



Quest

LABORATORIES LIMITED

(Formerly known as Quest Laboratories Pvt. Ltd.)

CIN No.: U24232MP1998PLC012850

Date: 30th May, 2024

To,
The Manager, Listing Department
National Stock Exchange of India Ltd.
Exchange Plaza, Plot No. C/1, G-Block,
Bandra-Kurla Complex, Bandra (East),
Mumbai – 400051
Maharashtra, India.

NSE Symbol: QUESTLAB
Series: EQ

Sub: Disclosure pursuant to Regulation 30 & 33 of the SEBI (Listing Obligation and Disclosure Requirements) Regulation, 2015 as amended.

Outcome of Board Meeting No. 03/2024-25 held on, Thursday, 30th May, 2024 at Registered office.

Dear Sir/ Madam,

Pursuant to regulation 30 and 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended, we wish to inform you that, a meeting of the Board of Directors of the Company was held today i.e. on Thursday, 30th May, 2024 at 05.00 pm at the Registered Office of the Company situated at Plot No. 45 Sector III Pithampur, Dhar, Madhya Pradesh, India, 454775. The Board inter alia transacted and approved the following business:

1. Considered and approved the **Audited Standalone Financial Results of the Company** for the Half year and Year ended 31st March, 2024. Pursuant to Regulation 33 of the SEBI (LODR) Regulations, 2015 as applicable, the Financial Results enclosed herewith;
2. The Board taken on record the Audit Report given by the Statutory Auditors on **Audited Standalone Financial Results of the Company** for the Half year and Year ended 31st March, 2024. Pursuant to Regulation 33 of the SEBI (LODR) Regulations, 2015 as applicable, the Audit Report enclosed herewith;

The Meeting of the Board of Directors commenced at 05.00 PM and concluded at 06.10 PM.

You are kindly requested to acknowledge and update the same in your records.

Thanking you.

Yours faithfully,

For, QUEST LABORATORIES LIMITED

ANIL KUMAR SABARWAL
MANAGING DIRECTOR
DIN: 00646133

Regd. Off. & Plant : Plot No. 45, Opp. Kissan Pipe Unit 4, Sector III, Pithampur Dist. Dhar (MP) 454775.



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Independent Auditor's Report on Annual Standalone Financial Results of the Company Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015 as amended.

**TO THE MEMBERS OF
QUEST LABORATORIES LIMITED
CIN NO. - U24232MP1998PLC012850**

Report on the Audit of the Financial Statements

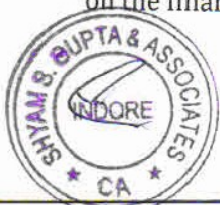
Opinion

We have audited the accompanying financial statements of Quest Laboratories Limited ("the Company"), which comprise the Balance Sheet as at March 31, 2024, attached herewith, being submitted by the Company pursuant to requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended (the "Listing Regulations") the Statement of Profit and Loss, and the Statement of Cash Flows for the year ended on that date, notes to the financial statement and a summary of the significant accounting policies and other explanatory information (hereinafter referred to as "the financial statements").

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements, as presented in accordance with the requirement of Regulation 33 of the Listing Regulations in this regard in the manner so required and give a true and fair view in conformity with the Accounting Standards prescribed under section 133 of the Act read with the Companies (Accounting Standards) Rules, 2014 and other accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2024, the profit and its cash flows for the date.

Basis for Opinion

We conducted our audit of the financial statements in accordance with the Standards on Auditing (SAs) 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 the Code of Ethics issued by the Institute of Chartered Accountants of India (ICAI) together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Act and the Rules made there under, 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 audit opinion on the financial statements.



Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the financial statements of the current period. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters. We have determined that there are no such key Audit Matters to be reported.

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 and cash flows of the Company in accordance with the 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 statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management 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.

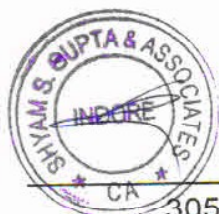
The Board of Directors are responsible for overseeing the Company's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

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

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. We describe these matters in our 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, 2020 ("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 paragraphs 3 and 4 of the Order to the extent applicable.
2. As required by section 143 (3) of the Act, we report that:




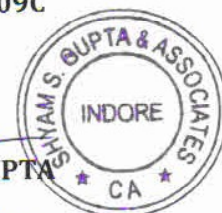
- a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit;
- b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books;
- c) The Balance Sheet, the Statement of Profit and Loss and the Statement of Cash Flows and the dealt with by this Report are in agreement with the books of account;
- d) In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under section 133 of the Act and rules made there under, as applicable;
- e) On the basis of written representations received from management as on December 31, 2023 taken on record by the Board of Directors, none of the directors is disqualified as on December 31, 2023 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 our separate Report in "Annexure B".
- g) With respect to the other matters to be included in the Auditor's Report in accordance with the requirements of section 197(16) of the Act, as amended: In our opinion and to the best of our information and according to the explanations given to us, the remuneration paid by the Company to its directors during the year is in accordance with the provisions of section 197 of the Act.
- h) Based on our examination, which included test checks the company has used accounting software for maintaining its Books of Accounts for the financial year ended 31st march 2024, which has a feature of recording audit trail(edit log) facility and the same has been made operational for all relevant transactions recorded in the software. Further, during our audit we did not come across any instance of the audit trail feature being tampered with.
- i) 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 which would impact on its financial position.
 - ii. The company did not have any long term contracts including derivative contracts for which there were any foreseeable losses.
 - iii. there has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company.
 - iv.
 - a. The management has represented that, to the best of its knowledge and belief, no funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other persons or entities, including foreign



- entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall:
- directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever ("Ultimate Beneficiaries") by or on behalf of the Company or
 - Provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries.
- b. The management has represented, that, to the best of its knowledge and belief, no funds have been received by the Company from any persons or entities, including foreign entities ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Company shall:
- directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever ("Ultimate Beneficiaries") by or on behalf of the Funding Party or
 - provide any guarantee, security or the like from or on behalf of the Ultimate Beneficiaries; and
- c. Based on such audit procedures as considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub clause (iv)(a) and (iv)(b) contain any material mis-statement.
- v. No Dividend is declared or paid by the company during the year.

DATE: 30/05/2024
PLACE: INDORE

FOR SHYAM S GUPTA & ASSOCIATES
CHARTERED ACCOUNTANTS
FRN: 007309C

SHYAM GUPTA
PARTNER
M.NO.075255
UDIN: 24075255BKAVIP1521

QUEST LABORATORIES LIMITED
STATEMENT OF ASSETS & LIABILITIES
CIN : U24232MP1998PLC012850

Amount in Rs. Hundreds

	Particulars	Note	As at	
			31-Mar-2024	31-Mar-2023
I	EQUITY AND LIABILITIES			
1	Share Holders' Funds			
	(a) Share Capital	2	1,193,760.00	107,876.00
	(b) Reserves & Surplus	3	1,670,576.88	1,402,069.09
	(c) Money received Against Share Warrants		-	-
	Total Share Holders' Funds		2,864,336.88	1,509,945.09
2	Share application money pending allotment			
3	Non- Current Liabilities			
	(a) Long Term Borrowings	4	122,958.28	187,621.01
	(b) Deferred tax Liabilities (net)	5	76,542.01	62,006.20
	(c) Other Long term liabilities		-	-
	(d) Long- Term provisions		-	-
	Total Non- Current Liabilities		199,500.29	249,627.21
4	Current Liabilities			
	(a) Short-Term Borrowings	6	385,132.19	222,064.69
	(b) Trade Payables			
	(A) MSME	7	933,665.77	-
	(B) Other than MSME	7	1,027,405.92	2,460,244.97
	(c) Other Current Liabilities	8	-	-
	(d) Short- Term provisions	9	519,055.50	252,297.92
	Total current liabilities		2,865,259.38	2,934,607.58
	Total EQUITY AND LIABILITIES		5,929,096.55	4,694,179.88
II	ASSETS			
1	Non-Current Assets			
	(a) Property, Plant and Equipment and intangible assets			
	(i) Property, Plant & Equipment	10	1,021,155.55	983,939.95
	(ii) Intangible assets		-	-
	(iii) Capital Work-in Progress		-	-
	(iv) Intangible asset under development		-	-
	(b) Non-Current Investments	11	8,752.00	8,752.00
	(c) Deferred Tax Assets (Net)		-	-
	(d) Long term Loans And Advances	12	8,000.00	8,000.00
	(e) Other non-current assets	13	727,681.77	295,828.93
	Total Non-Current Assets		1,765,589.32	1,296,520.88
2	Current Assets			
	(a) Current Investments	14	1,612,281.84	1,115,722.87
	(b) Inventories	15	2,340,843.27	1,993,803.36
	(c) Trade Receivables	16	14,359.34	12,024.89
	(d) Cash and cash Equivalents	17	9,194.00	13,550.00
	(e) Short-term Loans and advances	18	186,828.79	262,557.87
	(d) Other Current Assets		-	-
	Total current assets		4,163,507.24	3,397,659.00
	TOTAL ASSETS		5,929,096.56	4,694,179.88
	Summary of Significant Accounting Policies	1		
	See accompanying Notes forming part of the Accounts			

In terms of our report attached.

FOR SHYAM S GUPTA & ASSOCIATES
Chartered Accountants
FRN NO. 007309C

SHYAM GUPTA
PARTNER

M. No.: 075255

Place: INDORE

Date : 30/05/2024

UDIN : 24075255BKAVIP1521

ANIL KUMAR SABARWAL
Managing Director
00646133

TEJASWINI SABARWAL
Whole Time Director
09088283

Ram Krishna Sharma
Chief Financial Officer

Jayesh Jain
Company Secretary

QUEST LABORATORIES LIMITED
STATEMENTS OF AUDITED FINANCIAL RESULTS FOR THE HALF YEAR AND YEAR ENDED 31st MARCH,2024
CIN : U24232MP1998PLC012850

Amount in Rs. Hundreds Except EPS

Particulars	Note	Half-Year Ended			Year Ended	
		31-Mar-2024	31-Mar-2023	30-Sep-2023	31-Mar-2024	31-Mar-2023
		(Audited)	(Unaudited)	(Audited)	(Audited)	(Audited)
I Revenue From Operations	19	4,154,573.53	3,907,463.14	4,101,710.50	8,256,284.03	6,164,061.31
II Other income	20	17,201.34	22,331.66	5,709.58	22,910.92	22,539.23
III Total Income		4,171,774.87	3,929,794.80	4,107,420.08	8,279,194.95	6,186,600.54
IV Expenses						
(a) Cost of materials consumed	21	2,642,898.14	3,225,426.81	2,586,062.98	5,228,961.13	4,172,021.61
(b) Purchase of Stock-in-Trade						
(c) Changes in inventories of Finished goods, stock in trade and WIP	22	1,237.71	5,442.98	3,205.31	4,443.02	7,770.66
(e) Employee benefits expense	23	195,924.29	129,738.08	231,420.60	427,344.89	334,085.78
(f) Finance costs	24	44,032.28	39,821.28	32,360.10	76,392.38	53,842.16
(g) Depreciation and amortisation	10	26,014.09	26,983.01	30,764.26	56,778.35	54,975.73
(h) Other Expenses	25	700,867.48	210,073.98	348,700.69	1,049,568.15	865,737.90
Total expenses		3,608,498.57	3,637,486.14	3,226,103.32	6,834,601.87	5,488,433.84
V Profit / (Loss) before exceptional and extraordinary items & tax		563,276.30	292,308.66	881,316.76	1,444,593.08	698,166.70
VI Exeptional items						
VII Profit / (Loss) before extraordinary items & tax		563,276.30	292,308.66	881,316.76	1,444,593.08	698,166.70
VIII Extraordinary Items						
IX Profit / (Loss) before tax		563,276.30	292,308.66	881,316.76	1,444,593.08	698,166.70
X Tax expense:						
(a) Current tax		175483.18	66,251.54	245,182.33	420,665.51	179,161.25
Add/Less (b) Deferred tax assets/Libilities		10,367.04	11,349.28	4,168.77	14,535.81	14,515.18
XI Profit / (Loss) for the period from continuing operations		377,426.08	214,707.84	631,965.66	1,009,391.76	504,490.27
XII Profit / (Loss) for the period from discontinuing operations						
XIII Tax expense of discontinuing operations						
XIV Profit / (Loss) for the period from discontinuing operations (after tax)						
XV Profit / (Loss) for the period		377,426.08	214,707.84	631,965.66	1,009,391.76	504,490.27
XVI Earnings per share (of Rs. 10/- each)						
Basic and diluted	26	3.41	19.90	5.86	9.11	46.76
Summary of singnificiant accounting policies. The accompanying notes form an integral part of the financial statements.	1					

In terms of our report attached.
FOR SHYAM S GUPTA & ASSOCIATES
Chartered Accountants
FRN NO. 007309C

SHYAM GUPTA
PARTNER
M. No.: 075255
Place:INDORE
Date : 30/05/2024
UDIN :24075255BKAVIP1521



ANIL KUMAR SABARWAL
Managing Director
00646133



TEJASWINI SABARWAL
Whole Time Director
09088283



Ram Krishna Sharma
Chief Financial Officer



Company Secretary

QUEST LABORATORIES LIMITED
CASH FLOW STATEMENT
FOR THE YEAR ENDED 31st March 2024

Amount in Rs. Hundreds

Particulars	As at 31.03.2024	As at 31.03.2023
(A) CASH FLOW FROM OPERATING ACTIVITIES:		
NET PROFIT BEFORE TAX & EXTRA ORDINARY ITEM	1,444,593.11	698,166.68
Adjustment To Reconcile Profit Before Tax To Cash Generated By		
Non Cash Items:		
Depreciation & Amortisation	56,778.35	54,975.73
Provision For Employee Benefits		
Non Operating Items:		
Interest received	(22,910.92)	-22539.23
Interest paid	76,392.38	53842.16
Profit/Loss On Sale Of Assets		
Operating Profit Before Working Capital Change	1,554,852.92	784,445.34
Inventories	(496,558.97)	(1,007,005.46)
Trade Receivable	(347,039.91)	212,386.52
Loans (assets)	4,356.00	
Provisions	266,757.58	(39,670.99)
Other Current Assets	75,729.09	(40,348.28)
Borrowings	163,067.50	43,003.20
Trade Payable	(499,173.28)	755,531.67
Other financial Liabilities		(141,237.37)
Other Current Liabilities		
Operating Profit After Working Capital Change	721,990.93	567,104.63
Income Tax Paid	(420,665.51)	(179,161.25)
Net Cash Flow From Operating Activities (A)	301,325.42	387,943.38
(B) CASH FLOW FROM INVESTING ACTIVITY		
Sale Of Property Plant & Equipment	(93,993.95)	(301,363.70)
Purchase Of Property Plant & Equipment	22,910.92	22,539.23
Intrest Income	(431,852.84)	(103,572.93)
Outflow From Other Non-Current Assets		
Net Cash outFlow From Investing Activity (B)	(502,935.87)	(382,397.40)
(C) CASH FLOW FROM FINANCING ACTIVITY		
Issue of Share capital	345,000.00	
Repayment of Borrowings	(64,662.73)	54,144.03
Interest Paid	(76,392.38)	(53,842.16)
Net Cash Flow From Financing Activity (C)	203,944.89	301.87
NET INCREASE IN CASH & CASH EQUIVALENT (A+B+C)	2,334.44	5,847.85
Cash & Cash Equivalent At The Beginning Of Period	12,024.90	6,177.04
Cash & Cash Equivalent At The End Of Period	14,359.34	12,024.90

In terms of our report attached.

FOR SHYAM S GUPTA & ASSOCIATES
Chartered Accountants
FRN NO. 007309C

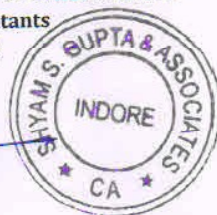
SHYAM GUPTA
PARTNER

M. No.: 075255

Place: INDORE

Date : 30/05/2024

UDIN :24075255BKAVIP1521



ANIL KUMAR SABARWAL
Managing Director
00646133

Ram Krishna Sharma
Chief Financial Officer



TEJASWINI SABARWAL
Whole Time Director
09088283



Payesh Jain
Company Secretary

Notes:

1. The above Standalone Financial Results for the Half Year and Year Ended 31st March, 2024 have been reviewed by Audit Committee and taken on record by the Board of Directors of Quest Laboratories Ltd. ("The Company") in its meeting held on 30th May, 2024.

2. The Statutory Auditors of the Company have carried out the Audit of the standalone financial results for the Half year and year ended on 31st March, 2024. The figures for the half year ending 31st March, 2023 have not been subjected to audit. The Management has exercised necessary due diligence to ensure that such financial results provide a true & fair view of the affairs of the Company.

3. The Company is primarily engaged in business of manufacturing drugs & medicine which constitute a single reportable segment.

4. The Company has allotted of 97,08,840 bonus equity shares of Rs. 10/- each as fully paid-up against existing 10,78,760 equity shares of Rs.10/- each to the existing shareholders of the Company in the ratio of 9:1, Also the company issued 11,50,000 shares on Rights basis.

5. Figures of the Half year ended 31st March, 2024 are the balancing figures between Audited figures in respect of the full financial year.

6. The previous period figures have been regrouped/ reclassified wherever necessary to make them comparable with the current periods figures.

7. Basic and Diluted EPS have been calculated using the weighted average number of shares.

8. The Company got listed on NSE-Emerge platform on 24th May, 2024.

