



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

प्रभाग
DIVISION

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

August 08, 2024

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 ended on June 30, 2024

Dear Sir/Madam,

Pursuant to Regulation 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. August 08, 2024, considered and approved the Statement of Unaudited Financial Results for the quarter ended on June 30, 2024.

Statement of Unaudited Financial Results along with Limited Review Report of the Statutory Auditors for the quarter ended on June 30, 2024 and Press Release are enclosed herewith.

The Board meeting commenced at 02:30 P.M. and concluded at 04:30 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



PVAR & ASSOCIATES

CHARTERED ACCOUNTANTS

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Independent Auditor's Limited Review Report on Unaudited (Reviewed) Quarterly & Three Month Ended 30.06.2024 on the 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 Standalone Unaudited (Reviewed) financial results of **The State Trading Corporation of India Limited** for the quarter & Three month ended 30th June 2024.
- 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 recognized and measurement principles laid down in Indian Accounting Standard 34 prescribed under Section 133 of the Companies Act, 2013 and other recognized 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 Accountants of India. 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.
- 4 Refer to Note No. 1 in Statement of Unaudited (Reviewed) Financial Results for the Quarter & Three month ended June 30th 2024 that these financial results have been prepared in accordance with accounting policy on a non-going concern basis.
- 5 **Basis for Qualified Opinion**
 - a) **Non provision in respect of the items / matters as indicated below, total amount not ascertainable for the quarter ended 30.06.2024**
 1. *Refer Note No. 9 of Unaudited (Reviewed) financial statements for Quarter ending Jun'24, lease period for plot at **Mallet Bunder, Mumbai Port Trust** has already expired and the land has been handed over to Mumbai Port Trust. Surrender certificate has been executed on 12.11.2021. But this still continues to be shown as non-current assets held for sale. Thus, non-current assets held for sale has been overstated by Rs. 11.67 lacs. It will also have consequential impact on the Statement of Audited Reviewed financial results resulting into overstatement of profit by Rs. 11.67 lacs.*



Further "As per the opinion of legal counsel and GST consultant, STC is liable to pay differential rent i.e. after adjustment of amount paid by STC against the compensation for the use of occupation beyond the lease period to the tune of Rs. 9.20 lac per month as per clause no. 24 of the lease agreement dated 30.07.1984 along with applicable GST".

- a. Provision for rent of Rs 9.20 Lakh per month. It is not provided for in Accounts. Amount is unascertained by Management.
 - b. How much amount is receivable on account of assets handed over to MBPT is not ascertained by Management.
 - c. As mentioned in the management remark "appropriate treatment will be effected upon reconciliation". Reconciliation details and difference of amount & its financial impact is not ascertained by management.
2. Refer Note No. 10 of Unaudited (Reviewed) financial statements for Quarter ending Jun '24, 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 L&DO for widening of the Road during Asian Games, as well as the flats/ area of land sold by the company to The Handicrafts and Handloom Exports Corporation of India Limited (HHEC) for its Housing colony. Value of consideration received and/or Receivable from NDMC and DMRC is not ascertained by Management. Carrying value of Leasehold Land at Jawahar Vyapar Bhavan is not adjusted for the Land acquired by L&DO for handover to NDMC (1982) & DMRC (2011).

This has resulted into overstatement of non-current assets held for sale and consequential impact on profit of the company, the amount whereof could not be quantified in absence of complete data from the Company.

3. All trade receivables amounting to Rs.1,69,683.62 lacs (relates to STC only) as per Note No. 4 of Audited financial statements have been outstanding for more than 3 years. The Company has made provision for bad and doubtful debts amounting to Rs. 62,727.62 lacs and another sum of Rs. 1,06,956.00 lacs have been shown as "Having Significant increase in credit risk" since the same is under litigation. As confirmed by management, no provision has been made for the same since the relevant creditors will be paid only after recovery of these trade receivables, though in most of the cases agreements are not tripartite.

Further there has been no significant recovery during the Quarter ended 30.06.2024 and there is no major update of legal cases which are pending at various forums. Thus trade receivable do not seems to be stated at realizable value less cost to be incurred to recover these trade receivables. There is also no balance confirmation available for these trade receivables as on 30.06.2024 and hence we are unable to comment upon the genuineness and effect of the same on the financial statements, if any.

We are of the view that all trade receivables amounting to 1,69,683.62 lacs are considered doubtful of recovery resulting into short provision for doubtful debts amounting to Rs. 1,06,956.00 lacs. Thus the provision for bad and doubtful debts has been understated by Rs. 1,06,956.00 lacs and consequential impact on the statement of Audited Reviewed financial results resulting into overstatement of profit by Rs. 1,06,956.00 lacs.

Further in case of M/s Rajat Pharmaceuticals Ltd (RPL), who drew bills of exchange on STC which were accepted upon receipt of overseas buyer's pre-acceptance to STC'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 crores approx. has been passed by Hon'ble Bombay High Court in favour of STC 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 of Bombay. The matter is also under investigation by CBI. Banks & Financial institutions have filed legal suit against RPL before DRT/High Court Mumbai making STC also a party to the case claiming Rs. 476.47 Crore. These are reported by Management in Note 39 to Audited Financial Statements as on 31.03.2024. Status is unchanged. For matters other than RPL, as all these matters are sub-judice and/or under investigation of CBI and we are unable to comment upon the genuineness and effect of the same on the Audited Reviewed financial results.

4. Refer to Note No. 3 of Audited financial statements, the view of the default by the company in paying dues and interest amount to the banks, STC was declared NPA. The lender banks have initiated DRT proceedings against the company. The memorandum of the OTS (MOTS) proposal with lender banks is still 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 the Administrative Ministry. Further, STC is pursuing alternative course of settlement with lender banks instead of transfer of immovable properties & formal proposal submitted to the lender banks which is under consideration with lender bank. The same has been updated in DRT proceeding & the next date of hearing is 19.08.2024. This updation of OTS & DRT has been informed to MOC&I.

Borrowings have been reflected at Rs.80623.24 lacs. Impact of OTS proceedings and interest liability on borrowing is not quantified.

5. Other Financial Assets -Claims Recoverable: For non-provisioning in respect of Claims Recoverable o/s since last many financial years amounting to Rs.3148.42 lacs where no present status could be ascertained by the management of the Company and still not written off. These are reported by Management in Note No.11 to Audited Financial Statements as on 31.03.2024. Status is unchanged.

All these current assets are being reflected at their carrying amounts instead of on realization values.

This has resulted into overstatement of Current assets by Rs. 3148.42 lacs and overstatement of profit by Rs. 3148.42 lacs.

This is non-compliance of IND AS -36 as no provision has been made for impaired assets.

6. Refer Note No. 5 of Unaudited (Reviewed) financial statements for Quarter ending Jun'24, There is non-provision of a demand of Rs. 4,743 lacs out of total demand received from Land and Development Office - New Delhi amounting to Rs. 13,283 lacs (for the period March,2004 to July, 2018) which has resulted in overstatement of profit by Rs 4,743 lacs and understatement of liabilities. However, it has been shown as contingent liability. These are reported by Management in Note No.38 to Audited Financial Statements as on 31.03.2024. Status is unchanged. Also, company has not provided for interest accruing on the said demand amount.

Company has not ascertained liability/ provisional liability for Non – compliance of the various conditions of the Lease deed (including non-deposit of 25% of the gross rent received by STC from its tenants) payable to L&DO for the period August 2018 to June 2024, and the interest thereon. Profits are overstated and liabilities are understated. Amount is unascertained by the management.

7. **Statutory Dues** - The GST input receivable as per GSTN and payable balances are not reconciled by the Company as on Jun 30th 2024. GST input Rs.53.79 lacs – is non claimable but no provision has been made. Profit of the company is overstated by the same amount.



8. Non -Current Assets held for Sale

i. Refer to Note No.4(a) of Standalone Financial Statements, non-availability & non- execution of title deeds in the name of the company in respect of following properties namely:

a) Leasehold Building

- i. Leasehold land at Jawahar Vyapar Bhawan valued at Rs. 55,929 lacs
- ii. Leasehold land at Housing Colony at Aurobindo Marg valued at Rs. 12,394 lacs
- iii. Plot at Mallet Bunder, Mumbai Port Trust valued at Rs. 11.67 lacs

b) Freehold Building

- i. 8 Residential Flats at Asian Games Village Complex, allotted by DDA amounting to Rs. 2720 lacs
- ii. 7 apartments in different locations of Mumbai amounting to Rs. 1918 lacs

b) Other Observations: The impact of the following observations is not ascertainable: -

- i. There are various Cases and Disputes and matters under Litigation and amounts covered under Contingent Assets and Contingent Liabilities. These are reported by Management in Note No.38 to Audited Financial Statements as on 31.03.2024. Status is unchanged. Since majority of the matters are subjudice, it is not possible to quantify the liabilities and the interest obligation if any on these cases.
- ii. Claims recoverable from HHEC & CCIC co-owner to the property at Jawahar Vyapar Bhawan, who have not paid their share of expenses to STC since last many years amounting to Rs.645.73 lacs & Rs.497.92 lacs respectively as on Jun 30th,2024. The matter is said to be under correspondence with HHEC & CCIC.
- iii. Due to 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.

Our opinion is qualified in respect of these above matters.

Other Matters:

As per the Secretarial Audit Report for the year ended 31st Mar, 2024, "The company has not complied with the requirements of **Structural Digital Data Base** in terms of Reg 3(5) & 3(6) of SEBI (Prohibition of Insider trading) Regulations, 2015 including various Circulars issued by SEBI thereunder and Circular(s) issued by BSE Limited dated March 16,2023".



Qualified Opinion

Based on our review conducted as above, except for the facts or possible effects of our observation stated in Para 5 above, nothing has come to our attention that causes us to believe that the accompanying statement has not been prepared in all material aspects in accordance with the applicable Indian Accounting standards prescribed u/s 133 of Companies Act,2013 read with relevant rules issued there under and other recognized accounting practices and policies generally accepted in India has not disclosed information required to be disclosed in terms of regulation 33 of SEBI (Listing Obligation and Disclosure Requirements) Regulations,2015 including the manner in which is to be disclosed, or that it contains any material misstatement.

**FOR and on behalf of P V A R Associates
CHARTERED ACCOUNTANTS
Firm Registration No. 005223C**



Ruchi

**CA. Ruchi Agarwal
(M.NO. 504134)
New Delhi**

Date: 08.08.2024

UDIN : 24504134BKEGUQ6339



PVAR & ASSOCIATES

CHARTERED ACCOUNTANTS

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Independent Auditor's Limited Review Report on Unaudited (Reviewed) Consolidated accounts for the Quarter & Three Month Ended 30.06.2024 on the 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 "STCL Limited", the parent and its subsidiary are together referred to as the "Group"), for the quarter ended 30th June, 2024 ("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 Group's Management and has been approved by the Board of Directors/ Committee of Board of Directors and has been prepared in accordance with recognized and measurement principles laid down in Indian Accounting Standard 34 prescribed under Section 133 of the Companies Act, 2013 and other recognized 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 Accountants of India. 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 Group personnel and analytical procedures applied to financial data and thus provide less assurance than an audit.
- 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 Refer to Note No. 1 in Statement of Unaudited (Reviewed) Financial Results for the Quarter & Three Month ended June 30th 2024 that these financial results have been prepared in accordance with accounting policy on a non-going concern basis.



6 **Basis for Qualified Opinion**

a) **Non provision in respect of the items / matters as indicated below, total amount not ascertainable for the quarter ended 30.06.2024**

1. Refer Note No. 9 of Unaudited (Reviewed) financial statements for Quarter ending Jun '24, lease period for plot at Mallet Bunder, Mumbai Port Trust has already expired and the land has been handed over to Mumbai Port Trust. Surrender certificate has been executed on 12.11.2021. But this still continues to be shown as non-current assets held for sale. Thus, non-current assets held for sale has been overstated by Rs. 11.67 lacs. It will also have consequential impact on the Statement of Audited Reviewed financial results resulting into overstatement of profit by Rs. 11.67 lacs.

Further "As per the opinion of legal counsel and GST consultant, STC is liable to pay differential rent i.e. after adjustment of amount paid by STC against the compensation for the use of occupation beyond the lease period to the tune of Rs. 9.20 lac per month as per clause no. 24 of the lease agreement dated 30.07.1984 along with applicable GST".

a. Provision for rent of Rs 9.20 Lakh per month. It is not provided for in Accounts. Amount is unascertained by Management.

b. How much amount is receivable on account of assets handed over to MBPT is not ascertained by Management.

c. As mentioned in the management remark "appropriate treatment will be effected upon reconciliation". Reconciliation details and difference of amount & its financial impact is not ascertained by management.

2. Refer Note No. 10 of Unaudited (Reviewed) financial statements for Quarter ending Jun '24, 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 L&DO for widening of the Road during Asian Games, as well as the flats/ area of land sold by the company to The Handicrafts and Handloom Exports Corporation of India Limited (HHEC) for its Housing colony. Value of consideration received and/or Receivable from NDMC and DMRC is not ascertained by Management. Carrying value of Leasehold Land at Jawahar Vyapar Bhavan is not adjusted for the Land acquired by L&DO for handover to NDMC (1982) & DMRC (2011).

This has resulted into overstatement of non-current assets held for sale and consequential impact on profit of the company, the amount whereof could not be quantified in absence of complete data from the Company.

3. All trade receivables amounting to Rs.1,72,507.17 lacs (relates to STC only) as per Note No. 9 of Audited financial statements have been outstanding for more than 3 years. The Group has made provision for bad and doubtful debts amounting to Rs. 65,551.17 lacs and another sum of Rs. 106,956.00 lacs have been shown as "Having Significant increase in credit risk" since the same is under litigation. As confirmed by management, no provision has been made for the same since the relevant creditors will be paid only after recovery of these trade receivables, though in most of the cases agreements are not tripartite.

Further there has been no significant recovery during the Quarter ended 30.06.2024 and there is no major update of legal cases which are pending at various forums. Thus trade receivable do not seems to be stated at realizable value less cost to be incurred to recover



these trade receivables. There is also no balance confirmation available for these trade receivables as on 30.06.2024 and hence we are unable to comment upon the genuineness and effect of the same on the financial statements, if any.

We are of the view that all trade receivables amounting to 1,72,507.17 lacs are considered doubtful of recovery resulting into short provision for doubtful debts amounting to Rs. 1,06,956.00 lacs. Thus the provision for bad and doubtful debts has been understated by Rs. 1,06,956.00 lacs and consequential impact on the statement of Audited Reviewed financial results resulting into overstatement of profit by Rs. 1,06,956.00 lacs.

Further in case of M/s Rajat Pharmaceuticals Ltd (RPL), who drew bills of exchange on STC which were accepted upon receipt of overseas buyer's pre-acceptance to STC'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 crores approx. has been passed by Hon'ble Bombay High Court in favour of STC 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 of Bombay. The matter is also under investigation by CBI. Banks & Financial institutions have filed legal suit against RPL before DRT/High Court Mumbai making STC also a party to the case claiming Rs. 476.47 Crore. These are reported by Management in Note 39 to Audited Financial Statements as on 31.03.2024. Status is unchanged. For matters other than RPL, as all these matters are sub-judice and/or under investigation of CBI and we are unable to comment upon the genuineness and effect of the same on the Audited Reviewed financial results.

4. Refer to Note No. 3 of Audited financial statements, the view of the default by the Group in paying dues and interest amount to the banks, STC was declared NPA. The lender banks have initiated DRT proceedings against the company. The memorandum of the OTS (MOTS) proposal with lender banks is still 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 the Administrative Ministry. Further, STC is pursuing alternative course of settlement with lender banks instead of transfer of immovable properties & formal proposal submitted to the lender banks which is under consideration with lender bank. The same has been updated in DRT proceeding & the next date of hearing is 19.08.2024. This updation of OTS & DRT has been informed to MOC&I.

Borrowings have been reflected at Rs.80623.24 lacs. Impact of OTS proceedings and interest liability on borrowing is not quantified

5. Other Financial Assets -Claims Recoverable: For non-provisioning in respect of Claims Recoverable o/s since last many financial years amounting to Rs.3152.94 lacs where no present status could be ascertained by the management of the Group and still not written off. These are reported by Management in Note No.11 to Audited Financial Statements as on 31.03.2024. Status is unchanged.

All these current assets are being reflected at their carrying amounts instead of on realization values.

This has resulted into overstatement of Current assets by Rs. 3152.94 lacs and overstatement of profit by Rs. 3152.94 lacs.

This is non-compliance of IND AS -36 as no provision has been made for impaired assets.



6. Refer Note No. 5 of Unaudited (Reviewed) financial statements for Quarter ending Jun '24, There is non-provision of a demand of Rs. 4,743 lacs out of total demand received from Land and Development Office - New Delhi amounting to Rs. 13,283 lacs (for the period March,2004 to July, 2018) which has resulted in overstatement of profit by Rs. 4,743 lacs and understatement of liabilities. However, it has been shown as contingent liability. These are reported by Management in Note No.38 to Audited Financial Statements as on 31.03.2024. Status is unchanged. Also, Group has not provided for interest accruing on the said demand amount

Company has not ascertained liability/ provisional liability for Non – compliance of the various conditions of the Lease deed (including non-deposit of 25% of the gross rent received by STC from its tenants) payable to L&DO for the period August 2018 to June 2024, and the interest thereon. Profits are overstated and liabilities are understated. Amount is unascertained by the management.

7. **Statutory Dues** - The GST input receivable as per GSTN and payable balances are not reconciled by the Group as on Jun 30th,2024. GST input Rs.53.79 lacs – is non claimable but no provision has been made. Profit of the Group is overstated by the same amount.

8. **Non -Current Assets held for Sale**

- i. Refer to Note No.4(a) of Standalone Financial Statements, non-availability & non- execution of title deeds in the name of the company in respect of following properties namely:

a) **Leasehold Building**

- i. Leasehold land at Jawahar Vyapar Bhawan valued at Rs. 55,929 lacs
ii. Leasehold land at Housing Colony at Aurobindo Marg valued at Rs. 12,394 lacs
iii. Plot at Mallet Bunder, Mumbai Port Trust valued at Rs. 11.67 lacs

b) **Freehold Building**

- i. 8 Residential Flats at Asian Games Village Complex, allotted by DDA amounting to Rs. 2720 lacs
ii. 7 apartments in different locations of Mumbai amounting to Rs. 1918 lacs

b) **Other Observations: The impact of the following observations is not ascertainable: -**

- i. There are various Cases and Disputes and matters under Litigation and amounts covered under Contingent Assets and Contingent Liabilities. These are reported by Management in Note No.38 to Audited Financial Statements as on 31.03.2024. Status is unchanged. Since majority of the matters are subjudice, it is not possible to quantify the liabilities and the interest obligation if any on these cases.
- ii. Claims recoverable from HHEC & CCIC co-owner to the property at Jawahar Vyapar Bhawan, who have not paid their share of expenses to STC since last many years amounting to Rs.645.73 lacs & Rs.497.92 lacs respectively as on Jun 30th,2024. The matter is said to be under correspondence with HHEC & CCIC.
- iii. Due to 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) **Unaudited Accounts of the Subsidiary**

We did not audit the financial statements of subsidiary namely STCL Limited included in the Unaudited (Reviewed) Consolidated financials of the Company. Unaudited (unreviewed) Financial statements of M/s STCL Limited as considered in the consolidated financial statements, reflect total assets of Rs.133.66 lacs as at June 30th, 2024, total revenue of Rs.17.84 lacs and net loss amounting to Rs.19.36 lacs for the Three months ended on that date.

Our opinion on the consolidated financial statements, in so far as it relates to the amounts and disclosures included in respect of the aforesaid subsidiary and our report in terms of subsection (3) of section 143 of the Act, in so far as it relates to the aforesaid subsidiary, is qualified.

Our opinion is qualified in respect of these above matters.

Other Matters:

As per the Secretarial Audit Report for the year ended 31st Mar, 2024, "The company has not complied with the requirements of **Structural Digital Data Base** in terms of Reg 3(5) & 3(6) of SEBI (Prohibition of Insider trading) Regulations, 2015 including various Circulars issued by SEBI thereunder and Circular(s) issued by BSE Limited dated March 16,2023".

Qualified Opinion

Based on our review conducted as above, except for the facts or possible effects of our observation stated in Para 5 above, nothing has come to our attention that causes us to believe that the accompanying statement has not been prepared in all material aspects in accordance with the applicable Indian Accounting standards prescribed u/s 133 of Companies Act,2013 read with relevant rules issued there under and other recognized accounting practices and policies generally accepted in India has not disclosed information required to be disclosed in terms of regulation 33 of SEBI (Listing Obligation and Disclosure Requirements) Regulations,2015 including the manner in which is to be disclosed, or that it contains any material misstatement.

Our opinion on consolidated financial statements, in so far as it relates to the amounts and disclosures included in respect of these subsidiaries, are based solely on the reports of the other auditors.

FOR and on behalf of P V A R Associates
CHARTERED ACCOUNTANTS
Firm Registration No. 005223C



CA. Ruchi Agarwal
(M.NO. 504134)

New Delhi

Date: 08.08.2024

UDIN : 24504134BKEGUR6214

THE STATE TRADING CORPORATION OF INDIA LTD.
Statement of Unaudited (Reviewed) Financial Results for the Quarter ended June 30, 2024
 CIN: L74899DL1956GOI002674

Annexure-I
(Rs. Lacs)

Particulars	STANDALONE				CONSOLIDATED			
	Quarter ended 30.06.2024	Quarter ended 30.06.2023	Quarter ended 31.03.2024	Year ended 31.03.2024	Quarter ended 30.06.2024	Quarter ended 30.06.2023	Quarter ended 31.03.2024	Year ended 31.03.2024
	(unaudited)	(unaudited)	(unaudited)	(audited)	(unaudited)	(unaudited)	(unaudited)	(audited)
Income								
Revenue from Operations	-	-	-	-	-	-	-	-
Other Income	3,965.28	1,839.46	2,732.74	9,581.41	3,965.28	1,849.40	2,732.74	9,599.26
Total Income	3,965.28	1,839.46	2,732.74	9,581.41	3,965.28	1,849.40	2,732.74	9,599.26
Expenses								
Cost of materials consumed	-	-	-	-	-	-	-	-
Purchases of Stock in trade	-	-	-	-	-	-	-	-
Change in Inventory	-	-	-	-	-	-	-	-
Employees' Benefit Expenses	692.22	893.79	800.76	3,234.49	709.35	917.48	827.73	3,336.87
Finance Cost	48.38	48.35	193.62	193.62	48.38	48.35	193.62	193.62
Depreciation & Amortization Expenses	-	-	-	-	-	-	-	-
Other Expenses	464.61	389.62	402.09	1,344.14	466.85	391.34	413.02	1,373.04
Total expenses	1,205.21	1,331.76	1,396.47	4,772.25	1,224.58	1,357.17	1,434.37	4,903.53
Profit before exceptional items and tax	2,760.07	507.70	1,336.27	4,809.16	2,740.70	492.22	1,298.37	4,695.73
Exceptional Items - Expense /(Income)	(3.84)	(4.99)	(148.07)	(436.40)	(3.84)	(4.99)	(148.07)	(436.40)
Profit Before Tax	2,763.91	512.69	1,484.34	5,245.56	2,744.54	497.21	1,446.44	5,132.13
Tax expense								
(i) Current tax	-	-	793.25	793.25	-	-	793.25	793.25
(i) Tax related to earlier years	(0.78)	5.28	(763.22)	(768.35)	(0.78)	5.28	(763.22)	(768.35)
(ii) Deferred tax	-	-	-	-	-	-	-	-
Profit for the period from continuing operations (A)	2,764.69	507.41	1,454.31	5,220.66	2,745.32	491.93	1,416.41	5,107.23
Profit/(loss) from discontinued operations	-	-	-	-	-	-	-	-
Tax expense of discontinued operations	-	-	-	-	-	-	-	-
Profit from discontinued operations after tax (B)	-	-	-	-	-	-	-	-
I Profit for the period (A+B)	2,764.69	507.41	1,454.31	5,220.66	2,745.32	491.93	1,416.41	5,107.23
II Other Comprehensive Income								
Items that will not be reclassified to profit or loss								
- Remeasurements of the defined benefit plans	-	-	2,115.51	2,115.51	-	-	2,111.22	2,111.22
Less: Income Tax on Above	-	-	-	-	-	-	-	-
Items that will be reclassified to profit or loss	-	-	-	-	-	-	-	-
Total of Other Comprehensive Income	-	-	2,115.51	2,115.51	-	-	2,111.22	2,111.22
Total Comprehensive Income for the period	2,764.69	507.41	3,569.82	7,336.17	2,745.32	491.93	3,527.63	7,218.45
Paid up equity share capital (Face value of Rs. 10/- each)	6,000.00	6,000.00	6,000.00	6,000.00	6,000.00	6,000.00	6,000.00	6,000.00
Other Equity excluding Revaluation Reserves	-	-	-	(101,530.64)	-	-	-	(55,468.26)
Earnings per equity share :								
(1) Basic (in Rupees)	4.61	0.85	5.95	12.23	4.58	0.82	5.88	12.03
(2) Diluted (in Rupees)	4.61	0.85	5.95	12.23	4.58	0.82	5.88	12.03



Segment-wise Revenue, Results, Assets & Liabilities

(Rs. Lacs)

Particulars	STANDALONE				CONSOLIDATED			
	Quarter ended 30.06.2024	Quarter ended 30.06.2023	Quarter ended 31.03.2024	Year ended 31.03.2024	Quarter ended 30.06.2024	Quarter ended 30.06.2023	Quarter ended 31.03.2024	Year ended 31.03.2024
	(unaudited)	(unaudited)	(unaudited)	(audited)	(unaudited)	(unaudited)	(unaudited)	(audited)
1. Segment revenue								
a) Export	-	-	-	-	-	-	-	-
b) Import	-	-	-	-	-	-	-	-
c) Domestic	-	-	-	-	-	-	-	-
Total	-	-	-	-	-	-	-	-
Less -Inter-segment revenue	-	-	-	-	-	-	-	-
Revenue from operations	-	-	-	-	-	-	-	-
2. Segment results - Profit /(Loss) before tax and interest from each segment								
a) Export	-	-	-	-	-	-	-	-
b) Import	-	-	-	-	-	-	-	-
c) Domestic	-	-	-	-	-	-	-	-
Total	-	-	-	-	-	-	-	-
Less:(I) Finance cost	48.38	48.35	193.62	193.62	48.38	48.35	193.62	193.62
(ii) Other unallocable expenditure net off Unallocable income	(2,812.29)	(561.04)	(1,677.96)	(5,439.18)	(2,792.92)	(545.56)	(1,640.06)	(5,325.75)
Profit before Tax	2,763.91	512.69	1,484.34	5,245.56	2,744.54	497.21	1,446.44	5,132.13
3. Segment Assets								
a) Export	9,036.22	9,036.22	9,078.38	9,078.38	9,036.22	9,036.22	9,078.38	9,078.38
b) Import	95,358.57	95,358.57	96,189.76	96,189.76	95,358.57	95,358.57	96,189.76	96,189.76
c) Domestic	-	-	-	-	-	-	-	-
d) Unallocated	137,155.18	130,314.55	133,810.37	133,810.37	137,288.85	131,192.38	134,003.67	134,003.67
Total	241,549.97	234,709.34	239,078.51	239,078.51	241,683.63	235,587.16	239,271.81	239,271.81
4. Segment Liabilities								
a) Export	10,648.30	10,648.30	11,323.53	11,323.53	10,648.30	10,648.30	11,323.53	11,323.53
b) Import	107,682.48	105,964.45	107,315.73	107,315.73	107,682.48	105,964.45	107,315.73	107,315.73
c) Domestic	-	-	-	-	-	-	-	-
d) Unallocated	127,842.85	131,995.81	127,827.59	127,827.59	583,933.51	588,709.02	583,958.52	583,958.52
Total	246,173.63	248,608.56	246,466.85	246,466.85	702,264.28	705,321.77	702,597.78	702,597.78



THE STATE TRADING CORPORATION OF INDIA LTD.
Statement of Unaudited (Reviewed) Financial Results for the Quarter ended June 30, 2024
 CIN: L74899DL1956GOI002674

(Annexure-II)
(Rs. Lacs)

S.NO.	PARTICULARS	STANDALONE				CONSOLIDATED			
		Quarter ended 30.06.2024	Quarter ended 30.06.2023	Quarter ended 31.03.2024	Year ended 31.03.2024	Quarter ended 30.06.2024	Quarter ended 30.06.2023	Quarter ended 31.03.2024	Year ended 31.03.2024
		(unaudited)	(unaudited)	(audited)	(audited)	(unaudited)	(unaudited)	(audited)	(audited)
1	Total income from operations	-	-	-	-	-	-	-	-
2	Net Profit /(Loss) for the period (before tax, exceptional and/or Extraordinary items)	2,760.07	507.70	1,336.27	4,809.16	2,740.70	492.22	1,298.37	4,695.73
3	Net Profit /(Loss) for the period before tax (after Exceptional and/or Extraordinary items)	2,763.91	512.69	1,484.34	5,245.56	2,744.54	497.21	1,446.44	5,132.13
4	Net Profit /(Loss) for the period after tax (after Exceptional and/or Extraordinary items)	2,764.69	507.41	1,454.31	5,220.66	2,745.32	491.93	1,416.41	5,107.23
5	Total comprehensive income for the period [comprising Profit/ (Loss) for the period (after Tax) and other comprehensive income (after tax)	2,764.69	507.41	3,569.82	7,336.17	2,745.32	491.93	3,527.63	7,218.45
6	Equity Share Capital	6,000.00	6,000.00	6,000.00	6,000.00	6,000.00	6,000.00	6,000.00	6,000.00
7	Other Equity excluding Revaluation Reserves	-	-	-	(101,530.64)	-	-	-	(557,468.26)
8	Earning per share (of Rs. 10/- each) (for continuing and discontinued operations) (not Annualized) :								
	(a) Basic (in Rupees)	4.61	0.85	5.95	12.23	4.58	0.82	5.88	12.03
	(b) Diluted (in Rupees)	4.61	0.85	5.95	12.23	4.58	0.82	5.88	12.03

Notes:

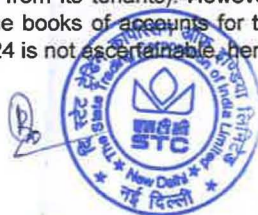
- Consequent upon the decisions taken in the meeting held on 29.08.2019, by the administrative ministry and further decision of the Board in its 639th meeting dated 05.04.2021, it has been resolved that STC to continue as a non-operating company for the time being and to prepare the accounts from the F.Y. 2021-22 onward on non-going concern basis.
- The financial results for the quarter ended 30th June 2024 were reviewed by the Audit Committee on 08.08.2024 and approved by the Board of Directors in its meeting held on 08.08.2024.

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 and Canara bank (e-Syndicate Bank) had also initiated NCLT proceedings. The company is in the process of finalizing the OTS proposal with the lender banks and the amount crystalized wit the Joint Lender Forum (JLF) is RS. 1,90,624 lacs as on 31.12.2018. A part payment of Rs 110000 lacs has already been made to Canara bank (e-Syndicate Bank), The leader of JLF on 29.03.2019(Rs. 90,000 lacs) and on 27.05.2019 (Rs. 20,000 lacs).

The leader of JLF has withdrawn the NCLT proceeding against STC on 11.12.2019, however Canara Bank initiated DRT proceeding against STC. Further, STC is pursuing alternative course of settlement with lender banks instead of transfer of immovable properties, a formal proposal submitted to the lender banks which is under consideration with lender bank. The same has been updated in DRT proceeding & the NDOH is 19.08.2024. These updation of OTS & DRT has been informed to MOC&I. The amount of liability is subject to final settlement / court order.

4) Net trade receivable of Rs. 1,06,956.00 lacs includes Rs. 62,727.62 lacs having credit impairment.

5) Demand of Rs. 132.83 Crore was raised by L&DO vide its letter no. L&DDO/LS2A/9225/133 dated 26th March 2018 from 2004-05 to 31.07.2018 onwards for non-compliance of various conditions of the Lease Deed (including non-deposits of 25% of the gross rent received by STC from its tenants). However, the company has disputed the demand and the matter is yet to be resolved. On the observation of CAG audit, the firm liability of Rs. 8,540 lacs has been created in the books of accounts for the F.Y. 2021-22. Further, STC vide letter dated 20.05.2022 requested L&DO to provide outstanding dues as on date and the reply is still awaited. Liability from Aug'18 to Jun'24 is not ascertainable, hence not provided.



6) Based on Accounting Policy on a non-going concern basis w.e.f 01.04.2021 all the assets previously grouped under Property, Plant and Equipment, Capital Work-in-progress, Investment Property & Intangible Assets are now transferred to " Non-Current Assets held for disposal" and are shown on Carrying Values as on 31.03.2021. As per valuation of STC's immovable porperties, fair value as on 30.09.2023 based on current title is : JVB - Rs 81,145 lacs, STCHC- Rs 48,267 lacs & Others - Rs 26,188 lacs.

7) Figures of last quarter are the balancing figures between audited figures in respect of the full financial year & the published year to date figure upto the third Quarter of the current financial year. Amount in the financial statements are presented in Rs lacs (upto two decimals) except for per share data and as otherwise stated. Certain small amounts may not appear in financial statements due to rounding off in Rs lacs. Previous year's figures have been regrouped/rearranged wherever considered necessary. Regrouping / rearrangement of data is for specific purpose of presentation in financial statements only and do not affect legal status of STC. STC reserves all its rights under the applicable laws.

8) STC has recognised receipt of Rs 19.01 crore in the MMT case matter as per Delhi High Court order and the same will be adjusted against debtors at the time of final litigation outcome.

9) The amount payable by STC to MBPT towards rent and the amount recoverable from MBPT towards realisation of assets hanedover by STC is not ascertainable at present due to pending reconciliation with MBPT.

10) An area of 388.91 & 325.685 square meters was taken by DMRC & NDMC for construction of Metro Station out of the total leasehold land allotted by L&DO to JVB,STC & for widening of roads during Asian Games respectively. The Company has taken up the matter with regard to adjustment in carrying value, area in FAR and compensation with respective authorities.The efforts are being made in this regard on regular basis.

As per our report of even date attached
For P V A R & Associates
Chartered Accountants
Firm Reg. No. 005223C

By order of the Board of Directors

(CA Ruchi Agarwal)
Partner
M. No. 504134
Place: New Delhi
Date: 08.08.2024



(B.S.Rao)
CFO



(S.K.Chawla)
Independent Director
DIN-09400987

(K.K. Gupta)
Director Finance -MMTC
Additional Charge of STC
DIN - 08751137



(Hardeep Singh)
CMD
DIN - 09778990



THE STATE TRADING CORPORATION OF INDIA LTD.

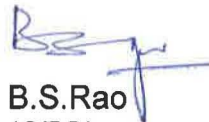
(Rs. Lakh)


DETAILS OF EXCEPTIONAL ITEMS FOR THE YEAR ENDED 30.06.2024					
S.No.	Name of party	Branch/Division	Commodity	Amount	Remarks
A. PROVISIONS & OTHER EXPENSES					
1	Provisions	General Import		0.08	
2	Other Expenses				
B. WRITEBACKS & MISC. INCOME					
1	Liability created in earlier years written back				
	Excess Liability towards expenses reversed	GAD		0.41	
Sub Total				0.41	
2	Provision Written back for doubtful amounts realised/written off	General Import			
3	Write back of unclaimed credit balances			-	
4	Profit on sale of PPE	Sale of Cars		3.51	
Total Write Back & Miscellaneous Income				3.92	
Total Exceptional Items (Net)				(3.84)	



TO WHOMSOEVER IT MAY CONCERN

Certified that the reviewed financial results for the three month ended 30.06.2024 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 to the best of our knowledge and available records.


B.S.Rao
(CFO)


Hardeep Singh
(CMD – Addl.Charge)

Place: New Delhi

Date: 08.08.2024

