

Limited review report on unaudited quarterly standalone financial results of Steel City Securities Limited under Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

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 30 June 2020.
2. This Statement, which is the responsibility of the Company's management and approved by the 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, and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations. Our responsibility is to issue a report 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 is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provides less assurance than an audit. We have not performed an audit and 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 applicable accounting standards and other recognised accounting practices and policies has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 including the manner in which it is to be disclosed, or that it contains any material misstatement.

Place: Visakhapatnam
Date: August 14, 2020

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


CHANDRA SEKHAR AKULA
Partner
Membership NO.206704





STEEL CITY SECURITIES LIMITED

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 FINANCIAL RESULTS FOR THE QUARTER AND PERIOD ENDED JUNE, 2020 STATEMENT OF PROFIT AND LOSS (STANDALONE)

particulars	(Rs. In Lakhs)			
	For the Quarter ended			For the Year Ended
	30.06.2020 Unaudited	31.03.2020 Audited	30.06.2019 Unaudited	31.03.2020 Audited
I Revenue from Operations	1,009.52	1,187.47	1,211.64	4,744.56
II Other Income	44.32	82.96	44.10	253.38
III Total Income(I+II)	1,053.84	1,270.43	1,255.74	4,997.94
IV Expenses				
(a) Expenditure on Trading Operations	31.14	5.50	14.56	45.37
(b) Impairment of Financial Instruments	0.76	(0.84)	(0.40)	(25.80)
(c) Employee Benefit Expenses	224.84	270.40	238.57	1,025.60
(d) Finance Cost	11.19	18.33	20.24	47.91
(e) Depreciation and amortisation expense	18.71	20.51	22.47	85.28
(f) Other expenses	504.32	704.90	701.50	2,798.68
Total Expenses	790.96	1,018.80	996.96	3,977.04
V Profit before exceptional items and tax (III-IV)	262.88	251.63	258.78	1,020.90
VI Exceptional Items	-	-	-	-
VII Profit before tax (V-VI)	262.88	251.63	258.78	1,020.90
VIII Tax Expense				
(a) Current Tax	68.12	54.60	77.42	271.15
(b) Deferred Tax	2.02	(38.78)	(1.98)	(9.44)
Total tax expenses	70.14	15.81	75.44	261.71
IX Profit/(Loss) for the period (VII-VIII)	192.74	235.83	183.34	759.20
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)	192.74	235.83	183.34	759.20
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	1.28	1.57	1.21	5.03
(b) Diluted	1.28	1.57	1.21	5.03

Notes:

- The unaudited 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 14 August, 2020.
- 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, 2020 are the balancing figures between audited figures for the full financial year and the published year to date figures for the nine months ended December 31, 2019.
- The figures for the previous periods have been regrouped/ rearranged, wherever considered necessary, to conform current period classifications.

Place: Visakhapatnam
 Dated: August 14, 2020

for and on behalf of Board of Directors of

 (K SATYANARYANA)
 EXECUTIVE CHAIRMAN


 (SATISH KUMAR ARYA)
 MANAGING DIRECTOR





STEEL CITY SECURITIES LIMITED

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 FINANCIAL RESULTS FOR THE QUARTER AND PERIOD ENDED JUNE, 2020 SEGMENT WISE REVENUES, RESULTS AND CAPITAL EMPLOYED (STANDALONE)

Sl No.	Particulars	For the quarter ended			for the Year Ended
		30.06.2020	31.03.2020	30.06.2019	31.03.2020
		Unaudited	Audited	Unaudited	Audited
1	Segment Revenue				
	(a) Stock Broking & DP Operations	812.65	737.88	535.21	2,444.33
	(b) E-Governance Operations	241.19	532.57	720.53	2,553.62
	Total	1,053.84	1,270.45	1,255.74	4,997.95
	Less: Inter Segment Revenue	-	-	-	-
	Total Income from Operations	1,053.84	1,270.45	1,255.74	4,997.95
2	Segment Results(Profit/(Loss) before tax and finance cost from each segment				
	(a) Stock Broking & DP Operations	246.16	149.63	81.44	404.76
	(b) E-Governance Operations	27.90	120.34	197.58	664.05
	Total	274.07	269.97	279.02	1,068.81
	Less: (i) Finance Cost	11.19	18.33	20.24	47.91
	(ii) Other unallocable expenditure net off unallocable Income	-	-	-	-
	Total Profit Before Tax	262.88	251.64	258.78	1,020.90
3	Segment Assets				
	(a) Stock Broking & DP Operations	13,899.66	11,546.41	10,616.84	11,546.41
	(b) E-Governance Operations	1,092.10	1,750.20	1,531.51	1,750.20
	Total Assets	14,991.76	13,296.61	12,148.35	13,296.61
4	Segment Liabilities				
	(a) Stock Broking & DP Operations	6,159.99	4,645.06	3,544.92	4,645.06
	(b) E-Governance Operations	1,140.86	1,153.37	1,426.37	1,153.37
	Total Liabilities	7,300.84	5,798.43	4,971.29	5,798.43
5	Capital Employed				
	(a) Stock Broking & DP Operations	7,739.68	6,901.35	7,071.92	6,901.35
	(b) E-Governance Operations	(48.76)	596.83	105.14	596.83
	Total Capital Employed	7,690.92	7,498.18	7,177.06	7,498.18



Limited review report on unaudited quarterly consolidated financial results of Steel City Securities Limited under Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

**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 subsidiaries (the Parent and its subsidiaries together referred to as "the Group"), and its share of the net profit and total comprehensive profit of its associate and joint ventures for the quarter ended 30 June 2020 ("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 (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, and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations. 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. 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 Listing Regulations, 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 Standard 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 results of one subsidiary included in the Statement, whose interim financial results reflect total revenues of Rs.7.35 lakhs, total net profit after tax: of Rs.15.14 lakhs and total comprehensive income of Rs.15.14 lakhs for the quarter ended 30 June 2020, as considered in the consolidated unaudited financial results. These interim financial results have been reviewed by other auditors whose reports have been furnished to us by the management and our conclusion on the Statement, in so far as it relates to the amounts and disclosures included in respect of these subsidiaries is based solely on the reports of the other auditors 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 14, 2020

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



CHANDRA SEKHAR AKULA
Partner
Membership NO.206704





STEEL CITY SECURITIES LIMITED

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 FINANCIAL RESULTS FOR THE QUARTER AND PERIOD ENDED JUNE, 2020 STATEMENT OF PROFIT AND LOSS (CONSOLIDATED)

particulars	For the Quarter ended			For the Year Ended
	30.06.2020 Unaudited	31.03.2020 Audited	30.06.2019 Unaudited	31.03.2020 Audited
I Revenue from Operations	1,011.39	1,191.08	1,249.67	4,852.30
II Other Income	49.81	94.73	49.99	296.95
III Total Income(I+II)	1,061.20	1,285.81	1,299.66	5,149.25
IV Expenses				
(a) Expenditure on Trading Operations	31.54	5.91	17.60	50.29
(b) Impairment of Financial Instruments	(18.43)	29.13	2.67	9.26
(c) Employee Benefit Expenses	225.81	274.63	248.08	1,060.83
(d) Finance Cost	11.86	19.86	20.70	51.80
(e) Depreciation and amortisation expense	19.47	21.27	23.24	88.35
(f) Other expenses	507.68	723.64	723.20	2,886.01
Total Expenses	777.94	1,074.44	1,035.49	4,146.54
V Profit before exceptional items and tax (III-IV)	283.26	211.37	264.17	1,002.71
VI Exceptional Items	-	-	-	-
VII Profit before tax (V-VI)	283.26	211.37	264.17	1,002.71
VIII Tax Expense				
(a) Current Tax	68.50	51.87	79.44	276.21
(b) Deferred Tax	6.88	(47.15)	(1.97)	(18.80)
Total tax expenses	75.38	4.72	77.47	257.41
IX Profit after Tax (VII-VIII)	207.88	206.65	186.71	745.30
X Share in profit/(loss) of associate	19.60	(5.79)	2.89	(33.86)
XI Profit/(Loss) for the period (IX+X)	227.48	200.86	189.60	711.44
XII 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	-	-	-	-
XIII Total Comprehensive Income/(Loss) for the period (XI+XII)	227.48	200.86	189.60	711.44
XIV Profit attributable to:				
Owners of the company	227.48	200.86	189.60	711.44
Non-controlling interest	-	-	-	-
Profit for the period	227.48	200.86	189.60	711.44
XV Total comprehensive income attributable to:				
Owners of the company	227.48	200.86	189.60	711.44
Non-controlling interest	-	-	-	-
Total comprehensive income for the period	227.48	200.86	189.60	711.44
XVI paid-up equity(face value of the share-10/-each) share capital	1,510.71	1,510.71	1,510.71	1,510.71
XVII Earnings per share(of Rs.10/-each) (not annualised)				
(a) basic	1.51	1.33	1.26	4.71
(b) Diluted	1.51	1.33	1.26	4.71

- 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 Unaudited 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 14 August, 2020.
- 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
- 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.





STEEL CITY SECURITIES LIMITED

- 6 The figures for the quarter ended March 31, 2020 are the balancing figures between audited figures for the full financial year and the published year to date figures for the nine months ended December 31, 2019.
- 7 The figures for the previous periods have been regrouped/ rearranged, wherever considered necessary, to conform current period classifications.

Place: Visakhapatnam
Dated: August 14, 2020




for and on behalf of Board of Directors of



(K SATYANARYANA)
EXECUTIVE CHAIRMAN



(SATISH KUMAR ARYA)
MANAGING DIRECTOR





STEEL CITY SECURITIES LIMITED

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 FINANCIAL RESULTS FOR THE QUARTER AND PERIOD ENDED JUNE 2020 SEGMENT WISE REVENUES, RESULTS AND CAPITAL EMPLOYED(CONSOLIDATED)

Sl No.	Particulars	For the quarter ended			For the Year Ended
		30.06.2020	31.03.2020	30.06.2019	31.03.2020
		Unaudited	Audited	Unaudited	Audited
1	Segment Revenue				
	(a) Stock Broking & DP Operations	820.01	753.26	579.13	2,595.64
	(b) E-Governance Operations	241.19	532.57	720.53	2,553.62
	Total	1,061.20	1,285.83	1,299.66	5,149.26
	Less: Inter Segment Revenue	-	-	-	-
	Total Income from Operations	1,061.20	1,285.83	1,299.66	5,149.26
2	Segment Results(Profit/(Loss) before tax and finance cost from each segment				
	(a) Stock Broking & DP Operations	267.21	133.20	87.29	390.46
	(b) E-Governance Operations	27.90	120.34	197.58	664.05
	Total	295.12	253.54	284.87	1,054.51
	Less: (i) Finance Cost	11.86	19.86	20.70	51.80
	(ii) Other unallocable expenditure net off unallocable Income	-	-	-	-
	Total Profit Before Tax	283.26	233.68	264.17	1,002.71
3	Segment Assets				
	(a) Stock Broking & DP Operations	15,334.95	12,967.12	12,421.23	12,967.12
	(b) E-Governance Operations	1,092.10	1,750.20	1,531.51	1,750.20
	Total Assets	16,427.04	14,717.32	13,952.74	14,717.32
4	Segment Liabilities				
	(a) Stock Broking & DP Operations	6,260.12	4,765.36	4,015.50	4,765.36
	(b) E-Governance Operations	1,140.86	1,153.37	1,426.37	1,153.37
	Total Liabilities	7,400.98	5,918.73	5,441.87	5,918.73
5	Capital Employed				
	(a) Stock Broking & DP Operations	9,074.83	8,201.76	8,405.73	8,201.76
	(b) E-Governance Operations	(48.76)	596.83	105.14	596.83
	Total Capital Employed	9,026.07	8,798.59	8,510.87	8,798.59

