



QUALITY FOILS (INDIA) LIMITED

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

(An ISO 9001:2015 Certified Company)

Regd. Office :- 3, Industrial Development Colony, Hisar - 125 005, Haryana

Tel: 0091 – 1662 – 220327, 220328

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

CIN: L27107HR1990PLC030929

Date: 22nd May, 2024

To,

The Manager,
Listing Compliance Department,
National Stock Exchange of India Limited,
Exchange Plaza, Plot No. C/1, G Block,
Bandra kurla Complex, Bandra (East),
Mumbai- 400051.

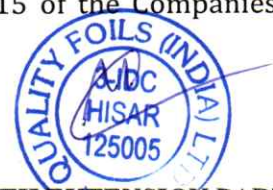
Reference: ISIN - INE001M01015; Symbol-QFIL

Subject:- Outcome of Board Meeting held on 22nd May, 2024

Dear Sir/Ma'am,

In compliance of Regulation 33 read with Regulation 30 of the SEBI (Listing Obligations & Disclosure Requirements) Regulations, 2015, we wish to inform you that the Board of Directors of the Company in its meeting held on today 22nd May, 2024 has inter-alia considered and approved the following businesses:

- i. Audited Financial Results of the Company for the half year and year ended on 31st March, 2024 along with Statutory Audit Report.
- ii. Appointment of secretarial auditor for the financial year 2024-25 was approved.
- iii. Appointment of cost auditor for the financial year 2024-25 was approved.
- iv. Authorized official(s) of the Company for the sale of office premises in Mumbai on behalf of Company and to complete all necessary formalities. Additionally, authorized to purchase the office premises in Mumbai, if required.
- v. The general authorization to any Director/officials of the Company has been given.
- vi. Loan taken from Satellite Developers Private Limited upto Rs. 5 crore has been approved.
- vii. The general disclosure of interest by the directors u/s 184 of the Companies Act, 2013 was noted.
- viii. The declaration given by the Independent Directors of the Company u/s 149(7) read with Regulation 16(1)(b) of SEBI (LODR) Regulation, 2015 of the Companies Act, 2013 was noted.



**CORPORATE OFFICE : NEW DELHI OFFICE: R-32, 1st FLOOR, SOUTH EXTENSION PART- 2
NEW DELHI- 110 049 PHONE: 91-11-26258086, FAX: 91-11-26252633**

- ix. The submission of Statement of Deviation or Variation as required under Regulation 32 of SEBI (LODR) Regulations was noted.
- x. The closure of Trading Window was noted.
- xi. The compliances done of Quarterly, Half-yearly and Annual submissions & filings for the period ending 31st March, 2024 to NSE as per SEBI Regulations was noted.
- xii. Other matters noted with the permission of Chairman: The Company is further expanding its business with the addition of new machineries for which bank has already been sanctioned the term loan. Furthermore, orders for the purchase of machineries have been placed and the production from the same is expected to be started by the end of September, 2024.

The meeting of Board of Directors commenced at 12:30 PM and concluded at 03:15 PM.

The aforesaid financial results are also being disseminated on Company's website at www.qualitygroup.in

You are requested to please take the aforesaid information on your record.

Thanking you,

Yours faithfully,

For Quality Foils (India) Limited

Meenakshi
Meenakshi

Company Secretary and Compliance Officer



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, 2024 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, 2024, 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.



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 year 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, 2024 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2024 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 the requirements of section 197(16) of the Act, as amended, in our opinion and to the best of our information and according to the explanations given to us, the remuneration paid by the Company to its directors during the year is in accordance with the provisions of section 197 of the Act.
 - (8) 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 it's 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 it's 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: 24511237BKFOON8472)

Place: Hisar

Date: May 22, 2024

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. 950.00 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. We have, however, 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, Sales 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, Sales Tax, duty of Custom, duty of Excise, Cess and other material statutory dues in arrears as at March 31, 2024 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, 2024 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) The Company has not raised moneys by way of initial public offer or further public offer (including debt instruments) during the year and hence reporting under clause (x)(a) of paragraph 3 of the Order is not applicable.

(b) the company has not made any preferential allotment or private placement of shares or convertible debentures (fully or partly or optionally), hence 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.

For V S JAIN & ASSOCIATES

Chartered Accountants

(Firm's registration no. 003533N)



Sandeep Kumar Jain

(CA SANDEEP KUMAR JAIN)

PARTNER

(M. No.: 511237)

(UDIN: 24511237BKFOON8472)

Place: Hisar

Date: May 22, 2024

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, 2024 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, 2024, 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 22, 2024



For V S JAIN & ASSOCIATES

Chartered Accountants

(Firm's registration no. 003533N)

A handwritten signature in blue ink that reads 'Sandeep Kumar Jain'.

(CA SANDEEP KUMAR JAIN)

PARTNER

(M. No.: 511237)

(UDIN: 24511237BKFOON8472)

QUALITY FOILS (INDIA) LIMITED

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

(CIN: L27107HR1990PLC030929)

STATEMENT OF FINANCIAL RESULTS FOR THE YEAR AND HALF-YEAR ENDED 31.03.2024

(Amount Rs. In Lakhs)

PARTICULARS	For the Half year ended			For The Year ended	
	01.10.2023 to 31.03.2024 (Audited)	01.04.2023 to 30.09.2023 (Unaudited)	01.10.2022 to 31.03.2023 (Audited)	31st March 2024 (Audited)	31st March 2023 (Audited)
REVENUE					
Revenue from Operations	7348.91	8120.06	8190.98	15468.97	18636.25
Other Income	41.06	28.27	31.89	69.33	58.20
Total Revenue	7389.97	8148.33	8222.87	15538.30	18694.45
EXPENSES:					
Cost of Material Consumed	6184.65	7209.47	6709.11	13394.12	15270.57
Changes in Inventories of Finished goods and Work-in-progress	0.00	-	-	-	-
Employee Benefit Expenses	-31.52	-237.16	206.13	-268.68	612.26
Finance Cost	264.16	286.02	291.51	550.18	564.32
Depreciation	166.43	116.16	173.07	282.59	363.82
Other Expenses	79.39	77.87	77.82	157.26	152.60
Total Expenses	645.27	605.76	694.81	1251.03	1515.52
Profit from ordinary activities before Extraordinary Items and Tax	7308.38	8058.12	8152.45	15366.50	18479.09
Extraordinary Items:					
- Profit on sale of land	81.59	90.21	70.42	171.80	215.36
- Loss on sale of long term investments	-	-	-	-	195.18
Profit Before Tax	-	-	-	-	-27.75
Tax Expense:					
- Income tax on extraordinary items	81.59	90.21	70.42	171.80	382.79
- Current Tax	-	-	-	-	35.43
- Deferred Tax	20.38	24.13	20.59	44.51	63.48
- Previous years' tax adjustment	-6.29	-	-0.11	-6.29	-34.97
NET PROFIT FOR THE PERIOD/YEAR	-	-	-0.02	-	-0.02
Earnings per equity share of face value of Rs. 10/- each (Previous year restated at Rs. 10/- each)	67.50	66.08	49.95	133.58	318.87
Basic and Diluted (in Rs.)					
On ordinary items	2.36	2.32	1.75	4.68	6.55
On extraordinary items	-	-	-	-	4.63
(EPS not annualised for the half-year ended)					

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

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: 24511237BKFOON8472)
Place: Hisar
Dated: May 22, 2024



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

Meenakshi
Ms. MEENAKSHI
(Company Secretary)

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

Birdhi Chand Jain
BIRDHI CHAND JAIN
(Chief Financial Officer)

QUALITY FOILS (INDIA) LIMITED

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

Notes to the Statement of Financial Results

1. The financial results 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 there under, as amended from time to time and in accordance with the requirements Of Regulation 33 of the SEBI (Listing Obligations and disclosure Requirements) Regulations 2015, as amended. The above financial results were reviewed by the Audit Committee and approved by the Board of Directors at their respective meetings held on 22/05/2024. Ind AS is not currently applicable to the Company.

2. The Statutory Auditors of the Company have Issued their report on aforementioned audited financial results for the period ended 31st March 2024 which has been taken into records by the Audit Committee and the board at their respective meetings held on 22/05/2024. The Report does not have any impact on the aforesaid financial results which need any explanation by the board.

3. The figures for the 2nd half year ended March 31, 2024 as reported in these financial results are the balancing figures between audited figures in respect of the full financial year and the unaudited figures up to the end of the 1st half year (i.e. 01.04.2023-30.09.2023) of the financial year. The comparative financial information for the half year ended March 31, 2023 has not been subjected to limited review by the statutory auditors and have been presented solely based on the information compiled by the management.

4. The Company has issued 7,54,000 Equity Shares of face value of Rs. 10/- each, at a premium of Rs. 50/- per equity share on its Initial Public Offering (IPO) amounting to Rs. 75.40 lakhs Equity Share Capital and Rs. 377.00 lakhs towards Security Premium. The Equity Shares issued on the IPO of the Company have been listed on the SME platform of National Stock Exchange (ISIN Code: INE001M01015) on 24th March, 2023.

The funds raised by issue of the IPO are for the purpose of:

- i) Funding capital expenditure requirements towards purchase of machinery;
- ii) To meet the working capital requirements of the Company;
- iii) General Corporate purposes; and
- iv) To meet the issue expenses.

The funds raised through the IPO have been fully utilized for the specified purpose, and there have been no deviations from the intended objects or purposes as mentioned above. The actual amount of funds utilized aligns with the original disclosure.

5. The Company is operating in a single segment i.e. engineering products. Hence, the above financial results are based on single segment only.

6. The figures for the corresponding previous periods have been regrouped/reclassified/restated wherever necessary, to make them comparable.

7. EPS for the respective periods have been calculated based on the weighted average number of shares outstanding for the said periods. EPS not annualized for half year ended.



8. The above audited financial results of the company are available on the company's website www.qualitygroup.in and also on the website of NSE i.e. www.nseindia.com where the shares of the Company are listed.

Auditor's Report

As per our report of even
date attached.

For and on behalf of the Board of Directors

Quality Foils (India) Limited

FOR V S JAIN & ASSOCIATES

Chartered Accountants
(Firm's registration no. 003533N)

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: 24511237BKFOON8472 _



Meenakshi
Ms. MEENAKSHI

Company Secretary

Birdhi Chand Jain

BIRDHI CHAND JAIN

(Chief Financial Officer)

Place: Hisar

Dated: May 22, 2024

QUALITY FOILS (INDIA) LIMITED

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

(CIN: L27107HR1990PLC030929)

BALANCE SHEET AS AT 31ST MARCH, 2024

(Amount Rs. In Lakhs)

PARTICULARS	NOTE NO.	AS AT 31ST MARCH, 2024	AS AT 31ST MARCH, 2023
EQUITY AND LIABILITIES:			
Shareholders' Funds			
Share Capital	2	285.40	285.40
Reserves and Surplus	3	2,587.81	2,454.23
Total Shareholders' Funds		2,873.21	2,739.63
Non-current Liabilities			
Long Term Borrowings	4	1,343.12	1,252.87
Long Term Provisions	5	199.03	193.04
Deferred Tax Liabilities (Net)		187.93	194.22
Other Non current Liabilities	6	3.00	3.00
Total Non-current liabilities		1,733.08	1,643.13
Current Liabilities:			
Short term Borrowings	7	2,126.92	3,015.36
Trade Payables	8		
(i) Due to Micro and Small Enterprises		7.75	-
(ii) Due to others		-	57.38
Other Current Liabilities	9	163.29	113.63
Short Term Provisions	10	44.73	51.60
Total Current Liabilities		2,342.69	3,237.97
TOTAL EQUITY AND LIABILITIES		6,948.98	7,620.73
ASSETS:			
Non-current Assets:			
Property, Plant and Equipment, Intangible Asstes			
- Property, Plant and Equipments	11	2,212.01	2,018.84
- Capital work in progress		248.37	-
- Intangible Assets		-	-
Non-current Investments	12	40.05	40.05
Long Term Loans and Advances	13	342.93	52.04
Other Non-current Assets	14	66.27	66.79
Total Non-current Assets		2,909.63	2,177.72
Current Assets:			
Inventories	15	1,467.37	1,699.45
Trade Receivables	16	2,407.04	3,015.49
Cash and cash equivalents	17	109.52	580.03
Short Term Loans and Advances	18	17.68	69.65
Other Current Assets	19	37.74	78.39
Total Current Assets		4,039.35	5,443.01
TOTAL ASSETS		6,948.98	7,620.73

The accompanying Note Nos. 1 to 40 form an integral part of the financial statements.

FOR 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: 24511237BKFOON8472)

Place: Hisar

Dated: May 22, 2024



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

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

Meenakshi
MS. MEENAKSHI
(Company Secretary)

Birdhi Chand Jain
BIRDHI CHAND JAIN
(Chief Financial Officer)

QUALITY FOILS (INDIA) LIMITED

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

(CIN: L27107HR1990PLC030929)

STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31ST MARCH, 2024

(Amount Rs. In Lakhs)			
PARTICULARS	NOTE NO.	FOR THE YEAR ENDED 31ST MARCH, 2024 (Rs.)	FOR THE YEAR ENDED 31ST MARCH, 2023 (Rs.)
REVENUE			
Revenue from Operations	20	15,468.97	18,636.25
Other Income	21	69.33	58.20
Total Revenue		15,538.30	18,694.45
EXPENSES:			
Cost of Material Consumed	22	13,394.12	15,270.57
Changes in Inventories of Finished goods and Work-in-progress	23	(268.69)	612.26
Employee Benefit Expenses	24	550.18	564.32
Finance Cost	25	282.59	363.82
Depreciation		157.26	152.60
Other Expenses	26	1,251.04	1,515.52
Total Expenses		15,366.50	18,479.09
Profit from ordinary activities before Extraordinary Items and Tax		171.80	215.36
Extraordinary Items:			
- Profit on sale of land		-	195.18
- Loss on sale of long term investments		-	(27.75)
Profit Before Tax		171.80	382.79
Tax Expense:			
- Income tax on extraordinary items		-	35.43
- Current Tax		44.51	63.48
- Deferred Tax		(6.29)	(34.97)
- Previous years' tax adjustment		-	(0.02)
NET PROFIT FOR THE PERIOD/YEAR		133.58	318.87
Earnings per equity share of face value of Rs. 10/- each			
Basic and Diluted (in Rs.)			
On ordinary items		4.68	6.55
On extraordinary items		-	4.63

The accompanying Note Nos. 1 to 40 form an integral part of the financial statements.

FOR 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: 24511237BKFOON8472)

Place: Hisar

Dated: May 22, 2024



Tejasvi Bhargava

TEJASVI BHARGAVA

(Managing Director)

(DIN: 00011205)

Meenakshi

Ms. MEENAKSHI

(Company Secretary)

Kuldip Bhargava

KULDIP BHARGAVA

(Chairman & Director)

(DIN: 00011103)

Birdhi Chand Jain

BIRDHI CHAND JAIN

(Chief Financial Officer)

QUALITY FOILS (INDIA) LIMITED

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

(CIN: L27107HR1990PLC030929)

CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2024

(Amount Rs. In Lakhs)

PARTICULARS	For the year ended 31.03.2024	For the year ended 31.03.2023
A. Cash Inflow/(Outflow) from Operating Activities		
Net Profit Before Tax & Extraordinary Items	171.80	215.36
Adjustment for:		
Depreciation	157.26	152.60
Interest Income	(37.98)	(29.57)
Dividend Income	(0.17)	(0.17)
Foreign Currency Fluctuation	(5.83)	(8.00)
Liabilities written off	(0.57)	(2.04)
Profit on Sale of Fixed assets	-	(3.22)
Miscellaneous Income	-	(0.81)
Finance Cost	282.59	363.82
Operating Profit before working Capital Changes	567.10	687.97
Adjustment for:		
(Increase)/Decrease in Inventories	232.07	222.93
(Increase)/Decrease in trade receivables	608.45	341.27
(Increase)/Decrease in other assets	92.62	87.15
Increase/(Decrease) in Liabilities and provisions	(6.83)	(419.81)
Cash Inflow from Operating Activities	1,493.41	919.51
Interest Income	37.98	29.57
Liabilities written off	0.57	2.04
Miscellaneous Income	-	0.81
Foreign Currency Fluctuation	5.83	8.00
Income Tax Paid	(44.51)	(63.47)
Net Cash inflow	1,493.28	896.46
B. Cash Inflow/(Outflow) from Investing Activities		
Purchase of Capital Goods/Fixed Assets	(598.81)	(156.43)
Sale of Capital goods/Fixed Assets	-	215.39
(Increase)/Decrease in other non current assets	(290.37)	(61.73)
Increase/(Decrease) in non-current Liabilities/provisions	5.99	8.95
Dividend Income	0.17	0.17
Sale/(Purchase) of Investments	-	0.22
Income Tax on extraordinary items	-	(35.43)
Net Cash from investing activities	(883.02)	(28.86)
C. Cash Inflow/(Outflow) from Financing Activities		
Proceeds from issue of share capital	-	452.40
Proceeds from long term borrowings	349.27	70.00
Proceeds from short term borrowings	(854.22)	(221.95)
Repayment of long term borrowings	(293.24)	(387.32)
Interest Paid	(282.59)	(363.82)
Net cash from Financing activities	(1,080.78)	(450.69)
Net Changes in Cash & Cash Equivalents	(470.52)	416.91
Cash & Cash Equivalents (Opening balance)	580.04	163.13
Cash & cash Equivalents (Closing balance)	109.52	580.04

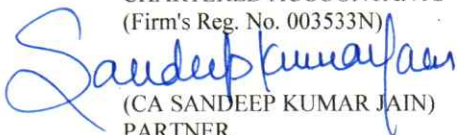
AUDITOR'S REPORT

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: 24511237BKFOON8472)

Place: Hisar

Dated: May 22, 2024

**FOR QUALITY FOILS (INDIA) LIMITED**


TEJASVI BHARGAVA
(Managing Director)
(DIN: 00011205)KULDIP BHARGAVA
(Chairman & Director)
(DIN: 00011103)


MS. MEENAKSHI
(Company Secretary)



BIRDHI CHAND JAIN
(Chief Financial Officer)



QUALITY FOILS (INDIA) LIMITED

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

(An ISO 9001:2015 Certified Company)

Regd. Office :- 3, Industrial Development Colony, Hisar - 125 005, Haryana

Tel: 0091 – 1662 – 220327, 220328

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

CIN: L27107HR1990PLC030929

Date: 22 May, 2024

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 period ended 31 March, 2024.

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



QUALITY FOILS (INDIA) LIMITED

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

(CIN: L27107HR1990PLC030929)

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				31/03/2024		
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	151.21	NA	NA
Working Capital Requirements	NA	225.00	NA	225.00	NA	NA
General Corporate Purposes	NA	36.19	NA	36.19	NA	NA
IPO Expenses	NA	40.00	NA	40.00	NA	NA

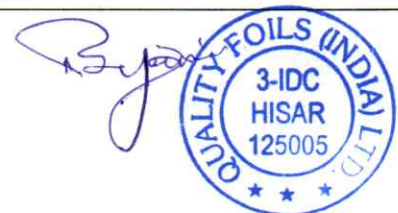
Deviation could mean:

- (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.



Disclosures under Regulation 30 of SEBI (Listing Obligations and Disclosures Requirements) Regulations, 2015 read with SEBI Circular No. SEBI/HO/CFD/CFD-PoD-1/P/CIR/2023/123 dated July 13, 2023 is as under:

Sr. No.	Particulars	Mr. Nand Ram Goyal
1	Reason for change viz. appointment, re-appointment, resignation, removal, death or otherwise	Appointment
2	Date of appointment/ re-appointment/ cessation (as applicable) & terms of appointment/ re-appointment	May 22, 2024 Mr. Nand Ram Goyal, proprietor of N. R. Goyal & Co., Cost Accountants, (Firm Registration No.101252), has been appointed as the Cost Auditor of the Company to conduct the Cost Audit for FY 2024-2025.
3	Brief Profile	CMA Nand Ram Goyal, proprietor of N. R. Goyal & Co., Cost Accountants, (Firm Registration No.101252), has provided advice on the maintenance of cost accounting records and audits for more than 12 years and is well reputed in the area of taxation ,accounting . He provides wide variety of advisory, audit, representative and training functions to various client segments. With more than 15 years of experience, his core expertise lies in direct taxes, finance, audit, and cost records maintenance. Additionally, he serves as a visiting faculty member at the Institute of Cost Accountants.
4	Disclosure of relationship between Directors	Not Applicable



Disclosures under Regulation 30 of SEBI (Listing Obligations and Disclosures Requirements) Regulations, 2015 read with SEBI Circular No. SEBI/HO/CFD/CFD-PoD-1/P/CIR/2023/123 dated July 13, 2023 is as under:

Sr. No.	Particulars	Mr. Rajesh Garg
1	Reason for change viz. appointment, re-appointment, resignation, removal, death or otherwise	Appointment
2	Date of appointment/ re-appointment/ cessation (as applicable) & terms of appointment/ re-appointment	May 22, 2024 M/s. Rajesh Garg & Co., has been appointed as the Secretarial Auditor of the Company to conduct the Secretarial Audit for FY 2024- 2025.
3	Brief Profile	Mr. Rajesh Garg, proprietor of M/s Rajesh Garg & Co., Practicing Company Secretaries, Hisar (FCS No. 5960) has been providing corporate secretarial services and legal advisory services to clients for over 22 years. He is well reputed in the field of corporate laws. His expertise covers a wide variety of areas, including secretarial audit, advisory services and other legal services for various client segments. His core specialization lies in Corporate Law, Securities Law, Depository Participant Audit, Corporate Restructuring and Legal Due Diligence Audit.
4	Disclosure of relationship between Directors	Not Applicable

