



**Vista®**

# **Alps Industries Limited**

(A Government Recognised Golden Trading House)  
An ISO 14001 & ISO 9001 Company

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E-mail : [alps@alpsindustries.com](mailto:alps@alpsindustries.com)

(By Courier/Fax/ E-mail)

ALPS/378/SE09/2014-2015

May 30, 2014

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  
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**SUB : INFORMATION FOR DECISIONS TAKEN AT THE MEETING OF BOARD OF DIRECTORS HELD ON MAY 30, 2014.**

Dear Sir,

As required under clause 41 of the listing agreement, we wish to inform you that the meeting of Board of Directors of the company was held on May 30, 2014 and approved the following matters along with other matters incidental thereto:

1. Audited financial results for the Quarter and financial year ended on March 31, 2014.
2. Balance Sheet and Profit & Loss A/c for the financial year period ended on March 31, 2014.
3. Draft of Directors' Report of the Company for the financial year ended March 31, 2014 and as on date.
4. Recommendation for appointment of Statutory Auditors of the company.
5. Notice convening the 42<sup>nd</sup> Annual General Meeting of the Company.
6. Pursuant to the withdrawal of nomination by State Bank of India, Mr. Sonalal Dutta (DIN No.03011996) has resigned as director on the Board of the company and the resignation has been accepted by the Board of Directors w.e.f. 11<sup>th</sup> May 2014.

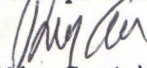
The Audited Financial Results for the quarter and financial year ended on March 31, 2014, Segment wise Reporting alongwith Statement for Assets and Liability as approved by the Board is enclosed herewith as Annexure - 1.

This is for your kind information please.

Thanking you

Yours faithfully,

For **Alps Industries Limited**

  
(Ajay Gupta)  
Company Secretary  
& General Manager Legal  
Encl : a/a



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STANDALONE AND CONSOLIDATED AUDITED FINANCIAL RESULTS FOR THE QUARTER AND THE FINANCIAL YEAR ENDED ON MARCH 31, 2014.

(Rs. in Lacs)

| Sl. No. | Particulars                                                                                   | Current Quarter ended         |              | Previous Quarter ended      |              | Corresponding Quarter ended   |              | Year to Date for the Current Period Ended |              | Year to Date for the Previous period Ended |              |
|---------|-----------------------------------------------------------------------------------------------|-------------------------------|--------------|-----------------------------|--------------|-------------------------------|--------------|-------------------------------------------|--------------|--------------------------------------------|--------------|
|         |                                                                                               | Standalone                    | Consolidated | Standalone                  | Consolidated | Standalone                    | Consolidated | Standalone                                | Consolidated | Standalone                                 | Consolidated |
|         |                                                                                               | Three Months Ended 31.03.2014 |              | Three Months Ended 31.12.13 |              | Three Months Ended 31.03.2013 |              | Financial year ended on 31.03.2014        |              | Financial year ended on 31.03.2013         |              |
|         |                                                                                               | Audited (Refer to note no. 5) |              | Unaudited                   |              | Audited                       |              | Audited(Refer to note no. 5)              |              | Audited                                    |              |
| 1       | Income from operations                                                                        |                               |              |                             |              |                               |              |                                           |              |                                            |              |
| (a)     | Net Sales/Income from Operations (Net of excise duty)                                         | 17,098.88                     | 17,831.87    | 20,045.96                   | 20,945.96    | 18,999.37                     | 21,263.78    | 76,275.78                                 | 77,909.20    | 67,839.47                                  | 70,104.12    |
| (b)     | Other Operating Income                                                                        | 996.14                        | 996.14       | 1,362.22                    | 1,362.22     | 797.75                        | 797.75       | 4,306.61                                  | 4,306.61     | 2,233.23                                   | 2,233.23     |
|         | Total Income from operations (Net)                                                            | 18,095.02                     | 18,828.01    | 21,408.18                   | 22,308.18    | 19,797.12                     | 22,061.53    | 80,582.39                                 | 82,215.81    | 70,072.70                                  | 72,337.35    |
| 2       | Expenses                                                                                      |                               |              |                             |              |                               |              |                                           |              |                                            |              |
| a)      | Cost of materials consumed                                                                    | 11,844.20                     | 11,844.19    | 13,513.59                   | 13,513.21    | 13,042.46                     | 13,045.76    | 54,061.99                                 | 54,061.99    | 48,028.68                                  | 48,032.19    |
| b)      | Purchase of stock-in-trade                                                                    | 404.84                        | 1,176.51     | 293.99                      | 1,246.39     | 190.51                        | 2,692.72     | 1,324.94                                  | 3,049.01     | 523.89                                     | 3,026.10     |
| c)      | Changes in inventories of finished goods, work-in-progress and stock-in-trade                 | 478.63                        | 478.63       | 1,239.58                    | 1,239.58     | (390.88)                      | (390.88)     | 12.90                                     | 12.90        | (2,780.77)                                 | (2,780.77)   |
| d)      | Employees benefit expenses                                                                    | 1,433.30                      | 1,434.20     | 1,909.68                    | 1,910.58     | 1,753.19                      | 1,753.79     | 7,290.53                                  | 7,294.13     | 6,385.99                                   | 6,388.39     |
| e)      | Depreciation & amortisation expenses                                                          | 1,123.05                      | 1,126.00     | 1,125.00                    | 1,126.56     | 1,057.13                      | 1,058.69     | 4,497.04                                  | 4,504.69     | 4,495.17                                   | 4,501.45     |
| f)      | Other expenses                                                                                | 3,655.54                      | 3,655.93     | 3,446.73                    | 3,447.40     | 4,052.77                      | 4,070.60     | 14,744.58                                 | 14,745.94    | 14,282.29                                  | 14,285.76    |
|         | Total Expenses                                                                                | 18,939.56                     | 19,715.46    | 21,528.57                   | 22,483.72    | 19,705.18                     | 22,230.68    | 81,931.98                                 | 83,668.66    | 70,935.25                                  | 73,453.12    |
| 3       | Profit/(Loss) from operations before other income, finance costs & exceptional items (1-2)    | (844.54)                      | (887.45)     | (120.39)                    | (175.54)     | 91.94                         | (169.15)     | (1,349.59)                                | (1,452.85)   | (862.55)                                   | (1,115.77)   |
| 4       | Other Income                                                                                  | 179.21                        | 178.64       | 232.69                      | 241.58       | 157.64                        | 133.78       | 1,069.14                                  | 1,093.00     | 618.87                                     | 617.69       |
| 5       | Profit/(Loss) from ordinary activities before finance costs and exceptional items (3+4)       | (665.33)                      | (708.81)     | 112.30                      | 66.04        | 249.58                        | (35.37)      | (280.45)                                  | (359.85)     | (243.68)                                   | (498.08)     |
| 6       | Finance Costs                                                                                 | 2,877.30                      | 2,853.64     | 2,963.43                    | 2,938.73     | 2,756.13                      | 2,713.50     | 11,485.15                                 | 11,387.39    | 10,120.03                                  | 9,949.14     |
| 7       | Profit/(Loss) from ordinary activities after finance costs but before exceptional items (5+6) | (3,542.63)                    | (3,562.45)   | (2,851.13)                  | (2,872.69)   | (2,506.55)                    | (2,748.87)   | (11,765.60)                               | (11,747.24)  | (10,363.71)                                | (10,447.22)  |
| 8       | Exceptional items:                                                                            |                               |              |                             |              |                               |              |                                           |              |                                            |              |
|         | Income                                                                                        | -                             | -            | -                           | -            | -                             | -            |                                           |              | (1,166.15)                                 | (1,149.23)   |
|         | Expenses                                                                                      | -                             | -            | -                           | -            | -                             | (16.92)      |                                           |              | (11,529.86)                                | (11,599.26)  |
| 9       | Profit/(Loss) from ordinary activities before tax (7+8)                                       | (3,542.63)                    | (3,562.45)   | (2,851.13)                  | (2,872.69)   | (2,506.55)                    | (2,731.95)   | (11,765.60)                               | (11,747.24)  | (11,529.86)                                | (11,599.26)  |
| 10      | Tax expense                                                                                   | -                             | 4.97         | -                           | -            | -                             | 2.81         |                                           | 4.97         |                                            | 2.81         |
| 11      | Net Profit / (Loss) from ordinary activities after tax (9+10)                                 | (3,542.63)                    | (3,567.42)   | (2,851.13)                  | (2,872.69)   | (2,506.55)                    | (2,734.76)   | (11,765.60)                               | (11,752.21)  | (11,529.86)                                | (11,599.26)  |
|         | Add : Mat Credit Availled                                                                     |                               |              |                             |              |                               |              |                                           |              |                                            |              |
| 12      | Extraordinary items (net of tax expense Rs. NIL )                                             | -                             | -            |                             |              |                               |              |                                           |              |                                            |              |
| 13      | Net Profit / (Loss) for the Period (11+12)                                                    | (3,542.63)                    | (3,567.42)   | (2,851.13)                  | (2,872.69)   | (2,506.55)                    | (2,734.76)   | (11,765.60)                               | (11,752.21)  | (11,529.86)                                | (11,599.26)  |
| 14      | Share of profit/(loss) of associates                                                          | -                             | -            |                             |              |                               |              |                                           |              |                                            |              |



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

(Rs. In Lacs)

| Sl. No   | PARTICULARS                                                 | Current Quarter ended            |                   | Previous Quarter ended           |                   | Corresponding Quarter ended      |                   | Year to Date for the current Period Ended |                    | Year to Date for the previous Period Ended |                    |
|----------|-------------------------------------------------------------|----------------------------------|-------------------|----------------------------------|-------------------|----------------------------------|-------------------|-------------------------------------------|--------------------|--------------------------------------------|--------------------|
|          |                                                             | Standalone                       | Consolidated      | Standalone                       | Consolidated      | Standalone                       | Consolidated      | Standalone                                | Consolidated       | Standalone                                 | Consolidated       |
|          |                                                             | Three Months Ended<br>31.03.2014 |                   | Three Months Ended<br>31.12.2013 |                   | Three Months Ended<br>31.03.2013 |                   | Financial year ended on<br>31.03.2014     |                    | Financial year ended on<br>31.03.2013      |                    |
|          |                                                             | Audited (Refer to Note no. 5)    |                   | Unaudited                        |                   | Audited(Refer to Note no.5)      |                   | Audited                                   |                    | Audited                                    |                    |
| <b>A</b> | <b>SEGMENT REVENUES</b>                                     |                                  |                   |                                  |                   |                                  |                   |                                           |                    |                                            |                    |
| 1        | HOME FURNISHING & FASHION ACCESSORIES                       | 3,311.39                         | 4,044.38          | 4,847.99                         | 5,747.99          | 4,693.60                         | 6,958.00          | 17,293.54                                 | 18,926.96          | 14,126.84                                  | 16,391.49          |
| 2        | YARN                                                        | 14,165.47                        | 14,165.47         | 15,915.57                        | 15,915.57         | 14,947.59                        | 14,947.59         | 61,362.39                                 | 61,362.39          | 53,931.67                                  | 53,931.67          |
| 3        | ARCHITECTURAL PRODUCTS                                      | 1,049.50                         | 1,049.50          | 1,079.08                         | 1,079.08          | 774.57                           | 774.57            | 4,172.13                                  | 4,172.13           | 3,102.09                                   | 3,102.09           |
|          | <b>TOTAL</b>                                                | <b>18,526.36</b>                 | <b>19,259.35</b>  | <b>21,842.64</b>                 | <b>22,742.64</b>  | <b>20,415.76</b>                 | <b>22,680.16</b>  | <b>82,828.06</b>                          | <b>84,461.48</b>   | <b>71,160.60</b>                           | <b>73,425.25</b>   |
|          | <b>LESS: INTER SEGMENT REVENUE</b>                          | <b>431.34</b>                    | <b>431.34</b>     | <b>434.46</b>                    | <b>434.46</b>     | <b>618.64</b>                    | <b>618.64</b>     | <b>2,245.67</b>                           | <b>2,245.67</b>    | <b>1,087.90</b>                            | <b>1,087.90</b>    |
|          | <b>INCOME FROM OPERATIONS</b>                               | <b>18,095.02</b>                 | <b>18,828.01</b>  | <b>21,408.18</b>                 | <b>22,308.18</b>  | <b>19,797.12</b>                 | <b>22,061.52</b>  | <b>80,582.39</b>                          | <b>82,215.81</b>   | <b>70,072.70</b>                           | <b>72,337.35</b>   |
| <b>B</b> | <b>SEGMENT RESULTS</b>                                      |                                  |                   |                                  |                   |                                  |                   |                                           |                    |                                            |                    |
|          | <b>(Profit before Tax &amp; Interest from each segment)</b> |                                  |                   |                                  |                   |                                  |                   |                                           |                    |                                            |                    |
| 1        | HOME FURNISHING & FASHION ACCESSORIES                       | (634.54)                         | (677.43)          | (10.31)                          | (65.46)           | (603.04)                         | (864.13)          | (1,092.97)                                | (1,196.23)         | (3,002.70)                                 | (3,255.91)         |
| 2        | YARN                                                        | (197.61)                         | (197.61)          | (99.80)                          | (99.80)           | 1,109.92                         | 1,109.92          | (285.36)                                  | (285.36)           | 2,628.08                                   | 2,628.08           |
| 3        | ARCHITECTURAL PRODUCTS                                      | (12.40)                          | (12.40)           | (10.28)                          | (10.28)           | (414.94)                         | (414.94)          | 28.74                                     | 28.74              | (487.94)                                   | (487.94)           |
|          | <b>TOTAL</b>                                                | <b>(844.54)</b>                  | <b>(887.44)</b>   | <b>(120.39)</b>                  | <b>(175.54)</b>   | <b>91.94</b>                     | <b>(169.15)</b>   | <b>(1,349.59)</b>                         | <b>(1,452.85)</b>  | <b>(862.56)</b>                            | <b>(1,115.77)</b>  |
|          | <b>LESS: (i) INTEREST</b>                                   | <b>2,877.30</b>                  | <b>2,853.64</b>   | <b>2,963.43</b>                  | <b>2,938.73</b>   | <b>2,756.13</b>                  | <b>2,713.50</b>   | <b>11,485.15</b>                          | <b>11,387.39</b>   | <b>10,120.03</b>                           | <b>9,949.14</b>    |
|          | <b>(ii) OTHER UN-ALLOCABLE EXPENDITURE/INCOME</b>           |                                  |                   | -                                | -                 | -                                | (16.92)           |                                           |                    | 1,166.15                                   | 1,149.23           |
|          | <b>(iii) UN-ALLOCABLE INCOME</b>                            | <b>179.21</b>                    | <b>178.64</b>     | <b>232.69</b>                    | <b>241.58</b>     | <b>157.64</b>                    | <b>133.78</b>     | <b>1,069.14</b>                           | <b>1,093.00</b>    | <b>618.87</b>                              | <b>617.69</b>      |
|          | <b>TOTAL PROFIT BEFORE TAX</b>                              | <b>(3,542.63)</b>                | <b>(3,562.44)</b> | <b>(2,851.13)</b>                | <b>(2,872.69)</b> | <b>(2,506.55)</b>                | <b>(2,731.95)</b> | <b>(11,765.60)</b>                        | <b>(11,747.24)</b> | <b>(11,529.86)</b>                         | <b>(11,596.45)</b> |
| <b>C</b> | <b>CAPITAL EMPLOYED</b>                                     |                                  |                   |                                  |                   |                                  |                   |                                           |                    |                                            |                    |
|          | <b>(Segment Assets - Segment Liabilities)</b>               |                                  |                   |                                  |                   |                                  |                   |                                           |                    |                                            |                    |
| 1        | HOME FURNISHING & FASHION ACCESSORIES                       | 15,960.52                        | 18,366.63         | 16,437.49                        | 16,358.39         | 16,093.16                        | 17,931.91         | 15,960.52                                 | 18,468.71          | 16,093.16                                  | 17,931.91          |
| 2        | YARN                                                        | 35,615.25                        | 35,615.25         | 35,561.32                        | 35,561.32         | 38,146.60                        | 38,146.60         | 35,615.25                                 | 35,615.25          | 38,146.60                                  | 38,146.60          |
| 3        | ARCHITECTURAL PRODUCTS                                      | 669.62                           | 669.62            | 746.61                           | 746.61            | 617.05                           | 617.05            | 669.62                                    | 669.62             | 617.05                                     | 617.05             |
|          | <b>UNALLOCABLE</b>                                          | <b>3,276.14</b>                  | <b>3,276.14</b>   | <b>3,607.74</b>                  | <b>3,607.74</b>   | <b>2,229.44</b>                  | <b>2,229.44</b>   | <b>3,273.75</b>                           | <b>3,273.75</b>    | <b>2,229.44</b>                            | <b>2,229.44</b>    |
|          | <b>TOTAL</b>                                                | <b>55,521.53</b>                 | <b>57,927.64</b>  | <b>56,353.16</b>                 | <b>56,274.06</b>  | <b>57,086.25</b>                 | <b>58,925.00</b>  | <b>55,519.14</b>                          | <b>58,027.33</b>   | <b>57,086.25</b>                           | <b>58,925.00</b>   |

for Alps Industries Limited

MAY GUPTA  
(Company Secretary &  
General Manager-I (Legal))

**STANDALONE AND CONSOLIDATED AUDITED SUMMARY OF ASSETS AND LIABILITIES FOR THE FINANCIAL YEAR ENDED ON MARCH 31, 2014.**

**(Rs in Lacs)**

| Sl. No. | Particulars                                                                           | Financial Year ended           |                                | Financial Year ended           |                                |
|---------|---------------------------------------------------------------------------------------|--------------------------------|--------------------------------|--------------------------------|--------------------------------|
|         |                                                                                       | Standalone                     | Consolidated                   | Standalone                     | Consolidated                   |
|         |                                                                                       | As on<br>31.03.2014<br>Audited | As on<br>31.03.2013<br>Audited | As on<br>31.03.2014<br>Audited | As on<br>31.03.2013<br>Audited |
| A       | EQUITY AND LIABILITIES                                                                |                                |                                |                                |                                |
| 1       | SHAREHOLDER' FUND                                                                     |                                |                                |                                |                                |
|         | (a) Share Capital                                                                     | 3,911.41                       | 3,911.41                       | 3,911.41                       | 3,911.41                       |
|         | (i) Equity Capital                                                                    | -                              | -                              | 2,693.41                       | 2,693.41                       |
|         | (ii) 6% Optionally Convertible Cumulative Preference Share Capital Under Category 'B' | 11,109.40                      | 11,109.40                      | 11,109.40                      | 11,109.40                      |
|         | (iii) 1% Cumulative Redeemable Preferential Share Capital                             | 15,683.50                      | 15,683.50                      | 12,990.09                      | 12,990.09                      |
|         | (iv) 6 % Cumulative Redeemable Preferential Share Capital                             | (67,649.54)                    | (66,060.54)                    | (55,913.95)                    | (54,333.46)                    |
|         | (b) Reserve and Surplus                                                               |                                |                                |                                |                                |
|         | (c) Money received against share warrants                                             | (36,945.23)                    | (35,356.23)                    | (25,209.63)                    | (23,629.14)                    |
|         | Sub-total - Shareholders' Funds                                                       |                                |                                |                                |                                |
| 2       | Share application money pending allotment                                             |                                |                                |                                |                                |
| 3       | Minority Interest*                                                                    | -                              | 914.21                         | -                              | 910.19                         |
| 4       | Non-Current Liabilities                                                               |                                |                                |                                |                                |
|         | (a) Long-term borrowings                                                              | 69,373.96                      | 67,335.00                      | 68,629.17                      | 66,159.17                      |
|         | (b) Deferred tax liabilities (net)                                                    | -                              | -                              | -                              | -                              |
|         | (c) Other long-term liabilities                                                       | 23,056.16                      | 23,056.16                      | 13,666.72                      | 13,666.72                      |
|         | (d) Long-term provisions                                                              | 290.26                         | 290.26                         | 292.01                         | 292.01                         |
|         | Sub-total - Non Current Liabilities                                                   | 92,720.38                      | 90,681.42                      | 82,587.90                      | 80,117.90                      |
| 5       | Current Liabilities                                                                   |                                |                                |                                |                                |
|         | (a) Short-term borrowings                                                             | 40,151.57                      | 40,151.57                      | 39,351.28                      | 39,351.28                      |
|         | (b) Trade Payables                                                                    | 6,476.44                       | 6,594.37                       | 6,117.40                       | 6,235.61                       |
|         | (c) Other current liabilities                                                         | 6,845.19                       | 6,856.52                       | 6,324.32                       | 6,658.53                       |
|         | (c) Short-term provisions                                                             | 34.25                          | 39.23                          | 23.01                          | 25.81                          |
|         | Sub-total - Current Liabilities                                                       | 53,507.45                      | 53,641.69                      | 51,816.01                      | 52,271.23                      |
|         | TOTAL - EQUITY AND LIABILITIES                                                        | 109,282.60                     | 109,881.09                     | 109,194.28                     | 109,670.18                     |
| B       | ASSETS                                                                                |                                |                                |                                |                                |
| 1       | Non-Current Assets                                                                    |                                |                                |                                |                                |
|         | (a) Fixed Assets                                                                      | 50,138.84                      | 51,248.57                      | 53,981.02                      | 55,033.68                      |
|         | (b) Goodwill on consolidation                                                         |                                |                                |                                |                                |
|         | (c) Non-Current Investment                                                            | 958.55                         | 5.77                           | 958.55                         | 5.77                           |
|         | (d) Deferred tax assets (net)                                                         |                                |                                |                                |                                |
|         | (e) Long-term loans and advances                                                      | 1,160.88                       | 1,174.26                       | 1,327.90                       | 1,327.90                       |
|         | (f) Other non-current assets                                                          | 1,209.69                       | 1,209.69                       | 1,210.90                       | 1,211.01                       |
|         | Sub-total-Non Current Assets                                                          | 53,467.96                      | 53,638.29                      | 57,478.37                      | 57,578.36                      |
| 2       | Current Assets                                                                        |                                |                                |                                |                                |
|         | (a) Current investment                                                                | 22.61                          | 22.61                          | 25.00                          | 25.00                          |
|         | (b) Inventories                                                                       | 37,755.51                      | 37,774.06                      | 35,558.37                      | 35,559.29                      |
|         | (c) Trade receivables                                                                 | 11,557.65                      | 11,557.65                      | 11,054.00                      | 11,055.98                      |
|         | (d) Cash and Cash equivalents                                                         | 4,775.04                       | 5,137.44                       | 3,558.22                       | 3,868.92                       |
|         | (e) Short-term loans and advances                                                     | 752.77                         | 776.85                         | 904.56                         | 918.22                         |
|         | (f) Other Current Assets                                                              | 951.06                         | 974.19                         | 615.76                         | 664.41                         |
|         | Sub-total-Current Assets                                                              | 55,814.64                      | 56,242.80                      | 51,715.91                      | 52,091.82                      |
|         | TOTAL ASSETS                                                                          | 109,282.60                     | 109,881.09                     | 109,194.28                     | 109,670.18                     |

\* Applicable in the case of consolidated statement of assets and liabilities.

AYYAGUNTA  
 (Company Secretary &  
 General Manager - Legal)

**NOTES:-**

1 The Audited Financial Results for the Financial Year ended on March 31, 2014 has been reviewed by the Audit Committee, adopted by the Board of Directors at their meeting held on May 30, 2014.

2 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, State Bank of India, which is pending under consideration with O.A.

3 Pursuant to the withdrawal of nomination by State Bank of India, Mr. Sonalal Dutta (DIN No.03011996) has resigned as director on the Board of the company and the resignation has been accepted by the Board of Directors w.e.f. 11<sup>th</sup> May 2014.

4 26,934,146 numbers of 6% Optionally Convertible Redeemable Preference Shares under category 'B' which were issued on 22.08.2012 have been reclassified into 6% Cumulative Redeemable Preference Shares under the same category on 22.02.2014, upon expiry of the option period as no shareholder has exercised the option.

5 The figures for the quarters ended 31st March, 2014 and 31st March, 2013 are the balancing figures between the audited figures in respect of the full financial year and the published year to date figures up to the third quarter of the relevant financial year.

6 Due to losses during the financial year ended on March 31, 2014, no dividend has been recommended by the Board of Directors.

7 The Company has received communications from State Bank of India, State Bank of Mysore and EXIM Bank stating that they have assigned their dues recoverable from company (except an amount of Rs. 100 lac retained by State Bank of India) 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.

8 As decided by the Board of Directors, the operations of the leased units located at Kashipur, Jaspur (spinning units) and A-16, Site IV Industrial Area, Sahibabad (Made up unit) have been closed down and these leases have been surrendered and also the operations of units located at A-2 and A-3, Loni Road Industrial Area, Ghaziabad have been merged. The Made up operations has been commenced at the unit located at 57/2 Site IV Indl. Area, Sahibabad, Ghaziabad.

**For Alps Industries Limited**

  
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(Company Secretary &  
General Manager-Legal)

9 In their last audit report dated 30.05.2013 on the financial statements of the company for the year ended on March 31, 2013, the auditors has given the following qualification :-

*"As discussed in note Nos. 35 (A)(d) I, II and III of Notes to Account, the company has not made any provisions towards the losses on derivative contracts crystallized amounting to Rs. 38458 lacs and claims of Rs. 5439 Lacs against the corporate guarantee provided by the company on behalf of one of it's subsidiary company (Refer to note no. 35 (A)(d) IV of notes to account), hence to that extent the loss as shown in statement of profit & Loss, accumulated losses and current liabilities is understated."*

Auditors has repeated the qualification with a total qualified amount of Rs. 44989 lac in their current audit report dated 30th May 2014 on the financial statements of the company for the year ended on March 31, 2014. The increase of Rs. 1092 lacs in the total qualified amount is on account of change in exchange rate of USD against Rupee at the current year ended on 31<sup>st</sup> March 2014 over previous year ended on 31st March 2013.

In case company would have considered this as liability during the last financial year 2012-13 its net loss would have been of Rs. 55426.86 Lac as against already stated net loss of Rs.11529.86 Lac and current years accumulated loss would have been higher by Rs.44989 Lacs .

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 have been stated as contingent liability of Rs. 43897 Lac in the last Audited Balance Sheet as of 31.03.2013 and of Rs. 44989 Lac in the current audited Balance Sheet as of 31.03.2014 .The management has decided to consider these disputed claims only after the decision of competent court against the company and management's stand continue the same on this matter.

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

PLACE : GHAZIABAD  
DATE : MAY 30, 2014

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

BY ORDER OF THE BOARD  
FOR ALPS INDUSTRIES LTD.  
Sd/-  
SANDEEP AGGARWAL  
MANAGING DIRECTOR