANCE SHEET		
Particulars	(Rs. in Crore)	
	Standalone As at 31-Mar-23 (Audited)	Standalone As at 31-Mar-22 (Audited)
A ASSETS		
1 Non - Current Assets		
(a) Property, Plant and Equipment	878.63	869.20
(b) Right of use assets	80.92	42.68
(c) Capital Work-in-Progress	64.25	69.13
(d) Investment Property	9.55	9.82
(e) Intangible Assets	-	-
(f) Intangible Assets under Development	5.49	0.76
(g) Financial Assets		
(i) Investments	114.04	114.03
(ii) Other Financial Assets	12.35	8.42
(h) Non-Current Tax Assets (Net)	21.65	54.20
(i) Other Non-Current Assets	57.86	251.95
	1,244.74	1,420.19
2 Current Assets		
(a) Inventories	647.47	622.20
(b) Financial Assets		
(i) Investments	262.71	147.69
(ii) Trade Receivables	85.65	140.57
(iii) Cash and Cash Equivalents	7.21	6.70
(iv) Bank balances other than (iii) above	19.44	15.74
(v) Loans	242.83	263.28
(vi) Other Financial Assets	0.32	7.71
(c) Other Current Assets	125.95	180.28
Total Current Assets	1,391.58	1,384.17
Assets classified as held for sale	0.14	0.22
TOTAL ASSETS	2,636.46	2,804.58
B EQUITY AND LIABILITIES		
1 Equity		
(a) Equity Share Capital	53.96	53.96
(b) Other Equity	1,804.90	1,646.90
Total Equity	1,858.86	1,700.86
2 Non-Current Liabilities		
(a) Financial Liabilities		
(i) Borrowings	5.39	9.45
(ii) Lease Liabilities	44.48	39.78
(iii) Other Financial Liabilities	-	133.86
(b) Provisions		
(c) Deferred Tax Liabilities (Net)	16.44	15.54
	45.16	46.36
Total Non-Current Liabilities	111.47	244.99
3 Current Liabilities		
(a) Financial Liabilities		
(i) Borrowings	316.04	466.94
(ii) Lease Liabilities	2.02	2.17
(iii) Trade Payables		
a) total outstanding dues of micro enterprises and small enterprises	8.06	10.78
b) total outstanding dues of creditors other than micro enterprises and small enterprises	201.12	136.07
(iv) Other Financial Liabilities	109.61	217.49
(b) Other Current Liabilities		
(c) Provisions	22.69	17.49
	6.59	7.79
Total Current Liabilities	666.13	858.73
TOTAL EQUITY AND LIABILITIES	2,636.46	2,804.58

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STATEMENT OF CASH FLOWS		
	(Rs. in Crore)	
Particulars	Year ended 31st March, 2023 (Audited)	Year ended 31st March, 2022 (Audited)
A. Cash Flow from Operating Activities		
Profit/(Loss) before tax	323.08	657.06
Adjustments for :		
Depreciation and Amortisation Expense	107.28	110.22
(Gain) / Loss on sale/disposal of Property, Plant and Equipment (Net)	(1.22)	1.67
Impairment on Property, Plant and Equipment	-	0.55
(Gain) / Loss on sale of Current Investments	(5.42)	(8.89)
(Gain) / Loss on fair valuation of Current Investments	(5.65)	(0.35)
Unrealised foreign exchange loss	3.57	3.59
Interest Income	(6.04)	(2.23)
Dividend Income	(1.84)	(1.73)
Finance Costs	68.42	61.55
Expected credit loss on trade receivables and other financial assets	3.24	0.74
Other Non Operating Revenue	(1.16)	(0.25)
Liabilities no longer required written back	(1.35)	(0.01)
Operating Profit before Working Capital Changes	482.91	821.92
Adjustments for:		
Trade and other receivables	306.80	(65.01)
Inventories	(25.27)	(176.86)
Trade payables and other liabilities	(180.17)	21.87
Cash Generated from Operations	584.27	601.92
Direct Taxes (paid) / refund	(65.89)	(213.40)
Net Cash Generated from Operating Activities	518.38	388.52
B. Cash Flow from Investing Activities		
Purchase of Property, Plant and Equipment and Capital Work-in-Progress (including Intangible Assets under Development)	(148.54)	(87.00)
Proceeds from sale of Property, Plant and Equipment	6.04	0.15
Purchase of Current Investments	(590.56)	(761.28)
Sale of Current Investments	486.57	736.35
Loan to Subsidiaries	(0.24)	(1.14)
Proceeds from repayment of Loan from subsidiaries	20.69	-
Increase/(decrease) in Fixed/ Security deposits	(3.92)	3.95
Dividend received	1.84	1.73
Interest received	6.04	2.23
Net Cash Used in Investing Activities	(222.08)	(105.00)
C. Cash Flow from Financing Activities		
Proceeds from Non-current borrowings	-	6.85
Repayment of Non-current borrowings	(4.43)	(290.99)
Proceeds from/(Repayment) of Current borrowings (Net)	(149.33)	96.66
Proceeds from/(Repayment) of lease liabilities	(6.27)	(1.06)
Interest and financing charges paid	(64.21)	(58.54)
Interest on lease paid	(4.11)	(4.03)
Dividend paid	(67.44)	(32.37)
Net Cash Used in Financing Activities	(295.79)	(283.48)
Net increase/(decrease) in Cash and Cash Equivalents (A+B+C)	0.51	0.05
Cash and Cash Equivalents at the beginning of the year	6.70	6.65
Cash and Cash Equivalents at the end of the year	7.21	6.70
	Year ended 31st March, 2023 (Audited)	Year ended 31st March, 2022 (Audited)
Cash and Cash Equivalents at the end of the year comprises of:		
Cash on hand	0.66	0.64
Balance with Banks:		
- In Current Accounts	6.55	6.06
Total	7.21	6.70

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

(Rs. in Crore)

Particulars	Standalone Quarter ended			Standalone Year ended	
	31-Mar-2023 (Audited)	31-Dec-2022 (Unaudited)	31-Mar-2022 (Audited)	31-Mar-2023 (Audited)	31-Mar-2022 (Audited)
1. Segment Revenue					
a) Ferro Alloys	629.94	613.92	744.34	2,638.41	2,563.82
b) Power	126.79	136.28	139.54	572.43	472.12
c) Mining	133.53	81.81	107.18	421.58	316.98
d) Others	0.28	0.21	0.32	1.07	1.18
Total	890.54	832.22	991.38	3,633.49	3,354.10
Less: Inter Segment Revenue	260.34	218.10	246.76	994.10	789.18
Net Income from Operations	630.20	614.12	744.62	2,639.39	2,564.92
2. Segment Results					
a) Ferro Alloys	109.07	29.93	160.06	429.83	745.09
b) Power	(1.40)	(1.92)	(1.51)	(5.32)	(6.21)
c) Mining	(1.21)	(0.26)	1.46	(8.66)	(11.65)
d) Others	(0.07)	(0.21)	0.25	(0.69)	(0.75)
Total	106.39	27.54	160.26	415.16	726.48
Less: Finance Costs	9.67	13.97	16.24	68.42	61.55
Less: Other Un-allocable Expenditure net of Un-allocable income	(1.99)	(2.38)	1.72	23.66	7.87
Total Profit/(Loss) Before Tax	98.71	15.95	142.30	323.08	657.06
3. Segment Assets					
a) Ferro Alloys	1,032.71	1,140.38	1,161.01	1,032.71	1,161.01
b) Power	604.29	901.08	769.40	604.29	769.40
c) Mining	174.42	242.57	281.06	174.42	281.06
d) Others	30.70	33.91	39.93	30.70	39.93
e) Unallocated	794.34	555.26	553.18	794.34	553.18
Total Segment Assets	2,636.46	2,873.20	2,804.58	2,636.46	2,804.58
4. Segment Liabilities					
a) Ferro Alloys	156.83	282.22	162.41	156.83	162.41
b) Power	38.84	250.56	244.36	38.84	244.36
c) Mining	67.91	63.94	67.54	67.91	67.54
d) Others	3.00	2.37	1.41	3.00	1.41
e) Unallocated	143.09	74.05	110.96	143.09	110.96
Total Segment Liabilities	409.67	673.14	586.68	409.67	586.68
Other Liabilities including borrowings and Leases	367.93	404.47	517.04	367.93	517.04
Total Liabilities	777.60	1,077.61	1,103.72	777.60	1,103.72

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NOTES:

1. The above standalone financial results have been reviewed and recommended by the Audit Committee and subsequently approved by the Board of Directors of the Company at their respective meetings held on 30th May, 2023.
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. The Company holds 79.2% equity in Utkal Coal Ltd (UCL), an SPV which was allotted the Utkal 'C' coal block that was subsequently cancelled by the virtue of an order of the Hon'ble Supreme Court. Litigation pertaining to compensation for leased land was dropped after the Central Government reinitiated the auction process, and the Company then filed a petition in the Hon'ble Delhi High Court in March 2020 praying for early determination and payment of compensation. Meanwhile, Utkal 'C' coal block has been reallocated to a Public Limited Company in the last auction (13th tranche) and vesting order dated 10.10.2022 has already been issued in favour of the said company. Further, UCL has received the compensation of Rs. 20.69 crore towards reimbursement of statutory expenses from Ministry of Coal on 14.12.2022. Hence, UCL is hopeful of receiving compensation amount, pending which no accounting adjustments have been made in its books of accounts; therefore, no provision is considered necessary against the Company's net exposure in UCL as at 31st March, 2023 amounting to Rs. 111.42 Crore equity and Rs. 242.83 Crore unsecured loan.
4. In view of the circumstances detailed above in Note No. 3 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.
5. Pursuant to the various orders of Hon'ble High Court/ directives of Government of Odisha, the Company was paying electricity duty @ 6 paisa & keeping the differential duty @ 14 paisa till September, 2015 in an earmarked bank fixed deposit account. However, on the principles of prudence, the entire duty liability @ 20 paisa per unit till September, 2015 was provided in the books of accounts. Subsequently, the Department of Energy, Government of Odisha vide Notification No. 8309 dated 1st October 2015, amended the rate of Electricity Duty for a Captive Power Generator at par with that of a Licensee and the Company continues to pay the applicable duty as notified from time to time.

The Department of Energy, Government of Odisha vide resolution No. ENG-BUD-ED-0005-2019/11797 dtd. 30.11.2022 had announced a One Time Settlement (OTS) scheme for arrear electricity duty and interest in respect of consumers who generate energy for their own use or consumption (Captive Consumption). The Company opted for the said OTS scheme and the arrears have been settled in terms of Form V (Statement of Settlement of Arrears dtd.06.04.2023) issued by Government of Odisha. Also, the Civil Appeal pending before Hon'ble Supreme Court has been disposed of vide order dated 14.03.2023. The net demand arising out of settlement order was already provided in the books of accounts. However, according to the operational guidelines of OTS, the Company has provided for the differential interest on electricity duty payable amounting to Rs. 52.11 Crore in the current year which is classified as Exceptional Item.
6. Exceptional Items for the year ended 31st March, 2023 consist of:
 - i) Interest on electricity duty amounting to Rs. 52.11 Crore as detailed above in Note No.5.
 - ii) Income received against an out of court settlement in a long pending arbitration matter amounting to Rs. 36.41 Crore.
7. The Parliament of India has approved the Code of Social Security, 2020 (the Code) which may impact the contributions by the Company towards provident fund, gratuity and ESIC. The Code has been published in the Gazette of India however, the effective date has not yet been notified. The Company will assess the impact of the Code when it comes into effect and will record any related impact in the period the Code becomes effective, if any.
8. The Board of Directors of the Company has declared interim dividend of Rs.5/- per share (face value of Rs. 10/- each) for the financial year 2022-23 in its meeting held on 27th October, 2022. The Board of Directors of the Company have proposed final dividend of Rs.5/- per share (face value of Rs. 10/- each) for the financial year 2022-23 in its meeting held on 30th May, 2023.
9. Previous years/periods' figures have been rearranged/regrouped, wherever considered necessary, to make them comparable with those of current year/period.

Place : Bhubaneswar
Date : 30th May, 2023



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

Subhrakant Panda
Managing Director
DIN - 00171845

Independent Auditors' Report on the Standalone Annual Financial Results of the Indian Metals and Ferro Alloys Limited Pursuant to the Regulations 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended.

To the Board of Directors of Indian Metals and Ferro Alloys Limited

Report on the Audit of the Standalone Annual Financial Results

Opinion

We have audited the accompanying standalone annual financial results of **Indian Metals and Ferro Alloys Limited** (hereinafter referred to as the "Company") for the year ended 31st March, 2023, attached herewith, being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("Listing Regulations").

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone annual financial results:

- a. are presented in accordance with the requirements of Regulation 33 of the Listing Regulations in this regard; and
- b. give a true and fair view in conformity with the recognition and measurement principles laid down in the applicable Indian Accounting Standards, and other accounting principles generally accepted in India, of the net profit and other comprehensive income and other financial information of the Company for the year ended 31st March, 2023.

Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing ("SAs") specified under section 143(10) of the Companies Act, 2013 ("the Act"). Our responsibilities under those SAs are further described in the Auditor's Responsibilities for the Audit of the Standalone Annual Financial Results section of our report. We are independent of the Company, in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the standalone Ind AS financial statements under the provisions of the Act, and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained, is sufficient and appropriate to provide a basis for our opinion on the standalone annual financial results.

Emphasis of Matter

We draw attention to the following matters in the Notes to the standalone annual financial results :

Note 3 and 4 to the standalone annual financial results relating to the Company's exposure in its subsidiary and non-recognition of income from interest on unsecured loan given to the subsidiary, respectively. These matters have arisen out of the cancellation of allotment of the coal block being held by the subsidiary vide the Hon'ble Supreme Court of India's order dated 24th September, 2014 and the subsequent events in connection therewith.

Our opinion is not modified in respect of this matter.



Management's and Board of Directors' Responsibilities for the Standalone Annual Financial Results

These standalone annual financial results have been prepared on the basis of the standalone Ind AS annual financial statements. The Company's Management and the Board of Directors are responsible for the preparation and presentation of these standalone annual financial results that give a true and fair view of the net profit and other comprehensive income and other financial information in accordance with the recognition and measurement principles laid down in Indian Accounting Standards prescribed under Section 133 of the Act and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act; for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and the design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring accuracy and completeness of the accounting records, relevant to the preparation and presentation of the standalone annual financial results that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the standalone annual financial results, the Management and the Board of Directors are responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Board of Directors either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

The Board of Directors is responsible for overseeing the Company's financial reporting process.

Auditor's Responsibilities for the Audit of the Standalone Annual Financial Results

Our objectives are to obtain reasonable assurance about whether the standalone annual financial results as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these standalone annual financial results.

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the standalone annual financial results, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under Section 143(3) (i) of the Act, we are also responsible for expressing our opinion through a separate report on the complete set of standalone Ind AS financial statements on whether the Company has adequate internal financial controls with reference to standalone Ind AS financial statements in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures in the standalone annual financial results made by the Management and Board of Directors.



- Conclude on the appropriateness of the Management and Board of Directors use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the ability of the Company to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the standalone annual financial results or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the standalone annual financial results, including the disclosures, and whether the standalone annual financial results represent the underlying transactions and events in a manner that achieves fair presentation.

Materiality is the magnitude of misstatements in the standalone annual financial results that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the standalone annual financial results may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the standalone annual financial results.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

Other Matter

- a) The standalone annual financial results include the results for the quarter ended 31st March, 2023 and the corresponding previous year quarter ended 31st March, 2022 being the balancing figure between audited figures in respect of the full financial year and the published unaudited year to date figures up to the third quarter of the respective financial years, which were subject to limited review by us.

Our opinion is not modified in respect of this matter.

For SCY & Co. LLP
CHARTERED ACCOUNTANTS
FIRM REGISTRATION No. 000235/N500009



(RAJIV PURI)
PARTNER

MEMBERSHIP No. 084318
ICAI UDIN: 23084318BGYV0F8580

PLACE: BHUBANESHWAR
DATED: 30th MAY, 2023





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"DECLARATION"

[Pursuant to Regulation 33 (3) (d) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015]

We, **Indian Metals and Ferro Alloys Limited** having its registered office at IMFA Building, Bomikhal, Bhubaneswar - 751010, Odisha, do hereby declare and confirm that the Audit Report issued by the Statutory Auditor of the Company, SCV & CO.LLP, Chartered Accountants, New Delhi (Firm Registration No.000235N/N500089) on the Standalone Annual Audited Financial Results for the year ended 31st March 2023 is with unmodified opinion(s) and a declaration to this effect is being made pursuant to the proviso to regulation 33(3)(d) of SEBI (Listing Obligations and Disclosure requirements) Regulations, 2015 as amended vide notification dated May 25, 2016.

For Indian Metals and Ferro Alloys Limited

Subhrakant Panda
Managing Director
DIN: 00171845

Date : 30th May 2023
Place : Bhubaneswar

INDIAN METALS & FERRO ALLOYS LIMITED

Regd. Office: IMFA Building, Bomikhal, Rasulgarh, Bhubaneswar - 751 010 (Odisha)
Phone: +91 674 2611000, 2580100; Fax: +91 674 2580020; Email: mail@imfa.in; Website: www.imfa.in
CIN: L27101OR1961PLC000428

(Rs. in Crore)

PART I : STATEMENT OF CONSOLIDATED AUDITED FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED 31ST MARCH, 2023					
Particulars	Quarter ended			Year ended	
	31-Mar-2023 (Audited)	31-Dec-2022 (Unaudited)	31-Mar-2022 (Audited)	31-Mar-2023 (Audited)	31-Mar-2022 (Audited)
1. Income					
(a) Revenue from Operations	636.90	623.62	756.71	2,676.39	2,602.95
(b) Other Income	4.81	8.22	4.75	24.31	16.60
Total Income	641.71	631.84	761.46	2,700.70	2,619.55
2. Expenses					
(a) Cost of Materials Consumed	356.92	355.27	310.86	1,474.70	1,108.48
(b) Changes in Inventories of Finished Goods and Work-in-Progress	(28.50)	49.82	44.44	(17.09)	(11.49)
(c) Employee Benefits Expense	56.55	42.85	69.40	196.14	207.40
(d) Finance Costs					
- Interest on borrowing including other finance costs	11.57	7.98	10.52	32.74	52.55
- Loss/(Gain) on foreign currency transactions and translations on borrowing	(2.49)	5.37	5.06	33.20	6.42
(e) Depreciation and Amortisation Expense	29.03	27.60	35.43	107.28	110.22
(f) Loss/(Gain) on foreign currency transactions and translations including mark to market valuation (net)	(2.46)	2.19	1.21	17.77	(7.18)
(g) Expected credit loss of trade receivables and other financial assets	0.37	-	1.00	3.32	1.00
(h) Other Expenses	115.10	114.53	140.91	513.07	494.50
Total Expenses	536.09	605.61	618.83	2,361.13	1,961.90
3. Profit/(Loss) before exceptional items and tax (1-2)	105.62	26.23	142.63	339.57	657.65
4. Exceptional Items - (Income)/Expense (Net) (Refer note 8)	6.20	9.50	-	15.70	-
5. Profit/(Loss) before tax (3-4)	99.42	16.73	142.63	323.87	657.65
6. Tax Expense :					
- Current Tax	(9.67)	16.12	24.75	70.08	178.52
- Earlier year Tax	28.52	0.58	(0.38)	29.10	(0.38)
- Deferred Tax	16.40	(11.01)	(24.40)	(1.09)	(28.19)
7. Profit/(Loss) after tax (5-6)	64.17	11.04	142.66	225.78	507.70
8. Other Comprehensive Income/(Expense)					
Items that will not be reclassified to profit or loss (net of tax)					
- Remeasurements of defined benefit plan	(0.52)	(0.61)	(1.76)	(0.39)	(1.78)
- Income tax relating to items that will not be reclassified to profit or loss	0.13	0.16	0.44	0.10	0.45
Items that will be reclassified to profit or loss					
- Exchange differences in translating the financial Statements of a foreign operation	0.00	(0.00)	(0.04)	(0.01)	(0.01)
9. Total Comprehensive Income/(Expense) after tax (7+8)	63.78	10.59	141.30	225.48	506.36
10. Profit/(Loss) attributable to :					
(a) Owners of the Parent	64.02	10.87	142.58	225.26	507.24
(b) Non-controlling interest	0.15	0.17	0.08	0.52	0.46
11. Other Comprehensive Income/(Expense) (net of tax) attributable to :					
(a) Owners of the Parent	(0.39)	(0.45)	(1.36)	(0.30)	(1.34)
(b) Non-controlling interest	-	-	-	-	-
12. Total Comprehensive Income/(Expense) for the period attributable to : (10+11)					
(a) Owners of the Parent	63.63	10.42	141.22	224.96	505.90
(b) Non-controlling interest	0.15	0.17	0.08	0.52	0.46
13. Paid-up Equity Share Capital (Face Value ₹10/- each)	53.96	53.96	53.96	53.96	53.96
14. Other Equity excluding Revaluation Reserves				1,818.92	1,661.40
15. Earnings per share-Basic & Diluted (in Rupees)	*11.87	*2.01	*26.43	41.75	94.01

* EPS is not annualised for the quarter ended March 31, 2023, the quarter ended December 31, 2022 and the quarter ended March 31, 2022.

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BALANCE SHEET

(Rs. in Crore)

Particulars	As at 31-Mar-23 (Audited)	As at 31-Mar-22 (Audited)
A ASSETS		
1 Non - Current Assets		
(a) Property, Plant and Equipment	901.21	902.81
(b) Right of Use Assets	58.34	177.77
(c) Capital Work-in-Progress	64.25	265.77
(d) Investment Property	9.55	9.82
(e) Goodwill	20.50	20.50
(f) Other Intangible Assets (Refer note (a) below)	-	-
(g) Intangible Assets under Development	5.49	0.76
(h) Investments in Associate (Refer note (b) below)	-	-
(i) Financial Assets		
(i) Investments	0.32	0.31
(ii) Other Financial Assets	12.37	8.44
(j) Non-Current Tax Assets (Net)	21.67	54.33
(k) Other Non-Current Assets	57.86	251.95
Total Non-Current Assets	1,151.56	1,692.46
2 Current Assets		
(a) Inventories	647.47	622.20
(b) Financial Assets		
(i) Investments	264.14	154.20
(ii) Trade Receivables	85.65	140.57
(iii) Cash and Cash Equivalents	8.06	7.41
(iv) Bank balances other than (iii) above	24.91	15.74
(v) Other Financial Assets	0.32	7.71
(c) Other Current Assets	471.28	180.98
Total Current Assets	1,501.83	1,128.81
Assets classified as held for sale	0.14	0.22
TOTAL ASSETS	2,653.53	2,821.49
B EQUITY AND LIABILITIES		
1 Equity		
(a) Equity Share Capital	53.96	53.96
(b) Other Equity	1,818.92	1,661.40
Equity attributable to owners of the Parent	1,872.88	1,715.36
(c) Non-controlling Interests	30.34	30.40
Total Equity	1,903.22	1,745.76
2 Non-Current Liabilities		
(a) Financial Liabilities		
(i) Borrowings	5.39	9.45
(ii) Lease Liabilities	18.01	12.38
(iii) Other Financial Liabilities	-	133.88
(b) Provisions	16.44	15.54
(c) Deferred Tax Liabilities (Net)	45.25	46.44
Total Non-Current Liabilities	85.09	217.69
3 Current Liabilities		
(a) Financial Liabilities		
(i) Borrowings	316.04	466.94
(ii) Lease Liabilities	1.09	1.33
(iii) Trade Payables		
a) total outstanding dues of micro enterprises and small enterprises	8.06	10.78
b) total outstanding dues of creditors other than micro enterprises and small enterprises	200.81	135.82
(iv) Other Financial Liabilities	109.87	217.80
(b) Other Current Liabilities	22.76	17.58
(c) Provisions	6.59	7.79
Total Current Liabilities	665.22	858.04
TOTAL EQUITY AND LIABILITIES	2,653.53	2,821.49

Note (a): Computer software has been fully amortised.

Note (b): Investment in Associate is Rs. 25,000/- only (Previous year Rs. 25,000/-).

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STATEMENT OF CASH FLOWS		
Particulars	(Rs. in Crore)	
	Year ended 31st Mar, 2023 (Audited)	Year ended 31st Mar, 2022 (Audited)
A. Cash Flow from Operating Activities		
Profit/(Loss) before tax	323.87	657.65
Adjustments for:		
Depreciation and Amortisation Expense	107.28	110.22
(Gain)/loss on sale/disposal of Property, Plant and Equipment (Net)	(1.22)	1.67
Impairment on Property, Plant and Equipment	-	0.55
(Gain)/loss on sale of Current Investments	(5.42)	(8.89)
(Gain)/loss on fair valuation of Current Investments	(5.74)	(0.62)
Unrealised foreign exchange loss	3.57	3.59
Interest Income	(6.43)	(2.23)
Dividend Income	-	(0.29)
Finance Costs	65.94	61.55
Expected credit loss on trade receivables and other financial assets	3.32	0.74
Other Non Operating Revenue	(1.17)	(0.25)
Liabilities no longer required written back	(1.35)	(0.01)
Operating Profit before Working Capital Changes	482.65	823.68
Adjustments for:		
(Increase) / decrease in Trade and other receivables	(59.57)	(64.87)
(Increase) / decrease in Inventories	(25.27)	(176.86)
Increase / (decrease) in Trade payables and other liabilities	(180.29)	22.24
Cash Generated from Operations	217.52	604.19
Direct Taxes paid/ (refund)	(66.58)	(214.19)
Net Cash Generated from Operating Activities	150.94	390.00
B. Cash Flow from Investing Activities		
Purchase of Property, Plant and Equipment and Capital Work-in-Progress (including Intangible Assets under Development)	230.31	(87.10)
Proceeds from sale of Property, Plant and Equipment	6.04	0.15
Purchase of Current Investments	(590.56)	(761.28)
Sale of Current Investments	491.89	736.02
Increase/(decrease) in Fixed/security deposits	(3.92)	3.95
Interest received	6.43	2.23
Net Cash Used in Investing Activities	140.19	(106.03)
C. Cash Flow from Financing Activities		
Proceeds from Non-current borrowings	-	6.85
Repayment of Non-current borrowings	(4.43)	(290.99)
Proceeds from/(Repayment) of Current borrowings (Net)	(149.33)	96.66
Repayment of lease liabilities	(2.93)	(1.06)
Interest and financing charges paid	(64.21)	(61.55)
Interest on lease paid	(1.61)	(1.02)
Dividend paid	(68.02)	(32.93)
Net Cash Used in Financing Activities	(290.53)	(284.04)
Net increase/(decrease) in Cash and Cash Equivalents (A+B+C)	0.60	(0.07)
Cash and Cash Equivalents at the beginning of the year	7.41	7.46
Effect of Exchange Rate on Translation of Foreign Currency	0.05	0.02
Cash and Cash Equivalents at the end of the year	8.06	7.41

	Year ended 31st Mar, 2023 (Audited)	Year ended 31st Mar, 2022 (Audited)
Cash and Cash Equivalents at the end of the year comprises of:		
Cash on hand	0.66	0.64
Balance with Banks:		
- In Current Accounts	7.40	6.77
Total	8.06	7.41

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

(Rs. in Crore)

Particulars	Consolidated Quarter ended			Consolidated Year ended	
	31-Mar-2023 (Audited)	31-Dec-2022 (Unaudited)	31-Mar-2022 (Audited)	31-Mar-2023 (Audited)	31-Mar-2022 (Audited)
1. Segment Revenue					
a) Ferro Alloys	629.94	613.92	744.34	2,638.41	2,563.82
b) Power	126.79	136.28	139.54	572.43	472.12
c) Mining	133.53	81.81	107.18	421.58	316.98
d) Others	0.28	0.21	0.32	1.07	1.18
Total	890.54	832.22	991.38	3,633.49	3,354.10
Less: Inter Segment Revenue	260.34	218.10	246.76	994.10	789.18
Net Income from Operations	630.20	614.12	744.62	2,639.39	2,564.92
2. Segment Results					
a) Ferro Alloys	109.07	29.93	160.04	429.83	745.07
b) Power	(1.40)	(1.92)	(1.51)	(5.32)	(6.21)
c) Mining	(1.26)	(0.12)	1.38	(8.77)	(11.87)
d) Others	(0.06)	(0.21)	0.25	(0.69)	(0.75)
Total	106.35	27.68	160.16	415.05	726.24
Less: Finance Costs	9.08	13.35	15.60	65.94	58.97
Less: Other Un-allocable Expenditure net of Un-allocable Income	(2.15)	(2.40)	1.93	25.24	9.62
Total Profit/(Loss) After exceptional items and Before Tax	99.42	16.73	142.63	323.87	657.65
3. Segment Assets					
a) Ferro Alloys	1,032.76	1,140.38	1,160.70	1,032.76	1,160.70
b) Power	604.29	901.08	769.22	604.29	769.22
c) Mining	520.39	588.55	497.85	520.39	497.85
d) Others	30.70	33.91	39.94	30.70	39.94
e) Unallocated	465.39	225.61	353.78	465.39	353.78
Total Segment Assets	2,653.53	2,889.53	2,821.49	2,653.53	2,821.49
4. Segment Liabilities					
a) Ferro Alloys	157.01	282.22	162.41	157.01	162.41
b) Power	38.84	250.56	244.36	38.84	244.36
c) Mining	68.01	64.01	65.48	68.01	65.48
d) Others	3.00	2.37	1.41	3.00	1.41
e) Unallocated	142.92	73.95	112.69	142.92	112.69
Total Segment Liabilities	409.78	673.11	586.35	409.78	586.35
Other Liabilities including borrowings and Leases	340.53	376.86	489.38	340.53	489.38
Total Liabilities	750.31	1,049.97	1,075.73	750.31	1,075.73

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NOTES:

1. The above consolidated financial results have been reviewed and recommended by the Audit Committee and subsequently approved by the Board of Directors of the Parent Company at their respective meetings held on 30th May, 2023.
2. The consolidated financial results include the results of the Parent Company and four subsidiaries. The Parent Company together with its subsidiaries is herein referred to as the Group.
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. The Parent Company had initiated arbitration proceedings against the Government of Indonesia under a Bilateral Investment Protection Treaty as a coal mining concession held by Indmet Mining Pte Ltd ('Indmet', a wholly owned subsidiary of the Company incorporated in Singapore), through a subsidiary PT Sumber Rahayu Indah ('SRI'), could not be operationalised. Consequent to rejection of claim filed by the Parent Company in 2018-19, the Board of Directors of Indmet and SRI have initiated the process for striking-off of the name of the Company.
5. The Parent Company holds 79.2% equity in Utkal Coal Ltd (UCL), a SPV which was allotted the Utkal 'C' coal block that was subsequently cancelled by the virtue of an order of the Hon'ble Supreme Court. Litigation pertaining to compensation for leased land was finally dropped after the Central Government reinitiated the auction process. The Parent Company has filed a petition in the Hon'ble Delhi High Court in March 2020 praying for early determination and payment of compensation which is being heard. Meanwhile, the Utkal 'C' coal block has been reallocated to a Public Limited Company in a fresh auction in February 2022 & Vesting order was issued in their favour on 10th October 2022 and as per the Vesting order all the right, title and interest over the said coal block have been transferred to the said Company. An amount of Rs.20.69 crore has also been received by UCL for statutory expenses and the UCL is hopeful of receiving the balance compensation amount from the Nominated Authority and accordingly the value of all the assets (excluding movable assets) have been shown as claim receivable in UCL books of account. Hence, UCL is hopeful of receiving compensation amount pending which no accounting adjustments have been made in its books of accounts; therefore, no provision is considered necessary against the Parent Company's net exposure in UCL as at 31st March, 2023 amounting to Rs. 111.42 crore equity and Rs. 242.83 crore unsecured loan.
6. In view of the circumstances detailed above in Note No. 5 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.
7. Pursuant to the various orders of Hon'ble High Court/ directives of Government of Odisha, the Parent Company was paying electricity duty @ 6 paisa & keeping the differential duty @ 14 paisa till September, 2015 in an earmarked bank fixed deposit account. However, on the principles of prudence, the entire duty liability @ 20 paisa per unit till September, 2015 was provided in the books of accounts. Subsequently, the Department of Energy, Government of Odisha vide Notification No. 8309 dated 1st October 2015, amended the rate of Electricity Duty for a Captive Power Generator at par with that of a Licensee and the Parent Company continues to pay the applicable duty as notified from time to time.

The Department of Energy, Government of Odisha vide resolution No. ENG-BUD-ED-0005-2019/11797 dtd. 30.11.2022 had announced a One Time Settlement (OTS) scheme for arrear electricity duty and interest in respect of consumers who generate energy for their own use or consumption (Captive Consumption). The Parent Company opted for the said OTS scheme and the arrears have been settled in terms of Form V (Statement of Settlement of Arrears dtd.06.04.2023) issued by Government of Odisha. Also, the Civil Appeal pending before Hon'ble Supreme Court has been disposed of vide order dated 14.03.2023. The net demand arised out of settlement order was already provided in the books of accounts. However, according to the operational guidelines of OTS, the Parent Company has provided for the differential interest on electricity duty payable amounting to Rs. 52.11 Crore in the current year which is classified as Exceptional Item.
8. Exceptional Items for the quarter ended and nine months ended 31st March, 2023 consist of
 - i) Provision towards interest on electricity duty amounting to Rs. 52.11 crore as detailed above in Note No.7 and
 - ii) Income received against an out of court settlement in a long pending arbitration matter amounting to Rs. 36.41 crore.
9. The Parliament of India has approved the Code of Social Security, 2020 (the Code) which may impact the contributions by the Group towards provident fund, gratuity and ESIC. The Code has been published in the Gazette of India however, the effective date has not yet been notified. The Company and its indian subsidiaries will assess the impact of the Code when it comes into effect and will record any related impact in the period the Code becomes effective, if any.
10. The Board of Directors of the Parent Company has declared interim dividend of Rs. 5/- per share (face value of Rs. 10/- each) for the financial year 2022-23 in its meeting held on 27th October, 2022. The Board of Directors of the Parent Company have proposed final dividend of Rs.5/- per share (face value of Rs. 10/- each) for the financial year 2022-23 in its meeting held on 30th May, 2023.
11. Previous years/periods' figures have been rearranged/regrouped, wherever considered necessary, to make them comparable with those of current year/period.

Place: Bhubaneswar
Date: 30th May, 2023



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

Subhrakant Panda
Managing Director
DIN - 00171845

Independent Auditors' Report on the Consolidated Annual Financial Results of the Indian Metals and Ferro Alloys Limited Pursuant to the Regulations 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended.

TO THE BOARD OF DIRECTORS OF INDIAN METALS AND FERRO ALLOYS LIMITED

Report on the audit of the Consolidated Annual Financial Results

Opinion

We have audited the accompanying consolidated annual financial results of **Indian Metals and Ferro Alloys Limited** (hereinafter referred to as the "Company" or "Holding Company") and its subsidiaries (Holding Company and its subsidiaries together referred to as "the Group") for the year ended 31st March, 2023 attached herewith, being submitted by the Holding Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ('Listing Regulations').

In our opinion and to the best of our information and according to the explanations given to us and based upon consideration of reports of the other auditors on separate financial statements/ financial information of the subsidiaries, the aforesaid consolidated annual financial results:

a. includes the results of the following entities :

Holding Company

Indian Metal and Ferro Alloys Limited

Subsidiaries

- i. Utkal Coal Ltd
- ii. IMFA Alloys Finlease Ltd
- iii. Indmet Mining Pte. Ltd.
- iv. PT. Sumber Rahayu Indah, [70 % Subsidiary of Indmet Mining Pte. Ltd.]

b. are presented in accordance with the requirements of Regulation 33 of the Listing Regulations in this regard; and

c. give a true and fair view in conformity with the recognition and measurement principles laid down in the applicable Indian Accounting Standards, and other accounting principles generally accepted in India, of consolidated net profit and other comprehensive income and other financial information of the Group for the year ended 31st March, 2023.

Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing ("SAs") specified under section 143(10) of the Companies Act, 2013 ("the Act"). Our responsibilities under those SAs are further described in the Auditor's Responsibilities for the Audit of the Consolidated Annual Financial Results section of our report. We are independent of the Group in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the consolidated financial statements under the provisions of the Act, and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence obtained by us, is sufficient and appropriate to provide a basis for our opinion on the consolidated annual financial results.



Material Uncertainty Related to Going Concern

We draw attention to the "Material Uncertainty Related to Going Concern" paragraph to the Independent Auditor's report dated 17th May 2023 on the separate financial statements of Utkal Coal Limited (UCL), a subsidiary of the Company, for the financial year ended 31st March, 2023, which is reproduced hereunder:

"We draw attention to Note No. 20 in the financial statements which indicates that due to the events or conditions as mentioned in the said Note, material uncertainty exists that may cast significant doubt on the Company's ability to continue as a going concern". (Refer Note 5 to the consolidated annual financial results for summary of matter). The opinion of the auditor of the said subsidiary is not modified in respect of this matter.

Our Opinion is also not modified in respect of this matter.

Emphasis of Matter:

We draw attention to the following matters in the Notes to the consolidated annual financial results :

Note 5 and 6 to the consolidated annual financial results relating to the Company's exposure in its subsidiary and non-recognition of income from interest on unsecured loan given to the subsidiary, respectively. These matters have arisen out of the cancellation of allotment of the coal block being held by the subsidiary vide the Hon'ble Supreme Court of India's order dated 24th September, 2014 and the subsequent events in connection therewith.

Our opinion is not modified in respect of this matter.

Management's and Board of Directors' Responsibilities for the Consolidated Annual Financial Results

These consolidated annual financial results have been prepared on the basis of the consolidated Ind AS annual financial statements. The Holding Company's Management and the Board of Directors are responsible for the preparation and presentation of these consolidated annual financial results that give a true and fair view of the consolidated net profit and other comprehensive income and other financial information of the Group in accordance with the recognition and measurement principles laid down in Indian Accounting Standards prescribed under Section 133 of the Act and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations. The respective Board of Directors of the companies included in the Group are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act; for safeguarding of the assets of each company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and the design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring accuracy and completeness of the accounting records, relevant to the preparation and presentation of the consolidated annual financial results that give a true and fair view and are free from material misstatement, whether due to fraud or error, which have been used for the purpose of preparation of the consolidated annual financial results by the Management and the Directors of the Holding Company, as aforesaid.

In preparing the consolidated annual financial results, the respective Management and the respective Board of Directors of the companies included in the Group are responsible for assessing the ability of each company to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the respective management/Board of Directors either intends to liquidate the Group or to cease operations, or has no realistic alternative but to do so.

The respective Board of Directors of the companies included in the Group are responsible for overseeing the financial reporting process of each company.



Auditor's Responsibilities for the Audit of the Consolidated Annual Financial Results

Our objectives are to obtain reasonable assurance about whether the consolidated annual financial results as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these consolidated annual financial results.

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the consolidated annual financial results, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under Section 143(3) (i) of the Act, we are also responsible for expressing our opinion through a separate report on the complete set of consolidated Ind AS financial statements on whether the Company has adequate internal financial controls with reference to consolidated Ind AS financial statements in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures in the consolidated annual financial results made by the Management and Board of Directors.
- Conclude on the appropriateness of the Management and Board of Directors use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the ability of the Group to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the consolidated annual financial results or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Group to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the consolidated annual financial results, including the disclosures, and whether the consolidated annual financial results represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial results/financial information of the entities within the Group to express an opinion on the consolidated annual financial results. We are responsible for the direction, supervision and performance of the audit of financial information of such entities included in the consolidated financial results of which we are the independent auditors. For the other entities included in the consolidated annual financial results, which have been audited by other auditors, such other auditors remain responsible for the direction, supervision, and performance of the audits carried out by them. We remain solely responsible for our audit opinion.

Materiality is the magnitude of misstatements in the consolidated annual financial results that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the consolidated annual financial results may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the consolidated annual financial results.



We communicate with those charged with governance of the Holding Company and such other entities included in the consolidated annual financial results of which we are the independent auditors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

We also performed procedures in accordance with the circular No CIR/CFD/CMD1/44/2019 dated 29th March, 2019 issued by the SEBI under Regulation 33(8) of the Listing Regulations, as amended, to the extent applicable.

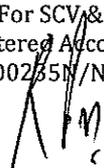
Other Matters

- a) We did not audit the financial information/ financial results of four subsidiaries included in the consolidated annual financial results, whose annual financial information/ financial results reflect total assets of Rs.394.34 crores as at 31st March, 2023, total revenue of Rs. 0.82 crores and Rs. 3.08 crores, total net profit after tax of Rs. 0.54 crores and Rs. 1.95 crores and total comprehensive income of Rs. 0.54 crores and Rs. 1.95 crores for the quarter ended 31st March, 2023 and year to date from 01st April, 2022 to 31st March, 2023 respectively, and net cash outflow of Rs. 0.08 crores for the year from 01st April, 2022 to 31st March, 2023, as considered in the consolidated annual financial results. These financial statements have been audited by other auditors whose reports have been furnished to us by the Management and our opinion on the consolidated annual financial results, in so far as it relates to the amounts and disclosures included in respect of these subsidiaries, is based solely on the reports of the other auditors.
- b) The consolidated annual financial results include total assets of Rs. 0.50 crores as at 31st March, 2023, total revenues of Nil and Nil , total net loss after tax of Rs. 0.02 crores and Rs. 0.23 crores and total comprehensive income of Rs. -0.02 crores and Rs. -0.23 crores for the quarter ended 31st March 2023 and year ended 31st March, 2023 respectively, and net cash outflow of Rs. 0.23 crores for the year ended 31st March, 2023 as considered in the consolidated annual financial results in respect of one subsidiary which is located outside India whose financial information/ financial results have been prepared in accordance with accounting principles generally accepted in that country and which have been audited by other auditor under generally accepted auditing standards applicable in that country. The Holding Company's management has converted the financial information/financial results of such subsidiary located outside India from accounting principles generally accepted in that country to accounting principles generally accepted in India. We have audited these conversion adjustments made by the Holding Company's management. Our opinion in so far as it relates to the balances and affairs of such subsidiary located outside India is solely based on the reports of other auditor and the conversion adjustments prepared by the management of the Holding Company and audited by us.
- c) The consolidated annual financial results include the results for the quarter ended 31st March 2023 and the *corresponding previous year quarter ended 31st March 2022 being the balancing figure between audited figures in respect of the full financial year and the published unaudited year to date figures up to the third quarter of the respective financial years, which were subject to limited review by us.*

Our opinion is not modified in respect of these matters.

PLACE: BHUBANESWAR
DATED: 30th MAY, 2023

For SCV & CO. LLP
Chartered Accountants
Firm's Registration Number : 000235/N500089



(RAJIV PURI)
PARTNER

MEMBERSHIP No. 084318
ICAI UDIN: 23084318BGYVOG3652





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"DECLARATION"

[Pursuant to Regulation 33 (3) (d) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015]

We, **Indian Metals and Ferro Alloys Limited** having its registered office at IMFA Building, Bomikhal, Bhubaneswar - 751010, Odisha, do hereby declare and confirm that the Audit Report issued by the Statutory Auditor of the Company, SCV & CO.LLP, Chartered Accountants, New Delhi (Firm Registration No.000235N/N500089) on the Consolidated Annual Audited Financial Results for the year ended 31st March 2023 is with unmodified opinion(s) and a declaration to this effect is being made pursuant to the proviso to regulation 33(3)(d) of SEBI (Listing Obligations and Disclosure requirements) Regulations, 2015 as amended vide notification dated May 25, 2016.

For Indian Metals and Ferro Alloys Limited

Subhrakant Panda
Managing Director
DIN: 00171845

Date : 30th May 2023
Place : Bhubaneswar