



Essar Shipping Limited
Essar House
11 K.K.Marg
Mahalaxmi
Mumbai- 400 034

Corporate Identification Number
L61200GJ2010PLC060285
T + 91 22 6660 1100
F + 91 22 2354 4312
www.essar.com

Date: 28.05.2024

To, The Manager Listing Department BSE Limited, Phiroze Jeejeebhoy Towers, Dalal Street, Mumbai-400 001 Fax: +91 22 2272 2082/3132 BSE Code: 533704	To, The Manager Bandra Kurla Complex "Exchange Plaza" National Stock Exchange of India Limited Listing Department, Bandra (E), Mumbai - 400 051. Fax: +91 22 2659 8237/38 NSE Code: ESSARSHIPNG
---	--

Dear Sir/Madam,

Subject: Outcome of Board Meeting

This is to inform you that the Board of Directors of the Company at its meeting held on Tuesday, 28th May, 2024 have inter-alia; considered and approved:

1. Audited Financial Results (Standalone and Consolidated) of the Company for the quarter and financial year ended 31st March, 2024 along with Auditors Report.
2. Appointment of M/s. Mayank Arora & Co. as a Secretarial Auditor of the Company for FY 2024-25
3. Appointment of Mr. Vipin Jain (DIN: 10174107) as an Additional Director with designation of Whole Time Director.
4. Resignation of Ms. Raji Chandrashekar (DIN: 09623673) as an Independent Director of the Company w.e.f. closing of business hours of 28.05.2024.
5. Issue upto 7,82,00,000 1% Non -Convertible Debentures (herein referred as "NCDs") of Face value of Rs. 100/- each, in one or more tranches, subject to the approval of ~~shareholders and in accordance with the provisions of the Securities and Exchange Board of India and the Companies Act, 2013 and the rules made thereunder, as~~

Essar Shipping Limited
Registered Office: EBTSL Premises, ER-2 Building (Admn Bldg), Salaya, 44 KM, P.O. Box No.7, Taluka Khambalia, Devbhumi Dwarka, Gujarat-361305 T +91 2833 661444 F +91 2833661366
Email Id: esl.secretarial@essarshipping.co.in



Essar Shipping Limited
Essar House
11 K.K.Marg
Mahalaxmi
Mumbai- 400 034

Corporate Identification Number
L61200GJ2010PLC060285
T + 91 22 6660 1100
F + 91 22 2354 4312
www.essar.com

amended and other applicable laws to Abhinand Ventures Private Limited by conversion of Inter Corporate Deposits. Please refer to **Annexure A** for further details.

6. Mr. Mayank Arora, Partner of M/s. Mayank Arora & Co., Practicing Company Secretaries has been appointed as the Scrutinizer for conducting the Postal Ballot Process.

The meeting of Board of Directors of the Company commenced at 4:30 PM and concluded at 9.40 PM

As required by the provisions of the SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015, (LODR) we enclose / furnish the following particulars.

1. Audited Financial Results of the Company for the Quarter and financial year ended March 31, 2024 which have been subjected to Audited Report by the Statutory Auditors of the Company.
2. Declaration in respect of Unmodified Opinion on Audited Standalone and Consolidated Financial results for the quarter and financial year ended on 31st March, 2024 as per Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.
3. Brief profile of Additional Director.

Request you to kindly take the same on your records

Yours faithfully,

For Essar Shipping Limited


Rachana H Trivedi
Company Secretary & Compliance Officer
ACS: 62289



Encl: A/a



Essar Shipping Limited
Essar House
11 K.K.Marg
Mahalaxmi
Mumbai- 400 034

Corporate Identification Number
L61200GJ2010PLC060285
T + 91 22 6660 1100
F + 91 22 2354 4312
www.essar.com

ANNEXURE I

Disclosures under Regulation 30 of SEBI (Listing Obligations and Disclosures Requirements) Regulations, 2015 and SEBI Circular CIR/CFD/CMD/4/2015 dated 09th September, 2015.

The profile of Mr. Vipin Jain (DIN: 10174107) is as under:

Name of the Director	Mr. Vipin Jain	Ms. Raji Chandrashekar
Reason for Change viz. Appointment, Re-appointment, Resignation	Appointment of Mr. Vipin Jain as an Additional Director with designation of Whole Time Director of the Company subject to approval of the shareholders via Postal Ballot for a period of 3 years.	Resignation of Ms. Raji Chandrashekar from the post of Independent Director due to her personal occupancy.
Date of appointment	May 28, 2024	With effective from closing of Business Hours of May 28, 2024
Terms of Re-appointment	3 years	-
Brief Profile	Chartered Accountant with more than 16 years of experience in the areas of Finance & Accounts encompassing Corporate Finance, Treasury, Banking, Cash flow management, FEMA & so on with key focus on expanding business, augmenting revenue & supporting management in decision-making process. Associated with Essar Shipping Limited since October 2010, currently working as General Manager Finance and Chief Financial Officer. Prior to joining Essar	-



Essar Shipping Limited
Registered Office: EBTSL Premises, ER-2 Building (Admn Bldg), Salaya, 44 KM, P.O. Box No.7, Taluka Khambalia, Devbhumi Dwarka, Gujarat-361305 T: +91 2833 661444 F +91 2833661366
Email Id: esl.secretarial@essarshipping.co.in

ESSAR⁺

SHIPPING

Essar Shipping Limited

Essar House
11 K.K.Marg
Mahalaxmi
Mumbai- 400 034

Corporate Identification Number

L61200GJ2010PLC060285

T + 91 22 6660 1100

F + 91 22 2354 4312

www.essar.com

	Shipping Limited, was associated with Abbott India Limited, Lodha Group & Ambuja Cements Limited.	
Disclosure of Relationship between Directors	N.A	NA



Essar Shipping Limited

Registered Office: EBTSL Premises, ER-2 Building (Admn Bldg), Salaya, 44 KM, P.O. Box No.7, Taluka Khambalia, Devbhumi Dwarka, Gujarat-361305 T +91 2833 661444 F +91 2833661366

Email Id: esl.secretarial@essarshipping.co.in



Essar Shipping Limited
Essar House
11 K.K.Marg
Mahalaxmi
Mumbai- 400 034

Corporate Identification Number
L61200GJ2010PLC060285
T + 91 22 6660 1100
F + 91 22 2354 4312
www.essar.com

The profile of M/s. Mayank Arora and Co., Company Secretaries is as under:

Sr. No	Particulars	Details
1	Name of the Secretarial Auditor	M/s. Mayank Arora & Co., Practising Company Secretary
2	Reason for change viz. appointment, resignation, removal, death or otherwise;	Management desired to appoint other professional as Secretarial Auditor for FY 2024-25. Therefore, M/s. Mayank Arora & Co., Practising Company Secretary is appointed as Secretarial Auditor of the Company
3	Date of appointment/ cessation & term of appointment;	For FY 2024-25 Term: 1 year
4	Brief Profile;	Mayank Arora & Company (MACO), is a Practicing Company Secretary firm based in Mumbai, India and registered with the Institute of Company Secretaries of India. It is a consultancy firm focused at providing quality consultancy services in the field of Corporate law, Legal and taxation and caters to small, medium and large companies spread across wide range of industries.
5	Disclosure of relationships between Directors	Not Applicable



Essar Shipping Limited
Registered Office: EBTSL Premises, ER-2 Building (Admn Bldg), Salaya, 44 KM, P.O. Box No.7, Taluka Khambalia, Devbhumi Dwarka, Gujarat-361305 T +91 2833 661444 F +91 2833661366
Email Id: esl.secretarial@essarshipping.co.in



Essar Shipping Limited
 Essar House
 11 K.K.Marg
 Mahalaxmi
 Mumbai- 400 034

Corporate Identification Number
 L61200GJ2010PLC060285
 T + 91 22 6660 1100
 F + 91 22 2354 4312
www.essar.com

ANNEXURE A
 [Details of
 Issuance of
 Securities]

Type of securities proposed to be issued	7,82,00,000 1% Secured, Redeemable, Unlisted, Unrated, Non-Convertible Debentures (herein referred as "NCDs") of face value of Rs. 100/- each by conversion of Inter Corporate Deposits
Type of issuance	Preferential Issue in accordance with Chapter V of SEBI (ICDR) Regulations, 2018 and other applicable laws
Total number of securities issued or the total amount for which the securities are issued (approximately)	Upto 7,82,00,000 1% Non-Convertible Debentures of face value of Rs. 100/- each aggregating to Rs. 782 crores (Seven Hundred Eighty Two crores only)
Size of the issue	Up to Rs. 782 crores (Seven Hundred Eighty Two crores only)
Whether proposed to be listed? If yes, name of the stock exchange(s)	The NCDs shall not be listed on any stock exchange
tenure of the instrument -Date of Allotment and Date of Maturity	The said NCD's will be allotted subject to approval of shareholders, the date is not yet decided
Coupon/Interest offered, schedule of payment of coupon/interest and principal	NCDs is proposed to carry interest at 1% per annum payable annually.



Essar Shipping Limited
 Registered Office: EBTSL Premises, ER-2 Building (Admn Bldg), Salaya, 44 KM, P.O. Box No.7, Taluka Khambalia, Devbhumi Dwarka, Gujarat-361305 T +91 2833 661444 F +91 2833661366
 Email Id: esl.secretarial@essarshipping.co.in

ESSAR⁺

SHIPPING

Essar Shipping Limited
 Essar House
 11 K.K.Marg
 Mahalaxmi
 Mumbai- 400 034

Corporate Identification Number
 L61200GJ2010PLC060285
 T + 91 22 6660 1100
 F + 91 22 2354 4312
www.essar.com

Charge/Security, if any, created over the assets	The NCDs shall be secured by: Charge over the Overseas Direct Investments and any other security which may be agreed between both the parties.
In case of convertibles	Not Applicable
Special right/interest/privileges attached to the instrument and changes thereof	NIL
Delay in payment of interest / principal amount for a period of more than three months from the due date or default in payment of interest / principal	NIL
Details of any letter or comments regarding payment/non-payment of interest, principal on due dates, or any other matter concerning the security and /or the assets along with its comments thereon, if any	NIL



Essar Shipping Limited
 Registered Office: EBTSL Premises, ER-2 Building (Admn Bldg), Salaya, 44 KM, P.O. Box No.7, Taluka Khambalia, Devbhumi Dwarka, Gujarat-361305 T +91 2833 661444 F +91 2833661366
 Email Id: esl.secretarial@essarshipping.co.in

ESSAR⁺

SHIPPING

Essar Shipping Limited
 Essar House
 11 K.K.Marg
 Mahalaxmi
 Mumbai- 400 034

Corporate Identification Number
 L61200GJ2010PLC060285
 T + 91 22 6660 1100
 F + 91 22 2354 4312
www.essar.com

<p>Details of redemption of preference shares indicating the manner of redemption (whether out of profits or out of fresh issue) and debentures;</p>	<p>NCDs shall get redeemed at values stated hereunder</p> <p><u>At the option of holder</u></p> <ul style="list-style-type: none"> • After 6 months from the date of issue but before 9 months - at Rs.100 per NCD. • After 12 months from the date of issue but before 18 months - at Rs.109 per NCD. • After 24 months from the date of issue but before 30 months - at Rs.118 per NCD. <p><u>At the option of the issuer</u></p> <ul style="list-style-type: none"> • After 6 months from the date of issue but before 9 months - at Rs.106 per NCD. • After 12 months from the date of issue but before 18 months - at Rs.115 per NCD. • After 24 months from the date of issue but before 30 months - at Rs.124 per NCD. <p>All outstanding NCDs shall get redeemed at the end of 36 months from the date of issue at Rs.130 per NCD.</p>
<p>Name of the Proposed Subscriber/investor</p>	<p>Abhinand Ventures Private Limited</p>
<p>Number of Subscriber</p>	<p>1 (One)</p>



CNK & Associates LLP

Chartered Accountants

Independent Auditor's Report on Consolidated Financial Results of Essar Shipping Limited pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended.

**To the Board of Directors of Essar Shipping Limited
Report on the audit of the Consolidated Financial Results**

1. Opinion

We have audited the accompanying Statement of Consolidated Financial Results (the Statement) of **Essar Shipping Limited** (hereinafter referred to as "the Holding Company") and its subsidiaries (the Holding Company and its subsidiaries together referred to as "the Group"), its associates and jointly controlled entity for the quarter and year ended March 31, 2024, attached herewith, being submitted by the Holding Company pursuant to the requirements of Regulation 33 of the Securities and Exchange Board of India (SEBI) (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ('Listing Regulations').

2. In our opinion and to the best of our information and according to the explanations given to us and based on the consideration of reports of other auditors on separate audited financial statements / financial results / financial information of the subsidiaries, associates and jointly controlled entity, the aforesaid Consolidated Financial Results:
 - a. includes the results of the subsidiaries, associates and jointly controlled entity as given in the Annexure to this report.
 - b. are presented in accordance with the requirements of Regulation 33 of the Listing Regulations in this regard.
 - c. give a true and fair view in conformity with applicable Accounting Standards, and other accounting principles generally accepted in India, of the consolidated loss and other comprehensive income and other financial information of the Group for the quarter and year ended March 31, 2024.

3. Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013, as amended ("the Act"). Our responsibilities under those SAs are further described in the "Auditor's Responsibilities for the Audit of the Consolidated Financial Results" section of our report. We are independent of the Group, in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the Consolidated Financial Results under the provisions of the Act and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics.



Mistry Bhavan, 3rd Floor, Dhinshaw Vachha Road, Churchgate, Mumbai 400 020. Tel: +91 22 6623 0600

501-502, Narain Chambers, M.G. Road, Vile Parle (E), Mumbai 400 057. Tel: +91 22 6250 7600

Website: www.cnkindia.com

MUMBAI | CHENNAI | VADODARA | AHMEDABAD | GIFT CITY | BENGALURU | DELHI | PUNE | DUBAI | ABU DHABI

We believe that the audit evidence obtained by us is sufficient and appropriate to provide a basis for our opinion.

4. **Material Uncertainty Related to Going Concern**

We draw attention to Note No. 5 and 6 of the Consolidated Financial Results wherein it is stated that:

- The Group's current liabilities [including outstanding portion of Foreign Currency Convertible Bonds (FCCB) which have fallen due for redemption] exceed its current assets as on March 31, 2024.
- Some of the lenders of one of the subsidiaries (which has gone into liquidation) where the Holding Company is a Guarantor have filed applications before various forums for recovery of overdue amounts and / or enforcement of guarantees.
- The Holding Company has disposed off most of its assets to pay off its outstanding dues to lenders / vendors.
- The net worth of the Group has eroded, and the Group has been incurring continuous operational losses for the last several years.
- In the case of a subsidiary, the said Company does not have any income from operations since FY 2018-19.
- In case of another subsidiary, the current liabilities of the said Company exceed its current assets and the said Company has a negative operating cash flows.
- In case of another subsidiary, the auditors of the said Company have pointed out that the Company has obtained a one-time settlement agreement with 3 out of 4 of its external lenders and that the said Company is in discussion with its group companies to obtain financial support.

The above factors give rise to material uncertainty related to the Group's ability to continue as a Going Concern.

As informed to us, the management is exploring business opportunities for a future business buildup including in-chartering in the shipping sector. The Group has earned operating income by way of hire charges and management fees and is taking steps to rectify the mismatch in working capital.

We have relied on the management representations as above, and based on the same, these Consolidated Financial Results have been prepared by the management on a going concern basis.

Our opinion on Consolidated Financial Results is not modified for the above matter.

5. **Emphasis of Matter**

- a. We draw attention to our observations in paragraph 4 above whereby, in spite of several factors mentioned therein, the results are prepared on "Going Concern" basis.
- b. We draw attention to Note No. 7 of the Consolidated Financial Results relating to write off of Rs. 66.99 crore out of amount of Rs. 369.81 crore (including accrued interest up to March 31, 2018) receivable in respect of revenue recognised in the financial year 2017-18 (shown as an exceptional item) based on compensation granted to the Company in the arbitration proceedings for breach of contract terms by a charterer. Post the year end, the Company entered into a settlement



- agreement with the charterer under Vivad se Vishwas Scheme under which the amount receivable including interest is Rs. 302.82 crore. The balance irrecoverable amount written off is shown as an Exceptional Item.
- c. We draw attention to Note No. 9 of the Consolidated Financial Results relating to recognition of gain on settlement with one of the banks in the preceding year. In the preceding year, the Company had settled the loan with the said bank and paid the dues through monetisation of assets and recognised gain on settlement. Pending outstanding bank guarantee and pending group level settlement, 'No Due Certificate' was not received from the said bank till March 31, 2023. Post settlement, the Bank assigned the said loan to an Asset Reconstruction Company (Assignee Company).
- During the year, the pending bank guarantee has been withdrawn. The Company does not expect any additional liability to devolve in this regard and is in the process of obtaining NOC from the Assignee Company.
- d. We draw attention to Note No. 10 of the Consolidated Financial Results relating to the Foreign Currency Convertible Bonds (FCCB) amounting to Rs.1,537.62 which have become due for repayment on August 24, 2023. During the year, the Company has made partial repayment of FCCBs to the tune of Rs.1003.45 crores by availing a short-term loan. The balance amount of Rs. 534.17 crore, which has fallen due for repayment, is outstanding as at March 31, 2024. The Company is in the process of complying with the procedures of the Reserve Bank of India.
- e. Attention is drawn to netting off of Rs. 331.26 Crore payable to a wholly owned overseas subsidiary with the amount receivable from the said subsidiary. This is subject to pending application and approval from the regulatory authorities.

Our Opinion on the Consolidated Financial Results is not modified for the above matters.

6. Management's Responsibilities for the Consolidated Financial Results

These Consolidated Financial Results have been prepared on the basis of the Consolidated Financial Statements. The Holding Company's Management and Board of Directors are responsible for the preparation and presentation of these Consolidated Financial Results that give a true and fair view of the net loss and other comprehensive income and other financial information of the Group including its associate and jointly controlled entity in accordance with the recognition and measurement principles laid down in Indian Accounting Standards prescribed under Section 133 of the Act read with relevant rules issued thereunder and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations. The respective Management and Board of Directors of the companies included in the Group and of its associate and jointly controlled entity are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Group and its associate and jointly controlled entity and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and the design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring accuracy and completeness of the accounting records, relevant to the preparation and presentation of the Consolidated Financial Results that give a true and fair view and are free from material misstatement, whether due to fraud or error, which have been used for the purpose of preparation of the Consolidated Financial Results by the Directors of the Holding Company, as aforesaid.



In preparing the Consolidated Financial Results, the respective Management and Board of Directors of the companies included in the Group and of its associate and jointly controlled entity are responsible for assessing the ability of the Group and its associate and jointly controlled entity to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the respective Management and Board of Directors either intends to liquidate the Group or to cease operations, or has no realistic alternative but to do so.

The respective Management and Board of Directors of the companies included in the Group and of its associate and jointly controlled entity are also responsible for overseeing the financial reporting process of the Group and of its associate and jointly controlled entity.

7. Auditor's Responsibilities for the Audit of the Consolidated Financial Results

Our objectives are to obtain reasonable assurance about whether the Consolidated Financial Results as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these Consolidated Financial Results.

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the Consolidated Financial Results, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under Section 143(3)(i) of the Act, we are also responsible for expressing our opinion whether the Group has adequate internal financial control with reference to Consolidated Financial Statements in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Management and Board of Directors.
- Conclude on the appropriateness of the Management and Board of Directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the ability of the Group and its associate and jointly controlled entity to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the Consolidated Financial Results or, if such disclosures are



inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Group and its associate and jointly controlled entity to cease to continue as a going concern.

- Evaluate the overall presentation, structure and content of the Consolidated Financial Results, including the disclosures, and whether the Consolidated Financial Results represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial results/ financial information of the Group and its associate and jointly controlled entity to express an opinion on Consolidated Financial Results. We are responsible for the direction, supervision and performance of the audit of financial information of such entities included in the Consolidated Financial Results of which we are the independent auditors. For the other entities included in the Consolidated Financial Results, which have been audited by other auditors, such other auditors remain responsible for the direction, supervision and performance of the audits carried out by them. We remain solely responsible for our audit opinion.

We communicate with those charged with governance of the Holding Company and such other entities included in the Consolidated Financial Results of which we are the independent auditors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

We also performed procedures in accordance with the circular issued by the SEBI under Regulation 33(8) of the Listing Regulations, as amended, to the extent applicable.

8. Other Matter

- a. The accompanying Consolidated Financial Results include audited results of one subsidiary which reflect net assets of Rs. (1,139.60) crore as at March 31, 2024, total revenues of Rs. Nil and Rs.10.93 crore, and total comprehensive income/(loss) (comprising of net loss after tax and other comprehensive income) of Rs. 0.24 crore and Rs. (90.01) crore for the quarter and year ended on March 31, 2024 respectively, which have been audited by other auditors whose financial statements, other financial information and auditor's report have been furnished to us by the management. Our opinion on the Consolidated Financial Results, in so far as it relates to the amounts and disclosures included in respect of the said subsidiary is based solely on the report of such other auditor and the procedures performed by us are as stated in paragraph above.
- b. The Consolidated Financial Results include the unaudited management certified Financial Results of One jointly controlled entity which reflects share of loss of Rs. Nil and Rs. 46,000 for the quarter and year ended March 31, 2024 respectively.

~~These Unaudited Financial Statements and other unaudited financial information have been furnished to us by the Management and our opinion on the Consolidated Financial Results, in so far as it relates to the amounts and disclosures included in respect of the said jointly controlled entity is based solely~~



on such unaudited management certified Financial Statements and other unaudited financial information. In our opinion and according to the information and explanation given to us by the Management and Board of Directors, these Unaudited Financial Statements and the other unaudited financial information are not material to the group.

- c. In case of one associate and one jointly controlled entity, share of profit / (loss) for the quarter and year ended March 31, 2024, has not been included in the Consolidated Financial Results. According to the information and explanations given to us by the Management and Board of Directors, these Unaudited Interim Financial Results of the said associate and jointly controlled entity are not material to the Group.
- d. The Financial Result of one subsidiary (which has been admitted to NCLT and gone into liquidation) have not been consolidated.
- e. In case of an associate, which ceased to be an associate w.e.f. May 31, 2023, the share of profit / (loss) (amount not ascertained) up to the date of cessation, has not been included in the Consolidated Financial Results.
- f. The Consolidated Financial Results includes the results for the quarter ended March 31, 2024, being the balancing figure between the audited figures in respect of the full financial year and the published unaudited year to date figures up to the third quarter of the current financial year which were subject to limited review by us.

Our opinion on the Audit of the Consolidated Financial Results for the year ended March 31, 2024 is not modified in respect of this matter.

For C N K & Associates LLP

Chartered Accountants

Firm Registration Number: 101961W / W-100036



Diwakar Sapre

Partner

Membership No.040740

UDIN: 24040740BKEYGQ6489

Mumbai

Date: May 28, 2024



Annexure to the Auditor's Report on Consolidated Financial Results of Essar Shipping Limited

List of Subsidiaries/step down subsidiaries

1. OGD Services Holdings Limited (formerly known as Essar Oilfields Services Limited) (Mauritius)
2. OGD Services Limited (formerly known as Essar Oilfield Services India Limited) (**Not consolidated**)
3. Energy II Limited
4. Essar Shipping DMCC

List of Jointly Controlled Entity

1. Seros Drilling Private Limited [**share of profit/(loss) not consolidated**]
2. Drillxplore Services Private Limited



List of Associates

1. Arkay Logistics Limited (ceased to be an associate w.e.f. May 31, 2023) [**share of profit/(loss) not consolidated**]
 2. Starbit Oilfields Services India Limited [**share of profit/(loss) not consolidated**]
-

ESSAR SHIPPING LIMITED

Regd. Office: EBTSL Premises, ER-2 Building (Admin. Building) Salaya, 44 KM, P.O. Box No.7, Taluka/Khamballa, Deybhumi Dwarka, Gujarat - 361305
 esl.secretariat@essarshipping.co.in, website: www.essar.com, CIN:L61200GU2010PLC060285

Head Office: Essar House, 11, Keshavrao Khadye Marg, Mahalaxmi, Mumbai - 400 034

Statement of Audited Consolidated Financial Results for the quarter and year ended 31 March, 2024

Sl.No.	Particulars	(₹ in crore except EPS)				
		Quarter ended			Year ended	
		31.03.2024 (Refer Note 13)	31.12.2023 (Unaudited)	31.03.2023 (Refer Note 13)	31.03.2024 (Audited)	31.03.2023 (Audited)
I	a) Income from operations	2.54	2.57	13.73	20.24	60.67
	b) Other income	10.89	6.36	13.53	62.38	103.93
	Total income from operations	13.43	8.93	27.26	82.61	164.59
II	Expenses					
	a) Operating expenses	15.98	15.08	(2.15)	43.41	3.93
	b) Employee benefits expenses	8.58	5.77	(0.94)	24.15	4.03
	c) Finance costs	44.60	15.77	(43.51)	81.39	131.57
	d) Depreciation	(0.09)	10.77	3.63	32.08	41.14
	e) Other expenses	9.68	(1.26)	8.30	19.67	20.49
	Total expenses	78.75	46.12	(34.66)	200.70	201.17
III	Profit / (Loss) for the period / year before exceptional items, tax and share of profit of associate	(65.32)	(37.18)	61.92	(118.08)	(36.58)
IV	Exceptional Items (refer note 3)					
	Income	55.94	8.69	331.90	80.35	1,694.42
	Expense	(43.81)	(12.86)	(17.64)	(67.41)	(34.09)
V	Profit / (Loss) for the period / year after exceptional items and before tax	(53.19)	(41.35)	376.18	(105.14)	1,623.75
VI	Tax expenses	-	-	0.88	0.83	26.46
VII	Profit / (Loss) for the period / year after tax before share of profit of associate	(53.19)	(41.35)	377.07	(104.31)	1,650.21
VIII	Share of profit / (loss) of associate	(0.00)	-	(13.62)	(0.00)	0.24
IX	Profit / (Loss) for the period / year after share of profit / (loss) of associate	(53.19)	(41.35)	363.44	(104.32)	1,650.45
	Attributable to:					
	-Shareholders of the Parent	(64.40)	(43.78)	363.41	(118.10)	1,650.21
	-Non-controlling interests	11.21	2.43	0.02	13.78	0.24
X	Other comprehensive income net of tax	0.05	(0.15)	0.19	(0.41)	0.17
XI	Total comprehensive profit / (loss) net of tax	(53.14)	(41.50)	363.83	(104.73)	1,650.62
	Attributable to:					
	-Shareholders of the Parent	(64.35)	(43.93)	363.60	(118.51)	1,650.38
	-Non-controlling interests	11.21	2.43	0.02	13.78	0.24
XII	Paid-up equity share capital (face value of ₹10/- each)	206.98	206.98	206.98	206.98	206.98
XIII	Total Reserves				(3,014.29)	(2,949.06)
XIV	Earnings per share before exceptional items (EPS)					
	(a) Basic (in ₹)	*(3.16)	*(1.8)	*(2.38)	(5.67)	(0.48)
	(b) Diluted (in ₹)	*(3.16)	*(1.8)	*(2.38)	(5.67)	(0.48)
XV	Earnings per share after exceptional items (EPS)					
	(a) Basic (in ₹)	*(2.57)	*(2)	*17.56	(5.04)	79.74
	(b) Diluted (in ₹)	*(2.57)	*(2)	*17.56	(5.04)	79.74

* Not annualised

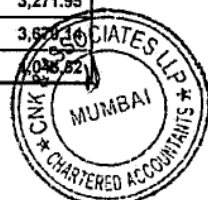
R.R.R.



Statement of Consolidated Assets and Liabilities as at 31 March, 2024

(₹ In crore)		
Particulars	As at 31 March, 2024	As at 31 March, 2023
	(Audited)	(Audited)
ASSETS		
Non-current assets		
(a) Property, plant and equipment	26.12	57.75
(b) Capital work-in-progress	(0.00)	(0.00)
(c) Investments	0.00	36.01
(d) Financial assets		
- Other financial assets	-	4.16
(e) Other non-current assets	0.10	1.04
Total non-current assets	26.23	98.96
Current assets		
(b) Inventories	-	2.68
(c) Financial assets		
i. Investments in Mutual Fund	0.04	1.71
ii. Trade and other receivables	18.66	13.14
iii. Cash and cash equivalents	23.91	25.38
iv. Loans	484.57	563.93
v. Other financial assets	305.19	328.90
(d) Other current assets	52.44	11.84
(e) Asset classified as held for sale	-	-
Total current assets	884.80	947.56
TOTAL ASSETS	911.02	1,046.52
EQUITY AND LIABILITIES		
Equity		
Equity share capital	206.98	206.98
Other Equity		
Reserves and surplus	(3,014.29)	(2,949.06)
Non-controlling Interests	133.66	118.46
Total equity	(2,673.65)	(2,623.62)
Liabilities		
Non-current liabilities		
Financial liabilities		
Borrowings	622.74	398.19
Total non-current liabilities	622.74	398.19
Current liabilities		
(a) Financial liabilities		
i. Borrowings	2,019.24	2,305.74
ii. Trade payables	25.77	44.61
iii. Other financial liabilities	892.95	895.31
(b) Employee benefit obligations	2.56	2.65
(c) Current tax liabilities	19.16	19.79
(d) Other current liabilities	2.25	3.86
Total current liabilities	2,961.93	3,271.95
Total liabilities	3,584.67	3,670.14
TOTAL EQUITY AND LIABILITIES	911.02	1,046.52

R.P.P.



1 The above Consolidated Financial Results were reviewed by the Audit Committee and approved by the Board of Directors at the meeting held on 28th May, 2024

2 The Consolidated Financial Results include results of the Holding Company, three Overseas Subsidiaries and one Associate. One Associate, one Joint venture company and one Subsidiary Company, which is undergoing liquidation are not considered for consolidation.

3 **Exceptional Items comprise of the following:**

Particulars	Quarter ended			Year ended	Year ended
	31.03.2024 (Refer Note 13)	31.12.2023 (Unaudited)	31.03.2023 (Refer Note 13)	31.03.2024 (Audited)	31.03.2023 (Audited)
Income					
Gain on One Time Settlement with banks/ FIs	34.46	-	331.90	41.06	1,694.42
Reversal of Provision / Impairment for doubtful receivables / advances	21.48	8.69	-	39.29	-
Expense					
Write off of claim receivable	66.99	-	-	66.99	
Provision / Impairment for doubtful receivables / advances	(23.19)	12.86	18.47	0.41	34.09

4 The Results for the quarter and year ended 31 March, 2024 are available on the Bombay Stock Exchange website (URL: www.bseindia.com/corporates), the National Stock Exchange website (URL: www.nseindia.com/corporates) and on the Company's website (URL: www.essar.com).

5 As on 31 March 2024, the net worth of the Group is eroded as it is incurring operating losses since last several years. The Group has accumulated losses of ₹ 6,151.90 crore as against share capital and reserves of ₹ 3344.59 crore and the Group's current liabilities exceeds its current assets. The Holding Company has given Tug on Bare-boat charter basis and earned operating Income from the same. Further, the Holding Company is also providing Management service to its Subsidiary Company during the year. Also the Group is taking steps to rectify the mismatch between current assets and liabilities during the year. In view of these, the Financials have been prepared on a Going Concern basis.

6 Lenders to a Subsidiary Company (where the Holding Company is a Guarantor) have filed suit against the Company before the NCLT/ DRT for recovery of loans granted to the subsidiary company (Holding Company is a Guarantor). The said subsidiary Company is under liquidation. The Holding Company is in advanced stage of negotiations with its lenders for One Time Settlement and has obtained stay on the liquidation proceedings till 5th June 2024.

7 Post the year end, the Holding Company has signed a settlement agreement with Steel Authority of India Limited (SAIL) under the Vivad Se Vishwas Scheme - II. As per the Scheme, the Holding Company will receive 65% of original claim amount plus interest which was accounted as exceptional income in the earlier year. Irrecoverable amount of ₹ 66.99 crores has been charged to Profit & Loss account as on 31st March, 2024 as an exceptional item.

8 The Holding Company have received interest waiver to the tune of ₹ 6.60 crores from one of the lenders and the same has been shown as exceptional income in Profit & Loss account and no dues certificate received from them.

9 During the preceding financial year, the Holding Company had settled the loan with one of the lenders by monetising the security offered under the facility. The Holding Company has reversed the amount waived including unpaid interest of ₹ 340.80 crores and shown as exceptional income in profit and loss account. The lender has assigned the loan to asset reconstruction company (assignee). The no dues certificate from the assignee is awaited.

10 The Holding Company has made partial repayment of FCCBs to the tune of ₹1,003.45 crores, which was due for repayment, by availing loans from companies. The necessary procedures with Reserve Bank of India is in process.

11 Other income includes profit on sale of shares of associate company of ₹ 13.87 crores by the Holding Company.

12 The figures for the quarter ended 31 March 2024 and 31 March 2023 are the balancing figures between the audited figures in respect of the full financial year and the published year to date figures up to the third quarter of the relevant financial year.

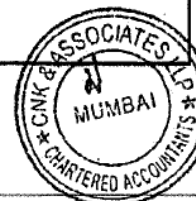
Place: Mumbai
Date: 28th May 2024


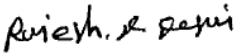



For and on behalf of the Board

Rajesh Desai

Rajesh Desai
Director



ESSAR SHIPPING LIMITED					
Regd. Office: EBTSI Premises, ER-2 Building (Admin Building) Salaya, 44 KM, P.O. Box No.7, Taluka Khambhali, Devbhumi Dwarka, Gujarat - 361305 esl.secretarial@essarshipping.co.in, website: www.essar.com, CIN: L61200GJ2010PEG040286					
Head Office: Essar House, 11, Keshavrao Khedye Marg, Mahalaxmi, Mumbai 400 034					
Audited Consolidated Segment wise Revenue, Results and Capital employed for the quarter and year ended 31 March, 2024					
	(₹ In crore)				
Particulars	Quarter ended			Year ended	
	31.03.2024 (Refer Note 13)	31.12.2023 (Unaudited)	31.03.2023 (Refer Note 13)	31.03.2024 (Audited)	31.03.2023 (Audited)
Segment Revenue					
Operating Income					
Fleet operating and chartering	4.57	4.58	1.39	17.46	3.33
Rig operating and chartering	0.01	0.04	13.88	10.93	58.69
Total	4.58	4.62	15.07	28.38	62.02
Less: Inter segment revenue	(2.04)	(2.05)	(1.35)	(8.15)	(1.35)
Total Income from operations	2.54	2.57	13.72	20.24	60.67
Other income unallocated	10.89	6.36	12.36	62.38	103.93
Total Income	13.43	8.93	26.07	82.61	164.59
Segment Results					
Fleet operating and chartering	6.11	10.76	3.68	53.36	78.78
Rig operating and chartering	(27.31)	(31.69)	13.55	(90.05)	16.22
Total	(21.20)	(20.93)	17.23	(36.69)	95.00
Less: Unallocated interest and finance costs	(44.59)	(15.77)	43.52	(81.39)	(131.57)
Profit / (Loss) before tax	(65.79)	(36.71)	60.76	(118.08)	(36.57)
Exceptional items	12.61	(4.64)	314.27	12.94	1,660.33
Profit / (Loss) for the period / year after exceptional items	(53.18)	(41.35)	375.03	(105.14)	1,623.78
Less: Tax expense	-	-	0.88	0.83	26.46
Profit / (Loss) for the period / year before share of profit of associate	(53.18)	(41.35)	375.92	(104.31)	1,650.23
Share of profit / (loss) of associate	(0.00)	-	(13.63)	(0.00)	0.24
Profit / (Loss) for the period / year after share of profit / (loss) of associate	(53.18)	(41.35)	362.29	(104.32)	1,650.48
Capital employed (segment assets-segment liabilities)					
Fleet operating and chartering	278.16	(63.34)	(1,557.39)	(1,788.71)	(2,044.35)
- Assets	(7.84)	1.43	(16.75)	22.29	75.01
- Liabilities	286.00	(64.77)	(1,540.64)	(1,811.00)	(2,119.36)
Oilfields services	140.56	(42.69)	317.59	(1,009.28)	(1,060.75)
- Assets	32.51	9.96	(131.15)	98.97	78.68
- Liabilities	108.05	(52.64)	448.73	(1,108.23)	(1,139.44)
Unallocated	(190.39)	63.53	412.45	747.06	879.66
- Assets	(155.25)	68.93	(45.59)	789.76	892.82
- Liabilities	(35.14)	(5.41)	458.03	(42.70)	(13.17)
Total	228.33	(42.50)	(827.35)	(2,050.91)	(2,225.44)
For and on behalf of the Board					
  Rajesh Desai Director					
Place: Mumbai					
Date: 28th May 2024					
					

ESSAR SHIPPING LIMITED		
Consolidated Statement of Cash Flows for the year ended 31 March, 2024		
(₹ in crore)		
Particulars	Year ended	Year ended
	31 March, 2024	31 March, 2023
	Audited	Audited
A CASH FLOW FROM OPERATING ACTIVITIES		
Profit / (Loss) before tax	(105.14)	1,681.31
Adjustments for :		
Exceptional Items		
- Provision / Impairment for doubtful receivables / advances	0.41	34.09
- Gain on One Time Settlement with bank	(41.06)	(1,694.42)
- Write off of claims receivable	66.99	
- Reversal of Provision for impairment of loans & advances receivable from subsidiary (net)	(39.29)	(57.55)
Gain on sale/Fair Vale of current investment measured at FVTPL	(0.04)	-
Depreciation	32.08	41.14
Finance costs	81.39	131.57
Interest income	(27.67)	(58.40)
Unrealised foreign exchange gain	(1.08)	(1.35)
Operating profit before working capital changes	(33.40)	76.39
Changes in working capital:		
(Increase) / Decrease in Inventories	2.68	6.34
(Increase) / Decrease in trade receivables, loans and advances and other assets	25.05	447.86
Increase / (Decrease) in trade payables, other liabilities and short term provisions	(42.00)	(58.57)
Cash generated from operations	(47.68)	472.03
Income taxes refunded / (paid), net	1.18	41.60
Net cash generated from operating activities	(46.50)	513.62
B CASH FLOW FROM INVESTING ACTIVITIES		
Proceeds from sale of property, plant and equipment	(0.46)	46.52
(Purchase) / Sale of Current Investments (Net)	1.71	(0.10)
Proceeds from Investment	49.64	-
Proceeds/(Investment) in Bank deposits	(0.80)	7.30
Interest received	6.63	36.58
Net cash (used In) / generated from investing activities	56.72	90.31
C. CASH FLOW FROM FINANCING ACTIVITIES		
Proceeds from long term borrowings	283.79	-
Proceeds from short term borrowings	778.11	-
Repayment of short term borrowings	(0.40)	-
Repayment of FCCBs	(1,003.45)	-
Repayment of intercorporate deposits and long-term loans	(126.86)	(968.92)
Finance costs paid	(1.72)	-
Net cash used in financing activities	(70.52)	(968.92)
INCREASE / (DECREASE) IN CASH AND CASH EQUIVALENTS	(60.30)	(364.99)
Foreign currency translation reserve	53.87	372.25
Cash and cash equivalents at the beginning of the year	25.38	18.13
Cash and cash equivalents at the end of the year	18.95	25.38
Note:		
Reconciliation between cash and cash equivalents and cash and bank balances.		
Particulars	As at	As at
	31 March, 2024	31 March, 2023
Cash and cash equivalents as per cash flow statement	18.95	25.38
Add: margin money deposits not considered as cash and cash equivalents as per Ind AS-7	-	-
Cash and bank balances (Restricted and Unrestricted)	18.95	25.38

R.P.P.



Independent Auditor's Report on Audited Standalone Financial Results of Essar Shipping Limited pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended.

TO THE BOARD OF DIRECTORS OF ESSAR SHIPPING LIMITED
Report on the audit of the Standalone Financial Results

1. Opinion

We have audited the accompanying Statement of Standalone Financial Results of **Essar Shipping Limited** ("the Company") for quarter and year ended March 31, 2024, ("the Statement"), attached herewith, being submitted by the Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("Listing Regulations").

In our opinion and to the best of our information and according to the explanations given to us, the Statement:

- i. is presented in accordance with the requirements of Regulation 33 of the Listing Regulations in this regard; and
- ii. gives a true and fair view in conformity with the recognition and measurement principles laid down in the applicable Indian Accounting Standards ("Ind AS") and other accounting principles generally accepted in India of the net loss and other comprehensive income and other financial information for the quarter and year ended March 31, 2024.

2. Basis for Opinion:

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013, as amended ("the Act"). Our responsibilities under those SAs are further described in the "Auditor's Responsibilities for the Audit of the Standalone Financial Results" section of our report. We are independent of the Company, in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the Standalone Financial Results under the provisions of the Act and the Rules thereunder and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.



Mistry Bhavan, 3rd Floor, Dhinshaw Vachha Road, Churchgate, Mumbai 400 020. Tel: +91 22 6623 0600

501-502, Narain Chambers, M.G. Road, Vile Parle (E), Mumbai 400 057. Tel: +91 22 6250 7600

Website: www.cnkindia.com

MUMBAI | CHENNAI | VADODARA | AHMEDABAD | GIFT CITY | BENGALURU | DELHI | PUNE | DUBAI | ABU DHABI

3. Material Uncertainty Related to Going Concern

We draw attention to Note No. 4 and Note No. 5 of the Standalone Financial Results wherein it is stated that:

- The Company's current liabilities [including outstanding portion of Foreign Currency Convertible Bonds (FCCB) which have fallen due for redemption] exceed its current assets as on March 31, 2024.
- Some of the Lenders of the Company's Subsidiary (which has gone into liquidation) where the Company is a Guarantor, have filed applications before various forums for recovery of overdue amounts and / or enforcement of guarantees.
- The Company has disposed off most of its assets to pay off its outstanding dues to lenders / vendors.
- The net worth of the Company is eroded and it is continuously incurring operational losses since last several years.

The above factors give rise to a material uncertainty related to the Company's ability to continue as a Going Concern.

As informed to us, the management is exploring various business opportunities for a future business build up including in-chartering in the shipping sector. The Company has earned operating income by way of hire charges and management fees and is taking steps to rectify the mismatch in working capital.

We have relied on the management representations, as above, and based on the same, the Standalone Financial Results have been prepared by the management on going concern basis.

Our opinion on Standalone Financial Results is not modified for the above matter.

4. Emphasis of Matter

- (i) We draw attention to our observations in paragraph 3 above whereby, in spite of several factors mentioned therein, the results are prepared on "Going Concern" basis.
- (ii) We draw attention to Note No.6 of the Standalone Financial Results relating to write off of Rs. 66.99 crore out of amount of Rs. 369.81 crore (including accrued interest up to March 31, 2018) receivable in respect of revenue recognised in the financial year 2017-18 (shown as an exceptional item) based on compensation granted to the Company in the arbitration proceedings for breach of contract terms by a charterer. Post the year end, the Company has entered into settlement agreement with the charterer under Vivad se Vishwas Scheme under which the amount receivable including interest up to date is Rs. 302.82 crore. The balance irrecoverable amount has been written off and is shown as an Exceptional Item.
- (iii) We draw attention to Note No.8 of the Standalone Financial Results relating to recognition of gain on settlement with one of the banks in the preceding year. In the preceding year, the Company had settled the loan with the said bank and paid the dues through monetisation of assets and recognised gain on settlement. Pending outstanding bank guarantee and pending group level settlement, 'No Due Certificate' was not



received from the said bank till March 31, 2023. Post settlement, the Bank assigned the said loan to an Asset Reconstruction Company (Assignee Company).

During the year, the pending bank guarantee has been withdrawn. The Company does not expect any additional liability to devolve in this regard and is in the process of obtaining NOC from the Assignee Company.

- (iv) We draw attention to Note No.9 of the Standalone Financial Results relating to the FCCB amounting to Rs.1,537.62 crore which have become due for repayment on August 24, 2023. During the year, the Company has made partial repayment of FCCBs to the tune of Rs.1003.45 crore by availing a short-term loan. The balance amount of Rs. 534.17 crore, which has fallen due for repayment, is outstanding as at March 31, 2024. The Company is in the process of complying with the procedures of the Reserve Bank of India.
- (v) Attention is drawn to netting off of Rs. 331.26 Crore payable to a wholly owned overseas subsidiary with the amount receivable from the said subsidiary. This is subject to pending application and approval from the regulatory authorities.

Our Opinion on the Standalone Financial Results is not modified for the above matters.

5. Management's Responsibilities for the Standalone Financial Results

The Statement has been prepared on the basis of the Standalone Financial Statements. The Company's Management and the Board of Directors are responsible for the preparation and presentation of these Standalone Financial Results that give a true and fair view of the net profit and other comprehensive income and other financial information in accordance with the recognition and measurement principles laid down in Indian Accounting Standards prescribed under Section 133 of the Act read with relevant rules issued thereunder and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the Standalone Financial Results that give a true and fair view and are free from material misstatement, whether due to fraud or error;

In preparing the Standalone Financial Results, the Management and the Board of Directors are responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Management and the Board of Directors either intend to liquidate the Company or to cease operations or has no realistic alternative but to do so;

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



6. Auditor's Responsibilities for the Audit of the Standalone Financial Results

Our objectives are to obtain reasonable assurance about whether the Standalone Financial Results as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these Standalone Financial Results.

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the Standalone Financial Results, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under Section 143(3)(i) of the Act, we are also responsible for expressing our opinion through a separate report on the complete set of Standalone Financial Statements on whether the company has adequate internal financial control with reference to Standalone Financial Statements in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures in the Standalone Financial Results made by the Management and the Board of Directors.
- Evaluate the appropriateness and reasonableness of disclosures made by the Management and the Board of Directors in terms of the requirement specified under Regulation 33 of Listing Regulations.
- Conclude on the appropriateness of the Management's and the Board of Director's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention to our auditor's report to the related disclosures in the Standalone Financial Results or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the Standalone Financial Results, including the disclosures, and whether the Standalone Financial Results represent the underlying transactions and events in a manner that achieves fair presentation.



- Obtain sufficient appropriate audit evidence regarding the Standalone Financial Results of the Company to express an opinion on the Standalone Financial Results.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

7. Other Matter

The Statement includes the results for the quarter ended March 31, 2024, being the balancing figures between the audited figures in respect of full financial year ended March 31, 2024, and the published unaudited year to date figures up to the third quarter of the current financial year, which were subjected to a limited review by us, as required under the Listing Regulations.

Our opinion on the Audit of the Standalone Financial Results for the year ended March 31, 2024 is not modified in respect of this matter.

For **CNK & Associates LLP**
Chartered Accountants
Firm Registration No.: 101961 W/W - 100036



Diwakar Sapre
Partner
Membership No. 040740
UDIN: 24040740BKEYGP6073
Place: Mumbai
Date: May 28, 2024

ESSAR SHIPPING LIMITED

Regd. Office: EBTSL Premises, ER-2 Building (Admin Building) Salaya, 44 KM, P.O. Box No.7, Taluka, Khamballa, Devbhumi Dwarka, Gujarat - 381305
 esl.secretarial@essarshipping.co.in, website: www.essar.com, CIN: L81200GJ2010PLC060285

Head Office: Essar House, 11, Keshavrao Khadye Marg, Mahalaxmi, Mumbai, 400 034

Statement of Audited Standalone Financial Results for the Quarter and Year ended 31 March 2024

(₹ In crore except EPS)

Sl.No.	Particulars	Quarter ended			Year ended	
		31.03.2024 (Refer Note 13)	31.12.2023 (Unaudited)	31.03.2023 (Refer Note 13)	31.03.2024 (Audited)	31.03.2023 (Audited)
I	Income from operations	4.57	4.58	1.39	15.76	3.33
II	Other income	2.69	0.11	1.31	34.36	35.53
III	Total Income from operations (I+II)	7.26	4.69	2.70	50.12	38.86
IV	Expenses					
	a) Operating expenses	0.15	-	(0.26)	0.27	0.51
	b) Employee benefit expenses	2.53	1.71	0.99	7.81	3.65
	c) Finance costs	37.67	6.26	1.33	46.95	94.65
	d) Depreciation and amortisation expenses	0.19	0.19	0.18	0.74	0.22
	e) Other expenses	4.32	5.60	4.72	14.45	12.36
	Total expenses	44.85	13.76	6.96	70.02	111.39
V	Profit / (Loss) for the period / year before exceptional items and tax (III-IV)	(37.59)	(9.07)	(4.26)	(19.90)	(72.53)
VI	Exceptional Items (refer Note no.3)					
	Income	-	0.01	433.76	15.72	1,751.97
	Expense	(66.99)	-	(13.19)	(66.99)	(13.19)
VII	Profit / (Loss) for the period / year before tax and after exceptional items (V+VI)	(104.59)	(9.06)	416.31	(71.18)	1,666.25
VIII	Tax expenses	-	-	0.88	0.83	26.46
IX	Profit / (Loss) after tax (VII+VIII)	(104.59)	(9.06)	417.19	(70.35)	1,692.71
X	Other comprehensive income net of tax	0.06	(0.15)	0.19	(0.41)	0.17
XI	Total comprehensive profit/ (loss) net of tax (IX+X)	(104.53)	(9.22)	417.38	(70.76)	1,692.88
XII	Paid-up equity share capital (face value of ₹10/- each)	206.98	206.98	206.98	206.98	206.98
XIII	Reserves excluding revaluation reserves	-	-	-	(1,881.22)	(1,810.45)
XIV	Earnings per share before exceptional items (EPS)					
	(a) Basic (in ₹)	*(1.82)	*(0.44)	*(0.25)	(0.92)	(2.23)
	(b) Diluted (in ₹)	*(1.82)	*(0.44)	*(0.25)	(0.92)	(2.23)
XV	Earnings per share after exceptional items (EPS)					
	(a) Basic (in ₹)	*(5.05)	*(0.44)	*20.16	(3.4)	81.78
	(b) Diluted (in ₹)	*(5.05)	*(0.44)	*20.16	(3.4)	81.78

* Not annualised



Statement of Audited Standalone Assets and Liabilities as at 31 March 2024

(₹ in crore)

Particulars	As at 31.03.2024 (Audited)	As at 31.03.2023 (Audited)
ASSETS		
Non-current assets		
(a) Property, plant and equipment	3.07	3.69
(b) Investments in subsidiaries and associates	0.00	35.77
(c) Financial assets		
- Other financial assets	-	4.16
(c) Other non-current assets	0.10	1.04
Total non-current assets	3.18	44.66
Current assets		
(a) Inventories	-	-
(b) Financial assets		
i. Investments	0.04	1.71
ii. Trade and other receivables	5.73	1.37
iii. Cash and cash equivalents	5.89	19.77
iv. Loans	0.00	0.00
v. Other financial assets	305.17	310.60
(c) Other current assets	6.38	3.42
Total current assets	323.21	336.87
TOTAL ASSETS	326.38	381.53
EQUITY AND LIABILITIES		
Equity		
Equity share capital	206.98	206.98
Other Equity		
Reserves and surplus	(1,881.22)	(1,810.45)
Total equity	(1,674.24)	(1,603.47)
Liabilities		
Non-current liabilities		
Financial liabilities		
Borrowings	622.74	398.19
Total non-current liabilities	622.74	398.19
Current liabilities		
(a) Financial liabilities		
i. Borrowings	1,311.89	1,537.69
ii. Trade payables		
- Total outstanding dues to micro and small enterprises	-	0.00
- Total outstanding dues to creditors other than micro and small enterprises	18.48	32.94
iii. Other financial liabilities	42.70	13.17
(b) Employee benefit obligations	2.56	2.65
(c) Other current liabilities	2.25	0.37
Total current liabilities	1,377.88	1,586.82
Total liabilities	2,000.62	1,985.00
TOTAL EQUITY AND LIABILITIES	326.38	381.53

R.P.P.



1 The above Standalone Financial Results were reviewed by the Audit Committee and approved by the Board of Directors at the meeting held on 28th May, 2024.

2 The Company has one reportable business segment of Fleet Operating, Chartering and Management service.

3 **Exceptional Items comprise of the following:**

Particulars	Quarter ended			Year ended	
	31.03.2024 (Refer Note 13)	31.12.2023 (Unaudited)	31.03.2023 (Refer Note 13)	31.03.2024 (Audited)	31.03.2023 (Audited)
Income					
Reversal of Provision for impairment of loans & advances receivable from subsidiary	-	-	57.55	9.12	57.55
Gain from One Time Settlement with banks/ FIs	-	-	376.21	6.60	1,694.42
Expense					
Write off of claim receivable	66.99	-	-	66.99	-
Provision for impairment of loans and advances receivable from subsidiary	-	-	13.19	-	13.19

4 As on 31 March 2024, the net worth of the Company is eroded as it is incurring operating losses since last several years. The Company has accumulated losses of ₹ 6,892.16 crore as against share capital and reserves of ₹ 5217.92 crore and the Company's current liabilities exceeds its current assets. The Company has given Tug on Bare-boat charter basis and earned operating income from the same. Further, the Company is also providing Management service to its Subsidiary Company during the year. Also the Company is taking steps to rectify the mismatch between current assets and liabilities during the year. In view of these, the Financials have been prepared on a Going Concern basis.

5 Lenders to a Subsidiary Company (where the Company is a Guarantor) have filed suit against the Company before the NCLT/ DRT for recovery of loans granted to the subsidiary company (Company is a Guarantor).

6 Post the year end, the company has signed a settlement agreement with Steel Authority of India Limited (SAIL) under the Vivad Se Vishwas Scheme - II. As per the Scheme, the company will receive 65% of original claim amount plus interest which was accounted as exceptional item in the earlier year. Irrecoverable amount of ₹ 66.99 crores has been charged to Profit & Loss account as on 31st March, 2024 as an exceptional item.

7 The company have received interest waiver to the tune of ₹ 6.60 crores from one of the lenders and hence same has been shown as exceptional Income in Profit & Loss account and no dues certificate received from them.

8 During the preceding financial year, the company had settled the loan with one of the lenders by monetising the security offered under the facility. The company has reversed the amount waived including unpaid Interest of ₹ 340.80 crores and shown as exceptional income in profit and loss account. The lender has assigned the loan to asset reconstruction company (assignee). The no dues certificate from the assignee is awaited.

9 The company has made partial repayment of FCCBs to the tune of ₹1,003.45 crores, which was due for repayment, by availing loans from companies. The necessary procedures with Reserve Bank of India is in process.

10 The company has impaired its investments in its subsidiaries during FY 2020 during covid 2019 pandemic period based on valuation report. In FY 2024, with the prior approval of shareholders, the company attempted to sell its stake in these subsidiaries to a related party. However, the transaction did not get completed within the anticipated timelines as approved in the AGM. The company plans to approach its shareholders seeking extension of time to complete the sale. Post such approval, as and when the sale of the subsidiaries is concluded, the company would recognize the income / book profits, based on the valuation of the relevant subsidiaries.

11 Other income includes profit on sale of shares of associate company of ₹13.87 crores.

12 The figures for the quarter ended 31 March 2024 and 31 March 2023 is the balancing figures between the audited figures in respect of the full financial year and the published year to date figures up to the third quarter of the relevant financial year.

For and on behalf of the Board

Rajesh D. Desai

Rajesh Desai
Director



Place : Mumbai
Date : 28th May, 2024

ESSAR SHIPPING LIMITED
Standalone Statement of Cash Flows for the year ended 31 March 2024

(₹ in crore)

Particulars	Year ended 31 March, 2024	Year ended 31 March, 2023
A CASH FLOW FROM OPERATING ACTIVITIES		
Profit / (Loss) before tax	(71.18)	1,666.25
Adjustments for :		
Exceptional Items		
- Reversal of Provision for impairment of loans & advances receivable from subsidiary (net)	(9.12)	(57.55)
- Write off of claims receivable	66.99	-
- Provision for Impairment of loans and advances receivable from Subsidiary	-	13.19
Gain on sale/Fair Vale of current investment measured at FVTPL	(0.04)	-
Gain on One Time Settlement	(6.60)	(1,694.42)
Other non-operating income	(17.23)	(4.55)
Depreciation	0.74	0.22
Finance costs	46.95	94.65
Interest income	(1.10)	(28.17)
Gain on sale of investment in a associate	(13.87)	-
Operating profit before working capital changes	(4.45)	(10.38)
Changes in working capital:		
(Increase) / Decrease in trade receivables, loans and advances and other assets	(7.39)	53.11
Increase / (Decrease) in trade payables, other liabilities and short term provisions	(60.02)	(4.55)
Cash generated from operations	(71.86)	38.19
Income taxes refunded / (paid), net	1.84	46.14
Net cash generated from operating activities	(70.02)	84.33
B CASH FLOW FROM INVESTING ACTIVITIES		
Payment of capital expenditure on Property, Plant and Equipment including capital advances and Capital Work in Progress	(0.12)	(3.77)
(Purchase) / Sale of Current Investments (Net)	1.71	(0.09)
Proceeds/(Investment) in Bank deposits	18.26	(11.79)
Proceeds from sale of investments	49.64	-
Intercompany deposits repaid back by Subsidiary	9.12	-
Interest received	1.17	28.17
Net cash (used in) / generated from investing activities	79.76	12.52
C. CASH FLOW FROM FINANCING ACTIVITIES		
Proceeds to Deposits (net)	(2.68)	(0.03)
Proceeds from long-term loans	292.37	-
Proceeds from intercompany deposits	8.42	403.67
Proceeds from short-term loans	778.11	-
Repayment of intercompany deposits	(68.24)	(123.45)
Repayment of Long-term borrowings	(8.07)	(383.83)
Repayment of FCCBs	(1,003.45)	-
Repayment of short-term loans	(0.40)	-
Finance costs paid	(1.72)	-
Net cash used in financing activities	(5.66)	(103.64)
INCREASE / (DECREASE) IN CASH AND CASH EQUIVALENTS	4.09	(6.79)
Cash and cash equivalents at the beginning of the year	0.71	7.50
Cash and cash equivalents at the end of the year	4.80	0.71

Note:
Reconciliation between cash and cash equivalents and cash and bank balances.

Particulars	As at March 2024	As at 31 March, 2023
Cash and cash equivalents as per cash flow statement	4.80	0.71
Add: Margin money deposits not considered as cash and cash equivalents as per cash flow statement	-	-
Cash and bank balances (Restricted and Unrestricted)	4.80	0.71





Essar Shipping Limited
Essar House
11 K.K.Marg
Mahalaxmi
Mumbai- 400 034

Corporate Identification Number
L61200GJ2010PLC060285
T + 91 22 6660 1100
F + 91 22 2354 4312
www.essar.com

Date: May 28, 2024

To, The Manager Listing Department BSE Limited, Phiroze Jeejeebhoy Towers, Dalal Street, Mumbai-400 001 Fax: +91 22 2272 2082/3132 BSE Code: 533704	To, The Manager Bandra Kurla Complex "Exchange Plaza" National Stock Exchange of India Limited Listing Department, Bandra (E), Mumbai - 400 051. Fax: +91 22 2659 8237/38 NSE Code: ESSARSHPNG
---	--

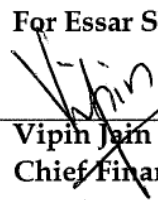
Subject: Declaration in respect of Unmodified Opinion on Audited Standalone and Consolidated Financial Results for the quarter and financial Year ended on 31st March 2024 as per Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

Dear Sir / Madam,

With reference to the above captioned subject, we would like to inform your good office that as per Regulation 33 of the SEBI (LODR) Regulations, 2015, the Statutory Auditor of the Company has expressed their unmodified opinion(s) on the Audited Standalone and Consolidated Financial Results of the company for the quarter and financial year ended 31st March, 2024. The Audit Report issued by the Statutory Auditor of the Company "M/s. CNK & Associates LLP.", Chartered Accountants (FRN No. 101961W), does not contain any modified opinion that seeks further clarification with respect to its impact thereon for the submission of Audited Standalone and Consolidated Financial Results for the financial year ended March 31, 2024.

You are requested to take the same on your records.

For Essar Shipping Limited


Vipin Jain
Chief Financial Officer



Essar Shipping Limited
Registered Office: EBTSL Premises, ER-2 Building (Admn Bldg), Salaya, 44 KM, P.O. Box No.7, Taluka Khambalia, Devbhumi Dwarka, Gujarat-361305 T +91 2833 661444 F +91 2833661366
Email Id: esl.secretarial@essarshipping.co.in