

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



14 February 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: Approval of the un-audited financial results for quarter ended December 31, 2017

Dear Sir / Madam,

This is to inform you, pursuant to the applicable provisions of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 that the Resolution Professional ('RP') on February 14, 2018 has considered and taken on record the un-audited financial results and limited review for the quarter ended December 31, 2017.

The un-audited financial statements and limited review report is enclosed herewith.

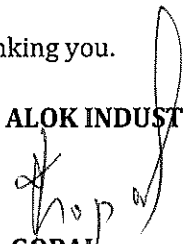
Further, please note that the Company has already made necessary arrangement to publish the same in newspaper as required under SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

The meeting of key managerial personnel, RP and statutory auditors commenced at 5:00 pm and concluded at 6.30 pm.

Please acknowledge receipt.

Thanking you.

FOR ALOK INDUSTRIES LIMITED


K. H. GOPAL
COMPANY SECRETARY

ALOK INDUSTRIES LIMITED
CIN no.L17110DN1986PLC000334
Regd Office : 17/5/1, 521/1 Village Rakholi / Sayli, Silvassa - 396230 Union Territory of Dadra and Nagar Haveli

Statement of Unaudited financial results for the Quarter and Nine months ended 31 December 2017

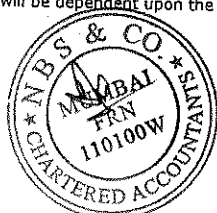
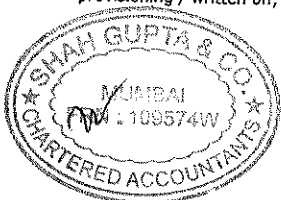
Rs in crores (except EPS)

Sr No	Particulars	Quarter ended			Nine Months ended		31.03.2017 (Audited)
		31.12.2017 (Unaudited)	30.09.2017 (Unaudited)	31.12.2016 (Unaudited)	31.12.2017 (Unaudited)	31.12.2016 (Unaudited)	
1	Income from Operations						
	a) Income from Operations (refer note 6 below)	952.35	794.58	2,112.95	4,540.14	5,910.12	8,326.07
	b) Other Income	24.45	57.10	37.41	129.96	117.77	165.68
	Total Income from Operations	976.80	851.68	2,150.37	4,670.10	6,027.90	8,491.75
2	Expenses						
	a) Cost of materials consumed	597.34	541.05	1,777.47	4,634.63	4,894.13	7,458.70
	b) Changes in inventories of finished goods and work-in-progress	76.51	(67.77)	50.61	4.62	27.08	93.55
	c) Excise Duty	-	-	53.59	48.33	151.61	196.38
	d) Employee benefits expense	70.09	73.33	69.99	211.92	204.32	283.31
	e) Finance costs	838.08	1,965.59	856.07	3,641.13	2,457.51	3,273.52
	f) Depreciation and amortisation expense	126.88	126.55	127.89	387.43	385.30	512.63
	g) Other expenses	291.72	222.48	257.41	742.83	869.74	1,124.81
	h) Bad debts written off (refer note 7 below)	585.51	-	-	585.51	-	-
	i) Provision for doubtful debts and advances (refer note 7 below)	3,136.00	3,500.34	305.00	11,307.43	903.97	1,174.84
	Total expenses	5,722.13	6,361.57	3,498.03	21,563.83	9,893.66	14,117.72
3	Loss from ordinary activities before tax (1-2)	(4,745.33)	(5,509.89)	(1,347.67)	(16,893.73)	(3,865.77)	(5,625.97)
4	Tax expense (Refer note no. 5)						
	Current Tax	-	-	-	-	-	(29.18)
	Deferred Tax	-	-	(540.56)	-	(1,488.64)	(2,094.38)
	Excess provision for tax in respect of earlier years	-	(2.61)	-	(2.61)	-	-
	Total Tax expenses	-	(2.61)	(540.56)	(2.61)	(1,488.64)	(2,123.56)
5	Net Loss for the period	(4,745.33)	(5,507.28)	(807.11)	(16,891.12)	(2,377.12)	(3,502.41)
6	Other comprehensive income /(Loss) (net of tax)						
	(a) Remeasurements gains on defined benefit plans	-	-	0.52	-	(1.04)	0.38
	(b) Income tax on (a) above	-	-	(0.18)	-	0.36	(0.13)
	Total other comprehensive income /(Loss) (net of tax)	-	-	0.34	-	(0.68)	0.25
7	Total comprehensive Loss (5 - 6)	(4,745.33)	(5,507.28)	(807.45)	(16,891.12)	(2,376.45)	(3,502.66)
8	Paid up Equity Share Capital	1,357.87	1,357.87	1,357.87	1,357.87	1,357.87	1,357.87
9	Earnings per share (of Rs.10 each) :						
	Basic (Rs.)	(34.95) *	(40.56) *	(5.95) *	(124.39) *	(17.50) *	(25.80)
	Diluted (Rs.)	(34.95) *	(40.56) *	(5.95) *	(124.39) *	(17.50) *	(25.80)
	* - Not annualised						

See accompanying notes to the financial results

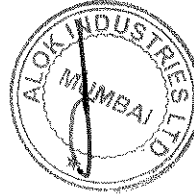
Notes :

- On July 18, 2017, the National Company Law Tribunal (NCLT), Ahmedabad had admitted the petition for Initiating Corporate Insolvency Resolution (CIR) Process under the Insolvency and Bankruptcy Code, 2016 (IBC) vide its Order dated July 18, 2017 and appointed Mr. Ajay Joshi as the Interim Resolution Professional (IRP) in terms of the IBC. Mr. Joshi was subsequently confirmed by the Committee of Creditors (CoC) as the Resolution Professional (RP).
- Under the CIR Process, a resolution plan needs to be approved by the CoC. The resolution plan which would be approved by the CoC will need to be further approved by the NCLT. As the Company is under resolution process, the financial statements have been presented on a 'going concern' basis.
- Mr. Ajay Joshi has, in his capacity as the RP appointed in terms of the Insolvency and Bankruptcy Code, 2016, taken custody of assets and control of the management and operations of the Company from July 18, 2017 onwards. The financial results for quarter and nine months ended December 31, 2017 have been certified by Mr. Sunil Khandelwal, the Chief Financial Officer of the Company, in accordance with Regulation 33(2) of the SEBI (Listing Obligations and Disclosure Requirement) Regulations, 2015, confirming that the financial statements do not contain any misleading or false statements. These financial statements have thereafter been taken on record by the RP on February 14, 2018 for filing with the stock exchanges and publishing the result.
- During the quarter, the Company has incurred a net loss of Rs. 4745.33 crores and as of December 31, 2017, the Company's accumulated losses amounted to Rs. 16628.23 crores as against the Company's Net worth of Rs. 2995.74 crores as at March 31, 2017. Total liabilities of the Company as on December 31, 2017 exceeded total assets by Rs. 13891.28 crores. In view of the CIR Process having commenced, the financial statements are presented on a 'going concern' basis, as also mentioned in the note no 2 above.
- The net deferred tax assets as on December 31, 2017 is Rs. 1423.11 crores. Considering that the Company is continuing its operations and that under CIR Process, the Company expects revival and there would be sufficient taxable income in future to utilize the deferred tax assets. Deferred tax assets for the current period, however, are presently not recognized pending the outcome of the CIR process.
- Revenue from operations for the period up to June 30, 2017 includes excise duty, which is discontinued with effect from July 01, 2017 upon implementation of Goods and Service Tax (GST) Act. In accordance with 'Ind AS 18 - Revenue', GST is not included in revenue from operations. In view of the aforesaid change, revenue from operations for the quarter and nine months ended December 31, 2017 is not comparable to the corresponding previous periods.
- The Company has continued to apply the expected credit losses (ECL) model for measurement and recognition of provision for the receivables. Accordingly, debtors amounting to Rs. 3783.77 crores have been provided during the quarter. Based on the initial outcome of the recovery process, the debtors amounting to Rs. 585.51 crores provided in earlier period are written off during the quarter. Hence net additional provision for doubtful debt amounting to Rs. 3198.26 crores is made during the quarter. Further provisioning / written off, if any, will be dependent upon the outcome of the recovery efforts.



- 8 Since the Company is currently operating at low capacity, visibility on future cash flows shall be available only upon completion of the CIR Process. Accordingly, the company has not considered any significant impairment in the value of its assets during the period.
- 9 Considering the nature of its business activities and related risks and returns, the Company has determined that it operates in a single primary business segment, namely "Textiles", which constitutes a reportable segment in the context of IND AS 108 on "Operating Segments".
- 10 The figures of previous period have been reclassified / regrouped, wherever necessary, to correspond with those of the current period.

By order of the Board
For ALOK INDUSTRIES LIMITED

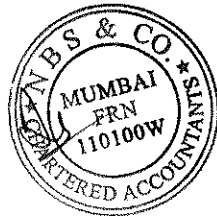
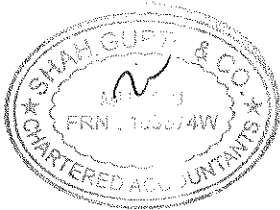


Sunil O. Khandelwal
Sunil O. Khandelwal
(Chief Financial Officer)

Taken on Record

Ajay Joshi
Ajay Joshi
(Resolution Professional)

Place: Mumbai
Date: February 14, 2018



Shah Gupta & Co.
Chartered Accountants

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N B S & Co.
Chartered Accountants

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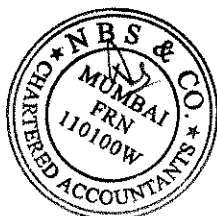
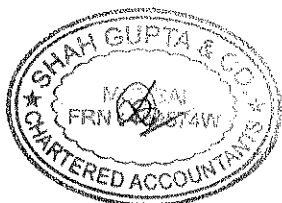
Independent Auditors' Review Report

To
Resolution Professional
ALOK INDUSTRIES LIMITED
Mumbai

1. We have reviewed the accompanying **Unaudited Statement of Financial Results of ALOK INDUSTRIES LIMITED** (the 'Company') for the quarter and nine months ended December 31, 2017 (the 'Statement') being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as modified by Circular No. CIR/CFD/FAC/62/2016 dated July 05, 2016. This statement is the responsibility of the Company's Management and taken on record by the Resolution Professional. Our responsibility is to issue a report on this statement based on our review.

This Statement, which is the responsibility of the Company's Management and considered and taken on record by the Resolution Professional, relying on certification by the Key Management Personnel, has been prepared in accordance with recognition and measurement principles laid down in Indian Accounting Standard 34 "Interim Financial Reporting", prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and other accounting principles generally accepted in India. Our responsibility is to issue a report on the Statement based on our review

2. We conducted our review in accordance with the Standard on Review Engagements (SRE) 2410, "Review of Interim Financial Information Performed by 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.
3. Based on our review conducted as above nothing has come to our attention that causes us to believe that the accompanying statement prepared in accordance with applicable Accounting Standards i.e. Ind AS prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder 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 as modified by Circular No. CIR/CFD/FAC/62/2016 dated July 05, 2016, including the manner in which it is to be disclosed, or that it contains any material misstatement.
4. Attention is invited to the following:
 - i. Note 4 in the Statement, which indicates that the Company incurred a net loss of Rs. 4745.33 crores during the quarter ended December 31, 2017 and, as of that date, the Company's total liabilities exceeded its total assets by Rs 13891.28 crores. These indicate that a material uncertainty exists that may cast significant doubt on the Company's ability to continue as a going concern. However in view of the Corporate Insolvency Resolution Process (CIR process) in respect of the Company having commenced, the accounts have been prepared on a going concern basis.



Shah Gupta & Co.
Chartered Accountants

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- ii. Note 5 regarding the net deferred tax assets as of December 31, 2017 of Rs.1423.11 crores for the reasons that under CIR Process, the Company expects revival and is reasonably certain that there would be sufficient taxable income in future to utilize the deferred tax assets.
- iii. Given the current operating level of the Company and the Company being under the CIR Process, the further impairment, if any, in the realizability of the economic value of the fixed assets cannot be determined.

Our opinion is not qualified in respect of these matters.

For **Shah Gupta & Co.**
Chartered Accountants
Firm Registration No-109574W



D.V. Ballal
Partner
M.NO.13107
Place: Mumbai
Date: February 14, 2017

For **NBS & Co.**
Chartered Accountants
Firm Registration No-110100W



Devdas V. Bhat
Partner
M.NO. 48094
Place: Mumbai
Date: February 14, 2017

