

Date: 29th May, 2023

The Manager
Listing Department
BSE Limited,
Phiroze Jeejeebhoy Towers,
Dalal Street,
Mumbai-400 001
Fax: +91 22 2272 2082/3132
BSE Code: 533704

The Manager
Bandra Kurla Complex
"Exchange Plaza"
National Stock Exchange of India Limited
Listing Department
Bandra (E)
Fax: +91 22 2659 8237/38
Mumbai - 400 051
NSE Code: ESSARSHIPNG

The Manager
Bandra Kurla Complex
"Exchange Plaza"
National Stock Exchange of India Limited
Wholesale Debt Department
Bandra (E)
Fax: +91 22 2659 8237/38
Mumbai - 400 051
NSE Code: ESSARSHIPNG



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

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 Monday, 29th May, 2023 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, 2023 along with Auditors Report.
2. Appointment of M/s. Mayank Arora & Co. as a Secretarial Auditor of the Company for FY 2023-24

We shall intimate you in due course the date on which the Company will hold its Annual General Meeting for the financial year ended March 31, 2023.

The meeting of Board of Directors of the Company commenced at 11.00 AM and concluded at 04. 00 PM

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



Disclosures required pursuant to Regulation 30 read with Para A of Part A of Schedule III of SEBI Listing Regulations and SEBI Circular CIR/CFD/CMD/4/2015 dated 09th September, 2015 is enclosed as **Annexure - I**.

Request you to kindly take the same on your records

Yours faithfully,

For Essar Shipping Limited

Nisha Barnwal
Company Secretary & Compliance Officer
ACS: 66804

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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.

Sr. No	Particulars	Details
1	Name of the Secretarial Auditor	M/s. Mayank Arora & Co., Practising Company Secretary (COP No. 13609)
2	Reason for change viz. appointment, resignation, removal, death or otherwise;	Management desired to appoint other professional as Secretarial Auditor for FY 2023-24. 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 2023-24 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

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

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 31st March 2023, ("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 Obligations").

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 profit and other comprehensive income and other financial information for the quarter and year ended 31st March 2023.

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.

2. 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 exceed its current assets as on 31st March 2023
- Some of the Lenders of the Company's Subsidiary (where the Company is a Guarantor) and the Company's lenders and Public Financial Institution have filed applications before



the High Court / National Company Law Tribunal / Debt Recovery Tribunals 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 incurring continuous 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 on-chartering in shipping sector. Further, the Company has bought one tug during the year and given to a customer on Bareboat charter hire. (Refer Note No.4(d) of Standalone Financial Results)

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 is not modified in respect of the above.

3. **Emphasis of Matter**

- (i) We draw attention to our observations in paragraph 2 above whereby, in spite of several factors mentioned therein, the results are prepared on "Going Concern" basis.
- (ii) We draw attention to Note No.7 of the Standalone Financial Results relating to recognition of gain on settlement with one of the banks. Standby Letter of Credit (SBLC) issued by the Company with the said bank for Rs.303.37 crore in earlier years to secure a loan availed by a subsidiary, were invoked in an earlier year. In the preceding year, the Company had settled the loan with the said bank and paid the dues through monetisation of assets. Pending outstanding bank guarantee, 'no due certificate' has not been received from the said bank. The Company does not expect any additional liability to devolve in this regard. During the year, the Company has accounted for the gain of Rs. 340.80 Crore on One Time Settlement and included the same under Exceptional Items.
- (iii) We draw attention to Note No.6 of the Standalone Financial Results relating to recognition of revenue amounting to Rs. 369.81 crore (including accrued interest up to 31st March 2018) in the financial year 2017-18 based on compensation granted to the Company in the arbitration proceedings for breach of contract terms by a charterer of which Rs. 305.81 crore remains outstanding receivable as on 31st March 2023. As informed to us, the Company is confident of full recovery of its claims. However, pending conclusion of the said proceedings, no interest is accrued on the amount recoverable for the period 1st April 2018 till 31st March 2023.
- (iv) 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.
- (v) In an earlier year, loan of Rs. 25 Crore taken by the Company from an Alternate Investment Fund (AIF) was assigned to Environ Energy Corporation India Private Limited (EECIPL). The NCLT vide its order dated 19th May, 2021 has ordered EECIPL to be liquidated in terms of Section 33(2) of IBC Code, 2016. The Company does not expect any claim from the liquidator and hence, during the year, the Company has written back Rs. 35.41 Crore (Comprising principal of Rs. 25 Crore and interest of Rs. 10.41 crore) and included the same under Exceptional Items.



(vi) Borrowings from various lenders are subject to confirmation / reconciliation.

Our Opinion is not modified in respect of the above matters.

4. **Management's Responsibilities for the Standalone Financial Results**

The Statement has been prepared on the basis of the Standalone Financial Statements. The Company's 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 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 Board of Directors either intend to liquidate the Company or to cease operations, or has no realistic alternative but to do so;

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

5. **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 Board of Directors.
- Evaluate the appropriateness and reasonableness of disclosures made by the board of Directors in terms of the requirement specified under Regulation 33 of Listing Regulations.
- Conclude on the appropriateness of the 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 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.



6. Other matter

The Statement includes the results for the quarter ended 31st March 2023 being the balancing figures between the audited figures in respect of full financial year ended 31st March 2023 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.

For **C N K & Associates LLP**

Chartered Accountants

Firm Registration No.: 101961 W/W - 100036



Diwakar Sapre

Partner

Membership No. 040740

UDIN: 23040740BGSEUH3060

Place: Mumbai

Date: 29th May 2023



ESSAR SHIPPING LIMITED

Regd. Office: EBTSL Premises, ER-2 Building (Admin Building) Salaya, 44 KM, P.O. Box No.7, Taluka Khambalia, Devbhumi Dwarka, Gujarat - 361305
 esl.secretariat@essarshipping.co.in, website: www.essar.com, CIN: L61200GJ2010PLC060285

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, 2023

(₹ in crore)

Sl.No.	Particulars	Quarter ended			Year ended	
		31.03.2023 (Refer Note 11)	31.12.2022 (Unaudited)	31.03.2022 (Refer Note 11)	31.03.2023 (Audited)	31.03.2022 (Audited)
i	Income from operations	1.39	(0.02)	8.43	3.33	140.03
II	Other income					
a)	Profit on sale of ships and other assets (net)	-	-	8.41	-	99.35
b)	Other Income	1.31	15.60	57.41	35.53	62.71
III	Total income from operations (I+II)	2.70	15.59	74.24	38.86	302.09
IV	Expenses					
a)	Operating expenses	(0.26)	0.04	2.29	0.51	61.22
b)	Employee benefit expenses	0.99	0.66	2.94	3.65	33.39
c)	Finance costs	1.33	5.90	41.50	94.65	180.22
d)	Depreciation and amortisation expenses	0.18	0.04	(0.00)	0.22	45.26
e)	Other expenses	4.72	0.95	0.72	12.36	6.56
	Total expenses	6.96	7.59	47.46	111.39	326.65
V	Profit / (Loss) for the period / year before exceptional items and tax (III-IV)	(4.26)	8.00	26.78	(72.53)	(24.57)
VI	Exceptional items (refer Note no.3)					
	Income	433.76	1,318.21	210.56	1,751.97	570.56
	Expense	(13.19)	-	(1.00)	(13.19)	(795.71)
VII	Profit / (Loss) for the period / year before tax and after exceptional items (V+VI)	416.31	1,326.21	236.35	1,666.25	(249.71)
VIII	Tax expenses	0.88	8.87	-	26.46	(0.26)
IX	Profit / (Loss) after tax (VII+VIII)	417.19	1,335.08	236.35	1,692.71	(249.97)
X	Other comprehensive income net of tax	0.19	-	0.43	0.17	0.23
XI	Total comprehensive loss net of tax (IX+X)	417.38	1,335.08	236.77	1,692.88	(249.75)
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	-	-	-	(1,810.45)	(3,503.32)
XIV	Earnings per share before exceptional items (EPS)					
	(a) Basic (in ₹)	*(0.25)	*0.82	1.29	(2.23)	*(1.2)
	(b) Diluted (in ₹)	*(0.25)	*0.82	1.29	(2.23)	*(1.2)
XV	Earnings per share after exceptional items (EPS)					
	(a) Basic (in ₹)	*20.16	*64.5	11.42	81.78	*(12.08)
	(b) Diluted (in ₹)	*20.16	*64.5	11.42	81.78	*(12.08)
	* Not annualised					



Statement of Audited Standalone Assets and Liabilities as at 31 March, 2023

(₹ in crore)

Particulars	As at 31.03.2023 (Audited)	As at 31.03.2022 (Audited)
ASSETS		
Non-current assets		
(a) Property, plant and equipment	3.69	0.14
(b) Investments in subsidiaries and associates	35.77	35.77
(c) Financial assets		
- Other financial assets	4.16	-
(c) Other non-current assets	1.04	1.84
Total non-current assets	44.66	37.75
Current assets		
(a) Inventories	-	-
(b) Financial assets		
i. Investments	1.71	1.61
ii. Trade and other receivables	1.37	5.50
iii. Cash and cash equivalents	19.77	18.93
iv. Loans	0.00	0.00
v. Other financial assets	310.60	310.57
(c) Other current assets	3.42	26.93
Total current assets	336.87	363.54
TOTAL ASSETS	381.53	401.29
EQUITY AND LIABILITIES		
Equity		
Equity share capital	206.98	206.98
Other Equity		
Reserves and surplus	(1,810.45)	(3,503.32)
Total equity	(1,603.47)	(3,296.34)
Liabilities		
Non-current liabilities		
Financial liabilities		
Borrowings	398.19	1,664.99
Total non-current liabilities	398.19	1,664.99
Current liabilities		
(a) Financial liabilities		
i. Borrowings	1,537.69	846.55
ii. Trade payables		
- Total outstanding dues to micro and small enterprises	0.00	0.00
- Total outstanding dues to creditors other than micro and small enterprises	32.94	32.57
iii. Other financial liabilities	13.17	1,150.51
(b) Employee benefit obligations	2.65	2.83
(c) Other current liabilities	0.37	0.19
Total current liabilities	1,586.82	2,032.65
Total liabilities	1,985.00	3,697.64
TOTAL EQUITY AND LIABILITIES	381.53	401.29



1 The above Standalone Financial Results were reviewed by the Audit Committee and approved by the Board of Directors at the meeting held on 29 May 2023.

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

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

Particulars	Quarter ended			Year ended	
	31.03.2023 (Refer Note 11)	31.12.2022 (Unaudited)	31.03.2022 (Refer Note 11)	31.03.2023 (Audited)	31.03.2022 (Audited)
Income					
Reversal of Provision for impairment of loans & advances receivable from subsidiary	57.55	-	-	57.55	0.66
Reversal of provision for impairment as per Ind AS 36 in the fair value of an associate based on management assessment.	-	-	-	-	35.77
Gain on foreclosure of Finance Lease	-	-	-	-	294.16
Profit on sale of compulsory convertible preference shares of Subsidiary Company (Net of write back of provision for diminution made in earlier years Rs. 629 crore)	-	-	-	-	0.06
Gain from One Time Settlement with banks/ Fis	376.21	1,318.21	210.56	1,694.42	239.91
Expense					
Provision for impairment as per Ind AS 36 in the fair value of subsidiaries based on independent valuation report	-	-	-	-	252.66
Provision for impairment of loans and advances receivable from subsidiary	13.19	-	1.00	13.19	543.05

4 As on 31 March 2023, the net worth of the Company is eroded as it is incurring operating losses since last several years. The Company has accumulated losses of Rs. 6,821.80 crore as against share capital and reserves of Rs. 5218.33 crore and the Company's current liabilities exceeds its current assets. The Company has bought one tug during the year and given to customer on Bareboat charter hire basis. 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) and the Company's lender have filed suit against the Company before the NCLT/ DRT / Bombay High Court for recovery of loans granted to the Company / subsidiary company (Company is a Guarantor). Company is defending all such proceedings.

6 During the year 2017-18, the Company had recognized income from an Arbitration Award along with interest accrued thereon amounting to Rs. 369.81 crore. The dispute in this regard has been adjudged in favor of the Company by the Arbitrator. On the direction of the Supreme Court, the contractor has deposited 50% of the awarded amount with the Court, pending disposal of the case. The interest on the awarded amount will be considered on final adjudication of the case.

7 The Company had settled the loan with one of the lender last year by monetising the security offered under the facility. The Company has completed the agreed milestones as per the settlement agreement, although the Company has not received the no due certificate, the Company does not expect any additional liability to devolve in this regard. The Company has reversed the amount waived including unpaid interest of Rs. 340.80 crores and shown as exceptional income in profit and loss account.

8 In an earlier year, loan of Rs. 25 Crore taken by the Company from an Alternate Investment Fund (AIF) was assigned to another entity. The NCLT vide its order dated 19th May, 2021 has ordered the entity to be liquidated in terms of Section 33(2) of IBC Code, 2016. The Company does not expect any claim from the liquidator and hence, during the year, the Company has written back Rs. 35.41 Crore (Comprising principal of Rs. 25 Crore and interest of Rs. 10.41 crore) and included the same under Exceptional Items.

9 One of the Indian Step-down Subsidiary of the Company has admitted to Corporate Insolvency Resolution Process (CIRP) during the year.

10 **Subsequent Event:** The Company has settled the dues of the Financial Institution (Lender) by paying outstanding principal amount and agreed interest amount.

11 The figures for the quarter ended 31 March 2023 and 31 March 2022 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.

12 The figures of the previous period(s) / year have been regrouped / reclassified wherever necessary.

For and on behalf of the Board

Rajesh Desai

Rajesh Desai
Director

Place : Mumbai
Date : 29 May 2023



ESSAR SHIPPING LIMITED
Standalone Statement of Cash Flows for the year ended 31 March, 2023

(₹ in crore)

Particulars	Year ended 31 March, 2023	Year ended 31 March, 2022
A CASH FLOW FROM OPERATING ACTIVITIES		
Profit / (Loss) before tax	1,666.25	(249.71)
Adjustments for :		
Exceptional Items		
- Reversal of Provision for impairment of loans & advances receivable from subsidiary (net)	-	(0.66)
- Provision for Impairment as per Ind AS 36 in the fair value of subsidiaries based on management assessment and valuation report	13.19	252.66
- Reversal of provision for impairment as per Ind AS 36 in the fair value of an associate based on management assessment.	(57.55)	(35.77)
- Provision for Impairment of loans and advances receivable from Subsidiary	-	543.05
- Gain on foreclose of Finance Lease	-	(294.16)
- Profit on sale of compulsory convertible preference shares of OGD Services Ltd.	-	(0.06)
Gain on sale/Fair Vale of current investment measured at FVTPL	-	(0.33)
Gain on One Time Settlement	(1,694.42)	(239.91)
Other non-operating income	(4.55)	(46.55)
Depreciation	0.22	45.26
Finance costs	94.65	180.22
Profit on sale of fleet	-	(99.35)
Interest income	(28.17)	(15.10)
Unrealised foreign exchange gains	-	(0.83)
Operating profit before working capital changes	(10.38)	38.76
Changes in working capital:		
(Increase) / Decrease in inventories	-	9.27
(Increase) / Decrease in trade receivables, loans and advances and other assets	53.11	(118.00)
Increase / (Decrease) in trade payables, other liabilities and short term provisions	(4.55)	45.54
Cash generated from operations	38.19	(24.43)
Income taxes refunded / (paid), net	46.14	8.05
Net cash generated from operating activities	84.33	(16.38)
B CASH FLOW FROM INVESTING ACTIVITIES		
Payment of capital expenditure on Property, Plant and Equipment including capital advances and Capital Work in Progress	(3.77)	-
Proceeds from sale of vessel	-	358.37
(Purchase) / Sale of Current Investments (Net)	(0.09)	4.95
Proceeds/(Investment) in Bank deposits	(11.79)	(11.43)
Proceeds from sale of investments	-	0.06
Amount deposited in Escrow account	(0.00)	(6.41)
Intercompany deposits repaid back by Subsidiary	-	98.19
Interest received	28.17	15.10
Net cash (used in) / generated from investing activities	12.52	458.83
C. CASH FLOW FROM FINANCING ACTIVITIES		
Proceeds from Deposits	(0.03)	129.66
Proceeds from intercompany deposits	403.67	-
Repayment of intercompany deposits	(123.45)	(70.25)
Repayment of long-term loans	(383.83)	(508.03)
Finance costs paid	-	0.49
Net cash used in financing activities	(103.64)	(448.13)
INCREASE / (DECREASE) IN CASH AND CASH EQUIVALENTS	(6.79)	(5.69)
Cash and cash equivalents at the beginning of the year	7.50	13.19
Cash and cash equivalents at the end of the year	0.71	7.50

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

Particulars	As at 31 March, 2023	As at 31 March, 2022
Cash and cash equivalents as per cash flow statement	0.71	7.50
Add: Margin money deposits not considered as cash and cash equivalents as per Ind AS-	-	4.00
Cash and bank balances (Restricted and Unrestricted)	0.71	11.50



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 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, 2023, 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:
- includes the results of the subsidiaries, associates and jointly controlled entity as given in the Annexure to this report.
 - are presented in accordance with the requirements of Regulation 33 of the Listing Regulations in this regard.
 - give a true and fair view in conformity with applicable accounting standards, and other accounting principles generally accepted in India, of the consolidated net profit and other comprehensive income and other financial information of the Group for the quarter and year ended March 31, 2023.

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.

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 exceed its current assets as on 31st March 2023.
- Some of the lenders of one of the subsidiaries (where the Holding Company is a Guarantor) and the Holding Company's lenders and Public Financial Institution have filed applications before the High Court / National Company Law Tribunals / Debt Recovery Tribunals 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 losses since last several years.

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 build up. Further, the Company has bought one tug during the year and given to a customer on Bareboat charter hire. (Refer Note No. 5 of Consolidated Financial Results).

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 going concern basis.

Our opinion is not modified in respect of the above.

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; In case of a subsidiary, the respective auditors have pointed out that the concerned financial statements / results have been prepared on going concern basis, in view of the representation by the management that the Company has a positive net worth and management has plans to restart the operating activities in the near future.
- b. We draw attention to Note No. 9 of the Consolidated Financial Results relating to recognition of revenue amounting to Rs. 369.81 crore (including accrued interest up to 31st March 2018) in the financial year 2017-18 based on compensation granted to the Holding Company in the arbitration proceedings for breach of contract terms by a charterer of which Rs. 305.81 crore remains outstanding receivable as on 31st March 2023. As informed to us, the Holding Company is confident of full recovery of its claims. However, pending conclusion of the said proceedings, no interest is accrued on the same for the period 1st April 2018 till 31st March 2023.



- c. We draw attention to Note No.7 of the Standalone Financial Results relating to recognition of gain on settlement with one of the banks. Standby Letter of Credit (SBLC) issued by the Company with the said bank for Rs.303.37 crore in earlier years to secure a loan availed by a subsidiary, were invoked in an earlier year. In the preceding year, the Company had settled the loan with the said bank and paid the dues through monetisation of assets. Pending outstanding bank guarantee, 'no due certificate' has not been received from the said bank. The Company does not expect any additional liability to devolve in this regard. During the year, the Company has accounted for the gain of Rs. 340.80 Crore on One Time Settlement and included the same under Exceptional Items.
- d. 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.
- e. In an earlier year, loan of Rs. 25 Crore taken by the Company from an Alternate Investment Fund (AIF) was assigned to Environ Energy Corporation India Private Limited (EECIPL). The NCLT vide its order dated 19th May 2021 has ordered EECIPL to be liquidated in terms of Section 33(2) of IBC Code, 2016. The Company does not expect any claim from the liquidator and hence, during the year, the Company has written back Rs. 35.41 Crore (comprising principal of Rs. 25 Crore and interest of Rs. 10.41 crore) and included the same under Exceptional Items.
- f. Borrowings from various lenders are subject to confirmation / reconciliation.

Our Opinion 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 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 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 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 Board of Directors either intends to liquidate the Group or to cease operations, or has no realistic alternative but to do so.

The respective 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 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 made by the Board of Directors.
- Conclude on the appropriateness of the 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 Matters

- a. For the purpose of consolidation, we have reviewed the financial results of one subsidiary, whose financial results reflect net assets of Rs. (1048.33) crore as at 31st March 2023, total revenue of Rs. 15.49 crore and Rs. 58.69 crore and total comprehensive loss (comprising of net loss after tax and other comprehensive income) of (Rs. 12.99 crore) and (Rs. (20.9) crore) for the quarter and year ended on 31st March, 2023 respectively, as considered in the audited Consolidated Financial Results. These financial results and other financial information have been reviewed by us on the basis of information furnished to us by the management of the said company.
- b. The Consolidated Financial Results include the unaudited management certified Financial Results of
 - i. One Step down subsidiary which reflect net assets of (Rs. 11.33 Crore) as at 31st March, 2023, total revenue of (Rs. 0.06 Crore and Rs. 1.18, and total Comprehensive Income/(loss) (comprising of net loss after tax and other



- comprehensive income) of (Rs. 0.04 Crore and Rs.1.16 Crore for the quarter and year ended on 31st March 2023 respectively,
- ii. One jointly controlled entity which reflects share of profit of Rs. Nil and Rs. 0.24 Crore for the quarter and year ended 31st March 2023 respectively.

These Unaudited Financial Statements and other unaudited financial information have been furnished to us by the Board of Directors 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 subsidiary, associate and 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 Board of Directors, these Unaudited Financial Statements and the other unaudited financial information are not material to the group.

- c. The Financial Result of one subsidiary (which has been admitted to NCLT and undergoing CIRP process) and one associate have not been consolidated.
- d. The Consolidated Financial Results includes the results for the quarter ended March 31, 2023 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.

For C N K & Associates LLP

Chartered Accountants

Firm Registration Number: 101961W / W-100036



Diwakar Sapre

Partner

Membership No.040740

UDIN: 23040740BGSEUI3257

Mumbai

Date: 29th May, 2023



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
5. Starbit Oilfields Services India Limited

List of Associates

1. Arkay Logistics Limited (**Not consolidated**)

List of Jointly Controlled Entity

1. OGD-EHES JV Private Limited



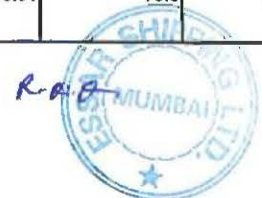
ESSAR SHIPPING LIMITED

Regd. Office: EBTSL Premises, ER-2 Building (Admin Building) Salaya, 44 KM, P.O. Box No.7, Taluka Khambalia, Devbhumi Dwarka, Gujarat - 361305
 esl.secretarial@essarshipping.co.in, website: www.essar.com, CIN:L61200GJ2010PLC060285

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, 2023

		(₹ in crore)				
Sl.No.	Particulars	Quarter ended			Year ended	
		31.03.2023 (Refer Note 12)	31.12.2022 (Unaudited)	31.03.2022 (Refer Note 12)	31.03.2023 (Audited)	31.03.2022 (Audited)
I	a) Income from operations					
	Fleet operating and chartering	1.39	(0.02)	(0.60)	3.33	300.54
	Rig operating and chartering	13.69	14.45	15.20	58.69	24.91
	Other operating income	-	-	0.16	-	2.89
	b) Other income					
	Profit on sale of ships and other assets (net)	(0.35)	0.16	8.41	-	99.35
	Other Income	13.89	48.84	99.74	103.93	125.49
	Total income from operations	28.61	63.43	122.91	165.94	553.18
II	Expenses					
	a) Operating expenses	(2.15)	3.26	6.71	3.93	204.47
	b) Employee benefits expenses	(0.94)	0.94	3.89	4.03	39.97
	c) Finance costs	(43.51)	32.02	71.15	131.57	356.47
	d) Depreciation	3.63	12.58	14.91	41.14	105.92
	e) Other expenses	8.30	3.34	8.99	20.49	20.93
	Total expenses	(34.66)	52.13	105.65	201.17	727.76
III	Profit / (Loss) for the period / year before exceptional items, tax and share of profit of associate	63.27	11.30	17.26	(35.23)	(174.58)
IV	Exceptional items (refer note 3)					
	Income	331.90	1,318.21	210.57	1,694.42	387.23
	Expense	(17.64)	(6.22)	4.16	(34.09)	(293.42)
V	Profit / (Loss) for the period / year after exceptional items and before tax	377.53	1,323.29	231.99	1,625.10	(80.77)
VI	Tax expenses	0.88	8.87	-	26.46	(0.26)
VII	Profit / (Loss) for the period / year after tax before share of profit of associate	378.42	1,332.17	231.99	1,651.56	(81.03)
VIII	Share of profit / (loss) of associate	(13.62)	13.86	(6.12)	0.24	3.00
IX	Profit / (Loss) for the period / year after share of profit / (loss) of associate	364.79	1,346.03	225.87	1,651.80	(78.03)
	Attributable to:					
	-Shareholders of the Parent	363.41	1,343.05	225.41	1,650.21	(78.49)
	-Non-controlling interests	0.02	0.08	0.46	0.24	0.46
X	Other comprehensive income net of tax	0.19	(0.03)	0.49	0.17	0.23
XI	Total comprehensive profit / (loss) net of tax	364.98	1,346.00	226.36	1,651.97	(77.80)
	Attributable to:					
	-Shareholders of the Parent	363.60	1,343.02	225.90	1,650.38	(78.26)
	-Non-controlling interests	0.02	0.08	0.46	0.24	0.46
XII	Paid-up equity share capital (face value of ₹10/- each)	206.98	206.98	206.98	206.98	206.98
XIII	Total Reserves				(2,949.06)	(5,120.77)
XIV	Earnings per share before exceptional items (EPS)					
	(a) Basic (in ₹)	*(2.44)	*1.64	0.54	(0.41)	(8.3)
	(b) Diluted (in ₹)	*(2.44)	*1.64	0.54	(0.41)	(8.3)
XV	Earnings per share after exceptional items (EPS)					
	(a) Basic (in ₹)	*17.62	*65.03	10.91	79.8	(3.77)
	(b) Diluted (in ₹)	*17.62	*65.03	10.91	79.8	(3.77)
	* Not annualised					



Statement of Consolidated Assets and Liabilities as at 31 March, 2023

(₹ in crore)

Particulars	As at 31 March, 2023 (Audited)	As at 31 March, 2022 (Audited)
ASSETS		
Non-current assets		
(a) Property, plant and equipment	57.75	111.91
(b) Capital work-in-progress	(0.00)	0.00
(c) Investments	36.01	38.77
(d) Financial assets		
- Other financial assets	4.16	-
(e) Other non-current assets	1.04	1.84
Total non-current assets	98.96	152.52
Current assets		
(b) Inventories	2.68	9.02
(c) Financial assets		
i. Investments in Mutual Fund	1.71	1.61
ii. Trade and other receivables	13.14	24.56
iii. Cash and cash equivalents	25.38	29.56
iv. Loans	563.93	455.94
v. Other financial assets	328.90	395.75
(d) Other current assets	11.84	67.47
(e) Asset classified as held for sale	-	33.50
Total current assets	947.56	1,017.41
TOTAL ASSETS	1,046.52	1,169.93
EQUITY AND LIABILITIES		
Equity		
Equity share capital	206.98	206.98
Other Equity		
Reserves and surplus	(2,949.06)	(5,120.77)
Non-controlling Interests	118.46	267.88
Total equity	(2,623.62)	(4,645.91)
Liabilities		
Non-current liabilities		
Financial liabilities		
Borrowings	398.19	1,678.07
Total non-current liabilities	398.19	1,678.07
Current liabilities		
(a) Financial liabilities		
i. Borrowings	2,305.74	2,234.30
ii. Trade payables	44.61	94.20
iii. Other financial liabilities	895.31	1,767.40
(b) Employee benefit obligations	2.65	3.03
(c) Current tax liabilities	19.79	30.23
(d) Other current liabilities	3.86	8.61
Total current liabilities	3,271.95	4,137.77
Total liabilities	3,670.14	5,815.84
TOTAL EQUITY AND LIABILITIES	1,046.52	1,169.93



1 The above Consolidated Financial Results were reviewed by the Audit Committee and approved by the Board of Directors at the meeting held on 29th May, 2023

2 The Consolidated Financial Results include results of the Holding Company and three overseas subsidiaries. The Statement also includes unaudited figures in respect of one step-down subsidiary and one Joint venture company, which is certified by their management. One subsidiary (Refer Note No. 10) and an associate have not been consolidated.

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

Particulars	Quarter ended			Year ended	
	31.03.2023 (Refer Note 12)	31.12.2022 (Unaudited)	31.03.2022 (Refer Note 12)	31.03.2023 (Audited)	31.03.2022 (Audited)
Income					
Gain on One Time Settlement with banks/ FIs	331.90	1,318.21	210.56	1,694.42	351.45
Reversal of Provision / Impairment for doubtful receivables / advances	-	6.61	-	-	-
Reversal of Provision for impairment as per Ind AS 36 in the fair value of the associate based on management assessment & valuation report.	-	-	-	-	35.77
Expense					
Provision / Impairment for doubtful receivables / advances	18.47	5.38	30.40	34.09	30.76
Impairment of fixed assets / capital work-in-progress	-	-	(34.57)	-	262.65

4 The Results for the quarter ended 31 March, 2023 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 2023, the net worth of the Group is eroded as it is incurring operating losses since last several years. The Group has accumulated losses of Rs. 6,020.82 crore as against share capital and reserves of Rs. 3278.75 crore and the Group's current liabilities exceeds its current assets. The Holding Company has bought one tug during the year and given to customer on Bareboat charter hire. In view of these, the Financials have been prepared on a Going Concern basis.

6 Lenders to a Subsidiary Company (where the Company is a Guarantor) and the Holding Company's lender have filed suit against the Holding Company before the NCLT/ DRT / Bombay High Court for recovery of loans granted to the Holding Company / subsidiary company (Company is a Guarantor). Holding Company is defending all such proceedings.

7 The Holding Company had settled the loan with the lender last year with one of the bank by monetising the security offered under the facility. The Holding Company has completed the agreed milestones as per the settlement agreement, although the Holding Company has not received the no due certificate, the Holding Company does not expect any additional liability to devolve in this regard. The Holding Company has reversed the amount waived including unpaid Interest of Rs. 340.80 crores and shown as exceptional income in profit and loss account.

8 In an earlier year, loan of Rs. 25 Crore taken by the Holding Company from an Alternate Investment Fund (AIF) was assigned to another entity. The NCLT vide its order dated 19th May, 2021 has ordered the entity to be liquidated in terms of Section 33(2) of IBC Code, 2016. The Holding Company does not expect any claim from the liquidator and hence, during the year, the Holding Company has written back Rs. 35.41 Crore (Comprising principal of Rs. 25 Crore and interest of Rs. 10.41 crore) and included the same under Exceptional Items.

9 During the year 2017-18, the Holding Company had recognized income from an Arbitration Award along with interest accrued thereon amounting to Rs. 369.81 crore. The dispute in this regard has been adjudged in favor of the Holding Company by the Arbitrator. On the direction of the Supreme Court, the contractor has deposited 50% of the awarded amount with the Court, pending disposal of the case. The interest on the awarded amount will be considered on final adjudication of the case.

10 One of the Indian Step-down Subsidiary of the Company has admitted to Corporate Insolvency Resolution Process (CIRP) during the year.

11 **Subsequent Event:** The Holding Company has settled the dues of the Financial Institution (Lender) by paying outstanding principal amount and agreed interest amount.

12 The figures for the quarter ended 31 March 2023 and 31 March 2022 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.

13 The figures of the previous period(s) / year have been regrouped / reclassified wherever necessary.

For and on behalf of the Board

Rajesh Desai
Rajesh Desai
Director



Place: Mumbai
Date: 29 May 2023

ESSAR SHIPPING LIMITED
Consolidated Statement of Cash Flows for the half year ended 31 March, 2023

(₹ in crore)

Particulars	Year ended 31 March, 2023	Year ended 31 March, 2022
	Audited	Audited
A CASH FLOW FROM OPERATING ACTIVITIES		
Profit / (Loss) before tax	1,623.75	(80.77)
Adjustments for :		
Exceptional Items		
- Provision / Impairment for doubtful receivables / advances	34.09	30.76
- Impairment of fixed assets / capital work-in-progress	-	262.66
- Gain on One Time Settlement with bank	(1,694.42)	(351.45)
- Reversal of Provision for impairment as per Ind AS 36 in the fair value of the associate based on management assessment & valuation report.	-	(35.77)
Gain on sale/Fair Vale of current investment measured at FVTPL	-	(0.33)
Depreciation	41.14	105.92
Finance costs	131.57	356.47
Interest income	(58.40)	(39.61)
Unrealised foreign exchange gain	(1.35)	(0.83)
Operating profit before working capital changes	76.39	247.05
Changes in working capital:		
(Increase) / Decrease in inventories	6.34	11.36
(Increase) / Decrease in trade receivables, loans and advances and other assets	447.86	71.12
Increase / (Decrease) in trade payables, other liabilities and short term provisions	(58.57)	(203.37)
Cash generated from operations	472.02	126.16
Income taxes refunded / (paid), net	41.60	14.14
Net cash generated from operating activities	513.62	140.30
B CASH FLOW FROM INVESTING ACTIVITIES		
Proceeds from sale of property, plant and equipment	46.52	411.08
(Purchase) / Sale of Current Investments (Net)	(0.10)	4.95
Proceeds/(Investment) in Bank deposits	7.30	57.80
Interest received	36.58	19.13
Net cash (used in) / generated from investing activities	90.31	492.95
C. CASH FLOW FROM FINANCING ACTIVITIES		
Repayment of intercorporate deposits and long-term loans	(968.92)	(623.77)
Finance costs paid	-	(2.98)
Net cash used in financing activities	(968.92)	(626.75)
INCREASE / (DECREASE) IN CASH AND CASH EQUIVALENTS	(364.99)	6.49
Foreign currency translation reserve	372.25	(15.45)
Cash and cash equivalents at the beginning of the year	18.13	27.08
Cash and cash equivalents at the end of the year	25.38	18.13
Note:		
Reconciliation between cash and cash equivalents and cash and bank balances.		
Particulars	As at 31 March, 2023	As at 31 March, 2022
Cash and cash equivalents as per cash flow statement	25.38	18.13
Add: margin money deposits not considered as cash and cash equivalents as per Ind AS-7	-	4.00
Cash and bank balances (Restricted and Unrestricted)	25.38	22.13



ESSAR SHIPPING LIMITED

Regd. Office: EBTSL Premises, ER-2 Building (Admin Building) Sataya, 44 KM, P.O. Box No.7, Taluka Khambalia, Devbhumi Dwarka, Gujarat - 361305
 esl.secretarial@essarshipping.co.in, website: www.essar.com, CIN: L61200GJ2010PLC060285

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

Audited Consolidated Segment wise Revenue, Results and Capital employed for the quarter and year ended 31 March, 2023

Particulars	(₹ in crore)				
	Quarter ended			Year ended	
	31.03.2023 (Refer Note 12)	31.12.2022 (Unaudited)	31.03.2022 (Refer Note 12)	31.03.2023 (Refer Note 12)	31.03.2022 (Audited)
Segment Revenue					
Operating Income					
Fleet operating and chartering	1.39	(0.02)	(0.36)	3.33	302.70
Rig operating and chartering	13.68	14.45	15.88	58.69	27.81
Total	15.07	14.44	15.52	62.02	330.51
Less: Inter segment revenue	(1.35)	-	(0.75)	(1.35)	(2.16)
Total Income from operations	13.72	14.44	14.77	60.67	328.35
Other income unallocated	12.36	50.18	108.15	103.93	224.84
Total Income	26.07	64.61	122.91	164.59	553.18
Segment Results					
Fleet operating and chartering	3.68	43.94	95.25	78.78	241.66
Rig operating and chartering	13.55	0.57	(6.88)	16.22	(59.84)
Total	17.23	44.51	88.37	95.00	181.82
Less: Unallocated interest and finance costs	43.52	(32.03)	(71.18)	(131.57)	(356.47)
Profit / (Loss) before tax	60.76	12.49	17.19	(36.57)	(174.65)
Exceptional items	314.27	1,311.99	214.73	1,660.33	93.81
Profit / (Loss) for the period / year after exceptional items	375.03	1,324.48	231.92	1,623.76	(80.84)
Less: Tax expense	0.88	8.87	-	26.46	(0.26)
Profit / (Loss) for the period / year before share of profit of associate	375.92	1,333.35	231.92	1,650.23	(81.10)
Share of profit / (loss) of associate	(13.63)	10.99	(6.12)	0.24	3.00
Profit / (Loss) for the period / year after share of profit / (loss) of associate	362.29	1,344.34	225.80	1,650.46	(78.10)
Capital employed (segment assets-segment liabilities)					
Fleet operating and chartering	(1,557.39)	296.99	(765.20)	(2,044.35)	(765.20)
- Assets	(16.75)	15.39	81.63	75.01	81.63
- Liabilities	(1,540.64)	281.59	(846.83)	(2,119.36)	(846.83)
Oilfields services	317.59	626.82	(1,922.43)	(1,060.75)	(1,922.43)
- Assets	(131.15)	(9.47)	236.61	78.68	236.61
- Liabilities	448.73	636.29	(2,159.04)	(1,139.44)	(2,159.04)
Unallocated	412.45	783.83	(280.21)	879.66	(280.21)
- Assets	(45.59)	37.75	851.69	892.82	851.69
- Liabilities	458.03	746.07	(1,131.90)	(13.17)	(1,131.90)
Total	(827.35)	1,707.64	(2,967.84)	(2,225.44)	(2,967.84)

For and on behalf of the Board


Rajesh Desai
 Director



Place: Mumbai
 Date: 29 May 2023