

Alka India Limited  
 Register office: Unit No. 102, First Floor, Morya Landmark II, New Link Road, Andheri (West), Mumbai - 400 053  
 Statement of Standalone Audited Results for the Year ended 31st March 2022

(Rs. in Lakh)

S. No.	Particulars	Quarter Ended			Year Ended (Rs. in Lakh)
		31/03/2022	31/12/2021	31/03/2021	
		(Audited)	(Unaudited)	(Audited)	(Audited)
I	Revenue from Operations	-	-	7.50	9.50
II	Other Income	-	-	7.50	9.50
III	<b>Total Income (I+II)</b>	-	-	-	-
IV	Expenses	-	-	-	-
	Cost of Materials consumed	-	-	-	-
	Purchase of stock-in-trade	-	-	-	-
	Changes in inventories of finished goods, Stock-in-Trade and Work-in-Process	-	-	-	-
	Employee benefits expense	-	-	-	-
	Finance costs	-	-	-	-
	Depreciation and amortisation expense	-	-	-	-
	Other expenses	-	-	-	-
	<b>Total Expenses (IV)</b>	-	-	-	-
V	Profit/(Loss) before exceptional items and tax (III-IV)	(9.53)	2.03	-	-
VI	Exceptional items	(9.53)	2.03	(33.36)	(1.54)
VII	<b>Profit/(Loss) after exceptional items and tax (V-VI)</b>	1.10	-	1.29	1.29
VIII	Tax expenses:	-	-	-	-
	(1) Current tax	1.10	-	1.29	1.29
	(2) Deferred tax	-	-	-	-
IX	<b>Profit/(Loss) for the period from continuing operations (VII-VIII)</b>	(10.63)	2.03	(34.65)	(1.64)
X	Profit/(Loss) from discontinued operations	-	-	-	-
XI	Tax expenses of discontinued operations	-	-	-	-
XII	Net profit/(loss) from discontinued operation after tax	(10.63)	2.03	(34.65)	(12.64)
XIII	<b>Profit/(Loss) for the period (IX-XII)</b>	-	-	-	(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	-	-	-	-
	<b>Total other comprehensive income net of taxes</b>	-	-	-	-
XV	<b>Total Comprehensive Income for the period/year (XIII-XIV) Comprising Profit (Loss) and Other comprehensive income for the period</b>	(10.63)	2.03	(34.65)	(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
XVII	Earning per equity share of Rs 1/- each	(0.00)	0.00	(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				



**Alka India Limited**  
**Register office: Unit No. 102, First Floor, Morya Landmark II, New Link Road, Andheri (West), Mumbai - 400 053**  
**Statement of Assets and Liabilities as at 31st March, 2022**

[Rs. in Lakh]

	Particulars	As at March 31, 2022	As at March 31, 2021
<b>A</b>	<b>ASSETS</b>		
<b>1</b>	<b>Non-Current Assets</b>		
	Property, Plant and Equipment	6.12	6.12
	Financial Assets		
	Investments	713.29	713.29
	Loans		
	Income Tax Assets (Net)	29.56	29.37
	Deferred tax assets (Gross)	4.63	5.73
	Other non-current assets	5.49	5.49
	<b>Total</b>	<b>759.09</b>	<b>760.00</b>
<b>2</b>	<b>Current assets</b>		
	Financial assets		
	Trade receivables	220.26	228.85
	Cash and cash equivalents	0.75	0.43
	Loans	793.81	813.38
	Other current assets	0.70	2.19
	<b>Total</b>	<b>1,023.52</b>	<b>1,044.46</b>
	<b>Total Assets</b>	<b>1,782.61</b>	<b>1,804.85</b>
<b>B</b>	<b>EQUITY &amp; LIABILITIES</b>		
<b>1</b>	<b>Equity</b>		
	Equity Share Capital	6,343.98	6,343.98
	Other equity	(4,617.49)	(4,604.85)
	<b>Total</b>	<b>1,726.49</b>	<b>1,739.13</b>
<b>2</b>	<b>LIABILITIES</b>		
	<b>Current Liabilities</b>		
	Financial liabilities		
	Trade Payable	5.51	4.15
	Other Financial Liabilities	50.61	61.56
	<b>Total</b>	<b>56.12</b>	<b>65.71</b>
	<b>Total Equity and Liabilities</b>	<b>1,782.61</b>	<b>1,804.85</b>

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 30th May, 2022.
3. As per the requirements of Ind AS-108, no disclosure is required as the Company is operating in single business segment.
4. Demand of Rs 179.51 Lacs including the interest and penalty under GVAT. The authorities have approved a refund amount of INR 15 lakhs vide Refund Order dated 21st August 2020 and the same was received by the company in its bank account.
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. Previous period's figures have been reclassified, wherever necessary, to correspond with those of the current period.

For Alka India Limited

Satish Panchariya  
Director  
DIN: 00042934

*Satish Panchariya*



Place : Mumbai  
Date : 30.05.2022

**Alka India Limited**  
 CIN: L99999MH1993PLC168521  
 Cash Flow Statement for year ended 31st March 2022  
 (All amounts are in INR in lakhs, unless otherwise stated)

Particulars	Amount in INR	
	For the year ended	For the year ended
	31.03.2022	31.03.2021
<b>Cash flow from operating activities</b>		
Profit/(Loss) Before Tax	(11.54)	(31.79)
Adjustment for:		
Depreciation		
Finance Cost	(11.54)	(31.79)
<b>Operating Profit Before Working Capital changes</b>		
Adjustment for:		
Inventories	0.58	-
Decrease / (Increase) in Trade Receivable	19.57	-
Decrease / (Increase) in short term loans & advance	1.49	-
Decrease / (Increase) in other current	-	-
Other non current assets		
Decrease / (Increase) in long term loans & advance	1.36	-
Decrease / (Increase) in Trade Payables	(10.95)	-
Decrease / (Increase) in other long term liabilities	12.05	-
<b>Sub Total of working capital adjustments</b>	0.51	(31.79)
<b>Cash Generated from Operations</b>		
Interest Paid	(0.19)	(0.16)
Direct Taxes paid	0.32	(31.95)
<b>Net cash from operating activities (A)</b>		
<b>Cash flow from investing activities</b>		
Purchase of Fixed Assets	-	-
Capital Work in Progress	-	-
Proceeds from sale of Fixed Assets	-	-
Proceeds from sale of investment	-	-
<b>Net cash from / (in used) in investing activities (B)</b>		
<b>Cash flow from financing activities</b>		
Proceeds from issue of Shares	-	-
Dividend paid including dividend tax	-	-
Finance Cost	-	-
<b>Net cash flow from financing activities (C)</b>	0.32	(31.95)
<b>Net increase in Cash and Cash equivalent (A+B+C)</b>	0.43	0.43
Cash & Cash equivalent at the beginning of the year	0.75	(31.50)
Cash & Cash equivalent at the end of the year	0.75	0.43
<b>Components of Cash and Cash equivalent</b>		
Cash on Hand		
With Banks-		
On current account		
On deposit account	0.75	0.43
<b>Total</b>		

*Sachin Parekh*  




**Independent Auditor's Report On Quarterly Financial Results and Year to Date Results of the Company Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015**

TO THE BOARD OF DIRECTORS OF

**ALKA INDIA LIMITED**

**Report on the audit of the Standalone Financial Results of ALKA INDIA LIMITED**

We have audited the standalone financial results of M/s Alka India Limited for the quarter ended 31st March 2022 and the year to date results for the period 1st April 2021 to 31st March 2022, attached herewith, being submitted by the company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. These quarterly financial results as well as the year to date financial results have been prepared on the basis of the interim financial statements, which are the responsibility of the company's management. Our responsibility is to express an opinion on these financial results based on our audit of such interim financial statements, which have been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34 (Ind AS 34) for Interim Financial Reporting, prescribed, under Section 133 of the Companies Act, 2013 read with relevant rules issued there under; or by the Institute of Chartered Accountants of India, as applicable and other accounting principles generally accepted in India.

We conducted our audit in accordance with the auditing standards generally accepted in India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial results are free of material misstatement(s). An audit includes examining, on a test basis, evidence supporting the amounts disclosed as financial results. An audit also includes assessing the accounting principles used and significant estimates made by management. We believe that our audit provides a reasonable basis for our opinion.

In our opinion and to the best of our information and according to the explanations given to us these quarterly financial results as well as the year to date results:

- i. are presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 in this regard; and
- ii. Give a true and fair view of the net loss and other financial information for the quarter ended 31st March 2022 as well as the year to date results for the period from 1st Apr 2021 to 31st Mar 2022.



## **Basis for Disclaimer of Opinion**

We draw your attention to:

We are unable to determine the consequential impact of certain specific transactions / matters and disclosures on the Standalone Financial Statements. Such specific transactions / matters include:

- a. During the financial year 2021-22, the company has booked Business Promotion Income of Rs. 9,50,000. The said services were provided by Alka India Limited to K Sera Sera Box Office Pvt Ltd, which was one of the Group Company. The management has explained over email that "Alka India Ltd is engaged in the business of Textiles which produces various cloth materials. Hence to promote the Dome business of KSS Box Office Pvt. Ltd, there is an agreement between both the companies stating that "Alka India Ltd. will advertise the dome business of KSS Box Office on its every cloth material, like print of dome on the T-Shirts etc.".

However, during our review, we were not provided with sufficient documentary evidence being Agreement, proof of printing of Dome on cloth material by Alka India Limited etc. to substantiate that the services were actually provided by Alka India Limited.

Thus, due to lack of sufficient and appropriate audit evidence, we are unable to comment on such income appearing in the accompanying audited standalone financial statements for the year ended 31<sup>st</sup> March 2022.

- b. The Company has advanced an amount of Rs. 14,75,000 during the FY 2020-21 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.

- c. The company has gross outstanding loans and advances of Rs. 10,24,47,884 (Gross) as on the year ended 31<sup>st</sup> March, 2022 from various companies, out of which the company has created the provision for Doubtful Debts amounting to Rs. 2,25,19,000/- in the previous financial years. We have circulated the independent balance confirmation for the majority of the outstanding loans and advances, however, we have not received any confirmation independently. 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.



- d. 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.
- e. As per Standards on Auditing (SA) – 505 External Confirmation, Independent Balance confirmation for outstanding Bank Balances as on 31.03.2022 were sought during the course of audit but the response to the said confirmations were not received by us till the date of this report. Hence, the outstanding balances appearing as on 31<sup>st</sup> March, 2022 are based on the account statement available and provided by those charge with governance.
- f. The company has made available the minutes of the Board Meetings held during the FY 2021-22 for our inspection till the date of this report and hence we are unable to review the same.
- g. The company has not provided us with the Internal Audit Report of the Financial Year 2021-22, as required under Section 138 of the Companies Act, 2013 till the date of this report and hence we are unable to review the same.

#### **Material uncertainty related to Going Concern**

Due to the matters described under Basis on Disclaimer of Opinion and Emphasis of Matter and possible impact thereof, we are unable to obtain sufficient appropriate audit evidence as to whether the Company will be able to service its debts, realize its assets and discharge its liabilities as and when they become due over the period of next 12 months. Accordingly, we are unable to comment on whether the Company will be able to continue as Going Concern.

#### **Management's Responsibility for the Standalone Financial Statements**

The Company's management and Board of Directors are responsible for the matters stated in Section 134(5) of the Act with respect to the preparation of these standalone financial statements that give a true and fair view of the state of affairs, profit / loss (including other comprehensive income), changes in equity and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Indian Accounting Standards (Ind AS) specified under Section 133 of the Act. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the



preparation and presentation of the standalone financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the standalone financial statements, management and Board of Directors are responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

Board of Directors is also responsible for overseeing the Company's financial reporting process.

#### **Disclaimer of Opinion**

Due to the possible effects of the matters described in the Basis for Disclaimer of Opinion paragraph in our main audit report, we are unable to obtain sufficient appropriate audit evidence to provide a basis for our opinion on whether the Company had adequate internal financial controls over financial reporting with reference to these Standalone Ind AS financial statements as at March 31, 2022 and whether such internal financial controls were operating effectively. Accordingly, we do not express an opinion on Internal Financial Controls Over Financial Reporting with reference to these Standalone Ind AS financial statements.

For **AMIT RAMAKANT & CO**  
**Chartered Accountants**  
**FRN 009184C**



(CA AMIT AGRAWAL)  
PARTNER  
M.No. 077407



Place : Jaipur  
Date : May 30<sup>th</sup>, 2022

UDIN : 22077407AJWUKR4585

S. No.	Particulars	Year Ended		Year Ended	
		Quarter Ended Wednesday, March 31, 2021 (Unaudited)	Quarter Ended Thursday, March 31, 2022 (Audited)	Year Ended Wednesday, March 31, 2021 (Unaudited)	Year Ended Wednesday, March 31, 2022 (Audited)
I	Revenue from Operations	0.79	7.50	1.02	11.02
II	Other Income	-	-	-	-
III	<b>Total Income (I+II)</b>	<b>0.79</b>	<b>7.50</b>	<b>1.02</b>	<b>11.02</b>
IV	Expenses	0.30	-	1.86	1.35
	Changes in inventories of finished goods, Stock-in-Trade and Work-in-progress	-	-	-	-
	Employee-benefits expense	-	-	-	-
	Finance cost	-	-	-	-
	Depreciation and amortisation expense	-	-	-	-
	Other expenses	-	-	-	-
V	<b>Total Expenses (IV)</b>	<b>(6.65)</b>	<b>-</b>	<b>(33.55)</b>	<b>(31.98)</b>
VI	<b>Profit/(Loss) before exceptional items and tax (III-IV)</b>	<b>1.98</b>	<b>1.29</b>	<b>1.10</b>	<b>1.29</b>
VII	<b>Exceptional items</b>	<b>(8.45)</b>	<b>-</b>	<b>1.29</b>	<b>1.29</b>
VIII	<b>Profit/(Loss) after exceptional items and tax (V-VII)</b>	<b>1.10</b>	<b>-</b>	<b>1.10</b>	<b>(33.27)</b>
IX	Profit/(Loss) after tax	-	-	-	-
X	<b>Profit/(Loss) for the period</b>	<b>1.10</b>	<b>-</b>	<b>(34.86)</b>	<b>(13.59)</b>
XI	Other Comprehensive Income	1.98	-	(135.9)	(312.7)
XII	<b>Other Comprehensive Income for the period/year (IX+XI)</b>	<b>1.98</b>	<b>-</b>	<b>(34.84)</b>	<b>6,343.98</b>
XIII	Total Comprehensive Income for the period	6,343.98	-	6,343.98	6,343.98
XIV	<b>Total Comprehensive Income for the period</b>	<b>6,343.98</b>	<b>-</b>	<b>(0.01)</b>	<b>(0.01)</b>
XV	Comprising Profit/(Loss) from Equity Share Capital (face value Rs. 1/- each, fully paid)	(0.00)	0.00	(0.01)	(0.01)
XVI	Paid up Equity Share Capital (face value Rs. 1/- each)	(0.00)	0.00	(0.00)	(0.00)
XVII	Earnings per equity share of Rs. 1/- each	(0.00)	0.00	(0.01)	(0.01)
XVIII	(1) Basic	-	-	-	-
	(1) Diluted	-	-	-	-
	See accompanying note to the financial results:				



	Particulars	As at 31.03.2022 (Audited)	As at 31.03.2021 (Audited)
<b>A. ASSETS</b>			
<b>1. NON-CURRENT ASSETS</b>			
a) Property, Plant and Equipment	6.65	6.65	
b) Financial Assets	243.94	243.94	
i) Investments	-	-	
ii) Loans	4.63	5.73	
c) Deferred tax assets (Gross)	32.82	32.55	
d) Income tax assets (net)	5.49	5.49	
e) Other non-current assets	293.53	294.36	
<b>2. CURRENT ASSETS</b>			
a) Financial Assets	228.26	228.85	
i) Trade receivables	0.97	0.67	
ii) Cash and cash equivalents	1,892.20	1,912.24	
iii) Loans	16.59	15.89	
iv) Other financial assets	0.67	2.19	
b) Other current assets	2,138.69	2,159.84	
	2,432.22	2,454.20	
<b>B. EQUITY AND LIABILITIES</b>			
<b>1. SHAREHOLDERS' FUNDS:</b>			
a) Equity Share Capital	6,343.98	6,343.98	
b) Other equity	-4,485.84	-4,472.53	
Equity attributable to the owners of the group	1,858.14	1,871.45	
c) Non-Controlling Interest	228.05	228.32	
Equity attributable to the owners of the group	2,086.18	2,099.77	
<b>2. CURRENT LIABILITIES:</b>			
a) Financial liabilities	275.35	274.86	
i) Borrowings	19.98	17.99	
ii) Trade Payable	50.71	61.57	
iii) Other financial liabilities	346.04	354.42	
	2,432.22	2,454.20	

**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 30th May, 2022.
- 3 The Consolidated results include the financial result of an Indian Subsidiary Vintaze (Pvt) 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 search was conducted by the Income Tax Department u/s 132 in the office premises of the Company during the financial year 2019-20. The company has disputed Income Tax demand of Rs. 220.53 Lacs against the order passed u/s 143(3) r.w.s. 153A/143(3) for the AY 2014-15 to 2020-21. The company has filed appeal before CIT (Appeal) for said disputed demand for respective assessment years.
- 6 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 Parent company has not received any further communication from BSE.
- 7 Previous period's figures have been reclassified, wherever necessary, to correspond with those of the current period.

Place : Mumbai  
Date : 30.03.2022

*Satish Panchariya*  
Satish Panchariya  
Managing Director  
DIN: 00042934



**Alka India Limited**

CIN: L99999MH1993PLC168521

**Consolidated Statement of Cash Flow for year ended 31st March 2022**

(All amounts are in INR in lakhs, unless otherwise stated)

Particulars	Amount in INR For the year ended	
	31-03-2022	31-03-2021
<b>Cash flow from operating activities</b>		
Profit/(Loss) Before Tax	(12.49)	(31.98)
Adjustment for:	-	-
Depreciation	-	-
Provision for doubtful debts	-	-
Interest Paid	(12.49)	(31.98)
<b>Operating Profit Before Working Capital changes</b>		
Adjustment for:		
Inventories	0.59	(0.59)
Decrease / (Increase) in Trade Receivable	0.82	-
Decrease / (Increase) in other current	-	-
Decrease / (Increase) Other non current assets	20.04	(401.67)
Decrease / (Increase) in long term loans & advance	1.99	13.64
Decrease / (Increase) in Trade Payables	0.49	0.01
Decrease / (Increase) in other Financial liabilities	(10.86)	275.22
Increase / (Decrease) in Current Liabilities	13.07	(113.39)
<b>Sub Total of working capital adjustments</b>	<b>0.58</b>	<b>(145.38)</b>
<b>Cash Generated from Operations</b>		
Interest Paid	(0.27)	-
Direct Taxes paid	0.31	(145.38)
<b>Net cash from operating activities (A)</b>		
<b>Cash flow from investing activities</b>		
Purchase of Fixed Assets	(0.00)	(0.00)
Proceeds from sale of investment	0.00	0.00
<b>Net cash from / (in used) in investing activities(B)</b>	<b>(0.00)</b>	<b>(0.00)</b>
<b>Cash flow from financing activities</b>		
Increase / Decrease in Borrowings	(0.00)	(0.00)
<b>Net cash flow from financing activities ('C)</b>	<b>(0.00)</b>	<b>(0.00)</b>
<b>Net increase in Cash and Cash equivalent (A+B+C)</b>	<b>0.30</b>	<b>(145.38)</b>
Cash & Cash equivalent at the beginning of the year	0.67	5.78
Cash & Cash equivalent at the end of the year	0.97	(139.60)
<b>Components of Cash and Cash equivalent</b>		
Cash on Hand	-	0.05
With Banks-		
On current account	0.97	0.62
<b>Total</b>	<b>0.97</b>	<b>0.67</b>

*Sachin Panigrahi*





**Independent Auditor's Report On Quarterly Financial Results and Year to Date Results of the Company Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015**

TO THE BOARD OF DIRECTORS OF

**ALKA INDIA LIMITED**

**Report on the audit of the Consolidated Financial Results of ALKA INDIA LIMITED**

We have audited the consolidated financial results of M/s Alka India Limited for the quarter ended 31st March 2022 and the year to date results for the period 1st April 2021 to 31st March 2022, attached herewith, being submitted by the company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. These quarterly financial results as well as the year to date financial results have been prepared on the basis of the interim financial statements, which are the responsibility of the company's management. Our responsibility is to express an opinion on these financial results based on our audit of such interim financial statements, which have been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34 (Ind AS 34) for Interim Financial Reporting, prescribed, under Section 133 of the Companies Act, 2013 read with relevant rules issued there under; or by the Institute of Chartered Accountants of India, as applicable and other accounting principles generally accepted in India.

We conducted our audit in accordance with the auditing standards generally accepted in India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial results are free of material misstatement(s). An audit includes examining, on a test basis, evidence supporting the amounts disclosed as financial results. An audit also includes assessing the accounting principles used and significant estimates made by management. We believe that our audit provides a reasonable basis for our opinion.

In our opinion and to the best of our information and according to the explanations given to us these quarterly financial results as well as the year to date results:

- i. are presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 in this regard; and
- ii. Give a true and fair view of the net loss and other financial information for the quarter ended 31st March 2022 as well as the year to date results for the period from 1st Apr 2021 to 31st Mar 2022.



## **Basis for Disclaimer of Opinion**

We draw your attention to:

We are unable to determine the consequential impact of certain specific transactions / matters and disclosures on the Consolidated Financial Statements. Such specific transactions / matters include:

- a. During the financial year 2021-22, the company has booked Business Promotion Income of Rs. 9,50,000. The said services were provided by Alka India Limited to K Sera Sera Box Office Pvt Ltd, which was one of the Group Company. The management has explained over email that "Alka India Ltd is engaged in the business of Textiles which produces various cloth materials. Hence to promote the Dome business of KSS Box Office Pvt. Ltd, there is an agreement between both the companies stating that "Alka India Ltd. will advertise the dome business of KSS Box Office on its every cloth material, like print of dome on the T-Shirts etc.".

However, during our review, we were not provided with sufficient documentary evidence being Agreement, proof of printing of Dome on cloth material by Alka India Limited etc. to substantiate that the services were actually provided by Alka India Limited.

Thus, due to lack of sufficient and appropriate audit evidence, we are unable to comment on such income appearing in the accompanying audited consolidated financial statements for the year ended 31<sup>st</sup> March 2022.

- b. The Company has invested in subsidiary company name Wintage FZE (India) Private Limited net worth of this company Rs. 828.77 Lacs as on 31.03.2022, we have not Audited of this company.
- c. The Company has advanced an amount of Rs. 14,75,000 during the FY 2020-21 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.

- d. The company has gross outstanding loans and advances of Rs. 10,24,47,884 (Gross) as on the year ended 31<sup>st</sup> March, 2022 from various companies, out of which the company has created the provision for Doubtful Debts amounting to Rs. 2,25,19,000/- in the previous financial years. We have circulated the independent balance confirmation for the majority of the outstanding loans and advances,



however, we have not received any confirmation independently. 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.

- e. 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.
- f. As per Standards on Auditing (SA) – 505 External Confirmation, Independent Balance confirmation for outstanding Bank Balances as on 31.03.2022 were sought during the course of audit but the response to the said confirmations were not received by us till the date of this report. Hence, the outstanding balances appearing as on 31<sup>st</sup> March, 2022 are based on the account statement available and provided by those charge with governance.
- g. The company has made available the minutes of the Board Meetings held during the FY 2021-22 for our inspection till the date of this report and hence we are unable to review the same.
- h. The company has not provided us with the Internal Audit Report of the Financial Year 2021-22, as required under Section 138 of the Companies Act, 2013 till the date of this report and hence we are unable to review the same.

#### **Material uncertainty related to Going Concern**

Due to the matters described under Basis on Disclaimer of Opinion and Emphasis of Matter and possible impact thereof, we are unable to obtain sufficient appropriate audit evidence as to whether the Company will be able to service its debts, realize its assets and discharge its liabilities as and when they become due over the period of next 12 months. Accordingly, we are unable to comment on whether the Company will be able to continue as Going Concern.

#### **Management's Responsibility for the Consolidated Financial Statements**

The Company's management and Board of Directors are responsible for the matters stated in Section 134(5) of the Act with respect to the preparation of these Consolidated financial statements that give a true and fair view of the state of affairs, profit / loss (including other comprehensive income), changes in equity and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Indian Accounting Standards (Ind AS) specified under Section 133 of the Act. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and



other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the consolidated financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

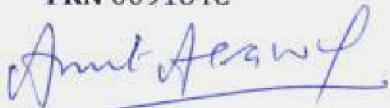
In preparing the consolidated financial statements, management and Board of Directors are responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

Board of Directors is also responsible for overseeing the Company's financial reporting process.

#### **Disclaimer of Opinion**

Due to the possible effects of the matters described in the Basis for Disclaimer of Opinion paragraph in our main audit report, we are unable to obtain sufficient appropriate audit evidence to provide a basis for our opinion on whether the Company had adequate internal financial controls over financial reporting with reference to these Consolidated Ind AS financial statements as at March 31, 2022 and whether such internal financial controls were operating effectively. Accordingly, we do not express an opinion on Internal Financial Controls Over Financial Reporting with reference to these Consolidated Ind AS financial statements.

For **AMIT RAMAKANT & CO**  
**Chartered Accountants**  
FRN 009184C



(CA AMIT AGRAWAL)  
PARTNER  
M.No. 077407



Place : Jaipur  
Date : May 30<sup>th</sup>, 2022

UDIN : 22077407AJWUVR8906