

AVON MERCANTILE LIMITED

Registered Office :

Upper Basement, Smart Bharat Mall,
Plot No.I-2, Sector - 25A, Gautam Buddha Nagar,
Noida, UP 201301
CIN: L17118UP1985PLC026582
Phone: 0120-3355131, 3859000
www.avonmercantile.in

To,

Date: 30.05.2022

The Listing Manager,
Bombay Stock Exchange Limited,
Phiroze Jeejeebhoy Towers,
Dalal Street,
Mumbai- 400001

Dear Sir,

Subject: Outcomes of Board Meeting held on Monday, 30th May, 2022

Scrip Code: Scrip Code: 512265

Pursuant to Regulation 30 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, we are submitting herewith the outcome of the Board Meeting held on 30th May, 2022 held with Board of Directors at its meeting.

The other important outcomes of the meeting are as under:-

- Approval for the Audited Financial results of the Company for the quarter and year ended on March 31st March, 2022.

We enclose herewith:

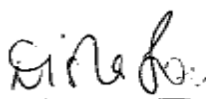
- the Standalone Audited Financial Results for the quarter and year ended 31st March, 2022 alongwith the Statement of Assets and Liabilities and cash flow statements
- Independent Auditors Report on the Standalone Audited Financial Results for the quarter and year ended on 31st March, 2022.

The meeting of the Board of Directors commenced at 4.30 p.m. and concluded at 5:30 p.m.

Kindly take the same on record and oblige.

Thanking you,
Yours faithfully,

Thanking You


Disha Soni
Company Secretary
Acs 42944



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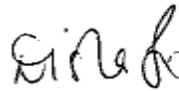
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DECLARATION OF UNMODIFIED OPINION IN TERMS OF REGULATION 33 OF SEBI(LODR) REGULATIONS, 2015 :

We hereby declare that the Audit Report dated 30th May, 2022 issued by M/s Goel & Garg Company; Statutory Auditors of the Company, on Audited Standalone Financial Results for the year and quarter ended 31st March, 2022 is with unmodified opinion. The above declaration is issued in compliance with the Regulation 33 of SEBI (LODR) Regulations, 2015.

Kindly take the same on record.

Thanking You



Disha Soni
Company Secretary
Acs 42944



Auditor's Report on Quarterly Financial Results and Year to Date Results of the Company Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended.

**To
Board of Directors of
Avon Mercantile Limited**

Qualified Opinion

We have audited the accompanying quarterly financial results of **Avon Mercantile Limited** ('the company') for the quarter ended March 31, 2022 and for the year to date results for the period from April 01, 2021 to March 31, 2022, ('the statement'), attached herewith, being submitted by the Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ('the listing regulations').

In our opinion and to the best of our information and according to the explanations given to us, the Statement:

- i. Except for the matter described in the Basis for qualified opinion given below, is presented in accordance with the requirements of Regulation 33 of the Listing Regulations in this regard; and
- ii. Except for the effects of the matter described in the Basis for Qualified Opinion, gives a true and fair view of the financial position of the Company, in conformity with the recognition and measurement principles laid down in the applicable Indian Accounting Standard and other accounting principles generally accepted in India of the net loss and other comprehensive income and other financial information of the Company for the quarter ended March 31, 2022 as well as the year to date results for the period from April 01, 2021 to March 31, 2022.

Basis for Qualified Opinion

A total gross amount of ₹ 7,673.44 lakhs (previous year ₹ 6,860.32 lakhs) on account of loan receivables (including interest outstanding thereon) is outstanding as at March 31, 2022. Based on explanations and information provided by management, ₹ 3,079.55 lakhs (previous year ₹ 2,894.78 lakhs) (including interest outstanding thereon) have been outstanding unsettled/unadjusted for significantly long period of time. The management, based on internal assessments and evaluations, have represented that these outstanding loan receivables are recoverable and that no accrual for diminution in value of loan receivable is necessary as of March 31, 2022. However, the management has provided ₹ 320.94 lakhs (previous year ₹ 172.31 lakhs) as expected credit loss against these outstanding loan receivables. Further, management has represented that, they are seriously undertaking all



steps to recover/adjust these amounts at the earliest. Pending the above, we are currently unable to ascertain whether these long overdue outstanding loan receivables are fully recoverable. Accordingly, we are unable to ascertain the impact, if any, on the statement that may arise in case any of these remaining loan receivables are subsequently determined to be doubtful of recovery.

Management's Responsibilities for the Financial Results

The statement has been prepared on the basis of the financial statements. The Company's Board of Directors are responsible for preparation of the statement that give a true and fair view of the net loss for the year ended March 31, 2022 and other comprehensive income and other financial information of the Company in accordance with the recognition and measurement principles laid down in Indian Accounting Standard prescribed under section 133 of the Act read with relevant rules issued thereunder and other accounting principles generally accepted in India and in compliance with regulation 33 of the Listing Regulations. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and 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 statement that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the statement, 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 Financial Results

Our objectives are to obtain reasonable assurance about whether the statement 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 the statement.

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 statement, 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 but not for the purpose of expressing an opinion on 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 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 statement, including the disclosures, and whether the statement represent the underlying transactions and events in a manner that achieves fair presentation.

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

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.

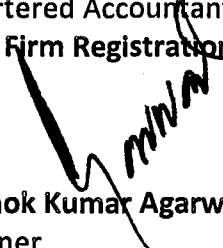


Other Matters

The Statement includes the results for the quarter ended March 31, 2022, being the balancing figure between the audited figures in respect of the full financial year ended March 31, 2022, and the published unaudited year to date figures up to the third quarter of the current financial year, which were subject to a limited review by us, as required under the Listing Regulations.

Our report is not modified in respect of this matter.

For Goel Garg & Co.
Chartered Accountants
ICAI Firm Registration No.000397N


(Ashok Kumar Agarwal)
Partner
Membership No.084600



UDIN: 22084600ATXFCY3764

Place: New Delhi
Date: 30th May, 2022

AVON MERCANTILE LIMITED

(REGD. OFFICE: SMART BHARAT MALL, UPPER BASEMENT, PLOT NO. I-2, SECTOR-25A, NOIDA-201301, UTTAR PRADESH) Ph. No. 0120-4366415
CIN:L17118UP1985PLC026582

(Rs. in Lakhs)

STATEMENT OF STANDALONE AUDITED FINANCIAL RESULTS FOR THE QUARTER (AUDITED) & YEAR (AUDITED) ENDED 31ST MARCH 2022

S. No.	PARTICULARS	3 Months Ended	Preceding 3	Corresponding 3	Year Ended	Year Ended
		31/03/2022	Months Ended	Months ended	31/03/2022	31/03/2021
		Audited	Unaudited	Audited	Audited	Audited
1	Revenue from Operations					
a)	Interest Income	157.80	158.47	139.23	624.83	533.70
	Total Revenue from Operations	157.80	158.47	139.23	624.83	533.70
2 a)	Other Income	6.13	-	-	6.13	7.57
3	Total Income (1+2)	163.92	158.47	139.23	630.96	541.27
4	Expenses					
a)	Finance costs	142.01	143.17	121.03	559.29	451.05
b)	Employees benefits expenses	27.96	24.91	31.50	96.83	92.16
c)	Depreciation, amortisation and impairment	0.18	0.20	0.26	0.95	1.05
d)	Other expenses	153.23	3.73	176.25	162.72	185.41
	Total expenses	323.38	172.01	329.04	819.79	729.66
5	Profit / (Loss) before exceptional items and tax (3-4)	(159.45)	(13.54)	(189.81)	(188.83)	(188.40)
6	Exceptional Items	-	-	-	-	-
7	Profit / (Loss) before tax (5-6)	(159.45)	(13.54)	(189.81)	(188.83)	(188.40)
8	Tax Expense					
	Current Tax	-	-	-	-	-
	Deferred Tax	-	-	-	-	-
	Income Tax for earlier years	0.36	-	-	0.36	(0.97)
9	Profit / (Loss) for the period (7-8)	(159.81)	(13.54)	(189.81)	(189.19)	(187.43)
10	Other Comprehensive Income					
a) (i)	Items that will not be reclassified to profit or loss	-	-	-	-	-
(ii)	Income tax relating to items that will not be reclassified to profit or loss	-	-	-	-	-
	Subtotal (a)	-	-	-	-	-
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	-	-	-	-	-
	Subtotal (b)	-	-	-	-	-
	Other Comprehensive Income (a+b)	-	-	-	-	-
11	Total Comprehensive Income for the period (9+10) (Comprising Profit (Loss) and other Comprehensive Income for the period)	(159.81)	(13.54)	(189.81)	(189.19)	(187.43)
12	Earnings Per Equity Share (for continuing operations)					
	Basic (In Rs.)	(2.14)	(0.18)	(2.54)	(2.53)	(2.51)
	Diluted (In Rs.)	(2.14)	(0.18)	(2.54)	(2.53)	(2.51)
13	Earnings Per Equity Share (for discontinued operations)					
	Basic (In Rs.)	-	-	-	-	-
	Diluted (In Rs.)	-	-	-	-	-
14	Earnings Per Equity Share (for continuing discontinued operations)					
	Basic (In Rs.)	(2.14)	(0.18)	(2.54)	(2.53)	(2.51)
	Diluted (In Rs.)	(2.14)	(0.18)	(2.54)	(2.53)	(2.51)

Notes :

- The above unaudited quarterly results were approved by the Board of Directors at its meeting held on 30.05.2022
- The company operates only in one segment i.e. loan company. As such reporting is done on a single segment basis.
- Previous period figures have been regrouped and/or reclassified wherever necessary.
- No complaints were received from the investors during this period and there were no complaints pending at the beginning and at the end of this period.
- The figures of last quarter are the balancing figures between audited figures in respect of the full financial year and the published year-to-date figures upto the third quarter of the current financial year.

For AVON MERCANTILE LIMITED



(RAKESH KUMAR BHATNAGAR)
DIRECTOR
DIN: 02922258

Place: NOIDA
Date: 30.05.2022

STATEMENT OF ASSETS & LIABILITIES		
AS AT 31TH MARCH, 2022		
	(Rs. in Lakhs)	
PARTICULARS	AS AT 31 MARCH, 2022 (AUDITED)	AS AT 31 MARCH, 2021 (AUDITED)
ASSETS		
Financial Assets		
(a) Cash and cash equivalent	3.75	18.40
(b) Bank balances other than (a) above	-	-
(c) loans and advances	5,978.50	5,575.84
(d) Investments	-	-
(e) Other Financial Assets	1,374.38	1,112.48
Sub Total Financial assets	7,356.63	6,706.72
Non-Financial Assets		
(a) Property, plant and equipment	0.62	1.04
(b) Current tax assets (net)	102.59	101.42
(c) Deferred tax assets (net)	-	-
Sub Total Non-Financial assets	103.20	102.47
TOTAL ASSETS	7,459.84	6,809.18
LIABILITIES AND EQUITY		
LIABILITIES		
Financial Liabilities		
(a) Borrowings	6,055.02	5,329.02
(b) Other Financial Liabilities	572.44	460.61
Sub - Total Financial Liabilities	6,627.45	5,789.63
Non - Financial Liabilities		
(a) Provisions	41.63	39.61
Sub - Total Non-Financial Liabilities	41.63	39.61
EQUITY		
(a) Equity Share Capital	747.74	747.74
(b) Other Equity	43.01	232.20
Sub - Total Equity	790.75	979.94
TOTAL - LIABILITIES AND EQUITY	7,459.84	6,809.18

By order of the Board
FOR AVON MERCANTILE LTD



(RAKESH KUMAR BHATNAGAR)
DIRECTOR
DIN: 02922258

Dated : 30.05.2022
Place: NOIDA

AVON MERCANTILE LIMITED

Regd. Address: SMART BHARAT MALL, UPPER BASEMENT, PLOT NO. I-2, SECTOR-25A,
NOIDA-201301, UTTAR PRADESH
CIN:L17118UP1985PLC026582

Cash Flow Statement for quarter ended March 31, 2022

(Rs. in Lakhs)

31-Mar-22

Particulars

CASH FLOWS FROM OPERATING ACTIVITIES

Profit before tax	(159.45)
Adjustments for:	0.18
Depreciation/ amortization	(159.28)
Operating profit before working capital changes	
Movements in working capital :	43.50
Increase/(Decrease) in Borrowings	148.25
Increase/ (Decrease) in Trade Payables & Other Financial/Non-Financial liabilities	(31.65)
(Increase)/Decrease in Loans & Advances, Other Financial/Non-Financial Assets	0.82
Net Cash Used in Operations	(0.36)
Direct taxes paid / (net of refunds)	

Net cash flow from/ (used in) operating activities A 0.46

CASH FLOWS FROM INVESTING ACTIVITIES

Purchase of Property Plant and Equipment / Capital Advance	(0.11)
Net cash flow from/ (used in) investing activities B	(0.11)

CASH FLOWS FROM FINANCING ACTIVITIES

Net cash flow from/ (used in) in financing activities C	-
Net increase/(decrease) in cash and cash equivalents A+B+C	0.36
Cash and cash equivalents at the beginning of the quarter	3.39
Cash and cash equivalents at the end of the quarter	3.75

Components of cash and cash equivalents	3.75
With banks- on current account	3.75
Total cash and cash equivalents	3.75

Notes :

1. Negative figures have been shown in brackets.

For AVON MERCANTILE LIMITED



(RAKESH KUMAR BHATNAGAR)

DIRECTOR

DIN: 02922258

Place: NOIDA

Date: 30.05.2022