

ANNUAL REPORT 2024-2025



Forward Looking Statement

In this Annual Report, we have disclosed forward looking information to enable investors to understand our prospects and make informed investment decisions. This Annual Report and other statements - both written and oral - that we periodically make, contain forward looking statements which outline anticipated results based on the management's plans and assumptions. Wherever possible, we have attempted to identify such statements by using words such as 'anticipate', 'estimate', 'expects', 'projects', 'intends', 'plans', 'believes', and other words of similar substance in connection with any discussion on future performance.

We cannot guarantee that these forward looking statements will be realised. Although we believe, we have been prudent in assumptions, the achievement of results is subject to risks, uncertainties and even inaccurate assumptions. Should known or unknown risks or uncertainties materialise, or should underlying assumptions prove inaccurate, actual results could differ materially from those anticipated, estimated or projected. Readers should bear this in mind.

We undertake no obligation to publicly update any forward looking statements, whether as a result of new information, future events or otherwise.



OUR TECHNOLOGY.
YOUR SUCCESS.

Corporate Information

Board of Directors

Chairman

Shishir Kumar Bajoria

Independent Directors

Debal Kumar Banerji

A Gupta (Ms)

Sudhamoy Khasnobis

D G Rajan

Gaurav Swarup

Non - Executive Non - Independent Director

Mihir Prakash Bajoria (w.e.f 24.05.2025)

Managing Director

James L McIntosh

Director and CEO India

Arasu Shanmugam

Director – General Counsel

Rajesh Agarwal

Chief Financial Officer

Amit Agarwal (except for the period 03.06.24 to 08.11.24)

Company Secretary

Mansi Damani

Audit Department

Auditors

S. R. Batliboi & Co. LLP

Plante & Moran PLLC

UHY Hacker Young

Christopher John Woodhead

Internal Auditors

Rupa & Co.

Cost Auditor

Mani & Co.

Secretarial Auditor

P Sarawagi & Associates

Banking Partners



Connect with Us

Registered Office

Sector 'B', Kalunga Industrial Estate, P.O. Kalunga 770 031, Dist. Sundergarh, Odisha, India

Tel: +91 661 2660195, E-mail: ifgl.works@ifgl.in

Head & Corporate Office

McLeod House

3, Netaji Subhas Road, Kolkata 700 001, West Bengal, India

Tel: +91 33 4010 6100, E-mail: ifgl.ho@ifgl.in, investorcomplaints@ifgl.in



Between the Covers

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Over Four Decades of Expertise in Refractories Solutions

As the only Indian MNC in the Global Refractories Industry, IFGL has been a market leader for over four decades. Focused on innovation, our product portfolio encompasses a comprehensive range of Flow Control Refractories, ensuring end-to-end solutions that drive performance and reliability across every stage of steel-making. With recent expansion into the Non-Ferrous Sector, we have broadened our market reach, enabling us to serve the Cement, Glass, Coke, Lime, and Coal Gasification Industries.



IFGL Group at a Glance

10+

Production
Facilities

40+

Years of
Expertise

300+

Customers
Worldwide

50+

Countries
Served

3000+

Total
Workforce

8

Operating
Companies



“ We are committed to maintaining harmony between people, process, technology & the ecosystem. ”



Shishir Kumar Bajoria

Chairman, IFGL Refractories Ltd.

Management Team



James L McIntosh
Managing Director



Arasu Shanmugam
Director & CEO India



Mihir Prakash Bajoria
Board Member



Rajesh Agarwal
Director - General Counsel



Manoj Rakhecha
CEO - Monocon



Thorsten Reuther
Managing Director
-Hofmann Ceramic



Mukesh Rawal
President – Mono Ceramics &
Head - IFGL Group, Americas



Hirdesh Sehgal
Chief Operating Officer



Navin Kumar Das
Chief Human Resource Officer



Amit Agarwal
Chief Financial Officer



Dr. N.K Mishra
Chief Research Officer

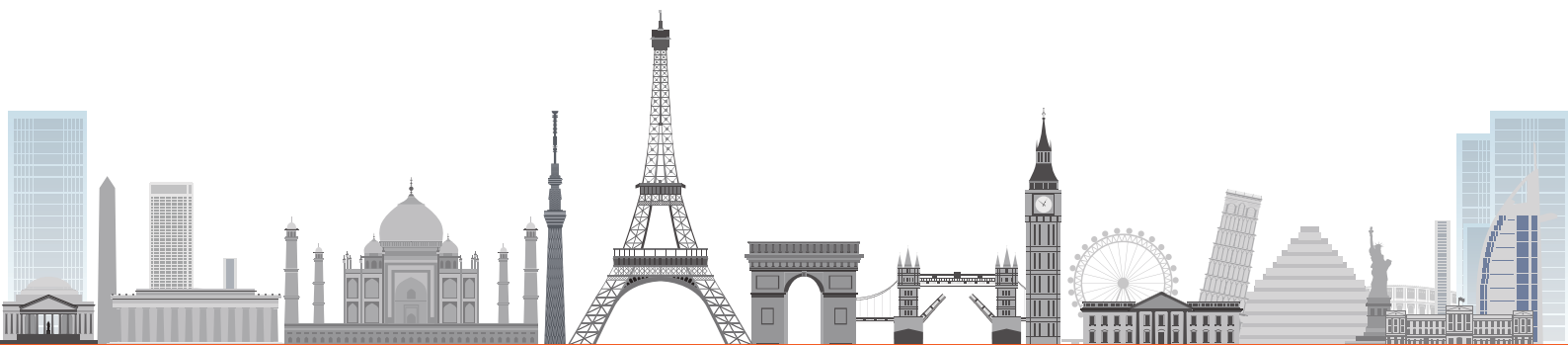


Mansi Damani
Company Secretary



REFRACTORIES SOLUTIONS WORLDWIDE

10+ State-of-the-Art Manufacturing Facilities
50+ Countries Served



New Product Innovations, Process Enhancements, and Manufacturing Excellence Across IFGL Units

VIZAG



Magnesia Carbon Bricks

On 31st July 2024, a new Magnesia Carbon (Mag-C) bricks Production Line was inaugurated at the IFGL Visakhapatnam Manufacturing Unit. As a part of Phase 3 expansion plan, this new production line is aimed at enhancing the manufacturing capabilities to meet growing market demands.

The newly established production line has an initial capacity of 9,000 MT per annum, producing Magnesia Carbon, Alumina Magnesia Carbon, and Alumina SiC Carbon bricks. Designed for high-temperature applications, the facility is equipped with advanced technology to ensure consistent product quality and operational efficiency.

Casting Flux Plant

On 21st May 2024, IFGL inaugurated its state-of-the-art, fully automated Casting Flux Production Line, marking a significant milestone in our commitment to supporting the continuous casting of Steel. This advanced facility, built with our R&D teams, can produce all casting flux grades required for today's evolving Steel Industry.



This development further underscores IFGL's dedication to the Government of India's 'Make in India' initiative. The new division features a fully automatic batching system and cutting-edge spray dryer technology, ensuring precision, consistency, and production efficiency. With an impressive annual capacity of 18,000 MT, the plant is focused on delivering high-quality casting flux granules, tailored to evolving market demands.



Automated Centralised Storage Racks

The newly added Automated Storage Racks feature a unique multi-storey retro-fittable system that optimises vertical space utilisation, reducing the need for expansive horizontal layouts.

The reclaimed space is being repurposed for green development, aligning with IFGL's commitment to sustainability. This upgrade not only enhances inventory management and storage efficiency but also supports environment-friendly manufacturing practices.

Alumina Monolithics Plant

The Alumina Monolithics Plant is equipped with a state-of-the-art online batching station designed to enhance precision in raw material handling. Through real-time monitoring and automated control, it significantly improves production efficiency while ensuring seamless operations.

This advanced batching system not only guarantees consistent product quality but also optimises process reliability, reflecting IFGL's commitment to innovation and excellence in manufacturing.





RH Snorkel

In Steel-making, the RH degassing process is crucial for refining steel by reducing hydrogen, carbon, and non-metallic inclusions. At the heart of this process lies the RH Snorkel, a vital refractory component that significantly enhances the efficiency and reliability of vacuum degassing.

IFGL's RH Snorkels are meticulously engineered to withstand extreme thermal and chemical stresses while maintaining structural integrity across multiple cycles. These robust components enable steelmakers to achieve superior vacuum performance, enhanced steel purity, and reduced downtime, driving greater operational efficiency and productivity.

Monolithics Basic Plant

The Monolithics Basic Plant was the first section inaugurated at the Vizag Manufacturing Unit, commencing operations in April 2022. Equipped with a state-of-the-art production line, this facility is dedicated to producing best-in-class Tundish Spray Masses and Basic Dry Vibratable Masses.

Over the past three years, the plant has consistently delivered high-quality refractories solutions, reinforcing IFGL's commitment to reliability and industry-leading standards.



KANDLA



CCR

The Continuous Casting Refractories (CCR) Plant at IFGL's Kandla Manufacturing Unit is equipped with advanced production capabilities, delivering a monthly output of 50,000 pieces to meet the growing demand for high-performance refractories solutions.

Strategically located in one of India's oldest Special Economic Zones (SEZs), the CCR Plant is also in close proximity to one of the nation's most efficient ports. This prime location not only facilitates faster delivery to International customers, but also provides a logistical advantage for importing critical raw materials.

Robotic Automation Unit

The introduction of Robotic Automation for Glazing of CCR Refractories at IFGL's Kandla Unit marks a major technological advancement. This system enhances precision, consistency, and production efficiency, while also reducing natural resource consumption, optimising costs, and enabling faster deliveries.



This initiative underscores IFGL's commitment to innovation-driven growth and sustainable manufacturing practices.

ROURKELA



Flow Control Mechanism Design & Engineering Department

The Flow Control Mechanism Design & Engineering Department focuses on developing and upgrading flow control systems to meet evolving operational needs. Leveraging advanced engineering tools and 3D scanning, we conduct structural analysis, reverse engineer undocumented parts, and ensure precision through in-house trials and assembly.

We also manage on-site installation, customer handover, and spare part support, ensuring long-term reliability, performance and customer satisfaction.

TIP Inauguration in Rourkela

On 7th June 2024, IFGL inaugurated its cutting-edge Tar Impregnation Plant (TIP), aimed at enhancing the durability and performance of Slide Gate Refractories.

As customer demand for longer, uninterrupted steel casting continues to grow, IFGL's investment in TIP addresses this need by improving the working surface quality of refractory products.



Research & Innovation



**State-of-the-Art
R&D Center
accelerating Customer
Service Excellence**



IFGL's Research Centre at Rourkela is dedicated to the development of indigenous raw materials and the advancement of New Product Development (NPD). This strategic focus not only addresses evolving industry demands but also reduces the dependence on imported components, reinforcing IFGL's commitment to self-reliance and sustainable growth.

The facility is equipped with advanced refractory and ceramic development capabilities, including metal melting furnaces for material reaction verification. Led by experienced professionals, our research team is dedicated to benchmarking Flow Control Solutions, setting new standards to meet emerging customer needs. Through continuous research, we innovate processes and products that drive business growth while ensuring sustainable practices, collaborating seamlessly with the entire value chain, from vendors to end customers.

The Centre also houses cutting-edge analytical equipment, such as scanning electron microscopes and hot-stage microscopes, enabling a deeper understanding of material behavior and reactions with refractories. This capability allows us to optimise reaction behaviors for user industries like Iron and Steel, Cement, Aluminum, and Glass, ensuring enhanced solutions for our customers.

Major Events in 2024



Iron Ore & Pellet Summit + 6th Indian DRI, Scrap & Steel Conference

IFGL's senior leaders participated in the 7th Iron Ore & Pellet Summit, the 6th Indian DRI, Scrap & Steel Conference, and the 4th India Coal Outlook Conference, held on 22nd to 23rd August in Gurugram, India

These events served as vital platforms for engaging with key stakeholders from the DRI, Steel, Coal, and raw material sectors, facilitating insightful discussions on market trends, technological innovations, and the strategic direction of the Indian metals industry.

AIIFA

At AIIFA SteelEx, held on 18th to 19th September in Mumbai, India IFGL showcased its Electrical Steel Making and DRI solutions. The event provided an opportunity for senior leaders to engage with industry veterans, customers, vendors, and academia, fostering meaningful discussions and strengthening industry connections.





Ankiros

Held on 19th to 21st September, in Istanbul, Turkey, Ankiros was one of the world's premier exhibitions for metallurgy, steelmaking, and foundry technologies. The event brought together key stakeholders from across the global metal and refractory value chain, providing an ideal platform for IFGL to showcase its Flow Control Refractory innovations, engage with industry leaders, and exchange insights on the evolving landscape of steel production.

IREFCON

IFGL proudly participated as a Diamond Sponsor at IREFCON one of the most prestigious events in the global refractory industry. Held on 13th to 15th November, in Goa, India this mega event underscored IFGL's commitment to innovation, industry collaboration, and the advancement of refractories solutions.



The event served as a platform to showcase high-performance, sustainable solutions designed for critical applications worldwide, reinforcing IFGL's role in shaping the future of the refractory industry.



IIM-ATM

IFGL Refractories Limited proudly participated as a Platinum Sponsor at the Annual Technical Meeting (ATM) of the Indian Institute of Metals (IIM), held on 20th to 22nd November, Bangalore, India. At the event, IFGL showcased its comprehensive range of solutions, including Isostatic Refractories, Slide Gate Refractories, and Magnesia Carbon Bricks, each engineered to meet the evolving demands of high-performance steelmaking and allied processes.

Through continuous innovation, IFGL remains dedicated to addressing the dynamic needs of its partners and shaping the future of refractory technology.

NCCBM

IFGL participated in the National Council for Cement & Building Materials (NCCBM), held on 27th to 29th November, in Delhi, India. This event marked the first-ever platform for IFGL to showcase its offerings in the Non-Ferrous Segment, a strategic addition to its 40-year legacy of excellence in the Ferrous Sector.





5S Scheme Recognition

IFGL has been honored with the Diamond Rating in the Manufacturing category at the 9th CII National 5S Excellence Awards 2024. This esteemed recognition is a testament to our steadfast commitment to operational excellence and our unwavering pursuit of maintaining a clean, organized, and highly efficient workplace.



Major CSR-Activities

Donation of oxygen concentrators

As part of IFGL Refractories' Corporate Social Responsibility initiatives, oxygen concentrators were donated to healthcare facilities to bolster medical infrastructure in underserved regions. This initiative aims to ensure timely access to life-saving oxygen therapy for patients with respiratory conditions, while also enhancing the facilities' overall emergency preparedness.



Beneficiaries :

Supporting two charitable hospitals that deliver essential primary healthcare to underserved and marginalized communities.

Impact :

A total of 10 oxygen concentrators were donated, significantly enhancing the community's access to critical care. This timely intervention has helped reduce mortality rates and strengthened the hospitals' capacity to deliver life-saving oxygen therapy to patients with respiratory ailments.



Concentrators donated to Marwari Relief Society, Kolkata

Project “Digital Deep”

Donation of Laptop

To bridge the digital divide by empowering underprivileged students with access to online education and skill development opportunities.



Beneficiaries :

A total of 7 laptops were donated, 5 to Ramakrishna Mission Shilpamandira in Belur, West Bengal, and 2 to Shalom, a Bangalore-based orphanage.

Impact :

The donated laptops have become essential tools for digital learning, benefiting over 75 students. This initiative created new avenues for enhancing employability and improving future prospects for the recipients. It also reinforced IFGL's commitment to fostering inclusive, quality education through skill-based learning initiatives.



Ramakrishna Mission Shilpamandira
(An AICTE-Approved, Self-Financed Polytechnic)
208 G. T. Road, Belur Math, Howrah - 711 202
Formerly "A Govt. Sponsored Polytechnic"

Ref: *RKM/Sec/04/15/26*
Date: *18-05-2025*

To,
The Trustees
IFGL Refractories Welfare Trust
McLeod House
3, N S Road, Kolkata - 700 001

Sub: Expressing gratitude for donation of Computers

Dear Sirs,

We are grateful to IFGL Refractories Welfare Trust for having donated 5 Nos laptops for the use of our Skill Development Courses students.

We wish to put on record our gratitude for this noble gesture, which will go a long way in benefiting our students.

May Bhagavan Sri Ramakrishna, Holy Mother Sri Sarada Devi and Swami Vivekananda shower their choicest blessings on you and continue to inspire you in such noble action.

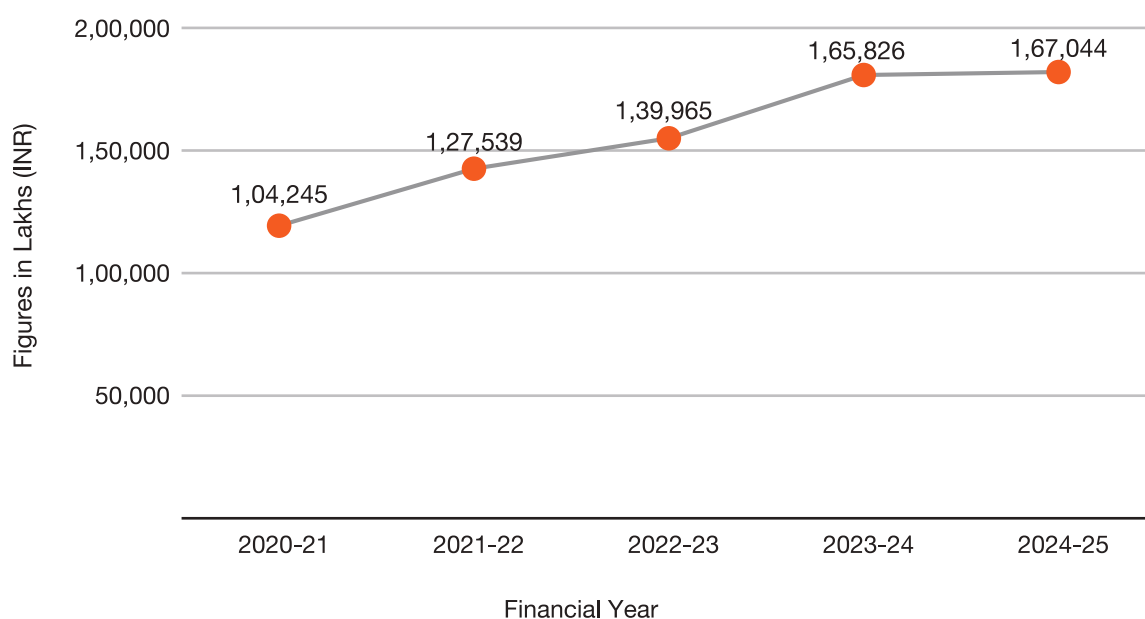
With prayers,

Yours in the Lord,

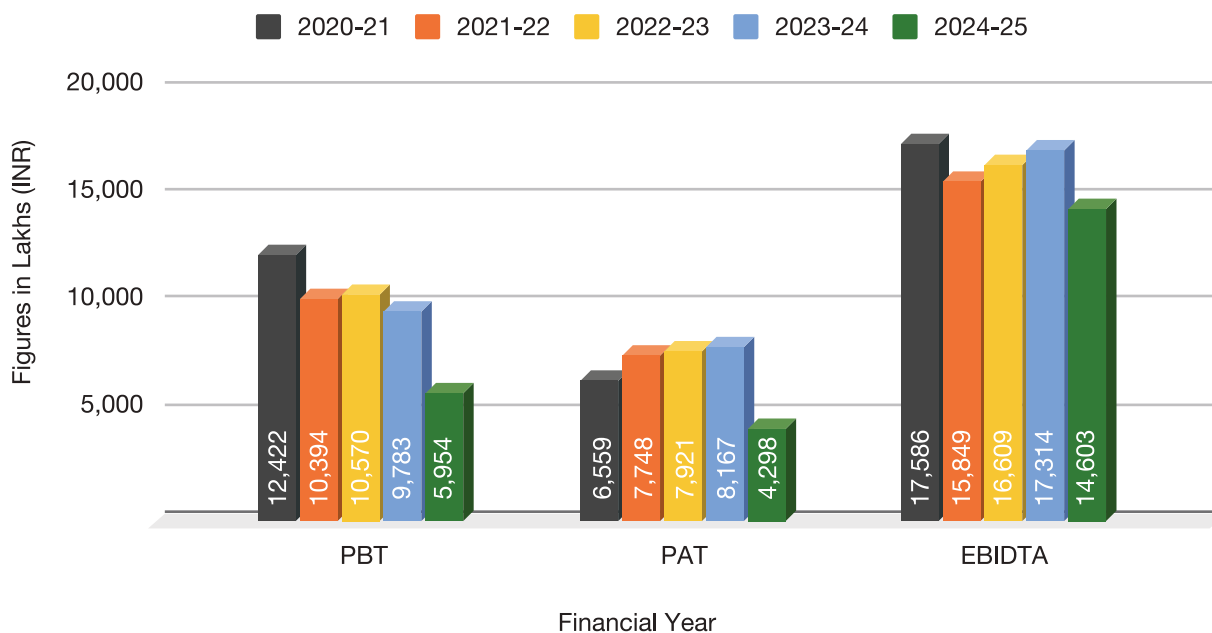
Swami Vedatitananda
(Swami Vedatitananda) 12/05/25

Consolidated Financial Highlights

Total Income vs Financial Year

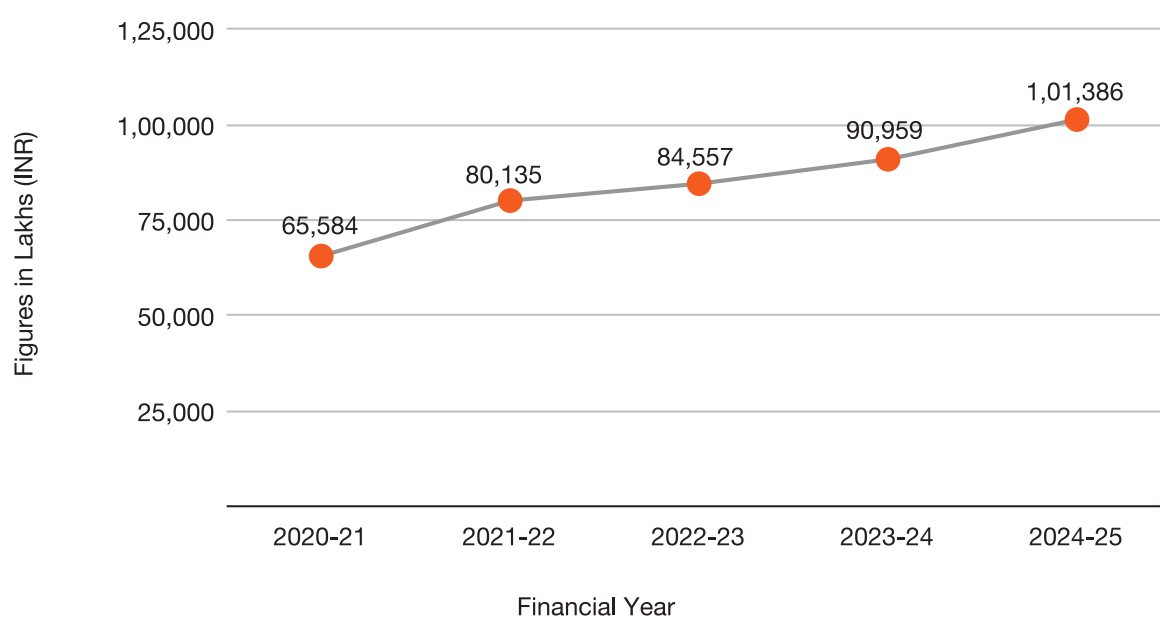


PBT, PAT and EBIDTA

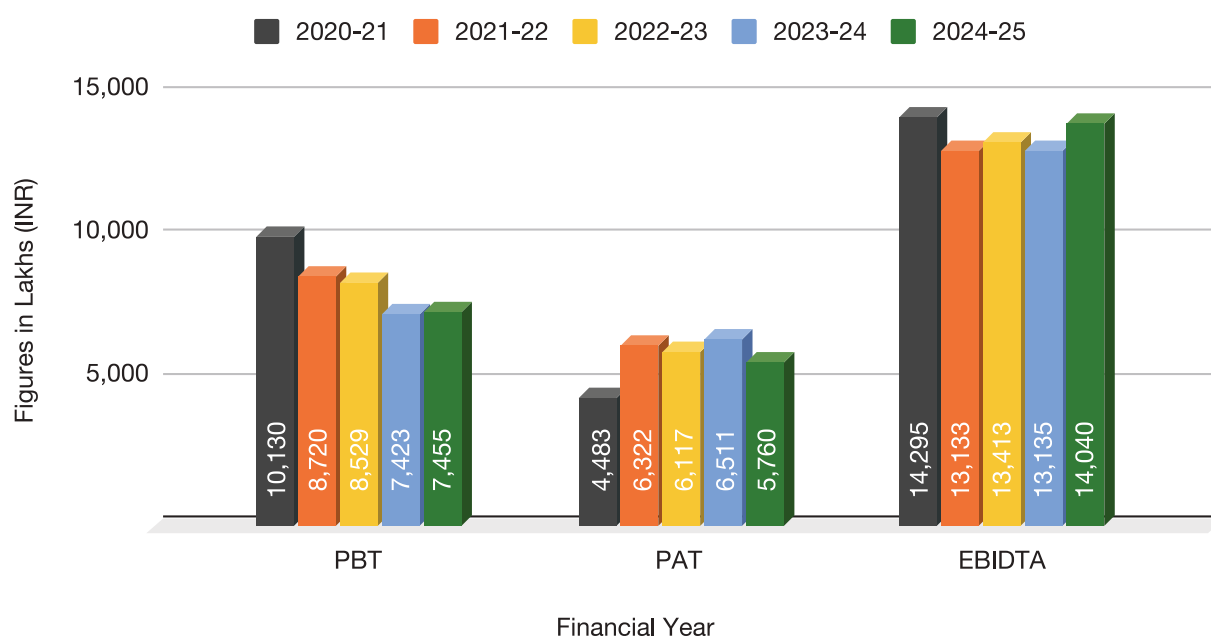


Standalone Financial Highlights

Total Income vs Financial Year



PBT, PAT and EBIDTA





Directors' cum Management Discussion and Analysis Report

Dear Shareholders,

Your Directors take pleasure in presenting Statement of Accounts, both on Consolidated and Standalone basis, for Financial Year (FY) 2024-25 together with Report of the Auditor's.

Financial Results

Financial Results for FY 2024-25 are summarized below :

(₹ in Millions)

	Consolidated	Standalone
Revenue from Operations	16,530.27	9,976.35
Other Income	174.15	162.30
Total Income	16,704.42	10,138.65
Profit before Depreciation, Interest and Tax (PBDIT)	1,460.32	1,403.97
Depreciation and Amortisation	727.40	540.72
Finance Cost	137.51	117.70
Profit before Exceptional Items and Tax	595.41	745.55
Exceptional Items	-	-
Profit before Tax	595.41	745.55
Tax Expense	165.64	169.52
Profit for the year after Tax	429.77	576.03
Other Comprehensive Income/(Loss) for the year, Net of Tax	172.11	(4.18)
Total Comprehensive Income for the year	601.88	571.85
Basic and Diluted Earnings per Share (₹)	11.93	15.98
Disclosures under Regulation 34(3) read with Clause B of Schedule V of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 (SEBI LODR, 2015)		
(i) Debtors Turnover Ratio *	4.83	4.82
(ii) Inventory Turnover Ratio **	2.66	2.50
(iii) Interest Coverage Ratio	5.33	7.33
(iv) Current Ratio	2.28	2.19
(v) Debt Equity Ratio	0.19	0.22
(vi) Operating Profit Margin (%)	3.38	7.03
(vii) Net Profit Margin (%)	2.60	5.77
(viii) Return on Net Worth (%)	3.88	8.30

* Debtors Turnover Ratio = Revenue from Operations / Average Trade Receivables

** Inventory Turnover Ratio = Cost of Goods Sold / Average Inventory

Company's Performance

FY 2024-25 has been another defining year for your Company, a year that tested its resilience, challenged its capabilities, and at the same time, laid a solid foundation for the future.

Your Company operated in a highly volatile and unpredictable overseas environment. Fluctuating steel prices, global inflationary pressures, and overall economic instability created significant headwinds across our Overseas Subsidiary's markets. Of the overseas regional markets we participate, the hardest hit was North America at -4.2% which adversely affected our US operations. Whilst European Markets showed growth in Steel Production both in EU27 and Eastern Sectors, closure of certain steel plants affected your Company's Exports.

Directors' cum Management Discussion and Analysis Report (Contd.)

During FY 2024-25 however the shining star of the Global Steel Industry was India which continued its multi-year trend and recorded a growth of 6.3%. As the number two producer Worldwide, this reflects favourably on our plan from 2021 to focus on Domestic Market growth.

Despite these challenging conditions, which led to adversely impacting Ratios mentioned hereinbefore compared to those of preceding FY 2023-24, your Company achieved above Consolidated and Standalone financial performance for FY 2024-25 and your Directors are satisfied therewith.

Turning to FY 2025-26, however for our Business the changes to restructuring of British Steel will be positive for our UK operations. In USA, we are now seeing early signs of recovery and is expected to be positive for US Domestic Manufacturing and improve the Steel production landscape.

In FY 2025-26 Steel production in India reflects tremendous growth of 6.9% year on year and offers the perfect background for our domestic production expansion punctuated by the Visakhapatnam plant where during the year we completed the full production make-up of the plant with the addition of the Mag Carbon (Magnesia Carbon, Alumina Magnesia Carbon & Alumina SiC Carbon) Brick plant to those already completed and fully integrated i.e Casting Flux Plant, Large Precast Shapes including RH Degassed Snorkels Plant and the Monolithics Plant and modernization of our Plant Equipment and processes at Kandla, Gujarat and Rourkela, Odisha .

During FY 2024-25, your Company has also entered the Non-ferrous refractory segment; a move believed to hold immense promise for the future. This is a well-planned strategic expansion aimed at diversifying our product portfolio which will open opportunities for your Company in Cement, Glass, Coke, Gasification Sectors which are expected to become important contributors to our future growth. As part of this new segment your Company have a technology transfer from our Sheffield operations, particularly in the Iron Segment, to our Indian facilities. We expect this technology transfer to be completed by Q1 FY26, which will enhance your Company's product capabilities and cost efficiency in India.

Rounding out the strategy your Company entered into a Joint Venture (JV) Agreement on 14th October 2024 with Marvels International Group Co Ltd of Seychelles and Marvel Refractories (Anshan) Company Limited of P R China and pursuant thereto IFGL-Marvels Refractories Limited has been incorporated. This 51% JV will establish a greenfield manufacturing facility focused on producing basic fired magnesite spinel bricks, basic fired magnesite bricks, and fired magnesia chrome bricks. Your Company has already acquired land in Bhachau, Kutch District, Gujarat, marking a critical step in your Company's long-term expansion strategy.

Your Company during FY 2024-25 received several accolades. Your Directors are confident that your Company is on the right path. Going forward, results thereof will be visible in Company's Performance.

Dividend and Bonus Shares

Your Directors have declared an Interim Dividend for FY 2024-25 @ 60 % i.e. ₹ 6/- per Equity Share of ₹ 10/- each face value at their meeting held on 7th May 2025, which has already been paid. Following Dividend Policy of the Company, your Directors have recommended further payment of Final Dividend of 10 % i.e. Re. 1/- per Equity Share for FY 2024-25, subject to your approval at ensuing Annual General Meeting (AGM) and deduction of tax at source. Total Dividend for FY 2024-25 is ₹ 7/- per Equity Share i.e. 70%.

As a measure to reward you the Shareholders, your Directors in their meeting held on Saturday, 24th May 2025 have also approved issuance of Bonus Share in the ratio of 1:1 to eligible Shareholders of your Company, subject to necessary approvals and or permissions including yours. In this connection, your Company's Authorised Share Capital will also be increased following procedure specified therefor.

Industry Review, Future Outlook and Expansion Plans

Indian Refractory Market is critical for India's industrial growth, primarily serving high-temperature applications in Steel, Cement, Glass and Non-Ferrous Metal Sectors. With strong momentum driven by India's expanding infrastructure, manufacturing and construction sectors, it is expected that Indian Refractory Market will grow at a CAGR of 5.7% during the period 2025-31. Key industry drivers for the Refractory Industry are the following :

- Steel Industry Demand – With 70% of Domestic Refractory consumption linked to the Steel Sector, India's rising steel production fueled by Government led infrastructure Investments has been a primary growth engine.
- Industrial Diversification – Other key consumers include Cement, Glass, and Non-Ferrous Metal. These sectors have seen steady expansion, contributing to broader refractory demand.
- Government Initiatives – Programs like 'Make in India', the National Infrastructure Pipeline and significant capital expenditure on public works have boosted Domestic Manufacturing and Construction, supporting downstream industries such as refractories.



Directors' cum Management Discussion and Analysis Report (Contd.)

The Steel Industry in India has been one of the strongest markets for many years with strong economic fundamentals and ambitious growth agenda. India is well positioned to remain a key engine of demand for the foreseeable future offering significant opportunities for your Company and the broader industry.

In 2021 your Company correctly identified the need to completely change its focus towards the Domestic Market which required the Company to re-engineer many things including stating and rolling out the Core Values of your Company i.e Integrity, Agility, Sustainable Growth, Innovation and People first for the first time in the history of your Company. This brought a central guiding focus on what it means to be in your Company, providing strong foundations as we added to the legacy of the Company.

Today we can proudly state that Domestic Business of your Company has tripled since we started this process and in another very important metric turned our domestic percentage of Total Standalone business from 41 % in FY 2020-21 to 72% in FY 2024-25.

Research Centre

IFGL had reverse engineering approach to new product development and therefore had no technical IP, a major anchor to our growth. Your Company planned and built a State-of-the-Art Research Centre.

As the largest 100% Indian-owned Multinational Refractory Company, your Company bears a strong responsibility toward Environmental Stewardship and Sustainable Innovation. In a historic first, your Company has established a dedicated Research Centre, bringing together a team of scientists and technologists committed to the principle of creating more from less.

A key focus of this initiative lies in the development of advanced, high-performance Refractory formulations designed to extend campaign life, thereby significantly reducing specific consumption and environmental impact.

Additionally, your Company has made substantial progress in the area of recycling materials returned from Steel Mills. Supported by rigorous research, these efforts include meticulous sorting, grading, and the reintegration of materials into production processes. With deep in-house knowledge and technical expertise, your Company is successfully reintroducing these resources into existing formulations—driving efficiency, reducing waste, and strengthening its commitment to sustainability.

Your Company have also lined up several green field projects prominent one being manufacturing of DBM Bricks in Khurdha (Odisha, India).

Your Directors are optimistic about long-term demand for high performance Refractory Solutions and are focusing on innovation, cost optimization and strategic expansion to ensure that your Company and its Subsidiaries are well positioned to capitalize on recovery and future growth opportunities in both Domestic and International Markets.

Subsidiaries, Joint Ventures and Associate Companies

Your Directors are of the view that your Company's Subsidiaries' performed satisfactorily during FY 2024-25. Your Directors are hopeful that with signs of macro economic factors stabilizing, your Company's Subsidiaries' performance will improve substantially in FY 2025-26.

Pursuant to JV Agreement, a new Joint Venture Company with limited liability, IFGL-Marvels Refractories Ltd. incorporated on 24th December 2024, is also a Subsidiary of your Company.

Special purpose LLC, EIC Acquisition LLC was established on 13th September 2024 by El Ceramics LLC.

Form AOC-1, containing financial information of Subsidiary Companies, form part of this Report as **Annexure 'D'**. Shareholders who wish to obtain the complete Statement of Accounts and detailed information about Subsidiary Companies can send their requests at the Registered Office of the Company. They are available for inspection electronically to the members during working hours on working days (excluding Saturday) provided prior request therefor is sent at investorcomplaints@ifgl.in and are also available on Company's website : www.ifglgroup.com.

Consolidated Financial Statements

Amidst the global challenges, your Company's Consolidated financial performance demonstrated stability and resilience. On a consolidated basis, your Company achieved modest Total Income growth of 1% for the full year, with EBITDA margins at 8.7%.

While the global landscape remained uncertain and warranted a cautious approach, said period of volatility has been used to restructure and optimize businesses of your Company's overseas Subsidiaries, ensuring that they are well-positioned to respond swiftly when opportunities emerge.

In accordance with IND AS 110 and other relevant provisions particularly Section 129(3) of the Companies Act, 2013 (hereinafter referred to as 'the Act') Consolidated Financial Statements duly audited by Statutory Auditors, M/s S R Batliboi & Co. LLP (Regd No. 301003E/

Directors' cum Management Discussion and Analysis Report (Contd.)

E300005) form part of the Annual Report. Consolidated Financial Statements have been prepared considering Financial Statements of Subsidiary Companies and Reports of Auditors relating thereto wherever applicable.

Cash Flow Statement

As required under Regulation 34 of the SEBI LODR, 2015, Cash Flow Statement for FY 2024-25 forms part of the Annual Report.

Business Responsibility and Sustainability Report

Following provisions of Regulation 34(2)(f) of SEBI LODR, 2015, Business Responsibility and Sustainability Report for FY 2024-25 of your Company, form **Annexure 'A'** to this Report. Following Circulars issued both by National Stock Exchange of India Limited (NSE) and BSE Limited (BSE), said report has been hosted at https://ifglgroup.com/wp-content/uploads/2025/07/Business_Responsibility_Sustainability_Report.pdf

Corporate Governance Report and Independent Auditors Report thereon

Corporate Governance Report (CG Report) pursuant to provisions of Regulation 34(3) read with Schedule V(C) of the SEBI LODR, 2015, along with Independent Auditors Report of M/s S R Batliboi & Co. LLP on compliance of conditions of Corporate Governance form part of this Report and is annexed as **Annexure 'B'**.

Vigil Mechanism, Prevention of Sexual Harassment etc

Your Company have in place Policies including Vigil Mechanism (Whistle Blower), Prevention of Sexual Harassment, Insider Trading and Risks Management etc, which are commensurate to nature and size of Company's business and strengthened from time to time. Said Policies are also appearing at <https://ifglgroup.com/investor/policy/>. During the year under review, no complaint and/or alert was received under said Policies. Internal Complaints Committees following provision of Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013 are also in place and functioning at each of the Manufacturing Facility and at Head & Corporate Office of your Company.

Annual Return

Pursuant to Section 92(3) read with Section 134(3)(a) of the Act, Annual Return as on 31st March 2025, is available at Company's website at <https://ifglgroup.com/wp-content/uploads/2025/07/Annual-Return.pdf>.

Conservation of Energy, Technology Absorption, Foreign Exchange Earnings and Outgo

Prescribed particulars relating to Conservation of Energy, Technology Absorption and Foreign Exchange Earnings and Outgo as required under Section 134(3)(m) of the Act read with Rule 8(3) of the Companies (Accounts) Rules, 2014 are given in **Annexure 'C'** hereto.

Transactions with Related Parties

During FY 2024-25, your Company entered into transactions with Related Parties in ordinary course of its business at arm's length only. Since none of the transaction with Related Parties fell within scope of Section 188(1) of the Act, Related Party Transactions as required under Section 134(3)(h) of the Act in Form AOC-2 are not required to be disclosed and thus does not form part of this Report.

During the year under review your Company did not enter any Material Related Party Transactions i.e transactions exceeding ₹ 1000 crore or 10% of Company's Annual Consolidated Turnover as per last Audited Financial Statements.

Related Party disclosures as per Ind AS 24 have been provided in Notes to Accounts annexed to the Financial Statements.

Deposits from Public

Your Company did not accept any Deposits from the Public during FY 2024-25 too.

Internal Controls of the Company

Your Company have in place established Internal Control system designed to properly record financial and operational information and compliances of various Internal Controls and other regulatory and statutory requirements. Internal Control system is commensurate to size, scale and complexity of Company's business operation and with the help of external and Internal Auditors functioned satisfactorily and effectively during the year under review. Said System was periodically reviewed and changes made wherever and whenever necessary. In view of overall expansion of Indian operations of your Company and also to strengthen Internal Control System. Further, your Directors on the recommendation of Audit Committee, have set up in-house Internal Audit Department, which is functional from 1st April 2025.

Internal Financial Controls : Your Company has in place adequate Internal Financial Control Systems.

Directors' cum Management Discussion and Analysis Report (Contd.)

Disclosures

Your Company has neither given Loans nor Guarantees nor made Investments exceeding limits specified under Section 186 of the Act.

Other Disclosures including those to be made as per Section 134(3) of the Act read with Rules framed for the purposes thereof and those in SEBI LODR, 2015 have been included in Annexures forming part of this Report and also in Audited Statement of Accounts and Notes thereto. For the sake of brevity, they have not been reproduced herein again. CG Report contains details of meetings of your Board of Directors and Committees thereof held during FY 2024-25 and attendance thereat.

Following Regulation 17(8) read with Part B of Schedule II of SEBI LODR, 2015, Certificate on Financial Statements has been received from Director and Chief Executive Officer India and Chief Financial Officer of the Company.

Your Company have continued to place utmost importance to IT Security and strengthened the same including by introducing Checks and Balances. As a significant step in its digital transformation journey, your Company on 10th February 2025 have gone live with SAP S4 HANA. This will strengthen Company's resource planning thereby enhance efficiency, agility and innovation.

Directors Responsibility Statement

Your Directors state that :

- (a) in preparation of Annual Accounts, applicable Accounting Standards have been followed.
- (b) Accounting Policies selected and applied are consistent and judgements and estimates made are reasonable and prudent so as to give a true and fair view of the State of Affairs of the Company at the end of the FY and of the Profit and Loss of the Company for that period.
- (c) proper and sufficient care has been taken for the maintenance of adequate accounting records in accordance with provisions of the Act for safeguarding the Assets of the Company and for preventing and detecting fraud and other irregularities.
- (d) the Annual Accounts have been prepared on a Going Concern basis.
- (e) Internal Financial Controls i.e. Policies and Procedures for ensuring orderly and efficient conduct of business, including adherence to Company's Policies, safeguarding of assets, prevention and detection of frauds and errors, accuracy and completeness of the accounting records and timely preparation of reliable financial information, have been laid down and that such controls are adequate and operating effectively.
- (f) proper systems to ensure compliance with provisions of all applicable laws have been devised and that such systems are adequate and operating effectively.

Financial Statements for FY 2024-25 have been Audited in accordance with Accounting Principles Generally Accepted in India as indicated in Report of the Statutory Auditors.

CSR, Human Resource and Industrial Relations

Your Company's CSR initiatives and activities are aligned with the requirements of Section 135 of the Act. The CSR Policy of your Company and initiatives undertaken by the Company on CSR activities during the year are included in Annual Report prepared in compliance with the Companies (Corporate Social Responsibility Policy) Rules, 2014, which form part hereof as **Annexure 'E'**. Other details relating to Company's CSR are forming part of CG Report.

Details of Nomination and Remuneration Committee (NRC) are also provided in the CG Report. The Nomination and Remuneration Policy adopted by your Directors based on recommendation of NRC is available at https://ifglgroup.com/wp-content/uploads/2025/03/nomination_an_remuneration_policy2018.pdf. Said Policy inter-alia provides for matters concerning appointment and remuneration of Directors including criteria for determining qualifications, positive attributes, Independence of Directors and those provided in Section 178(3) of the Act.

An Annexure containing information in accordance with the provisions of Section 197(12) of the Act and read with Rule 5 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 form part of this Report as **Annexure 'F'**.

During FY 2024-25, 8 (eight) persons (including Executive Directors) employed with your Company received Remuneration of ₹10.2 million per annum or more or ₹ 0.85 million per month or more. As on 31st March 2025, your Company had directly employed 1,527 people worldwide including 1,218 in India.

During the year under review, your Company continued with 5S initiative and ensured active participation of employees. This has further enhanced operational efficiency and fostered a culture of ownership and engagement across your Company.

Directors' cum Management Discussion and Analysis Report (Contd.)

Your Company firmly believes that "The People are the Company" and it accordingly started the 'People First' program which continues to grow day by day towards the goal of making your Company one of the best places to work in India. Under this program, the HR system has been refined to prioritize employee engagement, well-being and professional growth with a key focus on enhancing work-life balance and ensuring employees feel valued and supported in both their professional and personal lives. Additionally your Company's compensation and benefits continue to remain highly competitive within the Industry, reaffirming its commitment to recognizing and rewarding its workforce.

Recognising that people are central to performance, your Company have invested in strengthening its sales and site services teams, along with technical sales support functions. These efforts ensure that both Customers and On-Site teams are fully equipped to maximize the value and effectiveness of your Company's products.

Your Company has also established a robust Indian Executive Team led by Director and Chief Executive Officer India with top class Chiefs in Finance, Research, Operations, Procurement and Human Resources. This structure has enabled faster and more effective decision-making, reinforced agility at the top and strengthened execution on the ground.

Industrial Relations continued to remain cordial in your Company.

Directors and Key Managerial Personnel (KMPs)

You are already aware that Managing Director of the Company, Mr James Leacock McIntosh (DIN : 09287829) will step down as the Managing Director effective 31st August 2025. He will thereafter be an Advisor. Mr Mihir Prakash Bajoria (DIN : 09346426) (hereon Mr M P Bajoria), presently Chairman of Company's UK Subsidiary, Monocon International Refractories Limited, will assume the position of Managing Director effective 1st September 2025. As a step in that direction, your Directors have appointed Mr M P Bajoria as an Additional Director of the Company at their meeting held on 24th May 2025 to hold such office until end of ensuing AGM.

Pursuant to the provisions of Section 149 of the Act, the Independent Directors have submitted declarations that each of them meet criteria of Independence as provided in Section 149(6) of the Act along with Rules framed thereunder and Regulation 16(1)(b) of the SEBI LODR, 2015. There has been no change in the circumstances affecting their status as Independent Directors of the Company.

All of the Directors, Key Managerial Personnel, Senior Management and other Management Personnel as on 31st March 2025, have confirmed compliance of Code of Conduct for Board of Directors including Independent Directors, Key Managerial Personnel, Senior Management and other Management Personnel of the Company. This Code continues to help the Company maintain standard of ethics and ensure compliance of legal requirements applicable.

Particulars of Company's Key Managerial Personnel, as per Section 203 of the Act are appearing at Note 36 of Audited Statement of Accounts. During FY 2024-25, Mr Sikander Yadav served as Chief Financial Officer (CFO) for the period 3rd June 2024 to 12th September 2024. Mr Amit Agarwal ceased to be CFO w.e.f 3rd June 2024 and was again appointed as CFO w.e.f. 9th November 2024. Company Secretary of the Company, Mrs Mansi Damani continued to be one of the Company's Key Managerial Personnel.

Performance Evaluation

Evaluation of performance of your Company's Board of Directors and its Committees and Individual Directors including Independent Directors and Chairman of Board has been carried out in accordance with the provisions of the Act and SEBI LODR, 2015. Outcome is that the Board and its Committees have been functioning satisfactorily and flow of information has been commensurate to the nature of business and size of your Company. Your Directors received briefings on key matters including regulatory, which helped to enhance their performance.

Cost Auditor

Your Directors have re-appointed M/s Mani & Co., Practicing Cost Accountants as Cost Auditors of the Company for FY 2025-26. Your approval for payment of remuneration not exceeding ₹5 (five) lakhs to them is being sought inasmuch as an Ordinary Resolution has been included in Notice of ensuing AGM.

In accordance with the provisions of Section 148 of the Act, your Company maintained Cost Records and Accounts during FY 2024-25.

Cost Audit Report for FY 2023-24 was filed with the Ministry of Corporate Affairs within prescribed time limit.

Secretarial Auditor

Pursuant to Provisions of Section 204 of the Act and Rules framed thereunder, the Company had appointed Practicing Company Secretaries, M/s P Sarawagi & Associates to carry out Secretarial Audit of the Company for FY ended 31st March 2025. Their Secretarial Audit Report in Form MR-3 form part hereof as **Annexure 'G'**. They have also issued Secretarial Compliance Report in compliance of



Directors' cum Management Discussion and Analysis Report (Contd.)

Regulation 24A of SEBI LODR, 2015, for Financial Year 2024-25. Both Secretarial Audit Report and Secretarial Compliance Report are free from qualification, reservation or adverse remarks or disclaimer.

Following Regulation 24A of SEBI LODR, 2015 and provisions of Section 204 of the Act and Rules and Regulations made thereunder and other applicable provision(s), your Directors recommend appointment of Practicing Company Secretaries, M/s P Sarawagi & Associates [Proprietor Mr P. K. Sarawagi (Membership No. : FCS 3381 and C.P. No. : 4882)] as Secretarial Auditor of our Company for a term of 5 (five) years i.e. beginning immediately after conclusion of 18th Annual General Meeting to hold office until conclusion of 23rd Annual General Meeting of the Company i.e from FY 2025-26 to FY 2029-30, for carrying out Secretarial Audit subject to your approval at ensuing AGM.

Statutory Auditors

M/s S R Batliboi & Co. LLP (Regd No. 301003E/E300005), Chartered Accountants were re-appointed as Statutory Auditors of the Company for second term of 5 (five) consecutive years from conclusion of 17th AGM held on 31st July 2024 until conclusion of 22nd AGM of the company to be held in the year 2029.

Their Reports on Statement of Accounts for FY 2024-25 on Standalone and Consolidated basis are self-explanatory and do not contain any qualification, reservations, adverse remarks or disclaimers except 2 (two) Emphasis of Matters.

Report on Fraud by Auditors

For the year under review, neither Statutory Auditors nor Cost Auditors nor Secretarial Auditors have reported any instances of frauds committed in your Company by its Officers and/or Employees, to the Audit Committee/Board under Section 143(12) of the Act.

Material Changes and Commitments after the Financial Year

There have neither been any material changes and/or commitments, between 31st March 2025 and date of this report, affecting your Company's financial position nor nature of your Company's Business.

Significant and Material Orders passed by the Regulators/Courts/Tribunals

During FY 2024-25, no Significant or Material Orders have been passed by any of the Regulators, Courts or Tribunals impacting the going concern status of your Company and its future operations.

Annexures forming part of this Report

Particulars	Annexures
Business Responsibility and Sustainability Report	Annexure 'A'
Report on Corporate Governance	Annexure 'B'
Prescribed particulars relating to Conservation of Energy, Technology Absorption and Foreign Exchange Earnings and Outgo	Annexure 'C'
Form AOC 1 – Statement containing Salient Features of Financial Statements of Subsidiaries	Annexure 'D'
Annual Report on Corporate Social Responsibility	Annexure 'E'
Information as per Section 197(12) of the Companies Act, 2013 and read with Rule 5 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014	Annexure 'F'
Secretarial Audit Report in Form No. MR-3	Annexure 'G'

Acknowledgement

Your Directors extend their sincere appreciation to all employees, regardless of their level, for their unwavering dedication, hard work and commitment. They also acknowledge invaluable support and co-operation received from all Stakeholders, with special gratitude to you, the Shareholders.

On behalf of the Board of Directors of
IFGL Refractories Limited

Kolkata
24th May 2025

S K Bajoria
Chairman
(DIN - 00084004)

James L McIntosh
Managing Director
(DIN - 09287829)

Annexure 'B' to Directors' Report – Report on Corporate Governance

1. Company's Philosophy on Corporate Governance includes

- Optimizing performance by adopting industry-leading methods and best management practices.
- Uphold integrity by adhering to all laws and regulations.
- Honesty, transparency and fairness in all our actions.
- Create value for shareholders, employees and the community.
- Consider societal impact and engage with the community.
- Benefit all stakeholders for sustainable growth by governance.

Our Corporate Governance philosophy reflects our commitment to responsible management, transparency and ethical leadership. By adhering to these principles, we aim to create sustainable value for our shareholders and contribute positively to society.

The Report for Financial Year (FY) 2024-25 on Compliance of conditions of the Corporate Governance in accordance with Para C of Schedule V of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 (SEBI LODR, 2015) amended to date read with relevant provisions of the Companies Act, 2013 (the Act) & Rules framed thereunder, is given below.

2. Board of Directors (Board)

As on 31st March 2025, the Board was comprised of 4 (four) Executive Directors, 4 (four) Non-Executive Independent Directors and 1 (one) Non-Executive Independent Woman Director. The Company therefore had optimum mix of Executive and Non-Executive Directors and more than one-half of the total number of Directors comprised of Non-Executive Independent Directors.

The composition of the Board comprises of optimum combination of the knowledge, experience and skills which are required by the Board to discharge its responsibilities effectively.

Composition, Category, Directorship and Committee Membership in Public Limited Companies incorporated in India of the Board of the Company as on 31st March 2025, have been as follows :

Director's Name	Director's Category	Members of the Board of Public Limited Companies incorporated in India (including IFGL Refractories Limited)		Total Number of Committee * Membership held in Public Limited Companies [including IFGL Refractories Limited but excluding Private Limited Companies, Foreign Companies and Companies registered under Section 8 of the Companies Act, 2013 (the Act)]	
		Listed	Unlisted	As Chairman	As Member
R Agarwal	Executive	1	–	–	1
S K Bajoria	Executive (a)	1	1	–	–
D K Banerji	Non-Executive (b)	1	–	1	2
A Gupta	Non-Executive (b)	1	–	–	–
S Khasnobis	Non-Executive (b)	1	–	–	2
J L McIntosh **	Executive	1	–	–	–
D G Rajan	Non-Executive (b)	3	2	3	4
Arasu Shanmugam	Executive	1	–	–	–
G Swarup	Non-Executive (b)	6	2	1	4

* Only 2 (two) Committees i.e. Audit Committee and Stakeholders Relationship Committee have been considered.

** Has tendered resignation from the office of Managing Director with effect from end of August 2025 and at Board Meeting of the Company held on 27th February 2025 same has been accepted.

(a) Also Promoter

Annexure 'B' to Directors' Report – Report on Corporate Governance (Contd.)

(b) Also Independent

During FY 2024-25 none of the Directors of the Company held Directorship in more than 10 Public Companies or served as Directors or Independent Directors (IDs) in more than seven Listed Companies. Additionally, there were no Executive Directors who served as IDs in any Listed Company. Furthermore, none of the Directors was member of more than 10 Committees or Chairperson of more than 5 Committees, as per the criteria outlined in Regulation 26(1) of SEBI LODR, 2015. There were no inter-se relationships among the Directors.

All Executive Directors were liable to retire by rotation. Appointment of Executive Directors, including tenure and terms of remuneration have been approved by the Members of the Company and in case of Mr J L McIntosh also approved by Ministry of Corporate Affairs (MCA). Appointment of Non-Executive Directors, save as otherwise expressly provided in the Act, have been made at the Company's General Meeting.

Following Directors only held Directorship in other Listed Companies and relevant particulars thereof is summarized in Table below :

Listed Entity Name	Director's Name	Directorship Category
Rubfila International Limited	D G Rajan	Independent Director
DIGJAM Limited	D G Rajan	Independent Director
Graphite India Limited	G Swarup	Independent Director
Avadh Sugar & Energy Limited	G Swarup	Independent Director
Swadeshi Polytex Ltd	G Swarup	Non Independent Non Executive Director
KSB Limited	G Swarup	Non Independent Non Executive Director
Industrial and Prudential Investment Company Limited	G Swarup	Executive Director (Managing Director)

Non-Executive Directors did not have any pecuniary relationship and/or transaction with the Company other than receiving Sitting fees and/or reimbursement of out-of-pocket expenses for attending meetings of the Board and/or Committee(s) thereof. Your Board is of the opinion that Independent Directors fulfilled conditions specified in SEBI LODR, 2015 and were Independent of Management of the Company.

During FY 2024-25, 6 (six) meetings of your Board were held and details thereof are as follows :

Board Meeting Dates	No. of Directors Present	No. of Independent Directors Present
18th May 2024	9	5
10th August 2024	9	5
10th October 2024	7	4
9th November 2024	9	5
8th February 2025	9	5
27th February 2025	9	5

Gap between two Board Meetings did not exceed 120 days prescribed under Section 173(1) of the Act and Regulation 17 of the SEBI LODR, 2015.

AGM of the Company was last held on Wednesday, 31st July 2024. Attendance of the Directors at Board Meetings and at AGM held during FY 2024-25 has been as follows :

Annexure 'B' to Directors' Report – Report on Corporate Governance (Contd.)

Director's Name	Number of Board Meetings held	Number of Board Meetings attended	Attended last AGM held on 31st July 2024
R Agarwal	6	5	Yes
S K Bajoria	6	6	Yes
D K Banerji	6	5	No
A Gupta	6	6	No
S Khasnobis	6	6	No
J L McIntosh	6	6	Yes
D G Rajan	6	6	Yes
Arasu Shanmugam	6	6	Yes
G Swarup	6	6	No

Bajoria Financial Services Private Limited (BFSPL), 100% shareholding whereof is held by Mr S K Bajoria and his family members, was Holding Company of the Company. BFSPL through out the FY 2024-25 held 2,40,44,509 Equity Shares, being 66.72% of total Issued, Subscribed and Paid up Share Capital of the Company.

Particulars of Shareholding of Non-Executive Directors of the Company (both owned or held by/for other person(s) on beneficial basis), as on 31st March 2025, were as follows :

Director's Name	No. of Shares Held
D K Banerji	–
A Gupta	–
S Khasnobis	–
D G Rajan	490
G Swarup	–

The Company primarily is a manufacturer of Specialized Refractories for producers of Iron and Steel. Hence, core skills, expertise and competencies identified to function effectively amongst others are managerial, technical and administrative including knowledge of legal, human management, public relations, finance, banking, IT, training domains. All of those continued to be available with each of the Board member in as much as they are from diverse fields and have said competencies individually as well as collectively.

Table below gives a summary of said competencies that each of the Directors of the Company have.

Director's Name	Qualifications	Skill/Expertise/Competence			
		Managerial	Technical	Administrative	Others @
R Agarwal	B.Sc, Fellow Member of The Institute of Company Secretaries of India	✓	✓	✓	✓
S K Bajoria	B.Com (Hons)	✓	✓	✓	✓
D K Banerji	Bachelors Degree in Mathematics (Hons), Masters Degree in Mathematics, Masters Degree in Law (Cambridge University, UK)	✓	✓	✓	✓
A Gupta	M.A (International Affairs) and Business Communications (Columbia University)	✓	✓	✓	✓
S Khasnobis	Mechanical Engineer Graduate	✓	✓	✓	✓
J L McIntosh	Masters Degree in Technological Marketing, Post Graduate Diploma in Marketing and HNC in Mechanical & Process Engineering	✓	✓	✓	✓

Annexure 'B' to Directors' Report – Report on Corporate Governance (Contd.)

Director's Name	Qualifications	Skill/Expertise/Competence			
		Managerial	Technical	Administrative	Others @
D G Rajan	Fellow Member of ICAI (India), Life Member of Institute of Chartered Accountant in England & Wales, Fellow Member of Institute of Management Consultants of India, Associate Member of the Institute of Internal Auditors	✓	✓	✓	✓
Arasu Shanmugam	Post-Graduate (M.Tech.) in Ceramic Technology and Life Member of the Indian Ceramic Society	✓	✓	✓	✓
G Swarup	Bachelor of Engineering (Mech), MBA (Harvard University)	✓	✓	✓	✓

@ includes Legal, Human Resource, Public Relations, Banking and Finance, Education and Training.

The Directors actively took part in discussions at Board and Committee Meetings, offering valuable guidance and insights to the Management on diverse aspects such as Business Operations, Policy Direction, Governance, and Compliance and played critical role on strategic issues and added value in the decision-making process of the Board of Directors.

Information placed before the Board

During FY 2024-25, the Company held both Virtual and Hybrid i.e. Physical and Virtual Meetings of the Board following requisite provisions of the Act and Circulars issued by MCA and SEBI. The Board Members, with permission of the Chairman, brought matters not covered in Agenda for consideration of the Board. All major Agenda items were backed by comprehensive background information to enable the Board members to take informed decisions.

During the year, the Company purchased a software platform designed to provide Board Members with secure access to the complete agenda for Board and Committee Meetings along with all relevant Annexures and other essential information. This platform supports both online and offline access allowing members to securely log in, review documents and utilize advanced features such as private note-taking etc.

3. Board Committees

The Company has six Board level Committees :

- Audit Committee
- Corporate Social Responsibility Committee
- Nomination and Remuneration Committee
- Stakeholders Relationship Committee
- Investment Committee
- Risk Management Committee

Terms of reference of the Board Committees were determined by the Board from time to time. Minutes of Board and Committee Meetings were placed in subsequent Board Meetings for the information of the Board. Role and Composition of these Committees and dates on which meetings thereof were held, attendance of Committee Members thereat, their role and responsibility etc are given below.

(i) Audit Committee

Audit Committee of the Company comprised of following three Non-Executive Independent Directors, all financially literate and having accounting or related Financial Management expertise.

Director's Name	Position	No. of Meetings	
		Held	Attended
D G Rajan	Chairman	4	4
D K Banerji	Member	4	4
S Khasnobis	Member	4	4

Annexure 'B' to Directors' Report – Report on Corporate Governance (Contd.)

4 (four) meetings of the Committee were held on 18th May 2024, 10th August 2024, 9th November 2024 and 8th February 2025 during FY 2024-25.

Chairman, Managing Director, Director and Chief Executive Officer India, Director - General Counsel, Chief Financial Officer, Internal Auditors and Statutory Auditors also attended said meetings as and when required by the Committee. Company Secretary of the Company has been Secretary to the Committee.

Unaudited Quarterly and Audited Financial Results were reviewed, analysed and confirmed by the Committee before they were approved by the Board for submission to the Stock Exchanges and publication in newspapers in compliance of Regulation 47 of SEBI LODR, 2015.

Terms of reference of the Committee included powers and role to review information as specified in Part C of Schedule II of SEBI LODR, 2015 of the Company and its Subsidiaries.

(ii) Corporate Social Responsibility Committee

Corporate Social Responsibility Committee of the Company constituted in compliance of Section 135 of the Act and Rules framed thereunder, comprised of following Executive and Non-Executive Independent Directors :

Director's Name	Position	No. of Meetings	
		Held	Attended
D K Banerji	Chairman	1	1
S Khasnobis	Member	1	1
S K Bajoria	Member	1	1

During FY 2024-25, 1 (one) meeting of the Committee was held on 18th May 2024. The Committee, following its role and responsibility, formulated and recommended to the Board Policy indicating CSR activities to be undertaken, expenditure to be incurred on account thereof and monitoring the same on an ongoing basis. Annual Report on Corporate Social Responsibility (CSR) activities during FY 2024-25 form part of the Directors Report.

Corporate Social Responsibility Policy has been displayed on the Company's website at <https://ifglgroup.com/wp-content/uploads/2025/03/CSR-Policy.pdf>.

(iii) Nomination and Remuneration Committee

As per Para A of Part D of Schedule II of SEBI LODR, 2015, role of the Nomination and Remuneration Committee (the Committee) included formulation of criteria for determining qualification, positive attributes and independence of Directors and recommend to the Board policy relating to Remuneration of Directors, Key Managerial Personnel and other Employees. Role also included determination on behalf of the Board and on behalf of the Shareholders, policy on specific remuneration packages for Executive Directors including pension rights and any compensation payment and/or to recommend remuneration including perquisites payable by the Company on their appointment and/or re-appointment and remuneration, in whatever form, payable to Senior Management.

The Committee laid down criteria for evaluation of performance of Independent Directors and the Board, which inter-alia included concern for stakeholders, contribution to setting strategy and policy, directions, knowledge and approach to issues placed before the Board and also that the Directors excluding the Director whose performance is under evaluation, at their first meeting of each FY, evaluate performance and based on such evaluations, decide whether to extend or continue term of appointment of the Independent Director concerned.

This Committee comprised of following Non-Executive Independent Directors :

Director's Name	Position	No. of Meetings	
		Held	Attended
D G Rajan	Chairman	4	4
D K Banerji	Member	4	4
S Khasnobis	Member	4	4

Annexure 'B' to Directors' Report – Report on Corporate Governance (Contd.)

4 (Four) meetings of the Committee were held on 18th May 2024, 9th November 2024, 8th February 2025 and 27th February 2025 during FY 2024-25.

Remuneration paid/payable to Executive and Non-Executive Directors for FY 2024-25 by the Company is as follows : (₹ in lakhs)

Name of Director's	Salary and Other Benefits				Sitting Fees	
	Salary (including House Rent Allowance)	Commission	Contribution to Provident and other Funds	Other Perquisites	Board Meetings	Committee Meetings
R Agarwal (c)*	177.71	–	7.20	0.58	–	–
S K Bajoria (d)*	216.00	63.01**	7.20	22.83	–	–
D K Banerji	–	–	–	–	1.90	1.60
A Gupta @@	–	–	–	–	–	–
S Khasnobis	–	–	–	–	2.40	1.20
J L McIntosh (e)*	166.48 @	–	19.98 @	8.17 @	–	–
D G Rajan	–	–	–	–	2.40	1.05
Arasu Shanmugam (f)*	184.26	–	7.87	8.82	–	–
G Swarup	–	–	–	–	2.40	–

* As per Ind AS 24 (Refer Related Party Disclosures to Statement of Accounts)

** Commission relates to FY 2024-25 and shall be paid subsequent to approval of the Annual Audited Financial Statements of the Company for said financial year.

@ excluding Remuneration paid/payable from Wholly Owned Subsidiary, IFGL Worldwide Holdings Limited.

@@ Ms Anita Gupta has forgone her entitlement of Sitting Fees.

Notes :

(a) Remuneration includes Salary, Commission, Allowances, wherever applicable Company's contribution to retirement funds etc and monetary value of Perquisites all evaluated as per extant provisions of Income Tax Act, 1961 and Rules framed thereunder excluding perquisite on account of Motor Car.

(b) Effective 10th October 2024, Sitting fees for attending meetings of the Board and Committees have been revised as follows :

Particulars	Sitting Fees (in ₹)
Board Meeting	50,000
Audit Committee	25,000
Corporate Social Responsibility Committee	10,000
Nomination and Remuneration Committee	10,000
Stakeholders Relationship Committee	10,000
Investment Committee	10,000
Risk Management Committee	10,000

(c) (i) Fixed Term Contract. Appointment as Director-General Counsel valid upto 11th November 2025.

(ii) Notice Period and Severance Fees – 90 days Notice from either side or Salary in lieu thereof.

(d) (i) Fixed Term Contract. Appointed as Chairman valid upto 31st March 2026.

(ii) Notice Period and Severance Fees – 3 months Notice from either side or Salary in lieu thereof.

(iii) Commission variable within 1% of the 'Net Profit' eligible.

(e) (i) Fixed Term Contract valid upto 31st August 2027.

(ii) Notice Period and Severance Fees – 180 days Notice from either side or Salary in lieu thereof.

(iii) Has tendered resignation from the office of Managing Director with effect from end of August, 2025

Annexure 'B' to Directors' Report – Report on Corporate Governance (Contd.)

- (f) (i) Fixed Term Contract. Appointment as Whole-time Director valid upto 12th March 2027.
 (ii) Notice Period and Severance Fees – 3 months Notice from either side or salary in lieu thereof.

No stock option has been given to the Directors.

(iv) Stakeholders Relationship Committee

As on 31st March 2025, this Committee comprised of following Executive and Non-Executive Independent Directors :

Director's Name	Position	No. of Meetings	
		Held	Attended
D K Banerji	Chairman	4	4
R Agarwal	Member	4	4
S Khasnobis	Member	4	–

During FY 2024-25, 4 (four) meetings of the Committee were held on 6th April 2024, 6th July 2024, 5th October 2024 and 4th January 2025.

Following Para B of Part D of Schedule II of SEBI LODR, 2015, role of the Committee included redressal of Shareholders complaints relating to transfer/transmission of shares, non-receipt of annual report, non-receipt of dividends/shares, issue of new/duplicate certificates etc. Role of the Committee also included reviewing measures taken for a) effective exercise of voting rights by Shareholders b) adherence of Company's service standards by Registrar and Share Transfer Agent c) various measures taken by the Company to reduce quantum of unclaimed dividends and ensuring timely receipt of documents by the Shareholders.

Company Secretary under authority vested following provisions of Regulation 40 of SEBI LODR, 2015 approved transmission, transposition etc of shares subject to ratification at immediately succeeding meeting of the Committee.

Status of complaints received from Shareholders/Investors is as follows :

Number of complaints pending as on 1st April 2024	–
Number of complaints received during the year	3
Number of complaints resolved during the year	3
Number of complaints pending as on 31st March 2025	–

Most of the complaints received related to non-receipt of a) Share Certificates b) Dividend c) Annual Report d) Shares/Dividend transferred to IEPF etc.

SCORES is used as a platform for communication between SEBI and the Company. As on 31st March 2025, there was no pending complaint on the SCORES platform.

(v) Investment Committee

As on 31st March 2025, this Committee comprised of following Executive and Non-Executive Independent Directors :

Director's Name	Position	No. of Meetings	
		Held	Attended
S K Bajoria	Chairman	1	1
S Khasnobis	Member	1	1
J L McIntosh	Member	1	1

During FY 2024-25, 1(one) meeting of the Committee was held on 8th February 2025.

Role of the Committee has been to inter-alia examine and recommend measures for opportunities for deployment of Cash surpluses available with the Company and management of foreign currency exposures.

Annexure 'B' to Directors' Report – Report on Corporate Governance (Contd.)

(vi) Risk Management Committee

As on 31st March 2025, this Committee comprised of following Executive and Non-Executive Independent Directors :

Director's Name	Position	No. of Meetings	
		Held	Attended
D K Banerji	Chairman	3	3
J L McIntosh	Member	3	3
R Agarwal	Member	3	3

During FY 2024-25, 3 (three) meetings of the Committee were held on 18th May 2024, 9th November 2024 and 8th February 2025.

The Board has laid down role and responsibility of the Risk Management Committee and delegated monitoring and reviewing of the Risk Management plan to the Committee which inter- alia included evaluating risk related to Cyber Security, coordinate its activities with Audit Committee, make proper reports to the Board with respect to Risk Management and minimization procedure, review adequacy of policy periodically etc and in this regard have had authority to obtain advice and assistance from internal or external legal, accounting or other advisors.

Risk Management Policy as formulated and recommended by the Risk Management Committee has been displayed on the Company's website https://ifglgroup.com/wp-content/uploads/2025/03/Risk_Management_Policy-1.pdf.

4. General Body Meetings

Location and time where last three AGMs of the Company were held :

AGM	FY	Date	Time	Place
15th	2021-22	Wednesday, 28th September 2022	4.30 PM	Was held through Video Conferencing/Other Audio Visual means for which purpose Registered Office situated at Sector 'B', Kalunga Industrial Estate, P.O. Kalunga 770 031, Dist. Sundergarh, Odisha was deemed as venue for the meeting
16th	2022-23	Friday, 25th August 2023	11.05 AM	- do -
17th	2023-24	Wednesday, 31st July 2024	11.00 AM	- do -

No Extra-ordinary General Meeting was convened by the Company during FY ended on 31st March 2025.

Special Resolutions passed at the last 3 (three) AGMs of the Company

FY	Items
2021-22	(i) For re-appointment of Mr D G Rajan (DIN : 00303060) as an Independent Director for five consecutive years upto conclusion of 20th AGM of the Company. (ii) For re-appointment of Mr D K Banerji (DIN : 03529129) as an Independent Director for five consecutive years upto conclusion of 20th AGM of the Company. (iii) For re-appointment of Mr S Khasnobis (DIN : 00025497) as an Independent Director for five consecutive years upto conclusion of 20th AGM of the Company. (iv) For re-appointment and payment of remuneration of Mr S K Bajoria (DIN : 00084004) as Executive Chairman of the Company for the period of three years i.e from 1st April 2023 to 31st March 2026.
2022-23	For re-appointment of Mr K Sarda (DIN : 03151258) as Whole-time Director of the Company, for the period 1st June 2023 to 30th November 2024, both days inclusive and payment of remuneration to him.
2023-24	For re-appointment of Mr James Leacock McIntosh (DIN : 09287829) as Managing Director of the Company for the period of three years from 1st September 2024 to 31st August 2027 and payment of remuneration to him.

Annexure 'B' to Directors' Report – Report on Corporate Governance (Contd.)

Postal Ballot

The Company issued Postal Ballot Notice dated 5th April 2024, seeking approval of the members of the Company by Special Resolution for appointment of Mr Arasu Shanmugam (DIN : 02316638) as Whole-time Director of the Company liable to retire by rotation for a period of three years i.e. from 13th March 2024 to 12th March 2027, both days inclusive.

Postal Ballot was conducted in compliance with provisions of Sections 108, 110 and other applicable provisions, if any, of the Act and Rules 20 and 22 of the Companies (Management and Administration) Rules, 2014 read with the General Circular Nos. 14/2020 dated 8th April 2020, 17/2020 dated 13th April 2020 and other relevant Circulars issued from time to time including Circular No. 09/2023 dated 25th September 2023. The Notices were sent to all the members who had registered their e-mail address with the Company or depository(ies)/depository participants and whose names were recorded in the Register of Members of the Company as on the Cut off Date(s). Mr S M Gupta, Proprietor of M/s S M Gupta & Co., Company Secretaries, (Membership No. FCS 896, CP No. 2053) was appointed as Scrutinizer for scrutinizing the e-voting process in a fair and transparent manner.

Voting Results of the Postal Ballot were as follows :

Votes Polled	:	3,12,46,561
Votes in Favour	:	3,12,16,969
Votes Against	:	29,592
% of Votes in Favour	:	99.91
% of Votes Against	:	0.09

Since out of the total votes polled, 99.91% of the votes were in favour of the resolution, said Special Resolution was declared to have been passed with requisite majority. BSE Limited (BSE) and National Stock Exchange of India Limited (NSE), where Equity Shares of the Company are listed, were informed about the results of the voting by Postal Ballot along with Scrutinizer's Report. Said results were also uploaded on the Website of the Company and on Website of National Securities Depository Limited (NSDL).

As on the date of this Report, no Special Resolution is proposed to be conducted through Postal Ballot.

5. Means of Communication

Quarterly Financial Results/Audited Annual Results : The Company's Quarterly Financial Results/Audited Annual Results are filed with the Stock Exchanges on NSE Electronic Application Processing System (NEAPS) and BSE Corporate Compliance & Listing Centre (the Listing Centre) and are available on their websites, www.nseindia.com and www.bseindia.com. They are also available on the website of the Company at <https://ifglgroup.com/investor/financial-performance/>.

Newspapers wherein results were published : The Financial Results of the Company are published in English and Odia newspapers as was applicable [Business Standard (All Editions) and Pratidin – Odia widely circulating in the State of Odisha] within the prescribed time for publication. As per SEBI LODR, 2015, Newspaper Publications are also uploaded on website of BSE and NSE.

Presentation made to Institutional Investors or to Analysts : After each of the Board Meetings of the Company, wherein unaudited/audited results were approved, Company furnished Investors presentation on said results to NSE and BSE and also hosted the same on Company's website at <https://ifglgroup.com/investor/investor-presentation/>. Furthermore, audio recording and transcript of Earnings Conference Call were sent to stock exchanges and also uploaded on website of the Company at <https://ifglgroup.com/investor/meetings-reports/>.

6. Senior Management

Names and designation of Senior Management Personnel (excluding Whole-time Director) of the Company as on 31st March 2025 are as follows :

Name	Designation
Mr Navin Kumar Das	CHRO
Mr Amit Agarwal *	Chief Financial Officer
Mr Narendra Kr Mishra	Chief Research Officer
Mr Sanjoy Gangopadhyay **	Chief Procurement Officer
Mr Hirdesh Sehgal **	Chief Operating Officer
Mrs Mansi Damani	Company Secretary

Annexure 'B' to Directors' Report – Report on Corporate Governance (Contd.)

Name	Designation
Mr Bikashendu Mohanty	Vice President
Mr Subrata Talukdar	Vice President
Mr K Selva Muthu Kumar	Vice President
Mr Prabal Ranjan Hota	Asst. Vice President (TRM)
Mr Sunil Kumar Chaman	Senior GM – IT & SAP

* Mr Amit Agarwal ceased to be CFO w.e.f 3rd June 2024 and was again appointed as CFO w.e.f 9th November 2024

** appointed during the year

Following person ceased to be Senior Management during FY ended 31st March 2025 :

Name	Reason
Mr Dipak Sarkar	Ceased to be functional head due to appointment of Chief Procurement Officer
Mr Manoj Rakhecha	Appointed as CEO of Company's UK Subsidiary, Monocon International Refractories Ltd.
Mr Samit Sengupta	Resignation
Mr Sikander Yadav (appointed as CFO on and from 03.06.24)	Resignation

7. General Shareholder Information

Date of AGM	Wednesday, 27th August 2025
Financial Year	2024-25
Time	11 AM
Venue	Through Video Conferencing/Other Audio Visual Means
Financial Calendar 2025-2026 (tentative and subject to change)	<ul style="list-style-type: none"> Financial Year – April to March First Quarter Results – by second week of August 2025 Second Quarter Results – by second week of November 2025 Third Quarter Results – by second week of February 2026 Audited Results for the year ending 31st March 2026 – by last week of May 2026
Dividend	<p>On Saturday, 24th May 2025, the Board of Directors of the Company have recommended payment of Final Dividend of 10% (i.e. Re.1/- per Equity Share) for FY 2024-25 subject to approval of the Shareholders at ensuing AGM. Payment of said Dividend will be made after AGM but not later than thirty days therefrom.</p> <p>This is in addition to Interim Dividend @ 60% i.e. ₹ 6/- per Equity Share of ₹ 10 each declared by the Board of Directors on Wednesday, 7th May 2025 for FY 2024-25. Total Dividend for FY 2024-25 thus is 70% ie ₹ 7/- per Equity Share of ₹ 10 each.</p>
Record Date for Final Dividend	Friday, 6th June 2025

Listing on Stock Exchanges

Equity Shares of the Company are listed both on NSE and BSE, details whereof are provided hereinbelow :

Name of the Stock Exchange	Address	Scrip Code
BSE	Phiroze Jeejeebhoy Towers, Dalal Street, Mumbai 400001	540774
NSE	'Exchange Plaza', C-1, Block – G, Bandra – Kurla Complex, Bandra (E), Mumbai 400051	IFGLEXPOR

Annexure 'B' to Directors' Report – Report on Corporate Governance (Contd.)

Payment of Listing Fee for FY 2025-26 has been made to said Stock Exchanges. ISIN allotted to the Company under the Depository System is INE133Y01011.

Address for Correspondence

Registered Office	Sector 'B', Kalunga Industrial Estate, P.O. Kalunga 770031, Dist. Sundergarh, Odisha Tel : +91 661 2660195 E-mail : ifgl.works@ifgl.in
Head & Corporate Office	McLeod House, 3, Netaji Subhas Road, Kolkata 700001 Tel : +91 33 40106100 E-mail : ifgl.ho@ifgl.in and investorcomplaints@ifgl.in

Corporate Identification Number (CIN)

CIN of the Company is L51909OR2007PLC027954

8. Disclosures

- A Statement in summary form of transactions with Related Parties in the ordinary course of business was placed periodically before the Board/Audit Committee. All transactions with the related parties have been on an arms length basis. A Policy on transactions with related parties together with addendum have been hosted on Company's website at https://ifglgroup.com/wp-content/uploads/2025/03/Policy_on_Transaction_with_Related_Parties_2025.pdf.
- The Company has had no materially significant Related Party Transactions which may have potential conflict with interest of the Company.
- For disclosures of related party relationship and transactions as per Ind AS - 24, "Related Party Disclosure" in the Annual Audited Accounts of the Company for the FY ended 31st March 2025 may be referred to. Half yearly disclosures of Related Party Transaction have been filed with Stock Exchanges and hosted on Company's website at <https://ifglgroup.com/investor/disclosure/>.
- Resume and other information of the Director proposed to be re-appointed/appointed at ensuing AGM of the Company is given in the Notice relating thereto to the Shareholders as required under Regulation 36(3) of SEBI LODR, 2015. Copy of Policy on Board Diversity devised by Nomination and Remuneration Committee of the Company has been hosted on Company's website at https://ifglgroup.com/wp-content/uploads/2025/03/Policy_on_Board_Diversity-2018.pdf.
- Management Discussion and Analysis Report and Business Responsibility and Sustainability Report form part of the Directors' Report to the Shareholders for FY ended 31st March 2025.
- In accordance with requirement of Corporate Governance, the Board of the Company formulated a Code of Conduct for Board of Directors including Independent Directors, Key Managerial Personnel, Senior Management and Other Management Personnel and the compliance thereof has been affirmed by all concerned. The Code provide for duties of Independent Directors as laid down in the Act. Required declaration to this effect signed by the Managing Director of the Company is appended as a separate Annexure to this Report. This Code of Conduct, adopted by the Company, has also been hosted on Company's website at <https://ifglgroup.com/wp-content/uploads/2025/03/Code-of-Conduct-for-Board-and-Senior-Management-2018.pdf>.
- Minutes of Subsidiary Companies were placed before the Board of the Company and attention was drawn to significant transactions and arrangements entered into by Subsidiary Companies. Policy and Addendum to Policy for Determining Material Subsidiaries have also been hosted on Company's website at https://ifglgroup.com/wp-content/uploads/2025/03/Policy_for_Determining_Material_Subsiadiaries-2018.pdf.
- The Company have not issued any GDRs/ADRs/Warrants or any Convertible Instruments.
- On 14th October 2024 the Company entered into a Joint Venture Agreement (hereinafter JV Agreement) with Marvels International Group Co Ltd of Seychelles and Marvel Refractories (Anshan) Company Limited of P R China to set up a Joint Venture Company in India with limited liability. IFGL-Marvels Refractories Limited was accordingly incorporated on 24th December 2024. Pending issue and allotment of Equity Shares of said Company in accordance with JV Agreement, 100% of the Share Capital of said IFGL-Marvels Refractories Limited is held by the Company (Both on its own name and on beneficial basis).

Annexure 'B' to Directors' Report – Report on Corporate Governance (Contd.)

- Pursuant to Regulation 16(1)(c) of SEBI LODR, 2015, following were the Material Subsidiaries of the Company as on 31st March 2025 :

Name of Material Subsidiaries	Incorporation Details		Details of Statutory Auditor	
	Place	Date	Name	Date of appointment
IFGL Worldwide Holdings Limited	Isle of Man	24th August 2005	There is no requirement of Statutory Audit to be carried out under extant laws and regulations of Isle of Man.	
EI Ceramics LLC	USA	2nd May 2002	Plante & Moran, PLLC	7th June 2024
Monocon International Refractories Limited	UK	23rd October 1973	UHY Hacker Young	22nd July 2020
Mono Ceramics Inc	USA	21st March 1990	Plante & Moran, PLLC	7th June 2024
Sheffield Refractories Limited	UK	28th September 1976	C J Woodhead & Co Ltd	24th May 2022

- The Company has laid down procedures to inform the Board Members about the risk assessment and minimisation. Said procedures were periodically reviewed to ensure that Executive Management Controls risk through means of a properly defined framework. These procedures have also been adopted by the Company.
- The Company has formulated the Code of Conduct for Prevention of Insider Trading in Securities of the Company by its Directors and Employees in accordance with the Securities and Exchange Board of India (Prohibition of Insider Trading) Regulation, 2015 amended to date and a Code of Practices and Procedures for Fair Disclosure of Unpublished Price Sensitive Information following said SEBI Insider Trading Regulations. These Code of Conduct adopted by the Company have been hosted on Company's website at <https://ifglgroup.com/wp-content/uploads/2025/03/Code-of-Practices-and-Procedures-for-Fair-Disclosure-of-Unpublished-Price-Sensitive-Information-Code-of-Conduct.pdf>. For the purposes of these Codes, Company Secretary of the Company is the Compliance Officer and Director and CEO India is the Chief Investor Relations Officer to deal with dissemination of information and disclosure of UPSI in consultation with the Managing Director.
- The Company has appointed Strategic Growth Advisors Private Limited (Mr Samir Shah) of 402, Pressman House, Near Orchid Hotel, 70A, Nehru Road, Vile Parle (East), Mumbai 400099 as Investor Relations Advisors.
- The Board of the Company has put in place a Policy for Prevention of Sexual Harassment following provisions of Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013 and Rules framed thereunder. Copy of said Policy has been hosted on Company's website at <https://ifglgroup.com/wp-content/uploads/2025/03/Prevention-of-Sexual-Harassment-amended-03022024.pdf>. During FY 2024-25, no complaint was received under said Policy.
- As required by Regulation 17(8) of the SEBI LODR, 2015, Director and CEO India and Chief Financial Officer of the Company have submitted a Certificate to the Board in the prescribed format for the FY ended 31st March 2025. This Certificate has been reviewed by the Audit Committee and taken on record by the Board.
- The Company has a Vigil Mechanism (Whistle Blower) Policy for Directors and Employees, both permanent and temporary, to report concerns about unethical conduct and improper practices or alleged fraud or violation of Code of Conduct or Ethics Policy, to the Managing Director or Compliance Officer or the Audit Committee soon after becoming aware of the same. Said Policy inter-alia provides for adequate safeguards against victimisation of persons availing mechanism of the same and also provides for direct access to the Chairman of the Audit Committee in exceptional cases. The Company has adopted said Policy and hosted a copy thereof on Company's website at <https://ifglgroup.com/wp-content/uploads/2025/03/Vigil-Mechanism-Whistle-Blower-Policy.pdf> and no complaint thereunder was received during FY ended on 31st March 2025. During FY 2024-25, no person was denied access to the Audit Committee with regard to aforesaid.
- A Chartered Accountant in full time practice carried out Reconciliation of Share Capital Audit to reconcile total admitted capital with NSDL and CDSL and the total Issued and Listed Capital of the Company. The Audit confirmed that the total Issued/Paid up Capital has been in agreement with the aggregate of total number of Shares in physical form and the total number of Shares in dematerialised form [held with National Securities Depository Limited (NSDL) and Central Depository Services (India) Limited (CDSL)].
- There were no instances of non-compliance nor have any penalties, strictures been imposed by Stock Exchanges or SEBI or any other Statutory Authority during the last three years on any matter related to the capital markets.

Annexure 'B' to Directors' Report – Report on Corporate Governance (Contd.)

- The Company has complied all mandatory requirements of Corporate Governance. Compliance of non mandatory requirements are dealt with at the end of the Report. Compliance Reports in format prescribed have been sent to Stock Exchanges within prescribed time.
- Independent Directors have confirmed that they meet criteria of 'Independence' as stipulated under Section 149(6) of the Act and Regulation 16(1)(b) of SEBI LODR, 2015. None of the Independent Directors of the Company is a Non-Independent Director of another Company on the Board of which Non Independent Director of the Company is an Independent Director.
- Formal letters of appointment have been issued to the Independent Directors and hosted on Company's website at <https://ifglgroup.com/company/leadership/>.
- Independent Directors have enrolled themselves in the Independent Directors Databank maintained with the Indian Institute of Corporate Affairs.
- Meeting of the Independent Directors of the Company was held on 18th May 2024, whereat all of them were present. In said meeting, Independent Directors of the Company inter-alia reviewed performance of Non-Independent Directors and the Board as a whole and the Chairperson of the Company through structured questionnaires taking into account views of Executive Directors and Non-Executive Directors. Quality, Quantity and Timeliness of flow of information between the Company Management and the Board necessary for the Board to effectively and reasonably perform their duties was also assessed. These were found to be satisfactory.
- Independent Directors following Company's Policy familiarised themselves with their roles, rights and responsibilities, nature of industry in which the Company operated, business models of the Company etc. Details of familiarisation programmes forming part of Company's Policy therefor have been hosted on Company's website at https://ifglgroup.com/wp-content/uploads/2025/03/familiarization_programme_for_independent_directors-2018.pdf. Presentations are also made at the Board meetings which facilitates them to clearly understand the business of the Company, its operations and the environment in which the Company operates. Further, they are periodically updated on material changes in regulatory framework and its impact on the Company.
- Website www.ifglgroup.com of the Company is functional and provides information in accordance with Regulation 46 of SEBI LODR, 2015.
- Dividend Distribution Policy adopted by Board of Directors has been hosted on Company's website at <https://ifglgroup.com/wp-content/uploads/2025/03/Dividend-Distribution-Policy.pdf>.
- As on 31st December 2024, Company's rank by Market Capitalisation was 1091 and 1118 on NSE and BSE respectively.
- Major Currency for Exports of the Company has been Euro. During the year, the Company did not enter into any hedging transaction including in commodity or currency.
- Manufacturing facilities of the Company are situated at a) Kandla Special Economic Zone, Dist. Kutch, Gujarat b) Sectors 'A' and 'B', Kalunga Industrial Estate, P.O. Kalunga 770031, Dist. Sundergarh, Odisha and c) Industrial Park, APIIC – Denotified Area, Atchutapuram 531011, APSEZ, Visakhapatnam District, Andhra Pradesh.
- The Company did not raise any funds through preferential allotment or qualified institutional placement as specified under Regulation 32(7A) of SEBI LODR, 2015.
- During FY 2024-25, there have been no Loans and Advances in the nature of Loans to Firms/Companies in which Directors were interested.
- The Company has not obtained any Credit Rating during FY ended on 31st March 2025.
- All the Directors have confirmed that they are free from any disqualification mentioned under Section 164 and/or any other provisions of the Act. The Company has also obtained Certificate from Practicing Company Secretary that none of its Directors is debarred or disqualified from being appointed or continuing as Director of the Company by the SEBI/Ministry of Corporate Affairs or any such authority and same is appended as a separate Annexure to this Report.
- In order to strengthen statutory compliance framework within the Company, Compliance Tool designed by M/s Price Waterhouse Coopers Pvt Ltd is in the process of being implemented.

Annexure 'B' to Directors' Report – Report on Corporate Governance (Contd.)

- The Company is conscious of its responsibilities towards Environment - Sustenance and Governance, more so ever amended provisions relating to Business Responsibility and Sustainability Report issued by SEBI. M/s CARE Analytics and Advisory Private Limited is extending hand-holding and design requisite framework for ESG. Several initiatives concerning ESG including for enhanced engagement with areas including people residing therein, neighboring manufacturing facilities of the Company, have been taken by the Company.
- During the FY 2024-25, there were No Agreements binding in terms of Clause 5A of Paragraph A of Part A of Schedule III of SEBI LODR, 2015.
- The Board of the Company has accepted all mandatory recommendations made by its Committees during FY 2024-25.
- Fees paid/payable for FY 2024-25 by the Company to Statutory Auditors and their associates for services availed from them is summarised in table below :

Amounts Paid/Payable to Auditors	Amount (₹ in lakhs)
As Auditors	
For Statutory Audit including Limited Reviews	50.00
For Certification Work	1.75
Reimbursement of Expenses	2.57
Total	54.32

No such fee was paid/payable by any of the Subsidiaries of the Company.

- Other items which have not been dealt in this Report are mentioned in the Directors' Report. Items which are not applicable to the Company have not been separately commented upon.

Registrar and Share Transfer Agent for Physical and Demat Segments (RTA)

Maheshwari Datamatics Private Limited (MDPL)

Registered Office :

23, R N Mukherjee Road, 5th Floor, Kolkata 700001

Tel : +91 33 22482248

E-mail : mdpldc@yahoo.com

Compliance Officer

Mrs M Damani, Company Secretary

Head & Corporate Office :

McLeod House, 3, Netaji Subhas Road, Kolkata 700001

Tel : +91 33 40106155

E-mail : mansi.damani@ifgl.in

All communications on matters relating to Shares, Dividend etc. may be sent directly to Registrar and Share Transfer Agent and Complaints, if any, on these matters may also be sent to investorcomplaints@ifgl.in or to the Compliance Officer.

Share Transfer System

As per Regulation 40 of SEBI LODR, 2015, as amended, securities of Listed Companies can be transferred only if the same is in dematerialised form except in case of requests received for transmission or transposition. In view of this and to eliminate all risks associated with physical shares and for ease of portfolio management, members holding shares in physical form were requested from time to time to consider converting their holdings to dematerialised form. Transfer of Equity Shares in electronic form are effected through the depositories with no involvement of the Company. Stakeholders Relationship Committee of the Directors of the Company inter-alia deal with all matters relating to shares including transmission, transposition, retrieval from IEPF Authority, Dividends, non-receipt of Annual Report etc and for the purpose have delegated authority and/or empowered Company Secretary of the Company, Mrs M Damani. It is a continued endeavour of the Company to dispose off said requests within maximum of 15 days from the date of receipt of grievance provided documents tendered are complete in all respects, in the manner stated hereinbefore.

Annexure 'B' to Directors' Report – Report on Corporate Governance (Contd.)**Distribution of Equity Shareholding**

Following is the distribution of Company's Equity Shares as on 31st March 2025 :

Category	Number of Shareholders	% of Shareholders	Number of Shares	% of Shares
Promoter's Holding - Indian Promoters *	6	0.03	2,61,04,774	72.43
Mutual Funds	4	0.02	48,52,457	13.46
Banks	3	0.02	1,105	0.00
Alternate Investment Funds	1	0.01	58,678	0.16
Foreign Portfolio Investors Category I	11	0.06	39,402	0.11
Foreign Portfolio Investors Category II	1	0.01	4,437	0.01
Directors	8	0.04	4,992	0.01
KMP	1	0.00	100	0.00
Investor Education and Protection Fund Authority	1	0.01	6,17,406	1.71
Non Resident Individuals	262	1.41	1,04,217	0.29
Clearing Member	9	0.05	6,989	0.02
Body Corporate	99	0.53	79,850	0.23
Resident Individuals holding Nominal Share Capital upto ₹2 lakh	17,796	95.61	28,88,995	8.02
Resident Individuals holding Nominal Share Capital in excess of ₹2 lakh	8	0.04	10,76,054	2.99
Hindu Undivided Family	393	2.11	1,93,358	0.54
Limited Liability Partnership	10	0.05	6,498	0.02
Total	18,613	100.00	3,60,39,312	100.00

* Not pledged or otherwise encumbered in any manner.

Number of Shares	Number of Shareholders	% of Shareholders	Number of Shares	% of Shares
Upto 500	17,645	94.80	15,52,851	4.31
501 to 1000	519	2.79	4,04,462	1.12
1001 to 2000	237	1.27	3,55,896	0.99
2001 to 3000	80	0.43	2,00,222	0.56
3001 to 4000	28	0.15	1,01,502	0.28
4001 to 5000	22	0.12	1,01,648	0.28
5001 to 10000	43	0.23	3,14,838	0.87
10001 and above	39	0.21	3,30,07,893	91.59
Total	18,613	100.00	3,60,39,312	100.00

Dematerialisation of Shares and Liquidity

The Company's Shares are compulsorily traded in Dematerialised form on NSE and BSE. Under the Depository System, as on 31st March 2025, 98.91% of the Equity Shares of the Company were dematerialized and following was the distribution in electronic (with NSDL and CDSL) and physical mode as on said date.

	Number of Shares	% of Total Equity Shares
In DEMAT with		
– NSDL	3,43,05,120	95.19
– CDSL	13,42,686	3.72
In Physical	3,91,506	1.09
Total	3,60,39,312	100.00

Annexure 'B' to Directors' Report – Report on Corporate Governance (Contd.)

9. Unclaimed Dividend/Shares

Pursuant to provisions of Section 124 of the Act read with Investor Education and Protection Fund Authority (Accounting, Audit, Transfer and Refund) Rules, 2016, as amended ('Rules'), the Dividends, Unclaimed for a period of seven years from the date of transfer to the Unpaid Dividend Account of the Company are liable to be transferred to the IEPF. Further, the shares (excluding the disputed cases having specific orders of the Court, Tribunal or any Statutory Authority restraining such transfer) pertaining to which dividend remains unclaimed for a consecutive period of seven years from the date of transfer of the dividend to the Unpaid Dividend Account is also mandatorily required to be transferred to the IEPF Authority established by the Central Government.

The Company sends individual communication to the concerned shareholders at their registered address, whose Dividend remain Unclaimed and whose shares are liable to be transferred to the IEPF. Advertisement in this regard is also published in Newspapers. Any person whose Unclaimed Dividend and Shares pertaining thereto has been transferred to the IEPF can claim their entitlements from the IEPF Authority by making an electronic application in web-form IEPF-5. Upon submitting a duly completed form, the Shareholders are required to take print of the same and send physical copy duly signed along with requisite documents as specified in the Form to Company. No claims shall lie against the Company in respect of the Dividend/Shares so transferred. Details of such Unclaimed/Unpaid Dividend transferred and relevant particulars of Equity Shares transferred have been hosted on Company's website at <https://ifglgroup.com/investor/shareholders-information/>.

Following Unclaimed/Unpaid Dividends declared by the Company will fall due for transfer to IEPF. Table below gives information relating to Dividends declared by the Company and dates by which they are required to be transferred to IEPF. Particulars of persons entitled to said Unpaid/Unclaimed Dividends are appearing on Company's website at <https://ifglgroup.com/investor/shareholders-information/> and claims in respect thereof may either be sent to the Company or its Registrar and Share Transfer Agent.

FY	Date of Declaration of Dividend	Last Date for transfer to IEPF*
2017-18	25.08.2018	24.10.2025
2018-19	27.07.2019	25.09.2026
2019-20	08.02.2020	08.04.2027
2020-21	07.08.2021	06.10.2028
2021-22	28.09.2022	27.11.2029
2022-23	25.08.2023	24.10.2030
2023-24	31.07.2024	29.09.2031

* Indicative dates. Actual dates may vary.

As on 31st March 2025, there were no shares of any shareholder lying in the Demat Suspense Account or Unclaimed Suspense Account. The disclosure required to be given under Regulation 34(3) read with Para F of Schedule V of SEBI LODR, 2015 are therefore not applicable.

10. Status of Adoption of the Non Mandatory Requirements alignment

Audit Qualification

On Financial Statements for FY 2024-25 of the Company, Statutory Auditors have not made any Qualification or Adverse Remarks. Their opinion thereon is unmodified.

Other Items

Extract in compliance of Regulation 33 read with Regulation 47 of SEBI LODR, 2015 published by the Company in English and Vernacular Newspapers were filed with BSE and NSE and also hosted on its website. Internal Auditor of the Company reported to Executive Directors and their Quarterly Reports were mandatorily placed before the Audit Committee for discussion.

The Company has implemented relevant and applicable provisions of the Act and Rules framed thereunder and also SEBI LODR, 2015.

11. Auditors' Certificate on Corporate Governance

As required under Para E of Schedule V of SEBI LODR, 2015, Company's Statutory Auditors' Certificate that the conditions of Corporate Governance have been complied by the Company is attached.

Annexure 'B' to Directors' Report – Report on Corporate Governance (Contd.)

Annual Certificate under Regulation 34(3) read with Para D of Schedule V of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

DECLARATION

As required under Regulation 34(3) read with Para D of Schedule V of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, I hereby declare that affirmation for compliance of Code of Conduct has been received from all the Board Members and Senior Management Personnel for Financial Year ended 31st March 2025.

Kolkata
24th May 2025

James L McIntosh
Managing Director
(DIN - 09287829)

Annexure 'B' to Directors' Report – Report on Corporate Governance (Contd.)

CERTIFICATE CONFIRMING NON-DISQUALIFICATION OF DIRECTORS
[Pursuant to Regulation 34(3) and Clause 10(i) of Para C of Schedule V of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015]

TO
THE MEMBERS
IFGL REFRACTORIES LIMITED

We have examined the relevant registers, records, forms, returns and disclosures received from the Directors of IFGL Refractories Limited (CIN : L51909OR2007PLC027954) having its Registered Office at Sector 'B', Kalunga Industrial Estate, P.O. Kalunga 770 031, Dist. Sundargarh, Odisha (hereinafter referred to as 'the Company'), produced before us by the Company for the purpose of issuing this Certificate, in accordance with Regulation 34(3) read with Clause 10(i) of Para C of Schedule V of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015.

In our opinion and to the best of our information and according to our verifications, including Directors' Identification Number (DIN) status at the portal of the Ministry of Corporate Affairs, as considered necessary; and explanations furnished to us by the Company and its officers, we hereby certify that none of the Directors on the Board of the Company, as stated below, has been debarred or disqualified during the year ended 31st March 2025 from being appointed or continuing as Director of companies by the Securities and Exchange Board of India, Ministry of Corporate Affairs or any such other Statutory Authority:

Sl. No.	Name of Director	DIN	Designation	Date of appointment	Date of reappointment for current tenure
1.	Mr Shishir Kumar Bajoria	00084004	Executive Chairman	07/09/2007	01/04/2023
2.	Mr James Leacock McIntosh	09287829	Managing Director	01/09/2021	01/09/2024
3.	Mr Duraiswamy Gunaseela Rajan	00303060	Independent Director	05/08/2017	28/09/2022
4.	Mr Debal Kumar Banerji	03529129	Independent Director	05/08/2017	28/09/2022
5.	Mr Sudhamoy Khasnobis	00025497	Independent Director	05/08/2017	28/09/2022
6.	Mr Gaurav Swarup	00374298	Independent Director	12/10/2022	NA*
7.	Ms Anita Gupta	09753188	Independent Director	12/10/2022	NA*
8.	Mr Rajesh Agarwal	09786410	Director-General Counsel (Whole-time Director)	12/11/2022	NA*
9.	Mr Arasu Shanmugam	02316638	Director and Chief Executive Officer India (Whole-time Director)	13/03/2024	NA*

* First Term

Ensuring the eligibility of every Director for the appointment/continuity on the Board is the responsibility of the Management of the Company. Our responsibility is to express an opinion on these, based on our verification. This Certificate is neither an assurance as to the future viability of the Company nor of the efficacy or effectiveness with which the Management has conducted the affairs of the Company.

For P Sarawagi & Associates
Company Secretaries

P. K. Sarawagi
Proprietor

Membership No. : FCS - 3381
Certificate of Practice No. : 4882
Peer Review Certificate No. : 1128/2021
ICSI UDIN : F003381G000418224

Kolkata
24th May 2025

Annexure 'B' to Directors' Report – Report on Corporate Governance (Contd.)

Independent Auditor's Report on compliance with the conditions of Corporate Governance as per provisions of Chapter IV of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended

THE MEMBERS OF IFGL REFRACTORIES LIMITED

1. The Corporate Governance Report prepared by IFGL Refractories Limited (hereinafter the "Company"), contains details as specified in Regulations 17 to 27, Clauses (b) to (i) and (t) of sub-regulation (2) of Regulation 46 and Para C, D, and E of Schedule V of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("the Listing Regulations") ('Applicable criteria') for the year ended 31st March 2025 as required by the Company for annual submission to the Stock Exchange.

Management's Responsibility

2. The preparation of the Corporate Governance Report is the responsibility of the Management of the Company including the preparation and maintenance of all relevant supporting records and documents. This responsibility also includes the design, implementation and maintenance of internal control relevant to the preparation and presentation of the Corporate Governance Report.
3. The Management along with the Board of Directors are also responsible for ensuring that the Company complies with the conditions of Corporate Governance as stipulated in the Listing Regulations, issued by the Securities and Exchange Board of India.

Auditor's Responsibility

4. Pursuant to the requirements of the Listing Regulations, our responsibility is to provide a reasonable assurance in the form of an opinion whether, the Company has complied with the conditions of Corporate Governance as specified in the Listing Regulations.
5. We conducted our examination of the Corporate Governance Report in accordance with the Guidance Note on Reports or Certificates for Special Purposes and the Guidance Note on Certification of Corporate Governance, both issued by the Institute of Chartered Accountants of India ("ICAI"). The Guidance Note on Reports or Certificates for Special Purposes requires that we comply with the ethical requirements of the Code of Ethics issued by ICAI.
6. We have complied with the relevant applicable requirements of the Standard on Quality Control (SQC) 1, Quality Control for Firms that Perform Audits and Reviews of Historical Financial Information, and Other Assurance and Related Services Engagements.
7. The procedures selected depend on the auditor's judgement, including the assessment of the risks associated in compliance of the Corporate Governance Report with the applicable criteria. Summary of procedures performed include:
 - i. Read and understood the information prepared by the Company and included in its Corporate Governance Report.
 - ii. Obtained and verified that the composition of the Board of Directors with respect to Executive and Non-Executive Directors has been met throughout the reporting period.
 - iii. Obtained and read the Register of Directors as on 31st March 2025 and verified that atleast one Independent Woman Director was on the Board of Directors throughout the year.
 - iv. Obtained and read the minutes of the following Committee Meetings/Other Meetings held between 1st April 2024 to 31st March 2025 :

Annexure 'B' to Directors' Report – Report on Corporate Governance (Contd.)

- (a) Board of Directors;
 - (b) Audit Committee;
 - (c) Annual General Meeting (AGM);
 - (d) Nomination and Remuneration Committee;
 - (e) Stakeholders Relationship Committee;
 - (f) Risk Management Committee
- v. Obtained necessary declarations from the Directors of the Company.
- vi. Obtained and read the Policy adopted by the Company for Related Party Transactions.
- vii. Obtained the Schedule of Related Party Transactions during the year and balances at the year-end. Obtained and read the minutes of the Audit Committee Meeting wherein such Related Party Transactions have been pre-approved prior by the Audit Committee, as applicable.
- viii. Performed necessary inquiries with the Management and also obtained necessary specific representations from Management.
8. The above-mentioned procedures include examining evidence supporting the particulars in the Corporate Governance Report on a test basis. Further, our scope of work under this Report did not involve us performing audit tests for the purposes of expressing an opinion on the fairness or accuracy of any of the financial information or the Financial Statements of the Company taken as a whole.

Opinion

9. Based on the procedures performed by us, as referred in Paragraph 7 above, and according to the information and explanations given to us, we are of the opinion that the Company has complied with the conditions of Corporate Governance as specified in the Listing Regulations, as applicable for the year ended 31st March 2025, referred to in Paragraph 4 above.

Other Matters and Restriction on Use

10. This Report is neither an assurance as to the future viability of the Company nor the efficiency or effectiveness with which the Management has conducted the affairs of the Company.
11. This report is addressed to and provided to the Members of the Company solely for the purpose of enabling it to comply with its obligations under the Listing Regulations with reference to compliance with the relevant regulations of Corporate Governance and should not be used by any other person or for any other purpose. Accordingly, we do not accept or assume any liability or any duty of care or for any other purpose or to any other party to whom it is shown or into whose hands it may come without our prior consent in writing. We have no responsibility to update this report for events and circumstances occurring after the date of this report.

For **S. R. Batliboi & Co. LLP**

Chartered Accountants

ICAI Firm Registration Number : 301003E/E300005

per **Sanjay Kumar Agarwal**

Partner

Membership Number : 060352

UDIN : 25060352BMOBGH6320

Kolkata

24th May 2025

Annexure 'C' to Directors' Report

Information under Section 134(3)(m) of the Companies Act, 2013 read with Rule 8(3) of Companies (Accounts) Rules, 2014 and forming part of the Directors' Report for Financial Year ended on 31st March 2025

A. Conservation of Energy

Your Company continued to take steps for Conservation of Energy - Key initiatives taken in FY 2024-25 include :

- Installation of energy-efficient LED lights.
- Optimum usage of street light through astronomical timers i.e. adjust lighting based on natural daylight conditions.
- Sunlight Harvesting.
- Installation of Variable Frequency Drives (VFDs) in kilns.
- Upgradation of air-conditioned area by replacing G.I. Sheets and Rockwool Insulation with PUF Panels.
- Optimising generation of Solar Power at Company's Visakhapatnam manufacturing facility.
- Installation of Timers.
- Commissioning of Retrofit Emission Control Device to reduce Carbon emission.

These measures and also those taken since beginning of FY 2024-25 have made positive impact on your Company's endeavour of conservation of energy.

Expenditure incurred for aforesaid measures were not captured separately and either charged off or capitalized, as was necessary.

B. Technology Absorption

Efforts made towards technology absorption, benefits derived therefrom, details of imported technologies and expenditure incurred on Research & Development (R&D).

During FY 2024-25, your Company received documents for transfer of Shotcrete technology from its UK Step Down Subsidiary, Sheffield Refractories Limited. Lab trials of said technology are on-going. Benefits therefrom are expected to be derived from FY 2025-26 onwards.

In the State-of-Art Research Centre of your Company at its Kalunga (Odisha) facility, following Projects were undertaken.

- Development of Alternate Zirconia.
- Development of ISO Refractories with enhanced strength.
- Adoption of advanced simulation tools for flow dynamics and thermal mapping in Refractory components.
- Development of Zirconia products for high spalling resistance.
- Addition of testing instruments/testing equipments.
- Adoption of carbon injection technology for performance improvement.

In-house facility for quality control at each of your Company's manufacturing facility was also strengthened.

Expenditure incurred for aforesaid were not captured separately and either charged off or capitalized, as was necessary.

C. Foreign Exchange Earnings and Outgo

Total Foreign Exchange used and earned :

(₹ in lakhs)

		31st March 2025	31st March 2024
1.	Foreign Exchange Outgo		
	(i) CIF Value of Imports of Raw Materials, Stores and Spares, Trading Items and Capital Goods	22,237.66	18,300.01
	(ii) Others	4,605.50	3,888.60
2.	Foreign Exchange Earnings		
	FOB Value of Exports	25,452.18	27,647.04

Annexure 'D' to Directors' Report

Statement (Form AOC 1) Containing Salient Features of Financial Statements of Subsidiaries as at 31st March 2025

[Pursuant to first proviso to sub-section (3) of Section 129 of the Companies Act, 2013 read with Rule 5 of the Companies (Accounts) Rules, 2014]

Subsidiary's Name and Currency	Date of becoming/ acquisition of Subsidiary	Financial Year ending on	Share Capital	Reserves & Surplus	Total Assets	Total Liabilities	Investments	Turnover	Dividend Received	Profit/ (Loss) before Tax	Provision for Tax	Profit/ (Loss) after Tax	Dividend Paid	% of Share Holding
(₹ in lakhs)														
Subsidiary														
IFGL Worldwide Holdings Limited, Isle of Man (GBP)	24th August 2005	31st March	7,027.55	7,785.17	3,745.80	10.33	-	-	-	(726.63)	-	(726.63)	-	100
IFGL-Marvels Refractories Limited, India (INR)	24th December 2024	31st March	10.00	(10.38)	266.13 ⁷	21.52	-	-	-	(10.38)	-	(10.38)	-	100
Step Down Subsidiaries														
EI Ceramics LLC, USA (USD)	10th September 2010	31st March	1,191.13	9,037.95	13,837.11	3,821.71	-	17,370.60	-	801.67	214.04	587.63	658.96	100
EIC Acquisition, LLC, USA (USD)	13th September 2024	31st March	213.68	-	213.68	-	-	-	-	-	-	-	-	100
Goricon Metallurgical Services Ltd, UK (GBP)	15th December 2006	31st March	0.11	(0.07)	0.04	-	-	-	-	0.02	-	0.02	-	100
Hofmann Ceramic CZ s.r.o., Czech Republic (Euro)*	4th July 2008	31st March	63.72	(82.21)	3.09	21.58	-	88.83	-	(2.12)	0.08	(2.20)	-	100
Hofmann Ceramic GmbH, Germany (Euro)	4th July 2008	31st March	46.11	3,120.31	5,517.62	2,351.21	-	6,416.16	-	(550.77)	-	(550.77)	-	100
IFGL GmbH, Germany (Euro)	15th July 2008	31st March	5,757.62	(25.35)	95.39	116.08	-	-	-	(1.54)	-	(1.54)	-	100
IFGL Monocon Holdings Limited, UK (GBP)	19th August 2005	31st March	5,533.50	-	-	27.67	-	-	-	-	-	-	-	100
Mono Ceramics Inc, USA (GBP)	10th September 2005	31st March	2,884.12	12,172.93	6,527.27	1,406.83	-	10,002.88	658.96	1,043.43	79.05	964.38	827.77	100
Monocon International Refractories Limited, UK (GBP)	10th September 2005	31st March	0.11	13,357.01	11,718.74	7,306.18	-	13,094.09	-	(1,292.79)	(341.26)	(951.53)	-	100
Monocon Overseas Limited, UK (GBP)	10th September 2005	31st March	1.11	10,175.38	1,299.99	806.33	-	-	827.77	812.07	-	812.07	-	100
Monotec Refratarios Ltda, Brazil (GBP)*	10th September 2005	31st December	286.67	(286.67)	-	-	-	-	-	-	-	-	-	95
Sheffield Refractories Limited, UK (GBP)	24th February 2023	31st March	1.10	3,960.35	10,076.40	6,114.94	-	18,848.70	-	236.02	1.85	234.17	-	100
Tianjin Monocon Aluminous Refractories Company Limited, PRC (GBP)*	8th August 2006	31st December	574.30	1,200.20	1,863.54	89.04	-	2,109.24	-	26.86	2.44	24.42	-	100
Tianjin Monocon Refractories Company Limited, PRC (GBP)*	10th September 2005	31st December	154.94	623.30	1,169.17	390.93	-	2,855.27	-	(58.71)	(1.78)	(56.93)	-	100

*Reporting currencies of these Subsidiaries have been converted in Euro/GBP for convenience

NOTES:

- Balance Sheet figures have been converted into Indian Rupees by applying year end Foreign Exchange Closing Rate of ₹ 92.23 equivalent to 1 Euro, ₹ 110.67 equivalent to 1 GBP and ₹ 85.13 equivalent to 1 USD. Profit and Loss figure have however been converted into Indian Rupees by using Average Exchange Rate of ₹ 90.73 equivalent to 1 Euro, ₹ 107.97 equivalent to 1 GBP and ₹ 84.62 equivalent to 1 USD.
- Investment exclude Investments made in Subsidiary Companies.
- The Company does not have Associate.
- On 14th October 2024 the Company entered into a Joint Venture Agreement (hereon JV) with Marvels International Group Co Ltd of Seychelles and Marvel Refractories (Anshan) Company Limited of P R China to set up a Joint Venture Company in India with limited liability, IFGL-Marvels Refractories Limited (hereon JV Entity) was accordingly incorporated on 24th December 2024. 100% of the Share Capital of JV Entity is held by the Company (both directly and on beneficial basis).
- Hofmann Ceramic CZ s.r.o. (HCC) is in liquidation with effect from 1st April 2024.
- Reporting period of Subsidiaries is mentioned at Note 2.24.2 of Consolidated Financial Statements.
- Includes ₹ 245 towards Share Application Money pending Allotment to the Company.

Kolkata
24th May 2025

Mansi Damani Company Secretary (FCS - 6769)	Arasu Shanmugam Director and Chief Executive Officer India (DIN - 02316638)	Amit Agarwal Chief Financial Officer	James L McIntosh Managing Director (DIN - 09287829)	S K Bajoria Chairman (DIN - 00084004)
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Annexure 'E' to Directors' Report

Annual Report on Corporate Social Responsibility (CSR) activities forming part of the Board's Report for FY 2024–25

1.	Brief outline on CSR Policy of the Company	Maintaining seamless balance between business, sustainability and growth has always been one of the priorities of your Company. Nurturing of latent potential of people in and around Company's manufacturing facilities is another priority. As a responsible corporate entity, the Company has an unwavering commitment towards its social duties and responsibilities and is continuously looking to add value through its actions and operations. Our social responsibilities include health, safety education, sanitation, afforestation and many more efforts. Flagship CSR project of the Company is Kalunga Shilpanchal Bidyalaya (situated near Rourkela), whereat about 200 children primarily from underprivileged section of the Society are imparted education more or less free of cost. School premises is also being used on Saturday's and Sunday's for vocational trainings and skilling to youth in general for gainful engagement. CSR initiatives of the Company align with the provisions of the Companies Act, 2013. IFGL Refractories Welfare Trust, registered with the Central Government under Registration Number CSR00000301, is the Implementing Agency of the Company. This Trust also hold Registration under Section 12A of the Income Tax Act, 1961.		
2.	Composition of CSR Committee as on 31st March 2025			
Sl. No.	Name of Director, Designation	Nature of Directorship	Number of Meetings of CSR Committee held during the year	Number of meetings of CSR Committee attended during the year
(i)	D K Banerji, Chairman	Non-Executive Independent	1	1
(ii)	S K Bajoria, Member	Executive Chairman	1	1
(iii)	S Khasnobis, Member	Non-Executive Independent	1	1
Note : During FY 2024-25, Meeting of the CSR Committee was held on 18th May 2024.				
3.	Provide the web-link(s) where Composition of CSR Committee, CSR Policy and CSR Projects approved by the Board are disclosed on the website of the Company			
Sl. No.	Particulars		Web-link(s)	
(i)	Composition		https://ifglgroup.com/wp-content/uploads/2023/06/Disclosure_Under_Regulation_46_of_SEBI_LODR-1.pdf	
(ii)	CSR Policy		https://ifglgroup.com/wp-content/uploads/2025/03/CSR-Policy.pdf	
(iii)	CSR Projects		https://ifglgroup.com/company/social-responsibility/	
4.	Provide the Executive Summary along with web-link(s) of Impact Assessment of CSR Projects carried out in pursuance of Rule 8(3), if applicable		Not applicable, since the Company's average CSR obligation in the three immediately preceding financial years did not exceed ₹10 crore.	
5.	(a) Average Net Profit of the Company as per Section 135(5)		₹ 8,572.93 lakhs	
	(b) Two percent of average Net Profit of the Company as per Section 135(5)		₹ 171.46 lakhs	
	(c) Surplus arising out of the CSR Projects or Programmes or Activities of the previous Financial Years		Nil	
	(d) Amount required to be set-off for the Financial Year, if any		Nil	
	(e) Total CSR obligation for the Financial Year (5b+5c-5d)		₹ 171.46 lakhs	
6.	(a) Amount spent on CSR Projects (both Ongoing Project and Other than Ongoing Project)		₹ 36.00 lakhs	
	(b) Amount spent on Administrative Overhead		Nil	
	(c) Amount spent on Impact Assessment, if applicable		Not applicable	
	(d) Total amount spent for the Financial Year (6a+6b+6c)		₹ 36.00 lakhs	

Annexure 'E' to Directors' Report (Contd.)

(e) CSR amount spent or unspent for the Financial Year :

Total Amount spent for the Financial Year (₹ in lakhs)	Amount Unspent (₹ in lakhs) 135.46				
36.00	Total Amount transferred to Unspent CSR Account as per Section 135(6)		Amount transferred to any Fund specified under Schedule VII as per second proviso to Section 135(5)		
	Amount (₹ in lakhs)	Date of transfer	Name of the Fund	Amount	Date of transfer
	135.46	30.04.2025		Nil	

(f) Excess amount for set-off, if any : Nil

Sl. No.	Particular	Amount (₹ in lakhs)
(i)	Two percent of average Net Profit of the Company as per Section 135(5)	171.46
(ii)	Total amount spent for the Financial Year	36.00
(iii)	Excess amount spent for the Financial Year [(fii)–(fi)]	Nil
(iv)	Surplus arising out of the CSR Projects or Programmes or activities of the previous Financial Years, if any	Nil
(v)	Amount available for set off in succeeding Financial Years [(fii)–(fiv)]	Nil

7. Details of Unspent CSR amount for the preceding three Financial Years :

1 Sl. No.	2 Preceding Financial Year(s)	3 Amount transferred to Unspent CSR Account under Section 135(6) (₹ in lakhs)	4 Balance Amount in Unspent CSR Account under Section 135(6) (₹ in lakhs)	5 Amount spent in the Financial Year (₹ in lakhs)	6 Amount transferred to a Fund specified under Schedule VII as per second proviso to Section 135(5), if any Amount (₹ in lakhs) Date of transfer	7 Amount remaining to be spent in succeeding Financial Years (₹ in lakhs)	8 Deficiency, if any
1.	2023-24	126.00	126.00	-	- -	126.00	-
2.	2022-23	91.94	91.94	-	- -	91.94	-
3.	-	-	-	-	- -	-	-
	Total	217.94	217.94	-	- -	217.94	-

8.	Whether any Capital Assets have been created or acquired through Corporate Social Responsibility amount spent in the Financial Year :	No
	If Yes, enter the number of Capital Assets Created/Acquired :	Not applicable

Furnish the details relating to such Asset(s) so created or acquired through Corporate Social Responsibility amount spent in the Financial Year :

1 Sl. No.	2 Short particular of the Property or Asset(s) [including complete address and location of the Property]	3 Pin code of the Property or Asset(s)	4 Date of creation	5 Amount of CSR amount spent	6 Details of Entity/Authority/Beneficiary of the Registered Owner CSR Registration No., if applicable Name Registered Address

Nil

Annexure 'E' to Directors' Report (Contd.)

9. Specify the reason(s), if the Company has failed to spend two percent of the Average Net Profit as per Section 135(5)

On-going CSR project of the Company is construction of new school building at Kalunga Shilpanchala Bidyalaya as per designs and drawings approved by Rourkela Municipal Corporation and approvals/permissions of other authorities concerned and work in this regard has commenced and going on in full swing.

In accordance with provisions of Section 135(6) of the Companies Act, 2013, the Company has transferred unspent amount for FY 2024-25, to a bank account opened with HDFC Bank Limited, which shall be utilized for aforesaid on-going CSR Project.

Kolkata
24th May 2025

S K Bajoria
Company Chariman and
Member of CSR Committee
(DIN - 00084004)

D K Banerji
Chairman of CSR Committee
(DIN - 03529129)

Annexure 'F' to Directors' Report

Information as per Section 197(12) of the Companies Act, 2013 and read with Rule 5 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 (Rules), forming part of the Directors' Report for the year ended 31st March 2025

DETAIL OF TOP TEN EMPLOYEES INCLUDING CONTRACTUAL AND WHOLE TIME DIRECTORS ON THE BASIS OF REMUNERATION

(a) Employed for whole of FY 2024-25

Sl. No.	Name	Designation	Remuneration (₹ in lakhs)	Qualification	Age (in years)	Experience (in years)	Appointment Date	Previous Employment (if any)	% of Equity Shares of the Company held as on 31st March 2025 @
1.	S K Bajoria*	Chairman	309.04	B.Com (Hons)	68	49	05.08.2017	Erstwhile IFGL Refractories Ltd	4.23%
2.	J L McIntosh*	Managing Director**	194.63***	Master Degree in Technological Marketing, Post Graduate Diploma in Marketing, HNC in Mechanical and Process Engineering	62	36	01.09.2021	El Ceramics LLC, USA	-
3.	Arasu Shanmugam*	Director and Chief Executive Officer India	200.95	Post Graduate M. Tech (Ceramics Technology), Life Member of the Indian Ceramic Society	58	32	23.02.2023	Dalmia OCL Refractories Ltd	-
4.	R Agarwal*	Director-General Counsel	185.49	B.Sc (Bio), FCS	62	41	05.08.2017	Erstwhile IFGL Refractories Ltd	0.01%
5.	Navin Kumar Das	CHRO	111.47	BE (Mechanical), Executive MBA	53	30	01.09.2023	Dalmia Cement (Bharat) Limited	-
6.	Dr N K Mishra	Chief Research Officer	105.33	MSc (Chemistry), PhD (Refractories), MBA (Operation Research), Diploma in Export Management	62	39	14.02.2024	RHI Magnesita India Limited	-
7.	S Chandra	VP-Marketing (Domestic)	91.77	B. Sc (Chemistry), B.Tech (Chemical Technology)	45	20	05.08.2017	Erstwhile IFGL Refractories Ltd	-
8.	S Mattoo	VP-International Business	75.25	M.E	59	36	05.08.2017	Erstwhile IFGL Refractories Ltd	-
9.	M Chatterjee	VP-International Business	75.95	M. Tech	55	29	05.08.2017	Erstwhile IFGL Refractories Ltd	-
10.	A Bajoria	Asst. VP-Marketing (QC)	59.44	BBA-Finance & Business Administration	37	13	05.08.2017	Erstwhile IFGL Refractories Ltd	0.23%

Annexure 'F' to Directors' Report (Contd.)

@ Represents shares held by self, spouse and dependent children.

* Key Managerial Personnel (KMP) within meaning of Section 2(51) of the Act.

** Has tendered resignation from the office of Managing Director with effect from end of August, 2025 and at Board Meeting of the Company held on 27th February 2025 same has been accepted.

*** Excluding ₹ 681.82 lakhs paid from Company's Wholly Owned Subsidiary.

(b) Employed for part of FY 2024-25

Sl. No.	Name	Designation	Remuneration (₹ in lakhs)	Qualification	Age (in years)	Experience (in years)	Appointment Date	Previous Employment (if any)	% of Equity Shares of the Company held as on 31st March 2025
1.	H Sehgal	Chief Operating Officer	69.67	B Tech-Mechanical Engg	60	37	01.08.2024	TRL Krosaki Refractories Ltd	-
2.	S Yadav*	Chief Financial Officer	55.88	B.Com (Hons), FCA, CMA	54	24	03.06.2024	Dalmia Bharat Refractories Limited	0.00%

*Mr S Yadav has ceased to be Chief Financial Officer on and from 12th September 2024.

Notes :

- (1) Nature of employment is contractual with usual terms and conditions as per Company's Rules.
- (2) Remuneration includes Salary, Commission, Allowances, wherever applicable Company's contribution to Retirement Funds etc. and monetary value of Perquisites all evaluated as per extant provisions of Income Tax Act, 1961 and Rules framed thereunder excluding perquisite on account of Motor Car.
- (3) KMP's are not related to each other or other Employees or their Relatives.
- (4) Rule 5(2)(iii) of Rules is not applicable to any of Employees mentioned above.

(i) Ratio of the Remuneration of each Director/Key Managerial Personnel to the Median Remuneration of all the Employees of the Company for FY 2024-25

Median Remuneration of all Employees of the Company for FY 2024-25	₹ 3,14,108
Percentage Increase/(Decrease) in the Median Remuneration of Employees as compared to last FY	12.42
Number of Permanent Employees on rolls of the Company as on 31st March 2025	1181
Average Percentage Increase in Salaries of <ul style="list-style-type: none"> • Employees other than the Managerial Personnel • Managerial Personnel (KMP) 	36.67% # (11.52)% ##

Annexure 'F' to Directors' Report (Contd.)

Name of Director/KMP	Ratio of Remuneration to Median Remuneration of all Employees	Percentage (%) Increase in Remuneration
Independent Directors *		
D K Banerji	-	-
A Gupta	-	-
S Khasnobis	-	-
D G Rajan	-	-
G Swarup	-	-
Name of Director/KMP	Ratio of Remuneration to Median Remuneration of all Employees #	Percentage (%) Increase in Remuneration #
Key Managerial Personnel		
J L McIntosh	55.60 @	7.55 @
S K Bajoria	98.21	(2.96)
R Agarwal	58.87	13.94
Arasu Shanmugam	63.09	53.29
S Yadav @@	17.77	@@
A Agarwal @@	14.80	16.41
M Damani	11.07	14.90

Overall number of Employees has increased hence not comparable with that of Previous Year 2024-25.

Reduction in Total KMP Salary due to decrease in Commission Payment to Executive Chairman.

* Only Sitting Fees paid.

@ Excluding Remuneration of ₹ 681.82 lakhs paid from Company's Wholly Owned Subsidiary.

@@ Mr S Yadav was appointed as Chief Financial Officer on and from 3rd June 2024 and ceased to be Chief Financial Officer and consequently KMP on and from 12th September 2024. Prior thereto, Mr Amit Agarwal held office of Chief Financial Officer of the Company. Mr Amit Agarwal was again appointed as Chief Financial Officer of the Company on and from 9th November 2024.

Notes :

(1) Remuneration paid is in accordance with Company's Remuneration Policy.

(2) Remuneration means Gross Salary paid for the period 1st April 2024 to 31st March 2025 or part thereof.

Annexure 'G' to Directors' Report

FORM NO. MR-3

SECRETARIAL AUDIT REPORT

For the Financial Year Ended on 31st March 2025

[Pursuant to Section 204(1) of the Companies Act, 2013 and Rule 9 of The Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 and Regulation 24A(1) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015]

TO
THE MEMBERS,
IFGL REFRACTORIES LIMITED

CIN : L51909OR2007PLC027954

Regd Office : Sector 'B', Kalunga Industrial Estate

P.O. Kalunga 770031, Dist. Sundergarh, Odisha

We have conducted Secretarial Audit of compliance of applicable statutory provisions and the adherence to good corporate practices by IFGL REFRACTORIES LIMITED (hereinafter referred to as "the Company"). The Secretarial Audit was conducted in a manner that provided us a reasonable basis for evaluating the corporate conduct/statutory compliances and expressing our opinion thereon.

Based on our verification of the books, papers, minute books, forms and returns filed and other records maintained by the Company and also the information provided by the Company, its officers, agents and authorised representatives during the conduct of the Secretarial Audit, we hereby report that in our opinion, the Company has, during the audit period covering the financial year ended on 31st March 2025, generally complied with the statutory provisions listed hereunder, as amended from time to time and also that the Company has proper Board-processes and compliance-mechanism in place to the extent, in the manner and subject to the reporting made hereinafter.

We have examined the books, papers, minute books, forms and returns filed and other records maintained by the Company for the year ended on 31st March 2025, according to the applicable provisions of :

- (i) The Companies Act, 2013 ("the Act") and the Rules made thereunder;
- (ii) The Securities Contracts (Regulation) Act, 1956 and the Rules made thereunder;
- (iii) The Depositories Act, 1996 and the Regulations and Bye-laws framed thereunder;
- (iv) The Foreign Exchange Management Act, 1999 ("FEMA") and the Rules and Regulations made thereunder to the extent of Foreign Direct Investment ("FDI"), Overseas Direct Investment ("ODI") and External Commercial Borrowings ("ECBs");
- (v) The following Regulations prescribed under the Securities and Exchange Board of India Act, 1992 :
 - (a) The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011;
 - (b) The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015;
 - (c) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018;
 - (d) The Securities and Exchange Board of India (Share Based Employee Benefits and Sweat Equity) Regulations, 2021;
 - (e) The Securities and Exchange Board of India (Issue and Listing of Non-Convertible Securities) Regulations, 2021;
 - (f) The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act, 2013 and dealing with client;
 - (g) The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2021;
 - (h) The Securities and Exchange Board of India (Buy-back of Securities) Regulations, 2018; and
 - (i) The Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("SEBI LODR Regulations").
- (vi) Other laws specifically applicable to the Company : The Management has identified and confirmed that following laws are specifically applicable to the Company :
 - (a) The Explosives Act, 1884 and the Rules framed thereunder,
 - (b) The Environment (Protection) Act, 1986 and the Rules framed thereunder particularly, the Hazardous and Other Wastes (Management and Transboundary Movement) Rules, 2016 and the Manufacture, Storage and Import of Hazardous Chemical Rules, 1989.

Annexure 'G' to Directors' Report (Contd.)

- (c) The Water (Prevention and Control of Pollution) Act, 1974 and the Rules framed thereunder.
- (d) The Air (Prevention and Control of Pollution) Act, 1981 and the Rules framed thereunder.
- (e) The Mines Act, 1952 and the Mines Rules, 1955.

We have also examined compliance with the applicable clauses of the following :

- (i) Secretarial Standards on Meetings of the Board of Directors ("SS-1") and on General Meetings ("SS-2") issued by The Institute of Company Secretaries of India.
- (ii) The Listing Agreements entered into by the Company with BSE Limited and National Stock Exchange of India Limited.

It is observed that provisions of the FEMA and the Rules and Regulations made thereunder to the extent of ECBs as mentioned in item no. (iv) of para 3; and provisions of Regulations mentioned in (c), (d), (e), (g) and (h) under item no. (v) of para 3 above, were not applicable to the Company during the year under review.

During the year under review, the Company has generally complied with the applicable provisions of the Acts, Rules, Regulations, Standards, etc., mentioned above.

We further report that :

- I. The Board of Directors of the Company is duly constituted with proper balance of Executive Directors, Non-Executive Directors, Independent Directors and Women Director. During the year under review, there was no change in the composition of the Board of Directors of the Company.
- II. Adequate Notices were given to all the Directors of the schedule of Board Meetings. The Agenda and detailed Notes on Agenda were sent to all the Directors at least seven days in advance, except for the meetings held on 10th October 2024 and 27th February 2025, which were held at a Shorter Notice and a system exists for seeking and obtaining further information and clarifications on the Agenda items before the meetings and for meaningful participation at the meetings.
- III. During the year under review, all the decisions at the meetings of the Board and Committees thereof, were carried out unanimously as the Minutes of these meetings did not reveal any dissenting view by any of the members of the Board or Committees thereof.

We further report that there are adequate systems and processes in the Company, commensurate with the size and operations of the Company, to monitor and ensure compliance with applicable laws, rules, regulations, standards, etc.

We further report that during the year under review, following events/actions have occurred, which may be considered to have major bearing on the Company's affairs in pursuance to above referred laws, rules, regulations, standards, etc. :

- (a) The Company has entered into a Joint Venture Agreement on 14th October 2024 with Marvels International Group Company Limited of Seychelles and Marvel Refractories (Anshan) Company Limited of P R China, and accordingly, incorporated a Subsidiary Company by the name of IFGL-Marvels Refractories Limited on 24th December 2024.
- (b) The Company re-appointed Mr. James Leacock McIntosh (DIN : 09287829) as the Managing Director of the Company for further period of three years with effect from 1st September 2024 and requisite approval of the Central Government in this regard was obtained on 23rd September 2024. Mr. McIntosh has however resigned with effect from end August 2025.
- (c) The SEBI's Appeal before Hon'ble Supreme Court of India, which was filed against Order dated 6th January 2023 passed by Hon'ble Securities Appellate Tribunal, setting aside the SEBI's Adjudication Order dated 18th October 2022, imposing a penalty of Rupees 5 lakhs levied on the Company for alleged violation of provisions of the SEBI Circular No. CIR/CFD/CMD1/114/2019 dated 18th October 2019 along with Clause 6C(i) of the said Circular read with Regulation 4(1)(e) of the SEBI LODR Regulations in July 2020, was tagged with CA No. 4741/2021. The Company filed a counter Affidavit on 4th April 2024 in the said matter. The matter is pending before the Hon'ble Supreme Court of India.

For P Sarawagi & Associates
Company Secretaries

P. K. Sarawagi
Proprietor

Membership No. : FCS - 3381

Certificate of Practice No. : 4882

Peer Review Certificate No. : 1128/2021

ICSI UDIN : F003381G000418389

Kolkata
24th May 2025

This Report is to be read with our letter of even date which is annexed to this Report as 'Annexure - A' and forms an integral part of this Report.

Annexure 'G' to Directors' Report (Contd.)

Annexure – A

TO
THE MEMBERS,
IFGL REFRACTORIES LIMITED
CIN : L51909OR2007PLC027954
Sector 'B', Kalunga Industrial Estate
P.O. Kalunga 770031, Dist. Sundargarh, Odisha

Our Report of even date is to be read along with this letter.

1. Maintenance of secretarial records is the responsibility of the Management of the Company. Our responsibility is to express an opinion on these secretarial records based on our Audit.
2. We have followed the audit practices and processes as were appropriate to obtain reasonable assurance about the correctness of the contents of the secretarial records. The verification was done on test basis to ensure that correct facts are reflected in secretarial records. We believe that the processes and practices, we followed, provide a reasonable basis for our opinion.
3. We have not verified the correctness and appropriateness of the Financial Records and the Books of Accounts of the Company and for which we relied on the report of Statutory Auditor.
4. Wherever required, we have obtained the Management's Representation about the compliance of Laws, Rules, Regulations, Standards and happening of events etc.
5. The compliance of the provisions of Corporate and other applicable Laws, Rules, Regulations and Standards is the responsibility of Management. Our examination was limited to the verification of procedures on test basis.
6. The Secretarial Audit Report is neither an assurance as to the future viability of the Company nor of the efficacy or effectiveness with which the Management has conducted the affairs of the Company.

For P Sarawagi & Associates
Company Secretaries

P. K. Sarawagi
Proprietor

Membership No. : FCS - 3381
Certificate of Practice No. : 4882
Peer Review Certificate No. : 1128/2021
ICSI UDIN : F003381G000418389

Kolkata
24th May 2025

Independent Auditor's Report

TO THE MEMBERS OF IFGL REFRACTORIES LIMITED

Report on the Audit of the Consolidated Financial Statements

Opinion

We have audited the Consolidated Financial Statements of IFGL Refractories Limited (hereinafter referred to as "the Holding Company") and its Subsidiaries (the Holding Company and its Subsidiaries together referred to as "the Group") comprising of the consolidated Balance Sheet as at March 31, 2025, the consolidated Statement of Profit and Loss, including Other Comprehensive Income, the Consolidated Cash Flow Statement and the Consolidated Statement of Changes in Equity for the year then ended, and Notes to the Consolidated Financial Statements, including a summary of Material Accounting Policies and other explanatory information (hereinafter referred to as "the Consolidated Financial Statements").

In our opinion and to the best of our information and according to the explanations given to us and based on the consideration of reports of other auditors on separate Financial Statements and on the other financial information of the Subsidiaries, the aforesaid Consolidated Financial Statements give the information required by the Companies Act, 2013, as amended ("the Act") in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the consolidated state of affairs of the Group, as at March 31, 2025, their consolidated profit including other comprehensive income, their Consolidated Cash Flows and the Consolidated Statement of Changes in Equity for the year ended on that date.

Basis for Opinion

We conducted our audit of the Consolidated Financial Statements in accordance with the Standards on Auditing (SAs), as 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 Consolidated Financial Statements' 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 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 audit opinion on the Consolidated Financial Statements.

Emphasis of Matter

We draw attention to :

- (a) Note 38 to the Consolidated Financial Statements, relating to Amalgamation of the erstwhile IFGL Refractories Limited with the Holding Company (the amalgamated entity was thereafter renamed as IFGL Refractories Limited) with effect from April 01, 2016. Pursuant to the same, the aforesaid business combination was recognized under the 'Purchase Method' as defined under Accounting Standard (AS) 14, Accounting for Amalgamations, and Goodwill arising on such amalgamation aggregating ₹ 26,699.46 lakhs had been recognized, which is being amortized over a period of ten years with a charge of ₹ 2,669.95 lakhs per year. However, as per Indian Accounting Standard (Ind AS) 103, Business Combinations, the aforesaid amalgamation had to be recognized under 'Pooling of Interest Method' since these were entities under common control.
- (b) Note 32(b) to the Consolidated Financial Statements regarding uncertainty related to outcome of an appeal by Holding Company in relation to determination of Income Tax obligations based on provisions of the Income Tax Act, 1961 that were applicable prior to the introduction of the 'Explanation' to Section 10AA(1) of the Income Tax Act, 1961 with effect from assessment years beginning April 01, 2018. Pending decision by Division Bench of Hon'ble High Court at Calcutta, no adjustments have been considered in the financial statements.

Our opinion is not modified in respect of the above matters.

Key Audit Matters

Key Audit Matters are those matters that, in our professional judgment, were of most significance in our audit of the Consolidated Financial Statements for the Financial Year ended March 31, 2025. These matters were addressed in the context of our audit of the Consolidated Financial Statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters. For each matter below, our description of how our audit addressed the matter is provided in that context.

Independent Auditor's Report (Contd.)

We have determined the matters described below to be the key audit matters to be communicated in our report. We have fulfilled the responsibilities described in the Auditor's Responsibilities for the audit of the Consolidated Financial Statements section of our Report, including in relation to these matters. Accordingly, our audit included the performance of procedures designed to respond to our assessment of the risks of material misstatement of the Consolidated Financial Statements. The results of audit procedures performed by us and by other auditors of components not audited by us, as reported by them in their Audit Reports furnished to us by the Management, including those procedures performed to address the matters below, provide the basis for our audit opinion on the accompanying Consolidated Financial Statements.

Key Audit Matters	How our Audit addressed the Key Audit Matter
Revenue Recognition (as described in Note 2.11 and 23 of the Consolidated Financial Statements)	
Revenue is recognized when the Group satisfies performance obligation by transferring promised goods and services to the customer.	Our audit procedures for the Holding Company and audit procedures of respective auditors of the Subsidiary Companies included the following:
Performance obligations are satisfied at a point of time. For the year ended March 31, 2025, the Consolidated Statement of Profit and Loss included Revenues from Operations of ₹ 1,65,302.72 lakhs. The variety of contractual terms, including the timing of control transfer and delivery specifications, create complexity and judgement in determining timing of Revenue Recognition.	<ol style="list-style-type: none"> Evaluated the Group's Revenue Recognition Policy to ensure compliance with the requirements of Ind AS 115 'Revenue from Contracts with Customers'. Obtained an understanding of the revenue process and assessed the design and tested the operating effectiveness of Internal Controls related to timing of Revenue Recognition. Tested on sample basis the sales transactions including adjustments to sales price made pre and post year end and tested their underlying documents to assess that revenue is recognized in the proper period and in accordance with the Group's Revenue Recognition Policy. Assessed the adequacy of relevant disclosures made in respect of Revenue in the Consolidated Financial Statements.
We have considered this as a key audit matter on account of judgement involved in determining the timing of Revenue of Recognition.	

We have determined that there are no other key audit matters to communicate in our report.

Other Information

The Holding Company's Board of Directors is responsible for the other information. The Other Information comprises the information included in the Annual Report, but does not include the Consolidated Financial Statements and our Auditor's Report thereon.

Our opinion on the Consolidated Financial Statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the Consolidated Financial Statements, our responsibility is to read the other information and, in doing so, consider whether such Other Information is materially inconsistent with the Consolidated Financial Statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of Management for the Consolidated Financial Statements

The Holding Company's Board of Directors is responsible for the preparation and presentation of these Consolidated Financial Statements in terms of the requirements of the Act that give a true and fair view of the Consolidated Financial position, consolidated financial performance including Other Comprehensive Income, Consolidated Cash Flows and Consolidated Statement of Changes in Equity of the Group in accordance with the Accounting Principles Generally Accepted in India, including the Indian Accounting Standards (Ind AS) specified under Section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended. 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 their respective Companies 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 the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the Consolidated Financial Statements 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 Financial Statements by the Directors of the Holding Company, as aforesaid.

Independent Auditor's Report (Contd.)

In preparing the Consolidated Financial Statements, the respective Board of Directors of the Companies included in the Group are responsible for assessing the ability of their respective Companies to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Group or to cease operations, or has no realistic alternative but to do so.

Those respective Board of Directors of the Companies included in the Group are also responsible for overseeing the financial reporting process of their respective Companies.

Auditor's Responsibilities for the Audit of the Consolidated Financial Statements

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

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 Financial Statements, 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 on whether the Holding Company has adequate Internal Financial Controls with reference to 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 made by 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 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 Financial Statements 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 Financial Statements, including the disclosures, and whether the Consolidated Financial Statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Group of which we are the Independent Auditors and whose financial information we have audited, to express an opinion on the Consolidated Financial Statements. We are responsible for the direction, supervision and performance of the audit of the Financial Statements of such entities included in the Consolidated Financial Statements of which we are the Independent Auditors. For the other entities included in the Consolidated Financial Statements, 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.

We communicate with those charged with governance of the Holding Company and such other entities included in the Consolidated Financial Statements 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.

Independent Auditor's Report (Contd.)

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the Consolidated Financial Statements for the financial year ended March 31, 2025 and are therefore the key audit matters. We describe these matters in our Auditor's Report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Other Matter

We did not audit the Financial Statements and other financial information, in respect of 9 (Nine) Subsidiaries, whose Financial Statements include Total Assets (before inter-company eliminations) of ₹ 84,446.38 lakhs as at March 31, 2025, Total Revenues (before inter-company elimination) of ₹ 70,685.29 lakhs and Net Cash Outflows of ₹ 2,344.99 lakhs for the year ended on that date. Those Financial Statement and other financial information have been audited by other auditors, which Financial Statements, other financial information and auditor's reports have been furnished to us by the management. Our opinion on the Consolidated Financial Statements, in so far as it relates to the amounts and disclosures included in respect of these Subsidiaries, and our report in terms of sub-sections (3) of Section 143 of the Act, in so far as it relates to the aforesaid Subsidiaries, is based solely on the reports of such other auditors.

The accompanying Consolidated Financial Statements include Unaudited Financial Statements and other Unaudited financial information in respect of 6 (six) Subsidiaries, whose Financial Statements and other financial information reflect Total Assets (before inter-company eliminations) of ₹ 22,395.46 lakhs as at March 31, 2025, Total Revenues (before inter-company eliminations) of ₹ 169.09 lakhs and Net Cash Inflows of ₹ 823.59 lakhs for the year ended on that date. These Unaudited Financial Statements and other Unaudited financial information have been furnished to us by the management. Our opinion, in so far as it relates amounts and disclosures included in respect of these Subsidiaries and our report in terms of sub-sections (3) of Section 143 of the Act in so far as it relates to the aforesaid Subsidiaries is based solely on such Unaudited Financial Statements and other unaudited financial information. In our opinion and according to the information and explanations given to us by the Management, these Financial Statements and other financial information are not material to the Group.

Our Opinion above on the Consolidated Financial Statements, and our report on Other Legal and Regulatory Requirements below, is not modified in respect of the above matter with respect to our reliance on the work done and the reports of the other auditors and the Financial Statements and other financial information certified by the Management.

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2020 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of Section 143 of the Act, based on our audit on separate Financial Statements and the other financial information of the Subsidiary Company, incorporated in India and to the extent applicable, we give in the **"Annexure 1"** a statement on the matters specified in Paragraph 3(xxi) of the Order.
2. As required by Section 143(3) of the Act, based on our audit on separate Financial Statements and the other financial information of the Subsidiary Company, incorporated in India, we report, to the extent applicable, that:
 - (a) We/the other auditors whose report we have relied upon have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit of the aforesaid Consolidated Financial Statements;
 - (b) In our opinion, proper books of account as required by law relating to preparation of the aforesaid consolidation of the Financial Statements have been kept so far as it appears from our examination of those books and reports of the other auditors except for the matters stated in the paragraph i(vi) below on reporting under Rule 11(g);
 - (c) The Consolidated Balance Sheet, the Consolidated Statement of Profit and Loss including the Statement of Other Comprehensive Income, the Consolidated Cash Flow Statement and Consolidated Statement of Changes in Equity dealt with by this Report are in agreement with the books of account maintained for the purpose of preparation of the Consolidated Financial Statements;
 - (d) In our opinion, the aforesaid Consolidated Financial Statements comply with the Accounting Standards specified under Section 133 of the Act, read with Companies (Indian Accounting Standards) Rules, 2015, as amended;
 - (e) On the basis of the written representations received from the Directors of the Holding Company as on March 31, 2025 taken on record by the Board of Directors of the Holding Company and its Subsidiary Company incorporated in India, none of the

Independent Auditor's Report (Contd.)

directors of the Group's Companies, incorporated in India, is disqualified as on March 31, 2025 from being appointed as a Director in terms of Section 164 (2) of the Act;

- (f) The modification relating to the maintenance of accounts and other matters connected therewith are as stated in paragraph 2(b) above on reporting under Section 143(3)(b) and paragraph i(vi) below on reporting under Rule 11(g);
- (g) With respect to the adequacy of the Internal Financial Controls with reference to Consolidated Financial Statements of the Holding Company and its Subsidiary Company incorporated in India and the operating effectiveness of such controls, based on our audit and on the consideration of separate Financial Statements and the other financial information of such Subsidiary Company, incorporated in India and to the extent applicable, refer to our separate Report in "Annexure 2" to this report;
- (h) In our opinion, the managerial remuneration for the year ended March 31, 2025 has been paid / provided by the Holding Company and one of its Subsidiary Company incorporated in India to their Directors are in accordance with the provisions of Section 197 read with Schedule V to the Act;
- (i) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, as amended, in our opinion and to the best of our information and according to the explanations given to us and based on the consideration of the report of the other auditors on separate Financial Statements as also the other financial information of the Subsidiaries, as noted in the 'Other Matter' paragraph:
 - i. The Consolidated Financial Statements disclose the impact of pending litigations on its consolidated financial position of the Group, in its Consolidated Financial Statements – Refer Note 32 to the Consolidated Financial Statements;
 - ii. The Group, did not have any material foreseeable losses in long-term contracts including derivative contracts during the year ended March 31, 2025;
 - iii. There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Holding Company during the year ended March 31, 2025.

There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Subsidiary Company incorporated in India.

- iv. (a) The respective Managements of the Holding Company and its Subsidiary Company, which are Companies incorporated in India whose Financial Statements have been audited under the Act have represented to us, to the best of its knowledge and belief, other than as disclosed in the Note 42(iv) to the Consolidated Financial Statements, no funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Holding Company or any of such Subsidiary, to or in any other person(s) or entities, including foreign entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the respective Holding Company or any of such Subsidiary, ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;
- (b) The respective Managements of the Holding Company and Subsidiary, which are Companies incorporated in India whose Financial Statements have been audited under the Act have represented to us that, to the best of its knowledge and belief, other than as disclosed in the Note 42(v) to the Consolidated Financial Statements, no funds have been received by the respective Holding or any of such Subsidiary Company, from any persons or entities, including foreign entities ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Holding Company or any of such Subsidiary, shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries; and
- (c) Based on the audit procedures that have been considered reasonable and appropriate in the circumstances performed by us, whose Financial Statements have been audited under the Act, nothing has come to our or other auditor's notice that has caused us to believe that the representations under sub-clause (a) and (b) contain any material mis-statement.
- v. The Final Dividend paid by the Holding Company incorporated in India during the year in respect of the same declared for the previous year is in accordance with Section 123 of the Act to the extent it applies to payment of Dividend.

Independent Auditor's Report (Contd.)

The Interim Dividend declared and paid during the year by the Holding Company until the date of audit report of such Holding Company is in accordance with section 123 of the Act.

As stated in Note 16.1 to the Consolidated Financial Statements, the Board of Directors of the Holding Company have proposed Final Dividend for the year which is subject to the approval of the members of the Holding Company at the ensuing Annual General Meeting. The dividend declared is in accordance with Section 123 of the Act to the extent it applies to declaration of dividend.

No Dividend has been declared or paid during the year by the Subsidiary Company incorporated in India.

- vi. (A) The Holding Company has migrated to new SAP RISE accounting software from SAP B1 software during the year. Based on our examination which included test checks, the Holding Company has used SAP B1 and RISE accounting software, for maintaining its Books of Account which has a feature of recording audit trail (edit log) facility and the same has operated throughout the year for all relevant transactions recorded in the software, except as explained in Note 41 to the Consolidated Financial Statements:

- In respect of SAP B1 software and SAP RISE, the audit trail feature is not enabled for direct changes to data when using certain access rights at database level. Further, during the course of our audit we did not come across any instance of audit trail feature being tampered with in respect of the SAP B1 and SAP RISE accounting software where audit trail has been enabled.
- The audit trail feature is not enabled for SARAL system. Further, Service Organization Controls report from the third-party software service provider in respect of SARAL payroll software is not available with the Holding Company. Accordingly in respect of such accounting software, we are unable to comment about operation/ tampering of audit trail feature in such accounting software as described in Note 41 to the Consolidated Financial Statements.

Additionally, the audit trail of previous year has been preserved by the Holding Company as per the statutory requirements for record retention, to the extent it was enabled and recorded in the previous year.

- (B) Based on our examination which included test checks, the Subsidiary of the Holding Company, incorporated in India, has used accounting software for maintaining its Books of Account which has a feature of recording audit trail (edit log) facility and the same has operated throughout the year for all relevant transactions recorded in the software except that, audit trail feature is not enabled for certain changes made, if any, using privileged/ administrative access rights, as described in Note 41 to the Consolidated Financial Statements. Further, during the course of our audit we did not come across any instance of audit trail feature being tampered with, in respect of accounting software where the audit trail has been enabled. Further, since such Subsidiary of the Holding Company is incorporated dated December 24, 2024, the requirement to report on whether the audit trail of prior years has been preserved by such Subsidiary as per the statutory requirements for record retention is not applicable.

Kolkata
May 24, 2025

For **S.R. Batliboi & Co. LLP**
Chartered Accountants
ICAI Firm Registration Number : 301003E/E300005

per **Sanjay Kumar Agarwal**
Partner

Membership Number : 060352
UDIN : 25060352BMOBGL2685

Independent Auditor's Report (Contd.)

ANNEXURE 1 REFERRED TO IN PARAGRAPH 1 UNDER THE HEADING "REPORT ON OTHER LEGAL AND REGULATORY REQUIREMENTS" OF OUR REPORT OF EVEN DATE

Re : IFGL Refractories Limited ("the Holding Company")

In terms of the information and explanations sought by us and given by the Holding Company and its Subsidiary Company incorporated in India and the books of account and records examined by us in the normal course of audit and to the best of our knowledge and belief, we state that:

(xxi) There are no qualifications or adverse remarks in the Companies (Auditors Report) Order (CARO) report of the Standalone Financial Statements of the Holding Company and its Subsidiary Company incorporated in India included in the Consolidated Financial Statements. Accordingly, the requirement to report on clause 3(xxi) of the Order is not applicable to the Holding Company.

For **S.R. Batliboi & Co. LLP**

Chartered Accountants

ICAI Firm Registration Number : 301003E/E300005

per **Sanjay Kumar Agarwal**

Partner

Membership Number : 060352

UDIN : 25060352BMOBGL2685

Kolkata
May 24, 2025

ANNEXURE 2 TO THE INDEPENDENT AUDITOR'S REPORT OF EVEN DATE ON THE CONSOLIDATED FINANCIAL STATEMENTS OF IFGL REFRACTORIES LIMITED

Report on the Internal Financial Controls under Clause (i) of sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act")

In conjunction with our audit of the Consolidated Financial Statements of IFGL Refractories Limited (hereinafter referred to as the "Holding Company") as of and for the year ended March 31, 2025, we have audited the Internal Financial Controls with reference to Consolidated Financial Statements of the Holding Company, and its Subsidiary (the Holding Company and its Subsidiary together referred to as "the Group"), which are Companies incorporated in India, as of that date.

Management's Responsibility for Internal Financial Controls

The respective Board of Directors of the Companies included in the Group, which are Companies incorporated in India, are responsible for establishing and maintaining Internal Financial Controls based on the Internal Control over financial reporting criteria established by the Holding Company considering the essential components of Internal Control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India (ICAI). These responsibilities include the design, implementation and maintenance of adequate Internal Financial Controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to the respective company's policies, the safeguarding of its Assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

Auditor's Responsibility

Our responsibility is to express an opinion on the Holding Company's Internal Financial Controls with reference to Consolidated Financial Statements based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") and the Standards on Auditing, specified under Section 143(10) of the Act, to the extent applicable to an audit of Internal Financial Controls, both, issued by ICAI. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate Internal Financial Controls with reference to Consolidated Financial Statements was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the Internal Financial Controls with reference to Consolidated Financial Statements and their operating effectiveness. Our audit of Internal Financial Controls with reference to Consolidated Financial Statements included obtaining an understanding of Internal Financial Controls with reference to Consolidated

Independent Auditor's Report (Contd.)

Financial Statements, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of Internal Control based on the assessed risk. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the Financial Statements, whether due to fraud or error.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Internal Financial Controls with reference to Consolidated Financial Statements.

Meaning of Internal Financial Controls with Reference to Consolidated Financial Statements

A Company's Internal Financial Control with reference to Consolidated Financial Statements is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of Financial Statements for external purposes in accordance with generally accepted accounting principles. A Company's Internal Financial Control with reference to Consolidated Financial Statements includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the Assets of the Company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of Financial Statements in accordance with Generally Accepted Accounting Principles, and that receipts and expenditures of the Company are being made only in accordance with authorisations of Management and Directors of the Company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the Company's Assets that could have a material effect on the Financial Statements.

Inherent Limitations of Internal Financial Controls with Reference to Consolidated Financial Statements

Because of the inherent limitations of Internal Financial Controls with reference to Consolidated Financial Statements, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the Internal Financial Controls with reference to Consolidated Financial Statements to future periods are subject to the risk that the Internal Financial Controls with reference to Consolidated Financial Statements may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

Opinion

In our opinion, the Group, which are Companies incorporated in India, have, maintained in all material respects, adequate Internal Financial Controls with reference to Consolidated Financial Statements and such Internal Financial Controls with reference to Consolidated Financial Statements were operating effectively as at March 31, 2025, based on the Internal Control over Financial Reporting criteria established by the Holding Company considering the essential components of internal control stated in the Guidance Note issued by the ICAI.

Kolkata
May 24, 2025

For **S.R. Batliboi & Co. LLP**
Chartered Accountants
ICAI Firm Registration Number : 301003E/E300005
per **Sanjay Kumar Agarwal**
Partner
Membership Number : 060352
UDIN : 25060352BMOBGL2685



Consolidated Balance Sheet as at March 31, 2025

(₹ in lakhs)

	Notes	As at March 31, 2025	As at March 31, 2024
A. ASSETS			
1. Non-Current Assets			
(a) Property, Plant and Equipment	4.1	40,400.06	30,411.47
(b) Capital Work-in-Progress	4.3	2,732.83	10,409.57
(c) Goodwill	5	15,330.35	17,377.98
(d) Other Intangible Assets	6	1,529.71	1,711.72
(e) Right-of-Use Assets	4.2	2,050.96	2,167.51
(f) Financial Assets			
(i) Investments	7	1,128.10	1,128.34
(ii) Others	8.2	372.17	320.16
(g) Income Tax Assets (Net)	10A	1,268.02	1,011.90
(h) Other Non-Current Assets	11	1,926.13	677.28
Total Non-Current Assets		66,738.33	65,215.93
2. Current Assets			
(a) Inventories	12	40,471.35	30,071.17
(b) Financial Assets			
(i) Investments	7	9,400.32	11,515.80
(ii) Trade Receivables	13	35,937.51	32,500.20
(iii) Cash and Cash Equivalents	14 (A)	6,051.91	6,965.13
(iv) Bank Balances other than (iii) above	14 (B)	355.57	196.49
(v) Loans	8.1	-	10.00
(vi) Others	8.2	224.20	620.73
(c) Other Current Assets	11	2,671.21	1,940.50
Total Current Assets		95,112.07	83,820.02
Total Assets (1+2)		1,61,850.40	1,49,035.95
B. EQUITY AND LIABILITIES			
1. Equity			
(a) Equity Share Capital	15	3,603.93	3,603.93
(b) Other Equity	16	1,07,097.44	1,03,601.40
Equity attributable to the Equity Holders of the Holding Company		1,10,701.37	1,07,205.33
Non-Controlling Interest	16	-	*
Total Equity		1,10,701.37	1,07,205.33
2. Non-Current Liabilities			
(a) Financial Liabilities			
(i) Borrowings	17	4,693.74	5,867.75
(ii) Lease Liabilities	4.2	956.21	980.15
(b) Deferred Tax Liabilities (Net)	9	3,857.57	3,683.29
Total Non-Current Liabilities		9,507.52	10,531.19
3. Current Liabilities			
(a) Financial Liabilities			
(i) Borrowings	19	15,540.87	10,429.64
(ii) Lease Liabilities	4.2	136.27	131.76
(iii) Trade Payables			
Total Outstanding dues of Micro Enterprises and Small Enterprises		1,232.25	285.10
Total Outstanding dues of Creditors other than Micro Enterprises and Small Enterprises	20	22,351.67	17,640.20
(iv) Other Financial Liabilities	21	1,294.23	1,090.09
(b) Other Current Liabilities	22	822.54	631.98
(c) Provisions	18	96.49	86.29
(d) Income Tax Liabilities (Net)	10B	167.19	1,004.37
Total Current Liabilities		41,641.51	31,299.43
Total Equity and Liabilities (1+2+3)		1,61,850.40	1,49,035.95
* below rounding off norms			
Summary of Material Accounting Policies	2		

The accompanying Notes form an integral part of the Consolidated Financial Statements

As per our Report of even date attached

For **S. R. Batliboi & Co. LLP**

Chartered Accountants

ICAI Firm's Registration Number : 301003E/E300005

per **Sanjay Kumar Agarwal**

Partner

Membership No. : 060352

For and on behalf of the Board of Directors of

IFGL Refractories Limited

S K Bajoria

Chairman

(DIN - 00084004)

James L McIntosh

Managing Director

(DIN - 09287829)

Arasu Shanmugam

Director and Chief Executive Officer India

(DIN - 02316638)

Amit Agarwal

Chief Financial Officer

Mansi Damani

Company Secretary

(FCS - 6769)

Kolkata
May 24, 2025

Consolidated Statement of Profit and Loss for the year ended March 31, 2025

(₹ in lakhs)

	Notes	For the year ended March 31, 2025	For the year ended March 31, 2024
INCOME			
I. Revenue From Operations	23	1,65,302.72	1,63,948.88
II. Other Income	24	1,741.48	1,877.46
III. TOTAL INCOME (I + II)		1,67,044.20	1,65,826.34
IV. EXPENSES			
(a) Cost of Raw Materials and Components Consumed	25	77,772.01	74,225.97
(b) Purchases of Stock-in-Trade	26	6,718.35	9,458.22
(c) Changes in Inventories of Finished Goods, Stock-in-Trade and Work-in-Progress	27	(1,781.91)	(536.75)
(d) Employee Benefits Expenses	28	28,118.02	25,028.84
(e) Finance Costs	29	1,375.09	1,103.72
(f) Depreciation and Amortisation Expenses	4.1, 4.2, 5 and 6	7,274.04	6,427.32
(g) Other Expenses	30	41,614.51	40,336.03
Total Expenses		1,61,090.11	1,56,043.35
V. PROFIT BEFORE TAX (III - IV)		5,954.09	9,782.99
VI. Tax Expense			
(1) Current Tax Charge	39	1,527.11	3,493.50
(2) Deferred Tax Charge/(Credit)	39	129.24	(1,877.95)
Total Tax Expense		1,656.35	1,615.55
VII. PROFIT FOR THE YEAR (V - VI)		4,297.74	8,167.44
Other Comprehensive Income/(Loss)			
A. Items of other Comprehensive Income/(Loss) not to be reclassified to Profit or Loss in subsequent periods			
(i) Re-measurement Gain/(Loss) on Defined Benefit Plans	28.6	(55.86)	(27.71)
(ii) Income Tax relating to above item	39	14.06	6.97
B. Items of Other Comprehensive Income to be reclassified to Profit or Loss			
Exchange Differences in translating the Financial Statements of Foreign Operations	16	1,762.85	1,076.79
VIII. Other Comprehensive Income for the year, Net of Tax		1,721.05	1,056.05
IX. TOTAL COMPREHENSIVE INCOME FOR THE YEAR, NET OF TAX (VII + VIII)		6,018.79	9,223.49
Profit for the year			
Attributable to :			
- Equity Holders of the Holding Company		4,297.74	8,167.44
- Non-Controlling Interests		-	*
Other Comprehensive Income for the year			
Attributable to :			
- Equity Holders of the Holding Company		1,721.05	1,056.05
- Non-Controlling Interests		-	-
Total Comprehensive Income for the year			
Attributable to :			
- Equity Holders of the Holding Company		6,018.79	9,223.49
- Non-Controlling Interests		-	*
X. Earnings per Share (Nominal Value of Equity Shares ₹ 10/- each)			
Basic & Diluted (in ₹)	31	11.93	22.66
* below rounding off norms			
Summary of Material Accounting Policies	2		

The accompanying Notes form an integral part of the Consolidated Financial Statements

As per our Report of even date attached

For **S. R. Batliboi & Co. LLP**

Chartered Accountants

ICAI Firm's Registration Number : 301003E/E300005

per **Sanjay Kumar Agarwal**

Partner

Membership No. : 060352

For and on behalf of the Board of Directors of
IFGL Refractories Limited

S K Bajoria

Chairman
(DIN - 00084004)

James L McIntosh

Managing Director
(DIN - 09287829)

Arasu Shanmugam

Director and Chief Executive Officer India
(DIN - 02316638)

Amit Agarwal

Chief Financial Officer

Mansi Damani

Company Secretary
(FCS - 6769)

Kolkata

May 24, 2025

Consolidated Cash Flow Statement for the year ended March 31, 2025

(₹ in lakhs)

	For the Year ended March 31, 2025	For the Year ended March 31, 2024
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit Before Tax for the year	5,954.09	9,782.99
Adjustments for		
Finance Costs	1,375.09	1,103.72
Interest Income	(245.10)	(292.87)
Liabilities no longer required written back	(251.35)	(431.36)
Net Loss on Sale of Property, Plant and Equipment	11.25	42.75
Profit on Sale of Current Investments	(15.11)	(118.74)
Unrealised Gain on Fair Valuation of investments through Profit and Loss	(717.21)	(719.48)
(Reversal)/Impairment Loss on Receivables (Net)	(387.46)	4,056.20
Depreciation and Amortisation Expense	7,274.04	6,427.32
Unrealised Foreign Exchange Gain (Net)	(70.96)	(15.50)
Effect of change in Foreign Exchange Translation Gain (Net)	(254.50)	(188.43)
	12,672.78	19,646.60
Changes in Working Capital		
Increase in Trade and Other Receivables	(2,921.47)	(1,893.50)
(Increase)/Decrease in Inventories	(9,713.57)	565.36
Increase/(Decrease) in Trade, Other Payables and Provisions	5,456.67	(795.45)
Net Changes in Working Capital	(7,178.37)	(2,123.59)
Cash Generated from Operations	5,494.41	17,523.01
Income Taxes Paid (Net of Refund)	(2,666.50)	(2,304.07)
Net Cash Flows From Operating Activities (1)	2,827.91	15,218.94
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of Investments	-	(1,744.89)
Proceeds from Sale of Investments	2,848.41	3,173.72
Proceeds from Maturity of Term Deposits with Banks	999.00	1,600.00
Term Deposits placed with Banks	(599.00)	(1,600.00)
Interest Received	274.55	271.47
Loan Given	-	(60.00)
Repayment of Loan Given	10.00	50.00
Purchase of Property, Plant and Equipment, Other Intangible Assets and Capital Work-in-Progress	(7,291.95)	(13,473.89)
Proceeds from Disposal of Property, Plant and Equipment	43.10	69.06
Net Cash (Used) in Investing Activities (2)	(3,715.89)	(11,714.53)

Consolidated Cash Flow Statement for the year ended March 31, 2025 (Contd.)

	(₹ in lakhs)	
	For the Year ended March 31, 2025	For the Year ended March 31, 2024
CASH FLOWS FROM FINANCING ACTIVITIES		
Dividend Paid on Equity Shares	(2,522.75)	(2,522.75)
Proceeds from Long-Term Borrowings	799.05	2,119.13
Repayment of Long-Term Borrowings	(2,058.48)	(1,291.23)
Proceeds/(Repayment) of Short-Term Borrowings (Net)	4,802.71	426.71
Payment of Lease Liabilities	(115.97)	(148.89)
Interest Paid	(1,289.04)	(1,010.88)
Net Cash Flows Used in Financing Activities (3)	(384.48)	(2,427.91)
Net (Decrease)/Increase in Cash and Cash Equivalents (1+2+3)	(1,272.46)	1,076.50
Exchange Differences on Translation of Foreign Currency	359.24	208.53
Cash and Cash Equivalents at the beginning of the year	6,965.13	5,680.10
Cash and Cash Equivalents at the end of the year [Refer Note 14 (A)]	6,051.91	6,965.13
Components of Cash and Cash Equivalents		
Balance with Banks		
- In Current Accounts	6,022.28	6,942.11
Cash on Hand	29.63	23.02
TOTAL CASH AND CASH EQUIVALENTS	6,051.91	6,965.13

Refer Note 14.2 for Changes in Liabilities arising from Financing Activities

Net Cash Flow from Operating Activities includes amount spent in cash towards Corporate Social Responsibility of ₹ 36.00 (Previous Year ₹ 45.00)

Summary of Material Accounting Policies (Refer Note 2)

The accompanying Notes form an integral part of the Consolidated Financial Statements

As per our Report of even date attached

For **S. R. Batliboi & Co. LLP**

Chartered Accountants

ICAI Firm's Registration Number : 301003E/E300005

per **Sanjay Kumar Agarwal**

Partner

Membership No. : 060352

Kolkata

May 24, 2025

Arasu Shanmugam
Director and Chief Executive Officer India
(DIN - 02316638)

For and on behalf of the Board of Directors of
IFGL Refractories Limited

S K Bajoria
Chairman
(DIN - 00084004)

Amit Agarwal
Chief Financial Officer

James L McIntosh
Managing Director
(DIN - 09287829)

Mansi Damani
Company Secretary
(FCS - 6769)

Consolidated Statement of Changes in Equity for the year ended March 31, 2025

(₹ in lakhs)

	As at March 31, 2025		As at March 31, 2024	
	No. of Shares	Amount	No. of Shares	Amount
a. Equity Share Capital (Refer Note 15)				
Issued, Subscribed and fully Paid up Capital				
Equity Share of ₹ 10 per Share with Voting Rights*	3,60,39,312	3,603.93	3,60,39,312	3,603.93

* There are no changes in Number of Shares during the year ended March 31, 2025 and March 31, 2024.

	Reserves and Surplus			Other Comprehensive Income (OCI) #	Equity attributable to the Equity holders of Holding Company	Non-Controlling Interests
	Securities Premium	Retained Earnings	Special Economic Zone Reinvestment Reserve Utilisation			
b. Other Equity						
Balance as at March 31, 2023	39,747.97	46,101.18	1,824.84	9,226.67	96,900.66	-
Add : Profit for the year	-	8,167.44	-	-	8,167.44	*
Less : Final Dividend on Equity Shares for the Financial Year 2022-23	-	(2,522.75)	-	-	(2,522.75)	-
(Less)/Add : Amount transferred from Special Economic Zone Reinvestment Reserve Utilisation to Retained Earnings (Refer Note 16 c)	-	1,824.84	(1,824.84)	-	-	-
Add : Other Comprehensive Income for the year, Net of Tax	-	(20.74)	-	1,076.79	1,056.05	-
Balance as at March 31, 2024	39,747.97	53,549.97	-	10,303.46	1,03,601.40	*
Add : Profit for the year	-	4,297.74	-	-	4,297.74	-
Less : Final Dividend on Equity Shares for the Financial Year 2023-24 (Refer Note 16.1)	-	(2,522.75)	-	-	(2,522.75)	-
Add : Other Comprehensive Income for the year, Net of Tax	-	(41.80)	-	1,762.85	1,721.05	-
Balance as at March 31, 2025	39,747.97	55,283.16	-	12,066.31	1,07,097.44	-

* below rounding off norms

Exchange differences in translating the Financial Statements of foreign operations

Summary of Material Accounting Policies (Refer Note 2)

The accompanying Notes form an integral part of the Consolidated Financial Statements

As per our Report of even date attached

For **S. R. Batliboi & Co. LLP**

Chartered Accountants

ICAI Firm's Registration Number : 301003E/E300005

per **Sanjay Kumar Agarwal**

Partner

Membership No. : 060352

Kolkata
May 24, 2025

Arasu Shanmugam
Director and Chief Executive Officer India
(DIN - 02316638)

For and on behalf of the Board of Directors of
IFGL Refractories Limited

S K Bajoria
Chairman
(DIN - 00084004)

Amit Agarwal
Chief Financial Officer

James L McIntosh
Managing Director
(DIN - 09287829)

Mansi Damani
Company Secretary
(FCS - 6769)

Notes to the Consolidated Financial Statements

(₹ in lakhs)

1. CORPORATE INFORMATION

IFGL Refractories Limited (the 'Company') (CIN : L51909OR2007PLC027954) [Registered office at Sector 'B', Kalunga Industrial Estate, P.O. Kalunga 770031, Dist : Sundergarh, Odisha] is a Public Limited Company and was incorporated under the Companies Act, 1956. The Group (i.e. IFGL Refractories Limited and its Subsidiaries (together the "Group")) is primarily engaged in the manufacturing, trading and selling of Refractory items and its related equipment and accessories used in Steel plants. The Group also provides services in relation to Refractory Goods. Manufacturing facilities of the Holding Company are located in Kandla Special Economic Zone (SEZ), Gujarat, Kalunga Industrial Estate near Rourkela, Odisha and Industrial Park, APIIC De-Notified Area, Atchutapuram, Visakhapatnam District, Andhra Pradesh. The Holding Company has operating Subsidiaries in Peoples Republic of China, Germany, United Kingdom, United States of America & Czech Republic. The Group caters to both domestic and international markets. The shares of the Holding Company are listed on the National Stock Exchange of India Limited (NSE) and BSE Limited (BSE). These Ind AS Financial Statements were approved for issue in accordance with a resolution of the Board of Directors on May 24, 2025.

2. MATERIAL ACCOUNTING POLICIES

This note provides a list of the Material Accounting Policies adopted in the preparation of these Consolidated Financial Statements. These policies have been consistently applied to all the periods presented, unless otherwise stated.

2.1 Compliance with Ind AS

The Consolidated Financial Statements (CFS) of IFGL Refractories Limited and its Subsidiaries (together the "Group") have been prepared in accordance with the Indian Accounting Standards (Ind AS) notified under Section 133 of the Companies Act, 2013. The Consolidated Financial Statements have also been prepared in accordance with the relevant presentation requirements of the Companies Act, 2013.

The Financial Statements are presented in Indian Rupees, which is the functional currency of the Group and the currency of the primary economic environment in which the Group operates, and all values are rounded to the nearest lakhs (00,000.00), except as otherwise indicated.

The Group has prepared the Financial Statements on the basis that it will continue to operate as a going concern.

2.2 Basis of Preparation

These Consolidated Financial Statements have been prepared on a Historical Cost basis except certain Financial Assets and Liabilities (refer Accounting Policy regarding Financial Instruments).

Fair Value Measurement

Historical cost is generally based on the Fair Value of the consideration given in exchange for Goods and Services.

Fair Value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date, regardless of whether that price is directly observable or estimated using another valuation technique. In estimating the Fair Value of an Asset or a Liability, the Group takes into account the characteristics of the Asset or Liability if market participants would take those characteristics into account when pricing the Asset or Liability at the measurement date. Fair Value for measurement and/or disclosure purposes in these Financial Statements is determined on such a basis, except leasing transactions that are within the scope of Ind AS 116 – Leases that have some similarities to Fair Value but are not Fair Value, such as Net Realisable Value in Ind AS 2 – Inventories or Value in Use in Ind AS 36 – Impairment of Assets.

2.3 Current versus Non-Current Classification

All Current/Non-Current Assets and Liabilities have been classified as Current/Non-Current as per the Group's normal operating cycle and other criteria set out in the Schedule III to the Companies Act, 2013 and Ind AS 1 – Presentation of Financial Statements based on the nature of asset and liabilities and the time between the acquisition of Assets for processing and their realisation in Cash and Cash Equivalents, the Group has ascertained its operating cycle as 12 months for the purpose of Current/Non-Current classification of Assets and Liabilities. Deferred Tax Liabilities are always classified as Non- Current by the Group.

2.4 Property, Plant and Equipment

Freehold Land is carried at Historical Cost. Property, Plant and Equipment are stated at Cost of Acquisition or Construction less Accumulated Depreciation and Impairment Loss, if any. The cost of an item of Property, Plant and Equipment comprises of its

Notes to the Consolidated Financial Statements (Contd.)

(₹ in lakhs)

cost of acquisition inclusive of inward freight, import duties and other non-refundable taxes or levies and any other cost directly attributable to the acquisition/construction of those items. Expenses capitalised also include applicable Borrowing Costs for long-term construction projects if the recognition criteria are met. Subsequent costs are included in the Asset's Carrying Amount or recognised as a separate Asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the Group and the cost of the item can be measured reliably. The Carrying Value of any component accounted for as a separate asset is derecognised when replaced.

All other repairs and maintenance are charged to the Consolidated Statement of Profit and Loss when incurred. An item of Property, Plant and Equipment is derecognised upon disposal or when no future economic benefits are expected to arise from the continued use of Asset. Any Gain or Loss arising on the disposal or retirement of an item of Property, Plant and Equipment is determined as the difference between the sales proceeds and the Carrying Amount of the Asset and is recognised in the Consolidated Statement of Profit and Loss.

Capital Work-in-Progress is stated at Cost (including Borrowing Cost, where applicable and adjusted for Exchange Difference), incurred during construction/installation/preoperative periods relating to items or project in progress Net of Accumulated Impairment Loss, if any.

2.5 Intangible Assets (Including Goodwill)

Intangible Assets are recognised at the Cost incurred for its Acquisition and are carried at Cost less Accumulated Amortisation and Accumulated Impairment Loss, if any. Cost of Intangible Asset is capitalised where it is expected to provide future economic benefits and the cost can be measured reliably. Capitalisation Costs include license fees and costs of implementation/system integration services.

Subsequent expenditure is capitalised only when it increases the future economic benefits from the specific Asset to which it relates and Cost of the Asset can be measured reliably.

An item of Intangible Asset is derecognised upon disposal or when no future economic benefits are expected to arise from the continued use of Asset. Any Gain or Loss arising on the disposal or retirement of an item of Intangible Asset is determined as the difference between the Sales proceeds and the Carrying Amount of the Asset and is recognised in the Consolidated Statement of Profit and Loss.

Goodwill arising on Amalgamation (of the Holding Company) has been recognised in accordance with the approved Scheme as detailed in Note 38. Said Goodwill is being amortised in accordance with the scheme for which the Holding Company has estimated useful life of 10 years. Such Goodwill will be tested for Impairment at every reporting period and wherever there is an indication that the Recoverable Amount is less than its Carrying Amount based on a number of factor including business plan, operating results, future cash flows and economic conditions. The recoverable amount is determined based on higher of Value-in-Use and Fair Value less Cost to Sell. The Holding Company uses Discounted Cash Flow Method to determine the recoverable Amount. Cash Flow projections take into account past experience and represent Holding Company's best estimate about future developments.

As per Ind AS 38, the expenditure on Research and Development is classified into the Expenditure on Research Phase and Development Phase. As per Paragraph 54 of Ind AS 38, any Expenditure on Research Phase should be recognised as an Expense immediately. Any expenditure on Development Phase should be recognised as an Intangible Asset, if the recognition criteria given in Paragraph 57 of Ind AS 38 are satisfied.

Brand Name/Trademarks

Brand Name/Trademarks acquired on account of Business Combination has useful life of 5 years.

Customer Relation

Customer Relation acquired on account of Business Combination has useful life of 5 years.

2.6 Depreciation and Amortisation

Depreciation/Amortisation of Property, Plant and Equipment and Intangible Assets is calculated using Straight Line Method to allocate their costs, net of their residual values, over their estimated useful lives.

Notes to the Consolidated Financial Statements (Contd.)

(₹ in lakhs)

The useful lives considered is as prescribed in Schedule II to the Companies Act, 2013 except for certain items of Plant and Machinery (Machinery Spares) which are depreciated over a period of 1-5 years. The Asset's residual values and useful lives are reviewed and adjusted if necessary, at the end of each reporting period.

Pro-rata Depreciation/Amortisation is charged on Assets from/upto the date on which such Assets are ready for intended use/are discarded or sold.

Computer Software is classified as Intangible Asset and amortised on a Straight Line basis over a period of 2 years.

Vehicles are depreciated over the period of 5 years.

2.7 Impairment of Non Financial Assets

The Group assesses, at each reporting date, whether there is an indication that an Asset may be impaired. If any indication exists, or when annual impairment testing for an Asset is required, the Group estimates the Asset's Recoverable Amount. An Asset's Recoverable amount is the higher of an Asset's or Cash-Generating Unit's (CGU) fair value less costs of disposal and its value in use. Recoverable amount is determined for an Individual Asset, unless the asset does not generate cash inflows that are largely independent of those from Other Assets or groups of Assets. When the carrying amount of an Asset or CGU exceeds its Recoverable Amount, the Asset is considered Impaired and is written down to its recoverable amount.

When an Impairment Loss subsequently reverses, the Carrying Amount of the Asset (or Cash Generating Unit) is increased to the revised estimate of its Recoverable Amount, but so that the increased Carrying Amount does not exceed the Carrying Amount that would have been determined had no Impairment Loss been recognised for the Asset (or Cash Generating Unit) in prior years. A reversal of an Impairment Loss is recognised immediately in Consolidated Statement of Profit and Loss.

The Group assesses where climate risks could have a significant impact, such as the introduction of emission-reduction legislation that may increase manufacturing costs. These risks in relation to climate-related matters are included as key assumptions where they materially impact the measure of Recoverable Amount. These assumptions have been included in the cash-flow forecasts in assessing Value-in-Use amounts.

2.8 Inventories

Inventories are stated at the Lower of Cost and Net Realizable Value.

Raw Materials, Trading Goods and Stores and Spares : Cost includes cost of purchase and other costs incurred in bringing the inventories to their present location and condition. Cost is determined on Weighted Average Basis.

Finished Goods and Work-in-Progress : Cost includes cost of Direct Materials and Labour and a proportion of Manufacturing Overheads based on the normal operating capacity.

Net Realisable Value is the estimated selling price less estimated costs for completion and sale. Obsolete, slow moving and defective Inventories are identified periodically and, where necessary, a provision is made for such Inventories.

2.9 Foreign Currency Transactions

The functional and presentation currency of the Group is Indian Rupee. At the end of each reporting period, Foreign Currency monetary items are translated using the functional currency spot rates prevailing at the reporting date. Exchange differences on monetary items are recognised in Consolidated Statement of Profit and Loss in the period in which they arise except for exchange differences on transactions entered into in order to hedge certain Foreign Currency Risks. Non-monetary items that are measured in terms of historical cost in a foreign currency are translated using the exchange rates at the dates of the initial transactions. Non-monetary items measured at Fair Value in a foreign currency are translated using the exchange rates at the date when the fair value is determined. The Gain or Loss arising on translation of non-monetary items measured at fair value is treated in line with the recognition of the gain or loss on the change in fair value of the item (i.e., translation differences on items whose Fair Value Gain or Loss is recognised in Other Comprehensive Income or Profit or Loss are also recognised in Other Comprehensive Income or Profit or Loss, respectively).

2.10 Financial Instruments, Financial Assets, Financial Liabilities and Equity Instruments

2.10.1 Financial Assets

A Financial Instrument is any contract that gives rise to a Financial Asset of one Entity and a Financial Liability or Equity Instrument of another Entity.

Notes to the Consolidated Financial Statements (Contd.)

(₹ in lakhs)

Recognition : Financial Assets include Investments, Trade Receivables, Cash and Cash Equivalents, other Bank balances and other Financial Assets etc. Such Assets are initially recognised at transaction price when the Group becomes party to contractual obligations. All the Financial Assets are initially measured at Fair Value. Transaction Costs that are directly attributable to the acquisition of Financial Asset (other than Financial Assets carried at Fair Value through Profit or Loss) are added to or deducted from the Fair Value measured on initial recognition of the Financial Assets.

Classification : Group determines the classification of an Asset at initial recognition depending on the purpose for which the Assets were acquired. The subsequent measurement of Financial Assets depends on such classification.

Financial Assets are classified as those measured at :

- (a) Amortised Cost, where the Financial Assets are held solely for collection of Cash Flows arising from payments of principal and/or interest.
- (b) Fair Value through Other Comprehensive Income (FVTOCI), where the Financial Assets are held not only for collection of Cash Flows arising from payments of principal and interest but also from the sale of such Assets. Such Assets are subsequently measured at Fair Value, with Unrealised Gains and Losses arising from changes in the Fair Value being recognised in Other Comprehensive Income.
- (c) Fair Value through Profit or Loss (FVTPL), where the Assets are managed in accordance with an approved Investment strategy that triggers Purchase and Sale decisions based on the Fair Value of such Assets. Such Assets are subsequently measured at Fair Value, with unrealised gains and losses arising from changes in the Fair Value being recognised in the Consolidated Statement of Profit and Loss in the period in which Trade Receivables, Cash and Cash Equivalents, other Bank balances and other Financial Assets etc are classified for measurement at amortised cost while Investments may fall under any of the aforesaid classes.

Impairment : The Group assesses at each reporting date whether a Financial Asset (or a group of Financial Assets) such as Investments, Trade Receivables, other Bank balances and other Financial Assets held at amortised cost and Financial Assets that are measured at Fair Value through Other Comprehensive Income are tested for impairment based on evidence or information that is available without undue cost or effort. Expected Credit Losses (ECL) are based on the difference between the contractual Cash Flows due in accordance with the contract and all the cash flows that the Group expects to receive, discounted at an approximation of the original Effective Interest Rate. The expected cash flows will include cash flows from the sale of collateral held or other credit enhancements that are integral to the contractual terms.

ECLs are recognised in two stages. For Credit Exposures for which there has not been a significant increase in credit risk since initial recognition, ECLs are provided for credit losses that result from default events that are possible within the next 12-months (a 12-month ECL). For those credit exposures for which there has been a significant increase in credit risk since initial recognition, a loss allowance is required for credit losses expected over the remaining life of the exposure, irrespective of the timing of the default (a lifetime ECL). For Trade Receivables, the Group applies a simplified approach in calculating ECLs. Therefore, the Group does not track changes in credit risk, but instead recognises a loss allowance based on lifetime ECLs at each reporting date. The Group has established a provision matrix that is based on its historical credit loss experience, adjusted for forward-looking factors specific to the Debtors and the economic environment.

Reclassification : When and only when the business model is changed, the Group shall reclassify all affected Financial Assets prospectively from the reclassification date as subsequently measured at Amortised cost, Fair Value through Other Comprehensive Income, Fair Value through Profit or Loss without restating the previously recognised gains, losses or interest and in terms of the reclassification principles laid down in the Ind AS relating to Financial Instruments.

De-recognition : Financial Assets are derecognised when the right to receive cash flows from the Assets has expired, or has been transferred and the Group has transferred substantially all of the risks and rewards of ownership.

Concurrently, if the Asset is one that is measured at :

- (a) Amortised Cost, the Gain or Loss is recognised in the Consolidated Statement of Profit and Loss.
- (b) Fair Value through Other Comprehensive Income, the cumulative Fair Value adjustments previously taken to Reserves are reclassified to the Consolidated Statement of Profit and Loss unless the Asset Represents an Equity Investment in which case the cumulative Fair Value adjustments previously taken to Reserves is reclassified within Equity.

Notes to the Consolidated Financial Statements (Contd.)

(₹ in lakhs)

Income Recognition : Interest Income is recognised in the Consolidated Statement of Profit and Loss using the Effective Interest Method. The Effective Interest Rate is the rate that exactly discounts estimated future cash receipts through the expected life of the Financial Asset to the gross carrying amount of the Financial Asset. Dividend Income is recognised in the Consolidated Statement of Profit and Loss when the right to receive Dividend is established and the amount can be measured reliably.

2.10.2 Financial Liabilities

Borrowings, Trade Payables and other Financial Liabilities are initially recognised at the value of the respective contractual obligations. They are subsequently measured at amortised cost. Any discount or premium on redemption/settlement is recognised in the Consolidated Statement of Profit and Loss as Finance Cost over the life of the liability using the Effective Interest method and adjusted to the liability figure disclosed in the Balance Sheet. Financial Liabilities are derecognised when the liability is extinguished, that is, when the contractual obligation is discharged, cancelled and on expiry.

De-recognition

A Financial Liability is derecognised when the obligation under the liability is discharged or cancelled or expired. When an existing Financial Liability is replaced by another from the same lender on substantially different terms, or the terms of an existing liability are substantially modified, such an exchange or modification is treated as the derecognition of the original liability and the recognition of a new liability. The difference in the respective Carrying Amounts is recognised in the Consolidated Statement of Profit and Loss.

Offsetting Financial Instruments

Financial Assets and Liabilities are offset and the net amount is included in the Balance Sheet where there is a legally enforceable right to offset the recognised amounts and there is an intention to settle on a net basis or realise the Asset and settle the Liability simultaneously.

2.10.3 Equity Instruments

Equity Instruments are recognised at the value of the proceeds, net of direct costs of the capital issue.

2.11 Revenue

Revenue from contract with customers is recognised when control of the Goods or Services are transferred or rendered to the customer at an amount that reflects the consideration to which the Group expects to be entitled in exchange for those goods or services. Group satisfies performance obligation by transferring promised goods and services to the customer. Performance obligations may be satisfied at a point of time. Performance obligations are said to be satisfied at a point of time when the customer obtains controls of the Asset.

Revenue towards satisfaction of a performance obligation is measured at the amount of Transaction Price (Net of variable consideration) allocated to that performance obligation. The Transaction Price of goods sold and services rendered is Net of variable consideration on account of various discounts and schemes offered by the Group as part of the contract, excluding amounts collected on behalf of third parties.

Trade Receivables that do not contain a significant financing component are measured at Transaction Price.

Interest Income is recognised in the Consolidated Statement of Profit and Loss using the Effective Interest Method. The Effective Interest Rate is the rate that exactly discounts estimated future cash receipts through the expected life of the Financial Asset to the Gross Carrying Amount of the Financial Asset.

Export Incentives in the form of Duty Drawbacks and Remission of Duties and Taxes on Export Products (RODTEP) are recognised on accrual basis against goods exported.

2.12 Government Grant

The Group may receive Government Grants that require compliance with certain conditions related to the Group's operating activities or are provided to the Group by way of financial assistance on the basis of certain qualifying criteria.

Government Grants are recognised when there is reasonable assurance that the grant will be received and the Group will comply with the conditions attached to the grant.

Accordingly, Export Benefits are accounted for as Government Grants in the year of exports based on eligibility and when there is no uncertainty in receiving the same.

Notes to the Consolidated Financial Statements (Contd.)

(₹ in lakhs)

2.13 Employee Benefits

Short Term Obligations

Liabilities for Wages and Salaries, including non monetary benefits that are expected to be settled wholly within 12 months after the end of the reporting period in which the employees render the related services are measured at the amounts expected to be paid. The Liabilities are presented as current Employee Benefit Obligations in the Consolidated Financial Statements. Cost of non accumulating Compensated Absences are recognised when the absences occur.

Post Employment Obligations

The Group makes contributions to both Defined Benefit and Defined Contribution Schemes.

- (i) Contributions towards Provident Fund are recognised as Expense. Provident Fund contributions in respect of employees upto August 2017 of erstwhile IFGL Refractories Limited are made to a Trustee managed exempted Fund and interest paid to members thereof is not lower than that declared annually by the Central Government. Shortfall, if any, is made good by the Holding Company. Membership to said Fund has been closed on and from September 1, 2017, subject to necessary approvals and/or permissions. Provident Fund in respect of remaining employees are made to Statutory Provident Fund established by the Central Government. The Holding Company's contribution is recognised as an Expense in the Consolidated Statement of Profit and Loss for the period in which the employees render related service.
- (ii) Contribution under statutory Employees' Pension Scheme is made as per statutory requirements and charged as expenses for the year.
- (iii) Certain employees who joined before April 1, 2004 in erstwhile IFGL Refractories Limited are members of a Trustee managed Superannuation Fund. Said Fund provides for Superannuation Benefit on retirement/death/incapacitation/termination and was amended from the Defined Benefit to Defined Contribution Plan effective April 1, 2004. Defined Benefits were frozen on March 31, 2004. Necessary formalities and approvals have been complied with and obtained. Contribution to Superannuation Fund (Defined Contribution Plan) for certain employees is charged as expenses for the year.
- (iv) The Holding Company also contributes to the Central Government administered Employees' State Insurance Scheme for its eligible employees which is a Defined Contribution Plan.
- (v) The Holding Company provides Gratuity benefit to its employees through a Trustee managed Fund. Gratuity entitlement of the employees is as per provisions of the Payment of Gratuity Act, 1972. However, in case of employees joining before April 1, 2003 of erstwhile IFGL Refractories Limited, they are entitled to Gratuity as per Scheme framed by that Holding Company or as per the Payment of Gratuity Act, 1972, whichever is higher. Liability towards Gratuity, Superannuation (Defined Benefit Plan) covering eligible employees, is provided and funded on the basis of year end Actuarial Valuation. The Liability or Asset recognised in the Balance Sheet in respect of Gratuity Plans is the Present Value of Defined Benefit Obligations at the end of the reporting period less the Fair Value of Plan Assets. The Defined Benefit Obligation is calculated annually by actuary using the Projected Unit Credit Method. The Present Value of the Defined Benefit Obligations is determined by discounting the estimated future cash outflows by reference to market yields at the end of the reporting period on Government Bonds that have terms approximating to the terms of the related obligation. The Net Interest Cost is calculated by applying the discount rate to the net balance of the Defined Benefit Obligation and the Fair Value of Plan Assets. This cost is included in the Employee Benefit Expense in the Consolidated Statement of Profit and Loss.

Re-measurement, comprising of actuarial gains and losses arising from experience adjustments and changes in actuarial assumptions are recognised in the period in which they occur, directly in Other Comprehensive Income. They are included in Retained Earnings in the Statement of changes in Equity and in the Balance Sheet.

- (vi) Accrued Liability towards Compensated Absence, covering eligible employees, evaluated on the basis of year end Actuarial Valuation is recognised as a charge.

2.14 Leases

The Group assesses at contract inception whether a contract is, or contains, a lease. That is, if the contract conveys the right to control the use of an identified asset for a period of time in exchange for consideration.

Notes to the Consolidated Financial Statements (Contd.)

(₹ in lakhs)

Group as a Lessee

The Group applies a single recognition and measurement approach for all leases, except for short-term leases and leases of low-value Assets. The Group recognises Lease Liabilities to make lease payments and Right-of-Use Assets representing the Right-of-Use of the underlying Assets.

Right-of-Use Assets

The Group recognises Right-of-Use Assets at the commencement date of the lease (i.e., the date the underlying asset is available for use). Right-of-Use Assets are measured at cost, less any accumulated depreciation and impairment losses, and adjusted for any remeasurement of lease liabilities.

Right-of-Use Assets are depreciated on a straight-line basis over the lease term or estimated useful life of asset, whichever is less

If ownership of the leased asset transfers to the Group at the end of the lease term or the cost reflects the exercise of a purchase option, depreciation is calculated using the estimated useful life of the Asset.

The Right-of-Use Assets are also subject to impairment. Refer to the Accounting Policies under Section 2.7: Impairment of Non Financial Assets.

Lease Liabilities

At the commencement date of the lease, the Group recognises lease liabilities measured at the Present Value of lease payments to be made over the lease term. The lease payments include fixed payments (including in substance fixed payments) less any lease incentives receivable, variable lease payments that depend on an index or a rate, and amounts expected to be paid under residual value guarantees.

In calculating the Present Value of lease payments, the Group uses its incremental borrowing rate at the lease commencement date because the interest rate implicit in the lease is not readily determinable. After the commencement date, the amount of lease liabilities is increased to reflect the accretion of interest and reduced for the lease payments made. In addition, the carrying amount of lease liabilities is remeasured if there is a modification, a change in the lease term, a change in the lease payments (e.g., changes to future payments resulting from a change in an index or rate used to determine such lease payments) or a change in the assessment of an option to purchase the underlying asset.

Short-Term Leases and Leases of Low-Value Assets

The Group applies the Short-Term Lease Recognition exemption to its Short-Term Leases of Office, Machinery and Equipment (i.e., those leases that have a lease term of 12 months or less from the commencement date and do not contain a purchase option). It also applies the Lease of Low-Value Assets recognition exemption to Leases of Offices, Equipment, etc. that are of low value. Lease payments on short term leases and leases of low-value Assets are recognised as expense on a Straight Line basis over the Lease Term.

2.15 Taxes on Income

Taxes on Income comprises of Current Taxes and Deferred Taxes. Current Tax in the Consolidated Statement of Profit and Loss is provided as the amount of tax payable in respect of taxable income for the period using tax rates and tax laws enacted at the end of the reporting period, together with any adjustment to tax payable in respect of previous years. Current Income Tax relating to items recognised outside profit or loss is recognised outside profit or loss (either in Other Comprehensive Income or in Equity). Current Tax items are recognised in correlation to the underlying transaction either in Other Comprehensive income or directly in Equity. The Group periodically evaluates positions taken in tax returns with respect to situations in which applicable tax regulation is subject to interpretation. It establishes provisions where appropriate on the basis of amounts expected to be paid to the Tax Authorities.

Deferred Tax is recognised on temporary differences between the Carrying Amounts of Assets and Liabilities and the amounts used for taxation purposes (tax base), at the tax rates and tax laws enacted or substantively enacted by the end of the reporting period. Deferred tax Assets are recognised to the extent that it is probable that taxable profit will be available against which the deductible temporary differences, and the carry forward of unused tax credits and unused tax losses can be utilised, except when the deferred tax asset relating to the deductible temporary difference arises from the initial recognition of an asset or liability in a transaction that is not a business combination and, at the time of the transaction, affects neither the accounting profit nor taxable profit or loss and does not give rise to equal taxable and deductible temporary differences.

Notes to the Consolidated Financial Statements (Contd.)

(₹ in lakhs)

Deferred Tax Assets and Liabilities are offset when there is legally enforceable right to offset Current Tax Assets and Liabilities and when the Deferred Tax balances related to the same taxation authority. Current Tax Assets and Tax Liabilities are offset where the entity has a legally enforceable right to offset and intends either to settle on net basis or to realise the asset and settle the liability simultaneously.

In assessing the recoverability of Deferred Tax Assets, the Group relies on the same forecast assumptions used elsewhere in the financial statements and in other Group reports, which, among other things, reflect the potential impact of climate related development on the business, such as increased cost of production as a result of measures to reduce carbon emission.

2.16 Provisions

Provisions are recognised when, as a result of a past event, the Group has a legal or constructive obligation, it is probable that an outflow of resources will be required to settle the obligation and the amount can be reliably estimated. The amount so recognised is a best estimate of the consideration required to settle the obligation at the reporting date, taking into account the risks and uncertainties surrounding the obligation. In an event when the time value of money is material, the provision is carried at the Present Value of the cash flows estimated to settle the obligation.

2.17 Operating Segments

Operating Segments are reported in a manner consistent with the internal reporting provided to the Chief Operating Decision Maker (CODM). The CODM is responsible for allocating resources and assessing performance of the Operating Segments. Based on such the Group operates in one Operating Segment, viz. Specialised Refractories and Ceramics.

Segments are organised based on business and geographies which have similar economic characteristics as well as exhibit similarities in nature of products and services offered, the nature of production processes, the type and class of customer and distribution methods.

2.18 Borrowings

Borrowings are initially recognised at Fair Value, Net of Transaction Costs incurred. Borrowings are subsequently measured at Amortised Cost using effective interest method. Any difference between the proceeds (Net of Transaction costs) and the redemption amount is recognised in Profit or Loss over the period of the borrowings using the Effective Interest Method. Fees paid on the establishment of loan facilities are recognised as Transaction Costs of the loan to the extent that it is probable that some or all of the facility will be drawn down. In this case, the fee is deferred until the draw down occurs. To the extent there is no evidence that it is probable that some or all of the facility will be drawn down, the fee is capitalised as a prepayment for liquidity services and amortised over the period of the facility to which it relates.

Borrowings are derecognised from the Balance Sheet when the obligation specified in the contract is discharged, cancelled or expired. Borrowings are classified as Current and Non-Current Liabilities based on repayment schedule agreed with the Banks.

Borrowing Costs

Borrowing Costs that are directly attributable to the acquisition, construction or production of a Qualifying Asset are capitalised during the period of time that is required to complete and prepare the asset for its intended use or sale. Qualifying Assets are Assets that necessarily take a substantial period of time to get ready for their intended use or sale. Borrowing Costs consist of interest and other costs that an entity incurs in connection with the borrowing of funds. Borrowing Cost also includes Exchange Differences to the extent regarded as an adjustment to the Borrowing Costs.

Other Borrowing costs are expensed in the period in which they are incurred.

2.19 Cash and Cash Equivalents

Cash and Cash Equivalent in the Balance Sheet comprise Cash at Banks and on Hand and Short-Term Deposits with an original maturity of three months or less, that are readily convertible to a known amount of cash and subject to an insignificant risk of changes in value.

2.20 Earnings per Share

Basic Earnings per Share is calculated by dividing the Net Profit or Loss attributable to Equity Holders of the Holding Company by the Weighted Average Number of Equity Shares outstanding during the period.

For the purpose of calculating Diluted Earnings per Share, the Net Profit or Loss for the period attributable to Equity Shareholders of the Holding Company and the Weighted Average Number of Shares outstanding during the period are adjusted for the effects of all dilutive potential Equity Shares.

Notes to the Consolidated Financial Statements (Contd.)

(₹ in lakhs)

2.21 Contingent Liabilities

A Contingent Liability is a possible obligation that arises from past events whose existence will be confirmed by the occurrence or non-occurrence of one or more uncertain future events beyond the control of the Group or a present obligation that is not recognized because it is not probable that an outflow of resources will be required to settle the obligation. A Contingent Liability also arises in extremely rare cases where there is a liability that cannot be recognized because it cannot be measured reliably. The Group does not recognize a Contingent Liability but discloses its existence in the Financial Statements.

2.22 Dividend Income

Dividend is recognised in Profit or Loss only when the right to receive payment is established, it is probable that the economic benefits associated with the Dividend will flow to the Group, and the amount of the Dividend can be measured reliably, which is generally when Shareholders approve the Dividend.

2.23 Recent Accounting Pronouncements

Ministry of Corporate Affairs ("MCA") has notified amendments to the existing standards Ind AS 117 - Insurance Contracts and Ind AS 116 – Leases, relating to sale and lease back transactions, applicable from April 1, 2024. The Group has assessed that there is no significant impact on its Financial Statements.

2.23.1 Standards issued but not yet effective

The new and amended standards and interpretations that are issued, but not yet effective, up to the date of issuance of the Group's Financial Statements are disclosed below. The Group will adopt this new and amended standard, when it become effective.

Lack of exchangeability – Amendments to Ind AS 21

The Ministry of Corporate Affairs notified amendments to Ind AS 21 The Effects of Changes in Foreign Exchange Rates to specify how an entity should assess whether a currency is exchangeable and how it should determine a spot exchange rate when exchangeability is lacking. The amendments also require disclosure of information that enables users of its financial statements to understand how the currency not being exchangeable into the other currency affects, or is expected to affect, the entity's financial performance, financial position and cash flows.

The amendments are effective for annual reporting periods beginning on or after April 1, 2025. When applying the amendments, an entity cannot restate comparative information.

The amendments are not expected to have an impact on the Group's financial statements.

2.24. Principles of Consolidation

2.24.1 The CFS comprises of the Financial Statements of the Group and its Subsidiary Companies (Group). It has been prepared on the following basis :

- The Financial Statements of the Group and its Subsidiaries (listed below in Note 2.24.2) have been combined on a line-by-line basis by adding together the Book Value of like items of Assets, Liabilities, Income and Expenses after adjustments/elimination of intra Group balances and intra Group transactions and resulting unrealised Profit/Losses.
- The CFS are prepared by adopting uniform accounting policies for like transactions and other events in similar circumstances in all material respect and are presented to the extent possible, in the same manner as the Holding Company's Standalone Financial Statements.
- The excess of cost to the Group of its Investment in the Subsidiaries (including Step Down Subsidiaries) over the Holding Company's portion of Equity of Subsidiaries at the dates they become Subsidiaries is recognised in the Financial Statements as Goodwill being an Asset in the CFS and is tested for impairment on an annual basis. Goodwill arising on consolidation is tested for impairment.
- The translation of functional currencies into Indian Rupees (reporting currency) is performed as follows :

For Equity in Foreign Subsidiary (being non-integral operation), Assets and Liabilities using the closing exchange rate at the Balance Sheet date, for Revenues, Costs and Expenses using Average Exchange Rate prevailing during the year. The resultant exchange difference arising out of such translations is recognised as part of Other Equity (Foreign Currency Translation Reserve) by the Group until the disposal of Investment.

Notes to the Consolidated Financial Statements (Contd.)

(₹ in lakhs)

- (e) Non controlling interest in the Consolidated Financial Statements is identified and recognised after taking into consideration :
- The amount of Equity attributable to Minorities at the date on which investment in Subsidiary is made.
 - The Minorities' share of movement in Equity since the date Holding – Subsidiary relationship came into existence.
 - Total Comprehensive Income is attributed to Non-Controlling Interests even if it results in the Non-Controlling Interests having a deficit balance.
- (f) The financial statements of all entities used for the purpose of consolidation are drawn up to same reporting date as that of the Holding Company, i.e., year ended on March 31. When the end of the reporting period of the Holding Company is different from that of a Subsidiary, the subsidiary prepares, for consolidation purposes, additional financial information as of the same date as the financial statements of the Holding Company to enable the Holding Company to consolidate the financial information of the subsidiary, unless it is impracticable to do so. Monotec Refratarios Ltda, Tianjin Monocon Refractories Company Limited and Tianjin Monocon Aluminous Refractories Company Limited (Step Down Subsidiaries), each has an accounting period end of December 31, 2024. These Subsidiaries have been consolidated using the Financial Statements for the year ended on March 31, 2025 prepared for the purpose of consolidation as per group accounting policy.
- (g) Holding Company, IFGL Refractories Limited has entered into a Joint Venture agreement on October 14, 2024 with Marvels International Group Co Ltd of Seychelles and Marvel Refractories (Anshan) Company of PRC, majority shareholding of both of said companies is held by US Citizen, Mr Yi Chun Lu, for establishing a Company in India for setting up a green field manufacturing facility for Basic Magnesite Bricks in India, following which a Public Limited Company by the name 'IFGL - Marvels Refractories Limited' has been incorporated on December 24, 2024, which is a Subsidiary of the Holding Company.
- (h) USA based Subsidiary, El Ceramics LLC has through a Special Purpose LLC, being EIC Acquisition LLC established on September 13, 2024, acquired real estate from City of Middletown, an Ohio Municipal Corporation on October 28, 2024. Said Real Estate will be transformed into a state of the art ISO plant.

2.24.2 The Subsidiaries (including Step Down Subsidiaries) considered in the CFS are:

Name of the Subsidiary	Country of Incorporation	Proportion of Ownership Interest 2024-25	Proportion of Ownership Interest 2023-24	Accounting Year Ended
IFGL Worldwide Holdings Limited (IWHL)	Isle of Man	100%	100%	31st March
IFGL - Marvels Refractories Limited (IMRL) #	India	100%	-	31st March
Step Down Subsidiaries				
IFGL Monocon Holdings Limited (IMHL)	United Kingdom (UK)	100%	100%	31st March
Tianjin Monocon Refractories Company Limited (TMRL)	Peoples Republic of China	100%	100%	31st December (Refer Note 2.24.1 (f) above)
Tianjin Monocon Aluminous Refractories Company Limited (TMARL)				
Monotec Refratarios Ltda (MRL)	Brazil	95%	95%	31st December (Refer Note 2.24.1 (f) above)
Monocon International Refractories Limited (MIRL)	United Kingdom(UK)	100%	100%	31st March
Monocon Overseas Limited (MOL)				
Goricon Metallurgical Services Limited (GMSL)				
Sheffield Refractories Limited (SRL)				
Mono Ceramics Inc (MCI)*	United States of America (USA)	100%	100%	31st March
IFGL GmbH (IG)	Germany	100%	100%	31st March
Hofmann Ceramic GmbH (HCG)				
Hofmann Ceramic CZ s.r.o. (HCC)**	Czech Republic	100%	100%	31st March
El Ceramics LLC (EIC LLC)	USA	100%	-	31st March
EIC Acquisition LLC *** (EIC A LLC)				

Notes to the Consolidated Financial Statements (Contd.)

(₹ in lakhs)

* IFGL Inc. merged with Mono Ceramics Inc. with effect from April 1, 2023

** In liquidation with effect from April 1, 2024

*** Established on September 13, 2024

Incorporated on December 24, 2024

2.24.3 Business Combinations

Business Combinations are accounted for using the Acquisition method. The cost of an acquisition is measured as the aggregate of the consideration transferred measured at acquisition date Fair Value and the amount of any non-controlling interests in the acquiree. For each business combination, the Group elects whether to measure the non-controlling interests in the acquiree at fair value or at the proportionate share of the acquiree's identifiable net Assets.

The Group determines that it has acquired a business when the acquired set of activities and Assets include an input and a substantive process that together significantly contribute to the ability to create outputs. The acquired process is considered substantive if it is critical to the ability to continue producing outputs, and the inputs acquired include an organised workforce with the necessary skills, knowledge, or experience to perform that process or it significantly contributes to the ability to continue producing outputs and is considered unique or scarce or cannot be replaced without significant cost, effort, or delay in the ability to continue producing outputs.

At the acquisition date, the identifiable Assets acquired, and the Liabilities assumed are recognised at their acquisition date Fair Values.

Reacquired rights are measured at a value determined on the basis of the remaining contractual term of the related contract. Such valuation does not consider potential renewal of the reacquired right.

When the Group acquires a business, it assesses the Financial Assets and Liabilities assumed for appropriate classification and designation in accordance with the contractual terms, economic circumstances and pertinent conditions as at the acquisition date.

Goodwill is initially measured at Cost, being the excess of the aggregate of the consideration transferred and any previous interest held, over the Net Identifiable Assets acquired and Liabilities assumed. If the Fair Value of the Net Assets acquired is in excess of the aggregate consideration transferred, the Group re-assesses whether it has correctly identified all of the Assets acquired and all of the liabilities assumed and reviews the procedures used to measure the amounts to be recognised at the acquisition date. After initial recognition, Goodwill is measured at Cost less any accumulated impairment losses. For the purpose of impairment testing,

Goodwill acquired in a Business Combination is, from the acquisition date, allocated to each of the Group's Cash-Generating Units that are expected to benefit from the combination, irrespective of whether other Assets or Liabilities of the acquiree are assigned to those units.

A Cash Generating Unit to which Goodwill has been allocated is tested for impairment annually, or more frequently when there is an indication that the unit may be impaired. If the recoverable amount of the Cash Generating Unit is less than its carrying amount, the impairment loss is allocated first to reduce the carrying amount of any Goodwill allocated to the unit and then to the other Assets of the unit pro rata based on the carrying amount of each asset in the unit. Any impairment loss for Goodwill is recognised in Profit or Loss. An impairment loss recognised for Goodwill is not reversed in subsequent periods.

Where Goodwill has been allocated to a Cash-Generating Unit and part of the operation within that unit is disposed of, the Goodwill associated with the disposed operation is included in the carrying amount of the operation when determining the gain or loss on disposal. Goodwill disposed in these circumstances is measured based on the relative values of the disposed operation and the portion of the Cash-Generating Unit retained.

Any Goodwill arising in the Business Combination of a foreign operation and any fair value adjustments to the carrying amounts of Assets and liabilities arising on the acquisition are treated as Assets and liabilities of the foreign operation and translated at the spot rate of exchange at the reporting date.

The cost of Intangible Assets acquired in a Business Combination is their fair value at the date of acquisition.

3. USE OF ESTIMATES AND JUDGEMENTS

The preparation of Consolidated Financial Statements in conformity with Ind AS requires Group to make estimates and assumptions that affect the reported amounts of Assets and Liabilities and disclosure of Contingent Liabilities at the date of the

Notes to the Consolidated Financial Statements (Contd.)

(₹ in lakhs)

Consolidated Financial Statements and the results of operations during the reporting period end. Although these estimates are based upon Group's best knowledge of current events and actions, actual results could differ from these estimates. The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period, or in the period of the revision and future periods if the revision affects both current and future periods.

Judgements in applying Accounting Policies

The judgements, apart from those involving estimations (Refer Note below), that the Group has made in the process of applying its Accounting Policies and that have a significant effect on the amounts recognised in these Consolidated Financial Statements pertain to useful life of Intangible Assets acquired in merger. Refer Notes to the Consolidated Financial Statements.

Key sources of estimation uncertainty

The following are the key assumptions concerning the future and other key sources of estimation uncertainty at the end of the reporting period that may have a significant risk of causing a material adjustment to the carrying amounts of Assets and Liabilities within the next financial year.

3.1 Useful lives of Property, Plant and Equipment and Intangible Assets

As described in the Material Accounting Policies, the Group reviews the estimated useful lives of Property, Plant and Equipment and Intangible Assets at the end of each reporting period and any changes are accounted for prospectively.

3.2 Fair Value Measurements and Valuation Processes

Some of the Group's Assets and Liabilities are measured at Fair Value for Financial Reporting purposes. Fair Value measurements are categorised into Level 1, 2 or 3 based on the degree to which the inputs to the Fair Value measurements are observable and the significance of the inputs to the Fair Value measurement in its entirety, which are described as follows :

- Level 1 inputs are quoted prices (unadjusted) in active markets for identical Assets or liabilities that the entity can access at the measurement date;
- Level 2 inputs are inputs, other than quoted prices included within Level 1, that are observable for the Asset or Liability, either directly or indirectly; and
- Level 3 inputs are unobservable inputs for the Asset or Liability. The Group engages third party valuers, where required, to perform the valuation. Information about the valuation techniques and inputs used in determining the Fair Value of various Assets and Liabilities are disclosed in the Notes to the Consolidated Financial Statements.

3.3 Defined Benefit Plans (Gratuity Benefits)

The cost of the Defined Benefit Gratuity Plan and other post employment benefits and the Present Value of the Gratuity obligation are determined using Actuarial Valuations. An Actuarial Valuation involves making various assumptions that may differ from actual developments in the future. These include the determination of the discount rate, future salary increases and mortality rates. Due to the complexities involved in the valuation and its long-term nature, a Defined Benefit Obligation is highly sensitive to changes in these assumptions. All assumptions are reviewed at each reporting date.

The parameter most subject to change is the discount rate. In determining the appropriate discount rate for plans operated in India, the Group considers the interest rates of Government Bonds where remaining maturity of such bond correspond to expected term of Defined Benefit Obligation.

The Mortality Rate is based on publicly available mortality tables. Those mortality tables tend to change only at interval in response to demographic changes. Future salary increases and gratuity increases are based on expected future inflation rates. Further details about gratuity obligations are given in Note 28.

3.4 Claims, Provisions and Contingent Liabilities

The assessments undertaken in recognising Provisions and Contingencies have been made in accordance with the applicable Ind AS. The Group has ongoing litigations with various regulatory authorities and third parties. Where an outflow of funds is believed to be probable and a reliable estimate of the outcome of the dispute can be made based on Group's assessment of specific circumstances of each dispute and relevant external advice, Group provides for its best estimate of the liability. Such accruals are by nature complex and can take number of years to resolve and can involve estimation uncertainty. Information about such litigations is provided in Note 32 to the Consolidated Financial Statements.

Notes to the Consolidated Financial Statements (Contd.)

(₹ in lakhs)

3.5 Provision against obsolete and slow-moving Inventories

The Group reviews the condition of its Inventories and makes provision against obsolete and slow moving Inventory items which are identified as no longer suitable for sale or use. Group estimates the Net Realisable Value for such Inventories based primarily on the latest invoice prices and current market conditions. The Group carries out an Inventory review at each Balance Sheet date and makes provision against obsolete and slow moving items. The Group reassesses the estimation on each Balance Sheet date.

3.6 Impairment of Financial Assets/Impairment on Trade Receivables

The Group assesses impairment based on Expected Credit Losses (ECL) model on Trade Receivables. The Group uses a provision matrix to determine impairment loss allowance on the portfolio of Trade Receivables. The provision matrix is based on its historically observed default rates over the expected life of the Trade Receivable and is adjusted for forward looking estimates. At every reporting date, the historically observed default rates are updated and changes in the forward looking estimates are analysed.

3.7 Taxes

Deferred Tax Assets are recognised to the extent that it is probable that taxable Profit will be available against which the deductible temporary differences, and the carry forward of unused tax credits and unused tax losses including unabsorbed depreciation can be utilised. Significant Group estimate and assumptions is required to determine the amount deferred tax Assets that can be recognised, based upon the likely timing and the level of future taxable profits together with future tax planning strategies.

3.8 Leases - Estimating the Incremental Borrowing Rate

The Group does not determine the Interest Rate implicit in the Lease, therefore, it uses its Incremental Borrowing Rate (IBR) to measure Lease Liabilities. The IBR is the rate of interest that the Group would have to pay to borrow over a similar term, and with a similar security, the funds necessary to obtain an asset of a similar value to the right-of-use asset in a similar economic environment.

3.9 Impairment of Non-Financial Asset

Impairment exists when the carrying value of an Asset or cash generating unit exceeds its recoverable amount, which is the higher of its fair value less costs of disposal and its value in use. The fair value less costs of disposal calculation is based on available data from binding sales transactions, conducted at arm's length, for similar Assets or observable market prices less incremental costs for disposing off the asset. The value-in-use is based on a DCF model.

	As at March 31, 2025	As at March 31, 2024
4.1 PROPERTY, PLANT AND EQUIPMENT		
Net Carrying Amount		
Land (Freehold)	2,429.08	2,366.45
Buildings	14,769.58	10,976.28
Plant and Equipment	21,441.81	15,494.73
Furniture and Fixtures	472.77	413.08
Leasehold Improvements	8.94	8.94
Vehicles	608.64	632.60
Office Equipment	466.01	387.77
Computers	203.23	131.62
Total	40,400.06	30,411.47

Notes to the Consolidated Financial Statements (Contd.)

(₹ in lakhs)

	As at March 31, 2023	Additions	Deletions	Effect of Foreign Currency Exchange Differences	As at March 31, 2024	Additions	Deletions	Effect of Foreign Currency Exchange Differences	As at March 31, 2025
Gross Carrying Amount									
Land (Freehold)	2,331.73	-	(2.63)	37.35	2,366.45	-	-	62.63	2,429.08
Buildings	14,049.05	1,671.69	(210.84)	115.54	15,625.44	4,149.61	(3.19)	229.05	20,000.91
Plant and Equipment	33,430.60	5,035.44	(636.29)	218.32	38,048.07	8,746.86	(342.99)	524.20	46,976.14
Furniture and Fixtures	627.37	260.72	(1.84)	9.55	895.80	106.09	(11.36)	19.41	1,009.94
Leasehold Improvements	48.91	-	-	-	48.91	-	-	-	48.91
Vehicles	1,223.58	353.38	(294.21)	5.35	1,288.10	194.60	-	23.74	1,506.44
Office Equipment	588.67	348.13	(109.34)	5.67	833.13	303.20	(41.99)	13.80	1,108.14
Computers	760.09	119.88	(4.23)	17.84	893.58	159.10	(39.65)	31.24	1,044.27
Total	53,060.00	7,789.24	(1,259.38)	409.62	59,999.48	13,659.46	(439.18)	904.07	74,123.83

	As at March 31, 2023	Charge for the year	Deletions	Effect of Foreign Currency Exchange Differences	As at March 31, 2024	Charge for the year	Deletions	Effect of Foreign Currency Exchange Differences	As at March 31, 2025
Accumulated Depreciation									
Land (Freehold)	-	-	-	-	-	-	-	-	-
Buildings	4,401.53	432.49	(194.39)	9.53	4,649.16	524.15	(2.77)	60.79	5,231.33
Plant and Equipment	20,462.21	2,372.46	(398.90)	117.57	22,553.34	2,936.61	(275.41)	319.79	25,534.33
Furniture and Fixtures	444.12	31.02	(1.83)	9.41	482.72	49.26	(11.35)	16.54	537.17
Leasehold Improvements	39.97	-	-	-	39.97	-	-	-	39.97
Vehicles	691.96	180.39	(217.91)	1.06	655.50	227.58	-	14.72	897.80
Office Equipment	427.16	123.08	(106.92)	2.04	445.36	200.89	(12.62)	8.50	642.13
Computers	698.91	49.58	(3.85)	17.32	761.96	88.79	(38.36)	28.65	841.04
Total	27,165.86	3,189.02	(923.80)	156.93	29,588.01	4,027.28	(340.51)	448.99	33,723.77

Notes :

- The details of Property, Plant and Equipment hypothecated against Borrowings are presented in Note 17 and 19.
- On transition to Ind AS (i.e. April 1, 2017), the Group had elected to continue with Carrying Value of all Property, Plant and Equipment measured as per the previous GAAP and use that Carrying Value as the deemed cost of Property, Plant and Equipment.

4.2 RIGHT-OF-USE ASSETS AND LEASE LIABILITIES

As a Lessee :

The Group has lease contracts for premises used for its operations with Lease terms upto 90 years that are recognised as Right-of-Use Assets. The Group also has certain leases with lease terms of 12 months or less. The Group applies the 'Short-Term Lease' recognition exemption for these leases.

Set out below are the Carrying Amounts of Right-of-Use Assets recognised and the movements during the period :

	As at March 31, 2025	As at March 31, 2024
Leasehold Land		
Opening	2,167.51	2,312.02
Add : Additions	0.31	-
Effect of Foreign Currency Exchange Differences [Gain/(Loss)]	(2.39)	(30.75)
Less : Depreciation	(114.47)	(113.76)
Closing	2,050.96	2,167.51

Notes to the Consolidated Financial Statements (Contd.)

(₹ in lakhs)

Set out below are the Carrying Amounts of Lease Liabilities (at Amortised Cost) and the movements during the period :	As at March 31, 2025	As at March 31, 2024
Opening	1,111.91	1,165.34
Accretion of Interest	96.54	95.46
Payments	(115.97)	(148.89)
Closing	1,092.48	1,111.91
Non-Current	956.21	980.15
Current	136.27	131.76

The Effective Interest Rate for Lease Liabilities is 4.50% - 9.00% p.a (March 31, 2024 : 4.50% - 9.00% p.a.) with maturities ranging upto 90 years	As at March 31, 2025	As at March 31, 2024
Depreciation on Right-of-Use Assets	114.47	113.76
Interest Expense on Lease Liabilities (Refer Note 29)	96.54	95.46
Expense relating to Short-Term Leases (Refer Note 30)	1,438.79	1,481.33
Total Amount recognised in Statement of Consolidated Profit and Loss	1,649.80	1,690.55

- Refer Note 14.2 for Total Cash Outflow for Leases.
- The maturity analysis of Lease Liabilities is disclosed in Note 34.

	As at March 31, 2025	As at March 31, 2024
4.3 CAPITAL WORK-IN-PROGRESS		
Carrying Amount at the beginning of the year	10,409.57	4,561.51
Add : Additions during the year	5,982.72	13,637.30
(Less) : Capitalised during the year	(13,659.46)	(7,789.24)
Carrying Amount at the end of the year	2,732.83	10,409.57

Amount in CWIP for a period of

Capital Work-in-Progress ageing schedule for Project in progress :	Less than 1 year	1-2 years	2-3 years	More than 3 years	Total
Capital Work-in-Progress					
As at March 31, 2025	2,715.96	8.55	4.74	3.58	2,732.83
As at March 31, 2024	10,232.29	90.76	7.41	79.11	10,409.57

Notes :

- There are no projects whose completion are over due or has exceeded its cost compared to its original plan for both the reporting period.
- There are no projects as on March 31, 2025 and March 31, 2024 where activity has been temporarily suspended other than as disclosed below.

Amount in CWIP for a period of

Project Temporarily Suspended	Less than 1 year	1-2 years	2-3 years	More than 3 years	Total
Capital Work-in-Progress					
Project in Germany					
As at March 31, 2025	-	-	-	-	-
As at March 31, 2024	-	-	-	79.11	79.11

- The amount of Borrowing costs capitalised during the year ended March 31, 2025 is ₹ 9.17 (March 31, 2024 : ₹ 166.62). The specific Borrowing is taken from a Bank @ 150 basis points over 3 months Treasury Bills and another Bank @ 190 basis points over RBI Repo rate.

Notes to the Consolidated Financial Statements (Contd.)

(₹ in lakhs)

	As at March 31, 2025	As at March 31, 2024
5. GOODWILL		
Goodwill (arising on Merger) (Also Refer Note 38)	2,669.91	5,339.86
Goodwill (On Consolidation)	12,155.16	11,553.11
Goodwill (addition towards Business Combination)	505.28	485.01
Total	15,330.35	17,377.98

	As at March 31, 2023	Additions	Deletions	Effect of Foreign Currency Exchange Differences	As at March 31, 2024	Additions	Deletions	Effect of Foreign Currency Exchange Differences	As at March 31, 2025
Gross Carrying Amount									
Goodwill (arising on Merger) (Also Refer Note 38)	26,699.46	-	-	-	26,699.46	-	-	-	26,699.46
Goodwill (On Consolidation)	11,303.16	-	(134.46)	384.41	11,553.11	-	-	602.05	12,155.16
Goodwill (addition towards Business Combination)	464.56	-	-	20.45	485.01	-	-	20.27	505.28
Total	38,467.18	-	(134.46)	404.86	38,737.58	-	-	622.32	39,359.90

	As at March 31, 2023	Charge for the year	Deletions	Effect of Foreign Currency Exchange Differences	As at March 31, 2024	Charge for the year	Deletions	Effect of Foreign Currency Exchange Differences	As at March 31, 2025
Accumulated Amortisation									
Goodwill (arising on Merger) (Also Refer Note 38)	18,689.65	2,669.95	-	-	21,359.60	2,669.95	-	-	24,029.55
Goodwill (On Consolidation)	-	-	-	-	-	-	-	-	-
Goodwill (addition towards Business Combination)	-	-	-	-	-	-	-	-	-
Total	18,689.65	2,669.95	-	-	21,359.60	2,669.95	-	-	24,029.55

	As at March 31, 2025	As at March 31, 2024
6. OTHER INTANGIBLE ASSETS		
Net Carrying Amount		
Computer Software	254.17	95.43
Customer Relation	284.43	363.71
Brand Name/Trademarks	887.85	1,133.11
Intellectual Property Rights (Technical Know-how) (Refer Note 6.1 below)	103.26	119.47
Total	1,529.71	1,711.72

Notes to the Consolidated Financial Statements (Contd.)

	As at March 31, 2023	Additions	Deletions	Effect of Foreign Currency Exchange Differences	As at March 31, 2024	Additions	Deletions	Effect of Foreign Currency Exchange Differences	As at March 31, 2025
(₹ in lakhs)									
Gross Carrying Amount									
Computer Software	441.71	73.77	(13.29)	0.53	502.72	211.83	(30.88)	1.79	685.46
Customer Relation	451.28	-	-	15.53	466.81	-	-	24.13	490.94
Brand Name/Trademarks	1,395.84	-	-	48.03	1,443.87	-	-	74.63	1,518.50
Intellectual Property Rights (Technical Know-how) (Refer Note 6.1 below)	542.31	-	-	3.12	545.43	-	-	8.65	554.08
Total	2,831.14	73.77	(13.29)	67.21	2,958.83	211.83	(30.88)	109.20	3,248.98

	As at March 31, 2023	Charge for the year	Deletions	Effect of Foreign Currency Exchange Differences	As at March 31, 2024	Charge for the year	Deletions	Effect of Foreign Currency Exchange Differences	As at March 31, 2025
Accumulated Amortisation									
Computer Software	366.96	53.18	(13.29)	0.44	407.29	51.32	(28.85)	1.53	431.29
Customer Relation	7.52	92.22	-	3.36	103.10	95.79	-	7.62	206.51
Brand Name/Trademarks	23.26	285.25	-	2.25	310.76	296.31	-	23.58	630.65
Intellectual Property Rights (Technical Know-how) (Refer Note 6.1 below)	400.04	23.94	-	1.98	425.96	18.92	-	5.94	450.82
Total	797.78	454.59	(13.29)	8.03	1,247.11	462.34	(28.85)	38.67	1,719.27

6.1 Technical Know-how represents technical drawings, designs etc. relating to manufacture of the Group's products and acquired pursuant to various agreements conferring the right to usage only.

Note :

- On transition to Ind AS (i.e. April 1, 2017), the Group had elected to continue with Carrying Value of Other Intangible Assets measured as per the previous GAAP and use that Carrying Value as the Deemed Cost of Other Intangible Assets.
- There are no restrictions over the title of the Group's Intangible Assets, nor are any Intangible Assets pledged as security for Liabilities.

	As at March 31, 2025			As at March 31, 2024		
	Quantity (Number)	Current	Non-Current	Quantity (Number)	Current	Non-Current
7. INVESTMENTS						
At Fair Value Through Profit and Loss (FVTPL)						
Quoted* (Fully Paid)						
Investment in Mutual Funds						
- Aditya Birla Sun Life Short Term Fund-Direct Plan-Growth Option	2,62,136	131.80	-	2,62,136	121.11	-
- Aditya Birla Sun Life Money Manager Fund-Direct Plan-Growth Option	3,22,033	1,184.02	-	3,22,033	1,097.46	-
- ICICI Prudential Equity Savings Fund-Direct Plan Cumulative	62,70,081	1,466.57	-	62,70,081	1,354.96	-
- ICICI Prudential Banking and PSU Debt Fund-Direct Plan-Growth Option	23,64,462	789.12	-	23,64,462	727.76	-

Notes to the Consolidated Financial Statements (Contd.)

(₹ in lakhs)

	As at March 31, 2025			As at March 31, 2024		
	Quantity (Number)	Current	Non-Current	Quantity (Number)	Current	Non-Current
- ICICI Prudential Short Term Fund-Direct Plan-Growth Option	12,05,854	772.48	-	12,05,854	710.64	-
- Bandhan Banking and PSU Debt Fund-Direct Plan-Growth Option	-	-	-	52,93,345	1,212.43	-
- Bandhan Corporate Bond Fund-Direct Plan-Growth Option	-	-	-	32,84,949	585.41	-
- Kotak Bond Short Term Plan-Direct Plan-Growth Option	4,64,701	260.45	-	4,64,701	239.43	-
- Kotak Corporate Bond Fund-Direct Plan-Growth Option	31,125	1,197.67	-	31,125	1,100.33	-
- Kotak Debt Hybrid Fund-Direct Plan-Growth Option	4,57,060	298.90	-	4,57,060	272.32	-
- Kotak Equity Arbitrage Fund-Direct Plan-Growth Option	65,61,940	2,582.30	-	65,61,940	2,387.64	-
- Kotak Equity Savings Fund-Direct Plan-Growth Option	16,55,067	451.33	-	16,55,067	420.47	-
Investments in Bonds						
- Government of India (GOI) Bond	85,600	-	98.11	85,600	-	95.34
- SBI Perpetual Bond (8.5%)	-	-	-	50	510.66	-
- SBI Perpetual Bond (8.75%)	-	-	-	30	314.30	-
- SBI Perpetual Bond (7.72%)	10	-	1,029.99	10	-	1,033.00
Investment in Other Instruments						
- Indigrid Invit	1,88,811	265.68	-	1,88,811	210.12	-
- Powergrid Invit	-	-	-	2,22,000	250.76	-
TOTAL INVESTMENTS CARRIED AT FVTPL		9,400.32	1,128.10		11,515.80	1,128.34
TOTAL INVESTMENTS CARRYING VALUE		9,400.32	1,128.10		11,515.80	1,128.34
Other Disclosures						
Aggregate Book Value of Quoted Investments		9,400.32	1,128.10		11,515.80	1,128.34
Aggregate Market Value of Quoted Investments		9,400.32	1,128.10		11,515.80	1,128.34

* Quoted includes repurchase price of Mutual Fund units.

	As at March 31, 2025	As at March 31, 2024
8.1 LOANS		
Unsecured, Considered Good		
At Amortised Cost		
Loans	-	10.00
Total	-	10.00

Notes to the Consolidated Financial Statements (Contd.)

(₹ in lakhs)

	As at March 31, 2025		As at March 31, 2024	
	Current	Non-Current	Current	Non-Current
8.2 OTHERS FINANCIAL ASSETS				
Unsecured, Considered Good				
At Amortised Cost				
(a) Bank Deposits with remaining maturity less than 12 months	-	-	400.00	-
(b) Interest Accrued on Deposits	-	-	29.45	-
(c) Claims Receivable	21.36	-	-	-
(d) Security Deposits	62.42	372.17	138.56	320.16
(e) Export Incentive Receivables	140.42	-	52.72	-
Total	224.20	372.17	620.73	320.16

9. DEFERRED TAX LIABILITIES (NET)

A. Components of Deferred Tax Assets and Liabilities as at March 31, 2025 is as below :

	Balance as at April 1, 2024	Recognised/ (Reversed) in Statement of Profit and Loss and Other Comprehensive Income	Exchange Difference Recognised/ (Reversed) in Balance Sheet	Balance as at March 31, 2025
Deferred Tax Assets				
Expenses Allowable on payment basis and impairment on Trade Receivables	1,196.33	(956.15)	-	240.18
Unrealised Profit on Unsold Stocks	27.51	(8.30)	-	19.21
Other timing differences	143.29	-	-	143.29
Sub-total (A)	1,367.13	(964.45)	-	402.68
Deferred Tax Liabilities				
Excess of book WDV of Property, Plant and Equipment, Intangible Assets over WDV for Income Tax purposes	4,288.86	(785.67)	-	3,503.19
Unrealised Gain on Fair Valuation of Investment carried at FVTPL	349.05	(63.60)	-	285.45
Other timing differences	412.51	-	59.10	471.61
Sub-total (B)	5,050.42	(849.27)	59.10	4,260.25
Net Deferred Tax Liabilities (A - B)	(3,683.29)	(115.18)	(59.10)	(3,857.57)

	As at March 31, 2025	As at March 31, 2024
Deferred Tax Credit related to items recognised to Other Comprehensive Loss (included above) during the year		
Re-measurement Loss on Defined Benefit Plans	14.06	6.97
Total	14.06	6.97

Notes to the Consolidated Financial Statements (Contd.)

(₹ in lakhs)

B. Components of Deferred Tax Assets and Liabilities as at March 31, 2024 is as below :

	Balance as at April 1, 2023	Recognised/ (Reversed) in Statement of Profit and Loss and Other Comprehensive Income	Exchange Difference Recognised/ (Reversed) in Balance Sheet	Balance as at March 31, 2024
Deferred Tax Assets				
Expenses Allowable on payment basis and impairment on Trade Receivables	240.11	956.22	-	1,196.33
Unrealised Profit on Unsold Stocks	40.21	(12.70)	-	27.51
Other timing differences	23.14	120.15	-	143.29
Sub-total (A)	303.46	1,063.67	-	1,367.13
Deferred Tax Liabilities				
Excess of book WDV of Property, Plant and Equipment, Intangible Assets over WDV for Income Tax purposes	4,515.04	(226.18)	-	4,288.86
Unrealised Gain on Fair Valuation of Investment carried at FVTPL	346.29	2.76	-	349.05
Other timing differences	623.89	(597.83)	386.45	412.51
Sub-total (B)	5,485.22	(821.25)	386.45	5,050.42
Net Deferred Tax Liabilities (A - B)	(5,181.76)	1,884.92	(386.45)	(3,683.29)

	As at March 31, 2025	As at March 31, 2024
10A. INCOME TAX ASSETS (NET)		
Advance Income-Tax [Net of Provisions of ₹10,630.01 (March 31, 2024 : ₹ 6,255.81)]	1,268.02	1,011.90
Total	1,268.02	1,011.90

	As at March 31, 2025	As at March 31, 2024
10B. INCOME TAX LIABILITIES (NET)		
Current Tax Liabilities [Net of Advance Tax ₹ 3,771.20 (March 31, 2024 : ₹ 6,086.32)]	167.19	1,004.37
Total	167.19	1,004.37

	As at March 31, 2025		As at March 31, 2024	
	Current	Non-Current	Current	Non-Current
11. OTHER ASSETS				
Unsecured, Considered Good				
(a) Capital Advances	-	1,916.37	-	635.88
(b) Advances other than Capital Advances (Advances to Suppliers)	878.70	-	680.15	-
(c) Balances with Government Authorities (Other than Income Tax)	772.15	9.76	657.11	41.40
(d) Prepaid Expenses	695.57	-	524.87	-
(e) Advances to Employees for Expenses	324.79	-	78.37	-
Total	2,671.21	1,926.13	1,940.50	677.28

Notes to the Consolidated Financial Statements (Contd.)

(₹ in lakhs)

	As at March 31, 2025	As at March 31, 2024
12. INVENTORIES		
(a) Raw Materials and Components	20,983.09	13,140.68
(b) Work-in-Progress	4,553.08	3,426.19
(c) Finished Goods	7,484.55	8,059.05
(d) Stock-in-Trade	2,999.83	1,485.65
(e) Stores and Spares	4,450.80	3,959.60
Total	40,471.35	30,071.17
Goods-in-Transit - Included above		
(i) Raw Materials and Components	1,896.70	1,406.18
(ii) Finished Goods	1,859.65	2,053.67
(iii) Stock-in-Trade	23.02	493.67
(iv) Stores and Spares	-	11.15
Total	3,779.37	3,964.67

12.1 Inventories of Holding company, Monocon International Refractories Limited and Sheffield Refractories Limited are hypothecated against the Borrowings of the respective Companies as referred in Note 17 and Note 19.

	As at March 31, 2025	As at March 31, 2024
13. TRADE RECEIVABLES		
Unsecured - At Amortised Cost		
(a) Trade Receivables Considered Good	35,937.51	32,500.20
(b) Trade Receivables - which have significant increase in Credit Risk	731.37	4,486.73
Less : Impairment on Trade Receivables	(731.37)	(4,486.73)
Total	35,937.51	32,500.20

13.1 Trade Receivables are Non Interest Bearing.

13.2 No Trade or Other Receivables are due from Directors or other Officers of the Group either severally or jointly with any other person, nor any Trade or Other Receivables are due from Firms or Private Companies respectively in which any Director is a Partner, a Director or a Member.

13.3 Trade Receivables ageing schedule :

As at March 31, 2025	Outstanding for following periods					Total
	Less than 6 months	6 months - 1 year	1 - 2 years	2 - 3 years	More than 3 years	
(i) Undisputed Trade Receivables – Considered Good	33,505.97	2,367.13	64.41	-	-	35,937.51
(ii) Undisputed Trade Receivables – which have significant increase in Credit Risk	1.79	5.82	119.89	540.64	63.23	731.37
Less : Impairment on Trade Receivables	(1.79)	(5.82)	(119.89)	(540.64)	(63.23)	(731.37)
Total	33,505.97	2,367.13	64.41	-	-	35,937.51

Notes to the Consolidated Financial Statements (Contd.)

(₹ in lakhs)

As at March 31, 2024	Outstanding for following periods					Total
	Less than 6 months	6 months - 1 year	1 - 2 years	2 - 3 years	More than 3 years	
(i) Undisputed Trade Receivables – Considered Good	30,832.57	912.92	111.32	643.39	-	32,500.20
(ii) Undisputed Trade Receivables – which have significant increase in Credit Risk	28.21	3,350.87	562.15	363.76	181.74	4,486.73
Less : Impairment on Trade Receivables	(28.21)	(3,350.87)	(562.15)	(363.76)	(181.74)	(4,486.73)
Total	30,832.57	912.92	111.32	643.39	-	32,500.20

There are no unbilled and not due Receivables, hence the same is not disclosed in the ageing schedule.

	As at March 31, 2025	As at March 31, 2024
14. CASH AND BANK BALANCES		
(A) Cash and Cash Equivalents		
(a) Balances with Banks		
– In Current Accounts	6,022.28	6,942.11
(b) Cash on Hand	29.63	23.02
Total	6,051.91	6,965.13
(B) Bank Balances other than (A) above		
(a) Unclaimed Dividend Accounts (Refer Note 14.1)	137.63	119.54
(b) Unspent Corporate Social Responsibility @	217.94	76.95
Total	355.57	196.49

@ Out of the previous year Opening Balance of ₹ 91.94, ₹ 14.99 was attached by Regional Provident Fund Commissioner on January 31, 2024. The Holding Company has subsequently deposited ₹ 14.99 to unspent CSR account of the Bank on May 13, 2024.

14.1 Balances in Unclaimed Dividend Account can be utilised by the Holding Company only towards settlement of the respective Unpaid Dividend or to Investor Education and Protection Fund in accordance with law.

14.2 Changes in Liabilities arising from Financing Activities

	Other Borrowings	Lease Liabilities
As on April 1, 2024	16,297.39	1,111.91
Add/(Less) : Cash Flow Changes	3,543.28	(115.97)
Add : Other Changes*	393.94	96.54
As on March 31, 2025	20,234.61	1,092.48

Changes in Liabilities arising from Financing Activities	Other Borrowings	Lease Liabilities
As on April 1, 2023	14,849.02	1,165.34
Add/(Less) : Cash Flow Changes	1,254.61	(148.89)
Add : Other Changes*	193.76	95.46
As on March 31, 2024	16,297.39	1,111.91

* Other Changes includes the effect of changes in foreign exchange rate etc.

Notes to the Consolidated Financial Statements (Contd.)

(₹ in lakhs)

	As at March 31, 2025		As at March 31, 2024	
	Number of Shares	Amount	Number of Shares	Amount
15. EQUITY SHARE CAPITAL				
Authorised Share Capital				
Equity Share of ₹ 10 per Share with Voting Rights	4,30,00,000	4,300.00	4,30,00,000	4,300.00
5% Redeemable Preference Share of ₹ 100 per Share	20,00,000	2,000.00	20,00,000	2,000.00
Issued, Subscribed and Fully Paid up Capital				
Equity Share of ₹ 10 per Share with Voting Rights*	3,60,39,312	3,603.93	3,60,39,312	3,603.93

* There are no changes in Number of Shares during the year ended March 31, 2025 and March 31, 2024.

15.1 Share issued pursuant to the Scheme of Amalgamation

Pursuant to the Scheme of Amalgamation as detailed in Note 38, the Holding Company has issued and allotted 3,46,10,472 Equity Shares of ₹ 10 each fully paid and 14,87,160 Equity Shares of the Holding Company of ₹ 10 each fully paid held by erstwhile IFGL Refractories Limited have got cancelled on September 18, 2017.

15.2 Terms/Rights attached to Equity Shares

The Holding Company has only one class of Equity Shares having Face Value of ₹ 10 each. Each holder of such shares is entitled to 1 Vote per Share. In the event of liquidation of the Holding Company, the Equity Shareholders will be entitled to receive the remaining Assets of the Holding Company, after distribution of all preferential amounts, in proportion to their shareholding. The Holding Company in their General Meeting may declare dividends, but no dividend shall exceed the amount recommended by the Board of Directors of the Holding Company.

15.3 Shares held by the Holding Company and Subsidiaries of the Holding Company

Name of the Shareholders	As at March 31, 2025		As at March 31, 2024	
	Number of Shares	% Holding	Number of Shares	% Holding
Bajoria Financial Services Private Limited - Holding Company	2,40,44,509	66.72	2,40,44,509	66.72
Bajoria Enterprises Limited (BEL) - Fellow Subsidiary	270	*	270	*

* below rounding off norms

15.4 Details of Shareholders holding more than 5% of aggregate Shares in the Holding Company

Name of the Shareholders	As at March 31, 2025		As at March 31, 2024	
	Number of Shares	% Holding	Number of Shares	% Holding
Bajoria Financial Services Private Limited - Holding Company	2,40,44,509	66.72	2,40,44,509	66.72
HDFC Small Cap Fund	33,97,016	9.43	32,15,950	8.92

15.5 Details of Shares held by Promoters (Equity Shares of ₹ 10 each fully paid up)

Promoter Name @	Number of Equity Shares at the beginning of the year	Change during the year	Number of Equity Shares at the end of the year	% of Total Shares	% Change during the year
As at March 31, 2025					
Shishir Kumar Bajoria	14,81,642	-	14,81,642	4.11%	-
S K Bajoria HUF (Shishir Kumar Bajoria)	3,14,995	-	3,14,995	0.87%	-
Smita Bajoria	44,613	-	44,613	0.12%	-
Mihir Prakash Bajoria	2,18,745	-	2,18,745	0.61%	-
Bajoria Financial Services Private Limited	2,40,44,509	-	2,40,44,509	66.72%	-
Bajoria Enterprises Limited	270	-	270	*	-
Total	2,61,04,774	-	2,61,04,774	72.43%	-

Notes to the Consolidated Financial Statements (Contd.)

(₹ in lakhs)

Promoter Name @	Number of Equity Shares at the beginning of the year	Change during the year	Number of Equity Shares at the end of the year	% of Total Shares	% Change during the year
As at March 31, 2024					
Shishir Kumar Bajoria	14,81,642	-	14,81,642	4.11%	-
S K Bajoria HUF (Shishir Kumar Bajoria)	3,14,995	-	3,14,995	0.87%	-
Smita Bajoria	44,613	-	44,613	0.12%	-
Mihir Prakash Bajoria	2,18,745	-	2,18,745	0.61%	-
Bajoria Financial Services Private Limited	1,84,54,353	55,90,156	2,40,44,509	66.72%	30.29%
Bajoria Enterprises Limited	270	-	270	*	-
Krosaki Harima Corporation	55,90,156	(55,90,156)	-	-	(100.00%)
Total	2,61,04,774	-	2,61,04,774	72.43%	-

* below rounding off norms

@ Promoter here means Promoter as defined in the Companies Act, 2013.

15.6 There are no equity shares issued as bonus and for consideration other than Cash and Shares bought back during the period of five years immediately preceding the reporting date.

15.7 The Board of Directors of the Holding Company in their meeting held on May 24, 2025, have recommended issue of 1 (one) Equity Share of ₹ 10 each fully paid up as bonus share for every 1 (one) Equity Shares held, following statutory provisions applicable including Section 63 and other relevant Sections of the Companies Act, 2013 and Rules framed thereunder, SEBI LODR Regulations, 2015, SEBI ICDR Regulations, 2018 and subject to approval of the Shareholders of the Holding Company.

	Reserves and Surplus			Other Comprehensive Income (OCI)#	Equity attributable to the Equity Holders of Holding Company	Non-Controlling Interest
	Securities Premium	Retained Earnings	Special Economic Zone Reinvestment Reserve Utilisation			
16. OTHER EQUITY						
Balance as at March 31, 2023	39,747.97	46,101.18	1,824.84	9,226.67	96,900.66	-
Add : Profit for the year	-	8,167.44	-	-	8,167.44	*
Less : Final Dividend on Equity Shares for the Financial Year 2022-23	-	(2,522.75)	-	-	(2,522.75)	*
(Less)/Add : Amount transferred from Special Economic Zone Reinvestment Reserve Utilisation to Retained Earnings (Refer Note 16 c)	-	1,824.84	(1,824.84)	-	-	-
Add : Other Comprehensive Income for the year, Net of Tax	-	(20.74)	-	1,076.79	1,056.05	-
Balance as at March 31, 2024	39,747.97	53,549.97	-	10,303.46	1,03,601.40	*
Add : Profits for the year	-	4,297.74	-	-	4,297.74	-
Less : Final Dividend on Equity Shares for the Financial Year 2023-24 (Refer Note 16.1)	-	(2,522.75)	-	-	(2,522.75)	-
Add : Other Comprehensive Income for the year, Net of Tax	-	(41.80)	-	1,762.85	1,721.05	-
Balance as at March 31, 2025	39,747.97	55,283.16	-	12,066.31	1,07,097.44	-

* below rounding off norms

Exchange differences in translating the financial statements of foreign operations

Notes to the Consolidated Financial Statements (Contd.)

(₹ in lakhs)

Nature and Purpose of Reserves :

- (a) Securities Premium is used to record the Premium on Issue of Shares. The same is utilised in accordance with the provisions of Section 52 of the Companies Act, 2013.
- (b) Retained Earnings represents the Profits that the Group has earned till date, less any Dividends or other distributions to the Shareholders.
- (c) Special Economic Zone Reinvestment Reserve had been created out of the Profit for the Financial Year 2022-23 of the eligible SEZ unit in terms of the provisions of Sec 10AA(1)(ii) of Income Tax Act, 1961 under the Old Tax Regime. The Holding Company had elected to exercise the option permitted under section 115BAA of the Income Tax Act, 1961 as introduced by the Taxation Laws (Amendment) Act, 2019 "New Tax Regime" at the time of filing of Income Tax Return for Financial Year ended March 31, 2023.

Accordingly, the amount transferred to Special Economic Zone Reinvestment Reserve Utilisation had been transferred to Retained Earnings during the year ended March 31, 2024.

- (d) Other Comprehensive Income : Exchange Differences arising on translation of the foreign operations are recognised in Other Comprehensive Income as described in accounting policy and accumulated in a separate Reserve within Equity. The cumulative amount is reclassified to Profit or Loss when the Net Investment is disposed-off.
- (e) Non-controlling Interest : Non Controlling Interests represent shares in the Step Down Subsidiaries Company held by the other Shareholders.
- (f) The Board of Directors of the Holding Company in their meeting held on May 7, 2025, has declared Interim Dividend at the rate of 60 % i.e. ₹ 6 per Equity Share of ₹ 10/- each face value.

16.1 The Board of Directors of the Holding Company, at its meeting on May 24, 2025, have proposed a Final Dividend of Re. 1.00 (10%) per Equity Share for the financial year ended March 31, 2025 subject to the approval of Shareholders at the forthcoming Annual General Meeting, and following Policy on Dividend Distribution of the Holding Company. Proposed Dividend is accounted for in the year in which it is approved by the Shareholders.

The Board of Directors of the Holding Company, at its meeting on May 18, 2024, had proposed a Final Dividend of ₹ 7.00 (70%) per Equity Share for the Financial Year ended March 31, 2024. The total amount of ₹ 2,522.75 has been paid out during the year ended March 31, 2025, with approval of Equity Shareholders obtained at the Annual General Meeting.

	As at March 31, 2025	As at March 31, 2024
17. NON CURRENT - BORROWINGS		
At Amortised Cost		
Secured		
Term Loans - from Banks [Refer Note 17.1 & 17.2]	4,693.74	5,867.75
Total	4,693.74	5,867.75

17.1 Nature of Security and Terms of Repayment of Secured Borrowings :

- (i) **Term Loan of Hofmann Ceramic GmbH** is repayable by Financial Year 2032-33 and is secured by specific Plant and Machineries of that Company.
- (ii) **Loan from a Bank of Sheffield Refractories Limited** is secured by Land and Building of that Company and is repayable by Financial Year 2025-26.
- (iii) **Rupee Term Loan** from a Bank is secured by the first pari-passu charge over all Movable Property, Plant and Equipment of the Holding Company, both present and future, first pari-passu charge over Land and Building of the Holding Company situated at Visakhapatnam, both present and future, and second pari-passu charge over Current Assets of the Holding Company, both present and future. The interest rate on such term loan is 150 basis points over 3 months Treasury Bill and is repayable in 20 equal quarterly instalments after one year of moratorium period from the date of first disbursement.
- (iv) **Rupee Term Loan** from another Bank is secured by the first pari-passu charge over all Movable Property, Plant and Equipment of the Holding Company, and second pari-passu charge over Current Assets of the Holding Company. The interest rate on such term loan is 190 basis points over RBI Repo rate and is repayable in 20 equal quarterly instalments after one year of moratorium period from the date of first disbursement.

Notes to the Consolidated Financial Statements (Contd.)

(₹ in lakhs)

The Holding Company has also satisfied all Debt Covenants prescribed in terms of bank loans. The Holding Company has not defaulted on any loans payable.

17.2 For Current Maturities of Long Term Loans from Banks, Refer Note 19.

	As at March 31, 2025	As at March 31, 2024
18. CURRENT PROVISIONS		
Provision for Employee Benefits		
(a) Compensated Absences	39.57	35.26
(b) Gratuity (Refer Note 28.6 and 35)	56.92	51.03
Total	96.49	86.29

	As at March 31, 2025	As at March 31, 2024
19. CURRENT - BORROWINGS		
At Amortised Cost		
Secured		
(a) Working Capital Loans repayable on Demand	9,395.92	4,322.25
(b) Packing Credit Loans repayable upto six months	4,557.62	3,665.94
(c) Current Maturities of Long Term Loans from Banks (Refer Note 17.2)	1,587.33	2,441.45
Total	15,540.87	10,429.64

19.1 Working Capital and Packing Credit Loans from Banks of Holding Company are secured by hypothecation of Raw Materials, Stock-in-Process, Finished Goods, Consumables, Spares, Stores, Receivables and Other Current Assets both present and future on pari passu basis and by a second charge over all Movable Property, Plant and Equipment of the Holding Company on pari passu basis.

19.2 The overdraft facilities availed by Hofmann Ceramic GmbH are secured by mortgage of Land owned by the said Company.

19.3 Working Capital Facility from a bank availed by Monocon International Refractories Limited and Sheffield Refractories Limited are secured by Property, Plant and Equipment and Current Assets of both the Companies.

19.4 The Holding Company has been sanctioned Working Capital limits in excess of Rupees Five crores in aggregate from Banks on the basis of security as mentioned in Note 19.1 above. The revised intimations in respect of amounts reported in Quarterly Returns/ Statements filed by the Holding Company with such Banks are in agreement with the Unaudited Books of Account of the Holding Company. The Holding Company has satisfied all Debt Covenants prescribed in Terms of Bank Loans. The Holding Company has not defaulted on any loans payable.

	As at March 31, 2025	As at March 31, 2024
20. TRADE PAYABLES		
At Amortised Cost		
Total Outstanding dues of Micro Enterprises and Small Enterprises (MSME)	1,232.25	285.10
Total Outstanding dues of Creditors other than Micro Enterprises and Small Enterprises	22,351.67	17,640.20
Total	23,583.92	17,925.30

20.1 Trade Payables are Non-Interest bearing except in cases where there are delay in payment to MSME.

20.2 For MSME schedule Refer Note 21.1 of Standalone Financial Statements

Notes to the Consolidated Financial Statements (Contd.)

(₹ in lakhs)

20.3 Trade Payables ageing schedule :

	Outstanding for following periods					Total
	Unbilled Dues	Less than 1 year	1 - 2 years	2 - 3 year	More than 3 years	
As at March 31, 2025						
(i) Dues of Micro Enterprises and Small Enterprises	-	1,232.25	-	-	-	1,232.25
(ii) Dues of Creditor other than Micro Enterprises and Small Enterprises	3,324.39	18,772.64	219.08	19.32	16.24	22,351.67
Total	3,324.39	20,004.89	219.08	19.32	16.24	23,583.92
As at March 31, 2024						
(i) Dues of Micro Enterprises and Small Enterprises	-	285.10	-	-	-	285.10
(ii) Dues of Creditor other than Micro Enterprises and Small Enterprises	2,382.41	15,211.82	20.14	8.24	17.59	17,640.20
Total	2,382.41	15,496.92	20.14	8.24	17.59	17,925.30

There are no disputed Trade Payables, hence the same is not disclosed in the ageing schedule.

There are no 'Not Due' Trade Payables, hence the same is not disclosed in the ageing schedule.

	As at March 31, 2025	As at March 31, 2024
21. OTHER FINANCIAL LIABILITIES		
At Amortised Cost		
(a) Unpaid Dividends (Refer Note 21.1 below)	137.63	119.54
(b) Deposits	120.94	111.14
(c) Payables to Employees (Refer Note 21.2 below)	656.31	605.42
(d) Creditors for Capital Supplies/Services	342.58	207.18
(e) Interest accrued but not due	36.77	46.81
Total	1,294.23	1,090.09

21.1 There are no amounts due for payment to the Investor Education and Protection Fund as at the year end.

21.2 For amounts due relating to Related Party, Refer Note 35.

	As at March 31, 2025	As at March 31, 2024
22. OTHER CURRENT LIABILITIES		
(a) Advances received from Customers	248.13	197.45
(b) Statutory Dues	221.88	217.46
(c) Liability towards Corporate Social Responsibility (Refer Note 43)	352.53	217.07
Total	822.54	631.98

	For the year ended March 31, 2025	For the year ended March 31, 2024
23. REVENUE FROM OPERATIONS		
Revenue From		
Sale of Finished goods	1,53,801.37	1,45,199.00
Sale of Traded goods	7,983.42	15,179.78
Revenue From Sale of Products	1,61,784.79	1,60,378.78
Revenue From Sale of Services	2,425.87	2,719.09
Other Operating Income		
Export Benefits	195.86	149.60
Net Gain on Foreign Exchange Rate Fluctuation and Translation	782.50	504.97
Other Operating Revenue (Scrap Sales)	113.70	196.44
Total Other Operating Income	1,092.06	851.01
Total	1,65,302.72	1,63,948.88

Notes to the Consolidated Financial Statements (Contd.)

(₹ in lakhs)

23.1 Refer Note 36 for details of disaggregation of the Group's Revenue from contracts with Customers.

Also Refer Note 13 and Note 22 for details and movement of Trade Receivables and Advances received from Customers.

The Group has recognised a Revenue of ₹ 197.45 (March 31, 2024 : ₹ 717.82) from the amount included under Advance from Customers at the beginning of the year.

	For the year ended March 31, 2025	For the year ended March 31, 2024
23.2 Timing of Revenue Recognition		
Goods and Services transferred at a point in time	1,64,210.66	1,63,097.87

23.3 There are no significant adjustments between the contracted price and revenue recognised.

	For the year ended March 31, 2025	For the year ended March 31, 2024
24. OTHER INCOME		
Interest Income (Refer Note 24.1)	245.10	292.87
Reversal of Impairment Loss on Receivables (Net)	387.46	-
Liabilities no longer required written back	251.35	431.36
Other Non Operating Income (Refer Note 24.2) (Net of Expenses directly attributable to such Income)	857.57	1,153.23
Total	1,741.48	1,877.46

	For the year ended March 31, 2025	For the year ended March 31, 2024
24.1 Details of Interest Income		
Interest Income earned on Financial Assets that are not designated at Fair Value through Profit and Loss :		
- On Bank Deposits	23.23	45.40
- On Other Deposits	21.00	41.38
Interest Income earned on Financial Assets that are designated at Fair Value through Profit and Loss :		
- On Other Deposits	200.87	206.09
Total	245.10	292.87

	For the year ended March 31, 2025	For the year ended March 31, 2024
24.2 Other Non Operating Income		
Profit/(Loss) on Sale of Current Investments	15.11	118.74
Unrealised Gain on Fair Valuation of Current Investments through Profit and Loss	717.21	719.48
Miscellaneous Income (Sundry Receipts)	125.25	315.01
Total	857.57	1,153.23

	For the year ended March 31, 2025	For the year ended March 31, 2024
25. COST OF RAW MATERIALS AND COMPONENTS CONSUMED		
Inventory at the beginning of the year	13,140.68	14,417.33
Add : Purchases	85,614.42	72,949.32
Less : Inventory at the end of the year	(20,983.09)	(13,140.68)
Total	77,772.01	74,225.97

Notes to the Consolidated Financial Statements (Contd.)

(₹ in Lakhs)

	For the year ended March 31, 2025	For the year ended March 31, 2024
26. PURCHASES OF STOCK-IN-TRADE		
Purchases of Stock-in-Trade	6,718.35	9,458.22
Total	6,718.35	9,458.22

	For the year ended March 31, 2025	For the year ended March 31, 2024
27. CHANGES IN INVENTORIES OF FINISHED GOODS, STOCK-IN-TRADE AND WORK-IN-PROGRESS		
Opening Stock		
Finished Goods	8,059.05	7,272.38
Work-in-Progress	3,426.19	3,296.16
Stock-in-Trade	1,485.65	1,686.21
Sub-total (A)	12,970.89	12,254.75
Less : Closing Stock		
Finished Goods	7,484.55	8,059.05
Work-in-Progress	4,553.08	3,426.19
Stock-in-Trade	2,999.83	1,485.65
Adjustments for Changes in Foreign Currency Rates	(284.66)	(179.39)
Sub-total (B)	14,752.80	12,791.50
Total (A - B)	(1,781.91)	(536.75)

	For the year ended March 31, 2025	For the year ended March 31, 2024
28. EMPLOYEE BENEFITS EXPENSES		
Salaries, Wages, Bonus and Remuneration	25,585.93	22,721.98
Contribution to Provident and Other Funds	1,189.45	1,139.91
Staff Welfare Expenses	1,342.64	1,166.95
Total	28,118.02	25,028.84

28.1 The Holding Company has recognised in the Statement of Profit and Loss for the year ended March 31, 2025 an amount of ₹ 292.98 (March 31, 2024 : ₹ 246.13) as expenses under Defined Contribution Plans.

28.2 Provident Fund (Funded)

Provident Fund contributions in respect of employees upto August 2017 of erstwhile IFGL Refractories Limited i.e Holding Company are made to a Trustee managed exempted fund and interest paid to member thereof is not lower than that declared annually by the Central Government. Shortfall if any is made good by the Holding Company. Membership to said fund has been closed on and from September 1, 2017, subject to necessary approvals and/or permissions. Provident Fund in respect of remaining employees are made to Statutory Provident Fund established by the Central Government. Based on the final guidance for measurement of Provident Fund liabilities of the Trustee managed fund issued by the Actuarial Society of India, the Holding Company's liability at the year ended March 31, 2025 is Nil (March 31, 2024 : ₹ 1.94) has been actuarially determined by an Independent Actuary using the Projected Unit Credit Method and provided for. Provident Fund in respect of remaining employees of the Holding Company are made to Statutory Provident Fund established by the Central Government as stated above.

The details of Fund and Planned Assets position is given below :

	For the year ended March 31, 2025	For the year ended March 31, 2024
Discount Rate	6.50%	7.00%
Expected Guaranteed Interest Rate	8.25%	8.15%

Notes to the Consolidated Financial Statements (Contd.)

(₹ in lakhs)

28.3 Gratuity (Funded)

The Holding Company provides Gratuity benefit to its employees. Gratuity entitlement of the employees is as per the provision of the Payment of Gratuity Act, 1972. However, in case of employees joining before April 1, 2003 of erstwhile IFGL Refractories Limited, they are entitled to Gratuity as per scheme framed by the Holding Company or as per the Payment of Gratuity Act, 1972, whichever is higher. Liability with regard to Gratuity Plan are determined by the Actuarial Valuation using the Projected Unit Credit Method, based on which the Holding Company makes contribution to the Fund. The most recent Actuarial Valuation of the Fund was carried out as at March 31, 2025. Refer Note 28.6 for Actuarial Valuation.

28.4 Superannuation (Funded)

Certain employees joined before March 31, 2004 of erstwhile IFGL Refractories Limited are member of Trustee managed Superannuation Fund. The said Fund provide for Superannuation Benefit on retirement/death/incapacitation/termination and was amended from the Defined Benefit to Defined Contribution Plan effective April 1, 2004. Defined Benefit Plan was frozen as on March 31, 2004. Necessary formalities/approvals have been complied with and obtained, refer Note 28.6 for Actuarial Valuation.

From December 2022, the Holding Company is not effecting payment of contributions in respect of its employees and Member of Holding Company's Income Tax recognised Superannuation Fund, IFGL Refractories Ltd – Employees Superannuation Fund (herein 'Fund') following approval by the Principal Commissioner of Income Tax, Kolkata-2 that surplus lying in Plan-A of the Fund can be adjusted against contributions receivable from the Holding Company under Plan-B thereof. Amount involved for the year ended March 31, 2025 is ₹ 33.23 (March 31, 2024 is ₹ 35.46). Refer Note 28.6 for Actuarial Valuation.

28.5 Compensated Absence (Unfunded)

The Holding Company provides for accumulated leave benefit for eligible employees. Liabilities are determined by Actuarial Valuation as set out in Note 2.14 (vi) of Holding Company's Standalone Financial Statements using Projected Unit Credit Method.

28.5.1 Plans at Overseas Subsidiaries

Step Down Subsidiaries operate a Defined Contribution Pension Scheme for the benefit of the employees and contributions payable are charged to the Statement of Profit and Loss in the period they render the service. Only Goricon Metallurgical Services Limited (GMSL), a Step Down Subsidiary operates a Defined Benefit Pension Scheme. Scheme Assets are measured by the Actuary at fair values. Scheme Liabilities are measured on an Actuarial Basis using the Discounted Income Approach and are discounted at appropriate high quality corporate bond rates. A net surplus is recognised only to the extent that it is recoverable by the aforesaid Subsidiary. The current service costs and costs from settlements and curtailments are charged against Operating Profit. Past service costs are spread over the period until the benefit vest. Interest on the Scheme Liabilities and the expected Return on Scheme Assets are included in Finance Costs. The Scheme is closed effective from April 1, 2003 to new members.

28.6 Following are the further particulars with respect to Defined Benefit Plans of the Group for the year ended March 31, 2025:

	Gratuity (Funded)		Superannuation (Funded)		Step Down Subsidiary Benefit Scheme (Funded)	
	For the Year Ended March 31, 2025	For the Year Ended March 31, 2024	For the Year Ended March 31, 2025	For the Year Ended March 31, 2024	For the Year Ended March 31, 2025	For the Year Ended March 31, 2024
(a) Reconciliation of the Opening and Closing Balances of Present Value of Defined Benefit Obligation :						
Present Value of Obligation, as at the beginning of the year	827.70	762.26	20.66	18.86	1,566.88	1,818.93
Service Cost	102.77	84.98	-	-	-	-
Interest Cost	54.05	50.94	0.95	1.32	78.82	81.07
Actuarial (Gain)/Loss - Experience	28.01	26.67	(1.40)	1.55	1.08	(19.75)
Actuarial (Gain)/Loss - Demographic Assumptions	-	-	-	-	-	-
Actuarial (Gain)/Loss - Financial Assumptions	36.07	12.35	0.03	0.02	(234.29)	(47.81)
Benefits Paid	(111.14)	(109.50)	(14.06)	(1.09)	-	(324.29)
Exchange Differences on Foreign Plan	-	-	-	-	77.13	58.73
Present Value of Obligation, as at the end of the year	937.46	827.70	6.18	20.66	1,489.62	1,566.88

Notes to the Consolidated Financial Statements (Contd.)

(₹ in lakhs)

	Gratuity (Funded)		Superannuation (Funded)		Step Down Subsidiary Benefit Scheme (Funded)	
	For the Year Ended March 31, 2025	For the Year Ended March 31, 2024	For the Year Ended March 31, 2025	For the Year Ended March 31, 2024	For the Year Ended March 31, 2025	For the Year Ended March 31, 2024
(b) Reconciliation of the Opening and Closing Balances of the Fair Value of Plan Assets :						
Fair Value of Plan Assets as at the beginning of the year	776.67	748.42	659.41	628.46	1,890.98	2,096.64
Interest Income	55.76	52.60	45.67	45.21	95.01	94.59
Return on Plan Assets Greater/(Lesser) than Discount Rate	8.22	11.31	(8.45)	(13.17)	(276.40)	(44.69)
Contribution by the Holding Company	151.03	73.84	-	-	-	-
Benefits Paid	(111.14)	(109.50)	(14.06)	(1.09)	-	(324.29)
Exchange Differences on Foreign Plan	-	-	-	-	93.22	68.73
Fair Value of Plan Assets, as at the end of the year	880.54	776.67	682.57	659.41	1,802.81	1,890.98
(c) Reconciliation of the Present Value of Defined Benefit Obligation and Fair Value of the Plan Assets :						
Fair Value of Plan Assets as at the end of the year (A)	880.54	776.67	682.57	659.41	1,802.81	1,890.98
Present Value of Obligation as at the end of the year (B)	937.46	827.70	6.18	20.66	1,489.62	1,566.88
(Liabilities)/Assets recognised in the Balance Sheet (A) - (B) @	(56.92)	(51.03)	# 676.39	# 638.75	# 313.19	# 324.10
# Actual amount of Asset in the Balance Sheet Nil (March 31, 2024 : Nil)						
(d) Expense recognised in the Statement of Profit and Loss :						
Employee Benefits Expense :						
Service Cost	** 102.77	** 84.98	-	-	-	-
Net Interest Expenses/(Income)	** (1.71)	** (1.66)	(44.72)	(43.89)	(16.19)	(13.52)
Other Comprehensive Income						
Actuarial (Gains)/Losses	55.86	27.71	-	-	-	-
Total Expense as per the Actuarial Valuation	156.92	111.03	(44.72)	(43.89)	(16.19)	(13.52)
Actual Expenses Recognised @	156.92	111.03	-	-	-	-
@ Refer Note 35						
**The expenses for the above benefit are recognised under 'Contribution to Provident and Other Funds' on Note 28.						
(e) Category of Plan Assets :						
GOI Securities (%)	0.29	0.29	1.00	1.00	-	-
Units of Insurers (%)	97.80	97.80	95.00	95.00	-	-
Others (including Bank Balances) (%)	1.91	1.91	4.00	4.00	-	-
Scottish Mutual with Profit Deferred Annuity (%)	-	-	-	-	100.00	100.00
	100.00	100.00	100.00	100.00	100.00	100.00
(f) Principal Actuarial Assumptions						
Discount Rate (per annum) (%)	6.50	7.20	6.50	7.20	5.90	4.90
Rate of Increase in Salaries (%)	6.00	6.00	NA	NA	NA	NA
Remaining Working Life (in Years)	24.00	23.67	4.84	5.69	-	-

Notes to the Consolidated Financial Statements (Contd.)

(₹ in lakhs)

	Gratuity (Funded)		Superannuation (Funded)		Step Down Subsidiary Benefit Scheme (Funded)	
	For the Year Ended March 31, 2025	For the Year Ended March 31, 2024	For the Year Ended March 31, 2025	For the Year Ended March 31, 2024	For the Year Ended March 31, 2025	For the Year Ended March 31, 2024
Mortality Rate	Indian Assured Lives Mortality (2006-08) Ultimate	Indian Assured Lives Mortality (2006-08) Ultimate	Indian Assured Lives Mortality (2006-08) Ultimate	Indian Assured Lives Mortality (2006-08) Ultimate	@	@
Method Used	Projected Unit Credit Method				Discounted Income Approach	
Actual Return on Plan Assets	63.98	63.91	37.22	32.04	NA	NA
@ The mortality assumptions adopted at March 31, 2025 imply the following future life expectancies :						
Male currently age 65					20.00	20.00
Female currently age 65					21.90	21.90
Male currently age 45					21.20	21.20
Female currently age 45					23.40	23.40

(g) Other Disclosures :

The estimate of future salary increases takes into account inflation, seniority, promotion and other relevant factors.

Sensitivity Analysis

The Sensitivity of Defined Benefit Obligations to changes in the weighted principal assumptions is :

	As at March 31, 2025		As at March 31, 2024	
	Impact on Defined Benefit Obligation (Gratuity)			
	Increase	Decrease	Increase	Decrease
Discount Rate (-/+ 1%) % change compared to base due to Sensitivity	(69.32)	81.96	(58.16)	68.02
Salary Growth Rate (-/+ 1%) % change compared to base due to Sensitivity	77.10	(67.37)	64.51	(57.36)

	As at March 31, 2025		As at March 31, 2024	
	Impact on Defined Benefit Obligation (Superannuation)			
	Increase	Decrease	Increase	Decrease
Discount Rate (-/+ 1%) % change compared to base due to Sensitivity	(0.06)	0.07	(0.10)	0.11
Salary Growth Rate (-/+ 1%) % change compared to base due to Sensitivity	NA	NA	NA	NA

	As at March 31, 2025		As at March 31, 2024	
	Impact on Step Down Subsidiary Benefit Scheme (Funded)			
	Increase	Decrease	Increase	Decrease
Discount Rate (-/+ 0.1%) % change compared to base due to Sensitivity	(1.49)	1.49	(1.57)	1.57
Inflation Rate (-/+ 0.1%) % change compared to base due to Sensitivity	1.49	(1.49)	1.57	(1.57)
Life Expectancy (-/+1 year) change in compared to base due to Sensitivity	1.49	(1.49)	1.57	(1.57)

Notes to the Consolidated Financial Statements (Contd.)

(₹ in lakhs)

The above Sensitivity Analysis is based on a change in an assumption while holding all other assumptions constant. In practice, this is unlikely to occur, and changes in some of the assumptions may be correlated. When calculating the Sensitivity of the Defined Benefit Obligation to significant Actuarial Assumptions, the same method (Present Value of the Defined Benefit Obligation calculated with the Projected Unit Credit Method at the end of the reporting period) has been applied while calculating the Defined Benefit Liability recognised in the Balance Sheet. The methods and types of assumptions used in preparing the Sensitivity Analysis did not change compared to the prior period.

Risk Exposure :

Through its Defined Benefit Plans, the Group is exposed to a number of risks, the most significant of which are detailed below :

- Investment Risk :** The Defined Benefit Plans are funded Government Securities and Units of Insurers. The Group does not has any liberty to manage the funds provided to Insurance Companies.
- Interest Risk :** A decrease in the interest rate on Plan Assets will increase the Plan Liability.
- Life Expectancy :** The Present Value of the Defined Benefit Plan Liability is calculated by reference to the best estimate of the mortality of plan participants both during and at the end of the employment. An increase in the life expectancy of the plan participants will increase the Plan Liability.
- Salary Growth Risk :** The Present Value of Defined Benefit Plan Liability is calculated by reference to the future salaries of plan participants. An increase in Salary will increase the Plan Liability.

Defined Benefit Liability and Employer Contributions

Expected contributions to post employment benefit plans for the year ending March 31, 2025 is ₹ 56.92 (March 31, 2024 : ₹ 51.03).

The Weighted Average Duration of the Defined Benefit Obligation (Gratuity) is 8 years for the year ended March 31, 2025 (March 31, 2024 : 8 years). The expected maturity analysis of Undiscounted Gratuity is as follows :

	As at March 31, 2025	As at March 31, 2024
Year 1	98.81	60.31
Year 2	126.42	101.98
Year 3	103.40	111.04
Year 4	88.41	93.97
Year 5	49.41	87.33
Year 6 to 10	309.81	292.65

The Weighted Average Duration of the Defined Benefit Obligation (Superannuation) is 1 year for the year ended March 31, 2025 (March 31, 2024 : 1 year). The expected maturity analysis of payment for Superannuation is as follows :

	As at March 31, 2025	As at March 31, 2024
Year 1	3.27	15.75
Year 2	0.98	2.45
Year 3	1.29	0.95
Year 4	0.20	1.37
Year 5	0.38	0.19
Year 6 to 10	0.56	0.80

The expected cash flows of Step Down Subsidiary Benefit Scheme is as follows :

	As at March 31, 2025	As at March 31, 2024
Year 1	18.04	1.37
Year 2	4.09	17.15
Year 3	5.31	3.89
Year 4	4.65	5.05
Year 5	5.87	4.42
Year 6 to 10	44.60	40.51

Notes to the Consolidated Financial Statements (Contd.)

(₹ in lakhs)

	For the year ended March 31, 2025	For the year ended March 31, 2024
29. FINANCE COSTS		
Interest on Borrowing from Banks	1,278.55	1,008.26
Interest on Lease Liabilities (Refer Note 4.2)	96.54	95.46
Total	1,375.09	1,103.72

	For the year ended March 31, 2025	For the year ended March 31, 2024
30. OTHER EXPENSES		
Consumption of Stores and Spares	3,559.20	3,589.27
Power and Fuel	5,350.05	4,712.77
Rent (Refer Note 4.2)	1,438.79	1,481.33
Rates and Taxes	405.75	411.97
Repairs and Maintenance :		
- Plant and Machinery	1,233.73	1,273.78
- Buildings	171.66	230.07
- Others	918.31	2,188.56
Insurance	705.60	633.67
Payment to Auditors of the Holding Company	54.32	49.54
Directors' Sitting Fees (Refer Note 35)	12.95	6.40
Impairment Loss on Receivables (Net)	-	4,056.20
Travelling and Conveyance	2,499.41	2,129.16
Site Contractor Expenses	4,727.62	3,328.28
Processing Charges	1,500.00	1,180.61
Corporate Social Responsibility Expenditure	171.46	170.13
Legal and Professional Charges	1,349.71	902.00
Postage, Telephone, Telex etc.	305.48	273.24
Service Charges	1,985.71	1,541.41
Sales Commission	1,300.64	1,891.89
Packing Expenses	2,532.76	2,133.62
Delivery and Forwarding Expenses	8,205.80	6,996.94
Net Loss on Sale of Property, Plant and Equipment	11.25	42.75
Miscellaneous Expenses	3,174.31	2,616.29
Total	41,614.51	40,336.03

	For the year ended March 31, 2025	For the year ended March 31, 2024
31. EARNINGS PER SHARE (EPS)		
Profit after Tax attributable to the Equity Shareholders (₹ in lakhs) (A)	4,297.74	8,167.44
Weighted Average Number of Equity Shares (in Numbers) (B)	3,60,39,312	3,60,39,312
Nominal Value of Equity Shares (in ₹)	10.00	10.00
Face Value of Equity Share (in ₹)	10.00	10.00
Basic & Diluted EPS (in ₹) (A/B)	11.93	22.66

Notes to the Consolidated Financial Statements (Contd.)

(₹ in lakhs)

	As at March 31, 2025	As at March 31, 2024
32. CONTINGENT LIABILITIES		
(a) Claims against the Group not acknowledged as Debts :		
(i) Sales Tax matter under dispute relating to issues of applicability and classification [related payments ₹ 7.40 (March 31, 2024 ₹ 7.61)]	7.85	9.17
(ii) Goods and Service Tax matter under dispute [related payments ₹ 0.03 (March 31, 2024 ₹ 0.03)]	40.58	0.56
(iii) Income Tax matters under dispute relating to issues of applicability and determination [Other than (b) and (c) below]	1,117.76	1,119.25
(iv) Service Tax matter under dispute relating to issue of applicability	1.54	1.54

(b) The Holding Company challenged vires of Explanation to Section 10AA(1) of the Income Tax Act, 1961 (The Act) inserted on and from Assessment Year beginning April 1, 2018, on grounds that such Explanation denies the benefit intended to be provided under the said section, by filing a Writ Petition before Hon'ble High Court at Calcutta (Hon'ble High Court). In the previous year, the said Writ Petition was dismissed by the Single Bench of the Hon'ble High Court. Being aggrieved, the Holding Company preferred an Appeal before the Division Bench of the Hon'ble High Court which had admitted the same in the previous year on January 10, 2024. Tax amount involved is ₹ 831.53 (March 31, 2024 : ₹ 831.53) and it has been considered as possible in nature, basis a legal opinion obtained by the Holding Company. In the Opinion of the management, outcome of aforesaid proceedings will not materially impact Holding Company's financial position and result of operations.

(c) In an earlier year, the Holding Company's claim for Assessment Year 2020-21 for ₹ 2,815.91 (tax impact of ₹ 983.99) towards deduction on account of Depreciation on Goodwill arising on Amalgamation was disallowed under Income Tax assessment proceedings and being aggrieved thereby, the Holding Company had filed an Appeal. Income Tax authorities have subsequently issued Notices under Section 148 of the Act for Assessment Years 2018-19 and 2019-20 thereby reopening assessments for said Assessment Years on the ground that similar claims of ₹ 5,006.06 (tax impact of ₹ 1,732.50) and ₹ 3,754.55 (tax impact of ₹ 1,311.99) in the Assessment Years 2018-19 and 2019-20 respectively escaped assessment as Income. Being aggrieved, the Holding Company filed Writ Petition before Hon'ble High Court on May 21, 2024. The Holding Company supported by legal opinion, continues to believe that aforesaid deductions claimed are sustainable on merit and remain unaffected.

The Holding Company has assessed that it is only possible, but not probable, that outflow of economic resources will be required.

	As at March 31, 2025	As at March 31, 2024
33. CAPITAL AND OTHER COMMITMENTS		
Estimated Amount of Contracts remaining to be executed on Capital Account (Net of Advances) and not provided for	2,693.94	2,701.07
Total	2,693.94	2,701.07

34. FINANCIAL INSTRUMENTS AND RELATED DISCLOSURES

34.1 Capital Management

The Group aims at maintaining a strong capital base maximizing Shareholders' Wealth safeguarding Business continuity and augments its internal generations with a judicious use of Borrowing Facilities to fund spikes in Working Capital that arise from time to time as well as requirements to finance business growth.

The Group monitors Capital using Gearing Ratio which is Net Debt divided by Total Capital plus Net Debt. For the purpose of the Holding Company's capital management, Capital includes Issued Equity Capital, Securities Premium and all Other Equity Reserves attributable to the Equity Holders of the Holding Company. The primary objective of the Holding Company's capital management is to maximise the Shareholder Value.

Notes to the Consolidated Financial Statements (Contd.)

(₹ in lakhs)

	As at March 31, 2025	As at March 31, 2024
Borrowings (including Lease Liabilities)	21,327.09	17,409.30
Less : Cash and Cash Equivalents	6,051.91	6,965.13
Net Debt	15,275.18	10,444.17
Equity	1,10,701.37	1,07,205.33
Gearing Ratio	12.13%	8.88%

34.2 Categories of Financial Instruments

Set out below, is a comparison by class of the Carrying Amounts and Fair Value of the Group's Consolidated Financial Instruments :

	As at March 31, 2025		As at 31st March 31, 2024	
	Carrying Value	Fair Value	Carrying Value	Fair Value
A. Financial Assets				
(a) Measured at Amortised Cost				
(i) Cash and Cash Equivalents	6,051.91	6,051.91	6,965.13	6,965.13
(ii) Other Bank Balances	355.57	355.57	196.49	196.49
(iii) Trade Receivables	35,937.51	35,937.51	32,500.20	32,500.20
(iv) Other Financial Assets	596.37	596.37	940.89	940.89
(v) Loans	-	-	10.00	10.00
Sub-total (A)	42,941.36	42,941.36	40,612.71	40,612.71
(b) Measured at Fair Value through Profit and Loss				
Investment in Mutual Funds, Bond and Others	10,528.42	10,528.42	12,644.14	12,644.14
Sub-total (B)	10,528.42	10,528.42	12,644.14	12,644.14
Total Financial Assets (A) + (B)	53,469.78	53,469.78	53,256.85	53,256.85
B. Financial Liabilities				
(a) Measured at Amortised Cost				
(i) Borrowings	20,234.61	20,234.61	16,297.39	16,297.39
(ii) Trade Payables	23,583.92	23,583.92	17,925.30	17,925.30
(iii) Other Financial Liabilities	1,294.23	1,294.23	1,090.09	1,090.09
(iv) Lease Liabilities	1,092.48	1,092.48	1,111.91	1,111.91
Sub-total	46,205.24	46,205.24	36,424.69	36,424.69
Total Financial Liabilities	46,205.24	46,205.24	36,424.69	36,424.69

The Management assessed that Cash and Cash Equivalents, other Bank Balances, Trade Receivables, Trade Payables, Other Financial Assets and Other Financial Liabilities approximate their Carrying Amounts largely due to the Short-Term Maturities of these Instruments.

The Fair Value of Lease Liabilities is estimated by discounting future cash flows using rates currently available for Debt on similar terms, credit risk and remaining maturities. In addition to being sensitive to a reasonably possible change in the forecast cash flows or the discount rate, the Fair Value of the Equity Instruments is also sensitive to a reasonably possible change in the growth rates. Management regularly assesses a range of reasonably possible alternatives for those significant unobservable inputs and determines their impact on the total Fair Value.

The Fair Values of the Group's interest bearing borrowings are determined by using DCF method using discount rate that reflects issuer's borrowing rate as at the end of the reporting period. The own non performance risk as at March 31, 2025 was assessed to be insignificant. The discount for lack of marketability represents the amounts that the Group has determined that market participants would take into account when pricing the Investments.

Notes to the Consolidated Financial Statements (Contd.)

(₹ in lakhs)

34.3 Financial Risk Management Objectives

The Group's activities expose it to a variety of Financial Risks, including Market Risk, Credit Risk and Liquidity Risk. The Group continues to focus on a system based approach to Business Risk Management. The Group's Financial Risk Management process seeks to enable the early identification, evaluation and effective management of key risks facing the business. Backed by strong Internal Control Systems, the current Risk Management System rests on policies and procedures issued by appropriate authorities; process of regular reviews/audits to set appropriate risk limits and controls; monitoring of such risks and compliance confirmation for the same.

Fair Value Hierarchy

The following table provides an analysis of Financial Instruments that are measured subsequent to initial recognition at Fair Value, grouped into Level 1 to Level 3, as described below :

Quoted/Repurchase Prices in an active market (Level 1) : This level of hierarchy includes Financial Assets that are measured by reference to Quoted/Repurchase Prices (unadjusted) in active markets for identical Assets or Liabilities. This category consists of Investment in Quoted Equity Shares, and Mutual Fund Investments.

Valuation techniques with observable inputs (Level 2) : This level of hierarchy includes Financial Assets and Liabilities, measured using inputs other than Quoted Prices included within Level 1 that are observable for the Asset or Liability, either directly (i.e., as prices) or indirectly (i.e. derived from prices). This level of hierarchy does not include any instrument.

Valuation techniques with significant unobservable inputs (Level 3) : This level of hierarchy includes Financial Assets and Liabilities measured using inputs that are not based on observable market data (unobservable inputs). Fair Values are determined in whole or in part, using a valuation model based on assumptions that are neither supported by prices from observable current market transactions in the same instrument nor are they based on available market data.

	Level 1	Level 2	Level 3	Total
As at March 31, 2025				
Financial Assets				
Investment In Mutual Funds, Bond and Others	10,528.42	-	-	10,528.42
	10,528.42	-	-	10,528.42
As at March 31, 2024				
Financial Assets				
Investment In Mutual Funds, Bond and Others	12,644.14	-	-	12,644.14
	12,644.14	-	-	12,644.14

There have been no transfers between Level 1 and Level 2 during the years ended March 31, 2025 and March 31, 2024.

In determining Fair Value Measurement, the impact of potential climate related matters, including legislation, which may affect the Fair Value Measurement of Assets and Liabilities in the Financial Statements has been considered. These risks in respect of climate related matters are included as key assumptions where they materially impact the measure of recoverable amount. These assumptions have been included in the Cash Flow forecasts in assessing Value-in-Use amounts. At present, the impact of climate related matters is not material to the Group's Financial Statements.

(a) Market Risk

The Group's Financial Instruments are exposed to market changes. The Group is exposed to following significant Market Risk

- i. Foreign Currency Risk
- ii. Interest Rate Risk
- iii. Price Risk

Market Risk Exposures are measured using Sensitivity Analysis. There has been no change to the Group's exposure to Market Risks or the manner in which these risks are being managed and measured.

i. Foreign Currency Risk

The Group undertakes transactions denominated in foreign currency which results in Exchange Rate Fluctuations. Such Exchange Rate Risk primarily arises from transactions made in Foreign Exchange and reinstatement risks arising from recognised Assets and Liabilities, which are not in the Holding Company's functional currency (Indian Rupees).

Notes to the Consolidated Financial Statements (Contd.)

(₹ in lakhs)

A significant portion of these transactions are in US Dollar, Euro, etc. The Carrying Amount of Foreign Currency denominated Financial Assets and Liabilities including derivative contracts, are as follows :

	USD	EURO	GBP	Others*	Total
As at March 31, 2025					
Financial Assets	3,620.93	5,503.36	101.95	15.34	9,241.58
Financial Liabilities	3,184.67	4,541.52	2.20	69.02	7,797.41
As at March 31, 2024					
Financial Assets	2,869.86	4,559.29	61.94	1,621.29	9,112.38
Financial Liabilities	2,310.13	4,158.14	5.15	552.56	7,025.98

* Others include NZ Dollars, AUS Dollars, AED, QAR, CNY and JPY.

Un-hedged Foreign Currency Balances	Currency	As at March 31, 2025	As at March 31, 2024
(i) Financial Liabilities	USD	3,184.67	2,310.13
	EURO	4,541.52	4,158.14
	GBP	2.20	5.15
	Others*	69.02	552.56
(ii) Financial Assets	USD	3,620.93	2,869.86
	EURO	5,503.36	4,559.29
	GBP	101.95	61.94
	Others*	15.34	1,621.29

* Others include NZ Dollars, AUS Dollars, AED, QAR, CNY and JPY.

Foreign Currency Sensitivity

Foreign Currency Sensitivities for unhedged exposure (impact on Increase in 5%)

	As at March 31, 2025		As at March 31, 2024	
	Impact on Profit	Impact on pre Tax Equity	Impact on Profit	Impact on pre Tax Equity
USD	21.81	21.81	27.99	27.99
EURO	48.09	48.09	20.06	20.06
GBP	4.99	4.99	2.84	2.84
Others*	(2.68)	(2.68)	53.44	53.44

Figures in brackets indicate Decrease in Profit

Note : If the rate is Decreased by 5% Profit will Increase/(Decrease) by an equal amount.

* Others include NZ Dollars, AUS Dollars, AED, QAR, CNY and JPY.

ii. Interest Rate Risk

Interest Rate Risk refers to the risk that the Fair Value or Future Cash Flows of a Financial Instrument will fluctuate because of changes in market interest rates. The objectives of the Group's Interest Rate Risk Management processes are to lessen the impact of adverse Interest Rate movements on its earnings and Cash Flows and to minimise counter party risks.

The Group is exposed to interest rate volatilities primarily with respect to its Term Borrowings from Banks as well as Financial Institutions, Export Packing Credit Facilities and Cash Credit Facilities. Such volatilities primarily arise due to changes in money supply within the economy and/or liquidity in banking system due to Asset/Liability mismatch, poor quality Assets etc. of Banks. The Group manages such risk by operating with banks having superior credit rating in the market as well as Financial Institutions.

Interest Rate Sensitivities for Outstanding Exposure (impact on Increase in 50 basis points)

Notes to the Consolidated Financial Statements (Contd.)

(₹ in lakhs)

	As at March 31, 2025		As at March 31, 2024	
	Impact on Profit	Impact on pre Tax Equity	Impact on Profit	Impact on pre Tax Equity
INR	(48.43)	(48.43)	(35.90)	(35.90)
USD	(3.51)	(3.51)	(2.09)	(2.09)
EURO	(27.52)	(27.52)	(25.92)	(25.92)
GBP	(21.72)	(21.72)	(17.58)	(17.58)

Figures in brackets indicate decrease in Profit

Note : If the rate is decreased by 50 basis points profit will increase by an equal amount.

Interest Rate Sensitivity has been calculated assuming the Borrowings outstanding at the reporting date have been outstanding for the entire reporting period. Further, the calculations for the Unhedged Floating Rate Borrowing have been done on the closing value of the Foreign Currency.

iii. Price Risk

The Group invests its surplus funds primarily in Debt Mutual Funds, Bonds and others measured at Fair Value through Profit or Loss. Aggregate value of such Investments as at March 31, 2025 is ₹10,528.42 (March 31, 2024 : ₹ 12,644.14). Investments in the Mutual Fund Schemes are measured at Fair Value. Accordingly, these do not pose any significant Price Risk.

	As at March 31, 2025		As at March 31, 2024	
	Impact on Profit	Impact on pre Tax Equity	Impact on Profit	Impact on pre Tax Equity
Investment in Mutual Fund				
0.5% Increase in Price	52.64	52.64	63.22	63.22
0.5% Decrease in Price	(52.64)	(52.64)	(63.22)	(63.22)

(b) Liquidity Risk

Liquidity Risk is the risk that the Group may encounter difficulty in meeting its obligations. The Group mitigates its Liquidity Risks by ensuring timely collections of its Trade Receivables, close monitoring of its Credit Cycle and ensuring optimal movements of its Inventories. The table below provides details regarding remaining contractual maturities of significant Financial Assets and Liabilities at the reporting date :

	As at March 31, 2025		As at March 31, 2024	
	Current #	Non-Current ##	Current #	Non-Current ##
B. Financial Liabilities				
(i) Other Borrowings	15,540.87	4,693.74	10,429.64	5,867.75
(ii) Trade Payables	23,583.92	-	17,925.30	-
(iii) Other Financial Liabilities	1,294.23	-	1,090.09	-
(iv) Lease Liabilities	136.27	1,761.32	131.76	1,870.22
Total	40,555.29	6,455.06	29,576.79	7,737.97

On demand

One to Five Years

The Group manages this risk by utilising unused credit lines and portfolio diversion. The Group has Investment Policy for deployment of surplus liquidity, which allows Investment in Debt Securities and Mutual Fund Schemes.

(c) Credit Risk

Credit Risk is the risk that counter party will not meet its obligations leading to a Financial Loss. The Group has its policies to limit its exposure to Credit Risk arising from outstanding Trade Receivables. Management regularly assess the credit quality of its customer's basis which, terms of payment are decided. Credit limits are set for each customer which are reviewed on periodic intervals.

Notes to the Consolidated Financial Statements (Contd.)

(₹ in lakhs)

The movement of the Impairment Loss Receivables made by the Group are as under :

	As at March 31, 2025	As at March 31, 2024
Opening Balance	4,486.73	643.50
Add : (Reversed)/Created during the year	(387.46)	4,056.20
Less : Utilisation during the year	(3,367.90)	(212.97)
Closing Balance	731.37	4,486.73

35. RELATED PARTY DISCLOSURE

Related Party Disclosures in keeping with Indian Accounting Standard (Ind AS 24)

(a) List of Related Parties

Relationship	Name of the Related Parties
Where Control exists	
Holding Company	Bajoria Financial Services Private Limited
Fellow Subsidiaries	Heritage Health Insurance TPA Private Limited Ganges Art Gallery Private Limited Bajoria Enterprises Limited Bajoria Real Estate Private Limited Essentially Healthy Private Limited Bajoria River Front Realty Private Limited (upto 19.11.2023) (formerly known as Heritage Health Knowledge Services Private Limited till 03.06.2024) Cherie Sports Private Limited (formerly known as Bajoria Estate Private Limited till 24.09.2023) Bajoria Service Providers Private Limited (formerly known as Bajoria Service Providers LLP till 09.01.2024)
Others	
Key Managerial Personnel	S K Bajoria (Chairman) James Leacock McIntosh (Managing Director) Kamal Sarda (Director and Chief Executive Officer India - upto 29.02.2024) Arasu Shanmugam (Director and Chief Executive Officer India w.e.f. 13.03.2024) Rajesh Agarwal (Director - General Counsel) Amit Agarwal (Chief Financial Officer) (ceased to be Chief Financial Officer w.e.f 03.06.2024 and was again appointed as Chief Financial Officer w.e.f 09.11.2024) Sikander Yadav (Chief Financial Officer) (for the period 03.06.2024 to 12.09.2024) Mansi Damani (Company Secretary)
Non Executive Directors	Sudhamoy Khasnobis Duraismamy Gunaseela Rajan Debal Kumar Banerji Gaurav Swarup Anita Gupta
Relatives of Key Managerial Personnel	Smita Bajoria (Wife of Chairman) Mihir Prakash Bajoria (Son of Chairman) Vidushi Jain Bajoria (Daughter-in-law of Chairman)
Enterprises in which Key Managerial Personnel has Significant Influence	Heritage Insurance Brokers Private Limited Bajoria River Front Realty Private Limited (w.e.f 20.11.2023) (formerly known as Heritage Health Knowledge Services Private Limited till 03.06.2024) Excellent IT Services Private Limited Bajoria Knowledge Private Limited Ganges River View Properties Private Limited (w.e.f 26.12.2023)

Notes to the Consolidated Financial Statements (Contd.)

(₹ in lakhs)

Relationship	Name of the Related Parties
	Heritage IT Solutions Private Limited (w.e.f 04.01.2024)
	River Front Realty Private Limited (w.e.f 20.01.2024)
	Mudita Lifespaces Design LLP (w.e.f 21.02.2025)
	IFGL Refractories Welfare Trust
Post Employment Benefit	IFGL Refractories Limited Staff Provident Fund
	IFGL Refractories Limited Employees Gratuity Fund (formerly known as IFGL Exports Limited Employees Gratuity Fund till 15.01.2025)
	IFGL Refractories Ltd Employees Superannuation Fund

	As at and for the Year ended March 31, 2025	As at and for the Year ended March 31, 2024
(b) Particulars of Transactions during the year and year end balances		
(I) With Holding Company : Bajoria Financial Services Private Limited		
Rent for Office Premises	73.58	73.58
	73.58	73.58
(II) Transactions between Fellow Subsidiaries and Other Enterprises in which Key Managerial Personnel have Significant Influence		
Expenses Reimbursement/Incurred		
Ganges Art Gallery Private Limited	9.29	5.72
Bajoria Enterprises Limited	18.00	12.00
Essentially Healthy Private Limited	0.07	-
	27.36	17.72
Contribution Made		
IFGL Refractories Limited Employees Gratuity Fund	151.03	73.84
IFGL Refractories Welfare Trust	36.00	45.00
	187.03	118.84
(III) With Key Managerial Personnel		
Key Managerial Personnel Remuneration Short Term Employee Benefits		
S K Bajoria	246.03	215.23
Arasu Shanmugam	200.95	130.34
James Leacock McIntosh #	876.45	1,001.30
Kamal Sarda	-	293.04
Rajesh Agarwal	185.49	162.91
Amit Agarwal	49.56	42.18
Sikander Yadav	55.88	-
Mansi Damani	38.14	32.93
	1,652.50	1,877.93

Including ₹ 681.82 (March 31, 2024 ₹ 820.14) paid from Wholly Owned Subsidiary of the Holding Company in accordance with approval in General Meeting

Director's Commission		
S K Bajoria	63.01	103.27
	63.01	103.27
Balances as at March 31, 2025 and March 31, 2024		
Director's Commission Payable		
S K Bajoria	63.01	103.27
	63.01	103.27

Notes to the Consolidated Financial Statements (Contd.)

(₹ in lakhs)

	As at and for the Year ended March 31, 2025	As at and for the Year ended March 31, 2024
(IV) Non Executive Director - Sitting fees		
Sudhamoy Khasnobis	3.60	1.80
Duraiswamy Gunaseela Rajan	3.45	1.50
Debal Kumar Banerji	3.50	2.10
Gaurav Swarup	2.40	1.00
	12.95	6.40
(V) With Relative of Key Management Personnel - Remuneration		
Mihir Prakash Bajoria	259.32	249.60
	259.32	249.60
(VI) With Others - Post Employment Benefit Expenditure		
IFGL Refractories Limited Staff Provident Fund	50.56	81.52
IFGL Refractories Limited Employees Gratuity Fund	156.92	111.03
	207.48	192.55
Year End Balance - Payable		
IFGL Refractories Limited Staff Provident Fund	13.30	15.50
IFGL Refractories Limited Employees Gratuity Fund	56.92	51.03
	70.22	66.53

Terms and Conditions of transactions with Related Parties

Outstanding balances at the year-end are unsecured and interest free and settlement occurs in Cash. There have been no guarantees provided or received for any Related Party Receivables or Payables. For the year ended March 31, 2025, the Group has not recorded any impairment of Receivables relating to amounts owed by Related Parties (March 31, 2024 : Nil).

36. INFORMATION GIVEN IN ACCORDANCE WITH THE REQUIREMENTS OF IND AS 108 ON SEGMENT REPORTING

The Group is engaged in the business of manufacturing refractories across the globe. The Operating Segments have been identified based on the different geographical areas where major entities within the Group operate and which is also the basis on which the Managing Director [Chief Operating Decision Maker (CODM)] reviews and assess the Group's performances. The Group is engaged in the business of Manufacture, Trading, Sale of Refractories, its Accessories/Machine and Services thereof and is managed organisationally as a Single Segment. The Group has adopted geographical location of its operations (where its products are produced or service rendering activities are based) as its Operating Segment in terms of Ind AS 108 'Operating Segments'.

The Group's reportable segments and segment information is presented below:

(A) Primary Segment Reporting (by Geographical location of operations)

(I) Composition of Geographical Segments

The Group is predominantly a Manufacturer and Trader of Specialised Refractories and accordingly a single business segment Group. The Group has adopted the geographical location of its operations (where its products are produced or service rendering activities are based) as its primary segment and presented the related information accordingly together with corresponding figures for the previous year. The Group's production facilities have been segmented into India, Europe (United Kingdom, Germany and Czech Republic), Asia excluding India (China) and America (USA).

(II) Inter Segment Transfer Pricing

Inter Segment prices are normally negotiated amongst the segments with reference to the Costs, Market Prices and Business Risks, within an overall optimisation objective for the Group.

Notes to the Consolidated Financial Statements (Contd.)

(₹ in lakhs)

(III) Segment Revenues, Result, Expenses and Other Information

	India	Europe	Asia Excluding India	Americas	Total of Reportable Segments
External Sales [^]	98,849.76	37,331.17	2,038.68	27,083.11	1,65,302.72
	88,669.27	43,966.14	2,500.28	28,813.19	1,63,948.88
Inter Segment Sales	913.73	1,084.55	2,941.85	286.34	5,226.47
	633.69	1,256.89	5,201.95	154.52	7,247.05
Segment Revenues	99,763.49	38,415.72	4,980.53	27,369.45	1,70,529.19
	89,302.96	45,223.03	7,702.23	28,967.71	1,71,195.93
Details of Major Segment Expenses [^] (Refer Note 43)					
Cost of Raw Materials and Components Consumed	50,443.65	13,082.78	2,944.22	11,301.36	77,772.01
	37,242.82	19,862.71	5,196.84	11,923.60	74,225.97
Employee Benefits Expense	9,825.86	10,190.11	596.71	7,505.34	28,118.02
	7,352.91	9,972.45	545.31	7,158.17	25,028.84
Other Expenses	25,235.66	9,760.91	1,330.30	5,287.64	41,614.51
	24,207.53	9,814.87	1,515.42	4,798.21	40,336.03
Segment Result [^]	8,628.39	(2,080.15)	(31.50)	1,204.54	7,721.28
	8,407.68	279.70	542.79	2,034.01	11,264.18
Segment Assets [^]	96,751.35	28,163.46	2,592.49	20,510.52	1,48,017.82
	85,868.26	27,589.48	2,765.07	19,278.34	1,35,501.15
Segment Liabilities [^]	33,675.66	12,435.09	479.67	4,558.61	51,149.03
	25,429.83	11,938.43	517.22	3,945.14	41,830.62
Capital Expenditure (Net) [^]	4,292.31	807.96	69.89	1,024.39	6,194.55
	10,360.23	2,383.83	48.80	918.22	13,711.08
Depreciation and Amortisation [^]	5,407.21	1,263.78	34.47	568.58	7,274.04
	4,721.24	1,127.27	26.90	551.91	6,427.32
Non Cash expenses other than Depreciation (Net) [^]	(1,482.46)	28.35	-	27.12	(1,426.99)
	2,458.87	414.74	-	16.25	2,889.86

[^] based on location of operations (net of eliminations)

(IV) Reconciliation of Reportable Segments with the Financial Statements

	Revenues	Net Profit	Assets	Liabilities @
Total of Reportable Segments	1,70,529.19	7,721.28	1,48,017.82	51,149.03
	1,71,195.93	11,264.18	1,35,501.15	41,830.62
Corporate - Unallocated (Net)/Adjustments	1,741.48	(392.10)	13,832.58	-
	1,877.46	(377.47)	13,534.80	-
Inter Segment Sales	(5,226.47)	-	-	-
	(7,247.05)	-	-	-
Finance Costs	-	(1,375.09)	-	-
	-	(1,103.72)	-	-
Tax Expense				
- Current Tax	-	(1,527.11)	-	-
	-	(3,493.50)	-	-
- Deferred Tax Credit/(Charge)	-	(129.24)	-	-
	-	1,877.95	-	-
As per Financial Statements	1,67,044.20	4,297.74	1,61,850.40	51,149.03
	1,65,826.34	8,167.44	1,49,035.95	41,830.62

@ Excluding Total Equity

Notes to the Consolidated Financial Statements (Contd.)

(₹ in lakhs)

(V) Geographical Disclosure of Segment wise Revenue and Non Current Assets

	Total
Segment Revenue (Revenue from Operations) #	
Within India	72,090.53 59,834.76
Outside India	93,212.19 1,04,114.12
Revenue from Operations	1,65,302.72 1,63,948.88

based on customer location/destination

No customer individually accounted for more than 10% of the Revenues during the year ended March 31, 2025 and March 31, 2024.

	Total
Non Current Assets*	
Within India	33,951.04 33,959.14
Outside India	30,019.00 28,796.39
Non Current Assets	63,970.04 62,755.53

* other than Tax Assets and Financial Assets

Figures in Bold relate to Current Year

37. ADDITIONAL INFORMATION AS REQUIRED BY PARAGRAPH 2 OF THE GENERAL INSTRUCTIONS FOR PREPARATION OF CONSOLIDATED FINANCIAL STATEMENTS TO SCHEDULE III TO THE COMPANIES ACT, 2013

Name of the Entity	Net Assets (Total Assets minus Total Liabilities)		Share in Profit/ (Loss)		Share in Other Comprehensive Income/ (Loss)		Share in Total Comprehensive Income/(Loss)	
	As % of Consolidated Net Assets	Amount	As % of Consolidated Profit/(Loss)	Amount	As % of Consolidated Other Comprehensive Income/(Loss)	Amount	As % of Consolidated Other Comprehensive Income/(Loss)	Amount
IFGL Refractories Limited - Holding Company	62.68%	69,392.75	134.03%	5,760.29	(2.43%)	(41.80)	95.01%	5,718.49
	61.75%	66,197.01	79.72%	6,511.23	(1.96%)	(20.74)	70.37%	6,490.49
Subsidiaries								
Indian :								
IFGL-Marvels Refractories Limited **	0.22%	244.62	(0.24%)	(10.38)	# 0.00%	-	(0.17%)	(10.38)
	-	-	-	-	-	-	-	-
Foreign :								
IFGL Worldwide Holdings Limited (IWHL)	13.38%	14,812.72	(16.91%)	(726.63)	-	-	(12.07%)	(726.63)
	13.80%	14,792.79	1.69%	138.26	-	-	1.50%	138.26
EI Ceramics LLC, USA	9.24%	10,229.08	13.70%	588.58	-	-	9.78%	588.58
	9.42%	10,097.31	15.59%	1,272.97	-	-	13.80%	1,272.97
EIC Acquisition LLC, USA **	0.19%	213.68	#0.00%	-	-	-	# 0.00%	-
	-	-	-	-	-	-	-	-
Mono Ceramics Inc, USA @	13.60%	15,057.05	22.44%	964.38	-	-	16.02%	964.38
	13.37%	14,336.34	9.18%	750.16	-	-	8.13%	750.16
Goricon Metallurgical Services Limited, (Wales), UK	# 0.00%	0.04	# 0.00%	0.02	-	-	# 0.00%	0.02
	# 0.00%	0.02	# 0.00%	-	-	-	# 0.00%	-

Notes to the Consolidated Financial Statements (Contd.)

Name of the Entity	(₹ in lakhs)							
	Net Assets (Total Assets minus Total Liabilities)		Share in Profit/ (Loss)		Share in Other Comprehensive Income/ (Loss)		Share in Total Comprehensive Income/(Loss)	
	As % of Consolidated Net Assets	Amount	As % of Consolidated Profit/(Loss)	Amount	As % of Consolidated Other Comprehensive Income/(Loss)	Amount	As % of Consolidated Other Comprehensive Income/(Loss)	Amount
IFGL Monocon Holdings Limited, UK	5.00%	5,533.50	#0.00%	-	-	-	#0.00%	-
	4.91%	5,261.50	6.17%	503.94	-	-	5.46%	503.94
Monocon International Refractories Limited, UK	12.07%	13,357.12	(22.14%)	(951.53)	-	-	(15.81%)	(951.53)
	12.71%	13,627.93	8.34%	680.95	-	-	7.38%	680.95
Sheffield Refractories Limited, UK	3.58%	3,961.45	5.45%	234.17	-	-	3.89%	234.17
	3.30%	3,538.50	5.54%	452.44	-	-	4.91%	452.44
Monocon Overseas Limited, UK	9.19%	10,176.49	18.90%	812.07	-	-	13.49%	812.07
	8.29%	8,884.80	5.31%	433.62	-	-	4.70%	433.62
Hofmann Ceramic CZ s.r.o., Czech Republic [^]	(0.02%)	(18.49)	(0.05%)	(2.20)	-	-	(0.04%)	(2.20)
	(0.01%)	(15.86)	9.13%	745.81	-	-	8.09%	745.81
Hofmann Ceramic GmbH, Germany	2.86%	3,166.42	(12.82%)	(550.77)	-	-	(9.15%)	(550.77)
	3.39%	3,633.94	(10.04%)	(819.95)	-	-	(8.89%)	(819.95)
IFGL GmbH, Germany	5.18%	5,732.27	(0.04%)	(1.54)	-	-	(0.03%)	(1.54)
	5.22%	5,591.79	3.59%	293.54	-	-	3.18%	293.54
Tianjin Monocon Refractories Company Limited, China	0.70%	778.24	(1.32%)	(56.93)	-	-	(0.95%)	(56.93)
	0.76%	812.15	2.05%	167.38	-	-	1.81%	167.38
Tianjin Monocon Aluminous Refractories Company Limited, China	1.60%	1,774.50	0.57%	24.42	-	-	0.41%	24.42
	1.59%	1,700.15	3.08%	251.92	-	-	2.73%	251.92
Consolidation Adjustments/Eliminations *	(39.47%)	(43,710.07)	(41.57%)	(1,786.21)	102.43%	1,762.85	(0.38%)	(23.36)
	(38.50%)	(41,253.04)	(39.35%)	(3,214.83)	101.96%	1,076.79	(23.17%)	(2,138.04)
Total	100.00%	1,10,701.37	100.00%	4,297.74	100.00%	1,721.05	100.00%	6,018.79
	100.00%	1,07,205.33	100.00%	8,167.44	100.00%	1,056.05	100.00%	9,223.49

Figures in Bold type relate to Current Year

* Consolidation Adjustments/Eliminations include inter-company eliminations, consolidation adjustments and GAAP differences.

** Refer Note 2.24 (g) and (h)

below rounding off norms

@ IFGL Inc. merged with Mono Ceramics Inc. with effect from April 1, 2023

[^] In liquidation with effect from April 1, 2024

38. AMALGAMATION WITH ERSTWHILE IFGL REFRACTORIES LIMITED (THE ERSTWHILE HOLDING COMPANY)

Hon'ble National Company Law Tribunal, Kolkata Bench (Tribunal) by passing an Order on August 3, 2017 under Sections 230 and 232 of the Companies Act, 2013 sanctioned a Scheme of Amalgamation (Scheme) for merger of erstwhile IFGL Refractories Ltd ("IFGL") with the Holding Company on and from April 1, 2016, being the Appointed Date. Scheme had become effective from August 5, 2017 following filing of Order of Hon'ble Tribunal with the Ministry of Corporate Affairs (Registrar of Companies) by the Holding Company and IFGL on that date. The Scheme was accordingly given effect to in the Financial Year 2016-17 Financial Statements.

In accordance with the provisions of aforesaid scheme -

- The amalgamation was accounted under the 'Purchase Method' as prescribed by Accounting Standard 14 - Accounting for Amalgamations under the previous GAAP.
- The excess of the value of Equity Shares issued by the Holding Company over the book value of Assets and Liabilities taken over by the Holding Company and cancellation of Equity Shares held by the erstwhile IFGL Refractories Limited in the Holding Company, amounting to ₹ 26,699.46 was recorded as Goodwill arising on Amalgamation.
- The Goodwill recorded on Amalgamation is being amortised and the Holding Company has estimated its useful life of 10 years. Accordingly, amortisation for the year amounting to ₹ 2,669.95 has been recognised in the Statement of Profit and Loss.

Notes to the Consolidated Financial Statements (Contd.)

(₹ in lakhs)

39. TAX EXPENSE

This note provides an analysis of the Group's Income Tax Expense, shows amounts that are recognised directly in Equity and how the Tax Expenses is affected by non assessable and non deductible items. It also explains significant estimates made in relation to tax positions.

	For the year ended March 31, 2025	For the year ended March 31, 2024
Current Tax Expense recognised in Profit and Loss		
Current Tax Charge	1,527.11	3,493.50
Total Current Tax Expense (A)	1,527.11	3,493.50
Deferred Tax Expense recognised in Profit and Loss		
Deferred Tax Charge/(Credit) (Refer Note 40)	129.24	(1,877.95)
Total Deferred Tax Expense recognised in Profit and Loss (B)	129.24	(1,877.95)
Deferred Tax Expense recognised in Other Comprehensive Income		
Deferred Tax Credit	(14.06)	(6.97)
Total Deferred Tax Expense recognised in Other Comprehensive Income (C)	(14.06)	(6.97)
Total Deferred Tax for the Year (B + C)	115.18	(1,884.92)
Total Income Tax Expense (A + B + C)	1,642.29	1,608.58

Reconciliation of Tax Expense and the accounting profit multiplied by India's Tax rate :

	For the year ended March 31, 2025	For the year ended March 31, 2024
Profit before Tax	5,954.09	9,782.99
Tax at the Indian Tax Rate of 25.168% (2023-24 : 25.168%)	1,498.53	2,462.18
Income exempted from Tax	(23.95)	(95.63)
Expense not deductible	(94.22)	(16.35)
Effect of tax rate differences of Subsidiaries operating in other jurisdictions and other tax brackets	453.10	(234.07)
Impact of change in Rate of Income Tax on Capital Gain	(129.68)	-
Impact of tax rate change on opening Deferred Tax (Refer Note 40)	-	(870.88)
Impact of tax rate change on filing of Income Tax Return of Financial Year 2022-23 (Refer Note 40)	-	(62.99)
Other permanent differences/true up impact	(61.49)	426.32
Income Tax Expense	1,642.29	1,608.58

40. The Holding Company had elected to exercise the option permitted under Section 115BAA of the Income Tax Act, 1961 as introduced by the Taxation Laws (Amendment) Act, 2019 "New Tax Regime" at the time of filing of Income Tax Return for financial year ending March 31, 2023 and onwards. Accordingly, the Holding Company has re-measured Current Tax Liability and Deferred Tax Liability basis the lower rate prescribed. Consequently, the Current Tax Liability and Deferred Tax Liability for the year ended March 31, 2023 had decreased by ₹ 62.99 and ₹ 870.88 respectively, resulting into reduction in tax charge by ₹ 933.87 during the year ended March 31, 2024.

41. The Holding Company has used SAP B1 and SAP RISE accounting software for maintaining its books of account which has a feature of recording the audit trail (Edit Log facility) and the same has operated throughout the year for all relevant transactions recorded in the software except that the audit trail feature is not enabled at the database level for certain changes using privileged/administrative access rights insofar as it relates to SAP B1 and SAP RISE accounting software. For "SARAL" Payroll Software, the audit trail was neither operated nor was enabled during the year. Further, no instance of audit trail feature being tampered with was noted in respect of the accounting softwares except for SARAL application as audit trail was neither operated nor enabled during the year. Additionally, the audit trail of the previous year has been preserved by the Holding Company as per the statutory requirements for record retention, to the extent it was enabled and recorded in the Previous Year.

Notes to the Consolidated Financial Statements (Contd.)

(₹ in lakhs)

The Subsidiary of the Holding Company, incorporated in India, has used SAP B1 accounting software for maintaining its books of account which has a feature of recording the audit trail (Edit Log facility) and the same has operated throughout the year for all relevant transactions recorded in the software except that the audit trail feature is not enabled at the database level for certain changes using privileged/administrative access rights insofar as it relates to SAP B1 accounting software. Further, no instance of audit trail feature being tampered with was noted in respect of the accounting software. Since the Subsidiary Company is incorporated dated December 24, 2024, the requirement to preserve audit trail of prior years as per the statutory requirements for record retention is not applicable.

42. OTHER STATUTORY INFORMATION

- i. No proceedings has been initiated or are pending against the Holding Company and its Subsidiary incorporated in India for holding any Benami property under the Benami Transactions (Prohibition) Act, 1988 and rules made thereunder.
- ii. There are no charges or satisfaction which is yet to be registered with ROC beyond the statutory period.
- iii. The Holding Company and its Subsidiary incorporated in India has not traded or invested in Crypto currency or Virtual Currency during the financial year.
- iv. The Holding Company and its Subsidiary incorporated in India has not advanced or loaned or invested funds to any other persons or entities, including foreign entities (Intermediaries) with the understanding that the Intermediary shall:
 - a. directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Holding Company and its Subsidiary incorporated in India (Ultimate Beneficiaries) or
 - b. provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries
- v. The Holding Company and its Subsidiary incorporated in India has not received any fund from any persons or entities, including foreign entities (Funding Party) with the understanding (whether recorded in writing or otherwise) that the Holding Company and its Subsidiary incorporated in India shall:
 - a. directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party (Ultimate Beneficiaries) or
 - b. provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.
- vi. The Holding Company and its Subsidiary incorporated in India does not have any such transaction which is not recorded in the books of accounts and has been surrendered or disclosed as Income during the year in the Tax Assessments under the Income Tax Act, 1961 (such as, search or survey or any other relevant provisions of the Income Tax Act, 1961).
- vii. The Holding Company and its Subsidiary incorporated in India does not have balance with the companies struck off under Section 248 of Companies Act, 2013 or Section 560 of Companies Act, 1956.
- viii. The Holding Company and its Subsidiary incorporated in India has not been declared as wilful defaulter by any Bank or Financial Institution or other lender.
- ix. There are no exceptional items for the year ended March 31, 2024 and March 31, 2025.

43. RECLASSIFICATION OF LIABILITIES TOWARDS CORPORATE SOCIAL RESPONSIBILITY AND SEGMENT DISCLOSURE

During the year, the Group has reassessed presentation of Liabilities towards Corporate Social Responsibility, which were previously presented under 'Other Financial Liabilities' within 'Current Liabilities'. In the Current Year, the Group has presented such amounts under 'Other Current Liabilities', within 'Current Liabilities', which results in improved presentation and better reflects the nature of these obligations. Accordingly, amounts aggregating to ₹ 352.53 as at March 31, 2025 (₹ 217.07 as at March 31, 2024), previously classified under 'Other Financial Liabilities', have been reclassified under the head 'Other Current Liabilities'. In addition, the Group has reviewed its presentation of segment information in line with the IFRS Interpretations Committee's Agenda Decision titled "Operating Segments – Disclosure of Revenues and Expenses for Reportable Segments". Based on this guidance, the Group has enhanced its segment disclosures to include segment-wise break-up of specified and Material Income and Expense items. To ensure consistency and comparability, the corresponding figures for the year ended March 31, 2024 have also been revised. The above changes do not impact recognition and measurement of items in the Financial Statements.

Notes to the Consolidated Financial Statements (Contd.)

(₹ in lakhs)

- 44.** The Code on Social Security, 2020 ('Code') relating to employee benefits during employment and post employment benefits received Presidential assent in September 2020. The Code has been published in the Gazette of India. Certain Sections of the Code came into effect on May 3, 2024. However, the final rules/interpretation have not yet been issued. The Group believes the impact of changes will not be material.

As per our Report of even date attached

For **S. R. Batliboi & Co. LLP**

Chartered Accountants

ICAI Firm's Registration Number : 301003E/E300005

per **Sanjay Kumar Agarwal**

Partner

Membership No. : 060352

For and on behalf of the Board of Directors of
IFGL Refractories Limited

S K Bajoria

Chairman

(DIN - 00084004)

James L McIntosh

Managing Director

(DIN - 09287829)

Arasu Shanmugam

Director and Chief Executive Officer India

(DIN - 02316638)

Amit Agarwal

Chief Financial Officer

Mansi Damani

Company Secretary

(FCS - 6769)

Kolkata

May 24, 2025

Independent Auditor's Report

TO THE MEMBERS OF IFGL REFRACTORIES LIMITED

Report on the Audit of the Standalone Financial Statements

Opinion

We have audited the Standalone Financial Statements of IFGL Refractories Limited ("the Company"), which comprise the Balance Sheet as at March 31, 2025, the Statement of Profit and Loss, including the Statement of Other Comprehensive Income, the Cash Flow Statement and the Statement of Changes in Equity for the year then ended, and Notes to the Standalone Financial Statements, including a summary of Material Accounting Policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid Standalone Financial Statements give the information required by the Companies Act, 2013, as amended ("the Act") in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2025, its Profit including Other Comprehensive Loss, its Cash Flows and the Changes In Equity for the year ended on that date.

Basis for Opinion

We conducted our audit of the Standalone Financial Statements in accordance with the Standards on Auditing (SAs), as 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 Standalone Financial Statements' 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 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 audit opinion on the Standalone Financial Statements.

Emphasis of Matter

We draw attention to :

- (a) Note 38 to the Standalone Financial Statements, relating to Amalgamation of the erstwhile IFGL Refractories Limited with the Company (the amalgamated entity was thereafter renamed as IFGL Refractories Limited) with effect from April 01, 2016. Pursuant to the same, the aforesaid Business Combination was recognized under the 'Purchase Method' as defined under Accounting Standard (AS) 14, Accounting for Amalgamations and Goodwill arising on such amalgamation aggregating ₹ 26,699.46 lakhs had been recognized which is being amortized over a period of ten years with a charge of ₹ 2,669.95 lakhs per year. However, as per Indian Accounting Standard (Ind AS) 103, Business Combinations, the aforesaid amalgamation had to be recognized under 'Pooling of Interest Method' since these were entities under common control.
- (b) Note 33(b) to the Standalone Financial Statements regarding uncertainty related to outcome of an appeal by Company in relation to determination of income tax obligations based on provisions of the Income Tax Act, 1961 that were applicable prior to the introduction of the 'Explanation' to Section 10AA(1) of the Income Tax Act, 1961 with effect from assessment years beginning April 01, 2018. Pending decision by Division Bench of Hon'ble High Court at Calcutta, no adjustments have been considered in the Financial Statements.

Our opinion is not modified in respect of above matters.

Key Audit Matters

Key Audit Matters are those matters that, in our professional judgment, were of most significance in our audit of the Standalone Financial Statements for the Financial Year ended March 31, 2025. These matters were addressed in the context of our audit of the Standalone Financial Statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters. For each matter below, our description of how our audit addressed the matter is provided in that context.

We have determined the matters described below to be the key audit matters to be communicated in our Report. We have fulfilled the responsibilities described in the Auditor's responsibilities for the audit of the Standalone Financial Statements Section of our Report, including in relation to these matters. Accordingly, our audit included the performance of procedures designed to respond to our

Independent Auditor's Report (Contd.)

assessment of the risks of material misstatement of the Standalone Financial Statements. The results of our audit procedures, including the procedures performed to address the matters below, provide the basis for our audit opinion on the accompanying Standalone Financial Statements.

Key Audit Matters	How our Audit addressed the Key Audit Matter
Revenue Recognition (as described in Note 2.12 and 24 of the Standalone Financial Statements)	
Revenue is recognized when the Company satisfies performance obligation by transferring promised goods and services to the customer. Performance obligations are satisfied at a point of time. For the year ended March 31, 2025, the Company's Statement of Profit and Loss included Revenues from operations of ₹ 99,763.49 lakhs. The variety of contractual terms, including the timing of control transfer and delivery specifications, create complexity and judgement in determining timing of revenue recognition. We have considered this as a key audit matter on account of judgement involved in determining the timing of revenue of recognition.	<p>Our audit procedures included the following:</p> <ol style="list-style-type: none"> Evaluated the Company's Revenue Recognition Policy to ensure compliance with the requirements of Ind AS 115 'Revenue from Contracts with Customers'. Obtained an understanding of the revenue process and assessed the design and tested the operating effectiveness of Internal Controls related to timing of Revenue Recognition. Tested on sample basis the sales transactions including adjustments to sales price made pre and post year end and tested their underlying documents to assess that revenue is recognized in the proper period and in accordance with the Company's revenue recognition policy. Assessed the adequacy of relevant disclosures made in respect of revenue in the Standalone Financial Statements.

We have determined that there are no other key audit matters to communicate in our report.

Other Information

The Company's Board of Directors is responsible for the other information. The other information comprises the information included in the Annual Report, but does not include the Standalone Financial Statements and our Auditor's Report thereon.

Our opinion on the Standalone Financial Statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the Standalone Financial Statements, our responsibility is to read the other information and, in doing so, consider whether such other information is materially inconsistent with the Financial Statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of Management for the Standalone Financial Statements

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Act with respect to the preparation of these Standalone Financial Statements that give a true and fair view of the financial position, financial performance including Other Comprehensive Income, Cash Flows and Changes in Equity of the Company in accordance with the accounting principles generally accepted in India, including the Indian Accounting Standards (Ind AS) specified under Section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended. 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 the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the Standalone Financial Statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the Standalone Financial Statements, Management is 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 management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

Those Board of Directors are also responsible for overseeing the Company's financial reporting process.

Independent Auditor's Report (Contd.)

Auditor's Responsibilities for the Audit of the Standalone Financial Statements

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

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 Financial Statements, 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 on whether the Company has adequate Internal Financial Controls with reference to 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 made by 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 Statements 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 Financial Statements, including the disclosures, and whether the Standalone Financial Statements 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.

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the Standalone Financial Statements for the Financial Year ended March 31, 2025 and are therefore the key audit matters. We describe these matters in our Auditor's Report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our Report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2020 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of Section 143 of the Act, we give in the "**Annexure 1**" a statement on the matters specified in paragraphs 3 and 4 of the Order.

Independent Auditor's Report (Contd.)

2. As required by Section 143(3) of the Act, we report, to the extent applicable, that:
- (a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit;
 - (b) In our opinion, proper Books of Account as required by law have been kept by the Company so far as it appears from our examination of those books except for the matters stated in the paragraph i(vi) below on reporting under Rule 11(g);
 - (c) The Balance Sheet, the Statement of Profit and Loss including the Statement of Other Comprehensive Income, the Cash Flow Statement and Statement of Changes in Equity dealt with by this Report are in agreement with the Books of Account;
 - (d) In our opinion, the aforesaid Standalone Financial Statements comply with the Accounting Standards specified under Section 133 of the Act, read with Companies (Indian Accounting Standards) Rules, 2015, as amended;
 - (e) On the basis of the written representations received from the Directors as on March 31, 2025 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2025 from being appointed as a Director in terms of Section 164 (2) of the Act;
 - (f) The modification relating to the maintenance of accounts and other matters connected therewith are as stated in paragraph 2(b) above on reporting under Section 143(3)(b) and paragraph i(vi) below on reporting under Rule 11(g);
 - (g) With respect to the adequacy of the Internal Financial Controls with reference to these Standalone Financial Statements and the operating effectiveness of such controls, refer to our separate Report in **"Annexure 2"** to this Report;
 - (h) In our opinion, the managerial remuneration for the year ended March 31, 2025 has been paid/provided by the Company to its Directors in accordance with the provisions of Section 197 read with Schedule V to the Act;
 - (i) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, as amended in our opinion and to the best of our information and according to the explanations given to us:
 - i. The Company has disclosed the impact of pending litigations on its financial position in its Standalone Financial Statements – Refer Note 33 to the Standalone Financial Statements;
 - ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses;
 - iii. There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company;
 - iv.
 - (a) The Management has represented that, to the best of its knowledge and belief, other than as disclosed in the Note 43 (iv) to the Standalone Financial Statements, no funds have been advanced or loaned or invested (either from borrowed funds or share premium or any Other Sources or kind of Funds) by the Company to or in any other person(s) or entities, including Foreign Entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;
 - (b) The Management has represented that, to the best of its knowledge and belief, other than as disclosed in the Note 43 (v) to the Standalone Financial Statements, no funds have been received by the Company from any person(s) or entities, including Foreign Entities ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries; and
 - (c) Based on such audit procedures performed that have been considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause (a) and (b) contain any material misstatement.

Independent Auditor's Report (Contd.)

- v. The Final Dividend for the previous year declared and paid by the Company during the year is in accordance with Section 123 of the Act to the extent it applies to payment of Dividend.

The Interim Dividend declared and paid by the Company during the year and until the date of this Audit Report is in accordance with Section 123 of the Act.

As stated in Note 16.1 to the Standalone Financial Statements, the Board of Directors of the Company have proposed Final Dividend for the year which is subject to the approval of the members at the ensuing Annual General Meeting. The Dividend declared is in accordance with Section 123 of the Act to the extent it applies to declaration of Dividend.

- vi. The Company has migrated to new SAP RISE accounting software from SAP B1 software during the year. Based on our examination which included test checks, the Company has used SAP B1 and RISE accounting software, for maintaining its Books of Account which has a feature of recording audit trail (edit log) facility and the same has operated throughout the year for all relevant transactions recorded in the software, except as explained in Note 41 to the Standalone Financial Statements:

- In respect of SAP B1 software and SAP RISE, the audit trail feature is not enabled for direct changes to data when using certain access rights at database level. Further, during the course of our audit we did not come across any instance of audit trail feature being tampered with in respect of the SAP B1 and SAP RISE accounting software where audit trail has been enabled.
- The audit trail feature is not enabled for SARAL system. Further, Service Organization Controls report from the third-party software service provider in respect of SARAL payroll software is not available with the Company. Accordingly in respect of such accounting software, we are unable to comment about operation/ tampering of audit trail feature in such accounting software as described in Note 41 to the Standalone Financial Statements.

Additionally, the audit trail of previous year has been preserved by the Company as per the statutory requirements for record retention, to the extent it was enabled and recorded in the previous year.

Kolkata
May 24, 2025

For **S.R. Batliboi & Co. LLP**
Chartered Accountants
ICAI Firm Registration Number : 301003E/E300005
per **Sanjay Kumar Agarwal**
Partner
Membership Number : 060352
UDIN : 25060352BMOBGK5091

Independent Auditor's Report (Contd.)

ANNEXURE 1 REFERRED TO IN PARAGRAPH 1 UNDER THE HEADING "REPORT ON OTHER LEGAL AND REGULATORY REQUIREMENTS" OF OUR REPORT OF EVEN DATE

Re: IFGL Refractories Limited ("the Company")

In terms of the information and explanations sought by us and given by the Company and the Books of Account and records examined by us in the normal course of audit and to the best of our knowledge and belief, we state that:

- (i) (a) (A) The Company has maintained proper records showing full particulars, including quantitative details and situation of Property, Plant and Equipment.
- (B) The Company has maintained proper records showing full particulars of Intangibles Assets.
- (b) The Company has a program of physical verification of Property, Plant and Equipment to cover all the items in a phased manner over a period of three years, which, in our opinion, is reasonable having regard to the size of the Company and the nature of its Assets. Pursuant to the program, certain categories of Property, Plant and Equipment, were physically verified by the management during the year. No material discrepancies were noticed on such verification.
- (c) The title deeds of Immovable Properties (other than properties where the Company is the lessee and the lease agreements are duly executed in favour of the lessee) are held in the name of the Company except seven (7) Immovable Properties including properties where the Company is the lessee and the lease deeds are yet to be executed in favour of the Company (details of which are set out in Note 4.2 to the Standalone Financial Statements) as indicated in the below mentioned cases:

Description of Property	Gross Carrying Value (₹ in lakhs)	Net Carrying Value (₹ in lakhs)	Held in name of	Whether Promoter, Director or their Relative or Employee	Period Held from	Reason for not being held in the name of Company
Leasehold Land	59.45	52.32	Indo Flogates Limited	No	28th June, 1989	Lease Deeds are in names of erstwhile Companies which were merged with the Company under relevant provisions of the Companies Act, 1956/2013 in terms of approval of the Honorable High Courts of respective States and Honorable National Company Law Tribunal, Kolkata Bench. Application for transfer of title deed in name of IFGL Refractories Limited is under process.
Leasehold Land	44.81	39.44	Indo Flogates Limited	No	16th August, 1988	
Leasehold Land	42.22	37.15	Indo Flogates Limited	No	3rd March, 1987	
Leasehold Land	75.73	66.64	Indo Flogates Limited	No	30th January, 1989	
Leasehold Land	44.27	38.96	Indo Flogates Limited	No	3rd March, 1987	
Leasehold Land	143.85	126.59	Indo Flogates Limited	No	1st February, 1992	
Leasehold Land	11.77	10.36	Indo Flogates Limited	No	20th August, 1992	

- (d) The Company has not revalued its Property, Plant and Equipment (including Right-of-Use Assets) or Intangible Assets during the year ended March 31, 2025.
- (e) There are no proceedings initiated or are pending against the Company for holding any Benami Property under the Prohibition of Benami Property Transactions Act, 1988 and rules made thereunder.
- (ii) (a) The Inventory has been physically verified by the management during the year except for inventories lying with third parties. In our opinion, the frequency of verification by the Management is reasonable and the coverage and procedure for such verification is appropriate. Inventories lying with third parties have been confirmed by them as at March 31, 2025 and no discrepancies of 10% or more in aggregate for each class of Inventory were noticed from such confirmations. Discrepancies of 10% or more in aggregate for each class of Inventory were not noticed on such physical verification of inventories.
- (b) As disclosed in Note 20.2 to the Financial Statements, the Company has been sanctioned Working Capital limits in excess of Rs. five crores in aggregate from Banks during the year on the basis of security of Current Assets of the Company.

Based on the records examined by us in the normal course of audit of the Financial Statements, the revised quarterly returns/statements filed by the Company with such banks are in agreement with the audited/unaudited books of account of the Company.

Independent Auditor's Report (Contd.)

The Company does not have sanctioned Working Capital limits in excess of Rs. five crores in aggregate from Financial Institutions during the year on the basis of security of Current Assets of the Company.

- (iii) (a) During the year the Company has not provided Loans, Advances in the nature of loans, stood Guarantee or provided Security to Companies, Firms, Limited Liability Partnerships or any other parties. Accordingly, the requirement to report on clause 3(iii)(a) of the Order is not applicable to the Company.
- (b) During the year the Company has not provided Guarantees, provided Security and granted Loans and Advances in the nature of Loans to Companies, Firms, Limited Liability Partnerships or any other parties. Investments made during the year and the terms and conditions of those Investments are not prejudicial to the Company's interest.
- (c) The Company has not granted Loans and Advances in the Nature of Loans to Companies, Firms, Limited Liability Partnerships or any other parties. Accordingly, the requirement to report on clause 3(iii)(c) of the Order is not applicable to the Company.
- (d) The Company has not granted Loans or Advances in the Nature of Loans to Companies, Firms, Limited Liability Partnerships or any other parties. Accordingly, the requirement to report on clause 3(iii)(d) of the Order is not applicable to the Company.
- (e) There were no Loans or Advance in the Nature of Loan granted to Companies, Firms, Limited Liability Partnerships or any other parties. Accordingly, the requirement to report on clause 3(iii)(e) of the Order is not applicable to the Company.
- (f) The Company has not granted any Loans or Advances in the nature of Loans, either repayable on demand or without specifying any terms or period of repayment to Companies, Firms, Limited Liability Partnerships or any other parties. Accordingly, the requirement to Report on clause 3(iii)(f) of the Order is not applicable to the Company.
- (iv) Loans, Investments, Guarantees and Security in respect of which provisions of Sections 185 and 186 of the Companies Act, 2013 are applicable have been complied with by the Company.
- (v) The Company has neither accepted any Deposits from the Public nor accepted any amounts which are deemed to be deposits within the meaning of Sections 73 to 76 of the Companies Act and the Rules made thereunder, to the extent applicable. Accordingly, the requirement to report on clause 3(v) of the Order is not applicable to the Company.
- (vi) We have broadly reviewed the Books of Account maintained by the Company pursuant to the rules made by the Central Government for the maintenance of Cost Records under Section 148(1) of the Companies Act, 2013, related to the manufacture of Company's products, and are of the opinion that prima facie, the specified accounts and records have been made and maintained. We have not, however, made a detailed examination of the same.
- (vii) (a) Undisputed Statutory Dues including Goods and Services Tax, Provident Fund, Employees' State Insurance, Income Tax, Duty of Custom, Cess and other Material Statutory Dues applicable to the Company have generally been regularly deposited with the appropriate authorities though there has been a slight delay in a few cases. During the year, the Company did not have any dues towards Sales Tax, Service Tax, Duty of Excise and Value Added Tax.

According to the Information and Explanations given to us and based on audit procedures performed by us, no undisputed amounts payable in respect of these statutory dues were outstanding, at the year end, for a period of more than six months from the date they became payable.
- (b) The dues of Goods and Services Tax, Provident Fund, Employees' State Insurance, Income Tax, Sales Tax, Service Tax, Duty of Custom, Duty of Excise, Value Added Tax, Cess and other material Statutory Dues have not been deposited on account of any dispute, are as follows :

Independent Auditor's Report (Contd.)

Name of the Statute	Nature of Dues	Amount * (in lakhs ₹)	Period to which the amount relates	Forum where dispute is pending
Central Sales Tax, 1956	Sales Tax	1.14	1995-96	Sales Tax Tribunal
		0.47	1997-98	Additional Commissioner of Sales Tax
		4.21	2010-11	Joint Commissioner of Sales Tax
Orrisa Sales Tax Act, 1947	Sales Tax	0.11	1999-2000	Hon'ble High Court, Odisha
Finance Act, 1994	Service Tax	1.54	2006-07	Joint Commissioner, Central Excise, Customs & Service Tax
Goods and Services Tax Act, 2017	Goods and Services Tax	40.54	2019-20 to 2022-23	Commissioner (Appeals), Goods and Services Tax
Income Tax Act, 1961	Income Tax	6,055.50	Assessment year 2013-14, 2017-18 to 2022-23	CIT (Appeals)
		3,044.54	Assessment year 2018-19 and 2019-20	Assistant Commissioner of Income Tax

* Net of amounts deposited on account of dispute

- (viii) During the year ended March 31, 2025, the Company has not surrendered or disclosed any transaction, previously unrecorded in the Books of Account, in the Tax Assessments under the Income Tax Act, 1961 as Income. Accordingly, the requirement to report on clause 3(viii) of the Order is not applicable to the Company.
- (ix) (a) During the year, the Company has not defaulted in repayment of Loans or Other Borrowings or in the payment of Interest thereon to any lender.
- (b) The Company has not been declared wilful defaulter by any Bank or Financial Institution or Government or any Government Authority.
- (c) Based on overall examination of the Balance Sheet as at March 31, 2025, term loans were applied for the purpose for which the loans were obtained.
- (d) On an overall examination of the Financial Statements of the Company, no funds raised on short-term basis have been used for long-term purposes by the Company.
- (e) On an overall examination of the Financial Statements of the Company, the Company has not taken any funds from any entity or person on account of or to meet the obligations of its Subsidiaries. The Company does not have any Associate or Joint Venture.
- (f) The Company has not raised Loans during the year on the pledge of securities held in its Subsidiaries. The Company does not have any Associate or Joint Venture.
- (x) (a) The Company has not raised any money during the year by way Initial Public Offer/Further Public Offer (including Debt Instruments) and hence, the requirement to report on Clause 3(x)(a) of the Order is not applicable to the Company.
- (b) The Company has not made any Preferential Allotment or Private Placement of Shares / Fully or Partially or Optionally Convertible Debentures during the year. Accordingly, the requirement to report on Clause 3(x)(b) of the Order is not applicable to the Company.
- (xi) (a) No fraud by the Company or no material fraud on the Company has been noticed or reported during the year.
- (b) During the year, no report under sub-Section (12) of Section 143 of the Companies Act, 2013 has been filed by Cost Auditor/ Secretarial Auditor or by us in Form ADT – 4 as prescribed under Rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government.
- (c) As represented to us by the Management, there are no whistle blower complaints received by the Company during the year.
- (xii) The Company is not a Nidhi Company as per the provisions of the Companies Act, 2013. Accordingly, the requirement to report on clause 3(xii)(a), (b) and (c) of the Order is not applicable to the Company.

Independent Auditor's Report (Contd.)

- (xiii) Transactions with the Related Parties are in compliance with provisions of Sections 177 and 188 of Companies Act, 2013 where applicable and the details have been disclosed in the notes to the Standalone Financial Statements, as required by the applicable Accounting Standards.
- (xiv) (a) The Company has an Internal Audit System commensurate with the size and nature of its business.
(b) The Internal Audit Reports of the Company issued till the date of the audit report, for the year under audit have been considered by us.
- (xv) The Company has not entered into any non-cash transactions with its directors or persons connected with its directors. Accordingly, the requirement to report on clause 3(xv) of the Order is not applicable to the Company.
- (xvi) (a) The provisions of Section 45-IA of the Reserve Bank of India Act, 1934 (2 of 1934) are not applicable to the Company. Accordingly, the requirement to report on clause (xvi)(a) of the Order is not applicable to the Company.
(b) The Company is not engaged in any Non-Banking Financial or Housing Finance activities. Accordingly, the requirement to report on clause (xvi)(b) of the Order is not applicable to the Company.
(c) The Company is not a Core Investment Company as defined in the regulations made by Reserve Bank of India. Accordingly, the requirement to report on clause 3(xvi)(c) of the Order is not applicable to the Company.
(d) There is no Core Investment Company as a part of the Group. Accordingly, the requirement to report on clause 3(xvi)(d) of the Order is not applicable to the Company.
- (xvii) The Company has not incurred cash losses in the Current Financial Year and in the immediately preceding Financial Year.
- (xviii) There has been no resignation of the Statutory Auditors during the year. Accordingly requirement to report on Clause 3(xviii) of the Order is not applicable to the Company.
- (xix) On the basis of the Financial Ratios disclosed in Note 42 to the Financial Statements, the ageing and expected dates of realization of Financial Assets and payment of Financial Liabilities, other Information accompanying the Financial Statements, our knowledge of the Board of Directors and Management Plans and based on our examination of the evidence supporting the assumptions, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the Audit Report that Company is not capable of meeting its liabilities existing at the date of Balance Sheet as and when they fall due within a period of one year from the Balance Sheet date. We, however, state that this is not an assurance as to the future viability of the Company. We further state that our reporting is based on the facts up to the date of the Audit Report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the Balance Sheet date, will get discharged by the Company as and when they fall due.
- (xx) (a) In respect of other than ongoing projects, there are no unspent amounts that are required to be transferred to a fund specified in Schedule VII of the Companies Act (the Act), in compliance with second proviso to Sub Section 5 of Section 135 of the Act. This matter has been disclosed in Note 31.2 to the Financial Statements.
(b) All amounts that are unspent under Section (5) of Section 135 of Companies Act, pursuant to any ongoing project, has been transferred to special account in compliance with provisions of sub Section (6) of Section 135 of the said Act. This matter has been disclosed in Note 31.2 to the Financial Statements.

Kolkata
May 24, 2025

For **S.R. Batliboi & Co. LLP**
Chartered Accountants
ICAI Firm Registration Number : 301003E/E300005
per **Sanjay Kumar Agarwal**
Partner
Membership Number : 060352
UDIN : 25060352BMOBGK5091

Independent Auditor's Report (Contd.)

ANNEXURE 2 TO THE INDEPENDENT AUDITOR'S REPORT OF EVEN DATE ON THE STANDALONE FINANCIAL STATEMENTS OF IFGL REFRACTORIES LIMITED

Report on the Internal Financial Controls under Clause (i) of sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act")

We have audited the Internal Financial Controls with reference to Standalone Financial Statements of IFGL Refractories Limited ("the Company") as of March 31, 2025 in conjunction with our audit of the Standalone Financial Statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

The Company's Management is responsible for establishing and maintaining Internal Financial Controls based on the Internal Control over financial reporting criteria established by the Company considering the essential components of Internal Control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India ("ICAI"). These responsibilities include the design, implementation and maintenance of adequate Internal Financial Controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to the Company's Policies, the safeguarding of its Assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

Auditor's Responsibility

Our responsibility is to express an opinion on the Company's Internal Financial Controls with reference to these Standalone Financial Statements based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") and the Standards on Auditing, as specified under Section 143(10) of the Act, to the extent applicable to an audit of Internal Financial Controls, both issued by ICAI. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate Internal Financial Controls with reference to these Standalone Financial Statements was established and maintained and if such controls operated effectively in all material respects.

Our Audit involves performing procedures to obtain audit evidence about the adequacy of the Internal Financial Controls with reference to these Standalone Financial Statements and their operating effectiveness. Our audit of Internal Financial Controls with reference to Standalone Financial Statements included obtaining an understanding of Internal Financial Controls with reference to these Standalone Financial Statements, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of Internal Control based on the assessed risk. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the Financial Statements, whether due to fraud or error.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company's Internal Financial Controls with reference to these Standalone Financial Statements.

Meaning of Internal Financial Controls with Reference to these Standalone Financial Statements

A Company's Internal Financial Controls with reference to Standalone Financial Statements is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of Financial Statements for external purposes in accordance with Generally Accepted Accounting Principles. A company's Internal Financial Controls with reference to Standalone Financial Statements includes those Policies and Procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the Assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of Financial Statements in accordance with Generally Accepted Accounting Principles, and that Receipts and Expenditures of the Company are being made only in accordance with authorisations of Management and Directors of the Company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the Company's Assets that could have a material effect on the Financial Statements.

Inherent Limitations of Internal Financial Controls with Reference to Standalone Financial Statements

Because of the inherent limitations of Internal Financial Controls with reference to Standalone Financial Statements, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the Internal Financial Controls with reference to Standalone Financial Statements to

Independent Auditor's Report (Contd.)

future periods are subject to the risk that the Internal Financial Control with reference to Standalone Financial Statements may become inadequate because of changes in conditions, or that the degree of compliance with the Policies or Procedures may deteriorate.

Opinion

In our Opinion, the Company has, in all material respects, adequate Internal Financial Controls with reference to Standalone Financial Statements and such Internal Financial Controls with reference to Standalone Financial Statements were operating effectively as at March 31, 2025, based on the Internal Control over financial reporting criteria established by the Company considering the essential components of Internal Control stated in the Guidance Note issued by the ICAI.

Kolkata
May 24, 2025

For **S.R. Batliboi & Co. LLP**
Chartered Accountants
ICAI Firm Registration Number : 301003E/E300005
per **Sanjay Kumar Agarwal**
Partner
Membership Number : 060352
UDIN : 25060352BMOBGK5091



Standalone Balance Sheet as at March 31, 2025

(₹ in lakhs)

	Notes	As at March 31, 2025	As at March 31, 2024
A. ASSETS			
1. Non-Current Assets			
(a) Property, Plant and Equipment	4.1	26,665.96	18,294.92
(b) Capital Work-in-Progress	4.3	737.06	7,719.49
(c) Goodwill	5	2,669.91	5,339.86
(d) Other Intangible Assets	6	231.14	70.68
(e) Right-of-Use Assets	4.2	1,773.43	1,856.89
(f) Financial Assets			
(i) Investments	7	7,008.47	6,753.73
(ii) Others	8.2	371.56	320.16
(g) Income Tax Assets (Net)	10	984.42	816.84
(h) Other Non-Current Assets	11	1,873.54	677.28
Total Non-Current Assets		42,315.49	41,849.85
2. Current Assets			
(a) Inventories	12	26,675.70	17,170.99
(b) Financial Assets			
(i) Investments	7	9,400.32	11,515.79
(ii) Trade Receivables	13	22,384.74	19,034.35
(iii) Cash and Cash Equivalents	14 (A)	12.77	9.81
(iv) Bank Balances other than (iii) above	14 (B)	355.57	196.49
(v) Loans	8.1	-	10.00
(vi) Others	8.2	162.28	482.17
(c) Other Current Assets	11	1,876.43	1,479.86
Total Current Assets		60,867.81	49,899.46
Total Assets (1+2)		1,03,183.30	91,749.31
B. EQUITY AND LIABILITIES			
1. Equity			
(a) Equity Share Capital	15	3,603.93	3,603.93
(b) Other Equity	16	65,788.82	62,593.08
Total Equity		69,392.75	66,197.01
2. Non-Current Liabilities			
(a) Financial Liabilities			
(i) Borrowings	17	3,280.49	4,137.62
(ii) Lease Liabilities	4.2	919.70	933.34
(b) Deferred Tax Liabilities (Net)	9	1,848.67	1,519.02
Total Non-Current Liabilities		6,048.86	6,589.98
3. Current Liabilities			
(a) Financial Liabilities			
(i) Borrowings	20	10,960.43	6,708.13
(ii) Lease Liabilities	4.2	105.82	101.19
(iii) Trade Payables			
Total Outstanding dues of Micro Enterprises and Small Enterprises	21	1,232.25	285.10
Total Outstanding dues of Creditors other than Micro Enterprises and Small Enterprises		13,195.49	9,251.55
(iv) Other Financial Liabilities	22	1,294.23	1,089.99
(b) Other Current Liabilities	23	813.83	631.58
(c) Provisions	19	96.49	86.29
(d) Income Tax Liabilities (Net)	18	43.15	808.49
Total Current Liabilities		27,741.69	18,962.32
Total Equity and Liabilities (1+2+3)		1,03,183.30	91,749.31
Summary of Material Accounting Policies	2		

The accompanying Notes form an integral part of the Standalone Financial Statements

As per our Report of even date attached

For **S. R. Batliboi & Co. LLP**

Chartered Accountants

ICAI Firm's Registration Number : 301003E/E300005

per **Sanjay Kumar Agarwal**

Partner

Membership No. : 060352

For and on behalf of the Board of Directors of

IFGL Refractories Limited

S K Bajoria

Chairman

(DIN - 00084004)

James L McIntosh

Managing Director

(DIN - 09287829)

Arasu Shanmugam

Director and Chief Executive Officer India

(DIN - 02316638)

Amit Agarwal

Chief Financial Officer

Mansi Damani

Company Secretary

(FCS - 6769)

Kolkata
May 24, 2025

Standalone Statement of Profit and Loss for the year ended March 31, 2025

			(₹ in lakhs)
	Notes	For the year ended March 31, 2025	For the year ended March 31, 2024
INCOME			
I. Revenue From Operations	24	99,763.49	89,302.97
II. Other Income	25	1,623.00	1,656.16
III. TOTAL INCOME (I + II)		1,01,386.49	90,959.13
IV. EXPENSES			
(a) Cost of Raw Materials and Components Consumed	26	50,927.10	39,672.02
(b) Purchases of Stock-in-Trade	27	3,744.51	6,295.63
(c) Changes in Inventories of Finished Goods, Stock-in-Trade and Work-in-Progress	28	(2,440.62)	138.13
(d) Employee Benefits Expenses	29	9,823.63	7,352.93
(e) Finance Costs	30	1,177.00	991.04
(f) Depreciation and Amortisation Expenses	4.1, 4.2, 5 and 6	5,407.21	4,721.24
(g) Other Expenses	31	25,292.17	24,365.49
Total Expenses		93,931.00	83,536.48
V. PROFIT BEFORE TAX (III - IV)		7,455.49	7,422.65
VI. Tax Expense			
(1) Current Tax Charge	39	1,351.49	2,831.72
(2) Deferred Tax Charge/(Credit)	39	343.71	(1,920.30)
Total Tax Expense		1,695.20	911.42
VII. PROFIT FOR THE YEAR (V - VI)		5,760.29	6,511.23
Other Comprehensive Income/(Loss)			
Items of other Comprehensive Income/(Loss) not to be reclassified to Profit or Loss in subsequent periods			
(i) Re-measurement Loss on Defined Benefit Plans	29.6	(55.86)	(27.71)
(ii) Income Tax relating to above item	39	14.06	6.97
VIII. Other Comprehensive Loss for the year, Net of Tax		(41.80)	(20.74)
IX. TOTAL COMPREHENSIVE INCOME FOR THE YEAR, NET OF TAX (VII + VIII)		5,718.49	6,490.49
X. Earnings per Share (Nominal Value of Equity Shares ₹ 10/- each)			
Basic & Diluted (in ₹)	32	15.98	18.07
Summary of Material Accounting Policies	2		

The accompanying Notes form an integral part of the Standalone Financial Statements
As per our Report of even date attached

For **S. R. Batliboi & Co. LLP**
Chartered Accountants

ICAI Firm's Registration Number : 301003E/E300005

For and on behalf of the Board of Directors of
IFGL Refractories Limited

per **Sanjay Kumar Agarwal**
Partner
Membership No. : 060352

S K Bajoria
Chairman
(DIN - 00084004)

James L McIntosh
Managing Director
(DIN - 09287829)

Kolkata
May 24, 2025

Arasu Shanmugam
Director and Chief Executive Officer India
(DIN - 02316638)

Amit Agarwal
Chief Financial Officer

Mansi Damani
Company Secretary
(FCS - 6769)

Standalone Cash Flow Statement for the year ended March 31, 2025

(₹ in lakhs)

	For the year ended March 31, 2025	For the year ended March 31, 2024
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit Before Tax for the year	7,455.49	7,422.65
Adjustments for		
Finance Costs	1,177.00	991.04
Interest Income	(245.10)	(292.87)
Liabilities no longer required written back	(200.85)	(417.02)
Net Loss/(Gain) on Sale of Property, Plant and Equipment	11.25	(9.13)
Profit on Sale of Current Investments	(15.11)	(118.74)
Unrealised Gain on Fair Valuation of Investments through Profit and Loss	(717.21)	(719.48)
(Reversal)/Impairment Loss on Receivables (Net)	(442.94)	3,625.21
Depreciation and Amortisation Expense	5,407.21	4,721.24
Unrealised Foreign Exchange Gain (Net)	(71.48)	(15.70)
	12,358.26	15,187.20
Changes in Working Capital		
Increase in Trade and Other Receivables	(3,282.02)	(3,235.27)
(Increase)/Decrease in Inventories	(9,504.71)	52.63
Increase in Trade, Other Payables and Provisions	5,148.96	1,842.20
Net Changes in Working Capital	(7,637.77)	(1,340.44)
Cash Generated from Operations	4,720.49	13,846.76
Income Taxes Paid (Net of Refund)	(2,281.40)	(2,196.65)
Net Cash Flows from Operating Activities (1)	2,439.09	11,650.11
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of Investments	(255.00)	(1,744.88)
Proceeds from Sale of Investments	2,848.41	3,173.72
Proceeds from Maturity of Term Deposits with Banks	999.00	1,600.00
Term Deposits placed with Banks	(599.00)	(1,600.00)
Interest Received	274.55	271.47
Loan Given	-	(60.00)
Repayment of Loan Given	10.00	50.00
Purchase of Property, Plant and Equipment, Other Intangible Assets and Capital Work-in-Progress	(5,318.50)	(10,266.95)
Proceeds from Disposal of Property, Plant and Equipment	11.63	58.98
Net Cash Flows Used in Investing Activities (2)	(2,028.91)	(8,517.66)
CASH FLOWS FROM FINANCING ACTIVITIES		
Dividend Paid on Equity Shares	(2,522.75)	(2,522.75)
Proceeds from Long-Term Borrowings	-	2,674.75
Repayment of Long-Term Borrowings	(1,672.44)	(919.11)
Proceeds/(Repayment) of Short-Term Borrowings (Net)	4,978.66	(1,369.02)
Payment of Lease Liabilities	(100.78)	(95.95)
Interest Paid	(1,089.91)	(898.21)
Net Cash Flows Used in Financing Activities (3)	(407.22)	(3,130.29)

Standalone Cash Flow Statement for the year ended March 31, 2025 (Contd.)

	(₹ in lakhs)	
	For the year ended March 31, 2025	For the year ended March 31, 2024
Net Increase in Cash and Cash Equivalents (1+2+3)	2.96	2.16
Cash and Cash Equivalents at the beginning of the year	9.81	7.65
Cash and Cash Equivalents at the end of the year [Refer Note 14 (A)]	12.77	9.81
Components of Cash and Cash Equivalents		
Balances with Banks		
- In Current Accounts	0.02	0.04
Cash on Hand	12.75	9.77
TOTAL CASH AND CASH EQUIVALENTS	12.77	9.81

Refer Note 14.2 for Changes in Liabilities arising from Financing Activities

Net Cash Flow from Operating Activities includes amount spent in Cash towards Corporate Social Responsibility of ₹ 36.00 (Previous Year ₹45.00), Refer Note 31.2

Summary of Material Accounting Policies (Refer Note 2)

The accompanying Notes form an integral part of the Standalone Financial Statements

As per our Report of even date attached

For **S. R. Batliboi & Co. LLP**

Chartered Accountants

ICAI Firm's Registration Number : 301003E/E300005

per **Sanjay Kumar Agarwal**

Partner

Membership No. : 060352

Kolkata

May 24, 2025

Arasu Shanmugam
Director and Chief Executive Officer India
(DIN - 02316638)

For and on behalf of the Board of Directors of
IFGL Refractories Limited

S K Bajoria
Chairman
(DIN - 00084004)

Amit Agarwal
Chief Financial Officer

James L McIntosh
Managing Director
(DIN - 09287829)

Mansi Damani
Company Secretary
(FCS - 6769)

Standalone Statement of Changes in Equity for the year ended March 31, 2025

(₹ in lakhs)

	As at March 31, 2025		As at March 31, 2024	
	No. of Shares	Amount	No. of Shares	Amount
a. Equity Share Capital (Refer Note 15)				
Issued, Subscribed and fully Paid up Capital				
Equity Share of ₹ 10 per Share with Voting Rights*	3,60,39,312	3,603.93	3,60,39,312	3,603.93

* There are no changes in Number of Shares during year ended March 31, 2025 and March 31, 2024.

	Reserves and Surplus			Total
	Securities Premium	Retained Earnings	Special Economic Zone Reinvestment Reserve Utilisation	
b. Other Equity (Refer Note 16)				
Balance as at March 31, 2023	41,616.37	15,184.13	1,824.84	58,625.34
Add : Profit for the year	-	6,511.23	-	6,511.23
Less : Final Dividend on Equity Shares for the Financial Year 2022-23	-	(2,522.75)	-	(2,522.75)
(Less)/Add : Amount transferred from Special Economic Zone Reinvestment Reserve Utilisation to Retained Earnings (Refer Note 16 c)	-	1,824.84	(1,824.84)	-
Add : Other Comprehensive Income for the year, Net of Tax	-	(20.74)	-	(20.74)
Balance as at March 31, 2024	41,616.37	20,976.71	-	62,593.08
Add : Profit for the year	-	5,760.29	-	5,760.29
Less : Final Dividend on Equity Shares for the Financial Year 2023-24 (Refer Note 16.1)	-	(2,522.75)	-	(2,522.75)
Add : Other Comprehensive Income for the year, Net of Tax	-	(41.80)	-	(41.80)
Balance as at March 31, 2025	41,616.37	24,172.45	-	65,788.82

Summary of Material Accounting Policies (Refer Note 2)

The accompanying Notes form an integral part of the Standalone Financial Statements

As per our Report of even date attached

For **S. R. Batliboi & Co. LLP**

Chartered Accountants

ICAI Firm's Registration Number : 301003E/E300005

For and on behalf of the Board of Directors of

IFGL Refractories Limited

per **Sanjay Kumar Agarwal**

Partner

Membership No. : 060352

S K Bajoria

Chairman

(DIN - 00084004)

James L McIntosh

Managing Director

(DIN - 09287829)

Arasu Shanmugam

Director and Chief Executive Officer India

(DIN - 02316638)

Amit Agarwal

Chief Financial Officer

Mansi Damani

Company Secretary

(FCS - 6769)

Kolkata

May 24, 2025

Notes to the Standalone Financial Statements

(₹ in lakhs)

1. CORPORATE INFORMATION

IFGL Refractories Limited (the 'Company') (CIN : L51909OR2007PLC027954) [Registered office at Sector 'B', Kalunga Industrial Estate, P.O. Kalunga 770031, Dist : Sundergarh, Odisha] is a Public Limited Company and was incorporated under the Companies Act, 1956. The Company is primarily engaged in the manufacturing, trading and selling of Refractory items and its related equipment and accessories used in Steel plants. The Company also provides services in relation to refractory goods. Manufacturing facilities of the Company are located in Kandla Special Economic Zone (SEZ), Gujarat, Kalunga Industrial Estate near Rourkela, Odisha and Industrial Park, APIIC De-Notified Area, Atchutapuram, Visakhapatnam District, Andhra Pradesh. The Company has operating Subsidiaries in Asia (China), in Europe (Germany and United Kingdom) and in North America (United States of America). The Company caters to both domestic and international markets. The Shares of the Company are listed on the National Stock Exchange of India Limited (NSE) and BSE Limited (BSE).

These Ind AS Financial Statements were approved for issue in accordance with a resolution of the Board of Directors on May 24, 2025.

2. MATERIAL ACCOUNTING POLICIES

This note provides a list of the Material Accounting Policies adopted in the preparation of these Standalone Financial Statements. These policies have been consistently applied to all the periods presented, unless otherwise stated.

2.1 Compliance with Ind AS

The Standalone Financial Statements of the Company have been prepared in accordance with Indian Accounting Standards (Ind AS) notified under the Companies (Indian Accounting Standards) Rules, 2015 (as amended from time to time) and presentation requirements of Division II of Schedule III to the Companies Act, 2013, (Ind AS Compliant Schedule III), as applicable to Standalone Financial Statement.

The Financial Statements are presented in Indian Rupees, which is the functional currency of the Company and the currency of the primary economic environment in which the Company operates, and all values are rounded to the nearest lakhs (00,000.00), except as otherwise indicated.

The Company has prepared the Financial Statements on the basis that it will continue to operate as a going concern.

2.2 Basis of Preparation

These Standalone Financial Statements have been prepared on a Historical Cost basis except certain Financial Assets and Liabilities (Refer Accounting Policy regarding Financial Instruments).

Fair Value Measurement

Historical cost is generally based on the Fair Value of the consideration given in exchange for Goods and Services.

Fair Value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date, regardless of whether that price is directly observable or estimated using another valuation technique. In estimating the Fair Value of an Asset or a Liability, the Company takes into account the characteristics of the Asset or Liability if market participants would take those characteristics into account when pricing the Asset or Liability at the measurement date. Fair Value for measurement and/or disclosure purposes in these Financial Statements is determined on such a basis, except leasing transactions that are within the scope of Ind AS 116 – Leases that have some similarities to Fair Value but are not Fair Value, such as Net Realisable Value in Ind AS 2 – Inventories or Value in Use in Ind AS 36 – Impairment of Assets.

2.3 Current versus Non-Current classification

All Current/Non-Current Assets and Liabilities have been classified as Current/Non-Current as per the Company's normal operating cycle and other criteria set out in the Schedule III to the Companies Act, 2013 and Ind AS 1 – Presentation of Financial Statements based on the nature of asset and liabilities and the time between the acquisition of assets for processing and their realisation in Cash and Cash Equivalents, the Company has ascertained its operating cycle as 12 months for the purpose of Current/Non-Current classification of Assets and Liabilities. Deferred Tax Liabilities are always classified as Non-Current by the Company.

2.4 Property, Plant and Equipment

Freehold Land is carried at Historical Cost. Property, Plant and Equipment are stated at Cost of Acquisition or Construction less Accumulated Depreciation and Impairment Loss, if any. The cost of an item of Property, Plant and Equipment comprises of its

Notes to the Standalone Financial Statements (Contd.)

(₹ in lakhs)

cost of acquisition inclusive of inward freight, import duties and other non-refundable taxes or levies and any other cost directly attributable to the acquisition/construction of those items. Expenses capitalised also include applicable Borrowing Costs for long-term construction projects if the recognition criteria are met. Subsequent costs are included in the Asset's carrying amount or recognised as a separate Asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the Company and the cost of the item can be measured reliably. The Carrying Value of any component accounted for as a separate Asset is derecognised when replaced.

All other repairs and maintenance are charged to the Standalone Statement of Profit and Loss when incurred. An item of Property, Plant and Equipment is derecognised upon disposal or when no future economic benefits are expected to arise from the continued use of Asset. Any Gain or Loss arising on the disposal or retirement of an item of Property, Plant and Equipment is determined as the difference between the Sales proceeds and the Carrying Amount of the Asset and is recognised in the Standalone Statement of Profit and Loss.

Capital Work-in-Progress is stated at Cost (including Borrowing cost, where applicable and adjusted for exchange difference), incurred during construction/installation/preoperative periods relating to items or project in progress net of accumulated impairment loss, if any.

2.5 Intangible Assets (Including Goodwill)

Intangible Assets are recognised at the Cost incurred for its acquisition and are carried at Cost less Accumulated Amortisation and Accumulated Impairment Loss, if any. Cost of Intangible Asset is capitalised where it is expected to provide future economic benefits and the cost can be measured reliably. Capitalisation Costs include license fees and costs of implementation/system integration services.

Subsequent expenditure is capitalised only when it increases the future economic benefits from the specific asset to which it relates and cost of the asset can be measured reliably.

An item of Intangible of Asset is derecognised upon disposal or when no future economic benefits are expected to arise from the continued use of asset. Any Gain or Loss arising on the disposal or retirement of an item of Intangible Asset is determined as the difference between the Sales proceeds and the Carrying amount of the Asset and is recognised in the Standalone Statement of Profit and Loss.

Goodwill arising on Amalgamation has been recognised in accordance with the approved Scheme as detailed in Note 38. Said Goodwill is being amortised in accordance with the scheme for which the Company has estimated useful life of 10 years. Such Goodwill will be tested for impairment at every reporting period and wherever there is an indication that the recoverable amount is less than its carrying amount based on a number of factor including business plan, operating results, future cash flows and economic conditions. The recoverable amount is determined based on higher of Value in Use and Fair Value less Cost to Sell. The Company uses Discounted Cash Flow method to determine the recoverable amount. Cash flow projections take into account past experience and represent management's best estimate about future developments. As per Ind AS 38, the expenditure on research and development is classified into the expenditure on research phase and development phase. As per paragraph 54 of Ind AS 38, any expenditure on research phase should be recognised as an expense immediately. Any expenditure on development phase should be recognised as an Intangible Asset, if the recognition criteria given in Paragraph 57 of Ind AS 38 are satisfied.

2.6 Depreciation and Amortisation

Depreciation/Amortisation of Property, Plant and Equipment and Intangible Assets is calculated using Straight Line Method to allocate their costs, net of their residual values, over their estimated useful lives.

The useful lives considered is as prescribed in Schedule II to the Companies Act, 2013 except for certain items of Plant and Machinery (Machinery Spares) which are depreciated over a period of 1-5 years. The Asset's residual values and useful lives are reviewed and adjusted if necessary, at the end of each reporting period.

Pro-rata Depreciation/Amortisation is charged on Assets from/up to the date on which such Assets are ready for intended use/are discarded or sold.

Computer Software is classified as Intangible Asset and amortised on a Straight Line basis over a period of 2 years.

Vehicles are depreciated over the period of 5 years.

Notes to the Standalone Financial Statements (Contd.)

(₹ in lakhs)

2.7 Impairment of Non Financial Assets

The Company assesses, at each reporting date, whether there is an indication that an asset may be impaired. If any indication exists, or when annual impairment testing for an asset is required, the Company estimates the asset's recoverable amount. An asset's recoverable amount is the higher of an Asset's or Cash-Generating Unit's (CGU) fair value less costs of disposal and its value in use. Recoverable amount is determined for an individual asset, unless the asset does not generate cash inflows that are largely independent of those from other Assets or groups of assets. When the carrying amount of an asset or CGU exceeds its recoverable amount, the asset is considered impaired and is written down to its recoverable amount.

When an Impairment Loss subsequently reverses, the Carrying Amount of the Asset (or Cash Generating Unit) is increased to the revised estimate of its recoverable amount, but so that the increased carrying amount does not exceed the carrying amount that would have been determined had no Impairment Loss been recognised for the Asset (or Cash Generating Unit) in prior years. A reversal of an Impairment Loss is recognised immediately in Standalone Statement of Profit and Loss.

The Company assesses where climate risks could have a significant impact, such as the introduction of emission-reduction legislation that may increase manufacturing costs. These risks in relation to climate-related matters are included as key assumptions where they materially impact the measure of recoverable amount. These assumptions have been included in the cash-flow forecasts in assessing Value-in-Use amounts.

2.8 Inventories

Inventories are stated at the Lower of Cost and Net Realizable Value.

Raw Materials, Trading Goods and Stores and Spares : Cost includes cost of purchase and other costs incurred in bringing the Inventories to their present location and condition. Cost is determined on Weighted Average Basis.

Finished Goods and Work-in-Progress : Cost includes cost of Direct Materials and Labour and a proportion of Manufacturing Overheads based on the normal operating capacity.

Net Realisable Value is the estimated selling price less estimated costs for completion and sale. Obsolete, slow moving and defective Inventories are identified periodically and, where necessary, a provision is made for such Inventories.

2.9 Foreign Currency Transactions

The functional and presentation currency of the Company is Indian Rupee. At the end of each reporting period, Foreign Currency monetary items are translated using the functional currency spot rates prevailing at the reporting date. Exchange differences on monetary items are recognised in Standalone Statement of Profit and Loss in the period in which they arise except for exchange differences on transactions entered into in order to hedge certain Foreign Currency Risks. Non-monetary items that are measured in terms of historical cost in a foreign currency are translated using the exchange rates at the dates of the initial transactions. Non-monetary items measured at Fair Value in a foreign currency are translated using the exchange rates at the date when the Fair Value is determined. The Gain or Loss arising on translation of non-monetary items measured at Fair Value is treated in line with the recognition of the Gain or Loss on the change in Fair Value of the item (i.e., translation differences on items whose Fair Value Gain or Loss is recognised in Other Comprehensive Income or Profit or Loss are also recognised in Other Comprehensive Income or Profit or Loss, respectively).

2.10 Investment in Subsidiaries

Investment in Subsidiaries are carried at Cost in accordance with Ind AS 27. Investments in Subsidiaries are carried at cost less provision for impairment, if any. Investments in Subsidiaries are tested for impairment whenever events or changes in circumstances indicate that the carrying amount may not be recoverable. An impairment loss is recognised for the amount by which the carrying amount of investments exceeds its recoverable amount.

2.11 Financial Instruments, Financial Assets, Financial Liabilities and Equity Instruments

2.11.1 Financial Assets

A Financial Instrument is any contract that gives rise to a Financial Asset of one Entity and a Financial Liability or Equity Instrument of another Entity.

Recognition : Financial Assets include Investments, Trade Receivables, Cash and Cash Equivalents, other Bank balances and other Financial Assets etc. Such assets are initially recognised at transaction price when the Company becomes party to contractual obligations. All the Financial Assets are initially measured at Fair Value. Transaction Costs that are directly attributable to the

Notes to the Standalone Financial Statements (Contd.)

(₹ in lakhs)

acquisition of Financial Asset (other than Financial Assets carried at Fair Value through Profit or Loss) are added to or deducted from the Fair Value measured on initial recognition of the Financial Assets.

Classification : Management determines the classification of an Asset at initial recognition depending on the purpose for which the Assets were acquired. The subsequent measurement of Financial Assets depends on such classification.

Financial Assets are classified as those measured at :

- (a) Amortised cost, where the Financial Assets are held solely for collection of Cash Flows arising from payments of principal and/or interest.
- (b) Fair Value through Other Comprehensive Income (FVTOCI), where the Financial Assets are held not only for collection of Cash Flows arising from payments of principal and interest but also from the sale of such assets. Such Assets are subsequently measured at Fair Value, with unrealised gains and losses arising from changes in the Fair Value being recognised in Other Comprehensive Income.
- (c) Fair Value through Profit or Loss (FVTPL), where the assets are managed in accordance with an approved investment strategy that triggers purchase and sale decisions based on the Fair Value of such assets. Such assets are subsequently measured at Fair Value, with unrealised gains and losses arising from changes in the Fair Value being recognised in the Standalone Statement of Profit and Loss in the period in which Trade Receivables, Cash and Cash Equivalents, other Bank balances and Other Financial Assets etc are classified for measurement at amortised cost while Investments may fall under any of the aforesaid classes.

Impairment : The Company assesses at each reporting date whether a Financial Asset (or a group of Financial Assets) such as Investments, Trade Receivables, other Bank balances and other Financial Assets held at amortised cost and Financial Assets that are measured at Fair Value through Other Comprehensive Income are tested for impairment based on evidence or information that is available without undue cost or effort. Expected Credit Losses (ECL) are based on the difference between the contractual cash flows due in accordance with the contract and all the cash flows that the Company expects to receive, discounted at an approximation of the original effective interest rate. The expected cash flows will include cash flows from the sale of collateral held or other credit enhancements that are integral to the contractual terms. ECLs are recognised in two stages. For credit exposures for which there has not been a significant increase in credit risk since initial recognition, ECLs are provided for credit losses that result from default events that are possible within the next 12 months (a 12 month ECL). For those credit exposures for which there has been a significant increase in credit risk since initial recognition, a loss allowance is required for credit losses expected over the remaining life of the exposure, irrespective of the timing of the default (a lifetime ECL).

For Trade Receivables, the Company applies a simplified approach in calculating ECLs. Therefore, the Company does not track changes in credit risk, but instead recognises a loss allowance based on lifetime ECLs at each reporting date. The Company has established a provision matrix that is based on its historical credit loss experience, adjusted for forward-looking factors specific to the Debtors and the economic environment.

Reclassification : When and only when the business model is changed, the Company shall reclassify all affected Financial Assets prospectively from the reclassification date as subsequently measured at amortised cost, Fair Value through Other Comprehensive Income, Fair Value through Profit or Loss without restating the previously recognised gains, losses or interest and in terms of the reclassification principles laid down in the Ind AS relating to Financial Instruments.

De-recognition : Financial Assets are derecognised when the right to receive Cash Flows from the Assets has expired, or has been transferred and the Company has transferred substantially all of the risks and rewards of ownership.

Concurrently, if the Asset is one that is measured at :

- (a) Amortised Cost, the Gain or Loss is recognised in the Standalone Statement of Profit and Loss.
- (b) Fair Value through Other Comprehensive Income, the cumulative Fair Value adjustments previously taken to Reserves are reclassified to the Standalone Statement of Profit and Loss unless the Asset represents an Equity Investment in which case the cumulative Fair Value adjustments previously taken to Reserves is reclassified within Equity.

Income Recognition : Interest Income is recognised in the Standalone Statement of Profit and Loss using the Effective Interest Method. The effective interest rate is the rate that exactly discounts estimated future cash receipts through the expected life of the Financial Asset to the gross carrying amount of the Financial Asset. Dividend Income is recognised in the Standalone Statement of Profit and Loss when the right to receive Dividend is established and the amount can be measured reliably.

Notes to the Standalone Financial Statements (Contd.)

(₹ in lakhs)

2.11.2 Financial Liabilities

Borrowings, Trade Payables and Other Financial Liabilities are initially recognised at the value of the respective contractual obligations. They are subsequently measured at amortised cost. Any discount or premium on redemption/settlement is recognised in the Standalone Statement of Profit and Loss as Finance Cost over the life of the liability using the Effective Interest Method and adjusted to the liability figure disclosed in the Balance Sheet. Financial Liabilities are derecognised when the liability is extinguished, that is, when the contractual obligation is discharged, cancelled and on expiry.

De-recognition

A Financial Liability is derecognised when the obligation under the liability is discharged or cancelled or expired. When an existing Financial Liability is replaced by another from the same lender on substantially different terms, or the terms of an existing liability are substantially modified, such an exchange or modification is treated as the derecognition of the original liability and the recognition of a new liability. The difference in the respective Carrying Amounts is recognised in the Standalone Statement of Profit and Loss.

Offsetting Financial Instruments

Financial Assets and Liabilities are offset and the net amount is included in the Balance Sheet where there is a legally enforceable right to offset the recognised amounts and there is an intention to settle on a net basis or realise the asset and settle the liability simultaneously.

2.11.3 Equity Instruments

Equity Instruments are recognised at the value of the proceeds, net of direct costs of the capital issue.

2.12 Revenue

Revenue from contract with customers is recognised when control of the goods or services are transferred or rendered to the customer at an amount that reflects the consideration to which the Company expects to be entitled in exchange for those goods or services. Company satisfies performance obligation by transferring promised goods and services to the customer. Performance obligations may be satisfied at a point of time. Performance obligations are said to be satisfied at a point of time when the customer obtains controls of the asset.

Revenue towards satisfaction of a performance obligation is measured at the amount of transaction price (net of variable consideration) allocated to that performance obligation. The transaction Price of goods sold and services rendered is net of variable consideration on account of various discounts and schemes offered by the Company as part of the contract, excluding amounts collected on behalf of third parties.

Trade Receivables that do not contain a significant financing component are measured at Transaction Price.

Interest Income is recognised in the Standalone Statement of Profit and Loss using the Effective Interest Method. The Effective Interest Rate is the rate that exactly discounts estimated future cash receipts through the expected life of the Financial Asset to the Gross Carrying Amount of the Financial Asset.

Export Incentives in the form of Duty Drawbacks and Remission of Duties and Taxes on Export Products (RODTEP) are recognised on accrual basis against goods exported.

2.13 Government Grant

The Company may receive Government Grants that require compliance with certain conditions related to the Company's operating activities or are provided to the Company by way of financial assistance on the basis of certain qualifying criteria.

Government Grants are recognised when there is reasonable assurance that the grant will be received and the Company will comply with the conditions attached to the grant.

Accordingly, Export Benefits are accounted for as Government Grants in the year of exports based on eligibility and when there is no uncertainty in receiving the same.

Notes to the Standalone Financial Statements (Contd.)

(₹ in lakhs)

2.14 Employee Benefits

Short Term Obligations

Liabilities for Wages and Salaries, including non monetary benefits that are expected to be settled wholly within 12 months after the end of the reporting period in which the employees render the related services are measured at the amounts expected to be paid. The Liabilities are presented as current Employee Benefit Obligations in the Standalone Financial Statements. Cost of non accumulating Compensated Absences are recognised when the absences occur.

Post Employment Obligations

The Company makes contributions to both Defined Benefit and Defined Contribution Schemes.

- (i) Contributions towards Provident Fund are recognised as Expense. Provident Fund contributions in respect of employees upto August 2017 of erstwhile IFGL Refractories Limited are made to a Trustee managed exempted Fund and interest paid to members thereof is not lower than that declared annually by the Central Government. Shortfall, if any, is made good by the Company. Membership to said Fund has been closed on and from September 1, 2017, subject to necessary approvals and/or permissions. Provident Fund in respect of remaining employees are made to Statutory Provident Fund established by the Central Government. The Company's contribution is recognised as an expense in the Standalone Statement of Profit and Loss for the period in which the employees render related service.
- (ii) Contribution under Statutory Employees' Pension Scheme is made as per statutory requirements and charged as expenses for the year.
- (iii) Certain employees who joined before April 1, 2004 in erstwhile IFGL Refractories Limited are members of a Trustee managed Superannuation Fund. Said Fund provides for Superannuation Benefit on retirement/death/incapacitation/termination and was amended from the Defined Benefit to Defined Contribution Plan effective April 1, 2004. Defined Benefits were frozen on March 31, 2004. Necessary formalities and approvals have been complied with and obtained. Contribution to Superannuation Fund (Defined Contribution Plan) for certain employees is charged as expenses for the year.
- (iv) The Company also contributes to the Central Government administered Employees' State Insurance Scheme for its eligible employees which is a Defined Contribution Plan.
- (v) The Company provides Gratuity benefit to its employees through a Trustee managed Fund. Gratuity entitlement of the employees is as per provisions of the Payment of Gratuity Act, 1972. However, in case of employees joining before April 1, 2003 of erstwhile IFGL Refractories Limited, they are entitled to Gratuity as per Scheme framed by that Company or as per the Payment of Gratuity Act, 1972, whichever is higher. Liability towards Gratuity, Superannuation (Defined Benefit Plan) covering eligible employees, is provided and funded on the basis of year end Actuarial Valuation. The Liability or Asset recognised in the Balance Sheet in respect of Gratuity Plans is the present value of Defined Benefit Obligations at the end of the reporting period less the Fair Value of Plan Assets. The Defined Benefit Obligation is calculated annually by actuary using the Projected Unit Credit Method. The Present Value of the Defined Benefit Obligations is determined by discounting the estimated future cash outflows by reference to market yields at the end of the reporting period on Government Bonds that have terms approximating to the terms of the related obligation. The Net Interest Cost is calculated by applying the discount rate to the net balance of the Defined Benefit Obligation and the Fair Value of Plan Assets. This cost is included in the Employee Benefit Expense in the Standalone Statement of Profit and Loss.

Re-measurement, comprising of actuarial gains and losses arising from experience adjustments and changes in actuarial assumptions are recognised in the period in which they occur, directly in Other Comprehensive Income. They are included in Retained Earnings in the Statement of Changes in Equity and in the Balance Sheet.

- (vi) Accrued Liability towards Compensated Absence, covering eligible employees, evaluated on the basis of year end Actuarial Valuation is recognised as a charge.

2.15 Leases

The Company assesses at contract inception whether a contract is, or contains, a lease. That is, if the contract conveys the right to control the use of an identified asset for a period of time in exchange for consideration.

Company as a Lessee

The Company applies a single recognition and measurement approach for all leases, except for short-term leases and leases of

Notes to the Standalone Financial Statements (Contd.)

(₹ in lakhs)

low-value assets. The Company recognises lease liabilities to make lease payments and Right-of-Use Assets representing the Right-of-Use of the underlying Assets.

Right-of-Use Assets

The Company recognises Right-of-Use Assets at the commencement date of the lease (i.e., the date the underlying asset is available for use). Right-of-Use Assets are measured at cost, less any accumulated depreciation and impairment losses, and adjusted for any remeasurement of lease liabilities.

Right-of-Use Assets are depreciated on a straight-line basis over the lease term or estimated useful life of asset, whichever is less.

If ownership of the leased asset transfers to the Company at the end of the lease term or the cost reflects the exercise of a purchase option, depreciation is calculated using the estimated useful life of the asset.

The Right-of-Use Assets are also subject to Impairment. Refer to the Material Accounting Policies under Note 2.7: Impairment of Non Financial Assets.

Lease Liabilities

At the commencement date of the lease, the Company recognises lease liabilities measured at the Present Value of lease payments to be made over the lease term. The lease payments include fixed payments (including in substance fixed payments) less any lease incentives receivable, variable lease payments that depend on an index or a rate, and amounts expected to be paid under residual value guarantees.

In calculating the Present Value of lease payments, the Company uses its incremental borrowing rate at the lease commencement date because the interest rate implicit in the lease is not readily determinable. After the commencement date, the amount of lease liabilities is increased to reflect the accretion of interest and reduced for the lease payments made. In addition, the carrying amount of lease liabilities is remeasured if there is a modification, a change in the lease term, a change in the lease payments (e.g., changes to future payments resulting from a change in an index or rate used to determine such lease payments) or a change in the assessment of an option to purchase the underlying asset.

Short-Term Leases and Leases of Low-Value Assets

The Company applies the Short-Term Lease Recognition exemption to its Short-Term Leases of Office, Machinery and Equipment (i.e., those leases that have a lease term of 12 months or less from the commencement date and do not contain a purchase option). It also applies the Lease of Low-Value Assets recognition exemption to Leases of Offices, Equipment, etc. that are of low-value. Lease payments on short term leases and leases of low-value assets are recognised as expense on a Straight Line basis over the Lease Term.

2.16 Taxes on Income

Taxes on Income comprises of Current Taxes and Deferred Taxes. Current Tax in the Standalone Statement of Profit and Loss is provided as the amount of tax payable in respect of taxable income for the period using tax rates and tax laws enacted at the end of the reporting period, together with any adjustment to tax payable in respect of previous years. Current Income Tax relating to items recognised outside Profit or Loss is recognised outside Profit or Loss (either in Other Comprehensive Income or in Equity). Current Tax items are recognised in correlation to the underlying transaction either in Other Comprehensive income or directly in Equity. The Company periodically evaluates positions taken in tax returns with respect to situations in which applicable tax regulation is subject to interpretation. It establishes provisions where appropriate on the basis of amounts expected to be paid to the Tax Authorities.

"Deferred Tax is recognised on temporary differences between the Carrying Amounts of Assets and Liabilities and the amounts used for taxation purposes (tax base), at the tax rates and tax laws enacted or substantively enacted by the end of the reporting period. Deferred tax Assets are recognised to the extent that it is probable that taxable Profit will be available against which the deductible temporary differences, and the carry forward of unused tax credits and unused tax losses can be utilised, except:

- (a) When the Deferred Tax Asset relating to the deductible temporary difference arises from the initial recognition of an Asset or Liability in a transaction that is not a business combination and, at the time of the transaction, affects neither the accounting Profit nor taxable Profit or Loss and does not give rise to equal taxable and deductible temporary differences;
- (b) In respect of deductible temporary differences associated with Investments in Subsidiaries, Associates and Interests in Joint Ventures, Deferred Tax Assets are recognised only to the extent that it is probable that the temporary differences

Notes to the Standalone Financial Statements (Contd.)

(₹ in lakhs)

will reverse in the foreseeable future and taxable Profit will be available against which the temporary differences can be utilised.

Deferred Tax Assets and Liabilities are offset when there is legally enforceable right to offset Current Tax Assets and Liabilities and when the Deferred Tax balances related to the same taxation authority. Current Tax Assets and Tax Liabilities are offset where the entity has a legally enforceable right to offset and intends either to settle on net basis or to realise the asset and settle the liability simultaneously. In assessing the recoverability of Deferred Tax Assets, the Company relies on the same forecast assumptions used elsewhere in the Financial Statements and in other management reports, which, among other things, reflect the potential impact of climate related development on the business, such as increased cost of production as a result of measures to reduce carbon emission."

2.17 Provisions

Provisions are recognised when, as a result of a past event, the Company has a legal or constructive obligation, it is probable that an outflow of resources will be required to settle the obligation and the amount can be reliably estimated. The amount so recognised is a best estimate of the consideration required to settle the obligation at the reporting date, taking into account the risks and uncertainties surrounding the obligation. In an event when the time value of money is material, the provision is carried at the Present Value of the Cash Flows estimated to settle the obligation.

2.18 Operating Segments

Operating Segments are reported in a manner consistent with the internal reporting provided to the Chief Operating Decision Maker (CODM). The CODM is responsible for allocating resources and assessing performance of the Operating Segments. Based on such the Company operates in one Operating Segment, viz. Specialised Refractories and Ceramics.

Segments are organised based on business and geographies which have similar economic characteristics as well as exhibit similarities in nature of products and services offered, the nature of production processes, the type and class of customer and distribution methods. As per Ind AS 108, if a financial report contains both the Consolidated Financial Statements of a Parent that is within the scope of this Indian Accounting Standard as well as the Parent's Standalone Financial Statements, segment information is required only in the Consolidated Financial Statements. Accordingly, the Company has presented segment only for Consolidated Financial Statements.

2.19 Borrowings

Borrowings are initially recognised at Fair Value, Net of Transaction Costs incurred. Borrowings are subsequently measured at Amortised Cost using Effective Interest Method. Any difference between the proceeds (Net of Transaction Costs) and the redemption amount is recognised in Profit or Loss over the period of the borrowings using the Effective Interest Method. Fees paid on the establishment of loan facilities are recognised as Transaction Costs of the loan to the extent that it is probable that some or all of the facility will be drawn down. In this case, the fee is deferred until the draw down occurs. To the extent there is no evidence that it is probable that some or all of the facility will be drawn down, the fee is capitalised as a prepayment for liquidity services and amortised over the period of the facility to which it relates.

Borrowings are derecognised from the Balance Sheet when the obligation specified in the contract is discharged, cancelled or expired. Borrowings are classified as Current and Non-Current Liabilities based on repayment schedule agreed with the Banks.

Borrowing Costs

Borrowing Costs that are directly attributable to the acquisition, construction or production of a Qualifying Asset are capitalised during the period of time that is required to complete and prepare the asset for its intended use or sale. Qualifying Assets are assets that necessarily take a substantial period of time to get ready for their intended use or sale. Borrowing Costs consist of interest and other costs that an entity incurs in connection with the borrowing of funds. Borrowing Cost also includes Exchange Differences to the extent regarded as an adjustment to the Borrowing Costs.

Other Borrowing Costs are expensed in the period in which they are incurred.

2.20 Cash and Cash Equivalents

Cash and Cash Equivalent in the Balance Sheet comprise Cash at Banks and on Hand and Short-Term Deposits with an original maturity of three months or less, that are readily convertible to a known amount of Cash and subject to an insignificant risk of changes in value.

Notes to the Standalone Financial Statements (Contd.)

(₹ in lakhs)

2.21 Earnings Per Share

Basic Earnings per Share is calculated by dividing the Net Profit or Loss attributable to Equity Holders of the Company by the Weighted Average Number of Equity Shares outstanding during the period.

For the purpose of calculating Diluted Earnings per Share, the Net Profit or Loss for the period attributable to Equity Shareholders of the Company and the Weighted Average Number of Shares outstanding during the period are adjusted for the effects of all dilutive potential Equity Shares.

2.22 Contingent Liabilities

A Contingent Liability is a possible obligation that arises from past events whose existence will be confirmed by the occurrence or non-occurrence of one or more uncertain future events beyond the control of the Company or a Present Obligation that is not recognized because it is not probable that an outflow of resources will be required to settle the obligation. A Contingent Liability also arises in extremely rare cases where there is a liability that cannot be recognized because it cannot be measured reliably. The Company does not recognize a Contingent Liability but discloses its existence in the Financial Statements.

2.23 Dividend Income

Dividend is recognised in Profit or Loss only when the right to receive payment is established, it is probable that the economic benefits associated with the Dividend will flow to the Company, and the amount of the Dividend can be measured reliably, which is generally when Shareholders approve the Dividend.

2.24 Recent Accounting Pronouncements

Ministry of Corporate Affairs ("MCA") has notified amendments to the existing standards Ind AS 117 - Insurance Contracts and Ind AS 116 - Leases, relating to sale and lease back transactions, applicable from April 1, 2024. The Company has assessed that there is no significant impact on its Financial Statements.

2.25 Standards issued but not yet effective

The new and amended standards and interpretations that are issued, but not yet effective, up to the date of issuance of the Company's Financial Statements are disclosed below. The Company will adopt this new and amended standard, when it become effective.

Lack of exchangeability – Amendments to Ind AS 21

The Ministry of Corporate Affairs notified amendments to Ind AS 21 - The Effects of Changes in Foreign Exchange Rates to specify how an entity should assess whether a currency is exchangeable and how it should determine a spot exchange rate when exchangeability is lacking. The amendments also require disclosure of information that enables users of its Financial Statements to understand how the currency not being exchangeable into the other currency affects, or is expected to affect, the entity's financial performance, financial position and cash flows.

The amendments are effective for annual reporting periods beginning on or after April 1, 2025. When applying the amendments, an entity cannot restate comparative information.

The amendments are not expected to have an impact on the Company's Financial Statements.

3. USE OF ESTIMATES AND JUDGEMENTS

The preparation of Standalone Financial Statements in conformity with Ind AS requires management to make estimates and assumptions that affect the reported amounts of Assets and Liabilities and disclosure of Contingent Liabilities at the date of the Standalone Financial Statements and the results of operations during the reporting period end. Although these estimates are based upon management's best knowledge of current events and actions, actual results could differ from these estimates. The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period, or in the period of the revision and future periods if the revision affects both current and future periods.

Judgements in applying Accounting Policies

The Judgements, apart from those involving estimations (see Note below), that the Company has made in the process of applying its Accounting Policies and that have a significant effect on the amounts recognised in these Standalone Financial Statements pertain to useful life of Intangible Assets acquired in merger. Refer Notes to the Standalone Financial Statements.

Notes to the Standalone Financial Statements (Contd.)

(₹ in lakhs)

Key sources of estimation uncertainty

The following are the key assumptions concerning the future and other key sources of estimation uncertainty at the end of the reporting period that may have a significant risk of causing a material adjustment to the carrying amounts of Assets and Liabilities within the next financial year.

3.1 Useful lives of Property, Plant and Equipment and Intangible Assets

As described in the Material Accounting Policies, the Company reviews the estimated useful lives of Property, Plant and Equipment and Intangible Assets at the end of each reporting period and any changes are accounted for prospectively.

3.2 Fair Value Measurements and Valuation Processes

Some of the Company's Assets and Liabilities are measured at Fair Value for Financial Reporting purposes. Fair Value measurements are categorised into Level 1, 2 or 3 based on the degree to which the inputs to the Fair Value measurements are observable and the significance of the inputs to the Fair Value measurement in its entirety, which are described as follows :

- Level 1 inputs are quoted prices (unadjusted) in active markets for identical Assets or Liabilities that the entity can access at the measurement date;
- Level 2 inputs are inputs, other than quoted prices included within Level 1, that are observable for the Asset or Liability, either directly or indirectly; and
- Level 3 inputs are unobservable inputs for the Asset or Liability. The Company engages third party valuers, where required, to perform the valuation. Information about the valuation techniques and inputs used in determining the Fair Value of various Assets and Liabilities are disclosed in the Notes to the Standalone Financial Statements.

3.3 Defined Benefit Plans (Gratuity Benefits)

The cost of the Defined Benefit Gratuity Plan and other post employment benefits and the present value of the gratuity obligation are determined using actuarial valuations. An actuarial valuation involves making various assumptions that may differ from actual developments in the future. These include the determination of the discount rate, future salary increases and mortality rates. Due to the complexities involved in the valuation and its long-term nature, a Defined Benefit Obligation is highly sensitive to changes in these assumptions. All assumptions are reviewed at each reporting date. The parameter most subject to change is the discount rate. In determining the appropriate discount rate for plans operated in India, the management considers the interest rates of Government Bonds where remaining maturity of such bond correspond to expected term of Defined Benefit Obligation.

The mortality rate is based on publicly available mortality tables. Those mortality tables tend to change only at interval in response to demographic changes. Future salary increases and gratuity increases are based on expected future inflation rates. Further details about Gratuity obligations are given in Note 29.

3.4 Claims, Provisions and Contingent Liabilities

The assessments undertaken in recognising provisions and contingencies have been made in accordance with the applicable Ind AS. The Company has ongoing litigations with various regulatory authorities and third parties. Where an outflow of funds is believed to be probable and a reliable estimate of the outcome of the dispute can be made based on management's assessment of specific circumstances of each dispute and relevant external advice, management provides for its best estimate of the liability. Such accruals are by nature complex and can take number of years to resolve and can involve estimation uncertainty. Information about such litigations is provided in Note 33 to the Standalone Financial Statements.

3.5 Provision against obsolete and slow-moving Inventories

The Company reviews the condition of its Inventories and makes provision against obsolete and slow moving Inventory items which are identified as no longer suitable for sale or use. Company estimates the Net Realisable Value for such Inventories based primarily on the latest invoice prices and current market conditions. The Company carries out an Inventory review at each Balance Sheet date and makes provision against obsolete and slow moving items. The Company reassesses the estimation on each Balance Sheet date.

3.6 Impairment of Financial Assets/Impairment on Trade Receivables

The Company assesses impairment based on Expected Credit Losses (ECL) model on Trade Receivables. The Company uses a provision matrix to determine impairment loss allowance on the portfolio of Trade Receivables. The provision matrix is based on

Notes to the Standalone Financial Statements (Contd.)

(₹ in lakhs)

its historically observed default rates over the expected life of the Trade Receivable and is adjusted for forward looking estimates. At every reporting date, the historically observed default rates are updated and changes in the forward looking estimates are analysed.

3.7 Taxes

Deferred Tax Assets are recognised to the extent that it is probable that taxable profit will be available against which the deductible Temporary Differences, and the Carry Forward of Unused Tax Credits and Unused Tax Losses including unabsorbed depreciation can be utilised. Significant management estimate and assumptions is required to determine the amount Deferred Tax Assets that can be recognised, based upon the likely timing and the level of future taxable profits together with future tax planning strategies.

3.8 Leases - Estimating the Incremental Borrowing Rate

The Company does not determine the interest rate implicit in the lease, therefore, it uses its Incremental Borrowing Rate (IBR) to measure Lease Liabilities. The IBR is the rate of interest that the Company would have to pay to borrow over a similar term, and with a similar security, the funds necessary to obtain an Asset of a similar value to the Right-of-Use Asset in a similar economic environment.

3.9 Impairment of Non-Financial Asset

Impairment exists when the Carrying value of an Asset or Cash Generating Unit exceeds its recoverable amount, which is the higher of its Fair value less Costs of disposal and its Value-in-use. The fair value less costs of disposal calculation is based on available data from binding sales transactions, conducted at arm's length, for similar Assets or observable market prices less incremental costs for disposing off the asset. The Value-in-Use calculation is based on a DCF model.

Notes to the Standalone Financial Statements (Contd.)

(₹ in lakhs)

	As at March 31, 2025	As at March 31, 2024
4.1 PROPERTY, PLANT AND EQUIPMENT		
Net Carrying Amount		
Land (Freehold)	894.32	894.32
Buildings	9,270.31	6,930.28
Plant and Equipment	15,286.45	9,460.92
Furniture and Fixtures	400.89	347.25
Leasehold Improvements	2.26	2.26
Vehicles	372.24	357.75
Office Equipment	307.88	212.65
Computers	131.61	89.49
Total	26,665.96	18,294.92

	As at March 31, 2023	Additions	Deletions	As at March 31, 2024	Additions	Deletions	As at March 31, 2025
Gross Carrying Amount							
Land (Freehold)	894.32	-	-	894.32	-	-	894.32
Buildings	7,162.96	1,490.51	(40.96)	8,612.51	2,688.79	-	11,301.30
Plant and Equipment	18,819.08	3,466.18	(376.23)	21,909.03	7,808.50	(161.93)	29,555.60
Furniture and Fixtures	175.81	260.00	(1.01)	434.80	97.36	-	532.16
Leasehold Improvements	48.91	-	-	48.91	-	-	48.91
Vehicles	718.08	111.59	(195.49)	634.18	146.69	-	780.87
Office Equipment	233.50	156.30	(14.04)	375.76	201.57	(1.30)	576.03
Computers	170.70	78.94	(2.81)	246.83	99.79	(36.95)	309.67
Total	28,223.36	5,563.52	(630.54)	33,156.34	11,042.70	(200.18)	43,998.86

	As at March 31, 2023	Charge for the year	Deletions	As at March 31, 2024	Charge for the year	Deletions	As at March 31, 2025
Accumulated Depreciation							
Land (Freehold)	-	-	-	-	-	-	-
Buildings	1,468.82	249.52	(36.11)	1,682.23	348.76	-	2,030.99
Plant and Equipment	11,133.03	1,464.94	(149.86)	12,448.11	1,917.21	(96.17)	14,269.15
Furniture and Fixtures	66.00	22.55	(1.00)	87.55	43.72	-	131.27
Leasehold Improvements	46.65	-	-	46.65	-	-	46.65
Vehicles	319.95	110.14	(153.66)	276.43	132.20	-	408.63
Office Equipment	137.22	39.51	(13.62)	163.11	106.11	(1.07)	268.15
Computers	130.35	29.66	(2.67)	157.34	56.16	(35.44)	178.06
Total	13,302.02	1,916.32	(356.92)	14,861.42	2,604.16	(132.68)	17,332.90

Notes :

- The details of Property, Plant and Equipment hypothecated against Borrowings are presented in Note 17 and 20.
- On transition to Ind AS (i.e. April 1, 2017), the Company had elected to continue with Carrying Value of all Property, Plant and Equipment measured as per the previous GAAP and use that Carrying Value as the deemed cost of Property, Plant and Equipment.

Notes to the Standalone Financial Statements (Contd.)

(₹ in lakhs)

4.2 RIGHT-OF-USE ASSETS AND LEASE LIABILITIES

As a Lessee :

The Company has lease contracts for premises used for its operations with Lease terms upto 90 years that are recognised as Right-of-Use Assets. The Company also has certain leases with lease terms of 12 months or less. The Company applies the 'Short-Term Lease' recognition exemption for these leases.

Set out below are the Carrying Amounts of Right-of-Use Assets recognised and the movements during the period

	As at March 31, 2025	As at March 31, 2024
Leasehold Land		
Opening	1,856.89	1,940.35
Less : Depreciation	(83.46)	(83.46)
Closing	1,773.43	1,856.89

Set out below are the Carrying Amounts of Lease Liabilities (at Amortised Cost) and the movements during the period

	As at March 31, 2025	As at March 31, 2024
Opening	1,034.53	1,037.65
Accretion of Interest	91.77	92.83
Payments	(100.78)	(95.95)
Closing	1,025.52	1,034.53
Non-Current	919.70	933.34
Current	105.82	101.19

The Effective Interest Rate for Lease Liabilities is 9.00% p.a. (March 31, 2024 : 9.00% p.a.) with maturities ranging upto 90 years

	As at March 31, 2025	As at March 31, 2024
Depreciation on Right-of-Use Assets	83.46	83.46
Interest Expense on Lease Liabilities (Refer Note 30)	91.77	92.83
Expense relating to Short-Term Leases (Refer Note 31)	168.49	136.31
Total Amount recognised in Statement of Profit and Loss	343.72	312.60

- Refer Note 14.2 for Total Cash Outflow for Leases.

- The maturity analysis of Lease Liabilities is disclosed in Note 35.

Lease deeds of all Right-of-Use Assets are held in the name of the Company, except for the following :

As at March 31, 2025

Description of Property	Gross Carrying value	Net Carrying value	Held in the Name of	Whether Promoter, Director or their Relative or Employee	Period held from	Reason for not being held in the Name of Company
Leasehold Land	59.45	52.32	Indo Flogates Limited	No	June 28, 1989	Lease deeds are in the name of erstwhile Companies which were merged with the Company under relevant provisions of the Companies Act, 1956/2013 in terms of approval of the Honorable High Courts and Honorable National Company Law Tribunal, Kolkata Bench. Application for transfer of Title Deeds in name of IFGL Refractories Limited is under process.
Leasehold Land	44.81	39.44	Indo Flogates Limited	No	August 16, 1988	
Leasehold Land	42.22	37.15	Indo Flogates Limited	No	March 3, 1987	
Leasehold Land	75.73	66.64	Indo Flogates Limited	No	January 30, 1989	
Leasehold Land	44.27	38.96	Indo Flogates Limited	No	March 3, 1987	
Leasehold Land	143.85	126.59	Indo Flogates Limited	No	February 1, 1992	
Leasehold Land	11.77	10.36	Indo Flogates Limited	No	August 20, 1992	

Notes to the Standalone Financial Statements (Contd.)

(₹ in lakhs)

As at March 31, 2024

Description of Property	Gross Carrying value	Net Carrying value	Held in the Name of	Whether Promoter, Director or their Relative or Employee	Period held from	Reason for not being held in the Name of Company
Leasehold Land	59.45	53.06	Indo Flogates Limited	No	June 28, 1989	Lease deeds are in the name of erstwhile Companies which were merged with the Company under relevant provisions of the Companies Act, 1956/2013 in terms of approval of the Honorable High Courts and Honorable National Company Law Tribunal, Kolkata Bench. Application for transfer of Title Deeds in name of IFGL Refractories Limited is under process.
Leasehold Land	44.81	40.00	Indo Flogates Limited	No	August 16, 1988	
Leasehold Land	42.22	37.68	Indo Flogates Limited	No	March 3, 1987	
Leasehold Land	75.73	67.59	Indo Flogates Limited	No	January 30, 1989	
Leasehold Land	44.27	39.51	Indo Flogates Limited	No	March 3, 1987	
Leasehold Land	143.85	128.39	Indo Flogates Limited	No	February 1, 1992	
Leasehold Land	11.77	10.50	Indo Flogates Limited	No	August 20, 1992	

	As at March 31, 2025	As at March 31, 2024
4.3 CAPITAL WORK-IN-PROGRESS		
Carrying amount at the beginning of the year	7,719.49	2,983.25
Add : Additions during the year	4,060.27	10,299.76
(Less): Capitalised during the year	(11,042.70)	(5,563.52)
Carrying Amount at the end of the year	737.06	7,719.49

	Amount in CWIP for a period of				
Capital Work-in-Progress ageing schedule for Project in progress:	Less than 1 year	1–2 years	2–3 years	More than 3 years	Total
Capital Work-in-Progress					
As at March 31, 2025	720.19	8.55	4.74	3.58	737.06
As at March 31, 2024	7,621.32	90.76	7.41	-	7,719.49

Note :

- There are no projects whose completion are over due or has exceeded its cost compared to its original plan for both the reporting period.
- There are no projects as on March 31, 2025 and March 31, 2024 where activity has been temporarily suspended .
- The amount of Borrowing Costs capitalised during the year ended March 31, 2025 is ₹ 9.17 (March 31, 2024 : ₹166.62). The specific Borrowing is taken from a Bank @ 150 basis points over 3 months Treasury Bills and another Bank @ 190 basis points over RBI Repo rate.

	As at March 31, 2025	As at March 31, 2024
5. GOODWILL		
Net Carrying Amount :		
Goodwill (arising on Merger) (Also Refer Note 38)	2,669.91	5,339.86
Total	2,669.91	5,339.86

Notes to the Standalone Financial Statements (Contd.)

(₹ in lakhs)

	As at March 31, 2023	Additions	As at March 31, 2024	Additions	As at March 31, 2025
Gross Carrying Amount					
Goodwill (arising on Merger) (Also Refer Note 38)	26,699.46	-	26,699.46	-	26,699.46
Total	26,699.46	-	26,699.46	-	26,699.46

	As at March 31, 2023	Charge for the year	As at March 31, 2024	Charge for the year	As at March 31, 2025
Accumulated Amortisation					
Goodwill (arising on Merger) (Also Refer Note 38)	18,689.65	2,669.95	21,359.60	2,669.95	24,029.55
Total	18,689.65	2,669.95	21,359.60	2,669.95	24,029.55

	As at March 31, 2025	As at March 31, 2024
6. OTHER INTANGIBLE ASSETS		
Net Carrying Amount :		
Computer Software	231.14	70.68
Total	231.14	70.68

	As at March 31, 2023	Additions	Deletions	As at March 31, 2024	Additions	Deletions	As at March 31, 2025
Gross Carrying Amount							
Computer Software	349.61	60.47	(0.11)	409.97	211.83	(24.65)	597.15
Total	349.61	60.47	(0.11)	409.97	211.83	(24.65)	597.15

	As at March 31, 2023	Additions	Deletions	As at March 31, 2024	Additions	Deletions	As at March 31, 2025
Accumulated Amortisation							
Computer Software	287.89	51.51	(0.11)	339.29	49.64	(22.92)	366.01
Total	287.89	51.51	(0.11)	339.29	49.64	(22.92)	366.01

Note :

- On transition to Ind AS (i.e. April 1, 2017), the Company had elected to continue with Carrying Value of all Other Intangible Assets measured as per the previous GAAP and use that Carrying Value as the deemed cost of Other Intangible Assets.
- There are no restrictions over the title of Company's Intangible Assets, nor are any Intangible Assets pledged as security for Liabilities.

	As at March 31, 2025			As at March 31, 2024		
	Quantity (Number)	Current	Non- Current	Quantity (Number)	Current	Non- Current
7. INVESTMENTS						
A. At Cost						
Unquoted (Fully Paid)						
Investments in Equity Shares						
Subsidiary Company :						
IFGL Worldwide Holdings Limited [Fully paid Equity Shares of GBP 1 each] #	63,50,000	-	5,625.37	63,50,000	-	5,625.39
IFGL-Marvels Refractories Limited [Fully paid Equity Shares of ₹ 10 each]** #	25,50,000	-	255.00	-	-	-
TOTAL INVESTMENTS CARRIED AT COST [A]		-	5,880.37		-	5,625.39

Notes to the Standalone Financial Statements (Contd.)

(₹ in lakhs)

	As at March 31, 2025			As at March 31, 2024		
	Quantity (Number)	Current	Non- Current	Quantity (Number)	Current	Non- Current
B. At Fair Value Through Profit and Loss (FVTPL)						
Quoted* (Fully Paid)						
Investments in Mutual Funds						
- Aditya Birla Sun Life Short Term Fund-Direct Plan-Growth Option	2,62,136	131.80	-	2,62,136	121.11	-
- Aditya Birla Sun Life Money Manager Fund- Direct Plan-Growth Option	3,22,033	1,184.02	-	3,22,033	1,097.46	-
- ICICI Prudential Equity Savings Fund-Direct Plan-Cumulative	62,70,081	1,466.57	-	62,70,081	1,354.96	-
- ICICI Prudential Banking and PSU Debt Fund-Direct Plan-Growth Option	23,64,462	789.12	-	23,64,462	727.76	-
- ICICI Prudential Short Term Fund-Direct Plan-Growth Option	12,05,854	772.48	-	12,05,854	710.64	-
- Bandhan Banking and PSU Debt Fund-Direct Plan-Growth Option	-	-	-	52,93,345	1,212.43	-
- Bandhan Corporate Bond Fund-Direct Plan-Growth Option	-	-	-	32,84,949	585.41	-
- Kotak Bond Short Term Plan-Direct Plan-Growth Option	4,64,701	260.45	-	4,64,701	239.43	-
- Kotak Corporate Bond Fund-Direct Plan-Growth Option	31,125	1,197.67	-	31,125	1,100.32	-
- Kotak Debt Hybrid Fund-Direct Plan-Growth Option	4,57,060	298.90	-	4,57,060	272.32	-
- Kotak Equity Arbitrage Fund-Direct Plan-Growth Option	65,61,940	2,582.30	-	65,61,940	2,387.64	-
- Kotak Equity Savings Fund-Direct Plan-Growth Option	16,55,067	451.33	-	16,55,067	420.47	-
Investment in Bonds						
- Government of India (GOI) Bond	85,600	-	98.11	85,600	-	95.34
- SBI Perpetual Bond (8.50%)	-	-	-	50	510.66	-
- SBI Perpetual Bond (8.75%)	-	-	-	30	314.30	-
- SBI Perpetual Bond (7.72%)	10	-	1,029.99	10	-	1,033.00
Investment in Other Instruments						
- Indigrid Invit	1,88,811	265.68	-	1,88,811	210.12	-
- Powergrid Invit	-	-	-	2,22,000	250.76	-
TOTAL INVESTMENTS CARRIED AT FVTPL [B]		9,400.32	1,128.10		11,515.79	1,128.34
TOTAL INVESTMENTS CARRYING VALUE (A) + (B)		9,400.32	7,008.47		11,515.79	6,753.73
Aggregate Book Value of Quoted Investments		9,400.32	1,128.10		11,515.79	1,128.34
Aggregate Amount of Unquoted Investments		-	5,880.37		-	5,625.39
Aggregate Market Value of Quoted Investments		9,400.32	1,128.10		11,515.79	1,128.34
Aggregate Amount of Impairment in Value of Investments		-	-		-	-

* Quoted includes repurchase price of Mutual Fund units.

Refer Related Party Disclosure Note 36.

** The Company has entered into an agreement on October 14, 2024 with Marvels International Group Co Ltd of Seychelles and Marvel Refractories (Anshan) Company of PRC, majority shareholding of both of said Companies is held by US Citizen, Mr Yi Chun Lu, for establishing a Company in India for setting up a green field manufacturing facility for Basic Magnesite Bricks in India, whereby a Public Limited Company by the name 'IFGL – Marvels Refractories Limited' has been incorporated on December 24, 2024, which is a Subsidiary of the Company.

The Company has invested ₹ 255.00 during the year ended March 31, 2025 against which 1,00,000 shares of ₹ 10/- each were allotted on February 13, 2025 and remaining 24,50,000 shares of ₹ 10/- each have been allotted on May 16, 2025 post Balance Sheet date.

Notes to the Standalone Financial Statements (Contd.)

	(₹ in lakhs)	
	As at March 31, 2025	As at March 31, 2024
8.1 LOANS		
Unsecured, Considered Good		
At Amortised Cost		
Loans	-	10.00
Total	-	10.00

	As at March 31, 2025		As at March 31, 2024	
	Current	Non-Current	Current	Non-Current
8.2 OTHER FINANCIAL ASSETS				
Unsecured, Considered Good				
At Amortised Cost				
(a) Bank Deposits with remaining maturity less than 12 months	-	-	400.00	-
(b) Interest Accrued on Deposits	-	-	29.45	-
(c) Claims Receivable	21.36	-	-	-
(d) Security Deposits	-	371.56	-	320.16
(e) Export Incentive Receivables	140.92	-	52.72	-
Total	162.28	371.56	482.17	320.16

9. DEFERRED TAX LIABILITIES (NET)

A. Components of Deferred Tax Assets and Liabilities as at March 31, 2025 is as below :

	Balance as at April 1, 2024	Recognised/ (Reversed) in Statement of Profit and Loss and Other Comprehensive Income	Balance as at March 31, 2025
Deferred Tax Assets			
Expenses allowable on payment basis and impairment on Trade Receivables	1,106.14	(952.69)	153.45
Sub-total (A)	1,106.14	(952.69)	153.45
Deferred Tax Liabilities			
Excess of book WDV of Property, Plant and Equipment , Intangible Assets over WDV for Income Tax purposes	2,276.11	(559.44)	1,716.67
Unrealised Gain on Fair Valuation of Investment carried at FVTPL	349.05	(63.60)	285.45
Sub-total (B)	2,625.16	(623.04)	2,002.12
Net Deferred Tax Liabilities (A-B)	(1,519.02)	(329.65)	(1,848.67)

	As at March 31, 2025	As at March 31, 2024
Deferred Tax credit related to items recognised to Other Comprehensive Loss (included above) during the year		
Re-measurement Loss on Defined Benefit Plans	14.06	6.97
Total	14.06	6.97

Notes to the Standalone Financial Statements (Contd.)

(₹ in lakhs)

B. Components of Deferred Tax Assets and Liabilities as at March 31, 2024 is as below :

	Balance as at April 1, 2023	Recognised/ (Reversed) in Statement of Profit and Loss and Other Comprehensive Income	Balance as at March 31, 2024
Deferred Tax Assets			
Expenses allowable on payment basis and impairment on Trade Receivables	240.11	866.03	1,106.14
Sub-total (A)	240.11	866.03	1,106.14
Deferred Tax Liabilities			
Excess of book WDV of Property, Plant and Equipment, Intangible Assets over WDV for Income Tax purposes	3,340.12	(1,064.01)	2,276.11
Unrealised Gain on Fair Valuation of Investment carried at FVTPL	346.28	2.77	349.05
Sub-total (B)	3,686.40	(1,061.24)	2,625.16
Net Deferred Tax Liabilities (A - B)	(3,446.29)	1,927.27	(1,519.02)

	As at March 31, 2025	As at March 31, 2024
10. INCOME TAX ASSETS (NET)		
Advance Income-Tax [Net of Provision of ₹ 10,630.01 (March 31, 2024 : ₹ 6,255.81)]	984.42	816.84
Total	984.42	816.84

	As at March 31, 2025		As at March 31, 2024	
	Current	Non-Current	Current	Non-Current
11. OTHER ASSETS				
Unsecured, Considered Good				
(a) Capital Advances #	-	1,864.28	-	635.88
(b) Advances other than Capital Advances (Advances to Suppliers)	846.16	-	583.43	-
(c) Balances with Government Authorities (Other than Income Tax)	570.60	9.26	643.79	41.40
(d) Prepaid Expenses	405.63	-	219.32	-
(e) Advances to Employees for Expenses	54.04	-	33.32	-
Total	1,876.43	1,873.54	1,479.86	677.28

Refer Related Party Disclosure Note 36.

	As at March 31, 2025	As at March 31, 2024
12. INVENTORIES		
(a) Raw Materials and Components	15,914.48	9,082.44
(b) Work-in-Progress	3,526.48	2,560.39
(c) Finished Goods	5,027.28	3,540.55
(d) Stock-in-Trade	1,032.88	1,045.08
(e) Stores and Spares	1,174.58	942.53
Total	26,675.70	17,170.99
Goods-in-Transit – Included above		
(i) Raw Materials and Components	1,896.70	1,406.18
(ii) Finished Goods	1,859.65	2,053.67
(iii) Stock-in-Trade	23.02	493.67
(iv) Stores and Spares	-	11.15
Total	3,779.37	3,964.67

12.1 Inventories are hypothecated against the Borrowings of the Company as referred in Note 17 and 20.

Notes to the Standalone Financial Statements (Contd.)

(₹ in lakhs)

	As at March 31, 2025	As at March 31, 2024
13. TRADE RECEIVABLES		
Unsecured - At Amortised Cost		
(a) Trade Receivables - Considered Good	22,384.74	19,034.35
(b) Trade Receivables - which have significant increase in Credit Risk	231.73	4,039.97
Less : Impairment on Trade Receivables	(231.73)	(4,039.97)
Total	22,384.74	19,034.35

13.1 For amounts owed from Related Party and terms Refer Note 36.

13.2 Trade Receivables are Non Interest Bearing.

13.3 No Trade or Other Receivables are due from Directors or other Officers of the Company either severally or jointly with any other person, nor any Trade or Other Receivables are due from Firms or Private Companies respectively in which any Director is a Partner, a Director or a Member.

13.4 Trade Receivables ageing schedule :

As at March 31, 2025	Outstanding for following periods					Total
	Less than 6 months	6 months – 1 year	1 – 2 years	2 – 3 years	More than 3 years	
(i) Undisputed Trade Receivables – Considered Good	21,084.97	1,235.36	64.41	-	-	22,384.74
(ii) Undisputed Trade Receivables – which have significant increase in Credit Risk	-	-	118.38	50.12	63.23	231.73
Less : Impairment on Trade Receivables	-	-	(188.38)	(50.12)	(63.23)	(231.73)
Total	21,084.97	1,235.36	64.41	-	-	22,384.74

As at March 31, 2024	Outstanding for following periods					Total
	Less than 6 months	6 months – 1 year	1 – 2 years	2 – 3 years	More than 3 years	
(i) Undisputed Trade Receivables – Considered Good	18,097.33	864.31	72.71	-	-	19,034.35
(ii) Undisputed Trade Receivables – which has significant increase in Credit Risk	14.37	3,196.14	561.01	86.72	181.73	4,039.97
Less : Impairment on Trade Receivables	(14.37)	(3,196.14)	(561.01)	(86.72)	(181.73)	(4,039.97)
Total	18,097.33	864.31	72.71	-	-	19,034.35

There are no current and not due Receivables, hence the same is not disclosed in the ageing schedule.

	As at March 31, 2025	As at March 31, 2024
14. CASH AND BANK BALANCES		
(A) Cash and Cash Equivalents		
(a) Balances with Banks		
– In Current Accounts	0.02	0.04
(b) Cash on Hand	12.75	9.77
Total	12.77	9.81
(B) Bank Balances other than (A) above		
(a) Unclaimed Dividend Accounts (Refer Note 14.1)	137.63	119.54
(b) Unspent Corporate Social Responsibility (Refer Note 31.2)	217.94	76.95
Total	355.57	196.49

Notes to the Standalone Financial Statements (Contd.)

(₹ in lakhs)

14.1 Balances in Unclaimed Dividend Accounts can be utilised by the Company only towards settlement of the respective Unpaid Dividend or to Investor Education and Protection Fund in accordance with law.

14.2 Changes in Liabilities arising from Financing Activities

	Borrowings	Lease Liabilities
As on April 1, 2024	10,845.75	1,034.53
Add/(Less) : Cash Flow Changes	3,306.22	(100.78)
Add : Other Changes *	88.95	91.77
As at March 31, 2025	14,240.92	1,025.52

Changes in Liabilities arising from Financing Activities	Borrowings	Lease Liabilities
As on April 1, 2023	10,459.14	1,037.65
Add/(Less) : Cash Flow Changes	386.62	(95.95)
(Less)/Add : Other Changes *	(0.01)	92.83
As at March 31, 2024	10,845.75	1,034.53

* Other Changes includes the effect of changes in foreign exchange rate etc.

	As at March 31, 2025		As at March 31, 2024	
	Number of Shares	Amount	Number of Shares	Amount
15. EQUITY SHARE CAPITAL				
Authorised Share Capital				
Equity Share of ₹ 10 per Share with Voting Rights	4,30,00,000	4,300.00	4,30,00,000	4,300.00
5% Redeemable Preference Shares of ₹ 100 per Share	20,00,000	2,000.00	20,00,000	2,000.00
Issued, Subscribed and Fully Paid up Capital				
Equity Share of ₹10 per Share with Voting Rights*	3,60,39,312	3,603.93	3,60,39,312	3,603.93

* There are no changes in Number of Shares during the year ended March 31, 2025 and March 31, 2024.

15.1 Share issued pursuant to the Scheme of Amalgamation

Pursuant to the Scheme of Amalgamation as detailed in Note 38, the Company issued and allotted 3,46,10,472 Equity Shares of ₹10 each fully paid and 14,87,160 Equity Shares of the Company of ₹ 10 each fully paid held by erstwhile IFGL Refractories Limited were cancelled on September 18, 2017.

15.2 Terms/Rights attached to Equity Shares

The Company has only one class of Equity Shares having face value of ₹ 10 each. Each holder of such shares is entitled to 1 Vote per Share. In the event of liquidation of the Company, the Equity Shareholders will be entitled to receive the remaining assets of the Company, after distribution of all preferential amounts, in proportion to their shareholding. The Company in their General Meeting may declare dividends, but no dividend shall exceed the amount recommended by the Board of Directors of the Company.

15.3 Shares held by the Holding Company and Subsidiaries of the Holding Company

	As at March 31, 2025		As at March 31, 2024	
Name of the Shareholder	Number of Shares	% Holding	Number of Shares	% Holding
Bajoria Financial Services Private Limited - Holding Company	2,40,44,509	66.72	2,40,44,509	66.72
Bajoria Enterprises Limited (BEL) - Fellow Subsidiary	270	*	270	*

* below rounding off norms

Notes to the Standalone Financial Statements (Contd.)

(₹ in lakhs)

15.4 Details of Shareholders holding more than 5% of aggregate Shares in the Company

Name of the Shareholder	As at March 31, 2025		As at March 31, 2024	
	Number of Shares	% Holding	Number of Shares	% Holding
Bajoria Financial Services Private Limited - Holding Company	2,40,44,509	66.72	2,40,44,509	66.72
HDFC Small Cap Fund	33,97,016	9.43	32,15,950	8.92

15.5 Details of Shares held by Promoters (Equity Shares of ₹ 10 each fully paid up)

Promoter Name @	No. of Equity Shares at the beginning of the year	Change during the year	No. of Equity Shares at the end of the year	% of Total Shares	% Change during the year
As at March 31, 2025					
Shishir Kumar Bajoria	14,81,642	-	14,81,642	4.11%	-
S K Bajoria HUF (Shishir Kumar Bajoria)	3,14,995	-	3,14,995	0.87%	-
Smita Bajoria	44,613	-	44,613	0.12%	-
Mihir Prakash Bajoria	2,18,745	-	2,18,745	0.61%	-
Bajoria Financial Services Private Limited	2,40,44,509	-	2,40,44,509	66.72%	-
Bajoria Enterprises Limited	270	-	270	*	-
Total	2,61,04,774	-	2,61,04,774	72.43%	-
As at March 31, 2024					
Shishir Kumar Bajoria	14,81,642	-	14,81,642	4.11%	-
S K Bajoria HUF (Shishir Kumar Bajoria)	3,14,995	-	3,14,995	0.87%	-
Smita Bajoria	44,613	-	44,613	0.12%	-
Mihir Prakash Bajoria	2,18,745	-	2,18,745	0.61%	-
Bajoria Financial Services Private Limited	1,84,54,353	55,90,156	2,40,44,509	66.72%	30.29%
Bajoria Enterprises Limited	270	-	270	*	-
Krosaki Harima Corporation	55,90,156	(55,90,156)	-	-	(100.00%)
Total	2,61,04,774	-	2,61,04,774	72.43%	-

* below rounding off norms

@ Promoter here means promoter as defined in the Companies Act, 2013.

15.6 There are no Equity Shares issued as bonus and for consideration other than Cash and Shares bought back during the period of five years immediately preceding the reporting date.

15.7 The Board of Directors in their meeting held on May 24, 2025, have recommended issue of 1 (one) Equity Share of ₹ 10 each fully paid up of the Company as Bonus Share for every 1 (one) Equity Shares held, following statutory provisions applicable including Section 63 and other relevant Sections of the Companies Act, 2013 and Rules framed thereunder, SEBI LODR Regulations, 2015, SEBI ICDR Regulations, 2018 and subject to approval of the Shareholders of the Company.

Notes to the Standalone Financial Statements (Contd.)

(₹ in lakhs)

	Reserves and Surplus			Total
	Securities Premium	Retained Earnings	Special Economic Zone Reinvestment Reserve Utilisation	
16. OTHER EQUITY				
Balance as at March 31, 2023	41,616.37	15,184.13	1,824.84	58,625.34
Add : Profit for the year	-	6,511.23	-	6,511.23
Less : Final Dividend on Equity Shares for the Financial Year 2022-23	-	(2,522.75)	-	(2,522.75)
(Less)/Add : Amount transferred from Special Economic Zone Reinvestment Reserve Utilisation to Retained Earnings (Refer Note 16 c)	-	1,824.84	(1,824.84)	-
Add : Other Comprehensive Income for the year, Net of Tax	-	(20.74)	-	(20.74)
Balance as at March 31, 2024	41,616.37	20,976.71	-	62,593.08
Add : Profit for the year	-	5,760.29	-	5,760.29
Less : Final Dividend on Equity Shares for the Financial Year 2023-24 (Refer Note 16.1)	-	(2,522.75)	-	(2,522.75)
Add : Other Comprehensive Income for the year, Net of Tax	-	(41.80)	-	(41.80)
Balance as at March 31, 2025	41,616.37	24,172.45	-	65,788.82

Nature and Purpose of Reserves :

- Securities Premium is used to record the Premium on Issue of Shares. The same is utilised in accordance with the provisions of Section 52 of the Companies Act, 2013.
- Retained Earnings represents the Profits that the Company has earned till date, less any Dividends or other distributions to the Shareholders.
- Special Economic Zone Reinvestment Reserve had been created out of the Profit for the Financial Year 2022-23 of the eligible SEZ unit in terms of the provisions of Sec 10AA(1)(ii) of Income Tax Act, 1961 under the Old Tax Regime. The Company had elected to exercise the option permitted under Section 115BAA of the Income Tax Act, 1961 as introduced by the Taxation Laws (Amendment) Act, 2019 "New Tax Regime" at the time of filing of Income Tax Return for Financial Year ended March 31, 2023. Accordingly, the amount transferred to Special Economic Zone Reinvestment Reserve Utilisation had been transferred to Retained Earnings during the year ended March 31, 2024.
- The Board of Directors of the Company in their meeting held on May 7, 2025, has declared Interim Dividend at the rate of 60 % i.e. ₹ 6.00 per Equity Share of ₹ 10/- each face value.

16.1 The Board of Directors, at its meeting on May 24, 2025, have proposed a Final Dividend of Re. 1.00 (10%) per Equity Share for the financial year ended March 31, 2025 subject to the approval of Shareholders at the forthcoming Annual General Meeting, and following Policy on Dividend Distribution of the Company. Proposed Dividend is accounted for in the year in which it is approved by the Shareholders.

The Board of Directors, at its meeting on May 18, 2024, had proposed a Final Dividend of ₹ 7.00 (70%) per Equity Share for the financial year ended March 31, 2024. The total amount of ₹ 2,522.75 has been paid out during the year ended March 31, 2025, with approval of Equity Shareholders obtained at the Annual General Meeting.

	As at March 31, 2025	As at March 31, 2024
17. NON CURRENT - BORROWINGS		
At Amortised Cost		
Secured		
Term Loan from Banks (Refer Note 17.1 and 17.2)	3,280.49	4,137.62
Total	3,280.49	4,137.62

Notes to the Standalone Financial Statements (Contd.)

(₹ in lakhs)

17.1 Rupee Term Loan from a Bank is secured by the first pari-passu charge over all movable Property, Plant and Equipment of the Company, both present and future, first pari-passu charge over Land and Building of the Company situated at Visakhapatnam, both present and future, and second pari-passu charge over Current Assets of the Company, both present and future. The interest rate on such term loan is 150 basis points over 3 months Treasury Bill and is repayable in 20 equal quarterly instalments after one year of moratorium period from the date of first disbursement.

17.2 Rupee Term Loan from another Bank is secured by the first pari-passu charge over all movable Property, Plant and Equipment of the Company, and second pari-passu charge over Current Assets of the Company. The interest rate on such term loan is 190 basis points over RBI Repo rate and is repayable in 20 equal quarterly instalments after one year of moratorium period from the date of first disbursement.

The Company has also satisfied all Debt Covenants prescribed in terms of Bank Loans. The Company has not defaulted on any loans payable.

17.3 For Current Maturities of Term Loans from Banks, Refer Note 20.

	As at March 31, 2025	As at March 31, 2024
18. INCOME TAX LIABILITIES (NET)		
Current Tax Liabilities [Net of Advance Tax ₹ 3,771.20 (March 31, 2024 : ₹ 6,086.32)]	43.15	808.49
Total	43.15	808.49

	As at March 31, 2025	As at March 31, 2024
19. CURRENT PROVISIONS		
Provision for Employee Benefits		
(a) Compensated Absences	39.57	35.26
(b) Gratuity (Refer Note 29.6 and 36)	56.92	51.03
Total	96.49	86.29

	As at March 31, 2025	As at March 31, 2024
20. CURRENT - BORROWINGS		
At Amortised Cost		
Secured		
(a) Working Capital Loans repayable on demand	5,135.37	965.75
(b) Packing Credit Loans repayable upto six months	4,557.62	3,665.94
(c) Current Maturities of Term Loans from Banks (Refer Note 17)	1,267.44	2,076.44
Total	10,960.43	6,708.13

20.1 Working Capital and Packing Credit Loans from Banks are secured by hypothecation of Raw Materials, Stock-in-Process, Finished Goods, Consumables, Spares, Stores, Receivables and Other Current Assets both present and future on pari passu basis and second charge over all Movable Property, Plant and Equipment of the Company on pari passu basis.

20.2 The Company has been sanctioned Working Capital limits in excess of Rupees Five Crores in aggregate from Banks on the basis of security as mentioned in Note 20.1 above. The revised intimations in respect of amounts reported in Quarterly Returns/Statements filed by the Company with such Banks are in agreement with the Unaudited Books of Account of the Company. The Company has satisfied all Debt Covenants prescribed in Terms of Bank Loans. The Company has not defaulted on any loans payable.

Notes to the Standalone Financial Statements (Contd.)

(₹ in lakhs)

	As at March 31, 2025	As at March 31, 2024
21. TRADE PAYABLES		
At Amortised Cost		
Total Outstanding dues of Micro Enterprises and Small Enterprises (MSME)	1,232.25	285.10
Total Outstanding dues of Creditors Other than Micro Enterprises and Small Enterprises	13,195.49	9,251.55
Total	14,427.74	9,536.65

	As at March 31, 2025	As at March 31, 2024
21.1 Dues to the Micro Enterprises and Small Enterprises as defined under the MSMED Act, 2006		
1. The principal amount remaining unpaid to supplier as at the end of accounting year	1,232.25	284.96
2. The interest due thereon remaining unpaid to supplier as at the end of accounting year	-	0.14
3. The amount of interest paid in terms of Section 16, along with the amount of payment made to the supplier beyond the appointment day during the year 2024-25	-	-
4. The amount of interest due and payable for the period of delay in making payment (which have been paid but beyond the appointed day during the year) but without adding the interest specified under this Act	-	0.14
5. The amount of interest accrued during the year and remaining unpaid at the end of the accounting year	-	-
6. The amount of further interest remaining due and payable even in the succeeding year, until such date when the interest dues as above are actually paid to the small enterprise, for the purpose of disallowance as a deductible expenditure under Section 23 of MSMED Act 2006.	-	-

21.2 Trade Payables are Non-Interest bearing, except in cases where there are delays in payment to MSME.

21.3 For amounts due relating to Related Party, Refer Note 36.

21.4 Trade Payables ageing schedule :

	Outstanding for following periods					Total
	Unbilled Dues	Less than 1 year	1 - 2 years	2 - 3 year	More than 3 years	
As at March 31, 2025						
(i) Dues of Micro Enterprises and Small Enterprises	-	1,232.25	-	-	-	1,232.25
(ii) Dues of Creditors other than Micro Enterprises and Small Enterprises	3,324.39	9,633.46	209.80	19.32	8.52	13,195.49
Total	3,324.39	10,865.71	209.80	19.32	8.52	14,427.74
As at March 31, 2024						
(i) Dues of Micro Enterprises and Small Enterprises	-	285.10	-	-	-	285.10
(ii) Due of Creditors other than Micro Enterprises and Small Enterprises	2,382.40	6,839.73	20.14	8.24	1.04	9,251.55
Total	2,382.40	7,124.83	20.14	8.24	1.04	9,536.65

There are no 'Not Due' Trade Payables, hence the same is not disclosed in the ageing schedule.

There are no disputed Trade Payables, hence the same is not disclosed in the ageing schedule.

Notes to the Standalone Financial Statements (Contd.)

(₹ in lakhs)

	As at March 31, 2025	As at March 31, 2024
22. OTHER FINANCIAL LIABILITIES		
At Amortised Cost		
(a) Unpaid Dividends (Refer Note 22.1)	137.63	119.54
(b) Deposits	120.94	111.14
(c) Payable to Employees (Refer Note 22.2)	656.31	605.42
(d) Creditors for Capital Supplies/Services	342.58	207.08
(e) Interest accrued but not due	36.77	46.81
Total	1,294.23	1,089.99

22.1 There are no amounts due for payment to the Investor Education and Protection Fund as at the year end.

22.2 For amounts due relating to Related Party, Refer Note 36.

	As at March 31, 2025	As at March 31, 2024
23. OTHER CURRENT LIABILITIES		
(a) Advances received from customers	242.71	197.05
(b) Statutory Dues	218.59	217.46
(c) Liability towards Corporate Social Responsibility (Refer Note 23.1 and 31.2)	352.53	217.07
Total	813.83	631.58

23.1 Reclassification of Liabilities towards Corporate Social Responsibility

During the year, the Company has reassessed presentation of Liabilities towards Corporate Social Responsibility, which were previously presented under 'Other Financial Liabilities' within 'Current Liabilities'. In the current year, the Company has presented such amounts under 'Other Current Liabilities', within 'Current Liabilities', which results in improved presentation and better reflects the nature of these obligations. Accordingly, amounts aggregating to ₹ 352.53 as at March 31, 2025 (₹ 217.07 as at March 31, 2024), previously classified under 'Other Financial Liabilities', have been reclassified under the head 'Other Current Liabilities'.

	For the year ended March 31, 2025	For the year ended March 31, 2024
24. REVENUE FROM OPERATIONS		
Revenue From		
Sale of Finished Goods	91,607.99	76,580.65
Sale of Traded Goods	5,243.02	9,888.70
Revenue From Sale of Products	96,851.01	86,469.35
Revenue From Sale of Services	1,898.81	1,990.13
Other Operating Income		
Export Benefits	195.86	149.60
Net Gain on Foreign Exchange Rate Fluctuation and Translation	704.11	497.45
Other Operating Revenue (Scrap Sales)	113.70	196.44
Total Other Operating Income	1,013.67	843.49
Total	99,763.49	89,302.97

24.1 Refer Note 37 for details of disaggregation of the Company's Revenue from contracts with Customers. Also Refer Note 13 and Note 23 for details and movement of Trade Receivables and Advances received from customers.

The Company has recognised a Revenue of ₹ 197.05 (March 31, 2024 ₹ 717.82) from the amount included under Advance from Customers at the beginning of the year.

Notes to the Standalone Financial Statements (Contd.)

(₹ in lakhs)

	For the year ended March 31, 2025	For the year ended March 31, 2024
24.2 Timing of Revenue Recognition		
Goods and Services transferred at a point in time	98,749.82	88,459.48

24.3. There are no significant adjustments between the contracted Price and Revenue recognised.

	For the year ended March 31, 2025	For the year ended March 31, 2024
25. OTHER INCOME		
Interest Income (Refer Note 25.1)	245.10	292.87
Reversal of Impairment Loss on Receivables (Net)	442.94	-
Liabilities no longer required written back	200.85	417.02
Other Non Operating Income (Refer Note 25.2) (Net of Expenses directly attributable to such Income)	734.11	946.27
Total	1,623.00	1,656.16

	For the year ended March 31, 2025	For the year ended March 31, 2024
25.1 Details of Interest Income		
Interest Income earned on Financial Assets that are not designated at Fair Value through Profit and Loss :		
- On Bank Deposits	23.23	45.40
- On Other Deposits	21.00	41.38
Interest Income earned on Financial Assets that are designated at Fair Value through Profit and Loss :		
- On Other Deposits	200.87	206.09
Total	245.10	292.87

	For the year ended March 31, 2025	For the year ended March 31, 2024
25.2 Other Non Operating Income		
Profit/(Loss) on Sale of Current Investments	15.11	118.74
Unrealised Gain on Fair Valuation of Current Investments through Profit and Loss	717.21	719.48
Net Gain on Sale of Property, Plant and Equipment	-	9.13
Miscellaneous Income (Sundry Receipts)	1.79	98.92
Total	734.11	946.27

	For the year ended March 31, 2025	For the year ended March 31, 2024
26. COST OF RAW MATERIALS AND COMPONENTS CONSUMED		
Inventory at the beginning of the year	9,082.44	9,084.08
Add : Purchases	57,759.14	39,670.38
Less : Inventory at the end of the year	(15,914.48)	(9,082.44)
Total	50,927.10	39,672.02

	For the year ended March 31, 2025	For the year ended March 31, 2024
27. PURCHASES OF STOCK-IN-TRADE		
Purchases of Stock-in-Trade	3,744.51	6,295.63
Total	3,744.51	6,295.63

Notes to the Standalone Financial Statements (Contd.)

	(₹ in lakhs)	
	For the year ended March 31, 2025	For the year ended March 31, 2024
28. CHANGES IN INVENTORIES OF FINISHED GOODS, STOCK-IN-TRADE WORK-IN-PROGRESS		
Opening Stock		
Finished Goods	3,540.55	3,857.27
Stock-in-Trade	1,045.08	1,164.74
Work-in-Progress	2,560.39	2,262.14
Sub-total (A)	7,146.02	7,284.15
Less : Closing Stock		
Finished Goods (Refer Note 44)	5,027.28	3,540.55
Stock-in-Trade	1,032.88	1,045.08
Work-in-Progress	3,526.48	2,560.39
Sub-total (B)	9,586.64	7,146.02
Total (A - B)	(2,440.62)	138.13

	For the year ended March 31, 2025	For the year ended March 31, 2024
29. EMPLOYEE BENEFITS EXPENSES		
Salaries, Wages, Bonus and Remuneration	8,929.86	6,688.53
Contribution to Provident and Other Funds	394.04	329.45
Staff Welfare Expenses	499.73	334.95
Total	9,823.63	7,352.93

29.1 The Company has recognised in the Standalone Statement of Profit and Loss for the year ended March 31, 2025 an amount of ₹ 292.98 (March 31, 2024 : ₹ 246.13) as expenses under Defined Contribution Plans.

29.2 Provident Fund (Funded)

Provident Fund contributions in respect of employees upto August 2017 of erstwhile IFGL Refractories Limited are made to a Trustee managed exempted fund and interest paid to member thereof is not lower than that declared annually by the Central Government. Shortfall if any is made good by the Company. Membership to said fund has been closed on and from September 1, 2017, subject to necessary approvals and/or permissions. Provident Fund in respect of remaining employees are made to Statutory Provident Fund established by the Central Government. Based on the final guidance for measurement of Provident Fund liabilities of the Trustee managed fund issued by the Actuarial Society of India, the Company's Liability at the year ended March 31, 2025 is Nil (March 31, 2024 : ₹ 1.94) has been actuarially determined by an Independent Actuary using the Projected Unit Credit Method and provided for. Provident Fund in respect of remaining employees of the Company are made to Statutory Provident Fund established by the Central Government as stated above.

The details of Fund and Planned Assets position is given below :

	For the year ended March 31, 2025	For the year ended March 31, 2024
Discount Rate	6.50%	7.00%
Expected Guaranteed Interest Rate	8.25%	8.15%

29.3 Gratuity (Funded)

The Company provides Gratuity benefit to its Employees. Gratuity entitlement of the employees is as per the provision of the Payment of Gratuity Act, 1972. However in case of employees joining before April 1, 2003 of erstwhile IFGL Refractories Limited, they are entitled to Gratuity as per scheme framed by that Company or as per the Payment of Gratuity Act, 1972, whichever is higher. Liability with regard to Gratuity Plan are determined by the Actuarial Valuation as set out in Note 2.14 (v), based on which the Company makes contribution to the Fund using the Projected Unit Credit Method. The most recent Actuarial Valuation of the Fund was carried out as at March 31, 2025. Refer Note 29.6 for Actuarial Valuation.

Notes to the Standalone Financial Statements (Contd.)

(₹ in lakhs)

29.4 Superannuation (Funded)

Certain employees joined before March 31, 2004 of erstwhile IFGL Refractories Limited are member of Trustee managed Superannuation Fund. The said Fund provides for Superannuation benefit on retirement/death/incapacitation/termination and was amended from the Defined Benefit to Defined Contribution Plan effective April 1, 2004. Defined Benefit Plan was frozen as on March 31, 2004. Necessary formalities/approvals have been complied with and obtained. Refer Notes 2.14 (iii) for Accounting Policy relating to Superannuation and Refer Note 29.6 for Actuarial Valuation.

From December 2022, the Company is not effecting payment of contributions in respect of its employees and Member of Company's Income Tax recognised Superannuation Fund, IFGL Refractories Ltd – Employees Superannuation Fund following approval by the Principal Commissioner of Income Tax, Kolkata-2 that surplus lying in Plan-A of the Fund can be adjusted against contributions receivable from the Company under Plan-B thereof. Amount involved for the year ended March 31, 2025 is ₹ 33.23, March 2024 is ₹35.46).

29.5 Compensated Absence (Unfunded)

The Company provides for accumulated leave benefit for eligible employees. Liabilities are determined by Actuarial Valuation as set out in Note 2.14 (vi) using Projected Unit Credit Method.

29.6 Following are the further particulars with respect to Defined Benefit Plans of the Company for the year ended March 31, 2025 :

	Gratuity (Funded)		Superannuation (Funded)	
	For the year ended March 31, 2025	For the year ended March 31, 2024	For the year ended March 31, 2025	For the year ended March 31, 2024
(a) Reconciliation of the Opening and Closing Balances of Present Value of Defined Benefit Obligation :				
Present Value of Obligation as at the beginning of the year	827.70	762.26	20.66	18.86
Service Cost	102.77	84.98	-	-
Interest Cost	54.05	50.94	0.95	1.32
Actuarial (Gain)/Loss - Experience	28.01	26.67	(1.40)	1.55
Actuarial (Gain)/Loss - Demographic Assumptions	-	-	-	-
Actuarial (Gain)/Loss - Financial Assumptions	36.07	12.35	0.03	0.02
Benefits Paid	(111.14)	(109.50)	(14.06)	(1.09)
Present Value of Obligation, as at the end of the year	937.46	827.70	6.18	20.66
(b) Reconciliation of the Opening and Closing Balances of the Fair Value of Plan Assets :				
Fair Value of Plan Assets as at the beginning of the year	776.67	748.42	659.41	628.46
Interest Income	55.76	52.60	45.67	45.21
Return on Plan Assets Greater/(Lesser) than Discount Rate	8.22	11.31	(8.45)	(13.17)
Contribution by the Company	151.03	73.84	-	-
Benefits Paid	(111.14)	(109.50)	(14.06)	(1.09)
Fair Value of Plan Assets, as at the end of the year	880.54	776.67	682.57	659.41
(c) Reconciliation of the Present Value of Defined Benefit Obligation and Fair Value of the Plan Assets :				
Fair Value of Plan Assets as at the end of the year (A)	880.54	776.67	682.57	659.41
Present Value of Obligation as at the end of the year (B)	937.46	827.70	6.18	20.66
(Liabilities)/Assets recognised in the Balance Sheet (A) - (B) @	(56.92)	(51.03)	# 676.39	# 638.75

Actual amount of asset in the Balance Sheet is Nil (March 31, 2024 : Nil)

Notes to the Standalone Financial Statements (Contd.)

(₹ in lakhs)

	Gratuity (Funded)		Superannuation (Funded)	
	For the year ended March 31, 2025	For the year ended March 31, 2024	For the year ended March 31, 2025	For the year ended March 31, 2024
(d) Expense recognised in the Statement of Profit and Loss :				
Employee Benefits Expense				
Service Cost	* 102.77	* 84.98	-	-
Net Interest Expense/(Income)	* (1.71)	* (1.66)	(44.72)	(43.89)
Other Comprehensive Income				
Actuarial (Gains)/Losses	55.86	27.71	-	-
Total Expenses as per the Actuarial Valuation	156.92	111.03	(44.72)	(43.89)
Actual Expenses Recognised @	156.92	111.03	-	-
@ Refer Note 36				
*The expenses for the above benefits are recognised under 'Contribution to Provident and Other Funds' in Note 29.				
(e) Category of Plan Assets :				
GOI Securities (%)	0.29	0.29	1.00	1.00
Units of Insurers (%)	97.80	97.80	95.00	95.00
Others (including Bank Balances) (%)	1.91	1.91	4.00	4.00
	100.00	100.00	100.00	100.00
(f) Principal Actuarial Assumptions :				
Discount Rate (per annum) (%)	6.50	7.00	6.50	7.00
Rate of Increase in Salaries (%)	6.00	6.00	NA	NA
Remaining Working Life (in Years)	24.00	23.43	4.84	5.28
Mortality Rate	Indian Assured Lives Mortality (2006 - 08) Ultimate	Indian Assured Lives Mortality (2006 - 08) Ultimate	Indian Assured Lives Mortality (2006 - 08) Ultimate	Indian Assured Lives Mortality (2006 - 08) Ultimate
Method Used	Projected Unit Credit Method			
Actual Return on Plan Assets	63.98	63.91	37.22	32.04

(g) Other Disclosures :

The estimate of future salary increases takes into account inflation, seniority, promotion and other relevant factors.

Sensitivity Analysis

The Sensitivity of Defined Benefit Obligations to changes in the weighted principal assumptions is :

	As at March 31, 2025		As at March 31, 2024	
	Impact on Defined Benefit Obligations (Gratuity)			
	Increase	Decrease	Increase	Decrease
Discount Rate (-/+1%) % change compared to base due to Sensitivity	(69.32)	81.96	(58.16)	68.02
Salary Growth Rate (-/+1%) % change compared to base due to Sensitivity	77.10	(67.37)	64.51	(57.36)

Notes to the Standalone Financial Statements (Contd.)

(₹ in lakhs)

	As at March 31, 2025		As at March 31, 2024	
	Impact on Defined Benefit Obligations (Superannuation)			
	Increase	Decrease	Increase	Decrease
Discount Rate (-/+1%) % change compared to base due to Sensitivity	(0.06)	0.07	(0.10)	0.11
Salary Growth Rate (-/+1%) % change compared to base due to Sensitivity	NA	NA	NA	NA

The above Sensitivity Analysis is based on a change in an assumption while holding all other assumptions constant. In practice, this is unlikely to occur, and changes in some of the assumptions may be correlated. When calculating the Sensitivity of the Defined Benefit Obligation to Significant Actuarial Assumptions, the same method (Present Value of the Defined Benefit Obligation calculated with the Projected Unit Credit Method at the end of the reporting period) has been applied while calculating the Defined Benefit Liability recognised in the Balance Sheet.

The methods and types of assumptions used in preparing the Sensitivity Analysis did not change compared to the prior period.

Risk Exposure :

Through its Defined Benefit Plans, the Company is exposed to a number of risks, the most significant of which are detailed below :

- Investment Risk :** The Defined Benefit Plans are funded Government Securities and Units of Insurers. The Company does not have any liberty to manage the funds provided to Insurance Companies.
- Interest Risk :** A decrease in the interest rate on Plan Assets will increase the Plan Liability.
- Life Expectancy :** The Present Value of the Defined Benefit Plan Liability is calculated by reference to the best estimate of the mortality of plan participants both during and at the end of the employment. An increase in the life expectancy of the plan participants will increase the Plan Liability.
- Salary Growth Risk :** The Present Value of Defined Benefit Plan Liability is calculated by reference to the future Salaries of plan participants. An increase in Salary will increase the Plan Liability.

Defined Benefit Liability and Employer Contributions

Expected contributions to post employment benefit plans for the year ending March 31, 2025 is ₹ 56.92 (March 31, 2024 : 51.03).

The Weighted Average Duration of the Defined Benefit Obligation (Gratuity) is 8 years for the year ended March 31, 2025 (March 31, 2024 : 8 years). The expected maturity analysis of Undiscounted Gratuity is as follows :

	As at March 31, 2025	As at March 31, 2024
Year 1	98.81	60.31
Year 2	126.42	101.98
Year 3	103.40	111.04
Year 4	88.41	93.97
Year 5	49.41	87.33
Year 6 to 10	309.81	292.65

The Weighted Average Duration of the Defined Benefit Obligation (Superannuation) is 1 years for the year ended March 31, 2025 (March 31, 2024 : 1 year). The expected maturity analysis of payment for Superannuation is as follows :

	As at March 31, 2025	As at March 31, 2024
Year 1	3.27	15.75
Year 2	0.98	2.45
Year 3	1.29	0.95
Year 4	0.20	1.37
Year 5	0.38	0.19
Year 6 to 10	0.56	0.80

Notes to the Standalone Financial Statements (Contd.)

(₹ in lakhs)

	For the year ended March 31, 2025	For the year ended March 31, 2024
30. FINANCE COSTS		
Interest on Borrowing from Banks	1,085.23	898.21
Interest on Lease Liabilities (Refer Note 4.2)	91.77	92.83
Total	1,177.00	991.04

	For the year ended March 31, 2025	For the year ended March 31, 2024
31. OTHER EXPENSES		
Consumption of Stores and Spares	1,910.73	1,945.03
Power and Fuel	3,743.06	3,158.68
Rent (Refer Note 4.2)	168.49	136.31
Rates and Taxes	45.53	80.90
Repairs and Maintenance :		
- Plant and Machinery	279.93	315.73
- Buildings	66.28	105.24
- Others	587.58	793.18
Insurance	182.36	173.67
Payment to Auditors (Refer Note 31.1)	54.32	49.54
Directors' Sitting Fees (Refer Note 36)	12.95	6.40
Bank Charges	81.14	105.25
Computerisation Expenses	280.85	83.38
Impairment Loss on Receivables (Net)	-	3,625.21
Travelling and Conveyance	1,211.53	1,029.05
Site Contractor Expenses	4,727.62	3,328.28
Printing and Stationery	17.06	14.46
Processing Charges	1,497.38	1,173.01
Corporate Social Responsibility Expenditure (Refer Note 31.2)	171.46	170.13
Legal and Professional Charges	407.06	292.67
Postage, Telephone, Telex etc.	70.94	55.37
Service Charges	260.23	180.78
Sales Commission	1,146.59	1,765.21
Packing Expenses	1,941.34	1,528.72
Delivery and forwarding Expenses	5,683.85	4,082.74
Net Loss on Sale of Property, Plant and Equipment	11.25	-
Security Charges	131.82	110.23
Miscellaneous Expenses	600.82	477.29
Total	25,292.17	24,365.49

	For the Year ended March 31, 2025	For the Year ended March 31, 2024
31.1 Payment to Auditors		
As Auditors (For Statutory Audit including Limited Reviews)	50.00	43.25
For Certification work	1.75	2.50
Reimbursement of Expenses	2.57	3.79
Total	54.32	49.54

Notes to the Standalone Financial Statements (Contd.)

(₹ in lakhs)

31.2 Corporate Social Responsibility Expenditure

(a) Gross amount required to be spent by the Company during the year is ₹ 171.46 (March 31, 2024 : ₹ 170.13).

(b) Amount spent during the year ending March 31, 2025 in respect of above :

	In Cash	Yet to be paid in Cash	Total
(i) Construction/Acquisition of any Asset	-	-	-
(ii) On purposes other than i) above	36.00	135.46	171.46
Total	36.00	135.46	171.46

(c) Amount spent during the year ending March 31, 2024 in respect of above :

	In Cash	Yet to be paid in Cash	Total
(i) Construction/Acquisition of any Asset	-	-	-
(ii) On purposes other than (i) above	45.00	125.13	170.13
Total	45.00	125.13	170.13

(d) Details related to Spent/Unspent Obligations :

	For the year ended March 31, 2025	For the year ended March 31, 2024
(i) Contribution to Public Trust	-	-
(ii) Contribution to Charitable Trust **	36.00	45.00
(iii) Unspent amount in relation to :		
- Ongoing Project	135.46	125.13
- Other than Ongoing Project	-	-
Total	171.46	170.13

** Includes contribution paid to Related Party - IFGL Refractories Welfare Trust of ₹ 36.00 (March 31, 2024 : ₹ 45.00) [Refer Note 36]. CSR Expense of ₹ 36.00 (March 31, 2024 : ₹ 45.00) includes amount towards building of new school project situated near Rourkela.

(e) In case of Sec 135 (Ongoing Project and Others) :

	For the year ended March 31, 2025	For the year ended March 31, 2024
Opening Balance @	217.07	91.94
Amount required to be spent during the year from Company's bank account	171.46	170.13
Amount spent during the year	36.00	45.00
Closing Balance	#352.53	217.07

@ Out of previous year Opening balance of ₹ 91.94, ₹ 14.99 was attached by Regional Provident Fund Commissioner on January 31, 2024. The Company had subsequently deposited ₹ 14.99 to Unspent CSR Account of the Bank on May 13, 2024.

Unspent amount of ₹ 135.46 (March 31, 2024 : ₹ 125.13) is transferred to a Unspent CSR Account on April 30, 2025 in compliance of provision of Section 135 of Companies Act, 2013.

	For the year ended March 31, 2025	For the year ended March 31, 2024
32. EARNINGS PER SHARE (EPS)		
Profit after Tax attributable to the Equity Shareholders (₹ in lakhs) (A)	5,760.29	6,511.23
Weighted Average Number of Equity Shares (in Numbers) (B)	3,60,39,312	3,60,39,312
Nominal Value of Equity Shares (in ₹)	10.00	10.00
Face Value of Equity Share (in ₹)	10.00	10.00
Basic & Diluted EPS (in ₹) (A/B)	15.98	18.07

Notes to the Standalone Financial Statements (Contd.)

	As at March 31, 2025	As at March 31, 2024
33. CONTINGENT LIABILITIES		
(a) Claims against the Company not acknowledged as Debts :		
(i) Sales Tax matter under dispute relating to issues of applicability and classification [related payments ₹ 7.40 (March 31, 2024 : ₹ 7.61)]	7.85	9.17
(ii) Goods and Service Tax matter under dispute [related payments ₹ 0.03 (March 31, 2024 ₹ 0.03)]	40.58	0.56
(iii) Income Tax matters under dispute relating to issues of applicability and determination (other than (b) and (c) below)	1,117.76	1,119.25
(iv) Service Tax matter under dispute relating to issue of applicability	1.54	1.54

(b) The Company challenged vires of Explanation to Section 10AA(1) of the Income Tax Act, 1961 (The Act) inserted on and from Assessment Year beginning April 01, 2018, on grounds that such Explanation denies the benefit intended to be provided under the said Section, by filing a Writ Petition before Hon'ble High Court at Calcutta (Hon'ble High Court). In the previous year, the said writ petition was dismissed by the Single Bench of the Hon'ble High Court. Being aggrieved, the Company preferred an appeal before the Division Bench of the Hon'ble High Court which had admitted the same in the previous year on January 10, 2024. Tax amount involved is ₹ 831.53 (March 31, 2024 : ₹ 831.53) and it has been considered as possible in nature, basis a legal opinion obtained by the Company. In the opinion of the management, outcome of aforesaid proceedings will not materially impact Company's financial position and result of operations.

(c) In an earlier year, the Company's claim for Assessment Year 2020-21 for ₹ 2,815.91 (tax impact of ₹ 983.99) towards deduction on account of Depreciation on Goodwill arising on Amalgamation was disallowed under Income Tax assessment proceedings and being aggrieved thereby, the Company had filed an Appeal. Income Tax authorities have subsequently issued Notices under Section 148 of the Act for Assessment Years 2018-19 and 2019-20 thereby reopening assessments for said Assessment Years on the ground that similar claims of ₹ 5,006.06 (tax impact of ₹ 1,732.50) and ₹ 3,754.55 (tax impact of ₹ 1,311.99) in the Assessment Years 2018-19 and 2019-20 respectively escaped assessment as Income. Being aggrieved, the Company filed Writ Petition before Hon'ble High Court on May 21, 2024. The Company supported by legal opinion, continues to believe that aforesaid deductions claimed are sustainable on merit and remain unaffected.

The Company has assessed that it is only possible, but not probable, that outflow of economic resources will be required.

	As at March 31, 2025	As at March 31, 2024
34. CAPITAL AND OTHER COMMITMENTS		
Estimated Amount of Contracts remaining to be Executed on Capital Account (Net of Advances) and not provided for	606.62	2,371.17
Total	606.62	2,371.17

35. FINANCIAL INSTRUMENTS AND RELATED DISCLOSURES

35.1 Capital Management

The Company aims at maintaining a strong capital base maximizing Shareholders' Wealth safeguarding Business continuity and augments its internal generations with a judicious use of Borrowing facilities to fund spikes in Working Capital that arise from time to time as well as requirements to finance business growth.

The Company monitors Capital using Gearing Ratio which is Net Debt divided by Total Capital plus Net Debt. For the purpose of the Company's capital management, Capital includes Issued Equity Capital, Securities Premium and all Other Equity Reserves attributable to the Equity Holders of the Company. The primary objective of the Company's capital management is to maximise the Shareholder Value.

Notes to the Standalone Financial Statements (Contd.)

(₹ in lakhs)

	As at March 31, 2025	As at March 31, 2024
Borrowings (including Lease Liabilities)	15,266.44	11,880.28
Less : Cash & Cash Equivalents	12.77	9.81
Net Debt	15,253.67	11,870.47
Equity	69,392.75	66,197.01
Gearing Ratio	18.02%	15.21%

35.2 Categories of Financial Instruments

Set out below, is a comparison by class of the Carrying Amounts and Fair Value of the Company's Financial Instruments :

	As at March 31, 2025		As at March 31, 2024	
	Carrying Value	Fair Value	Carrying Value	Fair Value
A. Financial Assets				
(a) Measured at Amortised Cost				
(i) Cash and Cash Equivalents	12.77	12.77	9.81	9.81
(ii) Other Bank Balances	355.57	355.57	196.49	196.49
(iii) Loans	-	-	10.00	10.00
(iv) Trade Receivables	22,384.74	22,384.74	19,034.35	19,034.35
(v) Other Financial Assets	533.84	533.84	802.33	802.33
Sub-total (A)	23,286.92	23,286.92	20,052.98	20,052.98
(b) Measured at Fair Value through Profit and Loss				
Investment in Mutual Funds, Bond & Others	10,528.42	10,528.42	12,644.13	12,644.13
Sub-total (B)	10,528.42	10,528.42	12,644.13	12,644.13
(c) Measured at Cost				
Investment in Subsidiaries	5,880.37	5,880.37	5,625.39	5,625.39
Sub-total (C)	5,880.37	5,880.37	5,625.39	5,625.39
Total Financial Assets (A)+(B)+(C)	39,695.71	39,695.71	38,322.50	38,322.50
B. Financial Liabilities				
(a) Measured at Amortised Cost				
(i) Borrowings	14,240.92	14,240.92	10,845.75	10,845.75
(ii) Trade Payables	14,427.74	14,427.74	9,536.65	9,536.65
(iii) Other Financial Liabilities	1,294.23	1,294.23	1,089.99	1,089.99
(iv) Lease Liabilities	1,025.52	1,025.52	1,034.53	1,034.53
Sub-total	30,988.41	30,988.41	22,506.92	22,506.92
Total Financial Liabilities	30,988.41	30,988.41	22,506.92	22,506.92

The Management assessed that Cash and Cash Equivalents, Trade Receivables, Trade Payables and Other Current Liabilities approximate their carrying amounts largely due to the Short-Term maturities of these instruments.

The Fair Value of Lease Liabilities is estimated by discounting future cash flows using rates currently available for Debt on similar terms, credit risk and remaining maturities. In addition to being sensitive to a reasonably possible change in the forecast cash flows or the discount rate, the Fair Value of the Equity Instruments is also sensitive to a reasonably possible change in the growth rates. Management regularly assesses a range of reasonably possible alternatives for those significant unobservable inputs and determines their impact on the total Fair Value.

The Fair Values of the Company's interest bearing borrowings are determined by using DCF method using discount rate that reflects issuer's borrowing rate as at the end of the reporting period. The own non performance risk as at March 31, 2025 was assessed to be insignificant. The discount for lack of marketability represents the amounts that the Company has determined that market participants would take into account when pricing the Investments.

Notes to the Standalone Financial Statements (Contd.)

(₹ in lakhs)

35.3 Financial Risk Management Objectives

The Company's activities expose it to a variety of Financial Risks, including Market Risk, Credit Risk and Liquidity Risk. The Company continues to focus on a system based approach to Business Risk Management. The Company's Financial Risk Management process seeks to enable the early identification, evaluation and effective management of key risks facing the business. Backed by strong Internal Control Systems, the current Risk Management System rests on policies and procedures issued by appropriate authorities; process of regular reviews/audits to set appropriate risk limits and controls; monitoring of such risks and compliance confirmation for the same.

Fair Value Hierarchy

The following table provides an analysis of Financial Instruments that are measured subsequent to initial recognition at Fair Value, grouped into Level 1 to Level 3, as described below :

Quoted/Repurchase prices in an active market (Level 1) : This level of hierarchy includes Financial Assets that are measured by reference to Quoted/Repurchase Prices (unadjusted) in active markets for identical Assets or Liabilities. This category consists of Investment in Quoted Equity Shares, and Mutual Fund Investments.

Valuation techniques with observable inputs (Level 2) : This level of hierarchy includes Financial Assets and Liabilities, measured using inputs other than Quoted Prices included within Level 1 that are observable for the Asset or Liability, either directly (i.e., as prices) or indirectly (i.e. derived from prices). This level of hierarchy does not include any instrument.

Valuation techniques with significant unobservable inputs (Level 3) : This level of hierarchy includes Financial Assets and Liabilities measured using inputs that are not based on observable market data (unobservable inputs). Fair Values are determined in whole or in part, using a valuation model based on assumptions that are neither supported by prices from observable current market transactions in the same instrument nor are they based on available market data.

	Level 1	Level 2	Level 3	Total
As at March 31, 2025				
Financial Assets				
Investment In Mutual Funds, Bond and Others	10,528.42	-	-	10,528.42
	10,528.42	-	-	10,528.42
As at March 31, 2024				
Financial Assets				
Investment In Mutual Funds, Bonds and Others	12,644.13	-	-	12,644.13
	12,644.13	-	-	12,644.13

There have been no transfers between Level 1 and Level 2 during the years ended March 31, 2025 and March 31, 2024.

In determining Fair Value Measurement, the impact of potential climate related matters, including legislation, which may affect the Fair Value Measurement of Assets and Liabilities in the Financial Statements has been considered. These risks in respect of climate related matters are included as key assumptions where they materially impact the measure of recoverable amount. These assumptions have been included in the Cash Flow forecasts in assessing value-in-use amounts. At present, the impact of climate related matters is not material to the Company's Financial Statements.

(a) Market Risk

The Company's Financial Instruments are exposed to market changes. The Company is exposed to following significant Market Risk:

- Foreign Currency Risk
- Interest Rate Risk
- Price Risk

Market Risk Exposures are measured using Sensitivity Analysis. There has been no change to the Company's exposure to Market Risks or the manner in which these risks are being managed and measured.

Notes to the Standalone Financial Statements (Contd.)

(₹ in lakhs)

i. Foreign Currency Risk

The Company undertakes transactions denominated in Foreign Currency which results in Exchange Rate fluctuations. Such Exchange Rate Risk primarily arises from transactions made in Foreign Exchange and reinstatement risks arising from recognised Assets and Liabilities, which are not in the Company's functional Currency (Indian Rupees).

A significant portion of these transactions are in US Dollar, Euro, etc. The Carrying Amount of Foreign Currency denominated Financial Assets and Liabilities are as follows :

	USD	EURO	GBP	Others*	Total
As at March 31, 2025					
Financial Assets	2,002.73	3,319.60	101.95	-	5,424.28
Financial Liabilities	2,321.60	4,167.66	2.20	31.44	6,522.90
As at March 31, 2024					
Financial Assets	1,726.29	2,614.53	61.94	240.89	4,643.65
Financial Liabilities	1,853.19	3,855.26	5.15	66.27	5,779.87

* Others include AED, CNY and JPY

Un-hedged Foreign Currency Balances	Currency	As at March 31, 2025	As at March 31, 2024
(i) Financial Liabilities	USD	2,321.60	1,853.19
	EURO	4,167.66	3,855.26
	GBP	2.20	5.15
	Others*	31.44	66.27
(ii) Financial Assets	USD	2,002.73	1,726.29
	EURO	3,319.60	2,614.53
	GBP	101.95	61.94
	Others*	-	240.89

* Others include AED, CNY and JPY

Foreign Currency Sensitivity

Foreign Currency Sensitivities for unhedged exposure (impact on increase in 5%)

	As at March 31, 2025		As at March 31, 2024	
	Impact on Profit	Impact on pre Tax Equity	Impact on Profit	Impact on pre Tax Equity
USD	(15.94)	(15.94)	(6.35)	(6.35)
EURO	(42.40)	(42.40)	(62.04)	(62.04)
GBP	4.99	4.99	2.84	2.84
Others*	(1.57)	(1.57)	8.73	8.73

Figures in brackets indicate decrease in Profit

Note : If the rate is decreased by 5%, Profit will increase/(decrease) by an equal amount.

ii. Interest Rate Risk

Interest Rate Risk refers to the risk that the Fair Value or Future Cash Flows of a Financial Instrument will fluctuate because of changes in market interest rates. The objectives of the Company's Interest Rate Risk Management processes are to lessen the impact of adverse Interest Rate movements on its earnings and Cash Flows and to minimise counter party risks.

Notes to the Standalone Financial Statements (Contd.)

(₹ in lakhs)

The Company is exposed to interest rate volatilities primarily with respect to its Term Borrowings from Banks as well as Financial Institutions, Export Packing Credit Facilities and Cash Credit Facilities. Such volatilities primarily arise due to changes in money supply within the economy and/or liquidity in banking system due to Asset/Liability mismatch, poor quality assets etc. of Banks. The Company manages such risk by operating with Banks having superior credit rating in the market as well as Financial Institutions.

Interest Rate Sensitivities for Outstanding Exposure (Impact on increase in 50 basis points)

	As at March 31, 2025		As at March 31, 2024	
	Impact on Profit	Impact on pre Tax Equity	Impact on Profit	Impact on pre Tax Equity
INR	(48.43)	(48.43)	(35.90)	(35.90)
USD	(3.51)	(3.51)	(2.09)	(2.09)
EURO	(19.27)	(19.27)	(16.24)	(16.24)

Figures in brackets indicate decrease in Profit

Note : If the rate is decreased by 50 basis Points, profit will increase by an equal amount.

Interest Rate Sensitivity has been calculated assuming the Borrowings outstanding at the reporting date have been outstanding for the entire reporting period. Further, the calculations for the Unhedged Floating Rate Borrowing have been done on the closing value of the Foreign Currency.

iii. Price Risk

The Company invests its surplus funds primarily in Mutual Funds, Bonds and others measured at Fair Value through Profit or Loss. Aggregate value of such Investments as at March 31, 2025 is ₹10,528.42 (March 31, 2024 : ₹ 12,644.13). Investments in the Mutual Fund schemes are measured at Fair Value. Accordingly, these do not pose any significant Price Risk.

	As at March 31, 2025		As at March 31, 2024	
	Impact on Profit	Impact on pre Tax Equity	Impact on Profit	Impact on pre Tax Equity
Investment In Mutual Funds, Bond and Others				
0.5% Increase in Price	52.64	52.64	63.22	63.22
0.5% Decrease in Price	(52.64)	(52.64)	(63.22)	(63.22)

(b) Liquidity Risk

Liquidity Risk is the risk that the Company may encounter difficulty in meeting its obligations. The Company mitigates its Liquidity Risks by ensuring timely collections of its Trade Receivables, close monitoring of its Credit Cycle and ensuring optimal movements of its Inventories. The table below provides details regarding remaining contractual maturities of significant Financial Assets and Liabilities at the reporting date :

	As at March 31, 2025		As at March 31, 2024	
	Current #	Non-Current ##	Current #	Non-Current ##
B. Financial Liabilities				
(i) Borrowings	10,960.43	3,280.49	6,708.13	4,137.62
(ii) Trade Payables	14,427.74	-	9,536.65	-
(iii) Other Financial Liabilities	1,294.23	-	1,089.99	-
(iv) Lease Liabilities (undiscounted)	105.82	1,724.81	101.19	1,823.41
Total	26,788.22	5,005.30	17,435.96	5,961.03

On demand

One to Five Years

The Company manages this risk by utilising unused credit lines and portfolio diversion. The Company has Investment Policy for deployment of surplus liquidity, which allows Investment in Debt Securities and Mutual Fund Schemes.

Notes to the Standalone Financial Statements (Contd.)

(₹ in lakhs)

(c) Credit Risk

Credit Risk is the risk that counter party will not meet its obligations leading to a Financial Loss. The Company has its policies to limit its exposure to Credit Risk arising from outstanding Trade Receivables. Management regularly assess the credit quality of its customer's basis which, terms of payment are decided. Credit limits are set for each customer which are reviewed on periodic intervals.

The movement of the Impairment Loss on Receivables made by the Company are as under :

	As at March 31, 2025	As at March 31, 2024
Opening Balance	4,039.97	464.41
Add : (Reversed)/Created during the year	(442.94)	3,625.21
Less : Utilisation during the year	(3,365.30)	(49.65)
Closing Balance	231.73	4,039.97

36. RELATED PARTY DISCLOSURE

Related Party Disclosures in keeping with Indian Accounting Standard (Ind AS 24)

(a) List of Related Parties

Relationship	Name of Related Parties
Where Control exists	
Holding Company	Bajoria Financial Services Private Limited
Subsidiary Companies (including Step Down Subsidiaries)	IFGL Worldwide Holdings Limited
	IFGL-Marvels Refractories Limited (w.e.f. 24.12.2024)
	IFGL Monocon Holdings Limited
	Monocon International Refractories Limited
	Monocon Overseas Limited
	Mono Ceramics Inc
	Monotec Refratarios Ltda
	Tianjin Monocon Refractories Company Limited
	Tianjin Monocon Aluminous Refractories Company Limited
	Goricon Metallurgical Services Limited
	IFGL GmbH
	IFGL Inc (merged with Mono Ceramics Inc w.e.f. 01.04.2023)
	Hofmann Ceramic GmbH
	Hofmann Ceramic CZ s.r.o.,
	EI Ceramics LLC
	Sheffield Refractories Limited
	EIC Acquisition LLC (w.e.f 13.09.2024)
Fellow Subsidiaries	Heritage Health Insurance TPA Private Limited
	Ganges Art Gallery Private Limited
	Bajoria Enterprises Limited
	Bajoria Real Estate Private Limited
	Essentially Healthy Private Limited
	Bajoria River Front Realty Private Limited (upto 19.11.2023) (formerly known as Heritage Health Knowledge Services Private Limited till 03.06.2024)
	Cherie Sports Private Limited (formerly known as Bajoria Estate Private Limited till 24.09.2023)
	Bajoria Service Providers Private Limited (formerly known as Bajoria Service Providers LLP till 09.01.2024)

Notes to the Standalone Financial Statements (Contd.)

(₹ in lakhs)

Relationship	Name of Related Parties
Others	
Key Managerial Personnel	S K Bajoria (Chairman) James Leacock McIntosh (Managing Director) Kamal Sarda (Director and Chief Executive Officer India - upto 29.02.2024) Arasu Shanmugam (Director and Chief Executive Officer India w.e.f. 13.03.2024) Rajesh Agarwal (Director - General Counsel) Amit Agarwal (Chief Financial Officer) (ceased to be Chief Financial Officer w.e.f 03.06.2024 and was again appointed as Chief Financial Officer w.e.f 09.11.2024) Sikander Yadav (Chief Financial Officer) (for the period 03.06.2024 to 12.09.2024) Mansi Damani (Company Secretary)
Non Executive Directors	Sudhamoy Khasnobis Duraiswamy Gunaseela Rajan Debal Kumar Banerji Gaurav Swarup Anita Gupta
Relatives of Key Managerial Personnel	Smita Bajoria (Wife of Chairman) Mihir Prakash Bajoria (Son of Chairman) Vidushi Jain Bajoria (Daughter-in-law of Chairman)
Enterprises in which Key Managerial Personnel have Significant Influence	Heritage Insurance Brokers Private Limited Bajoria River Front Realty Private Limited (w.e.f 20.11.2023) (formerly known as Heritage Health Knowledge Services Private Limited till 03.06.2024) Excellent IT Services Private Limited Bajoria Knowledge Private Limited Ganges River View Properties Private Limited (w.e.f 26.12.2023) Heritage IT Solutions Private Limited (w.e.f 04.01.2024) River Front Realty Private Limited (w.e.f 20.01.2024) Mudita Lifespaces Design LLP (w.e.f 21.02.2025) IFGL Refractories Welfare Trust
Post Employment Benefit	IFGL Refractories Limited Staff Provident Fund IFGL Refractories Limited Employees Gratuity Fund (formerly known as IFGL Exports Limited Employees Gratuity Fund till 15.01.2025) IFGL Refractories Ltd Employees Superannuation Fund

	As at and for the year ended March 31, 2025	As at and for the year ended March 31, 2024
(b) Particulars of Transactions during the Year and Year End Balances		
(I) With Holding Company : Bajoria Financial Services Private Limited		
Rent for Office Premises	73.58	73.58
	73.58	73.58
(II) With Subsidiaries including Step down Subsidiaries		
Purchase of Raw Material/Traded Goods		
Monocon International Refractories Limited	47.33	64.05
Tianjin Monocon Refractories Company Limited	318.01	2,344.19
El Ceramics LLC	12.17	13.18
Mono Ceramics Inc	99.14	13.65
	476.65	2,435.07
Purchase of Capital Goods		
Monocon International Refractories Limited	1.31	-
	1.31	-

Notes to the Standalone Financial Statements (Contd.)

	(₹ in lakhs)	
	As at and for the year ended March 31, 2025	As at and for the year ended March 31, 2024
Sale of Finished Goods		
Monocon International Refractories Limited	491.06	396.23
Mono Ceramics Inc	216.64	155.87
Tianjin Monocon Refractories Company Limited	9.84	-
El Ceramics LLC	196.19	81.60
	913.73	633.70
Commission Expense		
Mono Ceramics Inc	64.37	49.97
	64.37	49.97
Investment Made		
IFGL-Marvels Refractories Limited	255.00	-
	255.00	-
Capital Advances Given		
Sheffield Refractories Limited	300.94	145.90
	300.94	145.90
Expenses Reimbursed		
Mono Ceramics Inc	2.98	1.44
Monocon International Refractories Limited	50.90	54.78
El Ceramics LLC	-	0.98
	53.88	57.20
Expenses Recovered/Received		
Monocon International Refractories Limited	26.51	12.63
Mono Ceramics Inc	11.91	1.96
El Ceramics LLC	-	0.15
	38.42	14.74
Balances as at March 31, 2025 and March 31, 2024		
Trade Payables		
Monocon International Refractories Limited	47.33	19.08
El Ceramics LLC	6.16	-
Tianjin Monocon Refractories Company Limited	4.02	45.68
Mono Ceramics Inc	31.54	7.17
	89.05	71.93
Commission Payable		
Mono Ceramics Inc	5.14	25.18
	5.14	25.18
Trade and Other Receivables		
Monocon International Refractories Limited	99.94	60.56
Mono Ceramics Inc	144.07	-
IFGL-Marvels Refractories Limited	13.08	-
El Ceramics LLC	96.23	37.06
	353.32	97.62
Capital Advances		
Sheffield Refractories Limited	446.83	145.90
	446.83	145.90

Notes to the Standalone Financial Statements (Contd.)

	(₹ in lakhs)	
	As at and for the year ended March 31, 2025	As at and for the year ended March 31, 2024
Non-Current Investment		
IFGL Worldwide Holdings Limited	5,625.39	5,625.39
IFGL-Marvels Refractories Limited	255.00	-
	5,880.39	5,625.39
(III) Transactions between Fellow Subsidiaries and Other Enterprises in which Key Managerial Personnel have Significant Influence		
Expenses Reimbursement/Incurred		
Ganges Art Gallery Private Limited	9.29	5.72
Bajoria Enterprises Limited	18.00	12.00
Essentially Healthy Private Limited	0.07	-
	27.36	17.72
Contribution Made		
IFGL Refractories Limited Employees Gratuity Fund	151.03	73.84
IFGL Refractories Welfare Trust	36.00	45.00
	187.03	118.84
(IV) With Key Managerial Personnel		
Key Managerial Personnel Remuneration (Short Term Employee Benefits)		
S K Bajoria	246.03	215.23
Arasu Shanmugam	200.95	130.34
James Leacock McIntosh #	194.63	181.16
Kamal Sarda	-	293.04
Rajesh Agarwal	185.49	162.91
Amit Agarwal	49.56	42.18
Sikander Yadav	55.88	-
Mansi Damani	38.14	32.93
	970.68	1,057.79
# Excluding ₹ 681.82 (March 31, 2024 : ₹ 820.14) paid from Wholly Owned Subsidiary in accordance with approval in General Meeting		
Director's Commission		
S K Bajoria	63.01	103.27
	63.01	103.27
Year End Balance - Director's Commission Payable		
S K Bajoria	63.01	103.27
	63.01	103.27
(V) Non Executive Director - Sitting fees		
Sudhamoy Khasnobis	3.60	1.80
Duraiswamy Gunaseela Rajan	3.45	1.50
Debal Kumar Banerji	3.50	2.10
Gaurav Swarup	2.40	1.00
	12.95	6.40
(VI) With Others - Post Employment Benefit Expenditure		
IFGL Refractories Limited Staff Provident Fund	50.56	81.52
IFGL Refractories Limited Employees Gratuity Fund	156.92	111.03
	207.48	192.55

Notes to the Standalone Financial Statements (Contd.)

(₹ in lakhs)

	As at and for the year ended March 31, 2025	As at and for the year ended March 31, 2024
Year End Balance - Payable		
IFGL Refractories Limited Staff Provident Fund	13.30	15.50
IFGL Refractories Limited Employees Gratuity Fund	56.92	51.03
	70.22	66.53

Terms and Conditions of transactions with Related Parties

The Sales to and Purchases from Related Parties are made on terms equivalent to those that prevail in Arm's Length Transactions. Outstanding balances at the year-end are unsecured and interest free and settlement occurs in Cash. There have been no guarantees provided or received for any Related Party Receivables or Payables. For the year ended March 31, 2025, the Company has not recorded any impairment of Receivables relating to amounts owed by Related Parties (March 31, 2024 : Nil).

37. INFORMATION GIVEN IN ACCORDANCE WITH THE REQUIREMENTS OF IND AS 108 ON SEGMENT REPORTING

The Company operates in a Single Segment and is engaged in the business of Manufacture, Trading, Sale of Refractories and Services thereof.

In terms of Ind AS 108 'Segment Reporting' prescribed under Section 133 of the Companies Act, 2013 Segment Information is presented in the Consolidated Financial Statements of the Company. Given below is the information relating to Geographical Market of the Company :

	As at and for the year ended March 31, 2025	As at and for the year ended March 31, 2024
1. Revenue from Operations (based on Customer Destination)		
Within India	72,090.53	59,834.27
Outside India	27,672.96	29,468.70
Total	99,763.49	89,302.97
2. Non Current Assets excluding Income Tax Assets (Net) and Financial Assets		
Within India	33,951.04	33,959.12
Total	33,951.04	33,959.12
3. Capital Expenditure	4,272.10	10,360.24

No customer individually accounted for more than 10% of the Revenues during the year ended March 31, 2025 and March 31, 2024.

38. AMALGAMATION WITH ERSTWHILE IFGL REFRACTORIES LIMITED (ERSTWHILE HOLDING COMPANY)

Hon'ble National Company Law Tribunal, Kolkata Bench (Tribunal) by passing an Order on August 3, 2017 under Sections 230 and 232 of the Companies Act, 2013 sanctioned a Scheme of Amalgamation (Scheme) for merger of erstwhile IFGL Refractories Ltd ("IFGL") with the Company on and from April 1, 2016, being the Appointed Date. Scheme had become effective from August 5, 2017 following filing of Order of Hon'ble Tribunal with the Ministry of Corporate Affairs (Registrar of Companies) by the Company and IFGL on that date. The Scheme was accordingly given effect to in the Financial Year 2016-17 Financial statements.

In accordance with the provisions of aforesaid Scheme -

- The amalgamation was accounted under the 'Purchase Method' as prescribed by Accounting Standard 14 - Accounting for Amalgamation under the previous GAAP.
- The excess of the value of Equity Shares issued by the Company over the book value of Assets and Liabilities taken over by the Company and cancellation of Equity Shares held by erstwhile IFGL Refractories Limited in the Company, amounting to ₹26,699.46 was recorded as Goodwill arising on Amalgamation.
- The Goodwill recorded on Amalgamation is being amortised and the Company has estimated its useful life of 10 years. Accordingly, amortisation for the year amounting to ₹ 2,669.95 has been recognised in the Standalone Statement of Profit and Loss.

Notes to the Standalone Financial Statements (Contd.)

(₹ in lakhs)

39. TAX EXPENSE

This note provides an analysis of the Company's Income Tax Expense, shows amounts that are recognised directly in Equity and how the Tax Expenses is affected by non assessable and non deductible items. It also explains significant estimates made in relation to tax positions.

	For the year ended March 31, 2025	For the year ended March 31, 2024
Current Tax Expense recognised in Profit and Loss		
Current Tax Charge	1,351.49	2,831.72
Total Current Tax Expense (A)	1,351.49	2,831.72
Deferred Tax Expense recognised in Profit and Loss		
Deferred Tax Charge/(Credit) (Refer Note 40)	343.71	(1,920.30)
Total Deferred Tax Expense recognised in Profit and Loss (B)	343.71	(1,920.30)
Deferred Tax Expense recognised in Other Comprehensive Income		
Deferred Tax Credit	(14.06)	(6.97)
Total Deferred Tax Expense recognised in Other Comprehensive Income (C)	(14.06)	(6.97)
Total Deferred Tax for the Year (B + C)	329.65	(1,927.27)
Total Income Tax Expense (A + B + C)	1,681.14	904.45

Reconciliation of Tax Expense and the accounting profit multiplied by India's Tax Rate :

	For the year ended March 31, 2025	For the year ended March 31, 2024
Profit before Tax	7,455.49	7,422.65
Tax at the Indian Tax Rate of 25.168% (2023-24 : 25.168%)	1,876.40	1,868.13
Income exempted from tax	(23.95)	(21.61)
Impact of change in Rate of Income Tax on Capital Gain	(129.68)	-
Impact of tax rate change on opening Deferred Tax (Refer Note 40)	-	(870.88)
Impact of tax rate change on filing of Income Tax Return of Financial Year 2022-23 (Refer Note 40)	-	(62.99)
Other permanent differences/true up impact	(41.63)	(8.20)
Income Tax Expense	1,681.14	904.45

40. The Company had elected to exercise the option permitted under Section 115BAA of the Income Tax Act, 1961 as introduced by the Taxation Laws (Amendment) Act, 2019 "New Tax Regime" at the time of filing of Income Tax Return for financial year ending March 31, 2023 and onwards. Accordingly, the Company had re-measured Current Tax Liability and Deferred Tax Liability basis the lower rate prescribed. Consequently, the Current Tax Liability and Deferred Tax Liability for the year ended March 31, 2023 had decreased by ₹ 62.99 and ₹ 870.88 respectively, resulting into reduction in tax charge by ₹ 933.87 during the year ended March 31, 2024.
41. The Company has used SAP B1 and SAP RISE accounting software for maintaining its books of account which has a feature of recording the audit trail (Edit Log facility) and the same has operated throughout the year for all relevant transactions recorded in the software except that the audit trail feature is not enabled at the database level for certain changes using privileged/administrative access rights insofar as it relates to SAP B1 and SAP RISE accounting software. For "SARAL" Payroll Software, the audit trail was neither operated nor was enabled during the year. Further, no instance of audit trail feature being tampered with was noted in respect of the accounting softwares except for SARAL application as audit trail was neither operated nor enabled during the year.

Additionally, the audit trail of the previous year has been preserved by the Company as per the statutory requirements for record retention, to the extent it was enabled and recorded in the previous year.

Notes to the Standalone Financial Statements (Contd.)

(₹ in lakhs)

42. RATIO ANALYSIS AND ITS ELEMENTS

	For the year ended March 31, 2025	For the year ended March 31, 2024	Variance
(a) Current Ratio	2.19	2.63	(16.62%)
(b) Debt-Equity Ratio	0.22	0.18	(22.58%)
(c) Debt Service Coverage Ratio	4.25	7.99	*(46.82%)
(d) Return on Equity Ratio	8.50%	10.14%	(16.21%)
(e) Inventory Turnover Ratio	2.50	2.83	(11.51%)
(f) Trade Receivable Turnover Ratio	4.82	4.58	5.27%
(g) Trade Payable Turnover Ratio	5.31	5.51	(3.55%)
(h) Net Capital Turnover Ratio	3.01	2.89	4.33%
(i) Net Profit Ratio	5.77%	7.29%	(20.81%)
(j) Return on Capital Employed	10.33%	11.34%	(8.96%)
(k) Return on Investment	8.05%	8.07%	(0.20%)

Reasons for variance more than 25% in above ratios is explained below :

* Due to increase in Long-Term Borrowings and reduction in earnings.

Sl. No.	Particulars	Numerator	Denominator
(a)	Current Ratio	Current Assets	Current Liabilities
(b)	Debt-Equity Ratio	Total Debt includes Borrowings + Lease liabilities	Total Equity includes Equity Share Capital and Other Equity
(c)	Debt Service Coverage Ratio	Earning available for Debt Service includes Profit for the year + Finance Costs + Depreciation and Amortisation Expenses + Impairment Loss on Receivables + Sundry Debit Balances / Advances written off + Corporate Social Responsibility Expenditure + Net Loss on Sale of Property, Plant and Equipment	Debt Service includes Finance cost + Lease Payments + Principal Repayments
(d)	Return on Equity Ratio	Profit for the Year	Average Total Equity includes Average of Opening and Closing Total Equity
(e)	Inventory Turnover Ratio	Cost of Goods Sold (COGS) includes Cost of Materials and Components Consumed + Purchases of Stock-in-Trade + Increase/ (Decrease) in Inventories of Finished Goods, Stock-in-Trade and Work-in-Progress	Average Inventory includes Average of Opening and Closing Inventories
(f)	Trade Receivable Turnover Ratio	Revenue from Operations	Average Trade Receivables includes Average of Trade Receivables of Current Year and Previous Year
(g)	Trade Payable Turnover Ratio	Purchase includes Purchases of Raw Materials and Components + Stores and Spares + Stock-in-Trade	Average Trade Payables includes Average of Trade Payables of Current Year and Previous Year
(h)	Net Capital Turnover Ratio	Revenue from Operations	Current Assets - Current Liabilities
(i)	Net Profit Ratio	Profit for the year	Revenue from Operations
(j)	Return on Capital Employed	Earning before Interest and Taxes (EBIT) includes Profit before Tax + Finance Costs	Capital Employed includes Total Equity + Borrowings + Lease Liabilities + Deferred Tax Liabilities - Goodwill - Other Intangible Assets
(k)	Return on Investment	Income on Investment includes Interest Income on Investments + Gain on Fair Valuation of Investments through Profit and Loss + Profit/ (Loss) on Sale of Current Investments	Average Investment includes Average of Opening and Closing Investments

Notes to the Standalone Financial Statements (Contd.)

(₹ in lakhs)

43. OTHER STATUTORY INFORMATION

- i. No proceedings has been initiated or are pending against the Company for holding any Benami property under the Benami Transactions (Prohibition) Act, 1988 and rules made thereunder.
- ii. There are no charges or satisfaction which is yet to be registered with ROC beyond the statutory period.
- iii. The Company has not traded or invested in Crypto Currency or Virtual Currency during the financial year.
- iv. The Company has not advanced or loaned or invested funds to any other persons or entities, including foreign entities (Intermediaries) with the understanding that the Intermediary shall:
 - a. directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company (Ultimate Beneficiaries) or
 - b. provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries.
- v. The Company has not received any fund from any persons or entities, including foreign entities (Funding Party) with the understanding (whether recorded in writing or otherwise) that the Company shall :
 - a. directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party (Ultimate Beneficiaries) or
 - b. provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.
- vi. The Company does not have any such transaction which is not recorded in the books of accounts that has been surrendered or disclosed as Income during the year in the Tax Assessments under the Income Tax Act, 1961 (such as, search or survey or any other relevant provisions of the Income Tax Act, 1961).
- vii. The Company does not have balance with the Companies struck off under Section 248 of Companies Act, 2013 or Section 560 of Companies Act, 1956.
- viii. The Company has not been declared as wilful defaulter by any Bank or Financial Institution or other lender.
- ix. There are no exceptional items for the year ended March 31, 2024 and March 31, 2025.

44. The Code on Social Security, 2020 ('Code') relating to employee benefits during employment and post employment benefits received Presidential assent in September 2020. The Code has been published in the Gazette of India. Certain sections of the Code came into effect on May 3, 2024. However, the final rules/interpretation have not yet been issued. The Company believes the impact of changes will not be material.

As per our Report of even date attached

For **S. R. Batliboi & Co. LLP**

Chartered Accountants

ICAI Firm's Registration Number : 301003E/E300005

per **Sanjay Kumar Agarwal**

Partner

Membership No. : 060352

Kolkata
May 24, 2025

Arasu Shanmugam
Director and Chief Executive Officer India
(DIN - 02316638)

For and on behalf of the Board of Directors of
IFGL Refractories Limited

S K Bajoria
Chairman
(DIN - 00084004)

Amit Agarwal
Chief Financial Officer

James L McIntosh
Managing Director
(DIN - 09287829)

Mansi Damani
Company Secretary
(FCS - 6769)

Global Addresses

ASIA

KOLKATA | INDIA

IFGL Refractories Limited
Mcleod House
3, Netaji Subhas Road
Kolkata 700 001, West Bengal
India

KALUNGA | INDIA

IFGL Refractories Limited
Sector 'B'
Kalunga Industrial Estate
P. O. Kalunga 770 031
Dist. Sundargarh, Odisha
India

KANDLA | INDIA

IFGL Refractories Limited
Plot Nos. 638-644, Kandla SEZ
P. O. Gandhidham 370 230
Dist. Kutch, Gujarat
India

VISAKHAPATNAM | INDIA

IFGL Refractories Limited
Plot No. 15G, 15G1, 15H Industrial Park
APIIC - Denotified Area
Atchutapuram, APSEZ
P. O. 531 011, Visakhapatnam
Andhra Pradesh
India

TIANJIN | CHINA

Tianjin Monocon Refractories Co. Ltd.
Tianjin Economic
Development Area
Tianjin 300457
PR China

EUROPE

SHEFFIELD | UK

Sheffield Refractories Limited
Bradshaw Wood
Swinston Hill Road
Dinnington, Sheffield. S25 2RY
United Kingdom

DONCASTER | UK

Monocon International Refractories Ltd.
Old Denaby, Doncaster
South Yorkshire
DN12 4LQ
United Kingdom

BREITSCHIED | GERMANY

hofmann CERAMiC GmbH
Mühlweg 14
D-35767 Breitscheid
Germany

NORTH AMERICA

OHIO | USA

EI Ceramics LLC
2600 Commerce Blvd
Cincinnati, Ohio 45241
USA

MICHIGAN | USA

Mono Ceramics Inc.
Benton Harbor
Michigan 49022
USA



OUR TECHNOLOGY.
YOUR SUCCESS.

IFGL REFRACTORIES LIMITED

CIN: L51909OR2007PLC027954

 +91 33 40106100

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ifgl.ho@ifgl.in 

www.ifglgroup.com 