



QUALITY FOILS (INDIA) LIMITED

Formerly known as Quality Foils (India) Pvt. Ltd.
(An ISO 9001:2015 Certified Company)

3, Industrial Development Colony, Hisar-125 005, Haryana

Tel: 0091 – 1662 – 220327, 220328

E-mail: contactus@qualityfoils.com; Website: www.qualityfoils.com

CIN: U27107HR1990PLC030929

Date: 23rd May, 2023

National Stock Exchange of India Limited

Listing Department,
Exchange Plaza, Plot No. C/1, G Block,
Bandra kurla Complex, Bandra (East),
Mumbai- 400051.

Reference: ISIN - INE001M01015; Symbol-QFIL

Subject: Financial Results for the Half year & Year ended 31.03.2023

Dear Sir/Ma'am,

In continuation of our letter dated April 19 & May 16, 2023 and pursuant to Regulations 33 of SEBI (Listing Obligations and Disclosure Requirements), 2015, as amended, the Board of Directors at their Meeting held on 23rd May, 2023, have considered and approved the following:

1. Audited Financial Results of the Company for the half year and year ended on 31st March, 2023, along with Auditor's report thereon. In this regard, please find enclosed:
 - (i) Audited Financial Results of the Company for the half year and year ended on 31st March 2023;
 - (ii) Auditor's Report on the above Financial Results;

These are also being made available on the website of the Company www.qualitygroup.in

The Board Meeting commenced at 11:30 a.m. and concluded at 02:00 p.m.

We request you to kindly arrange to take the above on records and acknowledge receipt thereof.

Thanking you,
Yours faithfully,

For Quality Foils (India) Limited

Meenakshi

Company Secretary and Compliance Officer
Encl. As above.





V S JAIN & ASSOCIATES

Chartered Accountants

Head Office :-
6, Green Park,
Hisar-125 001 (Hr.)

PAN No. : AACFV1017C
Firm Registration No. : 003533N

Branch Office :-
I-59, South City-1,
Gurugram-122001 (Hr.)

INDEPENDENT AUDITORS' REPORT

To the Board of Directors of
Quality Foils (India) Limited
(Formerly known as Quality Foils (India) Private Limited)

Report on the Audit of the Financial Statements

Opinion

We have audited the accompanying financial statements of Quality Foils (India) Limited ("the Company"), for the year ended 31st March, 2023 which comprise the Balance Sheet and the Statement of Profit and Loss and the Statement of Cash Flows as at and for the year ended on that date, and a summary of the significant accounting policies and other explanatory information (hereinafter referred to as "the financial statements").

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid Financial Statements give the information in accordance with Regulation 33 of the SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015 and give a true and fair view in conformity with the Accounting Principles generally accepted in India of the State of Affairs of the Company for the Year ended March 31, 2023, and its Profit and Cash Flows for the Year ended on that date.

Basis for opinion

We conducted our audit of the financial statements in accordance with the Standards on Auditing (SAs) specified under section 143 (10) of the Companies Act, 2013. Our responsibilities under those Standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Statements* section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India ("the ICAI") together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Act and the rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the financial statements of the current period. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters. Based on the work during the year no such matter to be reported in this regard.



our opinion thereon, and we do not provide a separate opinion on these matters. Based on the work during the year no such matter to be reported in this regard.

Information other than the Financial Statements and Auditors' report thereon

The Company's Board of Directors is responsible for the preparation of the other information. The other information comprises the information included in the Board's Report including Annexures to Board's Report, Business Responsibility Report but does not include the financial statements and our auditor's report thereon.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained during the course of our audit or otherwise appears to be materially misstated.

If, based on the work we have performed on the other information obtained prior to the date of this audit report, we conclude that there is no material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibility of Management and Those charged with Governance for the Financial Statements

The Company's Board of Directors is responsible for the matters stated in section 134 (5) of the Act with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the accounting standards 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 financial statement that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is 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.

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

Auditor's responsibilities for the Audit of the Financial Statements



Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion.

Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Companies Act, 2013, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls system in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

Materiality is the magnitude of misstatements in the financial statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the financial statements may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the financial statements.



We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the financial statements of the current and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Report on other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2020 ("the Order"), issued by the Central Government of India in terms of Sub-section (11) of Section 143 of the Companies Act, 2013, we give in the "Annexure- A" statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.
2. As required by section 143(3) of the Act, based on our audit we report that:
 - (1) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
 - (2) In our opinion, proper books of account as required by law have been kept by the Company so far as appears from our examination of those books.
 - (3) The Balance Sheet, the Statement of Profit and Loss and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.
 - (4) In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
 - (5) On the basis of written representations received from the directors as on 31st March, 2023 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2023 from being appointed as a director in terms of Section 164(2) of the Act.
 - (6) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate report in "Annexure B". Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Company's internal financial controls over financial reporting.
 - (7) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in



our opinion and to the best of our information and according to the explanations given to us:

(a) The Company does not have any pending litigation which would impact on its financial position.

(b) The Company does not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.

(c) There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

(d) (i) The management has represented that, to the best of its knowledge and belief, other than as disclosed in the notes to the accounts, no funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the company to or in any other person(s) or entity(ies), including foreign entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;

(ii) The management has represented, that, to the best of its knowledge and belief, other than as disclosed in the notes to the accounts, no funds have been received by the company from any person(s) or entity(ies), including foreign entities ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries; and

(iii) Based on audit procedures which we consider reasonable and appropriate in the circumstances, nothing has come to notice that has caused them to believe that the representations under sub-clause (i) and (ii) contain any material mis-statement.

(e) The company has not declared or paid any dividend during the year.

For V S JAIN & ASSOCIATES

Chartered Accountants

(Firm's registration no. 003533N)



Sandeep Kumar Jain

(CA SANDEEP KUMAR JAIN)

PARTNER

(M. No.: 511237)

(UDIN: 23511237BGQECL6131)

Place: Hisar

Date: May 23, 2023

Annexure “A” to the Independent Auditor’s Report

(Referred to in paragraph 1 under ‘Report on Other Legal and Regulatory Requirements’ of our report to the Members of Quality Foils (India) Limited of even date)

1. In respect of the Company’s Property, Plant and Equipment and Intangible Assets:

(a)(i) The Company has maintained proper records related to full particulars including quantitative details and situation of Property, Plant and Equipment.

(ii) The company is not having any intangible asset. Therefore, the provisions of Clause (i)(a)(B) of paragraph 3 of the order are not applicable to the company.

(b) In our opinion Property, Plant and Equipment have been physically verified by the management at reasonable intervals. No material discrepancies were noticed on such verification during the year.

(c) According to the information and explanations given to us, the records examined by us and based on the examination of the registered sale deed/ title deed/ conveyance deeds provided to us, we report that, the title deeds, comprising all the immovable properties of land and buildings which are freehold, are held in the name of the Company as at the balance sheet date. There are no immovable properties of land and building that have been taken on lease and disclosed as fixed assets in the financial statements.

(d) The company has not revalued its Property, Plant and Equipment during the year.

(e) Based on the information and explanations furnished to us, no proceedings have been initiated on the Company for holding benami property under the Prohibition of Benami Property Transactions Act, 1988 (as amended in 2016) (formerly the Benami Transactions (Prohibition) Act, 1988 (45 of 1988)) and Rules made thereunder, and therefore the question of our commenting on ‘whether the Company has appropriately disclosed the details in its financial statements does not arise.

2. (a) As explained to us, the inventories have been physically verified by the management during the year at reasonable intervals. In our opinion, the coverage and procedure of verification is appropriate. No discrepancies of 10% or more in the aggregate for each class of inventory were noticed.

(b) The company has been sanctioned working capital limits in excess of five crores in aggregate from banks and/or financial institutions on the basis of security of current assets and the quarterly returns and monthly statements filed by the company with such banks or financial institutions are in agreement with the books of account of the company.

3. According to information and explanation given to us, the company has not granted any loan, secured or unsecured to companies, firms, limited liability partnerships or other parties covered in the register required under section 189 of the Companies Act, 2013. Accordingly, paragraph 3 (iii) of the order is not applicable.

4. During the year, the company has given a corporate guarantee of Rs. 774.50/- Lakh to the Bank. In our opinion and according to the information and explanations given to us, the Company has complied with the provisions of Sections 185 and 186 of the Company Act, 2013 in respect of grant of loans, making investments and providing guarantees and securities, as applicable.

5. In our opinion and according to the information and explanations given to us, the company has complied with the directives of the Reserve Bank of India and the



provisions of Sections 73 to 76 of the Act and the Companies (Acceptance of Deposits) Rules, 2014 (as amended).

According to the information and explanations given to us, no Order has been passed by the Company Law Board or National Company Law Tribunal or Reserve Bank of India or any Court or any other Tribunal on the company in respect of the aforesaid deposits.

6. We have broadly reviewed the cost records maintained by the company pursuant to the Companies (Cost Records and Audit) Rules, 2014, as amended and prescribed by the Central government under sub-section (1) of section 148 of the Companies Act, 2013, and are of the opinion that, prime facie, the prescribed cost records have been maintained. However, we have not made a detailed examination of the cost records with a view to determine whether they are accurate or complete.

7. (a) In our opinion, the Company has been regular in depositing undisputed statutory dues, including Goods and Services Tax, Provident Fund, Employees' State Insurance, Income Tax, Duty of Custom, Cess and other material statutory dues applicable to it with the appropriate authorities. There were no undisputed amounts payable in respect of Goods and Service Tax, Provident Fund, Employees' State Insurance, Income Tax, duty of Custom, duty of Excise, Cess and other material statutory dues in arrears as at March 31, 2023 for a period of more than six months from the date they become payable.

(b) there are no statutory dues referred to in sub-clause (a) above which have not been deposited as on March 31, 2023 on account of disputes.

8. there is no any transaction recorded in the books of account that have been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (43 of 1961).

9. (a) In our opinion and according to the information and explanations given to us, the Company has not defaulted in repayment of any loan or other borrowings or any interest due thereon to any lender.

(b) In our opinion and according to the information and explanations given to us, the company has not been a declared willful defaulter by any bank or financial institution or other lender.

(c) In our opinion and according to the information and explanations given to us, the loans raised during the year were applied for the purpose for which the loans were obtained.

(d) In our opinion and according to the information and explanations given to us, there are no funds raised on short-term basis which have been utilized for long term purposes.

(e) In our opinion and according to the information and explanations given to us, the company has not taken any funds from any entity or person on account of or to meet the obligations of its subsidiaries, associates or joint ventures.

(f) In our opinion and according to the information and explanations given to us, the company has not raised loans during the year on the pledge of securities held in its subsidiaries, joint ventures or associate companies.

10. (a) During the year, the Company has issued bonus shares in the ratio of 1:2 to the existing shareholders and raised Rs. 452.40 lakh by way of Initial Public Offer of 754000 Equity Shares of face value of Rs. 10/- each at a price of Rs. 60/- Per Equity Share, during the Offer Period from March 14, 2023 to March 16, 2023. The Equity Shares of the Company are listed on the NSE SME Platform (NSE EMERGE) on 24.03.2023. The requirements as specified under Section 23 and other applicable provisions of the Companies Act, 2013 have been complied with.



(b) the company has not made any preferential allotment or private placement of shares during the year and the requirements of section 42 and section 62 of the Companies Act, 2013 are not applicable to the company.

11. (a) We have not noticed any case of fraud by the company or any fraud on the Company by its officers or employees during the year. The management has also not reported any case of fraud during the year.

(b) During the year no report under sub-section (12) of section 143 of the Companies Act has been filed by the auditors in Form ADT-4 as prescribed under rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government.

(c) As represented to us by the Management, no Whistle Blowers Complaints were received during the year under review.

12. The company is not a Nidhi Company. Therefore, the provisions of Clause (xii) of paragraph 3 of the order are not applicable to the Company.

13. As per the information and explanations received to us all transactions with the related parties are in compliance with sections 177 and 188 of Companies Act where applicable, and the details have been disclosed in the financial statements, etc., as required by the applicable accounting standards. Identification of related parties were made and provided by the management of the company.

14. In our opinion, the Company has an adequate Internal Audit System commensurate with the size and nature of its business.

15. The Company has not entered into any non-cash transactions with directors or persons connected with him for the year under review. Therefore, the provisions of Clause (xv) of paragraph 3 of the order are not applicable to the Company.

16. (a) The Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934.

(b) The company has not conducted any Non-Banking Financial or Housing Finance activities during the year.

(c) The company is not a Core Investment Company (CIC) as defined in the regulations made by the Reserve Bank of India.

(d) As per the information and explanations received, the group does not have any CIC as part of the group.

17. The company has not incurred cash loss in current financial year as well in immediately preceding financial year.

18. There has been no resignation of the previous statutory auditors during the year.

19. On the basis of the financial ratios, ageing and expected dates of realization of financial assets and payment of financial liabilities, other information accompanying the financial statements, the auditor's knowledge of the Board of Directors and management plans, we are of the opinion that no material uncertainty exists as on the date of the audit report that company is capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date.

20. There is no liability of the company under the provisions of section 135 of the Companies Act, relating to Corporate Social Responsibility. Therefore, the provisions of Clause (xx) of paragraph 3 of the order are not applicable to the Company.



21. According to the information and explanations given to us, the Company does not have any Subsidiary, Associate or Joint Venture. Accordingly, reporting under clause 3(xxi) of the Order is not applicable to the company.

Place: Hisar
Date: May 23, 2023



For V S JAIN & ASSOCIATES

Chartered Accountants

(Firm's registration no. 003533N)

(CA SANDEEP KUMAR JAIN)

PARTNER

(M. No.: 511237)

(UDIN: 23511237BGQECL6131)

Annexure “B” to the Independent Auditor’s Report

(Referred to in paragraph 2 (6) under ‘Report on other legal and regulatory requirements’ of our report to the members of Quality Foils (India) Limited of even date)

Report on the Internal Financial Controls over Financial Reporting under clause (i) of sub-section 3 of section 143 of the Companies Act, 2013 (“the Act”)

We have audited the internal financial controls over financial reporting of Quality Foils (India) Limited (the Company”) as of March 31, 2023 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

Management’s responsibility for internal financial controls

The Board of directors of the Company is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India. These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

Auditors’ responsibility

Our responsibility is to express an opinion on the internal financial controls over financial reporting of the Company based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the “Guidance Note”) issued by the Institute of Chartered Accountants of India and the standards on auditing prescribed under Section 143 (10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls. Those standards and the guidance note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting were established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor’s judgement, including the assessment of the risks of material misstatement in the financial statements, whether due to fraud or error.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company’s internal financial control system over financial reporting.

Meaning of internal financial controls over financial reporting

A company’s internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company’s internal financial control over financial reporting includes those policies and procedures that (i) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (ii) provide



reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorisations of management and directors of the company; and (iii) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

Limitations of internal financial controls over financial reporting

Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management of override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting to future s are subject to the risk that the internal financial control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

Opinion

In our opinion and according to the information and explanations given to us, the Company has, in all material respects, an adequate internal financial control system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31st March, 2023, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.



Place: Hisar
Date: May 23, 2023

For V S JAIN & ASSOCIATES

Chartered Accountants

(Firm's registration no. 003533N)

(CA SANDEEP KUMAR JAIN)

PARTNER

(M. No.: 511237)

(UDIN: 23511237BGQECL6131)

QUALITY FOILS (INDIA) LIMITED

(Formerly known as Quality Foils (India) Private Limited)

Notes Forming Integral Part of the Financial Statements for the Year Ended 31st March 2023

Note: Nature of Business Operations:

Quality Foils (India) Limited (hereinafter referred to as 'the company') is a manufacturer of Cold Rolled Stainless Steel Strips/coils and Stainless Steel Flexible Hose Pipes.

The company incorporated under the provisions of the Companies Act, 1956 and domiciled in India. The registered office of the company is at 3, Industrial Development Colony, Hisar, Haryana 125005. The company is a public limited company and is listed on NSE SME Platform (NSE EMERGE).

Note: 1 Accounting Policies

1.1 Basis of Preparation of Financial Statements:

The Financial Statements of the Company have been prepared in accordance with the Accounting Principles generally accepted in India. The Financial Statements have been prepared to comply in all material respects with the Accounting Standards, as prescribed under Section 133 of the Companies Act, 2013 and the Rules defined thereunder, as amended from time to time. IND AS is not currently applicably to the company.

These Financial Statements have been prepared on the Historical Cost basis, except for certain Financial Instruments which are measured at Fair Values at the end of each Reporting Period as explained in the Accounting Policies below. Historical Cost is generally based on the Fair Value of the consideration given in exchange for goods and services. Fair Value is the price that would be received to sell an Asset or paid to transfer a Liability in an orderly transaction between market participants at the measurement date.

Accounting Policies have been consistently applied except where a newly issued Accounting Standard is initially adopted or a revision to an existing Accounting Standard requires a change in the Accounting Policy hitherto in use

The Financial Statements are prepared in Indian Rupees ("INR") which is the Company's Presentation Currency and the Functional Currency for its Operations. All Financial Information presented in INR has been rounded to the nearest 'Lakhs' with two decimal places, unless stated otherwise. Previous year figures have been regrouped/ re-arranged, wherever necessary.

1.2 Use of Estimates:

The preparation of Financial Statements in conformity with the Generally Accepted Accounting Principles requires the Management to make estimates, judgements, and assumptions. These estimates, judgments and assumptions affect the application of the Accounting Policies and the reported amounts of Assets and Liabilities, the disclosures of Contingent Assets and Liabilities at the date of the Financial Statements and reported amounts of Revenues and Expenses during the year.

The Estimates and underlying assumptions are reviewed on an on-going basis. Revisions to the Accounting Estimates are recognized in the period in which the estimate is revised, and future periods affected.



Significant judgments and estimates relating to Carrying Value of Assets and Liabilities include useful lives of Property, Plant and Equipment, impairment of Property, Plant and Equipment, Investments, Provision for Employee Benefits and other provisions, recoverability of Deferred Tax Assets, Commitments and Contingencies.

1.3 Revenue Recognition

Revenue from Sale of products is recognized when the control on the Goods have been transferred to the Customer. The Performance Obligation in case of sale of product is satisfied at a point in time i.e., when the material is shipped to the customer/consignee or on delivery to the customer/consignee, as may be specified in the Contract.

Revenue from Contracts with Customers is recognized on transfer of control of promised Goods or Services to a Customer at an amount that reflects the consideration to which the Company is expected to be entitled to in exchange for those goods or services.

Interest Income is recognized on a time proportion basis taking into account the amount outstanding and the effective interest rate method. Interest Income is included under the head "Other Income" in Statement of Profit and Loss. Dividend Income is recognized when the right to receive payment is established. Insurance Claims receivable on account of insurance are accounted for on receipt basis.

Revenue from Export Incentives is accounted for on Export of Goods, if the entitlements can be estimated with reasonable assurance and condition precedent to claim are fulfilled

1.4 Property, Plant and Equipment

Tangible assets: Property, Plant and Equipment are stated at cost net of recoverable taxes, trade discounts and rebates and include amounts added on revaluation, less accumulated depreciation and impairment loss, if any. The cost of Assets comprises its purchase price, borrowing cost and any cost directly attributable to bringing the asset to its working condition for its intended use, net charges on foreign exchange contracts and adjustments arising from exchange rate variations attributable to the assets, if any.

Depreciation: Depreciation is provided for Property, Plant and Equipment on a Straight Line Method so as to expenses the Cost less Residual Value over their useful lives as prescribed in Schedule II of the Companies Act, 2013. The Estimated Useful Lives and Residual Value are reviewed at the end of each Reporting Period, with the effect of any change in estimate accounted for on a prospective basis. Depreciation is not recorded on capital work-in progress, if any, until construction and installation is completed and the asset is for intended use.

Intangible Assets: The company does not have any Intangible asset.

1.5 Investments

All investments are classified as Long Term Investments. On initial recognition, all Investments are measured at Cost. The Cost comprises the Purchase Price and directly attributable acquisition charges such as Brokerage, Fees and Duties.

Long Term Investments are carried at Cost. However, provision for diminution in value is made to recognize a decline other than temporary in the value of the Long Term Investments.



On disposal of an investment, the difference between its Carrying Amount and Net Disposal Proceeds is charged or credited to the Statement of Profit and Loss.

1.6 Valuation of Inventories

Inventories consists of Raw Materials, Work-in-progress, Finished Goods and Stores and Spares. Inventories are valued at the lower of Cost or Net Realizable Value. Cost is determined on Weighted Average basis.

Raw materials and Stores & Spares: Cost includes Purchasing Cost and other Costs incurred in bringing the Inventories to their present location and condition.

Finished Goods and Work-in-progress: Cost includes Cost of Direct Materials and labour and a proportion of Manufacturing Overheads based on the normal operating capacity on a Weighted Average basis. Cost of Finished Goods includes other costs incurred in bringing the Inventories to their present location and condition. Net Realizable Value is the Estimated Selling Price in the ordinary course of business, less estimated costs of completion and the estimated costs necessary to make it Salable.

1.7 Borrowing Costs

Borrowing cost attributable to the acquisition or construction of a qualifying asset are capitalised as part of the cost of such asset. A qualifying asset is one that necessarily takes substantial period of time to get ready for intended use. All other borrowing costs are recognised as an expense in the period in which they are incurred. Borrowing Cost consist of Interest, Other Cost that an entity incurs in connection with the borrowing of funds.

1.8 Employee Benefits

All Employee Benefits payable wholly within twelve months of rendering the service are classified as Short Term Employee Benefits. Benefits such as Salaries, Wages etc. and the expected cost of ex- gratia are recognised in the period in which the employee renders the related service. A Liability is recognised for the amount expected to be paid when there is a present legal or constructive obligation to pay this amount as a result of past service provided by the employee and the obligation can be estimated reliably.

Actuarial gains and losses in respect of post-employment and other long-term benefits are charged to the Statement of Profit and Loss.

1.9 Taxation

Provision of Current Income Tax in respect of the taxable income are measured at the amount expected to be paid to the Tax Authorities at the applicable tax rates. The tax rates and tax laws used to compute the current tax amounts are those that are enacted or substantively enacted as at the reporting date and applicable for the period. The Company offsets current tax assets and current tax liabilities, where it has a legally enforceable right to set off the recognized amounts and where it intends either to settle on a net basis, or to realize the asset and liability simultaneously.

Deferred income tax is recognized using the balance sheet approach. Deferred income tax assets and liabilities are recognized for deductible and taxable temporary differences arising between the tax base of assets and liabilities and their carrying amount in financial statements.



MAT Credit is recognised as an asset only when and to the extent there is convincing evidence that the company will pay normal Income Tax during the specified period. In the year in which the MAT Credit becomes eligible to be recognised as an asset in accordance with the recommendation contained in Guidance Notes issued by the ICAI, the said asset is created by way of a credit to the statement of profit & loss and shown as MAT Credit entitlement. The Company reviews the same at each Balance Sheet date and writes down the carrying amount of MAT Credit entitlement to the extent there is no longer convincing evidence to the effect that company will pay normal Income Tax during the specified period.

1.10 Foreign Currency Transactions:

Transactions denominated in foreign currencies are translated into functional currency using the exchange rate prevailing on the date of the transaction. In the case of items which are covered by forward exchange contracts, the difference between the rate at the date of the transaction and rate on the date of the contract is recognized as exchange difference. Any income or expense on account of exchange difference either on settlement or on translation is recognized in the Profit and Loss Statement, except in case of long term liabilities (if any), where they relate to acquisition of fixed assets, in that case they are adjusted to the carrying cost of such assets.

1.11 Contingent liabilities:

Contingent liabilities are not provided for in the accounts but are separately disclosed by way of a note.



QUALITY FOILS (INDIA) LIMITED

(Formerly known as Quality Foils (India) Private Limited)

(CIN: U27107HR1990PLC030929)

BALANCE SHEET AS AT 31ST MARCH, 2023

			(Rs. In Lakhs)
PARTICULARS	NOTE NO.	AS AT 31ST MARCH, 2023	AS AT 31ST MARCH, 2022
EQUITY AND LIABILITIES:			
Shareholders' Funds			
Share Capital	2	285.40	140.00
Reserves and Surplus	3	2454.23	1828.36
Total Shareholders' Funds		<u>2739.63</u>	<u>1968.36</u>
Non-current Liabilities			
Long Term Borrowings	4	1252.87	1608.25
Long Term Provisions	5	193.04	187.09
Deferred Tax Liabilities (Net)		194.22	229.19
Other Non current Liabilities	6	3.00	0.00
Total Non-current liabilities		<u>1643.13</u>	<u>2024.53</u>
Current Liabilities:			
Short term Borrowings	7	3015.36	3199.24
Trade Payables	8		
(i) Due to Micro and Small Enterprises		-	65.70
(ii) Due to others		57.38	315.22
Other Current Liabilities	9	113.63	222.41
Short Term Provisions	10	51.60	39.09
Total Current Liabilities		<u>3237.97</u>	<u>3841.67</u>
TOTAL EQUITY AND LIABILITIES		7620.73	7834.56
ASSETS:			
Non-current Assets:			
Property, Plant and Equipment, Intangible Asstes			
- Property, Plant and Equipments	11	2018.84	2031.99
- Capital work in progress		-	-
- Intangible Assets		-	-
Non-current Investments	12	40.05	68.01
Long Term Loans and Advances	13	52.04	-
Other Non-current Assets	14	66.79	57.10
Total Non-current Assets		<u>2177.72</u>	<u>2157.11</u>
Current Assets:			
Inventories	15	1699.45	1922.37
Trade Receivables	16	3015.49	3356.75
Cash and cash equivalents	17	580.03	163.13
Short Term Loans and Advances	18	69.65	20.88
Other Current Assets	19	78.39	214.31
Total Current Assets		<u>5443.01</u>	<u>5677.45</u>
TOTAL ASSETS		7620.73	7834.56

The accompanying Note Nos. 1 to 37 form an integral part of the financial statements.

For and on behalf of the Board of Directors of
Quality Foils (India) Limited

AUDITOR'S REPORT

AS PER OUR REPORT OF EVEN DATE ATTACHED

FOR V S JAIN & ASSOCIATES
CHARTERED ACCOUNTANTS
(Firm's Reg. No. 003533N)

(CA SANDEEP KUMAR JAIN)
PARTNER
(M. NO. 511237)
(UDIN: 23511237BGQECL6131)
Place: Hisar
Dated: May 23, 2023



TEJASVI BHARGAVA
(Managing Director)
(DIN: 00011205)

Ms. MEENAKSHI
(Company Secretary)

KULDIP BHARGAVA
(Chairman & Director)
(DIN: 00011103)

BIRDHI CHAND JAIN
(Chief Financial Officer)

QUALITY FOILS (INDIA) LIMITED

(Formerly known as Quality Foils (India) Private Limited)

(CIN: U27107HR1990PLC030929)

STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31ST MARCH, 2023

PARTICULARS	NOTE NO.	(Rs. In Lakhs)	
		FOR THE YEAR ENDED 31ST MARCH, 2023 (Rs.)	FOR THE YEAR ENDED 31ST MARCH, 2022 (Rs.)
REVENUE			
Revenue from Operations	20	18636.25	17978.58
Other Income	21	58.20	52.06
Total Revenue		18694.45	18030.64
EXPENSES:			
Cost of Material Consumed	22	15270.57	15780.44
Changes in Inventories of Finished goods and Work-in-progress	23	612.26	-550.92
Employee Benefit Expenses	24	564.32	551.84
Finance Cost	25	363.82	325.60
Depreciation		152.60	148.33
Other Expenses	26	1515.52	1553.69
Total Expenses		18479.09	17808.98
Profit from ordinary activities before Extraordinary Items and Tax		215.36	221.65
Extraordinary Items:			
- Profit on sale of land		195.18	-
- Loss on sale of long term investments		-27.75	-
Profit Before Tax		382.79	221.65
Tax Expense:			
- Income tax on extraordinary items		35.43	-
- Current Tax		63.48	57.24
- Deferred Tax		-34.97	5.99
- Previous years' tax adjustment		-0.02	0.43
NET PROFIT FOR THE PERIOD/YEAR		318.87	158.00
Earnings per equity share of face value of Rs. 10/- each (Previous year restated at Rs. 10/- each)			
Basic and Diluted (in Rs.)			
On ordinary items		6.55	11.29
On extraordinary items		4.63	-

The accompanying Note Nos. 1 to 37 form an integral part of the financial statements.

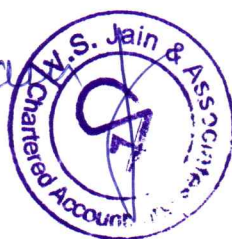
For and on behalf of the Board of Directors of
Quality Foils (India) Limited

AUDITOR'S REPORT

AS PER OUR REPORT OF EVEN DATE ATTACHED

FOR V S JAIN & ASSOCIATES
CHARTERED ACCOUNTANTS
(Firm's Reg. No. 003533N)

(CA SANDEEP KUMAR JAIN)
PARTNER
(M. NO. 511237)
(UDIN: 23511237BGQECL6131)
Place: Hisar
Dated: May 23, 2023



TEJASVI BHARGAVA
(Managing Director)
(DIN: 00011205)

Ms. MEENAKSHI
(Company Secretary)

KULDIP BHARGAVA
(Chairman & Director)
(DIN: 00011103)

BIRDHI CHAND JAIN
(Chief Financial Officer)

QUALITY FOILS (INDIA) LIMITED

(Formerly known as Quality Foils (India) Private Limited)

(CIN: U27107HR1990PLC030929)

CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2023

PARTICULARS	AS AT 31ST MARCH, 2023	AS AT 31ST MARCH, 2022
A. Cash Inflow/(Outflow) from Operating Activities		
Net Profit Before Tax & Extraordinary Items	215.36	221.65
Adjustment for:		
Depreciation	152.60	148.33
Interest Income	-29.57	-40.57
Dividend Income	-0.17	-0.17
Foreign Currency Fluctuation	-7.99	-7.27
Liabilities written back	-2.04	-1.86
Profit on Sale of Fixed assets	-3.22	-1.01
Miscellaneous Income	-0.81	-1.17
Finance Cost	363.82	325.60
Operating Profit before working Capital Changes	687.97	643.53
Adjustment for:		
(Increase)/Decrease in Inventories	222.93	(619.06)
(Increase)/Decrease in trade receivables	341.27	(571.04)
(Increase)/Decrease in other assets	87.15	(64.96)
Increase/(Decrease) in Liabilities and provisions	-419.81	441.61
Cash Inflow from Operating Activities	919.51	(169.92)
Interest Income	29.57	40.57
Liabilities written back	2.04	1.86
Miscellaneous Income	0.81	1.17
Foreign Currency Fluctuation	7.99	7.27
Income Tax Paid	-63.47	(57.67)
Net Cash inflow	896.45	(176.71)
B. Cash Inflow/(Outflow) from Investing Activities		
Purchase of Capital Goods/Fixed Assets	(156.43)	(239.36)
Sale of Capital goods/Fixed Assets	215.39	6.48
(Increase)/Decrease in other non current assets	(61.73)	-
Increase/(Decrease) in non-current Liabilities/provisions	8.95	12.46
Dividend Income	0.17	0.17
Sale/(Purchase) of Investments	0.22	-
Income Tax on extraordinary items	(35.43)	-
Net Cash from investing activities	(28.86)	(220.25)
C. Cash Inflow/(Outflow) from Financing Activities		
Proceeds from issue of share capital	452.40	-
Proceeds from long term borrowings	70.00	459.70
Proceeds from short term borrowings	(221.95)	551.97
Repayment of long term borrowings	(387.32)	(332.14)
Interest Paid	(363.82)	(325.60)
Net cash from Financing activities	(450.69)	353.93
Net Changes in Cash & Cash Equivalents	416.90	(43.04)
Cash & Cash Equivalents (Opening balance)	163.13	206.17
Cash & cash Equivalents (Closing balance)	580.04	163.13

AUDITOR'S REPORT

AS PER OUR REPORT OF EVEN DATE ATTACHED

FOR V S JAIN & ASSOCIATES

CHARTERED ACCOUNTANTS

(Firm's Reg. No. 003533N)

(CA SANDEEP KUMAR JAIN)

PARTNER

(M. NO. 511237)

(UDIN: 23511237BGQECL6131)

Place: Hisar

Dated: May 23, 2023



For and on behalf of the Board of Directors of
Quality Foils (India) Limited

TEJASVI BHARGAVA
(Managing Director)
(DIN: 00011205)

Ms. MEENAKSHI
(Company Secretary)

KULDIP BHARGAVA
(Chairman & Director)
(DIN: 00011103)

BIRDHI CHAND JAIN
(Chief Financial Officer)

QUALITY FOILS (INDIA) LIMITED

(Formerly known as Quality Foils (India) Private Limited)
(CIN: U27107HR1990PLC030929)

STATEMENT OF FINANCIAL RESULTS FOR THE HALF-YEAR AND YEAR ENDED 31ST MARCH, 2023

PARTICULARS	(Rs. In Lakhs)			
	01.10.2022 to 31.03.2023 (Audited)	For the Half year ended 01.04.2022 to 30.09.2022 (Audited)	01.10.2021 to 31.03.2022 (Unaudited)	For The Year ended 31st March 2022 (Audited)
REVENUE				
Revenue from Operations	8190.98	10445.27	8198.98	17978.58
Other Income	31.89	26.31	23.00	52.06
Total Revenue	8222.87	10471.58	8221.98	18030.64
EXPENSES:				
Cost of Material Consumed	6709.11	8561.46	6997.60	15780.44
Changes in Inventories of Finished goods and Work-in-progress	206.13	406.13	-78.00	-550.92
Employee Benefit Expenses	291.51	272.81	257.00	551.84
Finance Cost	173.07	190.75	148.00	325.60
Depreciation	77.82	74.78	71.00	148.33
Other Expenses	694.81	820.71	716.00	1553.69
Total Expenses	8152.45	10326.64	8111.60	17808.98
Profit from ordinary activities before Extraordinary Items and Tax	70.42	144.94	110.38	221.65
Extraordinary Items:				
- Profit on sale of land	-	195.18	0.00	-
- Loss on sale of long term investments	-	(27.75)	0.00	-
Profit Before Tax	70.42	312.37	110.38	221.65
Tax Expense:				
- Income tax on extraordinary items	-	35.43	0.00	-
- Current Tax	20.59	42.89	29.00	57.24
- Deferred Tax	-0.11	(34.86)	2.80	5.99
- Previous years' tax adjustment	-0.02	-	-	0.43
NET PROFIT FOR THE PERIOD/YEAR	49.95	268.91	78.58	158.00
Earnings per equity share of face value of Rs. 10/- each (Previous year restated at Rs. 10/- each)				
Basic and Diluted (in Rs.)	1.75*	9.78	5.61	11.29
On ordinary items	-	9.43	-	-
On extraordinary items	-	-	-	-

*Low EPS is due to-
1 Steep decline in turnover during the period from 01.10.2022 to 31.03.2023.
2 Increase in number of shares from 14.00 lakh to 28.54 lakh.

AUDITOR'S REPORT

FOR V S JAIN & ASSOCIATES
CHARTERED ACCOUNTANTS
(Firm's Reg. No. 003533N)



Sandeep Kumar Jain
(CA SANDEEP KUMAR JAIN)
PARTNER
(M. NO. 511237)
(UDIN: 23511237BGQCL6131)
Place: Hisar
Dated: May 23, 2023

For and on behalf of the Board of Directors of
Quality Foils (India) Limited

Kuldeep Bhargava
KULDIP BHARGAVA
(Chairman & Director)
(DIN: 00011103)

Tejasvi Bhargava
TEJASVI BHARGAVA
(Managing Director)
(DIN: 00011205)

Meenakshi
Ms. MEENAKSHI
(Company Secretary)

Birdhi Chand Jain
BIRDHU CHAND JAIN
(Chief Financial Officer)

QUALITY FOILS (INDIA) LIMITED
Notes on Financial Statements for the year ended 31st March, 2023

(Rs. In Lakhs)

PARTICULARS	AS AT 31ST MARCH, 2023	AS AT 31ST MARCH, 2022
2 SHARE CAPITAL:		
AUTHORISED :		
4000000 Equity shares of Rs. 10/- each		
(Previous year 200000 Equity shares of Rs. 100/- each)	400.00	200.00
ISSUED, SUBSCRIBED & PAID UP :		
2854000 Equity shares of Rs. 10/- each		
(Previous year 140000 Equity shares of Rs. 100/- each)		
Fully paid up in cash	285.40	140.00

(a) Reconciliation of the number of shares outstanding:

	As at 31.03.2023	As at 31.03.2022
	No. of shares	No. of shares
Equity Shares		
Shares outstanding at the beginning of the year (FV 100/- each)	140000	140000
Add: Bonus Shares issued during the year (FV 10/- each)	700000	-
Add: Fresh Shares issued during the year (FV 10/- each)	754000	-
Shares outstanding at the end of the year (FV 10/- each)*	2854000	140000

*Face value of shares splitted during the year from Rs. 100/- each to Rs. 10/- each.

(b) The details of Shareholders holding more than 5% shares:

Name of the shareholder	As at 31.03.2023		As at 31.03.2022	
	No. of shares*	% of shares	No. of shares	% of shares
Kuldip Bhargava	622800	21.82%	34030	24.31%
Satellite Developers Ltd.	518250	18.16%	34550	24.68%
Quality Stainless Pvt Ltd	184200	6.45%	12280	8.77%
Quality Bio Green Pvt. Ltd.	230550	8.08%	15370	10.98%
Tejasvi Bhargava	123600	4.33%	8140	5.81%
Kuldip Bhargava (HUF)	130050	4.56%	8670	6.19%
A. P. Bhargava (HUF)	-	-	7490	5.35%
Smt. Anshu Bhargava	115200	4.04%	7680	5.49%

*Face value of shares splitted from Rs. 100/- each to Rs. 10/- each)

(c) Promoters' Shareholding:

Name of the promoter	As at 31.03.2023		As at 31.03.2022		% change during the year
	No. of shares*	% of shares	No. of shares	% of shares	
Kuldip Bhargava	622800	21.82%	34030	24.31%	-2.49%
Tejasvi Bhargava	123600	4.33%	8140	5.81%	-1.48%
Kuldip Bhargava (HUF)	130050	4.56%	8670	6.19%	-1.63%
A. P. Bhargava (HUF)	-	0.00%	7490	5.35%	-5.35%
Smt. Anshu Bhargava	115200	4.04%	7680	5.49%	-1.45%
Tapasvi Bhargava	81900	2.87%	5460	3.90%	-1.03%
Jagdeep Bhargava	13500	0.47%	900	0.64%	-0.17%
Manjula Vasudeva	27000	0.95%	1800	1.29%	-0.34%
Quality Stainless Pvt Ltd	184200	6.45%	12280	8.77%	-2.32%
Quality Bio Green Pvt. Ltd.	230550	8.08%	15370	10.98%	-2.90%

*Face value of shares splitted from Rs. 100/- each to Rs. 10/- each.



QUALITY FOILS (INDIA) LIMITED
Notes on Financial Statements for the year ended 31st March, 2023

(Rs. In Lakhs)

PARTICULARS	AS AT 31ST MARCH, 2023	AS AT 31ST MARCH, 2022
3 RESERVE(S) AND SURPLUS:		
GENERAL RESERVE		
As per last Balance Sheet	82.10	82.10
Add: Transferred from Profit and Loss account	70.00	-
	152.10	82.10
Less: Transferred to Share capital account	70.00	-
	82.10	82.10
SECURITY PREMIUM		
As per last Balance Sheet	251.00	251.00
Add: During the year	377.00	-
	628.00	251.00
SURPLUS:		
Profit and Loss account		
As per last Balance Sheet	1495.26	1337.26
Less: Transferred to General Reserve	70.00	-
	1425.26	1337.26
Add: Profit for the period/year	318.87	158.00
	1744.13	1495.26
	2454.23	1828.36
4 LONG TERM BORROWINGS:		
SECURED:		
From Axis Bank Ltd.-Term Loan*	4.63	47.47
From Axis Bank Ltd. - WCTL under ECLGS**	285.00	437.00
From HDFC Bank Ltd.***	-	11.57
From Mercedes-Banz Fin. Services India Pvt Ltd..***	52.82	-
From Kotak Mahindra Bank Ltd.****	760.42	-
From Aditya Birla Housing Fin. Ltd.****	-	809.51
	1102.87	1305.55
UNSECURED:		
From Other parties:		
From Directors	-	147.70
From Shareholders	150.00	150.00
Inter-corporate Loans	-	5.00
	150.00	302.70
	1252.87	1608.25

*Loan is secured against: a) First parri-passu charge with other lenders on immovable property, on movable fixed assets of the company except financed exclusively charged by other banks and on present and future current assets of the company. The loan is repayable in monthly instalments. The loan carries rate of interest at 9.25% p.a.

**Secured by extension of existing charge by equitable mortgage on company's immovable properties and hypothecation of movable fixed assets both present and future. The loan is repayable in monthly instalments. The loan carries rate of interest ranging from 7% p.a. to 9.25% p.a., including current maturities.

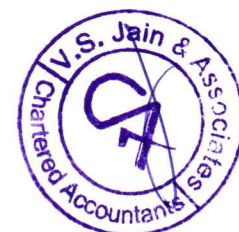
***Secured by hypothecation of vehicles. The loan(s) are repayable in monthly instalments. The loan carries rate of interest ranging from 8% p.a. to 9% p.a.

****Secured by equitable mortgage of plot owned by the directors of the company. The loan is repayable in monthly instalments. The loan carries rate of interest ranging from 7.50% p.a. to 10.40% p.a.

Maturity Profile of borrowings are as set out below:

(Amount Rs. in Lakhs)

Particulars	Maturity Profile				Total
	FY 2023-24	FY 2024-25	FY 2025-26	Beyond FY 2025-26	
*Axis Bank Ltd.-Term Loan	42.84	4.63	-	-	47.47
**Axis Bank Ltd. - WCTL under ECLGS	152.00	129.00	104.00	52.00	437.00
***HDFC Bank -Car Loan	11.52	-	-	-	11.52
***Mercedes Benz Fin. Serv.- Car Loan	12.22	13.21	14.28	25.33	65.04
****Kotak Mahindra Bank Ltd.	53.36	57.04	62.33	641.05	813.78
Total	271.94	203.88	180.61	718.38	1374.81



QUALITY FOILS (INDIA) LIMITED**Notes on Financial Statements for the year ended 31st March, 2023**

(Rs. In Lakhs)

PARTICULARS	AS AT 31ST MARCH, 2023	AS AT 31ST MARCH, 2022
5 LONG TERM PROVISIONS:		
Long Term Employee Benefits (gratuity)	193.04	187.09
	<u>193.04</u>	<u>187.09</u>
6 OTHER NON CURRENT LIABILITIES		
Securities	3.00	-
	<u>3.00</u>	<u>-</u>
CURRENT LIABILITIES:		
7 SHORT TERM BORROWINGS:		
Secured:		
From Banks:		
a. Working Capital Limits (Cash credit)	1954.35	1805.70
b. Letter of Credit payable	789.06	1159.66
c. Current maturities of long-term borrowings	271.95	233.88
	<u>3015.36</u>	<u>3199.24</u>
Note:		
Short term borrowings are secured by first pari-passu charge by hypothecation of raw materials, work-in-progress, finished goods, stores and spares, book debts and movable and immovable property, plant and machinery, land and building of the company. The rate of interest on borrowings ranging from 7.00% p.a. to 9.25% p.a.		
8 TRADE PAYABLES*		
Due to Micro and Small Enterprises	-	65.70
Due to others	57.38	315.22
	<u>57.38</u>	<u>380.92</u>
*Refer note no. 29		
9 OTHER CURRENT LIABILITIES		
Advance from customers	15.71	8.89
Advance against sale of land	-	100.00
Interest accrued but not due on borrowings	3.04	5.21
Statutory dues	9.69	10.07
Provision for Income tax (Net)	-	8.02
Other payables*	85.20	90.23
	<u>113.63</u>	<u>222.41</u>
*Including expenses payable.		
10 SHORT TERM PROVISIONS:		
Short Term Employee Benefits (gratuity)	51.60	39.09
	<u>51.60</u>	<u>39.09</u>



QUALITY FOILS (INDIA) LIMITED

Notes on Financial Statements for the year ended 31st March, 2023

11 PROPERTY, PLANT AND EQUIPMENTS:

TANGIBLE ASSETS

TANGIBLE ASSETS										
	GROSS BLOCK				DEPRECIATION BLOCK				NET BLOCK	
Description	Cost as at 31-03-2022	Additions during the year	Adjustments/ Transfers/ (Deductions)	Total Cost as at 31.03.2023	Upto 31-03-2022	During the Year	Adjustments/ Transfers/ (Deductions)	Total upto 31.03.2023	As at 31.03.2023	As at 31-03-2022
Land	160.16	1.86	4.82	157.19	-	-	-	-	157.19	160.16
Buildings	565.95	22.49	-	588.44	160.73	16.46	-	177.19	411.25	405.22
Plant & Equipments	2,657.73	39.29	-	2,697.02	1,314.81	104.57	-	1,419.39	1,277.63	1,342.92
Office Equipments	76.35	5.48	-	81.83	60.90	6.55	-	67.44	14.39	15.45
Furniture & Fixtures	16.76	8.11	-	24.86	11.84	0.99	-	12.83	12.04	4.92
Vehicles	197.94	79.21	53.53	223.61	94.61	24.02	41.36	77.27	146.34	103.33
Total	3,674.87	156.43	58.35	3,772.95	1,643.88	152.60	41.36	1,755.12	2,018.84	2,031.99
Capital Work in Progress	-	-	-	-	-	-	-	-	-	-
Total	3,674.87	156.43	58.35	3,772.95	1,643.88	152.60	41.36	1,755.12	2,018.84	2,031.99
Previous Year's	3,456.19	239.36	20.68	3,674.87	1,509.77	148.33	15.22	1,642.88	2,032.49	1,946.42



QUALITY FOILS (INDIA) LIMITED
Notes on Financial Statements for the year ended 31st March, 2023

(Rs. In Lakhs)

12 NON CURRENT INVESTMENTS

Particulars	As at 31.03.2023			As at 31.03.2022	
	Face value	No. of Shares	AMOUNT	No. of Shares	AMOUNT
A. EQUITY SHARES (QUOTED)(At cost) :					
(a) JSW Energy Ltd.	10	8640	8.64	8640	8.64
(b) Orbit Corporation Ltd.	10	50000	20.02	50000	20.02
(c) Videocon Industries Ltd.	10	1300	7.92	1300	7.92
(d) Reliance Capital Ltd.	10	-	-	1000	27.97
(e) Reliance Home Finance Ltd.	10	-	-	1000	-
(f) Reliance Power Ltd.	10	27	0.07	27	0.07
Total - A			<u>36.65</u>		<u>64.62</u>
B. EQUITY SHARES (UNQUOTED)(At cost) :					
(a) UB Stainless Ltd. (PAN: AAACW0404B)	10	5000	0.50	5000	0.50
(b) Quality Stainless Pvt. Ltd. (PAN: AAACQ0726A)	10	144600	2.89	144600	2.89
Total - B			<u>3.39</u>		<u>3.39</u>
GRAND TOTAL (A+B)			<u>40.05</u>		<u>68.01</u>
Aggregate Market value of quoted investments			<u>25.93</u>		<u>26.38</u>

13 LONG TERM LOANS AND ADVANCES

(Unsecured and considered good)

Advances to suppliers of capital goods

52.04	-
<u>52.04</u>	<u>-</u>

14 OTHER NON CURRENT ASSETS

(Unsecured and considered good)

Security deposits

66.79	57.10
<u>66.79</u>	<u>57.10</u>

15 INVENTORIES

i. Raw Material	750.18	375.52
ii. Work-in-progress	469.22	1047.44
iii. Finished Goods	171.79	205.82
iv. Stores, spares and consumeables	308.26	293.58
	<u>1699.45</u>	<u>1922.37</u>

16 TRADE RECEIVABLES#

Secured, considered good

Unsecured, considered good*

i. Less than six months

ii. More than six months

Doubtful

-	-
2968.49	3238.25
47.00	118.51
-	-
<u>3015.49</u>	<u>3356.75</u>

Refer note no. 30

*Including Rs. 210.67 lakhs (Previous year Rs. 140.49 lakhs) trade receivables from Private Ltd. Co. (related party).

17 CASH AND CASH EQUIVALENT
(a) Cash and cash equivalent

Cash on hand

Balance with Banks in Current Accounts

0.49	1.28
466.00	31.07

(b) Other Bank balances

In Term deposit accounts

(Maturity more than 3 months but less than 12 months*)

113.54	130.79
<u>580.03</u>	<u>163.13</u>

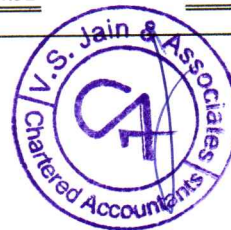
*Pledged with Banks as margin money)



QUALITY FOILS (INDIA) LIMITED
Notes on Financial Statements for the year ended 31st March, 2023

(Rs. In Lakhs)

PARTICULARS	AS AT 31ST MARCH, 2023	AS AT 31ST MARCH, 2022
18 SHORT TERM LOANS AND ADVANCES:		
(Unsecured and considered good)		
Advance to suppliers	69.65	20.88
	<u>69.65</u>	<u>20.88</u>
19 OTHER CURRENT ASSETS:		
(Unsecured and considered good)		
Balance with revenue authorities	44.47	171.74
Prepaid expenses	11.97	11.39
Advance Income Tax/TDS (Net)	8.02	-
Other receivables	13.93	31.18
	<u>78.39</u>	<u>214.31</u>
PARTICULARS	2022-23	2021-22
20 REVENUE FROM OPERATIONS		
Sales of Products	18372.76	17795.35
Job Work	256.87	167.05
Duty Draw back & other export benefits	6.62	16.18
	<u>18636.25</u>	<u>17978.58</u>
21 OTHER INCOME :		
Interest received	29.57	40.57
Dividend received	0.17	0.17
Foreign Currency Fluctuation	7.99	7.27
Liabilities written back	2.04	1.86
Rent Received	14.40	0.00
Miscellaneous Income	0.81	1.17
Profit on sale of fixed assets	3.22	1.01
	<u>58.20</u>	<u>52.06</u>
22 COST OF MATERIAL CONSUMED		
RAW MATERIAL CONSUMED :		
Opening Stock	375.52	248.46
Add: Purchases (Net of discounts)	15645.22	15907.50
	<u>16020.75</u>	<u>16155.96</u>
Less: Closing stock	750.18	375.52
Cost of Material consumed	<u>15270.57</u>	<u>15780.44</u>
23 CHANGES IN INVENTORIES OF FINISHED GOODS AND STOCK-IN-PROCESS		
Opening Stock of Finished Goods	205.82	97.21
Opening Stock of work-in-progress	1047.44	605.13
	<u>1253.27</u>	<u>702.34</u>
Closing Stock of Finished Goods	171.79	205.82
Closing Stock of work-in-progress	469.22	1047.44
	<u>641.01</u>	<u>1253.27</u>
Changes in Inventories	<u>612.26</u>	<u>-550.92</u>
24 EMPLOYEE BENEFIT EXPENSE		
Salaries, Wages and Other Benefits	518.26	504.45
Contribution to Provident and Other Funds	32.85	37.53
Workmen and staff welfare	13.22	9.86
	<u>564.32</u>	<u>551.84</u>



QUALITY FOILS (INDIA) LIMITED**Notes on Financial Statements for the year ended 31st March, 2023**

(Rs. In Lakhs)

PARTICULARS	2022-23	2021-22
25 FINANCE COST:		
Interest paid to Banks	279.19	203.13
Interest paid to others	71.40	101.35
Other Finance Cost	13.23	21.12
	<u>363.82</u>	<u>325.60</u>
26 OTHER EXPENSES		
a. MANUFACTURING EXPENSES:		
Store, Spares and consumables	562.17	578.96
Power and Fuel	534.65	622.90
Job charges paid	3.15	6.17
Freight Inward	7.04	5.55
Repair and Maintenance - Machinery	24.35	17.10
Repair and Maintenance - Factory Building	13.99	8.77
Sub-total	<u>1145.35</u>	<u>1239.44</u>
b. SELLING, ADMINISTRATIVE & OTHERS:		
Advertisement and publicity	0.06	0.19
Auditors' Remuneration	0.60	0.52
Books and Periodicals	0.09	0.13
Business Promotion Expense	30.14	8.45
Commission on sales	17.46	12.27
Discount and Rebates	3.81	3.53
Donations	0.63	1.15
Fee and Subscription	16.41	9.88
Freight Outward	123.62	153.62
Rates and Taxes	0.18	0.72
Insurance Charges	11.80	15.12
IPO Expenses	43.45	-
Legal and Professional Charges	8.17	5.28
General Expenses	5.34	3.58
Postage and Telephone	6.75	4.56
Printing and Stationery	3.47	2.31
Rent paid	31.35	31.09
Repair and Maintenance - misc.	1.33	1.26
Sundry Balances w/off	0.05	5.68
GST/Input Tax/Service Tax	0.50	23.74
Travelling and Conveyance	38.65	8.62
Vehicles Running and Maintenance	18.55	12.95
Water Expenses	7.13	8.07
Bad debts	0.65	1.52
Sub-total	<u>370.17</u>	<u>314.25</u>
GRAND TOTAL	<u>1515.52</u>	<u>1553.69</u>



QUALITY FOILS (INDIA) LIMITED
(Formerly known as Quality Foils (India) Private Limited)

Notes on Financial Statements for the Year ended 31st March, 2023

27. Share Capital

i.) Authorised Share Capital: During the year, the Authorised Share Capital of the Company has been increased from Rs. 2.00 Crores to Rs. 4.00 Crores vide approval of the Shareholders in the Extra-Ordinary General Meeting held on 12.11.2022. The Authorised Share Capital of the Company as on March 31, 2023 is Rs. 4,00,00,000/- divided into 40,00,000 Equity Shares of Rs.10/- each.

ii) Bonus Issue: During the year, the Company has made an allotment of 7,00,000 Equity Shares of Rs. 10/- each, as Fully Paid-up Equity Shares, in the ratio of 1:2 (i.e., 1 Equity Shares for every 2 Equity Share held) on 12.11.2022 to the existing shareholders.

iii) Public Issue: The Company has made a Public Issue of 7,54,000 Equity Shares of Rs. 10/- each at an Issue Price of Rs. 60/- each. The Offer was open from March 14, 2023 to March 16, 2023. The Equity Shares of the Company is listed on the SME Platform of NSE (NSE EMERGE) on 24.03.2023.

28. Utilization of IPO Proceeds

The following are the details of the utilization of IPO proceeds as at 31.03.2023:

(Rs. In lakh)			
S No	Particulars	Original Allocation	Funds Utilised
1	Capital Expenditure Requirements	151.21	-
2	Working Capital Requirements	225.00	-
3	General Corporate Purposes	36.19	-
4	IPO Expenses	40.00	40.00
	Total	452.40	40.00

The un-utilised proceeds of Rs. 412.40 lakh is maintained with Scheduled Commercial Bank. The same will be used in accordance with the Prospectus dated 01.03.2023 filed by the Company.

29. Trade Payables:

i. Based on the intimation received from supplier regarding their status under the Micro, Small and Medium Enterprises Development Act, 2006, the required disclosure is given below *:

(Rs. In lakhs)			
Sr. No.	Particulars	As at March 31, 2023	As at March 31, 2022
1	Principal amount due outstanding	-	65.70
2	Interest due on (1) above and unpaid	-	-
3	Interest paid to the supplier(s)	-	-
4	Payments made to the supplier(s) beyond the appointed day during the year.	-	-
5	Interest due and payable for the period of delay	-	-
6	Interest accrued and remaining unpaid	-	-
7	Amount of further interest remaining due and payable in succeeding year	-	-

* To the extent information available with the company.



(ii).Trade Payables Ageing:

Ageing as at 31.03.2023					Rs. In lakh
Particulars	Less than 1 year	1 year - 2 year	2 year - 3 year	More than 3 year	Total
MSME	-	-	-	-	-
Others	57.38	-	-	-	57.38
Disputed dues- MSME	-	-	-	-	-
Disputed dues- Others	-	-	-	-	-
TOTAL	57.38	-	-	-	57.38

Ageing as at 31.03.2022					Rs. In lakh
Particulars	Less than 1 year	1 year - 2 year	2 year - 3 year	More than 3 year	Total
MSME	65.70	-	-	-	65.70
Others	315.22	-	-	-	315.22
Disputed dues- MSME	-	-	-	-	-
Disputed dues- Others	-	-	-	-	-
TOTAL	380.92	-	-	-	380.92

30. Trade Receivables Ageing:

Ageing as at 31.03.2023							Rs. In lakh
Particulars	Not Due	Less than six months	Six months - 1 year	1 year - 2 year	2 year - 3 year	More than 3 years	Total
Undisputed trade receivables- considered good	1405.15	1563.34	2.83	4.84	1.67	8.13	2985.96
Undisputed trade receivables- considered doubtful	-	-	-	-	-	-	-
Disputed trade receivables- considered good	-	-	-	-	-	29.53	29.53
Disputed trade receivables- considered doubtful	-	-	-	-	-	-	-
TOTAL							3015.49

Ageing as at 31.03.2022							Rs. In lakh
Particulars	Not Due	Less than six months	Six months - 1 year	1 year - 2 year	2 year - 3 year	More than 3 years	Total
Undisputed trade receivables- considered good	1,832.70	1,405.53	6.51	1.75	2.93	5.29	3,254.71
Undisputed trade receivables- considered doubtful	-	-	-	-	-	-	-
Disputed trade receivables- considered good	-	-	-	18.81	50.53	32.70	102.04
Disputed trade receivables- considered doubtful	-	-	-	-	-	-	-
TOTAL	1,832.70	1,405.53	6.51	20.56	53.46	37.99	3,356.75



31. Contingent Liabilities (To the extent not provided for):

(Rs. In lakh)

	<u>31.03.2023</u>	<u>31.03.2022</u>
(a) Inland Bills discounted	32.73	-

32. Information regarding Related parties and transactions with them:**A. List of Key Management Personnel and related parties:****a. Key Management Personnel:**

- i. Sh. Kuldip Bhargava - Director
- ii. Sh. Tejasvi Bhargava - Director
- iii. Sh. Yashvir Singh - Director
- iv. Sh. Birdhi Chand Jain - CFO
- v. Ms Meenakshi - CS

b. Relatives of Key Management Personnel:

- i. Smt. Divya Bhargava
- ii. Smt. Preet Bhargava
- iii. Smt. Anita Jain

c. Enterprises over which Key Management Personnel and their relatives exercise significant influence with whom transactions have taken place during the year:

- i. Quality Stainless Pvt Ltd.
- ii. Quality Bio Green Pvt. Ltd.
- iii. Aurum Fabrications

d. Transactions with related parties:Rs. in lakh

Particulars	Nature of relationship	Name of related party	31 st March, 2023	31 st March, 2022
Managerial Remuneration	KMP	Sh. Kuldip Bhargava Sh. Tejasvi Bhargava Sh. Yashvir Singh Sh. Birdhi Chand Jain Ms Meenakshi	60.62 48.62 4.05 11.12 1.76	60.22 48.22 3.89 10.48 -
Interest paid	KMP	Sh. Tejasvi Bhargava	3.69	10.23
Remuneration	Relatives of KMP	Mrs. Divya Bhargava Mrs. Preet Bhargava Mrs. Anita Jain	6.22 6.22 5.51	3.82 3.82 5.03
Sales and other services	Associate concern	Quality Stainless Pvt. Ltd. Aurum Fabrication	1124.92 1.10	2418.81 2.59
Purchases and other services	Associate concern	Quality Stainless Pvt. Ltd.	-	17.71
Receivable from	Associate concern	Quality Stainless Pvt. Ltd.	210.67	140.49
Payable to	KMP	Sh. Tejasvi Bhargava	-	147.70



33. Additional information:

(Rs. In Lakh)

Current Year

Previous Year

i)	Gross Income from Job Work:		256.87		167.05
ii)	Raw material Consumption:				
	SS Strips and other goods		15270.57		15780.44
iii)	Break-up of consumption of Raw Materials and Stores & Spares into Imported and Indigenous:				
a.	Raw Materials/purchases:	%	Rs.	%	Rs.
	Imported:	-	-	-	-
	Indigenous	100	15270.57	100	15780.44
b.	Stores & Spares:				
	Imported:	3	16.59	-	-
	Indigenous	97	545.58	100	578.96
v)	Value of Imports on CIF Basis Capital Goods		-		68.83
vi)	Earnings in foreign exchange FOB value of exports		477.19		1030.16
vii)	Expenditure in Foreign Currency:				
	1. Commission		1.19		-
	2. Business Promotion expenses		4.49		-

34. Earnings Per share:

(Rs. In lakh)

S NO.	Particulars	Current Year	Previous Year
1	Net profit for computation of Basic and Diluted EPS:-		
	➤ From ordinary activities	186.87	158.00
	➤ From extraordinary items	132.00	-
2	Weighted average number of equity shares for Basic and Diluted EPS (Previous year restated at Rs. 10/- each)	28,54,000	14,00,000

The Earnings per Share (EPS) has been computed in accordance with the Accounting Standards on Earnings per Share.



35. Ratios:

Ratios	Numerator	Denominator	FY 2022-23	FY 2021-22	Variance	Reasons for variance
Current Ratio	Current Assets	Current Liabilities	1.68	1.49	12.82%	
Debt-equity ratio	Total Borrowings	Total equity	1.56	2.44	-36.15%	Decrease is due to increase in share capital.
Debt service coverage ratio	Profit before tax, interest, depreciation	Net finance cost+principal repayments of long term borrowings	0.97	1.06	-8.09%	
Return on Equity	Profit after tax	Total equity	11.64	8.07%	44.22%	Increase is due to profits on sale of fixed assets.
Inventory turnover (no. of days)	Average Inventory	Cost of production	38	36	4.37%	
Trade receivables turnover (no. of days)	Average Trade receivables	Sale of products	62	62	-	
Trade payables turnover (no. of days)	Average Trade payables	Cost of material consumed+changes in inventory	5	5	-	
Net capital turnover	Net sales	Current assets-current liabilities	8.45	9.65	-12.42%	
Net profit margin (%)	Profit after tax	Total revenue	1.71	0.88%	93.82%	Increase is due to profits on sale of fixed assets.
Return on capital employed	Profit before tax and interest	TNW+ total debts	13.21	12.56%	5.21%	
Return on investments	Current MV – cost of investments	Cost of investments	-	-	-	-



36. Deferred tax has been provided in accordance with Accounting Standard 22 on Accounting for taxes on Income issued by the ICAI.

37. Previous year's figures have been re-arranged and/ or re-grouped wherever considered necessary and practicable to make them comparable with current year's figures.

Signatures to Notes '1' to '37':

Auditor's Report

As per our report of even date attached.

FOR V S JAIN & ASSOCIATES
Chartered Accountants
(Firm's registration no. 003533N)

**For and on behalf of the Board of Directors of
Quality Foils (India) Limited**

Tejasvi Bhargava
TEJASVI BHARGAVA
(Managing Director)
(DIN: 00011205)

Kuldip Bhargava
KULDIP BHARGAVA
(Chairman & Director)
(DIN: 00011103)

Sandeep Kumar Jain
(CA SANDEEP KUMAR JAIN)
Partner
(M.NO.: 511237)
UDIN: 23511237BGQECL6131



Meenakshi
Ms. MEENAKSHI
(Company Secretary)

Birdhi Chand Jain
BIRDHI CHAND JAIN
(Chief Financial Officer)

Place: Hisar

Dated: May 23, 2023

QUALITY FOILS (INDIA) LIMITED

(Formerly known as Quality Foils (India) Private Limited)

(CIN: U27107HR1990PLC030929)

STATEMENT OF FUNDS UTILISED

Name of Listed Entity				QUALITY FOILS (INDIA) LIMITED		
Mode of Fund Raising				Public Issue		
Date of Raising Funds				24/03/2023		
Amount Raised				Rs. 452.40 Lakh		
Report filed for Half-year ended				31/03/2023		
Monitoring Agency				NA		
Monitoring Agency Name				NA		
Is there a Deviation/Variation in use of Funds raised?				No		
Whether any approval is required to vary the Objects of the issue stated in the Prospectus / Offer Document?				No		
If yes, details of the approval so required?				NA		
Date of Approval				NA		
Explanation for the Deviation / Variation				NA		
Comments of the Audit Committee after review				Nil		
Comments of the Auditors, if any				Nil		
Objects for which funds have been raised and where there has been a deviation, in the following table				No Deviation		
Original Objects	Modified Object if any	Original Allocation (Amount in Rs. Lakh)	Modified Allocation, if any	Funds Utilised (Amount in Rs. Lakh)	Amount of Deviation / Variation for the half year according to Applicable Object	Remarks if any
Capital Expenditure Requirements	NA	151.21	NA	Nil	NA	NA
Working Capital Requirements	NA	225.00	NA	Nil	NA	NA
General Corporate Purposes	NA	36.19	NA	Nil	NA	NA
IPO Expenses	NA	40.00	NA	40.00	NA	NA

Deviation could mean:

- (a) Deviation in the Objects or purposes for which the Funds have been raised
 (b) Deviation in the amount of funds actually utilized as against what was originally disclosed.
 (c) Change in terms of Contract referred to the Fund raising document i.e., Prospectus / Letter of Offer, etc.

VS JAIN & ASSOCIATES
 Chartered Accountants
 (ERN:00353311)
Sandeep Kumar Jain
 (CA Sandeep Kumar Jain)
 Partner
 Membership No. 511237

UDIN:- 23511237BGQEC L 6131





QUALITY FOILS (INDIA) LIMITED

Formerly known as Quality Foils (India) Pvt. Ltd.

(An ISO 9001:2015 Certified Company)

3, Industrial Development Colony, Hisar-125 005, Haryana

Tel: 0091 – 1662 – 220327, 220328

E-mail: contactus@qualityfoils.com; Website: www.qualityfoils.com

CIN: U27107HR1990PLC030929

Date: 23rd May, 2023

To,

National Stock Exchange of India Limited,

Listing Compliance Department,

Exchange Plaza, Plot No. C/1, G Block,

Bandra kurla Complex, Bandra (East),

Mumbai- 400051.

Reference: ISIN - INE001M01015; Symbol-QFIL

Subject:- DECLARATION PURSUANT TO REGULATION 33(3)(D) OF SEBI (LISTING OBLIGATIONS & DISCLOSURE REQUIREMENTS) REGULATIONS, 2015, AS AMENDED.

Dear Sir/Ma'am,

We hereby declare that the Statutory Auditors of the Company, M/s. V S Jain & Associates, Chartered Accountants (Firm registration number 003533N), have issued audit report with unmodified opinion on the Standalone Audited Financial Results of the Company for the half year and financial year ended 31 March, 2023.

This declaration is given in compliance with Regulation 33(3) (d) of SEBI (Listing Obligations & Disclosure Requirements) Regulations, 2015, as amended.

You are requested to please take the same in your record.

Thanking you,

Yours Faithfully,

For Quality Foils (India) Limited

Birdhi Chand Jain
Chief Financial Officer