

प्रभाग
DIVISION No.2015/ STC/BS&P

दि स्टेट ट्रेडिंग कॉर्पोरेशन ऑफ इण्डिया लिमिटेड
(भारत सरकार का उद्यम)
THE STATE TRADING CORPORATION OF INDIA LTD.
(A Govt. of India Enterprise) 28th September 2015

Manager-Listing Department National Stock Exchange of India Limited Exchange Plaza, Plot No. C/I, G Block Bandra-Kurla Complex, Bandra (East), Mumbai- 400 051 Scrip Code: STCINDIA-EQ	Manager Department of Corporate Services BSE Limited 25 th Floor, P.J. Towers, Dalal Street, Mumbai- 400 001 Scrip Code : 512531
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Dear Sir/ Madam,

Subject: Outcome of the Annual General Meeting

We wish to inform you that the State Trading Corporation of India Limited held its 59th Annual General Meeting today (28th September, 2015) at New Delhi for passing the following resolutions:

1. To receive, consider and adopt the audited Balance Sheet as at 31st March, 2015, and Statement of Profit & Loss for the year ended 31st March, 2015, together with the reports of the Directors and Auditors thereon and comments of the Comptroller & Auditor General of India in terms of Section 143(6) (b) of the Companies Act, 2013 (including Consolidated Financial Statements)
2. Re-appointment of Shri Rajiv Chopra, as Director.
3. Authorizing Board of Directors of the Company to fix remuneration of the Statutory/Branch Auditors of the Company for the year 2015-16.
4. Appointment of Shri Ajay Kumar Bhalla, as Part-time Official Director (Government Nominee Director).
5. Appointment of Shri Jitendra Kumar Dadoo as Part-time Official Director (Government Nominee Director)

The results of the above proceedings will be submitted to you as soon as we receive the Scrutinizers Report on the voting thereon and announcement of the same by the Chairman.

18

A copy of the speech delivered by our chairman at the above said meeting is enclosed.

Thanking you,

Yours faithfully,

A handwritten signature in black ink, appearing to be 'R.K. Gogia', written in a cursive style.

(R.K. Gogia)
Company Secretary
FCS2889

THE STATE TRADING CORPORATION OF INDIA LIMITED

Chairman's Address at 59th Annual General Meeting

Dear Shareholders,

I have great pleasure in welcoming you to the 59th Annual General Meeting of the company. Directors' Report and the Accounts for the year ended 31st March, 2015 as also Auditors Report and Comments of C&AG have been circulated to the members. As per the requirements of the new Companies Act 2013, this year, for the first time, the consolidated financial statements of STC and its subsidiary, STCL Limited were sent to C & AG for their comments and the comments received along with Management's replies thereto have already been made available to all of you.

Before I proceed to take up the formal agenda of today's meeting, I would like to share with you, in brief, the performance of your Company during the year 2014-15 and some of its on-going activities.

Your Company achieved a turnover of ₹14,397 crore during the year 2014-15. The turnover was marginally lower than the previous year due to non-allocation of wheat from Central Pool stocks by the Govt. for exports that resulted into a decline of ₹1,684 crore in the turnover and changes in Govt. policies with regard to import of gold which led to a decline of ₹3,062 crore in the turnover vis-à-vis the previous year. The loss of turnover was, to a large extent, made good by undertaking exports to Iran and higher import of fertilizers in addition to other new initiatives like import of cashew, domestic sale of fertilizers and cardamom auctions.

During the year, the Company achieved an export turnover of ₹1,834 crore, which is the highest export turnover recorded in the last six years. The Company had entered into a long term contract with an Iranian Government company for export of 2.5 million MTs of steel plates/coils. During the year, exports worth ₹1,689 crore were made against this contract.

During the year, the Corporation supplied imported coal to Bharat Oman Refineries Ltd. (BORL). The Corporation also entered into an arrangement with Tobacco Board under which it supplied fertilizers to tobacco growers in the states of Karnataka and Andhra Pradesh.

The Company earned a Profit Before Tax (PBT) of ₹31 crore during the year vis-à-vis a loss of ₹492 during 2013-14.

Your Directors have not recommended any dividend for the year 2014-15 in view of loss of Rs.492 crore suffered by the Corporation in the preceding year and need to conserve cash for its business operations due to rising borrowing costs.

In current year, the Company is continuing to further expand the business developed in 2014-15 in addition to regular business of items such as import of bullion, fertilizers, urea, edible oils etc.

The Company also expects to shortly commence supply against contracts entered into with Iranian Railways for supply of 2.5 lakh MTs of rails.

The philosophy of your company in relation to Corporate Governance is to fully conform to applicable laws, regulations, and guidelines and to promote ethical conduct in the organization. The company is committed to the highest standards of Corporate Governance. Report on Corporate Governance has been brought out separately in the Directors' Report. All Directors and Senior Management officials have affirmed compliance to Code of Conduct.

The industrial relations in the company remained cordial during the year and no man-days were lost.

As the members may be aware, the wholly-owned subsidiary of the Company, STCL Limited is under winding up in line with the decision of the Union Cabinet and the winding up petition filed by STCL Limited in the High Court of Karnataka on 26.11.2013 is pending.

I welcome Shri A. K. Bhalla, Additional Secretary, Department of Commerce and Shri J.K. Dadoo, Additional Secretary and Financial Advisor, Department of Commerce on joining the Board of the Corporation during the year and hope that the Company will benefit greatly from their rich experience.

I will also like to place on record deep appreciation for the valuable guidance and significant contributions made by outgoing Directors, Shri Manoj Mishra, Shri Madhusudan Prasad, Shri Bhagwati Prasad Pandey, Shri Rajani Ranjan Rashmi, Smt. B. Kinnera Murthy, Shri Jayendra N. Shah, Shri Sushil Chandra Tripathi, Shri Uday N. Abhyankar and Shri Subhash Chandra Saraf.

I also take this opportunity to express my sincere thanks and gratitude to my colleagues on the Board of Directors for their valuable guidance and support in running the affairs of the company.

I am also thankful for the whole-hearted support received by the Company from Ministry of Commerce & Industry, Ministry of Consumer Affairs, Food & Public Distribution, Department of Fertilizers, Director General of Foreign Trade, Director General of Export Promotion, Company's Bankers and Auditors and look forward to their continued support in Company's future endeavours. In particular, I shall like to thank all the shareholders for their continued confidence in the Company.

I sincerely thank the employees of STC at all levels and would like to place on record that but for their contribution and dedication, the results achieved would not have been possible. I expect the same determination and spirit to continue in future to further improve the performance of the company.

Thank you all.

New Delhi
28th September, 2015

KHALEEL RAHIM
CHAIRMAN