

Independent Auditor's Review Report on the quarterly unaudited Standalone Financial Results of Steel City Securities Limited under Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended

To the Board of Directors of  
Steel City Securities Limited

1. We have reviewed the accompanying Statement of unaudited standalone financial results of Steel City Securities Limited ("the Company") for the quarter ended June 30, 2021 ("the Statement") attached herewith, being submitted by the Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ('the Listing Regulations').
2. This Statement, which is the responsibility of the Company's management and approved by the Company's Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34 "Interim Financial Reporting" ("Ind AS 34"), prescribed under Section 133 of the Companies Act, 2013 as amended, read with relevant rules issued thereunder and other accounting principles generally accepted in India. Our responsibility is to express a conclusion on the Statement based on our review.
3. We conducted our review of the Statement in accordance with the Standard on Review Engagements (SRE) 2410 "Review of Interim Financial Information Performed by the Independent Auditor of the Entity" issued by the Institute of Chartered Accountants of India. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the Statement is free of material misstatement. 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 substantially less in scope than an audit conducted in accordance with Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.
4. Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the recognition and measurement principles laid down in the aforesaid Indian Accounting Standards ('Ind AS'), specified under Section 133 of the Companies Act, 2013 as amended, read with relevant rules issued thereunder and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of the Listing Regulations, including the manner in which it is to be disclosed, or that it contains any material misstatement.

FOR SARC & ASSOCIATES  
Chartered Accountants  
Firm Reg.No.006085N



CHANDRA SEKHAR AKULA  
Partner  
Membership NO.206704



Place: Visakhapatnam  
Date: August 11, 2021

UDW:- 21206704 AAAAEY4193

Info@sarcmail.in



STEEL CITY SECURITIES LIMITED				
Regd Office: 49-52-5/4, Shanthipuram, Visakhapatnam, A P - 530016				
Email: scsl@steelcitynettrade.com, ramu.n@steelcitynettrade.com, contact No.0891-2563581				
Website: www.steelcitynettrade.com CIN:L67120AP1995PLC019521				
UNAUDITED STANDALONE FINANCIAL RESULTS FOR THE QUARTER ENDED JUNE 30, 2021				
STATEMENT OF PROFIT AND LOSS				
(Rs. in Lakhs)				
Particulars	For the Quarter Ended			For the Year Ended
	30.06.2021 Unaudited	31.03.2021 Audited	30.06.2020 Unaudited	31.03.2021 Audited
I Revenue from Operations	1,353.71	1,489.73	1,009.52	5,234.86
II Other Income	55.23	97.38	44.32	255.84
III Total Income (I+II)	1,408.94	1,587.11	1,053.84	5,490.70
IV Expenses				
(a) Expenditure on Trading Operations	24.63	36.33	31.14	112.68
(b) Impairment of Financial Instruments	133.40	(23.52)	0.76	142.76
(c) Employee Benefit Expenses	295.86	310.77	224.84	1,076.41
(d) Finance Cost	12.91	12.27	11.19	50.17
(e) Depreciation and amortisation expense	16.47	15.73	18.71	67.73
(f) Other expenses	607.16	833.69	504.32	2,773.00
Total Expenses	1,090.44	1,185.28	790.96	4,222.76
V Profit before exceptional items and tax (III-IV)	318.51	401.83	262.88	1,267.94
VI Exceptional Items	-	-	-	-
VII Profit before tax (V-VI)	318.51	401.83	262.88	1,267.94
VIII Tax Expense				
(a) Current Tax	121.21	104.46	68.12	371.60
(b) Deferred Tax	(34.71)	5.51	2.02	(35.60)
Total tax expenses	86.50	109.97	70.14	336.00
IX Profit/(Loss) for the period (VII-VIII)	232.00	291.86	192.74	931.94
X Other comprehensive Income, net of income tax				
(a) (i) Items that will not be reclassified to profit or loss	-	-	-	-
(ii) Income tax relating to Items that will not be classified to profit or loss	-	-	-	-
(b) (i) Items that will be reclassified to profit or loss	-	-	-	-
(ii) Income tax relating to Items that will be classified to profit or loss	-	-	-	-
Total other comprehensive Income, net of income tax	-	-	-	-
XI Total Comprehensive Income/(Loss) for the period (IX+X)	232.00	291.86	192.74	931.94
XII paid-up equity (face value of the share-10/-each) share capital	1,510.71	1,510.71	1,510.71	1,510.71
XIII Earnings per share (of Rs.10/-each) (not annualised)				
(a) basic	1.54	1.93	1.28	6.17
(b) Diluted	1.54	1.93	1.28	6.17

## Notes:

- The audited financial results have been reviewed by the Audit Committee and recommended for adoption to the Board of Directors. The Board of Directors of the Company have considered and approved the same at its meeting held on August 11, 2021.
- The statutory auditors have carried out an audit of the standalone financial results as required under Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("Listing Regulations") and have issued an unmodified opinion thereon.
- The Company elected to exercise the option permitted under section 115BAA of the Income Tax Act, 1961 as introduced by the Taxation Laws (Amendment) Ordinance, 2019. Accordingly, the Company has recognised provision for Income Tax and remeasured its deferred tax assets and liabilities, basis the rate prescribed in the said section.
- Due to outbreak of Covid-19 globally and in India, the Company has carried out its initial assessment of the likely adverse impact on economic environment and financial risk because of Covid-19. The Company is in the business of Stock Broking, DP Operations and E-Governance activities. The management believes that there may not be significant impact of Covid-19 pandemic on the financial position and performance of the Company, in the long-term. The Company estimates to recover the carrying amount of/all its assets including receivables and loans in the ordinary course of business based on information available on current economic conditions. These estimates are subject to uncertainty and may be affected by the severity and duration of pandemic. The Company is continuously monitoring any material change in future economic conditions.
- The figures for the quarter ended March 31, 2021 are the balancing figures between audited figures for Year Ended March 31, 2021 and the unaudited figures for the Nine Months Period Ended December 31, 2020.
- The figures for the previous periods have been regrouped/ rearranged, wherever considered necessary, to conform current period classifications.

Place: Visakhapatnam  
Dated: August 11, 2021

For ~~SARE & ASSOCIATES~~

A. CHANDRA SEKHAR  
PARTNER  
M.No. 206704

for and on behalf of Board of Directors of

(K SATYANARAYAN)  
EXECUTIVE CHAIRMAN

(SATISH KUMAR ARYA)  
MANAGING DIRECTOR





STEEL CITY SECURITIES LIMITED

Regd Office: 49-52-5/4, Shanthipuram, Visakhapatnam, A P - 530016

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Website: www.steelcitynettrade.com CIN:L67120AP1995PLC019521

**AUDITED STANDALONE FINANCIAL RESULTS FOR THE QUARTER ENDED JUNE 30, 2021  
SEGMENT WISE REVENUES, RESULTS AND CAPITAL EMPLOYED**

Sl No.	Particulars	For the Quarter Ended		for the Year Ended	
		30.06.2021	31.03.2021	30.06.2020	31.03.2021
		Audited	Unaudited	Unaudited	Audited
1	Segment Revenue				
	(a) Stock Broking & DP Operations	1,045.64	1,033.23	812.65	3,634.68
	(b) E-Governance Operations	363.31	553.88	241.19	1,856.02
	Total	1,408.94	1,587.11	1,053.84	5,490.70
	Less: Inter Segment Revenue	-	-	-	-
	Total Income from Operations	1,408.94	1,587.11	1,053.84	5,490.70
2	Segment Results(Profit/(Loss) before tax and finance cost from each segment				
	(a) Stock Broking & DP Operations	231.22	292.68	246.16	897.16
	(b) E-Governance Operations	100.20	121.44	27.90	420.95
	Total	331.42	414.12	274.07	1,318.11
	Less: (i) Finance Cost	12.91	12.27	11.19	50.17
	(ii) Other unallocable expenditure net off unallocable Income	-	-	-	-
	Total Profit Before Tax	318.51	401.86	262.88	1,267.94
3	Segment Assets				
	(a) Stock Broking & DP Operations	15,413.96	13,373.87	13,899.66	13,373.87
	(b) E-Governance Operations	1,136.85	1,636.23	1,092.10	1,636.23
	Total Assets	16,550.81	15,010.10	14,991.76	15,010.10
4	Segment Liabilities				
	(a) Stock Broking & DP Operations	7,083.70	5,606.37	6,159.99	5,606.37
	(b) E-Governance Operations	1,107.13	1,275.75	1,140.86	1,275.75
	Total Liabilities	8,190.83	6,882.13	7,300.85	6,882.12
5	Capital Employed				
	(a) Stock Broking & DP Operations	8,330.26	7,767.50	7,739.67	7,767.50
	(b) E-Governance Operations	29.72	360.48	(48.76)	360.48
	Total Capital Employed	8,359.98	8,127.98	7,690.91	8,127.98

For SARC &amp; ASSOCIATES

A. CHANDRA SEKHAR  
PARTNER  
M.No. 206704

For STEEL CITY SECURITIES LIMITED

Executive Chairman

For STEEL CITY SECURITIES LIMITED

Managing Director

Independent Auditor's Review Report on the quarterly Unaudited Consolidated Financial Results of Steel City Securities Limited Pursuant to the Regulations 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended

To the Board of Directors of  
Steel City Securities Limited

1. We have reviewed the accompanying Statement of Unaudited Consolidated Financial Results of Steel City Securities Limited ("the Parent") and its subsidiary (the Parent and its subsidiary together referred to as "the Group"), and its share of the net profit after tax and total comprehensive profit of its associates for the quarter ended June 30, 2021 ("the Statement"), being submitted by the Parent pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ('the Listing Regulations').
2. This Statement, which is the responsibility of the Parent's management and approved by the Parent's Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34 "Interim Financial Reporting" ("Ind AS 34"), prescribed under Section 133 of the Companies Act, 2013 as amended, read with relevant rules issued thereunder and other accounting principles generally accepted in India. Our responsibility is to express a conclusion on the Statement based on our review.
3. We conducted our review of the Statement in accordance with the Standard on Review Engagements(SRE) 2410 "Review of Interim Financial Information Performed by the Independent Auditor of the Entity", issued by the Institute of Chartered Accountants of India. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the Statement is free of material misstatement. 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 substantially less in scope than an audit conducted in accordance with Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

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.

4. The Statement includes the results of the following entities:
  - a. Steel City Commodities Private Limited (Subsidiary)
  - b. Steel City Financial Services Private Limited (Associate)

**SARC & ASSOCIATES**  
Chartered Accountants

5. Based on our review conducted and procedures performed as stated in paragraph 3 above and based on the consideration of the review reports of the other auditors referred to in paragraph 6 below, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the recognition and measurement principles laid down in the aforesaid Indian Accounting Standards ('Ind AS') specified under Section 133 of the Companies Act, 2013, as amended, read with relevant rules issued thereunder and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation 33 of the Listing Regulations, including the manner in which it is to be disclosed, or that it contains any material misstatement.
6. We did not review the interim financial information/financial results of one subsidiary included in the unaudited consolidated financial results, whose interim financial information/financial results reflect total assets of Rs. 1476.90 Lakhs as at June 30, 2021, and total revenue of Rs. 9.86 Lakhs, total net profit/(loss) after tax of Rs. 0.48 lakhs and total comprehensive income of Rs.0.48 for the quarter ended June 30, 2021 as considered in the unaudited consolidated financial results. The interim financial information/financial results of the subsidiary has been reviewed by other auditor whose reports has been furnished to us by the management and our conclusion on the Statement, in so far as it relates to the amounts and disclosures in respect of the subsidiary is based solely on the reports of the other auditor and the procedures performed by us as stated in paragraph 3 above.

Our conclusion on the Statement is not modified in respect of the above matter

Place: Visakhapatnam  
Date: August 11, 2021

UDIN:- 21206704 AAAAEZ3768

FOR SARC & ASSOCIATES  
Chartered Accountants  
Firm Reg.No.006085N

  
CHANDRA SEKHAR AKULA  
Partner

Membership NO.206704





# STEEL CITY SECURITIES LTD

STEEL CITY SECURITIES LIMITED

Continuation Sheet

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 Website: www.steelcitynettrade.com CIN:L67120AP1995PLC019521

## UNAUDITED CONSOLIDATED FINANCIAL RESULTS FOR THE QUARTER ENDED JUNE 30, 2021 STATEMENT OF PROFIT AND LOSS

particulars	For the Quarter Ended			For the Year Ended
	30.06.2021 Unaudited	31.03.2021 Audited	30.06.2020 Unaudited	31.03.2021 Audited
<b>I Revenue from Operations</b>	1,353.71	1,488.98	1,011.39	5,236.09
<b>II Other Income</b>	65.09	82.47	49.81	297.69
<b>III Total Income(I+II)</b>	1,418.80	1,571.45	1,061.20	5,533.78
<b>IV Expenses</b>				
(a) Expenditure on Trading Operations	24.63	36.58	31.54	124.69
(b) Impairment of Financial Instruments	141.33	(63.74)	(18.43)	65.81
(c) Employee Benefit Expenses	296.51	311.00	225.81	1,079.15
(d) Finance Cost	12.91	12.28	11.86	51.06
(e) Depreciation and amortisation expense	17.22	16.45	19.47	70.70
(f) Other expenses	607.31	835.61	507.68	2,782.85
<b>Total Expenses</b>	1,099.92	1,148.18	777.94	4,174.26
<b>V Profit before exceptional items and tax (III-IV)</b>	318.88	423.26	283.26	1,359.51
<b>VI Exceptional Items</b>	-	-	-	-
<b>VII Profit before tax (V-VI)</b>	318.88	423.26	283.26	1,359.51
<b>VIII Tax Expense</b>				
(a) Current Tax	123.20	103.57	68.50	373.28
(b) Deferred Tax	(36.80)	13.09	6.88	(17.89)
<b>Total tax expenses</b>	86.40	116.65	75.38	355.38
<b>IX Profit after Tax (VII-VIII)</b>	232.48	306.61	207.88	1,004.13
<b>X Share in profit/(loss) of associate</b>	39.14	11.43	19.60	53.32
<b>XI Profit/(Loss) for the period (IX+X)</b>	271.62	318.04	227.48	1,057.45
<b>XII Other comprehensive Income, net of income tax</b>				
(a) (i) Items that will not be reclassified to profit or loss	-	-	-	-
(ii) Income tax relating to Items that will not be classified to profit or loss	-	-	-	-
(b) (i) Items that will be reclassified to profit or loss	-	-	-	-
(ii) Income tax relating to Items that will be classified to profit or loss	-	-	-	-
<b>Total other comprehensive Income, net of income tax</b>	-	-	-	-
<b>XIII Total Comprehensive Income/(Loss) for the period (XI+XII)</b>	271.62	318.04	227.48	1,057.45
<b>XIV Profit attributable to:</b>				
Owners of the company	271.62	318.04	227.48	1,057.45
Non-controlling interest	-	-	-	-
<b>Profit for the period</b>	271.62	318.04	227.48	1,057.45
<b>XV Total comprehensive income attributable to:</b>				
Owners of the company	271.62	318.04	227.48	1,057.45
Non-controlling interest	-	-	-	-
<b>Total comprehensive income for the period</b>	271.62	318.04	227.48	1,057.45
<b>XVI paid-up equity(face value of the share-10/-each)</b>	1,510.71	1,510.71	1,510.71	1,510.71
<b>XVII Earnings per share(of Rs.10/-each) (not annualised)</b>				
(a) basic	1.80	2.11	1.51	7.00
(b) Diluted	1.80	2.11	1.51	7.00

- Consolidated financial results cover the operations of Steel City Securities Limited, its subsidiary in Steel City Commodities Private Limited and its associate in Steel City Financial Services Private Limited
- The audited financial results have been reviewed by the Audit Committee and recommended for adoption to the Board of Directors. The Board of Directors of the Company have considered and approved the same at its meeting held on August 11, 2021.

For SARC & ASSOCIATES

A. CHANDRA SEKHAR  
 PARTNER  
 M.No. 206704

For STEEL CITY SECURITIES LIMITED

6.6.5  
 Executive Chairman

Managing Director



- 3 The statutory auditors have carried out an audit of the Consolidated financial results as required under Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("Listing Regulations") and have issued an unmodified opinion thereon.
- 4 The Company elected to exercise the option permitted under section 115BAA of the Income Tax Act, 1961 as introduced by the Taxation Laws (Amendment) Ordinance, 2019. Accordingly, the Company has recognised provision for Income Tax and remeasured its deferred tax assets and liabilities, basis the rate prescribed in the said section.
- 5 Due to outbreak of Covid-19 globally and in India, the Company has carried out its initial assessment of the likely adverse impact on economic environment and financial risk because of Covid-19. The Company is in the business of Stock Broking, DP Operations and E-Governance activities. The management believes that there may not be significant impact of Covid-19 pandemic on the financial position and performance of the Company, in the long-term. The Company estimates to recover the carrying amount of/all its assets including receivables and loans in the ordinary course of business based on information available on current economic conditions. These estimates are subject to uncertainty and may be affected by the severity and duration of pandemic. The Company is continuously monitoring any material change in future economic conditions.
- 6 The figures for the quarter ended March 31, 2021 are the balancing figures between audited figures for Year Ended March 31, 2021 and the unaudited figures for the Nine Months Period Ended December 31, 2020.
- 7 The figures for the previous periods have been regrouped/ rearranged, wherever considered necessary, to conform current period classifications.

for and on behalf of Board of Directors of

Place: Visakhapatnam

Dated: August 11, 2021

For SARC & ASSOCIATES

  
A. CHANDRA SEK HAR  
PARTNER  
M.No. 286704

  
(K SATYANARYANA)  
EXECUTIVE CHAIRMAN

  
(SATISH KUMAR ARYA)  
MANAGING DIRECTOR





**STEEL CITY SECURITIES LIMITED**

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Website: www.steelcitynettrade.com CIN:L67120AP1995PLC019521

**UNAUDITED CONSOLIDATED FINANCIAL RESULTS FOR THE QUARTER ENDED JUNE 30, 2021  
SEGMENT WISE REVENUES, RESULTS AND CAPITAL EMPLOYED**

Sl No.	Particulars	For the Quarter Ended			For the Year Ended
		30.06.2021	31.03.2021	30.06.200	31.03.2021
		Unaudited	Audited	Unaudited	Audited
1	Segment Revenue				
	(a) Stock Broking & DP Operations	1,055.50	1,017.56	820.01	3,677.76
	(b) E-Governance Operations	363.31	553.88	241.19	1,856.02
	<b>Total</b>	<b>1,418.80</b>	<b>1,571.45</b>	<b>1,061.20</b>	<b>5,533.78</b>
	Less: Inter Segment Revenue	-	-	-	-
	<b>Total Income from Operations</b>	<b>1,418.80</b>	<b>1,571.45</b>	<b>1,061.20</b>	<b>5,533.78</b>
2	Segment Results(Profit/(Loss) before tax and finance cost from each segment				
	(a) Stock Broking & DP Operations	231.59	314.11	267.21	989.63
	(b) E-Governance Operations	100.20	121.44	27.90	420.95
	<b>Total</b>	<b>331.80</b>	<b>435.54</b>	<b>295.12</b>	<b>1,410.57</b>
	Less: (i) Finance Cost	12.91	12.28	11.86	51.06
	(ii) Other unallocable expenditure net off unallocable Income	-	-	-	-
	<b>Total Profit Before Tax</b>	<b>318.88</b>	<b>423.26</b>	<b>283.26</b>	<b>1,359.51</b>
3	Segment Assets				
	(a) Stock Broking & DP Operations	16,907.94	14,826.27	15,334.95	14,826.27
	(b) E-Governance Operations	1,136.85	1,636.23	1,092.10	1,636.23
	<b>Total Assets</b>	<b>18,044.79</b>	<b>16,462.50</b>	<b>16,427.05</b>	<b>16,462.50</b>
4	Segment Liabilities				
	(a) Stock Broking & DP Operations	7,112.15	5,632.85	6,260.12	5,632.85
	(b) E-Governance Operations	1,107.13	1,275.75	1,140.86	1,275.75
	<b>Total Liabilities</b>	<b>8,219.28</b>	<b>6,908.60</b>	<b>7,400.98</b>	<b>6,908.60</b>
5	Capital Employed				
	(a) Stock Broking & DP Operations	9,795.79	9,193.42	9,074.83	9,193.42
	(b) E-Governance Operations	29.72	360.48	(48.76)	360.48
	<b>Total Capital Employed</b>	<b>9,825.52</b>	<b>9,553.90</b>	<b>9,026.07</b>	<b>9,553.90</b>

For SARC & ASSOCIATES

A. CHANDRA SEKHAR  
PARTNER  
M.No. 206704

For STEEL CITY SECURITIES LIMITED

Executive Chairman

For STEEL CITY SECURITIES LIMITED

Managing Director