




The Chief General Manager
Listing Operation, BSE Limited,
20th Floor, P.J. Towers,
Dalal Street,
Mumbai – 400 001.

Dear Sir,

Sub: Application for “In-principle approval” prior to issue and allotment of 9,00,00,000 convertible warrants on preferential basis under Regulation 28(1) of the SEBI (Listing Obligations and Disclosure Requirements), Regulations, 2015.

1. We, **M/s. J. Singh & Associates, Chartered Accountants** hereby certify that the minimum issue price for the proposed preferential issue of **M/s. Mrugesh Trading Limited**, based on the pricing formula prescribed under Regulation 165 of Chapter V of SEBI (Issue of Capital and Disclosure Requirements) Regulations, 2018 has been worked out at Rs. 10.
2. The relevant date for the purpose of said minimum issue price was 22nd May, 2024.
3. The workings for arriving at such minimum issue price or valuation report from Independent Registered Valuer have been attached herewith as an annexure-I.
4. The highest trading volume in respect of the equity shares of the issuer has been recorded during the preceding 90 trading days prior to the relevant date is not applicable as the share of the Company are infrequently traded.
5. We hereby certify that the Articles of Association of the issuer does not provide for a method of determination which results in a floor price higher than that determined under ICDR Regulations, 2018.

For, J. Singh & Associates
Chartered Accountant


CA Amit J Joshi
Partner
Membership No.: 120022
FRN: 110266W
UDIN: 24120022BKAVAP1574



Date: 24.05.2024



Annexure-I

1. Net Asset Value (NAV) and its Calculation:

MRUGESH TRADING LIMITED “NET ASSET VALUE”	
Particular	(Unaudited) Amount 31-03-2024
LIABILITIES	
No. of shares	245000
PSC (Equity)	24,50,000
Reserve & surplus	-1828.84
Long term borrowings	1042.884
Deferred tax liabilities	0
Long term provision	0
Short term borrowings	0
Short term provision	0
Trade Payables	127.90865
Other current liabilities	1523.326
TOTAL	3315.27413
ASSETS	
Property, Plant & Equipment	0
Capital work-in-progress	0
Intangible assets	0
Non current investment	0
Other Non-Current assets	1461.831
Inventories	0
Trade Receivables	0
Cash & cash equivalents	1385.18
Long term Loan and advances	12.84
Other Current assets	455.41118
TOTAL	3315.27218
NET ASSET VALUE	621155.48
Book value (NET ASSET VALUE/No. of Shares)	2.53532849



(i) Profit Earning Capacity Value (PECV)

For the year ended on:	Weight	PAT in Rs.	Details
FY 31-03-24	3.34	-16,700.00	-55778
FY 31-03-23	3.33	-84,610.00	-281751.3
FY 31-03-22	3.33	-2,86,719.00	-954774.3
Average Profit after Tax			-129230
No. of equity shares			245000
Average EPS			-0.53
Capitalisation rate of Industry @			8.5
PECV based Equity Value per Share			-4.48

(i) PE Ratio Value Multiple (PER)

For the year ended on:	Weight	EPS	Details
FY 31-03-24	5	-0.07	-0.340816327
FY 31-03-23	3	-0.35	-1.036040816
FY 31-03-22	2	-1.17	-2.340563265
Weighted Average EPS			-0.37
PE Ratio for the industry* @			30.5
PE Ratio based equity value per share			-11.34

For arriving at the value of per equity share of the company and considering valuation inputs available for determining valuation under different methods, simple average have been applied to arrive at the value per equity share of the company.

S No.	Method	Annexure	Value per share
(a)	NAV Method	A	2.54
(b)	Profit earning capacity value	A	-4.48
(c)	PE Ratio value Multiple	A	-11.34
Total			-2.69

The Value of the shares of the company should be INR -2.69 per share. As per Sec 53 of Companies Act, 2013 company cannot issue shares at discount/ less than its face value. Thus, the fair value of each Equity Share is Rs. 10/-.