

## UNION QUALITY PLASTICS LIMITED

CIN: L25209MH1984PLC033595

209/A, Shyam Kamal Building, CHS Ltd, Agarwal Market, Tejpal Road, Vile Parle East, Mumbai -400057

## BALANCE SHEET AS AT 31st MARCH, 2021

Particulars	(Rs.in Lakhs)	
	Audited As at 31/03/2021	Audited As at 31/03/2020
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property plant and Equipment	83.52	102.61
Capital Work Inprogress	-	-
Intangible assets	0.04	0.10
<b>Financial assets</b>		
Investments	5.39	5.26
Other Financial Assets	105.59	103.23
<b>Deferred Tax Assets (net)</b>	19.78	24.59
<b>Other non current assets</b>	-	-
	<b>214.31</b>	<b>235.80</b>
<b>Current assets</b>		
<b>Inventories</b>	755.68	638.68
<b>Financial assets</b>		
Trade receivables	1,162.77	1,538.04
Cash and cash equivalent	21.67	64.87
Other financial assets	2.40	2.19
<b>Other current assets</b>	128.14	154.18
	<b>2,070.67</b>	<b>2,397.95</b>
<b>TOTAL</b>	<b>2,284.97</b>	<b>2,633.74</b>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity</b>		
Equity Share Capital	692.64	692.64
Other Equity	-484.51	-460.81
	<b>208.13</b>	<b>231.83</b>
<b>Liabilities</b>		
<b>Non-current liabilities</b>		
<b>Financial Liabilities</b>		
Borrowings	-	-
Provisions	54.33	52.58
<b>Other Financial Liabilities</b>		
	<b>54.33</b>	<b>52.58</b>
<b>Current liabilities</b>		
<b>Financial Liabilities</b>		
Borrowings	362.40	430.62
Trade payables	1,571.19	1,755.75
Other financial liabilities	10.61	14.33
<b>Provisions</b>	22.01	59.72
<b>Other current liabilities</b>	56.31	88.91
	<b>2,022.51</b>	<b>2,349.34</b>
<b>TOTAL</b>	<b>2,284.97</b>	<b>2,633.74</b>
Place: Hyderabad	For and on behalf of Board <i>J. K. Rajesh Singh</i> J. K. RAJESH SINGH Managing Director DIN: 03508795	
Date: 30/06/2021		



## UNION QUALITY PLASTICS LIMITED

Registered Office : 209/A, Shyam Kamal Building, CHS Ltd, Agarwal Market, Tejpal Road, Vile Parle East, Mumbai -400057  
CIN: L25209MH1984PLC033595

(Rs in Lakhs)

### FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED MARCH 31, 2021

S. No.	Particulars	Quarter ended	Quarter ended	Quarter ended	Year ended	Year ended
		31/03/2021	31/12/2020	31/03/2020	31/03/2021	31/03/2020
		Audited	Unaudited	Audited	Audited	Audited
<b>1</b>	<b>Income</b>					
	Revenue from operations	155.63	328.87	1,243.68	1,658.72	3,634.29
	<b>Total Revenue from operations</b>	<b>155.63</b>	<b>328.87</b>	<b>1,243.68</b>	<b>1,658.72</b>	<b>3,634.29</b>
<b>2</b>	<b>Other income</b>	2.03	0.33	6.58	2.36	6.62
	<b>Total Income</b>	<b>157.66</b>	<b>329.2</b>	<b>1250.26</b>	<b>1661.08</b>	<b>3640.91</b>
<b>3</b>	<b>Expenses</b>					
	Cost of materials consumed & Purchase of Traded Goods	107.82	276.04	1,229.02	1,425.82	2,957.57
	Purchases of Traded Goods	-	-	-	-	-
	Changes in inventories	22.01	-104.34	(333.95)	(174.17)	(162.35)
	Employee benefits expense	39.15	24.80	(1.14)	100.01	108.66
	Finance costs	0.16	0.67	33.28	1.04	57.41
	Depreciation and amortization expense	4.79	4.79	6.84	19.16	27.37
	Other expenses	58.49	81.09	152.22	307.83	570.47
	<b>Total Expenses</b>	<b>232.40</b>	<b>283.04</b>	<b>1,086.28</b>	<b>1,679.67</b>	<b>3,559.13</b>
<b>4</b>	<b>Profit before tax</b>	<b>(74.74)</b>	<b>46.16</b>	<b>163.98</b>	<b>(18.59)</b>	<b>81.78</b>
<b>5</b>	<b>Tax expense</b>					
	(1) Current tax	-	9.27	11.23	0.29	11.23
	(2) Deferred tax	(0.63)	0.21	38.58	4.82	6.53
<b>6</b>	<b>Net Profit for the Period</b>	<b>(74.11)</b>	<b>36.69</b>	<b>114.17</b>	<b>(23.70)</b>	<b>64.02</b>
<b>7</b>	<b>Other comprehensive income (OCI)</b>					
	(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	-	-	-	-	-
<b>8</b>	<b>Total Other Comprehensive income</b>	<b>0.00</b>	<b>0</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>
<b>9</b>	<b>Total Comprehensive income</b>	<b>(74.11)</b>	<b>36.69</b>	<b>114.17</b>	<b>(23.70)</b>	<b>64.02</b>
	<b>Paid up share capital</b>	<b>692.64</b>	<b>692.64</b>	<b>692.64</b>	<b>692.64</b>	<b>692.64</b>
	<b>Other Equity</b>				<b>(484.51)</b>	<b>(460.81)</b>
<b>10</b>	<b>Earnings per equity share</b>					
	(Face value of Rs.10/- each)					
	(1) Basic	(1.07)	0.53	1.65	(0.34)	0.92
	(2) Diluted	(1.07)	0.53	1.65	(0.34)	0.92

- 1 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 30/06/2021. The statement included the results for the quarter ended 31/03/2021 and 31/03/2020 being the balancing figure of the audited figures in respect of the full financial year and the published year to date figures upto the third quarter of the respective financial years, which were subject to limited review by the respective auditors.
- 2 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.
- 3 The entire operations of the Company relate to only one segment. Hence, segmental reporting as per IND AS-108 is not made.
- 4 The results for the year ended 31st March 2021 are also available on the Bombay stock exchange website and on the Company's website.

Place: Hyderabad  
Date: 30/06/2021



By and on behalf of the Board

*K. Rajesh Singh*  
J K Rajesh Singh  
Managing Director  
DIN: 03508795

**UNION QUALITY PLASTICS LIMITED**

CIN: L25209MH1984PLC033595

209/A, Shyam Kamal Building, CHS Ltd, Agarwal Market, Tejpal Road, Vile Parle East, Mumbai -400057

**CASH FLOW STATEMENT FOR THE YEAR ENDED 31st MARCH, 2021**

(Rs.in Lakhs)

Particulars	As at 31/03/2021	As at 31/03/2020
<b>Cash Flows from Operating Activities</b>		
Net profit before tax	-18.59	81.78
Adjustments for :		
Depreciation and amortization expense	19.16	27.37
Provision for doubtful debts/advances/ impairment	18.84	-47.69
Dividend Income	-	-
Gain on Investments carried at fair value through profit & loss	-0.12	1.32
Profit/Loss on sale of Investements	-	-
Finance cost	0.00	-
De-Recognition of Financial Liabilities	-	-
Receipt of Interest	-2.19	-7.94
<b>Operating profit before working capital changes</b>	<b>17.09</b>	<b>54.85</b>
Movements in Working Capital :		
(Increase)/Decrease in Trade Receivables	356.42	871.04
(Increase)/Decrease in Other financial assets	-0.21	-19.92
(Increase)/Decrease in Inventories	-117.00	-6.63
(Increase)/Decrease in Other Current Assets	26.03	51.44
(Increase)/Decrease in Other Non Current Assets	-2.36	20.45
Increase/(Decrease) in Trade Payables	-184.56	-1,074.50
Increase/(Decrease) in Other financial liabilities	-3.72	9.33
Increase/(Decrease) in Other Current liabilities	-32.60	-109.23
Increase/(Decrease) in Other Non-Current liabilities	-	-
Increase/(Decrease) in Provisions	1.75	49.82
Changes in Working Capital		
<b>Cash generated from operations</b>	<b>60.85</b>	<b>-153.35</b>
Direct Taxes Paid	-38.00	-0.79
<b>Net Cash from operating activities (A)</b>	<b>22.85</b>	<b>-154.14</b>
<b>Cash flows from Investing Activities</b>		
Dividends Received	-	-
Purchase of Fixed Assets	-	-
(Purchase) /Sale of Investment	-	-
Receipt of Interest	2.19	7.94
<b>Net Cash used in Investing Activities (B)</b>	<b>2.19</b>	<b>7.94</b>
<b>Cash flows from Financing Activities</b>		
Proceeds from issue of Shares	-	-
Proceeds from Long term borrowings	-	-
Repayment/(Proceeds) of/from Short-term borrowings	-68.23	-83.16
Finance cost	-	-
Net Proceeds from receipt of Calls in Arrear	-	-
<b>Net Cash used in Financing Activities (C)</b>	<b>-68.23</b>	<b>-83.16</b>
<b>Net Increase/(Decrease) in cash and cash equivalents (A+B+C)</b>	<b>-43.19</b>	<b>-229.37</b>
Cash and Cash equivalents at the beginning of the year	64.87	294.23
<b>Cash and Cash equivalents at the ending of the year (Refer Note 2.8)</b>	<b>21.67</b>	<b>64.87</b>

For and on behalf of Board

Place: Hyderabad

Date: 30/06/2021

*J.K. Rajesh Singh*

**J K RAJESH SINGH**

Managing Director

DIN: 03508795



**INDEPENDENT AUDITOR'S REPORT ON AUDIT OF QUARTERLY and ANNUAL  
FINANCIAL RESULTS**

**TO THE BOARD OF DIRECTORS OF UNION QUALITY PLASTIC LIMITED**

We have audited the accompanying quarterly financial results of **UNION QUALITY PLASTIC LIMITED** (the company) for the quarter ended 31<sup>st</sup> March, 2021 and the year to date results for the period from 1<sup>st</sup> April, 2020 to 31<sup>st</sup> March, 2021, attached herewith, being submitted by the company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("Listing Regulations").

**Qualified Opinion**

The Financial statement of the company give a true and fair Opinion Except for the matters specified in the Basis of Qualified Opinion Section. We express Qualified opinion on the Financial results and other Financial Information of the Company because of the significance of the matters described in the Basis for Qualified Opinion section of our report. We have not been able to obtain sufficient and appropriate audit evidence to form a basis for expressing an opinion on the Financial results Statements.

In our opinion and to the best of our information and according to the explanations given to us these financial results:

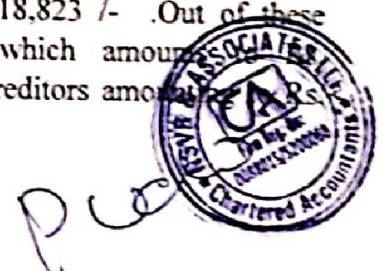
- (i) are presented in accordance with the requirements of Regulation 33 of the Listing Regulations in this regard; and
- (ii) give a true and fair view except for the matters specified in the Basis of opinion para for the quarter ended 31<sup>st</sup> March, 2021 and the year to date results for the period from 1<sup>st</sup> April, 2020 to 31<sup>st</sup> March, 2021

**Basis for Opinion**

Following are the basis for the Qualified opinion

**A. Creditor's Confirmation**

The Company's Closing balances of Creditors equals to Rs.15,71,18,823 /-. Out of these Creditors, We Received Confirmations from some Creditors which amount to Rs. 6,93,62,092 /-. We haven't received the confirmations from the Creditors amounting to Rs. 8,77,56,731 /-.



**CHARTERED ACCOUNTANTS**

And also some of the creditors had filed cases before NCLT against the company which are pending for disposal by NCLT.

In the absence of such Confirmations from the Creditors and Pending cases with the NCLT, we are not in a position to determine its impact on the Financial Statements and also the Final Liability towards Such Creditors of the company.

**B. Valuation of Inventory:**

In our opinion the internal controls in respect of inventory management and valuation of inventory were not properly placed .In the absence of proper internal controls we are unable to comment on the requirement of IND AS-2 with reference to valuation of inventory at lower of cost or net realizable value.

**C. Provision for Gratuity :**

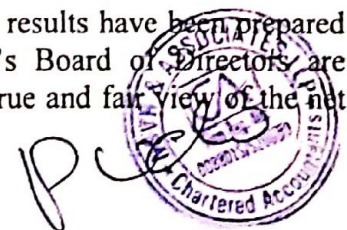
No Provision has been made in the books of accounts for gratuity for the year under Consideration. The Management stated that new provision for gratuity for the year is not required as the previous year provision is Sufficient.

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.

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 together with the ethical requirements that are relevant to our audit of the financial results under the provisions of the Companies Act, 2013 and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

**Management's Responsibilities for the Financial Results**

These quarterly financial results as well as the year to date financial results have been prepared on the basis of the interim financial statements. The Company's Board of Directors are responsible for the preparation of these financial results that give a true and fair view of the net



profit/loss and other comprehensive income and other financial information in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34, 'Interim Financial Reporting' prescribed under Section 133 of the Act read with relevant rules issued there under and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial results that give a true and fair view and are 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 intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

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

**Auditor's Responsibilities for the Audit of the Financial Results for the quarter and year ended 31<sup>st</sup> March, 2021**

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 control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board of Directors.



- Conclude on the appropriateness of the Board of Directors' use of the *going concern* basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial results 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 Financial Results of the company to express an opinion on the 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 control that we identify during our audit.

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

For NSVR & ASSOCIATES LLP.,

Chartered Accountants  
(FRN No. 0088015/200066)


Venkata Ratnam

Partner

M.No:230675

UDIN: 21230675AAAAJX8558

Date: 30-06-2021

Place: Hyderabad



# UNION QUALITY PLASTICS LIMITED

Regd. Office: 209/A, SHYAM KAMAL B, CHS LTD, AGARWAL MARKET, TEJPAL ROAD, VILE PARLE EAST, MUMBAI-400057, MH, IN  
CIN: L25209MH1984PLC033595, E-mail: cs.uqpl@gmail.com, Contact No: +91 22 26100367/8

Date: 30<sup>th</sup> June, 2021

To,  
BSE Limited,  
The Corporate Relationship Department  
Phiroze Jeejeebhoy Towers,  
Dalal Street,  
Mumbai-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 NSVR & Associates LLP, Chartered Accountants (FRN: 008801S/S200060), 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, 2021.

Thanking you,  
For Union Quality Plastics Limited

  
Venkata Satya Sesha Sai Murthy  
Chief Financial Officer



Place: Hyderabad





# UNION QUALITY PLASTICS LIMITED

Regd. Office: 209/A, SHYAM KAMAL B. CHS LTD, AGARWAL MARKET, TEJPAL ROAD, VILE PARLE EAST, MUMBAI-400057, MH, IN  
CIN: L26209MH1994PLC033595, E-mail: ca.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)

Statement on Impact of Audit Qualifications for the Financial Year ended March 31, 2021 (See Regulation 33/52 of the SEBI (LODR) (Amendment) Regulations, 2016) (Rs. In Lakhs)				
Sl. No.	Particulars	Audited Figures (as reported before adjusting for qualifications)	Adjusted Figures (audited figures after adjusting for qualifications)	
1.	Turnover/Total Income	1661.08	1661.08	
2.	Total Expenditure	1679.67	1679.67	
3.	Net Profit/(Loss)	(23.70)	(23.70)	
4.	Earnings per Share	(0.34)	(0.34)	
5.	Total Assets	2284.97	2284.97	
6.	Total Liabilities	2284.97	2284.97	
7.	Net Worth	208.13	208.13	
8.	Any other financial item(s) (as felt appropriate by the Management)	-	-	

### II. Audit Qualification:

#### II.(A). Creditor's Confirmation:

- Details of Audit Qualification:** Pending of receipt of confirmations from certain creditors and cases before NCLT and other Courts filed by some creditors.
- Type of Audit Qualification:** Qualified Opinion
- Frequency of qualification:** First time
- For Audit Qualification(s) where the impact is quantified by the auditor, Management's views:** Not applicable
- For Audit Qualification(s) where the impact is not quantified by the auditor:**
  - Management's estimation on the impact of audit qualification:** Nil
  - If management is unable to estimate the impact, reasons for the same:** The Company have sent request letters but yet to receive confirmations from certain creditors but there is no material impact on the operations of the Company.
  - Auditors' comments on (i) or (ii) above:** We have not received any confirmations from the above creditors and some of the creditors filed recovery cases against the company at NCLT and other Courts. We are unable to estimate the its impact on the financial statements.

#### II.(B). Valuation of Inventory:

- Details of Audit Qualification:** The internal controls in respect of inventory management and valuation of inventory were not properly placed.

- 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:** Not applicable
- e. **For Audit Qualification(s) where the impact is not quantified by the auditor:**
  - i. **Management's estimation on the impact of audit qualification:** Nil
  - ii. **If management is unable to estimate the impact, reasons for the same:** The management has taken the suggestions of Auditors and will re-work the valuation and will report in coming quarters. The impact of the audit qualification cannot be quantified at this point of time but there is no material impact on the operations of the Company.
  - iii. **Auditors' comments on (i) or (ii) above:** Due to covid Situations
    - a) we are unable to visit the Plant for physical verification of Inventory.
    - b) plant also not in fully operational
    - c) Insufficient records due to lack of man power leads to inadequate internal controls in terms of inventory valuation.


Due to the inadequate information we are unable to quantify the impact in Financial statements

**II.(C). Provision for Gratuity:**

- a. **Details of Audit Qualification:** No provision has been made in the books of accounts for the year under consideration.
- 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:** Not applicable
- e. **For Audit Qualification(s) where the impact is not quantified by the auditor:**
  - i. **Management's estimation on the impact of audit qualification:** Nil
  - ii. **If management is unable to estimate the impact, reasons for the same:** The Management is of the view that new provision for gratuity for the year is not required as the previous year provision is sufficient and there is no material impact on the operations of the Company.
  - iii. **Auditors' comments on (i) or (ii) above:** Management is of the view that the existing provision of the gratuity is sufficient based on its estimates. We are in a view that the same can be substantiated with an actuary report.

Signatories:

  
 J.K. Rajesh Singh  
 Managing Director  
 DIN: 03508793

  
 Vaykata R.  
 NSVR & Associates LLP  
 Statutory Auditor