

Essar Shipping Limited
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Mahalaxmi
Mumbai- 400 034

Corporate Identification Number
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www.essar.com

Date: 13.11.2024

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
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Dear Sir/Madam,

Subject: Outcome of Board Meeting and Intimation under Regulation 30 and 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

This is to inform you that the Board of Directors of the Company at its meeting held on Wednesday, November 13, 2024 have inter-alia; considered and approved:

1. Unaudited Financial Results (Standalone and Consolidated) of the Company for the quarter and half year ended September 30, 2024 along with Limited Review Report. The unaudited financial results along with Limited Review Reports are attached herewith and marked as **Annexure I**.

The meeting of Board of Directors of the Company commenced at 3.00 PM and concluded at 8.35 PM.

Request you to kindly take the same on your records

Yours faithfully,

For Essar Shipping Limited

Rachana H Trivedi
Company Secretary & Compliance Officer

Encl: A/a

Independent Auditor's Review Report on Unaudited Standalone Financial Results of the Company pursuant to Regulation 33 of the Securities and Exchange Board of India (SEBI) (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended.

**TO THE BOARD OF DIRECTORS OF
ESSAR SHIPPING LIMITED**

1. We have reviewed the accompanying Statement of Unaudited Standalone Financial Results of **Essar Shipping Limited** ("the Company") for the quarter and half year ended September 30, 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").
2. This Statement, which is the responsibility of the Company's Management and approved by the Board of Directors at its meeting held on November 13, 2024, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34 "Interim Financial Reporting" ("Ind AS 34"), prescribed under Section 133 of the Companies Act, 2013, and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended. Our responsibility is to issue a report on the Statement based on our review.
3. 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 statement is free of material misstatement. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.



4. Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying Statement of Unaudited Standalone Financial Results prepared in accordance with applicable Indian Accounting Standards, prescribed under section 133 of the Companies Act, 2013 read with relevant rules issued there under and other recognized accounting practices and policies, has not disclosed the information required to be disclosed in terms of the Listing Regulations, including the manner in which, it is to be disclosed, or that it contains any material misstatement.

5. **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 September 30, 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 and some of the investments 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 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.

6. **Emphasis of Matter**

- i. We draw attention to our observations in paragraph 5 above whereby, in spite of several factors mentioned therein, the results are prepared on "Going Concern" basis.
- ii. We draw attention to Note No. 9 of the Standalone Financial Results to recognition of gain on settlement with one of the banks in an earlier year. In the said year, the Company had settled the loan with the 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 had assigned the said loan to an Asset Reconstruction Company (Assignee Company). During the previous year, the pending bank guarantee was withdrawn. During the quarter under review, the Company has paid an amount of Rs. 0.60 crore and received the NOC from the Assignee Company. The amount paid has been shown as an exceptional item..



- iii. We draw attention to Note No. 8 of the Standalone Financial Results relating to the FCCB amounting to Rs.1,537.62 crore which had become due for repayment on August 24, 2023. Till June 30, 2024, the Company had partially redeemed the FCCB to the extent of Rs. 1,337.20 crore by availing short term loans from companies. The balance amount of Rs. 200.42 crore outstanding as at June 30, 2024 has subsequently been fully paid on July 12, 2024. The Company has filed the necessary forms with the Reserve Bank of India and awaiting closure.
- 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. We draw attention to Note No. 7 of the Standalone Financial Results where during the half year ended 30th September 2024, the Company has paid Rs. 50 crore (including Rs. 40.10 Crore paid during the quarter) to two banks towards One Time Settlement between the said banks and a step-down subsidiary of the Company.
In respect of one bank, the Company has settled the loan and paid the dues , 'no due certificate' is pending to be received from the said bank. The Company does not expect any additional liability to devolve in this regard. In respect of the other bank, the OTS is yet to be concluded. Since the entire amount paid is doubtful of recovery from the step-down subsidiary, the same is fully provided for.
- vi. We draw attention to Note No. 6 of the Standalone Financial Results where during the quarter, the Company has entered into an agreement for sale of shares held by it in a subsidiary. Part of the consideration has been received during the quarter and sale of shares to the extent of consideration received has been recognised in the books of account. The Company has filed necessary forms with the Reserve Bank of India in this regard. The shares are pending to be transferred in the name of the buyer till date. The balance shares are held for sale and have been disclosed accordingly.

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

For **C N K & Associates LLP**

Chartered Accountants

Firm Registration No.: 101961 W/W – 100036



Diwakar Sapre

Partner

Membership No. 40740

UDIN: 24040740BKEYPH1798

Place: Mumbai

Date: November 13, 2024



ESSAR SHIPPING LIMITED

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 esi.secretarial@essarshipping.co.in, website: www.essar.com, CIN: L61200GJ2010PLC060285

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

Statement of Unaudited Standalone Financial Results for the Quarter and Half Year ended 30 September, 2024

(₹ in crore except EPS)

Sl.No.	Particulars	Quarter ended			Half Year ended		Year ended
		30.09.2024 (Unaudited)	30.06.2024 (Unaudited)	30.09.2023 (Unaudited)	30.09.2024 (Unaudited)	30.09.2023 (Unaudited)	31.03.2024 (Audited)
I	Income from operations	5.60	4.59	4.55	10.19	6.61	15.76
II	Other income	173.27	0.03	0.36	173.30	31.56	34.36
III	Total income from operations (I+II)	178.87	4.62	4.91	183.49	38.17	50.12
IV	Expenses						
	a) Operating expenses	-	-	0.91	-	0.91	0.27
	b) Employee benefit expenses	1.70	2.11	1.98	3.81	3.37	7.61
	c) Finance costs	23.30	25.30	0.45	48.60	3.02	46.95
	d) Depreciation and amortisation expenses	0.19	0.19	0.18	0.38	0.36	0.74
	e) Other expenses	2.33	3.36	1.59	5.70	3.74	14.45
	Total expenses	27.52	30.97	5.11	58.48	11.41	70.02
V	Profit / (Loss) for the period / year before exceptional items and tax (III-IV)	151.35	(26.35)	(0.20)	125.01	26.76	(19.90)
VI	Exceptional items (refer Note no.3)						
	Income	31.06	220.33	2.27	251.39	15.72	15.72
	Expense	(46.20)	(49.40)	-	(95.60)	-	(66.99)
VII	Profit / (Loss) for the period / year before tax and after exceptional items (V+VI)	136.21	144.58	2.07	280.80	42.48	(71.18)
VIII	Tax expenses	-	-	0.83	-	0.83	0.83
IX	Profit / (Loss) after tax (VII+VIII)	136.21	144.58	2.90	280.80	43.31	(70.35)
X	Other comprehensive income net of tax	0.03	(0.10)	(0.39)	(0.07)	(0.31)	(0.41)
XI	Total comprehensive profit/ (loss) net of tax (IX+X)	136.24	144.48	2.51	280.73	43.00	(70.76)
XII	Paid-up equity share capital (face value of ₹10/- each)	206.98	206.98	206.98	206.98	206.98	206.98
XIII	Reserves excluding revaluation reserves	-	-	-	-	-	(1,881.22)
XIV	Earnings per share before exceptional items (EPS)						
	(a) Basic (in ₹)	*7.31	*(1.27)	*0.03	*6.04	*1.33	(0.92)
	(b) Diluted (in ₹)	*7.31	*(1.27)	*0.03	*6.04	*1.33	(0.92)
XV	Earnings per share after exceptional items (EPS)						
	(a) Basic (in ₹)	*6.58	*6.99	*0.14	*13.57	*2.09	(3.4)
	(b) Diluted (in ₹)	*6.58	*6.99	*0.14	*13.57	*2.09	(3.4)
	* Not annualised						

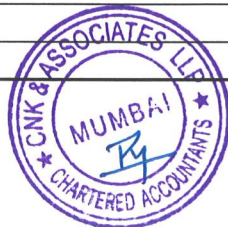


Rajesh Malhotra

Statement of Audited Standalone Assets and Liabilities as at 30 September, 2024

(₹ in crore)

Particulars	As at 30.09.2024 (Unaudited)	As at 31.03.2024 (Audited)
ASSETS		
Non-current assets		
(a) Property, plant and equipment	2.67	3.07
(b) Investments in subsidiaries and associates	0.00	0.00
(c) Financial assets		
- Other financial assets	-	-
(c) Other non-current assets	4.60	0.10
Total non-current assets	7.27	3.18
Current assets		
(a) Inventories	-	-
(b) Financial assets		
i. Investments	0.04	0.04
ii. Trade and other receivables	11.61	5.73
iii. Cash and cash equivalents	2.79	5.89
iv. Loans	0.00	0.00
v. Other financial assets	0.62	305.17
(c) Other current assets	10.23	6.38
(d) Asset classified as held for sale	84.66	-
Total current assets	109.95	323.21
TOTAL ASSETS	117.22	326.38
EQUITY AND LIABILITIES		
Equity		
Equity share capital	206.98	206.98
Other Equity		
Reserves and surplus	(1,600.21)	(1,881.22)
Total equity	(1,393.23)	(1,674.24)
Liabilities		
Non-current liabilities		
Financial liabilities		
Borrowings	1,108.43	622.74
Total non-current liabilities	1,108.43	622.74
Current liabilities		
(a) Financial liabilities		
i. Borrowings	330.17	1,311.89
ii. Trade payables		
- Total outstanding dues to micro and small enterprises	0.03	-
- Total outstanding dues to creditors other than micro and small enterprises	17.65	18.48
iii. Other financial liabilities	49.82	42.70
(b) Employee benefit obligations	2.66	2.56
(c) Other current liabilities	1.70	2.25
Total current liabilities	402.02	1,377.88
Total liabilities	1,510.45	2,000.62
TOTAL EQUITY AND LIABILITIES	117.22	326.38



Ravind Madhe

1 The above Standalone Financial Results were reviewed by the Audit Committee and approved by the Board of Directors at the meeting held on 13 November, 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			Half Year ended		Year ended
	30.09.2024 (Unaudited)	30.06.2024 (Unaudited)	30.09.2023 (Unaudited)	30.09.2024 (Unaudited)	30.09.2023 (Unaudited)	31.03.2024 (Audited)
Income						
Reversal of provision for impairment as per Ind AS 36 in the fair value of an associate based on management assessment.	-	175.36	-	175.36	-	-
Reversal of provision for impairment of loans and advances receivable from subsidiary	31.06	-	2.27	31.06	9.12	9.12
Gain from One Time Settlement with banks/ FIs	-	-	-	-	6.60	6.60
Interest on Claims Receivable	-	44.97	-	44.97	-	-
Expense						
Write off of claim receivable	-	45.00	-	45.00	-	66.99
Provision for doubtful/impairment of receivables	45.60	4.40	-	50.00	-	-
One Time Settlement charges paid to banks/ FIs	0.60	-	-	0.60	-	-

4 As on 30 September 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 ₹ 6,611.08 crore as against share capital and reserves of ₹ 5217.81 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 Based on shareholders approval vide Annual General Meeting dated 29 September 2023 and second approval accorded by way of postal ballot through remote e-voting dated 23 July 2024, the Company has entered into Share Purchase Agreement to sell equity shares of one of its foreign subsidiary company during the current quarter. The Company has received amount of ₹ 263.79 crore towards partial sale of stake in the foreign subsidiary company. The Company has recognized the sale of shares to the extent of consideration received and booked profit of ₹ 173.08 crore (including ₹ 78.39 Crore on account of foreign exchange gain). Balance investment in the subsidiary by the Company is classified as Asset held for sale. Transfer of shares in the name of the buyer is pending.

7 The Company has paid One Time Settlement payment amounting to ₹ 50 crore to lenders of a subsidiary company for which the Company was Guarantor. The Company has made Impairment provision for the amount receivable from this subsidiary because it is under liquidation.

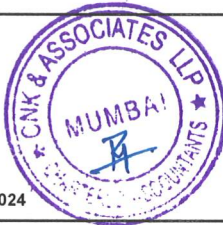
8 In line with the shareholders approval, the company has redeemed balance amount of ₹ 200.42 crore by availing loans from companies. With this, the company has completed the full redemption of FCCBs.

9 The Company had settled the loan with the bank in earlier years and paid the dues through monetisation of assets and recognised gain on settlement. Post settlement, the bank assigned the said loan to an Asset Reconstruction Company (ARC) and the company was showing the liability as Contingent liabilities. Now during the quarter, the Company have paid ₹ 0.60 crores to ARC against the same as final settlement and received no due certificate from ARC company. The amount paid is shown as an exceptional item.

10 **Explanation for Exceptional / other Income of during the quarter:**

1. Exceptional Income: Reversal of Impairment provision on receivables from another foreign subsidiary company of ₹ 31.06 crs.
2. Exceptional Expenses includes Provision of impairment receivables of a subsidiary company [paid to lenders of the subsidiary company (under liquidation) towards dues under the company's corporate guarantee] to the tune of ₹ 45.60 crs
3. Other income of ₹ 173.27 crs includes exchange fluctuation of the same to the tune of ₹ 78.39 crs and Profit on sale of investment of foreign subsidiary company of ₹ 94.69 crs.

Place : Mumbai
Date : 13 November, 2024



For and on behalf of the Board

Raichel Mathew

Raichel Mathew
Director

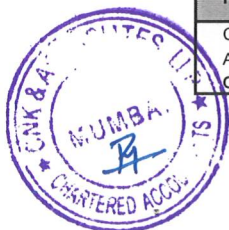


ESSAR SHIPPING LIMITED		
Standalone Statement of Cash Flows for the year ended 30 September, 2024		
(₹ in crore)		
Particulars	Half Year ended 30 September, 2024	Year ended 31 March, 2024
A CASH FLOW FROM OPERATING ACTIVITIES		
Profit / (Loss) before tax	280.80	(71.18)
Adjustments for :		
Exceptional Items		
- Interest Income on Claims receivable	(44.97)	(9.12)
- Write off of claims receivable	45.00	66.99
- Reversal of provision for impairment as per Ind AS 36 in the fair value of an associate based on management assessment.	(175.36)	-
- Provision for Impairment of loans and advances receivable from Subsidiary	50.00	-
- Reversal of Provision for impairment of loans & advances receivable from subsidiary	(31.06)	-
- One Time Settlement charged paid to banks/ FIs	0.60	-
Gain on sale/Fair Vale of current investment measured at FVTPL	(0.00)	(0.04)
Gain on One Time Settlement	-	(6.60)
Other non-operating income	-	(17.23)
Depreciation	0.38	0.74
Finance costs	48.60	46.95
Profit on sale of land	(0.16)	-
Interest income	(0.05)	(1.10)
Gain on foreclosure of finance leases	-	-
Gain on sale of investment in a associate	(94.69)	(13.87)
Realised foreign exchange gains	(78.39)	-
Operating profit before working capital changes	0.69	(4.45)
Changes in working capital:		
(Increase) / Decrease in trade receivables, loans and advances and other assets	(5.86)	(7.39)
Increase / (Decrease) in trade payables, other liabilities and short term provisions	(43.50)	(60.02)
Cash generated from operations	(48.67)	(71.86)
Income taxes refunded / (paid), net	(4.50)	1.84
Net cash generated from operating activities	(53.17)	(70.02)
B CASH FLOW FROM INVESTING ACTIVITIES		
Payment of capital expenditure on Property, Plant and Equipment including capital advances and Capital Work in Progress	(0.00)	(0.12)
Proceeds from sale of property, plant and equipment	0.18	-
(Purchase) / Sale of Current Investments (Net)	(0.00)	1.71
Proceeds/(Investment) in Bank deposits	2.58	18.26
Paid on behalf of subsidiary as a Guarantor	(50.00)	-
Proceeds from redemption of investments in a subsidiary	263.79	-
Proceeds from sale of investments	-	49.64
Intercompany deposits repaid back by Subsidiary	31.06	9.12
Interest received	0.05	1.17
Net cash (used in) / generated from investing activities	247.66	79.76
C. CASH FLOW FROM FINANCING ACTIVITIES		
Proceeds to Deposits (net)	298.26	(2.68)
Proceeds from long-term loans	-	292.37
Proceeds from intercompany deposits	-	8.42
Proceeds from short-term loans	625.02	778.11
Repayment of Non Convertible Debentures	(320.00)	-
Repayment of intercompany deposits	(4.54)	(68.24)
Repayment of Long-term borrowings	(33.77)	(8.07)
Repayment of FCCBs	(534.18)	(1,003.45)
Repayment of short-term loans	(228.57)	(0.40)
Finance costs paid	(1.11)	(1.72)
Net cash used in financing activities	(198.88)	(5.66)
INCREASE / (DECREASE) IN CASH AND CASH EQUIVALENTS		
Unrealised foreign currency loss on cash and cash equivalents	-	-
Cash and cash equivalents at the beginning of the year	4.80	0.71
Cash and cash equivalents at the end of the year	0.41	4.80

Note:

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

Particulars	As at 30 September, 2024	As at 31 March, 2024
Cash and cash equivalents as per cash flow statement	0.41	4.80
Add: Margin money deposits not considered as cash and cash equivalents as per Ind AS-7	-	-
Cash and bank balances (Restricted and Unrestricted)	0.41	4.80



Rajesh Makh...



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

**TO THE BOARD OF DIRECTORS OF
ESSAR SHIPPING LIMITED**

1. We have reviewed the accompanying Statement of Unaudited Consolidated Financial Results of **Essar Shipping Limited** (hereinafter referred to as the "the Holding Company"), its subsidiaries and associate (the Holding Company, its subsidiaries and associate together referred to as "the Group"), for the quarter and half year ended September 30, 2024, ("The Statement"), attached herewith, being submitted by the Holding Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("Listing Regulations"). This Statement includes the results of the subsidiaries as given in the Annexure to this report.
2. This Statement, which is the responsibility of the Holding Company's Management and approved by the Holding Company's Board of Directors at its meeting held on November 13, 2024, has been prepared in accordance with the recognition and measurement principles laid down in the Indian Accounting Standard 34, ("Ind AS 34") "Interim Financial Reporting" prescribed under Section 133 of the Companies Act, 2013 as amended, read with relevant rules issued thereunder and other accounting principles generally accepted in India. Our responsibility is to express a conclusion on the Statement based on our review.
3. 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 Statement is free of material misstatement. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

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

4. Based on our review conducted and procedures performed stated in paragraph 3 above, on the consideration of review reports of the auditors of the subsidiary companies and management certified



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unaudited financial results of subsidiaries referred to in paragraph 7 below, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with recognition and measurement principles laid down in the aforesaid Indian Accounting Standards ('Ind AS') specified under Section 133 of the Companies Act, 2013 as amended, read with relevant rules issued thereunder and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, including the manner in which it is to be disclosed, or that it contains any material misstatement.

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

We draw attention to Note Nos. 5 and 6 of the Unaudited Consolidated Financial Results wherein it is stated that:

- The Group's current liabilities exceed its current assets as at September 30, 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 and some of the investments 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 case of a subsidiary, the current liabilities of the said Company exceed its current assets and the said Company has a negative operating cash flow and net worth.

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 Group has earned operating income by way of hire charges and management fees and is taking steps to rectify the mismatch in working capital. In the case of one of the subsidiary Company, the Company has acquired a Wild Cat Rig from a related party and expects to start operations by December 2024. In case of other subsidiary, the Company is also in discussion with its group companies to obtain financial support.

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

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

6. **Emphasis of Matter**

- a. We draw attention to our observations in paragraph 5 above whereby, in spite of several factors mentioned therein, the results are prepared on "Going Concern" basis.



- b. We draw attention to Note No. 9 of the Consolidated Financial Results to recognition of gain on settlement with one of the banks in an earlier year by the holding Company. In the said year, the Company had settled the loan with the 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 had assigned the said loan to an Asset Reconstruction Company (Assignee Company).
During the preceding year, the pending bank guarantee was withdrawn. During the quarter under review, the Company has paid an amount of Rs. 0.60 crore and received the NOC from the Assignee Company. The amount paid has been shown as an exceptional item.
- c. We draw attention to Note No. 8 of the Consolidated Financial Results relating to the Foreign Currency Convertible Bonds (FCCB) amounting to Rs.1,537.62 which had become due for repayment on August 24, 2023. Till June 30, 2024, the holding Company has partially redeemed the FCCB to the extent of Rs. 1,337.20 crore by availing short term loans from companies. The balance amount of Rs. 200.42 crore outstanding as at June 30, 2024 has subsequently been fully paid on July 12, 2024. The Company has filed the necessary forms with the Reserve Bank of India and awaiting closure.
- 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. We draw attention to Note No. 10 of the Consolidated Financial Results where during the half year ended September 30, 2024, the Holding Company has paid Rs. 50 crore (including Rs. 40.10 Crore paid during the quarter) to two banks towards One Time Settlement between the said banks and a step-down subsidiary of the Company.
In respect of one bank, the Holding Company has settled the loan and paid the dues, 'No due certificate' is pending to be received from the said bank. The Company does not expect any additional liability to devolve in this regard. In respect of the other bank, the OTS is yet to be concluded. Since the entire amount paid is doubtful of recovery from the step-down subsidiary, the same is fully provided for.
- f. We draw attention to Note No. 7 of the Consolidated Financial Results where during the quarter, the holding Company has entered into an agreement for sale of shares held by it in a subsidiary. Part of the consideration has been received during the quarter and sale of shares to the extent of consideration received has been recognised in the books of account. The Company has filed necessary forms with the Reserve Bank of India in this regard. The shares are pending to be transferred in the name of the buyer till date. The balance shares are held for sale and have been disclosed accordingly.
- g. We draw attention to Note No. 11 of the Consolidated Financial Results where during the quarter, the one Subsidiary Company has entered into One Time Settlement (OTS) with three lender banks. The Company has made the requisite payments under OTS and has received the No Dues Certificate from all the lenders. Gain of Rs. 614.66 crore comprising of principal amount of Rs. 508.39 crore and interest of Rs. 106.27 crore has been shown as an exceptional item.



h. Bank balances and borrowings from various lenders are subject to confirmation.

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

7. 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.399.45 crore) as at September 30, 2024, total revenue is Rs. 2.24 crore and Rs. 3.63 Crore and total comprehensive profit (comprising of net profit after tax, exceptional items and other comprehensive income) of Rs.763.28 crore and Rs. 758.46 crore for the quarter and half year ended on September 30, 2024, respectively, as considered in the Unaudited 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 holding Company.
- b. The Financial Result of one step down subsidiary (which has been admitted to NCLT and undergoing CIRP process) have not been consolidated.
- c. In case of one step down subsidiary, one associate and two jointly controlled entities, share of profit / (loss) (amount not ascertained) for the half year ended September 30, 2024, has not been included in the Unaudited Consolidated Financial Results. According to the information and explanations given to us by the Board of Directors, these Unaudited Interim Financial Results of the said step down subsidiary, associate and jointly controlled entities are individually or in the aggregate not material to the Group.

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

For C N K & Associates LLP

Chartered Accountants

Firm Registration Number: 101961W / W-100036

Diwakar Sapre

Partner

Membership No. 040740

UDIN: 24040740BKKEYPI2726

Place: Mumbai

Date: November 13, 2024



Annexure to the Limited Review 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. Essar Shipping DMCC
4. Gargnano, S.A. de C.V., Mexico **(Not Consolidated)**

List of Jointly Controlled Entity

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

List of Associates:

1. Starbit Oilfields Services India Limited [share of profit/(loss) not consolidated]
2. Energy II 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 Unaudited Consolidated Financial Results for the quarter and half year ended 30 September, 2024

		(₹ in crore except EPS)					
Sl.No.	Particulars	Quarter ended			Half Year ended		Year ended
		30.09.2024 (Unaudited)	30.06.2024 (Unaudited)	30.09.2023 (Unaudited)	30.09.2024 (Unaudited)	30.09.2023 (Unaudited)	31.03.2024 (Audited)
I	a) Income from operations	147.81	2.54	11.77	150.35	15.13	20.24
	b) Other income	100.16	9.03	-	109.19	45.12	62.38
	Total income from operations	247.97	11.57	11.77	259.54	60.25	82.62
II	Expenses						
	a) Operating expenses	146.85	0.66	8.94	147.51	12.35	43.41
	b) Employee benefits expenses	1.99	2.40	7.24	4.39	9.81	24.15
	c) Finance costs	28.15	28.99	9.53	57.14	21.03	81.39
	d) Depreciation	0.19	0.19	10.79	0.38	21.40	32.08
	e) Other expenses	5.45	3.93	8.86	9.37	11.24	19.67
	Total expenses	182.64	36.16	45.36	218.81	75.83	200.70
III	Profit / (Loss) for the period / year before exceptional items, tax and share of profit of associate	65.33	(24.59)	(33.59)	40.73	(15.58)	(118.08)
IV	Exceptional items (refer note 3)						
	Income	614.66	44.97	2.27	659.63	15.72	80.35
	Expense	(40.88)	(54.91)	(5.42)	(95.79)	(10.75)	(67.41)
V	Profit / (Loss) for the period / year after exceptional items and before tax	639.11	(34.53)	(36.74)	604.58	(10.61)	(105.14)
VI	Tax expenses	-	-	0.83	-	0.83	0.83
VII	Profit / (Loss) for the period / year after tax before share of profit of associate	639.11	(34.53)	(35.91)	604.58	(9.78)	(104.31)
VIII	Share of profit / (loss) of associate	3.02	(0.00)	-	3.02	-	(0.00)
IX	Profit / (Loss) for the period / year after share of profit / (loss) of associate	642.13	(34.53)	(35.91)	607.60	(9.78)	(104.32)
	Attributable to:						
	-Shareholders of the Parent	642.54	(34.94)	(35.98)	607.60	(9.92)	(118.10)
	-Non-controlling interests	(0.40)	0.40	0.07	-	0.14	13.78
X	Other comprehensive income net of tax	0.03	(0.10)	(0.39)	(0.07)	(0.31)	(0.41)
XI	Total comprehensive profit / (loss) net of tax	642.16	(34.63)	(36.30)	607.53	(10.09)	(104.73)
	Attributable to:						
	-Shareholders of the Parent	642.57	(35.04)	(36.37)	607.53	(10.23)	(118.51)
	-Non-controlling interests	(0.40)	0.40	0.07	-	0.14	13.78
XII	Paid-up equity share capital (face value of ₹10/- each)	206.98	206.98	206.98	206.98	206.98	206.98
XIII	Total Reserves						(3,014.29)
XIV	Earnings per share before exceptional items (EPS)						
	(a) Basic (in ₹)	*3.3	*(1.19)	*(1.58)	*2.11	*(0.71)	(5.67)
	(b) Diluted (in ₹)	*3.3	*(1.19)	*(1.58)	*2.11	*(0.71)	(5.67)
XV	Earnings per share after exceptional items (EPS)						
	(a) Basic (in ₹)	*31.02	*(1.67)	*(1.73)	*29.36	*(0.47)	(5.04)
	(b) Diluted (in ₹)	*31.02	*(1.67)	*(1.73)	*29.36	*(0.47)	(5.04)
	* Not annualised						

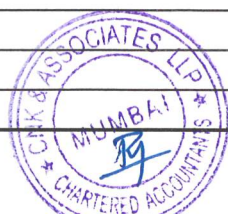


Raiched Mathur

Statement of Consolidated Assets and Liabilities as at 30 September, 2024

(₹ in crore)

Particulars	As at 30 September, 2024	As at 31 March, 2024
	(Unaudited)	(Audited)
ASSETS		
Non-current assets		
(a) Property, plant and equipment	26.10	26.12
(b) Capital work-in-progress	(0.00)	(0.00)
(c) Investments	0.01	0.00
(d) Financial assets		
- Other financial assets	-	-
(e) Other non-current assets	4.60	0.10
Total non-current assets	30.71	26.23
Current assets		
(b) Inventories	-	-
(c) Financial assets		
i. Investments in Mutual Fund	0.04	0.04
ii. Trade and other receivables	114.06	18.66
iii. Cash and cash equivalents	6.14	23.91
iv. Loans	15.64	484.57
v. Other financial assets	73.21	305.19
(d) Other current assets	18.55	52.44
(e) Asset classified as held for sale	84.66	-
Total current assets	312.30	884.80
TOTAL ASSETS	343.01	911.02
EQUITY AND LIABILITIES		
Equity		
Equity share capital	206.98	206.98
Other Equity		
Reserves and surplus	(2,615.36)	(3,014.29)
Non-controlling Interests	-	133.66
Total equity	(2,408.38)	(2,673.65)
Liabilities		
Non-current liabilities		
Financial liabilities		
Borrowings	1,342.38	622.74
Total non-current liabilities	1,342.38	622.74
Current liabilities		
(a) Financial liabilities		
i. Borrowings	404.07	2,019.24
ii. Trade payables	38.15	25.77
iii. Other financial liabilities	942.20	892.95
(b) Employee benefit obligations	2.66	2.56
(c) Current tax liabilities	20.21	19.16
(d) Other current liabilities	1.72	2.25
Total current liabilities	1,409.00	2,961.93
Total liabilities	2,751.39	3,584.67
TOTAL EQUITY AND LIABILITIES	343.01	911.02



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1 The above Consolidated Financial Results were reviewed by the Audit Committee and approved by the Board of Directors at the meeting held on 13 November, 2024

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

3 Exceptional items comprise of the following:

Particulars	Quarter ended			Half Year ended		Year ended
	30.09.2024 (Unaudited)	30.06.2024 (Unaudited)	30.09.2023 (Unaudited)	30.09.2024 (Unaudited)	30.09.2023 (Unaudited)	31.03.2024 (Audited)
Income						
Interest on Claims Receivable	-	44.97	-	44.97	-	-
Gain on One Time Settlement with banks/ Fis	614.66	-	-	614.66	6.60	41.06
Profit on Sale of Fixed Assets	-	-	-	-	-	-
Reversal of Provision / Impairment for doubtful receivables / advances	-	-	2.27	-	9.12	39.29
Expense						
Write off of claim receivable	-	45.00	-	45.00	-	66.99
One Time Settlement charges paid to banks/ Fis	0.60	-	-	0.60	-	-
Provision / Impairment for doubtful receivables / advances	45.79	4.40	5.42	50.19	10.75	0.41

4 The Results for the quarter and year ended 30 September, 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 30 September 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 ₹ 5,553.47 crore as against share capital and reserves of ₹ 3,145.09 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 the next hearing is scheduled on 6th December, 2024. Subsequently, the Holding company has made settlement with one of the lenders and settlement with other lender is expected in next quarter.

7 Based on shareholders approval vide Annual General Meeting dated 29 September 2023 and second approval accorded by way of postal ballot through remote e-voting dated 23 July 2024, the Holding Company has entered into Share Purchase Agreement to sell equity shares of one of its foreign subsidiary company during the current quarter. The Holding Company has received amount of ₹ 263.79 crore towards partial sale of stake in the foreign subsidiary company. The Holding Company has recognized the sale of shares to the extent of consideration received and booked profit with ₹ 78.39 Crore on account of foreign exchange gain. Balance investment in the subsidiary by the Holding Company is classified as Asset held for sale. Transfer of shares in the name of the buyer is pending.

8 In line with the shareholders approval, the Holding Company has redeemed balance amount of ₹ 200.42 crore by availing loans from companies. With this, the Holding Company has completed the full redemption of FCCBs.

9 The Holding Company had settled the loan with the bank in earlier years and paid the dues through monetisation of assets and recognised gain on settlement. Post settlement, the bank assigned the said loan to an Asset Reconstruction Company (ARC) and the Holding Company was showing the liability as Contingent liabilities. Now during the quarter, the Holding Company have paid ₹ 0.60 crores to ARC against the same as final settlement and received no due certificate from ARC company. The amount paid is shown as an exceptional item.

10 The Holding Company has paid One Time Settlement payment amounting to ₹ 50 crore to lenders of a subsidiary company for which the Holding Company was Guarantor. The Holding Company has made Impairment provision for the amount receivable from the subsidiary because it is under liquidation.

11 One of the foreign subsidiary company have settled the loan with two of its lenders and Gain on One Time Settlement amounting to ₹ 508.39 crores on principal component and ₹ 106.27 crore on Interest component. No Dues Certificate from lenders received.

12 One of the foreign subsidiary companies have sold its semi submersible rig to another foreign subsidiary company.

Explanation for Exceptional / other Income during the quarter:

- 13
1. Exceptional Income: Gain on one time settlement with banks of ₹ 614.66 crs by foreign subsidiary company.
 2. Exceptional Expenses includes Provision of impairment receivables of a subsidiary company [paid to lenders of the subsidiary company (company under liquidation) towards dues under Holding Company's corporate guarantee] to the tune of ₹ 45.60 crs.
 3. Other income includes exchange fluctuation of the same to the tune of ₹ 78.39 crs, Profit on sale of investment of foreign subsidiary company, etc.



Place: Mumbai
Date: 13 November 2024

For and on behalf of the Board

Raichel Mathew

Raichel Mathew
Director

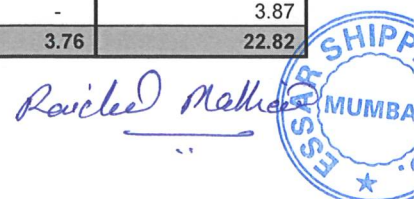
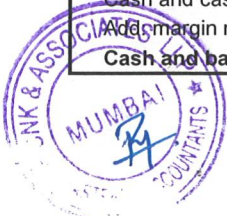


ESSAR SHIPPING LIMITED

Consolidated Statement of Cash Flows for the year ended 30 September, 2024

(₹ in crore)

Particulars	Year ended 30 September, 2024	Year ended 31 March, 2024
	Unaudited	Audited
A CASH FLOW FROM OPERATING ACTIVITIES		
Profit / (Loss) before tax	604.58	(105.14)
Adjustments for :		
Exceptional Items		
- Provision for doubtful/impairment of receivables	50.19	0.41
- One Time Settlement charges paid to banks/ FIs	0.60	-
- Gain on One Time Settlement with bank [Refer note (a) below]	(614.66)	(41.06)
- Write off of claims receivable [Refer note (b) below]	45.00	66.99
- Reversal of Provision for impairment of loans & advances receivable from subsidiary (net) [Refer note (b) below]	-	(39.29)
- Interest on Claims Receivable	(44.97)	-
Profit on sale of asset	(0.16)	-
Gain on sale/Fair Vale of current investment measured at FVTPL	(0.00)	(0.04)
Depreciation	0.38	32.08
Finance costs	57.14	81.39
Interest income	(0.25)	(27.67)
Gain on sale of investment in a associate	(35.18)	-
Realised foreign exchange gain	(78.39)	(1.08)
Operating profit before working capital changes	(15.72)	(33.40)
Changes in working capital:		
(Increase) / Decrease in inventories	-	2.68
(Increase) / Decrease in trade receivables, loans and advances and other assets	452.27	25.05
Increase / (Decrease) in trade payables, other liabilities and short term provisions	(840.40)	(42.00)
Cash generated from operations	(403.85)	(47.68)
Income taxes refunded / (paid), net	(3.44)	1.18
Net cash generated from operating activities	(407.30)	(46.50)
B CASH FLOW FROM INVESTING ACTIVITIES		
Proceeds from sale of property, plant and equipment	0.18	(0.46)
(Purchase) / Sale of Current Investments (Net)	(0.00)	1.71
Proceeds from Investment	203.90	49.64
Proceeds/(Investment) in Bank deposits	2.58	(0.80)
Interest received	0.23	6.63
Net cash (used in) / generated from investing activities	206.89	56.72
C. CASH FLOW FROM FINANCING ACTIVITIES		
Proceeds to Deposits (net)	343.26	
Proceeds from long term borrowings	858.97	283.79
Proceeds from short term borrowings	-	778.11
Repayment of short term borrowings	(356.01)	-
Repayment of NCDs	(320.00)	(0.40)
Repayment of FCCBs	(534.18)	(1,003.45)
Repayment of intercorporate deposits and long-term loans	(4.54)	(126.86)
Finance costs paid	(4.98)	(1.72)
Net cash used in financing activities	(17.47)	(70.52)
INCREASE / (DECREASE) IN CASH AND CASH EQUIVALENTS	(217.88)	(60.30)
Foreign currency translation reserve	202.68	53.87
Cash and cash equivalents at the beginning of the year	18.95	25.38
Cash and cash equivalents at the end of the year	3.76	18.95
Note:		
Reconciliation between cash and cash equivalents and cash and bank balances.		
Particulars	As at 30 September, 2024	As at 31 March, 2024
Cash and cash equivalents as per cash flow statement	3.76	18.95
Add: margin money deposits not considered as cash and cash equivalents as per Ind AS-7	-	3.87
Cash and bank balances (Restricted and Unrestricted)	3.76	22.82



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

Unaudited Consolidated Segment wise Revenue, Results and Capital employed for the quarter ended 30 September, 2024

Particulars	(₹ in crore)					
	Quarter ended			Half Year ended		Year Ended
	30.09.2024 (Unaudited)	30.06.2024 (Unaudited)	30.09.2023 (Unaudited)	30.09.2024 (Unaudited)	30.09.2023 (Unaudited)	31.03.2024 (Audited)
Segment Revenue						
Operating Income						
Fleet operating and chartering	5.60	4.59	6.24	10.19	8.30	17.46
Rig operating and chartering	145.26	-	0.03	145.26	10.88	10.93
Total	150.86	4.59	6.27	155.45	19.18	28.38
Less: Inter segment revenue	(3.05)	(2.05)	(2.03)	(5.10)	(4.06)	(8.15)
Total Income from operations	147.81	2.54	4.24	150.35	15.13	20.24
Other income unallocated	100.16	9.03	7.53	109.19	45.12	62.38
Total Income	247.97	11.57	11.77	259.54	60.25	82.61
Segment Results						
Fleet operating and chartering	98.25	5.74	0.69	103.99	36.49	53.36
Rig operating and chartering	(4.77)	(1.34)	(24.75)	(6.11)	(31.05)	(90.05)
Total	93.48	4.40	(24.06)	97.88	5.44	(36.69)
Less: Unallocated interest and finance costs	(28.15)	(28.99)	(9.53)	(57.14)	(21.03)	(81.39)
Profit / (Loss) before tax	65.33	(24.59)	(33.59)	40.73	(15.58)	(118.08)
Exceptional items	573.78	(9.94)	(3.14)	563.84	4.97	12.94
Profit / (Loss) for the period / year after exceptional items	639.11	(34.53)	(36.74)	604.58	(10.61)	(105.14)
Less: Tax expense	-	-	0.83	-	0.83	0.83
Profit / (Loss) for the period / year before share of profit of associate	639.11	(34.53)	(35.91)	604.58	(9.78)	(104.31)
Share of profit / (loss) of associate	3.02	(0.00)	-	3.02	-	(0.00)
Profit / (Loss) for the period / year after share of profit / (loss) of associate	642.13	(34.54)	(35.91)	607.60	(9.78)	(104.32)
Capital employed (segment assets-segment liabilities)						
Fleet operating and chartering	(236.64)	(2,060.81)	(2.50)	(236.64)	(2,003.53)	(1,788.71)
- Assets	116.40	29.17	1.45	116.40	28.70	22.29
- Liabilities	(353.04)	(2,089.99)	(3.95)	(353.04)	(2,032.23)	(1,811.00)
Oilfields services	(869.23)	(1,123.38)	(33.97)	(869.23)	(1,107.14)	(1,009.26)
- Assets	137.74	134.40	(15.49)	137.74	56.50	98.97
- Liabilities	(1,006.97)	(1,257.78)	(18.48)	(1,006.97)	(1,163.64)	(1,108.23)
Unallocated	39.88	600.27	(1.68)	39.88	873.92	747.06
- Assets	88.85	642.44	(1.68)	88.85	876.08	789.76
- Liabilities	(48.98)	(42.17)	-	(48.98)	(2.16)	(42.70)
Total	(1,065.99)	(2,583.92)	(38.16)	(1,065.99)	(2,236.75)	(2,050.91)

For and on behalf of the Board

Raichel Mathew

Raichel Mathew
Director



Place: Mumbai
Date: 13 November 2024