S. N. Roy & Company
Chartered Accountants

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INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF SCM INVESTMENT AND TRADING COMPANY LIMITED

Report on the Audit of the Standalone Financial Statements

Opinion

We have audited the accompanying Standalone financial statements of **SCM INVESTMENT AND TRADING COMPANY LIMITED** ("the Company"), which comprises the Balance Sheet as at 31st March, 2019, the Statement of Profit and Loss and the Statement of Cash Flows for the year then ended, and notes to the financial statements, including a summary of the significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, except for the effects of the matter stated in the **Basis for Qualified Opinion** paragraph, the Standalone financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India of the state of affairs of the Company as at 31st March, 2019, of its profit and its cash flows for the year ended on that date.

Basis for Opinion

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 Standalone Financial Statements section of our report. We are independent of the Company 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 Standalone financial statements under the provisions of the Companies Act, 2013 and the Rules there under, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Information Other than the Standalone Financial Statements and Auditor's Report Thereon

The Company's Board of Directors is responsible for the other information. The other information comprises the information included in the Board's Report including Annexure to Board's Report but does not include the Standalone financial statements and our auditor's report thereon.

Our opinion on the Standalone 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 Standalone financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the standalone financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

S. N. ROY & CO. KOLKATA CHARTERED ACCOUNTANTS

Management's Responsibility for the Standalone Financial Statements

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these standalone financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate 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 standalone financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the Standalone financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

The Board of Directors are responsible for overseeing the Company's financial reporting process.

Auditor's Responsibilities for the Audit of the Standalone Financial Statements

Our objectives are to obtain reasonable assurance about whether the standalone 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 Standalone financial statements.

Basis for Qualified Opinion

The Company has not made any provision in respect of diminution in the market value of certain quoted investments on individual basis aggregating to Rs. 559 lacs as described in Note 16 to the Standalone Financial statements as the same, in the opinion of the management is temporary in nature. However, we are unable to determine whether any adjustments to these amounts were necessary and their consequent impact on the company's loss/ reserves is presently not ascertainable. Audit opinion on the Standalone financial statements for the previous year ended 2018 was also qualified in respect of the above matter.

S. N. ROY & CO. CHARTERED ACCOUNTANTS KOLKATA

Report on Other Legal and Regulatory Requirements

1. As required by the companies (Auditor's Report) Order 2016 (" The Order ") issued by the Central Government of India in terms of sub-section (11) of the section 143 of the Act, we give in the Annexure 'A' a statement on the matter specified in paragraph 3 and 4 of the Order , to the extent applicable.

2. As required by Section 143 (3) of the Act, we report that:

(a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.

(b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.

(c) The Balance Sheet, the Statement of Profit and Loss and the statement of Cash Flow dealt with by this Report are in agreement with the books of account

(d) In our opinion, the aforesaid Standalone financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.

(e) On the basis of the written representations received from the directors as on 31st March, 2019 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2019 from being appointed as a director in terms of Section 164 (2) of the Act;

(f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operative effectiveness of such controls, refer to our separate report in Annexure 'B'.

(g) 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, in our opinion and to the best of our information and according to the explanations given to us:

i. The Company does not have any pending litigations which would impact its financial position.

ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.

iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

For S.N.ROY & CO
Chartered Accountants
Firm Registration No – 313054E

(Ranajit Majumdar)
Partner
Membership No – 060098

S. N. ROY & CO. KOLKATA CHARTERED ACCOUNTANTS

Place : Kolkata
Date : 29th April, 2019

Annexure - A to the Independent Auditor's Report

The Annexure referred to in paragraph 1 under the heading "Report on Other Legal and Regulatory Requirements" of our Independent Auditors' Report of even date in respect to statutory audit of **SCM INVESTMENT & TRADING COMPANY LIMITED** for the year ended 31st March 2019, we report that :

i. The Company does not have any Property, Plant & Equipment and hence, paragraph 3(i)(a), 3(i)(b) and 3(i)(c) of the order is not applicable.

ii. The company has no manufacturing and / or trading activities and as such the question of having any stock and maintenance of records in respect thereof and physical verification of inventory does not arise. Thus, paragraph 3(ii) of the order is not applicable.

iii The company has not granted any loans, secured or unsecured to companies, firms or other parties covered in the register maintained under section 189 of the Companies Act, 2013. Thus, paragraph 3(iii) of the order is not applicable.

iv. The company has neither given any loan nor have made any investment during the year and thus paragraph 3(iv) of the order is not applicable.

v. The Company has not accepted any deposits from the public during the year. Thus, paragraph 3(v) of the Order is not applicable.

vi. The Company is not required to maintain any cost records under section 148(1) of the Act. Thus, paragraph 3(vi) of the Order is not applicable.

vii. (a) The Company is regular in depositing undisputed statutory dues with the appropriate authorities, as applicable. As the Company has no employees and no manufacturing and or trading activities are carried on by the Company, the question of payment of Provident Fund, Employees' State Insurance, Income Tax, Sales Tax, Service Tax, Duty of Customs, Duty of Excise, VAT, Cess, etc. does not arise.

According to the information and explanations given to us, no undisputed amounts payable in respect of Provident Fund, Employees' State Insurance, Income Tax, Sales Tax, Service Tax, Duty of Customs, Duty of Excise, VAT, Cess and other material statutory dues were in arrears as at 31st March, 2019 for the period of more than six months from the date they become payable.

(b) According to the information and explanations given to us, there are no material dues of Income Tax, Sales Tax, Service Tax, Duty of Customs, Duty of Excise, Value Added Tax which have not been deposited with the appropriate authorities on account of any dispute.

viii. The Company has not borrowed from financial institutions or Banks or Government issued Debentures during the year. Thus, paragraph 3(viii) of the Order is not applicable.

ix. The Company has not raised any money by way of initial public offer or further public offer including debt instruments and term loans during the year. Thus, paragraph 3(ix) of the Order is not applicable.

S. N. ROY & CO. KOLKATA CHARTERED ACCOUNTANTS

x. According to the information and explanations given by the management, we report that no fraud on the Company by its officers or employees has been noticed or reported during the course of our Audit.

xi. The Company has no whole time Director or manager in the financial year. Hence, paragraph 3(xi) of the Order is not applicable.

xii. The Company is not a Nidhi Company. Hence, paragraph 3(xii) of the Order is not applicable.

xiii. The Company has disclosed transactions with related parties as defined in Section 177 and Section 188 of the Companies Act, 2013.

xiv. According to the information and explanations given by the management and based on our examination of the records of the Company, the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year. Thus, paragraph 3(xiv) of the Order is not applicable

xv. According to the information and explanations given by the management and based on our examination of the records of the Company, the Company has not entered into any non-cash transactions with directors or persons connected with him. Thus, paragraph 3(xv) of the Order is not applicable

xvi. The Company is a Non-Banking Financial Company and is required to be registered under section 45-IA of the Reserve Bank of India. The Company has obtained the registration.

For S.N.ROY & CO
Chartered Accountants
Firm Registration No – 313054E

S. N. ROY & CO. KOLKATA CHARTERED ACCOUNTANTS

(Ranajit Majumdar)
Partner
Membership No – 060098

Place : Kolkata
Date : 29th April, 2019

Annexure – B to the Independent Auditor's Report

The Annexure referred to in paragraph 2 (f) under the heading "Report on Other Legal and Regulatory Requirements" of our Independent Auditors' Report of even date in respect to internal financial control under clause (i) of sub-section 3 of Section 143 of the Companies Act, 2013 of **SCM INVESTMENT & TRADING COMPANY LIMITED** for the year ended 31st March 2019, we report that :

We have audited the internal financial controls over financial reporting of **SCM INVESTMENT & TRADING COMPANY LIMITED** ("the Company") as of 31st March 2019 in conjunction with our audit of the Standalone financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

The Company's management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company 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. 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 company'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 Company'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 judgement, including the assessment of the risks of material misstatement of the Standalone 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 Company's internal financial controls system over financial reporting.

S. N. ROY & CO. KOLKATA CHARTERED ACCOUNTANTS

Meaning of Internal Financial Controls over Financial Reporting

A company'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 Standalone financial statements for external purposes in accordance with generally accepted accounting principles. A company'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 company;
(2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of Standalone financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorisations of management and directors of the company; and
(3) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the company's assets that could have a material effect on the Standalone financial statements.

Inherent Limitations of Internal Financial Controls over Financial Reporting

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.

Opinion

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31st March 2019, based on the internal control over financial reporting criteria established by the Company 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.

For S.N.ROY & CO
Chartered Accountants
Firm Registration No – 313054E

(Ranajit Majumdar)
Partner
Membership No – 060098

S. N. ROY & CO. KOLKATA CHARTERED ACCOUNTANTS

Place : Kolkata
Date : 29th April, 2019

SCM INVESTMENT & TRADING COMPANY LIMITED

BALANCE SHEET AS AT 31ST MARCH , 2019

	Notes	31st March, 2019	31st March, 2018
I EQUITY AND LIABILITIES			
1 Shareholders' Funds			
(a) Share Capital	3	19,25,91,990	19,25,91,990
(b) Reserves & Surplus	4	28,33,95,096	27,22,81,985
2 Current Liabilities :			
(a) Short Term Borrowings	5	-	19,50,00,000
(b) Other Current Liabilities	6	37,289	17,24,854
(c) Short term Provisions	7	18,06,000	61,78,000
TOTAL :		47,78,30,375	66,77,76,829
II ASSETS			
(1) Non Current Assets			
(a) Non Current Investments	8	39,10,96,635	39,10,96,635
(2) Current assets			
(a) Cash and Bank balances	9	92,09,585	12,83,382
(b) Short term Loans and Advances	10	7,75,12,200	27,32,41,360
(c) Other Current Assets	11	11,955	21,55,452
TOTAL:		47,78,30,375	66,77,76,829

Summary of Significant Accounting Policies And Notes on Accounts -1to 21

The Accompanying notes are an integral part of the financial statements

In terms of our attached report of even date.

For and on behalf of the Board of Directors

Dilip Patodia	**Brij Mohan Agarwal**
Managing Director	**Director**
DIN : 00482435	**DIN:03101758**

Ashok Kumar Daga
Chief Financial Officer

For S. N. ROY & CO.
(Chartered Accountants)
Firm Registration No. 313054E

S. N. ROY & CO. ★ CHARTERED ACCOUNTANTS ★ KOLKATA

29A,Madan Mohan Tala Street
Kolkata - 700 005
Dated the 29 th April, 2019

(Ranajit Majumdar)
Partner
Membership No.-060098

SCM INVESTMENT & TRADING COMPANY LIMITED

Statement of Profit & Loss for the Year ended 31st March ,2019

	Notes	Year ended 31st March, 2019	Year ended 31st March, 2018
I Income			
Revenue from operations (Net)	12	78,10,811	68,97,752
Other Income	13	54,31,288	2,37,11,724
Total Revenue		1,32,42,099	3,06,09,476
II Expenses			
Other Expenses	14	5,28,048	10,20,634
Total		5,28,048	10,20,634
Earnings before Interest, Depreciation & amortisation and Tax (I - II)		1,27,14,051	2,95,88,842
Finance Cost		-	-
Profit /(Loss) Before Tax		1,27,14,051	2,95,88,842
Tax Expenses			
Current Tax		15,06,000	51,00,000
Add : Short Provision for Taxation for earlier years		94,940	-
		16,00,940	51,00,000
Less:- Excess Provision for Taxation for earlier years		-	109
Net Current Tax		16,00,940	50,99,891
Deffered Tax		-	-
Total Tax Expense		16,00,940	50,99,891
Profit / (Loss) for the year		1,11,13,111	2,44,88,951
Earning Per Share (EPS)		0.58	1.27

Summary of Significant Accounting Policies And Notes on Accounts-1to 21
The Accompanying notes are an integral part of the financial statements
In terms of our attached report of even date.

For and on behalf of the Board of Directors

Dilip Patodia	**Brij Mohan Agarwal**
Managing Director	**Director**
DIN : 00482435	**DIN:03101758**

Ashok Kumar Daga
Chief Financial Officer

For S. N. ROY & CO.
(Chartered Accountants)
Firm Registration No. 313054E

(Ranajit Majumdar)
Partner
Membership No.-060098

S. N. ROY & CO. KOLKATA CHARTERED ACCOUNTANTS

29A,Madan Mohan Tala Street
Kolkata - 700 005
Dated the 29 th April,2019

SCM INVESTMENT & TRADING CO. LTD.

STATEMENT OF CASH FLOW FOR THE YEAR ENDED 31ST MARCH, 2019

			2018-2019	2017-2018
A.	**CASH FLOW FROM OPERATING ACTIVITIES :**			
	Profit / Loss before tax		12714051	2,95,88,842
	Adjustment for :			
	Profit on Sale of Shares		-	(1,79,77,003)
	Dividend & Interest Income		(1,24,64,099)	(1,25,95,246)
	Interest received from Income-tax Department		-	(37,227)
	Provision for Standard Assets		(7,78,000)	6,09,750
	Operating profit/(loss) before working capital changes		(5,28,048)	(4,10,884)
	Adjustment for :			
	(Increase)/Decrease in Trade & Other recievables		2143497	(2,13,780)
	Increase In Loans & Advances		(90,000)	-
	Increase /(Decrease) Trade Payable /Current Liabilities		(16,87,565)	(13,63,407)
	Cash generated from the operation		(1,62,116)	(19,88,071)
	Direct Taxes Paid (Net of refunds)		(16,75,780)	(52,27,300)
	Net Cash from Operating Activities	(A)	(18,37,896)	(72,15,371)
B.	**CASH FLOW FROM INVESTING ACTIVITIES**			
	Sale of Shares		-	1,94,28,033
	Dividend Recieved		4640005	56,97,494
	Interest received on Fixed Deposit		13283	-
	Net Cash from Investing Activities	(B)	46,53,288	2,51,25,527
C.	**CASH FLOW FROM FINANCING ACTIVITIES**			
	Increase in Borrowing		-	5,47,00,000
	Repayment Of Borrowings		(19,50,00,000)	-
	(Increase)/ Decrease in Loan Given		19,23,00,000	(8,00,00,000)
	Interest Received		7810811	68,97,752
	Net Cash From Financing Activities	(C)	51,10,811	(1,84,02,248)
	Net changes in Cash And Cash equivalents (A+B+C)		79,26,203	(4,92,092)
	Cash And Cash Equivalents-Opening Balance *		1283382	17,75,474
	Cash And Cash Equivalents-Closing Balance *		9209585	12,83,382
			7926203	(4,92,092)

* Represents Cash & Bank Balances as indicated in Note - 9

In terms of our attached report of even date.

For and on behalf of the Board of Directors

Dilip Patodia	**Brij Mohan Agarwal**
Managing Director	**Director**
DIN : 00482435	**DIN:03101758**

Ashok Kumar Daga
Chief Financial Officer

For S. N. ROY & CO.
(Chartered Accountants)
Firm Registration No. 313054E

(Ranajit Majumdar)
Partner
Membership No.-060098

S. N. ROY & CO. KOLKATA CHARTERED ACCOUNTANTS

29A,Madan Mohan Tala Street
Kolkata - 700 005
Dated the29 th April , 2019.

SCM INVESTMENT & TRADING COMPANY LIMITED

Notes to Financial Statements for the Year ended 31st March , 2019

1 **Basis of Preparation**

The financial statements have been prepared to comply in all material aspects with the Accounting Standards Notified by the Companies Accounting Standards Rules, 2006 (as amended) and the relevant provisions of the Companies Act, 1956. The financial statements have been prepared under the historical cost convention on an accrual basis. The accounting policies applied by the Company are consistent with those used in the previous year, except for the change in accounting policy explained below.

2 **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

a Long Term Investments are considered at cost on individual basis, unless there is permanent decline in value thereof in which case adequate provision is made against the dimunition in the value of Investments

b Items of Income and Expenditure are recognised on accrual basis.

C **Income taxes:**

Tax expense comprises of current and deferred tax. Current income tax is measured at the amount expected to be paid to the tax authorities in accordance with the Indian Income Tax Act, 1961. Deferred Tax reflects the impact of current year timing differences between taxable income and accounting income for the year and reversal of timing differences of earlier years.

The deferred tax for timing differences between the book and tax profits for the year is accounted for using the tax rates and laws that have been substantially enacted as of the Balance Sheet date. Deferred tax asset is recognised only to the extent that there is reasonable certainty that sufficient future taxable income will be available against which such deferred tax asset can be realised. In situations where the company has unabsorbed depreciation or carry forward tax losses, all deferred tax assets are recognised only if there is virtual certainty supported by convincing evidence that they can be realised against future taxable profits.

S. N. ROY & CO. KOLKATA CHARTERED ACCOUNTANTS

At each Balance Sheet date the Company re-assesses unrecognized deferred tax assets. It recognizes unrecognized deferred tax assets to the extent it has become reasonably certain or virtual certain, as the case may be that sufficient future taxable income will be available against which such deferred tax asset can be realized.

The carrying amount of deferred tax assets are reviewed at each Balance Sheet date. The company writes-down the carrying amount of a deferred tax asset to the extent that it is no longer reasonably certain or virtually certain, as the case may be, that sufficient future taxable income will be available against which deferred tax asset can be realised. Any such write-down is reversed to the extent that it becomes reasonably certain or virtually certain, as the case may be, that sufficient future taxable income will be available.

D Earning per Share:

Basic earning per Share is calculated by dividing the net profit or loss for the period attributable to Equity shareholders by the weighted number of Equity shares outstanding during the period.

For the purpose of calculating diluted earning per share, net profit or loss for the period attributable to Equity share holders and the weighted average no. of shares outstanding during the period, are adjusted for the effect of all dilutive potential equity shares.

S. N. ROY & CO. KOLKATA CHARTERED ACCOUNTANTS

SCM INVESTMENT & TRADING COMPANY LIMITED

Notes to Financial Statements for the Year ended 31st March ,2019

3 Share Capital

		31st March, 2019	31st March, 2018
(a) Authorised shares			
1,99,90,000	Equity Shares of Rs. 10 each	19,99,00,000	19,99,00,000
10,000	Preference Shares of Rs 10 each	1,00,000	1,00,000
		20,00,00,000	20,00,00,000
(b) Issued Shares :			
19387484	Equity Shares of Rs. 10 each	19,38,74,840	19,38,74,840
		19,38,74,840	19,38,74,840
(c) Subscribed and fully paid-up shares:			
1,92,59,199	Equity Shares of Rs. 10 each fully paid	19,25,91,990	19,25,91,990
(out of the above ,15509199 equity shares are held by SIL Investments Limited, the holding company)		19,25,91,990	19,25,91,990

(d) Reconcilition of the shares outstanding at the beginning and at the end of the reporting period :

Equity Shares	31st March, 2019 No.	31st March, 2019 Rs.	31st March, 2018 No.	31st March, 2018 Rs.
At the beginning of the Period	1,92,59,199	19,25,91,990	1,92,59,199	19,25,91,990
Add:-				
Issued during the period	-	-	-	-
Outstanding at the end of the Period	1,92,59,199	19,25,91,990	1,92,59,199	19,25,91,990

(e) Terms/ Rights attached to Equity Shares

The Company has only one class of equity shares having a par value of Rs. 10 per share. Each holder of equity shares is entitled to one vote per share.The company declares and pays dividend in Indian Rupees. The dividend proposed by the Board of Directors is subject to the approval of the shareholders in the ensuing Annual General Meeting

For the year ended 31st March 2019, the Board of Directors has not proposed any dividend, (Previous year Rs Nil)

In the event of liquidation of the company, the holders of equity shares will be entitled to receive value of remaining assets of the company, after distribution of all preferential amounts. The distribution to equity shareholders will be in proportion to the amount paid up or credited as paid up.

(f) Details of shareholders holding more than 5% shares in the Company

Equity Shares of Rs. 10 each fully paid

	31st March, 2019		31st March, 2018	
	No.	% holding	No.	% holding
SIL Investments Ltd.	1,55,09,199	80.52	1,55,09,199	80.52
OSM Investment & Trading Co Limited	18,75,000	9.74	18,75,000	9.74
Hargaon Investment & Trading Co Ltd	18,75,000	9.74	18,75,000	9.74
	1,92,59,199	100.00	1,92,59,199	100.00

S. N. ROY & CO. * CHARTERED ACCOUNTANTS * KOLKATA

SCM INVESTMENT & TRADING COMPANY LIMITED

Notes to Financial Statements for the Year ended 31st March ,2019

4. Reserve & Surplus :

	31st March, 2019	31st March, 2018
General Reserve		
As per last Account	90,00,000	90,00,000
Securities Premium Account		
As per last Account	6,94,14,120	6,94,14,120
Reserve Fund		
As per last Account	4,18,54,000	3,69,54,000
Add: Transfer from Statement of Profit & Loss	22,25,000	49,00,000
	4,40,79,000	4,18,54,000
Surplus/(Deficit) in the statement of Profit & Loss		
Balance as per last financial statements	15,20,13,865	13,24,24,914
Profit for the Year	1,11,13,111	2,44,88,951
	16,31,26,976	15,69,13,865
Less:- Appropriations :		
Tranfer to Reserve Fund	22,25,000	49,00,000
Total Appropriations	22,25,000	49,00,000
Net Surplus/(Deficit) in the statement of Profit and Loss	16,09,01,976	15,20,13,865
Total Reserves and Surplus	28,33,95,096	27,22,81,985

5. Short Term Borrowings

	Non Current		Current	
	31st March, 2019	31st March, 2018	31st March, 2019	31st March, 2018
Unsecured				
SIL Investments Limited (the Holding Co.)	-	-	-	19,50,00,000
	-	-	-	19,50,00,000

S. N. ROY & CO. CHARTERED ACCOUNTANTS KOLKATA

6. Other Current Liabilities

	31st March, 2019	31st March, 2018
Interest Accrued and due on Borrowings	-	13,69,233
TDS Payable	16,500	3,43,036
For Expenses	20,789	12,585
	37,289	17,24,854

7. Short Term Provisions

	Non Current		Current	
	31st March, 2019	31st March, 2018	31st March, 2019	31st March, 2018
Contingent Provision Against StandardAssets	-	-	3,00,000	10,78,000
Provision For Taxation	-	-	15,06,000	51,00,000
	-	-	18,06,000	61,78,000

SCM INVESTMENT & TRADING COMPANY LIMITED

Notes to Financial Statements for the Year ended 31st March ,2019

8. Non Current Investments (At Cost)

Non Trade Investments (Valued at Cost)

	No. of Shares / Debentures	Face Value (Rs.)	As at 31st March 2019	As at 31st March 2018
QUOTED (Fully Paid)				
Equity Shares				
Avadh Sugar & Energy Ltd.	7,49,945	10	12,35,24,382	12,35,24,382
Palash Securities Ltd.	10,78,958	10	6,98,45,032	6,98,45,032
Ganges Securities Ltd.	3,02,784	10	3,92,50,474	3,92,50,474
Sutlej Textiles & Industries Ltd.	18,29,280	1	1,50,00,000	1,50,00,000
Chambal Fertilisers & Chemicals Ltd	561200	10	1,22,63,750	1,22,63,750
New India Retailing & Investment Limited	132852	10	1,05,10,179	1,05,10,179
Magadh Sugar & Energy Ltd.	2,72,544	10	-	-
Manbhawani Investment Limited	67500	10	2,06,905	2,06,905
Manavta Holdings Limited	155500	10	6,74,735	6,74,735
Sidh Enterprises Ltd.	3,30,000	10	9,00,000	9,00,000
		TOTAL-A	27,21,75,457	27,21,75,457
UNQUOTED				
Equity Shares : (Fully Paid)				
RTM Investment & Trading Co. Ltd.	35,00,000	10	5,25,00,000	5,25,00,000
Centre Stage Creations Pvt. Ltd.	50,000	10	5,00,000	5,00,000
Leas Communication Limited	21200	10	2,12,000	2,12,000
The Oudh Trading Company Pvt. Ltd.	150	100	3,780	3,780
			5,32,15,780	5,32,15,780
UNQUOTED				
Equity Shares : (Partly paid)				
Modern DiaGen Services Ltd.	806404	10	16,12,808	16,12,808
(paid up value of Rs 2 per Shares)				
Investment in Subsidiary Company :				
UNQUOTED				
Equity Shares : (Fully Paid)				
Sil Properties Limited	6430448	10	6,43,04,590	6,43,04,590
			11,91,33,178	11,91,33,178
Less : Provosion for Diminution in the value of Investment			2,12,000	2,12,000
		TOTAL-B	11,89,21,178	11,89,21,178
		TOTAL-A+B	39,10,96,635	39,10,96,635
AGGREGATE VALUE OF INVESTMENTS				
Quoted			27,21,75,457	27,21,75,457
Unquoted			11,89,21,178	11,89,21,178
			39,10,96,635	39,10,96,635
Market Value of Quoted Investments			62,57,18,629	67,93,54,328

S. N. ROY & CO. CHARTERED ACCOUNTANTS KOLKATA

SCM INVESTMENT & TRADING COMPANY LIMITED

Notes to Financial Statements for the Year ended 31st March ,2019

	Non Current		Current	
	31st March, 2019	31st March, 2018	31st March, 2019	31st March, 2018
9. Cash and Bank Balances				
Balances with Banks:				
On Current Accounts	-	-	41,45,039	1217615
On Fixed Deposit Account	-	-	50,00,000	-
Cash in Hand	-	-	64,546	65767
	-	-	92,09,585	1283382

10- Loans and Advances

	Non Current		Current	
	31st March, 2019	31st March, 2018	31st March, 2019	31st March, 2018
Inter-Corporate Loans (Unsecured, Considered Good)				
1-Avadh Sugar & Energy Ltd.	-	-	-	18,25,00,000
2-Magadh Sugar & Energy Ltd.	-	-	7,50,00,000	7,50,00,000
3-SIL Properties Ltd. (subsidiary co,)	-	-	-	98,00,000
Other Loans and Advances :				
Security Deposit	-	-	90,000	-
Advance Income- tax & Tax deducted at source	-	-	17,08,140	52,27,300
Income-Tax Refundable	-	-	7,14,060	7,14,060
	-	-	7,75,12,200	27,32,41,360

11.Others Assets
Unsecured, considered good (unless stated otherwise)

Interest Accrued on Loans	-	-	-	21,55,452
Interest Accrued on Fixed Deposit	-	-	11,955	-
	-	-	11,955	21,55,452

S. N. ROY & CO. CHARTERED ACCOUNTANTS KOLKATA

SCM INVESTMENT & TRADING COMPANY LIMITED

Notes to Financial Statements for the Year ended 31st March ,2019

	Year ended 31st March, 2019	Year ended 31st March, 2018
12. Revenue from operations		
Interest		
On loan to Body Corporate	1,70,68,071	2,20,73,007
Less : Interest paid on Loans (directly attributable to above income	92,57,260	1,51,75,255
	78,10,811	68,97,752
13. Other Income		
Profit on Sale of Investment	-	1,79,77,003
Dividend on Long Term Investments (other than trade)	46,40,005	56,97,494
Interest on Fixed Deposit with Bank	13,283	-
Interest from Income-tax Department	-	37,227
Provision for Standard Assets written Back	7,78,000	-
	54,31,288	2,37,11,724
14. Other Expenses		
Rates & Taxes	7,800	7,800
Auditors Remuneration:		
Audit Fee	12,500	12,500
Tax Audit Fees	4,720	-
In other capacity for certificates & other services	20,540	16,192
Professional and Consultancy Fees	57,870	2,360
Printing & Stationery	7,600	-
Service Charges	3,89,400	3,49,500
Membership Fees	17,700	-
Bank Charges	5,543	9,952
Depository Charges	2,025	2,049
Miscellaneous Expenses	2,350	10,531
Provision for Standard Assets	-	6,09,750
	5,28,048	10,20,634

S. N. ROY & CO. KOLKATA CHARTERED ACCOUNTANTS

SCM INVESTMENT & TRADING COMPANY LIMITED

Notes to financial statements for the year ended 31 March 2019

15 **Contingent Liability not provided for in respect of uncalled capital on partly paid shares held as investments of Rs 64,51,232 (Previous year - Rs. 64,51,232)**

16 **No provision has been made in respect of diminution in the value of certain quoted investments aggregating to Rs.5,59,12,887/- (Rs.4,09,32,212/-) as the same,in the opinion of the management,is not permanent in nature.**

17 **The Company has given an undertaking to Darbhanga Mansion Co-operative Housing Society limited not to transfer create any charge, pledge or encumbrance or otherwise dispose of 67,500 Equity Shares held by it in Manavta Holdings Ltd. without their written consent.**

18 **RELATED PARTY DISCLOSURES :**

A. Holding Company:	**SIL INVESTMENTS LTD.**
B. Subsidiary Company:	**SIL PROPERTIES LTD.**
C. Key Management Personnel:	**Mrs. Shalini Nopany** **Sri Dilip Patodia-Managing Director** **Sri Ashok Kumar Daga-CFO**
D. Relatives of Key Management Personnel:	**Sri G.S. Nopany**
E. Enterprises owned or significantly influenced by Key Management Personnel and their relatives:	**Avadh Sugar & Energy Ltd.** **Magadh Sugar & Energy Ltd.**

F. Transactions with Related Parties during the year :

Particulars	Key Management Personnel	SIL PROPERTIES Ltd. (subsidiary co.)	SIL INVESTMENTS LTD. (Holding Co.)	Avadh Sugar & Energy Ltd.	Magadh Sugar & Energy Ltd.
Opening Balance		98,00,000	19,50,00,000	18,25,00,000	7,50,00,000
Inter-Corporate Loan Received	-	-	-	-	-
Inter-Corporate Loan Refunded	-	-	19,50,00,000	-	-
Inter-Corporate Loan Given	-	15,00,000	-	-	-
Inter-Corporate Loan received back	-	1,13,00,000	-	18,25,00,000	-
Interest Income on Inter-Corporate Loan	-	4,42,072	-	89,76,000	76,49,999
Interest Payment on Inter-Corporate Loan	-	-	92,57,260	-	-
Balance Outstanding on 31.03.2019 :					
Inter-Corporate Loan Borrowed		-	-	-	-
Inter-Corporate Loan Given		-	-	-	7,50,00,000
Interest Receivable		-	-	-	-
Interest Payable		-	-	-	-
Dividend Received				7,49,945	2,72,544

S. N. ROY & CO. CHARTERED ACCOUNTANTS KOLKATA

19 Earning per Share (EPS)	31.03.2019	31.03.2018
The following reflects the profit / (loss) and share data used in basic and diluted EPS computations:		
Total operations for the year		
Profit / (Loss) after tax	1,11,13,111	2,44,88,951
Less: Divideneds on Prefernce Shares and tax thereon	-	-
Net profit / (loss) for calculation of basic / diluted EPS	1,11,13,111	2,44,88,951
Continuing Operations		
Profit / (Loss) after tax	1,11,13,111	2,44,88,951
Less: Divideneds on Prefernce Shares and tax thereon	-	-
Net profit / (loss) for calculation of basic / diluted EPS	1,11,13,111	2,44,88,951
	Nos.	Nos.
Weighted average number of equity shares in calculating basic EPS	1,92,59,199	1,92,59,199
Effect of dilution	-	-
Weighted average number of equity shares in calculating diluted EPS	1,92,59,199	1,92,59,199
EPS	0.58	1.27

20 a) The Company is a Non-Banking Financial Company (NBFC) registered with The Reserve Bank of India (RBI) vide Certificate of Registration bearing No. 05.02417 dated16th May,1998

b) In Terms of RBI Regulations for "Systemetically Important Non-Banking Financial (Non Deposit Accepting or Holding) Companies Prudential Norms (Reserve Bank) Directions 2015", Schedule to the Balance Sheet in terms of Paragraph 13 of RBI regulations is enclosed.

21 Previous years' figures have been regrouped and/or rearranged, whereever necessary

In terms of our attached report of even date.

For and on behalf of the Board of Directors

Dilip Patodia	Brij Mohan Agarwal
Managing Director	Director
DIN : 00482435	DIN:03101758

Ashok Kumar Daga
Chief Financial Officer

For S. N. ROY & CO.
(Chartered Accountants)
Firm Registration No. 313054E

(Ranajit Majumdar)
Partner
Membership No.-060098

S. N. ROY & CO. KOLKATA CHARTERED ACCOUNTANTS

29A,Madan Mohan Tala Street
Kolkata - 700 005
Dated the 29 th April , 2019