

Office copy

**ANNUAL
ACCOUNTS
2025-26**

PUNJAB MERCANTILE & TRADERS LIMITED



TANUJ GARG & ASSOCIATES CHARTERED ACCOUNTANTS

CM - 06A, Near Parthla Chowk, Sector- 122, Noida,
Gautam Buddha Nagar, U.P. - 201301, INDIA

INDEPENDENT AUDITORS' REPORT

TO THE MEMBERS OF
PUNJAB MERCANTILE & TRADERS LIMITED

Report on the Audit of the Financial Statements for the year ended 31st March, 2026

Opinion

We have audited the accompanying financial statements of **PUNJAB MERCANTILE & TRADERS LIMITED** ("the Company"), which comprise the Balance Sheet as at March 31, 2026, the Statement of Profit and Loss (including Other Comprehensive Income), Statement of changes in Equity and the Statement (of Cash Flow for the year then ended and notes to financial statements, including a summary of the material accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid Ind AS Financial Statements give the information required by the Companies Act, 2013 ("the Act") in the manner so required and give a true and fair view in conformity with the Accounting Standards prescribed under section 133 of the Act and other accounting principles generally accepted in India, of the state of affairs (financial position) of the Company as at March 31, 2026, the Loss (financial performance), other comprehensive income, change in equity and its cash flows for the year ended on that date.

Basis for Opinion

We conducted our audit of the Financial Statements in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Act. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements 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 financial statements under the provisions of the Act and the Rules made there under, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAI's Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the financial statements.

Emphasis of Matter

We draw attention to the following matters in the Notes to the Financial Statements:

Refer to Note No. 18 of the Accompanying Standalone Financial Statements, the SEBI issued Adjudication Orders on 28th March 2023 against the company in violation of various provisions of SEBI Act, 1992 and regulations issued thereunder in the case as a Promoter and shareholder of Camac Commercial Company Limited and levied monetary penalty of Rs. 20 lakh besides other restrictions. The Adjudication Order was challenged by the company before the Securities Appellate Tribunal (SAT) and vide its Order passed on 26th April 2023, SAT had stayed the effect and operation of the SEBI Order referred above subject to payment of 25% of the levied penalty by the company. The company made payment of the requisite amount [25% i.e. Rs 5 Lakh] to SEBI as per the said SAT Orders. The matter is sub-judice as on date.

Our Opinion is not modified in respect of the above matter.



Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the standalone financial statements of the current period. These matters were addressed in the context of our audit of the standalone financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters. We have determined that there are no key audit matters to be communicated in our report.

Information Other than the Financial Statements and Auditor's Report Thereon

The Company's Board of Directors is responsible for the other information. The other information comprises the information included in the Board's Report, but does not include the Ind AS financial statements and our auditors' report thereon.

Our opinion on the Ind AS financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of Ind AS financial statements, our responsibility is to read the other information and in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information; we are required to report that fact. We have nothing to report in this regard.

Management's Responsibility for the Financial Statements

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Act with respect to the preparation of these Financial Statements that give a true and fair view of the financial position, financial performance, total comprehensive income, changes in equity and cash flows of the Company in accordance with the other accounting principles generally accepted in India, including the Indian Accounting Standards (Ind AS) specified under section 133 of the Act read with the Companies (Indian Accounting Standards) Rule, 2015, as amended, specified under section 133 of the Act. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies, making judgments and estimates that are reasonable and prudent and; the design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

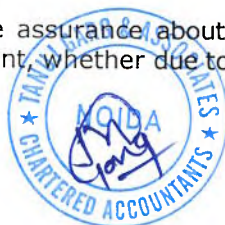
In preparing the Financial Statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

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

Auditor's Responsibilities for the Audit of the Financial Statements

Our responsibility is to express an opinion on the financial statements based on our audit. In conducting our audit, we have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made there under.

Our objectives are to obtain reasonable assurance about whether the Financial Statements 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 these Financial Statements.

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

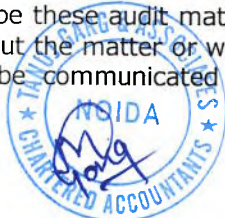
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting 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 financial controls 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 system 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 management.
- Conclude on the appropriateness of management's 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 Financial Statements 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 Financial Statements, including the disclosures, and whether the Financial Statements represent the underlying transactions and events in a manner that achieves fair presentation.

Materiality is the magnitude of misstatement in the financial statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the financial statements may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatement in the financial statements.

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.

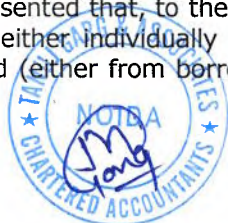
From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. We describe these audit matters in our auditors' report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse



consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2020 ("the Order") issued by the Central Government in terms of Section 143(11) of the Act, we give in "**Annexure A**" a statement on the matters specified in paragraph 3 and 4 of the Order, to the extent as applicable.
2. As required by Section 143(3) of the Act, we report that:
 - A. We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit;
 - B. In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books;
 - C. The Balance Sheet, the Statement of Profit and Loss including Other Comprehensive Income, Statement of Changes in Equity and the Statement of Cash Flow dealt with by this Report are in agreement with the books of account;
 - D. In our opinion, the aforesaid financial statements comply with the Indian Accounting Standards specified under Section 133 of the Act, read with the Companies (Indian Accounting Standards) Rules, 2015 as amended;
 - E. On the basis of the written representations received from the directors as on March 31, 2026 and taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2026 from being appointed as a director in terms of Section 164 (2) of the Act;
 - F. With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in "**Annexure B**".
 - G. With respect to the other matters to be included in the Auditors' Report in accordance with the requirements of section 197(16) of the Act, as amended, in our opinion and to the best of our information and according to the explanations given to us, no remuneration paid by the Company to its directors during the year.
 - H. With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, as amended, in our opinion and to the best of our information and according to the explanations given to us:
 - i) The Company has disclosed the impact of pending litigations on its financial position in its Financial Statements;
 - ii) The Company did not have any long-term contracts and had no derivative contract outstanding as at 31st March, 2026.
 - iii) There were no amounts which were required to be transferred to the Investor Education and Protection fund by the Company.
 - iv) (a) The Management has represented that, to the best of its knowledge and belief, no funds (which are material either individually or in the aggregate) have been advanced or loaned or invested (either from borrowed funds or share premium or



any other sources or kind of funds) by the Company to or in any other person or entity, including foreign entity ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;

- (b) The Management has represented, that, to the best of its knowledge and belief, no funds (which are material either individually or in the aggregate) have been received by the Company from any person or entity, including foreign entity ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;
- (c) Based on the audit procedures that have been considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause (i) and (ii) of Rule 11(e), as provided under (a) and (b) above, contain any material misstatement.
- v) The Company has not declared or paid any dividend during the year.
- vi) Based on our examination which included test checks, the company has used accounting software for maintaining its books of account which has a feature of recording audit trail (edit log) facility and that has operated throughout the year for all relevant transactions recorded in the software during the year. Further, for the periods where audit trail (edit log) facility was enabled and operated, we did not come across any instance of the audit trail feature being tampered with.

Further, the audit trail to the extent maintained in the prior year, has been preserved by the Company as per the statutory requirements for record retention.

For Tanuj Garg & Associates

Chartered Accountants

Firm Registration No. 013843C


Monika Garg
Partner
Membership No. : 407038

Place : Noida

Date : May 25, 2026

UDIN : 26407038L0HLX76168

ANNEXURE "A" TO INDEPENDENT AUDITORS' REPORT

(Referred to in paragraph 1 under the heading "Report on Other Legal and Regulatory Requirements" of our report of even date on the accounts of **PUNJAB MERCANTILE & TRADERS LIMITED** for the year ended 31st March, 2026)

- i) In respect of the Company's Property, Plant and Equipment and Intangible Assets:
 - (a) The Company does not have any Property, Plant and Equipment or intangible assets.
 - (b) Since there is no Property, Plant and Equipment or intangible assets, the question of physical verification thereof does not arise.
 - (c) Based on our examination, we report that, the company does not own / hold any immovable property as at the balance sheet date, hence to that extent paragraph 3 (ii) (c) of the Order is not applicable.
 - (d) The Company has not revalued any of its Property, Plant and Equipments during the year. According to the records examined by us, the company does not have any intangible assets and right of use Assets. Thus paragraph 3 (i) (d) of the Order is not applicable.
 - (e) No proceedings have been initiated during the year or are pending against the Company as at March 31, 2026 for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 and rules made there under.
- ii) In respect of the Company's Inventory
 - (a) There is no inventory held by the Company, hence, paragraph 3 (ii) (a) of the Order is not applicable to Company.
 - (b) The Company has not been sanctioned any working capital limits in excess of ₹ 5 crore, in aggregate, during the year, from banks or financial institutions on the basis of security of current assets. Hence, paragraph 3 (ii) (b) of the Order is not applicable to Company.
- iii) The Company has not provided any advances in the nature of loans or stood guarantee, or provided security to any other entity during the year, and hence reporting under clause 3(iii)(a) to 3(iii)(f) of the order are not applicable.
- iv) The Company has neither given any loans, guarantee and security covered under Section 185 and 186 of the Act during the year under audit. However, Investments made by the Company during the year are in compliance with the provisions of Section 186 of the Act.
- v) The Company has not accepted any deposits or amounts which are deemed to be deposits during the year and hence paragraph 3 (v) of the Order is not applicable to the Company.
- vi) The Central Government has not prescribed the maintenance of cost records under Sub Section (1) of Section 148 of the Companies Act, 2013 for any of the products/services of the Company.
- vii) (a) According to the records examined by us, the Company is generally regular in depositing with appropriate authorities, the undisputed statutory dues including Provident Fund, Employees' State Insurance, Income Tax, Sales Tax, Service Tax, GST, Customs Duty, Excise Duty, VAT and Cess and any other statutory dues applicable to it.



According to the information and explanations given to us, no undisputed arrears of statutory dues were outstanding as on the last date of the financial year for a period of more than six months from the date they became payable.

- (b) According to the information and explanations given to us, there are no dues of income tax, sales tax, service tax, duty of customs, duty of excise, GST, value added tax, cess and other statutory dues which have not been deposited on account of disputes.
- viii) There were no transactions relating to previously unrecorded income that have been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961.
- ix) (a) Based on our audit procedures and according to the information given by the management, the company has not taken any loans or borrowings from any financial institution, bank, government, or any other entity. Hence paragraph 3 (ix)(a) of the Order is not applicable to the Company.
 - (b) The Company has not been declared willful defaulter by any bank or financial institution or other lender.
 - (c) The company has not obtained any term loans.
 - (d) Based on our audit procedures and according to the information given by the management, the company has not raised any funds on short-term basis. Hence paragraph 3 (ix)(c) of the Order is not applicable to the Company.
 - (e) The Company has not taken any funds from any entity or person on account of or to meet the obligations of its subsidiaries, associates or joint ventures.
 - (f) The Company has not raised any loans during the year on the pledge of securities held in its subsidiaries, joint ventures or associate companies. Hence clause 3(ix)(f) of the Order is not applicable.
- x) (a) The Company has not raised any money by way of any initial public offer or further public offer (including debt instrument) during the year. Hence clause 3(x)(a) of the Order is not applicable.
 - (b) During the year, the Company has not made any preferential allotment or private placement of shares or convertible debentures (fully or partly or optionally convertible). Hence clause 3(x)(b) of the Order is not applicable.
- xi) (a) No fraud by the Company and no material fraud on the Company has been noticed or reported during the year.
 - (b) No report under sub-section (12) of section 143 of the Companies Act has been filed in Form ADT-4 as prescribed under Rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government, during the year and up to the date of this report.
 - (c) The company has not received any whistle blower complaints during the year.
- xii) The Company is not a Nidhi Company. Hence clause 3 (xii) of the Order is not applicable to the Company.
- xiii) As explained to us and as per the records of the company, in our opinion the transactions with the related parties are in Compliance with Section 177 and Section 188 of the



Companies Act, 2013 and the details have been disclosed in the financial statements as required by the applicable accounting standard.

- xiv) In respect of Internal Audit, the Company is not required to have an internal audit system in terms of section 138(1) of the Companies Act, 2013, and hence clause 3 (xiv) of the Order is not applicable to the Company.
- xv) During the year, the Company has not entered into any non-cash transaction with Directors or person connected with him. Hence, clause 3 (xv) of the Order is not applicable to the Company.
- xvi) (a) The Company is not required to be registered under section 45-1A of the Reserve Bank of India Act, 1934. Hence clause 3 (xvi) of the Order is not applicable to the Company.
- (b) The Company is not conducting any Banking Financial or Housing Finance activities. Hence clause 3 (xvi)(b) of the Order is not applicable to the Company.
- (c) In our opinion, the company is not a Core Investment Company as defined in the regulations made by the Reserve Bank of India. Hence, clause 3(xvi)(c) of the Order is not applicable.
- (d) As per information and explanations given to us, there is no Core Investment Company in the Group. Hence clause 3(xvi)(d) of the Order is not applicable.
- xvii) The Company has incurred cash losses during the financial year or in the immediately preceding financial year.
- xviii) There has been resignation of the statutory auditors of the Company during the year and we have taken into consideration the issues, objections or concerns raised by the outgoing auditors.
- xix) On the basis of the financial ratios, ageing and expected dates of realisation of financial assets and payment of financial liabilities, other information accompanying the financial statements and our knowledge of the Board of Directors and Management plans and based on our examination of the evidence supporting the assumptions, nothing has come to our attention which causes us to believe that any material uncertainty exists as on the date of the audit report indicating that Company is not capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date.
- xx) In respect of Corporate Social Responsibility (CSR), provisions of section 135 of the Act are not applicable. Accordingly, clauses 3(xx)(a) and 3(xx)(b) of the Order are not applicable for the year.

For **Tanuj Garg & Associates**
Chartered Accountants
Firm Registration No. 013843C


Monika Garg
Partner
Membership No. : 407038

Place : Noida
Date : May 25, 2026
UDIN : 26407038LUHLXY6168

ANNEXURE B TO THE INDEPENDENT AUDITOR'S REPORT OF EVEN DATE ON THE FINANCIAL STATEMENTS OF PUNJAB MERCANTILE & TRADERS LIMITED

Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act")

We have audited the internal financial controls over financial reporting of **Punjab Mercantile & Traders Limited** ("the Company") as of March 31, 2026 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

The Company's management is responsible for establishing and maintaining internal financial controls based on "the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India". These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to Company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

Auditors' Responsibility

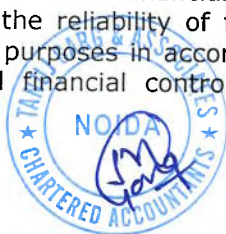
Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143 (10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls system over financial reporting.

Meaning of Internal Financial Controls over Financial Reporting

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those



policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorization of management and directors of the Company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the Company's assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls over Financial Reporting

Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

Opinion

In our opinion, the Company has, in all material respects, an adequate internal financial Controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2026, based on "the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India"

For **Tanuj Garg & Associates**
Chartered Accountants
Firm Registration No. 013843C


Monika Garg
Partner
Membership No. : 407038

Place : Noida

Date : May 25, 2026

UDIN : 26407038LUHLXY6168

Punjab Mercantile & Traders Limited

Regd. Office: 2nd Floor, Property No. 3/8, Asaf Ali Road, New Delhi – 110002
(Formerly at : 1st Floor, Express Building, 9-10, Bahadur Shah Zafar Marg, New Delhi - 110 002)
CIN : U521110DL1972PLC006380

BALANCE SHEET AS AT 31ST MARCH, 2026

(Rs. in Lakh)

Particulars	Note No.	As at 31st March, 2026	As at 31st March, 2025
ASSETS			
Non-current assets			
Financial assets :			
- Investments	2	31,845.93	27,552.53
Other Non-Current Assets	3	5.16	5.16
		31,851.09	27,557.69
Current assets			
Financial assets :			
- Cash and cash equivalents	4	0.62	0.72
- Bank Balances other than cash and cash equivalents	5	-	5.46
- Other financial assets	6	-	0.25
Other current assets	7	0.17	-
		0.79	6.43
Total Assets		31,851.88	27,564.12
EQUITY AND LIABILITIES			
EQUITY			
Equity share capital	8	5.17	5.17
Other Equity	9	27,325.53	23,650.94
		27,330.70	23,656.11
LIABILITIES			
Non- Current Liabilities			
Deferred Tax Liabilities	10	4,521.01	3,907.84
		4,521.01	3,907.84
Current Liabilities			
Financial Liabilities :			
-Payables			
Trade Payables	11	-	-
Total Outstanding dues of Micro and Small Enterprises		-	-
Total Outstanding dues of Other Creditors		0.17	0.17
		0.17	0.17
Total Equity and Liabilities		31,851.88	27,564.12
Accounting Policies & Notes on Financial Statements	1-26		

The accompanying notes are an integral part of the financial statements.

As per our Report of even date attached

For TANUJ GARG & ASSOCIATES

Chartered Accountants

Firm Regn. No. 013843C

Monika Garg

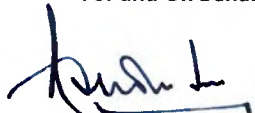
Partner

Membership No. 407038

Place: New Delhi

Date: May 25, 2026

For and On Behalf of the Board of Directors



Ashok Sen

Director

DIN: 00002109



Rakesh Dhamani

Director

DIN: 07065199



Punjab Mercantile & Traders Limited

Regd. Office: 2nd Floor, Property No. 3/8, Asaf Ali Road, New Delhi – 110002
(Formerly at : 1st Floor, Express Building, 9-10, Bahadur Shah Zafar Marg, New Delhi - 110 002)
CIN : U521110DL1972PLC006380

STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31ST MARCH, 2026

(Rs. in Lakh)

Particulars	Note No.	For the year ended 31st March, 2026	For the year ended 31st March, 2025
Income:			
Other Income	12	0.26	0.40
Total Income		0.26	0.40
Expenses:			
Other Expenses	13	0.29	1.02
Total Expenses		0.29	1.02
Profit/(Loss) before Tax		(0.03)	(0.62)
Tax Expense :			
Current Tax		-	-
Deferred Tax		-	-
Total Tax Expenses		-	-
Profit/(Loss) after Tax for the year (A)		(0.03)	(0.62)
Other Comprehensive Income (OCI)			
(I) Items that will be reclassified to the profit or loss			
Fair value changes in Debt instruments through OCI		5.58	6.64
Less: Reclassified to profit or loss from OCI on sale		(0.01)	-
Less: Deferred tax effect on above		(0.81)	0.50
(I)		4.76	7.14
(II) Items that will not be reclassified to the profit or loss			
Fair value changes on Equity instruments through OCI		4,282.22	2,333.60
Less: Deferred tax effect on above		(612.36)	1,808.76
(II)		3,669.86	4,142.36
Total Other comprehensive Income, net of tax (B= I+II)		3,674.62	4,149.50
Total comprehensive income for the year (A+B)		3,674.59	4,148.88
Earnings per Equity Share	14		
(Face value of Rs.10/- each)			
Basic (in Rs.)		(0.06)	(1.20)
Diluted (in Rs.)		(0.06)	(1.20)
Accounting Policies and Notes on Financial Statements	1-26		

The accompanying notes are an integral part of the financial statements.

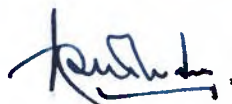
As per our Report of even date attached

For TANUJ GARG & ASSOCIATES

Chartered Accountants
Firm Regn. No. 0138430

Monika Garg
Partner
Membership No. 407038
Place: New Delhi
Date: May 25, 2026

For and On Behalf of the Board of Directors


Ashok Sen
Director
DIN: 00002109


Rakesh Dhamani
Director
DIN: 07065199

Punjab Mercantile & Traders Limited

Regd. Office: 2nd Floor, Property No. 3/8, Asaf Ali Road, New Delhi – 110002
(Formerly at : 1st Floor, Express Building, 9-10, Bahadur Shah Zafar Marg, New Delhi - 110 002)
CIN : U521110DL1972PLC006380

STATEMENT OF CASH FLOW FOR THE YEAR ENDED 31ST MARCH, 2026

(Rs. in Lakh)

Particulars	For the year ended 31st March, 2026	For the year ended 31st March, 2025
A Cash Flow from Operating Activities		
Profit/(Loss) before tax	(0.03)	(0.62)
Adjustment for:		
(Gain)/Loss on Sale of Investment in Debt Mutual Funds	(0.01)	-
Interest on Bank FDR	(0.25)	(0.39)
Amount written off	-	0.71
Rounding off adjustments	-	(0.01)
Operating Profit before Working Capital changes	(0.29)	(0.31)
Adjustments for changes in working capital:		
Increase/(Decrease) in Trade Payables	-	(0.04)
(Increase)/Decrease in Other current assets	(0.17)	-
Cash generated from /(used in) Operations	(0.46)	(0.35)
Income Tax Paid(net of Refund)	-	0.33
Net Cash from/(-)used in Operating Activities	(0.46)	(0.02)
B Cash Flow from Investing Activities		
Fixed deposits made	-	(5.46)
Fixed deposits matured	5.46	5.00
Interest received on Bank FDR	0.50	0.46
Purchase of Investments in Debt Mutual Funds	(6.00)	-
Proceeds from sale/redemption of Debt Mutual Funds	0.40	-
Net Cash from/(used in) Investing Activities	0.36	-
C Cash Flow from Financing Activities		
Net Cash from/(used in) Financing Activities	-	-
Net increase/(decrease) in Cash and Cash equivalents (A+B+C)	(0.10)	(0.02)
Cash and Cash Equivalents at the beginning of the year	0.72	0.74
Total Cash and Cash Equivalents at the end of the year	0.62	0.72
Components of Cash and Cash equivalents:		
Balances with bank in current account	0.62	0.72
Total	0.62	0.72

Note :

- (i) The above statement of cash flow has been prepared under the Indirect method as set out in Indian Accounting Standard (Ind AS-7) "Statement of Cash Flow".
- (ii) Previous year figures have been regrouped/ rearranged wherever considered necessary.

As per our Report of even date attached

For TANUJ GARG & ASSOCIATES

Chartered Accountants
Firm Regn. No. 013843C

Monika Garg

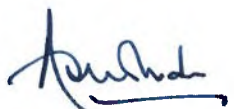
Partner

Membership No. 407038

Place: New Delhi

Date: May 25, 2026

For and On Behalf of the Board of Directors



Ashok Sen

Director

DIN: 00002109



Rakesh Dhamani

Director

DIN: 07065199

Punjab Mercantile & Traders Limited

Regd. Office: 2nd Floor, Property No. 3/8, Asaf Ali Road, New Delhi – 110002
(Formerly at : 1st Floor, Express Building, 9-10, Bahadur Shah Zafar Marg, New Delhi - 110 002)
CIN : U521110DL1972PLC006380

STATEMENT OF CHANGES IN EQUITY FOR THE THE YEAR ENDED 31ST MARCH, 2026

A. Equity Share Capital

(Rs. in Lakh)

Particulars	Balance as at 01st April 2024	Change during the year	Balance as at 31st March 2025	Change during the year	Balance as at 31st March 2026
Equity Shares	5.17	-	5.17	-	5.17
Total	5.17	-	5.17	-	5.17

B. Other Equity

(Rs. in Lakh)

Particulars	Reserves and Surplus			Accumulated Balance of Other Comprehensive Income		Total Other Equity
	Securities Premium	General Reserve	Retained Earnings	Equity Instruments through OCI	Debt Instruments through OCI	
Balance as at 31st March 2024	618.87	35.15	(422.18)	19,257.21	13.01	19,502.06
<u>Changes during the year ended 31st March 2025:</u>						
Add : Profit/(Loss) for the year	-	-	(0.62)	-	-	(0.62)
Add : Other comprehensive income for the year :						
Fair value changes of Financial Instruments through OCI (Net of Reclassification)	-	-	-	2,333.60	6.64	2,340.24
Deferred tax effect on above	-	-	-	1,808.76	0.50	1,809.26
Add/(-) Less : Any transfer from/ to Retained Earnings	-	-	-	-	-	-
Balance as at 31st March 2025	618.87	35.15	(422.80)	23,399.57	20.15	23,650.94
<u>Changes during the year ended 31st March 2026:</u>						
Add : Profit/(Loss) for the year	-	-	(0.03)	-	-	(0.03)
Add : Other comprehensive income for the year :						
Fair value changes of Financial Instruments through OCI (Net of Reclassification)	-	-	-	4,282.22	5.57	4,287.79
Deferred tax effect on above	-	-	-	(612.36)	(0.81)	(613.17)
Add/(-) Less : Any transfer from/ to Retained Earnings	-	-	-	-	-	-
Balance as at 31st March 2026	618.87	35.15	(422.83)	27,069.43	24.91	27,325.53

As per our Report of even date attached

For TANUJ GARG & ASSOCIATES

Chartered Accountants

Firm Regn. No. 013843C

Monika Garg

Partner

Membership No. 407038

Place: New Delhi

Date: May 25, 2026

For and On Behalf of the Board of Directors

Ashok Sen

Director

DIN: 00002109

Rakesh Dhamani

Director

DIN: 07065199

Punjab Mercantile & Traders Limited

Notes to the Financial Statements for the year ended March 31, 2026

Corporate Overview

Punjab Mercantile & Traders Limited ('the company') is a public limited company domiciled and incorporated in India under the provisions of Indian Companies Act.

Presently, the company is not engaged in any business operations, except Investment of surplus funds in low-risk instruments and earning income therefrom. The company does not carry on investment activities as a business operation and accordingly Income earned by company from Investment of surplus fund has been stated as "Other income i.e. Other than Operational Income".

Note -1: Basis of preparation of Financial Statements, Accounting Estimates, Judgements, Assumptions and Accounting Policies

1.1 Basis of preparation of Financial Statements

The financial statements of the company comply in all material aspects with Indian Accounting Standards (Ind AS) notified under Section 133 of Companies Act, 2013 (the Act) read together with the Companies (Indian Accounting Standards) Rules, 2015, as amended from time to time and disclosures are made in accordance with the requirement of Division II of Schedule III of the Companies Act, 2013 (the Act) and other relevant provisions of the Act.

The financial statements have been prepared on a historical cost basis, except for certain financial assets and financial liabilities that are measured and carried at Fair Value (refer accounting policy regarding Financial Instruments).

These financial statements are presented in Indian Rupees (INR), which is the company's functional currency.

The financial statements were authorised for issue by the Board of Directors on May 25., 2026.

1.2 Current and Non- current Classification

The Company presents Assets and Liabilities in the balance sheet based on current /non-current classification.

Assets

An asset is classified as current when it is:

- Expected to be realized within twelve (12) months of the reporting date,
- Expected to be realized or intended for sale or consumed in normal operating cycle,
- Held primarily for the purpose of trading, or
- Cash or cash equivalent unless restricted from being exchanged or used to settle a liability for at least twelve months of the reporting date.

All other assets are classified as non-current.

Liabilities

A liability is classified as current when it is:

- Expected to be settled in normal operating cycle.
- Held primarily for the purpose of Trading.
- Due to be settled within twelve (12) months of the reporting date; or
- There is no unconditional right to defer settlement of the liability for at least twelve (12) months after the reporting date.

All other liabilities are classified as non-current.

An operating cycle is the time between the acquisition of assets for processing and their realization in cash or cash equivalents.

Considering the present activities, a period of 12 months for realisation of Assets & settlement of Liabilities from reporting date, has been considered for classification of its assets and liabilities as Current & all others are non-current.



Punjab Mercantile & Traders Limited

Notes to the Financial Statements for the year ended March 31, 2026

However, Deferred Tax Assets and Liabilities are classified as non-current assets and liabilities.

1.3 Significant accounting judgments, estimates and assumptions

The preparation of the financial statements in conformity with Ind AS requires the management to make judgments, estimates and assumptions that affect the reported amounts of revenue, expenses, Current assets, non-current assets, current and non-current liabilities and disclosure of the contingent liabilities at the end of each reporting period. Actual may differ from these estimates.

The information about each of these estimates and judgements is included in relevant notes. Estimation and underlying assumptions are reviewed on ongoing basis. Revisions to estimates are recognised prospectively.

1.4 Summary of Material Accounting Policies

This note provides a list of the material accounting policies adopted in the preparation of these financial statements. These policies have been consistently applied to all the years presented, unless otherwise stated.

1.4.1 Revenue Recognition

Income is recognized on accrual basis to the extent that it is probable that the economic benefits will flow to the Company and can be reliably measured. Where significant uncertainty exists on realization of revenue at the time of accrual, underlying revenue is not recognized to that extent.

• Interest income

Interest income from debt instruments is recognised using Effective Interest Rate method (EIR). EIR is the rate that exactly discounts the estimated future cash payments or receipts over the expected life of the financial instrument or a shorter period, where appropriate, to the gross carrying amount of the financial asset or to the amortised cost of a financial liability.

When calculating the EIR, the company estimates the expected cash flows by considering all the contractual terms of the financial instruments (for example, prepayment, extension, call and similar options) but does not consider the expected credit losses.

Interest income on Bank Deposits is recognized on accrual basis considering, the amount invested/ outstanding / and the rate of interest applicable.

Interest on tax refund is accounted for on receipt basis.

• Dividend income

Dividends are recognised in the statement of profit and loss only when the right to receive the payment is established and it is probable that the economic benefits associated with the dividend will flow to the company, and the amount can be measured reliably.

Dividend income from Equity Instruments measured at fair value through Other Comprehensive income has been recognised in the statement of profit and loss.

1.4.2 Cash and cash equivalents

Cash and cash equivalents in the balance sheet comprise cash at banks and on hand and short-term deposits with an original maturity of three months or less, which are subject to an insignificant risk of changes in value.

1.4.3 Fair value measurement

The Company measures financial instruments such as Investments in Debt Mutual Funds and in Equity shares at fair value at each reporting (Balance sheet) date. Fair value is the price that would be received to sell an



62

Punjab Mercantile & Traders Limited

Notes to the Financial Statements for the year ended March 31, 2026

asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date.

The fair value measurement is based on the presumption that the transaction to sell the asset or transfer the liability takes place either:

- In the principal market for the asset or liability, or
- In the absence of a principal market, in the most advantageous market for the asset or liability.

The principal or the most advantageous market must be accessible by the company.

The fair value of an asset or a liability is measured using the assumptions that market participants would use when pricing the asset or liability, assuming that market participants act in their economic best interest.

A fair value measurement of a non-financial asset considers a market participant's ability to generate economic benefits by using the asset in its highest and best use or by selling it to another.

The company uses valuation techniques that are appropriate in the circumstances and for which sufficient data are available to measure fair value, maximizing the use of relevant observable inputs and minimizing the use of unobservable inputs.

All assets and liabilities for which fair value is measured or disclosed in the financial statements are categorised within the fair value hierarchy, described as follows, based on the lowest level input that is significant to fair value measurement as a whole:

- Level 1 - Quoted (unadjusted) market prices in active markets for identical assets or liabilities.
- Level 2 - Valuation techniques for which the lowest level input that is significant to the fair value measurement is directly or indirectly observable.
- Level 3 - Valuation techniques for which the lowest level input that is significant to the fair value measurement is unobservable.

For assets and liabilities that are recognised in the financial statements on a recurring basis, the company determines whether transfers have occurred between levels in the hierarchy by re-assessing categorisation (based on the lowest level input that is significant to the fair value measurement as a whole) at the end of each reporting period.

For the purpose of fair value disclosures, the company has determined classes of assets and liabilities based on the nature, characteristics and risks of the asset or liability and the level of the fair value hierarchy as explained above.

1.4.4 Financial instruments

A financial instrument is any contract that gives rise to a financial asset of one entity and a financial liability or equity instrument of another entity.

Financial Assets

a. Initial Recognition and Measurement

Financial assets are initially recognised on the trade date i.e., the date that the Company becomes a party to the contractual provisions of the instrument.

On initial recognition, a financial asset is recognised at fair value. Financial Assets which are not at fair value through Profit and loss, are at fair value plus transaction costs that are directly attributable to the acquisition of such Financial Assets. Transaction costs of those financial assets carried at "fair value through profit or Loss" are expensed in Statement of profit and loss.

Financial Assets are classified at the initial recognition as Financial Assets measured at Amortised Costs or at Fair value.



Punjab Mercantile & Traders Limited

Notes to the Financial Statements for the year ended March 31, 2026

b. Subsequent Measurement

For subsequent measurement, financial assets are broadly classified in two broad categories:

- Financial Assets carried at Amortised Cost,
- Financial Assets at Fair Value [Either through Other Comprehensive income (FVTOCI) Or through Profit or Loss (FVTPL)]

For assets classified as “at Fair value”, gains and losses are either recognised in Statement of profit and loss or recognised in Other Comprehensive Income, as elected. For Assets classified as “at Amortised Cost”, this will depend on the business model and contractual terms of the cash flows.

i) Financial Assets carried at Amortised Cost:

A Financial Asset is measured at Amortised Cost if it meets the following two conditions:

- (a) Business Model Test: The objective of the company’s business model is to hold the financial assets to collect contractual cash flows.
- (b) Cash flow characteristic Test: The contractual terms of the Financial Asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

Financial Assets i.e. Debentures, Bonds and Corporate Deposits etc. meeting the above conditions are measured at Amortised Cost and Interest income from such financial assets has been recognised using the effective Interest rate.

ii) Financial Assets at fair value through Other Comprehensive Income (FVTOCI):

A Financial Asset is subsequently measured at fair value through Other Comprehensive Income if:

- (i) The objective of the business model is achieved by both collecting contractual cash flows and selling Financial Assets and
- (ii) The contractual terms of the Financial Asset represent solely payments of principal and interest on the principal amount outstanding.

The Dividend Income on Financial Assets at FVTOCI is recognised under Profit or Loss. The company’s Investments in Financial Assets i.e., Debt Instruments being Debt based Mutual Funds are measured at fair value through Other Comprehensive Income (OCI) and Fair value changes on these financial assets are recognised in OCI.

On derecognition/ sale of Investments measured at FVTOCI, the Fair value changes (on other than Equity Instruments measured at FVTOCI) in OCI, are subsequently reclassified to the statement of profit and loss.

iii) Financial Assets at fair value through Profit or Loss (FVTPL):

A Financial Asset which is not classified in any of the above categories are measured at fair value through Profit or Loss. Equity instruments which are held for trading are required to measure at FVTPL. Equity instruments included within the FVTPL category are measured at fair value with all changes recognised in the statement of Profit and Loss.

Equity Instruments at Fair value through Other Comprehensive Income

For Equity Instruments, the company may make an irrevocable election to present subsequent changes in the fair value through Other Comprehensive Income. The Company makes such election on an instrument-by-instrument basis.

For investments in Equity Shares (not held for trading), the Company has made an irrevocable election to account for these at Fair value through other comprehensive income (FVTOCI).

If the company decides to classify an Equity Instruments as at FVTOCI, then all fair value changes on such instruments excluding dividend income are recognised in the Other Comprehensive income (OCI). Dividend on equity instrument measured at FVTOCI is recognised at Statement of Profit and Loss.



Punjab Mercantile & Traders Limited

Notes to the Financial Statements for the year ended March 31, 2026

Fair Value changes on these equity instruments never recycled (not subsequently transferred/reclassified) from OCI to Profit or Loss, however on de-recognition / sale of the equity instruments measured at FVTOCI, cumulative Gain or Losses are transferred/ reclassified within Equity i.e. Balance of Cumulative gain or Losses transferred to Retained earnings.

c. Impairment of financial assets

In accordance with Ind AS 109, the Company uses 'Expected Credit Loss' (ECL) model, for evaluating impairment of Financial Assets other than those measured at FVTPL.

The Company assesses on a forward-looking basis the expected credit losses associated with its financial assets considered for ECL. The impairment methodology applied depends on whether there has been a significant increase in credit risk and if so, assess the needs to provide for the same in the statement of Profit and Loss.

The company assess impairment based on Expected credit losses (ECL) model for the following:

- (1) Financial Assets measured at Amortised Cost,
- (2) Financial Assets measured at FVTOCI,
- (3) Other Financial Assets like Trade/ Other receivables.

The Company follows "Simplified Approach" for recognition of Impairment loss allowance on trade receivables. For application of "Simplified Approach" the company does not require to track changes in credit risk instead the company uses the provision matrix to determine loss allowance on Trade / Other receivables.

ECL is the difference between all contractual cash flows that are due to the company in accordance with contract and all the cash flows that the entity expects to receive (i.e., all cash shortfalls), discounted at the original EIR.

The Company's investment in Debt instruments (Fixed income securities being Bonds, Corporate Deposits, Debentures etc.), the risk parameters like tenor, the probability of default, tracking of ratings etc. for each of these instruments/ Issuer ratings etc. is considered in estimating probable credit losses over balance tenor of these instruments.

ECL impairment loss allowance (or reversal) recognized during the period is recognized as expense / income in the Statement of Profit and Loss.

However, ECL impairment loss allowance (or reversal) if any, on Equity Shares measured at Fair value through OCI (FVTOCI) has been recognized through other comprehensive income.

ECL is presented as an allowance i.e., as an integral part of the measurement of those assets in the Balance sheet. ECL reduces the net carrying amount, unless the financial asset meets write off criteria, the company does not reduce impairment allowance from the Gross carrying amount.

Financial Liabilities

a. Initial Recognition and Measurement

All Financial Liabilities are recognized at fair value and in case of borrowings and Payables, net of directly attributable transaction costs.

The company's financial liabilities include Borrowings, Trade/ Other payables.

b. Subsequent Measurement

Financial Liabilities comprises Borrowings if any, are carried at amortized cost using the effective interest method.

For trade and other financial liabilities maturing within one year from the balance sheet date, the carrying amounts approximate fair value due to the short maturity of these instruments.

Loans and Borrowings



67

Punjab Mercantile & Traders Limited

Notes to the Financial Statements for the year ended March 31, 2026

After initial recognition, Interest bearing Loans and borrowings are subsequently measured at Amortised Cost as per EIR method. Financial liabilities carried at fair value through Profit and Loss are measured at fair value with all changes in fair value recognised in the statement of Profit and Loss.

Derecognition of Financial Assets and Liabilities

Financial Assets

A Financial asset is derecognised by the company only when:

- (i) The contractual rights to the cash flows from the Financial Asset expired OR
- (ii) The Company has transferred the right to receive cash flow from financial assets and where the entity has transferred the assets, the company evaluates whether it has transferred substantially all risk and rewards of ownership of such financial assets. OR
- (iii) In any other case, transfer qualifies for other de-recognition criteria under Ind- AS 109.

Financial Liabilities

A Financial liability (or a part thereof) is derecognized from the Company's Balance Sheet when the obligation specified in the contract is discharged or cancelled or expired.

Reclassification of Financial Assets and Liabilities

The company does not reclassify its financial assets subsequent to initial measurement, apart from exceptional circumstances as permitted. Financial Liabilities are not reclassified.

Off setting

Financial assets and liabilities are off set, and the net amount is reported in the balance sheet where there is a legally enforceable right to offset the recognised amounts and there is an intention to settle on a net basis or realise the asset and settle the liability simultaneously. The legally enforceable right must not be contingent on future events. It must be enforceable in the normal course of business and in the event of default, insolvency or bankruptcy of the Company or the counterparty.

1.4.5 Income Tax

Income tax expense comprises Current Tax, Deferred tax and Earlier Year Tax.

Current and deferred tax is recognised in profit and loss, except to the extent that it relates to items recognised in other comprehensive income or directly in equity. In this case, the current tax / deferred tax is also recognised in other comprehensive income or directly in equity, respectively.

• Current tax

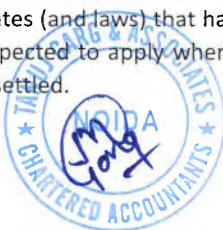
Current tax Expenses or credit for the period is the tax payable on the current period's taxable income based on the tax rates and tax laws used to compute the amount are those that are enacted or substantively enacted at the reporting date.

Current tax assets and liabilities are measured at the amount expected to be recovered from or paid to the taxation authorities. Current tax assets and liabilities are offset only if there is a legally enforceable right to set it off the recognised amounts and it is intended to realise the asset and settle the liability on a net basis or simultaneously.

• Deferred tax

Deferred income tax is provided in full, using the liability method, on temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the financial statements.

Deferred income tax is determined using tax rates (and laws) that have been enacted or substantively enacted by the end of the reporting period and are expected to apply when the related deferred income tax asset is realised, or the deferred income tax liability is settled.



Punjab Mercantile & Traders Limited

Notes to the Financial Statements for the year ended March 31, 2026

Deferred tax assets are recognised for all deductible temporary differences and unused tax losses/tax credits only if it is probable that future taxable amounts will be available to utilise those temporary differences/credits and losses.

Deferred tax assets and liabilities are off set when there is a legally enforceable right to offset current tax assets and liabilities and when the deferred tax balances relate to the same taxation authority.

The carrying amount of Deferred Tax assets is reviewed at each reporting date and reduced to the extent that it is no longer probable that sufficient taxable profit will be available to allow all or part of the deferred tax assets to be utilised. Unrecognised deferred Tax Assets are re-assessed at each reporting date and are recognised to the extent that it has become probable that future taxable profit will allow the deferred tax assets to be recovered.

1.4.6 Provisions and contingent Liabilities

The company creates a provision when there is present obligation as a result of past events and it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of obligation.

Provisions are measured at the present value of management's best estimates of the expenditure required to settle the present obligation at the end of the reporting period. If the effect of the time value of money is material, provisions are discounted using a current pre-tax rate that reflects, when appropriate, the risk specific to the liability. When discounting is used, the increase in the provision due to the passage of time is recognised as interest expense.

Contingent liability is not recognised but disclosed in the case of :

- (i) A present obligation that arising out of past events, when it is not probable that an outflow of resources embodying economic benefits will be required to settle the obligation,
- (ii) A present obligation that arising out of past events, when no reliable estimate of the amount is possible,
- (iii) A possible obligation arising from past events, unless the probability of outflow of resources is remote.

Provisions, contingent liabilities and contingent assets are reviewed at each balance sheet date.

1.4.7 Impairment of Assets

The company assesses at each balance sheet date whether there is any indication that an asset or cash generating unit (CGU) may be impaired. If any such indication exists, the company estimates the recoverable amount of the asset. The recoverable amount is the higher of an asset's or CGU's fair value less costs of disposal or its value in use.

Where the carrying amount of an asset or CGU exceeds its recoverable amount, the asset is considered impaired and is written down to its recoverable amount.

An impairment loss, if any, is charged to Statement of Profit and Loss in the year in which the assets is identified as impaired. The impaired loss recognized in prior accounting periods is reversed / adjusted, if there has been a change in the estimate of the recoverable amount.

1.4.8 Earnings per share (EPS)

Basic earnings per share is calculated by dividing the net profit/loss for the year attributable to equity shareholders of the company by the weighted average number of equity shares outstanding during the financial year.

The weighted average number of equity shares outstanding during the year/period and all periods presented is adjusted for events, such as bonus equity shares, other than the conversion of potential equity shares that have changed the no. of equity shares outstanding without a corresponding change in resources.



Punjab Mercantile & Traders Limited

Notes to the Financial Statements for the year ended March 31, 2026

For the purpose of calculating diluted earnings per share, the net profit and loss for the year attributable to equity shareholders and the weighted average number of shares outstanding during the financial year, is adjusted for the effects of all dilutive potential equity shares.

1.5 Recent accounting pronouncements

Ministry of Corporate Affairs ("MCA") notifies new standards or amendments to the existing standards under Companies (Indian Accounting Standards) Rules as issued from time to time.

For the year ended March 31, 2026, MCA has notified amendments to existing Indian Accounting standards, effective from April 1, 2025, and some provisions specifically impacting to financial year 2026–27 onward.

- (a) Ind AS 1: Presentation of Financial Statements: This amendment relating to Liability classification (current vs non-current) which is now strictly based on rights available to defer settlement at the reporting date. New disclosures required related to Non-current Loan liability subject to future covenants.
- (b) Ind AS 7–Statement of Cash Flows and Ind AS 107: Financial Instruments Disclosures- This amendment relating to new disclosure requirements relating to supplier finance arrangements to enhance transparency about their impact on an entity's liabilities, cash flows and liquidity risk exposure.
- (c) Ind AS 12 – Income Taxes - This amendment relating to specific guidance in relation to the global minimum tax framework developed under the OECD's Pillar Two model rules.
- (d) Ind AS 29- The Effects of Changes in Foreign Exchange Rates- This amendment related to Lack of exchangeability and clarifies how to determine when a currency is not exchangeable and how to estimate spot rates in such cases—with enhanced disclosure requirements.

The company has reviewed the new pronouncements and based on its evaluation it has determined that these pronouncements have not any impact on the financial statements of the company.



Punjab Mercantile & Traders Limited

Notes to the Financial Statements for the year ended 31st March, 2026

Note -2 : INVESTMENTS

(Investment in India & Other than trade)

Particulars	Face Value Per Share/ Unit (In Rs.)	As at 31st March, 2026		As at 31st March, 2025	
		Shares/ Units in No.*	Value (Rs. in Lakh)	Shares/ Units in No.*	Value (Rs. in Lakh)
Non -Current					
(I) In Equity Shares @					
(A) Quoted					
(Carried at Fair Value through OCI)					
Camac Commercial Co. Ltd.	10	65,975	17,773.01	65,975	16,265.41
Sub Total [I (A)]			17,773.01		16,265.41
(B) Unquoted					
(Carried at Fair Value through OCI)					
Combine Holdings Ltd	10	93,150	11,152.85	93,150	8,835.05
Sahu Jain Ltd	10	4,900	29.89	4,900	29.05
Ashoka Viniyoga Ltd	10	4,100	1,428.24	4,100	1,121.97
Times Publishing House Ltd.	10	24,000	1,095.12	24,000	954.48
Sahu Jain Services Ltd.	10	2,500	270.65	2,500	261.58
Shantiniketan Estate Limited	100	100	1.29	100	1.20
Sub Total [I (B)]			13,978.04		11,203.33
(II) In Equity Mutual Funds					
Unquoted					
(Carried at Fair Value through OCI)					
SBI Nifty Index Fund -Direct plan -Growth	10	991	2.06	991	2.15
Sub Total (II)			2.06		2.15
(III) In Debt Mutual Funds					
Unquoted					
(Carried at Fair Value through OCI (FVTOCI))					
Axis Treasury Advantage Fund Direct Plan Growth	1,000	168	5.71	-	-
Axis Short Duration Fund- Direct - Growth (Earlier Axis Short Term Plan)	10	2,48,129	87.11	2,48,129	81.64
Sub Total (III)			92.82		81.64
Total [I(A)+ I(B)+II+III]			31,845.93		27,552.53
Summary :					
Investments measured & carried :					
At Fair Value through OCI (FVTOCI)			31,845.93		27,552.53
Category of Investments :					
In Equity shares			31,751.05		27,468.74
In Mutual Funds			94.88		83.79
Total			31,845.93		27,552.53
Investments as Quoted and Unquoted :					
Quoted			17,773.01		16,265.41
Unquoted			14,072.92		11,287.12
Total			31,845.93		27,552.53

* Units of Mutual Funds are rounded off to nearest unit.

@ The fair value change of investment in unquoted Equity shares and those quoted shares, which have not been traded / no latest quotes are available, has been considered based on latest available audited/unaudited financial statements of the respective Investee companies. Further, fair value of Investment in those unquoted shares, which are acquired within one year has been considered at acquisition price.



Punjab Mercantile & Traders Limited

Notes to the Financial Statements for the year ended 31st March, 2026

Note -3 : OTHER NON-CURRENT ASSETS

(Rs. in Lakh)

Particulars	As at 31st March, 2026	As at 31st March, 2025
(Unsecured, considered good)		
Deposit with Custodian (CDSL) & RTA	0.16	0.16
Amount deposited with SEBI, as per SAT Order#	5.00	5.00
Total	5.16	5.16

#Refer Note -18: "Contingent liabilities and Commitments" for detailed disclosure.

Note -4 : CASH AND CASH EQUIVALENTS

Particulars	As at 31st March, 2026	As at 31st March, 2025
Cash and Cash Equivalents		
Balances with Bank :		
In Current account with HDFC Bank	0.62	0.72
Total	0.62	0.72

Note -5 : BANK BALANCES OTHER THAN CASH AND CASH EQUIVALENTS

Particulars	As at 31st March, 2026	As at 31st March, 2025
Fixed deposits with HDFC bank (Maturity above 3 months i.e. November 10, 2025)	-	5.46
Total	-	5.46

Note -6 : OTHER FINANCIAL ASSETS

Particulars	As at 31st March, 2026	As at 31st March, 2025
Interest accrued on Bank FDR	-	0.25
Total	-	0.25

Note -7: OTHER CURRENT ASSETS

Particulars	As at 31st March, 2026	As at 31st March, 2025
(Unsecured, considered good)		
Prepaid expenses (Rent)	0.17	-
Total	0.17	-



62

Punjab Mercantile & Traders Limited

Notes to the Financial Statements for the year ended 31st March, 2026

Note - 8 : EQUITY SHARE CAPITAL

Particulars	As at 31st March, 2026	As at 31st March, 2025
Equity Share Capital		
Authorised Share capital		
10,50,000 (P.Y. -10,50,000) Equity Shares of Rs. 10 each	105.00	105.00
Total	105.00	105.00
Issued share capital		
51,696 (P.Y. -51,696) Equity Shares of Rs. 10 each	5.17	5.17
Total	5.17	5.17
Subscribed & fully paid up share capital		
51,696 (Previous Year -51,696)- Equity Shares of Rs. 10/- each, fully Paid up in cash.(held by the Holding Company, PNB Finance and Industries Ltd.)	5.17	5.17
Total	5.17	5.17

(i) Terms/rights attached to Equity Shares

The Company has only one class of Equity Shares having a par value of Rs.10 per Share. Each holder of Equity Shares is entitled to one vote per share.

In the event of liquidation of the company, the holders of Equity Shares will be entitled to receive remaining assets of the Company, after distribution of all preferential amounts. The distribution will be in proportion to the number of Equity Shares held by the Shareholders.

(ii) Reconciliation of Equity shares held at the beginning and at the end of the year

Particulars	As at 31st March, 2026		As at 31st March, 2025	
	No. of Shares	Rs. in Lakh	No. of Shares	Rs. in Lakh
At the beginning of the year	51,696	5.17	51,696	5.17
Add : Issue of shares during the year	-	-	-	-
At the end of the year	51,696	5.17	51,696	5.17

(iii) There has been no allotment of shares pursuant to contract(s) without payment being received in cash or by way of bonus issue and no shares have been bought back in the five years immediately preceding the Balance Sheet date i.e. 31st March, 2026.

(iv) No dividend has been proposed / declared during the year ended 31st March, 2026 (31st March, 2025 : Nil).

(v) Shares held by the holding Company

Particulars	As at 31st March, 2026	As at 31st March, 2025
	No. of Shares	No. of Shares
PNB Finance and Industries Ltd. (Holding Company) *	51,696	51,696

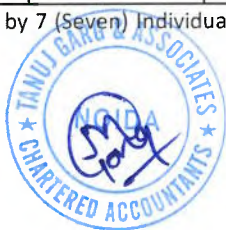
(vi) Details of Shareholders holding more than 5 % shares in the Company

Particulars	As at 31st March, 2026	As at 31st March, 2025
	No. of Shares	No. of Shares
PNB Finance and Industries Ltd. (Holding Company) *	51,696	51,696

(vii) Details of Shareholding of Promoters in the Company

Promoter name	As at 31st March, 2026			As at 31st March, 2025		
	No. of Shares held	% of total shares	% Change during the year	No. of Shares held	% of total shares	% Change during the year
PNB Finance and Industries Ltd	51,696*	100.00	-	51,696*	100.00	-

*Out of the total equity shares, 7 (Seven) Equity shares are held by 7 (Seven) Individuals holding 1 (one) share each jointly with the holding Company .



AP

Punjab Mercantile & Traders Limited

Notes to the Financial Statements for the year ended 31st March, 2026

Note- 9 : OTHER EQUITY

(Rs. in Lakh)

Particulars	As at 31st March, 2026	As at 31st March, 2025
I. General Reserve		
Balance as per last Financial Statements	35.15	35.15
Add/Less : Addition/(Adjustment) during the year	-	-
Balance at the end of the year	(I) 35.15	35.15
II. Securities Premium		
Balance as per last Financial Statements	618.87	618.87
Add/Less : Addition/(Adjustment) during the year	-	-
Balance at the end of the year	(II) 618.87	618.87
III. Retained Earnings (Surplus)		
Balance as per last Financial Statements	(422.80)	(422.18)
Add -Profit/(Loss) for the year	(0.03)	(0.62)
Less:- Transfer to general reserve	-	-
Balance at the end of the year	(III) (422.83)	(422.80)
IV. Total Reserve and Surplus at the end of the year	(IV= I+II+III) 231.19	231.22
V. Accumulated Balance of Other Comprehensive Income (OCI)		
(i) Debt Instruments through OCI		
Opening balance	20.15	13.01
Add/Less : Adjustments during the year		
Fair Value Changes in Debt instruments through OCI	5.58	6.64
Less: Reclassified to profit or loss from OCI on sale	(0.01)	-
Less: Deferred tax effect on above	(0.81)	0.50
Closing balance at the end of year	(i) 24.91	20.15
(ii) Equity Instruments through OCI		
Opening balance	23,399.57	19,257.21
Add/Less : Adjustments during the year		
Fair Value Changes on Equity instruments through OCI	4,282.22	2,333.60
Less: Deferred tax effect on above	(612.36)	1,808.76
Closing balance at the end of year	(ii) 27,069.43	23,399.57
Accumulated Balance of OCI at the end of the year	(V= i+ii) 27,094.34	23,419.72
Total [IV+V]	27,325.53	23,650.94

Nature and Purpose of Reserves

Nature and purpose of each reserve has been disclosed as part of the qualitative disclosure :

General Reserve

The Company created a General reserve in earlier years pursuant to the provision of the Companies Act, 1956. This reserve can be utilised in accordance with Provisions of the Companies Act, 2013.

Retained Earnings (Surplus)

It is created out of accretion of profits or loss and represents the amount of accumulated earnings of the Company. This reserve can be utilised in accordance with Provisions of the Companies Act, 2013.

Securities premium

This represents amount of premium received upon issuance of equity shares. This can be utilised in accordance with provisions of the Companies Act, 2013

Accumulated Balance of Other Comprehensive Income (OCI)- Debt Instruments

This reserve represents the cumulative unrealised gains (net of Loss) on fair valuation of Debt Instruments(including Debt Mutual Funds) measured at Fair value through Other comprehensive Income (FVTOCI), net of amount reclassified, if any to Profit or Loss, when those Instruments are disposed off.

Accumulated Balance of Other Comprehensive Income (OCI)- Equity Instruments

This reserve represents the cumulative unrealised gains (net of Loss) on fair valuation of Equity Instruments measured at Fair value through Other comprehensive Income (FVTOCI), net of amount reclassified, if any to Retained Earnings, when those Instruments are disposed off.



Punjab Mercantile & Traders Limited

Notes to the Financial Statements for the year ended 31st March, 2026

Note -10 : DEFERRED TAX LIABILITIES

(Rs. in Lakh)

Particulars	As at 31st March, 2026	As at 31st March, 2025
Deferred Tax Liabilities on account of deductible temporary difference between Tax base and carrying amount of Assets/Liabilities :		
Investment in Debt instruments (measured at FVTOCI)	4.17	3.36
Investment in Equity Instruments (measured at FVTOCI)	4,516.84	3,904.48
Total	4,521.01	3,907.84

Note-11 : TRADE PAYABLES

Particulars	As at 31st March, 2026	As at 31st March, 2025
Total Outstanding dues of Micro and Small Enterprises #	-	-
Total Outstanding dues of Other Creditors	0.17	0.17
Total	0.17	0.17

Trade Payable Ageing as at 31st March, 2026

Particulars	MSME	Others	Disputed dues – 'MSME	Disputed dues - 'Others	Total
Outstanding from due date of payment					
Less than 1 year	-	0.11	-	-	0.11
1-2 years	-	0.06	-	-	0.06
2-3 years	-	-	-	-	-
More than 3 years	-	-	-	-	-
Total	-	0.17	-	-	0.17

Trade Payable Ageing as at 31st March, 2025

Particulars	MSME	Others	Disputed dues – 'MSME	Disputed dues - 'Others	Total
Outstanding from due date of payment					
Less than 1 year	-	0.17	-	-	0.17
1-2 years	-	-	-	-	-
2-3 years	-	-	-	-	-
More than 3 years	-	-	-	-	-
Total	-	0.17	-	-	0.17

Based on the information available with the Company in respect of Micro, small and medium enterprises, there are no outstanding/ delays in payment of dues to such enterprises. The required details as per The MSMED, 2006 is given below :

Particulars	As at 31st March, 2026	As at 31st March, 2025
<u>Dues to Micro, Small and Medium Enterprise under the MSMED Act, 2006</u>		
a) Interest paid and payments made to the supplier beyond the appointed day .	Nil	Nil
b) Interest due and payable for delay (which has been paid but beyond the appointed day), but without adding the interest under the MSMED Act.	Nil	Nil
c) Amount due and unpaid at the end of accounting year :		
- Principal amount and Interest due	Nil	Nil
- Interest accrued and remaining unpaid	Nil	Nil
d) Interest remaining due and payable even in the succeeding years.	Nil	Nil



Punjab Mercantile & Traders Limited

Notes to the Financial Statements for the year ended 31st March, 2026

Note -12 : OTHER INCOME

(Rs. in Lakh)

Particulars	For the year ended 31st March, 2026	For the year ended 31st March, 2025
Gain(net) reclassified from OCI to profit or Loss on sale of Investments in Debt Mutual Funds	0.01	-
Interest on Bank FDR	0.25	0.39
Interest on Income Tax Refund received	-	0.01
Total	0.26	0.40

Note 13 : OTHER EXPENSES

Particulars	For the year ended 31st March, 2026	For the year ended 31st March, 2025
Legal and professional charges	0.04	0.05
Custodian Fees	0.06	0.06
Filing fees	0.02	0.03
Rent Expenses	0.04	-
Amount written off	-	0.71
Auditor's Remuneration \$	0.11	0.14
Conveyance expenses	0.01	0.02
Miscellaneous Expenses	0.01	0.01
Total	0.29	1.02

\$ Auditor's Remuneration (with GST) :

Particulars	For the year ended 31st March, 2026	For the year ended 31st March, 2025
As Auditor		
Audit Fees	0.09	0.09
Reimbursment of expenses	-	0.03
	0.09	0.12
GST on above	0.02	0.02
Total	0.11	0.14

Note 14 : EARNINGS PER SHARE (EPS)

Particulars	For the year ended 31st March, 2026	For the year ended 31st March, 2025
Profit/ (Loss) after Tax as per Statement of Profit and Loss (Rs. In Lakh)	(0.03)	(0.62)
Weighted average number of Equity Shares (Face value per Equity Share Rs.10/-)	51,696	51,696
Basic EPS (In Rs.)	(0.06)	(1.20)
Diluted EPS (In Rs.) #	(0.06)	(1.20)

The Company has not issued any potential equity shares, and accordingly, Diluted Earnings Per Share is equal to the Basic Earnings Per Share.



Punjab Mercantile & Traders Limited

Notes to the Financial Statements for the year ended 31st March, 2026

Note -15 : Disclosures as required by Ind AS -24 -"Related Party Disclosure".

(a) Name of Related parties and nature of relationship

Holding Company

1. PNB Finance And Industries Ltd.

Fellow Subsidiary

2. Esoterica Services Limited (Formerly known as Jacaranda Corporate Services Limited)

Key Management Personnel (KMP)

Director

1. Mr. Ashok Sen
2. Mr. Rakesh Dhamani
3. Ms. Saumya Agarwal

(b) There are no transactions with the related parties during the year ended 31st March, 2026 (Previous Year ended 31st March, 2025 - Nil) .

(c) There are no balances receivable /payable from / to related parties as on 31st March, 2026 (Previous Year ended as on 31st March, 2025 - Nil).

Note -16 : The company is not carrying any business operations except generating income from Investment of surplus funds and these activities fall in a single business segment. Segment performance evaluated based on profit or loss and is measured consistently with profit or loss in the financial statements. Hence no separate disclosure is made under Segment reporting.

Note -17 : The Management is of the opinion that there is no impairment of assets as contemplated in Ind AS -38 "Impairment of Assets".

Note -18 : Contingent Liabilities & Commitments

(a) Contingent liabilities not provided for :

Particulars	As at 31st March, 2026	As at 31st March, 2025
Penalty levied pursuant to SEBI Adjudication Orders dated March 28, 2023 (Note 1)	20.00	20.00

Note 1

SEBI issued Adjudication Orders on 28th March 2023 against the company in violation of various provisions of SEBI Act, 1992 and regulations issued thereunder in the case as a Promoter and shareholder of Camac Commercial Company Limited and levied monetary penalty of Rs. 20 lakh besides other restrictions. The Adjudication Order was challenged by the company before the Securities Appellate Tribunal (SAT) and vide its Order passed on 26th April 2023, SAT had stayed the effect and operation of the SEBI Order referred above subject to payment of 25% of the levied penalty by the company . The company made payment of the requisite amount [25% i.e. Rs 5 Lakh] to SEBI as per the said SAT Orders. The matter is sub-judice as on date.

The abovementioned requisite payment [25% i.e. Rs. 5 Lakh] made to SEBI as per SAT Order, has been disclosed under "Note 3 : Other Non-current Assets".

(b) Commitments as on 31st March, 2026 : Nil (Previous Year as on 31st March, 2025 :-Nil)



Punjab Mercantile & Traders Limited

Notes to the Financial Statements for the year ended 31st March, 2026

Note -19 : Income taxes expenses & reconciliation

(a) Tax expense recognised in the Statement of profit and loss

(i) Tax expense recognised in "Profit or Loss" section

(Rs. in Lakh)

Particulars	Year ended 31st March , 2026	Year ended 31st March, 2025
Current tax		
Current Tax	-	-
Deferred tax		
Related to origination and reversal of deductible temporary difference	-	-
Total	-	-

(ii) Tax expense recognised in the "Other Comprehensive Income (OCI) " section

Particulars	Year ended 31st March , 2026	Year ended 31st March, 2025
Deferred Tax Liabilities on account of deductible temporary difference between Tax base and carrying amount of Assets measured through OCI:		
Deferred Tax Charge / (Credit) on Fair value changes in Debt instruments	0.81	(0.50)
Deferred Tax Charge / (Credit) on Fair value changes in Equity instruments	612.36	(1,808.76)
Total	613.17	(1,809.26)

(b) With effect from the financial year 2023-24 (Assessment year 2024-25), the Company had opted the concessional rate schemes provided vide section 115BAA in the Income Tax Act, 1961. The section 115BAA in the Income Tax Act, 1961, provides existing domestic companies with an irreversible option to pay tax at a reduced rate of 22% plus applicable Surcharge and Cess, which come with the consequential surrender of specified deductions/ incentives and not eligible to utilise MAT Credit entitlements and take any other deduction / benefits.

(c) Reconciliation of Current tax expenses

Reconciliation of Current tax expenses between "Amount calculated as Accounting Profit multiplied by the statutory income tax rate applicable to the Company" and "Current Tax Expenses as per effective income tax rate reported in the Statement of Profit and Loss of the Company" is given below :

(Rs. in Lakh)

Particulars	Year ended 31st March , 2026	Year ended 31st March, 2025
Profit/(Loss) before Tax	(0.03)	(0.62)
Enacted Income Tax rates (including applicable Cess) in India (%)	25.168%	25.168%
Current Tax Amount calculated (Accounting Profit multiplied by the applicable enacted Tax rate) for the year	(0.01)	(0.16)
<u>Tax effects of amounts which are not deductible/taxable</u>		
'Tax effect on Capital gain	-	-
Other Adjustments	-	-
<u>Tax effects of amounts which are deductible /non taxable</u>		
Tax effect of Business Loss to be carried forward	0.01	0.16
Total	-	-
Current Tax expense at effective rate in the Statement of Profit and Loss	-	-

(d) Movement of Deferred Tax Liabilities:

The movement in deferred tax liabilities during the year ended March 31, 2025 and March 31, 2026 has been explained in Note -10.

(e) As a matter of prudence and considering uncertainty of sufficient future taxable income, the Company has not recognised any deferred tax asset on Unused Tax losses being brought forward business losses in the Balance sheet.



Punjab Mercantile & Traders Limited

Notes to the Financial Statements for the year ended 31st March, 2026

Note-20 : Fair Value Measurements

The following methods and assumptions are used to estimate the fair value :

- (a) The fair value of Quoted equity shares is derived from quoted market prices in active markets.
- (b) The fair value of Unquoted Equity shares is derived as per Level 3 techniques and fair value of those quoted equity shares, which are also not traded from long time/ quotations are not available, then fair value of such quoted equity shares is also derived as per Level 3 techniques.
- (c) The fair value of Mutual Funds is derived from the available declared /Quoted NAV of units.
- (d) Assets held for collection of contractual cash flow where cash flows represent solely payment of Principle and Interest like Bonds/ Debentures are measured at Amortised Cost. Interest income from these financial assets is calculated using the Effective Interest Rate method.

The management has assessed that cash and cash equivalents, Other Receivables (Financial assets) and trade payables are approximate at their carrying amounts largely due to the short term maturities of these instruments.

Financial Assets and Liabilities

The carrying value and fair value of financial instruments by categories as at 31st March, 2026 are as follows:

Rs. in Lakh					
Particulars	FVTPL	FVTOCI	Amortised Cost	Total Carrying Value	Fair Value/ Amortised Cost
Financial Assets					
Cash and cash equivalents	-	-	0.62	0.62	0.62
Bank Balances other than cash and cash equivalents	-	-	-	-	-
Investments :					
Debt Mutual Funds	-	92.82	-	92.82	92.82
Equity Mutual Funds	-	2.06	-	2.06	2.06
Equity Shares	-	31,751.05	-	31,751.05	31,751.05
Other financial assets	-	-	-	-	-
Total	-	31,845.93	0.62	31,846.55	31,846.55
Financial Liabilities					
Trade Payables	-	-	0.17	0.17	0.17
Total	-	-	0.17	0.17	0.17

The carrying value and fair value of financial instruments by categories as at 31st March, 2025 are as follows:

Rs. in Lakh					
Particulars	FVTPL	FVTOCI	Amortised Cost	Total Carrying Value	Fair Value/ Amortised Cost
Financial Assets					
Cash and cash equivalents	-	-	0.72	0.72	0.72
Bank Balances other than cash and cash equivalents	-	-	5.46	5.46	5.46
Investments :					
Debt Mutual Funds	-	81.64	-	81.64	81.64
Equity Mutual Funds	-	2.15	-	2.15	2.15
Equity Shares	-	27,468.74	-	27,468.74	27,468.74
Other financial assets	-	-	0.25	0.25	0.25
Total	-	27,552.53	6.43	27,558.96	27,558.96
Financial Liabilities					
Trade Payables	-	-	0.17	0.17	0.17
Total	-	-	0.17	0.17	0.17



Punjab Mercantile & Traders Limited

Notes to the Financial Statements for the year ended 31st March, 2026

Note-20 : Fair Value Measurements

Fair value estimation

For financial instruments measured at fair value in the Balance Sheet, a three level fair value hierarchy is used that reflects the significance of inputs used in the measurements. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (Level 1 measurements) and lowest priority to unobservable inputs (Level 3 measurements).

For Financial assets which are carried at fair value, the classification of fair value calculations by category is summarised below:

Rs. in Lakh

Particulars	Carrying Value	Fair Values					
		measured through Profit and Loss			measured through OCI (FVTOCI)		
		Level 1	Level 2	Level 3	Level 1	Level 2	Level 3
As at 31st March, 2026							
Financial Assets							
Debt Mutual Funds	92.82	-	-	-	92.82	-	-
Equity Mutual Funds	2.06	-	-	-	2.06	-	-
Equity Shares	31,751.05	-	-	-	-	-	31,751.05
Total	31,845.93	-	-	-	94.88	-	31,751.05
As at 31st March, 2025							
Financial Assets							
Debt Mutual Funds	81.64	-	-	-	81.64	-	-
Equity Mutual Funds	2.15	-	-	-	2.15	-	-
Equity Shares	27,468.74	-	-	-	-	-	27,468.74
Total	27,552.53	-	-	-	83.79	-	27,468.74

There are no changes in classification and no movements between the fair value hierarchy classifications of financial assets during the years.

Note -21 : Financial risk management

The Company is not carrying any business operations, however income has been generated from Investments of its surplus funds being Investment in Debt Securities, Equity Instruments and Bank Deposits. The Company's financial assets are Investment in Debt Securities (Debt based Mutual Funds), Investment in Equity Instruments (Equity Shares & Equity MFs) and Cash and Cash equivalents. Financial Liabilities are Trade/other payables and Other Financial liabilities.

The Company's activities expose to financial risk i.e. Liquidity Risk, Market Risk, Credit risk etc. The Board of Directors provide guiding principles for overall risk management, as well as principle for investment of available funds including review of such policies for managing each of applicable type of financial risks, which are summarised as below :

(a) Liquidity risk

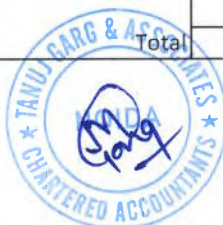
The Company's principal source of liquidity are "Cash and Cash equivalents" and Cash in flow that are generated from income from Investments. Liquidity risk is defined as a risk that the company will not be able to settle or meet its obligations on time.

Liquidity risk management implies maintenance of sufficient cash to meet the obligations as and when due. The Company manages its liquidity risk by ensuring as far as possible that it will have sufficient liquidity to meet its short term and long term liabilities as and when due. Anticipated future cash flows are expected to be sufficient to meet the liquidity requirements of the Company and accordingly, no liquidity risk is perceived.

The following is the contractual maturities of the financial liabilities:

(Rs. in Lakh)

Particulars	Carrying amount (At amortised Cost)	1-12 months	More than 12 months
Non-derivative Liabilities			
As at March 31, 2026			
Trade Payables	0.17	0.17	-
Total	0.17	0.17	-
As at March 31, 2025			
Trade Payables	0.17	0.17	-
Total	0.17	0.17	-



Punjab Mercantile & Traders Limited

Notes to the Financial Statements for the year ended 31st March, 2026

Note -21 : Financial risk management

(b) Market risk

Market risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of changes in market prices. Market risk generally comprises three types of risk: interest rate risk, currency risk and price risk.

(i) Foreign currency risk

The Company has neither payables & receivables in foreign currency, not holding foreign assets and also not entered into transactions in the foreign currency during the year under report, therefore the Company activities are not exposed to foreign exchange risk.

(ii) Interest rate risk

The interest rate risk exposure is mainly from changes in fixed and floating interest rates. The company is not exposed to Interest rate risk, as the company has no borrowing at the reporting date.

(iii) Price Risk

The Company is exposed to price risk arising mainly from investment measured at fair value through OCI (FVTOCI) being mutual funds (debt & equity). The Company's exposure to debt based mutual funds falls in very low risk category due to investments are in high rated schemes. To optimise price risk, policy of diversification has been followed in case company's debt based MF portfolio. As regards the Company's investment in unquoted equity shares, which are long term in nature and fair valuation of these Investments are largely depend on performance of these company and hence the price risk emanating from such investment is minimal.

(c) Credit risk

In case of the Company's investment portfolio, credit risk may arise from bank balances (including fixed deposits) and investment in debt securities like debt based mutual funds.

To manage Credit risk on these financial assets, the company has an investment policy which allows the company to invest only in high rated schemes/ papers etc.. considering the safety of Investment first along with lower risk and reasonable returns. The company tracks credit worthiness of counterparty and closely reviews the rating of investments and takes immediate suitable remedial actions as far as possible.

Note -22 : Capital management

Objective, policies and processes of capital management

The Company is cash surplus and capital structure of the Company consists of equity capital only i.e. paid up equity share capital and retained earnings and other accumulated reserves disclosed in the statement of changes in equity. The Company does not have any borrowings.

Investment objective while managing Fund of the company is to provide safety and to generate steady return from low risk investment avenues. The surplus fund of the company is being invested in Income generating instruments i.e. Bank fixed deposits, Mutual Funds and in Equity Shares.

The Company's objectives when managing capital are to :

- (i) maximize the shareholder value with Low risk, and
- (ii) safeguard their ability to continue as a going concern, so that they can continue to provide returns and growth for shareholders and benefits for other stakeholders.

No changes are made in the objectives, policies and process of capital management during the reported years.



Punjab Mercantile & Traders Limited

Notes to the Financial Statements for the year ended 31st March, 2026

Note-23 : Analytical Ratios

The following Analytical Ratios have been calculated to the extent information available with the company :

Ratios	Numerator	Denominator	2025-26	2024-25	% Variance	Reason for variance if more than 25%
Current Ratio (in times)	Total Current Assets	Total Current Liabilities	4.65	37.82	-87.71%	Variance in Ratio is mainly due to decrease of Current Assets on account of maturity of Bank Fixed Deposits.
Debt Equity Ratio (in times)	Borrowings	Total Equity	Note (i)	Note (i)	Note (i)	
Debt Service Coverage Ratio (in times)	Earnings available for Debt Service	Debt service = Interest & Principal	Note (i)	Note (i)	Note (i)	
Inventory turnover ratio (in times)	Cost of Goods Sold	Average Inventory	Note (ii)	Note (ii)	Note (ii)	
Trade receivables turnover ratio (in times)	Net Credit Sales	Average Trade Receivables	Note (ii)	Note (ii)	Note (ii)	
Trade payables turnover ratio (in times)	Net Credit Purchase	Average Trade Payables	Note (ii)	Note (ii)	Note (ii)	
Net capital turnover ratio (in times)	Turnover (Revenue from Operations) for the year	Average Working Capital	Note (ii)	Note (ii)	Note (ii)	
Net profit ratio (in %).	Profit /(Loss) after Tax for the year	Turnover for the year	Note (ii)	Note (ii)	Note (ii)	
Return on Equity Ratio (in %) [Note(iii)]	Profit /(Loss) after Tax for the year (PAT)	Total Equity (Shareholder's Fund)	-0.01%	-0.26%	-95.16%	Variance in Ratio is mainly due to change in Loss after tax during current / previous financial year.
Return on Capital employed (in %) [Note(iii)]	Profit/(Loss) before Tax & Interest (PBIT)	Capital Employed = Total Equity and Non-current Liabilities.	-0.01%	-0.26%	-95.16%	Variance in Ratio is mainly due to change in Loss before Tax during current / previous financial year.
Return on Investment (ROI) (in %) (i) ROI of Debt Mutual Funds (in %) (ii) ROI of Equity Mutual Funds (in %)	Realised Gain on Sale & Unrealised Gain (fair value change) on investment	Sum of Weighted Average Investment (by assigning time weights for the investment holding period during the year)	6.65% -4.24%	8.85% 5.72%	-24.83% -174.14%	Variance in ratio is due to performance of Debt and Equity Mutual funds

Note (i) Debt-Equity Ratio & Debt Service Coverage Ratio

There is no borrowing at the end of current / previous financial year, thus Debt- Equity Ratio and Debt service coverage ratio is not possible to calculate & disclose.

Note (ii) Inventory Turnover, Trade Payables Turnover, Trade Receivable Turnover, Net Capital Turnover Ratio & Net Profit Ratio

The Company is not an operational company (Turnover i.e. Revenue from Operations of the company is Nil), thus it is not possible to calculate and disclose the Analytical ratios which are directly related to Turnover being Inventory Turnover ratio, Trade Receivables Turnover ratio, Trade payables turnover ratio, Net capital turnover ratio and Net profit ratio.

Note (iii): Return on Equity (ROE) Ratio and Return on Capital Employed (ROCE)

While calculating ROE and ROCE, Total Equity excludes "Accumulated Balance of Other comprehensive income(OCI)" being Unrealised fair value gain of financial instruments through OCI and Non Current Liabilities excludes DTL on Accumulated Unrealised fair value gain on Financial instruments through OCI.



Punjab Mercantile & Traders Limited

Notes to the Financial Statements for the year ended 31st March, 2026

Note-24 : Disclosure pertaining to "Undisclosed Income" under Income Tax

During the Current / previous financial year, the Company has not surrendered or disclosed any Income in the tax assessment/ under any scheme in this regard of the Income Tax Act.

Note 25: All amounts have been rounded-off to the nearest lakhs (up to two decimal point), as per the requirements of Schedule III of the Companies Act, 2013, unless otherwise stated.

Note-26 : Previous Year Figures have been re-grouped/re-casted wherever considered necessary to conform to this year's classification.

As per our Report of even date attached

For TANUJ GARG & ASSOCIATES

Chartered Accountants

Firm Regn. No. 013843C

Monika Garg

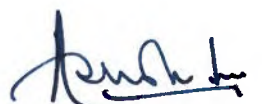
Partner

Membership No. 407038

Place: New Delhi

Date: May 25, 2026

For and On Behalf of the Board of Directors



Ashok Sen

Director

DIN: 00002109



Rakesh Dhamani

Director

DIN: 07065199

