



IOT Utkal Energy Services Limited

Regd. Office: **Plot No. 188/183,
Zero Point, Udayabata, Paradeep,
Jagatsinghpur Odisha, India, 754141**

CIN:U45208OR2009PLC011389

17th April 2023

To
The Manager
Listing Department
Wholesale Debt Market,
BSE Limited, Phiroze Jeejebhoy Tower,
Dalal Street, Mumbai 400001

Dear Sir, Madam,

Ref: IOT Utkal Energy Services Ltd (950132)

Sub: Declaration or Statement of Impact of Audit Qualifications as part of Audited Financial Results for the quarter and financial year ended 31st March, 2023.

Pursuant to the Regulation 52 (3) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, we hereby state that the Statutory Auditors have conducted the Statutory Audit of the above standalone financials results and have expressed an unqualified audit opinion."

This is for your information and record purpose.

Thanking you,
Yours faithfully,

For IOT Utkal Energy Services Limited

**Girjesh Shrivastava
Company Secretary**



V. NAGARAJAN & CO.

Chartered Accountants

INDEPENDENT AUDITOR'S REPORT

To the Members of IOT Utkal Energy Services Limited

Report on the Audit of the Standalone Ind AS financial statements

Opinion

We have audited the standalone Ind AS financial statements of IOT Utkal Energy Services Limited ("the Company"), which comprise the Balance Sheet as at 31st March 2023, the Statement of Profit and Loss, Statement of Changes in Equity and Statement of Cash Flows for the year then ended and a summary of significant accounting policies and other explanatory information (hereinafter referred to as "the financial statements").

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Companies Act, 2013 (the "Act") in the manner so required and give a true and fair view in conformity with Indian Accounting Standards prescribed under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended ("Ind AS") and other accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2023 and its profit, total comprehensive income, changes in equity and its cash flows for the year ended on that date.

Basis for Opinion

We conducted our audit of the financial statements in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the financial statements 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 ("ICAI") together with the ethical requirements that are relevant to our audit of the financial statements 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 ICAI's Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on the financial statements.

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the financial statements of the current period. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters. We have determined the matters described below to be the key audit matters to be communicated in our report.



Tower-C, Unit No 721, 7th Floor, KLJ Noida One, B-8, Sector-62, Noida, Uttar Pradesh India, 201301

#612 Amrutha Estates, Lingapur Complex, Himayatnagar, Hyderabad 500029, Telangna, India Ph:- 91-040-66828743

E-mail: contact@vnc.co.in, | website:- www.vnc.co.in page 1 of 13



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Key Audit Matter	Response to Key Audit Matter
<p>The Company is involved in certain tax disputes with respect to Works Contract Tax and service tax as detailed in Note 23 to the Financials statements and a dispute with one of the shareholders as detailed in Note 24 to the Financial Statements for which final outcomes cannot be easily predicted and which could potentially result in significant liabilities and or shareholding. The assessment of the risks associated with the litigations is based on complex assumptions, which require the use of judgement and such judgement relates, primarily, to the assessment of the uncertainties connected to the prediction of the outcome of the proceedings and to the adequacy of the disclosures in the financial statements. Because of the judgement required, the materiality of such litigations and the complexity of the assessment process, the area was a key matter for our audit.</p>	<p>Our audit procedure in response to this key Audit Matter included, among others,</p> <ul style="list-style-type: none">• Assessment of the process and relevant controls implemented to identify legal and tax litigations, and pending administrative proceedings.• Assessment of assumptions used in the valuation of potential legal and tax risks performed by the legal and tax department of the company.• Inquiry with the legal and tax departments regarding the status of the most significant disputes and inspection of the key relevant documentation.• Analysis of opinion received from the experts where available.• Review of the adequacy of the disclosures in the notes to the financial statements.

Information Other than the Financial Statements and Auditor's Report Thereon

The Company's Board of Directors is responsible for the preparation of the other information. The other information comprises the information included in the Management Discussion and Analysis, Board's Report including Annexures to Board's Report, Business Responsibility Report, Corporate Governance and Shareholders Information but does not include the financial statements and our auditor's report thereon.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated.

If, based on the work we have performed on the other information obtained prior to the date of this auditor's report, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.





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Responsibilities of Management and Those Charged with Governance for the Financial Statements

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Act with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance, total comprehensive income, changes in equity and cash flows of the Company in accordance with the Ind AS and other accounting principles generally accepted in India. 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 financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the Board of Directors is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

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

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements 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 financial statements.

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 financial statements, 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 financial controls 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





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responsible for expressing our opinion on whether the Company has adequate internal financial controls system 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 management.

Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the ability of the Company 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 financial statements 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 financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

Materiality is the magnitude of misstatements in the financial statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the financial statements may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the financial statements.

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.

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.





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Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2020 ("the Order") issued by the Central Government in terms of Section 143(11) of the Act, we give in "Annexure A" a statement on the matters specified in paragraphs 3 and 4 of the Order.
2. As required by Section 143(3) of the Act, we report that:
 - a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit of the financial statements.
 - b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books
 - c) The Balance Sheet, the Statement of Profit and Loss (including Other Comprehensive Income), the Statement of changes in Equity and the Statement of Cash Flows dealt with by this Report are in agreement with the books of account maintained for the purpose or preparation of the financial statements.
 - d) In our opinion, the aforesaid financial statements comply with the Ind AS specified under section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
 - e) On the basis of the written representations received from the directors as on 31st March, 2023 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2023 from being appointed as a director in terms of Section 164(2) of the Act.
 - f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure B".
 - g) With respect to the other matters to be included in the Auditor's Report in accordance with the requirements of section 197(16) of the Act, as amended:

In our opinion and to the best of our information and according to the explanations given to us, the remuneration paid by the Company to its managing director during the year is in accordance with the provisions of section 197 of the Act.
 - h) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
 - i. The Company has disclosed the impact of pending litigations on its financial position in its financial statements- Refer Note No 23 of the financial statements





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- ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses. - refer note No 36 of the financial statements
- iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company - Refer note No 37 of the financial statements
- iv. a) The management has represented that, to the best of its knowledge and belief, no funds have been advanced or loaned or invested by the company to or in any other persons or entities, including foreign entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;
b) The management has represented, that, to the best of its knowledge and belief, no funds have been received by the company from any persons or entities, including foreign entities ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries; and
c) In our opinion and based on the audit procedures we have considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause (a) and (b) contain any material misstatement.
- v. The Company has not declared or paid any dividend during the year.

For V. Nagarajan & Co.,
Chartered Accountants
(FRN 04879N)



(Pradeep Kumar)
Partner

M.No. 514068
UDIN: 23514068BGSVMT1163

Place: Mumbai
Date: April 17, 2023



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Annexure A to Auditor's Report

Annexure referred to in our report of even date to the members of IOT Utkal Energy Services Limited on the accounts for the year ended 31st March 2023

(i) (a) In respect of the Company's Property, Plant and Equipment and Intangible Assets:

(a) (A) The company is maintaining proper records showing full particulars, including quantitative details and situation of fixed assets.

(B) The Company does not hold any intangible assets.

(b) As explained to us, the assets have been physically verified by the management at reasonable intervals. In our opinion, the physical verification is reasonable considering the size of the Company and nature of its fixed assets. According to the information and explanations given to us, no material discrepancies have been noticed on such physical verification.

(c) According to the information and explanations given to us, the title deeds of all the immovable properties disclosed in the financial statements are held in the name of the company.

(d) In our opinion and according to the information and explanation given to us, the Company has not revalued its Property, Plant and Equipment during the year.

(e) In our opinion and according to the information and explanation given to us, no proceedings have been initiated or are pending against the Company for holding any benami property under the Benami Transactions (Prohibition) Act 1988(45 of 1988) and rules made there under.

(ii) (a) The company does not carry any inventory. Thus, the Paragraph 3(ii) of the Order is not applicable to the company.

(b) In our opinion and according to the information and explanation given to us, the Company has not been sanctioned working capital limits from Banks or Financial Institutions on the basis of security of current assets and hence the requirement of para 3 (ii) (b) of the order is not applicable

iii) According to the information and explanations given to us, the company has not made any investments or granted any loans, secured or unsecured, to Companies, Firms, Limited Liability Partnerships or other parties. The Company has not provided any guarantee or security or granted any advances in the nature of loans, Secured or unsecured, to Companies, firms, Limited Liability Partnerships or any other parties. Accordingly, paragraphs 3(iii), (iii) (a), (iii) (b),(iii) (c),(iii)(d),(iii)(e), (iii)(f) of the Order is not applicable to the Company

(iv) In our Opinion and according to the information and explanations given to us, the company has not granted any loans, or made any investment, or provided any guarantee or security to the parties covered under section 185 and 186 of the Act. Accordingly, paragraphs 3(iv) of the Order is not applicable to the Company.

(v) The Company has not accepted any deposits from the public, within the meaning of Section 73 to 76 or any other relevant provisions of the Act and Rules framed thereunder. No order has been





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passed by the Company Law Board or National Company Law Tribunal or Reserve Bank of India or any court or other tribunal. Accordingly, paragraphs 3(v) of the Order is not applicable to the Company.

(vi) According to the information and explanation given to us, the Central Government has not prescribed the maintenance of cost records under sub-section (1) of section 148 of the Act for any of the services rendered by the Company.

(vii) (a) According to the information and explanations given to us the Company is generally regular in depositing undisputed statutory dues including income tax, service tax, sales tax, value added tax, goods and services tax, cess and other statutory dues as applicable to the Company with the appropriate authorities. As explained to us, the company does not have any liability in respect of Provident Fund, Employee State Insurance, duty of customs and duty of excise. Further as explained, there are no undisputed statutory dues outstanding for more than six months as at 31st March 2023 from the date they became payable.

(b) According to the information and explanations given to us, there are no dues of Income Tax, Wealth Tax, Sales Tax, Excise Duty, Customs Duty and Cess which have not been deposited on account of any dispute. In respect of Value Added Tax and Service Tax, the details of dues not deposited on account of disputes are as follows:

Sl No	Statute	Forum Where Pending	Year	Amount in dispute pending
1	Orissa VAT Act,2004	Orissa High Court	2012-13	287.30 Crores
2	Service Tax	Orissa High Court	2011-16	184.42 Crores

(viii) In our opinion and according to the information and explanation given to us, there were no transactions relating to previously unrecorded income that have been surrendered or disclosed as income during the year in the tax assessments under Income Tax Act, 1961 (43 of 1961)

(ix) (a) In our opinion and according to the information and explanation provided to us, the company has not defaulted in repayment of loans or other borrowings, or in payment of interest thereon to any lender.

(b) In our Opinion and according to information and explanation provided to us, the Company has not been declared wilful defaulter by any bank or financial institution or government or any government authority.

(c) In our Opinion and according to the information and explanation provided to us, the Company has not taken any term loan during the year and there were no outstanding term loans at the beginning of the year and hence reporting under Clause 3(ix)(c) of the Order is not applicable.





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- (d) In our opinion and according to the information and explanation provided to us and on an overall examination of the financial statements of the Company, funds raised on short term basis have, prima facie, not been used during the year for long term purposes by the Company.
- (e) In our opinion and according to the information and explanation provided to us and on an overall examination of the financial statements of the Company, the Company has not taken any funds from any entity or person on account of or to meet the obligations of its subsidiaries.
- (f) In our opinion and according to the information and explanation provided to us, the Company has not raised any loans during the year and hence reporting on Clause 3(ix)(f) of the Order is not applicable.
- (x) (a) In our opinion and according to the information and explanation provided to us, the Company has not raised any moneys by way of initial public offer or further public offer (including debt instruments) during the year and hence reporting under clause 3(x)(a) of the Order is not applicable.
- (b) In our opinion and according to the information and explanation provided to us, the Company has not made any preferential allotment or private placement of shares or convertible debentures (fully or partly or optionally) and hence reporting under clause 3(x)(b) of the Order is not applicable.
- xi) (a) According to the information and explanations given to us, and the representations obtained from the management, no fraud by the company and no material fraud on the Company has been noticed or reported during the year.
- (b) The requirement of clause (xi)(b) of the order is not applicable since we have not come across any instances of fraud by the Company or on the Company during the year.
- (c) According to the information and explanation given to us and based on our audit procedures, no whistle blower complaints were received by the Company during the year (up to the date of this report).
- (xii) The Company is not a Nidhi Company and hence clause (xii) of the order is not applicable to the Company.
- (xiii) In our opinion and according to the information and explanation given to us, the Company has complied with provisions of sections 177 and 188 of Companies Act with respect to related party transactions entered in to during the year and the details have been disclosed in the Financial Statements as required under Ind AS 24 – Related Party Disclosures.
- ((xiv) (a) In our opinion and based on our examination, the company has an internal audit system commensurate with the size and nature of its business.





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(b) We have considered, the internal audit reports for the year under audit, issued to the Company during the year and till date, in determining the nature, timing and extent of our audit procedures.

(xv) In our opinion and according to the information and explanations given to us, the Company has not entered into any non-cash transactions with Directors or persons connected with him during the year.

(xvi) (a) In our opinion, the Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934.

(b) In our opinion and according to the information and explanation given to us, the Company has not conducted any Non-Banking Financial or Housing Finance activities without a valid Certificate of Registration (CoR) from the Reserve Bank of India as per the Reserve Bank of India Act, 1934.

(c) In our opinion and according to the information and explanation given to us, the Company is not a Core Investment Company (CIC) as defined in the regulations made by the Reserve Bank of India. Hence this clause is not applicable.

(d) In our opinion and according to the information and explanation given to us, the Group does not have more than one CIC as part of the Group.

(xvii) The company has not incurred any cash losses in the financial year and also in the immediately preceding financial year.

(xviii) There has been no resignation of statutory auditors during the year and accordingly this clause is not applicable.

(xix) In our opinion and on the basis of examination of the financial ratios, ageing and expected dates of realisation of financial assets and payment of financial liabilities, other information accompanying the financial statements, our knowledge of the Board of Directors and management plans, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit report indicating that Company is not capable of meeting its liabilities existing at the balance sheet date as and when they fall due within a period of one year from the balance sheet date. We however state that this is not an assurance as to the future viability of the Company. We further state that our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the Company as and when they fall due.





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(xx) In our opinion and according to the information and explanation given to us, the Company does not have any liability towards Corporate Social Responsibility. Hence reporting under clause 3(xxii) of the Order is not applicable.

For V. Nagarajan & Co.,
Chartered Accountants
(FRN 04879N)



(Pradeep Kumar)
Partner

M.No. 514068

UDIN: 23514068BGSVMT1163

Place: Mumbai
Date: April 17, 2023



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ANNEXURE B TO THE INDEPENDENT AUDITOR'S REPORT OF EVEN DATE ON THE STANDALONE IND AS FINANCIAL STATEMENTS OF IOT Utkal Energy Services LIMITED

Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act")

We have audited the internal financial controls over financial reporting of IOT Utkal Energy Services Limited ("the Company") as of March 31st, 2023 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

The Company's management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India. These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

Auditors' Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting were established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.





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We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls system over financial reporting.

Meaning of Internal Financial Controls over Financial Reporting

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with the Ind AS prescribed under section 133 of the Act. A company's internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with Ind AS prescribed under section 133 of the Act and that receipts and expenditures of the company are being made only in accordance with authorisations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls over Financial Reporting

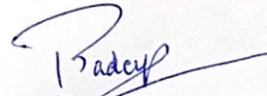
Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

Opinion

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2023 based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

For V. Nagarajan & Co.,
Chartered Accountants
(FRN 04879N)




(Pradeep Kumar)

Partner
M.No. 514068
UDIN: 23514068BGSVMT1163

Place: Mumbai
Date: April 17, 2023

IOT Utkal Energy Services Limited

Balance Sheet

as at 31 March 2023

(Currency: Indian Rupees in crores)

	31 March 2023	31 March 2022
ASSETS		
Non-current assets		
Property, Plant and Equipment	1,334.41	1,572.87
Deferred Tax Assets (Net)	49.31	62.79
Other non-current assets	80.55	76.03
Current assets		
Financial Assets		
(i) Investments	155.12	112.36
(ii) Trade Receivables	103.79	109.63
(iii) Cash and cash equivalents	0.56	2.65
(iv) Bank balances other than Cash and Cash equivalents	252.03	229.00
Other current assets	12.84	6.53
Current Tax Assets (Net)	4.87	8.83
Total Assets	1,993.49	2,180.69
EQUITY AND LIABILITIES		
Equity		
Equity Share capital	526.28	526.28
Other Equity	(147.08)	(187.23)
Total equity (A)	379.20	339.05
Liabilities		
Non-current liabilities		
Financial Liabilities		
(i) Borrowings	1,174.71	1,416.45
(ii) Trade Payables		
- Total outstanding dues of micro enterprises and small enterprises	-	-
- Total outstanding dues other than micro enterprises and small enterprises	11.29	7.29
Current liabilities		
Financial Liabilities		
(i) Short Term Borrowings	241.71	223.40
(ii) Trade Payables		
Dues of small enterprises and micro	-	-
Dues of creditors other than small enterprises	24.64	29.92
(iii) Other financial liabilities	155.93	158.36
Other Current liabilities	6.02	6.22
Total Liabilities (B)	1,614.29	1,841.64
Total Equity and Liabilities	1,993.49	2,180.69



For and on behalf of the Board of Directors of
IOT Utkal Energy Services Limited
CIN: U45208OR2009PLC011389

Sreekanth Thambisetty
Director and CEO
DIN: 06963538

Place: Mumbai
Date: 17 April 2023

IOT Utkal Energy Services Limited

Statement of Profit and Loss

for the year ended 31 March 2023.

(Currency: Indian Rupees in crores)

	31 March 2023	31 March 2022
INCOME		
Revenue from Operations	506.37	499.37
Other Income	21.38	15.06
Total Income	527.75	514.43
EXPENSES		
Operating Expenses	64.63	58.53
Employee Benefits expenses	1.97	1.69
Finance Costs	156.50	178.45
Depreciation Expenses	238.60	238.66
Other Expenses	12.43	11.15
Total Expenses	474.13	488.48
Profit before exceptional items and tax	53.63	25.95
Exceptional Items	-	-
Profit before tax	53.63	25.95
Less :Tax expense		
- Current Tax	-	-
- Deferred Tax Charge	13.48	6.53
Net tax expenses	13.48	6.53
Profit for the year	40.15	19.42
Other Comprehensive Income		
Items that will be reclassified to profit or loss	-	-
Items that will not be reclassified to profit or loss	-	-
Total Comprehensive Income for the year	40.15	19.42
(Comprising Profit and Other Comprehensive Income for the year)		
Earnings per equity share:		
Equity share of face value Rs. 10/- each		
Basic and Diluted	0.76	0.37



For and on behalf of the Board of Directors of
IOT Utkal Energy Services Limited
CIN: U45208OR2009PLC011389


Sreekanth Thambisetty
Director and CEO
DIN: 06963538

Place: Mumbai
Date: 17 April 2023

IOT Utkal Energy Services Limited

Statement of Cash Flow

for the year ended 31 March 2023

(Currency: Indian Rupees in crores)

	31 March 2023	31 March 2022
Profit Before Tax	53.63	25.95
Adjustments for :		
Depreciation and impairment of property, plant and equipment	238.60	238.66
Finance income (including fair value change in financial instruments)	(21.38)	(15.06)
Finance costs (including fair value change in financial instruments)	156.50	178.45
Operating Profit before Working Capital changes	427.34	428.00
Changes in Working Capital: (Excluding Cash & Bank Balances)		
Increase in Trade & Other Receivables	5.84	(14.49)
Increase Trade and Other Payables	(1.28)	16.46
Increase Others Current Assets	(10.83)	(5.79)
Increase Others Current Liabilities	5.52	(1.65)
Changes in Working Capital	(0.75)	(5.47)
Cash flow generated / (used) from operations	426.58	422.53
Income taxes and other taxes paid	3.94	5.05
Net Cash generated from operating activities	430.52	427.58
Cash Flow from Investing Activities:		
Purchase of Property, plant and equipment	(0.17)	(0.30)
Purchase of financial instruments	(42.76)	(4.16)
Interest received (Finance Income)	13.61	21.18
Increase in Other Bank Balances	(23.03)	(53.38)
Net Cash Generated/(Used) in Investing Activities:	(52.34)	(36.66)
Net Cash Flow From Financing Activities:		
Repayments of Long-Term Borrowings NCD	(224.10)	(208.93)
Interest paid - NCD	(156.17)	(179.73)
Net Cash Generated/(Used) from Financing Activities:	(380.26)	(388.66)
Net Change in Cash & cash equivalents	(2.09)	2.25
Cash & cash equivalents as at end of the year	0.56	2.65
Cash & cash equivalents as at the beginning of year	2.65	0.40
Net Change In Cash & Cash Equivalents	(2.09)	2.25

Note :

- 1 The above cash flow statement has been prepared under the 'Indirect Method' as set out in the Indian Accounting Standard (Ind AS) 7- "Cash Flow Statement"
- 2 The cash comprises cash on hand, current account and deposits with banks. Cash equivalents are short-term balances (with an original maturity of three months or less from the date of acquisition), highly liquid investment that are readily convertible into known amounts of cash and which are subject to insignificant risk of change in value.



For and on behalf of the Board of Directors of
IOT Utkal Energy Services Limited
CIN: U45208OR2009PLC011389


Sreekanth Thambisetty
Director and CEO
DIN: 06963538

Place: Mumbai
Date: 17 April 2023



IOT Utkal Energy Services Limited

Regd. Office: Plot No. 188/183,
Zero Point, Udayabata, Paradeep,
Jagatsinghpur Odisha, India, 754141

CIN:U45208OR2009PLC011389

17th April 2023

To
The Manager
Listing Department
Wholesale Debt Market,
BSE Limited, Phiroze Jeejebhoy Tower,
Dalal Street, Mumbai 400001

Dear Sir, Madam,

Ref: IOT Utkal Energy Services Ltd (950132)

Sub: Declaration or Statement of Impact of Audit Qualifications as part of Audited Financial Results for the quarter and financial year ended 31st March, 2023.

Pursuant to the Regulation 52 (3) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, we hereby state that the Statutory Auditors have conducted the Statutory Audit of the above standalone financials results and have expressed an unqualified audit opinion."

This is for your information and record purpose.

Thanking you,
Yours faithfully,

For IOT Utkal Energy Services Limited


Girjesh Shrivastava
Company Secretary



IOT Utkal Energy Services Limited					
STATEMENT OF UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND FINANCIAL YEAR ENDED 31.03.2023					
Particulars	Rs In Crores				
	3 Months Ended	Preceding 3 Months Ended	Corresponding 3 Months ended Previous Year	Year to Date Figures for Current period ended	Previous Year Ended
	31.03.2023	31.12.2022	31.03.2022	31.03.2023	31.03.2022
	Unaudited	Unaudited	Unaudited	Audited	Audited
1 Revenue from Operation					
Income from Operations	126.71	126.73	133.70	506.37	499.37
Total Income from Operation	126.71	126.73	133.70	506.37	499.37
2 Expenses					
a. Cost of O&M Services	16.26	16.28	22.78	64.63	58.53
b. Employee Benefit Expenses	0.29	0.58	0.44	1.97	1.69
c. Depreciation and amortisation expense	59.58	59.67	59.65	238.60	238.66
d. Other expenses	3.88	2.93	3.09	12.43	11.15
Total Expenses	80.01	79.46	85.96	317.64	310.03
3 Profit from operations before other income, exchange gain / (loss) on swap contracts, finance costs and	46.70	47.27	47.75	188.73	189.34
4 Other Income	6.75	5.98	3.81	21.38	15.06
5 Exchange gain / (loss)					
6 Profit from ordinary activities before finance costs and exceptional items	53.46	53.25	51.56	210.11	204.40
7 Finance Costs	36.50	38.72	42.05	156.50	178.45
8 Profit from ordinary activities after finance costs but before exceptional items	16.96	14.53	9.51	53.62	25.95
9 Exceptional Items					
10 Profit from ordinary activities before tax	16.96	14.53	9.51	53.62	25.95
11 Tax Expenses	4.26	3.65	2.39	13.48	6.53
12 Profit from ordinary activities after tax	12.70	10.87	7.12	40.15	19.42
13 Extraordinary Item (net of tax)					
14 Net Profit for the period	12.70	10.87	7.12	40.15	19.42
15 Other Comprehensive Income (net of tax)					
16 Total Comprehensive Income	12.70	10.87	7.12	40.15	19.42
17 Paid up Equity Share Capital (Face value per share Rs 10)	526.28	526.28	526.28	526.28	526.28
18 Paid up Debt Capital	1,416.42	1,472.28	1,639.85	1,416.42	1,639.85
19 Reserves excluding Revaluation Reserve	(147.07)	(159.79)	(187.23)	(147.07)	(187.23)
20 Net Worth	379.20	366.48	339.05	379.20	339.05
21 Outstanding redeemable preference shares (quantity and value);					
22 Capital redemption reserve/debenture redemption reserve;					
23 Earnings per share (Basic and Diluted) (Rs)(of Rs 10 each - Not annualised)	0.24	0.21	0.14	0.76	0.37
24 Debt Equity Ratio	3.74	4.02	4.84	3.74	4.84
25 Debt Service Coverage Ratio (DSCR)	1.18	1.15	1.18	1.14	1.12
26 Interest Service Coverage Ratio (ISCR)	3.10	2.92	2.64	2.87	2.48
27 Net profit after tax;	12.70	10.87	7.12	40.15	19.42
28 Current ratio;	1.24	1.19	1.12	1.24	1.12
29 Long term debt to working capital;	11.64	14.54	27.72	11.64	27.72
30 Bad debts to Account receivable ratio;	-	-	-	-	-
31 Current liability ratio;	0.27	0.26	0.23	0.27	0.23
32 Total debts to total assets;	0.71	0.72	0.75	0.71	0.75
33 Debtors turnover;- not annualised	1.22	1.04	1.31	4.88	4.56
34 Inventory turnover;- not annualised	-	-	-	-	-
35 Operating margin (%);	37%	37%	36%	37%	38%
36 Net profit margin (%);	10%	9%	5%	8%	4%
37 Sector specific equivalent ratios; as applicable."					

IOT Utkal Energy Services Limited
STATEMENT OF UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND HALF YEAR ENDED 31.03.2023

Particulars	Rs in Crores				
	3 Months Ended	Preceding 3 Months Ended	Corresponding 3 Months ended Previous Year	Year to Date Figures for Current period ended	Previous Year Ended
	31.03.2023	31.12.2022	31.03.2022	31.03.2023	31.03.2022

Notes:

- 1 The company was incorporated on December 8, 2009 with the main object of Installation, Operation and Maintenance of Crude and Finished Products Tankages facility at Paradip Refinery of IOCL in Paradip.
- 2 Paid up debt capital represents Non Convertible Debentures(NCD's)
- 3 Debt Equity Ratio : Debt/Equity
Debt includes all the secured loans including Non Convertible Debentures.
Equity includes Equity Share Capital and Reserve and Surplus (excluding Revaluation Reserves).
- 4 Definition for Coverage Ratio
DSCR=Earning before Depreciation, Interest & Tax, excluding exceptional items/(Interest+Principal Repayment)
ISCR=Earning before Depreciation, Interest & Tax, excluding exceptional items/Interest
- 5 The above standalone financial results were reviewed by the Audit Committee and then approved by the Board of Directors at its meeting held on April 17, 2023. The statutory auditors of the Company have carried out the Limited Review of the Financial Results and have issued an unmodified report thereon.
- 6 These financial results have been prepared in accordance with the recognition and measurement principles of Indian Accounting Standards 34 - Interim Financial Reporting ("Ind AS 34") prescribed under section 133 of the Companies Act, 2013 read with the relevant rules issued and other accounting principles generally accepted in India.

7 Details of previous and next due date non convertible debentures are as follows -

SI No	Particulars	Previous Due Date		Next Due Date	
		<i>Principal</i>	<i>Interest</i>	<i>Interest</i>	<i>Principal</i>
1	Non Convertible Debentures	20-Mar-23	20-Mar-23	20-Apr-23	20-Apr-23

Note : Interest and principal was paid on due date.

- 8 Credit rating and change in credit rating (if any) : "CRISIL AAA" and "IND AAA"
- 9 Security :
The company has created Security Interest on the following in favour of the Debenture Trustee for the beneficial interest of the Debenture Holders:
 - (i) a first ranking inter se pari passu Security Interest, including first ranking pari passu charge/assignment on Project's cash flows and receivables under BOOT Agreement, including any monies receivable or claims or credit or benefit for CENVAT credit in favour of the Debenture Trustee;
 - (ii) a first ranking inter se pari passu Security Interest, including charge/mortgage on the fixed assets (moveable and immovable property) of the Company, both present and future, in favour of the Debenture Trustee for the beneficial interest of the Series I Debenture Holders, Series II Debenture Holders and Series III Debenture Holders and a second ranking charge on the fixed assets (movable and immovable property) of the Company, in favour of the Debenture Trustee for the beneficial interest of the Series IV Debenture Holders, in favour of the Debenture Trustee for the beneficial interest of the Series V Debenture Holders;
 - (iii) a first ranking inter se pari passu Security interest, including charge/assignment on all the intangible assets of the Company and uncalled capital in favour of the Debenture Trustee;
 - (iv) assignment by way of pari passu Security Interest of all rights, titles and interests of the Company in, to and under all Project Documents, Insurances, IOTL Bank Guarantee to which the Company is a party and all other material contracts relating to the Project;
 - (v) a first ranking inter se pari passu Security Interest, including charge/assignment on the Accounts (as well as amounts lying to the credit thereof, including Cash DSRA as well as any Permitted Investments made there from in favour of the Debenture Trustee;
 - (vi) IOTL Guarantee with respect to Debt Service Reserve Account is of Rs. 74.00 crores (March 2022 : Rs 74 Crores)
- 9 Asset cover available as on March 31, 2023 in case of the non-convertible debt securities issued by the company is 1.25.
- 10 The Company is principally engaged in a single business segment viz terminaling.
- 11 Tax expense comprises only of Deferred Tax.



For and on behalf of the Board of Directors of
IOT Utkal Energy Services Limited
 CIN: U45208OR2009PLC011389


Sreekanth Thambisetty
 Director and CEO
 DIN: 06963538

Place: Mumbai
 Date: 17 April 2023



IOT Utkal Energy Services Limited
Regd. Office: Plot No. 188/183,
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CIN:U45208OR2009PLC011389

Related Party Transactions for the Six Months ended 31st March, 2023

S.No	Details of the Party (Listed Entity entering the Transaction)	Details of the Counterparty		Type of Related Party Transactions	Value of Related Party Transaction as approved by the Audit Committee (FY 2022-23)	Value of Transaction during the Reporting period Amount (Rs in crs)	Rs. in Crores	
		Name	Relationship of the Counterparty with the Listed Entity				Opening Balance	Closing Balance
1.	IOT Utkal Energy Services Limited	Indian Oil Adani Ventures Limited	Promoter	Operations & Maintenance contract expenditures	65.00	32.54	-	-
2.	IOT Utkal Energy Services Limited	Indian Oil Adani Ventures Limited	Promoter	Reimbursement of Expenses claimed (net) incl KMP Salaries, Insurance	9.25	2.80	-	-
3.	IOT Utkal Energy Services Limited	Indian Oil Corporation Limited	Promoter	Charges Received under BOOT agreement	507.00	253.44	-	-

For IOT Utkal Energy Services Limited

Sreekanth Thambisetty
Wholetime Director & CEO
17.04.2023