

14th February 2025

To,
BSE Limited
Phiroze Jeejeebhoy Towers,
Dalal Street,
Mumbai 400 001

Dear Ma'am/ Sir,

Subject: Submission of Un-Audited Financial Results along with Limited Review Report for the Third Quarter ended December 31, 2024 under Regulation 30 & 33 of SEBI (LODR) Regulations,2015

Ref: Starcom Information Technology Limited (CIN: L67120KA1995PLC078846) (Scrip code: 531616)

With reference to the above captioned subject and in reference to the provisions Regulation(s) 30 & 33 of SEBI (LODR) Regulations, 2015, kindly find enclosed the Un-audited Financial Results of the company for the Third Quarter ended December 31, 2024 along with the Limited Review Report.

We request you to take the above on record and disseminate the same on your website.

Thanking you,

For and on Behalf of
Starcom Information Technology Limited

Joydeep Sarkar
Company Secretary
PAN: GEDPS6725H



Date: 14.02.2025

Place: Bengaluru

Statement of Unaudited Financial Results for the Quarter and Nine month Ended 31st December, 2024.

Particulars		Quarter Ended			Nine months Ended		(Rs. In Lacs)
		31.12.2024	30.09.2024	31.12.2023	31.12.2024	31.12.2023	Year Ended
		Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	31.03.2024
							Audited
1	Income from operations						
	(a) Net sales / income from operations	89.00	77.04	24.77	214.84	152.20	179.82
	(b) Other income	15.20	5.56	0.02	20.81	0.12	2.01
	Total Income	104.20	82.60	24.79	235.65	152.32	181.83
2	Expenses						
	(a) Purchases of stock-in-trade	24.67	41.44	21.05	93.74	79.91	95.50
	(b) Changes in inventories of finished goods, work-in-progress and stock-in-trade	0.81	(0.87)	(5.80)	(7.26)	(8.19)	(7.82)
	(e) Employee benefits expense	56.27	58.99	67.38	174.01	198.16	226.53
	(f) Finance costs	12.71	0.09	12.38	27.38	35.55	54.06
	(g) Depreciation and amortisation expense	11.33	10.73	10.86	32.70	32.46	43.20
	(h) Interest on Delayed Statutory Payments	29.77	30.02	-	90.17	-	117.88
	(h) Provision for expected credit loss / bad debts	(4.13)	-	24.34	30.03	68.88	209.31
	(j) Other expenses	40.07	45.57	41.71	114.79	121.88	80.27
	Total expenses	171.50	185.97	171.92	555.56	528.65	818.93
3	Profit / (loss) before tax (1-2)	(67.30)	(103.37)	(147.13)	(319.91)	(376.33)	(637.10)
4	Tax expense						
	(1) Current tax	-	-	-	-	-	-
	(2) Deferred tax	-	-	(9.49)	-	(26.67)	131.49
5	Profit/(loss) after tax (3-4)	(67.30)	(103.37)	(137.64)	(319.91)	(349.66)	(768.59)
6	Other comprehensive income / (loss)						
	Items that will not be reclassified to Profit or Loss						
	- Remeasurement of post employment benefit obligation	-	-	2.32	-	6.98	(3.60)
	- Income Tax on Above	-	-	(0.61)	-	(1.81)	0.94
	Other Comprehensive Income/ (Loss)	-	-	1.71	-	5.17	(2.66)
7	Total Comprehensive Income / (loss)	(67.30)	(103.37)	(135.93)	(319.91)	(344.49)	(771.25)
8	Paid-up equity share capital (Face Value per share of Rs. 10/-)	500.06	500.06	500.06	500.06	500.06	500.06
9	Other Equity (excluding Revaluation Reserve)	-	-	-	-	-	(2,380.52)
10	Earnings per share (Basic and Diluted) (Rs.)						
	i) before extraordinary items (not annualised)	(1.35)	(2.07)	(2.75)	(6.40)	(6.99)	(15.37)
	ii) after extraordinary items (not annualised)	(1.35)	(2.07)	(2.75)	(6.40)	(6.99)	(15.37)

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 14th February, 2025. and have undergone "Limited Review" by the statutory auditor 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, 2024 in respect of Sales Tax / Service Tax / Goods and Service Tax of Rs. 286.82 lacs (including interest of Rs. 178.50 lacs), Provident Fund / ESIC / Professional Tax of Rs. 226.45 lacs (including interest of Rs. 134.76 lacs) and Tax Deducted at Source of Rs. 999.19 lacs (including interest of Rs. 537.68 lacs). Though the Company has provided for interest up to 31st December, 2024 in respect of these liabilities, any other consequential impacts as per the respective laws are not ascertained at present. **The Auditor has given modified observations in this regard.**
- 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 not provided a rent from 1st April, 2019 to 31th July, 2024 amounting to Rs. 607.15 lacs (including Rs. 37.95 lacs for the quarter and Nine months ended 31st December, 2024). **The Auditor has given modified observations in this regard.**
- The Company is developing a Software related to Business Intelligence and Data Quality Solutions since long time of which carrying value as at 31st December, 2024 is Rs. 2431.02 lacs as Intangible Assets under Development. The management believes that the expected future economic benefits that are attributable to the asset will flow to the Company. **The Auditor has given modified observations in this regard.**

STARCOM INFORMATION TECHNOLOGY LIMITED

CIN No.: L67120KA1995PLC078846

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- 6 The company has incurred cash losses and its net worth is fully eroded. Further the Company's Current liabilities exceeds its current assets as at the date of the Balance sheet. The Management is pursuing the prospective investors to meet its working capital requirements and is of the opinion that the operations of the Company will make profits in future. Accordingly, the financial statements have been prepared on a going concern basis.
- 7 The company has received an amount of Rs 1000 lakhs from the City builder (the new buyer of the land) as a compensation for vacating the premised which was taken as lease earlier for 40 Years of lease period, this lease was between the Pemises earlier Owner and Mr. Ziaulla Sheriff (Director of company) since the in absence of relevant document to conclude the nature of the transaction the said amount has been shown as Other current liability. **The Auditor has given modified observations in this regard.**

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

9 Segment information :

Particulars	Quarter Ended			Nine months Ended		(Rs. In Lacs)
	31.12.2024	30.09.2024	31.12.2023	31.12.2024	31.12.2023	31.03.2024
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
1 Segment Revenue						
a. Test, Measurement & Embedded Solutions for Educational Sector	60.86	66.28	21.60	171.11	135.11	155.84
b. Data Quality, Statistical & Analytics Software's	28.14	10.76	3.17	43.73	17.09	23.98
Total	89.00	77.04	24.77	214.84	152.20	179.82
2 Segment Results						
a. Test, Measurement & Embedded Solutions for Educational Sector	15.94	(14.05)	0.56	(0.94)	23.32	24.68
b. Data Quality, Statistical & Analytics Software's	0.06	6.46	1.90	9.41	10.25	14.39
Total	16.00	(7.59)	2.46	8.47	33.57	39.07
Less :						
i) Finance costs	12.71	0.09	12.38	27.38	35.55	54.06
ii) Un-allocable expenses net off income	70.59	95.69	137.21	301.00	374.35	622.11
Total Profit / (Loss) before tax	(67.30)	(103.37)	(147.13)	(319.91)	(376.33)	(637.10)
Less: Tax Expenses	-	-	(9.49)	-	(26.67)	131.49
Net Profit / (Loss) after tax	(67.30)	(103.37)	(137.64)	(319.91)	(349.66)	(768.59)
3 Segment Assets						
a. Test, Measurement & Embedded Solutions for Educational Sector	122.83	123.66	126.15	122.83	126.15	98.43
b. Data Quality, Statistical & Analytics Software's	2,522.69	2,581.36	2,926.88	2,522.69	2,926.88	2,729.74
Unallocated	81.95	62.26	203.79	81.95	203.79	67.83
Total	2,727.47	2,767.26	3,256.82	2,727.47	3,256.82	2,896.00
4 Segment Liabilities						
a. Test, Measurement & Embedded Solutions for Educational Sector	53.00	53.00	196.21	53.00	196.21	49.11
b. Data Quality, Statistical & Analytics Software's	-	-	1.78	-	1.78	0.54
Unallocated	4,874.84	4,847.40	4,376.59	4,874.84	4,376.59	4,726.82
Total	4,927.84	4,900.40	4,574.58	4,927.84	4,574.58	4,776.47

Date : February 14, 2025
Place : Bengaluru



For and on behalf of the Board

Ziaulla Sheriff Digitally signed by Ziaulla Sheriff
Date: 2025.02.14 17:08:02 +05'30'

Mr. Ziaulla Sheriff
Director
DIN - 00002098

Limited Review Report on Unaudited Financial Results of Starcom Information Technology Limited the quarter and year to date from April 01, 2024 to December 31, 2024 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 Starcom Information Technology Limited (The "Company"), the quarter ended 31st December, 2024 and year to date from April 01, 2024 to December 31, 2024 (the "Statement") attached herewith, being submitted pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended (the "Listing Regulations").
2. This Statement, which is the responsibility of the Company's management and approved by the Company's Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34, Interim Financial Reporting ('Ind AS 34'), prescribed under Section 133 of the Companies Act, 2013 ('the Act'), and other accounting principles generally accepted in India and is in compliance with the presentation and disclosure requirements of Regulation 33 of the Listing Regulations. Our responsibility is to express a conclusion on the Statement based on our review.
3. We conducted our review 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. 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 2024 in respect of Sales Tax / Service Tax / Goods and Service Tax of Rs. 286.82 lacs (including interest of Rs 178.50 lacs), Provident Fund / ESIC / Professional Tax of Rs 226.45 lacs (including interest of Rs. 134.76 lacs) and Tax Deducted at Source of Rs. 999.19 lacs (including interest of Rs. 537.68 lacs). Though the Company has provided for interest up to 31st December 2024 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 Assets, Liability and Loss of the company.*
5. *As stated in note 4 to the Statement, the Company has not provided rent for the period upto 31th July 2024 amounting to Rs. 37.95 lacs respectively 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*

C A S & C O

CHARTERED ACCOUNTANTS

for the quarter and nine month ended would have been higher by Rs. 37.95 lacs and liabilities and debit balance of other equity would have been higher by Rs. 607.15 lacs as at 31st December 2024.

6. Attention is invited to Note no. 5 in respect of Intangible Assets under Development amounting to Rs. 2431.03 lacs which is not completed since long time. In the absence of appropriate audit evidence, we are unable to comment whether it is probable that the expected future economic benefits that are attributable to the asset will flow to the Company and impairment loss if any in respect of the same. Accordingly, we are unable to comment upon the resultant effect of same on the Assets, Liability and Loss of the company.
7. Attention is invited to Note No. 6 to the accompanying Statement which indicates that the company has incurred cash losses, and its net worth is fully eroded. Further the Company's Current liabilities exceed its current assets as at the date of the Balance sheet. These conditions indicate the existence of a material uncertainty that may cast significant doubt about the Company's ability to continue as a going concern. However, the company has prepared its financials on going concern basis, as the Management is pursuing the prospective investors to meet its working capital requirements and is of the opinion that the operations of the Company will make profits in future.
8. Attention is invited to Note No. 7 to the accompanying Statement which indicates that during the period, company has vacated the premises used for office purpose. The said property was under a lease deed between the promoter group and owner of the property. The said property was purchased by a new owner who has paid upfront Rs. 1,000 Lacs for vacating the premises. The documentation for the same is under process and the company has shown the said amount as Other Current Liability. In the absence of documents we are unable to comment the impact of the same.
9. Based on our review conducted as above, except for the observations as stated in para 4 to 8 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.

For C A S & C O

Chartered Accountants

Firm's Registration No. 111075W

SAJJAN

KANODIA

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Sajjan Kanodia

Partner

Mem. No. 048047

UDIN: 25048047BMKQZW1427

Place: Mumbai

Date: February 14, 2025