

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., National Stock Exchange of India Ltd., Exchange Plaza, 5th Floor, Plot No. C/1, G-Block, Bandra-Kurla Complex Bandra (E), Mumbai - 400 051 Ph - 91-22-2659 8101 - 8114 Fax : 022 - 26598237/38/ 2659 8100 Email - cmlist@nse.co.in</p>	<p>The Relationship Manager Corporate Relationship Deptt., Bombay Stock Exchange Limited, 1ST Floor New Trading Ring, Rotunda Building, P. J. Towers, Dalal Street, Fort, Mumbai-400 001. 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.

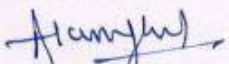
Dear Sir,

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 9TH MAY, 2018 AND CIR/CFD/CMD/56/2016 DATED MAY 30, 2016 (STANDALONE)

NAME OF THE COMPANY: ALPS INDUSTRIES LTD. (LS1109UP1972PLC003544)

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.	SI 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.)	-21.66	-450.03
	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

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<p>d. Audit Qualification where the impact quantified by the Auditor, Management's Views:</p>	<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 Leaschold/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 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.

 (Sandeep Agarwal)
 Managing Director

Handwritten signatures: 'Manduse' and 'Arunjit'

		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.
e.	Audit Qualification where the impact is not quantified by the Auditor :-	
(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)
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 :- 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 9TH 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.)	-21.20	-449.57
	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."
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For Alps Industries Ltd.


 (Sandeep Agarwal)
 Managing Director

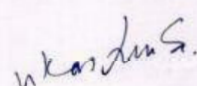
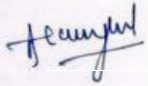
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For Alps Industries Ltd.

 (Sandeep Agarwal)
 Managing Director

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For R.K. Govil & Co.
Chartered Accountants



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

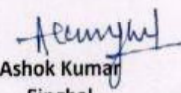
Place: Ghaziabad
Dated: May 30, 2022

UDIN :- 22538077AJXPRU7712

For & on behalf of Board
For Alps Industries Ltd.


(Sandeep Agarwal)
Managing Director
Managing Director
DIN : 00139439


Vikas Lamba
(Audit Committee
Chairman)
DIN: 09573001


Ashok Kumar
Singhal
President
(Corporate F&A)
CFO