

A background image showing several hands clapping, with a focus on the left hand in the foreground. The hands are in various stages of clapping, and the background is blurred.

UNION QUALITY PLASTICS LIMITED

39th Annual General Meeting

2022-23

INDEX

Union Quality Plastics Limited
(L25209MH1984PLC033595)

209/A, SHYAM KAMAL B, CHS LTD, AGARWAL MARKET, TEJPAL ROAD, VILE PARLE EAST, MUMBAI, MAHARASHTRA-400057

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COMPANY INFORMATION

COMPANY NAME	:	UNION QUALITY PLASTICS LIMITED
CORPORATE IDENTIFICATION NUMBER	:	L25209MH1984PLC033595
INCORPORATED ON	:	28/07/1984
REGISTERED OFFICE	:	209/A, Shyam Kamal B, CHS LTD, Agarwal Market, Tejpal Road, Ville Parle East, Mumbai, Maharashtra- 400057, India.
BOARD OF DIRECTORS	:	Jeethendra Singh Goud Managing Director J K Karthik Singh Director Sudhakar Reddy Pesaladinne Independent Director Gunjarla Ramu Independent Director Jaweri Potival Kiran Bai Director
MANAGEMENT PERSONAL	:	Chief Financial Officer (CFO) Company Secretary cum Compliance Officer
LISTED ON PLATFORM	:	Bombay Stock Exchange (BSE)
AUDITORS	:	M/s. NSVR & Associates LLP Chartered Accountants, Hyderabad M/s. Atluri Ramesh & Associates Company Secretaries, Hyderabad
BANKERS	:	ICICI Bank
SHARE REGISTRAR & TRANSFER AGENT	:	Bigshare Services Private Limited 306, Right Wing, 3 rd Floor, Amrutha Ville, Opp: Yashoda Hospital, Somajiguda, Raj Bhavan Road, Hyderabad, Telangana-500082 Tel. No. 040 40144582 Email: bsshyd@bigshareonline.com , bsshyd1@bigshareonline.com investor@bigshareonline.com
FACTORY	:	UNION QUALITY PLASTICS LIMITED Plot No. 204 & 205, G.I.D.C. Industrial Estate, Umbergaon, Dist. Bulsar, Gujarat-396171

NOTICE

Notice is hereby given that the Thirty-ninth Annual General Meeting of the Company will be held on Wednesday, the 26th day of July, 2023, at 1:00 P.M., through Video Conference ('VC') / Other Audio Visual Means ('OAVM') to transact the following business:

ORDINARY BUSINESS:

- 1. To receive, consider and adopt the Audited Statement of Profit & Loss Account for the year ended 31st March, 2023 and the Balance Sheet as at that date together with the Reports of Board of Directors and the Auditors Report thereon:**

To consider and if thought fit, to pass with or without modification(s), the following resolution as an ordinary Resolution:

“RESOLVED THAT the audited Financial Statements of the Company for the Financial Year ended March 31, 2023 and the reports of the Board of Directors and Auditors thereon laid before this meeting, be and are hereby considered and adopted.”

- 2. To re-appoint Mr. Jeethendra Singh Goud (DIN: 07678735) as Director of the Company, who retires by rotation and being eligible, offers himself for re-appointment as a Director:**

To consider and if thought fit, to pass with or without modification(s), the following resolution as an ordinary Resolution:

“RESOLVED THAT pursuant to provisions of Section 152 of the Companies Act, 2013, Mr. Jeethendra Singh Goud (DIN: 07678735), who retires by rotation at this meeting and being eligible has offered himself for re-appointment, be and is hereby appointed as a Director of the Company, liable to retire by rotation.”

- 3. To appoint M/s. Sagar & Associates, Chartered Accountants, (ICAI Firm Registration No.: 003510S) as Statutory Auditors of the Company and to fix their remuneration:**

To consider and if thought fit, to pass with or without modification(s), the following resolution as an ordinary Resolution:

“RESOLVED THAT pursuant to Section 139, 142 and all other applicable provisions, if any, of the Companies Act, 2013 read with the Companies (Audit and Auditors) Rules, 2014, (including any statutory modification(s) or re-enactment thereof) and pursuant to the recommendations of the Audit Committee and the Board of Directors of the Company, M/s. Sagar & Associates, Chartered Accountants, having registration No.: 003510S be and are hereby appointed as the Statutory Auditors of the Company for term of five consecutive years, who shall hold Office from the conclusion of this 39th Annual General Meeting till the conclusion of the 44th Annual General Meeting to be held in the year 2028 on such remuneration as may be decided by the Board of Directors in consultation with the Statutory Auditors of the Company.”

SPECIAL BUSINESS:

- 4. HIRE/LEASE/SALE OF FACTORY PREMISES OF THE COMPANY SITUATED AT GUJARAT:**

To consider and if thought fit, to pass with or without modification(s), the following resolution as Special Resolution:

“RESOLVED THAT pursuant to Section 180(1)(a) of the Companies Act, 2013 read with the Companies (Management and Administration) Rules, 2014 and the Memorandum and Articles of Association of the Company, consent of the Company be and is hereby accorded, including confirmation of actions taken hitherto, to the Board of Directors of the Company, to hire/lease/sale the factory premises of the Company located at Umbergaon, District Bulsar, Gujarat-396171, in part or full depending upon the feasibility, for a consideration as mutually agreed between the Board of Directors and the hire purchaser/lessee/purchaser as the case may be.”

“RESOLVED FURTHER THAT the Board be and is hereby authorised to do and perform all such acts, deeds, matters and things, as may be necessary, to execute, deliver and perform such agreements, contracts, deeds and other documents and deal with any matters, take necessary steps in the matter as the Board may in its absolute discretion deem necessary, desirable or expedient to give effect to this resolution, and to settle any question that may arise in this regard and incidental thereto, without being required to seek any further consent or approval of the Members or otherwise to the end and intent that the Members shall be deemed to have given their approval thereto expressly by the authority of this resolution.”

5. PURCHASE OF LAND AT ANDHRA PRADESH AND/OR TELANGANA:

To consider and if thought fit, to pass with or without modification(s), the following resolution as Special Resolution:

“RESOLVED THAT consent of the Company be and is hereby accorded, including confirmation of actions taken hitherto, to the Board of Directors of the Company, to purchase land identified/to be identified by the Board of Directors in the State of Andhra Pradesh and/or Telangana for a consideration as mutually agreed between the Board of Directors and the seller.”

“RESOLVED FURTHER THAT the Board be and is hereby authorised to do and perform all such acts, deeds, matters and things, as may be necessary, to execute, deliver and perform such agreements, contracts, deeds and other documents and deal with any matters, take necessary steps in the matter as the Board may in its absolute discretion deem necessary, desirable or expedient to give effect to this resolution, and to settle any question that may arise in this regard and incidental thereto, without being required to seek any further consent or approval of the Members or otherwise to the end and intent that the Members shall be deemed to have given their approval thereto expressly by the authority of this resolution.”

6. APPROVAL FOR RELATED PARTY TRANSACTIONS:

To consider and, if thought fit, to pass with or without modification(s), the following resolution as Special Resolution:

“RESOLVED THAT pursuant to provisions of Section 188 and other applicable provisions, if any, of the Companies Act, 2013 and the Companies (Meetings of Board and its Powers) Rules, 2014 and Regulation 23 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 (including any statutory modification(s) or enactment thereof for the time being in force) and also pursuant to the consent of the Audit Committee and the Board of Directors vide resolutions passed in their respective meetings, the consent of the Shareholders of the Company be and is hereby accorded that all the Material Related Party Transactions as may be entered by the Company during financial year 2023-24 to have limit of `100 Crores (Rupees Hundred Crores only) irrespective of number of transactions carried on jointly or severally as per details as set out under Point C of the explanatory statement to this Notice and that the Board of Directors be and are hereby authorized to perform and execute all such deeds, matters and things including delegation of such authority as may be deemed necessary or expedient to give effect to this resolution and for the matters connected therewith or incidental thereto.”

“RESOLVED FURTHER THAT the Board, be and is hereby authorized to do all such acts, deeds and things and execute all such documents, instruments and writings as may be required and to delegate all or any of its powers herein conferred to any Committee of Directors or Director(s) to give effect to the aforesaid resolution.”

7. SHIFTING OF REGISTERED OFFICE OF THE COMPANY FROM THE STATE OF MAHARASHTRA TO THE STATE OF TELANGANA:

To consider and if thought fit, to pass with or without modification(s), the following resolution as Special Resolution:

“RESOLVED THAT pursuant to the provisions of Section 12, 13 and other applicable provisions, if any, of the Companies Act, 2013 (“Act, 2013”) read with the rules framed thereunder (“Rules”), Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 (“Listing Regulations”) (including any statutory modification(s) or re-enactment thereof for the time being in force) and subject to the approval of Central Government (Powers delegated to Regional Director), and such other approvals, permissions and sanctions as may be required under the provisions of the Act, 2013 or under any other law for the time being in force, the consent of the Members of the Company be and is hereby accorded for shifting the Registered Office of the Company from the “State of Maharashtra” to the “State of Telangana.”

“RESOLVED FURTHER THAT upon shifting of the registered office becoming effective, the existing Clause-II of the Memorandum of Association of the Company be substituted with the following new clause:

“II. The Registered Office of the Company will be situated in the State of Telangana.”

“RESOLVED FURTHER THAT the Board of Directors, Chief Financial Officer and Company Secretary cum Compliance Officer of the Company be and are hereby severally authorised to make necessary application to the Central Government, Regional Director, Registrar of Companies and other regulatory authorities in this matter, to appear before them, to make any modifications, changes, variations, alterations or revisions stipulated by the concerned authorities while according approval or consent, and to do all such acts, deeds, matters and things as may be necessary/incidental/ancillary to give effect to this resolution including execution /signing /filing of necessary forms /documents / affidavits /indemnity /undertakings /declarations as may be required, from time to time.”

“RESOLVED FURTHER THAT the Board of Directors of the Company be and is hereby authorized to engage counsels/consultants/executives/advisors to represent the Company and appear on its behalf before the Central Government, Regional Director, Registrar of Companies, and other regulatory authorities in this matter and obtain the necessary directions and/or Order(s) upon confirmation by the concerned Regulatory Authority and do all such acts, deeds, matters and things as may be necessary to give effect to the above resolution including but not limited to signing, certification and filing of the e-Forms with the Registrar of Companies.”

8. To fix borrowing power of Company upto Rs. 50 Crores for Financial Year 2023-24:

To consider and if thought fit, to pass with or without modification(s), the following resolution as Special Resolution:

“RESOLVED THAT pursuant to the provisions of section 180 (1)(c) and other applicable provisions, if any, of the Companies Act, 2013 including any statutory modifications or any amendments or any substitution or re-enactment thereof, if any, for the time being in force and all other applicable Acts, laws, rules, regulations and guidelines for the time being in force, the consent of the Company be and is hereby accorded to the Board of Directors of the Company for borrowing from time to time as they may think fit, any sum or sums of money not exceeding Rs. 50 Crores (Rupees Fifty Crores only) (excluding money

already borrowed by the Company) on such terms and conditions as the Board may deem fit, whether the same may be secured or unsecured and if secured, whether by way of mortgage, charge or hypothecation, pledge or otherwise in any way whatsoever in any respect of all or any of the Company's assets and effects or properties whether movable or immovable, including stock in trade, notwithstanding that the money to be borrowed together with the money already borrowed by the Company (apart from the temporary loans obtained from the Company's Bankers in the ordinary course of business) and remaining un-discharged at any given time, exceed the aggregate, for the time being, of the Paid-up Capital and free reserves of the Company."

"RESOLVED FURTHER THAT the Board, be and is hereby authorised to do all such acts, deeds and things and execute all such documents, instruments and writings as may be required and to delegate all or any of its powers herein conferred to any Committee of Directors or Director(s) to give effect to the aforesaid resolution."

Union Quality Plastics Limited

Regd. Off. 209/A,
Sham Kamal B, CHS Ltd, Agarwal Market,
Tejpal Road, Ville Parle East,
Mumbai, Maharashtra-400057,
India

Sd/-
Jeethendra Singh Goud
Managing Director
(DIN: 07678735)

Sd/-
Karthik Singh Javvari K
Director
(DIN: 08082707)

Place: Hyderabad

Date: 29/06/2023

NOTES

1. In compliance with the provisions of the Companies Act, 2013 and the rules made thereunder and SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 read with Ministry of Corporate Affairs Circular dated 08/04/2020, 13/04/2020, 05/05/2020 and 13/01/2021 (collectively referred to as 'MCA Circulars') and Circular dated 12/05/2020 and 15/01/2021 issued by the Securities and Exchange Board of India (referred to as 'SEBI Circular'), the AGM of the Company is being held through VC/OAVM on Wednesday, July 26, 2023 at 1:00 P.M.
2. **PURSUANT TO THE PROVISIONS OF THE ACT, A MEMBER ENTITLED TO ATTEND AND VOTE AT THE AGM IS ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE ON HIS/HER BEHALF AND THE PROXY NEED NOT BE A MEMBER OF THE COMPANY. SINCE THIS AGM IS BEING HELD PURSUANT TO THE MCA CIRCULARS THROUGH VC/OAVM, THE REQUIREMENT OF PHYSICAL ATTENDANCE OF MEMBERS HAS BEEN DISPENSED WITH. ACCORDINGLY, IN TERMS OF THE MCA CIRCULARS, THE FACILITY FOR APPOINTMENT OF PROXIES BY THE MEMBERS WILL NOT BE AVAILABLE FOR THIS AGM AND HENCE THE PROXY FORM, ATTENDANCE SLIP AND ROUTE MAP OF AGM ARE NOT ANNEXED TO THIS NOTICE.**
3. Pursuant to the provisions of Section 91 of the Companies Act, 2013, the Register of Members and Share Transfer books of the Company will remain closed from **Thursday, 20th July, 2023** to **Wednesday, 26th July, 2023** both days inclusive.
4. To avoid fraudulent transactions, the identity/signature of the members holding shares in electronic/demat form is verified with the specimen signatures furnished by NSDL/CDSL and that of members holding shares in physical form is verified as per the records of the share transfer agent of the Company. Members are requested to keep the same updated.
5. The Securities and Exchange Board of India (SEBI) has mandated the submission of PAN by every person dealing in the securities market. Members holding shares in electronic form are, therefore, requested to submit the PAN to their depository participants with whom they are maintaining their Demat accounts. Members holding shares in physical form can submit their PAN details to the Company or Bigshare Services Private Limited.
6. In line with the MCA General Circular dated May 5, 2020, the Notice of the AGM along with the Annual Report 2022-23 is being sent only through electronic mode to those Members whose e-mail addresses are registered with the Company/Depositories. The Notice convening the 39th AGM has been uploaded on the website of the Company at www.uqpl.org and may also be accessed on the websites of the Stock Exchange i.e. BSE Limited at www.bseindia.com.
7. To receive shareholders' communications through electronic means, including Annual Reports and Notices, members are requested to kindly register/update their email address with their respective depository participant, where shares are held in electronic form. If, however, shares are held in physical form, members are advised to register their email address with Bigshare Services Private Limited on bsshdy@bigshareonline.com.
8. With a view to help us serve the members better, members who hold shares in identical names and in the same order of names in more than one folio are requested to write to the Company to consolidate their holdings in one folio.
9. Members who still hold share certificates in physical form are advised to dematerialise their shareholding to avail of the numerous benefits of dematerialisation, which include easy liquidity, ease of trading and transfer, savings in stamp duty and elimination of any possibility of loss of documents and bad deliveries.

10. Documents referred to in the Notice and the explanatory statement shall be open for inspection by the members at the registered office of the Company on all working days (Monday to Friday) from 10:00 A.M. to 1:00 P.M. except holidays, up to the date of the meeting.
11. The Company has been maintaining, inter alia, the following statutory registers at its registered office, which are open for inspection in terms of the applicable provisions of Companies Act, 2013 by members and others as specified below:
 - i. Register of contracts or arrangements in which directors are interested under section 189 of the Companies Act, 2013.
 - ii. Register of Directors and Key Managerial Personnel and their shareholding under section 170 of the Companies Act, 2013.
12. Pursuant to Section 72 of the Companies Act, 2013, members holding shares in physical form are advised to file nomination in the prescribed Form SH-13 with the Company's share transfer agent. In respect of shares held in electronic/demat form, the members may please contact their respective depository participant.
13. Corporate members are requested to send in advance, a duly certified copy of the Board Resolution/Power of Attorney authorising their representative to attend the Annual General Meeting.
14. Voting through electronic means –

THE INTRUCTIONS OF SHAREHOLDERS FOR REMOTE E-VOTING ARE AS UNDER:

- i. The voting period begins on 23/07/2023 at 9:00 A.M., and ends on 25/07/2023 at 5:00 P.M. During this period shareholders' of the Company, holding shares either in physical form or in dematerialized form, as on the cut-off date 19/07/2023 may cast their vote electronically. The e-voting module shall be disabled by Bigshare for voting thereafter.
- ii. Shareholders who have already voted prior to the meeting date would not be entitled to vote at the meeting venue.
- iii. Pursuant to SEBI Circular No. **SEBI/HO/CFD/CMD/CIR/P/2020/242 dated 09.12.2020**, under Regulation 44 of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, listed entities are required to provide remote e-voting facility to its shareholders, in respect of all shareholders' resolutions. However, it has been observed that the participation by the public non-institutional shareholders/retail shareholders is at a negligible level.

Currently, there are multiple e-voting service providers (ESPs) providing e-voting facility to listed entities in India. This necessitates registration on various ESPs and maintenance of multiple user IDs and passwords by the shareholders.

In order to increase the efficiency of the voting process, pursuant to a public consultation, it has been decided to enable e-voting to **all the demat account holders, by way of a single login credential, through their demat accounts/ websites of Depositories/ Depository Participants**. Demat account holders would be able to cast their vote without having to register again with the ESPs, thereby, not only facilitating seamless authentication but also enhancing ease and convenience of participating in e-voting process.

- iv. In terms of SEBI circular no. SEBI/HO/CFD/CMD/CIR/P/2020/242 dated December 9, 2020 on e-Voting facility provided by Listed Companies, Individual shareholders holding securities in demat mode are

allowed to vote through their demat account maintained with Depositories and Depository Participants. Shareholders are advised to update their mobile number and email Id in their demat accounts in order to access e-Voting facility.

1. Pursuant to above said SEBI Circular, Login method for e-Voting and joining virtual meetings **for Individual shareholders holding securities in Demat mode** is given below:

Type of shareholders	Login Method
Individual Shareholders holding securities in Demat mode with CDSL	<ol style="list-style-type: none"> 1) Users who have opted for CDSL Easi / Easiest facility, can login through their existing user id and password. Option will be made available to reach e-Voting page without any further authentication. The URL for users to login to Easi / Easiest are https://web.cdslindia.com/myeasi/home/login or visit www.cdslindia.com and click on Login icon and select New System Myeasi. 2) After successful login the Easi / Easiest user will be able to see the e-Voting option for eligible companies where the evoting is in progress as per the information provided by company. On clicking the evoting option, the user will be able to see e-Voting page of BIGSHARE the e-Voting service provider and you will be re-directed to i-Vote website for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting. Additionally, there is also links provided to access the system of all e-Voting Service Providers i.e. BIGSHARE, so that the user can visit the e-Voting service providers' website directly. 3) If the user is not registered for Easi/Easiest, option to register is available at https://web.cdslindia.com/myeasi/Registration/EasiRegistration 4) Alternatively, the user can directly access e-Voting page by providing Demat Account Number and PAN No. from a link www.cdslindia.com home page. The system will authenticate the user by sending OTP on registered Mobile & Email as recorded in the Demat Account. After successful authentication, user will be able to see the e-Voting option where the evoting is in progress, and also able to directly access the system of all e-Voting Service Providers. Click on BIGSHARE and you will be re-directed to i-Vote website for casting your vote during the remote e-voting period.

<p>Individual Shareholders holding securities in demat mode with NSDL</p>	<ol style="list-style-type: none"> 1) If you are already registered for NSDL IDeAS facility, please visit the e-Services website of NSDL. Open web browser by typing the following URL: https://eservices.nsd.com either on a Personal Computer or on a mobile. Once the home page of e-Services is launched, click on the “Beneficial Owner” icon under “Login” which is available under ‘IDeAS’ section. A new screen will open. You will have to enter your User ID and Password. After successful authentication, you will be able to see e-Voting services. Click on “Access to e-Voting” under e-Voting services and you will be able to see e-Voting page. Click on company name or e-Voting service provider name BIGSHARE and you will be re-directed to i-Vote website for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting. 2) If the user is not registered for IDeAS e-Services, option to register is available at https://eservices.nsd.com. Select “Register Online for IDeAS “Portal or click at https://eservices.nsd.com/SecureWeb/IdeasDirectReg.jsp 3) Visit the e-Voting website of NSDL. Open web browser by typing the following URL: https://www.evoting.nsd.com/ either on a Personal Computer or on a mobile. Once the home page of e-Voting system is launched, click on the icon “Login” which is available under ‘Shareholder/Member’ section. A new screen will open. You will have to enter your User ID (i.e. your sixteen digit demat account number hold with NSDL), Password/OTP and a Verification Code as shown on the screen. After successful authentication, you will be redirected to NSDL Depository site wherein you can see e-Voting page. Click on company name or e-Voting service provider name BIGSHARE and you will be redirected to i-Vote website for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting
<p>Individual Shareholders (holding securities in demat mode) login through their Depository Participants</p>	<p>You can also login using the login credentials of your demat account through your Depository Participant registered with NSDL/CDSL for e-Voting facility. After Successful login, you will be able to see e-Voting option. Once you click on e-Voting option, you will be redirected to NSDL/CDSL Depository site after successful authentication, wherein you can see e-Voting feature. Click on company name or e-Voting service provider name and you will be redirected to e-Voting service provider website for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting.</p>

Important note: Members who are unable to retrieve User ID/ Password are advised to use Forget User ID and Forget Password option available at abovementioned website.

Helpdesk for Individual Shareholders holding securities in demat mode for any technical issues related to login through Depository i.e. CDSL and NSDL

Login type	Helpdesk details
Individual Shareholders holding securities in Demat mode with CDSL	Members facing any technical issue in login can contact CDSL helpdesk by sending a request at helpdesk.evoting@cdslindia.com or contact at 022- 23058738 and 22-23058542-43.
Individual Shareholders holding securities in Demat mode with NSDL	Members facing any technical issue in login can contact NSDL helpdesk by sending a request at evoting@nsdl.co.in or call at toll free no.: 1800 1020 990 and 1800 22 44 30

2. Login method for e-Voting for shareholder other than individual shareholders holding shares in Demat mode & physical mode is given below:

- You are requested to launch the URL on internet browser: <https://ivote.bigshareonline.com>
- Click on “**LOGIN**” button under the ‘**INVESTOR LOGIN**’ section to Login on E-Voting Platform.
- Please enter you ‘**USER ID**’ (User id description is given below) and ‘**PASSWORD**’ which is shared separately on you register email id.
 - Shareholders holding shares in **CDSL demat account should enter 16 Digit Beneficiary ID** as user id.
 - Shareholders holding shares in **NSDL demat account should enter 8 Character DP ID followed by 8 Digit Client ID** as user id.
 - Shareholders holding shares in **physical form should enter Event No + Folio Number** registered with the Company as user id.

***Note** If you have not received any user id or password please email from your registered email id or contact i-vote helpdesk team. (Email id and contact number are mentioned in helpdesk section).*

- Click on **I AM NOT A ROBOT (CAPTCHA)** option and login.
- NOTE:** If Shareholders are holding shares in demat form and have registered on to e-Voting system of <https://ivote.bigshareonline.com> and/or voted on an earlier event of any company then they can use their existing user id and password to login.
- If you have forgotten the password: Click on ‘**LOGIN**’ under ‘**INVESTOR LOGIN**’ tab and then Click on ‘**Forgot your password?**’
 - Enter “**User ID**” and “**Registered email ID**” Click on **I AM NOT A ROBOT (CAPTCHA)** option and click on ‘**Reset**’.

(In case a shareholder is having valid email address, Password will be sent to his / her registered e-mail address).

Voting method for shareholders on i-Vote E-voting portal:

- After successful login, **Bigshare E-voting system** page will appear.
- Click on “**VIEW EVENT DETAILS (CURRENT)**” under ‘**EVENTS**’ option on investor portal.
- Select event for which you are desire to vote under the dropdown option.
- Click on “**VOTE NOW**” option which is appearing on the right hand side top corner of the page.

- Cast your vote by selecting an appropriate option “**IN FAVOUR**”, “**NOT IN FAVOUR**” or “**ABSTAIN**” and click on “**SUBMIT VOTE**”. A confirmation box will be displayed. Click “**OK**” to confirm, else “**CANCEL**” to modify. Once you confirm, you will not be allowed to modify your vote.
- Once you confirm the vote you will receive confirmation message on display screen and also you will receive an email on your registered email id. During the voting period, members can login any number of times till they have voted on the resolution(s). Once vote on a resolution is casted, it cannot be changed subsequently.
- Shareholder can “**CHANGE PASSWORD**” or “**VIEW/UPDATE PROFILE**” under “**PROFILE**” option on investor portal.

3. Custodian registration process for i-Vote E-Voting Website:

- You are requested to launch the URL on internet browser: <https://ivote.bigshareonline.com>
- Click on “**REGISTER**” under “**CUSTODIAN LOGIN**”, to register yourself on Bigshare i-Vote e-Voting Platform.
- Enter all required details and submit.
- After Successful registration, message will be displayed with “**User id and password will be sent via email on your registered email id**”.

NOTE: If Custodian have registered on to e-Voting system of <https://ivote.bigshareonline.com> and/or voted on an earlier event of any company then they can use their existing user id and password to login.

- If you have forgotten the password: Click on ‘**LOGIN**’ under ‘**CUSTODIAN LOGIN**’ tab and further Click on ‘**Forgot your password?**’
- Enter “**User ID**” and “**Registered email ID**” Click on **I AM NOT A ROBOT (CAPTCHA)** option and click on ‘**RESET**’.

(In case a custodian is having valid email address, Password will be sent to his / her registered e-mail address).

Voting method for Custodian on i-Vote E-voting portal:

- After successful login, **Bigshare E-voting system** page will appear.

Investor Mapping:

- First you need to map the investor with your user ID under “**DOCUMENTS**” option on custodian portal.
 - Click on “**DOCUMENT TYPE**” dropdown option and select document type power of attorney (POA).
 - Click on upload document “**CHOOSE FILE**” and upload power of attorney (POA) or board resolution for respective investor and click on “**UPLOAD**”.

Note: The power of attorney (POA) or board resolution has to be named as the “**InvestorID.pdf**” (Mention Demat account number as Investor ID.)

 - Your investor is now mapped and you can check the file status on display.

Investor vote File Upload:

- To cast your vote select “**VOTE FILE UPLOAD**” option from left hand side menu on custodian portal.
- Select the Event under dropdown option.
- Download sample voting file and enter relevant details as required and upload the same file under upload document option by clicking on “**UPLOAD**”. Confirmation message will be displayed on the screen and also you can check the file status on display (Once vote on a resolution is casted, it cannot be changed subsequently).

- Custodian can “CHANGE PASSWORD” or “VIEW/UPDATE PROFILE” under “PROFILE” option on custodian portal.

Helpdesk for queries regarding e-voting:

Login type	Helpdesk details
Shareholder’s other than individual shareholders holding shares in Demat mode & Physical mode.	In case shareholders/ investor have any queries regarding E-voting, you may refer the Frequently Asked Questions (‘FAQs’) and i-Vote e-Voting module available at https://ivote.bigshareonline.com , under download section or you can email us to ivote@bigshareonline.com or call us at: 1800 22 54 22.

4. Procedure for joining the AGM/EGM through VC/ OAVM:

For shareholder other than individual shareholders holding shares in Demat mode & physical mode is given below:

- The Members may attend the AGM through VC/ OAVM at <https://ivote.bigshareonline.com> under Investor login by using the e-voting credentials (i.e., User ID and Password).
- After successful login, **Bigshare E-voting system** page will appear.
- Click on “VIEW EVENT DETAILS (CURRENT)” under ‘EVENTS’ option on investor portal.
- Select event for which you are desire to attend the AGM/EGM under the dropdown option.
- For joining virtual meeting, you need to click on “VC/OAVM” link placed beside of “VIDEO CONFERENCE LINK” option.
- Members attending the AGM/EGM through VC/ OAVM will be counted for the purpose of reckoning the quorum under Section 103 of the Companies Act, 2013.

The instructions for Members for e-voting on the day of the AGM/EGM are as under:-

- The Members can join the AGM/EGM in the VC/ OAVM mode 15 minutes before the scheduled time of the commencement of the meeting. The procedure for e-voting on the day of the AGM/EGM is same as the instructions mentioned above for remote e-voting.
- Only those members/shareholders, who will be present in the AGM/EGM through VC/OAVM facility and have not casted their vote on the Resolutions through remote e-Voting and are otherwise not barred from doing so, shall be eligible to vote through e-Voting system in the AGM/EGM.
- Members who have voted through Remote e-Voting will be eligible to attend the EGM. However, they will not be eligible to vote at the AGM/EGM.

Helpdesk for queries regarding virtual meeting:

In case shareholders/ investor have any queries regarding virtual meeting, you may refer the Frequently Asked Questions (‘FAQs’) available at <https://ivote.bigshareonline.com>, under download section or you can email us to ivote@bigshareonline.com or call us at: 1800 22 54 22.

Union Quality Plastics Limited

Regd. Off. 209/A,
Sham Kamal B, CHS Ltd, Agarwal Market,
Tejpal Road, Ville Parle East,
Mumbai, Maharashtra-400057,
India

Sd/-
Jeethendra Singh Goud
Managing Director
(DIN: 07678735)

Sd/-
Karthik Singh Javvari K
Director
(DIN: 08082707)

Place: Hyderabad

Date: 29/06/2023

Explanatory statement under Section 102 of the Companies Act, 2013

A. ITEM No. 4 OF THE NOTICE:

The Board at its Meeting held on 29/06/2023 approved the hire/lease/Sale of the factory premises of the Company located at Plot No. 204 & 205, G.I.D.C. Industrial Estate, Umbergaon, District Bulsar, Gujarat-396171, in part or full depending upon the feasibility.

The Board is of the opinion that the aforesaid resolution is in the best interests of the Company and its shareholders and hence, recommends the resolution for your approval.

None of the Directors/Key Managerial Personnel and their relatives are in any way interested or concerned financially or otherwise in the said Resolution.

B. ITEM No. 5 OF THE NOTICE:

The Board of the Company has plans to expand the business of the Company in the State of Andhra Pradesh and/or Telangana. In this regard, it is proposing to purchase land for future operations of the Company. The Board opines that this resolution is in the interest of the Company. Hence, recommended the resolution for your approval.

None of the Directors/Key Managerial Personnel and their relatives are in any way interested or concerned financially or otherwise in the said Resolution.

C. ITEM No. 6 OF THE NOTICE:

The Board find it necessary to get Shareholders approval for related party transactions which the management may carry during the year.

The details of transactions which the company will probably enter with the related parties are given below for approval.

Name of Related Party	Name of the director or KMP who is related.	Nature of Relationship	Type of Transactions	Amount
Praveena Kumari	Jeethendra Singh Goud Karthik Singh Javvari K Kiran Bai JaweriPotival	Through Relative		
Rajesh Singh	Jeethendra Singh Goud Karthik Singh Javvari K Kiran Bai JaweriPotival	Through Relative		
Ramesh Singh	Jeethendra Singh Goud Karthik Singh Javvari K Kiran Bai JaweriPotival	Through Relative		
Poornima Bai	Jeethendra Singh Goud Karthik Singh Javvari K Kiran Bai JaweriPotival	Through Relative		
J K Viswanath Singh	Jeethendra Singh Goud Karthik Singh Javvari K Kiran Bai JaweriPotival	Through Relative		
Durga Singh	Jeethendra Singh Goud Karthik Singh Javvari K	Through Relative		

	Kiran Bai JaweriPotival		For all type of the transactions defined U/S. 188(1) of the Companies Act, 2013.	Overall limit for all transaction if combined to `100 Crores (Rupees Hundred Crores only) irrespective of transactions carried on jointly or severally.
J K Pavan Singh	Jeethendra Singh Goud Karthik Singh Javvari K Kiran Bai JaweriPotival	Through Relative		
J K Karthik Singh	Jeethendra Singh Goud Kiran Bai JaweriPotival	Through Relative		
Uday Agro & Technology	Jeethendra Singh Goud Karthik Singh Javvari K Kiran Bai JaweriPotival	Through Relative		
Uday Kumar Marketing	Jeethendra Singh Goud Karthik Singh Javvari K Kiran Bai JaweriPotival	Through Relative		
Ikon associates	Jeethendra Singh Goud Karthik Singh Javvari K Kiran Bai JaweriPotival	Through Relative		
UPI Polymers Private Limited	Jeethendra Singh Goud Karthik Singh Javvari K Kiran Bai JaweriPotival	Through Relative		
Aadinath Polyfab Private Limited	Jeethendra Singh Goud Karthik Singh Javvari K Kiran Bai JaweriPotival	Through Relative		
Gokul Kisan Mart Agri Private Limited	Jeethendra Singh Goud Karthik Singh Javvari K Kiran Bai JaweriPotival	Through Relative		
Akshaya Irrigation Product Private Limited	Jeethendra Singh Goud Karthik Singh Javvari K Kiran Bai JaweriPotival	Through Relative		
Gokul Agriculture Implementing Agency	Jeethendra Singh Goud Karthik Singh Javvari K Kiran Bai JaweriPotival	Through Relative		

D. ITEM No. 7 OF THE NOTICE:

Presently, Registered Office of the Company is situated in the State of Maharashtra at 209/A, Sham Kamal Building, CHS Ltd, Agarwal Market, Tejpal Road, Vile Parle East, Mumbai, Maharashtra-400057.

Majority of the administration and allied operations of the Company are carried out at Hyderabad in the State of Telangana.

The registered office of the Company being at very distant place, the management has been facing operational difficulties in managing the affairs of the Company. Also, since the registered office is situated in a remote location, it results in delay in receipt of the correspondences from the various authorities, and consequently, delay in actionable, especially which require the execution in a time bound manner.

In view of the above, the Board of Directors of the Company at their meeting held on 29/06/2023 has approved to shift the Registered Office of the Company from the “State of Maharashtra” to the “State of Telangana” considering, inter alia, the following reasons:

- To exercise the better administrative and economic control over the Company;
- To increase operational and management efficiency;
- To integrate business functions, and optimization of administrative expenses.

The shifting of Registered Office will not be prejudicial to the interest of any employees, shareholders, creditors or any other stakeholders.

In terms of Section 12, 13, 110 and other applicable provisions of the Act, 2013 read with Rules made thereunder, such shifting of Registered Office from one state to another and consequent alteration of the Memorandum of Association (“MOA”) requires the approval of the Members of the Company by way of Special Resolution and approval of the Central Government (power delegated to Regional Director).

The Board of Directors recommends the resolution set forth in item no. 7 for the approval of the Members by way of a Special Resolution in the best interests of the Company.

None of the Directors/Key Managerial Personnel and their relatives are in any way interested or concerned financially or otherwise in the said Resolution.

E. ITEM No. 8 OF THE NOTICE:

The management has vision to grow and get a Company in a better status with better sales and profits. To grow, The Company needs funds for expansion plans, gaining access to new markets, increase production, etc.

The Board has felt the need to borrow monies from financial World from time to time as they may think fit not exceeding Rs. 50 Crores (excluding the money already borrowed) on such terms and conditions as the Board may deem fit.

None of the Directors/Key Managerial Personnel and their relatives are in any way interested or concerned financially or otherwise in the aforesaid said Resolution.

Union Quality Plastics Limited

Regd. Off. 209/A,
Sham Kamal B, CHS Ltd, Agarwal Market,
Tejpal Road, Ville Parle East,
Mumbai, Maharashtra-400057,
India

Sd/-
Jeethendra Singh Goud
Managing Director
(DIN: 07678735)

Sd/-
Karthik Singh Javvari K
Director
(DIN: 08082707)

Place: Hyderabad

Date: 29/06/2023

BOARD OF DIRECTORS'REPORT

The Directors have pleasure in presenting their 39th Annual Report together with Audited Accounts of the Company for the year ended 31st March 2023.

1. FINANCIAL PERFORMANCE & OPERATIONS:

(Amount in Rs.)

Particulars	31 st March 2023	31 st March 2022
Total Income	8,73,244	2,09,72,424
Total Expenses	1,96,19,271	7,50,05,593
Profit/(Loss) before tax	(1,87,46,027)	(5,40,33,170)
Net Profit for the period	(1,89,24,632)	(5,38,58,983)
Other Comprehensive Income	0	0
Total Comprehensive Income	(1,89,24,632)	(5,38,58,983)
Earnings per Share (Basic and Diluted) (Rs.)	(2.73)	(7.78)

2. DIVIDEND:

The Board of Directors had not recommended any dividend for this year.

3. TRANSFER TO RESERVES:

During the year, the Company has not transferred any amount to reserves due to losses.

4. FIXED DEPOSIT:

The Company did not invite or accept deposit from public during the year under review.

5. PLASTICS INDUSTRY OUT LOOK AND OPPORTUNITIES:

Availability of raw materials supply as well as prices remain stable which lead to manage the equation between production cost and profitability. There is increase in competition due to new entrant in these over-crowded industries that leads to lower margin of our products. The company is taking all necessary steps to maintain the optimum level of production and provide best service to customers. The company is looking for new markets where margin is high.

6. QUALITY MANAGEMENT:

The company is committed to supply products and services confirming to customers' requirements by involving employees, vendors sub- contractors and customers to achieve its vision of being a cost- efficient global suppliers of quality products.

7. PARTICULARS OF EMPLOYEES:

The information required pursuant to Section 197 read with Rule, 5 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 in respect to employees of the Company, will be provided on request.

8. DIRECTORS:

During the Financial Year 2022-23 there has been following changes in Board of Directors. The Board of Directors during the Financial Year 2022-23 are as follows:-

S. No.	Name of the Director	Designation	Date of change
1.	Jeethendra Singh Goud	Managing Director	-
2.	J K Karthik Singh	Director	-
3.	J P Pavan Singh	Director	Resigned with effect from 05/09/2022.
4.	Kiran Bai JaweriPotival	Director	Appointed with effect from 05/09/2022
5.	Sudhakar Reddy Pesaladinee	Director	Appointed with effect from 05/09/2022
6.	Ramu Gunjarla	Director	Appointed with effect from 05/09/2022

9. MEETINGS OF THE BOARD OF DIRECTORS:

The Board of Directors of the Company met 5 times during the last financial year on the following dates: 30/05/2022, 13/08/2022, 05/09/2022, 14/11/2022 and 14/02/2023.

11. DECLARATION BY INDEPENDENT DIRECTORS:

The independent directors have submitted the declaration of independence, as required pursuant to section 149(7) of the Companies Act, 2013 stating that they meet the criteria of independence as provided in section 149 (6) of the said Act.

12. MANAGERIAL REMUNERATION:

The Company has paid Managerial Remuneration to Key Managerial Persons. The Board of Directors has framed a Remuneration Policy that assures the level and composition of remuneration is reasonable and enough to attract, retain and motivate Directors, Key Managerial Personnel and Senior Management to enhance the quality required to run the Company successfully. All the Board Members and Senior Management personnel have affirmed time to time implementation of the said Remuneration policy. The Managerial Remuneration which is paid to Key Managerial personal(s) are provided in Annexure B 'MGT-9' provided with this Director's Report.

13. LOANS, GUARANTEES AND INVESTMENTS IN ACCORDANCE WITH SECTION 186:

Loans, guarantees and investments if any are covered under Section 186 of the Companies Act, 2013 form part of the Notes to the financial statements provided in this Annual Report.

14. MATERIAL CHANGES AND COMMITMENTS:

There have been no material changes and commitments affecting the financial position of the Company, which have occurred between the end of the financial year and the date of this Report.

15. CODE OF CONDUCT:

The Board of Directors has laid down a Code of Conduct applicable to the Board of Directors and Senior Management. All the Board Members and Senior Management personnel have affirmed compliance with the code of conduct.

16. DIRECTOR’S RESPONSIBILITY STATEMENTS:

To the best of their knowledge and belief and according to the information and explanations obtained by them, your Directors make the following statements in terms of Section 134(3)(C) of the Companies Act,2013:

- a. That in the preparation of the annual financial statements for the year ended 31st March, 2023, the applicable accounting standards have been followed along with proper explanation relating to materials departures, if any;
- b. That such accounting policies as mentioned in Notes of the Financial Statements have been selected and applied consistently and judgment and estimates have been made that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company as at 31st March, 2023, and of the Loss of the Company for the year ended on that date.
- c. That proper and sufficient care has been taken for the maintenance of adequate accounting records in accordance with provisions of the Companies Act, 2013 for safeguarding the assets of the Company and preventing and detecting fraud and other irregularities;
- d. That the annual Financial statements has been prepared on-going concern basis;
- e. That proper internal financial controls were in place and that the financial controls were adequate and were operating effectively;
- f. That systems to ensure compliances with the provisions of all applicable laws were in place and were adequate and operating efficiency.

17. CONSERVATION OF ENERGY, ABSORPTION OF TECHNOLOGY AND FOREIGN EXCHANGE AND OUTGO:

The information on conservation of energy, technology absorption and foreign exchange earnings and outgo stipulated under Section 134 (3) (m) of the Companies Act, 2013 is given below:

A. Conservation of Energy:

Continues monitoring and awareness amongst employees has helped to avoid waste of energy. Adequate measures had helped in reducing the consumption of energy and overall electricity bill.

It is planned to extend the measures taken during the current year which yielded satisfactory results, to other areas/equipment/offices.

B. Technology Absorption:

Company has not incurred major expenditure on R&D activity during the year under review; however, the company is searching various technology and method which will help in reducing the consumption of energy, increase in input/output ration produce internationally acceptable quality products, company have the ISO 9001:2000 Certificate.

Information regarding technology imported during the last five years:

- a. Technology imported : No
- b. Year of Import : No
- c. Has technology been fully absorbed : N.A.
- e. If not fully absorbed, are as where : N.A.
this has not taken place, reasons
therefore, and future plans of actions

C. Foreign Exchange:

The foreign exchange used and earned during the year:

Particulars	Current Period	Previous Period
Foreign Exchange Earning	--	--
Foreign Exchange Outgo	--	--

18. RELATED PARTY TRANSACTION AND DETAILS OF LOANS, GUARANTEES, INVESTMENT & SECURITIES PROVIDED:

Information about Related Party transactions if any, are provided in the financial statements.

19. AUDITORS:

1.) STATUTORY AUDITOR: -

NSVR & Associates LLP, Chartered Accountants, Hyderabad (Firm Registration No. 008801S/S200060), Statutory Auditors of the Company have resigned from their office. To fill the casual vacancy caused due to the resignation of NSVR & Associates LLP, Chartered Accountants, the Board has recommended to members for the appointment of M/s. Sagar & Associates, Chartered Accountants, having registration No.: 003510S as Statutory Auditors for a period of five years on a remuneration as may be determined by Board of Directors and the Statutory Auditors.

2). SECRETARIAL AUDITOR:

Pursuant to the provisions of Section 204 of the Companies Act, 2013 and Rules made thereunder, the Company has appointed, M/s. Atluri Ramesh & Associates, Company Secretaries, Hyderabad, on remuneration as determined by Board of Directors to undertake the Secretarial Audit of the Company. Secretarial Audit Report for the year 2022-23 issued by M/s. Atluri Ramesh & Associates, Company Secretaries, Hyderabad, in the prescribed Form MR-3 is annexed to this Report.

3). INTERNAL AUDITOR:

The Company has appointed Mr. Sayed Shahnawaz Nazir as Internal Auditor for F.Y. 2023-24 who conducts regular Internal Checks, Audits and reports the Board of Directors of the Company.

20. STATEMENT ON AUDITOR'S OBSERVATION:

Statement on Statutory Auditor's observation:

The Board's reply on Auditors' comments:

1. Non-receipt of Creditors confirmations and also most of the creditors are non-moving and outstanding for a period more the 1 year:

The Company have sent request letters but yet to receive confirmations from certain creditors. Also, as the business of the Company has got affected due to Covid and other circumstances, the Creditors outstanding could not be cleared.

2. Debtors are outstanding for a period more than one year and additional Expected Credit Loss was not provided for the year ended 31/03/2023.

The Company was of the opinion that outstanding amount it will be receiving from the Debtors. Therefore, additional Expected Credit Loss was not provided for the year ended 31/03/2023.

3. The Company's inventories are not moving for a period of more than one year and the net NRV of the inventories are not determined by the Company:

As stated earlier, there is no business in the Company. Therefore, there is no movement in the inventories for more than a year and net NRV of the inventories are not determined by the Company.

4. Non-provision for gratuity:

The Management is of the view that new provision for gratuity for the year is not required as the previous year provision is Sufficient.

Statement on Secretarial Auditor's observation:

The Company is in the process to update website of the Company and to complete the preferential allotment which was pending with NSDL authorities. Also due to certain technical and administrative problems certain forms and information were not filed with MCA and BSE, which will be adhered as soon as possible.

21. RISK MANAGEMENT POLICY:

The Company has a risk management policy, which from time to time, is reviewed by the Audit Committee of Directors as well as by the Board of Directors. The Policy is reviewed quarterly by assessing the threats and opportunities that will impact the objectives set for the Company as a whole. The Policy is designed to provide the categorization of risk into threat and its cause, impact, treatment and control measures. As part of the Risk Management policy, the relevant parameters for protection of environment, safety of operations and health of people at work and monitored regularly with reference to statutory regulations and guidelines defined by the Company.

22. EXTRACT OF ANNUAL RETURN:

The extract of Annual return in Form – MGT-9 has been attached herewith.

23. SUBSIDIARIES AND JOINT VENTURES

The Company does not have any Subsidiaries and Joint Ventures.

24. WHISTLE BLOWER POLICY/VIGIL MECHANISM

Pursuant to section 177(9) of the Companies Act, 2013 and Regulation 22 of the SEBI Listing Regulations, 2015), the Board at its meeting amended the existing Whistle Blower Policy. The Whistle Blower Policy/Vigil mechanism provides a mechanism for the director/employee to report, without fear of victimisation, any unethical behaviour, suspected or actual fraud, violation of the Code of Conduct etc. which are detrimental to the organisation's interest. The mechanism protects whistle blower from any kind of discrimination, harassment, victimisation or any other unfair employment practice. The Company affirms that no employee has been denied access to the Audit Committee. The directors in all cases and employees in appropriate or exceptional cases will have direct access to the Chairman of the Audit Committee.

25. INTERNAL COMPLAINT COMMITTEE (SEXUAL HARASSMENT)

As per section 4 of Sexual Harassment of Women at work place (Prevention, Prohibition and Redressal) Act, 2013 during the relevant financial year, Internal Complaint Committee constituted for the purpose of prevention and maintain the secure safe environment free from sexual harassment as per the Article 21 of the Constitution of India. There were no complaints received during the year 2022-23.

26. INTERNAL FINANCIAL CONTROL AND ITS ADEQUACY:

The Board has adopted policies and procedures for ensuring the orderly and efficient conduct of its business, including adherence to the Company's policies, safeguarding of assets, prevention and detection of frauds and errors, accuracy and completeness of the accounting records and the timely preparation of reliable financial disclosures.

27. LISTING

The Equity Shares of the Company are listed on BSE Limited.

28. CORPORATE SOCIAL RESPONSIBILITY:

The provisions of Corporate Social responsibility are not applicable to the Company.

29. CORPORATE GOVERNANCE:

As per SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, Corporate Governance is not applicable to the Company.

30. COMPLIANCE OF SECRETARIAL STANDARDS:

The Company has, during the year under review, complied with the relevant provisions of the Secretarial Standards.

31. CHANGE IN NATURE OF BUSINESS:

There has been no change in nature of business during the year under review.

32. ACKNOWLEDGEMENTS:

Your Board of Directors thanks all its valued customers and various Governments, Semi-Government and Local Authorities, Suppliers and other business associates. Your Directors appreciate continued support from Banks and Financial Institutions and look forward to their co-operation in the future. Your Directors place on record their appreciation of the dedicated efforts put in by the employees at all levels and wishes to thank and shareholders and all other stakeholders for their unstinted support and co-operation.

Union Quality Plastics Limited

Regd. Off. 209/A,
Sham Kamal B, CHS Ltd, Agarwal Market,
Tejpal Road, Ville Parle East,
Mumbai, Maharashtra-400057,
India

Sd/-
Jeethendra Singh Goud
Managing Director
(DIN: 07678735)

Sd/-
Karthik Singh Javvari K
Director
(DIN: 08082707)

Place: Hyderabad

Date: 29/06/2023

Form- MR-3
SECRETARIAL AUDIT REPORT
For the Financial Year ended March 31, 2023
[Pursuant to Section 204(1) of the Companies Act, 2013 and Rule No. 9 of the Companies (Appointment and Remuneration Personnel) Rules, 2014]

To,
The Members,
Union Quality Plastics Limited,
209/A, Shyam Kamal B, CHS Ltd
Agarwal Market, Tejpal Rd,
Vile Parle East, Mumbai,
Maharashtra-400057

I have conducted the Secretarial Audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by Union Quality Plastics Limited having CIN No.: L25209MH1984PLC033595 (hereinafter called the Company). Secretarial Audit was conducted in a manner that provided me a reasonable basis for evaluating the corporate conducts/statutory compliances and expressing my opinion thereon.

Based on my verification of the Company's books, papers, minute books, forms and returns filed and other records maintained by the company and also the information provided by the Company, its officers, agents and authorised representatives during the conduct of secretarial audit, I hereby report that in my opinion, the Company has, during the audit period covering the financial year ended on March 31, 2023 complied with the Statutory provisions listed hereunder and also that the Company has proper Board-processes and compliance-mechanism in place to the extent, in the manner and subject to the reporting made hereinafter.

I have examined the books, papers, minute books, forms and returns filed and other records maintained by the Union Quality Plastics Limited for the financial year ended on March 31st, 2023 according to the provisions of;

- (i) The Companies Act, 2013 and the Companies Act, 1956 (to the extent applicable) (the Act) and the rules made there under;
- (ii) The Securities Contracts (Regulation) Act, 1956 (SCRA) and the rules made there under;
(Information not provided by Company)
- (iii) The Depositories Act, 1996 and the Regulations and Bye-law framed hereunder;
(Information not provided by Company)
- (iv) Foreign Exchange Management Act, 1999 and the rules and regulations made there under to the extent of foreign direct investment, overseas direct investment and external commercial borrowing;
(Not Applicable during the Audit period as per information provided)
- (v) The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India, 1992 ('SEBI Act'): -
 - (a) The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011;
 - (b) The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015;
 - (c) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018;
 - (d) The Securities and Exchange Board of India (Employee Stock Option Scheme and Employee Stock Purchase Scheme) Guidelines, 1999;
(Not Applicable during the Audit period)
 - (e) The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008;
(Not Applicable during the Audit period)

- (f) The Securities and Exchange Board of India (Registration to an Issue and Share Transfers Agents Regulations, 1993 regarding the Companies Act and dealing with client.
(Information not available)
- (g) The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009;
(Not Applicable during the Audit period)
- (h) The Securities and Exchange Board of India (Buyback of Securities) Regulations, 2018;
(Not Applicable during the Audit period)
- (vi) Other Laws applicable to the Company.

Based on explanation given by the Company about the nature of Business there are not any other *specifically applicable laws* or any special laws applicable to the Company which operates in sector of Containers & Packaging Industry.

I have also examined compliance with the applicable clauses of the following.

- (i) The Secretarial Standards issue by the Institute of Company Secretaries of India.
- (ii) Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015.

During the period under review the Company has complied with the provisions of the Act, Rules, Regulations, Guidelines, Standards, etc. mentioned above subject to the following:

- a. Website of Company is not updated.
- b. Registers of Members as maintained by RTA and Company is not correlating and not updated.
- c. Final compliances on Preferential Allotment is pending.
- d. The Company had failed to file some of the E-Forms under the Companies Act, 2013, like E-forms MSME-1, Form DPT-3, Form DIR 12.
- e. Independent Directors have not registered under Indian Institute of Corporate Affairs.

f. As per Regulation 30(6) of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, Company was required to give intimation to stock exchanges about filing of applications by operational creditors against listed corporate debtor before NCLT, which are pending for disposal under the Insolvency Code, but it was observed that, the same was not intimated to stock exchange. Further report that, certain cases are pending before the National Company Law Tribunal (NCLT). These cases have been initiated against the company by various parties and are currently in the process of being heard and adjudicated upon by the NCLT.

I further report that The Board of Directors of the Company is constituted with one Executive Director (Managing Director) and Two Non-Executive Directors. The Company has been appointed two independent directors and one woman director vide Annual General meeting dated 29th September 2022. However, DIR 12 for the appointment of two independent directors and one woman director has not been filed to Registrar of Companies yet. Further observed that, the changes of Directors were not intimated to stock exchange. Regulations applicable with regard to Corporate Governance by virtue of SEBI (LODR) 2015 are not applicable.

I further report that Adequate notice is given to all directors to schedule the Board Meetings including Committees thereof, along with the agenda and detailed notes on agenda at least seven days in advance but in some meetings there is a no minimum days prior intimation for board meetings, and a system exists for seeking and obtaining further information and clarifications on the agenda items before the meeting and for meaningful participation at the meeting.

I further report that are adequate systems and processes in the Company commensurate with the size and operations of the Company to monitor and ensure compliance with applicable laws, rules, regulations and guidelines.

I further report that During the audit period the company has no specific events / actions having a major bearing on the company's affairs in pursuance of the above referred laws, rules, regulations, guidelines, standards, etc. referred to above.

**For Atluri Ramesh & Associates,
Company Secretaries**

Place: Hyderabad
Date: 28th June, 2023

**Ramesh Atluri
M.No. # 9889
COP. No.# 16418
UDIN: F009889E000518331**

Note: This report is to be read with my letter of even date which is annexed as "ANNEXURE I" and forms an integral part if this report.

“ANNEXURE I”

To,
**The Members,
Union Quality Plastics Limited,
209/A, Shyam Kamal B, CHS. Ltd
Agarwal Market, Tejpal Rd,
Vile Parle East, Mumbai,
Maharashtra-400057**

My report of even date is to be read along with this letter.

1. Maintenance of Secretarial records is the responsibility of the management of the Company. My responsibility is to express an opinion on these secretarial records based on our audit.
2. I have followed the audit practices and processes as were appropriate to obtain reasonable assurance about the correctness of the contents of the Secretarial records. The verification was done on the test basis to ensure that correct facts are reflected in Secretarial records. I believe that the processes and practices, followed by me provide a reasonable basis for my opinion.
3. I have not verified the correctness and appropriateness of financial records and books of accounts of the Company.
4. Wherever required, I have obtained the Management representation about compliance of laws, rules and regulations and happenings of events etc.
5. The compliance of provisions of Corporate and other applicable laws, rules, regulations, standards is the responsibility of the management. My examination was limited to the verification of procedures on test basis.
6. The Secretarial Audit Report is neither an assurance as to the future viability of the Company nor of efficacy or effectiveness with which the management has conducted the affairs of the Company.

**For Atluri Ramesh & Associates,
Company Secretaries**

**Ramesh Atluri
M.No. # 9889**

COP. No.# 16418

UDIN: F009889E000518331

Place: Hyderabad
Date: 28th June, 2023

**ANNEXURE B TO DIRECTOR'S REPORT
FORM NO. MGT 9 EXTRACT OF ANNUAL RETURN**

As on financial year ended on 31/03/2023

Pursuant to Section 92 (3) of the Companies Act, 2013 and rule 12(1) of the Company (Management & Administration) Rules, 2014.

I. REGISTRATION & OTHER DETAILS:

1.	CIN	L25209MH1984PLC033595
2.	Registration Date	28/07/1984
3.	Name of the Company	Union Quality Plastics Limited
4.	Category/Sub-category of the Company	Company Having Share Capital
5.	Address of the Registered office & contact details	209/A, Shyam Kamal B, CHS LTD, Agarwal Market, Tejpal Road, Vile Parle East, Mumbai, Maharashtra-400057
6.	Whether listed company	Yes
7.	Name, Address & contact details of the Registrar & Transfer Agent, if any.	Bigshare Services Private Limited 306, Right Wing, 3rd Floor, Amrutha Ville, Opp: Yashoda Hospital, Somajiguda, Raj Bhavan Road, Hyderabad, Telangana-500082 Tel. No. 040 40144582 Email: bsshyd@bigshareonline.com, bsshyd1@bigshareonline.com investor@bigshareonline.com

II. PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY

(All the business activities contributing 10% or more of the total turnover of the company shall be stated)

S. No.	Name and Description of main products	NIC Code of the Product/service	% to total turnover of the company
1	Tarpaulin - (Manufacturing of packaging products of plastics)	25202	100

III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES-

All the business activities contributing 10 % or more of the total turnover of the company shall be stated: -

S. No.	Name and Description of main products	NIC Code of the Product/service	% to total turnover of the company
1	Nil	--	--

**IV. SHAREHOLDING PATTERN (Equity Share Capital Breakup as percentage of Total Equity)
Category-wise Share Holding**

Category of Share holders	No. of Shares held at the beginning of the year				No. of Shares held at the end of the year				% Change during The year
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
A. Promoter									
Indian									
Individual/HUF	41,25,873	86,300	42,12,173	60.81	41,25,873	86,300	42,12,173	60.81	0
Central Govt	-	-	-	-	-	-	-	-	-
State Govt (s)	-	-	-	-	-	-	-	-	-
Bodies Corp	0	0	0	0	0	0	0	0	
Banks / FI	-	-	-	-	-	-	-	-	-
Any Other	-	-	-	-	-	-	-	-	-
Sub-total(A)(1) :-	41,25,873	86,300	42,12,173	60.81	41,25,873	86,300	42,12,173	60.81	0
Foreign									
NRIs-Individuals	-	-	-	-	-	-	-	-	-
Other-Individuals	-	-	-	-	-	-	-	-	-
Bodies Corp.	-	-	-	-	-	-	-	-	-
Banks / FI	-	-	-	-	-	-	-	-	-
Any Other....	-	-	-	-	-	-	-	-	-
Sub-total(A)(2) :-	0	0	0	0	0	0	0	0	0
Total promoters Shareholding (A)=(A)(1)+(A)(2)	41,25,873	86,300	42,12,173	60.81	41,25,873	86,300	42,12,173	60.81	0
B. Public Shareholding									
Institutions									
Mutual Funds	0	1,400	1,400	0.02	0	1,400	1,400	0.02	0
Banks / FI	-	-	-	-	-	-	-	-	-
Central Govt	-	-	-	-	-	-	-	-	-
State Govt(s)	-	-	-	-	-	-	-	-	-
Venture	-	-	-	-	-	-	-	-	-

Capital Funds									
Insurance Companies	-	-	-	-	-	-	-	-	-
FII's	-	-	-	-	-	-	-	-	-
Foreign Venture Capital Funds	-	-	-	-	-	-	-	-	-
Others (specify)	-	-	-	-	-	-	-	-	-
Sub-total(B)(1)	0	1,400	1,400	0.02	0	1,400	1,400	0.02	0
2. Non Institutions									
Bodies Corp.									
(i) Indian	10,30,911	3,900	10,34,811	14.94	10,21,882	3,900	10,25,782	14.81	-0.13
(ii) Overseas									
(i) Individual shareholders holding nominal share capital upto Rs. 2 lakh	2,77,458	7,37,800	10,15,258	14.66	3,02,870	7,31,800	10,34,670	14.94	0.28
(ii) Individual shareholders holding nominal share capital in excess of Rs 2 lakh	76,000	1,80,200	2,56,200	3.70	76,000	1,80,200	2,56,200	3.70	0
Others (NRI)	10,650	3,66,700	3,77,350	5.45	4,710	3,65,400	3,70,110	5.34	-0.11
Any Others	16,589	12,600	29,189	0.42	13,446	12,300	26,046	0.38	-0.04
Sub-total(B)(2)	14,11,608	13,00,500	27,12,808	39.17	14,18,908	12,93,600	27,12,808	39.17	0
Total Public Shareholding (B)=(B)(1)+(B)(2)	14,11,608	13,01,900	27,13,508	39.19	14,18,908	12,95,000	27,13,908	39.19	0
C. Shares held by Custodian for GDRs & ADRs	-	-	-	-	-	-	-	-	-
Grand Total	54,98,481	14,27,900	69,26,381	100	54,98,481	14,27,900	69,26,381	100	0

(A+B+C)									
---------	--	--	--	--	--	--	--	--	--

A) Shareholding of Promoter-

S. No.	Shareholder's Name	Shareholding at the beginning of the year			Shareholding at the end of the year			% change in shareholding during the years
		No. of Shares	% of total Shares of the company shares	% of company Shares Pledged / encumbered to total shares	No. of Shares	% of total Shares of the company shares	% of company Shares Pledged / encumbered to total share	
1.	J K PRAVEENA KUMARI	12,99,500	18.76	0	12,99,500	18.76	0	0
2.	RAJESH SINGH JAVVARI KAPISH	17,22,173	24.86	0	17,22,173	24.86	0	0
3.	POORNIMA BAI	5,67,000	8.19	0	5,67,000	8.19	0	0
4.	KRISHNA SINGH	1,16,700	1.68	0	1,16,700	1.68	0	0
5.	VISHWANATH SINGH	1,33,300	1.93	0	1,33,300	1.93	0	0
6.	DURGA SINGH	1,25,000	1.80	0	1,25,000	1.80	0	0
7.	RAMESH SINGH	1,21,400	1.75	0	1,21,400	1.75	0	0
8.	PREETHAM SINGH	1,27,100	1.84	0	1,27,100	1.84	0	0
	TOTAL	42,12,173	60.81	0	42,12,173	60.81	0	0

B) Change in Promoters' Shareholding (please specify, if there is no change) – No change

SN	Particulars	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
1.	At the beginning of the year 01 st April 2022- change for the year ended 31 st March, 2023	42,12,173	60.81	42,12,173	60.81

C). Shareholding of Directors and Key Managerial Personnel:

S. No.	For Each of the Top 10 Shareholders	Shareholding at the beginning of the year		Cumulative Shareholding during the	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of
01	Mr. Jeethendra Singh Goud				
	At the beginning of the year 1 st April, 2022	0	0	0	0
	change in the year ended 31 st March, 2023	0	0	0	0
02	Mr. J. K. Karthik Singh				

	At the beginning of the year 1 st April, 2022	0	0	0	0
	change for the year ended 31 st March, 2023	0	0	0	0
03	Mrs. Kiran Bai JaweriPotival				
	At the beginning of the year 1 st April, 2022	0	0	0	0
	change in the year ended 31 st March, 2023	0	0	0	0
04	Mr. Sudhakar Reddy Pesaladinne				
	At the beginning of the year 1 st April, 2022	0	0	0	0
	change in the year ended 31 st March, 2023	0	0	0	0
05	Mr. Ramu Gunjarla				
	At the beginning of the year 1 st April, 2022	0	0	0	0
	change in the year ended 31 st March, 2023	0	0	0	0
06	Mr. Venkata Satya Sesa Sai Musunuri				
	At the beginning of the year 1 st April, 2022	0	0	0	0
	change in the year ended 31 st March, 2023	0	0	0	0
07	Mrs. Kavitha Devi				
	At the beginning of the year 1 st April, 2022	0	0	0	0
	change in the year ended 31 st March, 2023	0	0	0	0
	Total	0	0	0	0

V) INDEBTEDNESS -Indebtedness of the Company including interest outstanding/accrued but not due for payment.

(in lakhs)

	Secured Loans excluding	Unsecured Loans	deposits	Total Indebtedness
Indebtedness at the beginning of the financial year				
i) Principal Amount	--	515.53	--	515.53
ii) Interest due but not paid	--	--	--	--
iii) Interest accrued but not due	--	--	--	--
Total (i+ii+iii)	--	515.53	--	515.53
Change in Indebtedness during the financial year				
* Addition	--	--	--	--
* Reduction	--	31.09	--	31.09
Net Change	--	(31.09)	--	(31.09)
Indebtedness at the end of the financial year				
i) Principal Amount	--	546.62	--	546.62
ii) Interest due but not paid	--	--	--	--
iii) Interest accrued but not due	--	--	--	--
Total (i+ii+iii)	--	546.62	--	546.62

VI. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL-

A. Remuneration to Managing Director, Whole-time Directors and/or Manager:

S. No.	Particulars of Remuneration	Jeethendra Singh Goud	Total Amount (PerMonth)
1	Gross salary	Nil	Nil
	(a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961	--	--
	(b) Value of perquisites u/s 17(2) Income-tax Act, 1961	--	--
	(c) Profits in lieu of salary under section 17(3) Income-tax Act, 1961	Nil	Nil
2	Stock Option	--	--
3	Sweat Equity	--	--
4	Commission - as % of profit - others, specify...	--	--
5	Others, please specify	--	--
	Total (A)	Nil	Nil
	Ceiling as per the Act*	--	--

B. Remuneration to other directors: -

S. No.	Particulars of Remuneration	Name of Directors		Total Amount
1	Independent Directors	--	--	--
	Fee for attending board committee meetings	--	--	--
	Commission	--	--	--
	Others, please specify	--	--	--
	Total (1)	Nil	Nil	Nil
2	Other Non-Executive Directors	Nil	Nil	Nil
	Fee for attending board committee meetings			
	Commission			
	Others, please specify	Nil	Nil	Nil
	Total (2)			
	Total (B)=(1+2)	Nil	Nil	Nil
	Total Managerial Remuneration	Nil	Nil	Nil
	Overall Ceiling as per the Act	--	--	--

C. REMUNERATION TO KEY MANAGERIAL PERSONNEL OTHER THAN MD/MANAGER/WTD: -

S. No.	Particulars of Remuneration	Key Managerial Personnel		
		CFO	CS	Total
1	Gross salary	Nil	5,40,000	7,65,000
	(a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961	--	--	--
	(b) Value of perquisites u/s 17(2) Income- tax Act, 1961	--	--	--
	(c) Profits in lieu of salary under section 17(3) Income-tax Act, 1961	--	--	--
2	Stock Option	Nil	Nil	Nil
3	Sweat Equity	--	--	--
4	Commission	--	--	--
	- as % of profit	--	--	--
	others, specify...	--	--	--
5	Others, please specify	--	--	--
	Total	--	5,40,000	7,65,000

VII. PENALTIES/PUNISHMENT/COMPOUNDING OFFENCES:

Type	Section of the Companies Act	Brief Description	Details of Penalty / Punishment/ Compounding fees imposed	Authority [RD / NCLT/ COURT]	Appeal made, if any (give Details)
A. Company					
Penalty	Nil				
Punishment	Nil				
Compounding	Nil				
B. Directors					
Penalty	Nil				
Punishment	Nil				
Compounding	Nil				
C. Other Officers In Default					
Penalty	Nil				
Punishment	Nil				
Compounding	Nil				

Union Quality Plastics Limited
Regd. Off. 209/A,
Sham Kamal B, CHS Ltd, Agarwal Market,
Tejpal Road, Ville Parle East,
Mumbai, Maharashtra-400057,
India

Sd/-
Jeethendra Singh Goud
Managing Director
(DIN: 07678735)

Sd/-
Karthik Singh Javvari K
Director
(DIN: 08082707)

Place: Hyderabad
Date: 29/06/2023

CERTIFICATION

The Board of Directors
Union Quality plastics Limited
Regd. Off. –209/A,
Sham Kamal B, CHS Ltd, Agarwal Market,
Tejpal Road, Ville Parle East,
Mumbai, Maharashtra,
400057, India

Ref: Financial Statements for the year 2021-22 – Certification

I, Jeethendra Singh Goud, Managing Director, on the basis of the review of the Financial Statements and the cash flow statements for the Financial year ending 31.03.2023 and to the best of our knowledge and belief, thereby certify that: -

1. These statements do not contain any materially untrue statements or omit any material factor contains statements that might be misleading.
2. These statements together present a true and fair view of the Company's affairs and are in compliance with existing accounting standards, applicable laws and regulations.
3. There are to the best of our knowledge and belief, no transaction entered in to by the company during the year ended 31/03/2023 which are fraudulent, illegal or violative of the Company's code of conduct.
4. We accept responsibility for establishing and maintaining internal controls for financial reporting, we have evaluated the effectiveness of the internal control systems of the Company pertaining to financial reporting and we have disclosed to the auditors and the Audit Committee those deficiencies, of which we are aware, in the design or operation of the internal control systems and that we have taken the required steps to rectify these deficiencies.
5. We further certify that:
 - (a). There have been no significant changes in the internal control over financial reporting during this year.
 - (b). There have been no significant changes in accounting policies during this year and that the same have been disclosed in the noted to the financial statements.
 - (c). There have been no instances of significant fraud of which we have become aware and the involvement therein, of management or an employee having significant role in the Company's internal control systems over financial reporting.

**By order of the Board of Directors of
Union Quality Plastics Limited**

**Jeethendra Singh Goud
Managing Director
DIN: 07678735**

Date: 29/06/2023
Place: Hyderabad

DECLARATION – COMPLIANCE WITH THE CODE OF CONDUCT

[Regulation 34(3) read with Schedule V (Part D) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015]

I, Jeethendra Singh Goud, Managing Director of the Company, hereby declare that all the members of Board of Directors and Senior Management have affirmed compliance with the Code of Conduct of Board of Directors and Senior Management of the Company.

**By order of the Board of Directors of
Union Quality Plastics Limited**

**Jeethendra Singh Goud
Managing Director
DIN: 07678735**

Date: 29/06/2023

Place: Hyderabad

INDEPENDENT AUDITORS' REPORT

TO The Members Of UNION QUALITY PLASTICS LIMITED

Qualified Opinion:-

We have audited the accompanying financial statements of **UNION QUALITY PLASTICS LIMITED** ("the Company"), which comprise the Balance Sheet as at March 31, 2023, and the Statement of Profit and Loss (including Other Comprehensive Income), the Statement of Changes in Equity and the Statement of Cash Flows for the year then ended and a summary of the significant accounting policies and other explanatory information

In our opinion and to the best of our information and according to the explanations given to us, except for the possible effects of the matters described in the Basis for Qualified Opinion paragraph 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 Indian Accounting Standards prescribed under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended ("IND AS") and other accounting principles generally accepted in India, of the state of affairs of the Company as at 31st March, 2023, and its profit, total comprehensive income, its cash flows and the changes in equity for the year ended on that date.

Basis for Qualified Opinion

A. Creditor's Confirmation

No Confirmation has been received from the Creditors. And also most of the creditors are non-moving and outstanding for a period more the 1 year.

In the absence of such Confirmations from the Creditors we are not in a position to determine its impact on the Financial Statements.

B. Debtor's Confirmation

The Debtors are outstanding for a period more than one year. The company has provided for an ECL for Rs 219.26 lakhs as on 31-03-2022 and no additional ECL was provided for the year ended 31-03-2023.

In our opinion the company should provide for additional Expected Credit Loss (ECL) in respect of non moving debtors.

In the absence of confirmation and owing to long outstanding, we are unable to comment on the recoverability of the receivables.

C. Inventory:

The Company's inventories are not moving for a period more than 1 year and the net NRV of the inventories are not determined by the company.

In the absence of determination of NRV and also due to slow moving nature we are unable to comment on appropriateness of the inventory.

Basis the aforesaid points and owing to their materiality, we are unable to determine any adjustment that may be required in the financial statements of the Company. Accordingly, we express an Qualified opinion on the financial results and other financial information of the Company.

Other Matter:

No Provision has been made in the books of accounts for gratuity for the year under Consideration. The Management stated that new provision for gratuity for the year is not required as the previous years provision is Sufficient.

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under Section 143(10) of the Act. Our responsibilities under those SAs 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 together with the ethical requirements that are relevant to our audit of th/e financial statements under the provisions of the Act and the Rules there under, 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.

Other Information:-

The Company's Board of Directors are responsible for the other information. The other information comprises the information included in the annual report, for example, Management Discussion and Analysis, Board's Report including Annexures to Board's Report, Business Responsibility Report, Corporate Governance and Shareholder's Information, but does not include the financial statements and our auditor's report thereon. The other information as stated above is expected to be made available to us after the date of this auditor's report.

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

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

When we read the other information as stated above, if we conclude that there is a material misstatement therein, we are required to communicate the matter to those charged with Governance.

Management's Responsibility for the Financial Statements:-

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance including other comprehensive income, cash flows and changes in equity of the Company in accordance with the Indian Accounting Standards (Ind AS) prescribed under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended, and other accounting principles generally accepted in India.

This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding 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, management and Board of Directors are responsible for assessing

the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

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

Auditors' Responsibility for the Financial Statements:-

1. 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.
2. 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.
3. 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.
4. Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
5. Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditors' report.
6. Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

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

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

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the financial statements of the current 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 extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Report on Other Legal and Regulatory Requirements:-

1. As required by the Companies (Auditor's Report) Order ,2020, issued by the Central Government of Indian terms of sub-section (11) of section 143 of the Act ("theOrder"), and on the basis of such checks of the books and records of the Company as we considered appropriate and according to the information and explanations given to us, we give in the Annexure B a statement on the matters specified in paragraph 3 and 4 of the Order.

2. As required by Section143 (3)of the Act, we report that:

a. We have sought and obtained Except for the matters discussed in the basis of Qualified Opinion Paragraph, all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.

b. Except for the possible effects of the matters discussed in the basis of Qualified Opinion Paragraph, in our opinion, proper books of accounts 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 (including other comprehensive income), the Cash Flow Statement and the Statement of Changes in Equity dealt with by this Report are in agreement with the books of accounts.

d. Except for the possible effects of matters discussed in the basis of Qualified Opinion Paragraph, in our opinion, the aforesaid Ind AS financial statements comply with the Indian Accounting Standards specified under Section 133 of the Act.

e. On the basis of the written representations received from the directors as on March 31, 2023 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2021 from being appointed as a director in terms of Section164(2) of the Act.

f. With respect to the adequacy of the internal financial controls with reference to financial statements of the Company and the operating effectiveness of such controls, refer to our separate Report in Annexure-A.

g. With respect to the other matters to be including the Auditors' Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our knowledge and belief and according to the information and explanations given to us:

i. The Company has disclosed the impact, if any, of pending litigations as at March 31, 2023 on its financial position in its Ind AS financial statements.

ii. The Company has not made provision as at March 31, 2023, as required under the applicable law or accounting standards.

h. With respect to the matter to be included in the Auditors' Report under section 197(16) of the Act, as amended, in our opinion and to the best of our information and according to the explanations given to us, the company has not provided/paid the remuneration to its directors during the year hence the provisions of the section 197 of the Act is not applicable.

For NSVR & ASSOCIATES LLP.,
Chartered Accountants
(FRN No.008801S/S200060)

Venkata Ratnam P
Partner
M.No:230675
UDIN: 23230675BGWGMC3858

Date:30-05-2023
Place: Hyderabad

ANNEXURE “A” TO THE INDEPENDENT AUDITOR’S REPORT

Report on the Internal Financial Controls Over Financial Reporting under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 (“the Act”)

We have audited the internal financial controls over financial reporting of **UNION QUALITY PLASTICS LIMITED** (“the Company”) as of March 31, 2023 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

Opinion

In our opinion, to the best of our information and according to the explanations given to us, 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 except for the matter prescribed in basis of qualified opinion para, 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.

Management’s Responsibility for Internal Financial Controls

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

Auditor’s Responsibility

Our responsibility is to express an opinion on the internal financial controls over financial reporting of the Company based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the “Guidance Note”) issued by the Institute of Chartered Accountants of India and the Standards on Auditing prescribed under Section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting 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 authorisations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorised 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.

For **NSVR ASSOCIATES& LLP**

Chartered Accountants

(Firms' Registration No. 008801S/S200060)

Venkata Ratnam P

Partner

(Membership No. 230675)

UDIN: 23230675BGWGMC3858

Place: Hyderabad

Date: 30-05-2023

ANNEXURE “A” TO THE INDEPENDENT AUDITOR’S REPORT

(Referred to in paragraph 1 under ‘Report on Other Legal and Regulatory Requirements’ section of our report to the Members of UNION QUALITY PLASTICS LIMITED of even date)

To the best of our information and according to the explanations provided to us by the Company and the books of account and records examined by us in the normal course of audit, we state that

- (i) (a) (A) The Company has maintained proper records showing full particulars, including quantitative details and situation of Property, Plant and Equipment.
(B) The Company has maintained proper records showing full particulars of intangible assets.
(b) The major property, plant and equipment of the company have been physically verified by the management at reasonable intervals during the year and 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, the title deeds of immovable properties (other than immovable properties where the Company is the lessee and the leases agreements are duly executed in favour of the lessee) disclosed in the financial statements are held in the name of the Company.
(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 its Property, Plant and Equipment (including Right of Use assets) or intangible assets or both during the year.
(e) According to information and explanations given to us and on the basis of our examination of the records of the Company, there are no proceedings initiated or pending against the Company for holding any benami property under the Prohibition of Benami Property Transactions Act, 1988 and rules made thereunder.
- (ii) (a) In our opinion Physical verification in respect of inventory and valuation of inventory were conducted by the management but not properly documented.
(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 sanctioned any working capital limits. in excess of five crore rupees in aggregate from banks and financial institutions on the basis of security of current assets at any point of time of the year. Accordingly, clause 3(ii)(b) of the Order is not applicable to the Company.
- (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 loans or advances in the nature of loans, secured or unsecured, to companies, firms,

limited liability partnerships or any other parties during the year. Accordingly, provisions of clauses 3(iii)(a) to 3(iii)(f) of the Order are not applicable to the Company.

- (iv) According to the information and explanations given to us and on the basis of our examination of records of the Company, the Company has neither made any investments nor has it given loans or provided guarantee or security and therefore the relevant provisions of Sections 185 and 186 of the Companies Act, 2013 (“the Act”) are not applicable to the Company. Accordingly, clause 3(iv) of the Order is not applicable.
- (v) The Company has not accepted any deposits or amounts which are deemed to be deposits from the public. Accordingly, clause 3(v) of the Order is not applicable.
- (vi) According to the information and explanations given to us, the Central Government has not prescribed the maintenance of cost records under Section 148(1) of the Act for the products manufactured by it (and/or services provided by it). Accordingly, clause 3(vi) of the Order is not applicable.
- (vii) 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 amounts deducted / accrued in the books of account in respect of undisputed statutory dues including Goods and Services Tax (‘GST’), Provident fund, Employees’ State Insurance, Income-Tax, Duty of Customs, Cess and other statutory dues have been regularly deposited by the Company with the appropriate authorities.

According to the information and explanations given to us and on the basis of our examination of the records of the Company, no undisputed amounts payable in respect of Goods and Services Tax (‘GST’), Provident fund, Employees’ State Insurance, Income-Tax, Duty of Customs, Cess and other statutory dues were in arrears as at 31 March 2023 for a period of more than six months from the date they became payable

- (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 defaulted in repayment of loans and borrowing or in the payment of interest thereon to any lender.

(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 a wilful defaulter by any bank or financial institution or government or government authority.

(c) In our opinion and according to the information and explanations given to us by the management, term loans were applied for the purpose for which the loans were obtained.

(d) According to the information and explanations given to us and on an overall examination of the balance sheet of the Company, we report that no funds raised on short-term basis have been used for long-term purposes by the Company.

- (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, associates or joint ventures as defined under the Act.
- (f) According to the information and explanations given to us and procedures performed by us, we report that the Company has not raised loans during the year on the pledge of securities held in its subsidiaries, joint ventures or associate companies (as defined under the Act).
- (x) (a) The Company has not raised any moneys by way of initial public offer or further public offer (including debt instruments) Accordingly, 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, the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year. Accordingly, 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, no fraud by the Company or on the Company has been noticed or reported during the course of the audit.
- (xii) (a) According to the information and explanations given to us, the Company is not a Nidhi Company. Accordingly, clause 3(xii) of the Order is not applicable.
- (xiii) In our opinion and according to the information and explanations given to us, the transactions with related parties are in compliance with Section 177 and 188 of the Act, where applicable, and the details of the related party transactions have been disclosed in the financial statements as required by the applicable accounting standards.
- (xiv) In our opinion and based on the information and explanations provided to us, though the Company is required to have an internal audit system under Section 138 of the Act, it did not have such a system during the year.
- (xv) In our opinion and according to the information and explanations given to us, the Company has not entered into any non-cash transactions with its directors or persons connected to its directors and hence, provisions of Section 192 of the Act are not applicable to the Company.
- (xvi) (a) The Company is not required to be registered under Section 45-IA of the Reserve Bank of India Act, 1934. Accordingly, clause 3(xvi)(a) of the Order is not applicable.
(b) The Company is not required to be registered under Section 45-IA of the Reserve Bank of India Act, 1934. Accordingly, clause 3(xvi)(b) of the Order is not applicable.
(c) The Company is not a Core Investment Company (CIC) as defined in the regulations made by the Reserve Bank of India. Accordingly, clause 3(xvi)(c) of the Order is not applicable.
- (xvii) The cash loss incurred by the company in the current financial year 2022-23 is **Rs.179.40/-Lakhs** and in the immediately preceding financial year 2021-22 is **Rs.524.96/- Lakhs**
- (xviii) There has been no resignation of the statutory auditors during the year. Accordingly, clause 3(xviii) of the Order is not applicable.

- (xix) On the basis of the financial ratios, ageing and expected dates of realization of financial assets and payments of financial liabilities, other information accompanying the financial statements, the auditors knowledge of board of directors and management plans, the auditor is of the opinion that no material uncertainty exists as on the date of audit report that company is capable of meeting its liabilities existing as on the date of balance sheet.
- (xx) The requirements as stipulated by the provisions of Section 135 are not applicable to the Company. Accordingly, clauses 3(xx)(a) and 3(xx)(b) of the Order are not applicable.
- (xxi) This clause is not applicable to the company.

For NSVR & ASSOCIATES LLP.,
Chartered Accountants
(FRN No.008801S/S200060)

Venkata Ratnam P
Partner
M.No:230675
UDIN: 23230675BGWGMC3858

Date: 30-05-2023

Place: Hyderabad

PART I: FORM OF BALANCE SHEET			
UNION QUALITY PLASTICS LIMITED			
CIN No. L25209MH1984PLC033595			
209-A, Sham Kamal B Building, Tejpal Road, Vile Parle East, Mumbai -400057			
BALANCE SHEET AS AT 31st MARCH, 2023			
Particulars	Note No:	Rs in lakhs	
		Audited As at 31.03.2023	Audited As at 31.03.2022
ASSETS			
Non-current assets			
Property plant and Equipment	2.10	60,06,778	69,91,064
Capital Work Inprogress			
Intangible assets	2.11	496	1,346
Financial assets			
Investments	2.12	5,38,545	5,38,545
Other Financial Assets	2.13	87,78,253	1,03,08,848
Deferred Tax Assets (net)	2.14	16,25,405	18,04,011
Other non current assets	2.15	-	-
		1,69,49,477	1,96,43,815
Current assets			
Inventories	2.16	1,58,06,255	2,92,74,145
Financial assets			
Trade receivables	2.17	2,85,41,471	3,81,11,190
Cash and cash equivalent	2.18	19,02,195	21,71,040
Other financial assets	2.13	1,87,995	2,39,904
Other current assets	2.15	1,65,137	26,88,188
		4,66,03,053	7,24,84,467
TOTAL		6,35,52,922	9,21,28,672
EQUITY AND LIABILITIES			
Equity			
Equity Share Capital	2.19	6,92,63,810	6,92,63,810
Other Equity	2.20	(12,12,34,141)	(10,23,09,158)
		-5,19,70,331	-3,30,45,348
Liabilities			
Non-current liabilities			
Financial Liabilities			
Borrowings	2.21	-	-
Provisions	2.22	3,65,693	26,74,240
Other Financial Liabilities	2.23	-	-
		3,65,693	26,74,240
Current liabilities			
Financial Liabilities			
Borrowings	2.21	5,46,62,431	5,15,53,115
Trade payables	2.24	5,39,29,296	6,53,00,143
Other financial liabilities	2.23	29,27,681	10,60,681
Provisions	2.22	14,14,767	21,61,399
Other current liabilities	2.25	22,23,385	24,24,443
		11,51,57,560	12,24,99,781
TOTAL		6,35,52,922	9,21,28,672
Significant Accounting Policies and Notes to Accounts		1,2.33-2.41	
As per our report of even date		For and on behalf of Board	
For NSVR ASSOCIATES & LLP		UNION QUALITY PLASTICS LIMITED	
Chartered Accountants			
FRN: 008801S/200060			
Venakata Ratnam P		Sd/-	Sd/-
Partner		Jeethendra Singh Goud	Karthik Singh Javvari K
M.No. 230675		Managing Director	Director
UDIN: 23230675BGWGMC3858		DIN: 07678735	DIN: 08082707
Place: Hyderabad		Sd/-	Sd/-
Date: 30-05-2023		Kavitha Devi	Venkata Satya Sessa Sai Munusuri
		Company Secretary	Chief Financial Officer

**PART II : FORM OF STATEMENT OF PROFIT AND LOSS
UNION QUALITY PLASTICS LIMITED**

CIN No. L25209MH1984PLC033595

209-A, Sham Kamal B Building, Tejpal Road, Vile Parle East, Mumbai -400057

PROFIT & LOSS STATEMENT FOR THE YEAR ENDED 31st March, 2023

Particulars	Note No.	(Amount in Rs.)	
		As at 31/03/2023	As at 31/03/2022
Income			
Revenue from operations	2.26	-	1,74,91,356
Total Revenue from operations		-	1,74,91,356
Other income	2.27	8,73,244	34,81,068
Total Revenue		8,73,244	2,09,72,424
Expenses			
Cost of materials consumed	2.28	8,07,450	1,64,42,430
Purchases of Stock in trade		-	-
Changes in inventories	2.29	1,34,67,890	4,51,75,414
Employee benefits expense	2.30	12,02,160	25,83,114
Finance costs	2.31	35,983	96,544
Depreciation and amortization expense	2.1&2.11	9,85,136	13,62,907
Other expenses	2.32	31,20,651	93,45,185
Total Expenses		1,96,19,271	7,50,05,593
Profit before tax		(1,87,46,027)	(5,40,33,170)
Tax expense			
(1) Current tax		-	-
(2) Deferred tax		1,78,606	-1,74,187
Net Profit for the Period		(1,89,24,632)	(5,38,58,983)
Other comprehensive income (OCI)			
(a) (i) Items that will not be reclassified to profit or loss		-	-
(ii) Tax on items that will not be reclassified to profit or loss		-	-
(b) (i) Items that will be reclassified to profit or loss		-	-
(ii) Income tax relating to items that will be reclassified to profit or loss		-	-
Total Other Comprehensive income		(1,89,24,632)	(5,38,58,983)
Exceptional		-	-
Total Comprehensive income		(1,89,24,632)	(5,38,58,983)
Earnings per equity share			
(Face value of Rs.10/- each)			
(1) Basic		(2.73)	(7.78)
(2) Diluted		(2.73)	(7.78)
As per our report of even date		For and on behalf of Board	
For NSVR ASSOCIATES & LLP		UNION QUALITY PLASTICS LIMITED	
Chartered Accountants			
FRN: 008801S200060			
Venakata Ratnam P		Sd/-	Sd/-
Partner		Jeethendra Singh Goud	Karthik Singh Javvari K
M.No. 230675		Managing Director	Director
UDIN: 23230675BGWGMC3858		DIN: 07678735	DIN: 08082707
Place: Hyderabad		Sd/-	Sd/-
Date: 30-03-2023		Kavitha Dev	Venkata Satya Sessa Sai Munusuri
		Company Secretary	Chief Financial Officer

PART III : FORM OF CASH FLOW STATEMENT
UNION QUALITY PLASTICS LIMITED
CIN No. L25209MH1984PLC033595
209-A, Sham Kamal B Building, Tejpal Road, Vile Parle East, Mumbai -400057
CASH FLOW STATEMENT FOR THE YEAR ENDED 31st MARCH, 2023

(Amount in Rs.)

Particulars	As at 31/03/2023	As at 31/03/2022
Cash Flows from Operating Activities		
Net profit before tax	(1,87,46,026)	(5,40,33,169)
Adjustments for :		
Depreciation and amortization expense	9,85,136	13,62,907
Provision for doubtful debts/advances/ impairment		
Dividend Income		
Gain on Investments carried at fair value through profit & loss		
Profit/Loss on sale of Investments		
Finance cost		
De-Recognition of Financial Liabilities		
Receipt of Interest		(18,82,324)
Operating profit before working capital changes	-1,77,60,889	-5,45,52,586
Movements in Working Capital :		
(Increase)/Decrease in Trade Receivables	95,69,719	7,81,66,065
(Increase)/Decrease in Other financial assets	15,82,504	(0)
(Increase)/Decrease in Inventories	1,34,67,890	4,62,93,973
(Increase)/Decrease in Other Current Assets	25,23,051	1,01,26,125
(Increase)/Decrease in Other Non Current Assets	-	2,50,059
Increase/(Decrease) in Trade Payables	(1,13,70,847)	(9,18,18,680)
Increase/(Decrease) in Other financial liabilities	18,67,000	0
Increase/(Decrease) in Other Current liabilities	(2,01,058)	(32,06,547)
Increase/(Decrease) in Other Non-Current liabilities	-	
Increase/(Decrease) in Provisions	-30,55,179	-24,50,363
Changes in Working Capital		
Cash generated from operations	-33,77,809	-1,71,91,955
Direct Taxes Paid		
Net Cash from operating activities (A)	(33,77,809)	(1,71,91,955)
Cash flows from Investing Activities		
Dividends Received	-	
Purchase of Fixed Assets	-	
(Purchase) /Sale of Investment	-	
Receipt of Interest	-	18,82,324
Net Cash used in Investing Activities (B)	-	18,82,324
Cash flows from Financing Activities		
Proceeds from issue of Shares	-	
Proceeds from Long term borrowings	-	
Repayment/(Proceeds) of/from Short-term borrowings	31,09,316	1,53,13,499
Finance cost	-	
Net Proceeds from receipt of Calls in Arrear	-	
Net Cash used in Financing Activities (C)	31,09,316	1,53,13,499
Net Increase/(Decrease) in cash and cash equivalents (A+B+C)	(2,68,493)	3,868
Cash and Cash equivalents at the beginning of the year	21,71,040	21,67,173
Cash and Cash equivalents at the ending of the year (Refer Note 2.18)	19,02,195	21,71,040

As per our report of even date

For NSVR ASSOCIATES & LLP

Chartered Accountants

FRN: 008801S/200060

Venakata Ratnam P

Partner

M.No. 230675

UDIN: 23230675BGWGM3858

Place: Hyderabad

Date: 30-05-2023

For and on behalf of Board

UNION QUALITY PLASTICS LIMITED

Sd/-

Jeethendra Singh Goud

Managing Director

DIN: 07678735

Sd/-

Karthik Singh Javvari K

Director

DIN: 08082707

Sd/-

Kavitha Devi

Company Secretary

Sd/-

Venkata Satya Sesa Sai Munusuri

Chief Financial Officer

PART-IV : STATEMENT OF CHANGES IN EQUITY
UNION QUALITY PLASTICS LIMITED
CIN No. L25209MH1984PLC033595
209-A, Sham Kamal B Building, Tejpal Road, Vile Parle East, Mumbai -400057
Statement of changes in equity

RS in Lakhs

Statement of changes in equity for the period ended 31.03.2023

Amount in Rs.

Equity share capital	Opening balance as at 1 Apr 2022	Changes in equity share capital during the year	Closing balance as at 31 Mar 2023
69,26,381 Equity Shares of Rs.10 each, fully paid up	692.64	-	692.64
	692.64		692.64

Equity share capital	Opening balance as at 1 Apr 2021	Changes in equity share capital during the year	Closing balance as at 31 Mar 2022
69,26,381 Equity Shares of Rs.10 each, fully paid up	692.64	-	692.64
	692.64	-	692.64

PARTICULARS	RETAINED EARNINGS	GENERAL RESERVE	CAPITAL RESERVE	SECURITIES PREMIUM	TOTAL EQUITY
Balance as at 1/4/2021	(2,016.53)	-	17.46	975.98	(1,023.10)
Profit for the year	(189.25)	-	-	-	(189.25)
Additions during the year	-	-	-	-	-
Dividend paid	-	-	-	-	-
Amount transfer to general reserve	-	-	-	-	-
Net change in fair value of FVTPL investments and others	-	-	-	-	-
Measurement of derivatives at fair value	-	-	-	-	-
Actuarial gain/(loss) on post-employment benefit obligations, net of tax benefit	-	-	-	-	-
Balance as at 31/03/2022	(2205.78)	0.00	17.46	975.98	(1212.34)

PARTICULARS	RETAINED EARNINGS	GENERAL RESERVE	CAPITAL RESERVE	SECURITIES PREMIUM	TOTAL EQUITY
Balance as at 1/4/2020	(1,477.95)	-	17.46	975.98	(484.51)
Profit for the year	(538.59)	-	-	-	(538.59)
Additions during the year	-	-	-	-	-
Dividend paid	-	-	-	-	-
Amount transfer to general reserve	-	-	-	-	-
Net change in fair value of FVTPL investments and others	-	-	-	-	-
Actuarial gain/(loss) on post-employment benefit obligations, net of tax benefit	-	-	-	-	-
Balance as at 31/03/2021	(2,016.54)	-	17.46	975.98	(1,023.10)

For and on behalf of Board

UNION QUALITY PLASTICS LIMITED

As per our report of even date
For NSVR ASSOCIATES& LLP
Chartered Accountants
FRN: 008801S/200060

Venakata Ratnam P
Partner
M.No. 230675
UDIN:23230675BGWGMC3858

Sd/-
Jeethendra Singh Goud
Managing Director
DIN: 07678735

Sd/-
Karthik Singh Javvari K
Director
DIN: 08082707

Place: Hyderabad
Date:30-05-2023

Sd/-
Kavitha Devi
Company Secretary

Sd/-
Venkata Satya Sesa Sai Munusuri
Chief Financial Officer

Notes Forming Integral Part of the Balance Sheet as at 31ST March, 2023

Note : 2.10 Property plant and Equipment

Sr. No	Particulars	Gross Block			Depreciaton				Net Block		
		Value at the beginning	Addition during the year	Deduction during the year	Value at the end	Value at the beginning	Addition during the year	Deduction during the year	Value at the end	WDV as on 31.03.2023	WDV as on 31.12.2022
	Tangible Assets										
1	Lease Hold Land	22,52,550	-	-	22,52,550	-	-	-	-	22,52,550	22,52,550
2	Factory Building	2,30,62,287	-	-	2,30,62,287	2,06,90,036	2,37,225	-	2,09,27,261	21,35,026	23,72,252
3	Plant and Machinery Equipments	9,32,02,810	-	-	9,32,02,810	9,08,91,571	7,21,800	-	9,16,13,371	15,89,439	23,11,239
4	Electrical Installations	40,18,752	-	-	40,18,752	40,18,752	-	-	40,18,752	-	-
5	Furnitures & Fixtures	15,25,284	-	-	15,25,284	14,82,189	19,423	-	15,01,612	23,672	43,095
6	Office Equipment	9,01,217	-	-	9,01,217	8,92,623	3,873	-	8,96,496	4,721	8,594
7	Computer Hardware	7,07,623	-	-	7,07,623	7,05,070	1,613	-	7,06,682	941	2,553
8	Air Conditoner	39,798	-	-	39,798	39,468	149	-	39,617	181	330
9	Generator	54,500	-	-	54,500	54,048	204	-	54,252	248	452
	Total Tangible Assets	12,57,64,821	-	-	12,57,64,821	11,87,73,757	9,84,286	-	11,97,58,043	60,06,778	69,91,064

Note : 2.11 Intangible Assets

Sr. No	Particulars	Gross Block			Depreciaton				Net Block		
		Value at the beginning	Addition during the year	Deduction during the year	Value at the end	Value at the beginning	Addition during the year	Deduction during the year	Value at the end	WDV as on 31.03.2023	WDV as on 31.12.2022
	Intangible Assets										
1	Computer Software	2,12,600	-	-	2,12,600	2,11,254	850	-	2,12,104	496	1,346
	Total Intangible Assets	2,12,600	-	-	2,12,600	2,11,254	850	-	2,12,104	496	1,346

2.12 "Investments"
Amount in Rs

Particulars	2023		2022	
	Current	Non Current	Current	Non Current
Investments at fair value through Profit or Loss A/c				
<i>Investments in Quoted Equity Instruments</i>				
Investment in Development Credit Bank Ltd (1,200 Equity Shares Face value of Rs.10/- each)	1,26,000		1,26,000	-
Investment in Essar Shipping Limited (200 Equity Shares Face value of Rs.10/- each)	1,550		1,550	-
Aggregate amount of Quoted Investments	1,27,550		1,27,550	-
Total cost of Quoted Investments Rs.0.22 lakhs				1,03,08,848
Investments carried at cost (Unquoted investments)				
1) Hooseini Co.Op Credit Society Ltd. (85 Shares of Rs, 25/- each fully paid)	2,125		2,125	-
2) Bombay Mercantile Co-op Bank Ltd. (142 Share of Rs. 30/- each fully paid)	4,260		4,260	-
3) Essar Shipping Ltd. (2150 fully paid up as NCD of Rs. 20/- each)	43,000		43,000	-
4) Adamji Kaderbhoy Pvt. Ltd. (20 Shares of Rs. 100/- each - Unquoted)	2,000		2,000	-
5) The City Co op Bank Ltd	-		-	-
6) Essar Steel Ltd. (3780 fully paid up equity shares of Rs. 10/- each)	3,44,610		3,44,610	-
7) National Saving Certificates	15,000		15,000	-
	4,10,995		4,10,995	
Total Investments	5,38,545		5,38,545	

2.14 "Deffered Tax Asset"

Particulars	2023	2022
Opening balance	18,04,011	19,77,847
Add : On account of IND AS Adjustment		-
Add : On account OF Accumulated losses & Depreciation	(1,78,606)	(1,73,836)
Closing Balance	16,25,405	18,04,011

2.15 "Other Non Current Assets and Current Assets"

Particulars	2023		2022	
	Current	Non Current	Current	Non Current
Advances to Suppliers & Others	1,65,137	-	8,16,537	-
Pre Paid Expenses	-	-	-	-
Input tax and other taxes receivables	-	-	18,71,651	-
Advances to Employees	-	-	-	-
Total	1,65,137	-	26,88,188	-

2.16 "Inventories"

Particulars	2023	2,022
Raw Materials and components	5,34,777	5,34,777
Work in Progress	-	-
Finished goods	1,52,71,478	2,87,39,368
Stores and spares	-	-
Total	1,58,06,255	2,92,74,145

2.17 "Trade receivables"

Particulars	2023	2,022
Trade Receivables		
Unsecured, considered good	5,04,67,656	6,00,37,375
Less: Allowances for credit losses	(2,19,26,185)	(2,19,26,185)
Less: Bad debts Written off		-
TOTAL	2,85,41,471	3,81,11,190

Trade Receivables Ageing						
Particulars	Outstanding for following periods from the due date of payments					Total
	Less than 6 months	6 mnts-1year	1-2 years	2-3 years	more than 3 years	
1. undisputed trade receivables- considered good						-
2. undisputed trade receivables- which have significant increase in credit risk			20,41,155	3,93,40,166	36,18,572	4,49,99,893
3. undisputed trade receivables- Credit impaired						
4. Disputed trade receivables -considered good						
5. Disputed trade receivables- which have significant increase in credit risk						
6. Disputed trade receivables- Credit impaired						
Total						4,49,99,893

Movement of Impairment in Trade Receivables

Particulars	Amount	Amount
As at 1st April, 2021		
Add: additional allowance of expected credit loss	-	-
As at March 31, 2022	-	-

2.18 "Cash and Cash Equivalents"

Particulars	2023	2022
a) Cash and Cash equivalents		
i) Cash on hand	-	-
ii) Balances with banks		
- Current Accounts	4,72,558	7,72,139
Fixed Deposits	14,29,637	13,98,901
-Margin Accounts		
Total	19,02,195	21,71,040

Cash and Cash Equivalents include the following for Cash flow purpose

Particulars	2023	2022
Cash and Cash Equivalents/ Bank Balances	-	21,71,040
Less: Cash credit to be classified as Cash and Cash Equivalents	-	-
Less: Unclaim dividend	-	-
Cash and Cash Equivalents/ Bank Balances	-	21,71,040

2.13 "Other Financial Assets"

Particulars	2023		2022	
	Current	Non Current	Current	Non Current
Earnest money& Other Deposits		64,44,227	-	85,31,121
Interest Receivables	1,87,995		2,18,731	-
Tender Deposit		23,34,026	-	17,77,727
Tds/Tcs receivable	-		21,173	-
Total	1,87,995	87,78,253	2,39,904	1,03,08,848

LIABILITIES

2.19 "Share Capital"

Amount in Rs

Particulars	2023	2022
Authorized Share Capital		
70,00,000 Equity Shares of Rs.10 each (Previous year : 70,00,000 Equity Shares of Rs.10 each)	7,00,00,000	7,00,00,000
		-
		-
Issued Subscribed and Paid up Share Capital		
69,26,381 Equity Shares of Rs.10 each, fully paid up (Previous year :69,26,381 Equity Shares of Rs.10 each, fully paid up)	6,92,63,810	6,92,63,810
		-
		-
	6,92,63,810	6,92,63,810

2.20 " Other Equity"

Particulars	2023	2022
RETAINED EARNINGS		
Opening Balance	(20,16,53,449)	(14,77,94,466)
Add: Net profit transferred from the Statement of Profit and Loss	(1,89,24,632)	(5,38,58,632)
Total	(22,05,78,081)	(20,16,53,098)
CAPITAL RESERVE		
Opening Balance	17,46,400	17,46,400
Add: Forfeiture of Shares	-	-
Total	17,46,400	17,46,400
SECURITIES PREMIUM		
Opening Balance	9,75,97,540	9,75,97,540
Add: Current year Transfer	-	-
Less: Written Back in Current year		
Total	9,75,97,540	9,75,97,540
Total Other Equity	(12,12,34,141)	(10,23,09,158)

2.21 "Borrowings"

Particulars	2023		2022	
	Current	Non Current	Current	Non Current
Secured Borrowings :				
From Banks& Financial Institutions				
From Others				
Unsecured Borrowings				
Loans from NBFCs				
Loans and Advances from Others	5,46,62,431		5,15,53,115	-
Total	5,46,62,431		5,15,53,115	-

2.22 "Provisions"

Particulars	2023		2022	
	Current	Non Current	Current	Non Current
Provisions-Others		3,65,693	-	26,74,240
Provision for tax	14,14,767		21,61,399	-
Total	14,14,767	3,65,693	21,61,399	26,74,240

2.23 "Other financial liabilities"

Particulars	2023		2022	
	Current	Non Current	Current	Non Current
Trade Deposits& Advances	-		2,00,000	-
Creditors for Expenses	29,27,681		8,60,681	-
Total	29,27,681		10,60,681	-

2.24 "Trade Payables"

Particulars	2023	2022
Sundry Creditors	5,39,29,296	6,53,00,143
Total	5,39,29,296	6,53,00,143

Trade payables ageing					
Particulars	Outstanding for following periods from the due date of payments				Total
	Less than 1 Year	1-2 Years	2-3 years	More than 3 Years	
1. MSME					-
2. Undisputed-Others	11,98,095		13,71,294	1,65,00,066	1,90,69,455
3. Disputed dues -MSME					-
4. Disputed dues- Others			1,01,29,239	2,47,30,601	3,48,59,840
Total					5,39,29,295

2.25 "Other Non Current Liabilities & Current liabilities"

Particulars	2023		2022	
	Current	Non Current	Current	Non Current
Salaries Payable	7,23,490	-	5,48,530	-
Statutory Dues	14,99,895	-	16,76,742	-
Advances From Customers& Others	-	-	1,99,171	-
Total	22,23,385		24,24,443	-

2.26 Revenue from operations**Amount in Rs**

Particulars	2023	2022
Sales	-	1,74,91,356
Income from Job work		
Revenue from operations	-	1,74,91,356

2.27 Other income

Particulars	2023	2022
Interest Income	-	18,82,324
Dividend on Shares	-	-
increase in fair value of shares	-	
Other income	8,73,244	1,61,994
sundry creditors written off		14,36,750
Total	8,73,244	34,81,068

2.28 Cost of materials consumed

Particulars	2023	2022
Opening Stock	5,34,777	16,53,336
Add : Purchases	8,07,450	1,53,23,871
Less: Closing Stock	5,34,777	5,34,777
Total	8,07,450	1,64,42,430

2.29 Changes in Inventories

Particulars	2023	2022
Opening Finished Goods	2,87,39,368	6,99,27,386
Less: Closing Finished Goods	1,52,71,478	2,87,39,368
Opening Work in Progress	-	34,34,310
Less: Closing Work in Progress	-	-
Opening consumables and stores	-	5,53,086
Less: Closing Work in Progress	-	-
Total	1,34,67,890	4,51,75,414

2.30 Employee benefits expense

Particulars	2023	2022
Salaries/Wages and other Allowances	12,02,160	25,83,114
Contributions to Provident fund		-
Staff welfare expenses		-
Total	12,02,160	25,83,114

2.31 Finance Cost

Particulars	2023	2022
Interest on Cash Credit		-
Other Interest Costs		
(Profit)/ Loss on foreign Exchange fluctuation		
Bank Charges	35,983	96,544
Total	35,983	96,544

2.32 Other expenses

Particulars	2023	2022
Direct Expenses		
Consumption of Stores	-	1,23,079
Labour & Jobwork Charges	-	15,700
Power and fuel	6,89,400	10,91,520
Repairs & Maintenance		
- Machinery	-	-
- Others	6,17,526	-
Insurance Expenses	-	-
Administrative & Selling Expenses	-	-
Auditors Remuneration:		
- as statutory auditor	-	-
- as tax auditor	-	-
Commission & Brokerage	-	3,00,001
Donation	-	-
Export Expenses	-	-
Freight/Octroi & Clearing (Include export freight)	-	4,50,710
Legal & Profession / Technical Fess	7,76,710	13,27,656
Membership & Subscription	1,01,662	86,769
Miscellaneous expenses	62,143	4,46,717
Motor Vehicle Expenses	-	98,870
Other Interest/late payment charges	-	10,730
Postage & Couier	-	1,337
Printing & Stationery	-	-
Rates and taxes, Duties, excluding, taxes on income.	56,940	9,960
Rent & Hire Charges	-	1,62,000
Sales & Business Promotion Expenses	-	43,02,000
Security Expenses	-	-
Telephone Charges	4,000	19,490
Travelling & Conveyances Expenses	2,350	38,530
Other Expenses	8,09,920	8,60,116
Excise duty	-	-
Impairment of Recievables	-	-
Total	31,20,650	93,45,185

2.33 Auditors Remuneration

(Rs in Lakhs)

Particulars	For the year ended 31 March 2023	For the year ended 31 March 2022
Auditors Remuneration		
-Statutory audit fees	2.00	2.00
-Taxation matters	1.00	1.00
Total	3.00	3.00

2.34 Earnings per Share

(Rs in Lakhs)

Particulars	For the year ended 31 March 2023	For the year ended 31 March 2022
Earnings		
Profit attributable to equity holders		(541.59)
Shares		
Number of shares at the beginning of the year	69.26	69.26
Add: Equity shares issued	-	-
Less: Buy back of equity shares	-	-
Total number of equity shares outstanding at the end of the year	69.26	69.26
Weighted average number of equity shares outstanding during the year – Basic	69.26	69.26
Add: Weighted average number of equity shares arising out of outstanding stock options (net of the stock options forfeited) that have dilutive effect on the EPS	-	-
Weighted average number of equity shares outstanding during the year – Diluted	69.26	69.26
Basic Earnings per share of par value Rs.10/-	(2.73)	(7.82)
Diluted Earnings per share of par value Rs.10/-	(2.73)	(7.82)

2.35 Related Parties

In accordance with the provisions of Ind AS 24 “Related Party Disclosures” and the Companies Act, 2013, Company’s Directors, members of the Company’s Management Council and Company Secretary are considered as Key Management Personnel. List of Key Management Personnel of the Company is as below:

S.No.	Name of the Related Party	Nature of Relationship
1	PraveenaKumari	Key Managerial Personnel
2	Rajesh Singh	Key Managerial Personnel
3	Ramesh Singh	Relative of Key Managerial Personnel
4	PoornimaBai	Relative of Key Managerial Personnel
5	JK Viswanath Singh	Relative of Key Managerial Personnel
6	JK Krishna Singh	Relative of Key Managerial Personnel
7	Durga Singh	Relative of Key Managerial Personnel
8	Pavan Singh Jaweri Potiwal	Director
9	Karthik Singh Javvari K	Director
10	Jeethendra Singh Goud	Director
12	Uday Agro & Technology	* EDS
13	Uday Kumar Marketing	* EDS
14	Ikon associates	* EDS
15	Aadinathpolyfab Private Limited	* EDS
16	GokulKisan Mart	* EDS
17	Akshaya Irrigation Products Private Limited	* EDS
* Entity over which the director is having significant influence		

Related Party Transactions and balances

(In lakhs)

S.No.	Particulars	2022-23	2021-22
1	<u>Sales</u>		
	Akshaya Irrigation Products Pvt Ltd	-	
	Uday Kumar Marketing	-	0.78
	Ikon Associates	-	13.05
	UPI Polymers	-	23.00
	AadinathPolyfab Pvt Ltd	-	
	Gokul Agriculture Imp Agency	-	
2	<u>Purchases</u>		
	AadinathPolyfab Pvt Ltd	-	153.13
	Uday Kumar Marketing	8.07	

3	<u>Trade Recievables</u>		
	Gokul Agriculture Imp Agency		
	Uday Kumar Marketing	103.39	240.56
	Ikon Associates	269.89	372.61
	CR Associates	5.00	5.00
	Jalabindu irrigation System private limited	-	10.35
	Akshaya Irrigation Product Private Limited		
4	<u>Trade Payables</u>		
	UPI Polymers	9.53	29.18
	Akshaya Irrigation Product Private Limited	-	
	AadinathPolyfab Pvt Ltd	-	277.99

2.36 Earnings/expenditure in foreign currency:

Expenditure in Foreign currency:

Particulars	For the year ended 31st March 2023	For the year ended 31st March 2022
Purchases	-	-
Professional Fees	-	-
Other expenses	-	-
Total	-	-

Earnings in Foreign currency:

Particulars	For the year ended 31st March 2023	For the year ended 31st March 2022
FOB Value of Exports	-	-
Total	-	-

2.37 Segment Reporting:

The Company concluded that it has only one segment i.e manufacturing of polyethylene fabric used for packaging, shelter, waterproofing and horticultural applications. Hence, the same becomes the reportable segment for the Company. Accordingly, the Company has only one operating and reportable segment, the disclosure requirements specified in paragraphs 22 to 30 are not applicable.

2.38 Income Taxes:

a. *Income tax expense/ (benefit) recognized in the statement of profit and loss:*

Income tax expense/ (benefit) recognized in the statement of profit and loss consists of the following:

(Rs in Lakhs)

Particulars	For the Year Ended 31 st March	
	2023	2022
<i>Current taxes expense</i>		
Domestic (whichever is higher of a or b)	-	-
<i>a. Tax as per Normal Income Tax Provisions</i>	-	-
<i>b. Tax on Deemed Total Income Under MAT(Sec 115JB)</i>	-	-
<i>Deferred taxes expense/(benefit)</i>	1.78	-1.74
Total income tax expense/(benefit) recognized in the statement of profit and loss	1.78	-1.74

a. Reconciliation of Effective tax rate:

Particulars	For the Year Ended 31 March	
	2023	2022
Profit before income taxes	(187.46)	(540.33)
Enacted tax rate in India	25.17%	25.17%
Computed expected tax benefit/(expense)	0	0
Effect of:		
Expenses not deductible for Tax purposes	9.84	33.05
Expenses deductible for Tax purposes	16.71	19.64
Tax Effect on Previous losses Reported to Tax		
Tax Payable at Special Rates as per Special provisions under Tax laws	-	-
Income tax benefit/(expense)	-	0
Effective tax rate	25.17%	25.17%

b. Deferred tax assets & Liabilities:

The tax effects of significant temporary differences that resulted in deferred tax assets and liabilities and a description of the items that created these differences is given below:

Particulars	For the Year Ended 31 March	
	2023	2022
<i>Deferred tax assets/(liabilities):</i>		
Property, plant and equipment	16.26	18.04
On Account of Accumulated Losses	-	-
On account of MAT Credit		
Net deferred tax assets/(liabilities)	16.26	18.04

c. Movement in deferred tax assets and liabilities during the year ended 31st March 2023& 2022:

(Rs in Lakhs)

Particulars	As at 1 April 2021	Recognized in statement of profit and loss	Recognized in equity	As at 31 March 2022
Deferred tax assets/(liabilities)				
Net deferred tax assets/(liabilities)	19.78	(1.74)		18.04

[Continued from above table, first column(s) repeated]

(Rs in Lakhs)

Particulars	As at 1 April 2022	Recognized in statement of profit and loss	Recognized in equity	As at 31 March 2023
Deferred tax assets/(liabilities)				
Net deferred tax assets/(liabilities)	18.04	(1.78)		16.26

2.39 Investments:

Investments consist of investments in equity shares of Development Credit bank limited and Essar Shipping Limited measured at Fair value through Profit & Loss Account, and other unquoted investments are measured at cost. The details of such Investments as of 31st March 2022 are as follows:

(Rs in Lakhs)

Particulars	Cost	Gain recognized directly in equity	Gain recognized directly in profit and loss account	Fair value
<i>Non-current Investments</i>				
Investment in Equity shares of Development Credit Bank Limited and Essar Shipping Limited	0.22	1.05	0.12	1.28
Total	0.22	1.05	0.12	1.28

The details of such investments as of 31st March 2023 are as follows:

(Rs in Lakhs)

Particulars	Cost	Gain recognized directly in equity	Gain recognized directly in profit and	Fair value

			loss account	
<i>Non-current Investments</i>				
Investment in Equity shares of Development Credit Bank Limited and Essar Shipping Limited	0.22	1.05	0.12	1.28
Total	0.22	1.05	0.12	1.28

2.40 Financial Risk Management:

The Company's activities expose it to a variety of financial risks, including credit risk, liquidity risk and Market risk. The Company's risk management assessment and policies and processes are established to identify and analyse the risks faced by the Company, to set appropriate risk limits and controls, and to monitor such risks and compliance with the same. Risk assessment and management policies and processes are reviewed regularly to reflect changes in market conditions and the Company's activities. The Board of Directors, risk management committee and the Audit Committee is responsible for overseeing the Company's risk assessment and management policies and processes.

a. Credit Risk:

Credit risk is the risk of financial loss to the Company if a customer or counterparty to a financial instrument fails to meet its contractual obligations, and arises principally from the Company's receivables from customers and investment securities. Credit risk is managed through credit approvals, establishing credit limits and continuously monitoring the creditworthiness of Customers to which the Company grants credit terms in the normal course of business. The Company establishes an allowance for doubtful debts and impairment that represents its estimate of expected losses in respect of trade and other receivables and investments.

Trade Receivables-The Company's exposure to credit risk is influenced mainly by the individual characteristics of each customer. The demographics of the customer, including the default risk of the industry and country, in which the customer operates, also has an influence on credit risk assessment. Credit risk is managed through credit approvals, establishing credit limits and continuously monitoring the creditworthiness of customers to which the Company grants credit terms in the normal course of business. No trade and other receivables impairment loss has been provided for the FY 2022-23 and the closing balance stands at 219.26 lakhs as at 31 March 2023 and Rs.219.26 lakhs as at 31 March 2022.

The Company's credit period for customers generally ranges from 60-90 days.

On account of adoption of Ind AS 109, the Company uses Expected Credit Loss (ECL) model for assessing the impairment loss. For this purpose, it is weighted average of credit losses with the respective risks of default occurring as weights. The credit loss is the difference between all contractual cash flows that are due to an entity as per the contract and all the contractual cash flows that the entity expects to receive, discounted to the effective interest rate.

Financial assets that are neither past due nor impaired - None of the Company's cash equivalents, including deposits with banks, were past due or impaired as at 31 March 2023.

Reconciliation of allowance for credit losses

The details of changes in allowance for credit losses during the year ended 31 March 2023 and 31 March 2022 are as follows:

(Rs In Lakhs)

Particulars	For the Year Ended 31 March	
	2023	2022
Balance at the beginning of the year	219.26	220.99
Impairment of Trade receivables	-	(1.73)
Balance at the end of the year	219.26	219.26

Liquidity Risks:

Liquidity risk is the risk that the Company will not be able to meet its financial obligations as they become due. The Company manages its liquidity risk by ensuring, as far as possible, that it will always have sufficient liquidity to meet its liabilities when due, under both normal and stressed conditions, without incurring unacceptable losses or risk to the Company's reputation.

As of 31 March 2023, the Company had working capital (current assets less current liabilities) of **Rs. -685.55Lakhs** including cash and cash equivalents of **Rs.19.02Lakhs** and investments in FVTPL financial assets of **Rs. 5.39Lakhs**. As of 31 March 2022, the Company had working capital of **Rs. -500Lakhs** including cash and cash equivalents of **Rs. 21.71Lakhs** and investments in FVTPL financial assets of **Rs. 5.39Lakhs**.

The table below provides details regarding the contractual maturities of significant financial liabilities as at 31 March 2023:

Particulars	2023	2024	2025	Thereafter	Total
Trade payables	484.62	-	-	-	484.62
Long term borrowings	-	-	-	-	-
short-term borrowings	546.62	-	-	-	546.62
Other Financial liabilities	29.28	-	-	-	29.28
Other liabilities	22.23	-	-	-	22.23

Market Risks:

Market risk is the risk that changes in market prices such as commodity prices risk, foreign exchange rates and interest rates which will affect the Company's financial position. Market risk is attributable to all market risk sensitive financial instruments including foreign currency receivables and payables.

CAPITAL MANAGEMENT

The Company's objective for capital management is to maximize shareholder wealth, safeguard business continuity and support the growth of the Company. The Company determines the capital management requirement based on annual operating plans and long term and other strategic

investment plans. The funding requirements are met through equity, borrowings and operating cash flows required.

The company's Debt Equity ratio is as follows:

(Rs in Lakhs)

Particulars	2023	2022
Total Debt	1100.55	1251.74
Total Equity	-519.70	-330.46
Debt Equity Ratio	-2.12:1	-3.79:1

2.41Contingent Liabilities and Commitments:

Cases pending against the company before the NCLT

(RS in Lakhs)

S.No.	NAME OF VENDOR	PRINCIPLE AMOUNT OUTSTANDING AS ON 31-03-2023
1	GOPINATH ENTERPRISES	101.29
2	ANAND TRADE LINKS	52.49
3	SUMIRAN MASTER BATCH	121.01
4	NAVKAR POLYMERS	30.74
5	POLY RICH INDUSTRIES	17.63
6	RISHABH TREXIM LLP	142.27

Other Cases pending against the company in Other Courts

S.No	NAME OF VENDOR	PRINCIPLE AMOUNT OUTSTANDING AS ON 31-3-2023
1	ADAMJI INVESTMENTS	330.87
	TOTAL	330.87

For NSVR & ASSOCIATES LLP
Chartered Accountants
(Firms' Registration No. 008801S/S200060)

Venkata Ratnam P
Partner
(Membership No. 230675)
UDIN:23230675BGWGMC3858

Place: Hyderabad
Date: 30-5-2023

For and on behalf of the board
UNION QUALITY PLASTICS LIMITED

Jeethendra Singh Goud
Managing Director
DIN: 07678735

Karthik Singh Javvari K
Director
DIN: 08082707

Kavitha Devi
Company Secretary

Venkata Satya Sesha Sai Munusuri
Chief Financial Officer

1. NOTES TO FINANCIAL STATEMENTS

DESCRIPTION OF THE COMPANY AND SIGNIFICANT ACCOUNTING POLICIES

A. General Information

Union Quality Plastics Limited (the company) is engaged in manufacturing of polyethylene fabric based products for packaging, shelter, waterproofing and horticultural applications. The Company is a public limited company incorporated and domiciled in India and has its registered office at Mumbai, Maharashtra. The shares of the company are listed on the Bombay Stock Exchange in India. The principal accounting policies applied in the preparation of the financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

B. Basis of preparation and presentation of Financial Statements

The financial statements of Union Quality Plastics Limited (the Company) have been prepared and presented in accordance with the Indian Accounting Standards ("Ind AS") notified under the Companies (Indian Accounting Standards) Rules 2015, as amended and as per other relevant provisions of the Act. The presentation of financial statements is based upon Ind AS Schedule III of Companies Act, 2013.

Basis of Measurement

These financial statements have been prepared on the historical cost convention and on an accrual basis, except for the following material items in the balance sheet:

- a. Certain financial assets are measured either at fair value or at amortized cost depending on the classification;
- b. Employee defined benefit assets/(liability) are recognized as the net total of the fair value of plan assets, plus actuarial losses, less actuarial gains and the present value of the defined benefit obligation, and
- c. Long-term borrowings are measured at amortized cost using the effective interest rate method.

All assets and liabilities are classified into current and non-current based on the operating cycle of less than twelve months or based on the criteria of realisation/settlement within twelve months period from the balance sheet date.

C. Use of estimates and judgments

The preparation of financial statements in conformity with Ind AS requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. These estimates and associated assumptions are based on historical experiences and various other factors that are believed to be reasonable under the circumstances. Actual results may differ from these estimates.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the period in which the estimates are revised and in any future periods affected. In particular, the areas involving critical estimates or Judgments are:

i) Depreciation and amortization

Depreciation and amortization is based on management estimates of the future useful lives of certain class of property, plant and equipment and intangible assets.

ii) Provision and contingencies

Provisions and contingencies are based on the Management's best estimate of the liabilities based on the facts known at the balance sheet date.

iii) Fair valuation

Fair value is the market based measurement of observable market transaction or available market information.

iv) Employee Benefits

The present value of the employee benefits obligations depends on a number of factors that are determined on an actuarial basis using a number of assumptions. The assumptions used in determining the net cost (income) includes the discount rate, wage escalation and employee attrition. The discount rate is based on the prevailing market yields of Indian Government securities as at the balance sheet date for the estimated term of the obligations.

D. Functional and presentation currency

These financial statements are presented in Indian rupees, which is also the functional currency of the Company. All financial information presented in Indian rupees has been rounded to the nearest lakhs.

E. Current and noncurrent classification

All the assets and liabilities have been classified as current or noncurrent as per the Company's normal operating cycle and other criteria set out in the Schedule III to the Companies Act, 2013 and Ind AS 1, Presentation of financial statements.

Assets: An asset is classified as current when it satisfies any of the following criteria:

- It is expected to be realized in, or is intended for sale or consumption in, the Company's normal operating cycle;
- It is held primarily for the purpose of being traded;
- It is expected to be realized within twelve months after the reporting date; or
- It is cash or cash equivalent unless it is restricted from being exchanged or used to settle a liability for at least twelve months after the reporting date.

Liabilities: A liability is classified as current when it satisfies any of the following criteria:

- It is expected to be settled in the Company's normal operating cycle;
- It is held primarily for the purpose of being traded;
- It is due to be settled within twelve months after the reporting date; or
- The Company does not have an unconditional right to defer settlement of the liability for at least twelve months after the reporting date. Terms of a liability that could, at the option of the counterparty, result in its settlement by the issue of equity instruments do not affect its classification.

Current assets/ liabilities include the current portion of noncurrent assets/ liabilities respectively. All other assets/ liabilities are classified as noncurrent. Deferred tax assets and liabilities are always disclosed as non-current.

Significant Accounting Policies

1) Property Plant & Equipment

Recognition and measurement

Property, Plant and Equipment are stated at cost of acquisition or construction less accumulated depreciation and impairment loss, if any. Cost includes expenditures that are directly attributable to the acquisition of the asset i.e., freight, duties and taxes applicable and other expenses related to acquisition and installation. The cost of self-constructed assets includes the cost of materials and other costs directly attributable to bringing the asset to a working condition for its intended use. Borrowing costs that are directly attributable to the construction or production of a qualifying asset are capitalized as part of the cost of that asset.

Directly attributable costs include:

- a. Cost of Employee Benefits arising directly from Construction or acquisition of PPE.
- b. Cost of Site Preparation.
- c. Initial Delivery & Handling costs.
- d. Professional Fees and
 - a. Costs of testing whether the asset is functioning properly, after deducting the net proceeds from selling any items produced while bringing the asset to that location and condition (such as samples produced when testing equipment).

When parts of an item of property, plant and equipment have different useful lives, they are accounted for as separate items (major components) of property, plant and equipment.

Gains and losses upon disposal of an item of property, plant and equipment are determined by comparing the proceeds from disposal with the carrying amount of property, plant and equipment and are recognized net within in the statement of profit and loss.

The cost of replacing part of an item of property, plant and equipment is recognized in the carrying amount of the item if it is probable that the future economic benefits embodied within the part will flow to the Company and its cost can be measured reliably. The costs of repairs and maintenance are recognized in the statement of profit and loss as incurred.

Items of property, plant and equipment acquired through exchange of non-monetary assets are measured at fair value, unless the exchange transaction lacks commercial substance or the fair value of either the asset received or asset given up is not reliably measurable, in which case the asset exchanged is recorded at the carrying amount of the asset given up.

Depreciation

Depreciation is recognized in the statement of profit and loss on WDV basis over the estimated useful lives of property, plant and equipment based on Schedule II to the Companies Act, 2013 (“Schedule”),

which prescribes the useful lives for various classes of tangible assets. For assets acquired or disposed off during the year, depreciation is provided on prorata basis. Land is not depreciated.

Depreciation methods, useful lives and residual values are reviewed at each reporting date and adjusted prospectively, if appropriate.

The estimated useful lives are as follows:

Type of Asset	Estimated useful life in years
Leasehold land	-
Factory Building	30
Plant & Machinery	8
Electrical installations	5
Air Conditioner	5
Generator	5
Computers	3
Office Equipment	5
Furniture & Fixtures	5

2) Intangible assets

Acquired computer software is capitalised on the basis of the costs incurred to acquire and bring to use the specific software. The Intangible assets that are acquired by the Company and that have finite useful lives are measured at cost less accumulated amortization and accumulated impairment losses.

Amortization

Amortization is recognized in the statement of profit and loss on a straight-line basis over the estimated useful lives of intangible assets or on any other basis that reflects the pattern in which the asset's future economic benefits are expected to be consumed by the entity. Intangible assets that are not available for use are amortized from the date they are available for use. The estimated useful lives are as follows:

Type of Asset	Estimated useful life
<i>Intangible Assets</i>	
Computer Software	3

The amortization period and the amortization method for intangible assets with a finite useful life are reviewed at each reporting date.

3) Financial Instruments

A financial instrument is any contract that gives rise to a financial asset of one entity and a financial liability or equity instrument of another entity.

Financial assets

Initial recognition and measurement

All financial assets are recognised initially at fair value plus, in the case of financial assets not recorded at fair value through profit or loss, transaction costs that are attributable to the acquisition of the financial asset. Purchases or sales of financial assets that require delivery of assets within a time frame established by regulation or convention in the market place (regular way trades) are recognised on the trade date, i.e., the date that the Company commits to purchase or sell the asset.

Subsequent measurement

Debt instrument at FVTPL

Debt instruments included within the FVTPL category are measured at fair value with all changes recognised in the statement of profit and loss.

Investment in equity instruments

All equity investments in scope of Ind AS 109 are measured at fair value. Equity instruments which are held for trading and contingent consideration recognised by an acquirer in a business combination to which Ind AS103 applies are classified as at FVTPL. For all other equity instruments, the Company may make an irrevocable election to present in other comprehensive income subsequent changes in the fair value. The Company makes such election on an instrument by-instrument basis. The classification is made on initial recognition and is irrevocable.

If the Company decides to classify an equity instrument as at FVTOCI, then all fair value changes on the instrument, excluding dividends, are recognised in the OCI. There is no recycling of the amounts from OCI to the statement of profit and loss, even on sale of investment. However, the Company may transfer the cumulative gain or loss within equity.

Equity instruments i.e., investments in equity shares within the FVTPL category are measured at fair value with all changes recognised in the statement of profit and loss.

Impairment of trade receivables

In accordance with Ind AS 109, the Company applies expected credit loss (ECL) model for measurement and recognition of impairment loss on the trade receivables or any contractual right to receive cash or another financial asset that result from transactions that are within the scope of Ind AS 18. Expected credit loss model takes into consideration the present value of all the cash shortfalls over the expected life of a financial instrument. In simple terms, it is weighted average of credit losses with the respective risks of default occurring as weights. The credit loss is the difference between all contractual cash flows that are due to an entity as per the contract and all the contractual cash flows that the entity expects to receive, discounted to the effective interest rate. The Standard presumes that entities would suffer credit loss even if the entity expects to be paid in full but later than when contractually due. In other words, it simply focuses on DELAYS in collection of receivables.

For the purpose of identifying the days of delay, the Company took into consideration the weighted average number of delays taking into consideration the date of billing, the credit period and the collection days.

Financial liabilities

Initial recognition and measurement

Financial liabilities are classified, at initial recognition, as financial liabilities at fair value through profit or loss, loans and borrowings, payables, or as derivatives designated as hedging instruments in an effective hedge, as appropriate. All financial liabilities are recognised initially at fair value and, in the case of loans and borrowings and payables, net of directly attributable transaction costs.

The Company's financial liabilities include trade and other payables, loans and borrowings including bank overdrafts, financial guarantee contracts.

Subsequent measurement

The measurement of financial liabilities depends on their classification, as described below:

Loans and borrowings

After initial recognition, interest-bearing loans and borrowings are subsequently measured at amortised cost using the EIR method. Gains and losses are recognised in the statement of profit and loss when the liabilities are derecognised as well as through the EIR amortisation process.

Amortised cost is calculated by taking into account any discount or premium on acquisition and fees or costs that are an integral part of the EIR. The EIR amortisation is included as finance costs in the statement of profit and loss.

4) Inventories

Inventories consist of raw materials, work-in-progress and finished goods and are measured at the lower of cost and net realisable value. Stores and spares were valued at cost. The cost of all categories of inventories is based on the weighted average method. Cost includes expenditures incurred in acquiring the inventories, production or conversion costs and other costs incurred in bringing them to their existing location and condition. In the case of finished goods and work-in-progress, cost includes an appropriate share of overheads based on normal operating capacity. Stores and spares, that do not qualify to be recognised as property, plant and equipment, consists of packing materials, engineering spares (such as machinery spare parts) and consumables which are used in operating machines or consumed as indirect materials in the manufacturing process. Net realisable value is the estimated selling price in the ordinary course of business, less the estimated costs of completion and selling expenses.

5) Impairment of non-financial assets

The carrying amounts of the Company's non-financial assets, other than inventories and deferred tax assets are reviewed at each reporting date to determine whether there is any indication of impairment. If any such indication exists, then the asset's recoverable amount is estimated. For goodwill and intangible assets that have indefinite lives or that are not yet available for use, an impairment test is performed each year at March 31.

The recoverable amount of an asset or cash-generating unit (as defined below) is the greater of its value in use and its fair value less costs to sell. In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset or the cash-generating unit. For the purpose of impairment testing, assets are grouped together into the smallest group of assets that generates cash

inflows from continuing use that are largely independent of the cash inflows of other assets or groups of assets (the “cash-generating unit”).

An impairment loss is recognized in the statement of profit and loss if the estimated recoverable amount of an asset or its cash-generating unit is lower than its carrying amount. Impairment losses recognized in respect of cash-generating units are allocated first to reduce the carrying amount of any goodwill allocated to the units and then to reduce the carrying amount of the other assets in the unit on a pro-rata basis.

An impairment loss in respect of goodwill is not reversed. In respect of other assets, impairment losses recognized in prior periods are assessed at each reporting date for any

indications that the loss has decreased or no longer exists. An impairment loss is reversed if there has been a change in the estimates used to determine the recoverable amount. An impairment loss is reversed only to the extent that the asset’s carrying amount does not exceed the carrying amount that would have been determined, net of depreciation or amortization, if no impairment loss had been recognized.

6) Cash & Cash Equivalents

Cash and bank balances comprise of cash balance in hand, in current accounts with banks, demand deposit, short-term deposits, Margin Money deposits and unclaimed dividend accounts. For this purpose, “short-term” means investments having maturity of three months or less from the date of investment. Bank overdrafts that are repayable on demand and form an integral part of our cash management are included as a component of cash and cash equivalents for the purpose of the statement of cash flows. The Margin money deposits and unclaimed dividend balances shall be disclosed as restricted cash balances.

7) Employee Benefits

Short term employee benefits

Short-term employee benefits are expensed as the related service is provided. A liability is recognised for the amount expected to be paid if the Company has a present legal or constructive obligation to pay this amount as a result of past service provided by the employee and the obligation can be estimated reliably.

Defined Contribution Plan

The Company’s contributions to defined contribution plans are charged to the statement of profit and loss as and when the services are received from the employees.

Defined Benefit Plans

Defined Benefit plans are accounted in Accordance with IND AS 19

Termination benefits

Termination benefits are recognized as an expense when the Company is demonstrably committed, without realistic possibility of withdrawal, to a formal detailed plan to either terminate employment

before the normal retirement date, or to provide termination benefits as a result of an offer made to encourage voluntary redundancy. Termination benefits for voluntary redundancies are recognized as an expense if the Company has made an offer encouraging voluntary redundancy, it is probable that the offer will be accepted, and the number of acceptances can be estimated reliably.

Other long-term employee benefits

The Company's net obligation in respect of other long term employee benefits is the amount of future benefit that employees have earned in return for their service in the current and previous periods. That benefit is discounted to determine its present value. Re-measurements are recognized in the statement of profit and loss in the period in which they arise.

8) Provisions, contingent liabilities and contingent assets

Provision

A provision is recognised if, as a result of a past event, the Company has a present legal or constructive obligation that can be estimated reliably, and it is probable that an outflow of economic benefits will be required to settle the obligation. If the effect of the time value of money is material, provisions are determined by discounting the expected future cash flows at a pre-tax rate that reflects current market assessments of the time value of money and the risks specific to the liability. Where discounting is used, the increase in the provision due to the passage of time is recognized as a finance cost.

Contingent liabilities

A disclosure for a contingent liability is made when there is a possible obligation or a present obligation that may, but probably will not, require an outflow of resources. Where there is a possible obligation or a present obligation in respect of which the likelihood of outflow of resources is remote, no provision or disclosure is made.

Contingent assets

Contingent assets are not recognised in the financial statements. However, contingent assets are assessed continually and if it is virtually certain that an inflow of economic benefits will arise, the asset and related income are recognised in the period in which the change occurs.

Revenue Recognition

Sale of goods and trade license

Effective April 1, 2018, the company has applied Ind AS 115 which establishes a comprehensive framework for determining whether, how much and when revenue is to be recognized. Ind AS 115 replaces Ind AS 18 Revenue and Ind AS 11 Construction Contracts. The company has adopted Ind AS 115 using the cumulative catch-up method. The effect of initially applying this standard is recognized at the date of initial application (i.e. April 1, 2018). The effect of adoption of Ind AS 115 is insignificant

Revenue from sale of goods is recognized when significant risks and rewards in respect of ownership of the product is transferred to the customer. Revenue from the sale of Products includes excise duty and is measured at the fair value of the consideration received or receivable, net of returns, sales tax and applicable trade discounts and allowances.

Other Income

Interest Income

Interest Income mainly comprises of interest on Margin money deposit with banks relating to bank guarantee. Interest income should be recorded using the effective interest rate (EIR). However, the amount of margin money deposits relating to bank guarantee are purely current in nature, hence effective interest rate has not been applied. Interest is recognized using the time-proportion method, based on rates implicit in the transactions.

9) Borrowing Costs

Borrowing costs consist of interest, ancillary and other costs that the Company incurs in connection with the borrowing of funds and interest relating to other financial liabilities. Borrowing costs also include exchange differences to the extent regarded as an adjustment to the borrowing costs. Borrowing costs directly attributable to the acquisition, construction or production of an asset that necessarily takes a substantial period of time to get ready for its intended use or sale are capitalised as part of the cost of the asset. All other borrowing costs are expensed in the period in which they occur.

10) Tax Expenses

Tax expense consists of current and deferred tax.

Income Tax

Income tax expense is recognized in the statement of profit and loss except to the extent that it relates to items recognized directly in equity, in which case it is recognized in equity. Current tax is the expected tax payable on the taxable income for the year, using tax rates enacted or substantively enacted at the reporting date, and any adjustment to tax payable in respect of previous years.

Deferred Tax

Deferred tax is recognised using the balance sheet method, providing for temporary differences between the carrying amounts of assets and liabilities for financial reporting purposes and the amounts used for taxation purposes. Deferred tax is measured at the tax rates that are expected to be applied to the temporary differences when they reverse, based on the laws that have been enacted or substantively enacted by the reporting date. Deferred tax assets and liabilities are offset if there is a legally enforceable right to offset current tax liabilities and assets, and they relate to income taxes levied by the same tax authority on the same taxable entity, or on different tax entities, but they intend to settle current tax liabilities and assets on a net basis or their tax assets and liabilities will be realised simultaneously.

A deferred tax asset is recognized to the extent that it is probable that future taxable profits will be available against which the temporary difference can be utilized. Deferred tax assets are reviewed at each reporting date and are reduced to the extent that it is no longer probable that the related tax benefit will be realized.

Dividend distribution tax arising out of payment of dividends to shareholders under the Indian Income tax regulations is not considered as tax expense for the Company and all such taxes are recognized in the statement of changes in equity as part of the associated dividend payment.

11) Earnings Per Share

The Company presents basic and diluted earnings per share ("EPS") data for its ordinary shares. Basic earnings per share is computed by dividing the net profit after tax by the weighted average number of equity shares outstanding during the period. Diluted earnings per share is computed by dividing the profit after tax by the weighted average number of equity shares considered for deriving basic earnings per

share and also the weighted average number of equity shares that could have been issued upon conversion of all dilutive potential equity shares.

12) Trade receivables

Trade receivables are initially recognized at fair value and subsequently measured at amortized cost using effective interest method, less provision for impairment.

13) Trade and other payables

These amounts represent liabilities for goods and services provided to the Company prior to the end of the financial year which are unpaid. The amounts are unsecured and are presented as current liabilities unless payment is not due within twelve months after the reporting period.

14) Determination of fair values

The Company's accounting policies and disclosures require the determination of fair value, for certain financial and non-financial assets and liabilities. Fair values have been determined for measurement and/or disclosure purposes based on the following methods. When applicable, further information about the assumptions made in determining fair values is disclosed in the notes specific to that asset or liability. A fair value measurement of a non-financial asset takes into account a market participant's ability to generate economic benefits by using the asset in its highest and best use or by selling it to another market participant that would use the asset in its highest and best use.

(I) Property, plant and equipment

Property, plant and equipment, if acquired in a business combination or through an exchange of non-monetary assets, is measured at fair value on the acquisition date. For this purpose, fair value is based on appraised market values and replacement cost.

(ii) Intangible assets

The fair value of brands, technology related intangibles, and patents and trademarks acquired in a business combination is based on the discounted estimated royalty payments that have been avoided as a result of these brands, technology related intangibles, patents or trademarks being owned (the "relief of royalty method"). The fair value of customer related, product related and other intangibles acquired in a business combination has been determined using the multi-period excess earnings method after deduction of a fair return on other assets that are part of creating the related cash flows.

(iii) Inventories

The fair value of inventories acquired in a business combination is determined based on its estimated selling price in the ordinary course of business less the estimated costs of completion and sale, and a reasonable profit margin based on the effort required to complete and sell the inventories.

(iv) Investments in equity and debt securities and units of mutual funds

The fair value of marketable equity and debt securities is determined by reference to their quoted market price at the reporting date. For debt securities where quoted market prices are not available, fair value is determined using pricing techniques such as discounted cash flow analysis.

In respect of investments in mutual funds, the fair values represent net asset value as stated by the issuers of these mutual fund units in the published statements. Net asset values represent the price at which the issuer will issue further units in the mutual fund and the price at which issuers will redeem such units from the investors.

Accordingly, such net asset values are analogous to fair market value with respect to these investments, as transactions of these mutual funds are carried out at such prices between investors and the issuers of these units of mutual funds.

(v) Non-derivative financial liabilities

Fair value, which is determined for disclosure purposes, is calculated based on the present value of future principal and interest cash flows, discounted at the market rate of interest at the reporting date. For finance leases the market rate of interest is determined by reference to similar lease agreements. In respect of the Company's borrowings that have floating rates of interest, their fair value approximates carrying value.

For NSVR & ASSOCIATES LLP
Chartered Accountants
(Firms' Registration No. 008801S/S200060)

Venkata Ratnam P
Partner
(Membership No. 230675)
UDIN:23230675BGWGMC3858

Place: Hyderabad
Date: 30-5-2023

For and on behalf of the board
UNION QUALITY PLASTICS LIMITED

Jeethendra Singh Goud
Managing Director
DIN: 07678735

Kavitha Devi
Company Secretary

Karthik Singh Javvari K
Director
DIN: 08082707

Venkata Satya Sesa Sai Munusuri
Chief Financial Officers