

**INDEPENDENT AUDITORS' REPORT**

**To**  
**The Members of QUALITY IRON AND STEEL LIMITED**

**Report on the Financial Statements**

**Opinion**

We have audited the accompanying financial statements of **QUALITY IRON AND STEEL LIMITED** ("the Company"), which comprise the Balance Sheet as at March 31, 2021, the Statement of Profit and Loss (including Other Comprehensive Income), the Statement of Changes in Equity and the Cash Flow Statement for the year then ended and a summary of 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, 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 31 March 2021, and its losses, total comprehensive income, its cash flows and the changes in equity for the year ended on that date.

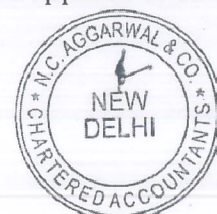
**Basis of Opinion**

We conducted our audit in accordance with the Standards on Auditing specified under Section 143(10) of the Act. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Company in accordance with 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 statements under the provisions of the Companies Act, 2013 and the Rule thereunder, and we have fulfilled our 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 of our opinion.

**Information Other than the Financial Statements and Auditor's Report Thereon**

The Company's Board of Directors is responsible for the other information. The other information comprises the information included in the Annual report, but does not include the financial statements and our auditor's report thereon. The Annual Report is expected to be made available to us after the date of this Auditors' 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 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.



Based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

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

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

### **Auditors' Responsibility**

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.



- Obtain an understanding of internal financial 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 system in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the management.
- 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 auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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 for the financial year ended March 31, 2021 and are therefore the key audit matters. We describe these matters in our auditor's 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, 2016 ("the Order") issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in the **Annexure 'A'** a statement on the matters specified in the paragraph 3 and 4 of the Order, to the extent applicable.
2. As required by Section 143 (3) of the Act, we report that:
  - (a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
  - (b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books;
  - (c) The Balance Sheet, the Statement of Profit and Loss including Other Comprehensive Income, the Statement of Change in Equity and the Cash Flow Statement dealt with by this Report are in agreement with the books of account;
  - (d) In our opinion, the aforesaid financial statements comply with the Indian Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2015;
  - (e) On the basis of the written representations received from the directors as on March 31, 2021 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 Section 164 (2) of the Act.
  - (f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to **Annexure 'B'**.
  - (g) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
    - i. The Company does not have any pending litigations as on March 31, 2021;
    - ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses;
    - iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company;



**N.C. AGGARWAL & CO.**  
**CHARTERED ACCOUNTANTS**

(h) The Company has not paid any managerial remuneration for the year ended 31st March, 2021. Hence, the provisions of the Section 197 read with Schedule V to the Act is not applicable to the Company.

**For N.C. Aggarwal & Co.**  
Chartered Accountants  
Firm Registration No. 003273N



**G. K. Aggarwal**  
Partner  
M. No. 086622  
Date: 23<sup>rd</sup> April, 2021  
Place: New Delhi  
UDIN: 21086622AAAAG9439



**ANNEXURE 'A' TO INDEPENDENT AUDITORS' REPORT**

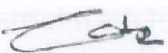
(Annexure referred to in our report of even date to the members of **QUALITY IRON AND STEEL LIMITED** on the accounts for the year ended March 31, 2021)

1. The Company does not have any fixed assets. Accordingly, the provision of clause 3 (i) (a), (b) & (c) of the Companies (Auditor's Report) Order, 2016 are not applicable to the company.
2. The company does not hold any inventory. Accordingly, the provision of clause 3(ii) of the Companies (Auditor's Report) Order, 2016 are not applicable to the company.
3. According to the information and the explanations given to us, the company has not granted any loans, secured or unsecured to companies, firms, limited liability partnership or other parties covered in the register maintained under section 189 of the Companies Act 2013. Accordingly, the provisions of clause 3(iii)(a), 3(iii)(b) and 3(iii)(c) of the order are not applicable to the company and hence not commented upon.
4. The Company has not granted any loans or given any guarantee and security covered under Section 185 and 186 of the Companies Act, 2013. Accordingly, the provisions of clause 3(iv) of the order are not applicable to the company and hence not commented upon.
5. According to the information and explanations given to us and the records examined by us, the Company has not accepted any deposits from the public during the year. Accordingly, the Paragraph 3(v) of the Order is not applicable to the Company.
6. As informed to us, Company is not required to maintain the cost records under sub-section (1) of section 148 of the Companies Act, 2013. Accordingly, the provisions of clause 3(vi) of the order are not applicable to the company.
7. (a) According to the information and explanations given to us, the Company is generally regular in depositing with the appropriate authorities undisputed statutory dues including income tax and sales tax dues which are applicable to the company with the appropriate authorities There are no arrears as at 31<sup>st</sup> March, 2021 for a period of more than six months from the date they become payable.  
  
(b) According to the information and explanations given to us, there are no material dues of income tax and sales tax which are applicable to the company which have not been deposited with the appropriate authorities on account of any dispute.
8. According to the information and explanations given to us, the Company has not taken any loan from financial institution, bank, government and debenture holder. Therefore, clause 3(viii) of the Order with respect to default of repayment is not applicable to the Company.
9. The Company has not raised any money by way of initial public offer or further public offer or debt instruments. Also the Company does not have any term loan during the year. Accordingly, the provisions of clause 3(ix) of the Companies (Auditor's Report) Order, 2016 are not applicable to the company.



10. According to the information and explanations given to us and as represented by the Management and based on our examination of the books and records of the Company and in accordance with generally accepted auditing practices in India, we have been informed that no case of frauds has been committed on or by the Company or by its officers or employees during the year
11. The Company has not paid any managerial remuneration as per the provisions of Section 197 read with Schedule V of the Companies Act, 2013. Accordingly, provisions of clause 3 (xi) of the Order are not applicable to the Company.
12. The company is not a Nidhi Company. Accordingly, the provisions of clause 3 (xii) of the Order are not applicable to the Company.
13. The Company has complied with the provisions of Section 188 of the Companies Act, 2013 w.r.t. transactions with the related parties. Details of the transactions with the related parties have been disclosed in the financial statements as required by the applicable Indian Accounting Standards. As explained to us, Section 177 of the Companies Act, 2013 is not applicable to the company.
14. According to the information and explanations given to us and based on 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, provisions of clause 3 (xiv) of the Order are not applicable to the Company.
15. According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not entered into any non-cash transactions with directors or persons connected with him as covered under Section 192 of the Companies Act, 2013. Accordingly, provisions of clause 3 (xv) of the Order are not applicable to the Company.
16. According to the information and explanations given to us, the company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934. Accordingly, provisions of clause 3 (xvi) of the Order are not applicable to the Company.

**For N.C. Aggarwal & Co.**  
Chartered Accountants  
Firm Registration No. 003273N



**G. K. Aggarwal**

Partner

M. No. 086622

Date: 23<sup>rd</sup> April, 2021

Place: New Delhi

UDIN: 21086622AAAAZG9439



**ANNEXURE 'B' TO INDEPENDENT AUDITORS' REPORT**

Annexure referred to in our report of even date to the members of **QUALITY IRON AND STEEL LIMITED** on the accounts for the year ended 31<sup>st</sup> March, 2021

**Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act")**

We have audited the internal financial controls over financial reporting of **QUALITY IRON AND STEEL LIMITED** ("the Company") as of 31<sup>st</sup> March, 2021 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

**Management's Responsibility for Internal Financial Controls**

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

**Auditors' Responsibility**

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the ICAI. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls system over financial reporting



**Meaning of Internal Financial Controls over Financial Reporting**

A Company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A Company's internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the Company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the Company are being made only in accordance with authorizations of management and directors of the Company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the Company's assets that could have a material effect on the financial statements.

**Inherent Limitations of Internal Financial Controls over Financial Reporting**

Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

**Opinion**

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31<sup>st</sup> March, 2021, based on the internal control over financial reporting criteria established by the Company and the components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the ICAI.

**For N.C. Aggarwal & Co.**

Chartered Accountants

Firm Registration No. 003273N



**G. K. Aggarwal**

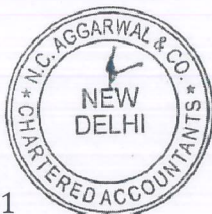
Partner

M. No. 086622

Date: 23<sup>rd</sup> June, 2021

Place: New Delhi

UDIN: 21086622AAAAZG9439



## Quality Iron and Steel Limited

### Balance Sheet as at March 31, 2021

CIN- U12000DL2007PLC163469

(Amount in ₹)

Particulars	Note No.	As at March 31, 2021	As at March 31, 2020
<b>ASSETS</b>			
<b>Current assets</b>			
Financial assets			
(a) Cash and cash equivalents	5	4,906	21,771
<b>Total Assets</b>		<b>4,906</b>	<b>21,771</b>
<b>EQUITY AND LIABILITIES</b>			
<b>Equity</b>			
(a) Equity share capital	6	600,000	600,000
(b) Other equity	7	(830,399)	(737,059)
<b>Liabilities</b>			
<b>Current liabilities</b>			
(a) Other Financial Liabilities	8	232,005	158,830
(b) Other current liabilities	9	3,300	-
(c) Provisions		-	-
(d) Current Tax Liabilities (Net)		-	-
INTER BRANCH ACCOUNT		-	-
<b>Total Equity and Liabilities</b>		<b>4,906</b>	<b>21,771</b>

This is the Balance Sheet referred to in our report of even date.  
The accompanying notes are integral part of these financial statements.

For and on behalf of Board of Directors of  
Quality Iron and Steel Limited

For N.C. Aggarwal & Co.  
Chartered Accountants  
Firm Registration No. 003273N

G.K. Aggarwal  
Partner  
M.No. 086622



Place : New Delhi  
Dated : 23rd April, 2021

Rajeev Goyal  
Director  
DIN : 07003755

Narendra Mantri  
Director  
DIN : 02626772

# Quality Iron and Steel Limited

## Statement of Profit and Loss for the year ended March 31, 2021

CIN- U12000DL2007PLC163469

Particulars	Note No.	(Amount in ₹)	
		Year ended March 31, 2021	Year Ended March 31, 2020
I Other income	10	-	-
II Expenses			
Finance costs	11	-	-
Other expenses	12	93,340	40,005
		<u>93,340</u>	<u>40,005</u>
III Loss before tax (I - II)		(93,340)	(40,005)
IV Tax expense:			
Current tax		-	-
		<u>-</u>	<u>-</u>
V Loss for the year (III - IV)		<u>(93,340)</u>	<u>(40,005)</u>
VI Other Comprehensive Income		-	-
VII Total Comprehensive Income for the year (V + VI)		(93,340)	(40,005)
VIII Earnings per equity share (face value of ₹ 10/- each):			
Basic and Diluted (₹)		(1.56)	(0.67)

This is the Statement of Profit and Loss referred to in our report of even date.  
The accompanying notes are integral part of these financial statements.

For and on behalf of Board of Directors of  
Quality Iron and Steel Limited

For N.C. Aggarwal & Co.

Firm Registration No. 003273N

Chartered Accountants

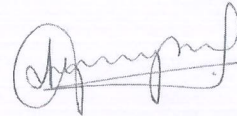


G.K. Aggarwal

Partner

M.No. 086622

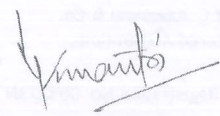
Dated : 23rd April, 2021



Rajeev Goyal

Director

DIN : 07003755



Narendra Mantri

Director

DIN : 02626772

**Quality Iron and Steel Limited**  
**Statement of Cash Flow for the year ended March 31, 2021**

CIN- U12000DL2007PLC163469

(Amount in ₹)

PARTICULARS	Year ended March 31, 2021		Year ended March 31, 2020	
<b>A. Cash Inflow (Outflow) From The Operating Activities</b>				
Net Profit Before Tax and Exceptional Items		(93,340)		(40,005)
Operating Profit Before Working Capital Changes		(93,340)		(40,005)
Adjustments for :				
Trade and Other Payables	(76,475)	(76,475)	11,800	11,800
Cash Generated From Operations Before Exceptional Items		(16,865)		(28,205)
Tax Paid		-		-
Net Cash Inflow / ( Outflow ) From Operating Activities		(16,865)		(28,205)
<b>B. Cash Inflow/(Outflow) From Investment Activities</b>				
Net Cash Inflow/(Outflow)From Investing Activities		-		-
<b>C. Cash Inflow/(Outflow) From Financing Activities</b>				
Issuance of equity shares		-		-
Net Cash Inflow/(Outflow) From Financing Activities		-		-
Net Changes In Cash And Cash Equivalents		(16,865)		(28,205)
Cash and cash equivalents at beginning of the year		21,771		49,976
Cash and cash equivalents at end of the year		4,906		21,771

**NOTE:**


1. Figures in bracket indicates cash outflow.
2. The above cash flow statement has been prepared under the indirect method set out in IND AS - 7 'Statement of Cash Flows'
3. The accompanying notes forms an integral part of these financial statements.

This is the Statement of Cash Flows referred to in our report of even date.

The accompanying notes are integral part of these financial statements.

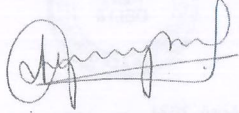
For N.C. Aggarwal & Co.  
Chartered Accountants

Firm Registration No. 003273N

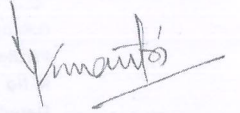
  
G.K. Aggarwal  
Partner  
M.No. 086622



For and on behalf of the Board of Directors of Quality Iron and Steel Limited



Rajeev Goyal  
Director  
DIN : 07003755



Narendra Mantri  
Director  
DIN : 02626772

Place : New Delhi  
Dated : 23rd April, 2021

# Quality Iron and Steel Limited

## Statement of Changes in Equity for the year ended March 31, 2021

CIN- U12000DL2007PLC163469

### A. Equity Share Capital

(Amount in ₹)

As at March 31, 2019	Changes in equity share capital during 2019-20	As at March 31, 2020	Changes in equity share capital during 2020-21	As at March 31, 2021
600,000	-	600,000	-	600,000

### B. Other Equity

Particulars	Retained Earnings
Balance as at April 1, 2019	(697,054)
Profit / (Loss) for the year	(40,005)
Balance as at March 31, 2020	(737,059)
Profit / (Loss) for the year	(93,340)
Balance as at March 31, 2021	(830,399)

This is the Statement of changes in equity referred to in our report of even date.

The accompanying notes are integral part of these financial statements.

For N.C. Aggarwal & Co.

Chartered Accountants

Firm Registration No. 003273N



G.K. Aggarwal

Partner

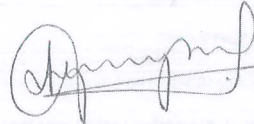
M.No. 086622

Place : New Delhi

Dated : 23rd April, 2021



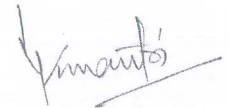
For and on behalf of Board of Directors of Quality Iron and Steel Limited



Rajeev Goyal

Director

DIN : 07003755



Narendra Mantri

Director

DIN : 02626772

Quality Iron and Steel Limited  
Notes to Financial Statements

Particulars	(Amount in ₹)																						
	As at March 31, 2021	As at March 31, 2020																					
<b>5 CASH AND CASH EQUIVALENTS</b>																							
Balances with Bank																							
On current account	4,906	21,771																					
<b>Total cash and cash equivalents</b>	<b>4,906</b>	<b>21,771</b>																					
<b>6 EQUITY SHARE CAPITAL</b>																							
(a) <b>Authorised</b>																							
50,00,000 Equity Shares of ₹10/- each	50,00,000	50,00,000																					
<b>Total</b>	<b>50,00,000</b>	<b>50,00,000</b>																					
(b) <b>Issued, subscribed and fully paid-up</b>																							
60,000 (previous year 60,000) Equity Shares of ₹10/- each	600,000	600,000																					
<b>Total share capital</b>	<b>600,000</b>	<b>600,000</b>																					
(c) <b>Reconciliation of the number of equity shares:</b>																							
Shares outstanding as at the beginning of the year	60,000	60,000																					
Add: Shares issued during the year	-	-																					
<b>Shares outstanding as at the end of the year</b>	<b>60,000</b>	<b>60,000</b>																					
(d) <b>Shares of the company held by its Holding Company:</b>																							
	<table border="1"> <thead> <tr> <th rowspan="2">Name of shareholder</th> <th colspan="2">As at March 31, 2021</th> <th colspan="2">As at March 31, 2020</th> </tr> <tr> <th>No. of shares</th> <th>% of holding</th> <th>No. of shares</th> <th>% of holding</th> </tr> </thead> <tbody> <tr> <td>Jindal Saw Limited *</td> <td style="text-align: right;">60,000</td> <td style="text-align: right;">100%</td> <td style="text-align: right;">60,000</td> <td style="text-align: right;">100%</td> </tr> <tr> <td style="text-align: right;"><b>Total</b></td> <td style="text-align: right;"><b>60,000</b></td> <td style="text-align: right;"><b>100%</b></td> <td style="text-align: right;"><b>60,000</b></td> <td style="text-align: right;"><b>100%</b></td> </tr> </tbody> </table>		Name of shareholder	As at March 31, 2021		As at March 31, 2020		No. of shares	% of holding	No. of shares	% of holding	Jindal Saw Limited *	60,000	100%	60,000	100%	<b>Total</b>	<b>60,000</b>	<b>100%</b>	<b>60,000</b>	<b>100%</b>		
Name of shareholder	As at March 31, 2021			As at March 31, 2020																			
	No. of shares	% of holding	No. of shares	% of holding																			
Jindal Saw Limited *	60,000	100%	60,000	100%																			
<b>Total</b>	<b>60,000</b>	<b>100%</b>	<b>60,000</b>	<b>100%</b>																			
	* Including 60 Shares held through Nominee.																						
(e) <b>Details of shareholders holding more than 5% shares in the company:</b>																							
	<table border="1"> <thead> <tr> <th rowspan="2">Name of shareholder</th> <th colspan="2">As at March 31, 2021</th> <th colspan="2">As at March 31, 2020</th> </tr> <tr> <th>No. of shares</th> <th>% of holding</th> <th>No. of shares</th> <th>% of holding</th> </tr> </thead> <tbody> <tr> <td>Jindal Saw Limited</td> <td style="text-align: right;">60,000</td> <td style="text-align: right;">100%</td> <td style="text-align: right;">60,000</td> <td style="text-align: right;">100%</td> </tr> <tr> <td style="text-align: right;"><b>Total</b></td> <td style="text-align: right;"><b>60,000</b></td> <td style="text-align: right;"><b>100%</b></td> <td style="text-align: right;"><b>60,000</b></td> <td style="text-align: right;"><b>100%</b></td> </tr> </tbody> </table>				Name of shareholder	As at March 31, 2021		As at March 31, 2020		No. of shares	% of holding	No. of shares	% of holding	Jindal Saw Limited	60,000	100%	60,000	100%	<b>Total</b>	<b>60,000</b>	<b>100%</b>	<b>60,000</b>	<b>100%</b>
Name of shareholder	As at March 31, 2021		As at March 31, 2020																				
	No. of shares	% of holding	No. of shares	% of holding																			
Jindal Saw Limited	60,000	100%	60,000	100%																			
<b>Total</b>	<b>60,000</b>	<b>100%</b>	<b>60,000</b>	<b>100%</b>																			
(f) <b>Terms/rights attached to equity shares</b>																							
	The Company has only one class of equity shares having a par value of ₹ 10/- per equity share. Each equity shareholder is entitled to one vote per share.																						
	<b>Nature of Reserve</b>																						
	Retained earnings represent the undistributed profits/(loss) of the company.																						
<b>7 OTHER EQUITY</b>																							
Balance as per last financial statements		(737,059)		(697,054)																			
Add: Loss transferred from statement of profit & loss		(93,340)		(40,005)																			
<b>Total Retained Earnings</b>		<b>(830,399)</b>		<b>(737,059)</b>																			
<b>8 OTHER CURRENT FINANCIAL LIABILITIES</b>																							
Outstanding Other Financial Liabilities		232,005		158,830																			
<b>Total Other Financial Liabilities</b>		<b>232,005</b>		<b>158,830</b>																			
<b>9 OTHER CURRENT LIABILITIES</b>																							
<b>Other Payables</b>																							
Statutory Dues		3,300		-																			
<b>Total Other Current Liabilities</b>		<b>3,300</b>		<b>-</b>																			
				(Amount in ₹)																			
		Year ended March 31, 2021		Year Ended March 31, 2020																			
<b>10 OTHER INCOME</b>																							
		-		-																			
<b>Total other income</b>		<b>-</b>		<b>-</b>																			
<b>11 FINANCE COSTS</b>																							
Bank and finance charges		-		-																			
<b>Total finance costs</b>		<b>-</b>		<b>-</b>																			
<b>12 OTHER EXPENSES</b>																							
Legal and professional fees		79,060		20,945																			
Fees & Subscription		-		1,180																			
Auditor Remuneration		7,080		7,080																			
Printing & Stationary		-		-																			
Filing Fee		7,200		10,800																			
<b>Total other expenses</b>		<b>93,340</b>		<b>40,005</b>																			



**Quality Iron and Steel Limited**  
**Notes To Financial Statements**

**1. Corporate and General Information**

Quality Iron and Steel Limited incorporated on May 16, 2007 with the objective of starting the business of mining activities and steel manufacturing carry in India. The company has not started any operation as of now.

**2. Basis of preparation**

The financial statements comply in all material aspects with Indian Accounting Standards (IND AS) notified under Section 133 of the Companies Act, 2013 (the Act) [Companies (Indian Accounting Standards) Rules, 2015] and other relevant provisions of the Act.

The Company has consistently applied the accounting policies used in the preparation for all periods presented.

The significant accounting policies used in preparing the financial statements are set out in Note 3 of the Notes to Financial Statements.

The preparation of the financial statements requires management to make estimates and assumptions. Actual results could vary from these estimates. The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision effects only that period or in the period of the revision and future periods if the revision affects both current and future years (refer Note 4 on critical accounting estimates, assumptions and judgements).

**3. Significant Accounting Policies**

**3.1 Basis of Measurement**

The standalone financial statements have been prepared on accrual basis and under the historical cost convention except following

- certain financial assets and liabilities, except certain investments and borrowings carried at amortised cost,
- assets held for sale – measured at fair value less cost of disposal,
- defined benefit plans – plan assets measured at fair value,
- derivative financial instruments,

The standalone financial statements are presented in Indian Rupees (₹), which is the Company's functional and presentation currency and all amounts are rounded to the nearest two decimals thereof, except as stated otherwise.

**3.2 Cash and cash equivalents**

Cash and cash equivalents includes cash on hand and at bank, deposits held at call with banks, other short-term highly liquid For the purpose of the Statement of Cash Flows, cash and cash equivalents consists of cash and short term deposits, as defined above, net of outstanding bank overdraft as they are being considered as integral part of the Company's cash management. Bank overdrafts are shown within borrowings in current liabilities in the balance sheet.



### 3.3 Financial instruments - initial recognition, subsequent measurement and impairment

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 liabilities are classified in two categories; subsequent measurement of financial assets is depended on initial categorisation. These categories and their classification are as below:

#### a) Financial liabilities

At initial recognition, all financial liabilities other than fair valued through profit and loss are recognised initially at fair value less transaction costs that are attributable to the issue of financial liability. Transaction costs of financial liability carried at fair value through profit or loss is expensed in profit or loss.

#### i) Financial liabilities at fair value through profit or loss

Financial liabilities at fair value through profit or loss include financial liabilities held for trading. The Company has not designated any financial liabilities upon initial measurement recognition at fair value through profit or loss. Financial liabilities at fair value through profit or loss are at each reporting date at fair value with all the changes recognized in the Statement of Profit and Loss.

#### ii) Financial liabilities measured at amortised cost

#### Trade and other payables

A payable is classified as 'trade payable' if it is in respect of the amount due on account of goods purchased or services received in the normal course of business. These amounts represent liabilities for goods and services provided to the Company prior to the end of financial year which are unpaid. Trade and other payables are presented as current liabilities unless payment is not due within 12 months after the reporting period. They are recognised initially at their fair value and subsequently measured at amortised cost using the effective interest method.

### 3.5 Equity share capital

Ordinary shares are classified as equity. Incremental costs net of taxes directly attributable to the issue of new equity shares are reduced from retained earnings, net of taxes.

### 3.6 Revenue recognition and other income

The Company has adopted the new standard Ind AS 115, "Revenue from contracts with customers" from April 1, 2018, applying the modified retrospective approach which provides that the cumulative impact of the adoption will be recognised in retained earnings as of April 1, 2018 and comparatives will not be restated. Ind AS 115 did not have material impact on the amount or timing of recognition of reported revenue except contract acquisition cost which has been recognised as per principles of Ind AS 11.



### 3.7 Earnings per share

Basic earnings per share is computed using the net profit for the year attributable to the shareholders' and weighted average number of shares outstanding during the year. The weighted average numbers of shares also includes fixed number of equity shares that are issuable on conversion of compulsorily convertible preference shares, debentures or any other instrument, from the date consideration is receivable (generally the date of their issue) of such instruments.

Diluted earnings per share is computed using the net profit for the year attributable to the shareholder' and weighted average number of equity and potential equity shares outstanding during the year including share options, convertible preference shares and debentures, except where the result would be anti-dilutive. Potential equity shares that are converted during the year are included in the calculation of diluted earnings per share, from the beginning of the year or date of issuance of such potential equity shares, to the date of conversion.

### 3.8 Provisions and contingencies

#### a) Provisions

Provisions are recognised when the Company has a present obligation (legal or constructive) as a result of a past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation. If the effect of the time value of money is material, provisions are discounted using equivalent period government securities interest rate. Unwinding of the discount is recognised in the Statement of Profit and Loss as a finance cost. Provisions are reviewed at each balance sheet date and are adjusted to reflect the current best estimate.

#### b) Contingencies

Contingent liabilities are disclosed when there is a possible obligation arising from past events, the existence of which will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Company or a present obligation that arises from past events where it is either not probable that an outflow of resources will be required to settle or a reliable estimate of the amount cannot be made. Information on contingent liability is disclosed in the Notes to the Financial Statements. Contingent assets are not recognised. However, when the realisation of income is virtually certain, then the related asset is no longer a contingent asset, but it is recognised as an asset.

### 3.9 Current versus non-current classification

The Company presents assets and liabilities in balance sheet based on current/non-current classification.

The Company has presented non-current assets and current assets before equity, non-current liabilities and current liabilities in accordance with Schedule III, Division II of Companies Act, 2013 notified by MCA.

An asset is classified as current when it is:

- a) Expected to be realised or intended to be sold or consumed in normal operating cycle,
  - b) Held primarily for the purpose of trading,
  - c) Expected to be realised within twelve months after the reporting period, or
  - d) Cash or cash equivalent unless restricted from being exchanged or used to settle a liability for at least twelve months after the
- All other assets are classified as non-current.

A liability is classified as current when it is:

- a) Expected to be settled in normal operating cycle.
  - b) Held primarily for the purpose of trading,
  - c) Due to be settled within twelve months after the reporting period, or
  - d) There is no unconditional right to defer the settlement of the liability for at least twelve months after the reporting period.
- All other liabilities are classified as non-current.

The operating cycle is the time between the acquisition of assets for processing and their realisation in cash or cash equivalents.

### 4. Critical accounting estimates, assumptions and judgements

In the process of applying the Company's accounting policies, management has made estimates, assumptions and judgements, which have significant effect on the amounts recognised in the financial statement. The factors used in estimates may differ from actual outcome which could lead to significant adjustments to the amounts reported in the financial statements.



12 Financial risk management

Liquidity risk

Liquidity risk is the risk that the Company may not be able to meet its present and future cash and collateral obligations without incurring unacceptable losses.

Particulars	Carrying Amount	On Demand/ Overdue	Less than 6 months	6 to 12 months	> 1 years	(Amount in ₹)
						Total
As at March 31, 2021						
Other financial liabilities	2,32,005	2,32,005				2,32,005.00
<b>Total</b>	<b>2,32,005</b>	<b>2,32,005</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>2,32,005.00</b>
As at March 31, 2020						
Other financial liabilities	1,58,830	1,58,830				1,58,830.00
<b>Total</b>	<b>1,58,830</b>	<b>1,58,830</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>1,58,830.00</b>

Fair value of financial assets and liabilities

The below table provides the carrying amounts and fair value of the financial instruments recognised basis category in the financial statements.

Particulars	(Amount in ₹)			
	As at March 31, 2021		As at March 31, 2020	
	Carrying amount	Fair value	Carrying amount	Fair value
<b>Financial assets designated at amortised cost</b>				
Cash and bank balances	4,906	4,906	21,771	21,771
	<b>4,906</b>	<b>4,906</b>	<b>21,771</b>	<b>21,771</b>
<b>Financial liabilities designated at amortised cost</b>				
Other financial liabilities	2,32,005	2,32,005	1,58,830	1,58,830
	<b>2,32,005.00</b>	<b>2,32,005.00</b>	<b>1,58,830</b>	<b>1,58,830</b>

Other disclosures

13 Auditors' remuneration

Particulars	(Amount in ₹)	
	Year ended March 31, 2021	Year ended March 31, 2020
Audit Fees	28,320	7,080
Other Certification Charges	23,600	-
<b>Total</b>	<b>51,920</b>	<b>7,080</b>

14 Earnings per share

Particulars	(Number of shares)	
	As at March 31, 2021	As at March 31, 2020
Issued equity shares	60,000	60,000
<b>Weighted average number of equity shares used as denominator in the computation of basic and diluted earnings per equity share- (A)</b>	<b>60,000</b>	<b>60,000</b>

Net profit available to equity holders of the Company used in the basic and diluted earnings per share determined as follows:

Particulars	(Amount in ₹)	
	As at March 31, 2021	As at March 31, 2020
Profit and Loss after tax- (B)	(93,340)	(40,005)
Basic earnings per share (B/A)	(1.56)	(0.67)
Diluted earnings per share (B/A)	(1.56)	(0.67)



## 15. Related party transactions

In accordance with the requirements of IND AS 24, on related party disclosures, name of the related party, related party relationship, transactions and outstanding balances including commitments where control exists and with whom transactions have taken place during reported periods, are:

### A. Parent Company:

S. No.	Name of the entity in the group
1	Jindal Saw Limited

### B. Key Management Personnel

S. No.	Name of KMP	Designation
1	Mr. Neeraj Kumar	Director
2	Mr. Narendra Mantri	Director
3	Mr. Rajeev Goyal	Director

### Transactions:


Particulars	(Amount in ₹)	
	2020-21	2019-20
<b>Outstanding balance</b>		
<b>Share Capital</b>		
Jindal Saw Limited	6,00,000	6,00,000

These financial statements were approved and adopted by board of directors of the Company in their meeting dated April 23, 2021.

Previous year figures have been regrouped / rearranged, wherever considered necessary to conform to current year's classification.

16. Notes 1 to 15 are annexed to and form an integral part of financial statements.

For N.C. Aggarwal & Co.  
Chartered Accountants  
Firm Registration No. 003273N

  
G.K. Aggarwal  
Partner  
M.No. 086622



Place : New Delhi  
Dated : 23rd April, 2021

Rajeev Goyal  
Director  
DIN : 07003755

Narendra Mantri  
Director  
DIN : 02626772

