

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

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: Annual Audited Consolidated Financial Result for the quarter and year ended March 31, 2025 and Unaudited Financial Results (Limited Reviewed) (Standalone & Consolidated) for the quarter ended on June 30, 2025

Dear Sir/Madam,

This is to inform that the Board of Directors of The State Trading Corporation of India Limited at its meeting held on today i.e., September 17, 2025 has approved and taken on record the Annual Audited Consolidated Financial Result for the quarter and year ended March 31, 2025 and Unaudited Financial Results (Limited Reviewed) Standalone & Consolidated) for the quarter ended on June 30, 2025. Further, in pursuance of Regulation 33, SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, STC enclosing herewith the following:

A: Annual Audited Consolidated Financial Result for the quarter and Year ended March 31, 2025:

- Auditors' Report on the Annual Audited Consolidated Financial Result for the quarter and year ended March 31, 2025, pursuant to Regulation 33.
- Annual Audited Consolidated Financial Results for the Quarter and Year ended March 31, 2025.
- Statement of Impact of Audit Qualification (Consolidated) for the financial year ended 31.03.2025.

It is also to inform that the Board of Directors of STC Limited had already approved on 13.06.2025 the Annual Audited Standalone Financial Result for the quarter and year ended March 31, 2025.

B: Unaudited Financial Results (Limited Reviewed) for the quarter ended on June 30, 2025:

- Statement of Unaudited Financial Results along with Limited Review Report of the Statutory Auditors for the quarter ended on June 30, 2025 and Press Release are enclosed herewith.

The Meeting of the Board of Directors commenced at 02:30 P.M. and concluded at 06:00 P.M.

Please take the above on record.

Thanking you,

Yours sincerely,

For The State Trading Corporation of India Limited

(Vipin Tripathi)

Company Secretary & Compliance Officer

Annual Audited

Consolidated Financial

Result for the quarter and

Year ended March 31, 2025



P V A R & ASSOCIATES
CHARTERED ACCOUNTANTS

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Independent Auditor's Report

To
The Members of
The State Trading Corporation of India Limited

REPORT ON THE AUDIT OF THE CONSOLIDATED FINANCIAL STATEMENTS

We have audited the accompanying Consolidated financial statements of The State Trading Corporation of India Limited ("the Parent") and its subsidiary "STCL Limited", the parent and its subsidiary are together referred to as "the Group" which comprise the Balance Sheet as at 31st March, 2025, the Statement of Profit and Loss (including Other Comprehensive Income), the statement of changes in Equity and the Consolidated Cash Flow Statement for the year then ended, notes to the Consolidated financial statements including a summary of the significant accounting policies and other explanatory information (hereinafter referred to as "The Consolidated Financial Statements").

Qualified Opinion

In our opinion and because of the various issues as mentioned in the Basis for Qualified Opinion paragraphs, the aforesaid Consolidated Financial Statements except for the qualified opinion give the information required by the Companies Act 2013 ("the Act") in the manner so required and present a true and fair view in conformity with the Indian Accounting Standards prescribed under Section 133 of the Act read with the Companies (Indian Accounting Standards) Rule 2015 as amended, ("Ind AS") and other accounting principles generally accepted in India, of the state of affairs of the Group as at 31st March 2025 and its net profit and other comprehensive income, changes in equity and its cash flows for the year ended on that date.

Basis for Qualified Opinion

1. Non -Current Assets held for Sale

- i. Refer to Note No.4(a) of Consolidated Financial Statements, non-availability of title deeds in the name of the Group 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



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
- iii. Flats at Ahmedabad

Further, 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 Profit and Loss account resulting into **overstatement of profit by Rs. 11.67 lacs.**

Further the farm tanks installed at Mallet Bunder amounting to Rs. 14.84 lacs have also been handed over on as is where is basis. The Group has not raised any debit note for the same and thus non-current assets are being **overstated by Rs. 14.84 lacs.**

Further to this, the auction of the STC assets was conducted by MBPT on 11.06.2024 and the assets were ultimately sold for Rs. 355 lacs, with the previously forfeited EMD of Rs. 25 Lacs. STC calculated its total receivables from MBPT at Rs. 418 lacs which includes the sale proceeds, EMD and deposits. STC to set off this amount against the Rs. 257 lacs Lease rent payable, (amount yet to be reconciled with MBPT) resulting in a net receivable of Rs. 161 lacs from MBPT. Refer Note 57.

Further, Group has not amortized the value of the leasehold properties according to the IND AS 116 for the period expired till 31.03.2025 resulting into overstatement of non-current assets held for sale and consequential impact on profit of the Group, the amount whereof could not be quantified in absence of complete data from the Group.

- ii. Refer Note No. 4, 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 Group to The Handicrafts and Handloom Exports Corporation of India Limited (HHEC) for its Housing colony. Management is in correspondence with DMRC and concerned departments. This has resulted into overstatement of non-current assets held for sale and consequential impact on profit of the Group, the amount whereof could not be quantified in absence of complete data from the Group.

2. Trade Receivables

All trade receivables amounting to 1,72,533.71 lacs as per Note No. 9 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. 1,06, 982.54 lacs have been shown as **"Having Significant increase in credit risk"** since the same is under litigation. As per Note No.9, it is explained that 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 recovery during the Financial Year 2024-25 and there is no major update of legal cases which are pending at various forums. Thus, trade receivable are not 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 31.03.2025 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 1,72,533.71 lacs are considered doubtful of recovery resulting into short provision for doubtful debts amounting to Rs. 1,06,982.54 lacs. Thus the provision for bad and doubtful debts has been understated by Rs. 1,06,982.54 lacs and consequential impact on the statement of profit and Loss account resulting into overstatement of profit by Rs. 1,06,982.54 lacs.

Further in case of M/s Rajat Pharmaceuticals Ltd (RPL), under note no.39, Pt.No.4, 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.52786 lacs 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 6247 lacs 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. 47647 lacs.

STC has filed non-money claim suit before different Courts at Delhi & Mumbai for declaring Bills of Exchanges of STC as null and void and unenforceable against STC which were conditionally accepted by STC on back-to-back basis i.e. STC will make payment to Rajat/Banks only upon receipt of export proceeds from the foreign buyers.

STC had filed 272 Criminal Complaints u/s 138 of N.I Act in New Delhi in 2009 which were transferred from MM Court, Patiala House District Court, New Delhi to the 33rd MM Court, Ballard Pier, Mumbai. Now the matters have been again transferred to M.M. Court, Mazgaon, Bombay. STC is claiming an amount of Rs.45,635 lacs from M/s Rajat towards cheque bounce. Cases are at the stage of issuing of summons/arguments on issuing of summons.

In the case of ICICI Bank Ltd. (Bank of Rajasthan Ltd.) v. The State Trading Corporation of India Ltd. & Ors related to M/s Rajat Pharmaceuticals Ltd., as per the final order dated 11.06.2025 passed by the Hon'ble Debts Recovery Tribunal-II, Delhi, STC has been directed to deposit a sum of Rs. 2,655 lacs within 30 days from the date of order. However, STC has challenged the DRT, Delhi Award and has filed an appeal before DRAT, Delhi on 25.07.2025. STC is hopeful of getting relief, hence no provision (being of contingent nature) has been made. Profit of the company is overstated and the liabilities are understated by the same amount.

Also refer to Note No. 39, 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 Financial Statements.

3. Foreign Currency Receivables and Payables

Currently, as per books of accounts, USD 3,149.35 lacs and Euros 20.90 lacs is receivable from its foreign buyers and USD 41.49 lacs and Pound 0.04 lacs is payable to its foreign suppliers. In nutshell, there are foreign buyers and creditors standing in the financials of STC which have not been revalued in the FY 2024-25.



Thus, the Group has not complied with Ind AS 21 (regarding Effects of Changes in Foreign Exchange) by not revaluing the carrying amounts, in most cases, of foreign currency receivables and payables, which are under litigation/ disputed.

Therefore, we are unable to ascertain the potential impact on the financial statements, if any.

4. Other Current Assets

- i. Refer Note No. 14 - "Other Current Assets for non-provisioning in respect of Duties and taxes recoverable, CST (coal) amounting to Rs. 6.89 lacs which is non recoverable and still not written off.*
- ii. Refer Note No. 11- Other Financial Assets -Claims Recoverable: For non-provisioning in respect of Claims Recoverable of/s since more than 3 years amounting to Rs.3157.74 lacs where no present status is ascertained by the management of the Group and still not written off.*

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

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.3157.74 lacs and overstatement of profit by Rs.3157.74 lacs.

5. Provisions

Refer Note No. 38, for 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. Also, company has not provided for interest accruing on the said demand amount (to be calculated at the rate of 10%) approx. Profits are overstated and liabilities are understated by the amount yet to be ascertained by Management.

Director General of Audit has intimated short provision of Rs.75.92 cr towards interest (calculated @10% p.a. on Rs.132.83 cr from 14th July 2018 upto 31st March 2024) which will further cumulate till final payment to L&DO. Further, STC vide letter dated 20.05.2025 requested L&DO to provide outstanding dues as on date and the reply is still awaited. Profits are overstated and liabilities are understated by the amount yet to be ascertained by Management.

Further, 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 March 2025, and the interest thereon. Amount is unascertained by the management. Profits are overstated and liabilities are understated by the amount yet to be ascertained by Management.



6. Trade Payables

Refer Note No.21, All the trade payables amounting to Rs. 1,09,778.77 lacs are without any balance confirmation and are outstanding for more than 3 financial years.

No amount is payable to these parties as these are suppliers who have entered into legal agreement with STC wherein no amount is payable to them until and unless the amount is recovered from the buyer. Thus, the management has not accorded any treatment to these trade payables and to that extent, liabilities are overstated.

7. Statutory Dues

GST

Refer Note No.14, The GST input receivable and payable balances are not reconciled by the Group as on March 31,2025. GST input Rs 54.21 lacs - non claimable but no provision has been made. Profit of the Group is overstated by the same amount.

Tax Deducted at Source

TDS deducted will be reconciled with form 26AS at the time of submitting Income Tax return, as on the date of report the complete information is not available.

No provision has been made for TDS default of Rs 11.11 lacs pending, submission of correction statements.

8. **Penalty Provisions (Refer Note No.7):** STC could not comply with Regulation 17,18,19,20 & 21 of SEBI (LODR), 2015 due to non-appointment of Independent Directors on the Board of STC and Regulation 33 due to non-submission of consolidated annual financial results for FY 2024-25 due to non-receipt of financial statement from STCL Limited i.e. wholly owned subsidiary company of STC Limited. Consequently, both the stock exchanges i.e BSE and NSE levied a cumulative fine of ₹ 45.17 Lakhs (approx.) on STC for non-compliance of Reg 17,18,19,20,21 & 33 of SEBI (LODR) Regulation, 2015. and STC has taken up the matter with regarding the said non-compliances with its Administrative Ministry and also with the Stock Exchanges to avoid/waive off the penalties imposed in this regard. Based on precedence, STC is hopeful of getting waiver, hence no provision (being of contingent nature) has been made. Profit of the company is overstated and the liabilities are understated by the same amount.

9. Investments (Refer Note No.8)

- **NSS Satpura Agro Development Company Ltd. (Joint Venture) :** The company has been strike off as per MCA site. However, still it is appearing in the books of accounts of STC India Limited. The availability/recovery of asset and/or write off could not be ascertained by the management.
- **Sea Lac Agro Ventures Limited:** The latest financials of the JV are not available for verification. The availability/recovery of asset and/or write off could not be ascertained by the management.
- **Maharashtra Small Scale Industries Development:** The latest financials of the JV are not available for verification. The availability/recovery of asset and/or write off could not be ascertained by the management.
- **Andhra Pradesh Trade Promotion Corporation Limited:** The latest financials of the JV are not available for verification. The availability/recovery of asset and/or write off could not be ascertained by the management.



- **Sindhu Resettlement:** The latest financials of the JV are not available for verification. The availability/recovery of asset and/or write off could not be ascertained by the management.

10. Other Equity (Refer Note No.19): An amount of "Exchange Fluctuation Reserves: Rs.649.53 lacs" & "Bonus Reserve: Rs.0.33 lacs" are appearing in the books of accounts since long. As confirmed by management, these reserves are created long back and details shall be provided in next financial year. We are unable to ascertain its possible impact, if any, on the Consolidated financial statements of the Group.

11. Other Observations

i. Refer Note No. 24, customer at credit includes amount payable to U.P. Government amounting to Rs 603 lacs. As informed by the management, the The State Trading Corporation of India Limited has made various other claims on U.P Government and accordingly dues of Rs. 3382.23 lacs 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 Consolidated financial statements of the Group till date, as its ultimate collection was not certain. In absence of information on acceptability of the said claim by the UP Government, we are unable to ascertain its possible impact, if any, on the Consolidated financial statements of the Group.

ii. **The impact of the following observations is not ascertainable: -**

a. Refer to Cases and Disputes and matters under Litigation and amounts covered under Contingent Assets and Contingent Liabilities, since majority of the matters are subjudice, it is not possible to quantify the liabilities and the interest obligation if any on these cases.

Refers to Note No.38, in respect of litigation matters, their present status and provisioning, if any, required and on-going investigations into the alleged irregularities; further, the Group'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.

b. Refer to 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. 2693.54 lacs (Rs. 687.69 lacs for HHEC & Rs.2005.85 lacs for CCIC) as on March 31,2025. The matter is said to be under correspondence with HHEC & CCIC.

STC received a demand of Rs. 8,002 Lacs from NDMC during 2016-17 towards property tax for the period from 1999-2000 to 2016-17 and the same has been allocated proportionately to CCIC & HHEC. Out of total demand of Rs. 8,002 Lacs, STC has paid Rs. 2,212 Lacs during 2016-17 against which CCIC has paid its share of Rs. 115 Lacs. However, HHEC has not paid its share, hence provision to the extent of share of HHEC out of payment of Rs. 2,212 Lacs has already been made. The matter was pending at Patiala House Court, Delhi, which has vide its order dated 24.03.2025.



HHEC in pursuance to its Board approval dtd. 29.01.2024 submitted a proposal for surrendering back its share of 4.5% office space in JVB and 64 staff quarters at STC housing colony at zero cost to STC in lieu of outstanding dues payable to STC.

Accordingly, STC's Board on 08.08.2024 accorded approval to their offer and HHEC has handed over second floor annexe (3,795.21 sq.ft.) out of 12,667sq.ft. to STC on 26.03.2025. Since separate valuation of the 2nd floor annex is not available and the total dues pending from HHEC is yet to be reconciled, the necessary accounting entries shall be passed in the books of accounts only upon vacation/handing of the entire share as mentioned above by HHEC. Refer Note No. 39

c. **Borrowings**

Refer to Note No. 20, the view of the default by the Group in paying due to interest amount to the banks, STC was declared NPA. The lender banks have initiated DRT proceedings against the Group. The memorandum of the OTS (MOTS) proposal with lender banks is still in progress

Borrowings have been reflected at Rs.80623.24 lacs. Further, STC is in the process of finalizing the OTS proposal with the lender banks, STC has paid Rs. 200 crores in OTS to Lead banker Canara Bank after signing of the Debt Settlement Agreement (DSA) and No dues certificate / Settlement Certificate by all the six lender banks on 11.07.2025 in order to complete the One-time settlement (OTS) with the lender Banks. Further, the case filed by Lead banker Canara Bank in DRT (case no. TA/18/2022) has been withdrawn on 15.07.2025. The status of completion of OTS and withdrawal of case in DRT has also been informed to MOC&I. Accounting effect of the OTS will be reflected in the next quarter ended 30.09.2025.

With respect to the subsidiary company (as reported by its Auditor is reproduced below):

1. Non-Current assets held for disposal

Attention is drawn to Note No.4 of Notes to financial statements which states that non-current assets held for disposal. As per Note NO.3.1(e) in the notes to accounts it is further stated that the financials statements for the year 2024-25 have been prepared on realization basis (non-going concern assumption) and the current assets have been classified as held for disposal. Therefore, all the assets held for disposal have been carried at their estimated realizable values. However, all the non-current assets held for disposal i.e. Property, Plant and Equipment in absence of any report for realizable value has been stated at their respective historical values/carrying values as per books of accounts as on 31.03.2025 and not on realization basis. **This is non-compliance of the accounting policy, and we are unable to comment on the impact of the same on financial statements.**

Further there is also non-compliance of requirements of IND AS-105

As per IND AS-105, "Non-Current Assets held for sale and discontinued Operations". It requires that assets that meet the criteria to be held for sale should be measured at lower of carrying amount and fair value



less costs to sell and to be separately presented in the Balance sheet and also result of discontinued operations to be presented separately in the statement of Profit and Loss.

However, no fair value estimation of the non-current assets held for sale have been carried out as on 31st march, 2025. Thus, there is also non-compliance of IND AS-105 applicable to the Group

2. Borrowings

Refer to Note NO.20, the view of the default by the STCL in paying due to interest amount to the banks, STCL was declared as NPA. The consortium of lenders has taken over the symbolic possession of the assets of the company during the year 2011-12 and initiated legal proceedings against the company for recovery of dues and legal proceedings are pending before the DRT. The company has accounted for interest payable on the borrowing till FY 2018-19 and disclosed as other financial liabilities as interest accrued but not due on borrowings.

The company has not provided interest from 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.1,10,14,54,58,452 /- with consequential reduction in bank liabilities. However, the company has shown the above amount as a contingent liability in the notes to accounts no 39.3.

3. Other current Assets

Attention is drawn to Note no. 14(F), Company has treated the Service Tax Credit Receivable of Rs.13,96,838/- and VAT credit Receivable of Rs.7,91,704/- as current asset. However as per section 140 of CGST Act, 2017, time limit for claiming the input tax credit as transitional credit under earlier tax regime has been expired. Hence company cannot claim the said input tax receivable under GST.

4. Trade Payables

Attention drawn to Note NO.21 – Trade payables, Trade payables includes a sum of Rs. 1,24,07,000/- and are without any balance confirmations and are carried in the books of accounts from 2007-08 onwards.

5. Statutory Dues

Tax deducted at Source

In respect of the TDS deducted by the tenants, STCL has not accounted for the TDS reconciled with amount as appearing in Form 26AS available on the portal amounting to Rs. 36,36,847/-

It had been further observed that the total TDS default of Rs. 3,82,150/- is appearing in the Income Tax (TRACES) portal, No provision has been made for this demand and also not disclosed as contingent liability



Year wise bifurcation of the defaults is as under: -

TDS:	TDS Receivable as per books of Accounts	TDS Defaults as appearing in TRACES portal	Income Tax Demands as appearing in Income Tax portal
FY 2004-05	-	-	1,50,556
FY 2005-06	4,71,742	-	-
FY 2006-07	3,41,727	-	-
FY 2007-08	-	32,690	83,35,437
FY 2008-09	-	27,820	-
FY 2009-10	-	1,98,060	53,14,460
FY 2010-11	4,00,095	9,120	-
FY 2011-12	3,49,348	450	-
FY 2012-13	6,37,865	1,470	-
FY 2013-14	5,33,337	50,230	-
FY 2014-15	-	4,840	-
FY 2015-16	-	2,620	-
FY 2016-17	1,35,595	-	-
FY 2017-18	35,430	240	-
FY 2018-19	29,484	-	-
FY 2019-20	1,15,725	4,040	-
FY 2020-21	92,224	24,650	-
FY 2021-22	1,12,454	25,020	-
FY 2022-23	2,81,671	580	-
FY 2023-24	84,087	320	-
FY 2024-25	16,063	-	-
Grand Total	36,36,847	3,82,150	1,38,00,453

We are, therefore, unable to comment upon the effect of the above in the financial statements relating to TDS reconciliations not carried out.

6. Cash and Bank Balances

The company 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 and hence company has not restated even the balance appearing in EEFC A/c

Bank Accounts	Bank balances as shown in financials as at 31.03.2025 (in Rs.)
UBI BODI – 29231	1,00,118
Syndicate Bank-Bydagi-12083074973	3,860
Indian Bank-Chennai-CA-758100344	14,818
	(31,075)
Canara Bank-5363-Benson Town, Bangalore	
SBT-CA NO.67091529484	1,542
Union Bank of India-00052-EEFC	1,03,168



The company 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 are subject to confirmation from banks

Bank Accounts	Bank balances as shown in financials as at 31.03.2025 (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

Therefore, we are not able to comment upon the effect of this on the financial statement in the absence of complete details regarding this fixed deposit, EEFC account balance, bank balances and margin money.

7. Other observations

1. Attention is drawn to Note No.54 of Notes to financial statements which states that, the balances in the accounts of Trade Receivable, Trade Payables, Business Associates, Security Deposits, Other Creditors and EMD are under litigation and no confirmation has been received from the parties.
2. Gratuity & leave encashment has not been provided as per the provisions for the year.
3. Income tax returns from the Assessment year 2023-24 & onwards not filed.
4. Attention is drawn to Note No.2(ii) of Notes to financial statements which states that the company 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 hence accrued expenses as per the provisions has not been provided for the year.
5. Attention is drawn to Note No 11(b) of Notes to financial statements which states that Two employees when applied for VCC had been paid in excess amounting to Rs 4,52,929 and for which the company has filed recovery suits which is pending for disposal.
6. Attention is drawn to Note No 10(b) of Notes to financial statements which states that Rs.6,85,78,122/-[excluding interest] was due from one of the business associate, the matter was referred to arbitration. In arbitral award of Rs.8.00 Crore was passed in favour of STCL, Which was challenged by the party before city civil court, Bangalore. STCL had filed objections to appeal and after hearing the matter the appeal filed by the party against arbitral award was dismissed. bank guarantee of Rs.8.00 Crore was encashed by the company. Further the party has gone for an appeal before Hon'ble High Court of Karnataka which is pending for disposal. We have adjusted money received to the existing debit balances and hence balances are nil as on date. Out of the total ₹8 crores, ₹5.61 crores was appropriated towards amounts receivable by the banks, while ₹1.87 crores was allocated to the company for operating expenses.
7. Attention is drawn to Note No 24(d), 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 Chillyftas 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.

The impact of the following observations is not ascertainable: -

- i. Refer to Cases and Disputes and matters under Litigation and amounts covered under Contingent Assets and Contingent Liabilities, 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. Material Uncertainty Related to Going Concern

We draw Attention to Note No. 1 of the notes to financial statements, which states that, the accounts of the Company are prepared based on the assumption that the Company is not a going concern due to following reasons:

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

Accordingly, the Company has drawn the accounts on Liquidation basis i.e., assets have been revalued on 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 settlement 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. Our opinion is not modified in respect of this matters.

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Consolidated Financial Statements section of our report. We are independent of the Group in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of



the financial statements under the provisions of the Companies Act, 2013 and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAI's Code of Ethics.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for opinion (including the basis for the qualified opinion).

Key Audit Matters:

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the consolidated financial statements of the current period. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

Emphasis of Matter

With respect to subsidiary company (as reported by its Auditor is reproduced below)

1. *Attention is drawn to Note No. 22 of the Notes to financial statements which states that, Interest payable of Rs. 33,78,29,51,648/- 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. 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.*
2. *Attention is drawn to Note No. 58 to Notes to financial statements which states that, in cases where the Company has made provision for Doubtful Debts, no further interest/addition margin of profit is recognized after they have been classified as doubtful debts. As full provision will be made earlier, the same will be credited to Profit & Loss Account (Note No 34) by reducing the provision. Only after the full receipt of the balance outstanding as per books, the interest/additional margin of profit will be recognized on cash basis.*
3. *Attention is drawn to Note No. 39(iii) (f, g and h) where it is mentioned that the Company has made provision for payment of interest as per the claim made by the consortium banks in the 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/- (included in Note 39) 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.*
4. *Attention is drawn to Note No. 20(b) of Notes to Financial Statements which states that, the total liability to banks along with interest amounting to Rs. 46,84,61,891/- is payable to consortium of seven banks and UCO Bank in respect of devolved LCs/Packing credits since 2008-09. Confirmation of outstanding interest has not been received from the banks. The Company has considered interest payable as claimed at the rates disclosed in their DRT application filed by UCO Bank and consortium of other Banks. Cash credit/short term loan is as per the DRT (Debt Recovery Tribunal) application filed by consortium of seven banks and UCO Banks on 20.07.2011. The above loan has been classified as NPA by consortium banks and UCO Bank. The Company has created pari-passu charge on current assets in favor of the banks and also surrendered the documents of immovable property situated at Chindwara (3.239 hectares), Byadgi (5Acres), Siddapura (2.20 acres) and Madikeri (0.50 acres) in favor of the Bankers. In view of the immovable properties of STCL given as security, an estimated amount of Rs. 1,82,69,500/- out of the total advances can be considered as secured. The consortium*



of bank and UCO Bank has filed cases separately against the Company with the DRT, wherein with regard to UCO Bank recovery case, DRT has passed an order dtd. 29.09.2015 for recovery of Rs. 148,18,29,855/-, however, the Company has challenged DRT order at DRAT, Chennai. The banker has also issued notice u/s 13(2) of Securitization and Reconstruction of Financial Assets and enforcement of Security Interest Act, 2002. Further based on the above, the bankers have issued two Possession Notices one on 26.10.2011 on Factory Land and Building located at Byadagi and another on 17.11.2011 on Factory Land and Building located at Chhindwara, Madhya Pradesh. Further consortium of bank led by SBI has taken the physical possession of land, building and plant and machinery at Byadagi and Chhindawara.

5. Attention is drawn to Note No. 8.2 of the Notes to financial statements 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.
6. Attention is drawn to Note. No. 39.3(f) which states that, subsequent to filing of arbitration petition of M/s Shiva Shankar Minerals Private Limited against STCL and on completion of arbitration process, Rs. 6,06,69,338/- including legal fees of Rs. 26,55,114/- was awarded in favor of M/s Shiva Shankar Minerals Private Limited, STCL has filed an appeal against the arbitration award, which is pending before the City Civil Court, Bangalore.
7. Attention is drawn to Note No. 4 and 20 Cash credit advances from the bank are secured by pari passu charges over the assets of the company. The Consortium of Lenders has taken over the symbolic possession of the assets of the company during the year 2011-12 and initiated legal proceedings against the company for recovery of dues. The legal proceedings are pending before the DRT. Subsequently during the financial year 2019-20. Consortium of the bankers has taken over the physical possession of the assets and initiated the proceedings of auction under the provisions of SARFAESI ACT, 2002. However, the value at which the banks are likely to auction/ receive the bids for the above assets were not known at that point of time. Hence company had reduced the value of assets at book value and also reduced the same from borrowings to Consortium of banks on 31st March 2020. However, during the financial year 2020-21, the company obtained the exact value at which the assets were auctioned was made available. The Borrowings from Consortium of Banks has been reduced by the sale proceeds and profit on the sale of asset has been recorded. Company has transferred the revaluation reserve created on these assets to retained earnings.
8. Attention is drawn to Note No.13, Company has TDS Receivable of Rs. 36,36,847/- 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. A detailed note by giving the disclosure of outstanding demands has been mentioned in the Financials and also the same has been recorded as contingent liability.
9. Attention is drawn to Note no 39(iii), the company 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.
10. The company has confirmed that, they have not received fund statement from LIC. Further the company has mentioned that Actuarial Valuation has not been carried out for the Financial Year 2024-25 by the company,



hence provision for the year is not made. Hence the disclosures mentioned in Note No 46, related to gratuity are subject to fund statement by LIC.

11. Attention is drawn to Note no 46 & 30, the company has mentioned that Actuarial Valuation has not been carried out for the Financial Year 2024-25 by the company, hence provision for the year is not made, Therefore, we are not able to comment upon the effect of this on the financial statement in the absence of complete details regarding this Disclosure as per IND AS 19 Employee Benefits.

12. Restating of financials as per Ind AS 8 due to prior period errors.

- Attention is drawn to Note No 26, Company has kept Fixed Deposit. The interest accruing on FD is recorded in books of accounts as per Form 26AS, as the bank account has been ceased in the month of March 2023. At the time of closure of books of accounts for the FY 2023-24, the interest related to Q4 was not appearing in the 26AS. The same was appearing in 26AS by Q1 of FY 2024-25.
- The exact proceeds from the sale of assets situated at Byadagi and Chindawara was not made available by the lenders to the company which was auctioned under SARFAESI Act in the FY 2019-20, however the same was made available during the FY 2020-21, as the sale value of assets are in excess of Book value, it has transferred the amount of Rs.1,36,37,631 in the revaluation Reserve to Retained Earning by restating the prior period figure by considering it as prior period error.

13. The company 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 and hence company has not restated even the balance appearing in EEFC A/c

Bank Accounts	Bank balances as shown in financials as at 31.03.2025 (in Rs.)
UBI BODI – 29231	1,00,118
Syndicate Bank-Bydagi-12083074973	3,860
Indian Bank-Chennai-CA-758100344	14,818
Canara Bank-5363-Benson Town, Bangalore	(31,075)
SBT-CA NO.67091529484	1,542
Union Bank of India-00052-EEFC	1,03,168

14. The company 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 31.03.2025 (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

Our Opinion is not modified in respect of these matters.

Information Other than the Financial Statements and Auditor's Report thereon

The Group's Board of Directors is responsible for the other information. The other information comprises the information included in the Management Discussion and Analysis, Annual Report on CSR



activities, Report on Corporate Governance, Secretarial Auditor's Report Information, but does not include the Consolidated financial statements and our auditor's report thereon. The Management Discussion and Analysis, Annual Report on CSR activities, Report on Corporate Governance, Secretarial Auditor's Report is expected to be made available to us after the date of this auditors' report.

Our opinion on the Consolidated financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the Consolidated financial statements, our responsibility is to read the other information identified above when it becomes available to us and, in doing so, consider whether the other information is materially inconsistent with the Consolidated financial statements or our knowledge obtained during the course of our audit or otherwise appears to be materially misstated.

When we read such other information as and when made available to us and if we conclude that there is a material misstatement therein, we are required to communicate the matter to those charged with governance.

Responsibilities of Management and Those Charged with Governance for the Consolidated Financial Statements

The Group's Board of Directors are responsible for the matters stated in section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these Consolidated financial statements that give a true and fair view of the financial position, financial performance, (changes in equity) and cash flows of the Group in accordance with the accounting principles generally accepted in India, including the Indian Accounting Standards (Ind AS) specified under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015 as amended. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Group and for preventing and detecting frauds and other irregularities; selection and application of appropriate implementation and maintenance of accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statement that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Management has prepared these financial statements on non-going concern basis as per decision of the Board of Directors.

Board of Directors are also responsible for overseeing the Group's financial reporting process. However, it is to point out that there are no Full Time Working Directors in the Group as on 31st March, 2025 and the Group is functioning only with the assistance of Independent Directors and Director (Finance) on Additional Charge.



Auditors' Responsibilities for the Audit of the Consolidated Financial Statements

Our objectives are to obtain reasonable assurance about whether the Consolidated financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identified and assessed the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtained an understanding of internal financial controls relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the Group has adequate internal financial controls system in place and the operating effectiveness of such controls.
- Evaluated the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Concluded on the appropriateness of management's use of the non-going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Group's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Group to cease to continue as a going concern.
- Evaluated the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

However the financial statements of the Group have been prepared on non-going concern basis as decided by the Board of Directors.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.



We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

From the matters communicated with those charged with governance, we determine those matters that were of most significance and importance in the audit of the financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Other Matters:

- We did not audit the financial statements of subsidiary namely STCL Limited included in the financials of the Group where financial statements reflect total assets of Rs. 134.41 lacs as at Mar 31, 2025, total revenue of Rs.1.19 lacs and net cash outflows amounting to Rs.62.94 lacs for the year ended on that date, as considered in the consolidated financial statements. These financial statements have been audited by other auditors.
- **Non – compliance of Regulation 33 SEBI (LODR):** As per Reg 33 of SEBI (LODR), 2015, every listed Group shall publish its Financial Results within 60 days from the end of the last quarter, and in case of non-compliance of Reg 33 of SEBI (LODR), 2015, Regulatory penalty will be levied on The State Trading Corporation of India Limited by each of the stock exchanges separately.
- **Statutory Committee:** As confirmed by STC management, the Group is unable to re-constitute the Statutory Committees i.e. Audit Committee, Stakeholders Relationship Committee, Nomination & Remuneration Committee, CSR Committee and Risk management Committee due to non-availability of Independent Directors on the Board of the Group

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.

Report on Other Legal and Regulatory Requirements:

1. As required by Section 143(3) of the Act, we report that:
 - i. We have sought and obtained all the information and explanations, except for the matters referred in "Basis for Qualified Opinion"- **Impact of which is partly non-ascertainable**, which to the best of our knowledge and belief were necessary for the purposes of our audit and if not, the details thereof and the effect of such information on the financial statements.
 - ii. In our opinion, proper books of account as required by law have been kept by the Group, except for the matters referred in "Basis for Qualified Opinion", so far as it appears from our



examination of those books and proper returns adequate for the purposes of our audit have been received from the Group.

- iii. The Balance Sheet, the Statement of Profit and loss including the Statement of Other Comprehensive Income, the Cash Flow Statement and Statement of Changes in Equity dealt with by this Report are in agreement with the books of account.
- iv. In our opinion, the aforesaid Consolidated financial statements comply with the Indian Accounting Standards, except for the Basis for Qualified opinion, specified under Section 133 of the Act, read with the Companies (Indian Accounting Standards) Rules, 2015 as amended.
- v. The going concern matter described under “Material uncertainty in relation to Going Concern” paragraph above, in our opinion, may have an adverse effect on the functioning of the Group.
- vi. Pursuant to the Notification No. GSR 463(E) dated 5th June 2015 issued by the Ministry of Corporate Affairs, Government of India, provisions of sub-section (2) of Section 164 of the Act are not applicable to the Group, being a Government Company;
- vii. With respect to the adequacy of the internal financial controls over financial reporting of the Group and the operating effectiveness of such controls, refer to our separate Report in **“Annexure A”. Our report expresses a qualified opinion on the adequacy and operating effectiveness of the Group’s internal financial controls over financial reporting.**
- viii. Pursuant to the Notification No. GSR 463(E) dated 5th June 2015 issued by the Ministry of Corporate Affairs, Government of India, provisions of Section 197 of the Companies Act, 2013, are not applicable to the Group, being a Government Company; and
- ix. With respect to the other matters to be included in the Auditor’s Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, as amended in our opinion and to the best of our information and according to the explanations given to us:
 - a. The Group has not been able to disclose the impact of pending litigations on its financial position in its financial statements, refer note 38 & 39 to the financial statements.
 - b. The Group did not have any long-term contracts including derivative contracts for which there were any material foreseeable profits.
 - c. During the year, the Group has made no transfer to Investor Education and Protection Fund due to heavy accumulated profits. Therefore, question of delay in transferring amounts, required to be transferred, by the Group does not arise.
 - d. i) The respective Management of the Parent Company and its subsidiary, whose financial statements have been audited under the Act, have represented that, to the best of their knowledge and belief, other than as disclosed in notes to accounts, no funds (which are material either individually or in the aggregate)



have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Group to or in any other person or entity, including foreign entity ('Intermediaries') with the understanding, whether recorded in writing or otherwise, that the intermediary shall, whether directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Parent Company or any of such subsidiary ('Ultimate Beneficiaries') or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.

ii) The respective Management of the Parent Company and its subsidiary, whose financial statements have been audited under the Act, have represented to us that, to the best of their knowledge and belief, no funds (which are material either individually or in the aggregate) have been received by the Parent Company or any of such subsidiary from any person or entity, including foreign entity ('Funding Parties') with the understanding, whether recorded in writing or otherwise, that the Parent Company or any of such subsidiary shall, whether directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ('Ultimate Beneficiaries') or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.

(iii) Based on the audit procedures that have been considered reasonable and appropriate in the circumstances performed by us, whose financial statements have been audited under the Act, nothing has come to our attention that has caused us to believe that the representations under sub-clause (i) and (ii) of Rule 11 (e) as provided under (a) and (b) above, contain any material misstatement.

e. There has been no dividend declared during the year.

f. According to the information and explanation provided to us and based on our examination which included test checks, the Group have used accounting software (Tally Prime) for maintaining its books of account, which have a feature of recording audit trail (edit log) facility and the same has operated throughout the year for all relevant transactions recorded in the respective software. Audit trail at database level is enabled in Tally Software for all the relevant transactions recorded in the software and the audit trail feature has not been tampered. The audit trail has been preserved by the Group as per the statutory requirements for record retention at application level and for database level with effect from its enablement.



According to the information and explanation provided to us and based on our examination which included test checks, Audit trail (edit log) is being maintained at application level and for database level in respect of, "Performance Management System", Payroll Software and "Leave Management System" upto 31.03.2025 which are not interfaced with each other as well as the accounting software. As a result of above, Manual Accounting entries are being made on periodical basis in the Tally ERP Accounting software.

For P V A R & ASSOCIATES
CHARTERED ACCOUNTANTS
FRN No. 005223C

 
(CA RUCHI AGARWAL)

Partner

Membership No. 504134

UDIN: 25504134 BM62607630

Place: New Delhi

Date: 17.09.2025

“Annexure A” to INDEPENDENT AUDITOR’S REPORT

Referred to Clause (vii) of Paragraph 2 under the heading of “Report on other Legal and Regulatory Requirements” of Independent Auditor’s Report of even date to the members of the State Trading Corporation of India Limited on the Consolidated Financial Statements for the year ended 31st March 2025

Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 (“the Act”)

We have audited the internal financial controls over financial reporting of **The State Trading Corporation of India Limited** (“the Group”) as of March 31, 2025 in conjunction with our audit of the consolidated financial statements of the Group for the year ended on that date.

Management’s Responsibility for Internal Financial Controls

The Group’s management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Group considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India (ICAI). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to Group’s policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

Auditors’ Responsibility

Our responsibility is to express an opinion on the Group's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the “Guidance Note”) and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The



procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Group's internal financial controls system over financial reporting

Meaning of Internal Financial Controls over Financial Reporting

A Group's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A Group's internal financial control over financial reporting includes those policies and procedures that

(1) Pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the Group;

(2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the Group are being made only in accordance with authorizations of management and directors of the Group; and

(3) Provide reasonable assurance regarding prevention or timely detection of un-authorized acquisition, use, or disposition of the Group's assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls over Financial Reporting (IFCFR)

Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

Basis for Qualified Opinion

- a) *STC is maintaining "Performance Management System", Payroll Software and "Leave Management System" which are not interfaced with each other as well as the accounting software. As a result of above, Manual Accounting entries are being made on periodical basis in the Tally ERP, Accounting software used by Parent Company and its subsidiary.*
- b) *Lack of effective scrutiny of accounting ledgers as far as o/s liabilities/ Claims recoverable/ Security Deposits is seen as they are not updated.*
- c) *Manner of maintenance of Fixed Assets Schedule & register need to be strengthened.*



- d) *Lack of proper contract management is noticed. Irrespective of completion of contracts the EMD/ Security deposits are still being withheld in the books by the Parent Company and its subsidiary.*
- e) *Lack of control over the renewal of Rent/ lease Agreements on timely basis. There are numerous of agreements which have not been renewed over a long period.*
- f) *Ineffective implementation of accounting policy in balance confirmation of trade receivable & vendor balance, is noticed. The balances outstanding in the trade receivable account cannot be reconciled in customers' books as balance confirmations are not available for these customers.*
- g) *As there are no proper Full Time working Directors in the Parent Company and its subsidiary, and there is also lack of senior management personnel in the Group, all decisions and matters requiring immediate attention are kept on hold and there is ineffective management control in the Parent Company and its subsidiary.*

A 'material weakness' is a deficiency, or a combination of deficiencies, in internal financial control over financial reporting, such that there is a reasonable possibility that a material misstatement of the Group's annual or interim financial statements will not be prevented or detected on a timely basis.

With respect to subsidiary company (as reported by its Auditor is reproduced below):

- i. *The Company did not have appropriate Internal control with respect to reconciliation of Trade Receivables, Trade Payables, other creditors and Business Associates, which could result in the material misstatement in books of accounts.*
- ii. *The lease rent of steam sterilization unit located in Chindwara, Madhya Pradesh was terminated on 03.02.2018 w.e.f. 31.01.2015 due to non-performance. The Company has initiated legal process for recovery of its dues.*
- iii. *The Board of Directors of the Company had delegated certain powers to the managing director of the company vide 107th board resolution dated 27th January 2006. However, no review of the same has been made subsequently till date. Presently, a General Manager is looking after the activities of the Company and reporting to the board of Directors of the Company.*
- iv. *The company has not provided interest during the year 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. 39,73,57,33,294 /- with consequential reduction in bank liabilities.*

A 'material weakness' is a deficiency, or a combination of deficiencies, in internal financial control over financial reporting, such that there is a reasonable possibility that a material misstatement of company's annual or interim financial statements will not be prevented or detected on a timely basis.



In our opinion, except for the possible effects of material weaknesses described above on the achievement of objectives of control criteria, the company has maintained, in all material respects, an adequate internal financial control over financial reporting and such internal financial control over financial reporting were operating effectively as at March 31, 2025, based on the internal financial control over financial reporting criteria established by the company considering the essential of internal control stated in the Guidance Note on Audit of internal financial controls over Financial reporting issued by the Institute of Chartered Accountants of India.

Qualified Opinion

In our opinion, (including the basis for the qualified opinion), the Group has, except for effects of the material weaknesses described above on achievement objectives of the control criteria, in all material respects, an adequate internal financial controls system over financial reporting and such internal financials controls over financial reporting were operating effectively as at 31st March, 2025, based on the internal control over financial reporting criteria established by the Group considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

We have, to the extent possible, considered the material weaknesses identified and reported above in determining the nature, timing, and extent of audit tests applied in our audit of the March 31, 2025 Consolidated financial statements of the Group, and these material weaknesses are not likely to affect our opinion on the Consolidated financial statements of the Group.

For P V A R & ASSOCIATES
CHARTERED ACCOUNTANTS
FRN No. 005223C



(CA RUCHI AGARWAL)

Partner

Membership No. 504134

UDIN: 25504134Bm6726107630

Place: New Delhi

Date: 17.09.2025



P V A R & ASSOCIATES

CHARTERED ACCOUNTANTS

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Independent Auditor's Limited Review Report on Audited Consolidated accounts for the Quarter & Year Ended 31.03.2025 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 audited 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 31st March, 2025 ("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.

It is the responsibility of the Group's Management and has been approved by the 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 (3) 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 Audited (Review) Financial Results for the Quarter & year ended March 31st 2025 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 31.03.2025**

1. Further, 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 Profit and Loss account resulting into **overstatement of profit by Rs. 11.67 lacs.**

Further the farm tanks installed at Mallet Bunder amounting to Rs. 14.84 lacs have also been handed over on as is where is basis. The Group has not raised any debit note for the same and thus non-current assets are being **overstated by Rs. 14.84 lacs.**

Further to this, the auction of the STC assets was conducted by MBPT on 11.06.2024 and the assets were ultimately sold for Rs. 355 lacs, with the previously forfeited EMD of Rs. 25 Lacs. STC calculated its total receivables from MBPT at Rs. 418 lacs which includes the sale proceeds, EMD and deposits. STC to set off this amount against the Rs. 257 lacs Lease rent payable, (amount yet to be reconciled with MBPT) resulting in a net receivable of Rs. 161 lacs from MBPT. Refer Note 57 of Annual Consolidated Financial Statements.

2. Refer Note No. 4 of Consolidated audited financial statements for year ending Mar '25, 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.1,72,533.71 lacs 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. 1,06,982.54 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 Year ended 31.03.2025 and there is no major update of legal cases which are pending at various forums. Thus, trade receivable does not seem 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 31.03.2025 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 1,72,533.71 lacs are considered doubtful of recovery resulting into short provision for doubtful debts amounting to Rs. 1,06,982.54 lacs. Thus the provision for bad and doubtful debts has been understated by



Rs. 1,06, 982.54 lacs and consequential impact on the statement of Audited Reviewed financial results resulting into overstatement of profit by Rs. 1,06, 982.54 lacs.

Further in case of M/s Rajat Pharmaceuticals Ltd (RPL), under note no.39, Pt.No.4, 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.52786 lacs 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 6247 lacs 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. 47647 lacs.

STC has filed non-money claim suit before different Courts at Delhi & Mumbai for declaring Bills of Exchanges of STC as null and void and unenforceable against STC which were conditionally accepted by STC on back-to-back basis i.e. STC will make payment to Rajat/Banks only upon receipt of export proceeds from the foreign buyers.

STC had filed 272 Criminal Complaints u/s 138 of N.I Act in New Delhi in 2009 which were transferred from MM Court, Patiala House District Court, New Delhi to the 33rd MM Court, Ballard Pier, Mumbai. Now the matters have been again transferred to M.M. Court, Mazgaon, Bombay. STC is claiming an amount of Rs.45,635 lacs from M/s Rajat towards cheque bounce. Cases are at the stage of issuing of summons/arguments on issuing of summons.

Refer Note No. 8 of Limited Review statements as on 31.03.2025:

In the case of ICICI Bank Ltd. (Bank of Rajasthan Ltd.) v. The State Trading Corporation of India Ltd. & Ors related to M/s Rajat Pharmaceuticals Ltd., as per the final order dated 11.06.2025 passed by the Hon'ble Debts Recovery Tribunal-II, Delhi, STC has been directed to deposit a sum of Rs. 2,655 lacs within 30 days from the date of order. However, STC has challenged the DRT, Delhi Award and has filed an appeal before DRAT, Delhi on 25.07.2025. STC is hopeful of getting relief, hence no provision (being of contingent nature) has been made. Profit of the company is overstated and the liabilities are understated by the same amount.

Also refer to Note No. 39, 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 Financial Statements.

4. Refer to Note No. 20, the view of the default by the Group in paying due to interest amount to the banks, STC was declared NPA. The lender banks have initiated DRT proceedings against the Group. The memorandum of the OTS (MOTS) proposal with lender banks is still in progress.

Borrowings have been reflected at Rs.80623.24 lacs. Further, STC is in the process of finalizing the OTS proposal with the lender banks, STC has paid Rs. 200 crores in OTS to Lead banker Canara Bank after signing of the Debt Settlement Agreement (DSA) and No dues certificate / Settlement Certificate by all the six lender banks on 11.07.2025 in order to complete the One-time settlement (OTS) with the lender Banks. Further, the case filed by Lead banker Canara Bank in DRT (case no. TA/18/2022) has been withdrawn on 15.07.2025. The status of completion of OTS and withdrawal of case in DRT has also been informed to MOC&I. Accounting effect of the OTS will be reflected in the next quarter ended 30.09.2025



5. *Other Financial Assets -Claims Recoverable: For non-provisioning in respect of Claims Recoverable o/s since last many financial years amounting to Rs.3157.74 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 31.03.2025. 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. 3157.74 lacs and overstatement of profit by Rs. 3157.74 lacs.

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

6. *Refer Note No. 38 of Consolidated audited financial statements for Year ending Mar '25, 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. Also, company has not provided for interest accruing on the said demand amount. Profits are overstated and liabilities are understated by the amount yet to be ascertained by Management.*

Director General of Audit has intimated short provision of Rs.75.92 cr towards interest (calculated @10% p.a.on Rs.132.83 cr from 14th July 2018 upto 31st March 2024) which will further cumulate till final payment to L&DO. Profits are overstated and liabilities are understated by the amount yet to be ascertained by Management.

Further, 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 March 2025, and the interest thereon. Amount is unascertained by the management. Profits are overstated and liabilities are understated by the amount yet to be ascertained by Management

7. *Statutory Dues - The GST input receivable as per GSTN and payable balances are not reconciled by the Group as on Mar 31st,2025. GST input Rs.54.21 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 last Audited Financial Statements, Title deeds in the name of the company in respect of following properties are not available/ not executed. Status is unchanged.*

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*

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*
iii. *Flats at Ahmedabad*



9. Penalty Provisions (Refer Note No.7): *STC could not comply with Regulation 17,18,19,20 & 21 of SEBI (LODR), 2015 due to non-appointment of Independent Directors on the Board of STC and Regulation 33 due to non-submission of consolidated annual financial results for FY 2024-25 due to non-receipt of financial statement from STCL Limited i.e. wholly owned subsidiary company of STC Limited. Consequently, both the stock exchanges i.e BSE and NSE levied a cumulative fine of ₹ 45.17 Lakhs (approx) on STC for non-compliance of Reg 17,18,19,20,21 & 33 of SEBI (LODR) Regulation, 2015. and STC has taken up the matter with regarding the said non-compliances with its Administrative Ministry and also with the Stock Exchanges to avoid/waive off the penalties imposed in this regard. Based on precedence, STC is hopeful of getting waiver, hence no provision (being of contingent nature) has been made. Profit of the company is overstated and the liabilities are understated by the same amount.*

10. Investments (Refer Note No.8)

- **NSS Satpura Agro Development Company Ltd. (Joint Venture) :** *The company has been strike off as per MCA site. However, still it is appearing in the books of accounts of STC India Limited. The availability/ recovery of asset and/ or write off could not be ascertained by the management.*
- **Sea Lac Agro Ventures Limited:** *The latest financials of the JV are not available for verification. The availability/ recovery of asset and/ or write off could not be ascertained by the management.*
- **Maharashtra Small Scale Industries Development:** *The latest financials of the JV are not available for verification. The availability/ recovery of asset and/ or write off could not be ascertained by the management.*
- **Andhra Pradesh Trade Promotion Corporation Limited:** *The latest financials of the JV are not available for verification. The availability/ recovery of asset and/ or write off could not be ascertained by the management.*
- **Sindhu Resettlement:** *The latest financials of the JV are not available for verification. The availability/ recovery of asset and/ or write off could not be ascertained by the management.*

Other Equity (Refer Note No.19) : *An amount of "Exchange Fluctuation Reserves: Rs.649.53 lacs" & "Bonus Reserve: Rs.0.33 lacs" are appearing in the books of accounts since long. As confirmed by management, these reserves are created long back and details shall be provided in next financial year. We are unable to ascertain its possible impact, if any, on the Consolidated financial statements of the Company.*

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 31.03.2025. 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 to Rs. 2693.54 lacs (Rs. 687.69 lacs for HHEC & Rs.2005.85lacs for CCIC) as on March 31,2025. The matter is said to be under correspondence with HHEC & CCIC.*

STC received a demand of Rs. 8,002 Lacs from NDMC during 2016-17 towards property tax for the period from 1999-2000 to 2016-17 and the same has been allocated proportionately to CCIC & HHEC. Out of total demand of Rs. 8,002 Lacs, STC has paid Rs. 2,212 Lacs during 2016-17 against which CCIC has paid its share of Rs. 115 Lacs. However, HHEC has not paid its share, hence provision to the extent of share of HHEC out of payment of Rs. 2,212 Lacs has already been made. The matter was pending at Patiala House Court, Delhi, which has vide its order dated 24.03.2025.



HHEC in pursuance to its Board approval dt. 29.01.2024 submitted a proposal for surrendering back its share of 4.5% office space in JVB and 64 staff quarters at STC housing colony at zero cost to STC in lieu of outstanding dues payable to STC.

Accordingly, STC's Board on 08.08.2024 accorded approval to their offer and HHEC has handed over second floor Annexe (3,795.21 sq.ft.) out of 12,667sq.ft. to STC on 26.03.2025. Since separate valuation of the 2nd floor annex is not available and the total dues pending from HHEC is yet to be reconciled, the necessary accounting entries shall be passed in the books of accounts only upon vacation/handing of the entire share as mentioned above by HHEC. Refer Note No. 39

- 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.

7 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.

8 Other Matters

- We did not audit the financial statements of subsidiary namely STCL Limited included in the financials of the Group where financial statements reflect total assets of Rs. 134.41 lacs as at Mar 31, 2025, total revenue of Rs.1.19 lacs and net cash inflows amounting to Rs.62.94 lacs for the year ended on that date, as considered in the consolidated financial statements. These financial statements have been audited by other auditors.
- **Non – compliance of Regulation 33 SEBI (LODR):** As per Reg 33 of SEBI (LODR), 2015, every listed company shall publish its Financial Results within 60 days from the end of the last quarter, and in case of non-compliance of Reg 33 of SEBI (LODR), 2015, Regulatory penalty will be levied on The State Trading Corporation of India Limited by each of the stock exchanges separately.
- **Statutory Committee:** As confirmed by STC management, the company is unable to re-constitute the Statutory Committees i.e. Audit Committee, Stakeholders Relationship



Committee, Nomination & Remuneration Committee, CSR Committee and Risk management Committee due to non-availability of Independent Directors on the Board of the Company

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: 17.09.2025**

UDIN : 25504134BM62GN9228

THE STATE TRADING CORPORATION OF INDIA LTD
Summarised Balance Sheet as at March 31, 2025

(Rs. Lacs)

Particulars	Note No	Consolidated	
		As at Mar 31, 2025	As at Mar 31, 2024
ASSETS			
Non-current assets			
(a) Property, Plant and Equipment	4	-	-
(b) Capital work-in-progress	5	-	-
(c) Investment property	6	-	-
(d) Other intangible assets	7	-	-
(e) Financial Assets :		-	-
(i) Investments	8	-	-
(ii) Trade receivables	9	-	-
(iii) Loans	10	-	-
(iv) Other Financial Assets	11	-	-
(f) Deferred tax assets (net)	12	-	-
(g) Other non-current assets	14	-	-
Sub total		-	-
Current Assets			
(a) Inventories	15	4.17	4.70
(b) Financial Assets :		-	-
(i) Investments	8	1.04	1.04
(ii) Trade receivables	9	106,982.54	106,960.49
(iii) Cash & cash equivalents	16	4,033.85	20,124.52
(iv) Bank Balances other than (iii) above	17	17.96	17.96
(v) Loans	10	3,530.17	3,536.69
(vi) Other Financial Assets	11	29,352.14	17,899.91
(c) Tax Assets (Net)	13	939.03	1,058.71
(d) Other Current Assets	14	4,467.17	1,241.96
(e) Deferred tax assets (net)		-	1,616.96
(f) Assets held for Sale / Disposal		86,802.56	86,808.87
Sub total		236,130.63	239,271.81
Total Assets		236,130.63	239,271.81
EQUITY AND LIABILITIES			
Equity			
(a) Equity Share Capital	18	6,000.00	6,000.00
(b) Other Equity	19	(466,264.12)	(469,325.97)
Sub total		(460,264.12)	(463,325.97)
Liabilities			
Non-current liabilities			
(a) Financial Liabilities			
(i) Borrowings	20	-	-
(ii) Trade payables -MSME		-	-
(iii) Trade payables -Others	21	-	-
(iv) Other Financial Liabilities	22	-	-
(b) Provisions	23	-	-
(c) Other non-current liabilities	24	-	-
Sub total		-	-
Current liabilities			
(a) Financial Liabilities			
(i) Borrowings	20	198,125.94	198,125.94
(ii) Trade payables -MSME		-	-
(iii) Trade payables -Others	21	109,778.77	111,886.89
(iv) Other Financial Liabilities	22	372,865.05	377,015.39
(b) Provisions	23	14,592.12	14,542.37
(c) Other current liabilities	24	1,032.87	1,027.19
Sub total		696,394.75	702,597.78
Total Equity and Liabilities		236,130.63	239,271.81

Notes:-

1) 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.

2) The consolidated financial results for the period ended 31st March 2025 were approved by the Board of Directors in its meeting held on 17.09.2025

3) STC has paid Rs. 200 crore in OTS to Lead banker Canara Bank after signing of the Debt Settlement Agreement (DSA) and No dues certificate /Settlement Certificate issued jointly by all the six lender banks on 11.07.2025 in order to complete the One time settlement (OTS) with the lender Banks. Further, The case filed by Lead banker Canara Bank in DRT (case no. TA/18/2022) has been withdrawn on 15.07.2025. The status of completion of OTS and withdrawal of case in DRT has also been informed to MOC&I. Accounting effect of the OTS will be reflected in the next quarter ended 30.09.2025.



4) Trade receivable of Rs. 1,72,533.71 lacs includes Rs. 65,551.17 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 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 upto 31.07.2018 in the F.Y. 2021-22. Further, STC vide letter dated 20.05.2025, has requested L&DO to provide outstanding dues as on date and the reply as to demand amount is still awaited. Liability from Aug'18 to Jun'25 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 properties, 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. An impairment of Rs 318 lacs charged from revaluation reserve during the FY 2023-24.

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 opted the new tax regime of Income Tax and has written off the MAT credit of Rs. 1,617 lacs in FY 2024-25.

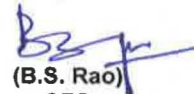
As per our report of even date attached
For P V A R & Associates
Chartered Accountants
Firm Reg. No. 005223C

(CA Ruchi Agarwal)
Partner
M. No. 504134

Place: New Delhi
Dated: 17.09.2025


(NITIN KUMAR YADAV)
CMD
DIN -03104045


(ANOOPA NAIR)
Director- Fin
DIN - 11138663


(B.S. Rao)
CFO


(Vipin Tripathi)
Company Secretary
ACS -29378



THE STATE TRADING CORPORATION OF INDIA LTD.
Statement of Financial Results for the quarter & year ended Mar 31st, 2025
CIN: L74899DL1956GOI002674

Annexure - 2 (Rs. Lacs)

Particulars	CONSOLIDATED				
	Quarter ended 31.03.2025	Quarter ended 31.12.2024	Quarter ended 31.03.2024	Year ended March 31, 2025	Year ended March 31, 2024
	(audited)	(un-audited)	(audited)	(audited)	(audited)
Income					
Revenue from Operations	-	-	-	-	-
Other Income	2,780.06	2,724.25	2,732.74	12,508.80	9,599.26
Total Income	2,780.06	2,724.25	2,732.74	12,508.80	9,599.26
Expenses					
Cost of materials consumed	-	-	-	-	-
Purchases of Stock in trade	-	-	-	-	-
Change in Inventory	-	-	-	-	-
Employees' Benefit Expenses	900.08	865.04	827.73	3,167.28	3,336.87
Finance Cost	52.42	47.20	193.62	201.18	193.62
Depreciation & Amortization Expenses	-	-	-	-	-
Other Expenses	473.91	381.74	413.02	1,634.61	1,373.04
Total expenses	1,426.41	1,293.98	1,434.37	5,003.07	4,903.53
Profit before exceptional items and tax	1,353.65	1,430.27	1,298.37	7,505.73	4,695.73
Exceptional Items - Expense /(Income)	(9.34)	1.08	(148.07)	2,716.81	(436.40)
Profit Before Tax	1,362.99	1,429.19	1,446.44	4,788.92	5,132.13
Tax expense					
(i) Current tax	1,046.67	-	793.25	1,046.67	793.25
(i) Tax related to earlier years	-	1,268.52	(763.22)	1,267.74	(768.35)
(ii) Deferred tax	-	-	-	-	-
Profit for the period from continuing operations (A)	316.32	160.67	1,416.41	2,474.51	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)	316.32	160.67	1,416.41	2,474.51	5,107.23
II Other Comprehensive Income					
Items that will not be reclassified to profit or loss					
- Remeasurements of the defined benefit plans	587.35	-	2,111.22	587.35	2,111.22
Less: Income Tax on Above	-	-	-	-	-
Items that will be reclassified to profit or loss	-	-	-	-	-
Total of Other Comprehensive Income	587.35	-	2,111.22	587.35	2,111.22
Total Comprehensive Income for the period	903.67	160.67	3,527.63	3,061.86	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
Other Equity excluding Revaluation Reserves	-	-	-	(554,406.42)	(557,468.27)
Earnings per equity share :					
	5.00	5.00	5.00	5.10	12.03



Segment-wise Revenue, Results, Assets & Liabilities					
				Annexure - 2	(Rs. Lacs)
Particulars	CONSOLIDATED				
	Quarter ended 31.03.2025	Quarter ended 31.12.2024	Quarter ended 31.03.2024	Year ended March 31, 2025	Year ended March 31, 2024
	(audited)	(audited)	(audited)	(audited)	(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	52.42	47.20	193.62	201.18	193.62
(ii) Other unallocable expenditure net off	(1,415.41)	(1,476.39)	(1,640.06)	(4,990.10)	(5,325.75)
Unallocable income					
Profit before Tax	1,362.99	1,429.19	1,446.44	4,788.92	5,132.13
3. Segment Assets					
a) Export	9,108.50	9,483.13	9,078.38	9,108.50	9,078.38
b) Import	99,150.31	95,763.69	96,189.76	99,150.31	96,189.76
c) Domestic	-	-	-	-	-
d) Unallocated	127,871.82	130,595.57	134,003.67	127,871.82	134,003.67
Total	236,130.63	235,842.39	239,271.81	236,130.63	239,271.81
4. Segment Liabilities					
a) Export	10,443.41	10,492.80	11,323.53	10,443.41	11,323.53
b) Import	101,851.14	102,254.91	107,315.73	101,851.14	107,315.73
c) Domestic	-	-	-	-	-
d) Unallocated	584,100.20	584,262.46	583,958.52	584,100.20	583,958.52
Total	696,394.75	697,010.17	702,597.78	696,394.75	702,597.78



THE STATE TRADING CORPORATION OF INDIA LTD.
CONSOLIDATED CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2025

(Rs.)

Particulars		For the Year Ended 31st March, 2025	For the Year Ended 31st March, 2024
A. CASH FLOW FROM OPERATING ACTIVITIES :			
Net Profit /(Loss) Before Tax		4,788.92	5,13
Adjustment for:			
-Interest on loans		-	-
-Depreciation		-	-
-Net write back of Debts/Advances/claims/Liabilities/Assets		9.63	(436.92)
-Income/Expenditure relating to let out property		(10,466.37)	(7,691.94)
- Interest Income on fixed deposits/Investments		(1,697.04)	(1,695.36)
-Loss on sale of asset		-	0.52
-Profit on sale of assets		(3.51)	(9.82)
Operating Profit Before Working Capital Changes		(7,368.37)	(4,69
Adjustment for:			
-Trade and other receivables		(16,523.88)	5
-Inventories		0.53	
-Trade and other payables		6,332.06	15
Changes In Working Capital		(17,559.66)	(4,48
Income Tax Paid		(481.22)	(2,13
Net Cash Generated/Used In Operating Activities (A)		(17,078.44)	(2,34
B. CASH FLOW FROM INVESTING ACTIVITIES:			
-Purchase of Fixed Assets		-	
-Sale of Fixed Assets		10.02	
-Proceeds Received from T-Bills/Deposits		77.18	9
-Interest received		1,697.04	1,69
-Let out properties (net)		10,466.37	7,69
Net Cash From Investing Activities (B)		12,250.61	9,48
C. CASH FLOW FROM FINANCING ACTIVITIES :			
-Increase in loans		-	(56
-Interest Paid		-	
Net Cash From Financing Activities (C)		-	(56
Net Increase/Decrease In Cash And Cash Equivalents (A+B+C)		(4,827.83)	6,57
Reconciliation of Cash & Cash Equivalents			
Closing Cash & Bank Balances as per Balance Sheet		23,971.73	28,79
Opening Cash & Bank Balances as per Balance Sheet		28,799.56	22,22
Cash & Bank Balances as per Cash Flow Statement		(4,827.83)	6,57
Cash & cash equivalents as per Balance Sheet		23,971.73	28,79
Less : Non readily convertible Bank Deposits		19,937.88	8,67
Cash & cash equivalents as per cash flow statement		4,033.85	20,12
Cash & cash equivalents includes unpaid dividend			

Significant Accounting Policies and the accompanying notes 1 to 70 form an integral part of accounts.

As per our report of even date attached

For P V A R & Associates

Chartered Accountants

Firm Reg. No. 005223C

Ruchi

(CA Ruchi Agarwal)

Partner

M. No. 504134

Place: New Delhi

Dated: 17.09.2025



Nitin Kumar Yadav

(Nitin Kumar Yadav)

CMD

DIN -03104045

Vipin Tripathi

(VIPIN TRIPATHI)

Company Secretary

ACS -29378



Anoop Nair

(Anoop Nair)

Director- Fin.

DIN- 11138663

B S Rao

(B S Rao)

CFO

THE STATE TRADING CORPORATION OF INDIA LTD.
Statement of Financial Results for the quarter & year ended Mar 31st, 2025
CIN: L74899DL1956GOI002674

Annexure - 1
(Rs. Lacs)

S.NO.	PARTICULARS	CONSOLIDATED				
		Quarter ended 31.03.2025	Quarter ended 31.12.2024	Quarter ended 31.03.2024	Year ended March 31, 2025	Year ended March 31, 2024
		(audited)	(un-audited)	(audited)	(audited)	(audited)
1	Total income from operations	-	-	-	-	-
2	Net Profit /(Loss) for the period (before tax, exceptional and/or Extraordinary items)	1,353.65	1,430.27	1,298.37	7,505.73	4,695.73
3	Net Profit /(Loss) for the period before tax (after Exceptional and/or Extraordinary items)	1,362.99	1,429.19	1,446.44	4,788.92	5,132.13
4	Net Profit /(Loss) for the period after tax (after Exceptional and/or Extraordinary items)	316.32	160.67	1,416.41	2,474.51	5,107.23
5	Total comprehensive income for the period [comprising Profit/ (Loss) for the period (after Tax) and other comprehensive income (after tax)]	903.67	160.67	3,527.63	3,061.86	7,218.45
6	Equity Share Capital	6,000.00	6,000.00	6,000.00	6,000.00	6,000.00
7	Other Equity excluding Revaluation Reserves	-	-	-	(554,406.42)	(557,468.27)
8	Earning per share (of Rs. 10/- each) (for continuing and discontinued operations) (not Annualized) :					
	(a) Basic (in Rupees)	1.51	0.27	5.88	5.10	12.03
	(b) Diluted (in Rupees)	1.51	0.27	5.88	5.10	12.03

Notes:

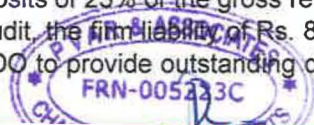
1) Consequent upon the decisions taken in the meeting held on 29.08.2019, by the administrative ministry and further decision of the Board in its 639th meeting dated 05.04.2021, it has been resolved that STC to continue as a non-operating company for the time being and to prepare the accounts from the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

2) The consolidated financial results for the period ended 31st March 2025 were approved by the Board of Directors in its meeting held on 17.09.2025

3) STC has paid Rs. 200 crore in OTS to Lead banker Canara Bank after signing of the Debt Settlement Agreement (DSA) and No dues certificate /Settlement Certificate issued jointly by all the six lender banks on 11.07.2025 in order to complete the One time settlement (OTS) with the lender Banks. Further, The case filed by Lead banker Canara Bank in DRT (case no. TA/18/2022) has been withdrawn on 15.07.2025. The status of completion of OTS and withdrawal of case in DRT has also been informed to MOC&I. Accounting effect of the OTS will be reflectd in the next quarter ended 30.09.2025.

4) Trade receivable of Rs. 1,72,533.71 lacs includes Rs. 65,551.17 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 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 upto 31.07.2018 in the F.Y. 2021-22. Further, STC vide letter dated 20.05.2025, has requested L&DO to provide outstanding dues as on date and the reply as to demand amount is still awaited. Liability from Aug'18 to Jun'25 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 properties, 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. An impairment of Rs 318 lacs charged from revaluation reserve during the FY 2023-24.


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 opted the new tax regime of Income Tax and has written of the MAT credit of Rs. 1,617 lacs in FY 2024-25.

By order of the Board of Directors

As per our report of even date attached
For P V A R & Associates


Chartered Accountants
Firm Reg. No. 005223C


(Nitin Kumar Yadav)
CMD
DIN -03104045


(Anoopta Nair)
Director- Fin
DIN - 11138663



(CA Ruchi Agarwal)
Partner
M. No. 504134
Place: New Delhi
Dated : 17.09.2025


(B.S.Rao)
CFO


(Vipin Tripathi)
Company Secretary ACS -29378



THE STATE TRADING CORPORATION OF INDIA LTD
CONSOLIDATED BALANCE SHEET AS AT MARCH 31, 2025

(Rs. Lacs)

Particulars	Note No	AS AT MARCH 31, 2025	AS AT MARCH 31, 2024
ASSETS			
Non-current assets			
(a) Property, Plant and Equipment	4	-	-
(b) Capital work-in-progress	5	-	-
(c) Investment property	6	-	-
(d) Other intangible assets	7	-	-
(e) Financial Assets :			
(i) Investments	8	-	-
(ii) Trade receivables	9	-	-
(iii) Loans	10	-	-
(iv) Other Financial Assets	11	-	-
(f) Deferred tax assets (net)	12	-	-
(g) Other non-current assets	14	-	-
Sub total		-	-
Current Assets			
(a) Inventories	15	4.17	4.70
(b) Financial Assets :			
(i) Investments	8	1.04	1.04
(ii) Trade receivables	9	106,982.54	106,960.49
(iii) Cash & cash equivalents	16	4,033.85	20,124.52
(iv) Bank Balances other than (ii) above	17	17.96	17.96
(v) Loans	10	3,530.17	3,536.69
(vi) Other Financial Assets	11	29,352.14	17,899.91
(c) Tax Assets (Net)	13	939.03	1,058.71
(d) Other Current Assets	14	4,467.17	1,241.96
(e) Deferred tax assets (net)	12	-	1,616.96
(f) Non Current Assets held for Sale / Disposal		86,802.56	86,808.87
Sub total		236,130.63	239,271.81
Total Assets		236,130.63	239,271.81
EQUITY AND LIABILITIES			
Equity			
(a) Equity Share Capital	18	6,000.00	6,000.00
(b) Other Equity	19	(466,264.12)	(469,325.97)
Sub total		(460,264.12)	(463,325.97)
Liabilities			
Non-current liabilities			
(a) Financial Liabilities			
(i) Borrowings	20	-	-
(ii) Trade payables -MSME		-	-
(iii) Trade payables -Others	21	-	-
(iv) Other Financial Liabilities	22	-	-
(b) Provisions	23	-	-
(c) Other non-current liabilities	24	-	-
Sub total		-	-
Current liabilities			
(a) Financial Liabilities			
(i) Borrowings	20	198,125.94	198,125.94
(ii) Trade payables -Outstanding dues MSME		-	-
(iii) Trade payables -Outstanding dues Other than MSME	21	109,778.77	111,886.89
(iv) Other Financial Liabilities	22	372,865.05	377,015.39
(b) Provisions	23	14,592.12	14,542.37
(c) Other current liabilities	24	1,032.87	1,027.19
Sub total		696,394.75	702,597.78
Total Equity and Liabilities		236,130.63	239,271.81

Significant Accounting Policies and the accompanying notes 1 to 70 form an integral part of accounts.

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

(CA Ruchi Agarwal)
Partner
M. No. 504134

Place: New Delhi
Dated: 17.09.2025



(NITIN KUMAR YADAV)
CMD
DIN - 03104045

(B S Rao)
CFO

(ANOOPA NAIR)
Director- Fin
DIN - 11138663



(VIPIN TRIPATHI)
Company Secretary
ACS -29378

THE STATE TRADING CORPORATION OF INDIA LTD.
CONSOLIDATED STATEMENT OF PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED MARCH 31, 2025

(Rs. L)

Particulars	Note No.	For the year ended March 31, 2025	For the year ended March 31, 2024
Income			
i) Revenue from Operations	25	-	-
ii) Other Income	26	12,508.80	9,599.80
Total Income		12,508.80	9,599.80
Expenses			
i) Cost of materials consumed	27	-	-
ii) Purchases of Stock in trade	28	-	-
iii) Change in Inventory	29	-	-
iv) Employees' Benefit Expenses	30	3,167.28	3,336.28
v) Finance Cost	31	201.18	193.18
vi) Depreciation & Amortization Expenses	32	-	-
vii) Other Expenses	33	1,634.61	1,373.61
Total expenses		5,003.07	4,903.07
Profit before exceptional items and tax		7,505.73	4,696.73
Exceptional Items -Expense/(Income)	34	2,716.81	(436.81)
Profit Before Tax		4,788.92	5,132.54
Tax expense	35		
(i) Tax related to earlier years		1,267.74	(768.74)
(ii) Current Tax		1,046.67	793.67
(iii) Deferred tax		-	-
Profit for the Year from continuing operations		2,474.52	5,107.47
Profit from discontinued operations after tax		-	-
I Profit for the Year		2,474.52	5,107.47
II Other Comprehensive Income			
i) Items that will not be reclassified to profit or loss			
- Remeasurements of the defined benefit plans		587.35	2,111.35
Less: Income Tax on Above		-	-
ii) Items that will be reclassified to profit or loss			
Other Comprehensive Income		587.35	2,111.35
Total Comprehensive Income for the Year		3,061.87	7,218.82
Earnings per equity share :			
(1) Basic		5.10	12.10
(2) Diluted		5.10	12.10

Significant Accounting Policies and the accompanying notes 1 to 70 form an integral part of accounts.

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

[Signature]

(CA Ruchi Agarwal)
Partner
M. No. 504134

Place: New Delhi
Dated: 17.09.2025



[Signature]
(NITIN KUMAR YADAV)
CMD
DIN -03104045

[Signature]
(B S Rao)
CFO

[Signature]
(ANOOPA NAIK)
Director- Fin
DIN - 11138663

[Signature]
(VIPIN TRIPATHI)
Company Secretary
ACS -29378



COMPLIANCE CERTIFICATE

Compliance Certificate by the CEO and CFO under Regulation 17(8) specified in Part-B of Schedule II Corporate Governance of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

The Board of Directors of
The State Trading Corporation of India Ltd.

We B. Srinivas Rao, CFO and Nitin Kumar Yadav, CMD certify that: .

A. We have reviewed consolidated financial statements and the consolidated cash flow statement for the year ended 31.03.2025 and that to the best of our knowledge and belief:

1. These statements do not contain any materially untrue statement or omit any material fact statements that might be misleading;
2. These statements together present a true and fair view of the Company's affairs and are in compliance with existing Accounting Standards, applicable laws and regulations.


B. There are, to the best of our knowledge and belief, no transactions entered into by the Company during the year which are fraudulent, illegal or violative of the Company's Code of Conduct.


C. We accept responsibility for establishing and maintaining internal controls for financial reporting and have evaluated the effectiveness of internal control systems of the company pertaining to financial reporting and we have disclosed to the Auditors and the Audit Committee, deficiencies in the design or operation of such internal

controls, if any, of which we are aware and the steps we have taken or propose to take to rectify these deficiencies.

D. We have indicated to the Auditors that:

1. There has not been any significant change in the internal control over financial reporting during the year under reference.
2. There has not been significant change in accounting policies during the year except those disclosed in the notes to the financial statements; and
3. There has not been any instances during the year of significant fraud except to the extent disclosed in notes to the accounts, of which we had become aware and the involvement therein, if any, of the management or an employee having significant role in the company's internal control system over financial reporting


B.S.Rao
(CFO)


Nitin Kumar Yadav
(CMD)



Place: New Delhi
Date: 17.09.2025

TO WHOMSOEVER IT MAY CONCERN

To the best of our knowledge and based on subject to compliance certificate the consolidated audited financial results for the year ended 31.03.2025 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.



B.S.Rao
(CFO)




Nitin Kumar Yadav
(CMD)

Place: New Delhi
17.09.2025



Other Information- Integrated Filing (Financial)		
For the Financial Year ended 31.03.2025		
Sl. No.		
B.	Statement of deviation or variation for proceeds of public issue, Rights issue, preferential issue, Qualified institutions placement etc.	Not Applicable
C.	Disclosure of outstanding default on loans and debt securities	STC has paid Rs. 200 crore in OTS to Lead banker Canara Bank after signing of the Debt Settlement Agreement (DSA) and No dues certificate /Settlement Certificate issued jointly by all the six lender banks on 11.07.2025 in order to complete the One time settlement (OTS) with the lender Banks. Further, The case filed by Lead banker Canara Bank in DRT (case no. TA/18/2022) has been withdrawn on 15.07.2025. The status of completion of OTS and withdrawal of case in DRT has also been informed to MOC&I. Accounting effect of the OTS will be reflected in the next quarter ended 30.09.2025.
D.	Format for disclosure of Related Party Transactions (applicable only for half-yearly filings)	Enclosed
E.	Statement on impact of Audit Qualifications (For Audit Report with Modified Opinion) Submitted along with annual audited financial results - (Standalone Not Applicable and Consolidated separately) (applicable only for annual filing i.e. 4 th quarter)	Enclosed

Place: New Delhi
Date: 17.09.2025


B.S. Rao
CFO



THE STATE TRADING CORPORATION OF INDIA LIMITED, NEW DELHI

Statement of impact of Audit Qualification for the Financial Year ended 31.03.2025 along with Annual Audited Financial Results - (Consolidated)




(Rs. L)

I	S.No.	Particulars	Audited Figures as reported before adjusting for qualifications	Audited Figures as reported after adjusting for qualifications
	1	Total Income	12,508.80	124,440
	2	Total Expenditure	5,003.07	119,988
	3	Net Profit/(Loss)	7,505.73	4,452
	4	Earning per share	5.10	7
	5	Total Assets	236,130.63	348,017
	6	Total Liabilities	696,394.75	811,380
	7	Net Worth (excluding Revaluation Reserve)	(548,406.42)	(551,456)
	8	Any other financial item (as felt appropriate by the management)		Nil

II Audit qualification		
1	a. Details of Audit Qualification	<p>i. Refer to Note No.4(a) of Consolidated Financial Statements, non-availability of title deeds in the name of the Group respect of following properties namely:</p> <p>a) Leasehold Building</p> <p>i. Leasehold land at Jawahar Vyapar Bhawan valued at Rs. 55,929 lacs</p> <p>ii. Leasehold land at Housing Colony at Aurobindo Marg valued at Rs. 12,394 lacs</p> <p>iii. Plot at Mallet Bunder, Mumbai Port Trust valued at Rs. 11.67 lacs</p> <p>b) Freehold Building</p> <p>i. 8 Residential Flats at Asian Games Village Complex, allotted by DDA amounting to Rs. 2720 lacs</p> <p>ii. 7 apartments in different locations of Mumbai amounting to Rs. 1918 lacs</p> <p>Further, 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 also have consequential impact on the Statement of Profit and Loss account resulting into overstatement of profit by 11.67 lacs.</p> <p>Further the farm tanks installed at Mallet Bunder amounting to Rs. 14.84 lacs have also been handed over on as is where is basis. The State Trading Corporation of India Limited has not raised any debit note for the same and thus non-current assets are being overstated by Rs. 14.84 lacs. Further to this, the auction of the STC assets was conducted by MBPT on 11.06.2024 and the assets were ultimately sold for Rs. 355 lacs, with the previously forfeited EMD of Rs. 25 Lacs. STC calculated its total receivables from MBPT at Rs. 418 lacs which includes the sale proceeds, EMD and deposits. STC to set off this amount against the Rs. 257 lacs Lease rent payable, (amount yet to be reconciled with MBPT) resulting in a net receivable of Rs. 161 lacs from MBPT. Refer Note 57.</p> <p>Further, Group has not amortized the value of the leasehold properties according to the IND AS 116 for the period expired till 31.03.2025 resulting into overstatement of non-current assets held for sale and consequential impact on profit of the Group, the amount whereof could not be quantified in absence of complete data from the Group.</p>
	b. Type of Audit Qualification:	Qualified Opinion
	c. Frequency of Qualification	Repeat
	d. For Audit qualification, whether the impact is quantified by the audit, management's view	<p>Title/Lease deed in respect of following properties is pending for execution:-</p> <p>i. Leasehold Land:-</p> <p>Lease hold land includes land measuring 2.599 acres allotted by L&DO vide "Memorandum of Agreement for Lease" dated 05.12.1975 for construction of office building i.e. JawaharVyaparBhawan at Janpath, New Delhi for which lease deed is not yet executed in the name of the Company.</p> <p>Leasehold land includes a plot at Mallet Bunder, Mumbai Port Trust (where STC has a Tank Farm Installation) for which lease period has expired and the surrender certificate has been executed on 12.11.2021. The tanks installed at Mallet Bunder has been surveyed by the MBPT and assets handed over on as is where is basis with an understanding that the value of the same shall be adjusted and paid to STC. Hence, appropriate treatment will be effected upon arrival of survey valuation.</p> <p>ii. Freehold Building:-</p> <p>Freehold Building includes house building at Asian Games Village Complex (AGVC) allotted by DDA vide allotment letter dated 30.05.1984, which is earmarked for settlement under OTS on as is where is basis. The valuation of the property is underway.</p> <p>Free hold building includes 7 apartments in Mumbai (Located 2 at Wallace Apartment Grant Road, 3 at Mandar Apartment, 1 at Shyamsadan at Khar (West) and 1 at Las Palmas, Malabar hills), which is earmarked for settlement under OTS on as is where is basis.</p>
2	a. Details of Audit Qualification	<p>ii. Refer Note No. 4, 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, well as the flats/area of land sold by the Group to The Handicrafts and Handloom Exports Corporation of India Limited (HHEC) for its Housing colony. Management is in correspondence with DMRC and concerned departments. This has resulted into overstatement of non-current assets held for sale and consequential impact on profit of the Group, the amount whereof could not be quantified in absence of complete data from the Group.</p>
	b. Type of Audit Qualification:	Qualified Opinion
	c. Frequency of Qualification	Repeat
	d. For Audit qualification, whether the impact is quantified by the audit, management's view	<p>325.685 square meters taken by NDMC for widening of roads during Asian Games and 388.91 square meters taken by DMRC for construction of Metro / Metro Station out of the total leasehold land allotted by L&DO to STC for construction of office building at (Jawahar Vyapar Bhawan) Tolstoy Marg, Janpath, New Delhi. The Company has taken up the matter with L&DO for reduction of both the area and the records will be updated in Fixed Assets register/Schedule in respect of its area & value once the final outcome in the matter is arrived at. The efforts are being made with L&DO in this regard on regular basis.</p>

3	a. Details of Audit Qualification	<p>All trade receivables amounting to 1,72,533.71 lacs as per Note No. 9 have been outstanding for more than 3 years. Group has made provision for bad and doubtful debts amounting to Rs. 65,551.17 lacs and another sum of Rs. 1,06,982.54 lacs have been shown as "Having Significant increase in credit risk" since the same is under litigation. As per Note No.9, it is explained that no provision has been made for the same since the relevant creditors will be paid after recovery of these trade receivables, though in most of the cases agreements are not tripartite.</p> <p>Further there has been no recovery during the Financial Year 2023-24 and there is no major update of legal cases which are pending at various forums. Thus trade receivable are not 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 31.03.2024 and hence we are unable to comment upon the genuineness and effect of the same on the financial statements, if any.</p> <p>We are of the view that all trade receivables amounting to 1,72,533.71 lacs are considered doubtful of recovery resulting into short provision for doubtful debts amounting to Rs. 1,06,982.54 lacs. Thus the provision for bad and doubtful debt has been understated by Rs. 1,06,982.54 lacs and consequential impact on the statement of profit and Loss account resulting into overstatement of profit by Rs. 1,06,982.54 lacs.</p> <p>Further in case of M/s Rajat Pharmaceuticals Ltd (RPL), under note no.39.4, Pt.No.4, 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 lacs 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 6247 lacs 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. 47647 lacs. STC has filed non-money claim suit before different Courts at Delhi & Mumbai for declaring Bills of Exchanges of STC as null and void and unenforceable against STC which were conditionally accepted by STC on back-to-back basis i.e. STC will make payment to Rajat/Banks only upon receipt of export proceeds from the foreign buyers.</p>
	b. Type of Audit Qualification:	Qualified Opinion
	c. Frequency of Qualification	Repeat
	d. For Audit qualification, whether the impact is quantified by the audit, management's view	<p>Out of the total trade receivable of Rs. 1,72,533.71 lacs includes Rs. 1,06,982.54 lacs "having significant increase in credit risk" being under dispute/litigation (for details of major legal cases refer note no. 39). 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.</p> <p>Trade receivables include 56,844 Lacs (approx.) on account of export of pharma products to foreign buyers purchase from M/s Rajat Pharmaceuticals Ltd". (RPL). RPL drew bills of exchange on STC which were also accepted upon receipt of overseas buyer's pre- acceptance to STC's bills of exchange. The foreign buyers i.e. M/s Loben Trading and M/s Sweetland defaulted in making payment against the export bills. A claim of 52,786 Lacs has been admitted by the liquidator of one of the foreign buyer i.e. Loben Trading Co.Pte Ltd, Singapore. A Decree of 6,247 Lacs has been passed by Hon'ble Mumbai High Court in favour of STC against the dues from foreign buyer i.e. Sweetland Trading Pte Ltd. As of current date, RPL has gone into liquidation and official liquidator is appointed by Hon'ble High Court Mumbai. The matter is also under investigation by CBI. No provision is required against the same. Banks & Financial institutions have filed legal suit against RPL before DRT/High Court Mumbai making STC also a party to the case claiming 47,647 Lacs. STC has filed non-money claim suit before different Courts at Delhi & Mumbai for declaring Bills of Exchanges of STC null and void and unenforceable against STC which were conditionally accepted by STC on back to back basis i.e. STC will make payment to Rajat/Banks only upon receipt of export proceeds from the foreign buyers.</p>
4	a. Details of Audit Qualification	<p>Currently, as per books of accounts, USD 3,149.35 lacs and Euros 20.90 lacs is receivable from its foreign buyers and USD 41.49 lacs and Pound 0.04 lacs is payable to its foreign suppliers. In nutshell, there are foreign buyers and creditors standing in the financials of STC which have not been revalued in the FY 2023-24.</p> <p>Thus, the Group has not complied with Ind AS 21 (regarding Effects of Changes in Foreign Exchange) by not revaluing the carrying amounts, in most cases, of foreign currency receivables and payables, which are under litigation/dispute. Therefore, we are unable to ascertain the potential impact on the financial statements, if any.</p>
	b. Type of Audit Qualification:	Qualified Opinion
	c. Frequency of Qualification	Repeat
	d. For Audit qualification, whether the impact is quantified by the audit, management's view	Matters are subjudice considering materiality concept.
5	a. Details of Audit Qualification	<p>i. Refer Note No. 14 -"Other Current Assets for non-provisioning in respect of Duties and taxes recoverable , CST (on turnover) amounting to Rs. 6.89 lacs which is non recoverable and still not written off.</p> <p>ii. Refer Note No. 11- Other Financial Assets -Claims Recoverable: For non-provisioning in respect of Claims Recoverable o/s since more than 3 years amounting to Rs.3152.94 lacs where no present status is ascertained by the management of the Group and still not written off.</p> <p>This is non-compliance of IND AS -36 as no provision has been made for impaired assets.</p> <p>All these current assets are being reflected at their carrying amounts instead of on Realization values.</p> <p>This has resulted into overstatement of Current assets by Rs.3152.94 lacs and overstatement of profit by Rs.3152.94 lacs.</p>
	b. Type of Audit Qualification:	Qualified Opinion
	c. Frequency of Qualification	Repeat
	d. For Audit qualification, whether the	Pending with various department and authorities
6	a. Details of Audit Qualification	<p>Refer Note No. 38, for 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. Also, company has not provided for interest accruing on the said demand amount (to be calculated at the rate of 10%) approx. Profits are overstated and liabilities are understated by the amount yet to be ascertained by Management. Director General of Audit has intimated short provision of Rs.75.92 cr towards Interest (calculated @10% p.a. on Rs.132.83 cr from 14th July 2018 upto 31st March 2024) which will further cumulate till final payment to L&DO. Further, STC vide letter dated 20.05.2025 requested L&DO to provide outstanding dues as on date and the reply is still awaited. Profits are overstated and liabilities are understated by the amount yet to be ascertained by Management. Further, Company has not ascertained liability/ provisional liability for Non-compliance of the various conditions of the</p>
	b. Type of Audit Qualification:	Qualified Opinion
	c. Frequency of Qualification	Repeat

	d. For Audit qualification, whether the impact is quantified by the audit, management's view	Demand of Rs. 132.83 Crore was raised by L&DO vide its letter no. L&DDO/LS2A/9225/133 dated 26th March 2018. 2004-05 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 through its various letters has been regularly following up with L&DO for providing details of outstanding dues and the latest reminder letter dated 20.05.2025 has been issued by STC request L&DO to provide details of outstanding dues, as on date and the reply is still awaited.
7	a. Details of Audit Qualification	Refer Note No.21, All the trade payables amounting to Rs. 1,11,886.89 lacs are without any balance confirmation and are outstanding for more than 3 financial years. No amount is payable to these parties as these are suppliers who have entered into legal agreement with STC wherein no amount is payable to them until and unless the amount is recovered from the buyer. Thus, the management has not accorded any treatment to these trade payables and to that extent, liabilities are overstated.
	b. Type of Audit Qualification:	Qualified Opinion
	c. Frequency of Qualification	Repeat
	d. For Audit qualification, whether the impact is quantified by the audit, management's view	Matters are subjudice
8	a. Details of Audit Qualification	GST Refer Note No.14, The GST input receivable and payable balances are not reconciled by the Group as on March 31,2024. GST input Rs 64.73 lacs - non claimable but no provision has been made. Profit of the Group is overstated by the same amount.
	b. Type of Audit Qualification:	Qualified Opinion
	c. Frequency of Qualification	Repeat
	d. For Audit qualification, whether the impact is quantified by the audit, management's view	Tax Deducted at Source TDS deducted will be reconciled with form 26AS at the time of submitting Income Tax return, as on the date of report the complete information is not available. No provision has been made for TDS default of Rs 8.89 lacs pending, submission of correction statements.
9	a. Details of Audit Qualification	Refer Note No. 24, customer at credit includes amount payable to U.P. Government amounting to Rs 603 lacs. As informed by the management, the The State Trading Corporation of India Limited has made various other claims on U.P Government and accordingly dues of Rs. 3382.23 lacs is recoverable from U.P. Government for which debt note dated March 10, 2014 was raised. However, the said claim was not recognized in the Consolidated financial statements of the Group till date, as its ultimate collection was not certain. In absence of information on acceptability of the said claim by the UP Government, we are unable to ascertain its possible impact, if any, on the Consolidated financial statements of the Group.
	b. Type of Audit Qualification:	Qualified Opinion
	c. Frequency of Qualification	Repeat
	d. For Audit qualification, whether the impact is quantified by the audit, management's view	* Includes an amount payable of Rs. 603 lacs to U.P. Government is adjustable against claims of interest and carrying charges amounting to Rs 3,382.23 lacs is outstanding from UPGEWC on account of (i) differential of import price and amount realised on risk sale of 9555.285 MTs Lemon Tur and (ii) Interest and carrying charges, and STC has been continuously following up the recovery matter with Govt of UP and filed its petition dtd 28.01.2022 for resolution of dispute through AMRCD mechanism. Last AMRCD meeting was held on 14.11.2025 wherein AMRCD committee had directed to carry out the reconciliation between STC and UPGEWC. Accordingly, STC vide letter dated 28.02.2025 has sent the documents/information in support of our claim to UPGEWC. Further, a reminder dated 13.05.2025 is also sent to UPGEWC by STC.
10	a. Details of Audit Qualification	Penalty Provisions (Refer Note No.7): STC could not comply with Regulation 17,18,19,20 & 21 of SEBI (LODR), 2015 due to non-appointment of Independent Directors on the Board of STC and Regulation 33 due to non-submission of consolidated annual financial results for FY 2024-25 due to non-receipt of financial statement from STCL Limited i.e. wholly owned subsidiary company of STC Limited. Consequently, both the stock exchanges i.e BSE and NSE levied a cumulative fine of ₹ 45.17 Lakhs (approx.) on STC for noncompliance of Reg 17,18,19,20,21 & 33 of SEBI (LODR) Regulation, 2015. and STC has taken up the matter with regarding the said non-compliances with its Administrative Ministry and also with the Stock Exchanges to avoid/waive off the penalties imposed in this regard. Based on precedence, STC is hopeful of getting waiver, hence no provision (being of contingent nature) has been made. Profit of the company is overstated and the liabilities are understated by the same amount.
	b. Type of Audit Qualification:	Qualified Opinion
	c. Frequency of Qualification	First Time
	d. For Audit qualification, whether the impact is quantified by the audit, management's view	Division is hopeful to get the waiver.
11	a. Details of Audit Qualification	Investments (Refer Note No.8) * NSS Satpura Agro Development Company Ltd. (Joint Venture) : The company has been strike off as per MCA site. However, still it is appearing in the books of accounts of STC India Limited. The availability/recovery of asset and/or write off could not be ascertained by the management. * Sea Lac Agro Ventures Limited: The latest financials of the JV are not available for verification. The availability/recovery of asset and/or write off could not be ascertained by the management. * Maharashtra Small Scale Industries Development: The latest financials of the JV are not available for verification. The availability/recovery of asset and/or write off could not be ascertained by the management. * Andhra Pradesh Trade Promotion Corporation Limited: The latest financials of the JV are not available for verification. The availability/recovery of asset and/or write off could not be ascertained by the management. * Sindhu Resettlement: The latest financials of the JV are not available for verification. The availability/recovery of asset and/or write off could not be ascertained by the management.
	b. Type of Audit Qualification:	Qualified Opinion
	c. Frequency of Qualification	First Time
	d. For Audit qualification, whether the impact is quantified by the audit, management's view	Effective treatment w.r.t NSS Satpura Agro Development Company Ltd. shall be given in F.Y. 2025-26. Investment in Sindhu Resettlement has been shown at a nominal value of 0.04 lacs. Rest all the investments have been fully provided for.

12	a. Details of Audit Qualification	Other Equity (Refer Note No.19): An amount of "Exchange Fluctuation Reserves: Rs.649.53 lacs" & "Bonus Reserve: Rs.0.33 lacs" are appearing in the books of accounts since long. As confirmed by management, the reserves are created long back and details shall be provided in next financial year. We are unable to ascertain its possible impact, if any, on the Consolidated financial statements of the Group
	b. Type of Audit Qualification:	Qualified Opinion
	c. Frequency of Qualification	Repeat
	d. For Audit qualification, whether the impact is quantified by the audit, management's view	Earmarked reserves created in previous years. The same shall be reviewed in F.Y. 2025-26.
	Signatories	
	> CMD	
	> CFO	
	> Audit Committee Chairman	Vacant
	> Statutory Auditor - PVAR & Associates	



Format for Disclosure of Related Party Transactions (applicable only for half-yearly filings i.e., 2nd and 4th quarter)

										Additional disclosure of related party transactions - applicable only in case the related party transaction relates to loans, inter-corporate deposits, advances or investments made or given by the listed entity/subsidiary. These details need to be disclosed only once, during the reporting period when such transaction was undertaken.									
Sr. No.	Details of the party (listed entity /subsidiary) entering into the transaction		Details of the counterparty		Type of related party transaction	Value of transaction during the reporting period	In case monies are due to either party as a result of the transaction		In case any financial indebtedness is incurred to make or give loans, inter-corporate deposits, advances or investments				Details of the loans, inter-corporate deposits, advances or investments						
	Name	PAN	Name	Relationship of the counterparty with the listed entity or its subsidiary			Opening balance	Closing balance	Nature of indebtedness (loan/issuance of debt/ any other etc.)	Details of other indebtedness	Cost	Tenure	Nature (loan/advance/ intercorporate)	Interest Rate (%)	Tenure	Secured/unsecured	Purpose for which the funds will be utilise	Notes	
1	The State Trading	AAACT0102F																	
			SBI Personalised Banking Branch	Tennant	Service	9,162,634													
			SBI IFB Branch	Tennant	Service	52,056,900													
			SBI CAG Branch	Tennant	Service	46,729,020													
			SBI Overseas Branch	Tennant	Service	67,977,480													
			Special Protection Group	Tennant	Service	2,411,442													
			Security Printing & Minting Corporation	Tennant	Service	41,691,521													
			IRCTC	Tennant	Service	933,741													
			Department of admist. Reform and Public gravience	Tennant	Service	90,910,022													
			Department of Economic Affairss	Tennant	Service	52,892,974													
			NCLT	Tennant	Service	-													
			Commission of Air Quality Index	Tennant	Service	11,569,948													
			Capacity Building Commission	Tennant	Service	36,264,853													
			STCL	Subsidiary	Service	120,000													
			ONGC	Tennant	Service	(0)													
			16th Finance Commision	Tennant	Service	51,965,621													
			Shri. S.K. Meena	KMP	Employee Benefit	1,555,044													
			Shri B.S Rao	KMP	Employee Benefit	1,054,331													
			Shri Vipin Kumar Tripathi	KMP	Employee Benefit	620,714													



Unaudited Financial Results

(Limited Reviewed)

(Standalone & Consolidated)

for the quarter ended on

June 30, 2025



P V A R & ASSOCIATES

CHARTERED ACCOUNTANTS

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Independent Auditor's Limited Review Report on Unaudited (Reviewed) Quarterly & Three months ended 30.06.2025 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 Audited financial results of **The State Trading Corporation of India Limited** for the quarter & Three months ended 30th June 2025.
- 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 Standalone Audited Financial Results for the Three months ended 30th June 2025, 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 30.06.2025**
 1. *Refer Note No. 4(a) of Standalone financial statements for Year ending Mar '25, 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 Unaudited (Reviewed) financial results resulting into overstatement of profit by Rs. 11.67 lacs.*



Further the farm tanks installed at Mallet Bunder amounting to Rs. 14.84 lacs have also been handed over on as is where is basis. The company has not raised any debit note for the same and thus non-current assets are being overstated by Rs. 14.84 lacs.

Further to this, the auction of the STC assets was conducted by MBPT on 11.06.2024 and the assets were ultimately sold for Rs. 355 lacs, with the previously forfeited EMD of Rs. 25 Lacs. STC calculated its total receivables from MBPT at Rs. 418 lacs which includes the sale proceeds, EMD and deposits. STC to set off this amount against the Rs. 257 lacs Lease rent payable, (amount yet to be reconciled with MBPT) resulting in a net receivable of Rs. 161 lacs from MBPT. Refer Note 57 of Standalone audited financial statements for year ending Mar'25.

2. Refer Note No. 4 of Standalone audited financial statements for year ending Mar'25, 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.1,69,807.87 lacs (relates to STC only) as per Note No. 9 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. 107,080.25 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 Year ended 31.03.2025 and there is no major update of legal cases which are pending at various forums. Thus, trade receivable does not seem 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 31.03.2025 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 1,69,807.87 lacs are considered doubtful of recovery resulting into short provision for doubtful debts amounting to Rs. 1,07,080.25 lacs. Thus, the provision for bad and doubtful debts has been understated by Rs. 1,07,080.25 lacs and consequential impact on the statement of Unaudited Reviewed financial results resulting into overstatement of profit by Rs. 1,06, 982.54 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.52786 lacs 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 6247 lacs 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. 47647 lacs. These are reported by Management in Note 39 to last Audited Financial Statements as on 31.03.2025.

STC has filed non-money claim suit before different Courts at Delhi & Mumbai for declaring Bills of Exchanges of STC as null and void and unenforceable against STC which were conditionally accepted by STC on back-to-back basis i.e. STC will make payment to Rajat/Banks only upon receipt of export proceeds from the foreign buyers.

STC had filed 272 Criminal Complaints u/s 138 of N.I Act in New Delhi in 2009 which were transferred from MM Court, Patiala House District Court, New Delhi to the 33rd MM Court, Ballard Pier, Mumbai. Now the matters have been again transferred to M.M. Court, Mazgaon, Bombay. STC is claiming an amount of Rs.45,635 lacs from M/s Rajat towards cheque bounce. Cases are at the stage of issuing of summons/arguments on issuing of summons.

Refer Note No. 8 of Limited Review statements as on 30.06.2025:

In the case of ICICI Bank Ltd. (Bank of Rajasthan Ltd.) v. The State Trading Corporation of India Ltd. & Ors related to M/s Rajat Pharmaceuticals Ltd., as per the final order dated 11.06.2025 passed by the Hon'ble Debts Recovery Tribunal-II, Delhi, STC has been directed to deposit a sum of Rs. 2,655 lacs within 30 days from the date of order. However, STC has challenged the DRT, Delhi Award and has filed an appeal before DRAT, Delhi on 25.07.2025. STC is hopeful of getting relief, hence no provision (being of contingent nature) has been made. Profit of the company is overstated and the liabilities are understated by the same amount.

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 Unaudited Reviewed financial results.

4. Refer to Note No. 3 of Limited Review statements as on 30.06.2025, Bank Borrowings have been reflected at Rs.80623.24 lacs as on 30.06.2025. Further, STC is in the process of finalizing the OTS proposal with the lender banks. STC has paid Rs. 200 crores in OTS to Lead banker Canara Bank after signing of the Debt Settlement Agreement (DSA) and No dues certificate /Settlement Certificate by all the six lender banks on 11.07.2025 in order to complete the One-time settlement (OTS) with the lender Banks. Further, the case filed by Lead banker Canara Bank in DRT (case no. TA/18/2022) has been withdrawn on 15.07.2025. The status of completion of OTS and withdrawal of case in DRT has also been informed to MOC&I. Accounting effect of the OTS will be reflected in the next quarter ended 30.09.2025.
5. Other Financial Assets -Claims Recoverable: For non-provisioning in respect of Claims Recoverable o/s since last many financial years amounting to Rs.3158.88 lacs where no present status could be ascertained by the management of the Company and still not written off. Claim recoverable as on 30.06.2025 is Rs.3158.88 lacs.

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.3158.88 lacs and overstatement of profit by Rs. 3158.88 lacs.

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



6. Refer Note No. 5 of Limited Review statements as on 30.06.2025, 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. Also, company has not provided for interest accruing on the said demand amount. Profits are overstated and liabilities are understated by the amount yet to be ascertained by Management.

Director General of Audit has intimated short provision of Rs.75.92 cr towards interest (calculated @10% p.a.on Rs.132.83 cr from 14th July 2018 upto 31st March 2024) which will further cumulate till final payment to L&DO. Further, STC vide letter dated 20.05.2025 requested L&DO to provide outstanding dues as on date and the reply is still awaited. Profits are overstated and liabilities are understated by the amount yet to be ascertained by Management.

Further, 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 Jun 2025, and the interest thereon. Amount is unascertained by the management. Profits are overstated and liabilities are understated by the amount yet to be ascertained by Management.

7. **Statutory Dues** - The GST input receivable as per GSTN and payable balances are not reconciled by the Company as on Jun 30th 2025. GST input Rs.55.03 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 last Audited Financial Statements as on 31.03.2025, Title deeds in the name of the company in respect of following properties are not available/ not executed. Status is unchanged.

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

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
iii. Flats at Ahmedabad

9. **Penalty Provisions (Refer Note No.7):** STC could not comply with Regulation 17,18,19,20 & 21 of SEBI (LODR), 2015 due to non-appointment of Independent Directors on the Board of STC and Regulation 33 due to non-submission of consolidated annual financial results for FY 2024-25 due to non-receipt of financial statement from STCL Limited i.e. wholly owned subsidiary company of STC Limited. Consequently, both the stock exchanges i.e BSE and NSE levied a cumulative fine of ₹ 45.17 Lakhs (approx) on STC for non-compliance of Reg 17,18,19,20,21 & 33 of SEBI (LODR) Regulation, 2015. and STC



has taken up the matter with regarding the said non-compliances with its Administrative Ministry and also with the Stock Exchanges to avoid/waive off the penalties imposed in this regard. Based on precedence, STC is hopeful of getting waiver, hence no provision (being of contingent nature) has been made. Profit of the company is overstated and the liabilities are understated by the same amount.

10. Investments (Refer Note No.8)

- **NSS Satpura Agro Development Company Ltd. (Joint Venture) :** The company has been strike off as per MCA site. However, still it is appearing in the books of accounts of STC India Limited. The availability/ recovery of asset and/ or write off could not be ascertained by the management.
- **Sea Lac Agro Ventures Limited:** The latest financials of the JV are not available for verification. The availability/ recovery of asset and/ or write off could not be ascertained by the management.
- **Maharashtra Small Scale Industries Development:** The latest financials of the JV are not available for verification. The availability/ recovery of asset and/ or write off could not be ascertained by the management.
- **Andhra Pradesh Trade Promotion Corporation Limited:** The latest financials of the JV are not available for verification. The availability/ recovery of asset and/ or write off could not be ascertained by the management.
- **Sindhu Resettlement:** The latest financials of the JV are not available for verification. The availability/ recovery of asset and/ or write off could not be ascertained by the management.

11. Other Equity (Refer Note No.19) : An amount of "Exchange Fluctuation Reserves: Rs.649.53 lacs" & "Bonus Reserve: Rs.0.33 lacs" are appearing in the books of accounts since long. As confirmed by management, these reserves are created long back and details shall be reviewed during the financial year. We are unable to ascertain its possible impact, if any, on the standalone financial statements of the Company.

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 31.03.2025. 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. 2992.77 lacs (Rs. 743.28 lacs for HHEC & Rs.2249.49 lacs for CCIC) as on Jun 30,2025. The matter is said to be under correspondence with HHEC & CCIC.

STC received a demand of Rs. 8,002 Lacs from NDMC during 2016-17 towards property tax for the period from 1999-2000 to 2016-17 and the same has been allocated proportionately to CCIC & HHEC. Out of total demand of Rs. 8,002 Lacs, STC has paid Rs. 2,212 Lacs during 2016-17 against which CCIC has paid its share of Rs. 115 Lacs. However, HHEC has not paid its share, hence provision to the extent of share of HHEC out of payment of Rs. 2,212 Lacs has already been made. The matter was pending at Patiala House Court, Delhi, which has vide its order dated 24.03.2025.

HHEC in pursuance to its Board approval dtd. 29.01.2024 submitted a proposal for surrendering back its share of 4.5% office space in JVB and 64 staff quarters at STC housing colony at zero cost to STC in lieu of outstanding dues payable to STC.

Accordingly, STC's Board on 08.08.2024 accorded approval to their offer and HHEC has handed over second floor Annexe (3,795.21 sq.ft.) out of 12,667sq.ft. to STC on 26.03.2025. Since separate valuation of the 2nd floor annex is not available and the total dues pending from



HHEC is yet to be reconciled, the necessary accounting entries shall be passed in the books of accounts only upon vacation/handing of the entire share as mentioned above by HHEC. Refer Note No. 39 of Standalone audited financial statements for year ending Mar '25.

- 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.

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 Agarwal
(M.NO. 504134)
New Delhi
Date: 17.09.2025**

UDIN : 25504134BM626P6075



P V A R & ASSOCIATES

CHARTERED ACCOUNTANTS

48, 1st Floor, Navyug Market, Ghaziabad - 201 001(U.P.)

Telefax : 0120-2790454, 0120-4374021

E-mail : pvarassociates@gmail.com

Website : www.pvarassociates.com

Independent Auditor's Limited Review Report on Unaudited (Reviewed) Consolidated accounts for the Quarter & Three Month Ended 30.06.2025 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, 2025 ("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 2025 that these financial results have been prepared in accordance with accounting policy on a non-going concern basis.



6 Basis for Disclaimer of Opinion

The financial statements of STCL Limited (Subsidiary) are unreviewed by the management of the STCL Limited and its statutory auditor. We are unable to form any opinion on the Unaudited (unreviewed) Financial Consolidated Results for the three months ended 30.06.2025.

Disclaimer of Opinion

We do not express an opinion on the accompanying consolidated financial statements of the Group. Because of the significance of the matter described in the Basis for Disclaimer of Opinion section of our report, we have not been able to obtain sufficient evidence to provide a basis for a limited review opinion on these consolidated financial statements.

**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: 17.09.2025**

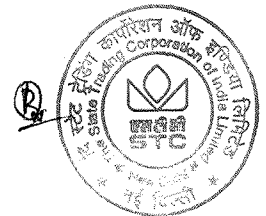
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THE STATE TRADING CORPORATION OF INDIA LTD.
Statement of Unaudited (Reviewed) Financial Results for the Quarter ended June 30, 2025
CIN: L74899DL1956GOI002674

Annexure-I
(Rs. Lacs)

Particulars	STANDALONE				CONSOLIDATED			
	Quarter ended 30.06.2025	Quarter ended 30.06.2024	Quarter ended 31.03.2025	Year ended 31.03.2025	Quarter ended 30.06.2025	Quarter ended 30.06.2024	Quarter ended 31.03.2025	Year ended 31.03.2025
	(unaudited)	(unaudited)	(audited)	(audited)	(unaudited)	(unaudited)	(unaudited)	(audited)
Income								
Revenue from Operations	-	-	-	-	-	-	-	-
Other Income	2,302.26	3,965.28	2,778.86	12,507.60	2,324.76	3,965.28	2,780.06	12,508.80
Total Income	2,302.26	3,965.28	2,778.86	12,507.60	2,324.76	3,965.28	2,780.06	12,508.80
Expenses								
Cost of materials consumed	-	-	-	-	-	-	-	-
Purchases of Stock in trade	-	-	-	-	-	-	-	-
Change in Inventory	-	-	-	-	-	-	-	-
Employees' Benefit Expenses	685.89	692.22	879.98	3,088.81	706.41	709.34	900.08	3,167.28
Finance Cost	48.43	48.38	52.42	201.18	48.43	48.38	52.42	201.18
Depreciation & Amortization Expenses	-	-	-	-	-	-	-	-
Other Expenses	584.97	464.61	460.45	1,614.21	587.47	466.85	473.91	1,634.61
Total expenses	1,319.29	1,205.21	1,392.85	4,904.20	1,342.31	1,224.57	1,426.41	5,003.07
Profit before exceptional items and tax	982.97	2,760.07	1,386.01	7,603.40	982.45	2,740.71	1,353.65	7,505.73
Exceptional Items - Expense /(Income)	0.14	(3.84)	(9.34)	2,716.81	0.14	(3.84)	(9.34)	2,716.81
Profit Before Tax	982.83	2,763.91	1,395.35	4,886.59	982.31	2,744.55	1,362.99	4,788.92
Tax expense								
(i) Current tax	-	-	1,046.67	1,046.67	-	-	1,046.67	1,046.67
(i) Tax related to earlier years	-	(0.78)	-	1,267.74	-	(0.78)	-	1,267.74
(ii) Deferred tax	-	-	-	-	-	-	-	-
Profit for the period from continuing operations (A)	982.83	2,764.69	348.68	2,572.18	982.31	2,745.33	316.32	2,474.52
Profit/(loss) from discontinued operations	-	-	-	-	-	-	-	-
Tax expense of discontinued operations	-	-	-	-	-	-	-	-
Profit from discontinued operations after tax (B)	-	-	-	-	-	-	-	-
I Profit for the period (A+B)	982.83	2,764.69	348.68	2,572.18	982.31	2,745.33	316.32	2,474.52
II Other Comprehensive Income								
Items that will not be reclassified to profit or loss								
- Remeasurements of the defined benefit plans	-	-	587.35	587.35	-	-	587.35	587.35
Less: Income Tax on Above	-	-	-	-	-	-	-	-
Items that will be reclassified to profit or loss	-	-	-	-	-	-	-	-
Total of Other Comprehensive Income	-	-	587.35	587.35	-	-	587.35	587.35
Total Comprehensive Income for the period	982.83	2,764.69	936.03	3,159.53	982.31	2,745.33	903.67	3,061.87
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	-	-	-	(92,431.12)	-	-	-	(554,406.42)
Earnings per equity share :								
(1) Basic (in Rupees)	-	-	1.56	5.27	1.64	4.58	1.51	5.10
(2) Diluted (in Rupees)	-	-	1.56	5.27	1.64	4.58	1.51	5.10

Particulars	STANDALONE				CONSOLIDATED			
	Quarter ended 30.06.2025	Quarter ended 30.06.2024	Quarter ended 31.03.2025	Year ended 31.03.2025	Quarter ended 30.06.2025	Quarter ended 30.06.2024	Quarter ended 31.03.2025	Year ended 31.03.2025
	(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	48.43	48.38	52.42	201.18	48.43	48.38	52.42	201.18
(ii) Other unallocable expenditure net off Unallocable income	(1,031.26)	(2,812.29)	(1,447.77)	(5,087.77)	(1,030.74)	(2,792.93)	(1,415.41)	(4,990.10)
Profit before Tax	982.83	2,763.91	1,395.35	4,886.59	982.31	2,744.55	1,362.99	4,788.92
3. Segment Assets								
a) Export	9,036.22	9,036.22	9,108.50	9,108.50	9,036.22	9,036.22	9,108.50	9,108.50
b) Import	95,358.57	95,358.57	99,150.31	99,150.31	95,358.57	95,358.57	99,150.31	99,150.31
c) Domestic	-	-	-	-	-	-	-	-
d) Unallocated	132,624.60	137,155.18	127,739.39	127,739.39	132,758.74	137,288.85	127,871.82	127,871.82
Total	237,019.39	241,549.97	235,998.20	235,998.20	237,153.53	241,683.64	236,130.63	236,130.63
4. Segment Liabilities								
a) Export	10,648.30	10,648.30	10,443.41	10,443.41	10,648.30	10,648.30	10,443.41	10,443.41
b) Import	101,729.34	107,682.48	101,851.14	101,851.14	101,729.34	107,682.48	101,851.14	101,851.14
c) Domestic	-	-	-	-	-	-	-	-
d) Unallocated	127,887.76	127,842.85	127,932.47	127,932.47	584,057.69	583,933.51	584,100.20	584,100.20
Total	240,265.40	246,173.63	240,227.02	240,227.02	696,435.33	702,264.29	696,394.75	696,394.75



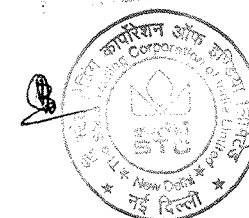
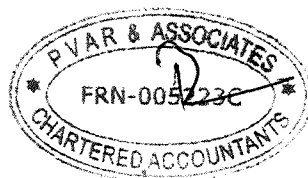
THE STATE TRADING CORPORATION OF INDIA LTD.
Statement of Unaudited (Reviewed) Financial Results for the Quarter ended June 30, 2025
CIN: L74899DL1956GOI002674

(Annexure-II)
(Rs. Lacs)

S.NO.	PARTICULARS	STANDALONE				CONSOLIDATED			
		Quarter ended 30.06.2025	Quarter ended 30.06.2024	Quarter ended 31.03.2025	Year ended 31.03.2025	Quarter ended 30.06.2025	Quarter ended 30.06.2024	Quarter ended 31.03.2025	Year ended 31.03.2025
		(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)	982.97	2,760.07	1,386.01	7,603.40	982.45	2,740.71	1,353.65	7,505.73
3	Net Profit /(Loss) for the period before tax (after Exceptional and/or Extraordinary items)	982.83	2,763.91	1,395.35	4,886.59	982.31	2,744.55	1,362.99	4,788.92
4	Net Profit /(Loss) for the period after tax (after Exceptional and/or Extraordinary items)	982.83	2,764.69	348.68	2,572.18	982.31	2,745.33	316.32	2,474.52
5	Total comprehensive income for the period [comprising Profit/ (Loss) for the period (after Tax) and other comprehensive income (after tax)]	982.83	2,764.69	936.03	3,159.53	982.31	2,745.33	903.67	3,061.87
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	-	-	-	(92,431.12)	-	-	-	(554,406.42)
8	Earning per share (of Rs. 10/- each) (for continuing and discontinued operations) (not Annualized) :								
	(a) Basic (in Rupees)	1.64	4.61	1.56	5.27	1.64	4.58	1.51	5.10
	(b) Diluted (in Rupees)	1.64	4.61	1.56	5.27	1.64	4.58	1.51	5.10

Notes:

- 1) 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.
- 2) The financial results for the quarter ended 30th June 2025 have been approved by the Board of Directors in its meeting held on 17.09.2025.
- 3) STC has paid Rs. 200 crore in OTS to Lead banker Canara Bank after signing of the Debt Settlement Agreement (DSA) and No dues certificate /Settlement Certificate issued jointly by all the six lender banks on 11.07.2025 in order to complete the One time settlement (OTS) with the lender Banks. Further, The case filed by Lead banker Canara Bank in DRT (case no. TA/18/2022) has been withdrawn on 15.07.2025. The status of completion of OTS and withdrawal of case in DRT has also been informed to MOC&I. Accountng effect of the OTS will be reflectd in the next quarter ended 30.09.2025.
- 4) Net trade receivable of Rs. 1,07,080.25 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 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 upto 31.07.2018 in the F.Y. 2021-22. Further, STC vide letter dated 20.05.2025, has requested L&DO to provide outstanding dues as on date and the reply as to demand amount is still awaited. Liability from Aug'18 to Jun'25 is not ascertainable, hence not provided.



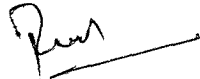
6) Based on Accounting Policy on a non-going concern basis w.e.f 01.04.2021 all the assets previously grouped under Property, Plant and Equipment, Capital Work-in-progress, Investment Property & Intangible Assets are now transferred to " Non-Current Assets held for disposal" and are shown on Carrying 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. An impairment of Rs 318 lacs charged from revaluation reserve during the FY 2023-24.

7) STC could not comply with Regulation 17,18,19,20 & 21 of SEBI (LODR), 2015 due to non appointment of Independent Directors on the Board of STC and Regulation 33 due to non-submission of consolidated annual financial results for FY 2024-25 due to non-receipt of financial statement from STCL Limited i.e. wholly owned subsidiary company of STC Limited. Consequently, both the stock exchanges i.e BSE and NSE levied a cumulative fine of ₹ 45.17 Lakhs (approx) on STC for non-compliance of Reg 17,18,19,20,21 & 33 of SEBI (LODR) Regulation, 2015. STC has taken up the matter regarding the said non-compliances with its Administrative Ministry and also with the Stock Exchanges to avoid/waive off the penalties imposed in this regard. Based on precedence, STC is hopeful of getting waiver, hence no provision (being of contingent nature) has been made.

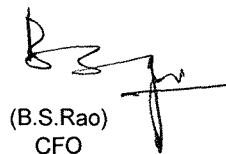
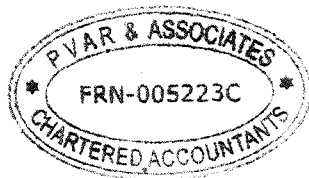
8) In the case of ICICI Bank Ltd. (Bank of Rajasthan Ltd.) v. The State Trading Corporation of India Ltd. & Ors related to M/s Rajat Pharmaceuticals Ltd., As per final order dated 11.06.2025 passed by the Hon'ble Debts Recovery Tribunal-II, Delhi, STC has been directed to deposit a sum of Rs. 2,655 lacs within 30 days from the date of order. However, STC has challenged the DRT, Delhi Award and has filed an appeal before DRAT, Delhi on 25.07.2025. STC is hopeful of getting relief, hence no provision (being of contingent nature) has been made.

9) 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.

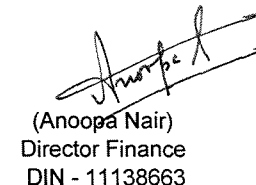
As per our report of even date attached
For P V A R & Associates
Chartered Accountants
Firm Reg. No. 005223C



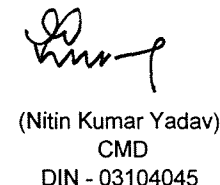
(CA Ruchi Agarwal)
Partner
M. No. 504134
Place: New Delhi
Date: 17.09.2025



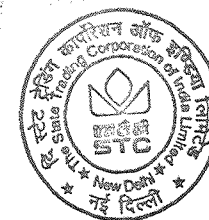
(B.S.Rao)
CFO



(Anoop Nair)
Director Finance
DIN - 11138663



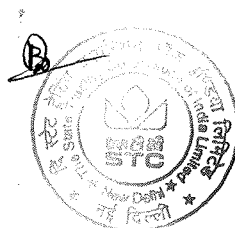
(Nitin Kumar Yadav)
CMD
DIN - 03104045



THE STATE TRADING CORPORATION OF INDIA LTD.

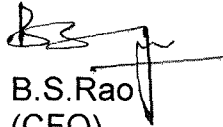
(Rs. Lakh)


DETAILS OF EXCEPTIONAL ITEMS FOR THE YEAR ENDED 30.06.2025					
S.No.	Name of party	Branch/Division	Commodity	Amount	Remarks
A. PROVISIONS & OTHER EXPENSES					
1	Provisions	General Import		0.17	
2	Other Expenses				
B. WRITEBACKS & MISC. INCOME					
1	Liability created in earlier years written back				
	Excess Liability towards expenses reversed	GAD		0.03	
	Sub Total			0.03	
2	Provision Written back for doubtful amounts realised/written off				
3	Write back of unclaimed credit balances			-	
4	Profit on sale of PPE			-	
	Total Write Back & Miscellaneous Income			0.03	
	Total Exceptional Items (Net)			0.14	



TO WHOMSOEVER IT MAY CONCERN

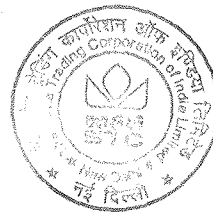
Certified that the reviewed financial results for the three month ended 30.06.2025 do not contain any false or misleading statement or figures and do not omit any material fact which may make the statement or figures contained therein misleading to the best of our knowledge and available records.


B.S.Rao
(CFO)


Nitin Kumar Yadav
(CMD)

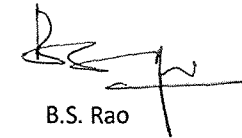
Place: New Delhi

Date: 17.09.2025



Other Information- Integrated Filing (Financial)		
For the Financial Year ended 30.06.2025		
Sl. No.		
B.	Statement of deviation or variation for proceeds of public issue, Rights issue, preferential issue, Qualified institutions placement etc.	Not Applicable
C.	Disclosure of outstanding default on loans and debt securities	STC has paid Rs. 200 crore in OTS to Lead banker Canara Bank after signing of the Debt Settlement Agreement (DSA) and No dues certificate /Settlement Certificate issued jointly by all the six lender banks on 11.07.2025 in order to complete the One time settlement (OTS) with the lender Banks. Further, The case filed by Lead banker Canara Bank in DRT (case no. TA/18/2022) has been withdrawn on 15.07.2025. The status of completion of OTS and withdrawal of case in DRT has also been informed to MOC&I. Accounting effect of the OTS will be reflected in the next quarter ended 30.09.2025.
D.	Format for disclosure of Related Party Transactions (applicable only for half-yearly filings)	Not Applicable
E.	Statement on impact of Audit Qualifications (For Audit Report with Modified Opinion) Submitted along with annual audited financial results - (Standalone Not Applicable and Consolidated separately) (applicable only for annual filing i.e. 4 th quarter)	Not Applicable

Place: New Delhi
Date: 17.09.2025


B.S. Rao
CFO

