

SURAT TRADE AND MERCANTILE LIMITED

(Formerly known as Surat Textile Mills Limited)

Date: 7th November, 2023

The Corporate Relationship Department,
BSE Limited,
P J towers,
Dalal Street, Fort,
Mumbai 400001
Scrip Code: 530185

Sir/Madam,

Sub.: Outcome of Board Meeting held on 7th November, 2023

Ref.: Intimation under Regulations 30 and 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("Listing Regulations")

This is further to our letter dated 30th October, 2023, intimating the date of Board Meeting for consideration of Unaudited Financial Results for the quarter and six months ended 30th September, 2023.

Pursuant to Regulation 30 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (Listing Regulations), we would like to inform you that the Board of Directors of the Company at its meeting held today have, inter-alia approved the Unaudited Financial Results of the Company for the quarter and six months ended 30th September, 2023, as reviewed and recommended by the Audit Committee.

Accordingly, please find attached a copy of the approved Unaudited Financial Results together with a copy of the Limited Review Report of the Auditors of the Company, as required under Regulation 33 of the Listing Regulations.

Further, an extract of the aforementioned financial results would be published in the newspapers in accordance with the requirements of the Listing Regulations.

The Board Meeting commenced at 11.00 a.m. (IST) and concluded at 12.12 p.m. (IST)

This is for your information and dissemination.

Thanking you,

Yours faithfully,

For Surat Trade and Mercantile Limited
(Formerly known as Surat Textile Mills Limited)

MAHEK

GAURAV JAJU

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MAHEK GAURAV JAJU
Date: 2023.11.07
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Mahek Gaurav Jaju
Company Secretary and Compliance Officer

The logo for Surat Trade and Mercantile Limited (STM) consists of the letters 'S', 'T', and 'M' in a large, blue, serif font. The 'S' and 'M' are connected at the top, and the 'T' is positioned between them.

Independent Auditor's Limited Review Report on standalone unaudited financial results of Surat Trade and Mercantile Limited (Formerly known as 'Surat Textile Mills Limited') for the quarter and six months ended September 30, 2023, Pursuant to Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

To,

The Board of Directors

Surat Trade and Mercantile Limited

(Formerly known as Surat Textile Mills Limited)

(CIN: L17119GJ1945PLC000214)

Surat 395 010.

Introduction

1. We have reviewed the accompanying statement of unaudited standalone financial results of **Surat Trade and Mercantile Limited (Formerly known as 'Surat Textile Mills Limited')** ("the Company") for the quarter and six months ended September 30, 2023, together with notes thereon ("the Statement"), 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").
2. The Statement, which is the responsibility of the Company's Management and approved by the Company's Board of Directors on November 07, 2023, 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, as amended ("the Act"), read with relevant rules issued thereunder and other recognized accounting practices and policies generally accepted in India and Regulation 33 of the listing Regulations in this regard. Our responsibility is to express a conclusion on the Statement based on our review.

Scope of Review

3. We conducted our review of the Statement 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 Institute of Chartered Accountants of India ("ICAI"). This standard requires that we plan and perform the review to obtain moderate assurance as to whether the Statement is free of material misstatement. A review of interim financial information consists of making inquiries, primarily of persons 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 Standards on Auditing specified under section 143(10) of the Companies Act, 2013 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.



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Conclusion

4. Based on our review conducted as stated above, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the recognition and measurement principles laid down in Ind AS 34 as prescribed under section 133 of the Act and other recognized accounting practices and policies generally accepted in India has not disclosed the information required to be disclosed in terms of Regulation 33 of the Listing Regulations in this regard, including the manner in which it is to be disclosed, or that it contains any material misstatement.



Mumbai, November 07, 2023

Sharp & Tannan Associates
Chartered Accountants

Firm's Reg. No.: 0109983W

Digitally signed by

**Pramod
Ramesh
Bhise**

Digitally signed by
Pramod Ramesh
Bhise
Date: 2023.11.07
11:37:20 +05'30'

CA Pramod Bhise

Partner

Membership No.: (F) 047751

UDIN: 23047751BGTIEW1880

SURAT TRADE AND MERCANTILE LIMITED
(Formerly known as Surat Textile Mills Limited)

Regd. Office: Tulsi Krupa Arcade, 6th Floor, Near Aai Mata Chowk, Puna-Kumbharia Road, Dumbhal, Surat 395010
CIN: L17119GJ1945PLC000214; Website: www.stml.in; e-mail: sharedepartment@stml.in; Tel.No.(0261) 2311198

STATEMENT OF UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND SIX MONTHS ENDED 30TH SEPTEMBER, 2023

(Rs. in Lakhs except per share data)

Sr. No.	Particulars	Quarter ended			Six months ended		Year ended
		30/09/2023 (Unaudited)	30/06/2023 (Unaudited)	30/09/2022 (Unaudited)	30/09/2023 (Unaudited)	30/09/2022 (Unaudited)	31/03/2023 (Audited)
1	Continuing Operations						
	Income						
	(a) Sales / Revenue from Operations	1661.03	1362.10	0.00	3023.13	0.00	2531.34
	(b) Other Income	455.00	668.59	333.38	1123.59	393.08	931.53
	Total Income	2116.03	2030.69	333.38	4146.72	393.08	3462.87
2	Expenses						
	(a) Cost of Materials Consumed	0.00	0.00	0.00	0.00	0.00	0.00
	(b) Purchases of Stock-in-Trade	1681.71	1500.69	0.00	3182.40	0.00	2478.03
	(c) Changes in Inventories of Finished Goods, Work-in-Progress and Stock-in-Trade	0.00	0.00	0.00	0.00	0.00	0.00
	(d) Employee Benefits Expense	50.92	46.52	61.46	97.44	110.33	189.50
	(e) Finance Costs	0.38	0.38	0.89	0.76	2.21	3.46
	(f) Depreciation and Amortisation Expense	9.35	10.50	10.16	19.85	20.20	41.34
	(g) Other Expenses	104.38	84.73	74.67	189.11	148.11	376.36
	Total Expenses	1846.74	1642.82	147.18	3489.56	280.85	3088.69
3	Profit / (Loss) Before Exceptional Items and Tax (1-2)	269.29	387.87	186.20	657.16	112.23	374.18
4	Exceptional Items	0.00	0.00	0.00	0.00	0.00	0.00
5	Profit / (Loss) Before Tax (3-4)	269.29	387.87	186.20	657.16	112.23	374.18
6	Tax Expenses						
	(a) Current Tax	47.05	67.77	32.53	114.82	32.53	65.36
	(b) Deferred Tax	38.36	45.56	(44.51)	83.92	(3.25)	5.05
	(c) Taxes in respect of earlier year	0.00	0.00	0.00	0.00	0.00	0.00
7	Profit / (Loss) for the Period / year from continuing operation (5-6)	183.88	274.54	198.18	458.42	82.95	303.77
8	Profit / (Loss) for the Period / year from discontinued operation	0.00	0.00	0.00	0.00	7370.84	7339.29
9	Tax Expenses						
	(a) Current Tax	0.00	0.00	0.00	0.00	1274.91	1282.17
	(b) Deferred Tax	0.00	0.00	0.00	0.00	0.00	0.00
	(c) Taxes in respect of earlier year	0.00	0.00	0.00	0.00	0.00	118.91
10	Profit / (Loss) after tax from discontinued Operations (8-9)	0.00	0.00	0.00	0.00	6095.93	5938.21
11	Profit / (Loss) for the Period/ year (7+10)	183.88	274.54	198.18	458.42	6178.88	6241.98
12	Other Comprehensive Income/(Loss) (Net of Tax)						
	(a) Items that will not be reclassified to Profit or Loss	0.00	0.00	0.00	0.00	0.00	(0.94)
	(b) Income tax relating to items that will not be reclassified to Profit or Loss	0.00	0.00	0.00	0.00	0.00	0.00
	Total Other Comprehensive Income/(Loss) (Net of Tax)	0.00	0.00	0.00	0.00	0.00	(0.94)
13	Total Comprehensive Income / (Loss) for the Period (11+12)	183.88	274.54	198.18	458.42	6178.88	6241.04
14	Paid up Equity Share Capital (Face Value Rs.1/- per share)	2220.64	2220.64	2220.64	2220.64	2220.64	2220.64
15	Other Equity (excluding Revaluation Reserve) as shown in the audited balance sheet of the previous year.	--	--	--	--	--	17391.03
16	Earnings per equity share from Continuing Operations *						
	Basic (in Rs.)	0.08	0.12	0.09	0.21	0.04	0.14
	Diluted (in Rs.)	0.08	0.12	0.09	0.21	0.04	0.14
17	Earnings per equity share from Discontinued Operations *						
	Basic (in Rs.)	0.00	0.00	0.00	0.00	2.75	2.67
	Diluted (in Rs.)	0.00	0.00	0.00	0.00	2.75	2.67
18	Earnings per equity share from Continuing and Discontinued Operations *						
	Basic (in Rs.)	0.08	0.12	0.09	0.21	2.79	2.81
	Diluted (in Rs.)	0.08	0.12	0.09	0.21	2.79	2.81

See accompanying notes to financial results

* Not annualised, excluding year end



Notes to the Financial Results:

- 1 These financial results have been prepared in accordance with the Indian Accounting Standards ('Ind AS') notified under Section 133 of the Companies Act, 2013 ('Act') read together with the Companies (Indian Accounting Standards) Rules 2015 as amended and other recognised accounting practices and policies to the extent applicable.
- 2 During the quarter ended 30th June 2022, the company executed necessary definitive agreement on 29th April, 2022 for sale of 'assets held for sell' comprising the assets of Jolwa Manufacturing Division including all specified tangible assets, i.e. land, building, plant and machineries and other assets to the Garden Silk Mills Private Limited and recognised the Profit from sale of the said assets as 'profit from discontinued operation' for the year ended 31st March, 2023.
- 3 The Company obtained Shareholders approval through Postal Ballot process (e-voting) for Change of Name of the Company from "Surat Textile Mills Limited" to "Surat Trade and Mercantile Limited" and consequent alteration in Memorandum and Articles of Association of the Company. The Registrar of Companies, Gujarat, Ahmedabad, issued a fresh certificate of Incorporation on 18th September, 2023, confirming the change of name of the Company from "Surat Textile Mills Limited" to "Surat Trade and Mercantile Limited".
- 4 The Company's business segment consists of a single segment of "trading in commodities and other commodity related activities" in accordance with Ind AS 108 - 'Operating Segments' notified pursuant to the Companies (Indian Accounting Standard) Rules, 2015.
- 5 The Company does not have any Exceptional item to report in above periods.
- 6 Previous period figures have been re-grouped / re-classified wherever necessary, to confirm to current period's classification.

The above financial results and this release have been reviewed and recommended by the Audit Committee and subsequently approved by the Board of Directors of the Company at their respective meetings held on 7th November, 2023. The statutory auditors have carried out a limited review of the financial results for the quarter and six months ended 30th September, 2023. Their limited review report does not have any modification.

**For and on behalf of the Board of Directors
For Surat Trade and Mercantile Limited
(Formerly known as Surat Textile Mills Limited)**



**Alok P. Shah
Managing Director
DIN: 00218180**

Place: Surat
Date: 07.11.2023

SURAT TRADE AND MERCANTILE LIMITED
STATEMENT OF ASSETS AND LIABILITIES AS AT 30TH SEPTEMBER, 2023

(Rs. in Lakhs)

Sr. No.	Particulars	As at 30-09-2023 (Unaudited)	As at 31/03/2023 (Audited)
A:	ASSETS		
1	Non-Current Assets		
	(a) Property, Plant and Equipment	174.00	183.13
	(b) Right of Use Assets	1.91	13.34
	(c) Capital Work-In-Progress	0.00	0.00
	(d) Other Intangible Assets	0.71	0.56
	(e) Investment Property	993.86	993.86
	(f) Financial Assets		
	(i) Investments	5578.99	4695.39
	(ii) Loans and Advances	0.00	0.00
	(iii) Other Financial Assets	0.00	0.00
	(g) Non-Current Tax Assets (Net)	5.53	13.82
	(h) Deferred Tax Assets (Net)	0.00	0.00
	(i) Other Non-Current Assets	3904.61	3904.61
	Total Non-Current Assets	10659.61	9804.71
2	Current Assets		
	(a) Inventories	0.00	0.00
	(b) Financial Assets		
	(i) Investments	8842.03	9083.74
	(ii) Trade Receivables	0.00	0.00
	(iii) Cash and Cash equivalents	207.50	64.63
	(iv) Bank balances other than (iii) above	0.00	0.00
	(v) Loans and Advances	504.87	703.95
	(vi) Other Financial Assets	86.93	139.75
	(c) Other Current Assets	109.56	63.78
	Total Current Assets	9750.89	10055.85
3	Non-Current Assets held for Sale / Disposal	0.00	0.00
	TOTAL ASSETS	20410.50	19860.56
B:	EQUITY AND LIABILITIES		
1	EQUITY		
	(a) Equity Share Capital	2220.64	2220.64
	(b) Other Equity	17849.45	17391.03
	Total Equity	20070.09	19611.67
2	LIABILITIES		
	Non-Current Liabilities		
	(a) Financial Liabilities		
	(i) Borrowings	0.00	0.00
	(ii) Lease Liabilities	0.00	0.00
	(iii) Other Financial Liabilities	5.00	5.00
	(b) Long-Term Provisions	27.00	19.34
	(c) Deferred Tax Liabilities (Net)	220.96	137.04
	Total Non-Current Liabilities	252.96	161.38
	Current Liabilities		
	(a) Financial Liabilities		
	(i) Borrowings	0.00	0.00
	(ii) Lease Liabilities	2.69	18.13
	(iii) Trade Payables		
	- Dues of Micro and Small Enterprises	0.00	0.00
	- Dues of Other than Micro and Small Enterprises	17.74	19.68
	(iv) Other Financial Liabilities	49.60	36.38
	(b) Other Current Liabilities	9.16	7.40
	(c) Short-term Provisions	8.26	5.92
	(d) Current Tax Liabilities (Net)	0.00	0.00
	Total Current Liabilities	87.45	87.51
	Total Liabilities	340.41	248.89
	TOTAL EQUITY AND LIABILITIES	20410.50	19860.56



SURAT TRADE AND MERCANTILE LIMITED
STATEMENT OF CASH FLOWS FOR THE SIX MONTHS ENDED 30TH SEPTEMBER, 2023

(Rs. in Lakhs)

	Six months ended 30/09/2023 (Unaudited)	Six months ended 30/09/2022 (Unaudited)
A. CASH FLOW FROM OPERATING ACTIVITIES		
Net Profit / (Loss) Before Tax as per Statement of Profit and Loss	657.16	7483.07
Adjusted for:		
Depreciation and Amortisation Expense	19.85	20.20
Finance Costs	0.76	2.21
Interest Income	(293.88)	(191.77)
Profit on Sale of Shopping Complex	0.00	(43.16)
(Profit)/Loss on Redemption of Investments	(109.70)	(15.71)
Mark to Market of bonds (EIR method)	0.54	(2.22)
Profit on Sale of Fixed Assets	(20.56)	0.00
Unrealised Gain on Investments (FVTPL)	(500.17)	(142.32)
	<u>(903.16)</u>	<u>(372.77)</u>
Operating Profit / (Loss) before Working Capital Changes	(246.00)	7110.30
Movements in Working Capital		
(Increase) / Decrease in Provisions	10.00	30.30
(Increase) / Decrease in Trade and Other Receivables	7.04	25.42
(Increase) / Decrease in Inventories	0.00	96.35
(Decrease) / Increase in Trade Payables	(1.94)	(19.38)
(Decrease) / Increase in Other Financial Liabilities	13.22	(5.15)
(Decrease) / Increase in Other Current Liabilities	1.76	(2.60)
	<u>30.08</u>	<u>124.94</u>
Cash Generated from Operations	(215.92)	7235.24
Direct Taxes (Paid) / Refund.	(106.53)	(649.93)
Net Cash Flow from Operating Activities (A)	<u>(322.45)</u>	<u>6585.31</u>
B. CASH FLOW FROM INVESTING ACTIVITIES		
Purchase of Fixed Assets	(0.96)	(14.50)
Sale of Fixed Assets	22.08	0.00
Sale of Shopping Complex	0.00	63.00
Purchase of Current Investments	(3810.00)	(15206.19)
Sale of Current Investments	4661.58	10466.17
Redemption of UP Power Bonds	300.00	0.00
Purchase of Non Current Investments	(1184.14)	(1162.77)
Interest Income	293.88	190.88
Loans to Other Company/Firm	199.08	(500.79)
Net Cash Flow (used)/generated from Investing Activities (B)	<u>481.52</u>	<u>(6164.20)</u>
C. CASH FLOW FROM FINANCIAL ACTIVITIES		
Payment of Lease Liabilities	(15.44)	(12.06)
Interest (Paid) / Earn	(0.76)	(2.21)
FD Interest Income	0.00	0.89
Net Cash (used)/generated from Financing Activities (C)	<u>(16.20)</u>	<u>(13.38)</u>
Net Increase / (Decrease) in Cash and Cash Equivalents (A+B+C)	<u>142.87</u>	<u>407.73</u>
Cash and Cash Equivalents at the beginning of the year	<u>64.63</u>	<u>72.04</u>
Cash and Cash Equivalents at the end of the half year	<u>207.50</u>	<u>479.77</u>

