

VARUN MERCANTILE LIMITED

Corporate Identity Number: L51909MH1985PLC321068

Website: www.vml.org.in

Regd. Office: 147, 14th Floor, Atlanta, Nariman Point, Mumbai 400 021.

Tel.: 22800131, Fax: 22800130.

BSE Scrip Code: 512511

May 24, 2023

To,
BSE Limited,
Phiroze Jeejeebhoy Towers,
Dalal Street, Mumbai – 400 001.

Dear Sirs,

Sub: Statement of Audited Financial Results for the quarter and year ended March 31, 2023

We wish to inform you that the Board of Directors of the Company at its Meeting held today has:

1. Approved the Audited Financial Statements of the Company for the year ended March 31, 2023 and the Audited Financial Results of the Company for the quarter and year ended March 31, 2023, as recommended by the Audit Committee; and
2. Not recommended any dividend for the Financial Year ended March 31, 2023.

Pursuant to Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, we enclose the following:

- a) Statement showing the Audited Financial Results of the Company for the quarter and year ended March 31, 2023; and
- b) Auditor's Report on the Audited Financial Results;

The Report of the Auditor is with unmodified opinion with respect to the Audited Financial Results of the Company for the quarter and year ended March 31, 2023.

The meeting of the Board of Directors of the Company commenced at 5:45 p.m. and concluded at 6:00 p.m.

Kindly take the same on record.

Thanking you,

Yours faithfully,
For Varun Mercantile Limited

Yogesh S. Kadam
Company Secretary

Encl: as above



Independent Auditor's Report on the financial results of Varun Mercantile Limited for the quarter and year ended March 31, 2023 pursuant to Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended

To
The Board of Directors of Varun Mercantile Limited

Report on the Audit of Financial Results

Opinion

We have audited the accompanying Statement of quarterly and year to date financial results of Varun Mercantile Limited ("the Company") for the quarter ended March 31, 2023 and the year to date results for the period from April 1, 2022 to March 31, 2023 ("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 ("Listing Regulations").

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

- (i) is presented in accordance with the requirements of Regulation 33 of the Listing Regulations in this regard; and
- (ii) give a true and fair view in conformity with the recognition and measurement principles laid down in the applicable Indian Accounting Standards, and other accounting principles generally accepted in India, of net loss and other financial information of the Company for the quarter ended March 31, 2023 and the year to date results for the period from April 1, 2022 to March 31, 2023.

Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013 ("the Act"). Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Financial Results section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the Statement under the provisions of the Act and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient & appropriate to provide a basis for our opinion.



Management Responsibilities for the Financial Results

The Statement, which is the responsibility of the Company's Management and approved by the Board of Directors of the Company, has been prepared on the basis of the audited financial statements. The Company's Board of Directors are responsible for the preparation of the Statement that give a true and fair view of the net Loss and other financial information and in accordance with the applicable Indian Accounting Standards 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 of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and the design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring 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, the Board of Directors of the Company 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 the Board of Directors either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

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

Auditor's Responsibilities for the Audit of 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 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 with reference to financial statements 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 Board of Directors.
- Conclude on the appropriateness of the Board of Directors use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the ability of the Company 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 Statement 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.

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 Matter

We report that the figures for the quarter ended March 31, 2023 represent the derived figures between the audited figures in respect of the financial year ended March 31, 2023 and the published unaudited year-to-date figures up to December 31, 2022 being the date of the end of third quarter of the current financial year, which were subjected to a limited review by us.

For PRITI V. MEHTA & COMPANY.

Chartered Accountants

Firm Registration. No. 129568W

P. V. Mehta

PRITI V. MEHTA

Proprietor

Membership. No. : 130514

UDIN : 23130514BGXSKY6951



PLACE : MUMBAI

DATE: 24th May 2023

VARUN MERCANTILE LIMITED

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STATEMENT OF AUDITED FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED 31ST MARCH, 2023

(₹ In Lakh, except per share data)

Sr. No	Particulars	Quarter Ended			Year Ended	
		31.03.2023	31.12.2022	31.03.2022	31.03.2023	31.03.2022
		Audited	Unaudited	Audited	Audited	Audited
	Income					
1	Revenue from Operations	0.00	0.00	0.00	0.00	0.00
2	Other Income	6.80	4.25	6.04	26.00	24.76
3	Total Income (1+2)	6.80	4.25	6.04	26.00	24.76
4	Expenses					
	(a) Employees benefits expenses	1.78	1.78	1.62	7.46	11.12
	(b) Depreciation and amortisation expenses	0.00	0.00	0.00	0.00	0.00
	(c) Other expenses					
	i) Listing Fees	0.88	0.89	0.88	3.54	3.53
	ii) Advertisement Expenses	0.24	0.00	0.05	0.35	0.28
	iii) Misc. Expenses	0.26	0.23	0.28	1.00	1.04
	Total Expenses (Total a to c)	3.16	2.90	2.83	12.35	15.97
5	Profit Before Tax (3-4)	3.64	1.35	3.21	13.65	8.79
6	Tax Expenses					
	Current Tax	1.72	1.07	1.52	6.56	6.24
	Deferred Tax	0.00	0.00	0.00	0.00	0.00
	Earlier years (Previous year Taxation Adjustment)	0.00	0.00	0.00	0.01	(0.03)
7	Profit / (Loss) for the Period / Year (5-6)	1.92	0.28	1.69	7.08	2.58
8	Other Comprehensive Income (Net of Tax)					
	(i) Items that will not be reclassified to profit or loss	0.00	0.00	0.00	0.00	0.00
	(ii) Income tax relating to items that will not be reclassified to profit or loss	0.00	0.00	0.00	0.00	0.00
	(iii) Items that will be reclassified to profit or loss	0.00	0.00	0.00	0.00	0.00
	(iv) Income tax relating to items that will be reclassified to profit or loss	0.00	0.00	0.00	0.00	0.00
9	Total Comprehensive Income for the Period / Year (7 + 8)	1.92	0.28	1.69	7.08	2.58
10	Paid-up Equity Share Capital Equity Share of ₹ 10/- each	199.20	199.20	199.20	199.20	199.20
11	Other Equity (reserves) excluding revaluation reserves				316.98	309.90
12	Earnings per share (Not Annualised) (Face Value of ₹10/- each)					
	Basic	0.10	0.01	0.08	0.36	0.13
	Diluted	0.10	0.01	0.08	0.36	0.13

For Varun Mercantile Limited


Sanjay T. More
Director

Place : Mumbai

Dated : 24th May, 2023

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₹ in Lakh

AUDITED STATEMENT OF ASSETS AND LIABILITIES AS AT 31ST MARCH, 2023

Particulars	As At 31.03.2023 Audited	As At 31.03.2022 Audited
ASSETS		
Non-Current Assets		
Property, Plant and Equipment	-	-
Capital Work in Progress	-	-
Intangible Assets	-	-
Financial Assets	-	-
Deferred Tax Assets (Net)	-	-
Other Non Current Assets	5.50	5.51
Total Non-Current Assets	5.50	5.51
Current Assets		
Inventories	-	-
Financial Assets	-	-
Cash and Bank Balances	499.48	493.63
Other financial Assets	12.03	10.87
Current Assets (Net)	-	0.64
Other Current Assets	-	-
Total Current Assets	511.51	505.14
Total Assets	517.01	510.65
EQUITY AND LIABILITIES		
Equity		
Equity Share Capital	199.20	199.20
Other Equity	316.98	309.90
Total Equity	516.18	509.10
Liabilities		
Non- Current Liabilities	-	-
Total Non -Current Liabilities	-	-
Current Liabilities		
Financial Liabilities	-	-
Trade Payable	-	-
Total Outstanding dues of micro and small enterprises	-	-
Total Outstanding dues of Creditors other than micro and small enterprises	0.64	1.49
Other Financial Liabilities	-	-
Other Current Liabilities	0.04	0.06
Current Tax Liabilities (Net)	0.15	-
Total Current Liabilities	0.83	1.55
Total Liabilities	0.83	1.55
Total Equity and Liabilities	517.01	510.65

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Cash flow Statement for the Year ended 31st March,2023

(₹ in Lakh)

	Apr-22 to Mar-23 (Audited)	Apr-21 to Mar-22 (Audited)
A CASH FLOW FROM OPERATING ACTIVITIES		
Net profit before tax as per Statement of Profit and Loss	13.65	8.79
Adjusted for:		
Interest Income	(26.00)	(24.77)
Operating (Loss) before working capital changes	(12.35)	(15.98)
Adjusted for:		
Trade and Other Payable	(0.87)	(8.71)
Trade and Other Receivables	(1.15)	-
Cash (Used In) / Generated from operations	(14.37)	(24.69)
Taxes paid (Net)	(5.78)	(6.37)
Net Cash flow from / (used in) Operating Activities	(20.15)	(31.06)
B CASH FLOW FROM INVESTING ACTIVITIES		
Redemption of Investments		
Interest Income	26.00	24.77
Net cash flow from / (Used in) Investing Activities	26.00	24.77
C CASH FLOW FROM FINANCING ACTIVITIES		
Net Cash from financial Activities	-	-
Net (Decrease)/Increase in Cash and Cash Equivalents	5.85	(6.29)
Opening Balance of Cash and Cash Equivalents	493.63	499.92
Closing Balance of Cash and Cash Equivalents	499.48	493.63

The above Statement of Cash Flow has been prepared under the ' Indirect Method' as set out in Ind AS 7 'Statement of Cash Flows'.

Notes:

- The figures of the corresponding previous periods have been restated/regrouped wherever necessary, to make them comparable.

The figures for the quarter ended 31st March, 2023 are the balancing figures between the audited figures in respect of the full financial year and the reviewed year- to- date figures up to the third quarter of the financial year.
- The Company does not have any reportable segment as per Indian Accounting Standard "Operating Segment" (Ind AS-108). Accordingly segment reporting is not applicable.
- The Board of Directors has not recommended any dividend for the financial year ended 31st March, 2023.
- The Audit Committee has reviewed the above results and the Board of Directors has approved the above results and its release at their respective meetings held on 24th May, 2023

For Varun Mercantile Limited


Sanjay T. More
Director

Place: Mumbai

Dated: 24th May 2023