

**SCM Investment & Trading Company Limited**  
**Balance Sheet as at 31st March 2023**

(Rs. In lakhs)

Particulars	Note No	As at 31 March 2023	As at 31 March 2022
<b>ASSETS</b>			
1. Financial assets			
(a) Cash and cash equivalents	3	189.18	953.40
(b) Investments	4	24,239.32	30,870.71
(c) Other financial assets	5	23.19	28.50
<b>Total financial assets</b>		<b>24,451.69</b>	<b>31,852.61</b>
2. Non - financial Assets			
(a) Current tax assets (net)		16.37	6.92
<b>Total non - financial assets</b>		<b>16.37</b>	<b>6.92</b>
<b>Total Assets</b>		<b>24,468.06</b>	<b>31,859.53</b>
<b>LIABILITIES AND EQUITY</b>			
<b>LIABILITIES</b>			
1. Financial liabilities			
(a) Payables			
(I) Trade payables	6		
(i) total outstanding dues of micro enterprises and small enterprises			
(ii) total outstanding dues of creditors other than micro enterprises and small enterprises		0.09	0.15
<b>Total financial liabilities</b>		<b>0.09</b>	<b>0.15</b>
2. Non-financial liabilities			
(a) Deferred tax liabilities (Net)	7	2,422.90	3,483.50
(b) Other non-financial liabilities	8	-	0.21
<b>Total non - financial Liabilities</b>		<b>2,422.90</b>	<b>3,483.71</b>
<b>Total liabilities</b>		<b>2,422.99</b>	<b>3,483.86</b>
3. Equity			
(a) Equity share capital	9	1,925.92	1,925.92
(b) Other equity	10	20,119.15	26,449.75
<b>Total equity</b>		<b>22,045.07</b>	<b>28,375.67</b>
<b>Total Liabilities And Equity</b>		<b>24,468.06</b>	<b>31,859.53</b>

Summary of significant accounting policies

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The accompanying notes are an integral part of these financial statements.

In terms of our attached report of even date.

For Manav & Co.  
Chartered Accountants  
Firm Registration No.-325904E

Manav Chhawchharia  
Partner  
Membership No.- 063489  
UDIN:



Place : Kolkata  
Dated : 4th May 2023

For and on Behalf of the Board of Directors

Himanshu Bajaj  
Himanshu Bajaj  
Managing Director  
Din : 09410292

A. K. Daga  
Ashok Kumar Daga  
CFO

Vikash Goyal  
Director  
Din : 09027157

Lokesh Ashwin Gandhi  
Company Secretary

**SCM Investment & Trading Company Limited**  
**Statement of profit and loss for the year ended 31st March 2023**

(Rs. In lakhs)

Particulars	Note No	Year ended 31 March 2023	Year ended 31 March 2022
<b>I. Revenue from Operations</b>			
Interest Income	11	51.37	68.98
Dividend Income		258.74	133.65
<b>I. Total Revenue from operations</b>		<b>310.11</b>	<b>202.63</b>
<b>II. Other Income</b>	12	11.45	3.15
<b>III. Total Income (I + II)</b>		<b>321.56</b>	<b>205.78</b>
<b>IV. Expenses</b>			
Finance Costs	13	0.17	0.17
Other expenses	14	7.27	6.41
<b>IV. Total Expenses</b>		<b>7.44</b>	<b>6.58</b>
<b>V. Profit / (Loss) before tax (III - IV)</b>		<b>314.12</b>	<b>199.20</b>
<b>VI. Income tax expense</b>	15		
Current tax		76.29	49.42
Short/(Excess) Provision for Taxation		0.01	(0.01)
Deferred tax		2.85	-
<b>VI. Total Tax expenses</b>		<b>79.15</b>	<b>49.41</b>
<b>VII. Profit / (Loss) for the year (V-VI)</b>		<b>234.97</b>	<b>149.79</b>
<b>VIII. Other comprehensive income</b>			
(A) Items that will not be reclassified to profit or loss			
Equity instruments through other comprehensive income		(7,629.54)	20,228.26
Income tax relating to items that will not be reclassified to profit or loss		1,063.08	(2,760.32)
<b>Subtotal (A)</b>		<b>(6,566.46)</b>	<b>17,467.94</b>
(B) Items that will be reclassified to profit or loss			
Debt instruments through other comprehensive income		0.52	-
Income tax relating to items that will be reclassified to profit or loss		0.37	-
<b>Subtotal (B)</b>		<b>0.89</b>	<b>-</b>
<b>Other comprehensive income/(loss) (A+B)</b>		<b>(6,565.57)</b>	<b>17,467.94</b>
<b>Total Comprehensive Income for the year (VII+VIII)</b>			
<b>IX. (Comprising Profit/(Loss) and Other Comprehensive Income/(Loss) for the year)</b>		<b>(6,330.60)</b>	<b>17,617.73</b>
<b>X. Earnings per equity share</b>	16		
[Nominal value of share Rs. 10]			
<b>Basic &amp; Diluted</b>		<b>1.22</b>	<b>0.78</b>

Summary of significant accounting policies  
The accompanying notes are an integral part of these financial statements.

2

In terms of our attached report of even date.

For Manav & Co.  
Chartered Accountants  
Firm Registration No.-325904E

Manav Chhawchharia  
Partner  
Membership No.- 063489



Place : Kolkata  
Dated : 4th May 2023

For and on Behalf of the Board of Directors

Himanshu Bajaj  
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Managing Director  
Din : 09410292

A.K. Daga  
Ashok Kumar Daga  
CFO

Vikash Goyal  
Director  
Din : 09027157

Lokesh Ashwin Gandhi  
Company Secretary

**SCM Investment & Trading Company Limited**  
**Statement of changes in equity for the year ended 31st March 2023**

(Rs. In lakhs)

**A. Equity share capital**

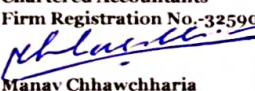
Description	Note	Amount
As at 01 April 2021	9	1,925.92
Changes in Equity Share Capital due to prior period errors		-
Restated balance at the beginning of the year		1,925.92
Changes in equity share capital		-
<b>As at 31 March 2022</b>	<b>9</b>	<b>1,925.92</b>
Changes in Equity Share Capital due to prior period errors		-
Restated balance at the beginning of the year		1,925.92
Changes in equity share capital		-
<b>As at 31 March 2023</b>	<b>9</b>	<b>1,925.92</b>

**B. Other equity**

Description	Note	Reserve and surplus				Equity instruments through other comprehensive income	Debt instruments through other comprehensive income	Total other equity
		Securities Premium	Reserve fund	General Reserve	Retained earnings			
<b>Balance at 01 April 2021</b>	10	694.14	499.25	90.00	1,840.72	5,707.91	-	<b>8,832.02</b>
Changes in accounting policy or prior period errors		-	-	-	-	-	-	-
Restated balance at the beginning of the year		694.14	499.25	90.00	1,840.72	5,707.91	-	8,832.02
Profit for the year		-	-	-	149.79	-	-	149.79
Other comprehensive income for the year		-	-	-	-	17,467.94	-	17,467.94
Transfer from retained earnings to reserve fund		-	30.00	-	(30.00)	-	-	-
<b>Balance at 31 March 2022</b>	<b>10</b>	<b>694.14</b>	<b>529.25</b>	<b>90.00</b>	<b>1,960.51</b>	<b>23,175.85</b>	<b>-</b>	<b>26,449.75</b>
<b>Balance at 01 April 2022</b>		<b>694.14</b>	<b>529.25</b>	<b>90.00</b>	<b>1,960.51</b>	<b>23,175.85</b>	<b>-</b>	<b>26,449.75</b>
Changes in accounting policy or prior period errors		-	-	-	-	(3.58)	3.58	-
Restated balance at the beginning of the year		694.14	529.25	90.00	1,960.51	23,172.27	3.58	26,449.75
Profit for the year		-	-	-	234.97	-	-	234.97
Other comprehensive income for the year		-	-	-	-	(6,566.46)	0.89	(6,565.57)
Transfer from retained earnings to reserve fund		-	46.00	-	(46.00)	-	-	-
<b>Balance at 31 March 2023</b>	<b>10</b>	<b>694.14</b>	<b>575.25</b>	<b>90.00</b>	<b>2,149.48</b>	<b>16,605.81</b>	<b>4.47</b>	<b>20,119.15</b>

The accompanying notes are an integral part of these financial statements.

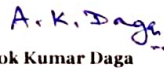
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Firm Registration No.-325904E  
  
Manav Chhawchharia  
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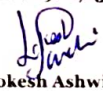


For and on Behalf of the Board of Directors

  
Himanshu Bajaj  
Managing Director  
Din : 09410292

  
Ashok Kumar Daga  
CFO

  
Vikash Goyal  
Director  
Din : 09027157

  
Lokesh Ashwin Gandhi  
Company Secretary

Place : Kolkata  
Dated : 4th May 2023



**SCM Investment & Trading Company Limited**  
**Cash Flow Statement for the year ended 31st March 2023**

(Rs. In lakhs)

Particulars	Year ended 31 March 2023	Year ended 31 March 2022
<b>(A) CASH FLOWS FROM OPERATING ACTIVITIES:</b>		
<b>Profit before taxes</b>	314.12	199.20
<b>Adjustments for:</b>		
Interest paid to Income Tax Department	0.17	0.17
Interest from Income Tax Department	(0.11)	(0.15)
<b>Operating profit before working capital changes</b>	<b>314.18</b>	<b>199.22</b>
<b>Adjustments for:</b>		
(Increase)/Decrease in Other financial assets	(70.99)	(15.84)
(Increase)/Decrease in Non Current Investment	(997.62)	(300.39)
Decrease in Loan & Advances - financing activity	-	750.00
Increase/(Decrease) in Trade payables and other liabilities	(0.27)	(3.21)
<b>Cash generated from operations</b>	<b>(754.70)</b>	<b>629.78</b>
Income taxes paid (net)	(9.52)	(55.73)
<b>Net cash from/(used in) operating activities</b>	<b>(764.22)</b>	<b>574.05</b>
<b>(B) CASH FLOWS FROM INVESTING ACTIVITIES</b>		
<b>Net cash from/(used in) investing activities</b>	-	-
<b>(C) CASH FLOW FROM FINANCING ACTIVITIES :</b>		
<b>Net cash from/(used in) financing activities</b>	-	-
<b>Net increase/(decrease) in cash and cash equivalents</b>	<b>(764.22)</b>	<b>574.05</b>
<b>Cash and cash equivalents at the beginning of the period</b>	<b>953.40</b>	<b>379.35</b>
<b>Cash and cash equivalents at the end of the period</b>	<b>189.18</b>	<b>953.40</b>

In terms of our attached report of even date.

For Manav & Co.  
Chartered Accountants

Firm Registration No.-325904E

Manav Chhawchharia  
Partner

Membership No.- 063489



Place : Kolkata  
Dated : 4th May 2023

For and on Behalf of the Board of Directors

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Company Secretary



**SCM Investment & Trading Company Limited**  
**Notes to the Financial Statements for the year ended 31st March 2023**

**1 Company Overview, Basis of Preparation & Significant Accounting Policies**

**1.1 Reporting Entity**

SCM Investments & Trading Limited is a public unlisted Company Incorporated under the Companies Act, 2013. The Company is a Non Deposit Taking-Systemically Important (ND-SI) registered with the Reserve Bank of India (RBI) and is involved in Activities auxiliary to financial intermediation, except insurance and pension funding. The registered office of the Company is located at 9/1, RN Mukherjee Rd, Kolkata - 700001 West Bengal, India.

**2 Significant Accounting Policies**

**a) Basis of Presentation**

These financial statements have been prepared in accordance with the Indian Accounting Standards (Ind AS) as per the Companies (Indian Accounting Standards) Rules, 2015 notified under Section 133 of the Companies Act, 2013, (the 'Act') and other relevant provisions of the Act, as amended from time to time and other accounting principles generally accepted in India along with other relevant provisions of the Act and the Master Direction – Non-Banking Financial Company– Systemically Important Non-Deposit taking Company and Deposit taking Company (Reserve Bank) Directions, 2016 (the NBFC Master Directions') issued by RBI.

These financial statements were authorised for issue by the Board of Directors on their meeting held on 04th May 2023.

The Company presents its balance sheet in order of liquidity. An analysis regarding recovery or settlement within 12 months after the reporting date and more than 12 months after the reporting date is presented in Note 22.

Financial assets and financial liabilities are generally reported gross in the balance sheet. They are only off set and reported net when, in addition to having an unconditional legally enforceable right to off set the recognised amounts without being contingent on a future event, the parties also intend to settle on a net basis in all of the following circumstances:

- The normal course of business
- The event of default
- The event of insolvency or bankruptcy of the Company and / or its counterparties.

**b) Basis of measurement**

These standalone financial statements have been prepared on a historical cost basis except for following assets and liabilities which have been measured at fair value

- i) financial instruments - fair value through other comprehensive income (FVOCI) ;
- ii) financial instruments - fair value through profit and loss (FVTPL).

Fair value is the price that would be received to sell of an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date, regardless of whether that price is directly observable or estimated using another valuation technique. In estimating the fair value of an asset or a liability, the Company take into account the characteristics of the asset or liability if market participants would take those characteristics into account when pricing the asset or liability at the measurement date. Fair value for measurement and/or disclosure purposes in the financial statements is determined on such a basis, except measurements that have some similarities to fair value but are not fair value, such as value in use in Impairment of Assets.

In addition, for financial reporting purposes, fair value measurements are categorised into Level 1, 2 or 3 based on the degree to which the inputs to the fair value measurements are observable and the significance of the inputs to the fair value measurement in its entirety, which are described as follows:

- Level 1 inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities that the company can access at the measurement date;
- Level 2 inputs other than quoted prices included within Level 1, that are observable for the asset or liability, either directly or indirectly; and
- Level 3 inputs are unobservable inputs for the asset or liability.

**c) Functional and presentation currency**

Indian Rupee (₹) is the Company's functional currency and the currency of the primary economic environment in which the Company operates. Accordingly, the management has determined that financial statements are presented in Indian Rupees (₹). All amounts have been rounded-off to the nearest lakhs upto two decimal places, unless otherwise indicated.

**d) Property, Plant and Equipment**

**Recognition and measurement**

Property, plant and equipment ('PPE') are stated at acquisition or construction cost less accumulated depreciation and impairment loss. Cost comprises the purchase price and any attributable cost of bringing the asset to its location and working condition for its intended use, including relevant borrowing costs and any expected costs of decommissioning.

If significant parts of an item of PPE have different useful lives, then they are accounted for as separate items (major components) of PPE.

The cost of an item of PPE is recognised as an asset if, and only if, it is probable that the economic benefits associated with the item will flow to the Company in future periods and the cost of the item can be measured reliably.

Expenditure incurred after the PPE have been put into operations, such as repair and maintenance expenses are charged to the Statement of Profit and Loss during the period in which they are incurred.

Capital work in progress includes cost of assets at sites, construction expenditure and interest on the funds deployed less any impairment loss, if any.

The estimated useful lives and residual values of the PPE are reviewed at the end of each financial year.

PPE, individually costing less than Rupees five thousand, are fully depreciated in the year of purchase.

Gains or losses arising from the retirement or disposal of PPE are determined as the difference between the net disposal proceeds and the carrying amount of the asset and recognised as income or expense in the Statement of Profit and Loss.

**Subsequent Measurement**

Subsequent expenditure is capitalised only if it is probable that the future economic benefits associated with the expenditure will flow to the Company.





### **Depreciation**

Depreciation on property, plant and equipment is provided on Straight Line Method using the rates arrived at based on the useful lives as specified in the Schedule II of the Companies Act, 2013. Depreciation on the Property Plant and Equipment added/disposed off/discarded during the year is provided from/upto the date when added/disposed off/discarded.

### **e) Other Intangible assets**

#### **Recognition and measurement**

Intangible assets, representing softwares are initially recognised at cost and subsequently carried at cost less accumulated amortisation and accumulated impairment. The cost of assets comprises of purchase price and directly attributable cost of bringing the assets to working condition for its intended use including borrowing cost and incidental expenditure during construction incurred upto the date when the assets are ready to use. The intangible assets are amortised using the straight line method over a period of three years, which is the Management's estimate of its useful life. The useful lives of intangible assets are reviewed at each financial year end and adjusted prospectively, if appropriate.

#### **Subsequent Measurement**

Subsequent expenditure is capitalised only if it is probable that the future economic benefits associated with the expenditure will flow to the company.

#### **Amortisation**

The intangible assets are amortised using the straight line method over a period of three years, which is the management's estimate of its useful life. Depreciation on the intangible asset disposed off during the year is provided on pro-rata basis with reference to the date of disposal.

### **f) Impairment of non-financial assets**

At the end of each reporting period, the Company reviews the carrying amounts of non-financial assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any). When it is not possible to estimate the recoverable amount of an individual asset, the Company estimates the recoverable amount of the cash generating unit to which the asset belongs.

Intangible assets with indefinite useful lives and intangible assets not yet available for use are tested for impairment at least annually, and whenever there is an indication then the asset may be impaired.

### **g) Revenue Recognition**

Revenue is recognised to the extent that it is probable that the economic benefit will flow to the Company and the revenue can be reliably measured.

#### **Interest Income**

Interest income is accounted for all financial instruments measured at amortised cost. Interest income is recorded using the effective interest rate (EIR), which is the rate that exactly discounts the estimated future cash payments or receipts through the expected life of the financial instrument to the gross carrying amount of the financial asset.

Interest income on all financial assets mandatorily required to be measured at FVTPL is recognised using the contractual interest rate in net gain on fair value changes.

#### **Dividend Income**

Dividend income is accounted for when the right to receive the income is established, which generally when the shareholders approves the dividend.

#### **Net Gain/ Loss on Fair Value Changes**

Any differences between the fair values of the investment in debt oriented mutual funds classified as fair value through the profit or loss, held by the Company on the balance sheet date is recognised as an unrealised gain/loss in the statement of profit and loss. In cases there is a net gain in aggregate, the same is recognised in "Net gains or fair value changes" under revenue from operations and if there is a net loss the same is disclosed "Expenses", in the statement of profit and loss.

### **h) Borrowing Costs**

Borrowing cost attributable to acquisition and construction of qualifying assets are capitalised as a part of the cost of such assets up to the date when such assets are ready for its intended use. Ancillary costs incurred in connection with the arrangement of borrowings are adjusted with the proceeds of the borrowings and recognised using the Effective Interest Rate (EIR) method. Other borrowing costs are charged to the Statement of Profit and Loss in the period in which they are incurred.

### **i) Retirement Benefits**

#### **Short-Term Employee Benefits**

Liabilities for salaries and bonus, including non-monetary benefits, if any and accumulating leave balance in respect of employees' services up to the end of the reporting period, are recognised as liabilities (and expensed) and are measured at the amounts expected to be paid when the liabilities are settled.

#### **Defined Contribution Plan and Defined Benefit Plan (gratuity obligation)**

Retirement benefits in the form of Provident Fund is not applicable to the Company as the total number of employees are below the minimum required number of employees under payment of Employees Provident Fund (Misc. Provisions) Act, 1952.

Gratuity has not been provided as the Payment of Gratuity Act is not applicable to the Company as total number of employees are below the minimum required number of employees under Payment of Gratuity Act, 1972.

#### **Other Long-Term Benefits**

The expected costs of other long-term employee benefits such as accumulated leaves are accrued over the period of employment.





**j) Income tax**

**i. Current tax**

Current tax comprises the expected tax payable or receivable on the taxable income or loss for the year and any adjustment to the tax payable or receivable in respect of previous years. It is measured using tax rates enacted or substantively enacted at the reporting date. Current tax assets and liabilities are offset only if, the Company:

- a) has a legally enforceable right to set off the recognised amounts; and
- b) intends either to settle on a net basis, or to realise the asset and settle the liability simultaneously.

**ii. Deferred tax**

Deferred tax is provided using the liability method on temporary differences between the tax bases of assets and liabilities and their carrying amounts for financial reporting purposes at the reporting date.

Deferred tax assets and liabilities are measured at the tax rates that are expected to apply in the year when the asset is realised or the liability is settled, based on tax rates (and tax laws) that have been enacted or substantively enacted at the reporting date.

Deferred tax relating to items recognised outside statement of profit or loss is recognised outside statement of profit or loss (either in other comprehensive income or in equity). Deferred tax items are recognised in correlation to the underlying transaction either in OCI or directly in equity.

Deferred tax assets and deferred tax liabilities are offset if a legally enforceable right exists to set off current tax assets against current tax liabilities and the deferred taxes relate to the same taxable entity and the same taxation authority.

Minimum Alternative Tax (MAT) is recognized as an asset only when and to the extent there is convincing evidence that the Company will pay normal income tax during the specified period. The Company reviews the same at each balance sheet date and recognise MAT entitlement to the extent it will be utilised. The said asset is created by way of credit to the statement of profit and loss and included in deferred tax assets.

**k) Leases**

**Company as a lessee**

The Company assesses if a contract is or contains a lease at inception of the contract. A contract is, or contains, a lease if the contract conveys the right to control the use of an identified asset for a period time in exchange for consideration.

The Company recognizes a right-of-use asset and a lease liability at the commencement date, except for short-term leases of twelve months or less and leases for which the underlying asset is of low value, which are expensed in the statement of operations on a straight-line basis over the lease term.

The lease liability is initially measured at the present value of the lease payments that are not paid at the commencement date, discounted using the interest rate implicit in the lease, or, if not readily determinable, the incremental borrowing rate specific to the country, term and currency of the contract.

Lease payments can include fixed payments, variable payments that depend on an index or rate known at the commencement date, as well as any extension or purchase options, if the Company is reasonably certain to exercise these options. The lease liability is subsequently measured at amortized cost using the effective interest method and remeasured with a corresponding adjustment to the related right-of-use asset when there is a change in future lease payments in case of renegotiation, changes of an index or rate or in case of reassessments of options.

The right-of-use asset comprises, at inception, the initial lease liability, any initial direct costs and, when applicable, the obligations to refurbish the asset, less any incentives granted by the lessors. The right-of-use asset is subsequently depreciated, on a straight-line basis, over the lease term, if the lease transfers the ownership of the underlying asset to the Company at the end of the lease term or, if the cost of the right-of-use asset reflects that the lessee will exercise a purchase option, over the estimated useful life of the underlying asset. Right-of-use assets are also subject to testing for impairment if there is an indicator for impairment. Variable lease payments not included in the measurement of the lease liabilities are expensed to the statement of operations in the period in which the events or conditions which trigger those payments occur. In the statement of financial position right-of-use assets and lease liabilities are classified respectively as part of property, plant and equipment and short-term/long-term debt.

**Company as a lessor**

When the Company is the lessor, the lease are classified as either a finance lease or an operating lease. A finance lease is a lease which confers substantially all the risks and rewards of the leased assets on the lessee. An operating lease is a lease where substantially all of the risks and rewards of the leased asset remain with the lessor.

Amounts due from lessees under finance leases are recorded as receivables. Finance lease income is allocated to accounting periods so as to reflect a constant periodic rate of return on the net investment outstanding in respect of the lease.

**l) Financial instruments**

A financial instrument is any contract that gives rise to a financial asset of one entity and a financial liability or equity instrument of another entity.

**(i) Initial recognition and measurement**

All financial assets and financial liabilities are initially recognised when the Company becomes a party to the contractual provisions of the instrument.

A financial asset or financial liability which is not recognised at Fair Value Through Profit and Loss, is initially measured at fair value plus transaction costs that are directly attributable to its acquisition or issue.

**(ii) Subsequent recognition**

**A. Financial Assets**

On initial recognition, a financial asset is classified and measured at

- Amortised Cost;
- Fair Value Through Other Comprehensive Income (FVOCI); or
- Fair Value Through Profit and Loss (FVTPL)

Financial assets are not reclassified subsequent to their initial recognition, except if and in the period the Company changes its business model for managing financial assets.

A financial asset is measured at amortised cost if it meets both of the following conditions and is not recognised as at FVTPL:

- the asset is held within a business model whose objective is to hold assets to collect contractual cash flows; and
- the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on





**Assessment whether contractual cash flows are solely payments of principal and interest (SPPI)**

For the purposes of this assessment, 'principal' is defined as the fair value of the financial asset on initial recognition. 'Interest' is defined as consideration for the time value of money and for the credit risk associated with the principal amount outstanding during a particular period of time and for other basic lending risks and costs (e.g. liquidity risk and administrative costs), as well as a profit margin.

In assessing whether the contractual cash flows are solely payments of principal and interest, the Company considers the contractual terms of the instrument. This includes assessing whether the financial asset contains a contractual term that could change the timing or amount of contractual cash flows such that it would not meet this condition. In making this assessment, the Company considers:

- contingent events that would change the amount or timing of cash flows;
- terms that may adjust the contractual coupon rate, including variable interest rate features;
- prepayment and extension features; and
- terms that limit the Company's claim to cash flows from specified assets.

**Business model assessment**

The Company determines its business model at the level that best reflects how it manages groups of financial assets to achieve its business objective. The Company's business model is not assessed on an instrument

by instrument basis, but at a higher level of aggregated portfolios. If cash flows after initial recognition are realised in a way that is different from the Company's original expectations, the Company does not change the classification of the remaining financial assets held in that business model, but incorporates such information when assessing newly originated financial assets going forward.

**Financial assets: Subsequent measurement and gains and losses**

Financial assets measured at FVTPL	These assets are subsequently measured at fair value. Net gains and losses, including any interest or dividend income, are recognised in the Statement of Profit and Loss.
Financial assets measured at FVOCI	These assets are subsequently measured at fair value. Dividends are recognised as income in the Statement of Profit and Loss unless the dividend clearly represents a recovery of part of the cost of the investment. Other net gains and losses are recognised in OCI and are not reclassified to profit or loss.
Financial assets measured at Amortised Cost	These assets are subsequently measured at amortised cost using the effective interest rate method. The amortised cost is reduced by impairment losses. Interest income, foreign exchange gains and losses and impairment are recognised in the Statement of Profit and Loss. Any gain or loss on derecognition is recognised in the Statement of Profit and Loss.
Financial assets measured at Amortised Cost	These assets are subsequently measured at amortised cost using the effective interest rate method. The amortised cost is reduced by impairment losses. Interest income, foreign exchange gains and losses and impairment are recognised in the Statement of Profit and Loss. Any gain or loss on derecognition is recognised in the Statement of Profit and Loss.
Investment in subsidiaries and step down subsidiaries (Others)	These assets are recognised at cost and are not adjusted to fair value at the end of each reporting period. Cost of investment represents amount paid for acquisition of the said investment. The Company assesses at the end of each reporting period, if there are any indications that the said investment may be impaired. If so, the Company estimates the recoverable value/amount of the investment and provides for impairment, if any i.e. the deficit in the recoverable value over cost.

**Financial liabilities: Classification, subsequent measurement and gains and losses**

Financial liabilities are subsequently measured at amortised cost using the effective interest method. Interest expense and foreign exchange gains and losses are recognised in the Statement of Profit and Loss. Any gain or loss on derecognition is also recognised as profit or loss respectively.

**(iii) Derecognition****Financial Assets**

The Company derecognises a financial asset when the contractual rights to the cash flows from the financial asset expire, or it transfers the rights to receive the contractual cash flows in a transaction in which substantially all of the risks and rewards of ownership of the financial asset are transferred or in which the Company neither transfers nor retains substantially all of the risks and rewards of ownership and does not retain control of the financial asset.

If the Company enters into transactions whereby it transfers assets recognised on its balance sheet, but retains either all or substantially all of the risks and rewards of the transferred assets, the transferred assets are not derecognised.

**Financial Liabilities**

The Company derecognises a financial liability when its contractual obligations are discharged or cancelled, or expire.

**(iv) Impairment of financial instruments**

The Company recognises loss allowances using the expected credit loss (ECL) model for the financial assets which are not Fair Value Through Profit and Loss. Expected credit losses are measured at an amount equal to the 12-month ECL, unless there has been a significant increase in credit risk or the assets have become credit impaired from initial recognition in which case, those are measured at lifetime ECL. The amount of expected credit losses (or reversal) that is required to adjust the loss allowance at the reporting date is recognised as an impairment gain or loss in the Statement of Profit and Loss.

Loss allowances for financial assets measured at amortised cost are deducted from the gross carrying amount of the assets.

**Measurement of expected credit loss****Write off**

The gross carrying amount of a financial asset is written off (either partially or in full) to the extent that there is no realistic prospect of recovery. This is generally the case when the Company determines that the counter party does not have assets or sources of income that could generate cash flows to repay the amounts. However, financial assets that are written off could still be subject to enforcement activities in order to comply with the Company's procedures for recovery of amounts due.

**(v) Offsetting of financial instruments**

Financial assets and financial liabilities are offset and the net amount is reported in the Balance Sheet only if there financial assets and financial liabilities are offset and the net amount is reported in the Balance Sheet only if there the assets and settle the liabilities simultaneously.





**m) Asset Classification and Provisioning**

Loan asset classification and requisite provision made under RBI prudential norms are given below:

Particulars	Criteria	Provision
Standard asset	The asset in respect of which, no default in repayment of principal or payment of interest is perceived and which does not disclose any problem nor carry more than normal risk attached to the business.	0.40% of the outstanding loan portfolio of standard assets
Sub-standard assets	An asset for which, interest/principal payment has remained overdue for more than 3 months and less than 12 months.	10% of the outstanding loan portfolio of standard assets
Loss assets	An asset for which, interest/principal payment has remained overdue for a period of 12 months or more.	100% of the outstanding loan portfolio of standard assets.

**n) Foreign Currency Transactions**

Transactions in foreign currencies are recognised at the rates of exchange prevailing at the dates of the transactions. At the end of each reporting period, monetary assets and liabilities denominated in foreign currencies are translated at the rate prevailing at that date. Non-monetary items that are measured in terms of historical cost in a foreign currency are not re-translated. Exchange differences on monetary items are recognised in the Statement of Profit and Loss in the period in which these arise, except for exchange difference arising on re-statement of long-term monetary items that in substance forms part of Company's net investment in foreign operations, is accumulated in Foreign Currency Translation Reserve (component of OCI) until the disposal of the investment, at which time such exchange difference is recognised in the Statement of Profit and Loss.

**o) Cash and cash equivalents**

Cash and cash equivalents comprise cash on hand, cash at bank and short-term deposits with an original maturity of three months or less that are readily convertible to known amounts of cash and which are subject to an insignificant risk of change in value.

For the purposes of the Cash Flow Statement, cash and cash equivalents is as defined above, net of outstanding bank overdrafts. In the balance sheet, bank overdrafts are shown within borrowings in financial liabilities.

**p) Provisions, contingent liabilities and contingent assets**

Provisions are recognised when the Company has a present obligation (legal or constructive) as a result of a past event, it is probable that the Company will be required to settle the obligation, and a reliable estimate can be made of the amount of the obligation. If the effect of the time value of money is material, provisions are determined by discounting the expected future cash flows to net present value using an appropriate pre-tax discount rate that reflects current market assessments of the time value of money and, where appropriate, the risks specific to the liability.

A present obligation that arises from past events, where it is either not probable that an outflow of resources will be required to settle or a reliable estimate of the amount cannot be made, is disclosed as a contingent liability. Contingent liabilities are also disclosed when there is a possible obligation arising from past events, the existence of which will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Company. Claims against the Company, where the possibility of any outflow of resources in settlement is remote, are not disclosed as contingent liabilities.

Contingent assets are not recognised in the financial statements since this may result in the recognition of income that may never be realised. However, when the realisation of income is virtually certain, then the related asset is not a contingent asset and is recognised.

**q) Segment Reporting**

According to Ind AS 108, identification of operating segments is based on Chief Operating Decision Maker (CODM) approach for making decisions about allocating resources to the segment and assessing its performance. The business activity of the company falls within one business segment viz. "investment and lending activities".

**r) Earnings Per Share**

The basic EPS is computed by dividing the profit after tax for the year attributable to the equity shareholders by the weighted average number of equity shares outstanding during the year.

For the purpose of calculating diluted EPS, profit after tax for the year attributable to the equity shareholders and the weighted average number of equity shares outstanding during the year are adjusted for the effects of all dilutive potential equity shares. Dilutive potential equity shares are deemed converted as of the beginning of the period, unless they have been issued at a later date. In computing the dilutive earnings per share, only potential equity shares that are dilutive and that either reduces the earnings per share or increases loss per share are included.

**s) Recent Indian Accounting Standards (Ind AS)**

Ministry of Corporate Affairs ("MCA") notifies new standard or amendments to the existing standards. There is no such notification which would have been applicable from April 1, 2023.



**SCM Investment & Trading Company Limited**  
**Notes to the Financial Statements for the year ended 31st March 2023**

(Rs. In lakhs)

**Note 3: Cash and cash equivalents**

Particulars	As at 31 March 2023	As at 31 March 2022
Cash on hand	0.03	0.13
Balances with banks (in nature of cash and cash equivalents)	30.66	43.27
Fixed deposits with maturity of less than three months from the date of acquisition	158.49	910.00
	<b>189.18</b>	<b>953.40</b>

**Note 5: Other financial assets**

Particulars	As at 31 March 2023	As at 31 March 2022
Accrued interest	22.25	27.56
Security deposits	0.90	0.90
Other assets	0.04	0.04
	<b>23.19</b>	<b>28.50</b>





**SCM Investment & Trading Company Limited**  
**Notes to the Financial Statements for the year ended 31st March 2023**

(Rs. In lakhs)

**Note 4: Investments**

Particulars	As at 31 March 2023	As at 31 March 2022
<b>At fair value through other comprehensive income</b>		
<b>Investment in Equity Shares</b>		
<b>Quoted</b>		
18,29,280 (31 March 2022 : 18,29,280) equity shares of Re.1 each in Suttlej Textiles & Industries Limited	741.77	1,309.76
3,81,561 (31 March 2022 : 3,81,561) equity shares of Rs.10 each in Magadh Sugar & Energy Limited	1,217.94	1,201.54
3,02,784 (31 March 2022 : 3,02,784) equity shares of Rs.10 each in Ganges Securities Limited	285.98	403.00
5,89,200 (31 March 2022 : 5,61,200) equity shares of Rs.10 each in Chambal Fertilisers & Chemicals Limited	1,556.08	2,368.82
10,78,958 (31 March 2022 : 10,78,958) equity shares of Rs.10 each in Palash Securities Limited	1,068.71	1,186.31
14,99,890 (31 March 2022 : 14,99,890) equity shares of Rs.10 each in Avadh Sugar & Energy Limited	6,541.77	10,902.70
10,62,816 (31 March 2022 : 1,32,852) equity shares of Rs.10 each in New India Retailing & Investment Ltd.	318.84	39.86
40,000 (31 March 2022 : Nil) equity shares of Rs.1 each in National Mineral Development Corporation Ltd.	44.62	-
40,000 (31 March 2022 : Nil) equity shares of Rs.10 each in NMDC Steel Ltd.	12.42	-
42,000 (31 March 2022 : Nil) equity shares of Rs.10 each in Power Finance Corporation Ltd.	63.74	-
<b>Fully paid equity shares (quoted)</b>	<b>11,851.87</b>	<b>17,411.99</b>
<b>Investment in Equity Shares</b>		
<b>Unquoted</b>		
50,000 (31 March 2022 : 50,000) equity shares of Rs.10 each in Centre Stage Creations Private Limited	-	-
21,200 (31 March 2022 : 21,200) equity shares of Rs.10 each in Leas Communication limited	-	-
150 (31 March 2022 : 150) equity shares of Rs.10 each in The Oudh Trading Company Pvt. Ltd.	50.64	38.68
67,500 (31 March 2022 : 67,500) equity shares of Rs.10 each in Manbhawani Investment Ltd.	1,928.60	2,846.35
1,55,000 (31 March 2022 : 1,55,000) equity shares of Rs.10 each in Manavta Holdings Ltd	2,119.68	3,089.86
3,30,000 (31 March 2022 : 3,30,000) equity shares of Rs.10 each in Sidh Enterprises Ltd.	2,686.76	5,029.30
<b>Fully paid equity shares (unquoted)</b>	<b>6,785.68</b>	<b>11,004.19</b>



**SCM Investment & Trading Company Limited**  
**Notes to the Financial Statements for the year ended 31st March 2023**

(Rs. In lakhs)

**Note 4: Investments**

Particulars	As at 31 March 2023	As at 31 March 2022
<b>Unquoted</b>		
<b>Investments in Equity shares</b>		
<b>Partly paid up</b>		
8,06,404 (31 March 2022 : 8,06,404) equity shares of Rs.10 each in Modern DiaGen Services Ltd. (paid up value Rs. 2 per share)	30.16	29.68
<b>Investments in partly paid shares (Unquoted)</b>	<b>30.16</b>	<b>29.68</b>
<b>Investment in Fellow Subsidiary Company</b>		
<b>Unquoted</b>		
35,00,000 (31 March 2022 : 35,00,000) equity shares of Rs. 10 each in RTM Investment & Trading Co. Ltd.	3,810.45	1,475.95
<b>Investment in fellow subsidiaries</b>	<b>3,810.45</b>	<b>1,475.95</b>
<b>At fair value through other comprehensive income</b>		
<b>Investments in Bond:</b>		
<b>Quoted</b>		
3 (31 March 2022 : 3) unit of 7.72% SBI Perpetual Bond	304.88	305.85
1 (31 March 2022 : Nil) unit of 7.84% HDFC Perpetual Bond	101.91	-
<b>Investment in Bonds(quoted)</b>	<b>406.79</b>	<b>305.85</b>
<b>At cost</b>		
<b>Investment in Subsidiary Company</b>		
<b>Unquoted</b>		
82,16,162 (31 March 2022 : 64,30,448) equity shares of Rs. 10 each in SIL Properties Ltd.	1,143.05	643.05
<b>Investment in Subsidiary Company</b>	<b>1,143.05</b>	<b>643.05</b>
<b>At fair value through profit and loss</b>		
<b>Investments in mutual funds:</b>		
<b>Unquoted</b>		
33,740.831 (31 March 2022 : Nil) units in HDFC Balanced Advantage - Growth	109.08	-
81,662.503 (31 March 2022 : Nil) units in Nippon India Balanced Advantage - Growth	102.24	-
<b>Mutual funds (unquoted)</b>	<b>211.32</b>	<b>-</b>
<b>Total Investment</b>	<b>24,239.32</b>	<b>30,870.71</b>
Aggregate amount of quoted investments and market value thereof	12,258.66	17,717.84
Aggregate amount of unquoted investments	11,980.66	13,152.87

Particulars	As at 31 March 2023	As at 31 March 2022
<b>Out of above</b>		
In India	24,239.32	30,870.71
Outside India	-	-
	<b>24,239.32</b>	<b>30,870.71</b>

**Note: -**

i) The Company received dividends other than from subsidiaries of Rs.254.51lakhs (31st March 2022: Rs. 133.65 lakhs ) from its investments in equity shares, carried at FVOCI, recognised as dividend income.

ii) The Company has designated its equity investments at FVOCI on the basis that these are not held for trading and held for strategic purposes.

iii) No strategic investment was disposed off during 2022-23 and there were no transfer of any cumulative gain or loss within equity relating to these investments.

iv) 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.



**SCM Investment & Trading Company Limited**  
**Notes to the Financial Statements for the year ended 31st March 2023**

(Rs. In lakhs)

**Note 6: Trade payables**

Particulars	As at 31 March 2023	As at 31 March 2022
Total outstanding dues of micro enterprises and small enterprises	-	-
total outstanding dues of creditors other than micro enterprises and small enterprises	0.09	0.15
	<b>0.09</b>	<b>0.15</b>

**Trade Payables Ageing Schedule - Based on the requirements of Amended Schedule III**  
(Rs. In lakhs)

Particulars	As at 31 March 2023						
	Unbilled Due	Not Due	Upto 1 Year	1-2 Years	2-3 Years	More than 3 Years	Total
i) MSME		-					-
ii) Others	0.09						0.09
iii) Disputed Due- MSME							-
iv) Disputed Due- Others							-
<b>Total</b>	<b>0.09</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>0.09</b>

Particulars	As at 31 March 2022						
	Unbilled Due	Not Due	Upto 1 Year	1-2 Years	2-3 Years	More than 3 Years	Total
i) MSME		-					-
ii) Others	0.14	0.01					0.15
iii) Disputed Due- MSME							-
iv) Disputed Due- Others							-
<b>Total</b>	<b>0.14</b>	<b>0.01</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>0.15</b>

**Note 7: Deferred tax liabilities (Net)**

Particulars	As at 31 March 2023	As at 31 March 2022
<b>Deferred tax liabilities</b>		
On fair valuation of investments	2,422.90	3,483.50
	<b>2,422.90</b>	<b>3,483.50</b>

**Note 8: Other non-financial liabilities**

Particulars	As at 31 March 2023	As at 31 March 2022
Statutory dues	-	0.21
	<b>-</b>	<b>0.21</b>





**SCM Investment & Trading Company Limited**  
**Notes to the Financial Statements for the year ended 31st March 2023**

(Rs. In lakhs)

**Note 9: Equity share capital**

Particulars	As at 31 March 2023	As at 31 March 2022
<b>Authorised</b>		
1,99,90,000 (31 March 2022: 1,99,90,000) Equity Shares of ₹ 10 each	1,999.00	1,999.00
10,000 (31 March 2021: 10,000) Preference Shares of ₹ 10 each	1.00	1.00
	<b>2,000.00</b>	<b>2,000.00</b>
<b>Issued shares</b>		
1,93,87,484 (31 March 2022: 1,93,87,484) Equity Shares of ₹ 10 each	1,938.75	1,938.75
	<b>1,938.75</b>	<b>1,938.75</b>
<b>Subscribed and fully paid-up shares</b>		
1,92,59,199 (31 March 2022: 1,92,59,199) Equity Shares of ₹ 10 each	1,925.92	1,925.92
	<b>1,925.92</b>	<b>1,925.92</b>

**Terms / rights attached to equity shares**

Each holder of equity shares is entitled to one vote per share. In the event of liquidation of the Company, the holders of equity shares will be entitled to receive remaining assets of the Company, after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders. There is no restriction on distribution of dividend. However, same is subject to the approval of the shareholders in the Annual General Meeting.

**Details of shareholders holding more than 5% shares in Company**

Name of Shareholder	As at 31 March 2023		As at 31 March 2022	
	No. of shares	% of holding	No. of shares	% of holding
SIL Investments Ltd.	15,509,199	80.52%	15,509,199	80.52%
OSM Investment & Trading Co. Ltd.	1,875,000	9.74%	1,875,000	9.74%
Hargaon Investment & Trading Co. Ltd.	1,875,000	9.74%	1,875,000	9.74%

**Reconciliation of number of equity shares outstanding :**

Particulars	No. of Shares	Amount
<b>Issued</b>		
Opening balance as on 01 April 2021	19,387,484	1,938.75
Add: Issued during the year	-	-
<b>Closing Balance as on 31 March 2022</b>	<b>19,387,484</b>	<b>1,938.75</b>
Add: Issued during the year	-	-
<b>Closing Balance as on 31 March 2023</b>	<b>19,387,484</b>	<b>1,938.75</b>

**Reconciliation of number of equity shares outstanding :**

Particulars	No. of Shares	Amount
<b>Subscribed and Paid-up</b>		
Opening balance as on 01 April 2021	19,259,199	1,925.92
Add: Issued during the year	-	-
<b>Closing Balance as on 31 March 2022</b>	<b>19,259,199</b>	<b>1,925.92</b>
Add: Issued during the year	-	-
<b>Closing Balance as on 31 March 2023</b>	<b>19,259,199</b>	<b>1,925.92</b>

(\*) 128285 Less subscribed

No shares have been allotted without payment being received in cash during the five years immediately preceding the Balance Sheet date

**Disclosure of shareholding of promoters**

Shares held by promoters at the end of the year

Promoter name	As at 31st March, 2023			As at March 31, 2022		
	No. of shares	% of total shares	% Change during the year	No. of shares	% of total shares	% Change during the year
SIL Investments Ltd.	15,509,199	80.53%	0%	15,509,199	80.53%	0%
OSM Investment & Trading Co. Ltd.	1,875,000	9.74%	0%	1,875,000	9.74%	0%



**SCM Investment & Trading Company Limited**  
**Notes to the Financial Statements for the year ended 31st March 2023**

**Note 10: Other equity**

(Rs. In lakhs)

Particulars	As at 31 March 2023	As at 31 March 2022
Securities Premium	694.14	694.14
Reserve fund in terms of section 45-IC(1) of the Reserve Bank of India Act, 1934	575.25	529.25
General Reserve	90.00	90.00
Retained Earnings	2,149.48	1,960.51
Equity instruments at fair value through other comprehensive income	16,605.81	23,175.85
Debt instruments at fair value through other comprehensive income	4.47	-
	<b>20,119.15</b>	<b>26,449.75</b>

**(i) Securities Premium**

Particulars	As at 31 March 2023	As at 31 March 2022
Opening balance	694.14	694.14
Closing balance	<b>694.14</b>	<b>694.14</b>

**(ii) Reserve fund in terms of section 45-IC(1) of the Reserve Bank of India Act, 1934 in terms of section 45-IC(1) of the Reserve Bank of India Act, 1934**

Particulars	As at 31 March 2023	As at 31 March 2022
Opening balance	529.25	499.25
Add: Transferred during the year	46.00	30.00
Closing balance	<b>575.25</b>	<b>529.25</b>

**(iii) General Reserve**

Particulars	As at 31 March 2023	As at 31 March 2022
Opening balance	90.00	90.00
Closing balance	<b>90.00</b>	<b>90.00</b>

**(iv) Retained Earnings**

Particulars	As at 31 March 2023	As at 31 March 2022
Opening balance	1,960.51	1,840.72
Add:- Profit for the year	234.97	149.79
	2,195.48	1,990.51
Appropriations:		
Transfer to reserve fund in terms of section 45-IC(1) of the Reserve Bank of India Act, 1934	(46.00)	(30.00)
Closing balance	<b>2,149.48</b>	<b>1,960.51</b>

**(v) Equity instruments at fair value through other comprehensive income**

Particulars	As at 31 March 2023	As at 31 March 2022
Opening balance	23,175.85	5,707.91
Changes in accounting policy or prior period errors	(3.58)	-
	23,172.27	5,707.91
Change in fair value of FVOCI equity instruments	(7,629.54)	20,228.26
Deferred tax	1,063.08	(2,760.32)
Closing balance	<b>16,605.81</b>	<b>23,175.85</b>

**(vi) Debt instruments at fair value through other comprehensive income**

Particulars	As at 31 March 2023	As at 31 March 2022
Opening balance	-	-
Changes in accounting policy or prior period errors	3.58	-
	3.58	-
Change in fair value of FVOCI equity instruments	0.52	-
Deferred tax	0.37	-
Closing balance	<b>4.47</b>	<b>-</b>



**SCM Investment & Trading Company Limited**  
**Notes to the Financial Statements for the year ended 31st March 2023**

**Note 10b: Nature and purpose of other equity**

Sl. No.	Paticulars	Nature and purpose of other equity
(i)	Securities Premium	Securities Premium is used to record the premium (amount received in excess of face value of equity shares) on issue of shares. The reserve can be utilised only for limited purposes such as issuance of bonus shares in accordance with the provisions of the Companies Act, 2013.
(ii)	Reserve fund in terms of section 45-IC(1) of the Reserve Bank of India Act, 1934	Reserve fund represents the reserve created pursuant to the Reserve Bank of India Act, 1934 (the "RBI Act"). In terms of Section 45-IC of the RBI Act, a Non-Banking Finance Company is required to transfer an amount not less than 20 per cent of its net profit to a Reserve Fund before declaring any dividend. Appropriation from this Reserve Fund is permitted only for the purposes specified by RBI.
(iii)	General Reserve	Pursuant to the provisions of Companies Act, 1956, the Company had transferred a portion of the net profit of the Company before declaring dividend to general reserve. Mandatory transfer to general reserve is not required under the Companies Act, 2013.
(iv)	Retained Earnings	Retained earnings are the profits that a company has earned to date, less any dividends or other distributions paid to the Shareholders, net of utilisation as permitted under applicable regulations.
(v)	Equity instruments at fair value through other comprehensive income	The Company has elected to recognise changes in the fair value of investments in equity securities (other than investment in subsidiary) in other comprehensive income. These changes are accumulated within the FVOCI equity investments reserve within equity. The Company transfer the amount from FVOCI equity investments reserve to retained earnings when releant equity securities are derecognized.





**SCM Investment & Trading Company Limited**  
**Notes to the Financial Statements for the year ended 31st March 2023**

(Rs. In lakhs)

**Note 11: Interest Income**

Particulars	Year ended 31 March 2023	Year ended 31 March 2022
<b>On Financial Assets measured at Amortised Cost</b>		
Interest on loan from body corporates	-	40.54
Interest on deposits with bank and others	51.37	28.44
	<b>51.37</b>	<b>68.98</b>

**Note 12: Other Income**

Particulars	Year ended 31 March 2023	Year ended 31 March 2022
Interest from Income Tax Department	0.11	0.15
Net gain on financial assets mandatorily measured at fair value through profit and loss account	11.34	-
Provision for Standard Assets Written Back	-	3
	<b>11.45</b>	<b>3.15</b>

**Note 13: Finance Costs**

Particulars	Year ended 31 March 2023	Year ended 31 March 2022
<b>On financial liabilities measured at amortised cost</b>		
Interest paid to income tax department	0.17	0.17
	<b>0.17</b>	<b>0.17</b>

**Note 14: Other expenses**

Particulars	Year ended 31 March 2023	Year ended 31 March 2022
Rates & Taxes	0.08	0.08
Payment to Auditors		
As Auditors		
Audit Fee	0.30	0.15
Limited review	0.15	0.13
In other capacity for certificates & other services	0.19	0.13
Legal and Professional Fee	1.09	0.61
Service charges	4.28	3.89
Depository Charges	0.62	0.58
Bank charges	0.01	0.01
Miscellaneous expenses	0.55	0.83
	<b>7.27</b>	<b>6.41</b>



**SCM Investment & Trading Company Limited**  
**Notes to the Financial Statements for the year ended 31st March 2023**

(Rs. In lakhs)

**Note 15: Income tax expense**

This note provides an analysis of the Company's income tax expense, shows amounts that are recognised in profit or loss or other comprehensive income and how the tax expense is affected by non-assessable and non-deductible items.

Particulars	31 March 2023	31 March 2022
<b>(a) Income tax expense</b>		
<i>Current tax</i>		
Current tax expense for the year	76.29	49.42
Current tax expense / (benefit) pertaining to prior years	0.01	(0.01)
<b>Total current tax expense</b>	<b>76.30</b>	<b>49.41</b>
<i>Deferred tax</i>		
Decrease (increase) in deferred tax assets	-	-
(Decrease) increase in deferred tax liabilities	2.85	-
<b>Total deferred tax expense/(benefit)</b>	<b>2.85</b>	<b>-</b>
<b>Income tax expense</b>	<b>79.15</b>	<b>49.41</b>

Particulars	31 March 2023	31 March 2022
<b>Current tax expense recognised in profit or loss</b>		
Current tax on profits for the year	76.29	49.42
Current tax expense / (benefit) pertaining to prior years	0.01	(0.01)
<b>Total current tax expense (A)</b>	<b>76.30</b>	<b>49.41</b>
<b>Deferred tax expense/(income) recognised in profit or loss</b>		
Deferred taxes	2.85	-
<b>Total deferred tax expense recognised in profit or loss (B)</b>	<b>2.85</b>	<b>-</b>
<b>Deferred tax expense recognised in Other comprehensive income</b>		
Deferred taxes	1,063.08	(2,760.32)
<b>Total deferred tax expense recognised in Other comprehensive income (C)</b>	<b>1,063.08</b>	<b>(2,760.32)</b>
<b>Total deferred tax for the year (B+C)</b>	<b>1,065.93</b>	<b>(2,760.32)</b>
<b>Total income tax expense recognised in profit or loss (A+B)</b>	<b>79.15</b>	<b>49.41</b>
<b>Total income tax expense recognised in Other comprehensive income (C)</b>	<b>1,063.08</b>	<b>(2,760.32)</b>
<b>Total income tax expense (A+B+C)</b>	<b>1,142.23</b>	<b>(2,710.91)</b>

**(b) Reconciliation of tax expense and the accounting profit multiplied by tax rate:**

Particulars	31 March 2023	31 March 2022
Profit before tax	314.12	199.20
<b>Tax at the rate of 25.17% (2022-23 - 25.17%)</b>	<b>79.06</b>	<b>50.14</b>
Income exempt from tax		
Net expenses that are not deductible in determining taxable profit	0.10	0.04
MAT credit utilisation	(0.01)	(0.77)
Adjustment for current tax of prior periods		
<b>Total income tax expense/(credit)</b>	<b>79.15</b>	<b>49.41</b>



**SCM Investment & Trading Company Limited**  
**Notes to the Financial Statements for the year ended 31st March 2023**

(Rs. In lakhs)

**Note 16: Earnings per share**

Particulars	31 March 2023	31 March 2022
(a) Profit attributable to equity holders of the company used in calculating basic and diluted earnings per share	234.97	149.79
(b) Weighted average number of equity shares used as the denominator in calculating basic and diluted earnings per share (in numbers)	19,259,199	19,259,199
(c) Nominal value of Equity Share (in Rs.)	10	10
(d) Basic and diluted earnings per share (Rs.)	1.22	0.78

**Note 17: Commitments**

(As certified by the management)

Particulars	31 March 2023	31 March 2022
Uncalled liability of shares and other investment partly paid up	64.51	64.51

**Note 18: Segment Reporting**

According to Ind AS 108, identification of operating segments is based on Chief Operating Decision Maker (CODM) approach for making decisions about allocating resources to the segment and assessing its performance. The business activity of the company falls within one business segment viz. "investment and lending activities". Hence, the disclosure requirement of Ind AS 108 of 'Segment Reporting' is not considered applicable.

**Note 19**

Loans and Advances pursuant to Regulation 34(3) and 53(f) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015:-

Particulars	Outstanding as at March 31, 2023	Maximum Amount Outstanding during the Quarter ended March 31, 2023	Outstanding as at March 31, 2022	Maximum Amount Outstanding during the year ended March 31, 2022
Magadh Sugar & Energy Ltd.	-	-	-	750.00

**Note 20: Details of dues to Micro, Small and Medium Enterprises as per MSMED Act, 2006**

Based on the information received by the Company from "suppliers" regarding their status under the Micro, Small and Medium Enterprises Development Act, 2006, there are no amounts due to any suppliers covered under this Act as at the balance sheet date and hence, disclosures relating to amounts unpaid as at the year end together with interest paid / payable as required under the said Act have not been given. Auditors have relied on this.





**SCM Investment & Trading Company Limited**  
**Notes to the Financial Statements for the year ended 31st March 2023**

(Rs. In lakhs)

**Note : 21 Financial Instruments**

The Company maintains policies and procedures to value financial assets or financial liabilities using the best and most relevant data available. The fair values of the financial assets and liabilities are included at the amount that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date.

**Financial Assets and Liabilities**

The carrying value of financial instruments by categories as at 31 March 2023 is as follows:

	Fair value through Profit or Loss	Fair value through Other Comprehensive Income	Amortised cost	Investment in Subsidiary at Cost	Total carrying value
<b>Financial Assets:</b>					
Investments	211.32	22,884.95	-	1,143.05	24,239.32
Cash and cash equivalents	-	-	189.18	-	189.18
Loans	-	-	-	-	-
Other Financial assets	-	-	23.19	-	23.19
<b>Total</b>	<b>211.32</b>	<b>22,884.95</b>	<b>212.37</b>	<b>1,143.05</b>	<b>24,451.69</b>
<b>Financial Liabilities:</b>					
Trade payables	-	-	0.09	-	0.09
<b>Total</b>	<b>-</b>	<b>-</b>	<b>0.09</b>	<b>-</b>	<b>0.09</b>

The carrying value of financial instruments by categories as at 31 March 2022 is as follows:

	Fair value through Profit or Loss	Fair value through Other Comprehensive Income	Amortised cost	Investment in Subsidiary at Cost	Total carrying value
<b>Financial Assets:</b>					
Investments	-	30,227.66	-	643.05	30,870.71
Cash and cash equivalents	-	-	953.40	-	953.40
Loans	-	-	-	-	-
Other Financial assets	-	-	28.50	-	28.50
<b>Total</b>	<b>-</b>	<b>30,227.66</b>	<b>981.90</b>	<b>643.05</b>	<b>31,852.61</b>
<b>Financial Liabilities:</b>					
Trade payables	-	-	0.15	-	0.15
<b>Total</b>	<b>-</b>	<b>-</b>	<b>0.15</b>	<b>-</b>	<b>0.15</b>

Carrying amounts of cash and cash equivalents, loans and trade payables as on 31 March 2023 and 31 March 2022 approximate the fair value because of their short-term nature. Difference between carrying amounts and fair values of other financial assets subsequently measured at amortised cost is not significant in each of the years presented.



**SCM Investment & Trading Company Limited**  
**Notes to the Financial Statements for the year ended 31st March 2023**

**Fair value hierarchy**

(Rs. In lakhs)

The Company measures fair values using the following fair value hierarchy, which reflects the significance of the inputs used in making the measurements:

**Level 1:** Inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities that the Company can access at measurement date.

**Level 2:** Inputs are inputs, other than quoted prices included within level 1, that are observable for the asset or liability, either directly or indirectly; (i.e. derived from prices). This category includes instruments valued using: quoted market prices in active markets for similar instruments; quoted prices for identical or similar instruments in markets that are considered less than active; or other valuation techniques in which all significant inputs are directly or indirectly observable from market data.

**Level 3:** This level of hierarchy includes financial assets and liabilities measured using inputs that are not based on observable market data (unobservable inputs). Fair values are determined in whole or in part, using a valuation model based on assumptions that are neither supported by prices from observable current market transactions in the same instrument nor are they based on available market data. This level of hierarchy includes Company's investments in equity shares which are unquoted or for which quoted prices are not available at the reporting dates.

The Company's policy is to recognise transfers into and transfers out of fair value hierarchy levels as at the end of the reporting period. There were no transfers between level 1 and level 2 fair value measurements during the year ended 31 March 2023 and 31 March 2022.

**Financial Instruments**

Particulars	31 March 2023			
	Level 1	Level 2	Level 3	Total
<b>Financial assets:</b>				
Quoted equity shares	11,851.87	-	-	11,851.87
Unquoted equity shares	-	-	11,980.66	11,980.66
Quoted Bonds	406.79			
	<b>12,258.66</b>	<b>-</b>	<b>11,980.66</b>	<b>23,832.53</b>

Particulars	31 March 2022			
	Level 1	Level 2	Level 3	Total
<b>Financial assets:</b>				
Quoted equity shares	17,411.99	-	-	17,411.99
Unquoted equity shares	-	-	13,152.87	13,152.87
	<b>17,411.99</b>	<b>-</b>	<b>13,152.87</b>	<b>30,564.86</b>

The following table summarises disclosure of fair value of financial assets and liabilities measured at amortised cost:

Measured at Level 3	31 March 2023		31 March 2022	
	Carrying Value	Fair value	Carrying Value	Fair value
<b>Financial Assets at amortised cost:</b>				
Cash and cash equivalents	189.18	189.18	953.40	953.40
Other financial assets	23.19	23.19	28.50	28.50
<b>Total</b>	<b>212.37</b>	<b>212.37</b>	<b>981.90</b>	<b>981.90</b>
<b>Financial Liabilities at amortised cost</b>				
Trade payables	0.09	0.09	0.15	0.15
<b>Total</b>	<b>0.09</b>	<b>0.09</b>	<b>0.15</b>	<b>0.15</b>

**Valuation technique used to determine fair value**

Specific valuation techniques used to value financial instruments include:

- The fair value of investments in quoted equity shares is based on the current bid price of respective investment as at the balance sheet date.
- In case of unquoted equity shares and preference shares, the Company has used valuation report of external valuer. Valuation was derived using discounted cash flow method which was based on present value of the expected future economic benefit or net assets value method.





**SCM Investment & Trading Company Limited**  
**Notes to the Financial Statements for the year ended 31st March 2023**

(Rs. In lakhs)

**Note : 22 Financial Risk Management**

**Risk Management**

The Company's primary focus is to foresee the unpredictability of financial markets and seek to minimize potential adverse effects on its financial performance. The financial risks are managed in accordance with the Company's risk management policy which has been approved by its Board of Directors. The Company's Board of Directors has overall responsibility for managing the risk profile of the Company. The purpose of risk management is to identify potential problems before they occur, so that risk-handling activities may be planned and invoked as needed to manage adverse impacts on achieving objectives.

The Audit Committee of the Company reviews the development and implementation of the risk management policy of the Company on periodic basis. The Audit Committee provides guidance on the risk management activities, review the results of the risk management process and reports to the Board of Directors on the status of the risk management initiatives. The Company has exposure to the following risks arising from Financial Instruments:

The Company's activities are exposed to a variety of financial risks: credit risk, liquidity risk and market risk (i.e. price risk). This note explains the sources of risk which the entity is exposed to and how the entity manages the risk and the impact of it in the financial statements.

Risk	Exposure arising from	Measurement	Management
Credit risk	Cash and cash equivalents, loans, trade and other receivables, financial assets measured at amortised cost	Ageing analysis	Credit limit and credit worthiness monitoring, credit based approval process.
Liquidity risk	Other liabilities	Cash flow forecasts	Availability of committed credit lines and borrowing facilities
Market risk – security prices	Investments in equity securities	Sensitivity analysis	Regular monitoring of security prices

**(A) Credit risk**

Credit risk is the risk of financial loss to the Company if a customer or counterparty to a financial instrument fails to meet its contractual obligations and arises principally from the Company's trade and other receivables, cash and cash equivalents, and financial assets measured at amortised cost. Exposure to credit risk is mitigated through regular monitoring of collections, counterparty's creditworthiness and diversification in exposure. The maximum exposure to credit risk at the reporting date is the carrying value of each class of financial assets disclosed in note 21.

**i) Loans**

The loans given by the Company are repayable on demand. The management evaluates the payment capability of the companies at regular intervals. The management recovers the interest amount on the loan and repayment when it is due. Historically, no default has occurred for receipt of loan and interest in the Company. On regular basis the Company evaluates the credit worthiness and payment capability of each party to whom the loan is given. This evaluation is considered while determining any provision requirement for the loan given by the Company.

**ii) Financial instruments and deposits**

Credit risk from balances with banks and investments is managed by the Company's finance department in accordance with the Company's policy. Investments of surplus fund in mutual funds, bonds, direct equity and government securities are made only with approved counterparties and within credit limits assigned to each counterparty, if any. Counterparty credit limits are reviewed by the Company's Board of Directors on an annual basis, and may be updated throughout the year subject to approval of the Company's Board of Directors. The limits are set to minimise the concentration of risks and therefore mitigate financial loss through counterparty's potential failure to make payments.

Credit risk from investment in mutual funds, bonds and other balances with bank is limited because the counterparties are banks and recognised financial institutions with high credit ratings assigned by the credit rating agencies

The Company's maximum exposure to credit risk for the components of the balance sheet is the carrying amounts as disclosed in note 21.



**SCM Investment & Trading Company Limited**  
**Notes to the Financial Statements for the year ended 31st March 2023**

(Rs. In lakhs)

**Note 22: Financial Risk Management (continued)**  
**(B) Liquidity risk**

Liquidity risk is defined as the risk that the Company will encounter difficulty in meeting obligations associated with financial liabilities that are settled by delivering cash or another financial asset. Liquidity risk arises because of the possibility that the Company might be unable to meet its payment obligations when they fall due as a result of mismatches in the timing of the cash flows under both normal and stress circumstances. Such scenarios could occur when funding needed for illiquid asset positions is not available to the Company on acceptable terms. To limit this risk, management has adopted a policy of managing assets with liquidity in mind and monitoring future cash flows and liquidity on a regular basis. The Company has developed internal control processes for managing liquidity risk.

The Company maintains a portfolio of highly marketable and diverse assets that are assumed to be easily liquidated in the event of an unforeseen interruption in cash flow. The Company assesses the liquidity position under a variety of scenarios, giving due consideration to stress factors relating to both the market in general and specifically to the company.

**(i) Maturities of financial liabilities**

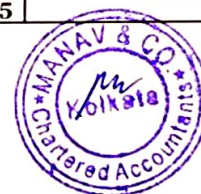
The tables below analyse the Company's financial liabilities into relevant maturity groupings based on their contractual maturities for:

- all financial liabilities

The amounts disclosed in the table are the contractual undiscounted cash flows. Balances due within 12 months equal their carrying balances as the impact of discounting is not significant.

<b>Contractual maturities of financial liabilities</b> <b>31 March, 2023</b>	<b>Less than 1 year</b>	<b>More than 1 year</b>	<b>Total</b>
Trade payables	0.09	-	0.09
<b>Total financial liabilities</b>	<b>0.09</b>	<b>-</b>	<b>0.09</b>

<b>Contractual maturities of financial liabilities</b> <b>31 March 2022</b>	<b>Less than 1 year</b>	<b>More than 1 year</b>	<b>Total</b>
Trade payables	0.15	-	0.15
<b>Total financial liabilities</b>	<b>0.15</b>	<b>-</b>	<b>0.15</b>





**SCM Investment & Trading Company Limited**  
**Notes to the Financial Statements for the year ended 31st March 2023**

(Rs. In lakhs)

**Note 22: Financial Risk Management (continued)**

**(C) Market risk**

Market risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of changes in market prices. Market risk comprises three types of risks: Foreign currency risk, interest rate risk and price risk

**(i) Foreign currency risk**

Foreign Currency risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in foreign exchange rates.

The Company's transactions are denominated only in INR and hence the Company is not exposed to any foreign currency risk.

**(ii) Interest rate risk**

The Company's investments are primarily in fixed rate interest / dividend bearing instruments. Accordingly, the exposure to interest rate risk is also insignificant.

**(iii) Price risk**

The risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices (other than those arising from interest rate risk or currency risk), whether those changes are caused by factors specific to the individual financial instrument or its issuer or by factors affecting all similar financial instruments traded in the market.

The Company's exposure to securities price risk arises from investments in equity instruments held by the Company and classified in the balance sheet at fair value through other comprehensive income. To manage its price risk arising from investments in equity securities, the Company does regular monitoring of security prices. In general, these investments are not held for trading purposes.

**Sensitivity**

The table below summarises the impact of increase/decrease of the index on the Company's equity and profit for the period. The analysis is based on the assumption that the equity index had increased/decreased by 5% with all other variable held constant, and that all the Company's equity instruments moved in line with the index.

Particulars	Impact on other comprehensive income before tax		Equity, net of tax	
	31 March 2023	31 March 2022	31 March 2023	31 March 2022
5% Increase	592.59	870.60	523.57	769.19
5% Decrease	(592.59)	(870.60)	(530.96)	(780.06)

**Note 23: Capital management**

The Company is registered as a Non-Banking Financial (NBFC-ND-SI) with Reserve Bank of India (RBI). Equity share capital and other equity are considered for the purpose of Company's capital management. The Company manages its capital in a manner which enables it to safeguard its ability to continue as a going concern and to optimise returns to the Shareholders. The capital structure of the Company is based on management's judgement of its strategic and day-to-day needs with a focus on total equity so as to maintain investor, creditors and market confidence. The funding requirements are met through operating cash flows and other equity. The management monitors the return on capital and the board of directors monitors the level of dividends paid to shareholders of the Company. The Company may take appropriate steps in order to maintain, or if necessary adjust, its capital structure.



**SCM Investment & Trading Company Limited**  
**Notes to the Financial Statements for the year ended 31st March 2023**

(Rs. In lakhs)

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**Related Party Disclosures**

**A. Related parties and their relationships**

**I Where control exist:**

- |                         |   |                         |
|-------------------------|---|-------------------------|
| (i) Holding Company     | : | SIL Investments Limited |
| (ii) Subsidiary Company | : | SIL Properties Limited  |

**II. Other related parties:**

- |  |   |  |
|--|---|--|
| (i) Entities under the control of SIL Investment Limited | : | SCM Investment Limited - Fellow Subsidiary               |
|  | : | RTM Properties Limited - Subsidiary of fellow Subsidiary |

**III Key Management Personnel**

- |                           |   |                   |
|---------------------------|---|-------------------|
| Smt Shalini Nopany        | : | Director          |
| Shri Dilip Patodia        | : | Director          |
| Shri Brij Mohan Agarwal   | : | Director          |
| Shri Himanshu Bajaj       | : | Managing Director |
| Shri Ashok Kumar Daga     | : | CFO               |
| Shri Lokesh Ashwin Gandhi | : | Company Secretary |

**IV Relatives of Key Management Personnel:**

Shri Chandra Shekhar Nopany

**V Transaction during the Year : NIL**

The Company has not granted any loans or advances in the nature of loans to promoters, directors, KMPs and the related parties, other than those disclosed above, either severally or jointly with any other person during the year.





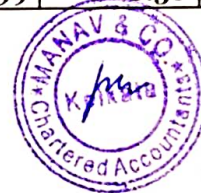
**SCM Investment & Trading Company Limited**  
**Notes to the Financial Statements for the year ended 31st March 2023**

(Rs. In lakhs)

**Note 25: Asset Liability Management**

The table below shows an analysis of assets and liabilities analysed (maturity analysis) according to when they are to be recovered or settled.

Particulars	As at 31 March 2023			As at 31 March 2022		
	Within 12 months	After 12 months	Total	Within 12 months	After 12 months	Total
<b>ASSETS</b>						
<b>Financial assets</b>						
Cash and cash equivalents	189.18	-	189.18	953.40	-	953.40
Investments	-	24,239.32	24,239.32	-	30,870.71	30,870.71
Other Financial assets	23.19	-	23.19	28.50	-	28.50
<b>Non - financial Assets</b>						
Current tax assets(net)	16.37	-	16.37	6.92	-	6.92
<b>Total</b>	<b>228.74</b>	<b>24,239.32</b>	<b>24,468.06</b>	<b>988.82</b>	<b>30,870.71</b>	<b>31,859.53</b>
<b>LIABILITIES</b>						
<b>Financial Liabilities</b>						
Trade Payables	0.09	-	0.09	0.15	-	0.15
<b>Non-Financial Liabilities</b>						
Deferred tax liabilities (Net)	-	2,422.90	2,422.90	-	3,483.50	3,483.50
Other non-financial liabilities	-	-	-	0.21	-	0.21
<b>Total</b>	<b>0.09</b>	<b>2,422.90</b>	<b>2,422.99</b>	<b>0.36</b>	<b>3,483.50</b>	<b>3,483.86</b>



**SCM Investment & Trading Company Limited**  
**Notes to the Financial Statements for the year ended 31st March 2023**

(Rs. in lakhs)

**26 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 dated 18th May 1998.

**b)** In terms of RBI regulations for "Non-Banking Financial Company - Systemically Important (Non Deposit Taking Company (Reserve Bank) Directions 2016"; Schedule to the Balance Sheet and other disclosure (as applicable) are as under.

**SCHEDULE TO THE BALANCE SHEET OF NON - BANKING FINANCIAL COMPANY**

(Rs. in Lakhs)

PARTICULARS	Amount Outstanding		Amount Overdue	
	As at	As at	As at	As at
	31 March 2023	31 March 2022	31 March 2023	31 March 2022
<b>Liabilities Side</b>				
<b>1) Loans and Advances availed by the NBFC'S inclusive of interest accrued thereon but not paid</b>				
(a) Debentures: Secured	Nil	Nil	Nil	Nil
Unsecured	Nil	Nil	Nil	Nil
(Other than falling within the meaning of Public Deposits)				
(b) Deferred Credits	Nil	Nil	Nil	Nil
(c) Term Loans	Nil	Nil	Nil	Nil
(d) Inter-Corporate Loans and Borrowings (including interest accrued & due thereon)	Nil	Nil	Nil	Nil
(e) Commercial Paper	Nil	Nil	Nil	Nil
(f) Other Loans (specify nature)	Nil	Nil	Nil	Nil
<b>Assets Side</b>				
<b>2) Break-up of Loans and Advances including Bills receivables (other than those included in (3) below)</b>				
(a) Secured	Nil	Nil	Nil	Nil
(b) Unsecured (including Interest accrued thereon)	Nil	Nil	Nil	Nil
<b>3) Break-up of Leased Assets and Stock on Hire and other assets counting towards AFC activities</b>				
(i) Lease Assets including lease rentals under sundry debtors:	Nil	Nil	Nil	Nil
(a) Financial Lease				
(b) Operating Lease				
(ii) Stock on hire including hire charges under sundry debtors				
(a) Assets on Hire	Nil	Nil	Nil	Nil
(b) Repossessed Assets	Nil	Nil	Nil	Nil
(iii) Other Loans counting towards AFC activities				
(a) Loans where assets have been repossessed	Nil	Nil	Nil	Nil
(b) Loans other than (a) above	Nil	Nil	Nil	Nil
<b>4) Break-up of Investments:</b>				
<b>Current Investments:</b>				
1. <b>Quoted:</b>				
(i) Shares (a) Equity	Nil	Nil	Nil	Nil
(b) Preference	Nil	Nil	Nil	Nil
(ii) Debentures and Bonds	Nil	Nil	Nil	Nil
(iii) Units of Mutual Funds	Nil	Nil	Nil	Nil
(iv) Government Securities	Nil	Nil	Nil	Nil
(v) Others (please specify)	Nil	Nil	Nil	Nil
2. <b>Unquoted</b>				
(i) Shares (a) Equity	Nil	Nil	Nil	Nil
(b) Preference	Nil	Nil	Nil	Nil
(ii) Debentures and Bonds	Nil	Nil	Nil	Nil
(iii) Units of Mutual Funds	Nil	Nil	Nil	Nil
(iv) Government Securities	Nil	Nil	Nil	Nil
(v) Others (please specify)	Nil	Nil	Nil	Nil
<b>Long Term Investments</b>				
1. <b>Quoted:</b>				
(i) Shares (a) Equity	11,851.87	17,411.99	Nil	Nil
(b) Preference	Nil	Nil	Nil	Nil
(ii) Debentures and Bonds	406.79	305.85	Nil	Nil
(iii) Units of Mutual Funds	Nil	Nil	Nil	Nil
(iv) Government Securities	Nil	Nil	Nil	Nil
(v) Others (please specify)	Nil	Nil	Nil	Nil
2. <b>Unquoted</b>				
(i) Shares (a) Equity	11,769.34	13,152.87	Nil	Nil
(b) Preference	Nil	Nil	Nil	Nil
(ii) Debentures and Bonds	Nil	Nil	Nil	Nil
(iii) Units of Mutual Funds	211.32	Nil	Nil	Nil
(iv) Government Securities	Nil	Nil	Nil	Nil
(v) Others - Jewellery	Nil	Nil	Nil	Nil
(vi) Others - Trust fund	Nil	Nil	Nil	Nil

**Footnotes**

1. Investments in equity shares of subsidiary is shown at cost.





5) Borrower group-wise classification of Assets financed as in (2) and (3) above

	Category	Amount net of provisions					
		Secured		Unsecured		Total	
		As at 31 March 2023	As at 31 March 2022	As at 31 March 2023	As at 31 March 2022	As at 31 March 2023	As at 31 March 2022
1.	Related Parties						
	(a) Subsidiaries	Nil	Nil	Nil	Nil	Nil	Nil
	(b) Companies in the same group	Nil	Nil	Nil	Nil	Nil	Nil
	(c) Other related parties	Nil	Nil	Nil	Nil	Nil	Nil
2.	Other than related parties	Nil	Nil	Nil	Nil	Nil	Nil
	<b>Total</b>	<b>Nil</b>	<b>Nil</b>	<b>Nil</b>	<b>Nil</b>	<b>Nil</b>	<b>Nil</b>

6) Investor group-wise classification of all investments  
(current and long term) in shares and securities both quoted and unquoted)

Category	Market Value/Break value or Fair Value or NAV*		Book Value (Net of Provisions)	
	As at 31 March 2023	As at 31 March 2022	As at 31 March 2023	As at 31 March 2022
1. Related Parties				
(a) Subsidiaries	1,143.05	643.05	1,143.05	643.05
(b) Companies in the same group	22,357.38	29,921.81	22,357.38	29,921.81
(c) Other related parties	Nil	Nil	Nil	Nil
2. Other than related parties	738.89	305.85	738.89	305.85
<b>Total</b>	<b>24,239.32</b>	<b>30,870.71</b>	<b>24,239.32</b>	<b>30,870.71</b>

\* Market value / Break-up value / Fair value / NAV of unquoted non-current investments is considered to be same as their book value (net of provisions).

Particulars	As at 31 March 2023	As at 31 March 2022
<b>Movement of non-performing assets</b>		
Net NPA to net Advances (%)		
Movement of non-performing assets (Gross)		
(a) Opening balance	-	-
(b) Change during the year #	-	-
(c) Closing balance	-	-
Movement of net non-performing assets		
(a) Opening balance	-	-
(b) Change during the year #	-	-
(c) Closing balance	-	-
Movement of provisions for non-performing assets (excluding provisions on standard assets)		
(a) Opening balance	-	-
(b) Change during the year #	-	-
(c) Closing balance	-	-
# Change during the year includes addition, write-offs and recoveries.		

8) Other Information

Particulars	As at 31 March 2023	As at 31 March 2022
	Amount	Amount
i) Gross Non-Performing Assets		
(a) Related Parties	Nil	Nil
(b) Other than related parties	Nil	Nil
ii) Net Non-Performing Assets		
(a) Related Parties	Nil	Nil
(b) Other than related parties	Nil	Nil
iii) Assets acquired in satisfaction of debt	Nil	Nil

9) Exposures

(i) Exposure to Real Estate Sector

Nil Nil

(ii) Exposure to Capital Market

Particulars	As at 31 March 2023	As at 31 March 2022
Direct investment in equity shares, convertible bonds, convertible debentures and units of equity-oriented mutual funds the corpus of which is not exclusively invested in corporate debt;	11,851.87	17,411.99
Others- Bonds & Debt oriented Mutual Fund	406.79	305.85
Advances against shares / bonds / debentures or other securities or on clean basis to individuals for investment in shares (including IPOs / ESOPs), convertible bonds, convertible debentures, and units of equity-oriented mutual funds;	-	-
Advances for any other purposes where shares or convertible bonds or convertible debentures or units of equity oriented mutual funds are taken as primary security;	-	-
Advances for any other purposes to the extent secured by the collateral security of shares or convertible bonds or convertible debentures or units of equity oriented mutual funds i.e. where the primary security other than shares / convertible bonds / convertible debentures / units of equity oriented mutual funds does not fully cover the advances;	-	-
Secured and unsecured advances to stockbrokers and guarantees issued on behalf of stockbrokers and market makers;	-	-
Loans sanctioned to corporates against the security of shares / bonds / debentures or other securities or on clean basis for meeting promoter's contribution to the equity of new companies in anticipation of raising resources;	-	-
Bridge loans to companies against expected equity flows / issues;	-	-
All exposures to Venture Capital Funds (both registered and unregistered)	-	-



**SCM Investment & Trading Company Limited**  
**Notes to the Financial Statements for the year ended 31st March 2023**

(Rs. In lakhs)

**10) Asset Liability Management**

**Maturity pattern of certain items of Assets and Liabilities**

		1 day to 30/31 days one month	Over 1 month to 2 months	Over 2 months upto 3 months	Over 3 months upto 6 months	Over 6 months upto 1 year	Over 1 year to 3 years	Over 3 year to 5 years	Over 5 year	Total
<b>Liabilities</b>										
Borrowings from Banks	2022-2023	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
	2021-2022	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
Market Borrowings	2022-2023	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
	2021-2022	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
<b>Assets</b>										
Advances	2022-2023	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
	2021-2022	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
Investments*	2022-2023	Nil	Nil	Nil	Nil	Nil	Nil	Nil	24,239.32	24,239.32
	2021-2022	Nil	Nil	Nil	Nil	Nil	Nil	Nil	30,870.71	30,870.71

\*Maturity pattern for long term investments in equity shares cannot be identified, however, Company intend to keep it for long period.

**11) Particulars**

	As at 31 March 2023	As at 31 March 2022
<b>Asset Classification</b>		
(a). Standard Assets**	Nil	Nil
(b). Sub Standard Assets	Nil	Nil
(c). Doubtful	Nil	Nil
(d). Loss Assets	Nil	Nil

\*\* Standard Assets includes interest accrued but not due Rs. Nil (31 March 2020: Rs. Nil)

**12)**

Disclosure of customer complaints	For the Year ended 31 March 2023	For the Year ended 31 March 2022
a) No. of complaints pending at the beginning of the year	-	-
b) No. of complaints received during the year	-	-
c) No. of complaints redressed during the year	-	-
d) No. of complaints pending at the end of the year	-	-

**13)**

	For the Year ended 31 March 2023	For the Year ended 31 March 2022
<b>Information on instances of fraud identified during the year \$ \$</b>		
<b>cash embezzlement and snatching</b>		
No. of cases	-	-
Amount of fraud	-	-
Amount provided for	-	-
<b>Loans given against fictitious documents</b>		
No. of cases	-	-
Amount of fraud	-	-
Recovery	-	-
Amount provided for	-	-
\$ \$ as identified by the management		





**SCM Investment & Trading Company Limited**  
**Notes to the Financial Statements for the year ended 31st March 2023**

(Rs. In lakhs)

**c) Additional disclosures pursuant to the RBI guidelines and notification:**

**1 Capital**

Items	As at 31 March 2023	As at 31 March 2022
Capital to risk / weighted assets ratio (CRAR) (%)*	143.79	295.08
CRAR-Tier I capital (%)*	143.79	295.08
CRAR-Tier II capital (%)*	-	-
Amount of Subordinate debt raised as Tier-II capital	-	-
Amount raised by issue of perpetual debt instruments	-	-

\* The above calculation has been as per RBI Notification No. DNBR.009/ CGM(CDS)-2015 dated March 27, 2015

**2 Investments**

**A) Investment according to geographical location**

i) Gross value of investments		
(a) In india	24,239.32	30,870.71
(a) Outside india		
ii) Provision for diminution on investments		
(a) In india	-	-
(b) Outside india	-	-
iii) Net value of Investments		
(a) In india	24,239.32	30,870.71
(a) Outside india		

**B) Movement of provisions held towards diminution on investments**

i) Opening balance	-	-
ii) Add: Provisions made during the year	-	-
iii) Less: Write-off/ write-back of excess provisions during the year	-	-
iv) Closing balance	-	-

**3 Derivatives**

The Company does not have any derivatives exposure in the current and previous year

**4 Disclosure relating to Securitisation**

**A) The Company does not have any Securitisation exposure in the current and previous year**

**B) Details of Financial assets sold to securitisation / reconstruction company for assets reconstruction**

The company has not sold any financial assets to Securitisation / Reconstruction company for assets reconstruction during the current and previous year.

**C) Details of Assignment transactions undertaken by applicable NBFCs**

	Year ended 31 March 2023	Year ended 31 March 2022
(i) No. of accounts	-	-
(ii) Aggregate value (net of provisions) of accounts sold	-	-
(iii) Aggregate consideration	-	-
(iv) Additional consideration realized in respect of accounts transferred in earlier years	-	-
(v) Aggregate (gain) / loss over net book value	-	-

**D) Details of non performing financial assets purchased / sold**

The company has not purchased / sold any non-performing financial assets (relating to securitisation) during the current and previous year

**5 Miscellaneous**

**A) Registration obtained from other financial sector regulators**

The Company is registered with following other financial sector regulators (Financial regulators as described by Ministry of Finance):

(i) Ministry of Corporate Affairs

**B) Disclosures of penalties imposed by RBI and other regulators**

No penalties imposed by RBI or other financial sector regulators during the current and previous year.

**C) Related party transactions**

Details of all material related party transactions are disclosed in note 26

**D) Ratings assigned by credit rating agencies and migration of ratings during the year**

No credit rating has been done by the company during the financial year.

**E) Remuneration of directors**

No remuneration has been paid to any director.

**6 Additional Disclosures**

**A) Provisions and contingencies**

**Break up of 'provisions and contingencies' shown under the head expenditure in statement of Profit and Loss**

	Year ended 31 March 2023	Year ended 31 March 2022
Provisions for diminution on investment	-	-
Provision made towards income tax	76.29	49.42
Provision made towards deferred tax	-	-
Other provision and contingencies (employee benefits)	-	-
Contingent provision against Standard Assets	-	-

**B) Draw down from reserves**

There have been no instances of draw down from reserves by the company during the current and previous year.

**C) Concentration of advances, exposures and NPAs**

(to the extent identified by the management)

**a. Concentration of advances**

Total advances to twenty largest borrowers  
Percentage of exposure to twenty largest borrowers as total exposure

**b. Concentration of exposure**

Total exposure to twenty largest borrowers  
Percentage of exposure to twenty largest borrowers as total exposure

**c. Concentration of non-performing assets**

Total Exposure to top four non-performing accounts



SCM Investment & Trading Company Limited  
Notes to the Financial Statements for the year ended 31st March 2023

(Rs. In lakhs)

**D) Comparison between provisions required under Income Recognition, Asset Classification and Provisioning (IRACP) and**

Asset Classification as per RBI Norms	Asset classification as per Ind AS 109	Gross Carrying Amount as per Ind AS	Loss Allowances (Provisions) as required under Ind AS 109	Net Carrying Amount	Provisions required as per IRACP norms	Difference between Ind AS 109 provisions and IRACP norms
(1)	(2)	(3)	(4)	(5) = (3) - (4)	(6)	(7) = (4) - (6)
<b>As at 31 March 2023</b>						
<b>Performing Assets:</b>						
Standard	Stage 1	-	-	-	-	-
	Stage 2	-	-	-	-	-
<b>Sub-total for standard</b>						
<b>Non-Performing Assets (NPA):</b>						
Substandard	Stage 3	-	-	-	-	-
Doubtful -						
- upto 1 year	Stage 3	-	-	-	-	-
- 1 to 3 years	Stage 3	-	-	-	-	-
- more than 3 years	Stage 3	-	-	-	-	-
<b>Sub-total for doubtful</b>						
Loss	Stage 3	-	-	-	-	-
<b>Sub-total for NPA</b>						

Asset Classification as per RBI Norms	Asset classification as per Ind AS 109	Gross Carrying Amount as per Ind AS	Loss Allowances (Provisions) as required under Ind AS 109	Net Carrying Amount	Provisions required as per IRACP norms	Difference between Ind AS 109 provisions and IRACP norms
(1)	(2)	(3)	(4)	(5) = (3) - (4)	(6)	(7) = (4) - (6)
<b>Other items such as</b>						
guarantees, loan	Stage 1	-	-	-	-	-
commitments, etc.	Stage 2	-	-	-	-	-
which are in the scope	Stage 3	-	-	-	-	-
of Ind AS 109 but not						
covered under current						
Income Recognition,						
Asset Classification						
and Provisioning						
(IRACP) norms						
<b>Sub-total</b>						
	Stage 1	-	-	-	-	-
	Stage 2	-	-	-	-	-
	Stage 3	-	-	-	-	-
<b>Total</b>						
	Total	-	-	-	-	-

<b>As at 31 March 2022</b>						
<b>Performing Assets:</b>						
Standard	Stage 1	-	-	-	-	-
	Stage 2	-	-	-	-	-
<b>Sub-total for standard</b>						
<b>Non-Performing Assets (NPA):</b>						
Substandard	Stage 3	-	-	-	-	-
Doubtful -						
- upto 1 year	Stage 3	-	-	-	-	-
- 1 to 3 years	Stage 3	-	-	-	-	-
- more than 3 years	Stage 3	-	-	-	-	-
<b>Sub-total for doubtful</b>						
Loss	Stage 3	-	-	-	-	-
<b>Sub-total for NPA</b>						
Other items such as	Stage 1	-	-	-	-	-
guarantees, loan	Stage 2	-	-	-	-	-
commitments, etc.	Stage 3	-	-	-	-	-
which are in the scope						
of Ind AS 109 but not						
covered under current						
Income Recognition,						
Asset Classification						
and Provisioning						
(IRACP) norms						
<b>Sub-total</b>						
	Stage 1	-	-	-	-	-
	Stage 2	-	-	-	-	-
	Stage 3	-	-	-	-	-
<b>Total</b>						
	Total	-	-	-	-	-





**SCM Investment & Trading Company Limited**  
**Notes to the Financial Statements for the year ended 31st March 2023**

**27 Additional regulatory information required by Schedule III**

**i) Benami Property**

No proceedings have been initiated on or are pending against the company for holding benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and Rules made thereunder.

**ii) Wilful defaulter**

The Company has not been declared wilful defaulter by any bank or financial institution or government or any government authority.

**iii) Relationship with struck off companies**

The Company has not entered into any transactions with the companies struck off under the Companies Act, 2013 or the Companies Act, 1956.

**iv) Compliance with number of layers of companies**

There is no non-compliance with regard to the number of layers of companies prescribed under clause (87) of section 2 of the Act read with Companies (Restriction on number of Layers) Rules, 2017.

**v) Compliance with approved scheme(s) of arrangements**

The Company has not entered into any scheme of arrangement which has an accounting impact on current or previous financial year.

**vi) Undisclosed income**

The company has not surrendered or disclosed any income during the current or previous year in the tax assessments under the Income Tax Act, 1961, that has not been recorded in the books of account.

**vii) Details of crypto currency or virtual currency**

The Company has not traded or invested in crypto currency or virtual currency during the current or previous year.

**viii) Corporate Social Responsibility**

The Company is not covered under section 135 of the companies Act 2013 and rules made thereunder.



**SCM Investment & Trading Company Limited**  
**Notes to the Financial Statements for the year ended 31st March 2023**

**28 Significant accounting judgements, estimates and assumptions**

The preparation of the Company's financial statements requires management to make judgements, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities, and the accompanying disclosures, and the disclosure of contingent liabilities. Uncertainty about these assumptions and estimates could result in outcomes that require a material adjustment to the carrying amount of assets or liabilities affected in future periods.

**JUDGEMENTS**

In the process of applying the Company's accounting policies, management has made the following judgements, which have the most significant effect on the amounts recognised in the financial statements.

**Contingencies**

Contingent liabilities may arise from the ordinary course of business in relation to claims against the Company, including legal, contractual, land access and other claims. By their nature, contingencies will be resolved only when one or more uncertain future events occur or fail to occur. The assessment of the existence and potential quantum of contingencies inherently involves the exercise of significant judgement and the use of estimates regarding the outcome of future events.

**ESTIMATES AND ASSUMPTIONS**

The key assumptions concerning the future and other key sources of estimating the uncertainty at the reporting date, that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year, are described below. Existing circumstances and assumptions about future developments, however, may change due to market changes or circumstances arising that are beyond the control of the Company. Such changes are reflected in the assumptions when they occur.

**Impairment of non-financial asset**

Impairment exists when the carrying value of an asset or cash generating unit exceeds its recoverable amount, which is the higher of its fair value less costs of disposal and its value in use. In such cases, the fair value less costs of disposal calculation is based on available data, conducted at arm's length, for similar assets or observable market prices less incremental costs for disposing of the asset. The value in use for calculation in such cases is based on a discounted cash flow (DCF) model.

**Taxes**

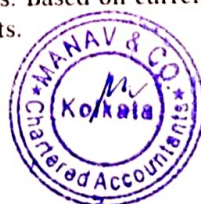
Deferred tax assets are recognised for unused tax losses to the extent that it is probable that taxable profit will be available against which the losses can be utilised. Significant management judgement is required to determine the amount of deferred tax assets that can be recognised, based upon the likely timing and the level of future taxable profits together with future tax planning strategies.

**Fair value measurement of**

When the fair values of financial assets and financial liabilities recorded in the balance sheet cannot be measured based on quoted prices in active markets, their fair value is measured using valuation techniques. The inputs to these models are taken from observable markets where possible, but where this is not feasible, a degree of judgement is required in establishing fair values. Judgements include considerations of inputs such as liquidity risk, credit risk and volatility. Changes in assumptions about these factors could affect the reported fair value of financial instruments. See Note No. 23 and 24 for further disclosures.

**Estimation uncertainty relating to the global health pandemic on COVID-19**

In assessing the recoverability of certain assets, the Company has considered internal and external information up to the date of approval of the financial statements including economic forecasts. Based on current indicators of future economic conditions, the Company expects to recover the carrying amount of these assets.





**29 Ratio Analysis and its elements**

Ratio	Numerator	Denominator	Current Period	Previous Period	% Variance	Reason for variance
Capital to risk-weighted assets ratio	Total Capital Fund	Total Risk Weighted Assets	1.44	2.95	-51.27%	Change in the above-mentioned ratios is more than 25% as compared to the preceding year due to increase in value of investment.
Tier I CRAR	Capital Fund - Tier I	Total Risk Weighted Assets	1.44	2.95	-51.27%	
Tier II CRAR	Capital Fund - Tier II	Total Risk Weighted Assets	-	-	0%	


30 The figure of the previous year has been regrouped / reclassified, wherever necessary, to conform to the classification for the year ended 31 March 2023.

The accompanying notes are an integral part of the financial statements.

In terms of our attached report of even date.

For Manav & Co.  
Chartered Accountants

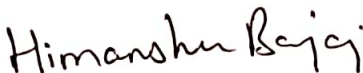
Firm Registration No.-325904E

  
Manav Chhawchharia  
Partner


Membership No.- 063489



For and on Behalf of the Board of Directors



Himanshu Bajaj  
Managing Director  
Din : 09410292



Ashok Kumar Daga  
CFO



Vikash Goyal  
Director  
Din : 09027157



Lokesh Ashwin Gandhi  
Company Secretary

Place : Kolkata

Dated : 4th May 2023