

Date: May 30, 2022

To
BSE Limited
Phiroze Jeejeebhoy Towers,
Dalai Street,
Fort Mumbai - 400001

BSE Scrip Code – 538943

Dear Sir / Madam,

Sub.: Outcome of the Board Meeting of the Company held on May 30, 2022

With reference to the Regulation 30 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (the 'Listing Regulations'), we wish to inform you that the Directors at their Board Meeting held today, i.e. Monday May 30, 2022, has *inter alia* approved the audited financial results (standalone and consolidated) for the fourth quarter and financial year ended March 31, 2022, and the audited financial statements (standalone and consolidated) as at March 31, 2022, as recommended by the Audit Committee.

Pursuant to Regulation 33 of the Listing Regulations, please find enclosed herewith the audited financial results (standalone and consolidated) for the fourth quarter and financial year ended March 31, 2022, along with the Auditors' report(s) thereon.

In terms of the SEBI Circular CIR/CFD/CMD/56/2016 dated May 27, 2016, we hereby declare that the Statutory Auditors of the Company, i.e. M/s V. N. Purohit & Co., Chartered Accountants, have issued unmodified audit report(s) on financial results (standalone and consolidated) for the year ended March 31, 2022.

The aforesaid information is being made available on the Company's website at www.sonalmercantile.com

The meeting commenced at 05:00 p.m. and concluded at 7:30 p.m.

Kindly take the same on your records.

Thanking you,

For and on behalf of

SONAL MERCANTILE LIMITED

For Sonal Mercantile Limited

Vikram Goyal

Director

Director/Auth. Signatory

DIN: 00381115



V. N. PUROHIT & CO.

CHARTERED ACCOUNTANTS

214, New Delhi House, 2nd Floor,
27, Barakhamba Road,
New Delhi – 110 001
Phone : 011-43596011
Email: vnppdelhi@vnppaudit.com
Website : www.vnppaudit.com

INDEPENDENT AUDITOR'S REPORT

To the Board of Directors of Sonal Mercantile Limited

3rd Floor, Vardhman Grand Plaza,
365, Sector 3, Rohini,
New Delhi, Delhi 110085
CIN: L51221DL1985PLC022433

Report on audit of Standalone Financial Results

Opinion and Conclusion

1. We have (a) audited the accompanying Standalone Financial Results for the year ended March 31, 2022 (b) reviewed the Standalone Financial Results for the quarter ended March 31, 2022 (refer para 10 of the 'Other Matters' section below), which were subject to limited review by us, both included in the accompanying "Standalone Financial Results for the Quarter and Year Ended March 31, 2022" of **Sonal Mercantile Limited** being submitted by the company, pursuant to the requirement of Regulation 33 and Regulation 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, ('listing regulations').

a) Opinion on Annual Standalone Financial Results

In our opinion and to the best of our information and according to the explanations given to us these Standalone Financial Results:

- (i) are presented in accordance with the requirements of Regulation 33 and Regulation 52 of the listing regulations; and
- (ii) give a true and fair view in conformity with recognition and measurement principles laid down in applicable accounting standards prescribed under Section 133 of the Companies Act, 2013 ("the Act") and other accounting principles generally accepted in India, of the net profit including other comprehensive income and other financial information of the Company for the year ended March 31, 2022.

b) Conclusion on Unaudited Standalone Financial Results for the quarter ended March 31, 2022

With respect to the Standalone Financial Results for the quarter ended March 31, 2022, based on our review conducted as stated in paragraph (b) of Auditor's Responsibilities section below, nothing has come to our attention that causes us to believe that the Standalone Financial Results for the quarter ended March 31, 2022, prepared in accordance with the recognition and measurement principles laid down in the Indian Accounting Standards and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation 33 and Regulation 52 of the listing regulations, including the manner in which it is to be disclosed, or that it contains any material misstatement.

Basis for Opinion on the Standalone Financial Results for the quarter ended March 31, 2022

2. We conducted our audit in accordance with Standards on Auditing (SAs) specified under Section 143(10) of the Act and other applicable authoritative pronouncements issued by the Institute of Chartered Accountants of India ("the ICAI"). Our responsibilities under those standards are further described in the 'Auditor's Responsibilities for the Audit of Standalone Financial Results' section of our report. We are independent of the company in accordance with the code of ethics issued by the ICAI together with ethical requirements that are relevant to our audit of the Standalone Financial Results under the provisions of the Act and Rules made thereunder, and we have fulfilled our ethical responsibilities in accordance with the requirements with these requirements and the Code of Ethics. We believe that the audit evidences obtained by us is sufficient and appropriate to provide a basis for our opinion.

Management's Responsibilities for the Statement

3. These Standalone Financial Results have been prepared on the basis of the annual financial statements. The company's Board of Directors are responsible for the preparation and presentation of these Standalone Financial Results that give a true and fair view of the net profit/(loss) and other comprehensive income and other financial information in accordance with recognition and measurement principles laid down in the Indian Accounting Standards prescribed under Section 133 of the Act read with relevant issues thereunder and other accounting principles generally accepted in India and in compliance with the requirements of the listing regulations. The Board of Directors of the company are responsible for 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 accounting policies; making judgment 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 financial statements that give true and fair view and are free for material misstatement, whether due to fraud and error, which have been used for the purpose of preparation of Standalone Financial Results by the Board of Directors of the Company as aforesaid.
4. In preparing the Standalone Financial Results, the Board of Directors of the Company are responsible for assessing the ability of the Company to continue as 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.
5. The Board of Directors of the Company are responsible for overseeing the financial reporting process of the Company.

Auditor's Responsibilities for the Audit of Standalone Financial Results

a) Audit of the Standalone Financial Results for the year ended March 31, 2022

6. Our objectives are to obtain reasonable assurance about whether the Standalone Financial Results 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 not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatement can arise from a

fraud or error and consider material, if, individually or in aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these Standalone Financial Results.

7. As part of an audit in accordance with the SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:
 - Identify and assess the risks of material misstatement of the Standalone Financial Results, whether due to fraud or error, design and perform audit procedure responsive to those risks, and obtain audit evidence that is sufficient and appropriate to our basis of opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud involves collusions, forgery, intentional omissions, misrepresentations, or override of internal control.
 - Obtain an understanding of internal control relevant to the audit in order to design audit procedure that are appropriate in 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 operating effectiveness of such controls.
 - Evaluate the appropriateness of the accounting policies used and 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 our audit evidences 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 material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the Standalone Financial Results or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidences 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 Standalone Financial Results including the disclosures and whether the standalone financial results represent the underlying transactions and events in the manner that achieves fair presentation.
8. We communicate with those charged with governance of the company regarding, among other matters, the planned scope of timing of the audit and significant audit findings, including 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 our independence, and wherever applicable, related safeguards.

b) Review of the Standalone Financial Results for the quarter ended March 31, 2022

9. We conducted our review of the Standalone Financial Results for the quarter ended March 31, 2022, in accordance with the Standard on Review Engagements ("SRE") 2410 'Review of Interim Financial Information Performed by the Independent Auditor of the Entity', issued by the ICAI. A review of interim financial information consists of making inquiries, primarily of the Company's personnel responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with SAs specified under section 143(10) of the Act and consequently does not enable us to obtain assurance that we would become aware of

V.N. PUROHIT & CO.
Chartered Accountants

all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Other Matters

10. The Standalone Financial Results include the results for the quarter ended March 31, 2022 being the balancing figures between audited figures in respect of the full financial year and the published year to date figures upto the end of the third quarter of the financial year. Also, the figures upto the end of the third quarter had only been reviewed and not subjected to audit.
11. Note 8 of the Standalone Financial Results explains the uncertainties and management's assessment of the financial impact due to the COVID-19 pandemic for which definitive assessment of the impact is dependent upon the future economic conditions. Our opinion is not modified in respect of this matter.

For V.N. PUROHIT & CO.
Chartered Accountants
Firm Regn. No. 304040E

OM PRAKASH
PAREEK

Digitally signed by Om Prakash Pareek
DN: cn=Om Prakash Pareek, o=V.N. Purohit & Co., ou=Chartered Accountants, email=om.pareek@vnpurohit.co.in, c=IN
Date: 2022.05.31 12:31:27 +05'30'

O. P. Pareek
Partner
Membership No. 014238

UDIN:

Date: 30th May, 2022
Place: New Delhi



V. N. PUROHIT & CO.

CHARTERED ACCOUNTANTS

214, New Delhi House, 2nd Floor,
27, Barakhamba Road,
New Delhi – 110 001
Phone : 011-43596011
Email: vnpsdelhi@vnpsaudit.com
Website : www.vnpsaudit.com

INDEPENDENT AUDITOR'S REPORT

To the Board of Directors of Sonal Mercantile Limited
3rd Floor, Vardhman Grand Plaza,
365, Sector 3, Rohini,
New Delhi, Delhi 110085
CIN: L51221DL1985PLC022433

Report on audit of Consolidated Financial Results

Opinion and Conclusion

1. We have (a) audited the accompanying Consolidated Financial Results for the year ended March 31, 2022 (b) reviewed the Consolidated Financial Results for the quarter ended March 31, 2022 (refer para 11 of the 'Other Matters' section below), which were subject to limited review by us, both included in the accompanying "Consolidated Financial Results for the Quarter and Year Ended March 31, 2022" of Sonal Mercantile Limited ("the Company") and its associate, being submitted by the company, pursuant to the requirement of Regulation 33 and Regulation 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, ('listing regulations').

a) Opinion on Annual Consolidated Financial Results

In our opinion and to the best of our information and according to the explanations given to us, and based on the separate financial statement of the associate, referred to in Other Matters section below, the Consolidated Financial Results for the year ended March 31, 2022:

- a. Includes the financial results of the associate viz., M/s Rudraveerya Developers Private Limited;
- (i) is presented in accordance with the requirements of Regulation 33 and Regulation 52 of the listing regulations; and
- (ii) give a true and fair view in conformity with recognition and measurement principles laid down in applicable accounting standards prescribed under Section 133 of the Companies Act, 2013 ("the Act") and other accounting principles generally accepted in India, of the net profit including other comprehensive income and other financial information of the Company and its associate for the year ended March 31, 2022.

b) Conclusion on Unaudited Consolidated Financial Results for the quarter ended March 31, 2022

With respect to the Consolidated Financial Results for the quarter ended March 31, 2022, based on our review conducted as stated in paragraph (b) of Auditor's Responsibilities section below, nothing has come to our attention that causes us to

believe that the Consolidated Financial Results for the quarter ended March 31, 2022, prepared in accordance with the recognition and measurement principles laid down in the Indian Accounting Standards and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation 33 and Regulation 52 of the listing regulations, including the manner in which it is to be disclosed, or that it contains any material misstatement.

Basis for Opinion on the Consolidated Financial Results for the quarter ended March 31, 2022

2. We conducted our audit in accordance with Standards on Auditing (SAs) specified under Section 143(10) of the Act and other applicable authoritative pronouncements issued by the Institute of Chartered Accountants of India ("the ICAI"). Our responsibilities under those standards are further described in the 'Auditor's Responsibilities for the Audit of Consolidated Financial Results' section of our report. We are independent of the company in accordance with the code of ethics issued by the ICAI together with ethical requirements that are relevant to our audit of the Consolidated Financial Results under the provisions of the Act and Rules made thereunder, and we have fulfilled our ethical responsibilities in accordance with the requirements with these requirements and the Code of Ethics. We believe that the audit evidences obtained by us is sufficient and appropriate to provide a basis for our opinion.

Management's Responsibilities for the Statement

3. This statement, which includes Consolidated Financial Results is the responsibility of the Company's Board of Directors and has been approved for the issuance. The Consolidated Financial Results for the year ended March 31, 2022 has been compiled from the related audited consolidated financial statements. This responsibility includes the preparation and presentation of the Consolidated Financial Results for the quarter and the year ended March 31, 2022 that give a true and fair view of the net profit/(loss) and consolidated other comprehensive income and other financial information of the company and its associate in accordance with recognition and measurement principles laid down in the Indian Accounting Standards prescribed under Section 133 of the Act read with relevant issues thereunder and other accounting principles generally accepted in India and in compliance with the requirements of the Regulation 33 and Regulation 52 of the listing regulations. The respective Board of Directors of the company and its associate are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the company and its associate and for preventing and detecting frauds and other irregularities; selection and application of accounting policies; making judgment 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 respective financial results that give true and fair view and are free for material misstatement, whether due to fraud and error, which have been used for the purpose of preparation of Consolidated Financial Results by the Board of Directors of the Company, as aforesaid.
4. In preparing the Consolidated Financial Results, the respective Board of Directors of the Company and its associate are responsible for assessing the ability of the respective entities to continue as 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.

5. The respective Board of Directors of the Company and its associate are responsible for overseeing the financial reporting process of the company and its associate.

Auditor's Responsibilities for the Audit of Consolidated Financial Results

a) Audit of the Consolidated Financial Results for the year ended March 31, 2022

6. Our objectives are to obtain reasonable assurance about whether the Consolidated Financial Results 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 not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatement can arise from a fraud or error and consider material, if, individually or in aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these Consolidated Financial Results.
7. As part of an audit in accordance with the SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:
 - Identify and assess the risks of material misstatement of the Consolidated Financial Results, whether due to fraud or error, design and perform audit procedure responsive to those risks, and obtain audit evidence that is sufficient and appropriate to our basis of opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud involves collusions, forgery, intentional omissions, misrepresentations, or override of internal control.
 - Obtain an understanding of internal control relevant to the audit in order to design audit procedure that are appropriate in 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 operating effectiveness of such controls.
 - Evaluate the appropriateness of the accounting policies used and 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 our audit evidences 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 material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the Consolidated Financial Results or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidences 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 annual Consolidated Financial Results including the disclosures and whether the annual Consolidated Financial Results represent the underlying transactions and events in the manner that achieves fair presentation.
 - Perform procedures in accordance with the circular issued by the SEBI under Regulation 33(8) of the Listing Regulations to the extant applicable.

- Obtain sufficient and appropriate evidence regarding Annual Standalone Financial Results of the entities within the company and its associate to express an opinion on the Annual Consolidated Financial Results. We are responsible for the direction, supervision and performance of the audit of the financial information of such entities included in the Annual Consolidated Financial Results of which we are the independent auditors. For the other entities included in the Annual Consolidated Financial Results, which have been audited by the other auditors, such other auditors remain responsible for the direction, supervision and performance of the audit of the financial information of audits carried out by them. We remain solely responsible for our audit opinion.
8. Materiality is the magnitude of misstatement in the Annual Consolidated Financial Results that, individually or in aggregate, makes it probable that the economic decision of a reasonably knowledge user of the Annual Consolidated Financial Results 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 Annual Consolidated Financial Results.
9. We communicate with those charged with governance of the Company and such other entities included in the Consolidated Financial Results of which we are the independent auditors regarding, among other matters, the planned scope of timing of the audit and significant audit findings, including 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 our independence, and wherever applicable, related safeguards.

b) Review of the Consolidated Financial Results for the quarter ended March 31, 2022

10. We conducted our review of the Consolidated Financial Results for the quarter ended March 31, 2022, in accordance with the Standard on Review Engagements ("SRE") 2410 'Review of Interim Financial Information Performed by the Independent Auditor of the Entity', issued by the ICAI. A review of interim financial information consists of making inquiries, primarily of the Company's personnel responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with SAs specified under section 143(10) of the Act 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.

Other Matters

11. The Consolidated Financial Results include the results for the quarter ended March 31, 2022 being the balancing figures between audited figures in respect of the full financial year and the published year to date figures upto the end of the third quarter of the financial year. Also, the figures upto the end of the third quarter had only been reviewed and not subjected to audit.
12. We have not audited the financial statements of the associate viz. M/s Rudraveerya Developers Private Limited included in the consolidated financial results, whose financial information reflects total net asset of Rs. 21,876.33 lakhs as at 31st March 2022, total net profit after tax of Rs. 1,732.07 lakhs, total comprehensive income of Rs. 3,143.62 lakhs and net cash flows of Rs. Nil for the year ended on that date, as considered in the Annual Consolidated Financial Results. The financial statements of the component are unaudited and have been furnished to us by the management, and our opinion and conclusion on the

V.N. PUROHIT & CO.
Chartered Accountants

statement, so far it relates to the amount and disclosure included in respect of this associate, is based solely on such unaudited financial statements/ financial information.

13. Note 8 of the Consolidated Financial Results explains the uncertainties and management's assessment of the financial impact due to the COVID-19 pandemic for which definitive assessment of the impact is dependent upon the future economic conditions. Our opinion is not modified in respect of this matter.

For V.N. PUROHIT & CO.
Chartered Accountants
Firm Regn. No. 304040E

OM PRAKASH
PAREEK



O. P. Pareek
Partner
Membership No. 014238

UDIN:

Date: 30th May, 2022
Place: New Delhi

SONAL MERCANTILE LIMITED

CIN : L51221DL1985PLC022433

Registered Office : 365, Vardhman Plaza, III Floor, Sector-3, Rohini, Delhi 110085, Tel. 011-49091417

Website : www.sonalmercantile.in, E.mail id : sonalmercantile@yahoo.in

STANDALONE AUDITED FINANCIAL RESULTS FOR THE QUARTER & YEAR ENDED MARCH 31, 2022

(Figures in Lakhs)

		Part -I				
		Three Months Ended			Year ended	
	Particulars	01-01-2022 To 31-03-2022 (Audited)	01-10-2021 To 31-12-2021 (Un-Audited)	01-01-2021 To 31-03-2021 (Audited)	01-04-2021 To 31-03-2022 (Audited)	01-04-2020 To 31-03-2021 (Audited)
I	INCOME					
A.	Revenue From Operations					
	Interest Income	574.62	499.40	460.97	2,084.46	1,850.51
	Sale of shares	(6.61)	1.47	-	-	-
	Total Revenue from Operations	568.01	500.87	460.97	2,084.46	1,850.51
B.	Other Income	6.61	-	-	6.61	0.11
	Total Income	574.62	500.87	460.97	2,091.07	1,850.62
II	EXPENSES					
	Impairment of Financial instrument	8.56	-	-	8.56	-
	Finance Cost	235.64	332.51	241.96	1,206.11	1,146.18
	Employee benefits expense	13.87	9.58	13.30	39.52	66.90
	Depreciation and amortisation expense	-	-	0.01	0.01	0.02
	Other Expenses	4.82	4.02	4.23	18.37	11.89
	Total Expenses	262.89	346.11	259.50	1,272.57	1,224.99
III	Profit/(Loss) Before Tax	311.73	154.76	201.47	818.50	625.63
IV	Tax Expense:					
	(1) Current Tax	(81.56)	(29.65)	(129.62)	(209.11)	(173.74)
	(2) Deferred Tax	1.36	(1.53)	0.10	(0.29)	(0.30)
V	Profit/(Loss) After Tax (III - IV)	231.53	123.58	71.95	609.10	451.59
VI	Other Comprehensive Income	-	-	-	-	-
VII	Total Comprehensive Income for the period (V+ VI) (Comprising Profit/(Loss) and Other Comprehensive Income for the period)	231.53	123.58	71.95	609.10	451.59
VIII	Paid Up equity share capital(Face Value of Rs. 10/-)	1,473.85	1,473.85	1,473.85	1,473.85	1,473.85
IX	Reserves excluding Revaluation reserves as per balance sheet of previous accounting year	1,458.72	1,442.15	989.36	1,458.72	989.36
X	Earnings/(Loss) Per Equity Share					
	Basic (in Rupees)	1.57	0.84	0.49	4.13	3.06
	Diluted (in Rupees)	1.57	0.84	0.49	4.13	3.06
XI	Net Worth	3,541.67	3,341.32	2,916.00	3,541.67	2,916.00
XII	Operating Margin	53.72%	30.90%	43.71%	38.95%	33.80%
XIII	Net Profit Margin	40.76%	24.67%	15.61%	29.22%	24.40%

Notes

- Additional information pursuant to regulation 52(4) of SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015 is enclosed herewith.
- The above audited financial results have been reviewed by the audit committee and have been approved and taken on record by the Board of Directors in their meeting held on 30th May, 2022 and the statutory auditors of the Company have audited the financial results for the quarter and year ended on 31st March, 2022. An unmodified opinion has been issued and the same is being filed with the stock exchange along with the above results.
- The aforesaid Quarterly Financial Results are also being disseminated on the website of the Company i.e. (<https://www.sonalmercantile.in/investors-information.php>).
- The Company engaged primarily in the business of financing and accordingly there are no separate reportable segments as per Ind AS 108 dealing with Operating Segment.
- The above results have been reviewed by the Audit Committee and approved by the Board of Directors at its meeting held on 30th May 2022.
- The figures for the corresponding previous period have been regrouped/reclassified wherever necessary, to make them comparable.
- Figures for the quarter ended on 31st March 2022 and 31st March 2021 are the balancing figures between the audited figures for the full financial year and the reviewed year to date figures for the quarter ended on 31st Dec 2021 and 31st Dec 2020, respectively.
- The Company has not experienced any significant impact due to Covid-19 and as such on its liquidity position; the Company continues to be well geared to meet its funding needs.

In view of the above, the Management believes that there will not be significant impact of this outbreak in continuing its business operations, in maintaining its financial position and in its ability to continue as a going concern. The Company shall also continue to closely monitor any material changes arising of future economic conditions and potential impact on its business.

FOR SONAL MERCANTILE LIMITED

For Sonal Mercantile Limited


 Director/Authorized Signatory
 Vikram Goyal
 Whole Time Director

Date : 30th May, 2022

Place : New Delhi

SONAL MERCANTILE LIMITED

CIN : L51221DL1985PLC022433

STANDALONE CASH FLOW STATEMENT FOR THE YEAR ENDED ON 31ST MARCH, 2022

	(Rs. In Lakhs)	
	For the period ended 31/03/2022	For the period ended 31/03/2021
CASH FLOW FROM OPERATING ACTIVITIES		
Net profit before tax and after extra- ordinary	818.50	625.63
Adjustments for : -		
Depreciation	0.01	0.02
Operating Profit before working capital changes	818.51	625.65
Working capital adjustments: -		
(Increase)/ decrease in loans	(1,827.78)	(2,330.67)
(Increase)/ decrease in other financial assets	(0.20)	-
(Increase)/ decrease in other non financial assets	22.55	19.76
Increase/ (decrease) in other financial liabilities	(973.21)	1,609.37
Increase/ (decrease) in other non-financial liabilities	(5.34)	258.34
Increase/ (decrease) in other current liabilities	4.30	-
Cash generated from operations	(1,961.17)	182.45
Direct Taxes Paid	(144.87)	(134.75)
Net cash flow from operating activities (A)	(2,106.03)	47.70
CASH FLOW FROM INVESTING ACTIVITIES		
Sale/ purchase of property, plant & equipment	-	-
Sale/ (Purchase) of investments	(1.01)	(395.19)
Net cash flow from investing activities (B)	(1.01)	(395.19)
CASH FLOW FROM FINANCING ACTIVITIES		
Net proceeds from borrowings	2,108.30	335.34
Interest on borrowings	-	-
Net cash flow from financing activities (B)	2,108.30	335.34
Net cash flow during the year (A + B + C)	1.26	(12.15)
Add: Opening cash and cash equivalents	1.02	13.17
Closing cash and cash equivalents	2.28	1.02
Components of cash and cash equivalents		
Cash on hand	1.20	0.04
Balances with banks: -		
In current accounts	1.08	0.98
In fixed deposits	-	-
Total cash and cash equivalents	2.28	1.02

Notes:-

- The above statement of cash flow has been prepared under the 'Indirect Method' as set out in IndAS 7 - 'Statement of Cash Flows'.
- Direct taxes paid is treated as arising from operating activities and is not bifurcated between investing and financing activities.
- Since the Company is a loan company, purchase and sale of investments have been considered as part of "Cash flow from investing activities" and interest earned on loans have been considered as part of "Cash flow from operating activities".

For and on behalf of the Board of Directors of
Sonal Mercantile Limited
For Sonal Mercantile Limited


Director/Auth. Signatory
Director

Date : 30th May, 2022
Place : New Delhi

STANDALONE STATEMENT OF ASSETS AND LIABILITIES AS AT 31.03.2022

(Rs. in Lacs)

PARTICULARS	As at 31/03/2022 (Audited)	As at 31/03/2021 (Audited)
1. Assets		
(1) Financial Assets		
(a) Cash and Cash Equivalent	2.28	1.02
(b) Loans	20,139.06	18,357.18
(c) Investments	782.80	781.79
(d) Other Financial Assets	0.45	0.25
Total current assets	20,924.59	19,140.24
(2) Non Financial Assets		
(a) Current Tax Assets (Net)	3.69	51.37
(b) Deferred Tax Assets	1.36	1.65
(c) Property Plant and Equipment	0.03	0.04
(d) Other Non financial Assets	138.50	161.05
Total Non-current assets	143.58	214.11
Total Assets	21,068.17	19,354.35
2. Liability and Equity		
(1) Financial Liability		
(a) Borrowings	15,861.14	13,752.85
(b) Other financial liabilities	1,317.03	2,290.24
(c) Other current liabilities	4.30	
Total current liabilities	17,182.47	16,043.09
(2) Non Financial Liability		
(a) Provisions	-	45.89
(b) Other Non Financial Liabilities	344.03	349.37
Total Non-current liabilities	344.03	395.26
(3) Equity		
(a) Equity Share Capital	1,473.85	1,473.85
(b) Other Equity	2,067.82	1,442.15
Total Equity	3,541.67	2,916.00
Total	21,068.17	19,354.35

For and on behalf of board of directors of

FOR SONAL MERCANTILE LIMITED
For Sonal Mercantile Limited

Vikram Goyal

Director

DIN: 0038115


Director/Auth. Signatory

Date : 30th May, 2022

Place : New Delhi

SONAL MERCANTILE LIMITED

CIN : L51221DL1985PLC022433

Registered Office : 365, Vardhman Plaza, III Floor, Sector-3, Rohini, Delhi 110085, Tel. 011-49091417

Website : www.sonalmercantile.in, E.mail id : sonalmercantile@yahoo.in

CONSOLIDATED AUDITED FINANCIAL RESULTS FOR THE QUARTER & YEAR ENDED MARCH 31, 2022

(Figures in Lakhs)

Part - I						
	Particulars	Three Months Ended			Year ended	
		01-01-2022 To 31-03-2022 (Audited)	01-10-2021 To 31-12-2021 (Un-Audited)	01-01-2021 To 31-03-2021 (Audited)	01-04-2021 To 31-03-2022 (Audited)	01-04-2020 To 31-03-2021 (Audited)
I	INCOME					
A.	Revenue From Operations					
	Interest Income	574.62	499.40	460.97	2,084.46	1,850.51
	Sale of shares	(6.61)	1.47	-	-	-
	Total Revenue from Operations	568.01	500.87	460.97	2,084.46	1,850.51
B.	Other Income	6.61	-	-	6.61	0.11
	Total Income	574.62	500.87	460.97	2,091.07	1,850.62
II	EXPENSES					
	Impairment of Financial instrument	8.56	-	-	8.56	-
	Finance Cost	235.64	332.51	241.96	1,206.11	1,146.18
	Employee benefits expense	13.87	9.58	13.30	39.52	66.90
	Depreciation and amortisation expense	-	-	0.01	0.01	0.02
	Other Expenses	4.82	4.02	4.23	18.37	11.89
	Total Expenses	262.89	346.11	259.50	1,272.57	1,224.99
III	Profit/(Loss) Before Tax	311.73	154.76	201.47	818.50	625.63
IV	Tax Expense:					
	(1) Current Tax	(81.56)	(29.65)	(129.62)	(209.11)	(173.74)
	(2) Deferred Tax	1.36	(1.53)	0.10	(0.29)	(0.30)
V	Profit/(Loss) After Tax (III - IV)	231.53	123.58	71.95	609.10	451.59
VI	Share of Profit of Associate (Net)	329.33	150.37	286.80	1,093.34	961.16
VII	Other Comprehensive Income					
	(i) items that will not be reclassified to profit or loss	-	-	-	-	-
	(ii) income tax related to items that will not be reclassified to profit or loss	-	-	-	-	-
	(iii) items that will be reclassified to profit or loss	-	-	-	-	-
	(iv) income tax related to items that will be reclassified to profit or loss	-	-	-	-	-
	(v) items that will not be reclassified to profit or loss from the share of associate (Net)	1,411.55	-	1,474.91	1,411.55	1,807.05
	Total other comprehensive income	1,411.55	-	1,474.91	1,411.55	1,807.05
VIII	Total Comprehensive Income for the period (V+ VI) (Comprising Profit/(Loss) and Other Comprehensive Income for the period)	1,972.41	273.95	1,833.66	3,113.99	3,219.80
IX	Paid Up equity share capital(Face Value of Rs. 10/-)	1,473.85	1,473.85	1,473.85	1,473.85	1,473.85
X	Reserves excluding Revaluation reserves as per balance sheet of previous accounting year	1,442.15	1,442.15	989.36	1,442.15	989.36
XI	Earnings/(Loss) Per Equity Share					
	Basic (in Rupees)	3.81	1.86	2.43	11.55	9.59
	Diluted (in Rupees)	3.81	1.86	2.43	11.55	9.59
XII	Net Worth	24,779.27	19,948.47	21,665.27	24,779.27	21,665.27
XIII	Operating Margin	53.72%	30.90%	43.71%	38.95%	33.80%
XIV	Net Profit Margin	40.29%	24.67%	15.61%	29.13%	24.40%

Notes

- Additional information pursuant to regulation 52(4) of SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015 is enclosed herewith.
- The above audited financial results have been reviewed by the audit committee and have been approved and taken on record by the Board of Directors in their meeting held on 30th May, 2022 and the statutory auditors of the Company have audited the financial results for the quarter and year ended on 31st March, 2022. An unmodified opinion has been issued and the same is being filed with the stock exchange along with the above results.
- The aforesaid Quarterly Financial Results are also being disseminated on the website of the Company i.e. (<https://www.sonalmercantile.in/investors-information.php>).
- The Company engaged primarily in the business of financing and accordingly there are no separate reportable segments as per Ind AS 108 dealing with Operating Segment.
- The above results have been reviewed by the Audit Committee and approved by the Board of Directors at its meeting held on 30th May 2022.
- The figures for the corresponding previous period have been regrouped/reclassified wherever necessary, to make them comparable.
- Figures for the quarter ended on 31st March 2022 and 31st March 2021 are the balancing figures between the audited figures for the full financial year and the reviewed year to date figures for the quarter ended on 31st Dec 2021 and 31st Dec 2020, respectively.
- The Company has not experienced any significant impact due to Covid-19 and as such on its liquidity position; the Company continues to be well geared to meet its funding needs.

In view of the above, the Management believes that there will not be significant impact of this outbreak in continuing its business operations, in maintaining its financial position and in its ability to continue as a going concern. The Company shall also continue to closely monitor any material changes arising of future economic conditions and potential impact on its business.

FOR SONAL MERCANTILE LIMITED

For Sonal Mercantile Limited

Vikram Goyal
Director/Audit Committee Member

Date : 30th May, 2022
Place : New Delhi

CONSOLIDATED STATEMENT OF ASSETS AND LIABILITIES AS AT 31.03.2022

(Rs. in Lacs)

PARTICULARS	As at 31/03/2022 (Audited)	As at 31/03/2021 (Audited)
1. Assets		
(1) Financial Assets		
(a) Cash and Cash Equivalent	2.28	1.02
(b) Loans	20,139.06	18,311.29
(c) Investments	22,020.40	19,514.49
(d) Other Financial Assets	0.45	0.25
Total current assets	42,162.19	37,827.05
(2) Non Financial Assets		
(a) Current Tax Assets (Net)	3.70	67.93
(b) Deferred Tax Assets	1.36	1.65
(c) Property Plant and Equipment	0.03	0.04
(d) Other Non financial Assets	138.50	161.05
Total Non-current assets	143.59	230.67
Total Assets	42,305.78	38,057.72
2. Liability and Equity		
(1) Financial Liability		
(a) Borrowings	15,861.14	13,752.84
(b) Other financial liabilities	1,317.03	2,290.24
(c) Other current liabilities	4.30	-
Total current liabilities	17,182.47	16,043.08
(2) Non Financial Liability		
(a) Provisions	-	-
(b) Other Non Financial Liability	344.03	349.37
Total Non-current liabilities	344.03	349.37
(3) Equity		
(a) Equity Share Capital	1,473.85	1,473.85
(b) Other Equity	23,305.42	20,191.42
Total Equity	24,779.27	21,665.27
Total	42,305.77	38,057.72

For and on behalf of board of directors of

FOR SONAL MERCANTILE LIMITED

For Sonal Mercantile Limited

Vikram Goyal

Whole Time Director/ Director/ Auth. Signatory

Date : 30th May, 2022

Place : New Delhi

SONAL MERCANTILE LIMITED

CIN : L51221DL1985PLC022433

CONSOLIDATED CASH FLOW STATEMENT FOR THE YEAR ENDED ON 31ST MARCH, 2022

	<i>(Rs. in Lakhs)</i>	
	For the period ended 31/03/2022	For the period ended 31/03/2021
CASH FLOW FROM OPERATING ACTIVITIES		
Net profit before tax and after extra- ordinary	818.50	625.63
Adjustments for : -		
Depreciation	0.01	0.02
Operating Profit before working capital changes	818.51	625.65
Working capital adjustments: -		
(Increase)/ decrease in loans	(1,827.78)	(2,330.67)
(Increase)/ decrease in other financial assets	(0.20)	-
(Increase)/ decrease in other non financial assets	22.55	19.76
Increase/ (decrease) in other financial liabilities	(973.21)	1,609.37
Increase/ (decrease) in other non-financial liabilities	(5.34)	258.34
Increase/ (decrease) in other current liabilities	4.30	-
Cash generated from operations	(1,961.17)	182.45
Direct Taxes Paid	(144.87)	(134.75)
Net cash flow from operating activities (A)	(2,106.03)	47.70
CASH FLOW FROM INVESTING ACTIVITIES		
Sale/ purchase of property, plant & equipment	-	-
Sale/ (Purchase) of investments	(1.01)	(395.19)
Net cash flow from investing activities (B)	(1.01)	(395.19)
CASH FLOW FROM FINANCING ACTIVITIES		
Net proceeds from borrowings	2,108.30	335.34
Interest on borrowings	-	-
Net cash flow from financing activities (B)	2,108.30	335.34
Net cash flow during the year (A + B + C)	1.26	(12.15)
Add: Opening cash and cash equivalents	1.02	13.17
Closing cash and cash equivalents	2.28	1.02
Components of cash and cash equivalents		
Cash on hand	1.20	0.04
Balances with banks: -		
In current accounts	1.08	0.98
In fixed deposits	-	-
Total cash and cash equivalents	2.28	1.02

Notes:-

- The above statement of cash flow has been prepared under the 'Indirect Method' as set out in IndAS 7 - 'Statement of Cash Flows'.
- Direct taxes paid is treated as arising from operating activities and is not bifurcated between investing and financing activities.
- Since the Company is a loan company, purchase and sale of investments have been considered as part of "Cash flow from investing activities" and interest earned on loans have been considered as part of "Cash flow from operating activities".

For and on behalf of the Board of Directors of
Sonal Mercantile Limited

For Sonal Mercantile Limited


Vikram Goyal
Director/Whole Time Director

Date : 30th May, 2022

Place : New Delhi

Date: 30.05.2022

To

BSE Limited

Phiroze Jeejeebhoy Towers,
Dalal Street,
Mumbai- 400 001

BSE Scrip Code – 538943

Sub: Declaration in terms of Regulation 33(3)(d) of the Securities and Exchange Board of India (Listing Obligations and Disclosures Requirements) Regulations, 2015

Dear Sir/Madam,

Pursuant to Regulation 33(3)(d) of the Securities and Exchange Board of India (Listing Obligations and Disclosures Requirements) Regulations, 2015, We, the Board of Directors of Sonal Mercantile Limited ("the Company") hereby declare that M/s V. N. Purohit & Co., Chartered Accountants, (Firm Registration No.304040E), the Statutory Auditors of the Company have issued a Report with unmodified opinion on the Standalone & Consolidated Audited Financial Results of the Company for the quarter and year ended **31.03.2022**.

Kindly take this declaration in your record.

Thanking you,

For and on behalf of

Sonal Mercantile Limited

For Sonal Mercantile Limited


Vikram Goyal Director/Auth. Signatory
Director
Din: 00381115