

**INDEPENDENT AUDITOR'S REPORT ON AUDIT OF ANNUAL CONSOLIDATED
FINANCIAL RESULTS AND REVIEW OF QUARTERLY FINANCIAL RESULTS**

**TO THE BOARD OF DIRECTORS OF
IFB INDUSTRIES LIMITED**

Opinion and Conclusion

We have (a) audited the Consolidated Financial Results for the year ended 31 March 2022 and (b) reviewed the Consolidated Financial Results for the quarter ended 31 March 2022 (refer 'Other Matters' section below), which were subject to limited review by us, both included in the accompanying "Statement of Consolidated Financial Results for the Quarter and year ended 31 March 2022" of IFB Industries LIMITED ("the Parent") and its subsidiaries (the Parent and its subsidiaries together referred to as "the Group"), for the quarter and year ended 31 March 2022, ("the Statement") being submitted by the Parent pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("the Listing Regulations").

(a) Opinion on Annual Consolidated Financial Results

In our opinion and to the best of our information and according to the explanations given to us, the Consolidated Financial Results for the year ended 31 March 2022:

- (i) includes the results of the following entities:

Parent:

IFB Industries Limited

Subsidiaries:

Global Automotive & Appliances Pte Limited (including step- down subsidiary- Thai Automotive & Appliance Limited)

- (ii) is presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended; and
- (iii) gives a true and fair view in conformity with the recognition and measurement principles laid down in the Indian Accounting Standards and other accounting principles generally accepted in India of the consolidated net loss and consolidated total comprehensive loss and other financial information of the Group for the year ended 31 March 2022.

**(b) Conclusion on Unaudited Consolidated Financial Results for the quarter
ended 31 March 2022**

With respect to the Consolidated Financial Results for the quarter ended 31 March, 2022, based on our review conducted and procedures performed as stated in paragraph (b) of Auditor's Responsibilities section below and based on the consideration of the review reports of the branch auditors and other auditors referred to in Other Matters section below, nothing has come to our attention that causes us to believe that the Consolidated Financial Results for the quarter ended 31 March

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2022, prepared in accordance with the recognition and measurement principles laid down in the Indian Accounting Standards and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, including the manner in which it is to be disclosed, or that it contains any material misstatement.

Basis for Opinion on the Audited Consolidated Financial Results for the year ended 31 March 2022

We conducted our audit in accordance with the Standards on Auditing ("SAs") specified under Section 143(10) of the Companies Act, 2013 ("the Act"). Our responsibilities under those Standards are further described in paragraph (a) of Auditor's Responsibilities section below. We are independent of the Group, in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India ("the ICAI") together with the ethical requirements that are relevant to our audit of the Consolidated Financial Results for the year ended 31 March, 2022 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 ICAI's Code of Ethics. We believe that the audit evidence obtained by us, is sufficient and appropriate to provide a basis for our audit opinion.

Management's Responsibilities for the Statement

This Statement, which includes the Consolidated Financial Results is the responsibility of the Parent's Board of Directors and has been approved by them for the issuance. The Consolidated Financial Results for the year ended 31 March 2022, has been compiled from the related audited consolidated financial statements. This responsibility includes the preparation and presentation of the Consolidated Financial Results for the quarter and year ended 31 March 2022 that give a true and fair view of the consolidated net loss and consolidated other comprehensive income and other financial information of the Group in accordance with the recognition and measurement principles laid down in the Indian Accounting Standards, prescribed under Section 133 of the Act, read with relevant rules issued thereunder and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations.

The respective Board of Directors of the companies included in the Group are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Group 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 respective financial results that give a true and fair view and are free from material misstatement, whether due to fraud or error, which have been used for the purpose of preparation of this Consolidated Financial Results by the Directors of the Parent, as aforesaid.

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

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

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Auditor's Responsibilities

(a) Audit of the Consolidated Financial Results for the year ended 31 March 2022

Our objectives are to obtain reasonable assurance about whether the Consolidated Financial Results for the year ended 31 March 2022 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 this Consolidated Financial Results.

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

- Identify and assess the risks of material misstatement of the Annual Consolidated Financial Results, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the Board of Directors.
- Evaluate the appropriateness and reasonableness of disclosures made by the Board of Directors in terms of the requirements specified under Regulation 33 of the Listing Regulations.
- Conclude on the appropriateness of the Board of Directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the ability of the Group to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the Consolidated Financial Results or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Group to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the Annual Consolidated Financial Results, including the disclosures, and whether the Annual Consolidated Financial Results represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the Annual Standalone Financial Information of the entities within the Group to express an opinion on the Annual Consolidated Financial Results. We are responsible for the direction, supervision and performance of the audit of financial information of such entities included in the Annual Consolidated Financial Results of which we are the independent auditors.

Materiality is the magnitude of misstatements in the Annual Consolidated Financial Results that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the Annual Consolidated Financial

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Results may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the Annual Consolidated Financial Results.

We communicate with those charged with governance of the Parent and such other entities included in the Consolidated Financial Results of which we are the independent auditors regarding, among other matters, the planned scope and timing of the audit and significant audit findings including any significant deficiencies in internal control that we identify during our audit.

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

(b) Review of the Consolidated Financial Results for the quarter ended 31 March 2022

We conducted our review of the Consolidated Financial Results for the quarter ended 31 March 2022 in accordance with the Standard on Review Engagements (SRE) 2410 'Review of Interim Financial Information Performed by the Independent Auditor of the Entity', issued by the ICAI. A review of interim financial information consists of making inquiries, primarily of the Company's personnel responsible for financial and accounting matters and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with SAs specified under section 143(10) of the Act and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

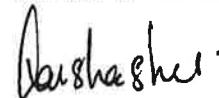
The Statement includes the results of the entities as listed under paragraph (a)(i) of Opinion and Conclusion section above.

Other Matters

- The Statement includes the results for the Quarter ended 31 March 2022 being the balancing figure between audited figures in respect of the full financial year and the published year to date figures up to the third quarter of the current financial year which were subject to limited review by us.

Our report is not modified in respect of this matter.

For **DELOITTE HASKINS & SELLS**
Chartered Accountants
(Firm Registration No. 302009E)



Varsha A. Fadte

Partner

(Membership No. 103999)

UDIN: 22103999AJUROZ1123

Panaji, Goa, 28 May 2022

IFB INDUSTRIES LIMITED
 CIN: L51109WB1974PLC029637
 REGISTERED OFFICE: 14, TARATALA ROAD, KOLKATA-700088
 STATEMENT OF CONSOLIDATED FINANCIAL RESULTS

Particulars	Rs. in lacs			
	Quarter ended		Year ended	
	31.03.2022 Audited(®)	31.12.2021 Unaudited	31.03.2021 Audited(®)	31.03.2022 Audited
1 Revenue from operations	90,044	95,312	82,516	280,080
2 Other income	442	499	698	2,236
3 Total Income (1+2)	90,486	95,811	83,214	282,316
4 Expenses				
(a) Cost of materials consumed	49,682	44,814	39,368	123,639
(b) Purchases of stock-in-trade	3,732	14,175	9,947	35,129
(c) Changes in inventories of finished goods, stock-in-trade and work-in progress	3,777	(607)	(2,827)	(2,307)
(d) Employee benefits expense	9,132	9,508	8,003	30,693
(e) Finance costs	816	810	476	3,091
(f) Depreciation and amortisation expense	2,937	2,926	2,637	11,545
(g) Other expenses	24,754	24,716	22,615	10,242
Total expenses	94,830	96,342	80,219	272,425
5 (Loss)/Profit before exceptional items and tax (3-4)	(4,344)	(531)	2,995	9,891
6 Exceptional items	-	-	-	-
7 (Loss)/Profit before tax (5+6)	(4,344)	(531)	2,995	9,891
8 Tax expense				
(a) Current tax	(514)	1,271	1,713	3,763
(b) Deferred tax	(1,001)	(1,481)	511	(283)
9 (Loss)/Profit for the year/period (7 - 8)	(2,829)	(321)	771	6,411
10 Other comprehensive income/(loss)				
A (i) Items that will not be reclassified to profit or loss	604	(181)	504	(68)
(ii) Income tax relating to items that will not be reclassified to profit or loss	(208)	58	(181)	25
B (i) Items that will be reclassified to profit or loss	74	21	(76)	(14)
(ii) Income tax relating to items that will be reclassified to profit or loss	-	-	-	-
Total other comprehensive income/(loss)	470	(102)	247	(57)
11 Total comprehensive (loss)/income for the year/period (9+10)	(2,359)	(423)	1,018	6,354
(Loss)/Profit for the year/period				
Attributable to:				
Owners of the parent	(2,829)	(321)	771	6,411
Non-controlling interests	-	-	-	-
Total comprehensive (loss)/income for the year/period	(2,359)	(423)	1,018	6,354
Attributable to:				
Owners of the parent	4,128	4,128	4,128	4,128
Non-controlling interests	-	-	-	-
12 Paid-up equity share capital (Face Value - Rs. 10/- each)				
13 Other equity	(6,99)	(0,79)	1,90	65,460
14 Earnings Per Share (of Rs. 10/- each) - Basic and Diluted * - In Rs.				15,82

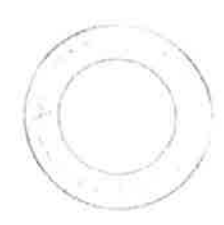


* Figures for quarters are not annualised
 ® The figures for the 3 months ended 31.03.2022 and corresponding 3 months ended 31.03.2021 are the balancing figures between the audited figures in respect of the full financial year and the reviewed year to date figures upto the third quarter of the respective financial years.

SEGMENT WISE CONSOLIDATED REVENUE, RESULTS, ASSETS AND LIABILITIES

Particulars	Rs. in lacs			
	31.03.2022		31.03.2021	
	Audited(@)	Unaudited	Audited(@)	Audited
1 Segment Revenue				
(a) Home appliances	70,212	77,460	64,539	272,330
(b) Engineering	16,910	16,050	16,501	61,721
(c) Motor	1,784	1,085	1,214	4,934
(d) Steel	3,555	3,160	2,955	12,245
Total	92,461	97,755	85,209	286,843
Less: Inter-segment revenue	2,417	2,443	2,693	9,692
Revenue from operations	90,044	95,312	82,516	341,538
2 Segment Results - (Loss)/Profit before interest and tax				
(a) Home appliances	(3,812)	458	2,524	(3,859)
(b) Engineering	905	623	1,827	2,539
(c) Motor	169	(134)	(216)	(221)
(d) Steel	22	29	(75)	32
Total	(2,716)	976	4,060	(1,509)
Less:				
(i) Finance costs	816	810	476	3,176
(ii) Eliminations	(21)	(17)	7	(31)
(iii) Other un-allocable expenditure net off un-allocable income	833	714	582	2,712
Total (Loss)/Profit before tax	(4,344)	(531)	2,995	(7,366)
3 Segment Assets				
(a) Home appliances	136,582	139,250	124,116	136,582
(b) Engineering	45,622	47,065	42,135	45,622
(c) Motor	3,113	2,485	2,874	3,113
(d) Steel	4,146	4,043	3,702	4,146
(e) Unallocable assets	13,583	14,629	16,314	13,583
Total Segment Assets	203,046	207,472	189,141	203,046
4 Segment Liabilities				
(a) Home appliances	108,846	106,722	90,221	108,846
(b) Engineering	24,121	26,127	20,728	24,121
(c) Motor	1,884	1,395	1,319	1,884
(d) Steel	1,560	1,406	1,598	1,560
(e) Unallocable liabilities	1,809	4,637	5,687	1,809
Total Segment Liabilities	138,220	140,287	119,553	138,220

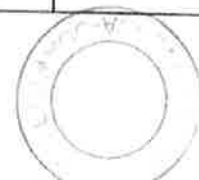
@ The figures for the 3 months ended 31.03.2022 and corresponding 3 months ended 31.03.2021 are the balancing figures between the audited figures in respect of the full financial year and the reviewed year to date figures upto the third quarter of the respective financial years



CONSOLIDATED BALANCE SHEET

Rs. in lacs

Particulars	As at	As at
	31.03.2022	31.03.2021
	Audited	Audited
Assets		
1. Non-current assets		
(a) Property, plant and equipment	51,819	52,824
(b) Capital work-in-progress	1,185	1,883
(c) Right of use assets	13,069	6,834
(d) Investment property	11	11
(e) Goodwill	1,956	2,361
(f) Other intangible assets	2,908	3,338
(g) Intangible assets under development	328	232
(h) Financial assets		
(i) Investments	225	225
(ii) Loans	61	51
(iii) Others	1,691	1,772
(i) Deferred tax assets (net)	205	-
(j) Income tax assets (net)	1,243	9
(k) Other non-current assets	1,923	1,229
2. Current assets		
(a) Inventories		
(b) Financial assets	57,682	46,228
(i) Investments	22,722	25,822
(ii) Trade receivables	31,031	26,569
(iii) Cash and cash equivalents	7,035	9,829
(iv) Other bank balances	2,252	2,419
(v) Loans	60	54
(vi) Others	537	336
(c) Income tax assets (net)	-	645
(d) Other current assets	5,103	6,470
Total assets	203,046	189,141
Equity and liabilities		
Equity		
(a) Equity share capital	4,128	4,128
(b) Other equity	60,698	65,460
Liabilities		
1. Non-current liabilities		
(a) Financial liabilities		
(i) Borrowings	11,467	17,156
(ii) Lease liabilities	10,326	3,894
(iii) Other financial liabilities	37	45
(b) Provisions	5,098	5,912
(c) Deferred tax liabilities (net)	-	2,676
(d) Other non-current liabilities	3,348	2,562
2. Current liabilities		
(a) Financial liabilities		
(i) Borrowings	12,394	6,136
(ii) Lease liabilities	2,118	2,090
(iii) Trade payables		
(A) total outstanding dues of micro enterprises and small enterprises	14,374	10,141
(B) total outstanding dues of creditors other than micro enterprises and small enterprises	66,825	55,406
(iv) Other financial liabilities	1,689	1,799
(b) Other current liabilities	9,645	11,054
(c) Provisions	899	607
(d) Income tax liabilities	-	75
Total equity and liabilities	203,046	189,141

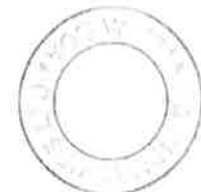


IFB Industries Limited
Consolidated Cash Flow Statement

	For the year ended 31 March 2022 Rs. in lacs	For the year ended 31 March 2021 Rs. in lacs
A. Cash flows from operating activities		
(Loss) / Profit before tax	(7,366)	9,891
Adjustments for:		
Depreciation and amortisation expense	11,545	10,242
Gain on disposal of property, plant and equipment	(7)	(14)
Write-off of property, plant and equipment	101	162
Write-off of capital work in progress	1	-
Write-off of debts/ advances	86	30
Allowances for doubtful debts and advances	20	104
Dividend from investments in mutual fund	-	(23)
Net gain on disposal of mutual funds measured at fair value through profit and loss (FVTPL)	(41)	(98)
Write back of liabilities no longer required	(85)	(380)
Write back of provision on assets no longer required	(62)	(6)
Unrealised exchange loss / (gain)	317	(888)
Interest income on financial assets	(252)	(450)
Net gain arising on mutual funds measured at FVTPL	(1,018)	(783)
Net (gain)/loss arising on derivative instruments measured at FVTPL	(315)	974
Income in respect to deferred revenue from government grant	(160)	(19)
Finance costs	2,900	2,821
Operating profit before working capital changes	5,673	21,563
Adjustments for:		
Trade payables	15,698	18,651
Provisions	(604)	(532)
Other financial liabilities	(1)	201
Other liabilities	(470)	2,934
Trade receivables	(4,490)	(6,214)
Other financial assets	3	(290)
Other assets	1,196	1,428
Loans	(16)	6
Inventories	(11,468)	(7,904)
Cash generated from operations	5,621	29,843
Income tax paid (net of refunds)	(565)	(651)
Net cash generated from operating activities	5,056	29,192
B. Cash flows from investing activities		
Purchase of property, plant and equipment and intangible assets	(7,386)	(9,330)
Proceeds from sale of property, plant and equipment	80	166
Investment in equity shares of a company (other than subsidiary)	-	(225)
Government grant received	-	1,702
Consideration paid to the Non-controlling shareholders of a subsidiary	-	(1,430)
Purchase of current investments (mutual funds)	(13,639)	(74,921)
Sale of current investments (mutual funds)	17,798	65,281
Increase in bank balances (with maturity more than 12 months)	167	(396)
Interest income on financial assets	256	490
Net cash used in investing activities	(2,724)	(18,663)
C. Cash flows from financing activities		
Proceeds from borrowings	20,719	9,770
Repayment of borrowings	(20,424)	(15,461)
Lease rent paid - principal portion	(3,470)	(3,034)
Lease rent paid - interest portion	(164)	(135)
Finance costs	(1,806)	(2,317)
Net cash generated used in financing activities	(5,145)	(11,177)
Net change in cash and cash equivalents (A+B+C)	(2,813)	(648)
Cash and cash equivalents at the beginning of the year	9,829	10,487
Foreign currency translation adjustment on cash and cash equivalent	19	(10)
Cash and cash equivalents at the end of the year	7,035	9,829

Note:

The above cash flow statement has been prepared under the "Indirect Method" as set out in Ind AS 7 - Statement of Cash Flows



Notes:

- 1 The consolidated financial results were reviewed by the Audit Committee and approved by the Board of Directors of the Company at its meeting held on 28 May 2022. This statement is as per Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as modified by circular number CIR/CFD/FAC/S2/2016 dated 5 July 2016.
- 2 The spread of COVID-19 has impacted businesses around the globe. IFB Industries Limited and its subsidiaries operation and financial results for the year ended 31 March 2022 have been impacted by COVID-19 pandemic. On the basis of the assessment done by the management the carrying amounts of assets are recoverable.
- 3 During the year, the Hon'ble National Company Law Tribunal (NCLT), Kolkata Bench vide its order dated 27 January, 2022 has approved the 'Scheme of Amalgamation' of wholly owned subsidiary of IFB Industries Limited (IFBIL) namely Trishan Metals Private Limited (TMPL) (Transferor Company) with IFBIL (Transferee Company) with appointed date 1 April, 2021. IFBIL filed the certified copy of the said order along with the requisite form with the Registrar of Companies, Kolkata on 19 February, 2022 (effective date).
The 'Scheme of Amalgamation' has accordingly been given effect during the quarter in the financial statements from the appointed date. The effects of the Scheme of Amalgamation has been accounted for in the books of accounts in accordance with the Scheme and is in accordance with the Indian Accounting Standards. The Scheme of amalgamation being a common control transaction, as per the requirement of Appendix C of Ind AS 103 on Business Combination, the pooling of interest method has been applied and the comparative figures have been restated for the accounting impact of the Scheme.
- 4 IFB Industries Limited and its subsidiaries are primarily engaged in business of fine blanked components, home appliances, motors and steel. Accordingly IFB Industries Limited and its subsidiaries considers the above business segment as the primary segment. These segments have been reported in the manner consistent with the internal reporting to the Chief Executive Officers who are the chief operating decision makers.

Place: Verna

Date : 28 May 2022



On behalf of the Board of Directors


Bikramjit Nag
Joint Executive Chairman and Managing Director