



# R.K. GOVIL & CO.

CHARTERED ACCOUNTANTS

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To  
The Members of  
**ALPS INDUSTRIES LIMITED**

## Report on the Standalone Financial Statements

### Qualified Opinion

We have audited the accompanying standalone financial statements of **ALPS INDUSTRIES LIMITED** ("the Company") which comprise the Balance Sheet as at **31st March, 2022**, the Statement of Profit and Loss (including Other Comprehensive Income), the Statement of Changes in Equity and the Cash Flow Statement for the year then ended, and a summary of the significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, except for the effects of the matter described in the Basis for Qualified Opinion section of our report, the aforesaid financial statements 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 31st, 2022 and loss, total comprehensive income, changes in equity and its cash flows for the year ended on that date.

### Basis for Qualified Opinion

Refer to note no. 38 to the notes on accounts, the Company has not provided for its liability towards interest & part of principal loan, waived earlier, and impact of retained earnings in terms of draft rehabilitation scheme and now revoked by its consented lenders amounting to Rs. 167553.94 lakh, accordingly the loss for the year and loan liability would have been increased and shareholder's fund would have been reduced to that extent.

### Emphasis of Matters

We draw attention to Note No. 13 to the financial statements which indicate that the Company net worth is in negative. Further we draw attention to note no 38 related to preparation of financial statement on going concern basis on the expectation of the company to get the necessary resolution for restructuring /settlement of debts and to meet its financial obligation and continuation of giving effect to earlier consented scheme though now revoked. Furthermore we draw attention to Note no. 40 and Note no. 45 related to sale of all operative fixed assets and inventory by its lenders under the provision of SARFAESI Act and service of notice for one month notice period to most of its employees as per the term of the employment. This indicates significant doubts on the ability of the company to continue as a going concern. However, in view of the decision of management and the resolution passed by the board in its meeting held on dated 13<sup>th</sup> May' 2022 to continue business activities through trading or otherwise and maintain the status of company as going concern, our opinion is not modified in this regard.

### Key Audit Matters -

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the financial statements of the current period. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters. In addition to the matter described in the Basis for Qualified Opinion section we have determined that there are no key audit matters to be communicated in our report.



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### **Information Other than the Financial Statement and Auditor's Report Thereon**

The Company's Board of Directors is responsible for the other information. The other information comprises the information included in the Management Discussion and Analysis, Board's Report including Annexure to Board's Report, Business Responsibility Report, Corporate Governance and Shareholder's Information, but does not include the standalone financial statement and our auditor's report thereon.

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

In connection with our audit of financial statement, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statement 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.

### **Management's Responsibility for the Financial Statements**

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 with respect to the preparation of these financial statements that give a true and fair view of the Financial Position, Financial Performance including Other Comprehensive Income, Cash flows and the Statement of Change 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 Companies (Accounting Standards) Rule, 2015, as amended.

This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the Financial 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 Standalone Ind AS financial statement by the Directors of the Company, as aforesaid.

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. That Board of Directors are also responsible for overseeing the Company's financial reporting process.

### **Auditor's Responsibility**

Our objectives are to obtain reasonable assurance about whether the Standalone Ind AS 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 Ind AS financial statements.

A further description of the auditor's responsibilities for the audit of the Standalone Ind AS financial statement is included in **Annexure A**. This description forms part of our auditor's report.

Our Opinion on the Standalone Ind AS financial statement, and our report on Other Legal and Regulatory Requirement below, is not modified in respect of the above matters with respect to our reliance on the work done and the reports of the others auditors and the financial statement / financial information certified by the Management.

#### **Report on Other Legal and Regulatory Requirements**

As required by the Companies (Auditor's Report) Order, 2020 ("the Order") issued by the Central Government in terms of Section 143 (11) of the Act, we give in "**Annexure B**" a statement on the matters specified in paragraphs 3 and 4 of the Order.

As required by Section 143(3) of the Act, based on our audit we report 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;
- c. The Balance Sheet, the Statement of Profit and Loss including Other Comprehensive Income, Statement of Changes in Equity and the Statement of Cash Flow 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 Indian Accounting Standards prescribed under section 133 of the Act.
- e. On the basis of the written representations received from the directors as on 31st March 2022 and taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2022, from being appointed as a director in terms of Section 164 (2) of the Act;
- f. With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in "**Annexure C**". Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Company's internal financial controls over financial reporting.
- g. With respect to the other matters to be included in the Auditor's Report in accordance with the requirements of section 197(16) of the Act, as amended, In our opinion and to the best of our information and according to the explanations given to us, the remuneration paid by the Company to its directors during the year is in accordance with the provisions of section 197 of the Act.
- h. 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, 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 financial statements- Refer Note No. 36 & 37 to the 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 is no amount which was 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 notes to accounts, 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 entity(ies) 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 notes to the accounts, no funds have been received by the company from any person(s) or entity(ies), 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 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 (i) and (ii) of Rule 11(e) as provided under (a) and (b) above, contain any material mis-statement.
- V. No dividend have been declared or paid during the year by the company.

**Place: Ghaziabad**  
**Date: May 30, 2022**  
**UDIN: 22538077AJXMTR4062**

**For R. K. Govil & Co.**  
**Chartered Accountants**  
(Firm Reg. No. 748C)  
  
**(Dipender Gupta)**  
Partner  
Membership No: 538077



## **Annexure 'A' to Auditors Report Responsibilities for Audit of Ind AS Financial Statement**

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 Ind AS 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 Companies Act 2013, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls with reference to Financial Statement 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 Standalone Ind AS 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 Ind AS financial statements including the disclosures and whether the Standalone Ind AS 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 entity or business activities to express an opinion on the Standalone Ind AS financial statement. We are responsible for the direction, supervision and performance of the audit of the financial statement of such entries included in the financial statement of which we are the independent auditors. For the other entity included in the Standalone Ind AS financial Statement.

Materiality is the magnitude of misstatements in the standalone financial statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the financial statements 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 financial statements.



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 Ind AS financial statements of the current period 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.

**Place: Ghaziabad**

**Date: May 30, 2022**

**UDIN: 22538077AJXMTR4062**

**For R. K. Govil & Co.**

**Chartered Accountants**

(Firm Reg. No. 000748C)



**(Dipender Gupta)**

Partner

Membership No: 538077

## ANNEXURE "B" TO INDEPENDENT AUDITORS' REPORT

The Annexure referred to in Independent Auditors' Report to the members of the Company on the standalone financial statements for the year ended 31 March 2022, we report that:

- 1)
  - a. The Company has maintained proper records, showing full particulars including quantitative details and situation of its Property, Plant and equipment.
  - b. As explained to us, the management has physically verified all the Property, Plant and equipment during the year, in a phased periodical manner, which in our opinion is reasonable having regard to the size of the Company. We have been informed that no material discrepancies were noticed on such physical verification during the year.
  - c. According to the information and explanations given to us and on the basis of our examination of the records of the Company, the title deeds of immovable properties are held in the name of the Company.
  - d. According to the information and explanations given to us and on the basis of our examination of the records of the company, the company has not revalued its Property, plant and equipment (including Right-of-use assets) or intangible assets or both during the year.
  - e. According to the information and explanations given to us and on the basis of our examination of the records of the company, there are no proceedings initiated or pending against the company for holding any benami property under the Prohibition of Benami Property Transaction Act 1988 and rules made there under.
- 2)
  - a. The inventory has been physically verified during the year by the management in phased manner. In our opinion and according to the information and explanations given to us, the procedure of physical verification of inventory followed by the management is reasonable and adequate in relation to the size of the Company and the nature of its business. No discrepancies were noticed on verification between the physical stocks and the book records that were 10% or more in the aggregate for each class of inventory.
  - b. According to the information and explanations given to us and on the basis of our examination of the records of the company, The company's sanctioned secured working capital limits from Financial Institutions have already been recalled and became overdue, No such quarterly returns or statements filed by the company with such banks or financial institutions during the year,
- 3) According to the information and explanation given to us, the company has not made any investment, provided guarantee or security or granted any loans or advances in the nature of loans, secured or unsecured, to companies, firms or other parties. Accordingly paragraph 3 (iii) of the order is not applicable.
- 4) In our opinion and according to the information and explanations given to us, the Company has complied with the provisions of section 185 and 186 of the Act, with respect to the loans and investments made.
- 5) In our opinion and according to the information and explanations given to us, the company has not accepted any deposits or amounts which are deemed to be deposits from the public. Accordingly, clause 3(v) of the order is not applicable.



- 6) We were informed that company has maintained cost records pursuant to Companies (Cost Records and Audit) Rules, 2014 as amended and prescribed by the Central Government under section 148(1) of the Companies Act, 2013 and we are of the opinion that prima facie, the prescribed cost records have been maintained. We have however not made a detailed examination of the records with a view to determine whether they are accurate and complete.
- 7) The Company is generally regular in depositing undisputed statutory dues including Provident Fund, Employees' State Insurance, Income-tax, Sales tax, Service Tax, Duty of Custom, Duty of Excise, Value Added Tax, Cess and any other statutory dues applicable to it with the appropriate authorities.  
According to the information and explanations given to us, no undisputed amounts payable in respect of Income-tax, Service Tax, Sales-tax, Duty of Custom, Duty of Excise, Cess, Goods and Service Tax and other aforesaid statutory dues were outstanding as at 31st March, 2022 for a period of more than six months from the date they became payable.
- 8) According to the information and explanations given to us and on the basis of our examination of the records of the company, the company has not surrendered or disclosed any transactions, previously unrecorded as income in the books of account, in the tax assessments under the Income-Tax Act, 1961 as income during the year.
- 9) a) The Company has defaulted in repayment of entire loans and the payment of interest thereon to its lenders, the period and the amount of default is reported as below:

Nature of borrowing, including debt securities	Name of Lender	Amount not paid on due date (as outstanding in Books as on 31.3.22) Rs. in Lakh	Whether principal or interest	No. of days delay or unpaid
Term Loans and Working Capital Loans	Edelweiss Assets Reconstruction company Limited (EARC)	54199	Principal & Interest Both	Refer below Remarks
	HDFC Bank	798	Principal & Interest Both	Refer below Remarks

**Remarks:**

- The entire debt of the company including interest thereon has become overdue.
- EARC has recalled the loan vide its letter dated on 11.12.2017. The above balance towards EARC is after accounting for by the company, the waivers and concessions which were in principal approved by EARC to restructure the debts of the company under SICA which could not be implemented due to repeal of SICA. The said in principal approval stood withdrawn thereafter however the company is in discussion with them to restructure its debts and pending finalization maintain the status of debts as per in principal approval. In the event of failure of restructuring discussion, the liability of company will increase on account of principal by about Rs. 25513 lakh and on account of interest by Rs. 124082 lakh.
- The entire debt towards HDFC has become overdue since 2018.

- b) No Term loan, short term loan or any other fund has been taken by the company during the year.





10)

- A. The Company did not raise any money by way of initial public offer or further public offer (including debt instruments) and term loans during the year. Accordingly, paragraph 3 (x)(a) of the Order is not applicable.
- B. According to the information and explanations given to us and on the basis of our examination of the records, the company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year. Accordingly, clause 3(x)(b) of the order is not applicable.

11)

- A. Based on examination of the books and records of the company and according to the information and explanations given to us, considering the principles of materiality outlined in Standards on Auditing, we report that no fraud by the company or on the company has been noticed or reported during the course of the audit.
- B. No report under sub section (12) of section 143 of the companies act, 2013 has been filed by the auditors in Form ADT-4 as prescribed under Rule 13 of companies (Audit and Auditors) Rules, 2014 with the Central Government.
- C. Based on examination of the books and records of the company and according to the information and explanations given to us, no whistle blower complaint has been received by the company during the year while determining the nature, timing and extent of our audit procedures.

12) According to the information and explanations given to us, the company is not a Nidhi Company. Accordingly, clause 3(xii) of the order is not applicable

13) In our opinion and according to the information and explanations given to us, the transactions with related parties are in compliance with section 177 and 188 of companies Act, 2013, where applicable, and the details of the related party transactions have been disclosed in the standalone financial statements as required by the applicable Indian Accounting Standards.

14) a. Based on information and explanations provided to us and our audit procedures, in our opinion, the company has an internal audit system commensurate with the size and nature of its business.

b. We have considered the internal audit reports of the company issued till date for the period under audit.

15) According to the information and explanations given to us and based on our examination of the records of the Company, the Company has paid/provided for managerial remuneration in accordance with the requisite approvals mandated by the provisions of section 197 read with Schedule V to the Companies Act, 2013.

16) In our opinion and according to the information and explanations given to us, the company has not entered into any non-cash transactions with its directors or persons connected to its directors and hence, provisions of section 192 of the companies Act, 2013 are not applicable to the company.

17) A. In our opinion and based on our examination, The company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934. Accordingly, clause of the order is not applicable.



B. In our opinion and based on our examination, The company has not conducted any Non-Banking Financial or Housing Finance activities without a valid Certificate of Registration (CoR) from the Reserve Bank of India as per the Reserve Bank of India, 1934.

C. In our opinion and based on our examination, The company is not a core investment company (CIC) as defined in the regulations made by the Reserve Bank of India. Accordingly, clause of the order is not applicable.

D. According to the information and explanations provided to us by the management during the course of audit, the group does not have any CIC of the Group. Accordingly, the requirements of clause are not applicable.

- 18) The company has incurred cash losses of Rs. 1,735.22 Lakhs in the current financial year and no cash losses were there in the immediately preceding financial year.
- 19) There has been no resignation of the statutory auditors during the year. Accordingly, clause 3(xviii) of the order is not applicable.
- 20) We are not able to comment, whether company is capable of meeting its liabilities or not as and when they fall due within a period of one year from the balance sheet date in view of ongoing talks of company with its lenders with regards to settlement of dues, refer to note no. 38.
- 21) In our opinion and according to the information and explanations given to us, there is no unspent amount under sub-section (5) of section 135 of the companies Act, 2013 pursuant to any project. Accordingly, clauses 3(xx)(a) and 3(xx)(b) of the order are not applicable.

**Place: Ghaziabad**  
**Date: May 30, 2022**  
**UDIN: 22538077AJXMTTR4062**

**For R. K. Govil & Co.**  
**Chartered Accountants**  
(Firm Reg. No. 000748C)



**(Dipender Gupta)**  
Partner  
Membership No: 538077



## **ANNEXURE "C" TO INDEPENDENT AUDITORS' REPORT**

### **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 over financial reporting of **ALPS INDUSTRIES LIMITED** (the Company) as of **31 March, 2022** 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 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.

#### **Auditors' Responsibility**

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting 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, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India.

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 over financial reporting 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 system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, 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 judgment, 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 system over financial reporting.

#### **Meaning of Internal Financial Controls over Financial Reporting**

A company's internal financial control over financial reporting 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 over financial reporting 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 authorizations of management and directors of the company; and
3. Provide reasonable assurance regarding prevention or timely detection of unauthorized 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 over Financial Reporting**

Because of the inherent limitations of internal financial controls over financial reporting, 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 over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting 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, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31 March 2022, 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.

**Place: Ghaziabad**  
**Date: May 30, 2022**  
**UDIN: 22538077AJXMTTR4062**

**For R. K. Govil & Co.**  
**Chartered Accountants**  
(Firm Reg. No. : 000748C)



**(Dipender Gupta)**  
Partner  
Membership No: 538077





To  
The Members of  
**ALPS INDUSTRIES LIMITED**

**Report on the Consolidated Financial Statements**

**Qualified Opinion**

We have audited the accompanying consolidated financial statements of **ALPS INDUSTRIES LIMITED** (hereinafter referred to as "the Company") and its subsidiaries (the Company and its subsidiaries together referred to as "the Group"), comprising the Consolidated Balance Sheet as at March 31, 2022, the Consolidated Statement of Profit and Loss (including other comprehensive income), the Consolidated Statement of Changes in Equity, the Consolidated Statement of Cash Flows for the year then ended, and a summary of the significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, except, for the effects of the matter described in the Basis for Qualified Opinion paragraph above, the aforesaid consolidated financial statements give the information required by 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, 2022, and its loss, total comprehensive income, the changes in equity and its cash flows for the year ended on that date.

**Basis for Qualified Opinion**

Refer to note no. 38 to the notes on accounts, the Company has not provided for its liability towards interest & part of principal loan, waived earlier, and impact of retained earnings in terms of draft rehabilitation scheme and now revoked by its consented lenders amounting to Rs. 167553.94 lakh, accordingly the loss for the year and loan liability would have been increased and shareholder's fund would have been reduced to that extent.

**Emphasis of Matters**

We draw attention to Note No. 13 to the financial statements which indicate that the Company net worth is in negative. Further we draw attention to note no 38 related to preparation of financial statement on going concern basis on the expectation of the company to get the necessary resolution for restructuring /settlement of debts and to meet its financial obligation and continuation of giving effect to earlier consented scheme though now revoked. Furthermore we draw attention to Note no. 40 and Note no. 45 related to sale of all operative fixed assets and inventory by its lenders under the provision of SARFAESI Act and service of notice for one month notice period to most of its employees as per the term of the employment. This indicates significant doubts on the ability of the company to continue as a going concern. However, in view of the decision of management and the resolution passed by the board in its meeting held on dated 13<sup>th</sup> May' 2022 to continue business activities through trading or otherwise and maintain the status of company as going concern, our opinion is not modified in this regard.

**Key Audit Matters**

Key audit matters are those matters that, in our professional judgment, were of *most significance* in the audit of the financial statements of the current period. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon and we do not provide a separate opinion on these matters. In addition to the matter described below



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to be the key audit matters to be communicated in our report. Key audit matters are selected from matters communicated with those charged with governance.

### **Other Matters**

1. We have relied upon the unaudited financial statements of M/s Alps USA Inc., the subsidiary company, whose financial statements reflect total assets of Rs. 401.02 Lakhs as at 31st March, 2022, total expense of Nil, cash flows amounting to Nil for the year then ended. These unaudited financial statements, as approved by the Board of Directors of this company and translated from US\$ into INR have been furnished to us by the Management and our report insofar as it relates to the amounts included in respect of this subsidiary is based solely on such approved unaudited financial statements. In our opinion and according to the information and explanations given to us by the management, these financial statements are not material to 'the Group'.

2. Our opinion on the Consolidated Financial Statements, and our report on other legal and regulatory requirements below, except, for the effects of the matter described in the Basis for Qualified Opinion paragraph above, is not qualified in respect of the above Emphasis of Matters and Other Matters.

### **Information Other than the Financial Statement and Auditor's Report Thereon**

The Company's Board of Directors is responsible for the other information. The other information comprises the information included in the Management Discussion and Analysis, Board's Report including Annexure to Board's Report, Business Responsibility Report, Corporate Governance and Shareholder's Information, but does not include the standalone financial statement and our auditor's report thereon.

Our opinion on the financial statement does not cover the other information and we do not express and form of assurance conclusion thereon.

In connection with our audit of financial statement, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statement 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.

### **Management's Responsibility for the Financial Statements**

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 with respect to the preparation of these financial statements that give a true and fair view of the Financial Position, Financial Performance including Other Comprehensive Income, Cash flows and the Statement of Change 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 Companies (Accounting Standards) Rule, 2015, as amended.

This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating



effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the Financial 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 Standalone Ind AS financial statement by the Directors of the Company, as aforesaid.

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. That Board of Directors are also responsible for overseeing the Company's financial reporting process.

### **Auditor's Responsibility**

Our objectives are to obtain reasonable assurance about whether the Standalone Ind AS 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 Ind AS financial statements.

A further description of the auditor's responsibilities for the audit of the Standalone Ind AS financial statement is included in **Annexure A**. This description forms part of our auditor's report.

Our Opinion on the Standalone Ind AS financial statement, and our report on Other Legal and Regulatory Requirement below, is not modified in respect of the above matters with respect to our reliance on the work done and the reports of the others auditors and the financial statement / financial information certified by the Management.

### **Report on Other Legal and Regulatory Requirements**

As required by the companies (Auditor's Report) Order, 2020 ("the Order") issued by the central Government of India in terms of section 143(11) of the Act, we give in the "Annexure B" a statement on the matters specified in paragraph 3 and 4 of the order, to the extent applicable.

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 of the aforesaid consolidated financial statements.
- b. In our opinion, proper books of account as required by law maintained by the Holding Company, its subsidiaries included in the Group, including relevant records relating to preparation of the aforesaid consolidated financial statements have been kept so far as it appears from our examination of those bookstand records of the Holding Company.
- c. The Consolidated Balance Sheet, the Consolidated Statement of Profit and Loss (including Other Comprehensive Income), Consolidated Statement of Changes in Equity and the Consolidated Statement of Cash Flows dealt with by this Report are in agreement with the relevant 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 Indian Accounting Standards prescribed under Section 133 of the Act.
- e. On the basis of the written representations received from the directors of the Holding Company as on 31<sup>st</sup> March, 2022 taken on record by the Board of Directors of the Holding Company and of its subsidiary companies, none of the directors of the Group companies, is disqualified as on 31st March, 2022 from being appointed as a director in terms of Section 164(2) of the Act.
- f. With respect to the adequacy of the internal financial controls over financial reporting of the Holding Company, its subsidiary companies, the operating effectiveness of such controls, refer to our separate Reporting Annexure B.
- g. With respect to the other matters to be included in the Auditor's Report in accordance with the requirements of section 197(16) of the Act, as amended, In our opinion and to the best of our information and according to the explanations given to us, the remuneration paid by the Company to its directors during the year is in accordance with the provisions of section 197 of the Act.
- h. With respect to the other matters to be included in the Auditors' Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
- i. The consolidated financial statements disclose the impact of pending litigations as at March 31, 2022 on the consolidated financial position of the Group (Refer Note No. 36 & 37).
  - ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
  - iii. There was no amount which was 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 notes to accounts. 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 entity(ies) 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 notes to the accounts, no funds have been received by the company from any person(s) or entity(ies), 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 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 (i) and (ii) of Rule 11(e). as provided under (a) and (b) above, contain any material mis-statement.

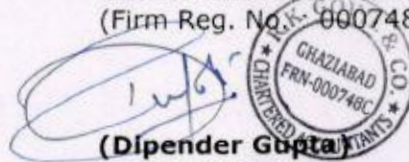
- v. No dividend have been declared or paid during the year by the company.

Place: Ghaziabad

Date: May 30, 2022

UDIN: 22538077AJXPRU7712

**For R. K. Govil & Co.**  
**Chartered Accountants**  
(Firm Reg. No. 000748C)



**(Dipender Gupta)**

Partner

Membership No: 538077

**Annexure 'A' to Auditors Report  
Responsibilities for Audit of Ind AS Financial Statement**

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 Ind AS 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 Companies Act 2013, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls with reference to Financial Statement 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 Standalone Ind AS 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 Ind AS financial statements including the disclosures and whether the Standalone Ind AS 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 entity or business activities to express an opinion on the Standalone Ind AS financial statement. We are responsible for the direction, supervision and performance of the audit of the financial statement of such entries included in the financial statement of which we are the independent auditors. For the other entity included in the Standalone Ind AS financial Statement.

Materiality is the magnitude of misstatements in the standalone financial statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the financial statements 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 financial statements.

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 Ind AS financial statements of the current period 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.

**Place: Ghaziabad**  
**Date: May 30, 2022**  
**UDIN: 22538077AJXPRU7712**

**For R. K. Govil & Co.**  
**Chartered Accountants**  
(Firm Reg. No. : 000748C)



**(Dipender Gupta)**  
Partner  
Membership No: 538077

**Annexure "B" to the Independent Auditor's report on the consolidated financial statements of Alps Industries Ltd for the year ended 31<sup>st</sup> March, 2022.**

(Referred to in paragraph 1 under "Report on Other Legal and Regulatory Requirements" section of our report of even date)

(xxi) There have been no qualifications or adverse remarks by the respective auditors in the companies (Auditor's Report) Order (CARO) reports of the companies included in the consolidated financial statements except following:

Name of the Entities	CIN	Holding Company/Subsidiary/Associate /Joint Venture	Clause number of the CARO Report which is qualified or adverse
Alps Industries Limited	L51109UP1972PLC003544	Holding Company	Clause 9, 18 & 20.
Alps Energy Private Limited	U40109DL2007PTC16999 4	Subsidiary Company	Clause 17

Place: Ghaziabad

Date: May 30, 2022

UDIN: 22538077AJXPRU7712

For R. K. Govil & Co.  
Chartered Accountants  
(Firm Reg. No. 000748C)



(Dipender Gupta)

Partner

Membership No: 538077

## **ANNEXURE "C" TO THE INDEPENDENT AUDITORS' REPORT**

### **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 the Company as of and for the year ended March 31, 2022, we have audited the internal financial controls over financial reporting of Alps Industries Limited (hereinafter referred to as "the Holding Company") and its subsidiary companies as of that date.

#### **Management's Responsibility for Internal Financial Controls**

The respective Board of Directors of the Holding company, its subsidiary companies, are responsible for establishing and maintaining internal financial controls based on "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 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 Act.

#### **Auditor's Responsibility**

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting 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") issued by the ICAI and the Standards on Auditing deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of internal financial controls and both issued by the 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 over financial reporting 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 system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, 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 judgment, 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 and the audit evidence obtained by the other auditors in terms of their reports referred to in the Other Matters paragraph below, is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls system over financial reporting.

#### **Meaning of Internal Financial Controls over Financial Reporting**

A company's internal financial control over financial reporting 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 over financial reporting 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 authorizations of management and directors of the company; and
3. Provide reasonable assurance regarding prevention or timely detection of unauthorized 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 over Financial Reporting**

Because of the inherent limitations of internal financial controls over financial reporting, 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 over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting 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 Holding Company, its subsidiary companies, have, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2022, 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.

Place: Ghaziabad  
Date : May 30, 2022  
UDIN: 22538077AJXPRU7712

**For R. K. Govil & Co.**  
**Chartered Accountants**  
(Firm Reg. No. : 000748C)



**(Dipender Gupta)**

Partner

Membership No: 538077



**ALPS INDUSTRIES LIMITED**  
CIN : LS1109UP1972PPLCO03544

Registered & Corp. Office: Plot No. 15-B, G. T. Road, Chaudhary Mohr, Ghaziabad, Uttar Pradesh, 201001  
Ph.: 0120-4161716, Email id.: alpsupta@alpsindustries.com, investor@grievance@alpsindustries.com

**STANDALONE AND CONSOLIDATED AUDITED FINANCIAL RESULTS FOR THE QUARTER AND FINANCIAL YEAR ENDED ON 31ST MARCH 2022**  
**UNDER REGULATION 33 OF THE SEBI LISTING OBLIGATIONS AND DISCLOSURE REQUIREMENTS) REGULATIONS, 2015**

Rs. in Lakh

Particulars	3 months ended		3 months ended		Preceding 3 months ended in current year		Preceding 3 months ended in current year		Corresponding 3 months ended in the previous year		Corresponding 3 months ended in the previous year		Year to date figure of Current Year ended	Year to date figure of Current Year ended	Year to date figure of Previous Year ended	Year to date figure of Previous Year ended
	(Standalone)	Audited (Refer to Note No. 2)	(Consolidated)	Audited (Refer to Note No. 2)	(Standalone)	Unaudited	(Consolidated)	Unaudited	(Standalone)	Audited (Refer to Note No. 2)	(Consolidated)	Audited (Refer to Note No. 2)				
<b>I Revenue</b>																
(a) Income from operations	4,941.00		4,941.00		8,403.52		8,403.52		7,583.75		7,583.75		30,242.79		30,242.79	25,410.27
(b) Other income	176.83		176.83		71.26		71.26		71.37		35.26		388.77		389.59	113.50
<b>Total Revenue (I+II)</b>	<b>5,117.83</b>		<b>5,117.83</b>		<b>8,474.78</b>		<b>8,474.99</b>		<b>7,655.12</b>		<b>7,619.01</b>		<b>30,631.56</b>		<b>30,632.38</b>	<b>25,523.77</b>
<b>IV Expenditure</b>																
(a) Cost of Material consumed	3,528.83		3,528.83		5,369.37		5,369.37		4,678.41		4,678.41		19,465.36		19,465.36	15,000.50
(b) Purchase of stock-in-trade																
(c) Excise Duty																
(d) Goods and service Tax(GST)																
(e) Changes in Inventories of finished goods, Work in progress & stock in trade	1,019.27		1,019.27		(52.76)		(52.76)		(73.85)		(73.85)		916.94		916.94	463.15
(f) Employee Benefit expense	1,053.84		1,053.84		1,122.88		1,122.88		1,102.17		1,102.17		4,366.95		4,366.95	3,403.92
(g) Finance cost	1,495.33		1,495.33		1,540.15		1,540.15		1,169.49		1,169.49		6,052.52		6,052.52	5,760.44
(h) Depreciation & Amortisation expenses	124.72		124.72		122.14		122.14		181.71		182.87		499.04		502.60	807.90
(i) Impairment of Assets									2,416.89		2,416.89					2,416.89
(j) Other expenses	1,020.52		837.29		2,083.65		2,083.86		1,661.99		1,662.26		7,136.93		6,954.31	6,027.95
<b>Total Expenses</b>	<b>8,242.51</b>		<b>8,059.28</b>		<b>10,185.43</b>		<b>10,186.78</b>		<b>11,136.81</b>		<b>11,138.24</b>		<b>38,437.74</b>		<b>38,258.68</b>	<b>33,874.89</b>
<b>VI (Loss)/Profit before exceptional items and tax (IV-V)</b>	<b>(3,124.68)</b>		<b>(2,941.44)</b>		<b>(1,710.65)</b>		<b>(1,711.79)</b>		<b>(3,481.69)</b>		<b>(3,519.23)</b>		<b>(7,806.18)</b>		<b>(7,626.30)</b>	<b>(8,351.12)</b>
VII Exceptional items	(764.21)		(764.21)		100.99		100.99		895.29		895.29		(663.22)		(663.22)	895.29
<b>VIII (Loss)/Profit before tax (VI-VII)</b>	<b>(3,888.89)</b>		<b>(3,705.65)</b>		<b>(1,609.66)</b>		<b>(1,610.80)</b>		<b>(2,586.40)</b>		<b>(2,623.94)</b>		<b>(8,469.40)</b>		<b>(8,289.52)</b>	<b>(7,455.83)</b>
<b>IX Tax expense</b>																
(a) Current tax	2.42		2.42		-		-		0.04		11.74		2.42		2.42	0.04
(b) Deferred tax																
<b>X (Loss)/Profit after tax (VIII-IX)</b>	<b>(3,891.31)</b>		<b>(3,708.07)</b>		<b>(1,609.66)</b>		<b>(1,610.80)</b>		<b>(2,586.44)</b>		<b>(2,635.68)</b>		<b>(8,471.82)</b>		<b>(8,291.94)</b>	<b>(7,455.87)</b>
<b>XI Other comprehensive income</b>																
<b>XII Total comprehensive income (X+XI)</b>	<b>(3,891.31)</b>		<b>(3,708.07)</b>		<b>(1,609.66)</b>		<b>(1,610.80)</b>		<b>(2,586.44)</b>		<b>(2,635.68)</b>		<b>(8,471.82)</b>		<b>(8,291.94)</b>	<b>(7,455.87)</b>
<b>Attributable to :</b>																
Owners	(3,891.31)		(3,707.61)		(1,609.66)		(1,610.45)		(2,586.44)		(2,620.78)		(8,471.82)		(8,290.46)	(7,455.87)
Non Controlling interest	-		(0.45)		-		(0.35)		-		(14.90)		(1.47)		(1.47)	-
<b>Profit for the period attributable to :</b>																
Owners	(3,891.31)		(3,707.61)		(1,609.66)		(1,610.45)		(2,586.44)		(2,620.78)		(8,471.82)		(8,290.46)	(7,455.87)
Non Controlling interest	-		(0.45)		-		(0.35)		-		(14.90)		(1.47)		(1.47)	-
<b>Other comprehensive income for the period attributable</b>																
Owners	-		-		-		-		-		-		-		-	-
Non Controlling interest	-		-		-		-		-		-		-		-	-
<b>XIII Paid up equity share capital (face value of Re. 10/- each)</b>	<b>3,911.41</b>		<b>3,911.41</b>		<b>3,911.41</b>		<b>3,911.41</b>		<b>3,911.41</b>		<b>3,911.41</b>		<b>3,911.41</b>		<b>3,911.41</b>	<b>3,911.41</b>
<b>XIV Earnings per share (face value of Rupee 10/- each) (not annualised)</b>																
Basic or Diluted earnings per share (in Rs.)	(9.95)		(9.47)		(4.12)		(4.12)		(6.61)		(6.74)		(21.66)		(21.20)	(19.06)

For Alps Industries Ltd.  
(Sandeep Agarwal)  
Managing Director

**ALPS INDUSTRIES LIMITED**  
CIN : L51109UP1972PLC003544

Registered & Corp. Office : Plot No. 15-B, G. T. Road, Chaudhary Morh, Ghaziabad, Uttar Pradesh, 201001  
Ph.: 0120-4161716, Email Id.:ajaygupta@alpsindustries.com, investorgrievance@alpsindustries.com

**STANDALONE AND CONSOLIDATED AUDITED SUMMARY OF STATEMENT OF ASSET AND LIABILITIES FOR THE FINANCIAL YEAR ENDED ON MARCH 31, 2022.**

Particulars	(Rs. In Lakhs)			
			Audited	
	Standalone As at 31.03.2022	Consolidated As at 31.03.2022	Standalone As at 31.03.2021	Consolidated As at 31.03.2021
<b>ASSETS</b>				
<b>Non- current assets</b>				
Property, plant and equipment	222.60	222.60	10,797.64	10,803.18
Capital Work In Progress	-	-	-	-
Other Intangibles Assets	-	-	90.19	90.19
Intangible assets under Development	-	-	-	-
<b>Financial assets</b>				
Investments	190.71	129.35	375.09	128.98
Loans	77.54	77.54	308.28	308.28
Deferred tax assets (net)	-	-	-	-
Other Non- Current assets	14.51	14.51	1,006.44	1,006.44
<b>Total of non- current assets (a)</b>	<b>505.36</b>	<b>444.00</b>	<b>12,577.64</b>	<b>12,337.07</b>
<b>Current assets</b>				
Inventories	-	-	2,940.22	2,940.22
<b>Financial assets</b>				
Investment				
Trade receivables	3,145.46	3,145.46	3,210.33	3,210.33
Cash and cash equivalents	28.81	33.08	24.78	81.25
Other bank Balance	18.34	18.34	25.17	25.18
Other financial assets	13.17	6.56	12.52	5.91
Current Tax Assets	179.52	179.52	96.77	96.77
Other current assets	721.22	721.97	905.68	914.22
<b>Total of current assets (b)</b>	<b>4,106.52</b>	<b>4,104.93</b>	<b>7,215.47</b>	<b>7,273.88</b>
<b>Total of assets (a+b)</b>	<b>4,611.88</b>	<b>4,548.93</b>	<b>19,793.11</b>	<b>19,610.95</b>
<b>EQUITY AND LIABILITIES</b>				
<b>Equity</b>				
Equity share capital	3,911.41	3,911.41	3,911.41	3,911.41
Other equity	(75,208.76)	(75,243.06)	(66,736.94)	(66,952.23)
Non Controlling Interest	-	(37.78)	-	(36.31)
<b>Total of equity (a)</b>	<b>(71,297.35)</b>	<b>(71,369.43)</b>	<b>(62,825.53)</b>	<b>(63,077.13)</b>
<b>LIABILITIES</b>				
<b>Non- current liabilities</b>				
Financial Liability				
Borrowings	44,139.32	44,139.32	42,714.23	42,714.23
Provisions	7.43	7.43	351.29	351.29
<b>Total of non current liabilities (b)</b>	<b>44,146.75</b>	<b>44,146.75</b>	<b>43,065.52</b>	<b>43,065.52</b>
<b>Current liabilities</b>				
Financial liabilities				
Borrowings	27,319.47	27,319.47	34,381.34	34,381.34
Trade Payables	2,221.28	2,221.28	3,149.45	3,149.45
Other financial liabilities	1,734.61	1,743.74	1,795.62	1,864.36
Other current liabilities	46.28	46.28	179.99	180.69
Provisions	440.84	440.84	46.72	46.72
<b>Total of current liabilities (c)</b>	<b>31,762.48</b>	<b>31,771.61</b>	<b>39,553.12</b>	<b>39,622.56</b>
<b>Total of liabilities (d = b+c)</b>	<b>75,909.23</b>	<b>75,918.36</b>	<b>82,618.64</b>	<b>82,688.08</b>
<b>Total of equity and liabilities (a+d)</b>	<b>4,611.88</b>	<b>4,548.93</b>	<b>19,793.11</b>	<b>19,610.95</b>

For Alps Industries Ltd.

  
(Sandeep Agarwal)  
Managing Director



**ALPS INDUSTRIES LIMITED**

CIN : L51109UP1972PLC003544 Registered & Corp. Office : Plot No. 15-B, G. T. Road, Chaudhary Morh, Ghaziabad, Uttar Pradesh, 201001  
Ph.: 0120-4161716, Email Id.: ajaygupta@alpsindustries.com, investorgrievance@alpsindustries.com

**AUDITED STANDALONE CASH FLOW STATEMENT FOR THE FINANCIAL YEAR ENDED ON MARCH 31, 2022**

(A)	CASH FLOW FROM OPERATING ACTIVITIES	Rs. In Lakh	
		Year Ended 31.03.2022	Year Ended 31.03.2021
Net Profit/ (Loss) Before Tax and Extraordinary items		(7,806.18)	(8,351.12)
Adjustment for:			
Transition Adjustment			0.01
Depreciation/Amortization	499.04		803.20
Interest Received	(39.65)		(27.03)
Finance Cost	6,052.52		5,760.43
Loss on Disposal of Assets	2.06		15.76
Exceptional Items	(2.42)		895.29
Income Tax Expenses	(663.23)		(0.04)
Provision for diminution in Value on Investment with Subsidiary	184.38		(0.20)
Impairment of Assets	-	6,032.70	2,416.89
Operating Profit/Loss Before Working Capital Changes		(1,773.48)	1,513.19
Adjustment for Working Capital Changes			
Increase/(Decrease) in Financial Liabilities			
Borrowings	(7,061.87)		3,392.50
Trade Payables	(928.18)		687.80
Other financial liabilities	(61.01)		(276.50)
Increase/(Decrease) in Other Current Liabilities	(133.71)		(30.42)
Increase/(Decrease) in Provisions	50.26		42.40
Decrease/(Increase) in Financial Assets			
Trade receivables	64.86		(1,028.43)
Other financial assets	(0.65)		0.91
Decrease/(Increase) in Other Current Assets	184.46		(438.67)
Decrease/(Increase) in Other Non Current Assets	991.93		59.47
Decrease/(Increase) in Inventories	2,940.22		(375.22)
Direct taxes received/(paid)	(82.74)	(4,036.43)	71.91
Cash Flow Before Extraordinary Items		(5,809.91)	3,619.02
Net Cash Generated by Operating Activities		(5,809.91)	3,619.02
(B) CASH FLOW FROM INVESTING ACTIVITIES			
Expenditure on Property, Plant and Equipment	(36.31)		(48.80)
Proceeds from Property, Plant and Equipment	10,200.45		1,121.18
Interest Received	39.65		27.03
(Increase)/Decrease in Fixed Deposits	6.84		225.10
Decrease/(Increase) in Financial Assets			
Decrease/(Increase) in Investment			
Net Cash from/ (used in) Investing Activities		10,210.63	1,324.51
(C) CASH FLOW FROM FINANCING ACTIVITIES			
Finance Cost	(6,052.52)		(5,760.43)
Decrease/(Increase) in Financial Assets			
Increase/(Decrease) in Loans	230.74		114.51
Increase/(Decrease) in Financial Liabilities			
Increase/(Decrease) in Long Terms Borrowing	1,425.09		599.92
Net Cash from/ (used in) Financing Activities		(4,396.69)	(5,046.00)
Net Increase/(Decrease) in Cash & Cash Equivalents		4.03	(102.47)
Opening Balance of Cash and Cash Equivalents		24.78	127.25
Closing Balance of Cash and Cash Equivalents (refer note 6)		28.81	24.78

**Notes:**

- Figure in brackets are for decrease.
- Previous years figures have been regrouped or rearranged to make them comparable with those of current year.

As per our report of even date

For R.K.Govil & Co.

Chartered Accountants

(Firm Registration No. 000748C)

GAZIABAD

FRN-000748C

CHARTERED ACCOUNTANTS

OPINDER GUPTA

Partner

Membership No. 538077

Place : Ghaziabad

Date : May 30, 2022

UDIN : 22538077AJXMTK4062

*Ashok Kumar Singhal*  
ASHOK KUMAR SINGHAL  
President (F&A)

*Ajay Gupta*  
AJAY GUPTA  
Company Secretary

For and on behalf of the Board

*Pramod Kumar Rajput*  
PRAMOD KUMAR RAJPUT  
Executive Director  
DIN: 00597342

*Sandeep Agarwal*  
SANDEEP AGARWAL  
Managing Director  
DIN: 00139439

**ALPS INDUSTRIES LIMITED**  
**AUDITED CONSOLIDATED CASH FLOW STATEMENT FOR THE YEAR ENDED 31-MAR '2022**

(A)	<u>CASH FLOW FROM OPERATING ACTIVITIES</u>	Rs. In Lakh	
		Year Ended 31.03.2022	Year Ended 31.03.2021
	<b>Net Profit/ ( Loss) Before Tax and Extraordinary items</b>	(7,626.29)	(8,392.34)
	Adjustment for :		
	Transition Adjustment	-	0.01
	Depreciation/Amortization	502.60	807.90
	Interest Received	(39.76)	(27.03)
	Finance Cost	6,052.52	5,760.44
	Loss on Disposal of Assets	3.29	15.76
	Exceptional Items	(2.42)	895.29
	Tax Expenses	(663.23)	(11.74)
	Provision for diminution in Value on Investment	(0.37)	(0.20)
	Impairment of Assets	-	2,416.89
	Exchange Fluctuation	(0.36)	5,852.27
	<b>Operating Profit/Loss Before Working Capital Changes</b>	<b>(1,774.02)</b>	<b>9,857.61</b>
	Adjustment for Working Capital Changes		
	<b>Increase/(Decrease) in Financial Liabilities</b>		
	Borrowings	(7,061.87)	3,392.58
	Trade Payables	(928.18)	687.80
	Other financial liabilities	(120.60)	(277.07)
	Increase/(Decrease) in Other Current Liabilities	(134.42)	(31.42)
	Increase/(Decrease) in Provisions	50.26	42.40
	<b>Decrease/(Increase) in Financial Assets</b>		
	Trade receivables	64.86	(1,028.43)
	Other financial assets	(0.65)	0.91
	Decrease/(Increase) in Other Current Assets	192.24	(438.34)
	Decrease/(Increase) in Other Non Current Assets	991.93	59.47
	Decrease/(Increase) in Inventories	2,940.22	(375.22)
	Direct taxes received/(paid)	(82.74)	(4,088.95)
	<b>Cash Flow Before Extraordinary Items</b>	<b>(5,862.97)</b>	<b>2,116.29</b>
	<b>Net Cash Generated by Operating Activities</b>	<b>(5,862.97)</b>	<b>3,581.56</b>
	<b>(B) CASH FLOW FROM INVESTING ACTIVITIES</b>		
	Expenditure on Property, Plant and Equipment	(36.31)	(48.80)
	Proceeds from Property, Plant and Equipment	10,201.20	1,121.18
	Interest Received	39.76	27.03
	(Increase)/Decrease in Fixed Deposits	6.83	225.11
	Change in Minority of Snowflakes	-	-
	<b>Decrease/(Increase) in Financial Assets</b>	-	-
	Decrease/(Increase) in Investment	-	-
	<b>Net Cash from/ (used in) Investing Activities</b>	<b>10,211.48</b>	<b>1,324.52</b>
	<b>(C) CASH FLOW FROM FINANCING ACTIVITIES</b>		
	Finance Cost	(6,052.52)	(5,760.44)
	<b>Decrease/(Increase) in Financial Assets</b>	-	-
	Increase/(Decrease) in Loans	230.75	114.51
	<b>Increase/(Decrease) in Financial Liabilities</b>	-	-
	Increase/(Decrease) in Long Terms Borrowing	1,425.09	689.67
	<b>Net Cash from/ (used in) Financing Activities</b>	<b>(4,396.68)</b>	<b>(4,956.26)</b>
	<b>Net Increase(Decrease) in Cash &amp; Cash Equivalents</b>	<b>(48.17)</b>	<b>(50.18)</b>
	Opening Balance of Cash and Cash Equivalents	81.25	131.43
	<b>Closing Balance of Cash and Cash Equivalents (refer note 9)</b>	<b>33.08</b>	<b>81.25</b>

**Notes:**

- 1- Figure in brackets are for decrease.
- 2- Previous years figures have been regrouped or rearranged to make them comparable with those of current year.

As per our report of even date

For R.K.Govil & Co.

Chartered Accountants

(Firm Registration No. 00074805)

GHAZIABAD

FRN-0007480

DIPENDER GUPTA

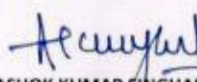
Partner

Membership No. 538077

Place : Ghaziabad

Date : May 30, 2022

UDIN: 22538077AJXPRU7712

  
**ASHOK KUMAR SINGHAL**  
President (F&A)

  
**AJAY GUPTA**  
Company Secretary

For and on behalf of the Board

  
**PRAMOD KUMAR RAJPUT**  
Executive Director  
DIN: 00597342

  
**SANDEEP AGARWAL**  
Managing Director  
DIN: 00139439

**AUDITED STANDALONE STATEMENT OF RELATED PARTIES AND SUBSIDIARIES COMPANIES TRANSACTIONS FOR THE PERIOD ENDED ON 31ST MARCH, 2022**

S. No.	Details of the party (listed entity /subsidiary) entering into the transaction		Details of the counterparty		Relationship of the counterparty with the listed entity or its subsidiary	Type of related party transaction	Value of the related party transaction as approved by the audit committee	Value of transaction during the reporting period	In case monies are due to either party as a result of the transaction		Nature of indebtedness (loan/ issuance of debt/ any other etc.)	Cost	Tenure	Details of the loans, inter-corporate deposits, advances or investments				
	Name	PAN	Name	PAN					Opening balance	Closing balance				Nature (loan/ advance/ inter-corporate deposit/ investment)	Interest Rate (%)	Tenure	Secured/ unsecured	Purpose for which the funds will be utilized by the ultimate recipients of funds (inc- usage)
1	ALPS INDUSTRIES LIMITED	AAACAT3569D	Peek Textfab Private Limited	AAAC66857F	Entities Controlled by subsidiaries, MMP and their relatives	Rent Paid	1.00 Crore	10.00 (10.88)	-	-	-	-	-	-	-	-	-	-
2	ALPS INDUSTRIES LIMITED	AAACAT3569D	Mr. Prabhakar Krishna	AAAPR64373F	Independent Director	String of fees	1.00 Crore	0.85 (0.65)	-	-	-	-	-	-	-	-	-	-
3	ALPS INDUSTRIES LIMITED	AAACAT3569D	Mr. Pradhyumn Kumar Lamba	AAAPR18657R	Independent Director	String of fees	1.00 Crore	0.85 (0.65)	-	-	-	-	-	-	-	-	-	-
4	ALPS INDUSTRIES LIMITED	AAACAT3569D	Mr. Tihar Raj Khosla	ACEPK5328K	Independent Director	String of fees	1.00 Crore	0.85 (0.65)	-	-	-	-	-	-	-	-	-	-
5	ALPS INDUSTRIES LIMITED	AAACAT3569D	Mrs. Deepika Shergill	AAAPG0353E	Independent Director	String of fees	1.00 Crore	0.50 (0.40)	-	-	-	-	-	-	-	-	-	-
6	ALPS INDUSTRIES LIMITED	AAACAT3569D	Mr. Ashok Kumar Singhvi	AAAPR5797R	Independent Director	Salary	1.00 Crore	14.14 (8.48)	-	-	-	-	-	-	-	-	-	-
7	ALPS INDUSTRIES LIMITED	AAACAT3569D	Mr. Ajay Gupta	AAAPG6888H	CS	Salary	1.00 Crore	8.45 (5.64)	-	-	-	-	-	-	-	-	-	-
8	ALPS INDUSTRIES LIMITED	AAACAT3569D	Mrs. Indu Singhal	BIWPS4674J	Relative of CEO	Salary	1.00 Crore	6.67 (4.57)	-	-	-	-	-	-	-	-	-	-

**Notes:**


1. We also hereby confirm that there are no transactions in the following Related parties

- a. Alps Energy Pvt. Ltd
- b. Padam Precision Dies And Components Pvt Ltd
- c. Alps USA INC
- d. Peek Finvest (P) Ltd
- e. Rozart Finvest (P) Ltd
- f. Narad Fabric Private Limited
- g. Carreen Finvec (P) Ltd
- h. Peek Textfab Private Limited
- i. Pacific Textmark Private Limited
- j. Saurash Floriculture (P) Ltd
- k. Supreme Finvest (P) Ltd
- l. Prefect Finmen Services (P) Ltd
- m. Coronation Spinning India Pvt Ltd

2. Figures of previous year denoted in brackets.

FOR ALPS INDUSTRIES LIMITED  **Alps Industries Ltd.**

SANDEEP AGARWAL  
MANAGING DIRECTOR  
DIN: 00239439  
PLACE: GHAZIABAD  
DATE:30/05/2022



(Sandeep Agarwal)  
Managing Director

**AUDITED CONSOLIDATED STATEMENT OF RELATED PARTIES AND SUBSIDIARIES COMPANIES TRANSACTIONS FOR THE PERIOD ENDED ON 31ST MARCH, 2022**

Additional disclosure of related party transactions - applicable only in case the related party transaction relates to loans, inter-corporate deposits, advances or investments made or given by the listed entity/subsidiary. These details need to be disclosed only once, during the reporting period wherein such transaction was undertaken.

S. No.	Details of the party (listed entity /subsidiary) entering into the transaction		Details of the counterparty		Relationship of the counterparty with the listed entity or its subsidiary	Type of related party transaction	Value of the related party transaction as approved by the audit committee	Value of transaction during the reporting period	In case monies are due to either party as a result of the transaction		Details of the loans, inter-corporate deposits, advances or investments					
	Name	PAN	Name	PAN					Opening balance	Closing balance	Nature of indebtedness (loan/ issuance of debt/ any other etc.)	Cost	Tenure	Nature (loan/ advance/ inter-corporate deposit/ investment)	Interest Risk (%)	Tenure
1	ALPS INDUSTRIES LIMITED	AAACCA75690	Peek Takab Private Limited	AABCA6837F	Entities Controlled by subsidiaries, KMP and their relatives	Sent Paid Security Balance at the year end (Dr.)	1.00 Crore	10.00 (10.80)	-	11.38	7.24	-	-	-	-	-
2	ALPS INDUSTRIES LIMITED	AAACCA75690	Mr. Pradhat Krishna	AAAPN4579F	Independent Director	Sitting fees	1.00 Crore	0.85 (0.65)	-	-	-	-	-	-	-	-
3	ALPS INDUSTRIES LIMITED	AAACCA75690	Mr. Pradhat Krishna	AAAPN4579F	Independent Director	Sitting fees	1.00 Crore	0.85 (0.65)	-	-	-	-	-	-	-	-
4	ALPS INDUSTRIES LIMITED	AAACCA75690	Mr. Tikraj Khosla	AAAPN4579F	Independent Director	Sitting fees	1.00 Crore	0.85 (0.65)	-	-	-	-	-	-	-	-
5	ALPS INDUSTRIES LIMITED	AAACCA75690	Mr. Deepika Shergill	AAAPN4579F	Independent Director	Sitting fees	1.00 Crore	0.50 (0.40)	-	-	-	-	-	-	-	-
6	ALPS INDUSTRIES LIMITED	AAACCA75690	Mr. Ashok Kumar Singhal	AAAPN4579F	Independent Director	Sitting fees	1.00 Crore	14.14 (8.46)	-	-	-	-	-	-	-	-
7	ALPS INDUSTRIES LIMITED	AAACCA75690	Mr. Ajay Gupta	AAAPN4579F	CS	Salary	1.00 Crore	8.46 (5.64)	-	-	-	-	-	-	-	-
8	ALPS INDUSTRIES LIMITED	AAACCA75690	Mr. Indu Singhal	BAOP94674J	Relative of CFO	Salary	1.00 Crore	5.67 (4.57)	-	-	-	-	-	-	-	-

**Notes:**

1. We also hereby confirm that there are no transactions in the following related parties:

- a. Alps Energy Pvt. Ltd
- b. Padam Precision Dies And Components Pvt Ltd
- c. Alps USA Inc
- d. Peak Finvest (P) Ltd
- e. Rosent Finvest (P) Ltd
- f. Narad Fabnc Private Limited
- g. Carren Finvec (P) Ltd
- h. Peek Takab Private Limited
- i. Saurabh Floriculture (P) Ltd
- k. Supreme Finvest (P) Ltd
- l. Prefect Finmen Services (P) Ltd
- m. Coronation Spinning India Pvt Ltd

2. Figures of previous year denoted in brackets.

**FOR ALPS INDUSTRIES LIMITED**  
**For Alps Industries Ltd.**

  
**(Sandeep Agarwal)**  
**Managing Director**

SANDEEP AGARWAL  
MANAGING DIRECTOR  
DIN: 00139439  
PLACE: GHAZIABAD  
DATE:30.05.2022

**-:NOTES:-**

1. The Audited Financial Results for the Quarter and Financial Year ended on March 31, 2022 have been reviewed by the Audit Committee and approved by the Board of Directors at their meeting held on May 30, 2022.
2. The figures of 4<sup>th</sup> quarter are balancing figures between audited figures in respect of full financial year and published year-to-date up to third quarter of the current financial year.
3. Due to losses incurred by the company during the financial year ended on March 31, 2022, no dividend has been recommended by the Board of Directors.
4. In terms of the Ind AS-108 'Operating Segments', there is only one reportable segment, i.e., Textile Segment, hence segment wise reporting is not applicable.
5. The Company has filed an application dated 09.06.2016 before Bombay Stock Exchange Limited (BSE) for Voluntary Delisting of its 391,14,100 Equity Shares from its platform, which application is still pending. The Company has also filed the Writ Petition before the Hon'ble Allahabad High Court for necessary directions to BSE in this regard, which is pending adjudication.
6. During earlier year, the lenders having more than 83% of the secured debts of the Company revoked their consent to the DRS/settlement scheme circulated by erstwhile Hon'ble BIFR, interalia containing the restructuring of the debts of the Company, which was partly implemented. The Company objected to the said revocation of consent being unjustified and beyond terms of the scheme and further submitted an offer for settlement. M/s Edelweiss Assets Reconstruction Company Ltd., (presently holding more than 99% of the total secured debt of the Company) (EARC) in order to recover the dues from the Company has also filed an Original Application before Debts Recovery Tribunal, which application is pending adjudication. Further, EARC under the provisions of SARFAESI has auctioned all operative secured properties including during the year being Leasehold/freehold Land, Building, Plant & Machineries and all other moveable assets including inventories being and lying at Plot nos. 1A and 1B, Sec-10 SIDCUL, Haridwar, 57/2, Site IV Industrial Area, Sahibabad, Ghaziabad (UP) and Khasra No. 482, 486, 479/2, 485, 489/1, 487m, 487, 484, 477/2, 488, 478, 477/1 and 479/1, Vill. Aminagar, Bhoor Baral, Meerut Delhi Road, NH-58, Meerut - 250103 (U.P.) and have adjusted part

For Alps Industries Ltd.

  
(Sandeep Agarwal)  
Managing Director

of their dues with the realization made thereof. The adjustments on account of these actions of lenders have been made in the books of account of these accounts as per information received from EARC vide mail dated 13<sup>th</sup> May, 2022. The Company is in discussion with EARC for settlement of its dues and Management of the Company expects to get the revised settlement/restructuring proposal approved from lenders and accordingly, the Company would be meeting its revised financial obligations. The above action of EARC has been taken on record and the board of directors of company decided to continue the operations of the company through other modes of business other than owning manufacturing facilities at present, and maintain the status of company as "Going concern". Accordingly, the financial statements of the Company for the year ended March 31, 2022 have been prepared on going concern assumption basis and continue with the earlier consented restructuring scheme. The impact, arising upon approval of the revised settlement/restructuring proposal, will be given effect in the financial statements of the year of final settlement with lenders.

Hence, no provision considered necessary in these accounts towards interest on entire secured loans & part of principal secured loan waived earlier and impact on retained earnings thereon totaling to Rs. 167553.94 Lakh as per provisions of earlier consented scheme, which the Company continues to give effect till the time revised settlement/restructuring proposal is finally approved by its lenders

7. In compliance of SEBI Circular dated May 20, 2020, the management has assessed the impact of Covid-19 Pandemic situation on the financial results for the quarter and period ended March 31, 2022 and found that there is no material impact on the assets & liabilities and profit & loss account for the quarter and period ended on 31.03.2022. However in view of the continuation of Covid-19 pandemic situation, the impact on the future business and assets & liabilities of the company could not be assessed presently.
8. In the previous Audit Report dated 30.06.2021 on the audited financial statements of the company for previous financial year ended on March 31, 2021, the auditors have given the following qualification:

*"Refer to note no. 38 to the notes on accounts, the Company has not provided for its liability towards interest & part of principal loan, waived earlier, and impact of retained earnings in terms of draft rehabilitation scheme and now revoked by its consented lenders amounting to Rs. 154882.21 Lakh, accordingly the loss for the year and loan liability would have been increased and shareholder's fund would have been reduced to that extent."*

For Alps Industries Ltd.



(Sandeep Agarwal)  
Managing Director

In case, company would have considered this as liability, its standalone net profit for the current quarter ending on 31.3.2022 would have been a loss of Rs. 171445.25 Lakh and loss for the year ended on 31.3.2022 would have been Rs. 176025.76 lakh (consolidated net profit for the quarter on 31.3.2022 would have a loss of Rs. 171262.01 lakh and loss for the year ended on 31.3.2022 would have been Rs. 175845.88 lakh) as against already stated standalone net Loss for the quarter ended on 31.3.2022 of Rs. 3891.31 lakh and net loss for the year ended on 31.3.2022 Rs. 8471.82 lakh (consolidated net loss for the current quarter ended on 31.3.2022 Rs. 3708.07 lakh and net loss for the year ended on 31.3.2022 Rs. 8291.94 lakh) and the accumulated loss and loan liabilities at the end of the quarter and year ended on March 31, 2022 would have been higher by Rs. 167553.94 lakh.

9. As per the provisions of regulation 17, 24, 25 of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, Mr. Tilak Raj Khosla (Din No. 02724242) Independent Director has submitted his resignation w.e.f. 14<sup>th</sup> February , 2022 due to attaining the age of Seventy five years shortly. Mr. Prabhat Krishna (DIN: 02569624), Mr. Pradyumn Kumar Lamba (DIN: 02843166) and Mrs. Deepika Shergill (DIN: 07093795), Independent Directors of the Company submitted their resignation w.e.f. 13<sup>th</sup> May, 2022 due to completion of their second and final term of directorship shortly, as disclosed to the Stock Exchange by the Company. To comply with Board of Directors strength requirements under regulation 16 and regulation 17 of SEBI (LODR) regulations, 2015 and as per section 149, 152 and 161 of the Companies Act 2013 read with rules made there under, the Company have accepted all the above resignations effective from the date of respective resignation letters and have appointed Mr. Arun Kumar Bhattar (DIN: 07957636), Mr. Vikas Lamba (DIN: 09573001), Mr. Arun Kumar Pal (DIN: 09576141) and Mrs. Shikha Rathi (DIN: 09573028) as the Independent Directors of the Company w.e.f. 13<sup>th</sup> May, 2022 and reconstituted all the statutory committees of the Board in compliance of above regulations of SEBI (LODR).
10. The Registered & Corporate Office of the Company have been shifted from 57/2 Site- IV Industrial Area, Ghaziabad, Uttar Pradesh- 201010 to Plot No. 15-B, G.T. Road, Chaudhary Morh, Ghaziabad-201001 w.e.f. 13<sup>th</sup> May, 2022.

For Alps Industries Ltd.

  
(Sandeep Agarwal)  
Managing Director

11. The figures for the previous quarter / period and the year have been regrouped, re-casted and rearranged, wherever considered necessary.

**DATE : MAY 30, 2022**

**PLACE : GHAZIABAD**

**BY ORDER OF THE BOARD**  
For Alps Industries Ltd.

  
(Sandeep Agarwal)  
Managing Director  
**(SANDEEP AGARWAL)**  
**MANAGING DIRECTOR**

**DIN: 00139439**

**Notes:**

The above is an extract of the detailed format of quarterly and year to date Audited Financial Results for the financial year ended on March 31, 2022 filed with the Stock Exchanges under Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. The detailed format of the Financial Results of the company is available on the Website of Bombay Stock Exchange Limited (BSE) ([www.bseindia.com](http://www.bseindia.com)), National Stock Exchange of India Limited (NSE) ([www.nseindia.com](http://www.nseindia.com)) and the Company ([www.alpsindustries.com](http://www.alpsindustries.com)).

**DATE : MAY 30, 2022**

**PLACE : GHAZIABAD**

**BY ORDER OF THE BOARD**  
For Alps Industries Ltd.

  
(Sandeep Agarwal)  
Managing Director  
**(SANDEEP AGARWAL)**  
**MANAGING DIRECTOR**

**DIN: 00139439**



# Alps Industries Limited

REGD. / CORP. OFFICE

Plot No 15-B, G. T. Road  
Chaudhary Morh, Ghaziabad  
Uttar Pradesh - 201001

ALPS/144/SE11/2022-23

May 30, 2022

<p>The General Manager Market Operations Deptt., <b>National Stock Exchange of India Ltd.,</b> Exchange Plaza, 5th Floor, Plot No. C/1, G-Block, Bandra-Kurla Complex Bandra (E), <b>Mumbai - 400 051</b> Ph - 91-22-2659 8101 - 8114 Fax : 022 - 26598237/38/ 2659 8100 <b>Email - cmlist@nse.co.in</b></p>	<p>The Relationship Manager Corporate Relationship Deptt., <b>Bombay Stock Exchange Limited,</b> 1<sup>ST</sup> Floor New Trading Ring, Rotunda Building, P. J. Towers, Dalal Street, Fort, <b>Mumbai-400 001.</b> Ph - 022-22728995 Fax: 022 - 22723121 / 3719/2037/2039/2041/2061 Email - intern.erika@bseindia.com , corp.relations@bseindia.com</p>
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**RE: DECLARATION IN COMPLIANCE OF CIRCULAR CIR/CFD/CMD/56/2016 DATED 27.5.2016 ON THE MODIFIED OPINION AUDIT REPORTS FOR THE FINANCIAL YEAR 2021-22.**

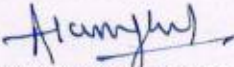
Dear Sir,

## DECLARATION

In terms of regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 read with the compliance of SEBI circular no- CIR/CFD/CMD/56/2016 dated 27.5.2016, we hereby declare that Audit Report on Standalone & Consolidated financial Statements of M/s. Alps Industries Limited, having its registered office at Plot No. 15-B, G.T. Road, Chaudhary Morh, Ghaziabad-201001, as provided by the Statutory Auditors of the company is modified Opinion and Qualified Opinion related to the financial year ended on March 31, 2022. As required the Statement on Impact of Audit Qualifications is enclosed.

This is for your kind information and record, please.

FOR ALPS INDUSTRIES LIMITED

  
(ASHOK KUMAR SINGHAL)  
PRESIDENT (CORP. ACCOUNTS)  
DESIGNATED CHIEF FINANCIAL OFFICER (CFO)



Tel.:+91-120-4161700 (60 Lines)  
Email: info@alpsindustries.com

Telefax.: +91-120-2896041  
Website : www.alpsindustries.com

CIN: L51109UP1972PLC003544

STATEMENT ON IMPACT OF AUDIT QUALIFICATIONS (FOR AUDIT REPORT WITH MODIFIED OPINION) SUBMITTED ALONG-WITH ANNUAL FINANCIAL RESULTS FOR THE FINANCIAL YEAR ENDED ON MARCH 31, 2022 IN TERMS OF REGULATION 33 OF SECURITIES AND EXCHANGE BOARD OF INDIA (LISTING OBLIGATIONS AND DISCLOSURE REQUIREMENTS) REGULATIONS, 2015 AS AMENDED ON 9<sup>TH</sup> MAY, 2018 AND CIR/CFD/CMD/56/2016 DATED MAY 30, 2016 (STANDALONE)

NAME OF THE COMPANY: ALPS INDUSTRIES LTD. (L51109UP1972PLC003544)

STATEMENT ON IMPACT OF AUDIT QUALIFICATIONS FOR THE FINANCIAL YEAR ENDED MARCH 31, 2022. (See Regulation 33 of the SEBI (LODR) (Amendment) Regulations, 2016)				
Rs. in Lakh				
I.	Sl No.	Particulars	Audited Figures (as reported before adjusting for qualification)	Adjusted Figures (audited figures after adjusting for qualifications)
	1.	Turnover/Total Income	30,631.56	30,631.56
	2.	Total Expenditure		
			39,103.38	2,06,657.32
	3.	Net Profit/(Loss)	-8,471.82	-1,76,025.75
	4.	Earnings per share (in Rs.)	<b>-21.66</b>	<b>-450.03</b>
	5.	Total Assets	4,611.88	4,611.88
	6.	Total Liabilities	75,909.23	2,43,463.16
	7.	Net Worth	-71,297.35	-2,38,851.29
	8.	Any other financial item(s)(as felt appropriate by the management) – Contingent Liability towards Derivative Contracts & Corporate Guarantee Etc.	-	-

I. AUDIT QUALIFICATION (EACH AUDIT QUALIFICATION SEPARATELY)

a.	Detail of Audit Qualification	"Refer to note no. 38 to the notes on accounts, the Company has not provided for its liability towards interest & part of principal loan, waived earlier, and impact of retained earnings in terms of draft rehabilitation scheme and now revoked by its consented lenders amounting to Rs. 167553.94 lakh, accordingly the loss for the year and loan liability would have been increased and shareholder's fund would have been reduced to that extent."
b.	Type of Audit qualification (Qualified opinion/Disclaimer of Opinion/ Adverse Opinion )	Qualified Opinion
c.	Frequency of qualification (Whether appeared first time/repetitive/since how long continuing)	Since Financial Year 2017-18



For Alps Industries Ltd.

(Sandeep Agarwal)  
Managing Director

*Handwritten signature: n.k. agarwal*

*Handwritten signature: H. Singh*

d.	Audit Qualification where the impact quantified by the Auditor, Management's Views:	<p>In earlier year, the lenders having more than 83% of the secured debts of the Company revoked their consent to the DRS/settlement scheme circulated by erstwhile Hon'ble BIFR, interalia containing the restructuring of the debts of the Company, which was partly implemented. The Company objected to the said revocation of consent being unjustified and beyond terms of the scheme and further submitted an offer for settlement. M/s Edelweiss Assets Reconstruction Company Ltd., (presently holding more than 99% of the total secured debt of the Company) (EARC) in order to recover the dues from the Company has also filed an Original Application before Debts Recovery Tribunal, which application is pending adjudication. Further, EARC under the provisions of SARFAESI has auctioned all operative secured properties including during the year being Leasehold/freehold Land, Building, Plant &amp; Machineries and all other moveable assets including inventories being and lying at Plot nos. 1A and 1B, Sec-10 SIDCUL, Haridwar, 57/2, Site IV Industrial Area, Sahibabad, Ghaziabad (UP) and Khasra No. 482, 486, 479/2, 485, 489/1, 487m, 487, 484, 477/2, 488, 478, 477/1 and 479/1, Vill. Aminagar, Bhoor Baral, Meerut Delhi Road, NH-58, Meerut - 250103 (U.P.) and have adjusted part of their dues with the realization made thereof. The adjustments on account of these actions of lenders have been made in the books of account of these accounts as per information received from EARC vide mail dated 13th May, 2022. The Company is in discussion with EARC for settlement of its dues and Management of the Company expects to get the revised settlement/restructuring proposal approved from lenders and accordingly, the Company would be meeting its revised financial</p>
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For Alps Industries Ltd.

*(Signature)*  
(Sandeep Agarwal)  
Managing Director

*(Signature)* *(Signature)*

		obligations. The above action of EARC has been taken on record and the board of directors of company decided to continue the operations of the company through other modes of business other than owning manufacturing facilities at present, and maintain the status of company as "Going concern". Accordingly, the financial statements of the Company for the year ended March 31, 2022 have been prepared on going concern assumption basis and continue with the earlier consented restructuring scheme. The impact, arising upon approval of the revised settlement/restructuring proposal, will be given effect in the financial statements of the year of final settlement with lenders.
<b>e.</b>	<b>Audit Qualification where the impact is not quantified by the Auditor :-</b>	
(i)	Management's Estimation on the impact of audit qualification	N.A
(ii)	If management is unable to estimate the impact, reasons for the same	NA
(iii)	Auditor's Comments on (i) or (ii) above:	NA

For R.K. Govil & Co.

Chartered Accountants



(Dipender Gupta)

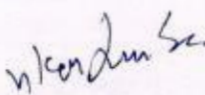
Partner

Membership No. 538077

Firm Regn. No. - 000748C

For & on behalf of Board  
For Alps Industries Ltd.

  
(Sandeep Agarwal)  
Managing Director  
Sandeep Agarwal  
Managing Director  
DIN : 00139439

  
Vikas Lamba  
(Audit Committee  
Chairman)  
DIN: 09573001

  
Ashok Kumar  
Singhal  
President  
(Corporate F&A)  
CFO

Place: Ghaziabad

Dated: May 30, 2022

UDIN :- 22538077AJXMTTR4062

STATEMENT ON IMPACT OF AUDIT QUALIFICATIONS (FOR AUDIT REPORT WITH MODIFIED OPINION) SUBMITTED ALONG-WITH ANNUAL FINANCIAL RESULTS FOR THE FINANCIAL YEAR ENDED ON MARCH 31, 2022 IN TERMS OF REGULATION 33 OF SECURITIES AND EXCHANGE BOARD OF INDIA (LISTING OBLIGATIONS AND DISCLOSURE REQUIREMENTS) REGULATIONS, 2015 AS AMENDED ON 9<sup>TH</sup> MAY, 2018 AND CIR/CFD/CMD/56/2016 DATED MAY 30, 2016 (CONSOLIDATED)

NAME OF THE COMPANY: ALPS INDUSTRIES LTD. (L51109UP1972PLC003544)

STATEMENT ON IMPACT OF AUDIT QUALIFICATIONS FOR THE FINANCIAL YEAR ENDED MARCH 31, 2022. (See Regulation 33 of the SEBI (LODR) (Amendment) Regulations, 2016)				
				Rs. in Lakh
I.	Sl No.	Particulars	Audited Figures (as reported before adjusting for qualification)	Adjusted Figures (audited figures after adjusting for qualifications)
	1.	Turnover/Total Income	30,632.38	30,632.38
	2.	Total Expenditure	38,924.31	2,06,478.25
	3.	Net Profit/(Loss)	-8,291.93	-1,75,845.87
	4.	Earnings per share (in Rs.)	<b>-21.20</b>	<b>-449.57</b>
	5.	Total Assets	4,548.93	4,548.93
	6.	Total Liabilities	75,918.36	2,43,472.30
	7.	Net Worth	-71,369.43	-2,38,923.37
	8.	Any other financial item(s)(as felt appropriate by the management) – Contingent Liability towards Derivative Contracts & Corporate Guarantee Etc.	-	-

I. AUDIT QUALIFICATION (EACH AUDIT QUALIFICATION SEPARATELY)

a.	Detail of Audit Qualification	"Refer to note no. 38 to the notes on accounts, the Company has not provided for its liability towards interest & part of principal loan, waived earlier, and impact of retained earnings in terms of draft rehabilitation scheme and now revoked by its consented lenders amounting to Rs. 167553.94 lakh, accordingly the loss for the year and loan liability would have been increased and shareholder's fund would have been reduced to that extent."
b.	Type of Audit qualification (Qualified opinion/Disclaimer of Opinion/ Adverse Opinion )	Qualified Opinion
c.	Frequency of qualification (Whether appeared first time/repetitive/since how long continuing)	Since Financial Year 2017-18



For Alps Industries Ltd.

(Sandæp Agarwal)  
Managing Director

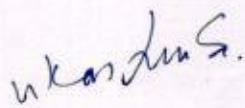
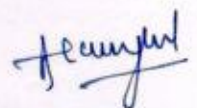
Handwritten signature: Sandæp Agarwal

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For Alps Industries Ltd.  
  
 (Sandeep Agarwal)  
 Managing Director

		obligations. The above action of EARC has been taken on record and the board of directors of company decided to continue the operations of the company through other modes of business other than owning manufacturing facilities at present, and maintain the status of company as "Going concern". Accordingly, the financial statements of the Company for the year ended March 31, 2022 have been prepared on going concern assumption basis and continue with the earlier consented restructuring scheme. The impact, arising upon approval of the revised settlement/restructuring proposal, will be given effect in the financial statements of the year of final settlement with lenders.
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For R.K. Govil & Co.  
Chartered Accountants



(Dipender Gupta)  
Partner  
Membership No.538077  
Firm Regn. No. - 000748C

For & on behalf of Board  
For Alps Industries Ltd.

(Sandeep Agarwal)  
Managing Director  
Sandeep Agarwal  
Managing Director  
DIN : 00139439

(Vikas Lamba)  
Vikas Lamba  
(Audit Committee  
Chairman)  
DIN: 09573001

(Ashok Kumar Singhal)  
Ashok Kumar  
Singhal  
President  
(Corporate F&A)  
CFO

Place: Ghaziabad  
Dated: May 30, 2022

UDIN :- 22538077AJXPRU7712