



# KANSAL JAIN & ASSOCIATES

## Chartered Accountants

### 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 31<sup>st</sup> March, 2026 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 gives 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, 2026, 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 management and Board of Directors are responsible for the matters stated in section 134 (5) of the Act with respect to the preparation of these 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 and Board of Directors are responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

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 Section 143(11) 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 31<sup>st</sup> March, 2026 taken on record by the Board of Directors, none of the directors is disqualified as on 31<sup>st</sup> March, 2026 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 the audit procedures that have been considered 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) of Rule 11(e) contain any material mis-statement.

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

(f) Based on our examination, which included test checks, the Company has used accounting software systems for maintaining its books of account for the financial year ended March 31, 2026 which have the feature of recording audit trail (edit log) facility and the same has operated throughout the year for all relevant transactions recorded in the software systems. Further, during the course of our audit we did not come across any instance of the audit trail feature being tampered with and the audit trail has been preserved by the Company as per the statutory requirements for record retention.

**For KANSAL JAIN AND ASSOCIATES**

Chartered Accountants  
(Firm's registration no. 023083N)

*Akhil Jain*

(CA AKHIL JAIN)

PARTNER

(M. No.: 517602)

(UDIN: 26517602VVLUZU8064)

Place: Hisar

Date: May 27, 2026



## 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 or are pending during the year 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.

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. 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 loans granted, investments made and guarantees and securities provided, 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, 2026 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, 2026 on account of disputes.

8. there were no transactions relating to previously unrecorded income that were surrendered or disclosed as income in the tax assessment under the Income Tax Act, 1961 (43 of 1961) during the year.

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 3(x)(a) 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 reporting under clause 3(x)(b) of the Order is not applicable.

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 and we have considered the report of internal auditor for the year under review for our audit purpose.



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 KANSAL JAIN AND ASSOCIATES**

Chartered Accountants

(Firm's registration no. 023083N)

Place: Hisar

Date: May 27, 2026



*Akhil Jain*

(CA AKHIL JAIN)

PARTNER

(M. No.: 517602 )

(UDIN: 26517602VVLUZU8064)

## **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, 2026 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 31<sup>st</sup> March, 2026, 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.

**For KANSAL JAIN AND ASSOCIATES**

Chartered Accountants  
(Firm's registration no. 023083N)



(CA AKHIL JAIN)

PARTNER

(M. No.: 517602 )

(UDIN: 26517602VVLUZU8064)

Place: Hisar

Date: May 27, 2026



# QUALITY FOILS (INDIA) LIMITED

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

(CIN: L27107HR1990PLC030929)

## BALANCE SHEET AS AT 31ST MARCH, 2026

| PARTICULARS                                      | NOTE NO. | (Rs. in Lakhs)         |                        |
|--|----------|------------------------|------------------------|
|  |          | AS AT 31ST MARCH, 2026 | AS AT 31ST MARCH, 2025 |
| <b>EQUITY AND LIABILITIES:</b>                   |          |                        |                        |
| <b>Shareholders' Funds</b>                       |          |                        |                        |
| Share Capital                                    | 2        | 285.40                 | 285.40                 |
| Reserves and Surplus                             | 3        | 2,876.73               | 2,729.66               |
| <b>Total Shareholders' Funds</b>                 |          | <b>3,162.13</b>        | <b>3,015.06</b>        |
| <b>Non-current Liabilities</b>                   |          |                        |                        |
| Long Term Borrowings                             | 4        | 2,317.11               | 2,122.06               |
| Long Term Provisions                             | 5        | 192.39                 | 202.11                 |
| Deferred Tax Liabilities (Net)                   |          | 274.57                 | 250.58                 |
| Other Non current Liabilities                    | 6        | -                      | -                      |
| <b>Total Non-current liabilities</b>             |          | <b>2,784.07</b>        | <b>2,574.75</b>        |
| <b>Current Liabilities:</b>                      |          |                        |                        |
| Short term Borrowings                            | 7        | 4,249.82               | 3,751.92               |
| Trade Payables                                   | 8        |                        |                        |
| (i) Due to Micro and Small Enterprises           |          | -                      | -                      |
| (ii) Due to others                               |          | 87.85                  | 238.55                 |
| Other Current Liabilities                        | 9        | 237.53                 | 182.80                 |
| Short Term Provisions                            | 10       | 66.21                  | 59.31                  |
| <b>Total Current Liabilities</b>                 |          | <b>4,641.41</b>        | <b>4,232.58</b>        |
| <b>TOTAL EQUITY AND LIABILITIES</b>              |          | <b>10,587.61</b>       | <b>9,822.39</b>        |
| <b>ASSETS:</b>                                   |          |                        |                        |
| <b>Non-current Assets:</b>                       |          |                        |                        |
| Property, Plant and Equipment, Intangible Asstes |          |                        |                        |
| - Property, Plant and Equipments                 | 11       | 4,923.92               | 4,671.43               |
| - Capital work in progress                       |          | -                      | 81.60                  |
| - Intangible Assets                              |          | -                      | -                      |
| Non-current Investments                          | 12       | 40.05                  | 40.05                  |
| Long Term Loans and Advances                     | 13       | -                      | -                      |
| Other Non-current Assets                         | 14       | 54.27                  | 61.27                  |
| <b>Total Non-current Assets</b>                  |          | <b>5,018.24</b>        | <b>4,854.36</b>        |
| <b>Current Assets:</b>                           |          |                        |                        |
| Inventories                                      | 15       | 2,431.22               | 2,088.28               |
| Trade Receivables                                | 16       | 2,825.89               | 2,454.79               |
| Cash and cash equivalents                        | 17       | 139.72                 | 127.59                 |
| Short Term Loans and Advances                    | 18       | 30.30                  | 26.88                  |
| Other Current Assets                             | 19       | 142.24                 | 270.50                 |
| <b>Total Current Assets</b>                      |          | <b>5,569.37</b>        | <b>4,968.04</b>        |
| <b>TOTAL ASSETS</b>                              |          | <b>10,587.61</b>       | <b>9,822.39</b>        |

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

### AUDITOR'S REPORT

AS PER OUR REPORT OF EVEN DATE ATTACHED

**FOR KANSAL JAIN AND ASSOCIATES**

CHARTERED ACCOUNTANTS

(Firm's Reg. No. 023083N)

*Akhil Jain*

(CA AKHIL JAIN)

PARTNER

(M. NO. 517602)

UDIN: 26517602VVLUZU8064

Place: Hisar

Dated: May 27, 2026



### FOR QUALITY FOILS (INDIA) LIMITED

*Tejasvi Bhargava* *Kuldip Bhargava*

TEJASVI BHARGAVA  
(Managing Director)  
(DIN: 00011205)

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

*Vikas*  
CS VIKAS  
(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, 2026

| PARTICULARS   | NOTE NO. | FOR THE YEAR ENDED 31ST MARCH, 2026 (Rs.) | (Rs. in Lakhs)<br>FOR THE YEAR ENDED 31ST MARCH, 2025 (Rs.) |
|---|----------|---|---|
| <b>REVENUE</b>  |          |   |   |
| Revenue from Operations   | 20       | 18,400.97                                 | 15,084.74   |
| Other Income  | 21       | 76.20                                     | 195.45  |
| <b>Total Revenue</b>  |          | <b>18,477.17</b>                          | <b>15,280.19</b>  |
| <b>EXPENSES:</b>  |          |   |   |
| Cost of Material Consumed   | 22       | 16,043.48                                 | 12,949.74   |
| Changes in Inventories of Finished goods and Work-in-progress             | 23       | (512.03)                                  | (268.17)  |
| Employee Benefit Expenses   | 24       | 679.67                                    | 662.45  |
| Finance Cost  | 25       | 445.83                                    | 231.46  |
| Depreciation  |          | 283.24                                    | 173.46  |
| Other Expenses  | 26       | 1,331.66                                  | 1,287.87  |
| <b>Total Expenses</b>   |          | <b>18,271.84</b>                          | <b>15,036.81</b>  |
| <b>Profit from ordinary activities before Extraordinary Items and Tax</b> |          | <b>205.33</b>                             | <b>243.38</b>   |
| Extraordinary Items   |          | -   | -   |
| <b>Profit Before Tax</b>  |          | <b>205.33</b>                             | <b>243.38</b>   |
| Tax Expense:  |          |   |   |
| - Income tax on extraordinary items                                       |          | -   | -   |
| - Current Tax   |          | 34.27                                     | 29.75   |
| - Deferred Tax  |          | 23.99                                     | 62.65   |
| - Taxes pertaining to earlier years                                       |          | -   | 9.13  |
| <b>PROFIT FOR THE PERIOD/YEAR</b>   |          | <b>147.07</b>                             | <b>141.85</b>   |
| Earnings per equity share (face value of Rs. 10 each)                     |          |   |   |
| Basic and Diluted (in Rs.)  |          |   |   |
| On ordinary items   |          | 5.15                                      | 4.97  |
| On extraordinary items  |          | -   | -   |

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

### AUDITOR'S REPORT

AS PER OUR REPORT OF EVEN DATE ATTACHED  
**FOR KANSAL JAIN AND ASSOCIATES**  
CHARTERED ACCOUNTANTS  
(Firm's Reg. No. 023083N)

*Akhil Jain*  
(CA AKHIL JAIN)  
PARTNER  
(M. NO. 517602)  
UDIN: 26517602VVLUZU8064  
Place: Hisar  
Dated: May 27, 2026



### FOR QUALITY FOILS (INDIA) LIMITED

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

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

*Vikas*  
CS VIKAS  
(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)

## CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2026

(Rs. in Lakhs)

| PARTICULARS   | For the year ended<br>31.03.2026 | For the year ended<br>31.03.2025 |
|---|----------------------------------|----------------------------------|
| <b>A. Cash Inflow/(Outflow) from Operating Activities</b> |                                  |                                  |
| Net Profit Before Tax & Extraordinary Items               | 205.33                           | 243.38                           |
| Adjustment for:   |                                  |                                  |
| Depreciation  | 283.24                           | 173.46                           |
| Interest Income   | (71.66)                          | (33.91)                          |
| Dividend Income   | (0.17)                           | (0.17)                           |
| Rent Received   | (2.40)                           | (4.82)                           |
| Foreign Currency Fluctuation                              | (1.32)                           | (0.55)                           |
| Liabilities written off                                   | (0.64)                           | (0.06)                           |
| Profit on Sale of Fixed assets                            | -                                | (155.95)                         |
| Profit on Sale of Investments                             | -                                | -                                |
| Finance Cost  | 445.83                           | 231.47                           |
| Operating Profit before working Capital Changes           | 858.19                           | 452.85                           |
| Adjustment for:   |                                  |                                  |
| (Increase)/Decrease in Inventories                        | (342.94)                         | (620.91)                         |
| (Increase)/Decrease in trade receivables                  | (371.10)                         | (47.74)                          |
| (Increase)/Decrease in other assets                       | 124.85                           | (241.97)                         |
| Increase/(Decrease) in Liabilities and provisions         | (89.07)                          | 264.88                           |
| Cash Inflow from Operating Activities                     | 179.93                           | (192.89)                         |
| Rent Received   | 2.40                             | 4.82                             |
| Interest Income   | 71.66                            | 33.91                            |
| Liabilities written off                                   | 0.64                             | 0.06                             |
| Foreign Currency Fluctuation                              | 1.32                             | 0.55                             |
| Income Tax Paid   | (34.27)                          | (38.88)                          |
| Cash Inflow Before Extra Ordinary items                   | 221.68                           | (192.43)                         |
| Extra ordinary items                                      | -                                | -                                |
| <b>Net Cash inflow</b>                                    | 221.68                           | (192.43)                         |
| <b>B. Cash Inflow/(Outflow) from Investing Activities</b> |                                  |                                  |
| Purchase of Capital Goods/Fixed Assets                    | (454.12)                         | (2,528.22)                       |
| Sale of Capital goods/Fixed Assets                        | -                                | 218.05                           |
| (Increase)/Decrease in other non current assets           | 7.00                             | 347.93                           |
| Increase/(Decrease) in non-current Liabilities/provisions | (9.73)                           | 0.09                             |
| Dividend Income   | 0.17                             | 0.17                             |
| Income Tax on extraordinary items                         | -                                | -                                |
| Net Cash from investing activities                        | (456.68)                         | (1,961.98)                       |
| <b>C. Cash Inflow/(Outflow) from Financing Activities</b> |                                  |                                  |
| Proceeds from issue of share capital                      | -                                | -                                |
| Proceeds from long term borrowings                        | 829.56                           | 2,020.46                         |
| Proceeds from short term borrowings                       | 407.90                           | 1,340.02                         |
| Repayment of long term borrowings                         | (544.51)                         | (956.53)                         |
| Interest Paid   | (445.83)                         | (231.47)                         |
| Net cash from Financing activities                        | 247.13                           | 2,172.48                         |
| Net Changes in Cash & Cash Equivalents                    | 12.13                            | 18.07                            |
| Cash & Cash Equivalents (Opening balance)                 | 127.59                           | 109.52                           |
| Cash & cash Equivalents (Closing balance)                 | 139.72                           | 127.59                           |

### AUDITOR'S REPORT

AS PER OUR REPORT OF EVEN DATE ATTACHED

**FOR KANSAL JAIN AND ASSOCIATES**

CHARTERED ACCOUNTANTS

(Firm's Reg. No. 023083N)

*Akhil Jain*

(CA AKHIL JAIN)

PARTNER

(M. NO. 517602)

UDIN: 26517602VVLUZU8064

Place: Hisar

Dated: May 27, 2026



### FOR QUALITY FOILS (INDIA) LIMITED

*Tejasvi Bhargava* *Kuldip Bhargava*

TEJASVI BHARGAVA  
(Managing Director)  
(DIN: 00011205)

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

*Vikas*

CS VIKAS  
(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)

### **Notes Forming Integral Part of the Financial Statements For the Year Ended 31st March 2026.**

#### **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 SME Platform of National Stock Exchange of India Ltd. (NSE EMERGE).

#### **Note 1: ACCOUNTING POLICIES:**

##### **1.1 STATEMENT OF COMPLIANCE**

The Standalone 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 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 27/05/2026. IND AS is currently NOT applicable on the company.

##### **1.2 BASIS OF PREPARATION OF FINANCIAL STATEMENTS**

- 1.2.1 i) The standalone financial statements of the company have been prepared in accordance with the Accounting Standards as prescribed under Section 133 of the Companies Act, 2013 and the rules framed thereunder as applicable and guidelines issued by the Securities and Exchange Board of India ("SEBI").
- ii) The Financial Statements are prepared on accrual basis under the historical cost convention.

##### **1.2.2 FUNCTIONAL AND PRESENTATION CURRENCY**

The functional currency of the Company is Indian rupee (INR). The standalone financial statements are presented in Indian rupees (INR) and all values are rounded to nearest Lakhs up to two decimals, unless otherwise stated.

##### **1.2.3 USE OF ESTIMATES**

The preparation of financial statements in conformity with the generally accepted Accounting Standards and principles requires the management to make estimates, judgments and assumptions. These estimates, judgments and assumptions affect the application of accounting policies and reported amounts of assets and liabilities, the disclosures of contingent assets and liabilities at the date of the financial statements and reported amounts of revenue and expenses during the year. Accounting Estimates could change from period to period. Actual results could differ from those estimates. Appropriate changes and estimates are made as Management become aware of changes in circumstances surrounding the estimates. Changes in estimates are reflected in the financial statements in the period in which changes are made and, if material, their effects are disclosed in the notes to the financial statements.



### **1.3 PROPERTY, PLANT AND EQUIPMENT**

#### **i) Tangible assets:**

Property, Plant and Equipment are stated at cost net of recoverable taxes, trade discounts and rebates, 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. Subsequent expenditures related to an item of Property, Plant and Equipment are added to its book value only if they increase the future benefits from the existing assets beyond its previously assessed standard of performance. Projects under which assets are not ready for their intended use are reflected under Capital Work-in-Progress.

#### **ii) Depreciation:**

Depreciation on Property, Plant and Equipment is provided on Straight Line Method (SLM). Depreciation is provided based on useful life of the assets as prescribed in Schedule II of the Companies Act, 2013 except in respect of those assets where useful life is different than those prescribed in Schedule II are used. The residual value is not more than 5% of the original cost of the Asset. The Asset residual value, useful lives and method of depreciation are reviewed at each financial year end and adjusted prospectively, if appropriate.

In respect of addition or extensions forming an integral part of existing assets and insurance spares, including incremental cost arising on account of translation of foreign currency liabilities for acquisition of Fixed Assets, depreciation is provided as aforesaid over the residual life of the respective assets.

#### **iii) Intangible Assets :**

The Company does not have any Intangible Assets.

#### **iv) Impairment of Assets:**

An asset is treated as impaired, if any, when the carrying cost of asset exceeds its recoverable value. An impairment loss, if any, is charged to the Statement of Profit and Loss in the year in which an asset is identified as impaired. The impairment loss recognized in prior accounting period is reversed if there has been a change in the estimate of recoverable amount.

### **1.4 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.

### **1.5 VALUATION OF INVENTORIES**

Items of inventories are measured at lower of cost or net realizable value after providing for obsolescence, if any, except in case of by-products, which are valued at the net realizable value. Cost of inventories comprises of all costs of purchase, cost of conversion and other costs including manufacturing overheads incurred in bringing them to their respective present location and condition. Cost of raw materials, process chemicals, store and spares, packing materials, trading and other products are determined on the basis of valuation of the finished goods as per the provisions so applicable.



i) Raw Material, Components, stores and spares: Raw Material, Components, stores and spares are valued at cost.

ii) Work-in-Progress and Finished Goods: Work-in-Progress and Finished goods are valued at lower of cost and net realizable value. Cost includes direct materials and labour and a proportion of manufacturing overhead based on normal operating capacity. Net Realizable value is the estimated selling price in the ordinary course of business, less estimated cost of completion and estimated costs necessary to make the sale.

## **1.6 REVENUE RECOGNITION**

Revenue is recognized to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be readily measured, regardless of when the payment is being made. Revenue is measured at fair value of the consideration received or receivable, volume rebates if any, and taxes or duties collected on behalf of the government, which are levied on sales such as Goods and Services Tax. Revenue is recognized either in time or point of time, when (or as) the Company satisfies performance obligations by transferring the goods or services to its customers. The company applies the revenue recognition criteria to each separately identifiable component of the sales transaction as mentioned in Statement of Profit & Loss.

i) Sale of Goods: Revenue from sale of goods is recognized at the point of dispatch of the finished goods to the customers against invoice(s). The company collects Goods & Service Tax on behalf of the government and therefore these are not economic benefits flowing to the companies, hence, they are excluded from the revenues.

ii) Export Benefits: Export Benefits constituting import duty benefits under Duty Draw Back are accounted for on accrual basis. The same is recognized in the books of accounts in the year in which the right to receive the duty draw back credit as per the terms of the scheme is established in respect of the export made.

iii) Dividends: Dividend Income is recognized when the right to receive payment is established.

iv) Interest Income: Interest Income is recognized on a time proportion basis taking into account the amount outstanding and the interest rate applicable.

v) Insurance Claims: Insurance and other claims, if any, are recognized when there exist no significant uncertainty with regard to the amount to be realized and the ultimate collection thereof.

## **1.7 FOREIGN EXCHANGE TRANSACTION**

Transactions denominated in foreign currencies are translated into functional currency using the exchange rate prevailing on the date of the transaction or that approximates the actual rate at the date of the transaction.

Monetary items denominated in foreign currencies at the year-end are restated at year-end rates. In the case of items which are covered by forward exchange contracts, the difference between the yearend rate and rate on the date of the contract, if any, is recognized as exchange difference and the premium paid on forward contracts is recognized over the life of the contract.

Non-monetary foreign currency items are carried at cost.



In respect of integral foreign operations, all transactions are translated at rates prevailing on the date of transaction or that approximates the actual rate at the date of transaction.

Any income or expense on account of exchange difference either on settlement or on translation is recognized in the Statement of Profit and Loss, except in case of long term liabilities, where they relate to acquisition of fixed assets, in which case they are adjusted to the carrying cost of such assets.

### **1.8 BORROWING COSTS**

Borrowing cost attributable to the acquisition or construction of a qualifying asset are capitalized 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 recognized as an expense in the period in which they are incurred. Borrowing Cost consists of Interest and Other Cost that an entity incurs in connection with the Borrowing of funds.

### **1.9 EMPLOYEE BENEFITS**

#### **i) POST EMPLOYMENT BENEFITS**

Defined Contribution Plan: A defined contribution plan is a post-employment benefit plan under which the Company pays specified contributions to a separate entity. The Company makes specified monthly contributions towards Provident Fund, Superannuation Fund and Pension Scheme. The Company's contribution is recognized as an expense in the Statement of Profit and Loss during the period in which the employee renders the related service.

#### **ii) SHORT TERM EMPLOYEE BENEFITS**

All employee benefits payable wholly within twelve months of rendering the services are classified as short-term employee benefits, such as salaries, wages, bonus etc. The undiscounted amount of short term employee benefits expected to be paid in exchange for the services rendered by employees are recognized as an expense during the period when the employees render the services. These benefits include performance incentive and compensated absences.

### **1.10 TAXATION**

Income Tax comprised of Current Income tax, Deferred Taxes and Mat Credit.

i) Current Income Tax: Current Income Tax for the current and prior periods are measured at the amount expected to be paid to the tax authorities, using 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. While determining the tax provisions, the Company assesses whether each uncertain tax position is to be considered separately or together with one or more uncertain tax positions depending the nature and circumstances of each uncertain tax position. 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.

ii) Deferred Income Tax: 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, except when the deferred income tax arises from the initial recognition of goodwill or an asset or liability in a transaction that is not a business combination and affects neither accounting nor taxable profits or loss at the time of the transaction.



Deferred income tax assets are recognized to the extent it is probable that taxable profit will be available against which the deductible temporary differences and the carry forward of unused tax credits and unused tax losses can be utilized. The carrying amount of deferred income tax assets is reviewed at each reporting date and reduced to the extent that it is no longer probable that sufficient taxable profit will be available to allow all or part of the deferred income tax asset to be utilized. Deferred income tax assets and liabilities are measured at the tax rates that are expected to apply in the period when the asset is realized or the liability is settled, based on tax rates (and tax laws) that have been enacted or substantively enacted at the reporting date.

iii) MAT Credit: MAT Credit is recognized 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 recognized 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.

### **1.11 PROVISIONS, CONTINGENT LIABILITIES AND CONTINGENT ASSETS**

Provisions are recognized in the accounts, when there is a present obligation as a result of past event(s) and when a reliable estimate of the amount of obligation can be made at the reporting date. These estimates are reviewed at each reporting date and adjusted to reflect the current best estimate. Provisions are discounted to their present values, where the time value of money is material.

Contingent liabilities are disclosed unless the possibility of outflow of resources is remote. Contingent Assets are neither recognized nor disclosed in the financial statements.

### **1.12 DIVIDEND TO EQUITY HOLDER OF THE COMPANY**

The Company recognizes a liability to make dividend distributions to equity holders of the Company when the distribution is authorized and the distribution is no longer at the discretion of the Company. As per the corporate laws in India a distribution is authorized when it is approved by the shareholders. However, Board of Directors of a Company has not declared/approved any dividend during the period under consideration.

### **1.13 EARNING/(LOSS) PER SHARE**

Basic earnings/(Loss) per share are calculated by dividing the net profit/ (Loss) for the year attributable to equity shareholders by the weighted average number of equity shares outstanding during the year. The weighted average number of equity shares outstanding during the year are adjusted for events of bonus issue to existing shareholders; share split; and reverse share split (consolidation of shares), if any.

For the purpose of calculating diluted earnings/(loss) per share, the net profit (loss) for the year attributable to equity shareholders and the weighted average number of shares outstanding during the year are adjusted for the effects of all diluted potential equity shares.



**QUALITY FOILS (INDIA) LIMITED**

**Notes on Financial Statements for the year ended 31st March, 2026**

| PARTICULARS                                       | As at 31st March, 2026 |        | As at 31st March, 2025 |        |
|---|------------------------|--------|------------------------|--------|
|   | No. of shares          | Amount | No. of shares          | Amount |
| <b>2 EQUITY SHARE CAPITAL:</b>                    |                        |        |                        |        |
| <b>AUTHORISED CAPITAL:</b>                        |                        |        |                        |        |
| Equity Shares of Rs. 10/- each                    | 4000000                | 400.00 | 4000000                | 400.00 |
| <b>ISSUED, SUBSCRIBED &amp; PAID UP CAPITAL :</b> |                        |        |                        |        |
| Equity Shares of Rs. 10/- each fully paid up      | 2854000                | 285.40 | 2854000                | 285.40 |

**Terms/Rights to Equity Shares:**

- i. The company has only one class of shares referred to as Equity Shares having a face value of Rs. 10/- each.  
ii. Each equity shareholder is entitled for one vote per share.

**(a) Reconciliation of the number of shares outstanding:**

| Equity Shares  | As at 31.03.2026 |  | As at 31.03.2025 |  |
|--|------------------|--|------------------|--|
|  | No. of shares    |  | No. of shares    |  |
| Shares outstanding at the beginning of the year (FV 10/- each) | 28,54,000        |  | 28,54,000        |  |
| Add: Fresh Shares issued during the year (FV 10/- each)        | -                |  | -                |  |
| Shares outstanding at the end of the year (FV 10/- each)       | 28,54,000        |  | 28,54,000        |  |

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

| Name of the shareholder        | As at 31.03.2026 |             | As at 31.03.2025 |             |
|--------------------------------|------------------|-------------|------------------|-------------|
|                                | No. of shares    | % of shares | No. of shares    | % of shares |
| Kuldip Bhargava                | 672800           | 23.57%      | 662800           | 23.22%      |
| Tejasvi Bhargava               | 173600           | 6.08%       | 173600           | 6.08%       |
| Kuldip Bhargava (HUF)          | 152050           | 5.33%       | 1,30,050         | 4.56%       |
| Satellite Developers Pvt. Ltd. | 285250           | 9.99%       | 334250           | 11.71%      |
| Quality Stainless Pvt Ltd      | 184200           | 6.45%       | 184200           | 6.45%       |
| Quality Bio Green Pvt. Ltd.    | 230550           | 8.08%       | 230550           | 8.08%       |

**(c) Promoters' Shareholding:**

| Name of the promoter        | As at 31.03.2026 |             | As at 31.03.2025 |             | % change during the year |
|-----------------------------|------------------|-------------|------------------|-------------|--------------------------|
|                             | No. of shares    | % of shares | No. of shares    | % of shares |                          |
| Kuldip Bhargava             | 672800           | 23.57%      | 6,62,800         | 23.22%      | 0.35%                    |
| Tejasvi Bhargava            | 173600           | 6.08%       | 1,73,600         | 6.08%       | -                        |
| Kuldip Bhargava (HUF)       | 152050           | 5.33%       | 1,30,050         | 4.56%       | 0.77%                    |
| Smt. Anshu Bhargava         | 115200           | 4.04%       | 1,15,200         | 4.04%       | -                        |
| Tapasvi Bhargava            | 131900           | 4.62%       | 1,31,900         | 4.62%       | -                        |
| Jagdeep Bhargava            | 13500            | 0.47%       | 13,500           | 0.47%       | -                        |
| Manjula Vasudeva            | 27000            | 0.95%       | 27,000           | 0.95%       | -                        |
| Quality Stainless Pvt Ltd   | 184200           | 6.45%       | 1,84,200         | 6.45%       | -                        |
| Quality Bio Green Pvt. Ltd. | 230550           | 8.08%       | 2,30,550         | 8.08%       | -                        |

**3 RESERVES AND SURPLUS:**

|                                      |     |  |                 |                 |
|--------------------------------------|-----|--|-----------------|-----------------|
| <b>GENERAL RESERVE</b>               |     |  |                 |                 |
| As per last Balance Sheet            |     |  | 82.10           | 82.10           |
| Add: During the year                 |     |  | -               | -               |
|                                      | (a) |  | 82.10           | 82.10           |
| <b>SECURITY PREMIUM</b>              |     |  |                 |                 |
| As per last Balance Sheet            |     |  | 628.00          | 628.00          |
| Add: During the year                 |     |  | -               | -               |
|                                      | (b) |  | 628.00          | 628.00          |
| <b>SURPLUS:</b>                      |     |  |                 |                 |
| Profit and Loss account              |     |  |                 |                 |
| As per last Balance Sheet            |     |  | 2,019.56        | 1,877.71        |
| Less: Transferred to General Reserve |     |  | -               | -               |
|                                      |     |  | 2,019.56        | 1,877.71        |
| Add: Profit for the period/year      |     |  | 147.07          | 141.85          |
|                                      | (c) |  | 2,166.63        | 2,019.56        |
| <b>Total (a+b+c)</b>                 |     |  | <b>2,876.73</b> | <b>2,729.66</b> |



**QUALITY FOILS (INDIA) LIMITED**
**Notes on Financial Statements for the year ended 31st March, 2026**

| PARTICULARS   | As at 31st March, 2026 | As at 31st March, 2025 |
|---|------------------------|------------------------|
|   | Amount                 | Amount                 |
| <b>4 LONG TERM BORROWINGS:</b>                        |                        |                        |
| <b>SECURED:</b>                                       |                        |                        |
| From Axis Bank Ltd.-Term Loan*                        | 894.44                 | 1,127.78               |
| From Axis Bank Ltd. - WCTL under ECLGS**              | -                      | 60.67                  |
| From ICICI Bank Ltd. - WCTL***                        | 397.22                 | 319.44                 |
| From Sarva Haryana Gramin Bank****                    | 22.09                  | 25.82                  |
| From Mercedes-Banz Fin. Services India Pvt Ltd..***** | 9.93                   | 24.48                  |
|   | (a) <u>1,323.69</u>    | <u>1,558.19</u>        |
| <b>UNSECURED:</b>                                     |                        |                        |
| From Other parties:                                   |                        |                        |
| - Directors   | 541.70                 | 553.71                 |
| - Corporate loans                                     | 451.72                 | 10.16                  |
|   | (b) <u>993.42</u>      | <u>563.87</u>          |
| Total (a+b)   | <u>2,317.11</u>        | <u>2,122.06</u>        |

\*Loan(s) are 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(s) carries rate of interest from 7.65% p.a. to 8.50% 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 7.65% p.a. to 8.50% p.a., including current maturities.

\*\*\*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 7.85% p.a. to 8.50% p.a., including current maturities.

\*\*\*\*Secured by hypothecation of vehicles. The loan(s) are repayable in monthly instalments. The loan carries rate of interest @ 8.85% p.a.

\*\*\*\*\*Secured by hypothecation of vehicles. The loan(s) are repayable in monthly instalments. The loan carries rate of interest @ 7.81% p.a.

**Maturity Profile of borrowings are as set out below:**

(Amount Rs. in Lakhs)

| Particulars                             | Maturity Profile |               |               |                   | Total           |
|---|------------------|---------------|---------------|-------------------|-----------------|
|   | FY 2026-27       | FY 2027-28    | FY 2028-29    | Beyond FY 2028-29 |                 |
| *Axis Bank Ltd.-Term Loan (New)         | 233.33           | 233.33        | 233.33        | 427.79            | 1,127.78        |
| **Axis Bank Ltd. - WCTL under ECLGS     | 60.67            | -             | -             | -                 | 60.67           |
| ***ICICI Bank Ltd. - WCTL               | 300.00           | 286.11        | 111.11        | -                 | 697.22          |
| ****Sarva Haryana Gramin Bank car loan  | 4.43             | 4.50          | 4.60          | 12.99             | 26.52           |
| *****Mercedes Benz Fin. Serv.- Car Loan | 14.28            | 9.93          | -             | -                 | 24.21           |
| <b>Total</b>                            | <b>612.71</b>    | <b>533.87</b> | <b>349.04</b> | <b>440.78</b>     | <b>1,936.40</b> |



**QUALITY FOILS (INDIA) LIMITED****Notes on Financial Statements for the year ended 31st March, 2026****5 LONG TERM PROVISIONS:**

|  |               |               |
|--|---------------|---------------|
| Long Term Employee Benefits (gratuity) | 192.39        | 202.11        |
|  | <u>192.39</u> | <u>202.11</u> |

**6 OTHER NON CURRENT LIABILITIES**

|            |          |          |
|------------|----------|----------|
| Securities | -        | -        |
|            | <u>-</u> | <u>-</u> |

**CURRENT LIABILITIES:****7 SHORT TERM BORROWINGS:****Secured:**

From Banks:

|   |                 |                 |
|---|-----------------|-----------------|
| a. Working Capital Limits                     | 2,640.91        | 2,431.69        |
| b. Letter of Credit payable                   | 996.21          | 797.52          |
| c. Current maturities of long-term borrowings | 612.71          | 522.71          |
|   | <u>4,249.82</u> | <u>3,751.92</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 7.65% p.a. to 8.50% p.a.

**8 TRADE PAYABLES\***

|                                    |              |               |
|------------------------------------|--------------|---------------|
| Due to Micro and Small Enterprises | -            | -             |
| Due to others                      | 87.85        | 238.55        |
|                                    | <u>87.85</u> | <u>238.55</u> |

\*Refer note 28

**9 OTHER CURRENT LIABILITIES**

|                         |               |               |
|-------------------------|---------------|---------------|
| Advance from customers  | 87.50         | 13.38         |
| Statutory dues          | 14.70         | 9.38          |
| Other account payables* | 135.33        | 160.04        |
|                         | <u>237.53</u> | <u>182.80</u> |

\*Including expenses payable.

**10 SHORT TERM PROVISIONS:**

|   |              |              |
|---|--------------|--------------|
| Short Term Employee Benefits (gratuity) | 66.21        | 59.31        |
|   | <u>66.21</u> | <u>59.31</u> |



Notes on Financial Statements for the year ended 31.03.2026

11

PROPERTY, PLANT AND EQUIPMENTS:

TANGIBLE ASSETS

| Description              | GROSS BLOCK           |                           |                                      | DEPRECIATION BLOCK          |                 |                 | NET BLOCK                            |                  |                  |
|--------------------------|-----------------------|---------------------------|--------------------------------------|-----------------------------|-----------------|-----------------|--------------------------------------|------------------|------------------|
|                          | Cost as at 31-03-2025 | Additions during the year | Adjustments/ Transfers/ (Deductions) | Total Cost as at 31-03-2026 | Upto 31-03-2025 | During the Year | Adjustments/ Transfers/ (Deductions) | As at 31-03-2026 | As at 31-03-2025 |
| Land                     | 185.68                | -                         | -                                    | 185.68                      | -               | -               | -                                    | 185.68           | 185.68           |
| Buildings                | 905.05                | 98.14                     | -                                    | 1,003.19                    | 192.49          | 27.53           | -                                    | 783.17           | 712.56           |
| Plant & Equipments       | 5,275.69              | 433.62                    | -                                    | 5,709.30                    | 1,651.92        | 224.01          | -                                    | 3,833.38         | 3,623.77         |
| Office Equipments        | 88.80                 | 3.68                      | -                                    | 92.47                       | 79.00           | 2.90            | -                                    | 10.57            | 9.79             |
| Furniture & Fixtures     | 26.02                 | 0.29                      | -                                    | 26.32                       | 15.64           | 1.37            | -                                    | 9.31             | 10.39            |
| Vehicles                 | 259.88                | -                         | -                                    | 259.88                      | 130.63          | 27.44           | -                                    | 101.81           | 129.25           |
| <b>Total</b>             | <b>6,741.12</b>       | <b>535.72</b>             | <b>-</b>                             | <b>7,276.84</b>             | <b>2,069.68</b> | <b>283.24</b>   | <b>-</b>                             | <b>4,923.92</b>  | <b>4,671.43</b>  |
| Capital Work in Progress | 81.60                 | 454.12                    | 535.72                               | -                           | -               | -               | -                                    | -                | 81.60            |
| <b>Total</b>             | <b>6,822.72</b>       | <b>989.84</b>             | <b>535.72</b>                        | <b>7,276.84</b>             | <b>2,069.68</b> | <b>283.24</b>   | <b>-</b>                             | <b>4,923.92</b>  | <b>4,753.03</b>  |
| Previous Year's          | 4,371.76              | 5,167.64                  | 2,716.68                             | 6,822.72                    | 1,911.38        | 173.46          | 15.15                                | 4,753.03         | 2,460.39         |



**QUALITY FOILS (INDIA) LIMITED**
**Notes on Financial Statements for the year ended 31st March, 2026**
**12 NON CURRENT INVESTMENTS**

| Particulars  | As at 31.03.2026 |               |                     | As at 31.03.2025 |                     |
|--|------------------|---------------|---------------------|------------------|---------------------|
|  | Face value       | No. of Shares | AMOUNT              | No. of Shares    | AMOUNT              |
| <b>A. EQUITY SHARES (QUOTED)(At cost) :</b>          |                  |               |                     |                  |                     |
| (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 Power Ltd.                              | 10               | 27            | 0.08                | 27               | 0.08                |
| Total - A  |                  |               | <u>36.66</u>        |                  | <u>36.66</u>        |
| <b>B. EQUITY SHARES (UNQUOTED)(At cost) :</b>        |                  |               |                     |                  |                     |
| (a) UB Stainless Ltd.<br>(PAN: AAACW0404B)           | 10               | 5000          | 0.50                | 5000             | 0.50                |
| (b) Quality Stainless Pvt. Ltd.<br>(PAN: AAACQ0726A) | 10               | 144600        | 2.89                | 144600           | 2.89                |
| Total - B  |                  |               | <u>3.39</u>         |                  | <u>3.39</u>         |
| <b>GRAND TOTAL (A+B)</b>                             |                  |               | <u><u>40.05</u></u> |                  | <u><u>40.05</u></u> |
| Aggregate Market value of quoted investments         |                  |               | 41.75               |                  | 47.41               |

**13 LONG TERM LOANS AND ADVANCES**

(Unsecured and considered good)

Advances to suppliers of capital goods

|          |          |
|----------|----------|
| -        | -        |
| <u>-</u> | <u>-</u> |

**14 OTHER NON CURRENT ASSETS**

(Unsecured and considered good)

Security deposits

|              |              |
|--------------|--------------|
| 54.27        | 61.27        |
| <u>54.27</u> | <u>61.27</u> |

**15 INVENTORIES**

i. Raw Material

ii. Work-in-progress

iii. Finished Goods

iv. Stores, spares and consumables

|                 |                 |
|-----------------|-----------------|
| 47.89           | 432.17          |
| 1,397.39        | 424.04          |
| 292.50          | 753.82          |
| 693.44          | 478.25          |
| <u>2,431.22</u> | <u>2,088.28</u> |

**16 TRADE RECEIVABLES#**

Secured, considered good

Unsecured, considered good

i. Less than six months

ii. More than six months

Doubtful

|                 |                 |
|-----------------|-----------------|
| -               | -               |
| 2,773.09        | 2,403.55        |
| 52.80           | 51.23           |
| -               | -               |
| <u>2,825.89</u> | <u>2,454.79</u> |

# Refer note 29

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

Cash in hand

Balance with Banks in Current Accounts

**(b) Other Bank balances**

In Term deposit accounts

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

|               |               |
|---------------|---------------|
| 0.91          | 0.41          |
| 5.66          | 6.32          |
| 133.15        | 120.85        |
| <u>139.72</u> | <u>127.59</u> |

\*Pledged with Banks as margin money.

**18 SHORT TERM LOANS AND ADVANCES:**

(Unsecured and considered good)

Advance to suppliers

|              |              |
|--------------|--------------|
| 30.30        | 26.88        |
| <u>30.30</u> | <u>26.88</u> |



**QUALITY FOILS (INDIA) LIMITED****Notes on Financial Statements for the year ended 31st March, 2026**

| <b>PARTICULARS</b>  | <b>2025-26</b>   | <b>2024-25</b>   |
|---|------------------|------------------|
| <b>19 OTHER CURRENT ASSETS:</b>   |                  |                  |
| (Unsecured and considered good)   |                  |                  |
| Balance with revenue authorities  | 75.34            | 219.50           |
| Prepaid expenses  | 17.60            | 7.48             |
| Advance Income Tax/TDS (Net)  | 16.40            | 12.74            |
| Other receivables   | 32.90            | 30.78            |
|   | <u>142.24</u>    | <u>270.50</u>    |
| <b>20 REVENUE FROM OPERATIONS</b>                                       |                  |                  |
| Sales of Products   | 18,278.84        | 14,877.87        |
| Job Work  | 116.69           | 204.32           |
| Export Incentives   | 5.44             | 2.55             |
|   | <u>18,400.97</u> | <u>15,084.74</u> |
| <b>21 OTHER INCOME :</b>  |                  |                  |
| Interest received from Bank and others                                  | 71.66            | 33.91            |
| Dividend received   | 0.17             | 0.17             |
| Foreign Currency Fluctuation  | 1.32             | 0.55             |
| Liabilities written off   | 0.64             | 0.06             |
| Rent Received   | 2.40             | 4.82             |
| Profit on sale of fixed assets  | -                | 155.95           |
|   | <u>76.20</u>     | <u>195.45</u>    |
| <b>22 COST OF MATERIAL CONSUMED</b>                                     |                  |                  |
| <b>RAW MATERIAL CONSUMED :</b>  |                  |                  |
| Opeining Stock  | 432.17           | 168.66           |
| Add: Purchases (Net of discounts)                                       | 15,659.19        | 13,213.25        |
|   | <u>16,091.37</u> | <u>13,381.92</u> |
| Less: Closing stock   | 47.89            | 432.17           |
| Cost of Material consumed   | <u>16,043.48</u> | <u>12,949.74</u> |
| <b>23 CHANGES IN INVENTORIES OF FINISHED GOODS AND STOCK-IN-PROCESS</b> |                  |                  |
| Opening Stock of Finished Goods   | 753.82           | 302.21           |
| Opening Stock of work-in-progress                                       | 424.04           | 607.49           |
|   | <u>1,177.86</u>  | <u>909.69</u>    |
| Closing Stock of Finished Goods   | 292.50           | 753.82           |
| Closing Stock of work-in-progress                                       | 1,397.39         | 424.04           |
|   | <u>1,689.89</u>  | <u>1,177.86</u>  |
| Changes in Inventories  | <u>(512.03)</u>  | <u>(268.17)</u>  |
| <b>24 EMPLOYEE BENEFIT EXPENSE</b>                                      |                  |                  |
| Salaries, Wages and Other Benefits                                      | 618.85           | 602.28           |
| Contribution to Provident and Other Funds                               | 46.78            | 44.78            |
| Workmen and staff welfare   | 14.03            | 15.39            |
|   | <u>679.67</u>    | <u>662.45</u>    |
| <b>25 FINANCE COST:</b>   |                  |                  |
| Interest paid to Banks  | 339.61           | 211.77           |
| Interest paid to others   | 89.39            | 4.32             |
| Other Financial/incidental Charges                                      | 16.83            | 15.37            |
|   | <u>445.83</u>    | <u>231.46</u>    |



**QUALITY FOILS (INDIA) LIMITED****Notes on Financial Statements for the year ended 31st March, 2026****26 OTHER EXPENSES****A MANUFACTURING EXPENSES:**

|   |                 |               |
|---|-----------------|---------------|
| Store, Spares and consumables             | 453.61          | 416.92        |
| Power and Fuel                            | 567.87          | 505.31        |
| Job charges paid                          | 28.95           | 14.83         |
| Freight Inward                            | 40.00           | 36.87         |
| Repair and Maintenance - Machinery        | 8.19            | 8.73          |
| Repair and Maintenance - Factory Building | 1.63            | 1.28          |
| Sub-total                                 | <u>1,100.25</u> | <u>983.95</u> |

**B SELLING, ADMINISTRATIVE & OTHERS:**

|  |                        |                        |
|--|------------------------|------------------------|
| Advertisement and publicity            | 0.19                   | 0.66                   |
| Auditors' Remuneration (refer note 31) | 0.65                   | 0.65                   |
| Books and Periodicals                  | 0.17                   | 0.17                   |
| Business Promotion Expense             | 9.31                   | 5.61                   |
| Commission on sales                    | 14.15                  | 15.23                  |
| Quality Allowances                     | 2.08                   | 10.62                  |
| Donations                              | 0.12                   | 0.16                   |
| Fee and Subscription                   | 18.88                  | 18.14                  |
| Freight Outward                        | 95.72                  | 116.21                 |
| Rates and Taxes                        | 0.05                   | 0.04                   |
| Insurance Charges                      | 12.44                  | 10.80                  |
| Legal and Professional Charges         | 2.24                   | 4.25                   |
| General Expenses                       | 4.94                   | 4.72                   |
| Postage and Telephone                  | 4.85                   | 5.13                   |
| Printing and Stationery                | 6.51                   | 3.99                   |
| Rent paid                              | 9.14                   | 43.56                  |
| Repair and Maintenance - misc.         | 2.60                   | 2.08                   |
| Sundry Balances w/off                  | 0.85                   | 0.27                   |
| GST/Input Tax/Service Tax              | -                      | 2.00                   |
| Travelling and Conveyance              | 16.03                  | 25.11                  |
| Vehicles Running and Maintenance       | 14.18                  | 20.75                  |
| Water Expenses                         | 16.32                  | 13.77                  |
| Sub-total                              | <u>231.41</u>          | <u>303.92</u>          |
| <b>GRAND TOTAL</b>                     | <u><u>1,331.66</u></u> | <u><u>1,287.87</u></u> |



## QUALITY FOILS (INDIA) LIMITED

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

(CIN: L27107HR1990PLC030929)

### Notes on Financial Statements for the Year ended 31st March, 2026

#### 27. Share Capital

i.) Authorised Share Capital: The Authorised Share Capital of the Company as on March 31, 2026 is Rs.4,00,00,000/- divided into 40,00,000 Equity Shares of Rs.10/- each.

ii) The company is a public limited company and is listed on SME Platform of National Stock Exchange of India Ltd. (NSE EMERGE).

#### 28. Trade Payables:

(i) Based on the intimation received from supplier(s) 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, 2026 | As at March 31, 2025 |
|---------|--|----------------------|----------------------|
| 1       | Principal amount due outstanding   | -                    | -                    |
| 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 31.03.2026 | Rs. In lakh |          |          |           |       |
|-------------------------|-------------|----------|----------|-----------|-------|
| Particulars             | Less than   | 1 year - | 2 year - | More than | Total |
|                         | 1 year      | 2 year   | 3 year   | 3 year    |       |
| MSME                    | -           | -        | -        | -         | -     |
| Others                  | 87.85       | -        | -        | -         | 87.85 |
| Disputed dues- MSME     | -           | -        | -        | -         | -     |
| Disputed dues- Others   | -           | -        | -        | -         | -     |
| TOTAL                   | 87.85       | -        | -        | -         | 87.85 |

| Ageing as at 31.03.2025 | Rs. In lakh |          |          |           |        |
|-------------------------|-------------|----------|----------|-----------|--------|
| Particulars             | Less than   | 1 year - | 2 year - | More than | Total  |
|                         | 1 year      | 2 year   | 3 year   | 3 year    |        |
| MSME                    | -           | -        | -        | -         | -      |
| Others                  | 238.55      | -        | -        | -         | 238.55 |
| Disputed dues- MSME     | -           | -        | -        | -         | -      |



|                       |               |          |          |          |               |
|-----------------------|---------------|----------|----------|----------|---------------|
| Disputed dues- Others | -             | -        | -        | -        | -             |
| <b>TOTAL</b>          | <b>238.55</b> | <b>-</b> | <b>-</b> | <b>-</b> | <b>238.55</b> |

**29. Trade Receivables Ageing:**

**Ageing as at 31.03.2026**

Rs. In lakh

| Particulars                                      | Not Due        | Less than six months | Six months  | 1 year       | 2 year      | More than 3 years | Total          |
|--|----------------|----------------------|-------------|--------------|-------------|-------------------|----------------|
|  |                |                      | – 1 year    | – 2 year     | – 3 year    | – 3 years         |                |
| Undisputed trade receivables-considered good     | 1197.61        | 1575.48              | 9.20        | 16.03        | 2.64        | -                 | 2800.96        |
| Undisputed trade receivables-considered doubtful | -              | -                    | -           | -            | -           | -                 | -              |
| Disputed trade receivables-considered good       | -              | -                    | -           | -            | -           | 24.92             | 24.92          |
| Disputed trade receivables-considered doubtful   | -              | -                    | -           | -            | -           | -                 | -              |
| <b>TOTAL</b>                                     | <b>1197.61</b> | <b>1575.48</b>       | <b>9.20</b> | <b>16.03</b> | <b>2.64</b> | <b>24.92</b>      | <b>2825.88</b> |

**Ageing as at 31.03.2025**

Rs. In lakh

| Particulars                                      | Not Due        | Less than six months | Six months   | 1 year      | 2 year      | More than 3 years | Total          |
|--|----------------|----------------------|--------------|-------------|-------------|-------------------|----------------|
|  |                |                      | – 1 year     | – 2 year    | – 3 year    | – 3 years         |                |
| Undisputed trade receivables-considered good     | 1360.11        | 1043.45              | 19.18        | 6.97        | 1.95        | 0.60              | 2432.26        |
| Undisputed trade receivables-considered doubtful | -              | -                    | -            | -           | -           | -                 | -              |
| Disputed trade receivables-considered good       | -              | -                    | -            | -           | -           | 22.53             | 22.53          |
| Disputed trade receivables-considered doubtful   | -              | -                    | -            | -           | -           | -                 | -              |
| <b>TOTAL</b>                                     | <b>1360.11</b> | <b>1043.45</b>       | <b>19.18</b> | <b>6.97</b> | <b>1.95</b> | <b>23.13</b>      | <b>2454.79</b> |

**30. Capital Work-in-progress (CWIP):**

Aging schedule as on 31.03.2026

(Rs. In Lakhs)

| CWIP                           | Amount in CWIP for a period of |           |           |                   | Total |
|--------------------------------|--------------------------------|-----------|-----------|-------------------|-------|
|                                | Less than 1 year               | 1-2 years | 2-3 years | More than 3 years |       |
| Projects in progress           | -                              | -         | -         | -                 | -     |
| Projects temporarily suspended | -                              | -         | -         | -                 | -     |



Aging schedule as on 31.03.2025

(Rs. In Lakhs)

| CWIP                           | Amount in CWIP for a period of |           |           |                   | Total |
|--------------------------------|--------------------------------|-----------|-----------|-------------------|-------|
|                                | Less than 1 year               | 1-2 years | 2-3 years | More than 3 years |       |
| Projects in progress           | 81.60                          | -         | -         | -                 | 81.60 |
| Projects temporarily suspended | -                              | -         | -         | -                 | -     |

**31. Auditors' remuneration:**

|   | <u>31.03.2026</u> | <u>31.03.2025</u> |
|---|-------------------|-------------------|
| (a) Statutory audit fee                   | 0.35              | 0.35              |
| (b) Tax audit fee and other certification | 0.30              | 0.30              |

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

|                          | <u>31.03.2026</u> | <u>31.03.2025</u> |
|--------------------------|-------------------|-------------------|
| (a) Bank Guarantees      | 31.92             | 28.92             |
| (b) Corporate Guarantees | 1155.00           | 1585.00           |

**33. 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 - Chairman & Director
- ii. Sh. Tejasvi Bhargava - Managing Director
- iii. Sh. Mohan Lal - Director
- iv. Sh. Birdhi Chand Jain - Chief Financial Officer
- v. Mr Vikas - Company Secretary

Relatives of Key Management Personnel:

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

b. 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. Quality Bioenergy LLP
- iv. Aurum Fabrication

c. Transactions with related parties:

Rs. in lakhs

| Particulars | Nature of relationship | Name of related party | 31 <sup>st</sup> | 31 <sup>st</sup> |
|-------------|------------------------|-----------------------|------------------|------------------|
|             |                        |                       | March.<br>2026   | March.<br>2025   |
| Managerial  | KMP                    | Sh. Kuldip Bhargava   | 42.52            | 61.42            |
|             |                        | Sh. Tejasvi Bhargava  | 39.52            | 49.42            |



|                              |                   |  |                               |                            |
|------------------------------|-------------------|--|-------------------------------|----------------------------|
| Remuneration                 |                   | Sh. Mohan Lal<br>Sh. Birdhi Chand Jain<br>CS Amelia Nelson<br>CS Vikas | 3.66<br>13.34<br>2.30<br>3.19 | 3.42<br>12.58<br>3.53<br>- |
| Interest paid                | KMP               | Sh. Kuldip Bhargava<br>Sh. Tejasvi Bhargava<br>Quality BioGreenPLtd    | 38.49<br>13.99<br>0.82        | 3.30<br>0.72<br>-          |
| Remuneration                 | Relatives of KMP  | Mrs. Divya Bhargava<br>Mrs. Preet Bhargava<br>Mrs. Anita Jain          | 6.22<br>6.22<br>6.23          | 6.22<br>6.22<br>6.23       |
| Sales and other services     | Associate concern | Quality Stainess Pvt Ltd<br>Quality BioenergyLLP<br>Aurum Fabrication  | 152.49<br>2.83<br>0.70        | 72.34<br>3.01<br>0.95      |
| Purchases and other services | Associate concern | Quality Stainess Pvt. Ltd.<br>Quality BioenergyLLP                     | 237.18<br>0.52                | 116.93<br>-                |
| Payable to                   | Associate concern | Quality BioGreen Pvt. Ltd  | 250.83                        | -                          |
| Payable to                   | KMP               | Sh Kuldip Bhargava<br>Sh. Tejasvi Bhargava                             | 541.70<br>-                   | 413.06<br>140.65           |

**34. Additional information:**

(Rs. In Lakhs)

|      |  | Current Year |            | Previous Year |                |
|------|--|--------------|------------|---------------|----------------|
| i)   | Gross Income from Job Work:  |              | 116.69     |               | 204.32         |
| ii)  | Raw material Consumption:  |              |            |               |                |
|      | SS Strips and other goods  |              | 16043.48   |               | 12949.74       |
| iii) | Break-up of consumption of Raw Materials and Stores & Spares into Imported and Indigenous: |              |            |               |                |
| a.   | Raw  | %            | Rs.        | %             | Rs.            |
|      | Imported:  | -            | -          | -             | -              |
|      | Indigenous   | 100          | 16043.48   | 100           | 12949.74       |
| b.   | Stores & Spares:   |              |            |               |                |
|      | Imported:  | 15.81        | 71.70      | 0.53          | 2.22           |
|      | Indigenous   | 84.19        | 381.91     | 99.47         | 414.70         |
| v)   | Value of Imports on CIF Basis-<br>Capital Goods<br>Store & spares                          |              | -<br>71.70 |               | 892.34<br>2.22 |
| vi)  | Earnings in foreign exchange:<br>FOB value of exports                                      |              | 427.17     |               | 166.67         |
| vii) | Expenditure in Foreign Currency:<br>Foreign Travelling                                     |              | 2.25       |               | 4.12           |



**35. Earnings Per share:**

Rs. In lakhs

| S NO. | Particulars  | Current Year | Previous Year |
|-------|--|--------------|---------------|
| 1     | Net profit for computation of Basic and Diluted EPS-<br>From ordinary activities<br>From extraordinary items | 147.07<br>-  | 141.85<br>-   |
| 2     | Weighted average number of equity shares for Basic and Diluted EPS<br>(Previous year at Rs. 10/- each)       | 2854000      | 2854000       |

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

**36. Ratios:**

| Ratios                                   | Numerator                                 | Denominator   | FY 2025-26 | FY 2024-25 | Variance | Reasons for variance                                    |
|--|---|---|------------|------------|----------|---|
| Current Ratio                            | Current Assets                            | Current Liabilities   | 1.20       | 1.17       | 2.56%    | -   |
| Debt-equity ratio                        | Total Borrowings                          | Total equity  | 2.08       | 1.95       | 6.50%    | -   |
| Debt service coverage ratio              | Profit before tax, interest, deprecitaion | Net finance cost+principal repayments of long term borrowings | 0.94       | 0.55       | 71.55%   | due to increase in PBDIT                                |
| Return on Equity                         | Profit after tax                          | Total equity  | 4.65%      | 4.70%      | -1.04%   | -   |
| Inventory turnover (no. of days)         | Average Inventory                         | Cost of production  | 48         | 45         | 5.88%    | -   |
| Trade receivables turnover (no. of days) | Average Trade receivables                 | Sale of products  | 52         | 59         | 11.23%   | -   |
| Trade payables turnover (no. of days)    | Average Trade payables                    | Cost of material consumed+ changes in inventory               | 3.84       | 3.54       | 8.34     | -   |
| Net capital turnover                     | Net sales                                 | Current assets-current liabilities                            | 22.12      | 12.40      | 78.42%   | due to decrease in net w. capital and increase in sales |



|                                 |                                  |                     |         |       |         |                                   |
|---------------------------------|----------------------------------|---------------------|---------|-------|---------|-----------------------------------|
| Net profit margin (%)           | Profit after tax                 | Total revenue       | 0.80    | 0.93  | -14.41% | -                                 |
| Return on capital employed      | Profit before tax and interest   | TNW+ total debts    | 11.32 % | 8.81% | 28.46%  | Due to increase in PBIT           |
| Interest service coverage ratio | PBDIT                            | Interest paid       | 2.10    | 2.80  | -25.15% | Due to increase in financial cost |
| Return on investments           | Current MV – cost of investments | Cost of investments | -       | -     | -       | -                                 |

37. 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.

38. Information available as on date based on Annual Tax Statement in form 26AS; AIS and TIS have been taken into books of accounts.

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

40. 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 '40':

**Auditor's Report**

As per our report of even date attached.

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

**FOR KANSAL JAIN &  
ASSOCIATES**  
Chartered Accountants  
(Firm's registration no. )

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

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

*Akhil Jain*  
(CA AKHIL JAIN)  
Partner  
(M.NO.: 517602 )  
UDIN: 26517602VVLUZU8064  
Place: Hisar  
Dated: May 27, 2026

*Vikas*  
CS VIKAS  
(Company Secretary)

*Birdhi Chand Jain*  
BIRDHI CHAND JAIN  
(Chief Financial Officer)

