

# Starcom Information Technology Limited

Regd.office: Sheriff Centre, 73/1, St Mark's Road, Bengaluru - 560 001

CIN: L67120KA1995PLC078846, Phone: 91 80 2227 8283/ 2227 1797

E-mail id: [info@starcominfotech.com](mailto:info@starcominfotech.com) Website: [www.starcominfotech.com](http://www.starcominfotech.com)

---

February 13, 2021

To,  
**The Secretary**  
BSE Limited, PJ Towers,  
Dalal Street, Mumbai-400001

Dear Sir,

**Ref.:** Company Code: 531616

**Sub:** Submission of Un - Audited Financial Results for the Third Quarter ended December 31, 2020 under Regulation 30 & 33 of SEBI (LODR) Regulations, 2015

In Terms of Regulation 30 read with Part A of Schedule III of the SEBI (Listing Obligation & Disclosure Requirements) Regulation, 2015, as amended from time to time, we hereby enclose the Un-audited Financial Results of the company for the third quarter ended December 31, 2020 along with the limited Review Report.

Kindly take the same on your record.

Thanking you,

Yours faithfully,  
For **Starcom Information Technology Limited**



Nidhi Sharma  
Company Secretary and Compliance Officer  
Place: Bangalore

---

**Correspondence Address:**

#88, Times Square, MG Road, Bangalore 560001

Tel: 91 80 6765 0000

**STARCOM INFORMATION TECHNOLOGY LIMITED**

CIN No.: L67120KA1995PLC078846

Regd. Office : Sheriff Centre, 73/1, St Mark's Road, Bengaluru - 560 001

**Extract of Statement of Unaudited Financial Results for the Quarter and Nine Months Ended 31st December, 2020****(Rs. In Lacs)**

Particulars	Quarter Ended			Nine Months Ended		Year Ended
	31.12.2020	30.09.2020	31.12.2019	31.12.2020	31.12.2019	31.03.2020
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
1 Total Income from Operations (net)	188.77	205.52	287.32	542.16	887.58	1,029.88
2 Net Profit / (Loss) for the period (before Tax, Exceptional and/or Extraordinary items)	(5.14)	(46.54)	1.06	(79.64)	4.70	(104.19)
3 Net Profit / (Loss) for the period before tax (after Exceptional and/or Extraordinary items)	(5.14)	(46.54)	1.06	(79.64)	4.70	(104.19)
4 Net Profit / (Loss) for the period after tax (after Exceptional and/or Extraordinary items)	(5.35)	(45.08)	0.77	(77.95)	3.75	(103.79)
5 Total Comprehensive Income for the period [Comprising Profit / (Loss) for the period (after tax) and Other Comprehensive Income (after tax)]	(3.77)	(43.49)	1.52	(73.17)	6.02	(97.44)
6 Equity Share Capital (Face Value Rs. 10/- per share)	500.06	500.06	500.06	500.06	500.06	500.06
7 Reserves (excluding Revaluation Reserve) as shown in the Audited Balance Sheet of previous year	(348.90)	(348.90)	(251.46)	(348.90)	(251.46)	(251.46)
8 Earnings Per Share (of Rs. 10/- each) (for continuing and discontinued operations) (not annualised)						
a. Basic:	(0.11)	(0.90)	0.02	(1.56)	0.07	(2.08)
b. Diluted:	(0.11)	(0.90)	0.02	(1.56)	0.07	(2.08)

**Notes:**

The above is an extract of the detailed format of Quarterly Financial Results filed with the Stock Exchanges under Regulation 33 of the SEBI (Listing and Other Disclosure Requirements) Regulations, 2015. The full format of the quarterly results is available on the Company's website at [www.starcominfotech.com](http://www.starcominfotech.com) and the Stock Exchange websites at [www.bseindia.com](http://www.bseindia.com).

For and on behalf of the Board



**Mr. Ziaulla Sheriff**  
Director  
DIN - 00002098

**Date : 13.02.2021**  
Place : Bengaluru



**STARCOM INFORMATION TECHNOLOGY LIMITED**

CIN No.: L67120KA1995PLC078846

Regd. Office : Sheriff Centre, 73/1, St Mark's Road, Bengaluru - 560 001

Phone: 91 80 2227 8283 / 2227 1797 | Fax : +91 80 222278131

Email : info@starcominfotech.com | Website: www.starcominfotech.com

**Statement of Unaudited Financial Results for the Quarter and Nine Months Ended 31st December, 2020**

(Rs. In Lacs)

Particulars	Quarter Ended			Nine Months Ended		Year Ended
	31.12.2020	30.09.2020	31.12.2019	31.12.2020	31.12.2019	31.03.2020
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
<b>1 Income from operations</b>						
(a) Net sales / income from operations	167.32	183.97	264.67	477.64	819.24	932.26
(b) Other income	21.45	21.55	22.64	64.53	68.33	97.62
<b>Total Income</b>	<b>188.77</b>	<b>205.52</b>	<b>287.32</b>	<b>542.16</b>	<b>887.58</b>	<b>1,029.88</b>
<b>2 Expenses</b>						
(a) Purchases of stock-in-trade	1.39	83.71	27.34	85.88	153.27	160.03
(b) Changes in inventories of finished goods, work-in-progress and stock-in-trade	-	(0.82)	(4.36)	(1.25)	(10.50)	2.05
(c) Other Direct Cost	36.72	-	35.56	36.72	50.50	56.56
(d) Rent (Refer note 4)	1.52	1.52	30.74	4.55	92.21	9.09
(e) Employee benefits expense	66.17	74.53	94.18	225.86	281.81	374.25
(f) Finance costs	25.34	26.91	26.71	80.01	79.79	105.12
(g) Depreciation and amortisation expense	11.41	11.39	11.67	34.01	35.43	47.62
(h) Provision for expected credit loss / bad debts	-	-	-	-	-	104.18
(i) Other expenses	51.35	54.82	64.43	156.01	200.38	275.18
<b>Total expenses</b>	<b>193.91</b>	<b>252.06</b>	<b>286.26</b>	<b>621.81</b>	<b>882.88</b>	<b>1,134.07</b>
<b>3 Profit / (loss) before tax (1-2)</b>	<b>(5.14)</b>	<b>(46.54)</b>	<b>1.06</b>	<b>(79.64)</b>	<b>4.70</b>	<b>(104.19)</b>
<b>4 Tax expense</b>						
(1) Current tax	-	-	0.27	-	1.22	-
(2) Deferred tax	0.22	(1.45)	0.02	(1.69)	(0.27)	(0.40)
<b>5 Profit/(loss) after tax (3-4)</b>	<b>(5.35)</b>	<b>(45.08)</b>	<b>0.77</b>	<b>(77.95)</b>	<b>3.75</b>	<b>(103.79)</b>
<b>6 Other comprehensive income / (loss)</b>						
Items that will not be reclassified to Profit or Loss						
- Remeasurement of post employment benefit obligation	2.15	2.15	1.02	6.44	3.07	8.58
- Income Tax on Above	(0.56)	(0.56)	(0.27)	(1.67)	(0.80)	(2.23)
<b>Other Comprehensive Income/ (Loss)</b>	<b>1.59</b>	<b>1.59</b>	<b>0.75</b>	<b>4.77</b>	<b>2.27</b>	<b>6.35</b>
<b>7 Total Comprehensive Income /(loss)</b>	<b>(3.77)</b>	<b>(43.49)</b>	<b>1.52</b>	<b>(73.17)</b>	<b>6.02</b>	<b>(97.44)</b>
<b>8 Paid-up equity share capital (Face Value per share of Rs. 10/-)</b>	<b>500.06</b>	<b>500.06</b>	<b>500.06</b>	<b>500.06</b>	<b>500.06</b>	<b>500.06</b>
<b>9 Reserves (excluding Revaluation Reserve) as shown in the Audited Balance Sheet of previous year</b>	<b>(348.90)</b>	<b>(348.90)</b>	<b>(251.46)</b>	<b>(348.90)</b>	<b>(251.46)</b>	<b>(251.46)</b>
<b>10 Earnings per share (Basic and Diluted) (Rs.)</b>						
i) before extraordinary items (not annualised)	(0.11)	(0.90)	0.02	(1.56)	0.07	(2.08)
ii) after extraordinary items (not annualised)	(0.11)	(0.90)	0.02	(1.56)	0.07	(2.08)

**Notes :**

- The above financial results have been reviewed by the Audit Committee and approved by the Board of Directors at their respective meetings held on 13th February, 2021 and have undergone 'Limited Review' by the Statutory Auditors of the Company.
- The financial results have been prepared in accordance with the Companies (Indian Accounting Standard) Rules, 2015 (Ind AS) prescribed under Section 133 of the Companies Act, 2013 and other recognised accounting practices and policies to the extent applicable.
- The Company have an overdue statutory dues as on 31st December, 2020 in respect of Sales Tax / Service Tax / Goods and Service Tax of Rs. 226.32 lacs (including interest of Rs. 114.39 lacs), Provident Fund / ESIC / Professional Tax of Rs. 161.05 lacs (including interest of Rs. 64.32 lacs) and Tax Deducted at Source of Rs. 551.87 lacs (including interest of Rs. 201.55 lacs). Though the Company has provided for interest up to 31st December, 2020 in respect of these liabilities, any other consequential impacts as per the respective laws are not ascertained at present.
- Since the Company is having stress in working capital finance and major funds are utilised in intangible assets under development, it has not able to pay Rs. 660.81 lacs (net of TDS) in respect of rent for the office premises for the period up to 31st March, 2019, which are owned by a promoter (Mr. Ziaulla Sheriff) jointly with his partner in other business. Considering the abovementioned facts and current Covid-19 pandemic situation, the management is hoping for waive off of the rent for the year and also requested to reduce the outstanding for earlier years to the extent possible. Accordingly, the management has reversed a rent provided upto 31st December, 2019 amounting to Rs. 85.39 lacs during the quarter ended 31st March, 2020 and have not provided rent of Rs. 28.46 lacs for the quarter ended 31st March, 2020, 30th June, 2020, 30th September, 2020 and 31st Decemeber,2020 (Rs. 199.23 lacs as on date).

For Starcom Information Technology Limited



Director



**STARCOM INFORMATION TECHNOLOGY LIMITED**

CIN No.: L67120KA1995PLC078846

Regd. Office : Sheriff Centre, 73/1, St Mark's Road, Bengaluru - 560 001

Phone: 91 80 2227 8283 / 2227 1797 | Fax : +91 80 22278131

Email : info@starcominfotech.com | Website: www.starcominfotech.com

5 Since the first quarter of Calendar Year 2020, the Covid-19 pandemic has impacted most of the countries, including India. This resulted in countries announcing lockdown and quarantine measures that sharply stalled economic activity. The Company's business is expected to be impacted by lower revenues in the short to medium term. The impact of the Covid-19 pandemic on the financial statements remains uncertain and dependent on the spread of Covid-19, steps taken by the government to mitigate the economic impact, and the time it takes for economic activities to resume at normal levels. In preparation of these results, the Company has taken into account internal and external sources of information to assess possible impacts of the pandemic, including but not limited to assessment of liquidity and going concern. Based on current indicators of future economic conditions, the Company has considered the possible effects that may result from the pandemic relating to COVID-19 on the carrying amounts of assets. Considering the evolving nature of the pandemic, its actual impact in future could be different from that estimated as at the date of approval of these financial results. The Company will continue to monitor any material changes to future economic conditions.

6 Figures of the previous period have been reclassified/ regrouped wherever necessary.

**7 Segment information :**

Particulars		Quarter Ended			Nine Months Ended		Year Ended
		31.12.2020	30.09.2020	31.12.2019	31.12.2020	31.12.2019	31.03.2020
		Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
<b>1</b>	<b>Segment Revenue</b>						
	a. Test, Measurement & Embedded Solutions for Educational Sector	5.23	129.67	27.00	134.93	202.11	215.08
	b. Data Quality, Statistical & Analytics Software's	162.09	54.30	237.67	342.71	617.13	717.19
	<b>Total</b>	<b>167.32</b>	<b>183.97</b>	<b>264.67</b>	<b>477.64</b>	<b>819.24</b>	<b>932.26</b>
<b>2</b>	<b>Segment Results</b>						
	a. Test, Measurement & Embedded Solutions for Educational Sector	0.84	13.40	2.31	6.08	23.36	24.78
	b. Data Quality, Statistical & Analytics Software's	62.19	13.14	94.68	124.34	243.26	371.15
	<b>Total</b>	<b>63.03</b>	<b>26.54</b>	<b>96.99</b>	<b>130.43</b>	<b>266.62</b>	<b>395.93</b>
	<b>Less :</b>						
	i) Finance costs	25.34	26.91	26.71	80.01	79.79	105.12
	ii) Un-allocable expenses net off income	42.82	46.17	69.23	130.05	182.14	395.01
	<b>Total Profit / (Loss) before tax</b>	<b>(5.14)</b>	<b>(46.54)</b>	<b>1.06</b>	<b>(79.64)</b>	<b>4.70</b>	<b>(104.19)</b>
	Less: Tax Expenses	0.22	(1.45)	0.29	(1.69)	0.95	(0.40)
	<b>Net Profit / (Loss) after tax</b>	<b>(5.35)</b>	<b>(45.08)</b>	<b>0.77</b>	<b>(77.95)</b>	<b>3.75</b>	<b>(103.79)</b>
<b>3</b>	<b>Segment Assets</b>						
	a. Test, Measurement & Embedded Solutions for Educational Sector	64.55	63.52	137.31	64.55	137.31	55.35
	b. Data Quality, Statistical & Analytics Software's	3,496.72	3,590.56	3,499.09	3,496.72	3,499.09	3,456.64
	Unallocated	193.95	193.79	205.57	193.95	205.57	176.96
	<b>Total</b>	<b>3,755.21</b>	<b>3,847.87</b>	<b>3,841.95</b>	<b>3,755.21</b>	<b>3,841.95</b>	<b>3,688.95</b>
<b>4</b>	<b>Segment Liabilities</b>						
	a. Test, Measurement & Embedded Solutions for Educational Sector	31.60	81.56	110.92	31.60	110.92	90.07
	b. Data Quality, Statistical & Analytics Software's	47.56	59.18	50.74	47.56	50.74	22.91
	Unallocated	3,598.08	3,625.40	3,425.69	3,598.08	3,425.69	3,424.81
	<b>Total</b>	<b>3,677.24</b>	<b>3,766.14</b>	<b>3,587.35</b>	<b>3,677.24</b>	<b>3,587.34</b>	<b>3,537.79</b>

For and on behalf of the Board



Mr. Ziaulla Sheriff  
Director  
DIN - 00002098



Date : 13.02.2021  
Place : Bengaluru



**Limited Review Report on Unaudited Financial Results of Starcom Information Technology Limited for the quarter and nine months ended December 31, 2020 pursuant to the Regulation 33 of SEBI (Listing Obligations and Disclosures Requirements) Regulations, 2015**

To,  
The Board of Directors  
Starcom Information Technology Limited

1. We have reviewed the accompanying statement of unaudited financial results of of Starcom Information Technology Limited (The "Company"), for the quarter and nine months ended December 31, 2020. This statement is the responsibility of the Company's Management and has been approved by the Board of Directors. Our responsibility is to issue a report on these financial statements based on our review.
2. We conducted our review in accordance with the Standard on Review Engagement (SRE) 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity" issued by the Institute of Chartered Accountants of India. This Standard requires that we plan and perform the review to obtain moderate assurance as to whether the financial statements are free of material misstatement.
3. A review is limited primarily to inquiries of company personnel and analytical procedure applied to financial data and thus provides less assurance than an audit. We have not performed an audit and, accordingly, we do not express an audit opinion.
4. As stated in note 3 to the Statement, the Company have an overdue statutory dues as on 31st December, 2020 in respect of Sales Tax / Service Tax / Goods and Service Tax of Rs. 226.32 lacs (including interest of Rs. 114.39 lacs), Provident Fund / ESIC / Professional Tax of Rs. 161.05 lacs (including interest of Rs. 64.32 lacs) and Tax Deducted at Source of Rs. 551.87 lacs (including interest of Rs. 201.55 lacs). Though the Company has provided for interest upto 31st December, 2020 in respect of these liabilities, any other consequential impacts as per the respective laws are not ascertained at present. Accordingly, we are unable to comment upon the resultant effect of same on the financial results of the company.
5. As stated in note 4 to the Statement, the Company has not provided rent for the quarter and nine months ended 31st December, 2020 amounting to Rs. 85.38 lacs in respect of office premises owned by a promoter of the Company jointly with his partner in other business since the Company is having stress in working capital finance and major funds are utilised in intangible assets under development and current pandemic situation. Had these expenses have been recognised by the Company, Rent expense, loss for the quarter and nine months ended would have been higher by Rs. 85.38lacs and liabilities and debit balance of other equity would have been higher by Rs. 199.23 lacs as at 31st December, 2020





# CAS & CO

CHARTERED ACCOUNTANTS

6. Based on our review conducted as above, *except for the observations as stated in para (4) & (5) above*, nothing has come to our attention that causes us to believe that the Statement has not been prepared in all material respects in accordance with Ind AS and other recognized accounting practices and policies, and has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015 including the manner in which it is to be disclosed, or that it contains any material misstatement.

7. **Other Matters**

We draw attention to Note No. 5 to the Statement, which describes management's assessment of the impact of the COVID 19 pandemic on the operations and financial results of the Company.

For CAS & Co.

Chartered Accountants

Firm's Registration No. 111075W

*Gourav Roongta*

Gourav Roongta

Partner

Mem.No. 186176

UDIN: 21186176 AAAAAS016



Place : Mumbai

Date : 13.02.2021