

INDEPENDENT AUDITOR'S REPORT

To

The Board of Directors of **HOV Services Limited (Holding Company)****Report on the Audit of the Consolidated Financial Results**

We have audited the accompanying consolidated annual financial results of **HOV Services Limited (hereinafter referred to as the "Holding Company")** and its subsidiaries (the Holding Company and its subsidiaries together referred to as "the Group for the quarter and year ended March 31, 2023, attached herewith (Refer "Other Matters" section below), being submitted by the Holding Company pursuant to the requirement of Regulation 33 of the 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, and based on the consideration of the reports of the other auditors on separate audited financial statements/financial results/ financial information of the subsidiaries, the aforesaid consolidated financial results:

- a. include the annual financial results of the following entities:

Name of the Entity	Relationship
HOVS LLC, USA	Wholly owned subsidiary
HOVS Holdings Limited, Hongkong	Wholly owned subsidiary
HOV Environment LLC, USA	Subsidiary of HOVS LLC
HOV Environment Solutions Private Limited	Wholly owned subsidiary of HOV Environment LLC

- b. are presented in accordance with the requirements of Regulation 33 of the Listing Regulations in this regard and
- c. give a true and fair view in conformity with the applicable accounting standards and other accounting principles generally accepted in India, of the net profit before other comprehensive income and other comprehensive income/(loss) and other financial information of the Group for the quarter and year ended March 31, 2023.

Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under Section 143(10) of the Companies Act, 2013 (the Act). Our responsibilities under those Standards are further described in the *Auditor's Responsibilities for the Audit of the Consolidated Financial Results* section of our report. We are independent of the Group in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India (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 there under, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence obtained by us and other auditors in terms of their report referred to in "Other Matter" paragraph below is sufficient and appropriate to provide a basis for our audit opinion.

Board of Directors' Responsibilities for the Consolidated Financial Results

These consolidated financial results have been prepared on the basis of the consolidated annual financial statements. The Holding Company's Board of Directors are responsible for the preparation and presentation of these consolidated financial results that give a true and fair view of the net profit before other comprehensive income and other comprehensive income and other financial information of the Group in accordance with the Indian Accounting Standards prescribed under Section 133 of the Act, read with relevant rules issued there under, and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations. The respective Board of Directors of the Companies included in the Group are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Group and 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 consolidated financial results that give a true and fair view and are free from material misstatement, whether due to fraud or error, which have been used for the purpose of preparation of the consolidated financial results by the Directors of the Holding Company, as aforesaid.

In preparing the consolidated financial results, the respective Board of Directors of the Companies included in the Group are responsible for assessing the ability of the Group to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the respective Board of Directors either intends to liquidate the Group or to cease operations, or has no realistic alternative but to do so. The respective Board of Directors of the Companies included in the Group are responsible for overseeing the financial reporting process of the Group.

Auditor's Responsibilities for the Audit of the Consolidated Financial Results

Our objectives are to obtain reasonable assurance about whether the consolidated financial results as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these consolidated financial results.

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

- Identify and assess the risks of material misstatement of the consolidated financial results, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under Section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the Company has adequate internal financial controls with reference to financial statements in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board of Directors.
- Conclude on the appropriateness of the Board of Directors use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists

related to events or conditions that may cast significant doubt on the ability of the Group to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the consolidated financial results or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Group to cease to continue as a going concern.

- Evaluate the overall presentation, structure and content of the consolidated financial results, including the disclosures, and whether the consolidated financial results represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial results/financial information of the entities within in the Group to express an opinion on the consolidated financial results. We are responsible for the direction, supervision and performance of the audit of financial information of such entities included in the consolidated financial results of which we are the independent auditors. For the other entities included in the consolidated financial results, which have been audited by other auditors, such other auditors remain responsible for the direction, supervision and performance of the audits carried out by them. We remain solely responsible for our audit opinion

We communicate with those charged with governance of the Holding Company and such other entities included in the consolidated financial results of which we are the independent auditors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit. We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

We are not required to perform procedures (as there is no significant component which in the aggregate represents at least eighty percent of each of the consolidated Revenue, assets and Profits) in accordance with the circular issued by the SEBI under Regulation 33(8) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended.

Other Matters:

- (a) The Consolidated Financial Results include the audited financial results of 2 subsidiaries, whose financial statements reflect total assets of Rs. 208.05 lakhs as at March 31, 2023, total revenues of Rs. Nil lakhs and Rs. Nil lakhs and net profit/(loss) after other comprehensive income of Rs. 13.12 lakhs and Rs. 8.61 lakhs for the quarter and year ended March 31, 2023, respectively, disclosed as discontinued operations in the consolidated financial results which have been audited by their respective independent auditor. The Independent auditor's reports on financial statements/financial results/financial information of these entities have been furnished to us, and our opinion on the consolidated financial results, in so far as it relates to the amounts and disclosures included in respect of these entities, is based solely on the report of such other auditors and the procedures performed by us are as stated in paragraph above.
- (b) The Consolidated Financial Results include the results for the quarter ended March 31, 2023 and corresponding quarter ended of the previous year being the balancing figure between audited figures in respect of full financial year and the published unaudited year to date figures upto the third quarter of the current and previous financial year which were subject to limited review by us/predecessor auditor.

- (c) The comparative consolidated financial information of the Group for the corresponding quarter and figures for the year ended March 31, 2022 has been audited by the predecessor auditor who has expressed an unmodified opinion on those consolidated financial results/consolidated financial statements vide their report dated May 27, 2022 and opening balances have been considered based on such audited consolidated financial statements.

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

Place: Mumbai
Date : May 27,2023

For **Lodha & Company**
Firm Registration No. – 301051E
Chartered Accountants

Rajendra

Parasmal

Baradiya
R.P. Baradiya

Partner

Membership No. **044101**

UDIN : 23044101BGTSIS7035

Digitally signed by Rajendra
Parasmal Baradiya
Date: 2023.05.27 11:54:36
+05'30'

INDEPENDENT AUDITOR'S REPORT

To

The Board of Directors of **HOV Services Limited****Report on the audit of the Standalone Financial Results****Opinion**

We have audited the accompanying standalone quarterly financial results of **HOV Services Limited** ('the Company') for the quarter and year ended March 31, 2023, attached herewith, being submitted by the Company pursuant to the requirement of Regulation 33 of the 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, these standalone financial results:

- (i) are presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 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 net loss and other comprehensive income and other financial information for the quarter and year ended March 31, 2023.

Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under Section 143(10) of the Companies Act, 2013 (the Act). Our responsibilities under those Standards are further described in the *Auditor's Responsibilities for the Audit of the Standalone Financial Results* section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India (ICAI) together with the ethical requirements that are relevant to our audit of the standalone financial results under the provisions of the Act and the Rules there under, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Management's Responsibilities for the Standalone Financial Results

These quarterly financial results as well as year to date standalone financial results have been prepared on the basis of the standalone financial statements. The Company's Board of Directors are responsible for the preparation of these standalone financial results that give a true and fair view of the net loss and other comprehensive income and other financial information in accordance with the applicable accounting standards prescribed under Section 133 of the Act, read with relevant rules issued thereunder and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

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

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

Auditor's Responsibilities for the Audit of the Standalone Financial Results

Our objectives are to obtain reasonable assurance about whether the standalone financial results as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these standalone financial results.

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

- Identify and assess the risks of material misstatement of the standalone financial results, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board of Directors.
- Conclude on the appropriateness of the Board of Directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the 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 standalone financial results or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure, and content of the standalone financial results, including the disclosures, and whether the standalone financial results represent the underlying transactions and events in a manner that achieves fair presentation.

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:

- (a) The Standalone Financial Results include the results for the quarter ended March 31, 2023 and corresponding quarter ended of the previous year being the balancing figure between audited figures in respect of full financial year and the published unaudited year to date figures upto the third quarter of the current and previous financial year which were subject to limited review by us/predecessor auditor.
- (b) The comparative standalone financial information of the Company for the corresponding quarter and figures for the year ended March 31, 2022 has been audited by the predecessor auditor who has expressed an unmodified opinion on those financial results/financial statements vide their report dated May 27, 2022 and opening balances have been considered based on such audited standalone financial statements.

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

Place: Mumbai
Date : May 27,2023

For Lodha & Company
Firm Registration No. – 301051E
Chartered Accountants
Rajendra
Parasmal
Baradiya
R.P. Baradiya
Partner
Membership No. 044101
UDIN : 23044101BGTSIR2226

Digitally signed by Rajendra
Parasmal Baradiya
Date: 2023.05.27 11:51:41
+05'30'

HOVS

HOV SERVICES LIMITED

Registered Office: 3rd Floor Sharda Arcade, Pune Satara Road, Bibwewadi, Pune-411037
CIN: L72200PN1989PLC014448; website: www.hovsltd.com; email: investor.relations@hovsltd.com

STATEMENT OF AUDITED STANDALONE RESULTS FOR THE QUARTER AND YEAR ENDED MARCH 31, 2023

(Rs. In Lakhs)

Particulars	STANDALONE				
	Quarter Ended			Year Ended	
	Mar 31,2023	Dec 31,2022	Mar 31,2022	Mar 31,2023	Mar 31,2022
	Audited*	Unaudited	Audited*	Audited	Audited
Income					
Revenue from operations	313.23	301.73	264.92	1,205.51	1,005.81
Other income	44.72	42.81	43.91	194.44	134.33
Total Income	357.95	344.54	308.83	1,399.95	1,140.14
Expenses					
Employee Benefits Expense	230.94	195.42	163.04	815.90	626.35
Finance Costs	3.80	5.36	1.53	15.95	9.07
Depreciation and Amortisation Expense	15.80	17.69	15.40	60.48	62.30
Other Expenses	32.51	39.90	36.54	149.48	141.41
Total Expenses	283.05	258.37	216.51	1,041.81	839.13
Profit before exceptional items	74.90	86.17	92.32	358.14	301.01
Exceptional items: (Provision) for Diminution in Value of Investment in subsidiary (Refer note no.3a)	-	-	(1,694.59)	-	(6,607.70)
Profit / (Loss) after exceptional items	74.90	86.17	(1,602.27)	358.14	(6,306.69)
Tax Expense :					
-Current Tax	(7.30)	(37.70)	(23.70)	(99.80)	(82.80)
-Deferred Tax	2.93	(1.40)	(3.40)	3.01	(4.03)
Profit/(Loss) for the period	70.53	47.07	(1,629.37)	261.35	(6,393.52)
Other Comprehensive Income / (Loss)					
Items that will not be reclassified subsequently to Profit or loss:					
Remeasurement of net defined benefit plans	(4.32)	-	(2.14)	(4.32)	(2.14)
Tax impact of Items that will not be reclassified subsequently to Profit or loss	1.20	-	0.59	1.20	0.59
Total Other Comprehensive Income / (Loss)	(3.12)	-	(1.55)	(3.12)	(1.55)
Total Comprehensive Income / (Loss) For The Period	67.41	47.07	(1,630.92)	258.23	(6,395.07)
Paid-up equity share capital (Face Value of Rs. 10 each)	1,259.50	1,259.50	1,259.50	1,259.50	1,259.50
Other Equity				1,046.94	788.72
Basic and Diluted Earnings Per Share :					
Before exceptional item	0.56	0.37	0.52	2.08	1.70
After exceptional item	0.56	0.37	(12.93)	2.08	(50.78)





HOV SERVICES LIMITED

Registered Office: 3rd Floor Sharda Arcade, Pune Satara Road, Bibwewadi, Pune-411037
CIN: L72200PN1989PLC014448; website: www.hovsltd.com; email: investor.relations@hovsltd.com

STATEMENT OF AUDITED CONSOLIDATED RESULTS FOR THE QUARTER AND YEAR ENDED MARCH 31, 2023

(Rs. In Lakhs)

Particulars	Quarter Ended			Year Ended	
	Mar 31,2023	Dec 31,2022	Mar 31,2022	Mar 31,2023	Mar 31,2022
	Audited*	Unaudited	Audited*	Audited	Audited
Income					
Revenue from operations	313.23	301.73	264.92	1,205.51	1,005.81
Other income	44.72	42.81	43.91	381.41	134.33
Total Income	357.95	344.54	308.83	1,586.92	1,140.14
Expenses					
Employee Benefits Expense	230.94	195.42	163.04	815.90	626.35
Finance Costs	3.80	5.36	1.53	15.95	9.07
Depreciation and Amortisation Expense	15.80	17.69	15.40	60.48	62.30
Other Expenses	32.51	39.90	36.54	149.48	141.41
Total Expenses	283.05	258.37	216.51	1,041.81	839.13
Profit before tax from continuing operations	74.90	86.17	92.32	545.11	301.01
Tax Expense :					
-Current Tax	(7.30)	(37.70)	(23.70)	(99.80)	(82.80)
-Deferred Tax	2.93	(1.40)	(3.40)	3.01	(4.03)
Profit/(Loss) for the period from continuing operations	70.53	47.07	65.22	448.32	214.18
Discontinued Operations					
Profit/(Loss) from discontinued operations before tax	13.12	1.87	(2.90)	8.62	1.53
Tax expense of discontinued operations	-	-	(0.81)	(0.01)	(0.81)
Profit/(Loss) after tax from continuing & discontinued operations	83.65	48.94	61.51	456.93	214.90
Other Comprehensive Income / (Loss)					
Items that will not be reclassified subsequently to Profit or loss :					
Remeasurement of net defined benefit plans	(4.32)	-	(2.14)	(4.32)	(2.14)
Changes in fair value of FVOCI equity instruments (Refer note No.3)	0.49	(456.68)	(2,106.26)	(1,262.48)	(7,667.51)
Tax impact of Items that will not be reclassified subsequently to Profit or loss	1.20	-	19.99	1.20	609.33
Total Other Comprehensive Income / (Loss)	(2.63)	(456.68)	(2,088.41)	(1,265.60)	(7,060.32)
Total Comprehensive Income / (Loss) For The Period	81.02	(407.74)	(2,026.90)	(808.67)	(6,845.42)
Paid-up equity share capital (Face Value of Rs. 10 each)	1,259.50	1,259.50	1,259.50	1,259.50	1,259.50
Other Equity				999.47	1,735.60
Basic and Diluted Earnings Per Share :					
Continuing Operations	0.56	0.37	0.52	3.56	1.70
Discontinued Operations	0.10	0.02	(0.03)	0.07	0.01
Continued and Discontinued Operations	0.66	0.39	0.49	3.63	1.71





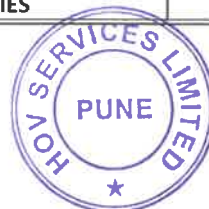
HOV SERVICES LIMITED

Registered Office: 3rd Floor Sharda Arcade, Pune Satara Road, Bibwewadi, Pune-411037

CIN: L72200PN1989PLC014448; website: www.hovsltd.com; email: investor.relations@hovsltd.com

(Rs. In Lakhs)

CONSOLIDATED		STATEMENT OF ASSETS AND LIABILITIES	STANDALONE	
As at March 31, 2023	As at March 31, 2022	Particulars	As at March 31, 2023	As at March 31, 2022
Audited	Audited		Audited	Audited
		ASSETS		
		Non-current assets		
64.65	11.16	Property, Plant and Equipment	64.65	11.16
838.71	857.52	Investment Property	838.71	857.52
0.00	0.18	Intangible Assets	0.00	0.18
135.51	229.85	Right to Use -assets	135.51	229.85
		Financial assets		
-	-	Investments in subsidiaries	0.07	0.07
699.79	1,809.28	Other Investments	-	-
392.61	473.57	Other Financial assets	392.61	461.57
0.93	1.38	Income Tax Assets	-	-
66.36	97.86	Deferred Tax Assets	66.36	97.86
4.27	0.92	Other Non-Current Assets	4.27	0.92
		Current assets		
		Financial assets		
609.73	519.81	Trade Receivables	609.73	519.81
485.25	133.81	Cash and cash equivalents	250.14	107.68
405.35	340.02	Other bank balances	231.34	177.33
38.58	33.45	Other financial assets	35.45	28.18
24.88	18.46	Other Current Assets	24.88	18.46
3,766.62	4,527.27	TOTAL - ASSETS	2,653.72	2,510.59
		EQUITIES AND LIABILITIES		
		EQUITY		
1,259.50	1,259.50	Equity Share Capital	1,259.50	1,259.50
999.47	1,735.60	Other Equity	1,046.94	788.72
		LIABILITIES		
		Non-current liabilities		
		Financial liabilities		
104.76	192.27	Lease Liabilities	104.76	192.27
		Current liabilities		
		Financial liabilities		
-	68.98	Borrowings	-	68.98
37.16	45.13	Lease Liabilities	37.16	45.13
		Trade payables		
9.98	8.35	Total outstanding dues of micro enterprise and small enterprises	9.98	8.35
83.85	59.97	Total outstanding dues of creditors other than micro enterprises and small enterprises	82.66	59.12
1,185.68	1,095.69	Other financial liabilities	26.50	26.89
15.15	12.21	Other Current liabilities	15.15	12.06
43.27	23.33	Provisions	43.27	23.33
27.80	26.24	Current Tax Liabilities	27.80	26.24
3,766.62	4,527.27	TOTAL - EQUITY AND LIABILITIES	2,653.72	2,510.59





HOV SERVICES LIMITED

Registered Office: 3rd Floor Sharda Arcade, Pune Satara Road, Bibwewadi, Pune-411037
CIN: L72200PN1989PLC014448; website: www.hovsltd.com; email: investor.relations@hovsltd.com

CASH FLOW STATEMENT FOR THE YEAR ENDED MARCH 31, 2023

(Rs. in Lakhs)

CONSOLIDATED		Particulars	STANDALONE	
Year Ended			Year Ended	
March 31,			March 31,	
2023	2022		2023	2022
Audited	Audited		Audited	Audited
553.73	302.54	A Cash flow from Operating Activities:		
(8.62)	(1.53)	Net profit/(loss) before tax & before exceptional items	358.14	301.01
		Less: Net (profit)/loss before tax from discontinued operations		
545.11	301.01	Net profit/(loss) before tax & exceptional items from continuing operations	358.14	301.01
		Add: Adjustments for :		
79.30	81.11	Depreciation & amortisation	79.30	81.11
(18.73)	(1.98)	Provisions no longer required written back	(18.73)	(1.98)
(34.22)	(36.60)	Interest income	(34.22)	(36.60)
(92.48)	(80.30)	Rent income (net)	(92.48)	(80.30)
(186.97)	-	Dividend income	-	-
17.49	22.80	Finance cost	17.49	22.80
(39.91)	(15.46)	Foreign exchange (gain)/loss, net	(49.01)	(15.46)
269.59	270.58	Operating profit before working capital changes	260.49	270.58
		Adjustments for changes in working capital :		
(40.91)	(9.38)	(Increase)/decrease in trade receivable	(40.91)	(9.38)
(2.11)	(198.39)	(Increase)/decrease in other receivables	(2.11)	(198.39)
55.37	(27.17)	Increase/(decrease) in trade and other payable	55.37	(27.17)
281.94	35.64	Cash generated from operations	272.84	35.64
(62.53)	(46.79)	Taxes paid (including TDS) (net of refund)	(62.53)	(46.79)
219.41	(11.15)	Net cash from/(used in) operating activities - A	210.31	(11.15)
(65.46)	-	B Cash flow from investing activities:		
92.48	80.30	Purchase of Property, plant and equipment	(65.46)	-
186.97	-	Rent income received (net)	92.48	80.30
34.22	36.60	Dividend received	-	-
		Interest income	34.22	36.60
248.21	116.90	Net cash from/(used in) investing activities - B	61.24	116.90
(1.54)	(13.73)	C Cash flow from financing activities:		
	1.52	Finance cost	(1.54)	(13.73)
(58.57)	(61.51)	Proceeds from issue of equity shares under ESOP	-	1.52
(68.98)	(134.78)	Payment of lease liabilities	(58.57)	(61.51)
(129.09)	(208.50)	Proceeds/(repayments) of borrowings- net	(68.98)	(134.78)
		Net cash from/(used in) financing activities - C	(129.09)	(208.50)
338.53	(102.75)	Net increase/(decrease) in cash and cash equivalents from continuing operations (A+B+C)	142.46	(102.75)
12.09	1.90	Net increase/(decrease) in cash and cash equivalents from discontinued operations	-	-
0.82	0.30	Effect of exchange rate changes on cash and cash equivalents	-	-
133.81	234.36	Opening cash and cash equivalents	107.68	210.43
485.25	133.81	Closing cash and cash equivalents at the end of the year	250.14	107.68
456.77	117.42	- from Continuing Operations		
28.48	16.39	- from Discontinuing operations		



HOVS

HOV SERVICES LIMITED

Registered Office: 3rd Floor Sharda Arcade, Pune Satara Road, Bibwewadi, Pune-411037
CIN: L72200PN1989PLC014448; website: www.hovsltd.com; email: investor.relations@hovsltd.com

Notes :

- 1 The above Financial results have been reviewed by the Audit Committee and approved by the Board of Directors at its meeting held on May 27, 2023. The statutory auditors of the Company have audited the financial results for the quarter and year ended March 31, 2023 in terms of Regulations 33 of SEBI (Listing and Other Disclosure Requirements) Regulations, 2015 and have issued their reports with unmodified opinion on the Audited Consolidated and Standalone Financial Results.

- 2 Other Income includes net rental Income as follows :

(Rs. In Lakhs)

Particulars	Quarter Ended			Year Ended	
	Mar 31,2023	Dec 31,2022	Mar 31,2022	Mar 31,2023	Mar 31,2022
Rent Income	28.21	28.21	28.21	112.84	112.84
Less: Finance and borrowing cost	-	-	(2.11)	(1.55)	(13.73)
Less: Amortisation expense	(4.70)	(4.70)	(4.70)	(18.81)	(18.81)
Total	23.51	23.51	21.40	92.48	80.30

- 3 (a) The Group investment in Exela Technologies, Inc. (Listed on NASDAQ, "Exela") having quoted fair value of Rs. 699.79 lakhs on March 31, 2023 (Rs. 690.49 lakhs as on December 31, 2022) has fallen below the carrying cost of investment and accordingly, provision for diminution in its value is recognised in standalone financial results - Refer exceptional item for previous period's. In consolidated financial results, the said investment is considered as equity instrument designated as Fair Value through Other Comprehensive Income (FVOCI), however, is not to be reclassified to profit and loss subsequently and accordingly, the change in fair value has been recognised net off deferred tax liability in Other Comprehensive Income.
- (b) Other Income for the year ended March 31, 2023 in the consolidated financial results includes Rs. 186.97 Lakhs being the dividend income from the Exela on Class B1 Preferred Stock.
- 4 The Group has only one reportable segment i.e. 'IT and IT Enabled services' in terms of requirement of IND AS 108.
- 5 * The figures of the Current quarter and corresponding quarter of the previous year are the balancing figures between audited figures for the full financial year and unaudited published year to date figures up to the third quarter.
- 6 Previous periods' figures are regrouped/rearranged wherever considered necessary to conform to current quarter's/period's presentation.

For HOV Services Limited



Parvinder S Chadha
Chairman & Executive Director
(DIN: 00018468)



Place: Pune
Date: May 27, 2023