

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



12 September 2016

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, BKC, Bandra (East), Mumbai-400 051. Fax No.: 2659 8237 / 2659 8238
---	--

Dear Sirs,

Sub: **Outcome of Board Meeting for considering un-audited provisional financial results (Reviewed) for the quarter ended 30th June, 2016**

We request you to refer our letter dated 29th August 2016 informing you about the meeting of the Board of Directors of our Company scheduled on 12th September, 2016. We have to inform you that the said Board Meeting was held as scheduled and amongst other things, the un-audited Provisional Financial Results (Reviewed) of the Company for the quarter ended 30th June, 2016 have been considered and adopted after review and approval by the Audit Committee. These results have been subjected to a limited review by the statutory auditors of the company. We are enclosing herewith a certified true copy of the said results for your record

The above is for your information and record.

Thanking you,

Yours truly,
FOR ALOK INDUSTRIES LIMITED


K. H. GOPAL
EXECUTIVE DIRECTOR &
SECRETARY

Statement of standalone Unaudited results for the Quarter ended 30 June 2016

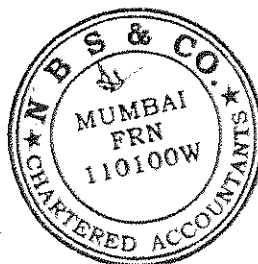
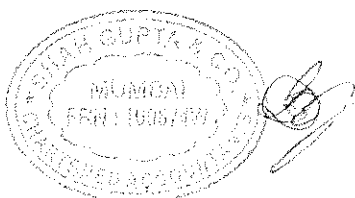
Sr No	Particulars	Rs in crores	
		Quarter ended 30.06.2016 (Unaudited)	Quarter ended 30.06.2015 (Unaudited)
1	Income from Operations		
	a) Income from Operations	1,788.96	3,403.00
	b) Other Operating Income	21.79	28.14
	Total Income from Operations	1,810.75	3,431.14
2	Expenses		
	a) Cost of materials consumed	1,445.26	2,073.28
	b) Changes in inventories of finished goods and work-in-progress	22.44	183.90
	c) Employee benefits expense	62.25	65.50
	d) Depreciation and amortisation expense	312.51	253.30
	e) Other expenses	307.40	306.63
	f) Provision for doubtful debts and advances	514.79	566.44
	Total expenses	2,664.65	3,449.05
3	Loss from operations before other income and finance costs	(853.90)	(17.91)
4	Other income	46.59	93.04
5	Profit /(Loss) from ordinary activities before finance costs and exceptional items (3-4)	(807.31)	75.13
6	Finance costs	912.42	610.65
7	Loss from ordinary activities after finance costs but before exceptional items (5-6)	(1,719.73)	(535.52)
8	Exceptional Items	-	-
9	Loss from ordinary activities before tax (7-8)	(1,719.73)	(535.52)
10	Tax expense (Refer note no. 5)	(507.69)	(185.84)
11	Net Loss for the period	(1,212.04)	(349.68)
12	Other comprehensive Income /(Loss) (net of tax)	(0.01)	(0.01)
13	Total comprehensive Loss (11-12)	(1,212.03)	(349.67)
14	Paid up Equity Share Capital (Face Value Rs.10/- per equity share)	1,357.87	1,357.87
15	Earnings per share (of Rs.10 each) :		
	Basic (Rs.)	(8.93) *	(2.58) *
	Diluted (Rs.)	(8.93) *	(2.58) *
	* - Not annualised		

See accompanying notes to the financial results

Notes :

- The above financial results of the Company for the quarter ended 30 June 2016, reviewed and recommended by the Audit Committee, were approved by the Board of Directors of the Company at its meeting held on 12 September 2016.
- The Company has adopted Indian Accounting Standards (Ind AS) prescribed under section 133 of the Companies Act, 2013 read with the relevant rules thereunder, effective 1 April 2016 (transition date being 1 April 2015). The results for the quarter ended 30 June, 2015, restated as per Ind AS have not been subjected to limited review or audit. However, the management has exercised necessary due diligence to ensure that the financial results for the quarter ended June 30, 2015 provide a true and fair view of the Company's affairs.
- Reconciliation between financial results as previously reported and as restated under Ind AS for quarter ended June 30, 2015 are as under :

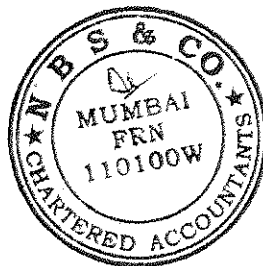
Particulars	Rs in crores For quarter ended 30 June 2015
Net Profit after tax under erstwhile Indian GAAP	9.72
Impact of fair value on overheads & inventory cost	1.47
Reclassification of net actuarial gain/(loss) on employee defined benefit obligation to other comprehensive income	(0.01)
Additional depreciation on fair valuation of Property, Plant and equipments	(86.93)
Interest Income on fair valuation of Preference shares	4.43
Provision for expected credit loss	(500.81)
Notional income on fair valuation of corporate guarantee	8.39
Interest Income recognised on fair valuation on loan given	23.84
Unwinding of finance cost on deferred income on corporate guarantee	(0.75)
Deferred tax impact on Ind AS adjustments	190.98
Net Loss after tax under Ind AS	(349.67)



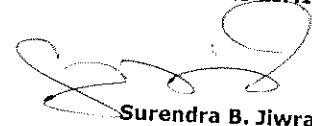
- 4 Certain events / conditions could possibly impact the 'going concern' assumption of the Company. The lenders had invoked the 'Strategic Debt Restructuring' (SDR) on 27 Nov 2015 pursuant to Reserve Bank of India guidelines and the implementation thereof is under process. Considering this development, the Company has presented these financial statements on a 'going concern' basis.
- 5 The Company has unabsorbed depreciation and business losses as at 31 March 2016. Net deferred tax assets of Rs.421.18 crores has been recognized based on the concrete measures taken by the Company for ramping up operations and enhancing operating efficiency. Based on timely infusion of working capital, running order book position, reliability of raw material supply and the technical viability report prepared by recognized industry experts, the Company is reasonably certain that there would be sufficient taxable income in future to offset the deferred tax asset.
- 6 The current assets and other non-current assets after necessary provisions/write offs have been stated at the value realisable in the ordinary course of business.
- 7 Considering the nature of its business activities and related risks and returns, the Company has, with effect from 1 April 2015, 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".
- 8 The Export Performance Bank Guarantees (EPBGs) for the USD 10 Mn and USD 440 Mn have been invoked on 27 May, 2016 and 5 July, 2016 respectively by the overseas buyer, Cargill International Trading Pte Ltd as per the provision of their contracts. The EPBG being an on-demand guarantee, the same has been discharged by State Bank of India, the EPBG issuing bank.
- 9 The figures of previous period have been reclassified / regrouped, wherever necessary, to correspond with those of the current period.

Place: Mumbai

Date: September 12, 2016



By order of the Board
For ALOK INDUSTRIES LIMITED


Surendra B. Jiwrajka
Jt. Managing Director

Shah Gupta & Co.

Chartered Accountants

38, Bombay Mutual Building,
Dr. D. N. Road, Fort,
Mumbai - 400001
Tel: +91(22) 4085 1000

NBS & Co.

Chartered Accountants

14/2, Western India House,
Sir P. M. Road, Fort,
Mumbai - 400001
Tel: +91(22) 2287 0588


INDEPENDENT AUDITORS' REVIEW REPORT

The Board of Directors
Alok Industries Ltd.
Mumbai

1. We have reviewed the accompanying statement of unaudited financial results of Alok Industries Limited (the Company) for the quarter ended 30th June 2016 (the Statement), being submitted by the company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. Attention is drawn to the fact that the figures for the corresponding quarter ended 30th June 2015 including the reconciliation of loss under Ind AS of the corresponding quarter with profit reported under previous GAAP, as reported in these financial results have been approved by company's Board of Directors but have not been subjected to review. 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.
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 provides 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 and SEBI Circular dated 5th July, 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 No.4 of the Statement regarding certain events / conditions which could possibly impact the going concern assumption of the Company. In view of the invocation of 'Strategic Debt Restructuring' (SDR) pursuant to Reserve Bank of India guidelines, the Company has presented these financial statements on going concern basis.
 - ii. Note No.5 of the Statement regarding recognition of net deferred tax asset of Rs.421.18 crores on the basis of concrete measures taken by the Company for ramping up operations and enhancing operating efficiency, the company is reasonably certain that there would be sufficient taxable income in future to offset the deferred tax asset considering timely infusion of working capital, running order book position, reliability of raw material supply and the technical viability report prepared by recognized industry experts.
 - iii. Note No.6 of the Statement regarding realisable value of current assets and non-current assets after necessary provisions/write offs. In absence of technical and costing evaluation of these assets, impact of further impairment, if any, on their economic value could not be ascertained.

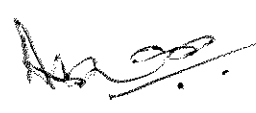
Our Report is not qualified in respect of the above matters.

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


D.V. Ballal
Partner
M.NO.13107
Place: Mumbai
Date: September 12, 2016



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


Devdas V. Bhat
Partner
M.No.48094
Place: Mumbai
Date: September 12, 2016

