

P.JAIN & COMPANY CHARTERED ACCOUNTANTS

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INDEPENDENT AUDITOR'S REVIEW REPORT

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

We have reviewed the accompanying statement of standalone un-audited financial results of The State Trading Corporation of India Limited for the quarter and half year ended 30th September, 2015 into which are incorporated the accounts of Corporate Office and Three Branches reviewed by us and Seven Branches reviewed by Internal Auditors. The disclosures regarding 'Public Shareholding' and 'Promoter and Promoter Group shareholding' 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. 110.77 crore recognized during the half year ended 30th September, 2015 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 accounting standards specified under section 133 of the Companies Act, 2013 read with Rule 7 of the Companies (Accounts) Rules, 2014 and other recognised accounting practices and policies generally accepted in India, has not disclosed the information required to be disclosed in terms of Clause 41 of the Listing Agreement with the Stock exchanges, including the manner in which it is to be disclosed, or that it contains any material misstatement.

For P. Jain & Company
Chartered Accountants
Firm Regn. No. : 000711C

(Pankaj Jain)
Partner

Membership. No. 097279



Place : New Delhi
Dated : 09.11.2015



THE STATE TRADING CORPORATION OF INDIA LTD.
STATEMENT OF STANDALONE FINANCIAL RESULTS FOR THE QUARTER AND SIX MONTHS ENDED 30.09.2015

(Amount in Rs. Crores)

PARTICULARS	3 months ended	3 months ended	3 months ended	5 months ended	6 months ended	Year ended
	30.09.2015 (Unaudited) (1)	30.06.2015 (Unaudited) (2)	30.09.2014 (Unaudited) (3)	30.09.2015 (Unaudited) (4)	30.09.2014 (Unaudited) (5)	31.03.2015 (Audited) (6)
1. Income from Operations						
(a) Net Sales/Income from operations	4,903.11	2,047.39	2,706.36	6,950.50	6,151.53	14,397.21
(b) Other Operating Income	59.77	56.01	54.23	116.78	105.94	305.67
Total income from operations (net)	4,962.88	2,103.40	2,760.59	7,066.28	6,258.47	14,702.88
2. Expenses						
(a) Cost of Materials consumed	0.03	-	-	0.03	-	0.05
(b) Purchases of Stock in Trade	4,890.77	2,040.14	2,697.87	6,930.91	6,073.12	14,388.51
(c) Changes in inventories of finished goods, work in progress and stock in trade	3.01	1.86	0.51	4.87	(0.05)	(4.42)
(d) Employee benefits expense	25.72	25.96	26.44	51.68	67.93	100.41
(e) Depreciation & amortisation expense	3.52	3.67	1.04	7.19	2.13	20.02
(f) Other Expenses	9.16	7.92	6.82	17.10	17.14	35.38
Total expenses	4,932.23	2,079.55	2,732.78	7,011.78	6,160.27	14,543.05
3. Profit/(Loss) from operations before other income, finance costs and exceptional items (1-2)	30.65	23.85	27.81	54.50	98.20	159.83
4. Other Income	6.68	6.44	7.16	13.12	15.85	32.66
5. Profit/(Loss) from ordinary activities before finance costs and exceptional items (3+ 4)	37.33	30.29	34.97	67.62	114.05	192.49
6. Finance Costs	40.90	35.04	36.25	75.94	66.38	157.78
7. Profit/(Loss) from ordinary activities after finance costs but before exceptional items (5-6)	(3.57)	(4.75)	(1.28)	(8.32)	47.67	34.71
8. Exceptional Items	-	-	-	-	-	-
-Provisions/Write-off (Net of write back) - Debit/(Credit)	(4.19)	(3.93)	(1.80)	(8.12)	2.80	3.31
9. Profit/(Loss) from ordinary activities before Tax (7-8)	0.62	(0.82)	0.52	(0.20)	44.87	31.40
10. Tax expense						
Current Tax	0.51	0.31	2.85	0.82	2.85	9.81
Tax relating to earlier years	(0.31)	-	-	(0.31)	-	(0.79)
Provision for MAT Credit Entitlement	(0.60)	-	-	(0.60)	-	(3.81)
Deferred Tax	-	-	-	-	-	-
11. Net Profit/(Loss) from Ordinary Activities after tax (9 -10)	1.02	(1.13)	(2.33)	(0.11)	42.02	26.19
12. Extraordinary Items (net of tax expense Rs. nil)	-	-	-	-	-	-
13. Net Profit / (Loss) for the period (11-12)	1.02	(1.13)	(2.33)	(0.11)	42.02	26.19
14. Paid up Equity Share Capital (Face Value Rs. 10/-)	60	60	60	60	60	60
15. Reserves excluding revaluation reserves as per Balance Sheet of previous accounting year	-	-	-	-	-	37.73
16. (i) Earning per share(EPS) (before extraordinary items) (of Rs.10/- each) (not Annualized) :						
(a) Basic (in Rupees)	0.17	(0.19)	(0.39)	(0.02)	7.00	4.36
(b) Diluted (in Rupees)	0.17	(0.19)	(0.39)	(0.02)	7.00	4.36
16. (ii) Earning per share(EPS) (after extraordinary items) (of Rs.10/- each) (not Annualized) :						
(a) Basic (in Rupees)	0.17	(0.19)	(0.39)	(0.02)	7.00	4.36
(b) Diluted (in Rupees)	0.17	(0.19)	(0.39)	(0.02)	7.00	4.36

PART-II

Select Information for the Quarter and Six months Ended 30.09.2015

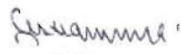

A. Particulars of Shareholding						
1. Public shareholding						
- Number of shares	60,00,000	60,00,000	60,00,000	60,00,000	60,00,000	60,00,000
- Percentage of shareholding	10.00%	10.00%	10.00%	10.00%	10.00%	10.00%
2. Promoters and promoter group shareholding						
a) Pledged/Encumbered						
- Number 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						
- Number of shares	5,40,00,000	5,40,00,000	5,40,00,000	5,40,00,000	5,40,00,000	5,40,00,000
- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	100	100	100	100	100	100
- Percentage of shares (as a % of the total share capital of the company)	90.00%	90.00%	90.00%	90.00%	90.00%	90.00%
B. Investor complaints						
Pending at the beginning of the quarter						NIL
Received during the Quarter						33
Disposed off during the Quarter						23
Remaining unresolved at the end of the quarter						NIL



Segment-wise Revenue, Results and Capital Employed						
(Amount in Rs. Crore)						
PARTICULARS	3 months ended 30.09.2015 (Unaudited) (1)	3 months ended 30.06.2015 (Unaudited) (2)	3 months ended 30.09.2014 (Unaudited) (3)	6 months ended 30.09.2015 (Unaudited) (4)	6 months ended 30.09.2014 (Unaudited) (5)	Year ended 31.03.2015 (Audited) (6)
1. Segment revenue (net sales from each segment)						
a) Export	783.54	317.59	285.11	1,101.13	537.06	1,884.27
b) Import	3,954.26	1,489.07	3,291.50	5,443.33	5,396.14	12,041.61
c) Domestic	165.31	240.73	129.75	406.04	219.33	471.13
Total	4,903.11	2,047.39	2,706.36	6,950.50	6,151.53	14,397.21
Less -Inter-segment revenue	-	-	-	-	-	-
Net sales	4,903.11	2,047.39	2,706.36	6,950.50	6,151.53	14,397.21
2. Segment results - Profit/(Loss) before tax and interest from each segment						
a) Export	7.88	2.39	2.39	10.27	5.49	16.51
b) Import	2.74	1.96	5.22	4.70	72.79	80.66
c) Domestic	1.35	1.88	1.09	3.23	2.17	5.47
Total	11.97	6.23	8.70	18.20	80.45	101.64
Less (f) Interest	40.90	35.04	36.25	75.94	66.38	157.75
(iv) Other unallocable expenditure net off Unallocable income	(29.55)	(27.95)	(28.07)	(57.54)	(30.80)	(57.54)
Profit before Tax	0.62	(0.82)	0.52	(0.20)	44.87	31.40
3. Capital employed (Segment asset - Segment Liabilities)						
a) Export	585.30	610.50	658.10	585.30	658.10	624.28
b) Import	45.65	14.27	(73.60)	45.65	(73.60)	(23.29)
c) Domestic	43.57	40.90	77.41	43.57	77.41	22.04
d) Unallocated	364.29	372.12	568.80	364.29	568.80	415.89
Total	1,038.81	1,037.79	1,230.71	1,038.81	1,230.71	1,038.92



(Amount in ₹ Crore)

STANDALONE STATEMENT OF ASSETS AND LIABILITIES		
Particulars	As at 30.09.2015 (Unaudited)	As at 31.03.2015 (Audited)
	(1)	(2)
I. EQUITY AND LIABILITIES		
(1) Shareholder's funds		
(a) Share Capital	60.00	60.00
(b) Reserves & Surplus	978.81	978.92
(c) Money received against share warrants	-	-
Sub-Total - Shareholders Funds	1,038.81	1,038.92
(2) Share application money pending allotment		
	-	-
(3) Non-Current Liabilities		
(a) Long-term borrowings	-	176.28
(b) Other long term liabilities	1,181.39	1,167.06
(c) Long-term provisions	106.26	101.47
Sub Total - Non Current Liabilities	1,287.65	1,444.81
(4) Current Liabilities		
(a) Short-term borrowings	1,593.25	1,127.86
(b) Trade Payables	627.72	726.46
(c) Other current liabilities	293.72	305.02
(d) Short-term provisions	10.33	15.85
Sub Total - Current Liabilities	2,525.02	2,175.20
TOTAL - EQUITY AND LIABILITIES	4,851.48	4,658.93
II. ASSETS		
(1) Non-Current Assets		
(a) Fixed Assets	952.95	959.94
(b) Non-Current investments	0.11	0.21
(c) Deferred tax assets (net)	73.01	73.01
(d) Long-term loans and advances	18.60	16.38
(e) Other non-current assets	1,134.26	1,111.67
Sub Total - Non Current Assets	2,178.93	2,161.21
(2) Current Assets		
(a) Current investments	-	-
(b) Inventories	0.60	5.50
(c) Trade receivables	2,580.45	2,425.25
(d) Cash and cash equivalents	4.36	6.51
(e) Short-term loans and advances	55.41	38.98
(f) Other current assets	31.73	21.48
Sub Total - Current Assets	2,672.55	2,497.72
TOTAL - ASSETS	4,851.48	4,658.93
Notes:		
1) The financial results for the quarter & six months ended 30th September, 2015 were reviewed by the Audit Committee and taken on record by the Board of Directors in their meetings held on 09th November, 2015.		
2) Limited Review as per clause 41 of the listing agreement with SEBI has been carried out.		
3) Trade receivables and other income as on 30.09.2015 include Rs. 1,877.60 crore and Rs. 110.77 crore respectively receivable from one of the associates with whom the conciliation agreement has been signed which is enforceable as decree and upheld by Hon'ble Supreme Court as final. The associate has made a part payment as per directives of Hon'ble Supreme Court. In view of above the debt has been considered good and interest accrued thereon is recognized as income.		
4) As a matter of accounting prudence, Deferred Tax Assets for the quarter ended 30.09.2015 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		
By order of the Board of Directors		
 (S. K. Sharma) Director - Personnel & Finance		
		
Shankaj Jain Partner M. No. 097279 Place: New Delhi Date: 09.11.2015		