

ALOK INDUSTRIES LIMITED

Peninsula Business Park, Tower B, 2nd & 3rd Floor, Ganpatrao Kadam Marg, Lower Parel,
Mumbai - 400 013. Tel.: 91 22 6178 7000 Fax : 91 22 6178 7118



1st October, 2018

BSE Limited. Listing Department, P.J. Towers, Dalal Street, Mumbai - 400 001 Fax No.: 2272 2037 / 2272 2039	National Stock Exchange of India Ltd, Exchange Plaza, 5th Floor, Plot no. C/1, G Block, Bandra-Kurla Complex, Bandra (East), Mumbai-400 051 Fax No.: 2659 8237 / 2659 8238
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Subject: - Compliance under Regulation 33 (3) (d) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

Dear Sirs,

Pursuant to Regulation 33 (3) (d) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and SEBI Circular CIR/CFO/CMD/56/2016 dated 27th May, 2016, please find attached statements for the Financial year ended 31st March 2018 herewith:

- (a) Statement of Impact of Audit Qualification (for audit report with modified opinion)- Standalone in Annexure-I and
- (b) Statement of Impact of Audit Qualification (for audit report with modified opinion) – Consolidated in Annexure-II

It is to be noted that it was inadvertently omitted to be filed along with the financial results. We request you to kindly take the same on record and treat as compliance under the aforesaid Regulations. We regret the inconvenience caused, if any.

Thanking you,

Yours truly,
FOR ALOK INDUSTRIES LIMITED

AUTHORISED SIGNATORY

Annexure- I
Statement on Impact of Audit Qualification (for audit report with modified opinion)
submitted along-with Annual Audited Financial Results- Standalone

Statement on Impact of Audit Qualification for the Financial Year ended 31st March, 2018

I.	Sr. No	Particulars	Audited Figures (as reported before adjusting for qualifications)	Adjusted Figures (audited figures after adjusting for qualification)
	1.	Turnover/ Total Income	5,618.26	5,618.26
	2.	Total Expenditure	23,822.69	23,822.69
	3.	Net Profit/ (Loss)	(18,206.82)	(18,206.82)
	4.	Earnings Per Share	(134.14)	(134.14)
	5.	Total Assets	18,578.00	18,578.00
	6.	Total Liabilities	33,778.53	33,778.53
	7.	Net Worth	(15,200.53)	(15,200.53)
	8.	Any other Financial Item(s) (as felt appropriate by the management)		

II. Audit Qualification (each audit qualification separately):

a. Details of Audit Qualification:

(i) As per Ind AS 36 on Impairments of assets, the Company is required to determine impairment in respect of fixed assets as per the methodology prescribed under the said Standard. However the Management of the Company has not done impairment testing for the reasons explained in note no. 7. In the absence of any working for impairment of the fixed assets as per Ind AS 36, the impact of impairment, if any, on the Standalone Financial Results is not ascertainable.

(ii) As mentioned in note no. 4, the Company continued to recognise deferred tax assets upto March 31, 2017, Rs. 1423.11 crore. Considering the pending NCLT approval for resolution plan and absence of probable certainty and convincing evidence for taxable income in future, as required by the Ind AS - 12, we are unable to ascertain the extent to which these deferred tax assets can be utilized.

b. Type of Audit Qualification : Qualified Opinion

c. Frequency of qualification: Appeared for the First time

d. For Audit Qualification(s) where the impact is quantified by the auditor, Management's Views: Not Quantified.

e. For Audit Qualification(s) where the impact is not quantified by the auditor:

(i) Management's estimation on the impact of audit qualification:

Audit Qualification (i) - The impact is not quantifiable presently in the absence of any working for impairment of the fixed assets as per Ind AS 36.

Audit Qualification (ii) - Impact is not quantifiable presently in the absence of probable certainty and convincing evidence for taxable income in future.

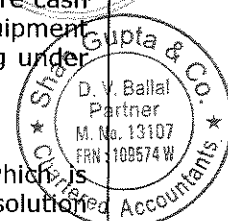
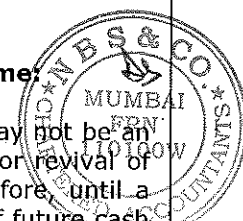
(ii) If management is unable to estimate the impact, reasons for the same:

Audit Qualification (i)

The Company current level of operations, at about 30% of the capacity, may not be an indication of the future performance of the Company. A Resolution Plan for revival of the Company is under consideration of the Adjudicating Authority. Therefore, until a resolution plan has been implemented, reliable projections of availability of future cash flows of the Company supporting the carrying value of Property, Plant and Equipment cannot be determined, hence are not available. Accordingly Impairment testing under Ind AS has not been performed.

Audit Qualification (ii)

The net deferred tax asset as on 31 March 2018 is Rs. 1423.11 crores which is continuing from previous year and was recognised in the previous year, the Resolution Plan for the Company is under consideration of the Adjudicating Authority. Reliable projections of future taxable income, therefore, shall be available only when the Resolution Plan is implemented. Accordingly, deferred tax assets for the current Financial Year are not recognised.



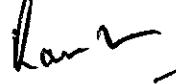
(iii) Auditors' Comments on (i) or (ii) above:

We accept management's comment as noted above and refer "Basis of Qualified Opinion" in the Independent Auditors' Report dated August 10, 2018 on the Standalone Financial Results of the company for the quarter and year ended March 31, 2018.

III. Signatories:

- Resolution Professional

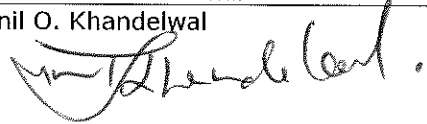
Ajay Joshi



Resolution Professional

- Chief Financial Officer

Sunil O. Khandelwal



Chief Financial Officer

- Statutory Auditor



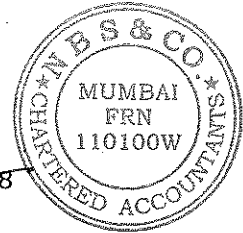
Mr. D. V. Ballal
Partner.

Membership No. 13107
For M/s. Shah Gupta & Co., Chartered
Accountants
Firm Registration No. 109574W



Mr. Devdas Bhat
Partner

Membership No. 16718
For M/s. NBS & Co.,
Chartered Accountants
Firm Registration No. 110100W



Place: Mumbai

Date: 10.08.2018

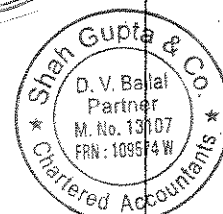
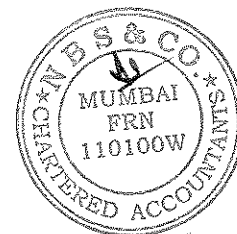
DEV DAS BHAT
PARTNER
M.No. 48094



Annexure- II
Statement on Impact of Audit Qualification (for audit report with modified opinion)
submitted along-with Annual Audited Financial Results- Consolidated

Statement on Impact of Audit Qualification for the Financial Year ended 31st March, 2018

I.	Sr. No	Particulars	Audited Figures (as reported before adjusting for qualifications)	Adjusted Figures (audited figures after adjusting for qualification)
	1.	Turnover/ Total Income	5,818.69	5,818.69
	2.	Total Expenditure	24,385.84	24,385.84
	3.	Net Profit/ (Loss)	(18,567.00)	(18,567.00)
	4.	Earnings Per Share	(136.81)	(136.81)
	5.	Total Assets	18,700.37	18,700.37
	6.	Total Liabilities	35,377.54	35,377.54
	7.	Net Worth	(16,677.17)	(16,677.17)
	8.	Any other Financial Item(s) (as felt appropriate by the management)		
II.	Audit Qualification (each audit qualification separately):			
	a. Details of Audit Qualification:			
	(i) As per Ind AS 36 on Impairments of assets, the Holding Company is required to determine impairment in respect of fixed assets as per the methodology prescribed under the said Standard. However, the Management of the Holding Company has not done impairment testing for the reasons explained in note no. 7. In the absence of any working for impairment of the fixed assets as per Ind AS 36, the impact of impairment, if any, on the Consolidated Financial Results is not ascertainable.			
	(ii) As mentioned in note no. 4, the Holding Company continued to recognise deferred tax assets upto March 31, 2017, Rs. 1423.11 crore. Considering the pending NCLT approval for resolution plan and absence of probable certainty and convincing evidence for taxable income in future, as required by the Ind AS - 12, we are unable to ascertain the extent to which these deferred tax assets can be utilized.			
	(iii) The Consolidated Financial Results include the Unaudited Financial Results of two subsidiaries whose Ind AS Financial Statements reflect total assets of Rs. 380.37 crores as at 31 st March, 2018, total revenue of Rs. 182.10 crores, net cash outflows amounting to Rs. 0.57 crores, net loss after tax of Rs. 464.61 crores, and total comprehensive loss amounting to Rs. 464.61 crores for the year ended on that date, as considered in the Ind AS Consolidated Financial Statements. Our opinion, in so far as it relates to the amounts included in respect of these subsidiaries, is based solely on such Unaudited Ind AS Financial Statements. We are not in a position to comment on the consequential impact, if any, arising out of subsequent audit of these entities, on the Consolidated Financial Results. Our opinion on the Consolidated Financial Results is modified in respect of our reliance on the Ind AS financial statements / financial information certified by the Management. The audit report on the Ind AS Consolidated Financial Results for the year ended 31 st March, 2017 was also qualified in respect of this matter.			
	b. Type of Audit Qualification : Qualified Opinion			
	c. Frequency of qualification:			
	Audit Qualification (i) - Appeared for the First time			
	Audit Qualification (ii) - Appeared for the First time			
	Audit Qualification (iii) - Repetitive			
	d. For Audit Qualification(s) where the impact is quantified by the auditor, Management's Views: Not Quantified.			
	e. For Audit Qualification(s) where the impact is not quantified by the auditor:			
	(i) Management's estimation on the impact of audit qualification:			
	Audit Qualification (i) - The impact is not quantifiable presently in the absence of any working for impairment of the fixed assets as per Ind AS 36.			



Audit Qualification (ii) - Impact is not quantifiable presently in the absence of probable certainty and convincing evidence for taxable income in future.

Audit Qualification (iii) - Nil

(ii) If management is unable to estimate the impact, reasons for the same:

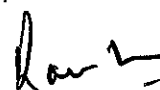
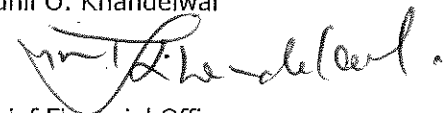

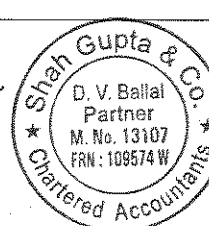

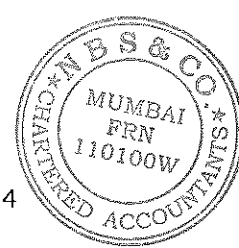
Audit Qualification (i) - The Company current level of operations, at about 30% of the capacity, may not be an indication of the future performance of the Company. A Resolution Plan for revival of the Company is under consideration of the Adjudicating Authority. Therefore, until a resolution plan has been implemented, reliable projections of availability of future cash flows of the Company supporting the carrying value of Property, Plant and Equipment cannot be determined, hence are not available. Accordingly Impairment testing under Ind AS has not been performed while presenting these results.

Audit Qualification (ii) - The net deferred tax asset as on 31 March 2018 is Rs. 1423.11 crores which is continuing from previous year and was recognised in the previous year, the Resolution Plan for the Company is under consideration of the Adjudicating Authority. Reliable projections of future taxable income, therefore, shall be available only when the Resolution Plan is implemented. Accordingly, deferred tax assets for the current Financial Year are not recognised.

Audit Qualification (iii) - Accounts of subsidiaries are un-audited.

(iii) Auditors' Comments on (i) or (ii) above:

We accept management's comment as noted above and refer "Basis of Qualified Opinion" in the Independent Auditors' Report dated August 10, 2018 on the Consolidated Financial Results of the company for the quarter and year ended March 31, 2018.

III. Signatories:	
<ul style="list-style-type: none"> Resolution Professional 	<p>Ajay Joshi</p>  <p>(Resolution Professional)</p>
<ul style="list-style-type: none"> Chief Financial Officer 	<p>Sunil O. Khandelwal</p>  <p>Chief Financial Officer</p>
<ul style="list-style-type: none"> Statutory Auditor 	  <p>Mr. D. V. Ballal Partner. Membership No. 013107 For M/s. Shah Gupta & Co., Chartered Accountants Firm Registration No. 109574W</p>   <p>Mr. Devdas Bhat Partner Membership No. 048094 For M/s. NBS & Co., Chartered Accountants Firm Registration No. 110100W</p>
Place: Mumbai	
Date: 10.08.2018	