



Date: 30.05.2023

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

Dear Sir,

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

Ref: Scrip Code: 538674

With reference to the subject cited, this is to inform the Exchange that at the meeting of the Board of Directors of City Online Services Limited held on Tuesday, 30.05.2023 at 3:00 PM at the registered office of the Company at 701, 7th Floor, Aditya Trade Center, Ameerpet, Hyderabad, Telangana – 500038. Ph No: 040-66416882, Fax: 66416891, the following were considered and approved:

- 1. Audited Financial Results of the Company for the Quarter and Financial Year ended 31st March, 2023. **(Enclosed)**
- 2. Audit Report along with Declaration as per Regulation 33 of SEBI (LO&DR) Regulations, 2015 for the Financial Year ended 31.03.2023. **(Enclosed)**
- 3. Non-applicability of submission of Annual Secretarial Compliance Report pursuant to SEBI Circular dated 08.02.2019 and BSE circular dated 09.05.2019 and 14.05.2019. **(Enclosed)**

The Board Meeting concluded at 7.10 p.m.

This is for your information and records.

Thanking you.

Yours faithfully, For City Online Services Einited R. Krishna Mohan Whole Time Director DIN: 01678152 Encl: As above

> Regd. Office : 701, 7th Floor, Aditya Trade Center, Ameerpet, Hyderabad - 500 038. www.cityonlines.com Phone : 040-67231900, 67231912, 66416882. CIN No. L72200AP1999PLC032114





		Fort	For the quarter ended			Rs. In Lakhs For the year ended	
SI. No	Particulars	31 Mar 23 31 Dec 22		31 Mar 22	31 Mar 23	31 Mar 22	
		Audited	Un-Audited	Audited	Audited	Audited	
1	REVENUE						
	(a) Revenue from Operations	293.82	276.22	198.43	1.038.71	874.09	
	(b) Other Income	(1.32)	22.94	19.48	103.74	105.78	
	Total Income from operations	292.50	299.16	217.91	1,142.45	979.87	
2	EXPENSES						
4.0	(a) Operating expenses	200 70	100 55	100.00			
	(b) Employee benefit expenses	200.79	190.55	128.09	744.00	650.66	
	(c) Finance costs	31.58 3.19	39.66	51.88	163.91	227.83	
	(d) Depreciation and amortization expense	9.70	5.72	4.00	17.00	15.74	
	(e) Other expenses	39.38	10.23	10.68	41.10	52.81	
	Total expenses	284.64	36.91	32.91	139.48	115.72	
	Total expenses	204.04	283.07	227.56	1,105.49	1,062.77	
3	Profit/(Loss) Before Exceptional and extraordinar	7.86	16.09	(9.64)	36.96	(82.90)	
	Exceptional items	-	-	-	-	(02170)	
5	Profit / (loss) before extraordinary items and	7.86	16.09	(0.(0)			
	taxation (3-4)	7.00	10.09	(9.64)	36.96	(82.90)	
	Extraordinary items	-	-	-	-		
	Profit / (loss) before taxation (5-6)	7.86	16.09	(9.64)	36.96	(82.90)	
	Income tax expenses						
	(a) Current tax charge / (Credit)	-	-	-	-	-	
	(b) Tax relating to earlier years charge / (Credit)			(30.64)		(22.12)	
	(c) Reversal of MAT Credit			(50.04)	-	(22.13)	
	(d) Deferred tax charge / (Credit)	-	_			-	
	Total tax expenses			(30.64)		(22.13)	
9	Profit / (loss) for the period (7 - 8)	7.86	16.09	21.00	36.96	(60.77)	
10	Other Comprehensive Income		2010 7	21.00	30.70	(00.77)	
	Item that will not be re-classified to profit or loss						
	Total other comprehensive income, net of income	-	-	-		-	
	tax						
	Total Comprehensive income (9+10)	7.86	1(00	-		-	
	Paid up Share Capital (face value of Rs. 10/- per	7.80	16.09	21.00	36.96	(60.77)	
	share)	516.47	516.47	516.47	544.45	F44 48	
	Reserves Excluding Revaluation Reserves	310.47	310.47	310.47	516.47	516.47	
14	Earnings per share of Rs. 10/- each : (Not Annualized)						
	(a) Basic (Rs)	0.15	0.31	0.41	0.72	(1.18)	
	(b) Diluted (Rs)	0.15	0.31	0.41	0.72	(1.18)	

The above un-audited standalone financial statements results for the quarter and nine months ended 31st March 2023 has been reviewed and approved by the Board of Directors at their respective meetings held on 30th May 2023.

This report has been prepared in accordance with the Indian Accounting Standards (Ind-AS) notified under section 133 of the Companies Act, 2013 read with the Companies (Indian Accounting Standards) Rules 2015 as amended.

The Company has considered the possible effects that may results from the pandemic relating to COVID-19 on the carrying amounts of receivables, investments and other assets. In developing the assumptions relating to the possible future uncertainities in the economic conditions because of this pandemic, the company has used internal and external sources of information. The company has reviewed the assumptions used and based on current estimates expects the carrying amount of these assets will be recovered. The impact of COVID-19 on the Company's financial statements may differ from that estimated as at the date of approval of these financial statements and the Company will continue to closely monitor any material changes to future economic conditions.

The company is primarily engaged in Internet solutions and services. There are no other reportable segments in terms of Indian Accounting Standard 108 on 'Operating Segments'.

~	-	By order of the Board For CITY ONLINE SERVICE	ESTING BELEVERAL
Hyderabad 30th May, 2023		R. Krishna Mohan Finance Director DIN: 01078152	CITY O
			TIME SERVICE

Regd. Office : 701, 7th Floor, Aditya Trade Center, Ameerpet, Hyderabad - 500 038 www.cityonlines.com Phone : 040-67231900, 67231912, 66416882 CIN No. L72200AP1999PLC032114

l.No	Particulars	As at March 31, 2023	As at March 31, 2022 Audited	
		Audited		
A	ASSETS			
	Non-Current Assets			
	(a) Property, plant and equipment	187.38	213.6	
	(b) Intangible assets	0.14	-	
	(c) Right of use of Asset	8.82	13.6	
	(d) Financial Assets		1010	
	- Investments	2.84	4.8	
	- Other non-current assets	14.76	25.6	
	(e) Other non-current assets	-		
	(f) Deferred tax assets [Net]	124.25	124.2	
	Total Non-Current Assets [A]	338.19	381.9	
	Current Assets	obolity	501.7	
	(a) Inventories			
	(b) Financial Assets			
	- Loans and Advances	14.48	- 20.7	
	- Trade receivables	227.38	196.1	
	- Cash and cash equivalents	5.88	0.3	
	- Other Bank balances	142.48	121.5	
	- Other financial current assets	15.52	7.4	
	(c) Other current assets	77.64	111.4	
	Total Current Assets [B]	483.38	457.62	
	TOTAL ASSETS [A+B]	821.57	437.04 839.61	
		021.37	039.0	
B	EQUITY AND LIABILITIES			
	Equity			
	(a) Equity Share Capital	516.47	516.47	
	(b) Other Equity	(531.85)	(565.68	
	Total Equity [A]	(15.38)	(49.21	
	Non-Current Liabilities	(10:00)	[47.6]	
	(a) Financial Liabilities			
	- Borrowings	2.43	13.10	
	-Lease liability	8.77	12.47	
	(b) Provisions	22.06	18.89	
	Total Non-Current Liabilities [B]	33.26	44.45	
	Current Liabilities	00120	11.1.	
	(a) Financial Liabilities			
	- Borrowings	141.72	130.43	
	- Trade payables	297.63	394.85	
	-Provisions	48.17	5.17	
	(b) Other current liabilities	316.17	313.92	
	Total Current Liabilities [C]	803.69	844.36	
	Control of the material of	003.07	044,30	
1	TOTAL EQUITY AND LIABILITIES [A+B+C]	821.57	839.60	

By order of the Board For CITY ONLINE SERVICES LIMITED R. Krishna Miohan Finance Director DIN: 01678152

Place : Hyderabad Date : 30 May 23

Particulars	Year ended March 31, 2023	Year Ended March 31, 2022
A. Cash flow from operating activities		
Profit / (Loss) before tax	36.96	(91.41)
djustments:		-
Depreciation and amortisation	41.10	52.81
Interest expense	17.00	15.74
Write Back of Liabilities		(66.24)
Interest on lease liability	1.05	0.51
Capital Reserve	1.00	0.01
Remeasurement of post employee benefits	0.20	0.30
Remeasurements of financial assets	0.20	0.50
Interest on capital from partnership firm		
		-
Expected credit loss allowance	-	-
Profit on sale of investment	(47.00)	-
Profit on sale of property, plant & equipment	-	-
Provision written back	(25.85)	(24.99)
Interest income	(27.29)	(4.60)
Cash generated before working capital changes	(3.84)	(117.89)
Increase/(Decrease) in trade payables	(97.22)	72.01
Increase/(Decrease) in other current liabilities	11.58	37.57
Increase/(Decrease) in Other current financial liabilities	-	12.59
Increase/(Decrease) in Short term provisions	43.00	89.08
Increase/(Decrease) in long term provisions	3.18	(4.07)
(Increase)/Decrease in inventories	0.10	(1.07)
(Increase)/Decrease in short term loans and advances	6.29	5.11
(Increase)/Decrease in short term loans and advances (Increase)/Decrease in trade receivables	(31.28)	27.33
(Increase)/Decrease in other non-current financial assets	10.91	(3.45)
(Increase)/Decrease in other Bank Balances	(20.95)	(5.03)
(Increase)/Decrease in other non current assets	-	(0.00)
(Increase)/Decrease in other current financial assets	(8.12)	(4.02)
(Increase)/Decrease in other current assets	33.84	(22.61)
Cash generated from operations	(52.61)	86.62
Direct taxes refund/ (paid)	-	8.51
Net cash flow from operating activities (A)	(52.61)	95.13
Investment in bank deposits Interest received Interest on capital from partnership firm Profit/ (loss) on sale of investment Share of (profit)/loss from partnership firm Increase in non current investments Net cash flow used in investing activities (Repayment)/Proceeds from long term borrowings Decrease in Share capital Payment of Lease liability (Repayment) / Proceeds from working capital borrowings	11.13 27.29 47.00 0.04 1.96 78.23 (10.67) (3.70) 11.29	3.45 - - -5.84 3.43 - (5.32) (77.96)
Interest paid	(17.00)	(15.74)
Net cash flow used in financing activities (C)	(20.08)	-95.60
D. Net Increase/(decrease) in cash and cash equivalents (A+B+C)	5.54	(6.30)
E. Cash and cash equivalents		
at the beginning of the year	0.34	6.65
	5.88	
at the end of the year	5.88	0.34
Components of cash and cash equivalents		
Balance with banks		
- In current accounts	5.67	0.04
- Deposits with maturity less than 3 months		-
Cash on hand	0.21	0.30
Less: Bank overdraft		
Cash and cash equivalents at the end of the year	5.88	0.34
lace : Hyderabad	By order of the Boa For CITY ONLINE SE R. Krishna Mohan	

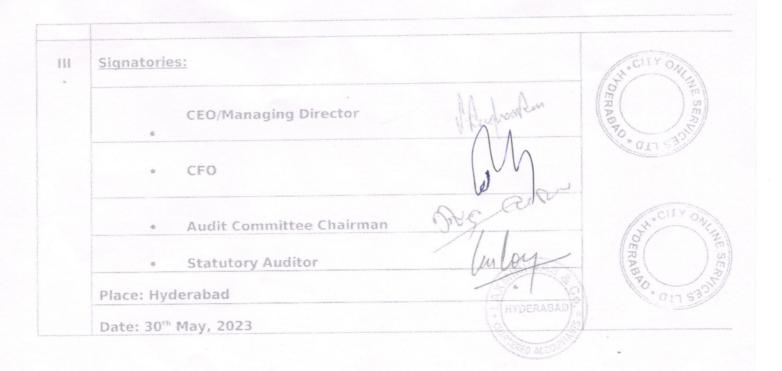




ANNEXURE I

Statement on Impact of Audit Qualifications of CITY ONLINE SERVICES LIMITED

	Rs. in lakhs								
		Rs. in	lakhs						
I.	SI. No	Particulars	Audited Figures (as reported before adjusting for qualifications)	Adjusted Figures (audited figures after adjusting for qualifications)					
	1.	Turnover / Total income	1142.45	1142.4					
	2.	Total Expenditure	1105.49	1132.6					
	3.	Net Profit/(Loss)	36.96	9.8					
	4.	Earnings/(Loss) Per Share	0.72	- 0.1					
	5.	Total Assets	821.57	794.4					
	6.	Total Liabilities	836.95	836.9					
	7.	Net Worth	(15.38)	(42.50					
	8.	Any other financial item(s) (as felt appropriate by the management)	NIL	N					
11.	Audi	it Qualification (each audit qualific	ation separately):						
	nce Sheet at Rs.14.48 e net worth and recovery o unts. o Rs. 227.38 Lakhs as on tanding for more than 2 ver, provision has been .akhs and provision for an								
	t			c. Frequency of qualification: Repetitive					
		. Frequency of qualification: Rep	petitive						
	C	For Audit Qualification(s) where Management's Views:		-					





Independent Auditor's Report on Audited Financial Results of the City Online Services Limited pursuant to the Reg 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended.

To the Board of Directors City Online Services Limited Hyderabad

Opinion

We have audited the accompanying financial results of City Online Services Limited for the quarter and year ended on 31st March 2023, attached herewith, being submitted by the company pursuant to the requirement of regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015, as amended ("Listing Regulations").

In our opinion and to the best of our information and according to the explanations given to us, except for the effects of the matter described in the "Basis for Qualified Opinion" section of our report these financial results:

- i) are presented in accordance with the requirements of regulation 33 of the Listing Regulations in this regard; and
- ii) give a true and fair view in conformity with the recognition and measurement principles laid down in the applicable accounting standards and other accounting principles generally accepted in India, of the total comprehensive income (comprising of net profit and other comprehensive income and other financial information of the company for the quarter and year ended on 31st March 2023.

Basis for Qualified Opinion

- 1. The Company's "Loans & Advances" are carried in the Balance Sheet at Rs.14.48 Lakhs given to a related party having negative net worth and recovery of the same is unascertainable. However, no provision has been made in the books of accounts.
- 2. Further, the Company has "Trade Receivables" amounting to Rs. 227.38 Lakhs as on the balance sheet date out of which Rs. 26.64 Lakhs is outstanding for more than 2 years and the recovery of the same is unascertainable. However, provision has been made in the books of accounts only to the extent of Rs. 14 Lakhs and provision for an amount of Rs. 12.64 Lakhs is not created.
- 3. Had the above-said provision of Rs. 27.12 Lakhs been created, the results of the operations of the company for the current financial year would have resulted in profit before taxes of Rs. 9.84 Lakhs.

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013 (the Act). Our responsibilities under those standards are further



described in the Auditor's Responsibilities for the Audit of the financial results section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India ("ICAI") together with the independence requirements that are relevant to our audit of the financial statements under the provisions of the Companies Act, 2013 and the Rules made 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 audit opinion.

Emphasis of Matter

- 1. The company is having a negative net-worth of Rs. 15.38 Lakhs as on 31st March 2023. The Management of the company has represented that in case of need, the promoters shall infuse the required capital/loan for furtherance of operations. Hence, the financial statements are prepared on going concern basis.
- 2. Note 12 to the financial statements represents the balance amounting to Rs. 227.38 Lakhs under the head "Financial Assets- Trade Receivables" regarding amount receivable from sundry debtors as on balance sheet date is subject to confirmations and reconciliations and consequential adjustments, if any. The impact of the same on accounts cannot be ascertained.
- 3. Note 23 to the financial statements represents the balance amounting to Rs. 297.63 Lakhs under the head "Financial Liabilities - Trade Payables" regarding amount payable to sundry creditors as on balance sheet date is subject to confirmations and reconciliations and consequential adjustments, if any.
- 4. Note 25 to the financial statements represents the balance amounting to Rs. 34.99 Lakhs under the head "Other Current Liabilities" regarding "Deposits from customer Refundable" as on balance sheet date is subject to confirmations and reconciliations and consequential adjustments, if any. The impact of the same on accounts cannot be ascertained.
- 5. Note 25 to the financial statements represents the balance amounting to Rs. 249.13 Lakhs under the head "Other Current Liabilities" regarding "Statutory Liabilities" in the nature of TDS, GST are remaining unpaid as on the balance sheet date.

Our opinion on the financial statements is not modified in respect of above matters.



Management's Responsibilities for the financial results

These financial results have been prepared on the basis of the annual financial statements. The Company's Board of Directors is responsible for the preparation and presentation of these financial results that give a true and fair view of the net profit and other comprehensive income and other financial information in accordance with the recognition and measurement principles laid down in Indian Accounting Standard prescribed under section 133 of the Act read relevant rules issued thereunder and other accounting principles generally accepted in India and compliance with Regulation 33 of the Listing Regulations.

This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding 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 results that give a true and fair view and are free from material misstatement, whether due to fraud or error.

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

The Board of Directors is responsible for overseeing the financial reporting process of the company.

Auditor's Responsibilities for the Audit of the Financial Results

Our objectives are to obtain reasonable assurance about whether the financial results as a whole are free from material misstatement, whether due to fraud or error and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists.

Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial results.

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

- Identify and assess the risks of material misstatement of the financial results, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal 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 responsible for expressing our opinion on whether the Company has an 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 the Board of Director's use of the going concern basis of
 accounting and, based on the audit evidence obtained, whether a material uncertainty exists
 related to events or conditions that may cast significant doubt on the Company's ability to
 continue as a going concern. If we conclude that a material uncertainty exists, we are required
 to draw attention 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 results, including the disclosures, and whether the financial results represent the underlying transactions and events in a manner that achieves fair presentation.

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.

Other matters

The financial results include the results for the quarter ended 31st March 2023 being the balancing figure between the audited figures in respect of the full financial year and the published unaudited year to date figures up to the third quarter of the current financial year which were subject to limited review by us.

For Laxminiwas & Co. Chartered Accountants Firm's Registration Number: 011168S

Guha Roy Ashish Kumar Partner Membership Number: 018659 UDIN: \$2301 86 59BGXCSJ 9025

Place: Hyderabad Date: May 30, 2023







To,

Date: 30.05.2023

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

Dear Sir/Madam,

Sub: Declaration of unmodified opinion for the Audited Financial Results for the Financial Year ended March 31, 2023.

Ref: Scrip Code: 538674

Pursuant to Regulation 33(3)(d) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the Company hereby submit that M/s. Laxminivas & Co., Chartered Accountants, Statutory Auditors of the Company have expressed an unmodified opinion on the Audited Financial Results of the Company for the Financial Year ended March 31, 2023.

You are requested to take the above information on your records and disseminate the same on your website.

Thanking you.

Yours faithfully, For City Online Services Liffited ERA ш in CITY ONLINE R. Krishna Mohan Whole Time Director DIN: 01678152





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

Dear Sir / Madam,

<u>Sub:</u> Non-Applicability of Annual Secretarial Compliance Report for the Financial Year ended 31st March, 2023.

Scrip Code: 538674

This is to inform you that Annual Secretarial Compliance Report under Regulation 24A of SEBI (Listing Obligations and Disclosure Requirements) (Amendment) Regulations, 2018 read with BSE Circular dated 9th May, 2019 is not applicable to our Company.

Further, we would like to clarify that our Company is claiming exemption under Regulation 15(2) of SEBI (Listing Obligations and Disclosure Requirements) Regulation, 2015 as Corporate Governance provisions shall not apply to listed entities having paid up equity share capital not exceeding Rs. 10 Crores and Net Worth not exceeding Rs. 25 Crores, as on the day of previous financial year.

Hence, the Company is not required to submit Annual Secretarial Compliance Report as it is exempted under Regulation 15(2) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

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

Thanking you,

Yours sincerely, For City Online Services Limited



Regd. Office : 701, 7th Floor, Aditya Trade Center, Ameerpet, Hyderabad - 500 038. www.cityonlines.com Phone : 040-67231900, 67231912, 66416882. CIN No. L72200AP1999PLC032114