

R Kothari & Co LLP
CHARTERED ACCOUNTANTS
KOLKATA, NEW DELHI

INDEPENDENT AUDITOR'S REPORT

TO
THE BOARD OF DIRECTORS
IMPEX FERRO TECH LIMITED

Report on the Audit of Financial Results

Qualified Opinion

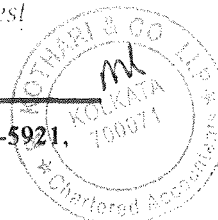
1. We have audited the Annual Financial results of Impex Ferro Tech Limited (hereinafter referred to as the 'Company') for the year ended 31st March, 2022 and the statement of assets and liabilities and the statement of cash flows as at and for the year ended on that date, attached herewith, being submitted by the Company pursuant to the requirement of Regulations 33 and 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, ('Listing Regulations').
2. In our opinion and to the best of our information and according to the explanations given to us, *except for the possible effect of the matter described in the basis for qualified opinion section of our report* the aforesaid financial results:
 - (i) are presented in accordance with the requirements of Regulations 33 and 52 of the Listing Regulations in this regard; and
 - (ii) give a true and fair view in conformity with the recognition and measurement principles laid down in the applicable accounting standards prescribed under Section 133 of the Companies Act, 2013 (the "Act") and other accounting principles generally accepted in India, of net loss and other comprehensive income and other financial information of the Company for the year ended 31st March, 2022 and the statement of assets and liabilities and the statement of cash flows as at and for the year ended on that date.

Basis for Qualified Opinion

- i. We draw your attention to Note No. 3 of the accompanying Financial Statements regarding non provision of interest expense on the borrowings of the company amounting to Rs. 1,248.37 lakhs for the quarter ended 31st March, 2022 and Rs. 4,910.44 lakhs for the year ended 31st March, 2022 [Cumulative Non Provisioning of Rs. 22,004.74 lakhs till 31.03.2022) and penal interest and charges thereof (amount remaining unascertained) which is not in accordance with the

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R Kothari & Co (a partnership firm with FRN-307069E) converted into R Kothari & Co LLP. (a Limited Liability Partnership with LLP Identification No,AAS-5294 w. e. f 3rd June, 2020)



requirements of Ind AS 23: Borrowing Costs read with Ind AS 109: Financial Instruments. Further, In view of pending finalization of the restructuring plan with Rare Asset Reconstruction Limited, the financial impact if any pursuant to assignment agreement remain unascertained and not been provided for in the financial results which might have consequential impact on the reported figures of this quarter and year as well as earlier periods.

Had the aforesaid interest expense been recognized, the finance cost for the quarter ended 31st March, 2022 would have been Rs.1,252.00 lakhs instead of Rs. 3.63 lakhs and finance cost for the year ended 31st March, 2022 would have been Rs. 4,923.68 lakhs instead of reported amount of Rs.13.24 lakhs. The total expenses for the quarter and year ended 31st March, 2022 would have been Rs. 14,204.64 lakhs and Rs. 37,028.63 lakhs instead of Rs. 12,956.27 lakhs and Rs. 32,118.19 lakhs respectively. The Net Profit/(Loss) after tax for the quarter and year ended 31st March, 2022 would have been Rs. (2,656.35 lakhs) and (Rs. 6,586.65 lakhs) instead of Rs. (1,407.98 lakhs) and (Rs. 1,676.21 lakhs) respectively. Total comprehensive Profit / (Loss) for the quarter and year ended 31st March, 2022 would have been (Rs. 2,679.97 lakhs) and (Rs. 6,554.06 lakhs) instead of reported amount of Rs. (1,431.60 lakhs) and (Rs. 1,643.62 lakhs) respectively. Other equity as on 31st March, 2022 would have been Rs. (55,256.44 lakhs) instead of reported amount of Rs. (33251.70 lakhs) and current financial Liability as on 31st March, 2022 would have been Rs. 22,020.79 lakhs instead of reported amount of Rs. 16.05 lakhs.

The above reported interest has been calculated using Simple Interest rate.

We conducted our audit of the Financial Results in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Act. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the 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 (ICAI) together with the independence requirements that are relevant to our audit of the Financial Results under the provisions of the Act and the Rules made there under, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAI's 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 Financial Results.

Material Uncertainty Related to Going Concern

We draw your attention to Note No. 4 of the financial results regarding preparation of the financial statements on going concern basis, for the reason mentioned therein. The company has accumulated losses during the quarter and year ended 31st March, 2022. As on date the company's current liabilities are substantially higher than its current assets and net worth has also been fully eroded. These conditions indicate the existence of a material uncertainty that may cast significant doubt on the company's ability to continue as going concern. The appropriateness of assumption of going concern is critically dependent upon market scenario, the debt resolution of the company, the company's ability to raise requisite finance, generation of cash flows in future to meet its obligation and to earn profit in future. Our opinion is not modified in respect of this matter.



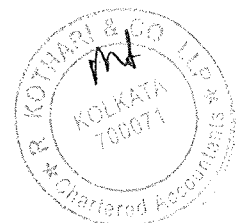
Emphasis of Matter

- i. As per order dated 8th October, 2021 of the Honourable High Court, Kolkata, an amount of Rs. 5,161.21 lakhs is payable to Damodar Vally Corporation (DVC) towards non payment of electricity bills [including Arrear & Delayed Payment Surcharge (DPS)] for the period prior to February, 2016. As referred in Note 5 to the financial results, the company has already provided liability amounting to Rs. 2,895.95 lakhs for the aforesaid period which remain unpaid. Accordingly, differential liability of Rs. 2,265.26 lakhs has been provided as electricity expenses and disclosed under Exceptional Items during the current financial year 2021-22.
- ii. The company has not deposited undisputed statutory dues to appropriate authority in time and deposit was delayed. Undisputed Statutory dues amounting to Rs. 486.63 lakhs was in arrears as at 31st March, 2022 for a period of more than six months.
- iii. As referred in Note No 7 of the Financial Results, "Trade Receivables", "Trade payables", "Advances from Customer", "Advances Recoverable In Cash or Kind" and "Advance to Suppliers and Other Parties" etc includes balances remaining outstanding for a substantial period. The balances are subject to confirmation/reconciliation. The reported Financials might have consequential impact which remains unascertained.

Our opinion is not modified in respect of this matter.

Responsibility of the Management for the Financial Results

These quarterly financial results as well as the year to date financial results have been prepared on the basis of the financial statements. The Company's Board of Directors are responsible for the preparation of these financial results that give a true and fair view of the net loss and other comprehensive loss and other financial information in accordance with the 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 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 design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial results that give a true and fair view and are free from material misstatement, whether due to fraud or error. In preparing the financial results, 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 are also responsible for overseeing the Company's financial reporting process.



Auditor's Responsibilities for the Audit of the Financial Results

Our objectives are to obtain reasonable assurance about whether the 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 Financial Results.

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

- Identify and assess the risks of the material misstatement of the Financial Result, 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, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal controls;
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the management.
- Conclude on the appropriateness of management's 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 Company's ability 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 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 Financial Results, including the disclosures, and whether the Financial Results represent the underlying transactions and events in a manner that achieves fair presentation.

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.

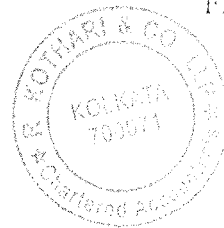


We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

Other Matter

The annual financial results include the results for the quarter ended 31st March, 2022 being the balancing figure between audited figures in respect of the full financial year and the published unaudited figures up to the third quarter of the current financial year which were subject to limited review by us.

For R Kothari & Co LLP
Chartered Accountants
FRN: 307069E/ E300266



Manoj Kumar Sethia

Manoj Kumar Sethia
Partner

Membership No: 064308

Place: Kolkata

Date: 30th May, 2022

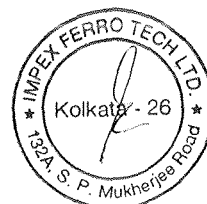
UDIN: 22064308AJYCCGL6715

IMPEX FERRO TECH LIMITED

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 Website: www.impexferrotech.com
 CIN - L27101WB1995PLC071996

STATEMENT OF AUDITED FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED 31ST MARCH, 2022

Particulars	Quarter Ended			Year Ended	
	31-Mar-22	31-Dec-21	31-Mar-21	31-Mar-22	31-Mar-21
	Audited	Unaudited	Audited	Audited	Audited
1 Revenue from Operations	10,978.95	9,447.07	3,901.66	29,847.17	10,004.71
2 Other Income	569.34	14.99	1,183.66	594.81	1,192.44
3 Total Income (1+2)	11,548.29	9,462.06	5,085.32	30,441.98	11,197.15
4 Expenses					
(a) Cost of materials consumed	5,465.96	5,370.15	3,248.16	17,379.16	8,240.55
(b) Changes in inventories of finished goods and work-in-progress	434.66	(167.04)	(1,126.70)	381.93	(2,082.49)
(c) Purchase of Traded Goods	454.87	266.09	1,113.63	1,176.98	2,688.20
(d) Employee benefits expense	6.52	8.80	10.95	32.26	49.77
(e) Finance Cost	3.63	3.59	0.19	13.24	0.85
(f) Depreciation and Amortization expenses	162.81	165.50	161.71	656.62	650.72
(g) Power cost	3,272.29	2,945.69	467.01	8,060.39	1,114.92
(h) Other expenses	890.27	493.90	420.12	2,152.35	1,408.92
Total Expenses	10,691.01	9,086.68	4,295.07	29,852.93	12,071.44
5 Profit / Loss from operations before exceptional items and tax (3-4)	857.28	375.38	790.25	589.05	(874.29)
6 Exceptional items (Expense)	2,265.26	-	-	2,265.26	-
7 Profit/(Loss) before tax (5-6)	(1,407.98)	375.38	790.25	(1,676.21)	(874.29)
8 Tax Expense	-	-	-	-	-
9 Net Profit/(Loss) for the period (7-8)	(1,407.98)	375.38	790.25	(1,676.21)	(874.29)
10 Other Comprehensive Income/(loss)					
A) (i) Items that will not be reclassified to profit or loss	(23.62)	6.60	(2.50)	32.59	(10.00)
(ii) Income tax relating to items that will not be reclassified to profit	-	-	-	-	-
B) (i) Items that will be reclassified to profit or loss	-	-	-	-	-
(ii) Income tax relating to items that will not be reclassified to profit or loss	-	-	-	-	-
11 Total Comprehensive Income /(Loss) for the period (9+10)	(1,431.60)	381.98	787.75	(1,643.62)	(884.29)
12 Paid-up equity share capital (Face Value Rs.10 per share)	8,793.16	8,793.16	8,793.16	8,793.16	8,793.16
13 Earnings per share (Face Value of Rs 10 per share):					
a) Basic (In Rs)	(1.60)	0.43	0.90	(1.91)	(0.99)
b) Diluted (In Rs.)	(1.60)	0.43	0.90	(1.91)	(0.99)



Notes:

- 1) The above results for the quarter and year ended 31st March, 2022 have been prepared in accordance with Indian Accounting Standard (Ind AS) notified under section 133 of the companies Act 2013 read together with the Companies (Indian Accounting Standards) Rules, 2015 and have been reviewed by the Audit Committee and approved by the Board of Directors at its meeting held on 30th May, 2022.
- 2) The COVID-19 pandemic has adversely impacted the economy and business. Following relaxation in COVID pandemic related restrictions from time to time improved overall performance for the financial year ended on 31st March, 2022 and improvement in overall operating performance is likely to continue. Considering the current internal and external factors, the Company has made detailed assessment of its liquidity positions/ cash flows for the next one year and carrying amounts/ values of property, plant and equipment, intangible assets, trade receivables, inventories and other assets as at 31st March, 2022 and have concluded that there are no material adjustments required in financial results.
- 3) Various credit facilities availed from United Bank of India (UBI), Bank of Baroda (BOB) and State Bank of India (SBI) have been assigned in favour of Rare Asset Reconstruction Ltd under assignment agreement between UBI and Rare Asset Reconstruction Ltd executed on 29th June, 2019, between BOB and Rare Asset Reconstruction Ltd vide letter dated 18th August, 2020 and between SBI and Rare Asset Reconstruction Ltd vide letter dated 8th September, 2021.

In view of pending finalization of the restructuring plan with Rare Asset Reconstruction Limited, the company has not provided accrued interest in its books as the account has been declared NPA by the respective banks. The amount of interest has been recognised in the books of account to the extent the amount charged/realised by the banks only. The amount of interest not so provided stands at Rs. 1,248.37 Lacs and Rs. 4,910.44 Lacs for the quarter and year ended 31st March, 2022 and penal interest and charges thereof (amount remaining unascertained) has not been provided for. The unprovided liability in respect of interest till 31st March, 2022, amounted to Rs. 22,004.74 Lacs. The same have consequential impact on the reported figures of this quarter and year as well as earlier periods.

Pursuant to One Time Settlement (OTS) with respect of borrowings taken from Punjab National Bank (Bank), the company has to pay 1,500 lakhs against outstanding dues. The company has paid Rs. 1,247.63 lakhs till 31st March 2022 and balance of Rs. 252.37 lakhs has been paid post balance sheet date by 4th May, 2022. Delayed period interest charges (DPIC) may arise in line with OTS sanction letter which is uncertain and consequent effect of same may arise in profit & Loss account and other current liability.

- 4) The company has incurred loss of Rs. 1,407.98 Lacs and loss of Rs. 1,676.21 lacs for quarter and year ended 31st March, 2022 respectively. The accumulated loss as on 31st March, 2022 is Rs. 38,660.68 Lacs which is in excess of the entire net worth of the company. With the substantial improvement in raw material availability, improvement in market scenario with notification of Minimum Import Price on steel, it is expected that the overall financial health would improve considerably. Considering the above developments and favourable impact thereof on the Company's operations and financials, the company has prepared the financial results on the basis of Going Concern assumption.
- 5) As per High Court Order dated 8th October, 2021 by the Honourable High Court, Kolkata, an amount of Rs. 5,161.21 lakhs is payable to Damodar Valley Corporation (DVC) towards non-payment of electricity charges for the period prior to February, 2016. However, the company was provided liability of Rs. 2,895.95 lakhs for the aforesaid period and accordingly differential liability of Rs. 2,265.26 lakhs has been provided for as expenses and the same has been disclosed as Exceptional Items during the current financial year 2021-22.
- 6) A fire has occurred in the Captive Power Plant on 6th September, 2017 damaging turbine, alternator, etc. An amount of Rs. 424.53 lakhs has been received from the insurance company during the financial year 2020-21 as full and final settlement against amount of claim filed for Rs. 560.00 lakhs and the same is adjusted with the book value of related fixed assets. However the company has demanded for balance amount of claim and necessary accounting adjustment of the same will be made once it is received.
- 7) The balance of "Trade Receivables", "Trade Payables", "Advances from Customers", "Advances Recoverable in cash or kind" and "Advance to Suppliers and Other Parties" includes balances remaining outstanding for a substantial period. The balances are subject to confirmations and reconciliations. The balance with revenue authorities are subject to final assessment order and/or submission of returns. The reported financials might have consequential impact once the confirmations are received and reconciliation if any is made.
- 8) Other Expenses includes Sundry balances written off amounting to Rs. 279.40 Lakhs.
- 9) The figures of the last quarter for the current and previous year are the balancing figures between the audited figures for full financial year and the published year-to-date figures upto December 21 of the respective year.
- 10) As the company's business activity falls within a single significant primary segment i.e., "Ferro Alloys", no separate segment information is disclosed.
- 11) Figures for the previous period/year have been regrouped and/or reclassified to conform to the classification of current period/year wherever necessary.

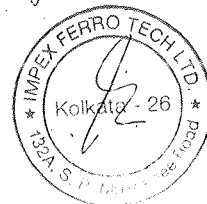
Place: Kolkata
Dated: 30th day of May, 2022



Subham Bhagat

Subham Bhagat

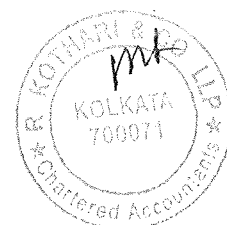
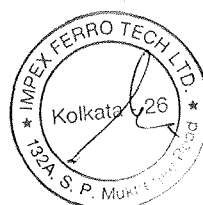
Director



IMPEX FERRO TECH LIMITED
BALANCE SHEET AS AT 31st March, 2022

(Rs./Lakhs)

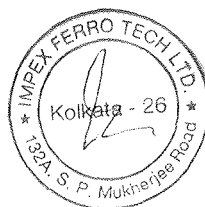
PARTICULARS	As At 31st March, 2022	As At 31st March, 2021
	Audited	Audited
I ASSETS		
(1) NON-CURRENT ASSETS		
(a) Property, Plant & Equipment	15,167.67	15,592.79
(b) Intangible Assets	1.35	1.35
(c) Financial Assets		
(i) Other Financial Assets	1,855.80	9.53
(d) Other Non-Current Assets	24.34	23.90
Total Non-Current Assets	17,049.16	15,627.57
(2) CURRENT ASSETS		
(a) Inventories	5,334.44	8,594.88
(b) Financial Assets		
(i) Trade Receivables	402.87	512.53
(ii) Cash And Cash Equivalents	378.67	12.37
(iii) Balances with Bank (Other than (ii) above)	13.44	12.00
(iv) Other Financial Assets	27.74	-
(c) Current Tax Assets (Net)	267.95	267.95
(d) Other Current Assets	1,661.82	1,184.07
Total Current Assets	8,086.93	10,583.80
Total Assets	25,136.09	26,211.37
II EQUITY AND LIABILITIES		
Equity		
Equity Share Capital	8,793.16	8,793.16
Other Equity	(33,251.70)	(31,608.10)
Total Equity	(24,458.54)	(22,814.94)
Liabilities		
(1) Non-Current Liabilities		
(a) Financial Liabilities		
(i) Borrowings	27,323.42	8,331.15
(b) Deferred Government Grant	100.19	110.20
(c) Deferred Tax Liabilities/(Assets)	-	-
(d) Provisions	22.65	-
Total Non-Current Liabilities	27,446.26	8,441.35
(2) CURRENT LIABILITIES		
(a) Financial Liabilities		
(i) Borrowings	1,693.72	22,388.63
(ii) Trade Payables		
-Due to Micro and Small Enterprises	-	-
-Other than Micro and Small Enterprises	13,131.04	13,093.64
(iii) Other Financial Liabilities	16.05	16.05
(b) Other Current Liabilities	6,410.22	4,791.36
(c) Provisions	897.34	295.28
Total Current Liabilities	22,148.37	40,584.96
Total Equity & Liabilities	25,136.09	26,211.37



CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2022

(Rs. In Lacs)

	For the Year ended March, 2022		For the Year ended March, 2021	
A. CASH FLOW FROM OPERATING ACTIVITIES				
Net Profit Before Tax & Extra-Ordinary Items		(1,676.21)		(874.29)
Adjustments for :				
Depreciation	656.62		650.72	
Finance costs	13.24		0.85	
Amortisation of Government Grant	(10.02)		(10.02)	
Provision/(Reversal) for supplement payment on retirement	32.59		(10.00)	
Adjustment with reserve & Surplus (Previous Year Error)	-		(32.81)	
Foreign Exchange Fluctuation Loss/(Gain)	-		-	
		692.43		598.74
Operating Profit before Working Capital Changes		(983.78)		(275.55)
Adjustments for :				
(Increase)/Decrease in Inventories	3,260.44		(2,356.98)	
(Increase)/Decrease in Trade Receivables	109.65		584.12	
(Increase)/Decrease in Other Non Current Financial Assets	(28.19)		8.79	
(Increase)/Decrease in Other Current Assets	(477.75)		(398.83)	
Increase/(Decrease) in Trade Payables	37.40		(945.17)	
Increase/(Decrease) in Other Liabilities	2,243.57		3,935.93	
		5,145.12		827.86
Cash generated from operations		4,161.34		552.31
Direct Tax Paid		-		-
Foreign Exchange Fluctuation Loss/(Gain)		-		-
Net Cash from Operating Activities		4,161.34		552.31
B. CASH FLOW FROM INVESTING ACTIVITIES				
Purchase of property, plant and equipment	(231.50)		(498.45)	
Deposits (Maturity of 3 months or more)	(1,847.70)		424.53	
Net Cash used in Investing Activities		(2,079.20)		(73.92)
C. CASH FLOW FROM FINANCING ACTIVITIES				
Increase/(Decrease) in Current & Non Current Borrowings	(1,702.60)		(480.63)	
Finance Costs	(13.24)		(0.85)	
Net Cash from Financing Activities		(1,715.84)		(481.48)
Net Increase/(Decrease) in Cash & Cash Equivalents		366.30		(3.09)
Cash & Cash Equivalents at the beginning of the year		12.37		15.46
Cash & Cash Equivalents at the end of the year		378.67		12.37





Impex Ferro Tech Limited

CIN No. : L27101WB1995PLC071996

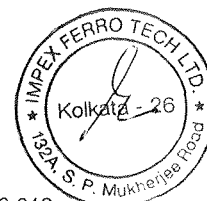
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ANNEXURE I

Statement on Impact of Audit Qualifications (for audit report with modified opinion) submitted along-with Annual Audited Financial Results

Statement on Impact on Audit Qualifications for the Financial Year ended 31st March, 2022				
[See Regulation 33 / 52 of the SEBI (LODR) (Amendment) Regulations, 2016]				
I.	Sl. No.	Particulars	Audited Figures (as reported before adjusting for qualifications) (₹ in Lacs)	Adjusted Figures (audited figures after adjusting for qualifications) (₹ in Lacs)
	1.	Turnover / Total income	29,847.17	29,847.17
	2.	Total Expenditure	29,852.93	34,763.37
	3.	Net Profit/(Loss)	(1,676.21)	(6,586.65)
	4.	Earnings Per Share	(1.91)	(7.49)
	5.	Total Assets	25,136.09	25,136.09
	6.	Total Liabilities	49,594.63	71,599.37
	7.	Net Worth	(24,458.54)	(46,463.28)
	8.	Any other financial item(s) (as felt appropriate by the management)	-	-
II. Audit Qualification (each audit qualification separately):				
a. Details of Audit Qualification:				
1) Basis of Qualified Opinion				
i. We draw your attention to Note No. 3 of the accompanying Financial Statements regarding non provision of interest expense on the borrowings of the company amounting to Rs. 1,248.37 lakhs for the quarter ended 31 st March, 2022 and Rs. 4,910.44 lakhs for the year ended 31 st March, 2022 [Cumulative Non Provisioning of Rs. 22,004.74 lakhs till 31.03.2022) and penal interest and charges thereof (amount remaining unascertained) which is not in accordance with the requirements of Ind AS 23: Borrowing Costs read with Ind AS 109: Financial Instruments. Further, In view of pending finalization of the restructuring plan with Rare Asset Reconstruction Limited, the financial impact if any pursuant to assignment agreement remain unascertained and not been provided for in the financial results which might have consequential impact on the reported figures of this quarter and year as well as earlier periods.				





Impex Ferro Tech Limited

CIN No. : L27101WB1995PLC071996

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Had the aforesaid interest expense been recognized, the finance cost for the quarter ended 31st March, 2022 would have been Rs.1,252.00 lakhs instead of Rs. 3.63 lakhs and finance cost for the year ended 31st March, 2022 would have been Rs. 4,923.68 lakhs instead of reported amount of Rs.13.24 lakhs. The total expenses for the quarter and year ended 31st March, 2022 would have been Rs. 14,204.64 lakhs and Rs. 37,028.63 lakhs instead of Rs. 12,956.27 lakhs and Rs. 32,118.19 lakhs respectively. The Net Profit/(Loss) after tax for the quarter and year ended 31st March, 2022 would have been Rs. (2,656.35 lakhs) and (Rs. 6,586.65 lakhs) instead of (Rs. 1,407.98 lakhs) and (Rs. 1,676.21 lakhs) respectively. Total comprehensive Profit / (Loss) for the quarter and year ended 31st March, 2022 would have been (Rs. 2,679.97 lakhs) and (Rs. 6,554.06 lakhs) instead of reported amount of Rs. (1,431.60 lakhs) and (Rs. 1,643.62 lakhs) respectively. Other equity as on 31st March, 2022 would have been Rs. (55,256.44 lakhs) instead of reported amount of Rs. (33251.70 lakhs) and current financial Liability as on 31st March, 2022 would have been Rs. 22,020.79 lakhs instead of reported amount of Rs. 16.05 lakhs.

2) Qualified Opinion

In our opinion and to the best of our information and according to the explanation given to us, except for the matter as described in the Basis of Qualified Opinion paragraph above, these year to date results:

- are presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations & Disclosure Requirements) Regulations, 2015 as modified by the Circular No. CIR/CFD/FAC/62/2016 dated July 05, 2016
- give true and fair view of the financial performance including other comprehensive income and other financial information for the year ended 31st March, 2020 in accordance with the accounting principles generally accepted in India.

b. Type of Audit Qualification : Qualified Opinion / Disclaimer of Opinion / Adverse Opinion

c. Frequency of qualification: Whether appeared first time / repetitive / since how long continuing





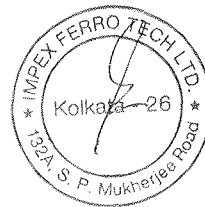
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<p>d. For Audit Qualification(s) where the impact is quantified by the auditor, Management's Views:</p> <p>The lenders have stopped charging interest on debts, since the dues from the Company have been categorized as Non- Performing Asset. The Company is in active discussion/negotiation with its lenders to restructure its debts at a sustainable level including waiver of unpaid interest. In view of the above, pending finalization of the restructuring plan, the Company has stopped providing interest accrued and unpaid effective 1st April, 2016 in its books. The amount of such accrued and unpaid interest not provided for stands at ₹ 4,910.44 Lacs for the year ended 31st March, 2022 and accordingly the same has not been considered for compilation of Results for the year ended 31st March, 2022.</p>
<p>e. For Audit Qualification(s) where the impact is not quantified by the auditor:</p>
<p>i. Management's estimation on the impact of audit qualification: NA</p>
<p>ii. If management is unable to estimate the impact, reasons for the same: NA</p>
<p>iii. Auditors' Comments on (i) or (ii) above: NA</p>





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III.	Signatories:	
	Chairman cum Managing Director - Mr. Subham Bhagat	<i>Subham Bhagat</i>
	CFO - Mr. Sanjeet Kumar Gupta	<i>Sanjeet Kumar Gupta</i>
	Audit Committee Chairman - Mrs. Sujata Agarwal	<i>Sujata Agarwal</i>
	Statutory Auditor - M/s R. Kothari & Co. LLP, Chartered Accountants	<i>R. Kothari</i>

Place: Kolkata

Date: 30th May, 2022