



CHANDIOSK & GULIANI

Chartered Accountants

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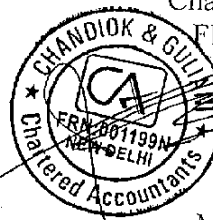
Limited Review Report for the Quarter and Six Months ended September 30, 2012.

To
The Board of Directors,
The State Trading Corporation of India Ltd.
New Delhi.

1. We have reviewed the accompanying statement of unaudited financial results of the State Trading Corporation of India Ltd. (the Company) for the quarter and six months ended 30th September, 2012. This statement is the responsibility of the Company's Management and has been approved by the Board of Directors. Our responsibility is to issue a report on this financial statement based on our review.
2. We conducted our review in accordance with the Standard on Review Engagement (SRE) 2400, 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.
3. Attention is drawn to Note No. 2 of the accompanying statement of unaudited financial results regarding writing-off overdue import/export receivables of Rs. 96.15 Crore and withdrawal of Rs.95.96 Crore from Export/Import Contingency Reserve with an objective to set off such losses. Had such losses not been met from the Export/Import Contingency Reserve of the company there would have been loss of Rs 92.09 Crores and Rs 88.32 Crores (before tax) instead of Profit of Rs. 3.87 Crore and Rs. 7.64 Crore (before tax) and EPS would have been (-) Rs.15.49 and (-) Rs15.04 instead of Rs. 0.50 and Rs. 0.96 for the quarter and six months ended 30th September, 2012 respectively.
4. Based on our review conducted as above read with paragraph 3 above, nothing has come to our attention that causes us to believe that the accompanying statement of unaudited financial results prepared in accordance with applicable accounting standards and other recognized accounting practices and policies has not disclosed the information required to be disclosed in terms of Clause 41 of the Listing Agreement including the manner in which it is to be disclosed, or that it contains any material misstatement.

Place: New Delhi
Date: 09.11. 2012

For Chandiosk & Guliani
Chartered Accountants
FR No. 001199N



(V.K. Lalla)
Partner
M.No. 80847