



Independent Auditor's Report

Report on the Audit of the Financial Results

To,
Board of Directors,
Sobhaygya Mercantile Limited.

Opinion

We have audited the accompanying annual financial results of Sobhaygya Mercantile Limited ("the Company") for the year ended 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 aforesaid 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 accounting standards, and other accounting principles generally accepted in India, of net profit and other comprehensive income and other financial information of the Company for the year ended 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 ("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 ("ICAI") 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 and appropriate to provide a basis for our opinion.

Board of Directors' Responsibility for the Financial Results

This Statement has been prepared on the basis of the annual financial statements. The Company's Board of Directors are responsible for the preparation and presentation of this Statement that give a true and fair view of the net profit and other comprehensive income and other financial information of the Company in accordance with the recognition and measurement principles laid down in the 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 design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the Statement that give a true and fair view and is free from material misstatement, whether due to fraud or error.

In preparing the Statement, the Board of Directors are 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 are 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 this 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 Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the 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

The Statement includes the results for the quarter ended March 31, 2023, being the balancing figure between audited figures in respect of full financial year and the published unaudited year to date figures up to the third quarter of the current financial year which were subject to limited review by us.

For Joshi & Shah
Chartered Accountants
Firm Registration No. - 144627W

Jaydip Joshi
Partner
Membership No. - 170300
UDIN: 23170300BGYBZN8756



Place: Mumbai
Date: 30th May, 2023

SOBHAGYA MERCANTILE LIMITED

CIN NO: L45100MH1983PLC031671

B-61, Floor 6, Plot No. 210 B Wing Mittal Tower Free Press Journal Marg, Nariman Point, Mumbai- 400 021.
Tel no:022-22882125, Email Id: sobhagyamercantile9@gmail.com Website:www.sobhagyamercantile.com

Audited Standalone Statement of Assets and Liabilities for Year Ended as on 31.03.2023

(Rs. In Lacs)

Particulars	Year ended	
	Audited 31.03.2023	Audited 31.03.2022
(1) ASSETS		
Non-current assets		
(a) Property, Plant and Equipment	232.25	131.56
(b) Capital work-in-progress	-	-
(c) Investment Property	-	-
(d) Goodwill	-	-
(e) Other Intangible assets	-	-
(f) Intangible assets under development	-	-
(g) Biological Assets other than bearer plants	-	-
(h) Financial Assets		
(i) Investments	9.48	463.50
(ii) Trade receivables	-	-
(iii) Loans & Advances	-	-
(iv) Others -deposits	-	-
(i) Deferred tax assets (net)	0.45	0.15
(j) Other non-current assets	-	-
2 Current assets		
(a) Inventories	85.53	36.61
(b) Financial Assets		
(i) Investments	-	-
(ii) Trade receivables	5,120.56	1,128.47
(iii) Cash and cash equivalents	3.75	3.71
(iv) Bank balances other than (iii) above	-	-
(v) Loans	2,597.57	3,142.64
(vi) Other Financial Asset	373.88	-
(c) Current Tax Assets (Net)	-	-
(d) Other current assets	354.98	280.77
Total Assets	8,778.45	5,187.41
EQUITY AND LIABILITIES		
(1) Equity		
(a) Equity Share capital	24.00	24.00
(b) Other Equity	3,534.27	2,462.06
2 LIABILITIES		
Non-current liabilities		
(a) Financial Liabilities		
(i) Borrowings	142.36	32.65
(ii) Trade payables	-	-
(iii) Lease Liability	16.10	5.71
(iv) Other financial liabilities (other than those specified in item (b), to be specified)	-	-
(b) Provisions	-	-
(c) Deferred tax liabilities (Net)	-	-
(d) Other Financial Liabilities	-	-
Current liabilities		
(a) Financial Liabilities		
(i) Short Term Borrowings	535.88	168.35
(ii) Trade payables	-	-
- Total Outstanding Dues of Micro Enterprises and Small Enterprises	-	-
- Total Outstanding Dues of Creditors other than Micro Enterprises and Small Enterprises	3,839.29	1,975.40
(iii) Lease Liabilities	9.45	-
(iv) Other Financial Liabilities.	-	-
(b) Provisions	569.20	330.95
(c) Other current liabilities	107.90	188.29
(d) Current Tax Liabilities (Net)	-	-
Total Equity and Liabilities	8,778.45	5,187.41

For and on behalf of the board of Directors

Sobhagya Mercantile Limited

Place : Nagpur
Date : 30/05/2023

Shrikant Bhangdiya
Managing Director
DIN: 02628216

Managing Director



SOBHAGYA MERCANTILE LIMITED

CIN NO: L45100MH1983PLC031671

B-61, Floor 6, Plot No. 210 B Wing Mittal Tower Free Press Journal Marg, Nariman Point, Mumbai- 400 021.
Tel no:022-22882125, Email Id: sobhagyamercantile9@gmail.com Website:www.sobhagyamercantile.com

Audited Standalone Financial Results for Quarter and Year Ended as on 31.03.2023

(Rs. In Lacs)

A	Particulars	Quarter ended			Year ended	
		Audited	Unaudited	Audited	Audited	Audited
		31.3.2023	31.12.2022	31.3.2022	31.03.2023	31.03.2022
1	Income					
a	Revenue from operations	4,478.50	3,060.79	1,508.09	10,880.50	6,655.58
b	Other Operating Income	85.62	134.56	252.06	307.63	506.31
	Total Income	4,564.12	3,195.35	1,760.15	11,188.13	7,161.89
2	Expenses:					
a	Cost of Material consumed	1,064.16	926.15	723.87	3,583.69	2,872.09
b	Changed in Inventories of finished goods, WIP & Stock in Trade	398.05	(316.92)	(6.71)	(48.92)	(30.21)
c	Employee benefits expense	89.52	155.08	48.90	283.60	185.43
d	Finance & Interest cost	11.76	18.15	12.90	88.82	48.93
e	Depreciation and amortization expense	13.50	11.20	13.25	48.96	52.19
f	Power and Fuel Charges	692.10	465.02	235.27	1,596.38	225.71
g	Machinery Hire Charges	362.78	203.96	17.96	681.34	21.87
h	Sub Contract Charges	215.94	862.54	304.02	1,623.21	957.65
i	Other expenses	1,092.49	472.48	66.67	1,891.59	1,523.03
2	Total Expenses	3,940.30	2,797.66	1,416.13	9,748.67	5,856.69
3	Profit / (Loss) from Ordinary activities before exceptional items (1-2)	623.82	397.69	344.02	1,439.46	1,305.20
4	Exceptional items	-	-	-	-	-
5	Profit / (Loss) from Ordinary activities before tax (3+/-4)	623.82	397.69	344.02	1,439.46	1,305.20
6	Tax expenses	172.45	100.28	32.38	366.70	209.28
7	Net Profit / (Loss) from Ordinary activities after tax (5+/-6)	451.37	297.41	311.64	1,072.76	1,095.92
8	Other comprehensive income, net of income Tax	(0.07)	0.07	(1.52)	(0.52)	1.90
9	Total Comprehensive income for the period (7+8)	451.30	297.48	310.12	1,072.24	1,097.82
10	Paid-up Equity share capital (Face Value of Rs. 10/- each)	24.00	24.00	24.00	24.00	24.00
11	Reserves excluding Revaluation Reserves as per balance sheet	3,534.34	3,082.89	2,462.06	3,534.34	2,225.42
12 i)	Earnings per equity share (before extraordinary Items)					
	(a) Basic	188.04	123.95	129.22	446.77	457.42
	(b) Diluted	188.04	123.95	129.22	446.77	457.42
12 ii)	Earnings per equity share (after extraordinary Items)					
	(a) Basic	188.04	123.95	129.22	446.77	457.42
	(b) Diluted	188.04	123.95	129.22	446.77	457.42

Quarter Ended 31st March, 2023

B	INVESTOR COMPLAINTS	
	Pending at the beginning of the quarter	0
	Received during the quarter	0
	Disposed of during the quarter	0
	Remaining unresolved at the end of the quarter	0

Place : Nagpur
Date : 30/05/2023

For and on behalf of the board of Directors

Sobhagya Mercantile Limited

Shrikant Bhangdiya
Managing Director
DIN: 02628216

Managing Director



SOBHAGYA MERCANTILE LIMITED

CIN NO: L45100MH1983PLC031671

B-61, Floor 6, Plot No. 210 B Wing Mittal Tower Free Press Journal Marg, Nariman Point, Mumbai- 400 021.
Tel no:022-22882125, Email Id: sobhagyamercantile9@gmail.com Website:www.sobhagyamercantile.com

Notes forming part of Standalone Financial Results for Quarter and Year Ended on 31st March 2023

This statement has been prepared in accordance with Companies (Indian Accounting Standards) Rules, 2015 (Ind AS) prescribed under section 133 of the Companies Act, 2013 and other recognised accounting practices and policies to the extent applicable.

a)

b) During the year, the Company has sold the shares of partnership firms and realised the amount as mentioned in below table.

Firm Name	Amount in Rs. Lacs
Bk Buildcon	413.46
Hps Construction	395.80
Rb Infra	317.36
Total	1,126.62

The Statutory Auditors of the Company have carried out audit of the financial results for the quarter and year ended on March 31, 2023 in compliance with terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. The above financial results have been audited and recommended by the Audit Committee and subsequently approved by the Board of Directors at its meeting held as on 30/05/2023.

c)

The figures for three months ended 31/03/2023 and 31/03/2022, are arrived at as difference between audited figures in respect of the full financial year and the unaudited published figures upto nine months of the relevant financial year.

d)

Figures for the previous periods /year have been regrouped ,restated and /or reclassified wherever considered necessary to make them comparable to the current periods /presentation.

e)

For and on behalf of the board of Directors

Sobhagya Mercantile

Shrikant Bhangdiya
Managing Director
DIN: 02628216

Managing Director

Place : Nagpur
Date : 30/05/2023



SOBHAGYA MERCANTILE LIMITED

CIN NO: L45100MH1983PLC031671

B-61, Floor 6, Plot No. 210 B Wing Mittal Tower Free Press Journal Marg, Nariman Point, Mumbai- 400 021.
Tel no: 022-22882125, Email Id: sobhagyamercantile9@gmail.com Website: www.sobhagyamercantile.com

CASH FLOW STATEMENT FOR THE PERIOD ENDED 31.03.2023

(Rs. In Lakh)

PARTICULARS	For the Year			
	Ended 31.03.2023		Ended 31.03.2022	
A. CASH FLOW FROM OPERATING ACTIVITIES :				
Net Profit/(Loss) before Tax as per Profit and Loss Account	-	1,439.44		1,305.21
Adjusted for :				
Other comper income	0.52	-	(1.90)	
Depreciation	48.96	-	52.19	
Share of profit from Investment in Firm	(20.11)		(506.31)	
Interest Exp	88.82		48.93	
		118.19		(407.10)
Operating Profit Before Working Capital Changes		1,557.63		898.11
Adjusted for :				
Inventories	(48.92)	-	(30.21)	
Trade Receivable	(3,992.09)	-	368.45	
Other Current Asset	(448.09)	-	30.33	
Other Financial Asset	545.08	-	(3,098.76)	
Current Tax Assets	(373.88)	-	(0.15)	
Trade Payable	1,863.89	-	738.47	
Other Current Liability	(80.40)	-	109.49	
Short Term Provision	238.25	-	197.02	
Other Financial Asset	373.88	-		
Lease Liability	9.45	-	(17.98)	
less: Provision for tax	367.00	(2,279.83)	209.28	(1,912.62)
Cash from Operating Activities		(722.20)		(1,014.51)
B. CASH FLOW FROM INVESTING ACTIVITIES :				
Purchase of Fixed Assets & Capital WIP	(149.67)	-	(9.12)	
Proceeds from Sale of Investment in Firm	453.40			
Profit/Loss from Capital firm	20.21	-	1,316.81	
Increase in value of share	(0.52)	-	1.90	
Movement in Loans & Advances	-	-	-	
Net Cash used in Investing Activities		323.42		1,309.59
C. CASH FLOW FROM FINANCING ACTIVITIES :				
Proceeds/ (Repayment) of ShortTerm Borrowing	377.93	-	(434.30)	
Proceed from Shares	-	-	-	
Long term Borrowing	109.71	-	0.01	
Interest Exp	(88.82)		(48.93)	
Net Cash used in Financing Activities		398.82		(483.21)
Net Increase/(Decrease) in Cash and Cash Equivalents :		0.04		(188.12)
Opening Balance of Cash & Cash Equivalents		3.71		191.84
Closing Balance of Cash & Cash Equivalents		3.75		3.71
Components of Closing Cash & Cash Equivalent				
Cash & Bank Balances		3.75	-	3.71

For and on behalf of the board of Directors

Sobhagya Mercantile Limited

Shrikant Bhangdiya
Managing Director
DIN: 02628216

Managing Director

Place : Nagpur
Date : 30/05/2023



SOBHAGYA MERCANTILE LIMITED

CIN NO: L45100MH1983PLCO31671

B-61, Floor 6, Plot No. 210 B Wing Mittal Tower Free Press Journal Marg, Nariman Point, Mumbai- 400 021.
Tel no:022-22882125, Email id: sobhagyamercantile@gmail.com Website:www.sobhagyamercantile.com

Segment Information for the period ended on 31st March 2023

(Rs. in Lakh)

Srno	Particulars	Quarter ended on			Year ended on	
		31.3.2023	31.12.2022	31.3.2022	31.3.2023	31.03.2022
1	Segment Value of Sales and Services					
	Engineering Segment	2,270.69	1,358.24	130.00	4,361.18	1,031.85
	Metal Sale (Stone Crusher) Segment	2,207.82	1,702.56	1,378.09	6,519.31	5,653.94
	Gross Value of Sales & services	4,478.51	3,060.80	1,508.09	10,880.49	6,685.79
	Less: Inter Segment Transfer Value of Sales and Services			-		
	Less: GST Recovered					
	Revenue from operations	4,478.51	3,060.80	1,508.09	10,880.49	6,685.79
2	Segment Results (EBDITA)					
	Engineering Segment	1,691.96	291.74	-174.02	2,056.63	74.20
	Metal Sale (Stone Crusher) Segment	(354.47)	290.34	347.76	405.49	1,427.89
	Total Segment Profit before Interest, Depreciation Tax and Amortization	1,337.49	582.08	173.74	2,462.12	1,502.09
3	Segment Results (EBIT)					
	Engineering Segment	1,691.96	291.74	-174.02	2,056.63	74.20
	Metal Sale (Stone Crusher) Segment	(367.97)	279.14	334.51	356.53	1,375.70
	Total Segment Profit before Interest and Tax	1,323.99	570.88	160.49	2,413.16	1,449.91
	(i) Finance cost	(11.76)	(18.15)	(12.90)	(88.82)	-48.93
	(ii) Other Income	85.62	134.56	252.06	307.63	506.31
	(iii) Other Unallocable Expenses	(774.03)	(289.60)	-55.63	(1,192.53)	-602.08
	Profit Before Tax	623.82	397.69	344.02	1,439.44	1,305.21
	(i) Current Tax	172.45	100.28	32.38	366.70	209.28
	(ii) Deferred Tax					
	Profit After Tax	451.37	297.41	311.64	1,072.74	1,095.94
4	Segment Asset					
	Engineering Segment	1,784.00	1,784.00	248.07	1,784.00	306.99
	Metal Sale (Stone Crusher) Segment	1,150.20	1,150.20	880.40	1,150.20	821.48
	Unallocable Assets	5,844.25	5,714.25	4,058.94	5,844.25	4,058.94
	Total Segment Asset	8,778.45	8,648.45	5,187.41	8,778.45	5,187.41
5	Segment Liabilities					
	Engineering Segment	2,115.57	2,115.57	95.31	2,115.57	95.31
	Metal Sale (Stone Crusher) Segment	1,723.72	2,105.36	319.33	1,723.72	319.33
	Unallocable Liabilities	1,380.89	1,320.55	2,286.71	1,380.89	2,286.71
	Total Segment Liabilities	5,220.18	5,541.48	2,701.35	5,220.18	2,701.35

For and on behalf of the board of Directors

Sobhagya Mercantile Ltd.

Shrikant Bhangdiya

Managing Director

DIN: 02628216

Managing Director

Place : Nagpur
Date : 30/05/2023

