

# GAURAV MERCANTILES LIMITED

3rd Floor, Tower 2B, One Indiabulls Centre, Senapati Bapat Marg, Lower Parel (West), Mumbai,  
Maharashtra 400 013 Tel: 020 45404000

Website: [www.gmlmumbai.com](http://www.gmlmumbai.com), email: [cs@gmlmumbai.com](mailto:cs@gmlmumbai.com), CIN: L74110MH1985PLC176592

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October 24, 2019

**BSE Limited**  
**Corporate Services Department**  
Phiroze Jeejeeboy Towers  
Dalal Street, Mumbai-400 001

**Scrip Symbol: GMLM**

**Scrip Code: 539515**

**Subject: Outcome of Board Meeting convened on October 24, 2019**

**Reference: Regulation 30 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015**

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Dear Sir/Madam,

In terms of Regulation 30 of the Securities and Exchange Board of India (LODR) Regulations, 2015, we would like to inform you that the Board of Directors of the Company in their meeting held today i.e. Thursday, October 24, 2019, commenced at 3.30 p.m. and concluded at 5:30 p.m. , *inter-alia* considered and approved the following:

1. Un-audited standalone financial results of the Company for the quarter and half year ended September 30, 2019. In this regard, please find enclosed herewith:

- Un-audited standalone financial results for the quarter and half year ended September 30, 2019; and
- Limited Review Report by M/s ASDJ & Associates, Chartered Accountants.

The aforesaid results will also be published in the "Financial Express" (English Newspaper) and "Lakshadeep" (Marathi Newspaper) on October 25, 2019.

2. Re-designation of Mr. Parshotam Dass Agarwal (DIN: 00063017), who is currently an Independent Director of the Company, as Chairman of the Board and Independent Director w.e.f the closure of this Board Meeting.

Mr. Parshotam Dass Agarwal, aged 72 years, was appointed as Independent Director of the Company w.e.f February 26, 2019. He is now designated as Chairman of the Board w.e.f the closure of this Board Meeting.

3. Re-designation of Mr. Mohan Lal Jain (DIN: 00063240), currently a Non-Executive Director and Chairman of the Board as a Non-Executive Director.

We request you to take the above information on record.

Thanking You.

Yours Faithfully,  
For Gaurav Mercantiles Limited

  
Anukrati Agarwal  
Company Secretary



(Rs. In 000)

Particulars	Quarter			Year to date		Previous Year Ended 31.03.2019 (Audited)
	Ended 30.09.2019 (Un-Audited)	Ended 30.06.2019 (Un-Audited)	Ended 30.09.2018 (Un-Audited)	Ended 30.09.2019 (Un-Audited)	Ended 30.09.2018 (Un-Audited)	
<b>Income</b>						
Revenue from operations	-	-	-	-	-	-
Other income	4,221.92	760.13	1,306.62	4,982.06	2,369.48	4,830.51
<b>Total income</b>	<b>4,221.92</b>	<b>760.13</b>	<b>1,306.62</b>	<b>4,982.06</b>	<b>2,369.48</b>	<b>4,830.51</b>
<b>Expenses</b>						
Employee benefit expenses	683.74	560.40	259.61	1,244.13	558.11	1,135.37
Finance cost	-	27.57	-	27.57	-	-
Depreciation and amortization expense	-	-	2.92	-	6.56	7.06
Other expenses	1,332.56	3,017.71	304.65	4,350.27	690.72	2,344.77
<b>Total expenses</b>	<b>2,016.30</b>	<b>3,605.67</b>	<b>567.18</b>	<b>5,621.97</b>	<b>1,255.39</b>	<b>3,487.20</b>
<b>Profit before tax</b>	<b>2,205.63</b>	<b>(2,845.54)</b>	<b>739.44</b>	<b>(639.91)</b>	<b>1,114.09</b>	<b>1,343.31</b>
<b>Tax expenses</b>						
(a) Current tax	739.84	(739.84)	121.76	-	215.35	346.73
(b) Deferred tax	(191.43)	30.06	(124.70)	(161.37)	(120.88)	(157.61)
(c) Tax on Earlier Years	-	-	-	-	-	30.37
<b>Profit for the period</b>	<b>1,657.22</b>	<b>(2,135.76)</b>	<b>742.38</b>	<b>(478.54)</b>	<b>1,019.62</b>	<b>1,123.82</b>
<b>Other comprehensive income (OCI)</b>						
(a) Items that will not be reclassified to profit or loss	-	-	-	-	-	-
Remeasurement of the net defined benefit liability/asset, net	1.18	0.07	-	1.25	-	-
(b) Items that will be reclassified to profit or loss	-	-	-	-	-	-
<b>Total other comprehensive income</b>	<b>1.18</b>	<b>0.07</b>	<b>-</b>	<b>1.25</b>	<b>-</b>	<b>-</b>
<b>Total comprehensive income</b>	<b>1,656.05</b>	<b>(2,135.83)</b>	<b>742.38</b>	<b>(479.79)</b>	<b>1,019.62</b>	<b>1,123.82</b>
Basic earning per share	0.83	(1.07)	0.37	(0.24)	0.51	0.56
Diluted earning per share	0.22	(1.07)	0.37	(0.24)	0.51	0.56



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**Notes:****1. Disclosure of standalone assets and liabilities (balance sheet) as per Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 for the half year ended September 30, 2019***(Rs. In 000)*

Particulars	As on 30th September, 2019	As on 31st March, 2019
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property, plant and equipment	-	-
Non Current financial assets		
Investments	-	-
Other financial assets	-	-
Deferred tax assets (net)	161.58	0.20
Total non-current assets	161.58	0.20
<b>Current assets</b>		
Inventories	-	-
Financial assets		
Investments	294,429.97	
Trade receivables	-	-
Cash and cash equivalents	418.38	57,482.19
Other financial assets	518.37	454.30
Other current assets	1,250.18	886.51
Total current assets	296,616.91	58,823.00
<b>Total Assets</b>	<b>296,778.49</b>	<b>58,823.21</b>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity</b>		
Equity share capital	20,000.00	20,000.00
Share warrants	154,062.50	-
Other equity		
Compulsory convertible preference share	20,000.00	-
Reserves and surplus	101,642.66	37,122.44
Items of other comprehensive income		
Share application money pending allotment		
Total equity	295,705.16	57,122.44
<b>Liabilities</b>		
<b>Non current liabilities</b>		
Deferred Tax Liabilities (Net)	-	-
Other Long term liabilities	9.92	0.78
Total non-current liabilities	9.92	0.78
<b>Current liabilities</b>		
Financial liabilities		
Other payables	1,063.41	1,699.98
Short term provisions	-	-
Total current liabilities	1,063.41	1,699.98
Total liabilities	1,073.33	1,700.76
<b>Total Equity and Liabilities</b>	<b>296,778.49</b>	<b>58,823.21</b>



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Notes (cont.) :

**2. Disclosure of standalone Statement of Cash Flows as per Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 for the half year ended 30 September 2019**

**Condensed Statement of Cash Flow**

(Rs. In 000)

Particulars	Period ended	Period ended
	September 30, 2019	September 30, 2018
	Unaudited	Unaudited
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
(Loss) / Profit before exceptional items and tax	(639.91)	1,114.09
Operating (Loss) / Profit before working capital changes	(5,614.07)	(1,248.83)
<b>Net cash (used) / generated from operating activities</b>	<b>(6,678.39)</b>	<b>(12,342.08)</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>	<b>(289,447.91)</b>	<b>2,643.05</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>	<b>239,062.50</b>	<b>-</b>
<b>Net (decrease) / increase in cash and cash equivalents</b>	<b>(57,063.81)</b>	<b>(9,699.03)</b>
Cash and cash equivalents at the beginning of the financial year	57,482.19	32,102.65
Cash and cash equivalents at the end of the reporting period	418.38	22,403.62
<b>Net (decrease) / increase in cash and cash equivalents</b>	<b>(57,063.81)</b>	<b>(9,699.03)</b>

Notes (contd.) :

3. The interim standalone financial statements are prepared in accordance with the Indian Accounting Standards (Ind-AS) as prescribed under Section 133 of the Companies Act, 2013 read with Rule 3 of the Companies (Indian Accounting Standards) Rules, 2015 as amended and in terms of Regulation 33 of Securities and Exchange Board of India (Listing Obligations and Disclosures Requirements) Regulations, 2015.

4. The above results for the quarter and half year ended September 30, 2019, were reviewed by the Audit Committee and have been approved by the Board of Directors at their meeting held on October 24, 2019. The Statutory Auditor has conducted a limited review of the above un-audited financial results and have expressed an unmodified report on the same.

5. Post the allotment of securities i.e. 20,00,000 Compulsorily Convertible Preference Shares and 1,45,00,000 Equity Warrants (25% paid up) on May 25, 2019, the Company has deployed INR 294,429,969 (fair market value as on September 30, 2019) in secure income earning instruments for a part of the present reported quarter.

6. Un-audited financial results for the quarter and half year ended September 30, 2019 are available on the website of the Company ([www.gmlmumbai.com](http://www.gmlmumbai.com)) and on stock exchange website ([www.bseindia.com](http://www.bseindia.com))

7. Pursuant to the Taxation Laws (Amendment) Ordinance 2019, promulgated on September 20, 2019, the Company intends to exercise the option permitted u/s 115BAA of the Income Tax Act, 1961 to compute income tax at the revised rate (i.e. 25.17%) from the current financial year.

8. Figures of previous year / period have been regrouped wherever necessary.

By order of the Board of Directors  
For Gaurav Mercantiles Limited



  
Mohan Lal Jain  
Chairman and Non-Executive Director

DIN 00063240

  
Pratosh Mittal  
Chief Financial Officer

  
Raghav Bahl  
Whole Time Director  
and Chief Executive  
Officer

DIN 00015280

  
Anukrati Agarwal  
Company Secretary

Place: Noida

Date : October 24, 2019



# ASDJ & ASSOCIATES

Chartered Accountants

301, 3rd Floor, Park View Plaza, Plot No. 9, LSC-3, Sector-6, Dwarka, New Delhi - 110075  
Tel: 011-47008956, E-mail: asdjassociates@gmail.com

## Independent Auditor's Review Report on Review of Interim standalone financial results

To the Board of Directors of  
Gaurav Mercantiles Limited

1. We have reviewed the accompanying statement of Standalone unaudited financial results of Gaurav Mercantiles Limited (the Company) for the quarter and six months ended September 30, 2019 ("the Statement") being submitted by the Company pursuant to the requirement of regulation 33 of the SEBI (Listing Obligation and Disclosure Requirements) Regulation, 2015, as amended.
2. This statement which is the responsibility of the Company's Management and approved by the Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in the Indian Accounting Standard 34 "Interim Financial Reporting" ("Ind AS 34") prescribed under section 133 of the Company's Act 2013 read with relevant rules issued thereunder and other accounting principles generally accepted in India. Our responsibility is to issue a report on these financial statements based on our 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. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the financial statements are free of material misstatement. A review is limited, primarily, to inquiries of company personnel and analytical procedures applied to financial data and thus provides less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.
4. Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying statement of unaudited financial results prepared in accordance with the recognition and measurement principles laid down in the aforesaid 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 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended including the manner in which it is to be disclosed, or that it contains any material misstatement.

For ASDJ & Associates  
Chartered Accountants  
Firm Registration No.- 033477N



Abhishek Sinha  
(Partner)  
M. No. 504550  
UDIN: 19504550AAAADK9149



Date: 24 October, 2019  
Place: Noida