



प्रभाग
DIVISION



दि स्टेट ट्रेडिंग कार्पोरेशन ऑफ इंडिया लिमिटेड
(भारत सरकार का उद्यम)
THE STATE TRADING CORPORATION OF INDIA LTD.
(A Govt. of India Enterprise)

STC/BS&P/BS/10082/2017-18/STEX

November 11, 2021

Manager - Listing Compliance Department National Stock Exchange of India Limited Exchange Plaza, Bandra - Kurla Complex, Bandra (East), Mumbai - 400051 Scrip Code : STCINDIA - EQ	Manager - Listing Compliance Department BSE Limited 1 st Floor, P.J. Towers, Dalal Street Mumbai - 400001 Scrip Code : 512531
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**Sub: Unaudited Financial Results (Limited Reviewed) for the quarter &
half year ended on September 30, 2021**

Dear Sir/Madam,

Pursuant to Regulations 30 & 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, this is to inform you that the Board of Directors of the Company had, at its meeting held today i.e. November 11, 2021, considered and approved the Statement of Unaudited Financial Results (Consolidated) for the quarter & half year ended on September 30, 2021.

Statement of Unaudited Financial Results (Consolidated) along with Limited Review Report of the Statutory Auditors for the quarter & half year ended on September 30, 2021 and Press Release are enclosed herewith.

The Board meeting commenced at 03:00 P.M. and concluded at 04:10 P.M.

Please take note of the above information.

Thanking you,

Yours sincerely,

For The State Trading Corporation of India Limited


(Vipin Tripathi)

Company Secretary & Compliance Officer

पंजीकृत कार्यालय : जवाहर व्यापार भवन, टॉलस्टॉय मार्ग, नई दिल्ली-110001 / Regd. Office : Jawahar Vyapar Bhawan, Tolstoy Marg, New Delhi-110 001

कॉर्पोरेट पहचान संख्या / Corporate Identity No. : L74899DL1956GOI002674

दूरभाष / Telephone : 011-23313177 फैक्स / Fax : 011-23701123, 23701191 ई-मेल / E-mail : co@stclimited.co.in वेबसाइट / Website : www.stclimited.co.in

“हिन्दी में प्राप्त पत्रों का स्वागत है”



Independent Auditor's Report on Unaudited Quarterly Standalone Financial Results of The State Trading Corporation of India Limited pursuant to Regulation 33 of the SEBI (Listing Obligations and Reporting Requirements) Regulations, 2015, As Amended

**To the Board of Directors of
The State Trading Corporation of India Limited**

- 1 We have reviewed the accompanying statement of unaudited financial results of **The State Trading Corporation of India Limited** for the quarter ended 30th September, 2021 and half year to date from 1st April, 2021 to 30th September, 2021.
- 2 This statement is the responsibility of the Company's Management and has been approved by the Board of Directors/ Committee of Board of Directors. Further, the Management is also responsible to ensure that accounting policies used in preparation of this Statement are consistent with those used in the previous financial year and are in accordance with the Companies (Indian Accounting Standards) Rules, 2015 (Ind AS) prescribed under Section 133 of the Companies Act, 2013 and other recognised accounting practices and policies. Our responsibility is to issue a report on the Statement based on our review.
- 3 We conducted our review in accordance with the Standard on Review Engagement (SRE) 2410, Engagements to Review Financial Statements issued by the Institute of Chartered Accountants of India. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the financial statements are free of material misstatement. A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provide less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.

4 Basis for Qualified Opinion

- a. **Non provision in respect of the items / matters as indicated below, has resulted in the loss shown being understated by INR 129.10 crores for the quarter ended 30th September, 2021. Consequently, the reserve and surplus (negative) is also understated by Rs. 129.10 crores.**
- i. For not providing firm liability of Rs. 3.92 Crores from one of the party, M/s Lichen Metals Private Limited, after adjusting the deposit of Rs. 27.95 crores from Holding Company of the Party. The said Holding Company of the party had approached for arbitration against the adjusted deposit and the arbitration award was in favor of holding Company of the party on 10.10.2018. Company had filed an appeal before the Hon'ble single bench of High Court against the arbitration award on 25.01.2019. However, under the Order passed by the Hon'ble Calcutta High Court, company



has deposited an amount of Rs 31.92 Crores on losing the case being the adjusted deposit with interest and made a provision for Rs. 27.95 Crores in the books of accounts.

- ii. An amount of Rs.4.98 crores was shown as a contingent liability -Toepfer International Asia Pte. Ltd. since FY 2017-18 against which the Company has not provided firm liability although the Company has lost the case in Indian Council of Arbitration. Company has challenged lost case before DHC where date of hearing is scheduled on 25.11.2021.
- iii. The board of directors of the company dated 05th April 2021 resolved that the company will continue as a non-operative company. The Company has Deferred Tax Asset worth Rs 86.49 Crores (including MAT Credit of INR 13.48 Crores). However, there is no virtual certainty of profits in the future considering the high value of contingent liabilities, owing to the non-operative status of the company and the negative net worth of the Company. Accordingly, the Deferred tax should be reversed and therefore loss is understated by 73.01 Crore.
- iv. Non-provision of a demand of Rs. 46.92 Crores out of total demand received from Land and Development Office - New Delhi amounting to Rs. 132.32 crores (for the period March,2004 to July, 2018) which has resulted in understatement of loss by Rs. 46.92 Crores and understatement of liabilities. Also, company has not provided for interest accruing on the said demand amount (to be calculated at the rate of 10%) accumulating to Rs. 43 crore approximately.
- v. The company has invested an amount of Rs. 0.01 crore in equity shares of Andhra Pradesh Trade Corporation Limited. No physical share certificate could be furnished by the company in support of the realizability of the investment.
- vi. The assets held for sale and disposal still reflects CWIP amounting to Rs. 1.83 crore out of which 0.26 crore pertains to intangible asset under development. These intangible assets comprise of software programme (PMS,LMS,Payroll) . Due to certain delay in development of software coupled with thinning of employees due to VRS, the assets could not be qualified as Intangible assets under IND-AS 38. Hence, these intangibles are supposed to be written off in FY 2021-22. However, they are still not written off and forming part of CWIP or Assets held for disposal.

As a result of matters contained in paras (a) (i) to (vi) above, loss for the quarter is understated by Rs. 129.10 crores.

b. The impact of the following is not ascertainable:

- i. In the view of the default by the company in paying due interest amount to the banks, Company was declared NPA. The lender banks have initiated DRT proceedings against the company. The memorandum of the OTS (MOTS) proposal with lender banks is in progress and is in line with the minutes of the high level meeting held in 29.08.2019 and the further clarificatory letter dated 13.10.2020 of Ministry of Commerce. As per the consortium leader Canara bank (Letter dated 01.03.2021), matter is being followed up by the Banks and there is positive hope that resolution will happen at the earliest possible time.
- ii. In view of the non-availability of confirmation of balances of receivables and payables (including direct & indirect taxes), the impact, if any, is unascertainable as most of the matters are subjudice.



- iii. As per the significant accounting policy No. 3.1 (e) Property, Plant and Equipment (PPE), the financial statements for the year 2021-22 have been prepared on realisation basis and the assets have been classified as held for sale. It is probable that future economic benefits associated with the PPEs will not flow to the company in the normal course of business. Therefore the PPEs have been carried based at their estimated realisable values. The valuation process of the assets is going on and the values are being shown at historical cost.
- iv. For non-adjustment of value/area in Fixed Assets Register against areas acquired by Delhi Metro Rail Corporation (DMRC) for construction of Metro Station by NDMC for widening of the Road during Asian Games due to want of confirmation from the concerned authorities.
- v. Further in case of M/s Rajat Pharmaceuticals Ltd (RPL) who drew bills of exchange on Company which were accepted upon receipt of overseas buyer's pre-acceptance to Company's bills of exchange. However, the foreign buyers defaulted in making payments against the export bills and have gone into liquidation. A sum of Rs.527.86 crores has been admitted by the liquidator of one of the foreign buyer's i.e. Loben Trading Co. Pte. Ltd, Singapore. A Decree of Rs 62.47 Crs. approx. has been passed by Hon'ble Bombay High Court in favour of Company against the dues from another foreign buyer i.e., Sweetland Trading Pte Ltd., Singapore. As of current date, RPL has gone into liquidation and official liquidator is appointed by Hon'ble High Court Bombay. The matter is also under investigation by Central Bureau of Investigation (CBI). Banks & Financial institution have filed legal suit against RPL before DRT making STC also a party to the case claiming Rs. 476.47 Crore.
For matters other than RPL, as all these matters are sub-judice and/or under investigation of CBI we are unable to comment upon the same.
- vi. Customer at credit includes amount payable to U.P. Government amounting to Rs 6.03 Crores. As informed by the Branch management, Branch has made various other claims on U.P Government and accordingly dues of Rs. 39.11 Crores is recoverable from U.P. Government for which debit note dated March 10, 2014 was raised. However, the said claim was not recognized in the standalone unaudited financial results of the branch till date, as its ultimate collection was not certain. In absence of information on acceptability of the said claim by UP Government, we are unable to ascertain its possible impact, if any, on the standalone unaudited financial results of the Company.
- vii. As per para No.25 of IND AS -105 " Non -current assets held for sale and Discontinued Operations, "An entity shall not depreciate a non-current asset while it is classified as held for sale or while it is part of a disposal group classified as held for sale." Accordingly, as per the revised accounting policy, the company has not charged depreciation for the current quarter and has reversed the depreciation charged for the previous quarter amounting to 3.97 crore.



5. Qualified Opinion

Based on our review conducted and the audit evidence obtained, we have observed that the company has already decided to close the business operations and continue as non-going concern till the assets are realized and liabilities are paid. Further in addition to severe legal cases " on" and "by" the company and non-provision of impairment of financial assets and other liabilities, there are other issues also where it is not possible to comment upon and ascertain the effect of the same on financial statements.

6. Emphasis of Matter

- a. We draw attention to Note No. 6 (a) of the attached standalone unaudited Financial Results in respect of the decision taken in the meeting held on 29.08.2019 by the administrative ministry and further decision of the Board in its 639th meeting dated 05.04.2021, it has been resolved that the company will continue as a non-operating company for the time being and to prepare the accounts from the F.Y. 2021-22 onwards on non-going concern basis.
- b. We draw attention to Note No. 4 of the attached standalone unaudited Financial Results in respect of litigation matters, their present status and provisioning, if any, required and on-going investigations into the alleged irregularities; further, the Company's past operations have exposed it to the risk of extensive litigation and contractual claims from third parties with increased litigation costs. Due to the range of potential outcomes, voluntary retirement of employees dealing with these cases and the significant uncertainty around the resolution of various claims, the amount of ultimate liabilities, if any, to be recorded in the statements as provision is not ascertainable.

Our Conclusion is not modified in respect of these matter.

For Bhatia & Bhatia
Chartered Accountants
FRN: 0003202N of ICAI


R.BHATIA, FCA

(Partner)

Membership No. 017572

Date: 11th November, 2021

UDIN: 21017572AAAALT6577





Independent Auditor's Limited Review Report on Unaudited Quarterly Consolidated Financial Results of The State Trading Corporation of India Limited pursuant to Regulation 33 of the SEBI (Listing Obligations and Reporting Requirements) Regulations, 2015, As Amended

**To the Board of Directors of
The State Trading Corporation of India Limited**

- 1 We have reviewed the accompanying statement of unaudited Consolidated financial results of **The State Trading Corporation of India Limited (hereinafter referred to as "the Holding Company")** and its subsidiary (the Holding Company and its subsidiary together referred to as the "Group"), for the quarter ended 30th September 2021 ("the Statement"), attached herewith, being submitted by the Holding Company pursuant to the requirement of regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulation, 2015, as amended ("the Listing Regulations") including relevant circulars issued by SEBI from time to time.
- 2 This statement is the responsibility of the Company's Management and has been approved by the Board of Directors/ Committee of Board of Directors and has been prepared in accordance with recognised and measurement principles laid down in Indian Accounting Standard 34 prescribed under Section 133 of the Companies Act, 2013 and other recognised accounting practices and policies. Our responsibility is to express an opinion on the Statement based on our review.
- 3 We conducted our review in accordance with the Standard on Review Engagement (SRE) 2410 "Review of Interim Financial Information performed by the Independent Auditor of the Entity", issued by the Institute of Chartered Accountant of India and also considering the requirement of Standard on Auditing SA 600 on "Using the work of Another Auditor". A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provide less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.
- 4 We also performed procedures in accordance with the circular issued by the SEBI under Regulation 33 (8) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, to the extent applicable.



5 Basis for Qualified Opinion

Non provision in respect of the items / matters as indicated below, has resulted in the loss shown being understated by INR 3610.82 crores for the quarter ended 30th September, 2021. Consequently, the reserve and surplus (negative) is also understated by Rs. 3,610.82 crores.

- i. For not providing firm liability of Rs. 3.92 Crores from one of the party, M/s Lichen Metals Private Limited, after adjusting the deposit of Rs. 27.95 crores from Holding Company of the Party. The said Holding Company of the party had approached for arbitration against the adjusted deposit and the arbitration award was in favor of holding Company of the party on 10.10.2018. Company had filed an appeal before the Hon'ble single bench of High Court against the arbitration award on 25.01.2019. However, under the Order passed by the Hon'ble Calcutta High Court, company has deposited an amount of Rs 31.92 Crores on losing the case being the adjusted deposit with interest and made a provision for Rs. 27.95 Crores in the books of accounts.
- ii. An amount of Rs.4.98 crores was shown as a contingent liability -Toepfer International Asia Pte. Ltd. since FY 2017-18 against which the Company has not provided firm liability although the Company has lost the case in Indian Council of Arbitration. Company has challenged lost case before DHC where date of hearing is scheduled on 25.11.2021.
- iii. The board of directors of the company dated 05th April 2021 resolved that the company will continue as a non-operative company. The Company has Deferred Tax Asset worth Rs 86.49 Crores (including MAT Credit of INR 13.48 Crores). However, there is no virtual certainty of profits in the future considering the high value of contingent liabilities, owing to the non-operative status of the company and the negative net worth of the Company. Accordingly, the Deferred tax should be reversed and therefore loss is understated by 73.01 Crore.
- iv. Non-provision of a demand of Rs. 46.92 Crores out of total demand received from Land and Development Office - New Delhi amounting to Rs. 132.32 crores (for the period March,2004 to July, 2018) which has resulted in understatement of loss by Rs. 46.92 Crores and understatement of liabilities. Also, company has not provided for interest accruing on the said demand amount (to be calculated at the rate of 10%) accumulating to Rs. 43 crore approximately.
- v. The company has invested an amount of Rs. 0.01 crore in equity shares of Andhra Pradesh Trade Corporation Limited. No physical share certificate could be furnished by the company in support of the realizability of the investment.
- vi. The assets held for sale and disposal still reflects CWIP amounting to Rs. 1.83 crore out of which 0.26 crore pertains to intangible asset under development. These intangible assets comprise of software programme (PMS,LMS,Payroll) . Due to certain delay in development of software coupled with thinning of employees due to VRS, the assets could not be qualified as Intangible assets under IND-AS 38. Hence, these intangibles are supposed to be written off in FY 2021-22. However, they are still not written off and forming part of CWIP or Assets held for disposal.



- vii. The Subsidiary Co. (STCL Ltd.) has not provided interest from the year FY 2018-19 on Cash Credit and Packing Credit advances availed from the consortium of banks on the ground that the prevailing rate of interest is low in comparison to interest provided in earlier years and confirmation of balance from the banks has not been received by the company. Due to non-provision of interest, the loss has been understated by Rs. 3481.72 with consequential reduction in bank liabilities. However, the STCL Ltd. has shown the above amount as a contingent liability.

As a result of matters contained in paras (a) (i) to (vii) above, loss for the quarter is understated by Rs. 3,610.82 crores.

6 The impact of the following is not ascertainable:

- i. In the view of the default by the company in paying due interest amount to the banks, Company was declared NPA. The lender banks have initiated DRT proceedings against the company. The memorandum of the OTS (MOTS) proposal with lender banks is in progress and is in line with the minutes of the high level meeting held in 29.08.2019 and the further clarificatory letter dated 13.10.2020 of Ministry of Commerce. As per the consortium leader Canara bank (Letter dated 01.03.2021), matter is being followed up by the Banks and there is positive hope that resolution will happen at the earliest possible time.
- ii. In view of the non-availability of confirmation of balances of receivables and payables (including direct & indirect taxes), the impact, if any, is unascertainable as most of the matters are subjudice.
- iii. As per the significant accounting policy No. 3.1 (e) Property, Plant and Equipment (PPE), the financial statements for the year 2021-22 have been prepared on realisation basis and the assets have been classified as held for sale. It is probable that future economic benefits associated with the PPEs will not flow to the company in the normal course of business. Therefore the PPEs have been carried based at their estimated realisable values. The valuation process of the assets is going on and the values are being shown at historical cost.
- iv. For non-adjustment of value/area in Fixed Assets Register against areas acquired by Delhi Metro Rail Corporation (DMRC) for construction of Metro Station by NDMC for widening of the Road during Asian Games due to want of confirmation from the concerned authorities.
- v. Further in case of M/s Rajat Pharmaceuticals Ltd (RPL) who drew bills of exchange on Company which were accepted upon receipt of overseas buyer's pre-acceptance to Company's bills of exchange. However, the foreign buyers defaulted in making payments against the export bills and have gone into liquidation. A sum of Rs.527.86 crores has been admitted by the liquidator of one of the foreign buyer's i.e. Loben Trading Co. Pte. Ltd, Singapore. A Decree of Rs 62.47 Crs. approx. has been passed by Hon'ble Bombay High Court in favour of Company against the dues from another foreign buyer i.e., Sweetland Trading Pte Ltd., Singapore. As of current date, RPL has gone into liquidation and official liquidator is appointed by Hon'ble High Court Bombay. The matter is also under investigation by Central Bureau of Investigation (CBI). Banks & Financial institution have filed legal suit against RPL before DRT making STC also a party to the case claiming Rs. 476.47 Crore.



For matters other than RPL, as all these matters are sub-judice and/or under investigation of CBI. we are unable to comment upon the same.

- vi. Customer at credit includes amount payable to U.P. Government amounting to Rs 6.03 Crores. As informed by the Branch management, Branch has made various other claims on U.P Government and accordingly dues of Rs. 39.11 Crores is recoverable from U.P. Government for which debit note dated March 10, 2014 was raised. However, the said claim was not recognized in the standalone unaudited financial results of the branch till date, as its ultimate collection was not certain. In absence of information on acceptability of the said claim by UP Government, we are unable to ascertain its possible impact, if any, on the standalone unaudited financial results of the Company.
- vii. As per para No.25 of IND AS -105 " Non -current assets held for sale and Discontinued Operations, "An entity shall not depreciate a non-current asset while it is classified as held for sale or while it is part of a disposal group classified as held for sale." Accordingly, as per the revised accounting policy, the company has not charged depreciation for the current quarter and has reversed the depreciation charged for the previous quarter amounting to 3.97 crore.

7 Qualified Opinion

Based on our review conducted and the audit evidence obtained, we have observed that the company has already decided to close the business operations and continue as non-going concern till the assets are realized and liabilities are paid. Further in addition to severe legal cases" on" and "by" the company and non-provision of impairment of financial assets and other liabilities, there are other issues also where it is not possible to comment upon and ascertain the effect of the same on financial statements.

8 Emphasis of Matter

- a. We draw attention to Note No. 6 (a) of the attached standalone unaudited Financial Results in respect of the decision taken in the meeting held on 29.08.2019 by the administrative ministry and further decision of the Board in its 639th meeting dated 05.04.2021, it has been resolved that the company will continue as a non-operating company for the time being and to prepare the accounts from the F.Y. 2021-22 onwards on non-going concern basis.
- b. We draw attention to Note No. 4 of the attached standalone unaudited Financial Results in respect of litigation matters, their present status and provisioning, if any, required and on-going investigations into the alleged irregularities; further, the Company's past operations have exposed it to the risk of extensive litigation and contractual claims from third parties with increased litigation costs not fully provided for. Due to the range of potential outcomes, voluntary retirement of employees dealing with these cases and the significant uncertainty around the resolution of various claims, the amount of ultimate liabilities, if any, to be recorded in the statements as provision is not ascertainable.



c. The accounts of the STCL Ltd. are prepared based on the assumption that the Company is not a going concern due to following reasons:

- The Shareholders of the STCL in their Extraordinary General Meeting held on 12.09.2013 had approved winding up of the Company under Section 433 (a) of the Companies Act, 1956.
- Department of Commerce, Ministry of Commerce and Industry vide its letter dated 26.08.2013 had conveyed the approval of the Union Cabinet for winding up of the STCL and to offer Voluntary Separation Scheme (VSS) to the Employees.
- STCL had filed a winding-up petition before the Hon'ble High Court of Karnataka on 26.11.2013

Accordingly, the STCL has drawn the accounts on a Liquidation basis i.e., assets have been revalued on the realizable basis, whereas the liabilities towards the bank have been stated at book value, in view of legal cases initiated by the banks against the company for recovery of their dues and all other liabilities at their stated value.

These events or conditions indicate that a material uncertainty exists that may cast significant doubt on the company's ability to continue as a going concern. The STCL auditor opinion is not modified in respect of this matters

d. The STCL Ltd. has made provision for payment of interest as per the claim made by the consortium banks in DRT up to 20.07.2011 and further interest are provided at the rates mentioned in the DRT application by the banks. Excess interest/penal interest/ liquidated damages claimed by the banks as shown in their balance confirmation certificate amounting to Rs.165,83,94,543/- has been shown under contingent liability. However, the contingent liability as shown in Notes consists only of those banks who have given their balance confirmation certificate.

e. The Subsidiary has shown the bank balances in the financials for which the statements are not available to verify the correctness of the balances. Hence the balances of the following bank accounts are subject to confirmation from banks.

Bank Accounts	Bank balances as shown in financials as at 30.09.2021(in Rs.)
UBI BODI – 29231	1,00,118
Syndicate Bank-Bydagi-12083074973	3,860
Indian Bank-Chennai-CA-758100344	14,818
Union Bank of India-00052-EEFC	1,03,168
SBT - CA 57060771639 - KUM IMP	4,01,796
HDFC Bank-KOC-5202320001163	1,00,336
SPECIAL TERM DEPOSIT-SBT KUMILY	1,27,738
TERM DEPOSIT (CANARA BANK, BANGALORE)	1,20,04,307



- f. The STCL Ltd. has shown the margin money under lien in the financials for which the statements are not available to verify the correctness of the balances. Hence the below balances the are subject to confirmation from banks

Bank Accounts	Bank balances as shown in financials as at 30.09.2021 (in Rs.)
Margin Flc-60029	3,41,000
Margin on Guarantee Issued-VB	49,821
Margin on Guarantee Issued-VB1	5,29,120
TDR - Vijaya Bank	8,75,801

- g. Attention is drawn to Note No. 22 of the Notes to financial statements of STCL (Subsidiary company) which states that, Interest payable of Rs. 33,78,29,51,647/- on the principal amount due to the banks is arrived on the basis of the interest rates disclosed in the Debt Recovery Tribunal application filed by banks up to 20.07.2011. No Interest provision have been made by the company for the current financial year on the ground that the prevailing rate of interest is too low in comparison to interest provided in earlier years and Confirmation of Accounts has not been received from the banks.

- h. Attention is drawn to Note No. 8.2 of the Notes to financial statements of STCL (Subsidiary company) with respect to investment in Shares of NSS Satpura Agro Development Corporation Ltd., which states as follows:

The Joint Venture Company has incurred losses and its cumulative losses is Rs. 30,13,372/- up to 31st March 2013 and details of subsequent period are not available, the Company has written off Rs. 7,53,343/- towards permanent diminution in its investment value up to earlier years. The audited financial statements of NSS Satpura are not available for the subsequent periods. The Company Board approved in its 142nd Board Meeting held on 24.10.2013 for withdrawal from the Joint Venture Company NSSADCL.

Attention is drawn to Note No 24(a) and 24(b) financial statements of STCL (Subsidiary company), Grant has been received from VITC (Visvesvaraiya Industrial Trade Centre) under ASIDE Scheme amounting Rs.1,20,00,000/- for Export Promotion during the year 2006-07 towards Chillyftds Processing Centre-Byadgi. Grant in Aid has been received amounting to Rs, 6,29,00,000/- during the year 2008-09, for Steam Sterilization plant at Chinddawara. The company has amortized depreciation on assets for which grants were received, at WDV method and has reduced the same from the grants.However, from the FY 2019-20 no grants has been amortized since the possession of such assets for such grant availed has been taken over by the consortium of lenders.

Due to non-availability of conditions relating to disposal or compulsory acquisition, we are unable to opine on the treatment given by the company in the financial statement on the un-amortized portion of grant to the tune of Rs. 1,10,09,432.

- i. Attention is drawn to Note No.13, financial statements of STCL (Subsidiary company) Company has TDS Receivable of Rs. 35,17,378 from the FY 2004-05 but the same is subject to outstanding demand and litigation by Income Tax Authority. Hence there are mere chances of getting the refund of same.



- j. STCL Ltd. has mentioned GST Liability on the sale of plant and machinery under Contingent liability of Rs. 13,77,095. Proceeds from the bank has been adjusted with the loan as per the Section 13 of SARFAESI Act, Hence the sale deed executed between the lender and bidder has not been made available to the company and hence company is not in the position to decide whether the GST Liability on sale of plant and machinery is on the company or bank.

Other Matters

We did not review the interim financial results of one subsidiary included in the consolidated unaudited financial results, whose interim financial results reflect total revenues of Rs 0.03 crores, total net loss after tax of Rs 0.51 crores and total comprehensive loss of Rs 0.51 crores for the quarter ended 30th September 2021 as considered in the consolidated unaudited financial results. This interim financial result has been reviewed by other auditor whose report has been furnished to us by the Management and our conclusion on the Statement, in so far as it relates to the amounts and disclosures included in respect of these subsidiary is based solely on the reports of the other auditors and the procedures performed by us as stated in paragraph 3 above.

Our Opinion is not modified in respect of these matters.

For Bhatia & Bhatia
Chartered Accountants
FRN: 0003202N of ICAI



R.BHATIA, FCA
(Partner)

Membership No. 017572

Date: 11th November, 2021

UDIN: 21017572AAAA LU7068



THE STATE TRADING CORPORATION OF INDIA LTD
Balance Sheet as at Sept 30, 2021

Annexure- I

(Rs. Crore)

Particulars	Standalone		Consolidated	
	As at Sept 30, 2021	As at Sept 30, 2020	As at Sept 30, 2021	As at Sept 30, 2020
ASSETS				
Non-current assets				
(a) Property, Plant and Equipment	-	578.78	-	578.79
(b) Capital work-in-progress	-	0.45	-	0.45
(c) Investment property	-	300.26	-	300.26
(d) Other intangible assets	-	0.01	-	0.01
(e) Financial Assets :				
(i) Investments	0.01	0.01	0.01	0.01
(ii) Trade receivables	-	966.85	-	966.85
(iii) Loans	-	5.33	-	5.35
(iv) Other Financial Assets	-	56.76	-	56.81
(f) Deferred tax assets (net)	86.49	86.49	86.49	86.49
(g) Other non-current assets	-	5.02	-	5.02
Sub total	86.50	1,999.96	86.50	2,000.04
Current Assets				
(a) Inventories	0.07	0.11	0.07	0.11
(b) Financial Assets :				
(i) Trade receivables	1,067.04	126.81	1,067.04	126.81
(ii) Cash & cash equivalents	15.21	60.81	16.53	63.25
(iii) Bank Balances other than (ii) above	-	24.16	0.18	24.34
(iv) Loans	7.00	5.49	7.17	5.66
(v) Other Financial Assets	275.75	174.09	275.81	174.20
(c) Tax Assets (Net)	17.44	34.30	17.60	34.60
(d) Other Current Assets	10.99	8.45	11.50	8.78
(e) Other non current assets held for disposal	873.14	0.01	873.15	0.01
Sub total	2,266.64	434.23	2,269.05	437.76
Total Assets	2,353.14	2,434.19	2,355.55	2,437.80
EQUITY AND LIABILITIES				
Equity				
(a) Equity Share Capital	60.00	60.00	60.00	60.00
(b) Other Equity	(249.05)	(141.33)	(4,813.78)	(4,705.69)
Sub total	(189.05)	(81.33)	(4,753.78)	(4,645.69)
Liabilities				
Non-current liabilities				
(a) Financial Liabilities				
(i) Borrowings	-	-	-	-
(ii) Trade payables -MSME	-	-	-	-
(iii) Trade payables -Others	-	988.77	-	988.77
(iv) Other Financial Liabilities	-	73.41	-	73.41
(b) Provisions	-	115.31	-	115.66
(c) Other non-current liabilities	0.02	7.41	0.02	7.41
Sub total	0.02	1,184.90	0.02	1,185.25
Current liabilities				
(a) Financial Liabilities				
(i) Borrowings	806.23	806.23	1,986.87	1,988.95
(ii) Trade payables -MSME	-	-	-	-
(iii) Trade payables -Others	1,122.02	146.89	1,123.13	148.02
(iv) Other Financial Liabilities	435.31	226.25	3,818.90	3,609.60
(b) Provisions	166.76	55.76	167.40	56.13
(c) Other current liabilities	11.85	95.49	13.01	95.54
Sub total	2,542.17	1,330.62	7,109.31	5,898.24
Total Equity and Liabilities	2,353.14	2,434.19	2,355.55	2,437.80

Notes:-

1) These Financial results have been prepared in accordance with the accounting policy for the FY-2021-22 on a non-going concern basis passed by the Board in its 641st Meeting held on 03.08.2021.

2) The financial results for the half-year ended 30th September 2021 were reviewed by the Audit Committee on 11.11.2021 and approved by the Board of Directors in its meeting held on 11.11.2021.

3) In view of the default by the company in paying due interest amount to the banks, STC was declared NPA. The lender banks have initiated DRT proceedings against the company, which is likely to be withdrawn soon. The Memorandum of the OTS (MOTS) proposal with the lender banks is at the final stages and is in line with the minutes of the high level meeting held on 29.08.19 and the further clarificatory letter dated 13.10.2020 of Ministry. The liability towards bank is proposed to be settled by way of transfer of title of identified immovable property worth Rs. 300 crore on "as is where is basis" as a full and final settlement.

4) Total trade receivable of Rs. 1,067.04 Crore includes Rs. 678.25 Crore "having significant increase in credit risk" being under dispute/litigation. Trade receivables, against which dispute/legal proceedings are under process, have been considered as "Having Significant increase in credit risk". The company feels that even if no amount would eventually be recovered, no credit impairment is required for the credit risk since the creditor will be paid by the company only to the extent the amount is realized from the debtors. Further, for remaining balance of Rs. 388.79 Crore approx. is recoverable hence no provision is considered necessary.



5) Against the demand of Rs. 132.32 Crore raised by L&DO vide its letter no. L&DDO/LS2A/9225/133 dated 26th March 2018 from 2004-05 onwards the corporation has provided Rs. 85.41 crore towards 25% of rental income from March' 04 to July' 18 based on the audited figures for the said period. The remaining Rs. 46.91 crore is being shown under Coningent Liabilities as the calculation of original demad of Rs. 132.32 crore is still contested by STC.

6) (a) Consequent upon the decisions taken in the meeting held on 29.08.2019, by the administrative ministry and further decision of the Board in its 639th meeting dated 05.04.2021, it has been resolved that STC to continue as a non-operating company for the time being and to prepare the accounts from the F.Y. 2021-22 onward on non-going concern basis.

(b.) Appropriate accounting treatment on Deferred Tax Assets (Net) will be made during FY-2021-22, as per significant accounting policy adopted on dtd 03.08.2021.

(C.) As per significant accounting policy based on Non-Going Concern, Assets (except DTA) and Liabilities are shown under "Current Assets " and "Current Liabilities ".

7) Insurance expense of Rs 0.93 crores on pledged stock has been charged under Indirect expenses.

8) Figures of the previous period have been recasted / reclassified to make them comparable with those of the current period wherever necessary.

9) Figures for the quarter ended 30th Sept 2021 are the balancing figures between the figures in respect of half year ended Sept 20 and the published figures of quarter ended June 21.

As per our report of even date attached

For Bhatia & Bhatia

Chartered Accountants

Firm Reg. No. 003202N



(CA. R. Bhatia)

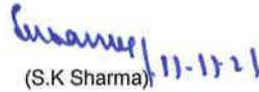
Partner

M. No. 017572

Place: New Delhi

Dated: 11.11.2021





(S.K Sharma)

Director (Personnel)

with additional charge of CMD

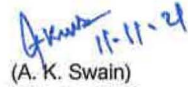
DIN -06942536



(NAN Jeyakumar)

Director (Marketing)

DIN-08479171



(A. K. Swain)

DGM-F & CFO



(Vipin Tripathi) Company Secretary

ACS -29378



THE STATE TRADING CORPORATION OF INDIA LTD.
STANALONE CASH FLOW STATEMENT FOR THE PERIOD ENDED 30 SEPTEMBER, 2021

Annexure - II
(Rs. Crore)

Particulars	For the Year Ended 30 Sept, 2021		For the Year Ended 30 Sept, 2020	
A. CASH FLOW FROM OPERATING ACTIVITIES :				
Net Profit /(Loss) Before Tax		(79.84)		(19.82)
Adjustment for:				
-Interest on loans			-	
-Depreciation	-		7.63	
-Net write back of Debts/Advances/claims/Liabilities/Assets	(0.02)		(0.18)	
-Income/Expenditure relating to let out property	(30.84)		(21.02)	
- Interest Income on fixed deposits/Investments	(2.91)		(5.57)	
-Loss on sale of asset	-		-	
-Profit on sale of assets	-	(33.77)	-	(19.14)
Operating Profit Before Working Capital Changes		(113.61)		(38.96)
Adjustment for:				
-Trade and other receivables		61.17		50.61
-Inventories		(0.03)		0.11
-Trade and other payables		75.34		(41.29)
Changes in Working Capital		22.87		(29.53)
Income Tax Paid				(1.70)
Net Cash Generated/Used In Operating Activities (A)		22.87		(31.23)
B. CASH FLOW FROM INVESTING ACTIVITIES:				
-Purchase of Fixed Assets		-		-
-Sale of Fixed Assets		0.01		-
-Proceeds Received from T-Bills/Deposits		(63.92)		43.18
-Interest received		2.91		5.57
-Let out properties (net)		30.84		21.02
Net Cash From Investing Activities (B)		(30.16)		69.77
C. CASH FLOW FROM FINANCING ACTIVITIES :				
-Increase in loans		-		-
-Interest Paid		-		-
Net Cash From Financing Activities (C)		-		-
Net Increase/Decrease in Cash And Cash Equivalents (A+B+C)		(7.29)		38.54
Reconciliation of Cash & Cash Equivalents				
Closing Cash & Bank Balances as per Balance Sheet		182.32		84.97
Opening Cash & Bank Balances as per Balance Sheet		189.61		46.43
Cash & Bank Balances as per Cash Flow Statement		(7.29)		38.54
Cash & cash equivalents as per Balance Sheet*		182.32		84.97
Less : Non readily convertible Bank Deposits		167.11		-
Cash & cash equivalents as per cash flow statement		15.21		84.94
Cash & cash equivalents includes unpaid dividend		-		0.03

* Refer note no. 11, 16 & 17

Significant Accounting Policies and the accompanying notes 1 to 62 form an integral part of accounts.

As per our report of even date attached
For Bhatia & Bhatia
 Chartered Accountants
 Firm Reg. No. 003202N

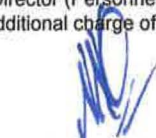


(CA. R. Bhatia)
 Partner
 M. No. 017572
 Place: New Delhi





(S.K SHARMA)
 Director (Personnel) with
 additional charge of CMD



(NAN Jeyakumar)
 Director (Marketing)
 DIN -08479171



(AK SWAIN)
 DGM-F & CFO



(VIPIN TRIPATHI)
 Company Secretary ACS -29378



THE STATE TRADING CORPORATION OF INDIA LTD.
CONSOLIDATED CASH FLOW STATEMENT FOR THE PERIOD ENDED 30 SEPTEMBER, 2021

Annexure - II
(Rs. Crore)

Particulars	For the Year Ended 30ST SEPTEMBER, 2021		For the Year Ended 30ST SEPTEMBER, 2020	
A. CASH FLOW FROM OPERATING ACTIVITIES :				
Net Profit /(Loss) Before Tax		(80.35)		(114.09)
Adjustment for:				
-Interest on loans			-	
-Depreciation	-		15.51	
-Net write back of Debts/Advances/claims/Liabilities/Assets	(0.02)		(30.02)	
-Income/Expenditure relating to let out property	(30.84)		(41.31)	
- Interest Income on fixed deposits/Investments	(2.94)		(28.06)	
-Loss on sale of asset	-		0.01	
-Amortisation of grants	-		-	
-Profit on sale of assets	-	(33.80)	(0.02)	(83.89)
Operating Profit Before Working Capital Changes		(114.15)		(197.98)
Adjustment for:				
-Trade and other receivables		61.18		(86.91)
-Inventories		(0.03)		(0.06)
-Trade and other payables		75.24		(168.95)
Changes In Working Capital		22.24		(453.90)
Income Tax Paid		-		4.70
Net Cash Generated/Used In Operating Activities (A)		22.24		(449.20)
B CASH FLOW FROM INVESTING ACTIVITIES:				
-Purchase of Fixed Assets		-		(0.14)
-Sale of Fixed Assets		0.01		0.02
-Proceeds Received from T-Bills/Deposits		(63.92)		306.66
-Interest received		2.94		28.06
-Let out properties (net)		30.84		41.31
Net Cash From Investing Activities (B)		(30.13)		375.91
C CASH FLOW FROM FINANCING ACTIVITIES :				
-Increase in loans		-		(200.00)
-Interest Paid		-		-
Net Cash From Financing Activities (C)		-		(200.00)
Net Increase/Decrease In Cash And Cash Equivalents (A+B+C)		(7.89)		(273.29)
Reconciliation of Cash & Cash Equivalents				
Closing Cash & Bank Balances as per Balance Sheet		183.82		244.50
Opening Cash & Bank Balances as per Balance Sheet		191.71		517.78
Cash & Bank Balances as per Cash Flow Statement		(7.89)		(273.28)
Cash & cash equivalents as per Balance Sheet		183.82		244.50
Less : Non readily convertible Bank Deposits		167.29		218.36
Cash & cash equivalents as per cash flow statement		16.53		26.11
Cash & cash equivalents includes unpaid dividend				0.03

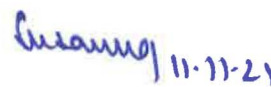
* Refer note no. 11, 16 & 17

Significant Accounting Policies and the accompanying notes 1 to 62 form an integral part of accounts.

As per our report of even date attached
For Bhatia & Bhatia
Chartered Accountants
Firm Reg. No. 003202N



(CA. R. Bhatia)
Partner
M. No. 017572
Place: New Delhi




11-11-21

(S.K SHARMA)
Director (Personnel) with
additional charge of CMD


(NAN Jeyakumar)
Director (Marketing)
DIN -08479171


11-11-21

(AK SWAIN)
DGM-F & CFO


11/11/2021

(VIPIN TRIPATHI)
Company Secretary ACS -29378



THE STATE TRADING CORPORATION OF INDIA LTD.
Statement of Financial Results for the Quarter ended Sept 30, 2021
CIN: L74899DL1956GOI002674

Annexure-III
(Rs. crore)

Particulars	STANDALONE						CONSOLIDATED					
	Quarter ended 30.09.2021	Quarter ended 30.09.2020	Quarter ended 30.06.2021	Half year ended 30.09.2021	Half year ended 30.09.2020	Year ended 31.03.2021	Quarter ended 30.09.2021	Quarter ended 30.09.2020	Quarter ended 30.06.2021	Half year ended 30.09.2021	Half year ended 30.09.2020	Year ended 31.03.2021
	(unaudited)	(unaudited)	(unaudited)	(unaudited)	(unaudited)	(audited)	(unaudited)	(unaudited)	(unaudited)	(unaudited)	(unaudited)	(audited)
Income												
Revenue from Operations	-	37.76	-	-	232.95	249.81	-	37.76	-	-	232.95	249.81
Other Income	20.24	13.80	14.10	34.34	28.05	57.48	20.25	14.90	14.12	34.37	29.25	57.61
Total Income	20.24	51.56	14.10	34.34	261.00	307.29	20.25	52.66	14.12	34.37	262.20	307.42
Expenses												
Cost of materials consumed	-	0.05	-	-	0.05	-	-	0.05	-	-	0.05	-
Purchases of Stock in trade	-	36.90	-	-	229.90	244.75	-	36.90	-	-	229.90	244.75
Change in Inventory	-	-	-	-	-	0.10	-	-	-	-	-	0.10
Employees' Benefit Expenses	8.25	19.72	13.29	21.54	35.17	81.65	8.45	19.89	13.49	21.94	35.54	82.47
Finance Cost	0.98	0.50	-	0.98	1.00	1.93	0.98	0.50	-	0.98	1.00	1.93
Depreciation & Amortization Expenses	-	3.82	-	-	7.63	15.88	-	3.82	-	-	7.63	15.89
Other Expenses	3.54	3.76	2.72	6.26	7.25	14.96	3.66	3.83	2.74	6.40	7.35	15.15
Total expenses	12.77	64.75	16.01	28.78	281.00	359.27	13.09	64.99	16.23	29.32	281.47	360.29
Profit before exceptional items and tax	7.47	(13.19)	(1.91)	5.56	(20.00)	(51.98)	7.16	(12.33)	(2.11)	5.05	(19.27)	(52.87)
Exceptional Items - Expense/(Income)	84.93	(0.16)	0.47	85.40	(0.18)	(0.75)	84.93	(0.16)	0.47	85.40	(0.18)	(2.62)
Profit Before Tax	(77.46)	(13.03)	(2.38)	(79.84)	(19.82)	(51.23)	(77.77)	(12.17)	(2.58)	(80.35)	(19.09)	(50.25)
Tax expense												
(i) Current tax	-	-	-	-	-	-	-	-	-	-	-	-
(i) Tax related to earlier years	-	-	-	-	-	-	-	-	-	-	-	0.20
(ii) Deferred tax	-	-	-	-	-	-	-	-	-	-	-	-
Profit for the period from continuing operations (A)	(77.46)	(13.03)	(2.38)	(79.84)	(19.82)	(51.23)	(77.77)	(12.17)	(2.58)	(80.35)	(19.09)	(50.45)
Profit/(loss) from discontinued operations	-	-	-	-	-	-	-	-	-	-	-	-
Tax expense of discontinued operations	-	-	-	-	-	-	-	-	-	-	-	-
Profit from discontinued operations after tax (B)	-	-	-	-	-	-	-	-	-	-	-	-
I Profit for the period (A+B)	(77.46)	(13.03)	(2.38)	(79.84)	(19.82)	(51.23)	(77.77)	(12.17)	(2.58)	(80.35)	(19.09)	(50.45)
II Other Comprehensive Income												
Items that will not be reclassified to profit or loss												
- Remeasurements of the defined benefit plans	-	-	-	-	-	3.53	-	-	-	-	-	3.53
Less: Income Tax on Above	-	-	-	-	-	-	-	-	-	-	-	-
Items that will be reclassified to profit or loss	-	-	-	-	-	-	-	-	-	-	-	-
Total of Other Comprehensive Income	-	-	-	-	-	3.53	-	-	-	-	-	3.53
Total Comprehensive Income for the period	(77.46)	(13.03)	(2.38)	(79.84)	(19.82)	(47.70)	(77.77)	(12.17)	(2.58)	(80.35)	(19.09)	(46.92)
Paid up equity share capital (Face value of Rs. 10/- each)	60.00	60.00	60.00	60.00	60.00	60.00	60.00	60.00	60.00	60.00	60.00	60.00
Other Equity excluding Revaluation Reserves	-	-	-	(1,133.65)	(1,025.93)	(1,053.81)	-	-	-	(5,699.78)	(5,591.61)	(5,619.43)
Earnings per equity share :												
(1) Basic (in Rupees)	(12.91)	(2.17)	(1.06)	(13.31)	(3.30)	(7.95)	(12.96)	(2.03)	(0.43)	(13.39)	(3.18)	(7.82)
(2) Diluted (in Rupees)	(12.91)	(2.17)	(1.06)	(13.31)	(3.30)	(7.95)	(12.96)	(2.03)	(0.43)	(13.39)	(3.18)	(7.82)




Segment-wise Revenue, Results, Assets & Liabilities													(Rs. crore)
Particulars	STANDALONE						CONSOLIDATED						
	Quarter ended 30.09.2021	Quarter ended 30.09.2020	Quarter ended 30.06.2021	Half year ended 30.09.2021	Half year ended 30.09.2020	Year ended 31.03.2021	Quarter ended 30.09.2021	Quarter ended 30.09.2020	Quarter ended 30.06.2021	Half year ended 30.09.2021	Half year ended 30.09.2020	Year ended 31.03.2020	
	(unaudited)	(unaudited)	(unaudited)	(unaudited)	(unaudited)	(audited)	(unaudited)	(unaudited)	(unaudited)	(unaudited)	(unaudited)	(audited)	
1. Segment revenue													
a) Export	-	-	-	-	-	1.85	-	13.11	-	-	13.11	1.85	
b) Import	-	-	-	-	-	12.13	-	2,536.12	-	-	2,536.12	12.13	
c) Domestic	-	37.76	-	-	232.95	235.83	-	192.32	-	-	387.51	235.83	
Total	-	37.76	-	-	232.95	249.81	-	2,741.55	-	-	2,936.74	249.81	
Less -Inter-segment revenue	-	-	-	-	-	-	-	-	-	-	-	-	
Revenue from operations	-	37.76	-	-	232.95	249.81	-	2,741.55	-	-	2,936.74	249.81	
2. Segment results - Profit/(Loss) before tax and interest from each segment													
a) Export	-	-	-	-	-	1.81	-	-	-	-	-	1.81	
b) Import	-	0.23	-	-	0.15	(0.25)	-	0.23	-	-	0.15	(0.25)	
c) Domestic	-	0.54	-	-	2.75	3.28	-	0.54	-	-	2.75	3.28	
Total	-	0.77	-	-	2.90	4.84	-	0.77	-	-	2.90	4.84	
Less:(I) Finance cost	0.98	0.50	-	0.98	1.00	1.93	0.98	0.50	-	0.98	1.00	1.93	
(ii) Other unallocable expenditure net off	76.48	13.30	2.38	78.86	21.72	54.14	76.79	12.44	2.58	79.37	20.99	53.67	
Unallocable income													
Profit before Tax	(77.46)	(13.03)	(2.38)	(79.84)	(19.82)	(51.23)	(77.77)	(12.17)	(2.58)	(80.35)	(19.09)	(50.25)	
3. Segment Assets													
a) Export	94.87	1,047.87	90.36	94.87	1,047.87	90.36	94.87	1,047.87	90.36	94.87	1,047.87	90.36	
b) Import	40.21	85.62	385.41	40.21	85.62	385.36	40.21	85.62	385.41	40.21	85.62	385.36	
c) Domestic	3.25	44.76	-	3.25	44.76	-	3.25	44.76	-	3.25	44.76	-	
d) Unallocated	2,214.81	1,255.94	1,877.10	2,214.81	1,255.94	1,882.26	2,217.22	1,259.55	1,879.83	2,217.22	1,259.55	1,885.27	
Total	2,353.14	2,434.19	2,352.87	2,353.14	2,434.19	2,357.98	2,355.55	2,437.80	2,355.60	2,355.55	2,437.80	2,360.99	
4. Segment Liabilities													
a) Export	124.46	1,186.19	(16.12)	124.46	1,186.19	106.48	124.46	1,186.19	(16.12)	124.46	1,186.19	106.48	
b) Import	202.39	352.80	227.97	202.39	352.80	489.96	202.39	352.80	227.97	202.39	352.80	489.96	
c) Domestic	1.51	33.37	-	1.51	33.37	-	1.51	33.37	-	1.51	33.37	-	
d) Unallocated	2,213.83	943.16	2,256.58	2,213.83	943.16	1,870.74	6,780.97	5,512.23	6,823.73	6,780.97	5,512.23	6,437.98	
Total	2,542.19	2,515.52	2,468.43	2,542.19	2,515.52	2,467.18	7,109.33	7,084.59	7,035.58	7,109.33	7,084.59	7,034.42	

As per our report of even date attached
For Bhatia & Bhatia
Chartered Accountants
Firm Reg. No. 003202N



(CA. R. Bhatia)
Partner
M. No. 017572
Place: New Delhi



By order of the Board of Directors


(S.K. Sharma)
Director (Personnel)
with additional charge of CMD
DIN -06942536


(NAN Jeyakumar)
Director (Marketing)
DIN -08479171


(A. K. Swain)
DGM-F & CFO



THE STATE TRADING CORPORATION OF INDIA LTD.
Statement of Financial Results for the Quarter ended Sept 30, 2021
 CIN: L74899DL1956GOI002674

Annexure IV
(Rs. Crore)

S.NO.	PARTICULARS	STANDALONE						CONSOLIDATED					
		Quarter ended 30.09.2021	Quarter ended 30.09.2020	Quarter ended 30.06.2020	Half year ended 30.09.2021	Half year ended 30.09.2020	Year ended 31.03.2021	Quarter ended 30.09.2021	Quarter ended 30.09.2020	Quarter ended 30.06.2020	Half year ended 30.09.2021	Half year ended 30.09.2020	Year ended 31.03.2021
		(unaudited)	(unaudited)	(unaudited)	(unaudited)	(unaudited)	(audited)	(unaudited)	(unaudited)	(unaudited)	(unaudited)	(unaudited)	(audited)
1	Total income from operations	-	37.76	-	-	232.95	249.81	-	37.76	-	-	232.95	249.81
2	Net Profit /(Loss) for the period (before tax, exceptional and/or Extraordinary items)	7.47	(13.19)	(1.91)	5.56	(20.00)	(51.98)	7.16	(12.33)	(2.11)	5.05	(19.27)	(52.87)
3	Net Profit /(Loss) for the period before tax (after Exceptional and/or Extraordinary items)	(77.46)	(13.03)	(2.38)	(79.84)	(19.82)	(51.23)	(77.77)	(12.17)	(2.58)	(80.35)	(19.09)	(50.25)
4	Net Profit /(Loss) for the period after tax (after Exceptional and/or Extraordinary items)	(77.46)	(13.03)	(2.38)	(79.84)	(19.82)	(51.23)	(77.77)	(12.17)	(2.58)	(80.35)	(19.09)	(50.45)
5	Total comprehensive income for the period [comprising Profit/ (Loss) for the period (after Tax) and other comprehensive income (after tax)]	(77.46)	(13.03)	(2.38)	(79.84)	(19.82)	(47.70)	(77.77)	(12.17)	(2.58)	(80.35)	(19.09)	(46.92)
6	Equity Share Capital	60.00	60.00	60.00	60.00	60.00	60.00	60.00	60.00	60.00	60.00	60.00	60.00
7	Other Equity excluding Revaluation Reserves	-	-	-	(1,133.65)	(1,025.93)	(1,053.81)	-	-	-	(5,699.78)	(5,591.61)	(5,619.43)
8	Earning per share (of Rs. 10/- each) (for continuing and discontinued operations) (not Annualized) :												
	(a) Basic (in Rupees)	(12.91)	(2.17)	(1.06)	(13.31)	(3.30)	(7.95)	(12.96)	(2.03)	(0.43)	(13.39)	(3.18)	(7.82)
	(b) Diluted (in Rupees)	(12.91)	(2.17)	(1.06)	(13.31)	(3.30)	(7.95)	(12.96)	(2.03)	(0.43)	(13.39)	(3.18)	(7.82)

Notes:

- These Financial results have been prepared in accordance with the accounting policy for the FY-2021-22 on a non-going concern basis passed by the Board in its 641st Meeting held on 03.08.2021.
- The financial results for the half-year ended 30th September 2021 were reviewed by the Audit Committee on 11.11.2021 and approved by the Board of Directors in its meeting held on 11.11.2021.
- In view of the default by the company in paying due interest amount to the banks, STC was declared NPA. The lender banks have initiated DRT proceedings against the company, which is likely to be withdrawn soon. The Memorandum of the OTS (MOTS) proposal with the lender banks is at the final stages and is in line with the minutes of the high level meeting held on 29.08.19 and the further clarificatory letter dated 13.10.2020 of Ministry. The liability towards bank is proposed to be settled by way of transfer of title of identified immovable property worth Rs. 300 crore on "as is where is basis" as a full and final settlement.
- Total trade receivable of Rs. 1,067.04 Crore includes Rs. 678.25 Crore "having significant increase in credit risk" being under dispute/litigation. Trade receivables, against which dispute/legal proceedings are under process, have been considered as "Having Significant increase in credit risk". The company feels that even if no amount would eventually be recovered, no credit impairment is required for the credit risk since the creditor will be paid by the company only to the extent the amount is realized from the debtors. Further, for remaining balance of Rs. 388.79 Crore approx. is recoverable hence no provision is considered necessary.
- Against the demand of Rs. 132.32 Crore raised by L&DO vide its letter no. L&DDO/LS2A/9225/133 dated 26th March 2018 from 2004-05 onwards the corporation has provided Rs. 85.41 crore towards 25% of rental income from March' 04 to July' 18 based on the audited figures for the said period. The remaining Rs. 46.91 crore is being shown under Coningent Liabilities as the calculation of original demand of Rs. 132.32 crore is still contested by STC.
- (a) Consequent upon the decisions taken in the meeting held on 29.08.2019, by the administrative ministry and further decision of the Board in its 639th meeting dated 05.04.2021, it has been resolved that STC to continue as a non-operating company for the time being and to prepare the accounts from the F.Y. 2021-22 onward on non-going concern basis.
 (b) Appropriate accounting treatment on Deferred Tax Assets (Net) will be made during FY-2021-22, as per significant accounting policy adopted on dtd 03.08.2021.
 (c.) As per significant accounting policy based on Non-Going Concern, Assets (except DTA) and Liabilities are shown under "Current Assets" and "Current Liabilities".
- Insurance expense of Rs 0.93 crores on pledged stock has been charged under Indirect expenses.
- Figures of the previous period have been recasted / reclassified to make them comparable with those of the current period wherever necessary.
- Figures for the quarter ended 30th Sept 2021 are the balancing figures between the figures in respect of half year ended Sept 20 and the published figures of quarter ended June 21.

As per our report of even date attached

For Bhatia & Bhatia
Chartered Accountants
Firm Reg. No. 003202N

(CA. R. Bhatia)
Partner
M. No. 017572
Place: New Delhi



(S.K Sharma)
Director (Personnel)
with additional charge of CMD
DIN -06942536

(NAN Jeyakumar)
Director (Marketing)
DIN -08479171

(A. K. Swain)
DGM-F & CFO



TO WHOMSOEVER IT MAY CONCERN

Certified that the reviewed financial results for the half-year ended 30.09.2021 do not contain any false or misleading statement or figures and do not omit any material fact which may make the statement or figures contained therein misleading.

S.K. Sharma 11.11.21

(S.K. SHARMA)
Director (Personnel) additional charge
of CMD

A.K. Swain 11.11.21

(A.K. SWAIN)
Deputy General Manager
(Finance) & CFO

Place: New Delhi

Date: 11.11.2021

