

Independent Auditor's Review Report on interim un-audited Standalone Financial Results of Alka India Limited for the quarter ended 30th June, 2021 pursuant to the Regulation 33 of the SEBI [Listing Obligation and Disclosure Requirements] Regulations, 2015

To
The Board of Director's
Alka India Limited

1. We have reviewed the standalone unaudited financial results of Alka India Limited (the "Company") for the quarter ended June 30, 2021 which are included in the accompanying 'Un-audited Financial Results for the Quarter Ended June 30, 2021 (the "Statement"). The Statement has been prepared by the Company pursuant to Regulation 33 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 (the "Listing Regulations, 2015"), which has been initiated by us for identification purpose.
2. The statement is the responsibility of the company's management and has been approved by the board of directors. As explained in the Basis of preparation, this statement, have been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34 (Ind AS 34) "Interim Financial Reporting" prescribed under Section 133 of the Companies Act, 2013 as amended read with relevant rules issued thereunder and other accounting principles generally accepted in India. Our responsibility is to express a conclusion on these Standalone Financial Results based on our review. Because of the matters described in paragraph 4 below, we were not able to obtain sufficient appropriate audit evidence to provide a basis for conclusion on these Standalone Financial Results and hence we do not express a conclusion on these Standalone Financial Results.
3. We conducted our review of Standalone Financial Results 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 ("the ICAI"). This standard requires that we plan and perform the review to obtain moderate assurance as to whether the Standalone Financial Results is free of material misstatement. A review is substantially less in scope than an audit conducted in accordance with Standard 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.



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New Delhi - 110001

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D-612, International
Trade Center,
Majura Gate,
Surat - 395 003

4. Basis for Disclaimer of Conclusion

We draw your attention to:

- a. The Company has advanced an amount of Rs. 14,25,000 during the FY 2020-21 which is still outstanding as on quarter ended 30th June, 2021 in the form of loans to Nityagata Advisor Management Consultancy for which we were not provided with documentary evidence to validate the said transaction.

Further, it was also noted that Mr. Ashok Pancharia (director of Alka) is also a director in Nityagata Advisor Management Consultancy and accordingly loans and advances to an entity where the director of Alka India Limited is interested resulted in the violation of the provisions under Section 185 of the Companies Act, 2013.

- b. The company has gross outstanding loans and advances of Rs. 10,29,25,486 (Gross) as on the quarter ended 30th June, 2021 from various companies, out of which the company has created the provision for Doubtful Debts amounting to Rs. 8,04,05,486 in the previous financial years. We have not received any confirmation independently. The company has not accrued any interest on the said loans & advances. Accordingly, due to lack of sufficient and appropriate audit evidence, we are unable to comment on the recoverability and existence of such loans and advances.
- c. The company had not conducted the Fair Value Assessment for the Investments held by Alka India Limited of Rs. 2,43,94,962 (Net) in the shares of unlisted company as required under Ind AS 109. Hence we are unable to comment on the realizable value of such investment.

5. Disclaimer of Conclusion

Because of the significance of the matters described in paragraphs 4 above, we have not been able to obtain sufficient appropriate evidence to provide a basis for our conclusion as to whether the accompanying unaudited Standalone Financial Results:

- i. are prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34, (Ind AS 34) "Interim Financial Reporting" specified under Section 133 of the Companies Act, 2013 and;
- ii. disclose the information required to be disclosed in terms of the Listing Regulations including the manner in which it is to be disclosed or that it contains material misstatements.

6. Emphasis of Matter

We draw your attention to:

- a) Note no. 4 of the statement of unaudited Standalone financial result, the Company name is in the list of shell companies (Vide SEBI on its letter bearing no. SEBI /HO/ISD/OW/P/2017/18183 dated August 7, 2017). Exchange had initiated a process of verifying the credentials / fundamentals of the company. It had appointed an auditor to conduct audit of the company to verify its credentials/fundamentals.



On verification, if Exchange do not find appropriate credentials / fundamentals about existence of the company, Exchange may initiate the proceeding for compulsory delisting against the company, and the said company shall not be permitted to deal in any security on exchange platform and its holding in any depository account shall be frozen till such delisting process is completed.

Accordingly, the forensic audit was conducted, however, till date the company has not received any further communication from BSE.

- b) Note no. 5 of the statement of unaudited Standalone financial result, the Company had received a demand of Rs. 25 Lacs from SEBI vide its order no. EAD/BJD/NJMR/2/2017-18 with regards to redressal of investor grievances through SEBI Complaints Redress System (SCORES). The company has filed an appeal against the demand with Securities Appellate Tribunal Mumbai and via order dated 7th August 2019, the appeal was dismissed. Later the company contested the same in Supreme Court and vide order dated 24th July 2020, the appeal is dismissed. Thus, in the previous quarter i.e. quarter ended 31st March 2021, the company has recognized the liability of Rs. 25 lakhs payable towards the penalty imposed by SEBI on account of non- redressal of investor grievances.
- c) Note no. 6 of the statement of unaudited Standalone financial result states that Income Tax including deferred tax will be determined and provided for at the end of the financial year.

Our conclusion is not modified in respect of these matters.

7. Other Matters

- a. The comparative Ind AS financial information for the year ended March 31, 2021 are included in these Standalone Financial Results, on which we have issued a disclaimer of opinion dated June 30, 2021.



**For Pipara & Co LLP
Chartered Accountants
FRN: 107929W/W100219**

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**BHAWIK MADRECHA
PARTNER
M.No. 163412
UDIN: 21163412AAAAND8418**

Date: 12th August, 2021

Place: Mumbai

Alka India Limited
CIN: L99999MH1993PLC168521
Registered office: Unit No. 102, First Floor, Morya Landmark II, New Link Road, Andheri (West), Mumbai - 400 053
Statement of Un-Audited Standalone Results for the Quarter ended 30th June 2021

(₹ In Lakh)

S. No.	Particulars	Quarter Ended			Year Ended
		30/06/2021 (Unaudited)	31/03/2021 (Unaudited)	30/06/2020 (Unaudited)	31/03/2021 (Audited)
I	Revenue from Operations	-	0.00	11.02	11.02
II	Other income	-	0.00	11.02	11.02
III	Total Income (I+II)	-	-	-	-
IV	Expenses	-	-	-	-
	Cost of Materials consumed	-	-	-	-
	Purchase of stock-in-trade	-	-	-	-
	Changes in inventories of finished goods, Stock-in-Trade and Work-in- Employee benefits expense	0.30	-	0.75	1.35
	Finance costs	-	-	-	-
	Depreciation and amortisation expense	-	-	-	-
	Other expenses	2.50	33.36	5.84	41.46
	Total Expenses (IV)	2.80	33.36	6.59	42.81
V	Profit/(Loss) before exceptional items and tax (III-IV)	(2.80)	(33.36)	4.43	(31.79)
VI	Exceptional items	-	-	-	-
VII	Profit/(Loss) after exceptional items and tax (V-VI)	(2.80)	(33.36)	4.43	(31.79)
VIII	Tax expenses:	-	1.29	-	1.29
	(1) Current tax	-	-	-	-
	(2) Deferred tax	-	1.29	-	1.29
IX	Profit/(Loss) for the period from continuing operations (VII-VIII)	(2.80)	(34.65)	4.43	(33.08)
X	Profit/(Loss) from discontinued operations	-	-	-	-
XI	Tax expenses of discontinuing operations	-	-	-	-
XII	Net profit (loss) from discontinued operation after tax	-	-	-	-
XIII	Profit/(loss) for the period (IX+XII)	(2.80)	(34.65)	4.43	(33.08)
XIV	Other Comprehensive Income	-	-	-	-
	A (i) Items that will not be reclassified to profit or loss	-	-	-	-
	(ii) Income tax relating to items that will not be reclassified to profit or loss	-	-	-	-
	B (i) Items that will be reclassified to profit or loss	-	-	-	-
	(ii) Income tax relating to items that will be reclassified to profit or loss	-	-	-	-
	Total other comprehensive income net of taxes	-	-	-	-
XV	Total Comprehensive Income for the period/year (XIII+XIV) Comprising Profit (Loss) and Other comprehensive Income for the period	(2.80)	(34.65)	4.43	(33.08)
XVI	Paid up Equity Share Capital (face value Rs 1 each, fully paid)	6,343.98	6,343.98	6,343.98	6,343.98
XVIII	Earning per equity share of Rs 1/- each	(0.00)	(0.01)	0.00	(0.01)
	(1) Basic	(0.00)	(0.01)	0.00	(0.01)
	(1) Diluted	-	-	-	-

See accompanying note to the financial results

Notes :-

- 1 The Statement of financial result has been prepared in accordance with the Indian Accounting Standards (Ind AS) prescribed under section 133 of the Companies Act, 2013, read with the relevant rules issued thereunder and the recognised accounting practices and policies to the extent applicable.
- 2 The above statement of financial results has been reviewed by the Audit Committee and approved by the Board of Directors at its meeting held on 12th August, 2021.
- 3 As per the requirements of Ind AS-108, no disclosure is required as the Company is operating in single business segment.
- 4 The company name is in the list of shell companies (Vide SEBI on its letter bearing no. SEBI /IIO/ISD/OW/P/2017/18183 dated August 7, 2017). Exchanges had initiated a process of verifying the credentials / fundamentals of the company through exchange. Exchanges had appointed an auditor to conduct audit of the company to verify its credentials/fundamentals. On verification, if Exchanges do not find appropriate credentials / fundamentals about existence of the company, Exchanges may initiate the proceeding for compulsory delisting against the company, and the said company shall not be permitted to deal in any security on exchange platform and its holding in any depository account shall be frozen till such delisting process is completed. Accordingly, the forensic audit was conducted, however, till date the company has not received any further communication from BSE.
- 5 Company had received a demand of Rs. 25 Lacs from SEBI vide its order no. EAD/B/D/NJMR/2/2017-18 with regards to redressal of investor grievances through SEBI Complaints Redress System (SCORES). The company has filed an appeal against the demand with Securities Appellate Tribunal Mumbai and via order dated 7th August 2019, the appeal was dismissed. Later the company contested the same in Supreme Court and vide order dated 24th July 2020, the appeal is dismissed. Thus, in the previous quarter i.e. quarter ended 31st March 2021, the company has recognised the liability of Rs. 25 lakhs payable towards the penalty imposed by SEBI on account of non-redressal of investor grievances.
- 6 Income Tax including deferred tax will be determined and provided for at the end of the financial year.
- 7 Previous period's figures have been reclassified, wherever necessary, to correspond with those of the current period.

For Alka India Limited


Satish Panchariya
 Managing Director
 DIN: 00042934

Place : Mumbai
Date : 12th August, 2021

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Independent Auditor's Review Report on interim un-audited Consolidated Financial Results of Alka India Limited for the quarter ended 30th June, 2021 pursuant to the Regulation 33 of the SEBI [Listing Obligation and Disclosure Requirements] Regulations, 2015

To
The Board of Director's
Alka India Limited

1. We have reviewed the consolidated unaudited financial results of Alka India Limited (the "Company") for the quarter ended June 30, 2021 which are included in the accompanying 'Un-audited Financial Results for the Quarter Ended June 30, 2021 (the "Statement"). The Statement has been prepared by the Company pursuant to Regulation 33 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 (the "Listing Regulations, 2015"), which has been initiated by us for identification purpose.
2. The statement is the responsibility of the company's management and has been approved by the board of directors. As explained in the Basis of preparation, this statement, have been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34 (Ind AS 34) "Interim Financial Reporting" prescribed under Section 133 of the Companies Act, 2013 as amended read with relevant rules issued thereunder and other accounting principles generally accepted in India. Our responsibility is to express a conclusion on these Consolidated Financial Results based on our review. Because of the matters described in paragraph 4 below, we were not able to obtain sufficient appropriate audit evidence to provide a basis for conclusion on these Consolidated Financial Results and hence we do not express a conclusion on these Consolidated Financial Results.
3. We conducted our review of Consolidated Financial Results 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 ("the ICAI"). This standard requires that we plan and perform the review to obtain moderate assurance as to whether the Consolidated Financial Results is free of material misstatement. A review is substantially less in scope than an audit conducted in accordance with Standard 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.



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Ambadeep Building,
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New Delhi - 110001

Surat Office :
D-612, International
Trade Center,
Majura Gate,
Surat - 395 003

4. Basis for Disclaimer of Conclusion

We draw your attention to:

- a. The Parent Company has advanced an amount of Rs. 14,25,000 during the FY 2020-21 which is still outstanding as on quarter ended 30th June, 2021 in the form of loans to Nityagata Advisor Management Consultancy for which we were not provided with documentary evidence to validate the said transaction.

Further, it was also noted that Mr. Ashok Pancharia (director of Alka) is also a director in Nityagata Advisor Management Consultancy and accordingly loans and advances to an entity where the director of Alka India Limited is interested resulted in the violation of the provisions under Section 185 of the Companies Act, 2013.

- b. The Parent company has gross outstanding loans and advances of Rs. 10,29,25,486 (Gross) as on the quarter ended 30th June, 2021 from various companies, out of which the Parent company has created the provision for Doubtful Debts amounting to Rs. 8,04,05,486 in the previous financial years. We have not received any confirmation independently. The Parent company has not accrued any interest on the said loans & advances. Accordingly, due to lack of sufficient and appropriate audit evidence, we are unable to comment on the recoverability and existence of such loans and advances.
- c. The Parent company had not conducted the Fair Value Assessment for the Investments held by Alka India Limited of Rs. 2,43,94,962 (Net) in the shares of unlisted company as required under Ind AS 109. Hence we are unable to comment on the realizable value of such investment.

5. Disclaimer of Conclusion

Because of the significance of the matters described in paragraphs 4 above, we have not been able to obtain sufficient appropriate evidence to provide a basis for our conclusion as to whether the accompanying unaudited Consolidated Financial Results:

- i. are prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34, (Ind AS 34) "Interim Financial Reporting" specified under Section 133 of the Companies Act, 2013 and;
- ii. disclose the information required to be disclosed in terms of the Listing Regulations including the manner in which it is to be disclosed or that it contains material misstatements.

6. Emphasis of Matter

We draw your attention to:

- a) Note no. 5 of the statement of unaudited Consolidated financial result, the Parent Company name is in the list of shell companies (Vide SEBI on its letter bearing no. SEBI



/HO/ISD/OW/P/2017/18183 dated August 7, 2017). Exchange had initiated a process of verifying the credentials / fundamentals of the Parent company. It had appointed an auditor to conduct audit of the Parent company to verify its credentials/fundamentals.

On verification, if Exchange do not find appropriate credentials / fundamentals about existence of the company, Exchange may initiate the proceeding for compulsory delisting against the company, and the said company shall not be permitted to deal in any security on exchange platform and its holding in any depository account shall be frozen till such delisting process is completed.

Accordingly, the forensic audit was conducted, however, till date the Parent company has not received any further communication from BSE.

- b) Note no. 6 of the statement of unaudited Consolidated financial result, the Parent Company had received a demand of Rs. 25 Lacs from SEBI vide its order no. EAD/BJD/NJMR/2/2017-18 with regards to redressal of investor grievances through SEBI Complaints Redress System (SCORES). The Parent company has filed an appeal against the demand with Securities Appellate Tribunal Mumbai and via order dated 7th August 2019, the appeal was dismissed. Later the Parent company contested the same in Supreme Court and vide order dated 24th July 2020, the appeal is dismissed. Thus, in the previous quarter i.e. quarter ended 31st March 2021, the Parent company has recognized the liability of Rs. 25 lakhs payable towards the penalty imposed by SEBI on account of non- redressal of investor grievances.
- c) Note no. 7 of the statement of unaudited Consolidated financial result states that Income Tax including deferred tax will be determined and provided for at the end of the financial year.

Our conclusion is not modified in respect of these matters.

7. Other Matters

- a. We did not review the unaudited financial results and other information in respect of Vintage FZE (India) Private Limited, the subsidiary of Alka India Limited, whose interim financial results and other financial information reflect total revenue of Rs. Nil, total net profit after tax Rs. Nil, total comprehensive income of Rs. Nil for the quarter ended June 30, 2021. Those financial results and other financial information have been furnished to us by the management. Our report on the unaudited Consolidated Financial Results, in so far as it relates to the amounts and disclosures included in respect of this subsidiary is based solely on the information furnished by the management.



b. The comparative Ind AS financial information for the year ended March 31, 2021 are included in these Consolidated Financial Results, on which we have issued a disclaimer of opinion dated June 30, 2021.



**For Pipara & Co LLP
Chartered Accountants
FRN: 107929W/W100219**

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**BHAWIK MADRECHA
PARTNER
M.No. 163412
UDIN: 21163412AAAANE7476**

**Date: 12th August, 2021
Place: Mumbai**

(₹ in Lakh)

Statement of Comprehensive Income (in Lakhs)					
S. No.	Particulars	Quarter Ended	Quarter Ended	Quarter Ended	Year Ended
		30/06/2021	31/01/2021	30/06/2020	31/03/2021
		(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
I	Revenue from Operations	-	-	11.02	11.02
II	Other income	-	-	11.02	11.02
III	Total Income (I+II)	-	-	11.02	11.02
IV	Expenses	-	-	-	-
	Changes in inventories of finished goods, Stock-in-Trade and Work In-progress	-	-	-	-
	Employee benefits expense	0.30	-	0.75	1.35
	Finance costs	-	-	-	-
	Depreciation and amortisation expense	-	-	-	-
	Other expenses	2.50	33.55	5.84	41.65
	Total Expenses (IV)	2.80	33.55	6.59	43.00
V	Profit/(Loss) before exceptional items and tax (III-IV)	(2.80)	(33.55)	4.43	(31.98)
VI	Exceptional items	-	-	-	-
VII	Profit/(Loss) after exceptional items and tax (V-VI)	(2.80)	(33.55)	4.43	(31.98)
VIII	Tax expenses:	-	1.29	-	1.29
	(1) Current tax	-	-	-	-
	(2) Deferred tax	-	1.29	-	-
IX	Profit/(Loss) for the period	(2.80)	(34.84)	4.43	(33.27)
X	Other Comprehensive Income	-	-	-	-
XI	Total Comprehensive Income for the period/year (IX + X) Comprising Profit/(Loss) for the period	(2.80)	(34.84)	4.43	(33.27)
XII	Paid up Equity Share Capital (face value Rs 1 each, fully paid)	6,343.98	6,343.98	6,343.98	6,343.98
XIII	Earning per equity share of Rs 1/- each	(0.00)	(0.01)	0.00	(0.01)
	(1) Basic	(0.00)	(0.01)	0.00	(0.01)
	(1) Diluted	(0.00)	(0.01)	0.00	(0.01)

See accompanying note to the financial results:

Notes :

1 The Statement of financial result has been prepared in accordance with the Indian Accounting Standards (Ind AS) prescribed under section 133 of the Companies Act, 2013, read with the relevant rules issued thereunder and the recognised accounting practices and policies to the extent applicable.

2 The above statement of financial results has been reviewed by the Audit Committee and approved by the Board of Directors at its meeting held on 12th August, 2021.

3 The Consolidated results include the financial result of of an Indian Subsidiary Virtuze (Fze) India Private Limited.

4 As per the requirements of Ind AS-108, no disclosure is required as the Company is operating in single business segment.

5 The company name in the list of shell companies (Vide SEBI on its letter bearing no. SEBI /HO/ISD/OW/P/2017/18183 dated August 7, 2017). Exchanges had initiated a process of verifying the credentials / fundamentals of the company through exchange. Exchanges had appointed an auditor to conduct audit of the company to verify its credentials/fundamentals. On verification, if Exchanges do not find appropriate credentials / fundamentals about existence of the company, Exchanges may initiate the proceeding for compulsory delisting against the company, and the said company shall not be permitted to deal in any security on exchange platform and its holding in any depository account shall be frozen till such delisting process is completed. Accordingly, the forensic audit was conducted, however, till date the company has not received any further communication from BSE.

6 Company had received a demand of Rs. 25 Lakhs from SEBI vide its order no. EAD/BJD/NJMR/2/2017-18 with regards to redressal of investor grievances through SEBI Complaints Redress System (SCORES). The company has filed an appeal against the demand with Securities Appellate Tribunal Mumbai and vide order dated 7th August 2019, the appeal was dismissed. Later the company contested the same in Supreme Court and vide order dated 24th July 2020, the appeal is dismissed. Thus, in the previous quarter i.e. quarter ended 31st March 2021, the company has recognised the liability of Rs. 25 lakhs payable towards the penalty imposed by SEBI on account of non- redressal of investor grievances.

7 Income Tax including deferred tax will be determined and provided for at the end of the financial year.

8 Previous period's figures have been reclassified, wherever necessary, to correspond with those of the current period.

Place : Mumbai
Date 12.08.2021

Bhawik
Madrecha

Satish Panchariya
Managing Director
DIN: 00047814

