

# AVON MERCANTILE LIMITED

**Registered Office:**

Upper Basement, Smart Bharat Mall,  
Plot No.I-2, Sector - 25A, Noida,  
Uttar Pradesh- 201301  
S Global Knowledge Park, 19A & 19B,  
CIN: L17118UP1985PLC026582  
Phone: 0120-3355131, 3859000  
[www.avonmercantile.in](http://www.avonmercantile.in)

**Date: 11.11.2022**

To

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

Dear Sir/Madam,

**Sub: Outcome of the Board Meeting of Avon Mercantile Limited held on 11th November, 2022**

**Ref:**

1. Clause 30 of the SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015.
2. Clause 33 of the SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015
3. Scrip Code: 512265

The Board of Directors of the Company at its meeting held today i.e. 11<sup>th</sup> November, 2022 which commenced at 3:00 P.M. and concluded at 3:40 P.M. have considered and approved the followings:-

1. The un-audited Financial Results of the Company along with the Limited Review Report issued by the Statutory Auditors on the financial results of the Company for the quarter and half-year ended 30<sup>th</sup> September, 2022. (*annexure -A*)
2. The Extra-Ordinary General Meeting of the members of the Company scheduled to be held on Friday, 9<sup>th</sup> December, 2022.
3. The cut-off date is 2<sup>nd</sup> December, 2022, for the purpose of determining the members eligible to vote.
4. The remote e-voting period commences on Tuesday, December 6, 2022 (09:00 A.M.) and ends on Thursday, December 8, 2022 (05:00 P.M).

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5. Mr. Krishan Kumar Mangal, FCA, a practicing Chartered Accountant has been appointed as the Scrutinizer by the Board of Directors of the Company. (*annexure -B*)
6. Change in Designation of Mr. Rakesh Kumar Bhatnagar (DIN: 02922258) from Non-Executive Director to Executive Director of the Company, subject to the approval of the Shareholders in the Extra-Ordinary General Meeting scheduled to be held on 9<sup>th</sup> December, 2022.

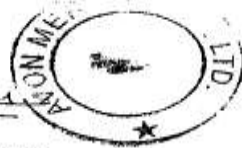
Please take the same on record.

**FOR AVON MERCANTILE LIMITED**

Thanking you,

Yours faithfully,

  
Disha Soni  
Company Secretary  
ACS:42944

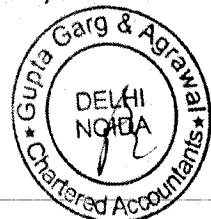


**INDEPENDENT AUDITOR'S REVIEW REPORT**

To,  
The Board of Directors,  
**Avon Mercantile Limited**  
Smart Bharat Mall, Upper Basement,  
Plot No. I-2, Sector-25A,  
Noida - 201301

Dear Sirs,

1. We have reviewed the accompanying statement of un-audited financial results of **Avon Mercantile Limited** for the quarter and six-month period ended 30<sup>th</sup> September, 2022 ("the statement") attached herewith, being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended (the "Listing Regulations").
2. This statement is the responsibility of the Company's Management and approved by the Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34 "Interim Financial Reporting" (Ind AS 34), prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and other accounting principles generally accepted in India. Our responsibility is to issue a report on the Statement based on our review.
3. We conducted our review in accordance with the Standard on Review Engagement (SRE) 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity" issued by the Institute of Chartered Accountants of India. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the financial statements are free of material misstatement. A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provide less assurance than an audit. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.
4. A total gross amount of Rs.8002.32 lakhs on account of loan receivables (including interest outstanding thereon) is outstanding as at 30<sup>th</sup> September, 2022. Based on explanations and information provided by management, Rs.3172.19 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 receivables is necessary as of 30<sup>th</sup> September, 2022. However, the

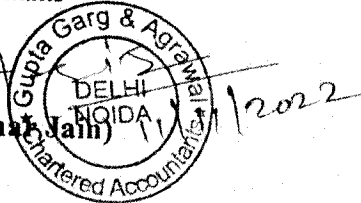


management has provided Rs. 320.94 lakhs as expected credit loss against these outstanding loan receivables. Further, management had represented that, they are seriously undertaking all steps to recover/adjust these amounts at the earliest. Pending the above, we are currently unable to ascertain whether 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.

5. Based on our review conducted as above except para 4 above, nothing has come to our attention that causes us to believe that the accompanying statement of unaudited financial results prepared in accordance with applicable accounting standards and other recognized accounting practices and policies has not disclosed the information required to be disclosed in the terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements), Regulations, 2015, as modified by Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016, as amended, including the manner in which it is to be disclosed, or that it contains any material misstatement.

For **GUPTA GARG & AGRAWAL**  
Chartered Accountants  
FRN 505762C

*Amit*  
(CA Amit Kumar Jain)  
Partner  
M. No.: 509349  
UDIN: 22509349BCUTPX7514



Place: Delhi  
Date: 11.11.2022

**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

**STATEMENT OF STANDALONE UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND HALF YEAR ENDED 30TH SEPTEMBER 2022**

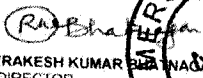
(Rs. in Lakhs)

S. No.	PARTICULARS	3 Months Ended 30/09/2022	Preceding 3 Months Ended 30/06/2022	Corresponding 3 Months Ended 30/09/2021	Year to date figures for current period ended 30/09/2022	Year to date figures for previous period ended 30/09/2021	Year Ended 31/03/2022
		Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
1	<b>Revenue from Operations</b>						
a)	Interest Income						
	<b>Total Revenue from Operations</b>	162.63	155.07	159.40	317.70	308.57	624.83
2	a) Other Income	162.63	155.07	159.40	317.70	308.57	624.83
3	<b>Total Income (1+2)</b>	162.63	157.66	159.40	320.28	308.57	613.13
4	<b>Expenses</b>						
a)	Finance costs						
b)	Employees benefits expenses	161.47	150.91	143.62	312.38	274.11	559.29
c)	Depreciation, amortisation and impairment	22.48	20.81	24.30	43.30	43.96	96.83
d)	Other expenses	0.12	0.10	0.32	0.22	0.58	0.95
	<b>Total expenses</b>	3.37	2.34	4.05	5.71	5.76	162.72
5	<b>Profit / (Loss) before exceptional items and tax (3-4)</b>	187.44	174.17	172.29	361.61	324.41	819.79
6	Exceptional Items	(24.81)	(16.51)	(12.89)	(41.32)	(15.84)	(188.83)
7	<b>Profit / (Loss) before tax (5-6)</b>						
8	Tax Expense	(24.81)	(16.51)	(12.89)	(41.32)	(15.84)	(188.83)
	Current Tax						
	Deferred Tax						
	Income Tax for earlier years						
9	<b>Profit / (Loss) for the period (7-8)</b>	(24.81)	(16.51)	(12.89)	(41.32)	(15.84)	0.36
10	<b>Other Comprehensive Income</b>						
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						
	<b>Subtotal (a)</b>						
b) (i)	Items that will be reclassified to profit or loss						
	(ii) Income tax relating to items that will be reclassified to profit or loss						
	<b>Subtotal (b)</b>						
	<b>Other Comprehensive Income (a+b)</b>						
11	<b>Total Comprehensive Income for the period (9+10) (Comprising Profit (Loss) and other Comprehensive)</b>	(24.81)	(16.51)	(12.89)	(41.32)	(15.84)	(189.19)
12	<b>Earnings Per Equity Share (for continuing operations)</b>						
	Basic (In Rs.)						
	Diluted (In Rs.)	(0.33)	(0.22)	(0.17)	(0.55)	(0.21)	(2.53)
13	<b>Earnings Per Equity Share (for discontinued operations)</b>						
	Basic (In Rs.)						
	Diluted (In Rs.)						
14	<b>Earnings Per Equity Share (for continuing discontinued operations)</b>						
	Basic (In Rs.)	(0.33)	(0.22)	(0.17)	(0.55)	(0.21)	(2.53)
	Diluted (In Rs.)	(0.33)	(0.22)	(0.17)	(0.55)	(0.21)	(2.53)

**Notes :**

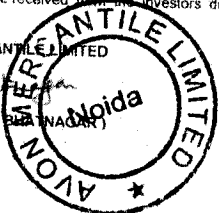
- The above unaudited quarterly results were approved by the Board of Directors at its meeting held on 11.11.2022.
- The company operates only in one segment i.e. loan company. As such reporting is done on a single segment basis.
- Previous period figures have been regrouped and/or reclassified wherever 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.

For AVON MERCANTILE LIMITED

(Rakesh Kumar)   
(RAKESH KUMAR) (NADA)  
DIRECTOR  
DIN: 02922258

Place: NOIDA

Date: 11.11.2022



<b>STATEMENT OF ASSETS &amp; LIABILITIES</b>		
<b>AS AT 30TH SEPTEMBER 2022</b>		
<b>PARTICULARS</b>	(Rs. in Lakhs)	
	<b>AS AT 30 SEPTEMBER, 2022 (UNAUDITED)</b>	<b>AS AT 31 MARCH, 2022 (AUDITED)</b>
<b>ASSETS</b>		
<b>Financial Assets</b>		
(a) Cash and cash equivalent	14.47	3.75
(b) Bank balances other than (a) above	-	-
(c) loans and advances	6,392.96	5,978.50
(d) Investments	-	-
(e) Other Financial Assets	1,290.11	1,374.38
<b>Sub Total Financial assets</b>	<b>7,697.54</b>	<b>7,356.63</b>
<b>Non-Financial Assets</b>		
(a) Property, plant and equipment	0.43	0.62
(b) Current tax assets (net)	94.57	102.59
(c) Deferred tax assets (net)	-	-
<b>Sub Total Non-Financial assets</b>	<b>95.00</b>	<b>103.20</b>
<b>TOTAL ASSETS</b>	<b>7,792.54</b>	<b>7,459.84</b>
<b>LIABILITIES AND EQUITY</b>		
<b>LIABILITIES</b>		
<b>Financial Liabilities</b>		
(a) Borrowings	6,676.02	6,055.02
(b) Other Financial Liabilities	324.04	572.44
<b>Sub - Total Financial Liabilities</b>	<b>7,000.06</b>	<b>6,627.45</b>
<b>Non - Financial Liabilities</b>		
(a) Provisions	43.06	41.63
<b>Sub - Total Non-Financial Liabilities</b>	<b>43.06</b>	<b>41.63</b>
<b>EQUITY</b>		
(a) Equity Share Capital	747.74	747.74
(b) Other Equity	1.69	43.01
<b>Sub - Total Equity</b>	<b>749.43</b>	<b>790.75</b>
<b>TOTAL - LIABILITIES AND EQUITY</b>	<b>7,792.54</b>	<b>7,459.84</b>

By order of the Board  
FOR AVON MERCANTILE

*Rakesh Kumar Bhatnagar*

(RAKESH KUMAR BHATNAGAR)  
DIRECTOR  
DIN: 02922258

Dated : 11.11.2022  
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 September 30, 2022

Particulars	(Rs. in Lakhs)	30-Sep-22
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Profit before tax		
<b>Adjustments for:</b>		<b>(24.81)</b>
Depreciation/ amortization		0.12
<b>Operating profit before working capital changes</b>		<b>(24.69)</b>
Movements in working capital :		
Increase/(Decrease) in Borrowings		(87.00)
Increase/ (Decrease) in Trade Payables & Other Financial/Non-Financial liabilities		162.07
(Increase)/Decrease in Loans & Advances, Other Financial/Non-Financial Assets		(79.84)
<b>Net Cash Used in Operations</b>		<b>(29.46)</b>
Direct taxes paid / (net of refunds)		
<b>Net cash flow from/ (used in) operating activities</b>	<b>A</b>	<b>(29.46)</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Purchase of Property Plant and Equipment / Capital Advance		(0.03)
<b>Net cash flow from/ (used in) investing activities</b>	<b>B</b>	<b>(0.03)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
<b>Net cash flow from/ (used in) in financing activities</b>	<b>C</b>	<b>-</b>
<b>Net increase/(decrease) in cash and cash equivalents</b>	<b>A+B+C</b>	<b>(29.49)</b>
Cash and cash equivalents at the beginning of the quarter		43.96
<b>Cash and cash equivalents at the end of the quarter</b>		<b>14.47</b>
<b>Components of cash and cash equivalents</b>		
With banks- on current account		14.47
<b>Total cash and cash equivalents</b>		<b>14.47</b>

**Notes :**

1. Negative figures have been shown in brackets.

For AVON MERCANTILE LIMITED

(Rakesh Kumar Bhatnagar) Noida

(RAKESH KUMAR BHATNAGAR)

DIRECTOR

DIN: 02922258

Place: NOIDA

Date: 11.11.2022

## AVON MERCANTILE LIMITED

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NOIDA-201301, UTTAR PRADESH  
CIN:L17118UP1985PLC026582

Cash Flow Statement for the period ended September 30, 2022

Particulars	(Rs. in Lakhs)	
	30-Sep-22	31-Mar-22
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Profit before tax		
<b>Adjustments for:</b>	<b>(41.32)</b>	<b>(188.83)</b>
Depreciation/ amortization	0.22	0.95
<b>Operating profit before working capital changes</b>	<b>(41.10)</b>	<b>(187.88)</b>
Movements in working capital :		
Increase/(Decrease) in Borrowings	621.00	726.00
Increase/ (Decrease) in Other Financial/Non-Financial liabilities	(246.97)	113.84
(Increase)/Decrease in Loans & Advances, Other Financial/Non-Financial Assets	(322.17)	(665.73)
<b>Net Cash Used in Operations</b>	<b>10.76</b>	<b>(13.77)</b>
Direct taxes paid (net of refunds)	-	(0.36)
<b>Net cash flow from/ (used in) operating activities</b>	<b>A 10.76</b>	<b>(14.12)</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Purchase of Property Plant and Equipment / Capital Advance	(0.03)	(0.52)
<b>Net cash flow from/ (used in) investing activities</b>	<b>B (0.03)</b>	<b>(0.52)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
<b>Net cash flow from/ (used in) in financing activities</b>	<b>C -</b>	<b>-</b>
<b>Net increase/(decrease) in cash and cash equivalents</b>	<b>A+B+C 10.73</b>	<b>(14.65)</b>
Cash and cash equivalents at the beginning of the year	3.75	18.40
<b>Cash and cash equivalents at the end of the period</b>	<b>14.47</b>	<b>3.75</b>
<b>Components of cash and cash equivalents</b>		
With banks- on current account	14.47	3.75
<b>Total cash and cash equivalents</b>	<b>14.47</b>	<b>3.75</b>

By order of the Board  
FOR AVON MERCANTILE LTD

(Rakesh Kumar Bhatnagar)  
Noida

(RAKESH KUMAR BHATNAGAR)  
DIRECTOR  
DIN: 02922258

Dated : 11.11.2022  
Place : NOIDA



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## ANNEXURE-B

**Appointment of Mr. Krishan Kumar Mangal, a practicing Chartered Accountant of has been appointed as the Scrutinizer for E-voting process of the Extra-Ordinary General Meeting of the Company.**

Sr. No	Details of Event(s)	Information of such Event(s)
1.	Name of the Scrutinizer	Krishan Kumar Mangal
2.	Reason for change viz. appointment/ <del>resignation/removal/death or otherwise</del>	Appointment as a Scrutinizer for E-voting process of the Extra-Ordinary General Meeting of the Company.
3.	Date of Appointment / <del>Cessation</del> -(as applicable in terms of appointment)	Date of appointment w.e.f. 11 <sup>th</sup> November, 2022
4.	Brief Profile (in case of appointment)	Mr. Krishan Kumar Mangal is a qualified practicing Chartered Accountant and has a rich experience of more than 15 years. Mr. Krishan Kumar Mangal's professional achievements include multi-industry work experience in the field of Auditing, Taxation, Compliances and Consultancy related services.
5.	Disclosure of relationships between directors (in case of appointment of Director)	Not Applicable