

# J MADAN & ASSOCIATES

**CHARTERED ACCOUNTANTS**



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## INDEPENDENT AUDITOR'S REPORT

**To the Members of Qualitek Labs Limited**

**Report on audit of the Financial Statements**

### **Opinion**

We have audited the financial statements of **Qualitek Labs Limited** ("the Company"), which comprise the Balance Sheet as at March 31, 2023, the Statement of Profit and Loss, Statement of Cash Flow, Statement of Equity for the year then ended, and notes to the financial statements, including a summary of the significant accounting policies and other explanatory information (hereinafter referred to as "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 required by the Companies Act, 2013 ("the Act") in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the company as at March 31, 2023, its profit, cash flows and its change in equity for the year ended on that date.

### **Basis for Opinion**

We conducted our audit of the financial information in accordance with the Standards on Auditing ("SA") specified under section 143 (10) of the Act. 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 on the financial statements.

### **Emphasis of Matter**

Without qualifying our opinion, attention is invited to following matter as described below:

As per Section 16 of MSMED Act provides, if payment is not made within the time limit specified under section 15, then the interest payable shall be three times of the bank rate notified by the RBI. However, Referring to Note No. 32 "Disclosure related to MSMEs", During the year, Company recognize interest on dues only for those MSME parties with whom transactions took place during the year or dues are outstanding at the end of the year. To the extent of interest not booked, the profit of the company is overstated. In the absence of information provided by management, we are unable to quantify such overstatement.

Our Opinion is not modified in respect of the matter mentioned in above paragraph.

### **Responsibility of Management and Those Charged with Governance for the Financial Statement**

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 of the Company, Statement of Equity 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 statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.



In preparing the financial statements, the 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 are also responsible for overseeing the Company's financial reporting process.

### **Auditor's Responsibility for the Audit of 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 & Board of Director'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

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 audit of the financial statements of current period and are therefore the key audit matters. We describe these matters in our auditors report unless law or regulation precludes public disclosure about the matter or when, in extreme 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 & Regulatory Requirements**

As required by the Companies (Auditor's Report) Order 2020 ("the Order"), issued by the Central Government of India in terms of sub section(11) of section 143 of the Act and on the basis of such checks of the books and records of the company, as we considered appropriate and according to the information & explanation given to us, we give in the **Annexure "A"**, a statement on the matters specified in Paragraph 3 and 4 of the order, to the extent applicable.

As required by Section 143 (3) of the Act, we report that:

- a) 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.
- b) Proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
- c) The Balance Sheet, the Statement of Profit and Loss, statement of equity and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.
- d) The aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act.



- e) On the basis of the written representations received from the directors taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2023 from being appointed as a director in terms of Section 164 (2) of the Act.
- f) With respect to adequacy of the internal financials control over financial reporting of the company and the operating effectiveness of such controls, refer to our separate report in **"Annexure B"**
- g) 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:
- i. The Company does not have any pending litigations which would impact its financial position.
  - ii. The Company did not have any long-term contracts including derivative contracts having any material foreseeable losses for which provision was required to be made under the applicable law or accounting standard.
  - iii. There are no amounts required to be transferred to the Investor Education and Protection Fund by the Company

For **J Madan & Associates**

Chartered Accountants

FRN: 025913N

Naveen  
Kumar



**Naveen Kumar**

Partner

**M. NO. 536759**

**UDIN: 23536759B6VXAPI530.**

**Place: New Delhi**

**Date: 18/08/2023**



## ANNEXURE "A" TO AUDITORS' REPORT

The Annexure referred to in Independent Auditors' Report to the members of the Company on the standalone financial statements for the year ended March 31, 2023, we report that:

I. In respect of the Company's Property, Plant and Equipment and Intangible Assets:

- (a) (A) The Company has maintained proper records showing full particulars, including quantitative details and situation of Property, Plant and Equipment and relevant details of right-of-use assets.
- (b) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has a program of physical verification of Property, Plant and Equipment so to cover all the assets once every three years, in a phased manner, which, in our opinion, is reasonable having regard to the size of the Company and the nature of its assets. Pursuant to the program, certain Property, Plant and Equipment were due for verification during the year and were physically verified by the Management during the year. According to the information and explanations given to us, no material discrepancies were noticed on such verification.
- (c) According to the information and explanations given to us and on the basis of our examination of the records of the Company, we report that, the title in respect of self-constructed buildings and title deeds of all other immovable properties (other than properties where the company is the lessee and the lease agreements are duly executed in favour of the lessee), disclosed in the financial statements included under Property, Plant and Equipment are held in the name of the Company as at the balance sheet date.
- (d) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has not revalued any of its Property, Plant and Equipment during the year.
- (e) According to the information and explanations given to us and on the basis of our examination of the records of the Company, there are no proceedings initiated during the year or are pending against the Company as at March 31, 2023 for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (as amended in 2016) and rules made thereunder.



- II. (a) According to the information and explanations given to us and on the basis of our examination of records of company, the Company is only involved in the service industry, so it doesn't maintain any kind of stock. However, clause related to physical verification of inventory is not applicable.
- (b) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has not taken any working capital limits in excess of five crore rupees, in aggregate, from banks or Financial Institutions on the basis security of current assets. Accordingly this clause is not applicable.
- III. According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has not made any investments, provided guarantee or security or granted any advances in the nature of loans, secured or unsecured, to companies, firms, Limited Liability Partnerships or any other parties during the year. Accordingly this clause is not applicable.
- IV. According to the information and explanations given to us and on the basis of our examination of the records, the Company has not given any loans, or provided any guarantee or security as specified under Section 185 of the Companies Act, 2013 and the Company has not provided any guarantee or security as specified under Section 186 of the Companies Act, 2013. Further, the Company has complied with the provisions of Section 186 of the Companies Act, 2013 in relation to loans given and investments made.
- V. The Company has not accepted any deposit or amounts which are deemed to be deposits from the public. Hence, reporting under clause 3(v) of the Order is not applicable.
- VI. According to the information and explanations given to us, maintenance of cost records has not been prescribed by the Central Government under sub-section (1) of section 148 of the Companies Act, 2013 for the business activities carried out by the Company. Accordingly, reporting under clause (vi) of the Order is not applicable to the Company.
- VII. In respect of statutory dues:
- (a) The Company does not have liability in respect of Sales tax, Service tax, Duty of excise and Value added tax during the year since effective 1 July 2017, these statutory dues has been subsumed into GST.



According to the information and explanations given to us and on the basis of our examination of the records of the Company, in our opinion, the Company has generally been regular in depositing undisputed statutory dues, including Goods and Services tax, Provident Fund, Employees' State Insurance, Income Tax and other material statutory dues applicable to it with the appropriate authorities.

According to the information and explanations given to us, there are no undisputed amounts payable in respect of Goods and Service tax, Provident Fund, Employees' State Insurance, Income Tax, duty of Excise, Cess and other material statutory dues in arrears as at March 31, 2023 for a period of more than six months from the date they became payable.

- (b) According to the information and explanations given to us, there are no dues of GST, Provident fund, Employees' State Insurance, Income-tax, Sales tax, Service tax, Duty of Customs, Value added tax, Cess or other statutory dues which have not been deposited by the Company on account of disputes

VIII. According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has not surrendered or disclosed any transactions, previously unrecorded as income in the books of account, in the tax assessments under the Income-tax Act, 1961 as income during the year.

- IX. (a) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has not made any default in the repayment of loans to any lender. Accordingly, reporting under clause 3(ix)(a) of the Order is not applicable.
- (b) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has not been declared willful defaulter by any bank or financial institution or government or any government authority.
- (c) During the year, company has taken term loans and has been used it for the object for which they were obtained.
- (d) According to the information and explanations given to us and on an overall examination of the financial statements of the Company, we report that no funds have been used which was raised on short-term basis for long term purposes. Accordingly, reporting under clause 3(ix)(d) of the Order is not applicable.
- (e) According to the information and explanations given to us and on an overall examination of the financial statements of the Company, we report that the Company has not taken any funds from any entity or person on account of or to meet the obligations of its subsidiaries as defined under the Companies Act, 2013. Accordingly, clause 3(ix)(e) of the Order is not applicable.





- (f) According to the information and explanations given to us and procedures performed by us, we report that, the Company has not raised any loans during the year on the pledge of securities held in their subsidiaries, joint ventures or associate companies as defined under the Companies Act 2013. Accordingly, clause 3(ix)(f) of the Order is not applicable.
- X. (a) The Company has not raised moneys by way of initial public offer or further public offer (including debt instruments) during the year. Accordingly, reporting under clause 3(x)(a) of the Order is not applicable.
- (b) According to the information and explanations given to us and on the basis of our examination of the records of the company, during the year, the Company has not made any preferential allotment or private placement of shares convertible debentures (fully or partly). Accordingly, reporting under clause 3(x)(b) of the Order is not applicable.
- XI. (a) Based on examination of the books and records of the Company and according to the information and explanations given to us, considering the principles of materiality outlined in Standards on Auditing, we report that, no fraud by the Company or on the Company has been noticed or reported during the course of the audit.
- (b) According to the information and explanations given to us, no report under sub-section (12) of section 143 of the Companies Act, 2013 has been filed in Form ADT-4 as prescribed under rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government, during the year and up to the date of this report.
- (c) Company has no policy regarding the whistle blower, hence this clause is not applicable.
- XII. According to the information and explanations given to us, the Company is not a Nidhi Company. Accordingly, reporting under clause (xii) of the Order is not applicable.
- XIII. In our opinion and according to the information and explanations given to us, the Company is in compliance with Section 177 and 188 of the Companies Act, 2013 with respect to applicable transactions with the related parties and the details of related party transactions have been disclosed in the financial statements as required by the applicable accounting standards.
- XIV. Based on information and explanations provided to us and our audit procedures, In our opinion, the Company has no internal audit system commensurate with the size and the nature of its business. Accordingly this clause (a) and (b) of the Order is not applicable to the company.
- XV. In our opinion and according to the information and explanations given to us, during the year the Company has not entered into any non-cash transactions with its Directors or persons connected with its directors. and hence, provisions of section 192 of the Companies Act, 2013 are not applicable to the Company.



- XVI. (a) In our opinion, the Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934. Hence, reporting under clause 3(xvi)(a), (b) and (c) of the Order is not applicable.
- (b) In our opinion and according to the information and explanations provided to us during the course of audit, there is no core investment company within the Group (as defined in the Core Investment Companies (Reserve Bank) Directions, 2016) and accordingly reporting under clause 3(xvi)(d) of the Order is not applicable.
- XVII. The Company has not incurred cash losses during the financial year covered by our audit and the immediately preceding financial year.
- XVIII. There has been no resignation of the statutory auditors of the Company during the year. Accordingly, clause 3(xviii) of the Order is not applicable.
- XIX. According to the information and explanations given to us and 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 and our knowledge of the Board of Directors and Management plans and based on our examination of the evidence supporting the assumptions, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit report indicating that Company is not 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. We, however, state that this is not an assurance as to the future viability of the Company. We further state that our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the Company as and when they fall due.
- XX. In our opinion and according to the information and explanations given to us, As CSR is not applicable. Accordingly, clauses 3(xx)(a) and 3(xx)(b) of the Order are not applicable.

For J Madan & Associates

Chartered Accountants

FRN: 025913N

  
Naveen Kumar

Partner

M. NO. 536759

UDIN: 23536759 BGVXAP1530.

Place: New Delhi

Date: 18/08/2023



## **“Annexure B” to the Independent Auditor’s Report**

### **Report on the Internal Financial Controls 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 **Qualitek Labs Limited** (“the Company”) as of March 31, 2023 in conjunction with our audit of the standalone financial statements of the Company for the year ended on that date.

#### **Management’s Responsibility for Internal Financial Controls**

The Company’s management 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 (‘ICAI’). 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, including adherence to company’s policies, 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 Company’s internal financial controls over financial reporting 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”) and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. 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 was 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 judgment, including the assessment of the risks of material misstatement of 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 controls 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:

- (1) Pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company;
- (2) 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 authorizations of management and directors of the company; and
- (3) 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.

### **Inherent 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 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 periods 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.



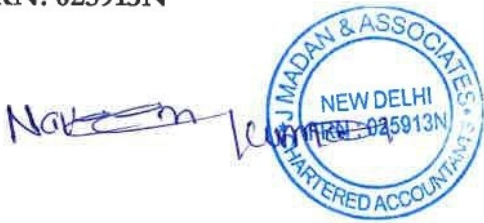
## Opinion

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

For **J Madan & Associates**

Chartered Accountants

FRN: 025913N



**Naveen Kumar**

Partner

M. NO. 536759

UDIN: 23536759BGVXAP1530

Place: New Delhi

Date: 18/08/2023



Standalone Financial Statement of QUALITEK LABS LIMITED  
(Formerly known as "Qualitek Labs Private Limited")

CIN: U74999DL2018PLC334105

Balance Sheet as at 31st March 2023

(Rs in Lacs)

Particulars	Notes	31st March 2023 In Rs.	31st March 2022 In Rs.
<b>EQUITY AND LIABILITIES</b>			
<b>Shareholders' fund</b>			
Share Capital	3	540.75	46.00
Reserves and Surplus	4	448.86	149.18
		<b>989.61</b>	<b>195.18</b>
<b>Non-Current Liabilities</b>			
Long Term Borrowings	5	1033.69	19.88
Long Term Provisions	6	6.67	-
Deferred Tax Liabilities (Net)	7	59.46	39.19
		<b>1099.81</b>	<b>59.07</b>
<b>Current Liabilities</b>			
Short Term Borrowings	8	1310.98	1708.80
Trade Payables			
Total outstanding dues of micro enterprises and small enterprises		<b>94.15</b>	<b>139.12</b>
Total outstanding dues of creditors other than micro enterprises and small enterprises	9	271.85	10.79
Other Current Liabilities	10	188.28	109.40
Short Term Provisions	6	2.71	0.29
		<b>1869.28</b>	<b>1968.69</b>
<b>Total</b>		<b>3958.70</b>	<b>2222.94</b>
<b>ASSETS</b>			
<b>Non-Current Assets</b>			
Property, Plant and Equipment and Intangible Assets			
(a) Property, Plant and Equipment			
(b) Capital Work In Progress	11	1366.50	756.81
Non-Current Investment	12	1485.20	447.15
Long Term Loans & Advances	13	-	0.70
Other Non-Current Assets	14	114.01	169.13
		133.95	86.94
		<b>3099.65</b>	<b>1460.73</b>
<b>Current Assets</b>			
Trade Receivables	15	582.57	219.28
Cash and Bank Balances	16	34.59	101.86
Short Term Loans and advances	17	230.50	439.93
Other Current Assets	18	11.38	1.14
		<b>859.04</b>	<b>762.21</b>
		<b>3958.70</b>	<b>2222.94</b>

Summary of significant accounting policies

1-33

The accompanying notes are an integral part of the financial statements.

As per our report of even date

For J Madan & Associates  
Chartered Accountants

For and on behalf of the Board of Directors of  
Qualitek Labs Limited (Formerly known as "Qualitek Labs Private Limited")

Naveen Kumar  
Partner

M. No.: 536759

FRN No.: 025913N

UDIN: 23536759 BG1VXAP1530

Place: New Delhi

Date: 18/08/2023

Antaryami Nayak  
Director

DIN - 07232463

Place: New Delhi

Date: 18/08/2023

Kamal Grover  
Director

DIN - 07429267

Place: New Delhi

Date: 18/08/2023

Navneet Gupta  
CFO

Place: New Delhi

Date: 18/08/2023

Ashima Bhatnagar  
Company Secretary

M.No.: A25655

Place: New Delhi

Date: 18/08/2023

Standalone Financial Statement of QUALITEK LABS LIMITED  
(Formerly known as "Qualitek Labs Private Limited")  
CIN: U74999DL2018PLC334105

Statement of Profit and Loss for the year ended 31st March 2023

(Rs in Lacs)

Particulars	Notes	31st March 2023 In Rs.	31st March 2022 In Rs.
<b>Revenue</b>			
Revenue from operations(Net)	19	1913.66	1196.57
Other Income	20	21.47	5.16
<b>Total Income (I)</b>		<b>1935.13</b>	<b>1201.73</b>
<b>Expenses</b>			
Direct Expenses	21	424.73	189.43
Employee Benefit Expense	22	365.67	333.51
Finance costs	23	69.65	31.92
Depreciation & Amortization	11	84.44	49.84
Other Expenses	24	593.42	440.49
<b>Total expenses (II)</b>		<b>1537.91</b>	<b>1045.18</b>
<b>Profit before Prior Period Item (I-II)</b>		<b>397.22</b>	<b>156.55</b>
Prior Period Item		3.33	4.01
<b>Profit Before Tax</b>		<b>393.89</b>	<b>152.54</b>
<b>Less: Tax Expenses</b>			
Current tax		79.20	-
Deferred tax		20.27	38.58
<b>Total tax expense</b>		<b>99.47</b>	<b>38.58</b>
<b>Net Profit/(loss) for the year from continuing operations</b>		<b>294.43</b>	<b>113.95</b>
<b>Earnings per equity share</b>			
[Nominal value of share Rs.10 (31st March, 2022 Rs 10)]			
<b>Basic Earning Per Share</b>	25	5.44	24.77
<b>Diluted Earning Per Share</b>		5.44	24.77

Summary of significant accounting policies

1-33

The accompanying notes are an integral part of the financial statements.

As per our report of even date

For J Madan & Associates

Chartered Accountants

For and on behalf of the Board of Directors of

Qualitek Labs Limited(Formerly known as "Qualitek Labs Private Limited")

Naveen Kumar

Partner

M. No.: 536759

FRN No.: 025913N

UDIN: 23536759BGVXAP1530

Place: New Delhi

Date: 18/08/2023

Antaryami Nayak

Director

DIN - 07232463

Place: New Delhi

Date: 18/08/2023

Kamal Grover

Director

DIN - 07429267

Place: New Delhi

Date: 18/08/2023

Navneet Gupta

CFO

Place: New Delhi

Date: 18/08/2023

Ashima Bhatnagar

Company Secretary

M.No.: A25655

Place: New Delhi

Date: 18/08/2023



Standalone Financial Statement of QUALITEK LABS LIMITED  
(Formerly known as "Qualitek Labs Private Limited")  
CIN: U74999DL2018PLC334105

Cash Flow Statement for the year ended 31st March 2023

(Rs in Lacs)

Particulars	31st March 2023 In Rs.	31st March 2022 In Rs.
<b>Cash Flow From Operating Activities</b>		
Net Profit After Tax	314.69	152.54
Add: Depreciation	84.44	49.84
Add: Finance Cost	69.65	31.92
Add: Provision for Gratuity	5.52	-
Less: Accrued Income	(0.02)	(0.04)
Less: Liabilities written off	(15.59)	(4.04)
Add: Bad Debts	0.46	0.35
Add: Prior Period Expenditure	3.33	-
<b>Operating Profit before Working Capital Changes</b>	<b>462.48</b>	<b>230.56</b>
<b>Changes in working Capital requirements</b>		
(Increase)/Decrease in Trade receivable	(363.74)	(99.41)
(Increase)/Decrease in Other Assets	89.77	(101.10)
(Increase)/Decrease in Loans and advances	239.53	(330.60)
Increase/(Decrease) in Trade Payables	217.09	(80.01)
Increase/(Decrease) in other Current Liabilities	94.47	(11.28)
Increase/(Decrease) in Provisions	0.26	-
Increase/(Decrease) in Security Deposit	(37.91)	(60.24)
	<b>701.94</b>	<b>(452.08)</b>
<b>Cash Flow From Operating Activities</b>	<b>726.96</b>	<b>(512.38)</b>
<b>Cash Flow From Investing Activities</b>		
Purchase Of Property, Plants & Equipments	(1732.17)	(173.29)
Sale Of Property, Plants & Equipments	-	-
Sale/(Purchase) of Investments	0.70	-
Long Term Loans & Advances given/received	-	-
Change in Fixed Deposit	(9.10)	-
<b>Cash Flow From Investing Activities</b>	<b>(1740.57)</b>	<b>(173.29)</b>
<b>Cash Flow From Financing Activities</b>		
Issue of Share Capital	31.25	45.00
Proceeds from Security Premium Reserve	468.75	54.00
Proceeds from Long Term Borrowing	1013.81	(1101.50)
Increase/(Decrease) in Short Term Borrowings	(397.82)	1708.80
Finance Cost	(69.65)	(31.92)
<b>Cash Flow From Financing Activities</b>	<b>1046.35</b>	<b>674.39</b>
<b>Net Increase/(Decrease) in Cash and Bank Balance</b>	<b>32.73</b>	<b>(11.28)</b>
Add: Cash & Cash equivalents at the beginning of the year	1.86	13.14
<b>Cash &amp; Cash Equivalents as at the end of the year</b>	<b>34.59</b>	<b>1.86</b>

Summary of significant accounting policies

1-33

The accompanying notes are an integral part of the financial statements.

As per our report of even date

For J Madan & Associates

Chartered Accountants

For and on behalf of the Board of Directors of

Qualitek Labs Limited (Formerly known as "Qualitek Labs Private Limited")

Naveen Kumar

Partner

M. No.: 536759

FRN No.: 025913N

UDIN: 23536759B6VXAP1530

Place: New Delhi

Date: 18/08/2023

Antaryami Nayak

Director

DIN - 07232463

Place: New Delhi

Date: 18/08/2023

Kamal Grover

Director

DIN - 07429267

Place: New Delhi

Date: 18/08/2023

Navneet Gupta

CFO

Place: New Delhi

Date: 18/08/2023

Ashima Bhatnagar

Company Secretary

M.No.: A25655

Place: New Delhi

Date: 18/08/2023

Standalone Financial Statement of QUALITEK LABS LIMITED  
(Formerly known as "Qualitek Labs Private Limited")  
CIN: U74599DL2018PLC334105

Statement of Changes in Equity for the year ended 31st March 2023

Particulars	Share Capital	Securities Premium	Retained Earnings	(Rs in Lacs) Total Equity
Balance in the beginning of the year 01/04/2021	1.00	-	(8.77)	(17.77)
Changes in Equity for the year	45.00	-		45.00
Change in Share Premium		54.00		54.00
Net Profit for the Current Year			113.95	113.95
<b>Balance at the end of the year 31/03/2022</b>	<b>46.00</b>	<b>54.00</b>	<b>95.18</b>	<b>195.18</b>
Balance in the beginning of the year 01/04/2022	46.00	54.00	95.18	195.18
Changes in Equity for the year	494.75	-		494.75
Change of Share Premium		5.25		5.25
Net Profit for the Current Year			294.43	294.43
<b>Balance at the end of the year 31/03/2023</b>	<b>540.75</b>	<b>59.25</b>	<b>389.61</b>	<b>989.61</b>

Summary of significant accounting policies

1-33

The accompanying notes are an integral part of the financial statements.

As per our report of even date

For J Madan & Associates  
Chartered Accountants

*Naveen Kumar*

Naveen Kumar  
Partner  
M. No.: 536759  
FRN No.: 025913N  
UDIN: 23536759 BG V XAP 1530  
Place: New Delhi  
Date: 18/08/2023

For and on behalf of the Board of Directors of  
Qualitek Labs Limited (Formerly known as "Qualitek Labs Private Limited")

*Antaryami Nayak*  
Director  
DIN - 07232463

Place: New Delhi  
Date: 18/08/2023

*Kamal Grover*  
Director  
DIN - 07429267

Place: New Delhi  
Date: 18/08/2023

*Naveet Gupta*  
Naveet Gupta  
CFO

Place: New Delhi  
Date: 18/08/2023

*Ashima Bhatnagar*  
Ashima Bhatnagar  
Company Secretary  
M.No.: A25655

Place: New Delhi  
Date: 18/08/2023

**Notes forming part of the financial statements for the year ended 31st March 2023**

**1 Company overview**

Qualitek Labs Limited (Formerly Qualitek Labs Private Limited / "the Company"), is incorporated in India as a public limited company under the Companies Act, 2013. The Company is engaged in the business of providing Testing, Inspection and Certification services in the fields of Automobiles, Electronics & Electricals, Pharmaceuticals, Environment, Food, Water, Minerals etc. The Company operates state-of-the-art laboratories which are accredited with NABL and other accreditation bodies in India.

**2 Basis of preparation**

The financial statements have been prepared to comply with the Accounting Standards specified under section 133 of the Companies Act, 2013 read with Rule 7 of the Companies (Accounts) Rules 2014 (as amended). The financial statements have been prepared on a going concern basis under the historical cost convention on accrual basis. The accounting policies have been consistently applied by the Company.

All assets and liabilities have been classified as current or non current, wherever applicable as per the operating cycle of the Company as per the guidance as set out in the Schedule III to the Companies Act, 2013.

**2.1 Use of estimates**

The preparation of financial statements in conformity with generally accepted accounting policies requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent liabilities as at the date of the financial statements. The estimates and assumptions used are based on management evaluation of relevant facts and circumstances as on the date of financial statements. Actual results if they differ from those estimates are recognised prospectively in the current and future periods. Any revision to accounting estimates is recognised prospectively in the current and future periods.

**2.2 Significant accounting policies**

**A. Revenue recognition**

**(i) Sale of services:**

Revenue is recognized to the extent that it is probable that economic benefits will flow to the Company and the revenue can be reliably measured. The primary source of revenue of the Company is from providing Testing, Inspection and Certification services. Revenue from rendering of services is recognized on accrual basis in accordance with the terms of underlying agreement. Revenue from time and material contracts is recognised as and when the Company renders the service. Company follows completed service contract method for recognising revenue as per AS 9.

**(ii) Interest and Other income:**

Interest income is recognised on a time proportion basis at the applicable rates.

**B. Property, plant and equipment**

Property, plant and equipment are stated at cost less accumulated depreciation and impairment losses (if any). Cost comprises the purchase price and any costs of bringing the asset to its working condition for its intended use. When an asset is scrapped or otherwise disposed off, the cost and related accumulated depreciation are removed from the books of account and resultant profit or loss, (if any), is reflected in the Statement of Profit and Loss.

Fixed assets under construction and cost of assets not ready for use before the end of financial year are disclosed as capital work-in-progress.

**C. Intangible assets**

Intangible assets comprise of computer software are stated at cost less accumulated amortisation and impairment losses (if any).

**D. Depreciation and amortisation**

Depreciable amount for assets is the cost of an asset, or other amount substituted for cost, less its estimated residual value. Depreciation on property, plant and equipment is provided on Straight line method as per the rates prescribed under Schedule II of the Companies Act, 2013.

The Comparison of useful lives is as follows:

Asset description	Useful life
Plant and equipment	15 years
Computers and mobiles	3 years
Office Equipments	5 years
Vehicles	8 years
Office Furnitures	10 years





Notes forming part of the financial statements for the year ended 31st March 2023

**E. Impairment of assets**

The Company assesses at each balance sheet date whether there is any indication that an asset may be impaired. If any such indication exists, the Company estimates the recoverable amount of the asset. If such recoverable amount of the asset or the recoverable amount of the cash generating unit to which the asset belongs is less than its carrying amount, the carrying amount is reduced to its recoverable amount. The reduction is treated as an impairment loss and is recognised in the statement of profit and loss. If at the balance sheet date there is an indication that a previously assessed impairment loss no longer exists then the recoverable amount is reassessed and the asset is reflected at the recoverable amount subject to a maximum of depreciated historical cost and the same is accordingly reversed in the statement of profit and loss.

**F. Lease/Rent Expense**

Leases where the lessor effectively retains substantially all the risks and benefits of ownership of the leased term, are classified as operating leases. Lease payments under an operating lease are recognised as an expense in the statement of profit and loss on a straight-line method over the lease term.

**G. Employee benefits**

Expenses and liabilities in respect of employee benefits are recorded in accordance with Revised Accounting Standard 15 - Employee Benefits.

**(i) Provident fund**

The Company makes contribution to statutory provident fund in accordance with Employees Provident Fund and (Miscellaneous Provisions) Act, 1952. The plan is a defined contribution plan and contribution paid or payable is recognised as an expense in the period in which services are rendered by the employee.

**(ii) Gratuity**

Gratuity liability is defined benefit obligation and is provided for on the basis of actuarial valuation on projected unit credit method made at the end of financial year.

**(iii) Other short-term benefits**

Compensated absences are recognized as expense in the period to which they pertain, as the same are short term in nature. Expenses in respect of other short-term benefits, if any, are recognized on the basis of the amount paid or payable for the period during which services are rendered by the employee.

**H. Investments**

Investments that are readily realisable and intended to be held for not more than a year are classified as current investments. All other investments are classified as long-term investments. Current investments are carried at lower of cost and fair value determined on an individual investment basis. Long-term investments are carried at cost. However, provision for diminution in value is made to recognise a decline other than temporary in the value of the long term investments.

**I. Taxes on income**

Tax expenses comprises of current tax and deferred tax.

**(i) Current tax**

Current tax is the amount of tax payable on the taxable income for the year as determined in accordance with the applicable tax rates and the provisions of the Income Tax Act, 1961 and other applicable tax laws.

**(ii) Deferred tax**

Deferred tax reflects the impact of current period timing differences between taxable income and accounting income for the period and reversal of timing differences of earlier years. Deferred tax is measured based on the tax rates and tax laws enacted or substantively enacted at the balance sheet date. Deferred tax assets are recognised only to the extent that there is reasonable certainty that sufficient future taxable income will be available against which such deferred tax assets can be realised. Deferred tax asset to the extent it pertains to unabsorbed business loss/ depreciation is recognised only to the extent that there is virtual certainty of realisation based on convincing evidence, as evaluated on a case to case basis.



Notes forming part of the financial statements for the year ended 31st March 2023

**J. Earnings per share**

Basic earnings per share is calculated by dividing the net profit or loss for the period attributable to equity shareholders by the closing number of equity shares outstanding during the period.

Diluted earnings per share is computed by dividing the net profit or loss for the period as adjusted for dividend, interest and other charges relating to the dilutive potential equity shares, by the closing number of equity shares considered for deriving basic earnings per share and the closing number of equity shares which could have been issued on the conversion of all dilutive potential equity shares.

**K. Foreign currency transactions**

**(i) Initial recognition**

Foreign currency transactions are recorded in the reporting currency, by applying to the foreign currency amount the exchange rate between the reporting currency and the foreign currency at the date of the transaction.

**(ii) Conversion**

Foreign currency monetary items are reported using the closing rate. Non-monetary items which are carried in terms of historical cost denominated in a foreign currency are reported using the exchange rate at the date of the transaction; and non-monetary items which are carried at fair value or other similar valuation denominated in a foreign currency are reported using the exchange rates that existed when the values were determined.

**(iii) Exchange differences**

Exchange differences arising on the settlement of monetary items or on reporting company's monetary items at rates different from those at which they were initially recorded during the year, or reported in the previous financial statements, are recognised as income or expense in the year in which they arise.

**L. Contingent liabilities and provisions**

The Company makes a provision when there is a present obligation as a result of a past event where the outflow of economic resources is probable and a reliable estimate of the amount of the obligation can be made.

A disclosure is made for a contingent liability when there is a:

- i) possible obligation, the existence of which will be confirmed by the occurrence/non-occurrence of one or more uncertain events, not fully within the control of the Company; or
- ii) present obligation, where it is not probable that an outflow of resources embodying economic benefits will be required to settle the obligation; or
- iii) present obligation, where a reliable estimate cannot be made.

When there is a present obligation in respect of which the likelihood of outflow of resources is remote, no provision or disclosure is

**M. Cash and cash equivalents**

Cash and cash equivalents comprise of cash at bank, cash in hand and short-term investments with an original maturity of three months or less which are highly liquid and readily convertible to known amounts of cash.

**N. Borrowing Costs**

Borrowing Costs are defined as interest and other costs related to borrowing of funds. Borrowing costs which are directly attributable to acquisition, construction or production of qualifying assets are capitalised as per AS16 - Borrowing Costs. An asset which takes substantial period of time to get ready for its intended use or sale is called qualifying asset.



Notes forming part of the financial statements for the year ended 31st March 2023

3 Share Capital

(Rs in Lacs)

	31st March 2023 In Rs.	31st March 2022 In Rs.
<b>Authorised Share Capital</b>		
1,00,00,000 Equity Shares of Rs. 10/- each (5,00,000 Equity shares of Rs. 10/- each fully paid up as on 31st March 2022)	1000.00	50.00
<b>Issued, Subscribed and Paid-up Share Capital</b>		
54,07,500 Equity Shares of Rs. 10/- each, fully paid up (4,60,000 Equity Shares of Rs. 10/- each fully paid up as on 31st March 2022)	540.75	46.00
	<b>540.75</b>	<b>46.00</b>

Note: The Company issued 463500 equity shares of Rs. 10/- each as bonus shares in the ratio of 6:1 and the same has been allotted on 31st Dec 2022.

a. Reconciliation of shares outstanding at the beginning and at the end of the reporting period

Equity Shares:-

At the beginning of the period

Add: Issued during the year for consideration in cash

Add: Bonus shares issued during the year

**Balance at the end of the period**

	31st March 2023 In Nos.	In Rs.	31st March 2022 In Nos.	In Rs.
At the beginning of the period	4,60,000	46.00	10,000	1.00
Add: Issued during the year for consideration in cash	3,12,500	31.25	4,50,000	45.00
Add: Bonus shares issued during the year	46,350	463.50		
<b>Balance at the end of the period</b>	<b>54,07,500</b>	<b>540.75</b>	<b>4,60,000</b>	<b>46.00</b>

b. Rights, preferences and restrictions attached to shares

**Equity Shares:** The company has one class of equity shares having a par value of Rs.10 per share. Each shareholder is eligible for one vote per share held. The dividend proposed by the Board of Directors is subject to the approval of the shareholders in the ensuing Annual General Meeting, except in case of interim dividend. In the event of liquidation, the equity shareholders are eligible to receive the remaining assets of the Company after distribution of all preferential amounts, in proportion to their shareholding.

c. Details of shares held by shareholders holding more than 5% of the aggregate shares in the Company

S.No	Shareholder Name	31st March 2023 In Nos.	In %	31st March 2022 In Nos.	In %
1	TIC SERVICES PVT. LTD.	54,07,500	99.99%	4,59,999	99.99%
		<b>54,07,500</b>	<b>99.99%</b>	<b>4,59,999</b>	<b>99.99%</b>

As per the records of the company, including its register of shareholders / members and other declarations received from shareholders regarding beneficial interest, the above shareholding represents both legal and beneficial ownership of shares.



Notes forming part of the financial statements for the year ended 31st March 2023

(Rs in Lacs)

d. Shares held by promoters at the end of the year

S.No	Promoter Name	31st March 2023		31st March 2022	
		In Nos.	In %	In Nos.	In %
			% Change in Shareholding		% Change in Shareholding
1	TIC SERVICES PVT. LTD.				
	At the beginning of the period	4,59,999	99.99	9,999	99.99
	Add: Issued during the year for consideration in cash	3,12,500	100	4,50,000	100
	Add: Bonus shares issued during the	46,35,000	100	-	-
	At the end of the period	54,07,499	99.99	4,59,999	99.99
2	ALOK KUMAR AGARWAL				
	At the beginning of the period	1	0.01	1	0.01
	Add: Issued during the year for consideration in cash	-	-	-	-
	Add: Bonus shares issued during the	-	-	-	-
	At the end of the period	1	0.01	1	0.01
		54,07,500	100	4,60,010	100

4 Reserves and Surplus

Securities premium

Opening Balance	54.00
Add: Received during the year	468.75
Less: Bonus share issued	463.50
Closing Balance	59.25
	54.00

Surplus/(Deficit) in the Statement of Profit & Loss

Opening Balance	95.18	(18.77)
Net Profit for the year	294.43	113.95
Closing Balance	389.61	95.18
Total Reserves and Surplus	448.86	149.18



Standalone Financial Statement of QUALITEK LABS LIMITED  
(Formerly known as "Qualitek Labs Private Limited")  
CIN: U74999DL2018PLC334105

Notes forming part of the financial statements for the year ended 31st March 2023

(Rs in Lacs)

**5 Long Term Borrowings**

	31st March 2023 In Rs.	31st March 2022 In Rs.
<b>Secured</b>		
<b>Term loans</b>		
From Banks		
Axis Bank		
Kotak Bank Loan	1019.18	-
<b>Vehicle Loan</b>		
From Banks		
ICICI Bank	14.51	19.88
	<b>1033.69</b>	<b>19.88</b>

**6 Provision**

	Non Current	Current		
	31st March 2023 In Rs.	31st March 2022 In Rs.	31st March 2023 In Rs.	31st March 2022 In Rs.
Provision for Gratuity	6.67	-	2.17	-
Provision for Audit Fees	-	-	0.54	0.29
	<b>6.67</b>	<b>-</b>	<b>2.71</b>	<b>0.29</b>

**7 Deferred Tax Liabilities (Net)**

**Deferred Tax Liability**

Fixed assets: Difference between tax depreciation and depreciation / amortization charged for financial reporting

	31st March 2023 In Rs.	31st March 2022 In Rs.
	61.68	39.27
	<b>61.68</b>	<b>39.27</b>

**Deferred Tax Assets**

Provisions disallowable under Income Tax Act

Pre incorporation expenses u/s 35D of Income Tax Act in future years

	31st March 2023 In Rs.	31st March 2022 In Rs.
	2.23	-
	-	0.08
	<b>2.23</b>	<b>0.08</b>

**Net Deferred Tax Liability/(Assets)**

	31st March 2023 In Rs.	31st March 2022 In Rs.
	<b>59.46</b>	<b>39.19</b>

**8 Short Term Borrowings**

**Secured Loans**

**A. Current Maturities of Long Term Borrowings**

**B. Bank Overdraft**

**Unsecured Loans**

**A. Loan from Related Parties**

TIC Services Pvt. Ltd.

Loan from Director

Loan from ASC Consulting

	31st March 2023 In Rs.	31st March 2022 In Rs.
	136.21	595.31
	336.58	703.51
	818.16	819.50
	-	0.44
	20.00	-
	<b>1310.98</b>	<b>1708.80</b>

\*Bank Overdraft is secured against existing and future current assets and also by Hypothecation of Property(C-40,Sec 57,Noida, UP-201307)

**9 Trade Payables**

Total outstanding dues of micro and small enterprises

Total outstanding dues of creditors other than micro and small enterprises

	31st March 2023 In Rs.	31st March 2022 In Rs.
	95.45	139.42
	271.85	10.79
	<b>367.30</b>	<b>150.21</b>





Standalone Financial Statement of **QUALITEK LABS LIMITED**  
(Formerly known as "Qualitek Labs Private Limited")  
CIN: U74999DL2018PLC334105

Notes forming part of the financial statements for the year ended 31st March 2023

(Rs in Lacs)

As at 31/3/2023

Particulars	Outstanding for following periods from due date of payment				
	Less than 1 Year	1-2 Years	2-3 Years	More than 3 years	Total
Undisputed dues - MSME	82.05	13.39			95.45
Undisputed dues - Others	234.51	9.53	26.44	1.38	271.85
Disputed dues - MSME					
Disputed dues - Others					

As at 31/3/2022

Particulars	Outstanding for following periods from due date of payment				
	Less than 1 Year	1-2 Years	2-3 Years	More than 3 years	Total
Undisputed dues - MSME	94.98	44.44			139.42
Undisputed dues - Others	5.07	5.71			10.79
Disputed dues - MSME					
Disputed dues - Others					
<b>TOTAL</b>	<b>100.06</b>	<b>50.15</b>			<b>150.21</b>

**10 Other Current Liabilities**

Duties and taxes  
PF ESI Payable  
Advance from Customers  
Other Expenses Payable  
Salary Payable

31st March 2023	31st March 2022
In Rs.	In Rs.
8.69	19.54
4.21	1.95
114.02	67.04
37.80	8.39
23.56	12.48
<b>188.28</b>	<b>109.40</b>



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Notes forming part of the financial statements for the year ended 31st March 2023

(Rs in Lacs)

11 Property, Plant and Equipments

Particular	Gross Block			Accumulated Depreciation				Written Down Value			
	Opening Balance as on 1st April 2022	Additions during the year	Capitalized during the year	Sale/disposal during the year	Closing Balance as on 31st Mar 2023	Opening Balance as on 1st April 2022	Provided during the year	Deduction/adjustments during the year	Closing Balance as on 31st Mar 2023	Carrying Amount as on 31st March 2023	Carrying Amount as on 31st March 2022
Computer and Others	10.03	12.35	-	-	22.41	4.34	8.50	-	13.35	9.06	5.19
Office Equipment - Books	5.23	2.00	-	-	7.23	2.08	0.84	-	2.92	4.31	3.15
Office Equipment - OE	1.90	5.55	-	-	3.45	0.55	0.88	-	1.53	1.92	1.25
Furniture and Fixture	32.32	50.35	247.35	-	339.74	4.51	21.87	-	26.48	313.26	27.71
Plant and Machinery	779.40	170.11	199.80	-	1149.33	93.03	47.85	-	140.88	1008.45	686.37
Motor Vehicles	41.05	0.31	-	-	41.89	7.90	4.50	-	12.39	29.49	33.15
Total	869.92	246.32	447.15	-	1564.15	113.11	84.44	-	197.55	1366.50	756.81
Last Year	696.63	170.22	-	-	869.52	63.27	49.84	-	113.11	756.81	633.36

Capital WIP

Particular	Gross Block				Accumulated Depreciation				Written Down Value		
	Opening Balance as on 1st April 2022	Additions during the year	Capitalized during the year	Sale/disposal during the year	Closing Balance as on 31st Mar 2023	Opening Balance as on 1st April 2022	Provided during the year	Deduction/adjustments during the year	Closing Balance as on 31st Mar 2023	Carrying Amount as on 31st March 2023	Carrying Amount as on 31st March 2022
Furniture and Fixture - WIP	247.35	653.33	247.35	-	653.33	-	-	-	-	653.33	247.35
Plant and Machinery - WIP	199.80	831.87	199.80	-	831.87	-	-	-	-	831.87	199.80
Total	447.15	1485.20	447.15	-	1485.20	-	-	-	-	1485.20	447.15
Last Year	447.15	-	-	-	447.15	-	-	-	-	447.15	447.15



Notes forming part of the financial statements for the year ended 31st March 2023

(Rs in Lacs)

**12 Non- Current Investment**

**Other Investments**

**Unquoted**

**(a) Investments in Equity Instruments**

Quality & Testing Infosolution Pvt Ltd (Subsidiary Company)

31st March 2023 In Rs.	31st March 2022 In Rs.
-	0.70
-	0.70
-	0.70

Aggregate amount of unquoted investments

Aggregate provision for diminution in value of investments

Note: As on 31st March 2022, 7000 equity shares of Quality & Testing Infosolutions Pvt. Ltd. of Rs. 10 each fully paid. These equity shares held by company till 25th Nov 2022.

**13 Long Term Loans & Advances**

Income tax refund 2020-21

TDS Receivable (Net of provisions for tax)

Advances given to related parties

31st March 2023 In Rs.	31st March 2022 In Rs.
107.51	39.57
6.50	92.96
114.01	36.59
114.01	169.13

**14 Other Non Current Assets**

**(a) Security Deposits**

**(c) Other Non Current Assets**

FDR

31st March 2023 In Rs.	31st March 22 In Rs.
124.85	86.94
9.10	-
133.95	86.94

**15 Trade Receivables**

Secured, considered good

Unsecured, considered good

31st March 2023 In Rs.	31st March 22 In Rs.
582.57	219.28
582.57	219.28

As at 31/3/2023

Particulars	Outstanding for following periods from the date of payment					
	Less than 6 months	6 months to 1 year	1-2 years	2-3 years	More than 3 Years	Total
(i) Undisputed Trade receivables-considered good	554.79	24.37	3.35	0.07	-	582.57
(ii) Undisputed Trade Receivables-considered doubtful						
(iii) Disputed Trade Receivables considered good						
(iv) Disputed Trade Receivables considered doubtful						
<b>TOTAL</b>	<b>554.79</b>	<b>24.37</b>	<b>3.35</b>	<b>0.07</b>		<b>582.57</b>

As at 31/3/2022

Particulars	Outstanding for following periods from the date of payment					
	Less than 6 months	6 months to 1 year	1-2 years	2-3 years	More than 3 Years	Total
(i) Undisputed Trade receivables-considered good	204.36	3.93	11.00			219.28
(ii) Undisputed Trade Receivables-considered doubtful						
(iii) Disputed Trade Receivables considered good						
(iv) Disputed Trade Receivables considered doubtful						
<b>TOTAL</b>	<b>204.36</b>	<b>3.93</b>	<b>11.00</b>			<b>219.28</b>



Standalone Financial Statement of QUALITEK LABS LIMITED  
(Formerly known as "Qualitek Labs Private Limited")  
CIN: U74999DL2018PLC334105

Notes forming part of the financial statements for the year ended 31st March 2023

(Rs in Lacs)

**16 Cash and Bank Balances**

**Cash & Cash Equivalents**

Cash in hand

Balances with banks

**Other Bank Balances**

Fixed Deposit

31st March 2023 In Rs.	31st March 22 In Rs.
1.00	-
33.59	1.86
	100.00
<b>34.59</b>	<b>101.86</b>

Note: Fixed Deposit (FD) is provided against Bank Guarantee.

**17 Short Term Loans and Advances**

Advance to Vendor

-Related Parties

-Others

GST input credit

31st March 2023 In Rs.	31st March 22 In Rs.
2.00	123.06
169.68	293.68
58.81	23.19
<b>230.50</b>	<b>439.93</b>

**18 Other Current Assets**

Accrued Income

Prepaid Expense

31st March 2023 In Rs.	31st March 22 In Rs.
0.02	0.04
11.37	1.10
<b>11.39</b>	<b>1.14</b>



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Standalone Financial Statement of QUALITEK LABS LIMITED  
(Formerly known as "Qualitek Labs Private Limited")  
CIN: U74999DL2018PLC334105

Notes forming part of the financial statements for the year ended 31st March 2023

(Rs in Lacs)

<b>19 Revenue from Operations</b>	<b>31st March 2023</b>	<b>31st March 2022</b>
	<b>In Rs.</b>	<b>In Rs.</b>
Testing Services	1913.66	1196.57
	<b>1913.66</b>	<b>1196.57</b>
<b>20 Other Income</b>	<b>31st March 2023</b>	<b>31st March 2022</b>
	<b>In Rs.</b>	<b>In Rs.</b>
Interest Income	0.88	0.04
Interest on Income Tax Refund	5.00	1.08
Liabilities Written Back	15.59	4.04
	<b>21.47</b>	<b>5.16</b>
<b>21 Direct Expenses</b>	<b>31st March 2023</b>	<b>31st March 22</b>
	<b>In Rs.</b>	<b>In Rs.</b>
Testing Material Purchase	122.24	45.05
Testing Service Charges	219.32	130.49
Calibration Services	7.87	6.58
Consumable Expenses	7.36	0.42
Packaging Charges	0.03	0.22
Electrical Material	67.73	5.90
Lab Expenses	0.18	0.76
	<b>424.73</b>	<b>189.43</b>
<b>22 Employee Benefit Expenses</b>	<b>31st March 2023</b>	<b>31st March 2022</b>
	<b>In Rs.</b>	<b>In Rs.</b>
Salaries and Wages	317.80	312.35
Staff Welfare Expenses	23.46	9.52
Contribution to Provident and other Funds	18.90	11.64
Contribution to Gratuity	5.52	-
	<b>365.67</b>	<b>333.51</b>
<b>23 Finance Cost</b>	<b>31st March 2023</b>	<b>31st March 2022</b>
	<b>In Rs.</b>	<b>In Rs.</b>
Interest on Loans	65.10	28.34
Bank Charges	0.36	3.52
Interest on TDS & GST	0.01	0.06
Interest on MSME	4.18	-
	<b>69.65</b>	<b>31.92</b>



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Standalone Financial Statement of QUALITEK LABS LIMITED  
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CIN: U74999DL2018PLC334105

Notes forming part of the financial statements for the year ended 31st March 2023

(Rs in Lacs)

**24 Other Expenses**

	31st March 2023 In Rs.	31st March 2022 In Rs.
Rent:		
Office Rent	59.49	52.36
Other Rent	44.38	28.63
Electricity & Water Charges	240.38	187.80
Repair and Maintenance:		
Building	0.00	0.87
Plant & Machinery	9.84	6.08
Repair Others	6.92	2.50
Travelling & Conveyance Exp	66.19	36.05
Postage and Courier Charges	34.58	24.10
Office and Administrative Expenses	25.21	25.95
Printing & Stationery Exp	12.85	4.80
Professional Fees	29.80	23.00
Audit Fee (Refer Note 24.1)	0.60	0.29
Advertisement & Sales Promotion Exp.	12.19	0.33
Bad Debts	0.46	0.35
Diesel Expenses	0.00	18.77
Sample Collection Expense	5.25	2.25
Insurance Charges	5.15	9.76
Security Expenses	5.66	3.99
Rates and Taxes	9.66	2.13
Telephone and Internet Charges	3.40	2.17
Input GST Written off	-	1.25
House Keeping Charges	2.96	1.90
Net Gain/Loss in foreign exchange	2.58	1.13
Other Expenses	7.52	3.94
	8.35	
	<b>593.42</b>	<b>440.49</b>

**24.1 Audit Fees**

Statutory Audit Fees  
Tax Audit Fees

	31st March 2023 In Rs.	31st March 2022 In Rs.
Statutory Audit Fees	0.40	0.18
Tax Audit Fees	0.20	0.11
	<b>0.60</b>	<b>0.29</b>

**25 Earnings per share (EPS)**

Earning attributable to Equity Shareholder  
Number of equity shares outstanding at the end of the financial year

	31st March 2023 In Rs.	31st March 2022 In Rs.
Earning attributable to Equity Shareholder	294.43	113.95
Number of equity shares outstanding at the end of the financial year	54,07,500	4,60,000
<b>Basic Earning Per Share (Rs)</b>	<b>5.4</b>	<b>24.8</b>

Number of equity shares outstanding at the end of the financial year  
**Diluted Earning Per Share (Rs)**

Number of equity shares outstanding at the end of the financial year	54,07,500	4,60,000
<b>Diluted Earning Per Share (Rs)</b>	<b>5.4</b>	<b>24.8</b>



Notes forming part of the financial statements for the year ended 31st March 2023

(Rs in Lacs)

**26 Related Party Disclosures**

**I. Names of related parties and related party relationships**

S. No.	Name of Related Parties	Relation
A.	<b>Related parties where control exists:</b>	
	TIC Services Private Limited	Holding Company
	Quality & Testing Infosolution Pvt. Ltd. (upto 25 November 2022)	Subsidiary Company
	Interstellar Testing Centre Private Limited	Entity under common control
	Quality & Testing Infosolution Pvt. Ltd. (w.e.f. 26 November 2022)	Entity in which Directors are interested
	ASC Consulting Private Limited	Common Director
	ASC Financial Services Private Limited	Common Director
	SKM Realcon Private Limited	Common Director
	A S C B S R And Company LLP	Entity in which Directors are interested
	<b>Key Managerial Personnel (KMPs)</b>	
B.	Mr. Kamal Grover	Director
	Mr. Antaryami Nayak (w.e.f. 9 January 2023)	Director
C.	<b>Non Executive Director</b>	
	Mr. Alok kumar Agarwal	Director
	Mrs. Anju Agarwal (upto 9 January 2023)	Director

**II. Transactions during the year and Balances outstanding at the year end with related parties:**

Name of Related Parties	Nature of Transaction during the year	31st March 2023	31st March 2022
		In Rs.	In Rs.
TIC Services Private Limited	Loan taken	850.71	914.18
	Loan repaid	852.05	888.29
	Short Term Borrowings at year end	818.16	819.50
ASC Consulting Private Limited	Loan taken	20.00	-
	Loan repaid	-	-
	Professional fees	0.01	0.08
	Short Term Borrowings at year end	20.00	-
	Balance payable as at year end	0.57	0.08
Quality & Testing Infosolution Pvt Ltd	Advance given	76.11	99.21
	Repayment received against loan	149.17	3.10
	Software development fees	1.96	0.09
	Purchase of software	3.20	-
	Investment sold	0.70	-
	Advance given at year end	-	123.06
	Balance payable as at year end	3.78	0.10
	Investment made at the year end	-	0.70
Interstellar Testing Centre Private Limited	Revenue from testing services	43.39	5.99
	Outsourced testing expenses	13.84	6.81
	Advance Given	14.07	-
	Repayment received against Loan	12.07	-
	Advance given as at year end	2.00	-
	Balance receivable as at year end	22.88	9.60
	Balance payable as at year end	61.88	6.31
SKM Realcon Private Limited	Rent paid	21.60	-
	Balance payable as at year end	3.89	-
A S C B S R And Company LLP	Professional fees	5.25	5.50
	Balance payable as at year end	1.66	3.24
ASC Financial Services Private Limited	Professional fees	-	6.21
	Balance payable as at year end	-	-



Standalone Financial Statement of QUALITEK LABS LIMITED  
(Formerly known as "Qualitek Labs Private Limited")  
CIN: U74999DL2018PLC334105

Notes forming part of the financial statements for the year ended 31st March 2023

(Rs in Lacs)

Mr. Antaryami Nayak	Advance given	-	31.00
	Repayment received against advance	20.00	4.50
	Advance recoverable as at year end	6.50	26.50
	Investment sold	0.35	
Mr. Alok Kumar Agarwal	Investment sold	0.35	
Mr. Kamal Grover	Reimbursement of Expenses	6.77	9.93
	Loan taken	13.05	6.50
	Loan repaid	13.49	6.50
	Advance given	-	11.59
	Repayment received against advance	10.09	1.50
	Short Term Borrowings at year end	-	0.44
	Advance recoverable as at year end	-	10.09
	Balance payable as at year end	0.12	0.27

27 Earnings/ Expenditure in Foreign Currency

Earnings:

Export of services

Expenditure:

Outsourcing services

31st March 2023	31st March 2022
In Rs.	In Rs.
0.87	
44.47	58.61

\* Above figures are taken on Actual Basis.

28 Gratuity (Disclosure under AS 15)

The Employees Gratuity are defined benefit plan. The Present value of obligation is determined based on the actuarial valuation using the Projected Unit Cost Method, which recognises each period of service as giving rise to additional unit of employee benefit entitlement and measures each unit separately to build up the final obligation.

I. Assumptions	31st March 23 In Rs.	31st March 22 In Rs.
Discount rate (%)	7.40	
Expected rate of salary increase(%)	4	
Attrition Rate(%)		
-Upto 30 Years	45	
-From 31 to 44 Years	45	
-Above 44 Years	45	
Mortality Table	100% of IALM (2012 - 14)	
Retirement Age (Years)	58 Years	
II. Change in present value of obligation	31st March 23 In Rs.	31st March 22 In Rs.
a) Present value of obligation as at the beginning of the period	3.33	
b) Acquisition adjustment	-	
c) Interest cost	0.24	
d) Current service cost	2.43	
e) Past service cost	-	
f) Benefits paid	-	
g) Actuarial (gain)/loss on obligation	2.84	
h) Present value of obligation as at the end of the period	8.84	



Notes forming part of the financial statements for the year ended 31st March 2023

(Rs in Lacs)

III. Changes in the fair value of plan assets	31st March 23 In Rs.	31st March 22 In Rs.
a) Fair value of plan assets at the beginning of the period	-	-
b) Acquisition adjustment	-	-
c) Expected return on plan assets	-	-
d) Contributions	-	-
e) LIC Charges	-	-
f) Benefits paid	-	-
g) Actuarial gain/(loss) on plan assets	-	-
h) Fair value of plan assets at the end of the period	-	-
IV. Fair value of plan assets	31st March 23 In Rs.	31st March 22 In Rs.
a) Fair value of plan assets at the beginning of the period	-	-
b) Acquisition adjustment	-	-
c) Actual return on plan assets	-	-
d) Contributions	-	-
e) LIC Charges	-	-
f) Benefits paid	-	-
g) Fair value of plan assets at the end of the period	-	-
V. Actuarial gain / loss recognized	31st March 23 In Rs.	31st March 22 In Rs.
a) Actuarial gain/(loss) for the period - Obligation	(2.84)	-
b) Actuarial (gain)/loss for the period - Plan Assets	-	-
c) Total (gain)/loss for the period	2.84	-
d) Actuarial (gain) / loss recognized in the period	2.84	-
e) Unrecognized actuarial (gains) / losses at the end of the period	-	-
VI. The amounts to be recognized in balance sheet and related analysis	31st March 23 In Rs.	31st March 22 In Rs.
a) Present value of obligation as at the end of the period	8.84	-
b) Fair value of plan assets as at the end of the period	-	-
c) Funded status / Difference	(8.84)	-
d) Excess of actual over estimated	-	-
e) Unrecognized actuarial (gains)/losses	-	-
f) Net asset/(liability) recognized in balance sheet	(8.84)	-
VII. Expense recognized in the statement of P & L A/C	31st March 23 In Rs.	31st March 22 In Rs.
a) Current service cost	2.43	-
b) Past service cost	-	-
c) Interest cost	0.24	-
d) Expected return on plan assets	-	-
e) Net actuarial (gain)/ loss recognized in the period	2.84	-
f) Expenses recognized in the statement of profit & losses	5.52	-
VII Reconciliation statement of expense in the statement of P&L A/C	31st March 23 In Rs.	31st March 22 In Rs.
a) Present value of obligation as at the end of period	8.84	-
b) Present value of obligation as at the beginning of the period	3.33	-
c) Benefits paid	-	-
d) Actual return on plan assets	-	-
e) Acquisition adjustment	-	-
f) Expenses recognized in the statement of profit & losses	5.52	-





Notes forming part of the financial statements for the year ended 31st March 2023

(Rs in Lacs)

IX. Movements in the liability recognized in the Balance Sheet		31st March 23	31st March 22
		In Rs.	In Rs.
a) Opening net liability		3.33	
b) Expenses as above		5.52	
c) Benefits paid		-	
d) Actual return on plan assets		-	
e) Acquisition adjustment		-	
f) Closing net Liability		8.84	

X. The Major categories of plan assets		31st March 23	31st March 22
		In Rs.	In Rs.
a) Government of India Securities		-	-
b) High Quality Corporate Bonds		-	-
c) Equity Shares of listed companies		-	-
d) Property		-	-
e) Funds Managed by Insurer		-	-

XI Experience Adjustments		31st March 23	31st March 22
		In Rs.	In Rs.
On Plan Liability Gains/(Losses)		(2.87)	

**29 Contingencies & Commitments**

There is no contravention of laws or regulations the effect of which could form the basis for recording a contingent loss provision or a disclosure in the financial statement and there are no other material liabilities or contingent gains or losses which require accrual or disclosure.

There are no significant claims for which the Company would be contingently liable in respect of litigation, if any which may be pending against the Company. There is no litigation pending against any of the employees of the Company for which the Company would be contingently liable either directly or indirectly.

The Company is not involved in any litigation or arbitration proceedings relating to claims or amounts which are material. So far as the Management is aware, no such litigation or arbitration proceedings are pending or threatened.

- 30** The following is the information as required to be disclosed under the Micro, Small and Medium Enterprises Development Act, 2006. The information has been determined to the extent such parties have been identified on the basis of information available with the Company.

**Due to Micro, Small and Medium enterprises as defined under the MSMED Act, 2006**

**The principal amount and the interest due thereon remaining unpaid to any supplier**

	31 March 2023	31 March 2022
	In Rs.	In Rs.
Principal amount due to micro and small enterprises remaining outstanding for more than 45 days	91.27	139.42
Interest due on above	4.18	-
Amount of interest paid by the buyer in terms of section 16 of the MSMED, along with the amounts of payments made to supplier beyond the appointed day	-	-
Amount of interest due and payable for the period of delay in making payment (which have been paid but beyond the appointed day) but without adding the interest specified	-	-
Amount of interest accrued and remaining unpaid	-	-
Amount of further interest due and payable in the succeeding year, until the interest dues as above are actually paid, for disallowance u/s 23	-	-

During the year, Company recognise interest on dues only for those MSME parties with whom transactions took place during the year or dues are outstanding at the end of the year. However, in future any liability arise related to those MSME parties with whom no transaction has been taken place during the year, Company will be liable for the same.

**31 Additional Regulatory Information**

- (i) Summary of Ratio as on 31 March 2023

**A Current Ratio**

Current Assets  
Current Liabilities  
Ratio



As at	As at	Variance
31 March 2023	31 March 2022	(In %)
859.04	762.21	
1869.28	1968.69	
0.46	0.39	19%

Standalone Financial Statement of QUALITEK LABS LIMITED  
(Formerly known as "Qualitek Labs Private Limited")  
CIN: U74999DL2018PLC334105

Notes forming part of the financial statements for the year ended 31st March 2023

(Rs in Lacs)

**B Debt-Equity ratio**

	As at 31 March 2023	As at 31 March 2022	Variance (In %)
Total Debt	2344.67	1728.68	
Shareholder's Equity	989.61	195.18	
<b>Ratio</b>	<b>2.37</b>	<b>8.86</b>	<b>(73%)</b>

(Shareholder's equity increased more as during the year company issued share capital due to which ratio decreased)

**C Debt Service Coverage Ratio**

	As at 31 March 2023	As at 31 March 2022	Variance (In %)
Earnings Available for Debt service	462.48	230.56	
Debt Service	1376.09	1740.72	
<b>Ratio</b>	<b>0.34</b>	<b>0.13</b>	<b>154%</b>

(Ratio increased due to increase in regular earnings of company)

**D Return On Equity Ratio**

	As at 31 March 2023	As at 31 March 2022	Variance (In %)
Net Profit After Tax (PAT)	294.43	113.95	
Average Shareholder's Equity	592.39	88.71	
<b>Ratio</b>	<b>50%</b>	<b>128%</b>	<b>(61%)</b>

(During the year company issued share capital and received high amount of share premium due to which ratio decreased)

**E Inventory turnover ratio**

	As at 31 March 2023	As at 31 March 2022	Variance (In %)
Revenue	-	-	
Average Inventory	-	-	
<b>Ratio</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>

**F Trade Receivables Turnover Ratio -**

	As at 31 March 2023	As at 31 March 2022	Variance (In %)
Sales	1913.66	1196.57	
Average Account Receivable	400.93	169.76	
<b>Ratio</b>	<b>4.77</b>	<b>7.05</b>	<b>(32%)</b>

(Average trade receivables increased as compared to last financial year. Accordingly ratio is decreasing.)

**G Trade Payable Turnover Ratio -**

	As at 31 March 2023	As at 31 March 2022	Variance (In %)
Credit Purchases	1015.12	627.18	
Average Trade Payables	258.75	190.22	
<b>Ratio</b>	<b>3.92</b>	<b>3.30</b>	<b>19%</b>

**H Net Capital Turnover Ratio**

	As at 31 March 2023	As at 31 March 2022	Variance (In %)
Net Sales	1913.66	1196.57	
Average Working Capital	(1108.36)	(638.82)	
<b>Ratio</b>	<b>(1.73)</b>	<b>(1.87)</b>	<b>(8%)</b>

**I Net Profit Ratio**

	As at 31 March 2023	As at 31 March 2022	Variance (In %)
Net profit	294.43	113.95	
Net Sales	1913.66	1196.57	
<b>Ratio</b>	<b>15%</b>	<b>10%</b>	<b>62%</b>

(Ratio increased due to increase in regular earnings of company)



Standalone Financial Statement of QUALITEK LABS LIMITED  
(Formerly known as "Qualitek Labs Private Limited")  
CIN: U74999DL2018PLC334105

Notes forming part of the financial statements for the year ended 31st March 2023

(Rs in Lacs)

**J Return On Capital Employed**

	As at 31 March 2023	As at 31 March 2022	Variance (In %)
Earnings Before Interest & Tax (EBIT)	459.00	180.88	
Capital Employed	3393.73	1963.05	
<b>Ratio</b>	<b>14%</b>	<b>9%</b>	<b>47%</b>
(Ratio increased due to increase in regular earnings of company)			

**K Return On Investment**

	As at 31 March 2023	As at 31 March 2022	Variance (In %)
Earnings from Investments	-	-	
Average Investments	-	-	
<b>Ratio</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>

- (ii) No Immovable property is held by company.
- (iii) During the year, no revaluation was made in Company's property, plant and equipment
- (iv) The Company has borrowings or sanctioned working capital limit from banks or financial institution on the basis of security of current assets. Accordingly quarterly returns or statements of current assets are not require to filed by the company with banks or financial institution.
- (v) The company has not been declared willful defaulter by any bank or financial institution or government or any government authority.
- (vi) The Company has not granted advances(except for the parties mentioned below) in the nature of loans are granted to promoters, Directors, KMPs and the related parties (as defined under Companies Act, 2013,) either severally or jointly with any other person, that are:
- (a) repayable on demand or
- (b) without specifying any terms or period of repayment

**FY 22-23**

Type of Borrower	Name	Amount of loan or advance in the nature of loan outstanding	Percentage to the loans and advances in the nature of loans
Director	Antaryami Nayak	6.50	100%

**FY 21-22**

Type of Borrower	Name	Amount of loan or advance in the nature of loan outstanding	Percentage to the loans and advances in the nature of loans
Director	Kamal Grover	10.09	27.58%
Director	Antaryami Nayak	26.50	72.42%

- (vii) Capital work in progress ageing schedule

**FY 22-23**

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	1485.20	-	-	-	1485.20

**FY 21-22**

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	-	325.20	91.95	30.00	447.15

- (viii) There is no intangible assests under development
- (ix) Company do not hold any benami property under the Benami Transactions (phobition) Act 1988
- (x) Company has borrowings from banks or financial institutions on the basis of security of current assets but not asking for submission of book debt statements.
- (xi) No transactions were made with the companies struck off under section 248 of the Companies Act, 2013 or section 560 of Companies Act, 1956.
- (xii) No charges or satisfaction is yet to be registered with reistrar of companies .  
- In year 2021 , The Company has availed Vehicle Loan facility from ICICI Bank for ₹ 29.70 Lakhs against hpyohecation for the same.
- (xiii) Company has complied with the no. of layers prescribed under clause (87) of section 2 of the Act read with Companies (Restriction on number of layers) Rules, 2017



Notes forming part of the financial statements for the year ended 31st March 2023

(Rs in Lacs)

- (xiv) The Company has not entered into any scheme of arrangement which has an accounting impact on current or previous financial years.
- (xv) The Company has not advanced or loaned or Invested funds to any other person or entity, including foreign entity (Intermediary) with the understanding that the Intermediary shall
- a. directly or Indirectly lend or invest In other persons or entities Identified in any manner whatsoever by or on behalf of the Company (Ultimate Beneficiary) or
  - b. provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiary
- (xvi) The Company has not received any fund from any person or entity, including foreign entity (Funding Party) with the understanding (whether recorded In writing or otherwise) that
- a. 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 Beneficiary) or
  - b. provide any guarantee, security or the like on behalf of the Ultimate Beneficiary
- (xvii) There is no income surrendered or disclosed as income during the current or previous year in the tax assessment under the Income Tax Act, 1961 that has not been recorded in the books of accounts.
- (xviii) The company has not traded or invested in crypto currency or virtual currency during the current or previous year.
- (xix) The company has done assessment to identify Core Investment Company (CIC) (including CICs in the group) as per the necessary guidelines of Reserve Bank of India (including Core Investment Companies (Reserve Bank) Directions, 2016). The company is not CIC and no entities have been identified as CIC in the group, of which company is a part.
- (xx) The Company has not received any whistle-blower complaints during the current or previous year

33 The Company was incorporated on 17 May 2010 as a Private Limited Company under the Companies Act, 2013. During the current financial year, the Company has altered its Memorandum and Articles of Association for conversion into a Public Limited Company and filed an application for the same to the Central Government under Section 18 of the said Act.

On 26 April 2023, the Company has received the approval of the Central Government for conversion into a Public Limited

Company. Accordingly, the name of the Company has been changed from Qualitek Labs Private Limited to Qualitek Labs Limited.

33 Figures for the previous year have been regrouped/reclassified/reinstated, wherever considered necessary.

Summary of significant accounting policies

1-33

The accompanying notes are an integral part of the financial statements.

As per our report of even date

**For J Madan & Associates**

Chartered Accountants

**Naveen Kumar**  
Partner

M. No.: 536759

FRN No.: 025913N

UDIN:

Place: New Delhi

Date: 18/08/2023

**For and on behalf of the Board of Directors of**

**Qualitek Labs Limited (Formerly known as "Qualitek Labs Private Limited")**

**Antaryami Nayal**  
Director

DIN - 07232463

Place: New Delhi

Date: 18/08/2023

**Kamal Grover**  
Director

DIN - 07429267

Place: New Delhi

Date: 18/08/2023

**Navneet Gupta**  
CFO

Place: New Delhi

Date: 18/08/2023

**Ashima Bhatnagar**  
Company Secretary

M.No.: A25655

Place: New Delhi

Date: 18/08/2023