



Independent Auditor's Review Report on Standalone Unaudited Quarterly Financial Results of the Company Pursuant to Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

To,
The Board of Directors,
Alps Industries Limited
57/2, Site IV, Industrial Area,
Sahibabad, Ghaziabad-201010 (U.P.)

We have reviewed the accompanying statement of unaudited financial results of **Alps Industries Limited** (CIN: L51109UP1972PLC003544) for the quarter ended June 30' 2021. 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.

1. We conducted our review of the Statement in accordance with the Standard on Review Engagements (SRE) 2410 "Review of Interim Financial Information Performed by the Independent Auditor of the Entity", issued by the 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 provide less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.
2. Due to spreading of COVID-19 across India, the Government Authorities again imposed a corona lockdown in April' 2021 across States which is still going on with relaxations in parts. This has resulted in restriction on physical visit to client locations and the need for carrying alternative audit procedures as per the Standards on Auditing prescribed by the Institute of Chartered Accountants of India (ICAI).





In view of above stated situation, the review was carried out based on remote access of the data as provided by the management. This has been carried out based on the advisory on "Specific Considerations while conducting Distance Audit/Remote Audit/ Online Audit under current Covid-19 situation" issued by the Auditing and Assurance Standards Board of ICAI. We have been represented by the management that the data provided for our audit purposes is correct, complete, reliable and are directly generated by the accounting system of the Company without any further manual modifications.

We bring to the attention of users that the audit of the financial statements has been performed in the aforesaid conditions.

3. Based on our review conducted as above, except for the effects/possible effects to our observation stated in Para 4 below, 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 Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 including the manner in which it is to be disclosed, or that it contains any material misstatement.

4. Basis for Qualified Opinion

Refer to note no. 5 to the notes on accounts, the Company has not provided for the 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. 158067.21 lakh, accordingly the loss for the quarter and loan liability would have been increased and shareholder's fund would have been reduced to that extent.





5. Emphasis of Matters

We draw attention to the matters as given in Note No. 5 to Financial Statements in respect of 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 thereof and continuation of giving effect to earlier consented scheme though now revoked.

Our conclusion is not modified in respect of this matter.

For R. K Govil & Co.
FRN: 000748C
Chartered Accountants



(Dipender Gupta)
Partner
Membership No: 538077

Place : Ghaziabad
Date : August 13, 2021
UDIN : 21538077AAAAEE6098



Independent Auditor's Review Report on Consolidated Unaudited quarterly Financial Results of the Company Pursuant to Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

To,
The Board of Directors,
Alps Industries Limited
57/2, Site IV, Industrial Area,
Sahibabad, Ghaziabad-201010 (U.P.)

1. We have reviewed the accompanying Statement of Consolidated Unaudited Financial Results of **Alps Industries Limited** (CIN:L51109UP1972PLC003544) ("Parent company") and its subsidiaries (Parent and its subsidiaries together referred to as "the Group") and its share of the net loss after tax for the quarter ended June 30' 2021 ("the Statement"), being submitted by the Parent pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended.
2. This Statement which is the responsibility of the Parents Management and approved by the Parent's Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34, 'Interim Financial Reporting' (Ind AS 34), prescribed under Section 133 of the Companies Act 2013 and other accounting principles generally accepted in India. Our Responsibility is to express a conclusion on the Statement based on our review.
3. We conducted our review of the Statement in accordance with the Standard on Review Engagements (SRE) 2410 "Review of Interim Financial Information Performed by the Independent Auditor of the Entity", issued by the Institute of Chartered Accountants of India. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion. We also performed procedures in accordance with the circular issued by the SEBI under Regulation 33 (8) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, to the extent applicable.
4. **Other Matter**
In view of the pandemic situation of COVID-19, the Indian Government





announced again nation wise lockdown in April ' 2021, which is still going on with relaxations & in parts of the country. In view of this situation, the entire review was carried out based on remote access of the data as provided by the management. We have been represented by the management that the data provided for our audit purposes is correct, complete, reliable and are directly generated by the accounting system of the Company without any further manual modifications. We bring to the attention of users that the review of the financial statements has been performed in the aforesaid conditions.

5. The Statement includes the results of the following entities:
 - a. Alps Energy Private Limited, (Subsidiary of Alps Industries Ltd.)
 - b. Alps USA Inc. (Subsidiary of Alps Industries Ltd.)
6. Based on our review conducted and procedures performed as stated in paragraph 3 above and based on the consideration of the financial statements furnished to us by the management as adopted referred to in paragraph 9 below, except for the effects/possible effects to our Observation stated in Para 7 below, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the recognition and measurement principles laid down in the aforesaid Indian Accounting Standard and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, including the manner in which it is to be disclosed, or that it contains any material misstatement.

7. Basis for Qualified Opinion

Refer to note no. 5 to the notes on accounts, the Company has not provided for the 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. 158067.21 lakh, accordingly the loss for the quarter and loan liability would have been increased and shareholder's fund would have been reduced to that extent.

8. Emphasis of Matters

We draw attention to the following matters as given in Note No. 5 to Financial Statements in respect of 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





R.K. GOVIL & CO.

CHARTERED ACCOUNTANTS

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obligation thereof and continuation of giving effect to earlier consented scheme though now revoked.

Our conclusion is not modified in respect of this matter.

9. The consolidated unaudited financial results includes the interim financial results of Alps Energy Private Limited and Alps USA Inc., subsidiaries which have not been reviewed by their auditors, whose interim financial results reflect total revenue of Rs. 0.36 lakh and Rs. Nil lakh, total net loss after tax of Rs. 0.96 lakh and Rs. Nil lakh and total comprehensive loss of Rs. 0.96 lakh for the quarter ended on June 30 2021 as considered in the consolidated unaudited financial results. According to the information and explanations given to us by the management, these interim financial results are not material to the Group. Our conclusion is not modified in respect of this matter.

For R. K Govil & Co.

FRN: 000748C

Chartered Accountants



(Dipender Gupta)

Partner

Membership No: 538077

Place : Ghaziabad

Date : August 13, 2021

UDIN : 21538077AAAAEF9062

ALPS INDUSTRIES LIMITED

CIN : LS1109UP1972PLC003544

Registered Office : 57/2, Site-IV Industrial Area, Sahibabad, Ghaziabad-201010 U.P. INDIA

Ph. : 0120-4161716, Email Id. : alps@gupta@alpsindustries.com, investor@alpsindustries.com
STANDALONE AND CONSOLIDATED UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED ON 30TH JUNE 2021.

UNDER REGULATION 33 OF THE SEBI (LISTING OBLIGATIONS AND DISCLOSURE REQUIREMENTS) REGULATIONS, 2015

(Rs. in Lakh)

Particulars	3 months ended		Preceding 3 months ended		Corresponding 3 months ended in the previous year		Financial year ended	
	(Standalone)	(Consolidated)	(Standalone)	(Consolidated)	(Standalone)	(Consolidated)	(Standalone)	(Consolidated)
	30.06.2021	30.06.2021	31.03.2021	31.03.2021	30.06.2020	30.06.2020	31.03.2021	31.03.2021
I Revenue								
(a) Income from operations	7,635.43	7,635.43	7,583.75	7,583.75	2,625.12	2,625.12	25,410.27	25,410.27
(b) Other income	97.76	98.12	71.37	35.26	26.19	26.44	113.50	78.14
Total Revenue (I+ II)	7,733.19	7,733.55	7,655.12	7,619.01	2,651.31	2,651.56	25,523.77	25,488.41
IV Expenditure								
(a) Cost of Material consumed	4,751.36	4,751.36	4,678.41	4,678.41	1,588.53	1,588.53	15,000.50	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	(121.67)	(121.67)	(73.85)	(73.85)	(68.87)	(68.87)	463.15	463.15
(f) Employee Benefit expense	1,040.72	1,040.72	1,102.17	1,102.17	444.48	444.48	3,403.92	3,403.92
(g) Finance cost	1,497.83	1,497.83	1,169.49	1,169.49	1,505.04	1,505.05	5,760.43	5,760.44
(h) Depreciation & Amortisation expenses	128.13	129.34	181.71	182.87	207.90	209.07	803.20	807.90
(i) Impairment of Assets	-	-	2,416.89	2,416.89	-	-	2,416.89	2,416.89
(j) Other expenses	1,892.95	1,893.06	1,661.99	1,662.26	709.34	709.81	6,026.80	6,027.95
Total Expenses	9,189.32	9,190.64	11,136.81	11,138.24	4,386.42	4,388.07	33,874.89	33,880.75
VI (Loss)/Profit before exceptional items and tax (IV- V)	(1,456.13)	(1,457.09)	(3,481.69)	(3,519.23)	(1,735.11)	(1,736.51)	(8,351.12)	(8,392.34)
VII Exceptional Items	-	-	895.29	895.29	-	-	895.29	895.29
VIII (Loss)/Profit before tax (VI- VII)	(1,456.13)	(1,457.09)	(2,586.40)	(2,623.94)	(1,735.11)	(1,736.51)	(7,455.83)	(7,497.05)
IX Tax expense								
(a) Current tax	-	-	0.04	11.74	-	-	0.04	11.74
(b) Deferred tax	-	-	-	-	-	-	-	-
X (Loss)/Profit after tax (VIII-IX)	(1,456.13)	(1,457.09)	(2,586.44)	(2,635.68)	(1,735.11)	(1,736.51)	(7,455.87)	(7,508.79)
XI Other comprehensive income								
XII Total comprehensive Income (X+XI)	(1,456.13)	(1,456.80)	(2,586.44)	(2,635.68)	(1,735.11)	(1,736.51)	(7,455.87)	(7,508.79)
Attributable to :								
Owners	(1,456.13)	(1,456.80)	(2,586.44)	(2,620.78)	(1,735.11)	(1,736.09)	(7,455.87)	(7,492.78)
Non Controlling Interest	-	(0.29)	-	(14.90)	-	(0.42)	-	(16.01)
Profit for the period attributable to :								
Owners	(1,456.13)	(1,456.80)	(2,586.44)	(2,620.78)	(1,735.11)	(1,736.09)	(7,455.87)	(7,492.78)
Non Controlling Interest	-	(0.29)	-	(14.90)	-	(0.42)	-	(16.01)
Other comprehensive income for the period attributable to :								
Owners	-	-	-	-	-	-	-	-
Non Controlling Interest	-	-	-	-	-	-	-	-
XIII Paid up equity share capital (face value of Re. 10/- each)	3,911.41	3,911.41	3,911.41	3,911.41	3,911.41	3,911.41	3,911.41	3,911.41
XIV Earnings per share (face value of Rupee 10/- each) (not Basic and Diluted earnings per share (in Rs.))	(3.72)	(3.73)	(6.61)	(6.74)	(4.44)	(4.44)	(19.06)	(19.20)

For Alps Industries Ltd.

(Sandeep Agarwal)
Managing Director

-:NOTES:-

1. The Unaudited Financial Results for the Quarter ended on June 30' 2021 have been reviewed by the Audit Committee and approved by the Board of Directors at their meeting held on August 13' 2021.
2. The figures of 4th quarter of FY 2020-21 are balancing figures between audited figures in respect of full financial year and published year-to-date up to third quarter of the financial year ended on March 31, 2021.
3. In terms of the Ind AS, there is only one reportable segment i.e. Textile Segment, hence segment wise reporting is not applicable.
4. Company has submitted with Bombay Stock Exchange Limited an application dated 9.6.2016 for Voluntary Delisting of its 39114100 Equity Shares from their platform which is still pending with them. The company has also filed the Writ Petition before Allahabad High Court for necessary directions in this regard which is pending adjudication.
5. During earlier year, the lenders having more than 83% of then secured debts of the Company revoked their consent to the DRS/settlement scheme interalia containing the restructuring of the debts of the Company, circulated by erstwhile Hon'ble BIFR, 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 its dues has also filed an Original Application before Debts Recovery Tribunal, Lucknow Bench, which is pending adjudication. In addition to above EARC under the provisions of SARFAESI, had auctioned certain properties of company and Lenders having first pari passu charge over these assets have adjusted their dues with the realization made there from. EARC has also taken over the symbolic possession of properties Viz. Leasehold Land & Building lying at IA, Sec.-10, IIE, SIDCUL, Haridwar under section 13(4) of the SARFAESI Act and issued a sale notice under Rule 8(6) and Rule 6(2) of the Security Interest (Enforcement) Rules, 2002. The adjustments as may arise on account of further action of lenders, if any, shall be made in the books of account upon receipt of information from them. The Company once again submitted a revised settlement/restructuring proposal with lenders which is under active consideration with them. Management of the Company expects to

For Alps Industries Ltd.



(Sandeep Agarwal)
Managing Director

get the revised settlement/restructuring proposal approved from lenders and accordingly, the Company would be meeting its revised financial obligations. Accordingly, the financial statements of the Company for the quarter ended on June 30, 2021 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.

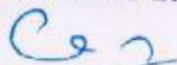
Hence, no provision considered necessary in these accounts towards interest on entire secured loans & part of principal secured loan waived earlier and impact on retained earnings thereon totaling to Rs. 158067.21 Lakh as per provisions of earlier consented scheme, which the Company continues to give effect till the time revised settlement/restructuring proposal is finally approved by its lenders.

6. 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 ended June 30, 2021 and found that there is no material impact on the assets & liabilities and profit & loss account for the quarter ended on 30.06.2021. 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.
7. In their audit report dated 30.6.2021 on the financial statements of the company for the 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.”

In case, company would have considered this as liability, its standalone net loss for the quarter ending on 30.06.2021 would have been amount to Rs. 159523.34 lakh, (Consolidated net loss Rs. 159524.30 lakh for the quarter) as against already stated standalone net loss of Rs. 1456.13 lakh for the quarter (Consolidated net loss Rs. 1457.09 lakh for the quarter) and the accumulated loss and loan liabilities at the end of the quarter ended on June 30, 2021 would have been higher by Rs. 158067.21 lakh.

For Alps Industries Ltd.



(Sandeep Agarwal)
Managing Director

The management's view is detailed in para 5 above. The impact, if any, of the revised settlement/restructuring which is under active consideration with lenders, will be given effect in the financial statements of the year of final settlement with them.

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

DATE : AUGUST 13, 2021

PLACE : GHAZIABAD

BY ORDER OF THE BOARD
For Alps Industries Ltd.



(Sandeep Agarwal)

SANDEEP AGARWAL
MANAGING DIRECTOR
DIN: 00139439