

To,
BSE Limited
P. J. Towers, Dalal Street
Mumbai-400001

Date: 14.11.2023

Dear Sir / Madam,

Sub: Outcome of Board Meeting under Regulation 30 read with 33 (3) (c) of SEBI (Listing Obligations and Disclosure requirements) regulations, 2015.

Unit: City Online Services Limited (Scrip Code: 538674)

With reference to the subject cited, this is to inform to the exchange that at the meeting of the Board of Directors of City Online Services Limited held on Tuesday, the 14th day of November, 2023 at 03.00 P.M. at the registered office of the Company, the Board has duly considered and approved the Un-audited Financial Results of the Company for the Quarter and Half-Year ended 30.09.2023.

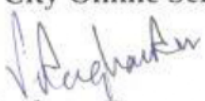
The meeting of the Board of Directors commenced at 03.00 P.M. and concluded at **8.00 P.M.**

This is for the information and records of the Exchange, please.

Thanking you.

Yours faithfully,

For City Online Services Limited


S. Raghava Rao
Chairman & Managing Director
(DIN: 01441612)



STATEMENT OF UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED SEPT 30th 2023.

(Rs. in Lakhs)

Sl. No	Particulars	For the quarter ended			For the half year ended		For the year ended March 31, 2023 Audited
		September 30, 2023	June 30, 2023	September 30, 2022	September 30, 2023	September 30, 2022	
		Un-Audited	Un-Audited	Un-Audited	Un-Audited	Un-Audited	
1	REVENUE						
	(a) Revenue from Operations	269.91	271.32	229.81	541.23	475.20	1,038.71
	(b) Other Income	2.18	31.01	53.88	33.19	75.60	103.74
	Total Income from operations	272.09	302.33	283.69	574.42	550.80	1,142.45
2	EXPENSES						
	(a) Operating expenses	43.12	39.83	41.28	82.94	92.67	163.91
	(b) Employee benefit expenses	3.25	3.13	4.04	6.38	8.10	17.00
	(c) Finance costs	9.03	9.32	10.27	18.35	21.17	41.10
	(d) Depreciation and amortization expense	216.96	211.29	157.23	428.25	352.66	744.00
	(e) Other expenses	50.21	37.36	33.39	87.56	63.20	139.48
	Total expenses	322.56	300.92	246.21	623.48	537.78	1,105.49
3	Profit/(Loss) Before Exceptional and extraordinary items and taxation (1-2)	(50.48)	1.41	37.48	(49.06)	13.01	36.96
4	Exceptional items	-	-	-	-	-	-
5	Profit / (loss) before extraordinary items and taxation (3-4)	(50.48)	1.41	37.48	(49.06)	13.01	36.96
6	Extraordinary items	-	-	-	-	-	-
7	Profit / (loss) before taxation (5-6)	(50.48)	1.41	37.48	(49.06)	13.01	36.96
8	Income tax expenses	-	-	9.32	-	9.32	-
	(a) Current tax charge / (Credit)	-	-	-	-	-	-
	(b) Tax relating to earlier years charge / (Credit)	-	-	-	-	-	-
	(c) Reversal of MAT Credit	-	-	10.96	-	10.96	-
	(d) Deferred tax charge / (Credit)	-	-	20.29	-	20.29	-
	Total tax expenses	-	-	17.19	(49.06)	(7.27)	36.96
9	Profit / (loss) for the period (7 - 8)	(50.48)	1.41	17.19	(49.06)	(7.27)	36.96
10	Other Comprehensive Income	-	-	-	-	-	(0.20)
	Item that will not be re-classified to profit or loss	-	-	-	-	-	(0.20)
	Total other comprehensive income, net of income tax	-	-	-	-	-	(0.20)
11	Total Comprehensive income (9+10)	(50.48)	1.41	17.19	(49.06)	(7.27)	36.76
12	Paid up Share Capital (face value of Rs. 10/- per share)	516.47	516.47	516.47	516.47	516.47	516.47
13	Reserves Excluding Revaluation Reserves	-	-	-	-	-	-
14	Earnings per share of Rs. 10/- each : (Not Annualized)						
	(a) Basic (Rs)	(0.98)	0.03	0.33	(0.95)	(0.14)	0.71
	(b) Diluted (Rs)	(0.98)	0.03	0.33	(0.95)	(0.14)	0.71

Notes to the financial results:

- The above financial results for the quarter and Half year ended 30th September, 2023 were reviewed by the Audit Committee and approved by the Board of Directors at its meeting held on 14th November, 2023.
- The financial results have been prepared in accordance with Indian Accounting Standards (Ind AS) prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and other accounting principles generally accepted in India and in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.
- The company is primarily engaged in internet solutions and related services. There are no other reportable segments in terms of Indian Accounting Standard 108 on 'Operating Segments'.

Place: HYDERABAD
Date : 14/11/2023

By order of the Board
For CITY ONLINE SERVICES LIMITED

S. Raghava Rao
(Chairman and Managing Director)



Statement of Assets and Liabilities

(Rs. In Lakhs)

Sl.No	Particulars	As at September 30, 2023 Un-Audited	As at March 31, 2023 Audited
A	ASSETS		
	Non-Current Assets		
	(a) Property, plant and equipment	173.93	187.38
	(b) Intangible assets	0.11	0.14
	(c) Right of use of Asset	7.12	8.82
	(d) Financial Assets		
	- Investments	2.84	2.84
	- Other non-current assets	13.44	14.76
	(e) Other non-current assets	54.47	-
	(f) Deferred tax assets [Net]	124.25	124.25
	Total Non-Current Assets [A]	376.16	338.19
	Current Assets		
	(a) Inventories	-	-
	(b) Financial Assets		
	- Loans and Advances	14.63	14.48
	- Trade receivables	212.64	227.38
	- Cash and cash equivalents	15.19	5.88
	- Other Bank balances	144.35	142.48
	- Other financial current assets	11.79	15.52
	(c) Other current assets	84.92	77.64
	Total Current Assets [B]	483.51	483.38
	TOTAL ASSETS [A+B]	859.67	821.57
B	EQUITY AND LIABILITIES		
	Equity		
	(a) Equity Share Capital	516.47	516.47
	(b) Other Equity	(580.91)	(531.85)
	Total Equity [A]	(64.44)	(15.38)
	Non-Current Liabilities		
	(a) Financial Liabilities		
	- Borrowings	-	2.43
	- Lease liability	7.50	8.77
	(b) Provisions	22.66	22.06
	Total Non-Current Liabilities [B]	30.16	33.26
	Current Liabilities		
	(a) Financial Liabilities		
	- Borrowings	107.42	141.72
	- Trade payables	482.10	297.63
	- Provisions	62.01	48.17
	(b) Other current liabilities	242.43	316.17
	Total Current Liabilities [C]	893.95	803.69
	TOTAL EQUITY AND LIABILITIES [A+B+C]	859.67	821.57



Cash Flow Statement		Rs. In Lakhs	
Particulars	Year ended Sept 30th, 2023 Un- Audited	Year ended March 31, 2023 Audited	
A. Cash flow from operating activities			
Profit / (Loss) before tax	(49.06)	36.96	
Adjustments:	-	-	
Depreciation and amortisation	18.35	41.10	
Interest expense	5.10	17.00	
Write Back of Liabilities	-	-	
Interest on lease liability	-	1.05	
Capital Reserve	-	-	
Remeasurement of post employee benefits	-	0.20	
Remeasurements of financial assets	-	-	
Interest on capital from partnership firm	-	-	
Expected credit loss allowance	-	-	
Profit on sale of investment	-	(47.00)	
Profit on sale of property, plant & equipment	-	-	
Provision written back	-	(25.85)	
Interest income	(3.59)	(27.29)	
Cash generated before working capital changes	(29.20)	(3.84)	
Increase/(Decrease) in trade payables	184.46	(97.22)	
Increase/(Decrease) in other current liabilities	(73.75)	11.58	
Increase/(Decrease) in Other current financial liabilities	-	-	
Increase/(Decrease) in Short term provisions	13.85	43.00	
Increase/(Decrease) in long term provisions	0.60	3.18	
(Increase)/Decrease in inventories	-	-	
(Increase)/Decrease in short term loans and advances	(0.15)	6.29	
(Increase)/Decrease in trade receivables	14.74	(31.28)	
(Increase)/Decrease in other non-current financial assets	1.32	10.91	
(Increase)/Decrease in other Bank Balances	(1.87)	(20.95)	
(Increase)/Decrease in other non current assets	-	-	
(Increase)/Decrease in other current financial assets	(50.73)	(8.12)	
(Increase)/Decrease in other current assets	(7.28)	33.84	
Cash generated from operations	51.99	(52.61)	
Direct taxes refund/ (paid)	-	-	
Net cash flow from operating activities (A)	51.99	(52.61)	
B. Cash flows from investing activities			
Purchase / (Proceeds) of property, plant and equipment, including intangible assets	(3.17)	(9.18)	
Investment in bank deposits	-	11.13	
Interest received	3.59	27.29	
Interest on capital from partnership firm	-	-	
Profit/ (loss) on sale of investment	-	47.00	
Share of (profit)/loss from partnership firm	-	0.04	
Increase in non current investments	-	1.96	
Net cash flow used in investing activities (B)	0.42	78.23	
C. Cash flows from financing activities			
(Repayment)/Proceeds from long term borrowings	(2.43)	(10.67)	
Decrease in Share capital	-	-	
Payment of Lease liability	(1.27)	(3.70)	
(Repayment) / Proceeds from working capital borrowings	(34.30)	11.29	
Interest paid	(5.10)	(17.00)	
Net cash flow used in financing activities (C)	-43.10	-20.08	

D. Net Increase/(decrease) in cash and cash equivalents (A+B+C)	9.31	5.54
E. Cash and cash equivalents		
at the beginning of the year	5.88	0.34
at the end of the year	15.19	5.88
<i>Components of cash and cash equivalents</i>		
Balance with banks		
- In current accounts	14.75	5.67
- Deposits with maturity less than 3 months		
Cash on hand	0.44	0.21
Less: Bank overdraft		
Cash and cash equivalents at the end of the year	15.19	5.88

V. K. Hegharden





INDEPENDENT AUDITOR'S REVIEW REPORT ON THE UNAUDITED FINANCIAL RESULTS OF CITY ONLINE SERVICES LIMITED PURSUANT TO THE REGULATION 33 OF THE SEBI (LISTING OBLIGATIONS AND DISCLOSURE REQUIREMENTS) REGULATIONS, 2015, AS AMENDED.

Review Report to
The Board of Directors
City Online Services Limited
Hyderabad.

We have reviewed the accompanying statement of unaudited standalone financial results of **City Online Services Limited** for the period ended 30th September 2023 and year to date results for the period 01st April 2023 to 30th September 2023. This Statement is the responsibility of the Company's Management and has been approved by the Company's Board of Directors. Our responsibility is to issue a report on these financial statements based on our review.

We conducted our review of the Statement in accordance with the Standard on Review Engagements (SRE) 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity" issued by the Institute of Chartered Accountants of India. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the financial statements are free of material misstatement. A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provide less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.

Based on our review conducted as above, nothing has come to our attention except to the matters discussed in "Basis for qualification" para, that causes us to believe that the accompanying statement of unaudited financial results prepared in accordance with applicable accounting Standards and other recognized accounting practices and policies has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 including the manner in which it is to be disclosed, or that it contains any material misstatement.



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Laxminiwas & Co.

Head Office: 6-3-569, 4th Floor, Above BMW Showroom,
Opp. RTA Office Khairatabad, Hyderabad 500082, Telangana, India.

Basis for Qualification

We draw attention to the following matter:

1. Noted a difference in the revenue reported per books of accounts versus the revenue in line with GST returns filed with the GST authorities. Thereby resulting in under reporting of revenue to the authorities by Rs. 404.12 Lakhs.

		Rs. In Lakhs
Revenue as per books	Revenue as per GST returns	(Short) / Excess
6,629.81*	6,225.69*	404.12

*The revenue does not include revenue related to the state of Telangana for the month of September'23 as GSTR 1 is yet to be filed.

2. Further, the Company has "Trade Receivables" amounting to Rs. 226.64 Lakhs as on the balance sheet date out of which Rs. 31.91 Lakhs is outstanding for more than 2 years and the recovery of the same is unascertainable. However, provision has been made in the books of accounts only to the extent of Rs. 14 Lakhs and provision for an amount of Rs. 17.91 Lakhs is not created.

Consequently, we were unable to determine whether any adjustments to these amounts were necessary.

Emphasis of Matter

We draw attention to the following matter:

The Statutory Liabilities viz., GST, TDS PT, PF, ESI etc., amounting to Rs. 195.19 Lakhs is outstanding as on 30th September, 2023.

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

For Laxminiwas & Co
Chartered Accountants
Firm Registration No: 011168S

Sd/-
Guharoy Ashish Kumar
Partner
Membership No: 018659
UDIN: 23018659BGXCUM1382



Place: Hyderabad
Date: 14th November, 2023



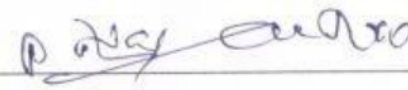

Statement on Impact of Audit Qualifications (for audit report with modified opinion) submitted along with Financial Results

1.

Statement on Impact of Audit Qualifications for the Quarter ended September 30, 2023			
Sl. No.	Particulars	Audited Figures (as reported before adjusting for qualifications)	Adjusted Figures (audited figures after adjusting for qualifications)
1.	Turnover / Total income	NA	NA -
2.	Total Expenditure		
3.	Net Profit/(Loss)		
4.	Earnings/(Loss) Per Share		
5.	Total Assets		
6.	Total Liabilities		
7.	Net Worth		
8.	Any other financial item(s) (as felt appropriate by the management)		

II. Audit Qualifications

a. Details of Audit Qualification:	Noted a difference in the revenue reported per books of accounts versus the revenue in line with GST returns filed with the GST authorities. Thereby resulting in under reporting of revenue to the authorities by Rs. 404.12 Lakhs.
b. Type of Audit Qualification :	Qualified Opinion
c. Frequency of qualification:	Repetitive.
d. For Audit Qualification(s) where the impact is quantified by the auditor, Management's Views:	Not Applicable
e. For Audit Qualification(s) where the impact is not quantified by the auditor:	
(i) Management's estimation on the impact of audit qualification:	(i) NA
(ii) If management is unable to estimate the impact, reasons for the same:	(ii) Noted the Qualifications and management will take steps to resolve the above.
(iii) Auditors' Comments on (i) or (ii) above:	(iii) NA

CEO/Managing Director		
CFO		
Audit Committee Chairman		
Statutory Auditor		
Place: Hyderabad		
Date: 14 th November, 2023		

III. Signatories:

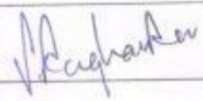

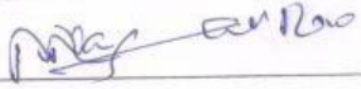

Statement on Impact of Audit Qualifications (for audit report with modified opinion) submitted along with- Financial Results

2.

Statement on Impact of Audit Qualifications for the Quarter ended September 30, 2023			
Sl. No.	Particulars	Audited Figures (as reported before adjusting for qualifications)	Adjusted Figures (audited figures after adjusting for qualifications)
1.	Turnover / Total income	NA	NA
2.	Total Expenditure		
3.	Net Profit/(Loss)		
4.	Earnings/(Loss) Per Share		
5.	Total Assets		
6.	Total Liabilities		
7.	Net Worth		
8.	Any other financial item(s) (as felt appropriate by the management)		

II. Audit Qualifications

a. Details of Audit Qualification:	Further, the Company has "Trade Receivables" amounting to Rs. 226.64 Lakhs as on the balance sheet date out of which Rs. 31.91 Lakhs is outstanding for more than 2 years and the recovery of the same is unascertainable. However, provision has been made in the books of accounts only to the extent of Rs. 14 Lakhs and provision for an amount of Rs. 17.91 Lakhs is not created.
b. Type of Audit Qualification :	Qualified Opinion
c. Frequency of qualification:	First time
d. For Audit Qualification(s) where the impact is quantified by the auditor, Management's Views:	Not Applicable
e. For Audit Qualification(s) where the impact is not quantified by the auditor:	(iii) NA

CEO/Managing Director		
CFO		
Audit Committee Chairman		
Statutory Auditor		
Place: Hyderabad		
Date: 14 th November, 2023		

(i) Management's estimation on the impact of audit qualification:	(ii) Noted the Qualification and management will take steps to resolve the above.
(ii) If management is unable to estimate the impact, reasons for the same:	
(iii) Auditors' Comments on (i) or (ii) above:	(iii) NA

III. Signatories: