

QUALITEK LABS LIMITED

CIN.U74999DL2018PLC334105

Regd. Office : 73, National Park, Lajpat Nagar IV, New Delhi – 110024

Telephone : 011-41729056/57

Email : info@qualiteklab.com, web : www.qualiteklab.com

BSE Limited

P. J. Towers

Dalal Street, Fort

Mumbai 400 001

Scrip Code: QLL|544091

29 May 2024

Dear Sir / Madam,

Sub: Audited Financial Results pursuant to Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

The meeting of the Board of Directors of the Company held on 29th May 2024, adopted the Audited Financial Results (Standalone) of the Company for the half year and financial year ended on 31st March 2024 including the Statement of Assets and Liabilities and cash flow statement as on the date. The Copy of Audited Financial results alongwith the Independent Auditor's Report is enclosed herewith.

The Meeting commenced at 12:00 Noon and concluded at 01:22 PM.

This is for your information and records.

Thanking you

Yours Sincerely

For Qualitek Labs Limited

ASHIMA
BHATNAGAR

Digitally signed by
ASHIMA BHATNAGAR
Date: 2024.05.29
13:14:07 +05'30'

Ashima Bhatnagar

Company Secretary and Compliance Officer

Corporate Office : C-40, Sector 57, Noida (U.P)201301

Email : company.secretary@qualiteklab.com

Telephone : 0120-4336939

J MADAN & ASSOCIATES

CHARTERED ACCOUNTANTS



25 DDA, LSC, BLOCK M-1, VIKASPURI
NEW DELHI - 110018, DELHI

E-Mail: jmadanassociates@gmail.com

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INDEPENDENT AUDITOR'S REPORT

To the Board of Directors of Qualitek Labs Limited
[CIN: U74999DL2018PLC334105]
Report on the Audit of the Annual Financial Results

Opinion

We have audited the accompanying annual financial results of **Qualitek Labs Limited** ("the Company") for the year ended March 31, 2024 ("the Statement"), attached herewith, being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("Listing Regulations").

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid Statement:

- (i) is presented in accordance with the requirements of Regulation 33 of the Listing Regulations in this regard; and
- (ii) gives a true and fair view in conformity with the recognition and measurement laid down in the applicable accounting standards, and other accounting principles generally accepted in India, of net profit and other financial information of the Company for the year ended March 31, 2024.

Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under Section 143(10) of the Companies Act, 2013 ("Act"). Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Annual Financial Results 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 ("ICAI") together with the ethical requirements that are relevant to our audit of the Statement 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.



Management and Board of Directors' Responsibilities for the Annual Financial Results

The Statement has been prepared on the basis of the annual financial statements. The Company's Management and Board of Directors are responsible for the preparation and presentation of this Statement that give a true and fair view of the net profit and other financial information of the Company in accordance with the Accounting Standards prescribed under Section 133 of the Act read with relevant rules issued thereunder and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations. 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 Statement that give a true and fair view and is free from material misstatement, whether due to fraud or error.

In preparing the Statement, the 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 the Management and Board of Directors either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

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

Auditor's Responsibilities for the Audit of the Annual Financial Results

Our objectives are to obtain reasonable assurance about whether the Statement 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 this Statement.

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 Statement, 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 Act, we are also responsible for expressing our opinion on whether the Company has adequate internal financial controls with reference to financial statements 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 the Management and Board of Directors.
- Conclude on the appropriateness of the Management and Board of Directors 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 Statement 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 Statement, including the disclosures, and whether the Statement 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.

For J Madan & Associates

Chartered Accountants

ICAI Firm Registration No.: 025913N

Naveen

Luma



Naveen Kumar

Partner

Membership No.: 536759

UDIN: 24536759BKCKPS6212

Place: New Delhi

Date: 29/05/2024

Qualitek Labs Limited
(Formerly Qualitek Labs Private Limited)
CIN:- U74999DL2018PLC334105

Statement of Audited Financial Results for the Half Year and Financial Year ended on 31st March 2024, pursuant to Regulations 33 of SEBI (LODR) Regulations, 2015


(Amounts in INR Lakh, unless mentioned)

	Particulars	Half Year ended	Half Year ended	Half Year ended	Financial Year	Financial Year
		on 31/03/2024	on 30/09/2023	on 31/03/2023	ended on 31/03/2024	ended on 31/03/2023
		Audited	Unaudited	Audited	Audited	Audited
	INCOME FROM OPERATIONS:					
I	Revenue from Operations	1669.46	1248.92	1111.79	2918.38	1913.66
II	Other Income	6.39	1.82	2.19	8.21	21.47
III	Total Income (I+II)	1675.85	1250.74	1113.98	2926.59	1935.13
IV	EXPENSES:					
	Cost of Material Consumed	318.16	259.40	266.63	577.56	424.73
	Employees Benefit Expenses	352.14	252.83	195.66	604.97	365.67
	Finance Cost	42.95	47.97	37.43	90.92	69.29
	Depreciation & Ammortization Expense	80.78	59.02	45.04	139.80	84.44
	Other Expenses	569.03	361.87	342.37	930.90	593.78
	Total Expenses (IV)	1363.07	981.09	887.13	2344.16	1537.91
V	Profit before Exceptional & Prior Period Items and Tax (III-IV)	312.78	269.65	226.85	582.43	397.22
VI	Exceptional Items	0.00	0.00	0.00	0.00	0.00
VII	Profit before Prior Period Items and Tax (V-VI)	312.78	269.65	226.85	582.43	397.22
VIII	Prior Period Items	0.00	0.00	0.00	0.00	3.33
IX	Profit before tax (VII-VIII)	312.78	269.65	226.85	582.43	393.89
X	Tax Expenses					
	1 Current Tax	56.88	64.54	45.61	121.42	79.20
	2 Deferred Tax	22.68	4.18	17.90	26.86	20.27
	3 Tax expense for prior years	3.42	0.00	0.00	3.42	0.00
	Total Tax Expenses (X)	82.98	68.72	63.52	151.70	99.47
XI	Profit/(Loss) for the period from continuing operation	229.80	200.93	163.33	430.73	294.43
XII	Profit/(Loss) from discontinuing operation	0.00	0.00	0.00	0.00	0.00
XIII	Tax Expenses of discontinuing operations	0.00	0.00	0.00	0.00	0.00
XIV	Profit/(Loss) from discontinuing operation after tax	0.00	0.00	0.00	0.00	0.00
XV	Profit/(Loss) for the Period (XI+XIV)	229.80	200.93	163.33	430.73	294.43
XVI	Paid-up Equity Share Capital	737.19	540.75	540.75	737.19	540.75
XVII	Reserves & Surplus	2507.71	649.80	448.86	2507.71	448.86
XVIII	Earnings per equity share (Rs.)					
	1 Basic	3.74	3.72	3.02	7.46	5.44
	2 Diluted	3.74	3.72	3.02	7.46	5.44

Notes:

- 1 The above Audited Financial Results have been reviewed by the Audit Committee and approved by the Board of Directors of the Company at their respective meetings held on 29-May-2024.
- 2 The Statutory Auditors of the Company have carried out the Statutory Audit of the above financial results of the Company and have expressed an unmodified opinion on these Results.
- 3 The Company is only having one segment of business i.e. Testing and Inspection Services.
- 4 There are no investor complaints received/pending as on 31st March, 2024.
- 5 Previous year's/period figures have been regrouped/ reclassified/ restated, wherever necessary to confirm to classification of Current year/period.

For Qualitek Labs Limited


Antaryami Nayak
Managing Director



UDIN: 24536759BKCKPS6212


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

(Amounts in Rs. Lakh)

Balance Sheet as at 31st March 2024

Particulars	As at 31st March 2024	As at 31st March 2023
EQUITY AND LIABILITIES		
Shareholders' fund		
Share Capital	737.19	540.75
Reserves and Surplus	2507.71	448.86
	3244.90	989.61
Non-Current Liabilities		
Long Term Borrowings	1016.65	1033.69
Deferred Tax Liabilities (Net)	86.32	59.46
Long Term Provisions	22.60	6.67
	1125.57	1099.82
Current Liabilities		
Short Term Borrowings	208.10	1310.98
Trade Payables:		
- Total outstanding dues of micro & small enterprises	75.54	95.45
- Total outstanding dues of creditors other than micro & small enterprises	162.22	271.85
Other Current Liabilities	231.57	188.82
Short Term Provisions	10.99	2.17
	688.41	1869.27
	5058.88	3958.70
Total		
ASSETS		
Non-Current Assets		
Property, Plant and Equipment and Intangible Assets	2950.93	1366.50
(a) Property, Plant and Equipment	760.64	1485.20
(b) Capital Work-In-Progress	16.50	114.01
Long Term Loans & Advances	159.85	133.95
Other Non-Current Assets	3887.92	3099.66
Current Assets		
Trade Receivables	785.39	582.57
Cash and Bank Balances:		
- Cash & Cash equivalents	40.86	34.59
- Other bank balance	136.28	-
Short Term Loans and advances	188.79	230.50
Other Current Assets	19.64	11.38
	1170.96	859.04
	5058.88	3958.70
Total		

For Qualitek Labs Limited


Antatyami Nayak
Managing Director



UDIN: 24536759BKCK PS6212

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

Cash Flow Statement for the year ended 31st March 2024

(Amounts in Rs. Lakh)

Particulars	For the year ended 31st March 2024	For the year ended 31st March 2023
Cash Flows From Operating Activities:	582.43	393.89
Profit before Tax	139.80	84.44
Add: Depreciation	90.92	69.29
Add: Finance Charges	(0.10)	(0.02)
Less: Accrued Income	(0.73)	(15.59)
Less: Liabilities Written-back	3.40	0.46
Add: Bad Debts	1.69	8.35
Add: Sundry Balances Written-off	-	3.33
Add: Prior Period Expenditure	24.75	5.52
Add: Provision for Gratuity and Leave encashment	842.16	549.67
Operating Profit before Working Capital Changes		
Changes in Working Capital:	(206.23)	(363.74)
(Increase)/Decrease in Trade Receivables	(9.85)	81.42
(Increase)/Decrease in Other Assets	31.70	239.53
(Increase)/Decrease in Loans and Advances	(129.54)	217.09
Increase/(Decrease) in Trade Payables	43.47	94.47
Increase/(Decrease) in Other Current Liabilities	-	0.26
Increase/(Decrease) in Provisions	(35.00)	(37.91)
Increase/(Decrease) in Security Deposits	536.71	780.78
Less: Income Tax Paid/(Refunded)	17.32	54.18
Net Cash From Operating Activities	519.39	726.60
Cash Flows From Investing Activities:	(132.66)	(246.98)
Purchase Of Property, Plants & Equipments	(867.01)	(1485.20)
Acquisition under CWIP	-	0.70
Sale/(Purchase) of Investments	(127.18)	(9.10)
(Increase)/Decrease in Fixed Deposits	(1126.85)	(1740.57)
Net Cash Used in Investing Activities		
Cash Flow From Financing Activities:	196.44	31.25
Issue of Share Capital	1628.12	468.75
Proceeds from Securities Premium	(17.03)	1013.81
Increase/(Decrease) in Long Term Borrowing	(1102.88)	(397.82)
Increase/(Decrease) in Short Term Borrowings	(90.92)	(69.29)
Finance Charges	613.72	1046.70
Net Cash From Financing Activities		
Net Increase in Cash and Cash Equivalents	6.26	32.73
Add: Cash & Cash Equivalents at the beginning of the year	34.59	1.86
Cash & Cash Equivalents as at the end of the year	40.86	34.59
Components of Cash and Cash Equivalents:	0.00	1.00
Cash in hand	-	-
Balances with banks:	40.86	33.59
- Current accounts	40.86	34.59
Total Cash & Cash Equivalents		

Note:

The above cash flows statement has been prepared under the 'Indirect Method' as set out in AS-3 "Cash Flow Statements"

For Qualitek Labs Limited

(Signature)

Antaryami Nayak
Managing Director



UDIN: 24536759BKCKPS6211

QUALITEK LABS LIMITED

BSE Limited
P. J. Towers
Dalal Street, Fort
Mumbai 400 001
Scrip Code: QLL|544091

25 May 2024

Dear Sir / Madam,

Sub: Declaration pursuant to Regulation 33(3) (d) of the SEBI (LODR) Regulations, 2015

I, Antaryami Nayak, Managing Director of Qualitek Labs Limited, hereby declare that M/s J. Madan & Associates, Chartered Accountant, (Firm Registration No. 025913N), Statutory Auditors of the Company, have issued an Audit Report with unmodified opinion on Audited Financial Results (Standalone) of the Company for the half year ended and financial year ended 31st March, 2024.

Kindly take the same on record.

Thanking you,

Yours faithfully,
For Qualitek Labs Limited


Antaryami Nayak
Managing Director