

**P. JAIN & CO.**  
CHARTERED ACCOUNTANTS

PHONES : OFF : 0120-2790199,  
2790063, 6459660

Email : [p.jainandco@gmail.com](mailto:p.jainandco@gmail.com),  
[munishjain\\_06@yahoo.co.in](mailto:munishjain_06@yahoo.co.in)

6, Navyug Market, Ghaziabad - 201001

**Limited Review Report**

To,  
The Board of Directors,  
Alps Industries Limited,  
B-2 Loni Road Indl. Area,  
Opp. Mohan Nagar,  
Ghaziabad, Uttar Pradesh - 201007

We have reviewed the accompanying statement of Unaudited Financial Results of **Alps Industries Limited** for the quarter ended on June 30, 2014 except for the disclosures regarding 'Public Shareholding' and 'Promoter and Promoter Group Shareholding' which have been traced from disclosures made by the management and have not been audited by us. This statement is the responsibility of the Company's Management and has been approved by the Board of Directors. Our responsibility is to issue a report on these financial statements based on our review.

We conducted our review in accordance with the Standard on Review Engagement (SRE) 2400, *Engagements to Review Financial Statements* issued by the Institute of Chartered Accountants of India. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the financial statements are free of material misstatement. A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provides less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.


Based on our review conducted as above, we report that :

*"The company has not made any provision towards losses amounting to Rs. 38979 lacs on certain derivative contracts crystallized and towards claims amounting to Rs.6009 lacs against the corporate guarantee provided by the company on behalf of one of its subsidiary company (refer to note no. 2 of the Financial Results), hence to these extents , the current quarter loss, accumulated losses and other current liability have been understated in the Financial Results for the quarter ended 30<sup>th</sup> June, 2014"*

Subject to above, nothing has come to our attention that causes us to believe that the accompanying statement of Unaudited Financial Results prepared in accordance with applicable accounting standards and other recognized accounting practices and policies has not disclosed the information required to be disclosed in terms of Clause 41 of the Listing Agreement including the manner in which it is to be disclosed, or that it contains any material misstatement.

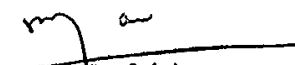
Place : Ghaziabad  
Date : August 11, 2014

For Alps Industries Limited

  
AJAY GUPTA  
(Company Secretary &  
General Manager-Legal)

For P. Jain & Co.,  
Chartered Accountants  
(Firm Regn. Number 000711C)



  
(Munish Kr. Jain)  
(Partner)  
Membership No. 70335

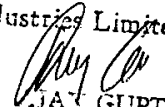
**ALPS INDUSTRIES LTD.**  
Registered Office : B-2, Loni Road, Industrial Area,  
Opp. Mohan Nagar, Ghaziabad - 201007 (U.P.)  
CIN NO. L51109UP1972PLC003544

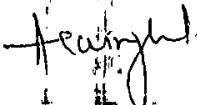
**FINANCIAL RESULTS (PROVISIONAL) WITH AUDITED LIMITED REVIEW FOR THE QUARTER ENDED ON 30TH JUNE 2014**

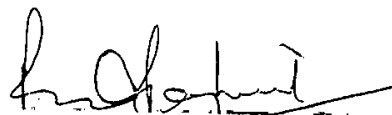
(Rs. in Lacs)

PART - I

S.No.	Particulars	Current Quarter ended		Financial year ended	
		Standalone	Consolidated	Standalone	Consolidated
		Three Months Ended 30.06.2014 Unaudited		Twelve Months Ended 31.03.2014 Audited	
1	Income from operations	14,990.72	14,990.72	76,275.78	77,909.20
(a)	Net Sales/Income from Operations (Net of excise duty)			4,306.61	4,306.61
(b)	Other Operating Income	931.75	931.75	80,582.39	82,215.81
	Total Income from operations (Net)	15,922.47	15,922.47		
2	Expenses				
a)	Cost of materials consumed	10,844.80	10,844.80	54,061.99	54,061.99
b)	Purchase of stock-in-trade	228.09	228.09	1,324.94	3,049.01
c)	Changes in inventories of finished goods, work-in-progress and stock-in-trade	(569.36)	(569.36)	12.90	12.90
d)	Employees benefit expenses	1,677.84	1,678.74	7,290.53	7,294.13
e)	Depreciation & amortisation expenses	1,124.22	1,126.13	4,497.04	4,504.69
f)	Other expenses	3,451.77	3,451.87	14,744.58	14,745.94
	Total Expenses	16,757.36	16,760.27	81,931.98	83,668.66
3	Profit/(Loss) from operations before other income, finance costs & exceptional items (1-2)	(834.90)	(837.80)	(1,349.59)	(1,452.85)
4	Other Income	165.09	172.75	1,069.14	1,093.00
5	Profit/(Loss) from ordinary activities before finance costs and exceptional items (3+4)	(669.81)	(665.05)	(280.45)	(359.85)
6	Finance Costs	3,090.89	3,070.52	11,485.15	11,387.39
7	Profit/(Loss) from ordinary activities after finance costs but before exceptional items (5+6)	(3,760.70)	(3,735.57)	(11,765.60)	(11,747.24)
8	Exceptional items:				
	Income				
	Expenses				
9	Profit/(Loss) from ordinary activities before tax (7+8)	(3,760.70)	(3,735.57)	(11,765.60)	(11,747.24)
10	Tax expense				4.97
11	Net Profit/(Loss) from ordinary activities after tax (9+10)	(3,760.70)	(3,735.57)	(11,765.60)	(11,752.21)
12	Extraordinary items (net of tax expense Rs. NIL)				
13	Net Profit/(Loss) for the Period (11+12)	(3,760.70)	(3,735.57)	(11,765.60)	(11,752.21)
14	Share of profit/(loss) of associates				4.02
15	Minority Interest				
16	Net Profit/(Loss) after taxes, minority interest and share of profit/loss of associates (13+14+15)	(3,760.70)	(3,735.57)	(11,765.60)	(11,756.23)
17	Paid-up equity share capital (Face value of Rs. 10/- each)	3,911.41	3,911.41	3911.41	3911.41
18	Reserves excluding Revaluation Reserves as per balance sheet of previous accounting year			(67,649.54)	(66,060.54)
19.i	Earning Per Share(EPS) (before extraordinary items) (of Rs. 10/- each) (not annualised) :				
	(a) Basic	N.A.	N.A.	N.A.	N.A.
	(b) Diluted	N.A.	N.A.	N.A.	N.A.
19.ii	Earning Per Share(EPS) (after extraordinary items) (of Rs. 10/- each) (not annualised) :				
	(a) Basic	N.A.	N.A.	N.A.	N.A.
	(b) Diluted	N.A.	N.A.	N.A.	N.A.

For Alps Industries Limited  
  
JAY GUPTA  
(Company Secretary &  
General Manager-Legal)





## PART -H

## A PARTICULAR OF SHAREHOLDING

1	Public shareholding				
	- Number of shares	28,528,082	28,528,082	28,528,082	28,528,082
	- Percentage of shareholding	72.94	72.94	72.94	72.94
2	Promoters and promoter group shareholding				
(a)	Pledged/Encumbered				
	- Number of shares	7,586,018	7,586,018	7,586,018	7,586,018
	- Percentage of share (as a % of the total shareholding of promoter and promoter group)	71.66	71.66	71.66	71.66
	- Percentage of share (as a % of the total share capital of the company)	19.39	19.39	19.39	19.39
(b)	Non-encumbered				
	- Number of shares	3,000,000	3,000,000	3,000,000	3,000,000
	- Percentage of share (as a % of the total shareholding of promoter and promoter group)	28.34	28.34	28.34	28.34
	- Percentage of share (as a % of the total share capital of the company)	7.67	7.67	7.67	7.67

## B INVESTORS COMPLAINTS

Particulars	3 months ended June 30, 2014
Pending at the beginning of the quarter	NIL
Received during the quarter	1
Disposed of during the quarter	1
Remaining unresolved at the end of the quarter	NIL

*Accepted & Verified*

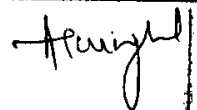
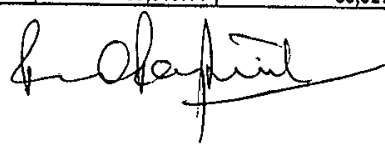
For Alps Industries Limited

*Jay Gupta*  
**JAY GUPTA**  
 (Company Secretary &  
 General Manager-Legal)

**REPORTING OF SEGMENTWISE REVENUES, RESULTS AND CAPITAL EMPLOYED  
UNDER CLAUSE 41 OF THE LISTING AGREEMENT**

(Rs. in Lacs)

Sl. No	PARTICULARS	Current Quarter ended		Financial year ended	
		Standalone	Consolidated	Standalone	Consolidated
		Three Months Ended		Twelve Months Ended	
		30.06.2014		31.03.2014	
		Unaudited		Audited	
<b>A</b>	<b>SEGMENT REVENUES</b>				
1	HOME FURNISHING & FASHION ACCESSORIES	3,742.16	3,742.16	17,293.54	18,926.96
2	YARN	11,951.87	11,951.87	61,362.39	61,362.39
3	ARCHITECTURAL PRODUCTS	1,131.45	1,131.45	4,172.13	4,172.13
	<b>TOTAL</b>	<b>16,825.58</b>	<b>16,825.58</b>	<b>82,828.06</b>	<b>84,461.48</b>
	LESS: INTER SEGMENT REVENUE	903.11	903.11	2,245.67	2,245.67
	<b>INCOME FROM OPERATIONS</b>	<b>15,922.47</b>	<b>15,922.47</b>	<b>80,582.39</b>	<b>82,215.81</b>
<b>B</b>	<b>SEGMENT RESULTS</b>				
	(Profit before Tax & Interest from each segment)				
1	HOME FURNISHING & FASHION ACCESSORIES	(317.36)	(320.26)	(1,092.97)	(1,196.23)
2	YARN	(497.16)	(497.16)	(285.36)	(285.36)
3	ARCHITECTURAL PRODUCTS	(20.38)	(20.38)	28.74	28.74
	<b>TOTAL</b>	<b>(834.90)</b>	<b>(837.80)</b>	<b>(1,349.59)</b>	<b>(1,452.85)</b>
	LESS: (i) INTEREST	3,090.89	3,070.52	11,485.15	11,387.39
	(ii) OTHER UN-ALLOCABLE EXPENDITURE/INCOME				
	(iii) UN-ALLOCABLE INCOME	165.09	172.75	1,069.14	1,093.00
	<b>TOTAL PROFIT BEFORE TAX</b>	<b>(3,760.70)</b>	<b>(3,735.57)</b>	<b>(11,765.60)</b>	<b>(11,747.24)</b>
<b>C</b>	<b>CAPITAL EMPLOYED</b>				
	(Segment Assets - Segment Liabilities)				
1	HOME FURNISHING & FASHION ACCESSORIES	15,656.05	16,102.69	15,960.52	18,468.71
2	YARN	35,161.50	35,161.50	35,615.25	35,615.25
3	ARCHITECTURAL PRODUCTS	598.22	598.22	669.62	669.62
4	UNALLOCABLE	3,167.20	3,167.20	3,273.75	3,273.75
	<b>TOTAL</b>	<b>54,582.96</b>	<b>55,029.60</b>	<b>55,519.14</b>	<b>58,027.33</b>

For A Ips Industries Limited

AJAY GUPTA

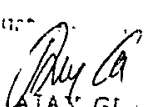
(Company Secretary &  
General Manager-Legal)

NOTES:-

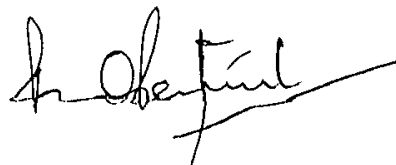
1. The Unaudited Financial Results for the quarter ended on June 30, 2014 has been reviewed by the Audit Committee, approved by the Board of Directors at their meeting held on August 11, 2014 and a limited review of the same has been carried out by the Statutory Auditors of the company.
2. The disputed claims of Rs. 33503.50 Lac plus US\$ 286.90 Lac (Totaling to Rs. 50744 Lac) (approx.) against derivative transactions entered into/ corporate guarantee issued by the company, has not been accounted for in the financial results for the quarter ended on June 30, 2014 on the basis of legal advice received by the company.
3. The company had filed a Reference with the Board of Industrial & Financial Restructuring (BIFR) under Section 15 of the SICA. The BIFR has registered the company vide letter no. 3 (A-4)/BC/2010 dated 29th June 2010 and vide Order dated 06.12.2010, declared the company as "Sick Industrial Company" under Section 3 (1) (o) of the SICA. In terms of the directions of the BIFR, company has filed the Draft Rehabilitation Scheme, and thereafter the revised DRS with Operating Agency (O.A.), State Bank of India, which is pending under consideration with O.A.
4. The Company has received communications from IDBI Bank and State Bank of Patiala stating that they have assigned their dues recoverable from company to an assets reconstruction company (ARC). However, the same does not have any affect on the Balance Sheet or Profit and Loss Account of the company as the same requires only substitution of the name of the ARC for the transferor banks.
5. The figures for the quarter ended 31st March,2014 are the balancing figures between the audited figures in respect of the full financial year and the published year to date figures upto the third quarter of the previous financial year 2013-14.
6. In their last year's audit report dated 30.05.2014 on the financial statements of the company for the year ended on March 31, 2014, the auditors has given the following qualification:-

*"The company has not made any provision towards losses amounting to Rs. 38979 Lacs on derivative contracts crystallized (refer to note nos. 36 (A) (d) I, II and III to the notes to account) and towards claim amounting to Rs. 6009 Lacs against the corporate guarantee provided by the company on behalf of one of its subsidiary company (Refer to note no. 36 (A) (d) IV to the notes to account), hence*

For Alps Indus

  
AJAY G. S. A.  
(Company Secretary &  
General Manager-Legal)





to these extent the loss as shown in statement of profit & loss, accumulated losses and current liabilities are understated."

In case company would have considered this as liability during the respective financial years, the current quarter loss would not have any affect and the accumulated loss and other current liability would have been increased by Rs. 44988 Lac each.

Since company has disputed the above claims towards losses on derivative transactions and towards corporate guarantee in the court of law based on the legal opinion, therefore these disputed claims of Rs. 44988 Lac as on 31.03.2014 and as on 30.06.2014 have been stated as contingent liability in the respective financial statements. The management has decided to consider these disputed claims only after the decision of competent court against the company.

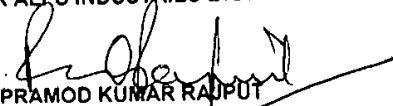
7. The figures for the previous year/quarter have been regrouped, recasted and rearranged, wherever considered necessary.

FOR ALPS INDUSTRIES LTD.

  
A.K SINGHAL  
PRESIDENT CORP.  
(FINANCE & ACCOUNTS)

DATED : August 11, 2014  
PLACE : Ghaziabad

BY ORDER OF BOARD  
FOR ALPS INDUSTRIES LTD.

  
PRAMOD KUMAR RAUPUT  
EXECUTIVE DIRECTOR

For Alps Industries Limited

  
AJAY GUPTA  
(Company Secretary  
General Manager-Legal)