



UNION QUALITY PLASTICS LIMITED

Regd. Office: 209/A, Shyam Kamal B, CHS LTD, Agarwal Market, Tejpal Road, Vile Parle East, Mumbai, Maharashtra-400057

CIN: L25209MH1984PLC033595, E-mail: cs.uqpl@gmail.com, Contact No: +91 22 26100367/8

Date: 20/06/2026

To,
BSE Limited,
The Corporate Relationship Department
Phiroze Jeejeebhoy Towers,
Dalal Street,
Mumbai,
Maharashtra-400001

Scrip Code: 526799

Dear Sir,

Sub: Auditor's Report

Ref: Your E-Mails dated 10/06/2026 and 17/06/2026

With reference to the subject above, please find attached Auditor's Report for the period ended 31st March, 2026 with Complete Financial Statements.

You are requested to kindly acknowledge the receipt of the same.

Thanking you,

Yours faithfully,

For and on behalf of
Union Quality Plastics Limited

KAVITHA DEVI Digitally signed by KAVITHA DEVI
Date: 2026.06.20 15:20:21 +05'30'

Company Secretary cum Compliance Officer

Place: Hyderabad

Date: 20th June, 2026

**Independent Auditor's Report on Quarterly and Year to Date Audited
Financial Results of Union Quality Plastics Limited pursuant to the Regulation
33 of Securities and Exchange Board of India (Listing Obligations and
Disclosure Requirements) Regulations, 2015, as amended**

To

The Board of Directors

Union Quality Plastics Limited

Hyderabad

Qualified Opinion

1. We have audited the accompanying statement of Financial Results (“the Statement”) of **Union Quality Plastics Limited** (“the Company) for the quarter and year ended 31st March 2026 and reviewed the accompanying Financial Results for the quarter ended 31st March 2026 being submitted by the company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended (“the Listing Regulations”).
2. In our opinion and to the best of our information and according to the explanations given to us, *except for effects of the matters described in the Basis for Qualified Opinion Paragraph*, this Statement:
 - i. are presented in accordance with the requirements of the Listing Regulations in this regard; and
 - ii. gives a true and fair view in conformity with the recognition and measurement principles laid down in the applicable Indian Accounting Standards and other accounting principles generally accepted in India of the Net loss, Other comprehensive loss and other financial information of the Company for the quarter and year ended 31st March, 2026.



B.O.: Flat No. FF-3, H No 40-6-2, Goteti Apartment, Kandari Hotel Street, Krishna Nagar, Vijayawada – 520 010

B.O.: H.No.47-11-27/51, 2nd Floor, Arunodaya Complex, 1st Lane, Dwarakanagar, Visakhapatnam – 530 016

B.O.: No. 4, Poes Road, 4th Street, Teynampet, Chennai – 600 018

B.O.: Ground Floor, Plot No.92, 1st Street, Sri Srinivasa Nagar, Near Accord School, Chiguruwada,
Tirupati Rural Mandal, Tirupati, Andhra Pradesh – 517 507

Basis of Qualified Opinion

We conducted our audit in accordance with the Standards on Auditing ("SAs") specified under Section 143(10) of the Companies Act, 2013 ("the Act"). Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Financial Results section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India. ("the ICAI") together with the ethical requirements that are relevant to our audit of the Financial Results for the year ended 31 March 2026 under the provisions of the Act and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAI's Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion

- i. Rs. 274.83 lakhs are the amount of Sundry Debtors outstanding for period exceeding three years out of which provision of Rs. 219.26 lakhs had been made in earlier years as expected credit loss. Receivables outstanding net of provisions is Rs. 55.57 lakhs. No provision has been made during the current quarter or previous year. 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.
- ii. Rs. 158.06 lakhs is the amount of Closing Stock and not moving more than two years and the net Net Realisable Value (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.
- iii. Rs. 364.33 lakhs is the amount of Sundry Creditors outstanding for period exceeding three years. No Confirmation has been received from the Creditors. In the absence of such Confirmations from the Creditors we are not in a position to determine its impact on the Financial Statements.
- iv. Other current Assets Rs. 429.75 lakhs comprise of:



- a. Rs. 419.25 lakhs transferred to Ikon Associates during the year a related party as an Advance, but the nature of transaction and terms & conditions not available on record.
- b. Rs. 10.50 lakhs is balance receivable from Gopinath Enterprise Private Limited towards sale for which terms of receipt not on record.
- v. Rs. 1.58 lakhs is the closing balance comprising of seven bank accounts, out of which one bank statement provided to us for verification is Rs. 0.20 lakhs only. We have not been provided with remaining six bank statements or confirmations from the bankers for the balance amount Rs. 1.38 lakhs. Hence, we are unable to express our opinion on this concern.
- vi. Rs. 14.30 lakhs is outstanding balance of Fixed deposits with City Bank. No Confirmation has been received from the Bank. In the absence of such Confirmations from the Bank we are not in a position to determine its impact on the Financial Statements.
- vii. Rs. 87.78 lakhs is long outstanding balance of other Financial Assets which comprises of EMDs and Tender deposits. No provision provided in this regard.
- viii. Company has accumulated losses and its net worth has been fully eroded, the Company has incurred a net loss/net cash loss during the current quarter and previous years and, the Company's current liabilities exceeded its current assets as at the review date. These conditions indicate the existence of a material uncertainty that may cast significant doubt about the Company's ability to continue as a going concern.

Management's Responsibilities for the Financial Results

This Statement which includes the Financial Results is the responsibility of the Company's Board of Directors, and has been approved by them for the issuance. The Statement has been compiled from the related Ind AS Audited Financial Statements. This responsibility includes the preparation and presentation of the Financial Results for the quarter and year ended 31 March 2025 that give a true and fair view of the net loss and other comprehensive income and other financial information in accordance with the recognition and measurement principles laid down in the Indian Accounting Standards prescribed under Section 133 of the Act read with relevant rules issued thereunder and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding 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 the 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 Results that give a true and fair view and is free from material misstatement, whether due to fraud or error,

In preparing the Financial Results, the Board of Directors are responsible for assessing the Company's ability, to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Board of Directors either intend to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

The Board of Directors are also responsible for overseeing the financial reporting process of the Company.

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

Our objectives are to obtain reasonable assurance about whether the Financial Results 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 Results.

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the Financial Results, 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 controls.
- Obtain an understanding of internal financial controls 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 through a separate report on the complete set of financial statements on whether the company has adequate internal financial controls with reference to financial statements in place and the operating effectiveness of such controls

- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Management
- Evaluate the appropriateness and reasonableness of disclosures made by the Board of Directors in terms of the requirements specified under Regulation 33 of the Listing Regulations.
- Conclude on the appropriateness of the 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 Statement or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the Financial Results, including the disclosures, and whether the Financial Results represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the Annual Financial Results of the Company to express an opinion on the Annual Financial Results.

Materiality is the magnitude of misstatements in the Annual Financial Results that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the Annual Financial Results 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 Annual Financial Results.



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 controls 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

Other matters:

The Statement includes the results for the quarter ended 31 March 2026 being the balancing figures between audited figures in respect of the full financial year ended 31st March 2026 and the published unaudited year-to-date figures up-to the third quarter of the current financial year, which are subjected to limited review by us, as required under the Listing Regulations

For **Sagar & Associates**
Chartered Accountants

FRN: 003510S



(B. Srinivasa Rao)

Partner

Membership No. 202352

UDIN: 26202352SBTLRJ1667

Place: Hyderabad

Date: 30.05.2026

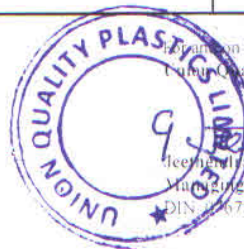
UNION QUALITY PLASTICS LIMITED
CIN No. L25209MH1984PLC033595
Statement of Assets and Liabilities


PART-I		(Rs. in Lakhs)	
Particulars	Note No:	As at 31-Mar-2026 (Audited)	As at 31-Mar-2025 (Audited)
ASSETS			
Non-current assets			
Property plant and Equipment	2.10	41.41	46.42
Capital Work Inprogress			
Intangible assets	2.11	0.01	0.01
Financial assets			
Investments	2.12	5.39	5.39
Other financial assets	2.13	87.78	87.78
Deferred Tax Assets (net)	2.14	17.54	5.44
Other non current assets	2.15	-	-
		152.13	145.05
Current assets			
Inventories	2.16	158.06	158.06
Financial assets			
Trade receivables	2.17	55.57	136.09
Cash and cash equivalent	2.18	15.87	19.34
Other financial assets	2.13	2.06	1.88
Other current assets	2.15	431.40	456.23
		662.96	771.60
TOTAL		815.09	916.64
EQUITY AND LIABILITIES			
Equity			
Equity-Share Capital	2.19	692.64	692.64
Other Equity	2.20	-859.49	-856.28
		-166.85	-163.65
Liabilities			
Non-current liabilities			
Financial Liabilities			
Borrowings	2.21	-	-
Provisions	2.22	3.66	3.66
Other Financial Liabilities	2.23	-	-
		3.66	3.66
Current liabilities			
Financial Liabilities			
Borrowings	2.21	536.81	541.19
Trade payables	2.24	364.33	396.93
Other financial liabilities	2.23	-	92.49
Provisions	2.22	15.15	15.15
Other current liabilities	2.25	61.99	30.87
		978.28	1,076.63
TOTAL		815.09	916.64

For Sagar & Associates
Chartered Accountants
FRN 003510S

(B. Srinivasa Rao)
Partner
Membership No. 202352

Place Hyderabad
Date: 30.05.2026



For and on Behalf of Board of Director
Union Quality Plastics Limited

Jeebhari Singh (Jeebhari Singh)
Managing Director
DIN: 0678735

UNION QUALITY PLASTICS LIMITED
Registered Office : 209-A, SHYAM KAMAL B BUILDING, TEJPAL ROAD, VILE PARLE EAST, MU MBAL-400057
CIN No. L25209MH1984PLC033595
FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED MARCH 31, 2026

PART-II

(Rs in Lakhs)

Sl. No.	Particulars	Quarter ended	Quarter ended	Quarter ended	Year ended	Year ended
		31/03/2026	31/12/2025	31/03/2025	31/03/2026	31/03/2025
		Audited	Unaudited	Audited	Audited	Audited
1	Income					
	Revenue from operations	-	-	-	-	-
	Total Revenue from operations	-	-	-	-	-
2	Other income	0.18	-	604.00	0.18	604.00
	Total Income	0.18		604.00	0.18	604.00
3	Expenses					
	Cost of materials consumed & Purchase of Traded Goods	-	-	-	-	0.06
	Purchases of Traded Goods	-	-	-	-	-
	Changes in inventories	-	-	-	-	-
	Employee benefits expense	1.66	1.67	1.66	6.65	6.65
	Finance costs	0.01	-	-	0.01	0.35
	Depreciation and amortization expense	5.02	-	6.41	5.02	6.41
	Other expenses	0.94	0.61	39.78	3.81	204.20
	Total Expenses	7.62	2.28	47.85	15.48	217.67
4	Profit before tax	(7.44)	(2.28)	556.15	(15.30)	386.33
5	Tax expense					
	(1) Current tax	-	-	-	-	-
	(2) Deferred tax	-	-	10.84	(12.10)	(0.84)
6	Net Profit for the Period	(7.44)	(2.28)	545.31	(3.20)	375.49
7	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	-	-	-	-	-
8	Total Other Comprehensive income	-	-	545.31	(3.20)	375.49
9	Total Comprehensive income	(7.44)	(2.28)	545.31	(3.20)	375.49
	Paid up share capital	692.64	692.64	692.64	692.64	692.64
	Other Equity	(859.49)	(864.14)	(856.28)	(859.49)	(856.28)
10	Earnings per equity share					
	(Face value of Rs. 10/- each)					
	(1) Basic	(0.11)	(0.03)	7.87	(0.05)	5.42
	(2) Diluted	(0.11)	(0.03)	7.87	(0.05)	5.42

- The above results were reviewed by the Audit Committee and taken on record and approved by the Board of Directors at their meeting held on 30th day of May 2026. The statement included the results for the quarter ended 31st March 2026 and 31st March 2025 being the balancing figure of the audited figures in respect of the full financial year.
- The Financial Result have been prepared in accordance with Indian Accounting Standards (Ind AS) prescribed under section 133 of the Companies Act, 2013 read with relevant rules thereunder and in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and SEBI circular dated 5th July 2016.
- The entire operations of the Company relate to only one segment. Hence, segmental reporting as per IND AS-108 is not made.
- The results for the year ended 31st March 2026 are also available on the Bombay Stock Exchange website and on the Company's website.

For Sagar & Associates
Chartered Accountants
ERN: 0035105

(B. Srinivasa Rao)
Partner
Membership No. 202352


In and on behalf of the Board
Union Quality Plastics Limited

JEEJITENDRA SINGH GOUD
Managing Director
IDN: 307678735

Place: Hyderabad
Date: 30.05.2026

UNION QUALITY PLASTICS LIMITED
CIN No. L25209MH1984PLC033595
Statement of Cash Flows

PART-III Particulars	(Rs. in Lakhs)	
	Year Ended As at Mar 31, 2026	Year Ended As at Mar 31, 2025
Cash Flows from Operating Activities		
Net profit before tax	(3.20)	386.33
Adjustments for:		
Depreciation and amortization expense	-	6.41
Provision for doubtful debts/advances/ impairment	-	-
Dividend Income	-	-
Gain on Investments carried at fair value through profit & loss	-	-
Finance cost	-	-
De-Recognition of Financial Liabilities	-	-
Receipt of Interest	-	-
Operating profit before working capital changes	(3.20)	392.74
Movements in Working Capital:		
(Increase)/Decrease in Trade Receivables	80.52	25.30
(Increase)/Decrease in Other financial assets	-	-
(Increase)/Decrease in Inventories	-	-
(Increase)/Decrease in Other Current Assets	24.83	(454.58)
(Increase)/Decrease in Other Non Current Assets	-	-
Increase/(Decrease) in Trade Payables	(32.60)	(31.91)
Increase/(Decrease) in Other financial liabilities	(92.49)	59.81
Increase/(Decrease) in Other Current liabilities	-	9.23
Increase/(Decrease) in Other Non-Current liabilities	31.12	-
Increase/(Decrease) in Provisions	-	1.00
Changes in Working Capital	11.38	-
Cash generated from operations	8.17	1.60
Direct Taxes Paid	-	-
Net Cash from operating activities (A)	8.17	1.60
Cash flows from Investing Activities		
Dividends Received	-	-
(Purchase)/ Sale of Fixed Assets	-	-
(Purchase) /Sale of Investment	-	-
Receipt of Interest	-	-
Net Cash used in Investing Activities (B)	-	-
Cash flows from Financing Activities		
Proceeds from issue of Shares	-	-
Proceeds from Long term borrowings	(4.38)	-
Repayment/(Proceeds) of/from Short-term borrowings	-	-
Finance cost	-	-
Net Cash used in Financing Activities (C)	(4.38)	-
Net Increase/(Decrease) in cash and cash equivalents (A+B+C)	3.79	1.60
Cash and Cash equivalents at the beginning of the year	19.34	17.74
Cash and Cash equivalents at the ending of the year	23.13	19.34

For Sagar & Associates
Chartered Accountants
FRN#0035105


(B. Srinivasa Rao)
Partner
Membership No. 202352

Place: Hyderabad
Date: 30.05.2026


For and on behalf of the Board
Union Quality Plastics Limited

KETHENDRA SINGH GOUD
Managing Director
DIN: 07678718



UNION QUALITY PLASTICS LIMITED

Regd. Office: 209/A, Shyam Kamal B, CHS LTD, Agarwal Market, Tejpal Road, Vile Parle East, Mumbai, Maharashtra-400057

CIN: L25209MH1984PLC033595, E-mail: cs.uqpl@gmail.com, Contact No: +91 22 26100367/8

To,
BSE Limited,
The Corporate Relationship Department
Phiroze Jeejeebhoy Towers,
Dalal Street,
Mumbai,
Maharashtra-400001

Scrip Code: 526799


Dear Sir/Madam,

Sub: Declaration under Regulation 33(3)(d) of SEBI (Listing Obligations and Disclosure Requirements) (Amendment) Regulation, 2016 and SEBI Circular No. CIR/CFD/CMD/56/2016.

DECLARATION

In compliance with the provision of Regulation 33(3)(d) of SEBI (Listing Obligations and Disclosure Requirements) (Amendment) Regulation, 2016 and SEBI Circular No. CIR/CFD/CMD/56/2016, I hereby declare that Sagar & Associates, Chartered Accountants (FRN: 003510S), Statutory Auditors of the Company, have issued an Audit Report with Qualified Opinion on Audited Financial Results (Standalone) of the Company for the quarter and year ended March 31, 2026.

Thanking you,
For **Union Quality Plastics Limited**



Datta Prasad
Chief Financial Officer



Place: Hyderabad
Date: 30th May, 2026



UNION QUALITY PLASTICS LIMITED

Regd. Office: 209/A, Shyam Kamal B, CHS LTD, Agarwal Market, Tejpal Road, Vile Parle East, Mumbai, Maharashtra-400057

CIN: L25209MH1984PLC033595, E-mail: es.uqpl@gmail.com, Contact No: +91 22 26100367/8

Statement of Impact of Audit Qualifications (for audit report with modified opinion) submitted along-with Annual Audited Financial Results (Standalone)

<u>Statement on Impact of Audit Qualifications for the Financial Year ended March 31, 2026</u>				
<u>(See Regulation 33/52 of the SEBI (LODR) (Amendment) Regulations, 2016)</u>				
<u>(Rs. In Lakhs)</u>				
I.	Sl. No.	Particulars	Audited Figures (as reported before adjusting for qualifications)	Adjusted Figures (audited figures after adjusting for qualifications)
	1.	Total Income	0.18	0.18
	2.	Total Expenditure	15.48	15.48
	3.	Net Profit/(Loss)	(3.20)	(3.20)
	4.	Earnings per Share	(0.05)	(0.05)
	5.	Total Assets	815.09	815.09
	6.	Total Liabilities	815.09	815.09
	7.	Net Worth	(166.85)	(166.85)
	8.	Any other financial item(s) (as felt appropriate by the Management)	-	-

II. Audit Qualification:

II.(i). Sundry Debtors:

a. Details of Audit Qualification:

Rs. 274.83 lakhs is the amount of Sundry Debtors outstanding for period exceeding three years out of which provision of Rs. 219.26 lakhs had been made in earlier years as expected credit loss. Receivables outstanding net of provisions is Rs. 55.57 lakhs. No provision has been made during the current quarter or previous year. 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 receivables.

b. Type of Audit Qualification: Qualified Opinion

c. Frequency of qualification: Repetitive

d. For Audit Qualification(s) where the impact is quantified by the auditor, Management's views:

Rs. 55.57 lakhs belong to Madhya Pradesh Government. We are pursuing with Horticulture department. It may be settled within 6 months. Further, for the balance outstanding receivables, we are pursuing the matter with the concerned parties.



e. For Audit Qualification(s) where the impact is not quantified by the auditor:

- i. Management's estimation on the impact of audit qualification: NA
- ii. If management is unable to estimate the impact, reasons for the same: NA
- iii. Auditors' comments on (i) or (ii) above: NA

II.(ii). Closing Stock:

a. Details of Audit Qualification:

Rs. 158.06 lakhs is the amount of Closing Stock and not moving more than two years and the Net Realisable Value (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.

b. Type of Audit Qualification: Qualified Opinion

c. Frequency of qualification: Repetitive

d. For Audit Qualification(s) where the impact is quantified by the auditor, Management's views:

The non-moving Closing Stock of Rs. 158.06 lakhs is the dead stock. We are slowly selling out the said stock with loss and it will be closed as early as possible.

e. For Audit Qualification(s) where the impact is not quantified by the auditor:

- i. Management's estimation on the impact of audit qualification: NA
- ii. If management is unable to estimate the impact, reasons for the same: NA
- iii. Auditors' comments on (i) or (ii) above: NA

II.(iii). Sundry Creditors:

a. Details of Audit Qualification:

Rs. 364.33 lakhs is the amount of Sundry Creditors outstanding for period exceeding three years. No Confirmation has been received from the Creditors. In the absence of such Confirmations from the Creditors we are not in a position to determine its impact on the Financial Statements.

b. Type of Audit Qualification: Qualified opinion

c. Frequency of qualification: Repetitive

d. For Audit Qualification(s) where the impact is quantified by the auditor, Management's views:

The outstanding Sundry Creditors will be settled within 6 months.

e. For Audit Qualification(s) where the impact is not quantified by the auditor:

- i. Management's estimation on the impact of audit qualification: NA
- ii. If management is unable to estimate the impact, reasons for the same: NA
- iii. Auditors' comments on (i) or (ii) above: NA.



II. (iv). Other current Assets:

a. Details of Audit Qualification:

i. Rs. 419.25 lakhs transferred to Ikon Associates during the year a related party as an Advance, but the nature of transaction and terms & conditions not available on record.

ii. Rs. 10.50 lakhs in balance receivable from Gopinath Enterprise Private Limited towards sale for which terms of receipt not on record.

b. Type of Audit Qualification: Qualified Opinion

c. Frequency of qualification: First time

d. For Audit Qualification(s) where the impact is quantified by the auditor, Management's views:

The Company has entered into Business Contract with the said Parties.

e. For Audit Qualification(s) where the impact is not quantified by the auditor:

i. Management's estimation on the impact of audit qualification: NA

ii. If management is unable to estimate the impact, reasons for the same: NA

iii. Auditors' comments on (i) or (ii) above: NA

II. (v). Bank Accounts:

a. Details of Audit Qualification:

Rs. 1.58 lakhs is the closing balance comprising of seven bank accounts, out of which one bank statement provided to us for verification is Rs. 0.20 lakhs only. We have not been provided with remaining six bank statements or confirmations from the bankers for the balance amount Rs. 1.38 lakhs. Hence, we are unable to express our opinion on this concern.

b. Type of Audit Qualification: Qualified Opinion

c. Frequency of qualification: Repetitive

d. For Audit Qualification(s) where the impact is quantified by the auditor, Management's views:

Out of the said Seven Bank accounts, six Bank accounts are closed long back. We cannot get Bank Statements as no transactions with those Banks. Only one Bank Account is in operation.

e. For Audit Qualification(s) where the impact is not quantified by the auditor:

i. Management's estimation on the impact of audit qualification: NA

ii. If management is unable to estimate the impact, reasons for the same: NA

iii. Auditors' comments on (i) or (ii) above: NA

II.(vi). Outstanding balance of Fixed assets:

a. Details of Audit Qualification:

Rs. 14.30 lakhs is outstanding balance of Fixed deposits with City Bank. No Confirmation has been received from the Bank. In the absence of such Confirmations from the Bank we are not in a position to determine its impact on the Financial Statements.

b. Type of Audit Qualification: Qualified Opinion

c. Frequency of qualification: Repetitive



d. For Audit Qualification(s) where the impact is quantified by the auditor, Management's views:

This is a fixed deposit available with City Co-operative Bank. The loan taken by the Company was already cleared. However, the Bank kept the above fixed deposit in hold. City Bank is not responding in this regard whenever approached. The Company proposes to sort-out the issues if any with City Co-operative Bank and clear-off the fixed deposit during the current Financial Year.

e. For Audit Qualification(s) where the impact is not quantified by the auditor:

- i. Management's estimation on the impact of audit qualification: NA
- ii. If management is unable to estimate the impact, reasons for the same: NA
- iii. Auditors' comments on (i) or (ii) above: NA

II.(vii). Other Financial Assets:

a. Details of Audit Qualification:

Rs. 87.78 lakhs is long outstanding balance of other Financial Assets which comprises of EMDs and Tender deposits. No provision provided in this regards.

b. Type of Audit Qualification: Qualified Opinion

c. Frequency of qualification: First time

d. For Audit Qualification(s) where the impact is quantified by the auditor, Management's views:

The long outstanding balance and other financial assets total worth Rs. 87.78 Lakhs pertain to Government departments. We are pursuing this matter with concerned departments and expecting to realize most of them during the current Financial Year. As the outstanding amounts are realizable, provision were not made.

e. For Audit Qualification(s) where the impact is not quantified by the auditor:

- i. Management's estimation on the impact of audit qualification: NA
- ii. If management is unable to estimate the impact, reasons for the same: NA
- iii. Auditors' comments on (i) or (ii) above: NA

II.(viii). Net worth:

a. Details of Audit Qualification:

Company has accumulated losses and its net worth has been fully eroded, the Company has incurred a net loss/net cash loss during the current quarter and previous years and, the Company's current liabilities exceeded its current assets as at the review date. These conditions indicate the existence of a material uncertainty that may cast significant doubt about the Company's ability to continue as a going concern.

b. Type of Audit Qualification: Qualified Opinion

c. Frequency of qualification: Repetitive

d. For Audit Qualification(s) where the impact is quantified by the auditor, Management's views:

There was sharp decline in the demand for the products like HDPE Tarpaulins and HDPE Geo membrane Sheets manufactured by the Company after Covid-19. There was also change in the priorities of the Government in AP, Telangana and other States in sanctioning of Government

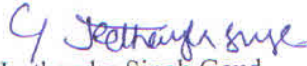


Schemes. These had direct impact on the functioning of the Company. In view of the continuous low performance of the Company, it affected on the financial status of the Company. The management has taken steps to improve the performance of the Company in Government Tenders coming-up in the recent past in high volumes. The present management is of the opinion that there will be considerable improvement in its performance and a positive trend in the Company's ability to run in future will be ensured.

e. For Audit Qualification(s) where the impact is not quantified by the auditor:

- i. Management's estimation on the impact of audit qualification: NA
- ii. If management is unable to estimate the impact, reasons for the same: NA
- iii. Auditors' comments on (i) or (ii) above: NA

**For and on behalf of
Union Quality Plastics Limited**


Jeethendra Singh Goud
Managing Director
DIN: 07678735

