

IFGL Monocon Holdings Limited
Financial statements
For the year ended 31 March 2009



Company information

Company registration number:	05541606
Registered office:	Davy Road Old Denaby DONCASTER DN12 4LQ
Directors:	Mr B P Bajoria Mr S K Bajoria Mr P D Manpuria Mr C C Schueppert Mr A Chhawchharia
Secretary:	Mr A Chhawchharia
Bankers:	ICICI Bank 21 Knightsbridge LONDON SW1X 7LY
Auditor:	Grant Thornton UK LLP Chartered Accountants Registered Auditors 2 Broadfield Court SHEFFIELD S8 0XF

Index to the financial statements

Report of the directors	1 - 2
Report of the independent auditor	3 - 4
Principal accounting policies	5
Balance sheet	6
Notes to the financial statements	7 - 8

Report of the directors

The directors present their report and audited financial statements for the year ended on 31 March 2009.

Principal activity

The principal activity of the company is that of a holding company. The company did not trade in either the current or previous year and accordingly no profit and loss account is included in these financial statements.

Directors

The following persons continued to hold office of director of the Company during the year under review:

Mr B P Bajoria
Mr S K Bajoria
Mr P D Manpuria
Mr C C Schueppert
Mr A Chhawchharia

Directors Interests

There are no directors interests requiring disclosure under the Companies Act 1985. None of the directors hold any ordinary share of the Company. Interests, if any of these Directors in Indian holding Company, IFGL Refractories Limited will be disclosed in financial statements of said Company.

Directors' responsibilities

The directors are responsible for preparing the Report of the directors and the financial statements in accordance with applicable law and regulations.

Company law requires the directors to prepare financial statements for each financial year. Under that law the directors have elected to prepare financial statements in accordance with United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice). The financial statements are required by law to give a true and fair view of the state of affairs of the company and of the profit or loss of the company for that period. In preparing these financial statements, the directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgments and estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The directors are responsible for keeping proper accounting records that disclose with reasonable accuracy at any time the financial position of the company and enable them to ensure that the financial statements comply with the Companies Act 1985. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Report of the directors

Directors' responsibilities (continued)

In so far as the directors are aware:

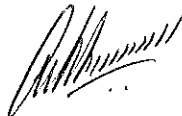
- there is no relevant audit information of which the Company's auditors are unaware;
- the directors have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditors are aware of that information.

The directors are responsible for the maintenance and integrity of the website. Information published on the website is accessible in many countries and legislation in the UK concerning the preparation and dissemination of Financial Statements may differ from legislation in other jurisdictions.

Auditors

Grant Thornton UK LLP, having expressed their willingness to continue in office, will be deemed reappointed for the next financial year in accordance with section 487(2) of the Companies Act 2006 unless the company receives notice under section 488(1) of the Companies Act 2006.

BY ORDER OF THE BOARD



Mr A Chhawchharia
Secretary
22 July 2009



Report of the independent auditor to the members of IFGL Monocon Holdings Limited

We have audited the financial statements of IFGL Monocon Holdings Limited for the year ended 31 March 2009 which comprise the principal accounting policies, the balance sheet and notes 1 to 6. These financial statements have been prepared under the accounting policies set out therein.

This report is made solely to the company's members, as a body, in accordance with Section 235 of the Companies Act 1985. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in an auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of directors and auditor

The directors' responsibilities for preparing the Report of the directors and the financial statements in accordance with United Kingdom law and Accounting Standards (United Kingdom Generally Accepted Accounting Practice) are set out in the Statement of Directors' Responsibilities.

Our responsibility is to audit the financial statements in accordance with relevant legal and regulatory requirements and International Standards on Auditing (UK and Ireland).

We report to you our opinion as to whether the financial statements give a true and fair view and are properly prepared in accordance with the Companies Act 1985. We also report to you whether, in our opinion, the information given in the Report of the directors is not consistent with the financial statements.

In addition we report to you if, in our opinion, the company has not kept proper accounting records, if we have not received all the information and explanations we require for our audit, or if information specified by law regarding directors' remuneration and other transactions is not disclosed.

We read the Report of the directors and consider the implications for our report if we become aware of any apparent misstatements within it.

Basis of audit opinion

We conducted our audit in accordance with International Standards on Auditing (UK and Ireland) issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgements made by the directors in the preparation of the financial statements, and of whether the accounting policies are appropriate to the company's circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or other irregularity or error. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the financial statements.



Report of the independent auditor to the members of IFGL Monocon Holdings Limited

Opinion

In our opinion:

- the financial statements give a true and fair view, in accordance with United Kingdom Generally Accepted Accounting Practice, of the state of the Company's affairs as at 31 March 2009;
- the financial statements have been properly prepared in accordance with the Companies Act 1985; and
- the information given in the Report of the directors is consistent with the financial statements.

Grant Thornton UK LLP

GRANT THORNTON UK LLP
REGISTERED AUDITOR
CHARTERED ACCOUNTANTS

SHEFFIELD
28 July 2009

Principal accounting policies

Basis of preparation

The financial statements have been prepared under the historical cost convention and in accordance with applicable United Kingdom accounting standards.

The principal accounting policies of the Company are set out below. The policies have remained unchanged from the previous year.

Consolidation

The company is exempt from preparing consolidated financial statements under section 228 of the Companies Act 1985. These financial statements therefore represent information about the company as an individual undertaking and not about its group.

Investments

Investments are included at cost less amounts written off.

Balance sheet

	Note	2009 £'000	2008 £'000
Fixed assets			
Investments	1	<u>5,025</u>	<u>5,025</u>
		<u>5,025</u>	<u>5,025</u>
Creditors: amounts falling due within one year	2	<u>(25)</u>	<u>(25)</u>
Net current liabilities		<u>(25)</u>	<u>(25)</u>
Total assets less current liabilities		<u>5,000</u>	<u>5,000</u>
Capital and reserves			
Called up share capital	3	<u>5,000</u>	<u>5,000</u>
Shareholders' funds		<u>5,000</u>	<u>5,000</u>

The financial statements were approved by the Board of Directors on 22 July 2009.


Mr A Chhawchharia

Director

The accompanying accounting policies and notes form an integral part of these financial statements.

Notes to the financial statements

1 Fixed asset investments

	Investment in subsidiary undertakings £'000
Cost at 31 March 2009 and 31 March 2008	<u>5,025</u>

At 31 March 2009, the Group held 20% or more of the allotted share capital of the following:

Company and Group	Country of registration and operation	Class of share capital held	Proportion held
Monocon International Refractories Limited	England and Wales	Ordinary shares	100%
Monocon Overseas Limited***	England and Wales	Ordinary shares	100%
Mono Ceramics Inc*	USA	Share stock \$1	100%
Goricon Metallurgical Services Limited***	England and Wales	Ordinary shares	100%
Goricon LLC**	USA	Share stock	100%
Hofmann Ceramics Limited***	England and Wales	Ordinary shares	100%
IFGL Pyemetric LLC**	USA	Share stock	51%
Hofmann Ceramics LLC**	USA	Share stock	100%
IFGL Gmbh***	Germany	Ordinary shares	100%
Hofmann Ceramics Gmbh****	Germany	Ordinary shares	96.16%
Hofmann OHG Gmbh****	Germany	Ordinary shares	100%
Hofmann Ceramics SRO*****	Czech Republic	Ordinary shares	92%

* Held through Monocon Overseas Limited

** Held through Mono Ceramics Inc

*** Held through Monocon International Refractories Limited

**** Held through IFGL Gmbh

***** Held through Hofmann Ceramics Gmbh

Monocon International Refractories Limited, Mono Ceramics Inc., Goricon Metallurgical Services and Goricon LLC manufacture refractory products and equipments for the steel industry. The Hofmann Group of companies also manufacture refractory and ceramic products. Monocon Overseas Limited and IFGL Gmbh are intermediate holding Companies.

2 Creditors: amounts falling due within one year

	2009	2008
	£'000	£'000
Amounts owed to Group undertakings	<u>25</u>	<u>25</u>

Notes to the financial statements

3 Share capital

	2009 £'000	2008 £'000
Authorised		
5,000,000 ordinary shares of £1 each	<u>5,000</u>	<u>5,000</u>
Allotted, called up and fully paid		
5,000,000 ordinary shares of £1 each	<u>5,000</u>	<u>5,000</u>

4 Immediate and ultimate parent undertakings

The immediate parent company is IFGL Worldwide Holdings Limited, a company registered in the Isle of Man, and the ultimate parent company is IFGL Refractories Limited, a company registered in India.

IFGL Refractories Limited prepare Group financial statements and copies can be obtained from its head and corporate office at 3 Netaji Subhas Road, Kolkata - 7000 001, India.

The largest Group of undertakings for which Group accounts have been drawn up is that headed by IFGL Refractories Limited in India.

5 Related party transactions

The Company has taken advantage of the exemption in Financial Reporting Standard 8 from the requirement to disclose transactions with Group companies on the grounds that consolidated financial statements are prepared by the ultimate parent company.

6 Contingencies

There is a cross guarantee between all UK members to the IFGL Worldwide Holdings Limited group of companies on all bank borrowings with HSBC plc. At 31 March 2009 the amount thus guaranteed by the company was £3,987,269.