

**P.JAIN& COMPANY** CHARTERED ACCOUNTANTS  
HO- 210 ARUNACHAL BHAWAN, 2<sup>ND</sup> FLOOR, 19 BARAKHAMBA ROAD NEW DELHI 110001  
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REVIEW REPORT

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


We have reviewed the accompanying statement of un-audited financial results of The State Trading Corporation of India Limited for the quarter ended 30<sup>TH</sup> June, 2015 into which are incorporated the accounts of Corporate Office and Three Branches reviewed by us and Seven Branches reviewed by Internal Auditors, these accounts were reviewed by us except for the disclosures regarding 'Public Shareholding' and 'Promoter and Promoter Group shareholding' which have been traced from disclosures made by the management and have not been audited by us. 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 these financial statements based on our review.

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. 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.

Without qualifying our report, we draw attention to note no. 3 to quarterly results regarding interest income of Rs. 54.69 crore recognized during the current quarter with respect to an associate against whom execution petition had been filed with Hon'ble Supreme Court by the company for recovery of its dues. Management is hopeful of the full recovery.

Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying statement of un-audited financial results read with notes thereon, prepared in accordance with applicable accounting standards and other recognised 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  
Dated : 13.08.2015

For P. Jain & Company  
Chartered Accountants  
Firm Regn. No. : 000711C  
  
(Pankaj Jain)  
Partner  
Membership. No. 097279





THE STATE TRADING CORPORATION OF INDIA LTD.  
STATEMENT OF STANDALONE FINANCIAL RESULTS FOR THE QUARTER ENDED 30.06.2015




(Amount in Rs. Crore)				
Part - I	3 months ended 30.06.2015 (Unaudited) (1)	3 months ended 31.03.2015 (Unaudited) (2)	3 months ended 30.06.2014 (Unaudited) (3)	Year ended 31.03.2015 (Audited) (4)
<b>PARTICULARS</b>				
<b>1. Income from Operations</b>				
(a) Net Sales/Income from operations	2,047.39	3,524.56	3,445.17	14,397.21
(b) Other Operating Income	56.01	142.83	52.71	305.67
<b>Total income from operations (net)</b>	<b>2,103.40</b>	<b>3,667.49</b>	<b>3,497.88</b>	<b>14,702.88</b>
<b>2. Expenses</b>				
a) Cost of Materials consumed	-	0.02	-	0.05
b) Purchases of Stock in Trade	2,040.14	3,608.33	3,375.25	14,388.61
c) Changes in inventories of finished goods, work in progress and stock in trade	1.86	(4.59)	(0.66)	(4.42)
d) Employee benefits expense	25.96	6.17	41.49	100.41
e) Depreciation & amortisation expense	3.67	16.77	1.09	20.02
f) Other Expenses	7.92	13.29	10.32	38.38
<b>Total expenses</b>	<b>2,079.55</b>	<b>3,639.99</b>	<b>3,427.49</b>	<b>14,543.05</b>
<b>3. Profit/(Loss) from operations before other income, finance costs and exceptional items (1-2)</b>	<b>23.85</b>	<b>27.50</b>	<b>70.39</b>	<b>159.83</b>
4. Other Income	6.44	8.68	8.69	32.66
<b>5. Profit/(Loss) from ordinary activities before finance costs and exceptional items (3+ 4)</b>	<b>30.29</b>	<b>36.18</b>	<b>79.08</b>	<b>192.49</b>
6. Finance Costs	35.04	42.08	30.13	157.78
<b>7. Profit/(Loss) from ordinary activities after finance costs but before exceptional items (5-6)</b>	<b>(4.75)</b>	<b>(5.90)</b>	<b>48.95</b>	<b>34.71</b>
<b>8. Exceptional Items</b>				
-Provisions/Write-off (Net of write back) - Debit/(Credit)	(3.93)	2.47	4.60	3.31
<b>9. Profit/(Loss) from ordinary activities before Tax (7-8)</b>	<b>(0.82)</b>	<b>(8.37)</b>	<b>44.35</b>	<b>31.40</b>
10. Tax expense:				
Current Tax	0.31	5.53	-	9.81
Tax relating to earlier years	-	(0.79)	-	(0.79)
Provision for MAT Credit Entitlement	-	(3.81)	-	(3.81)
Deferred Tax	-	-	-	-
<b>11. Net Profit/(Loss) from Ordinary Activities after tax (9 -10)</b>	<b>(1.13)</b>	<b>(9.30)</b>	<b>44.35</b>	<b>26.19</b>
12. Extraordinary Items (net of tax expense Rs. nil)	-	-	-	-
<b>13. Net Profit / (Loss) for the period (11-12)</b>	<b>(1.13)</b>	<b>(9.30)</b>	<b>44.35</b>	<b>26.19</b>
14. Paid up Equity Share Capital (Face Value Rs. 10/-)	60	60	60	60
15. Reserves excluding revaluation reserves as per Balance Sheet of previous accounting year	-	-	-	37.73
<b>16. (i) Earning per share(EPS) (before extraordinary items) (of Rs.10/- each) (not Annualized) :</b>				
(a) Basic (in Rupees)	(0.19)	(1.55)	7.39	4.36
(b) Diluted (in Rupees)	(0.19)	(1.55)	7.39	4.36
<b>16. (ii) Earning per share(EPS) (after extraordinary items) (of Rs.10/- each) (not Annualized) :</b>				
(a) Basic (in Rupees)	(0.19)	(1.55)	7.39	4.36
(b) Diluted (in Rupees)	(0.19)	(1.55)	7.39	4.36

**PART- II**

**Select Information for the Quarter Ended 30.06.2015**

<b>A. Particulars of Shareholding</b>				
1. Public shareholding	60,00,000	60,00,000	60,00,000	60,00,000
- Number of shares	10,000	10,000	10,000	10,000
- Percentage of shareholding	-	-	-	-
2. Promoters and promoter group shareholding				
a) Pledged/Encumbered	-	-	-	-
- Number of shares	-	-	-	-
-Percentage of shares (as a % of the total shareholding of promoter and promoter group)	-	-	-	-
-Percentage of shares (as a % of the total share capital of the company)	-	-	-	-
b) Non encumbered	5,40,00,000	5,40,00,000	5,40,00,000	5,40,00,000
- Number of shares	100	100	100	100
-Percentage of shares (as a % of the total shareholding of promoter and promoter group)	90,000	90,000	90,000	90,000
-Percentage of shares (as a % of the total share capital of the company)	-	-	-	-
<b>B. Investor complaints</b>				
Pending at the beginning of the quarter				NIL
Received during the Quarter				3
Received after the Quarter				3



Segment-wise Revenue, Results and Capital Employed				
(Amount in Rs. Crore)				
PARTICULARS	3 months ended 30.06.2015 (Unaudited) (1)	3 months ended 31.03.2015 (Unaudited) (2)	3 months ended 30.06.2014 (Unaudited) (3)	Year ended 31.03.2015 (Audited) (4)
1. Segment revenue ( net sales from each segment)				
a) Export	317.59	759.08	251.95	1,884.27
b) Import	1,489.07	2,697.85	3,103.64	12,041.81
c) Domestic	240.73	67.73	69.58	471.13
<b>Total</b>	<b>2,047.39</b>	<b>3,524.66</b>	<b>3,445.17</b>	<b>14,397.21</b>
Less -Inter-segment revenue				
<b>Net sales</b>	<b>2,047.39</b>	<b>3,524.66</b>	<b>3,445.17</b>	<b>14,397.21</b>
2. Segment results - Profit/(Loss) before tax and interest from each segment				
a) Export	2.39	5.73	3.10	15.51
b) Import	1.96	(1.58)	67.57	80.66
c) Domestic	1.88	1.40	1.08	5.47
<b>Total</b>	<b>6.23</b>	<b>5.55</b>	<b>71.75</b>	<b>101.64</b>
Less: (i) Interest	35.04	42.08	30.13	157.78
(ii) Other unallocable expenditure net off Unallocable income	(27.99)	(28.16)	(2.73)	(87.54)
<b>Profit before Tax</b>	<b>(0.82)</b>	<b>(8.37)</b>	<b>44.35</b>	<b>31.40</b>
3. Capital employed (Segment asset - Segment Liabilities)				
a) Export	610.50	624.28	634.61	624.28
b) Import	14.27	(23.29)	(58.91)	(23.29)
c) Domestic	40.90	22.04	86.50	22.04
d) Unallocated	372.12	415.89	592.59	415.89
<b>Total</b>	<b>1,037.79</b>	<b>1,038.92</b>	<b>1,254.79</b>	<b>1,038.92</b>
Notes:				
1) The Financial Results for the quarter ended 30th June, 2015 were reviewed by the Audit Committee and taken on record by the Board of Directors in their meetings held on 13th August 2015.				
2) Limited Review as per clause 41 of the listing agreement with SEBI has been carried out by the Statutory Auditors of the Company.				
3) Trade Receivables and other operating income during the year includes Rs. 1,695.22 crore and Rs. 54.69 crore respectively receivable from one of the associates with whom the conciliation agreement has been signed which is enforceable as decree. In view of the decree which was also upheld by hon'ble Supreme Court as final, reaffirmation by the associate and payment of Rs. 586.32 crore by the associate under the conciliation agreement signed, the receivable have been considered good and interest accrued thereon is recognized as income.				
4) As a matter of prudence, Deferred Tax Assets & MAT credit for the quarter ended 30.06.2015 have not been recognized.				
5) Figures of the previous period have been regrouped/ rearranged to make them comparable with those of the current period wherever necessary.				
As per our report of even date				
For M/s P. Jain & Company				
Chartered Accountants				
FRN : 000711C				
 Pankaj Jain Partner M.No. 097279				
				
Place: New Delhi				
Date: 13.08.2015				
By order of the Board of Directors				
 (Khaleel Rahim) Chairman & Managing Director & Director - Finance				