

ELGI COMPRESSORES DO BRASIL IMPORTADORA E EXPORTADORA LTDA.

Balance Sheet as at 31.03.2019

[Values in INR]

Particulars	Note	March 31,2019	March 31,2018
Non Current Assets			
Property, Plant and Equipment	3	2,745,705	3,985,033
Capital work-in-progress	3	-	-
Investment Property	4	-	-
Goodwill	5	-	-
Other Intangible assets	5	788,278	1,452,007
Intangible assets under development		-	-
Financial Assets			
(i) Investments	6	-	-
(ii) Loans	7	-	-
(iii) Other Financial Asset	8	-	-
Deferred tax assets (net)	9	-	-
Other non-current assets	10	-	-
Total Non Current Assets		3,533,983	5,437,039
(2) Current Assets			
Inventories	11	69,250,970	73,886,541
Financial Assets			
(i) Investments	12	-	-
(ii) Trade Receivables	13	81,150,939	130,862,541
(iii) Cash and Cash equivalents	14	14,410,663	22,816,404
(iii) Bank balances other than above			
(iv) Loans	15	220,123	242,381
(v) Other Financial Assets	16	-	-
Current tax assets	17a	1,523,212	2,140,213
Other Current Assets	17	9,006,411	3,079,320
Total Current Assets		175,562,318	233,027,402
Total Assets		179,096,301	238,464,441
I. EQUITY AND LIABILITIES			
EQUITY			
Equity Share Capital	18	110,061,139	110,061,139
Other Equity	19	(241,060,678)	(223,428,513)
Total Equity		(130,999,539)	(113,367,373)
LIABILITIES			
Non-Current Liabilities			
Financial Liabilities		-	-
(i) Long-term borrowings	20	-	-
Provisions	21	-	-
Employee Benefit Obligations	22	-	-
Deferred Tax liabilities (Net)	23	-	-
Government Grants	24	-	-
Total Non-Current Liabilities		-	-
Current Liabilities			
Financial Liabilities		-	-
(i) Borrowings	25	202,219,515	223,889,963
(ii) Trade payables	26	24,933,925	42,607,135
(iii) Other Financial Liabilities	27	82,942,400	85,334,717
Provisions	28	-	-
Employee Benefit Obligations	29	-	-
Government Grants	30	-	-
Other Current Liabilities	31	-	-
Total Current Liabilities		310,095,840	351,831,814
Total Liabilities		179,096,301	238,464,441

ELGI COMPRESSORES DO BRASIL IMPORTADORA E EXPORTADORA LTDA.

Statement of profit and Loss for the year ended 31.03.2019

[Values in INR]

Revenue from operations	32	148,568,600	201,203,100
Other Income	33	1,683,705	779,996
Total Revenue		150,252,305	201,983,096
IV. Expenses:			
Cost of materials consumed	34	7,269,995	7,218,539
Purchases of Traded goods	35	79,942,523	93,728,827
Changes in Inventories of finished goods work-in-progress and Traded goods	36	4,635,572	7,604,912
Excise duty			
Employee benefits Expense	37	29,200,449	29,744,618
Selling, administration and others	38		
Finance Costs	39	6,613,461	33,498,834
Depreciation and Amortisation Expense		1,427,277	1,706,142
Other Expenses	40	50,816,785	57,113,139
Total Expenses		179,906,061	230,615,011
V. Profit Before Exceptional & Extraordinary items & tax (III-IV)		(29,653,756)	(28,631,915)
VI. Exceptional Items		-	-
VII. Profit Before Extraordinary items and tax (V-VI)		(29,653,756)	(28,631,915)
VIII. Extraordinary items		-	-
IX. Profit before Tax (VII-VIII)		(29,653,756)	(28,631,915)
X. Tax Expense:			
(1) Current Tax		-	960,401
(2) Deffered Tax		-	-
XI. Profit/(Loss) for the period from continuing operations (VII-VIII)		(29,653,756)	(29,592,316)
XII. Profit/(loss) from discontinuing operations		-	-
XIII. Tax Expense of discontinuing operations		-	-
XIV. Profit/(loss) from discontinuing operations (after tax) (XII-XIII)		-	-
XV. Profit (loss) for the period (XI+XIV)		(29,653,756)	(29,592,316)

ELGI COMPRESSORS DO BRASIL BRAZIL IMPORTADORA EXPORTADORE LTDA

Note 3. Property, Plant & Equipment and Intangible Assets

[Values in INR]

Tangible assets	Tangible Assets						Intangible Assets	
Particulars	Plant & Machinery	Furniture and Fixtures	Vehicle	Office equipment	Canteen Equipments	Total	Software	Total
Gross Block								
Balance as at 1 April 2017	6,808,308	1,942,315	653,445	792,059	75,208	10,271,335	3,201,559	3,201,559
Additions	-	-	-	-	-	-	-	-
Deletions / write off	-	-	-	-	-	-	-	-
Transalation differences	373,687	106,608	35,866	43,474	4,128	563,761	175,723	175,723
Balance as at 31 March 2018	6,434,621	1,835,707	617,579	748,585	71,080	9,707,573	3,025,835	3,025,835
Additions	-	-	-	-	-	-	-	-
Deletions / write off	-	-	-	-	-	-	-	-
Transalation differences	622,811	177,679	59,776	72,456	6,880	939,602	292,872	292,872
Balance as at 31 March 2019	5,811,810	1,658,028	557,804	676,129	64,200	8,767,971	2,732,963	2,732,963
Accumulated depreciation								
Balance as at 1 April 2017	2,714,545	1,178,247	501,005	496,812	9,523	4,900,132	1,045,479	1,045,479
Transition Adjustment (See Note)								
For the year	654,610	186,750	125,655	140,357	2,892	1,110,264	595,878	595,878
Deletions / write off	-	-	-	-	-	-	-	-
Transalation differences	160,138	67,850	29,638	29,658	572	287,856	67,528	67,528
Balance as at 31 March 2018	3,209,017	1,297,147	597,022	607,511	11,844	5,722,541	1,573,829	1,573,829
Transition Adjustment (See Note)								
For the year	602,488	171,881	19,275	88,602	2,662	884,908	542,369	542,369
Deletions / write off	-	-	-	-	-	-	-	-
Transalation differences	331,909	131,630	58,468	61,935	1,240	585,183	171,512	171,512
Balance as at 31 March 2019	3,479,595	1,337,398	557,829	634,178	13,265	6,022,266	1,944,685	1,944,685
Net Block								
31 March 2018	3,225,604	538,560	20,558	141,074	59,237	3,985,032	1,452,007	1,452,007
31 March 2019	2,332,215	320,630	(26)	41,951	50,935	2,745,705	788,278	788,278

Notes to Financial Statements for the year ended 31.03.2019

[Values in INR]

Particulars	Note	March 31,2019	March 31,2018
Investment Property		-	-
Gross carrying amount		-	-
Opening gross carrying amount / Deemed cost		-	-
Additions		-	-
Closing gross carrying amount		-	-
Accumulated depreciation		-	-
Opening accumulated depreciation		-	-
Depreciation charge		-	-
Closing accumulated depreciation		-	-
Net carrying amount	4	-	-
Non Current investments		-	-
(b) Investments in Equity Instruments		-	-
(c) Investments in Associates		-	-
(d) Investments in Preference Shares		-	-
(e) Investments in Government or Trust Securities		-	-
(f) Investments in Debentures or Bonds		-	-
(g) Investments in Mutual Funds		-	-
(h) Investments in Partnership Firms		-	-
(i) Investment in other Bodies corporate		-	-
(j) Other non current investments		-	-
Total	6	-	-
Loans		-	-
Loans and advances to related parties :		-	-
Secured, considered good		-	-
Unsecured, considered good		-	-
Loans to Employees Welfare Trust		-	-
Doubtful		-	-
Less: Allowance for bad and doubtful loans & Advance		-	-
Loans - Non Current		-	-
Loans to employees		-	-
Total	7	-	-
Other financial assets		-	-
Security Deposits :		-	-
Secured, considered good		-	-
Unsecured, considered good		-	-
Doubtful		-	-
Less: Allowance for bad and doubtful loans & Advance		-	-
Deposit accounts with more than 12 months maturity		-	-
Total	8	-	-
Deferred Tax Assets (Net)		-	-
	9	-	-
Other Non-Current Assets		-	-
Capital Advances :		-	-
Secured, considered good		-	-
Unsecured, considered good		-	-
Doubtful		-	-
Less: Allowance for bad and doubtful loans & Advance		-	-
Other non-current assets		-	-
Unamortized ancillary borrowing cost		-	-
Other loans and advances :		-	-
Secured, considered good		-	-
Unsecured, considered good		-	-
Salary advance (Non Current)		-	-
Input tax credit receivable (Non Current)		-	-
Advance income tax (Net of provision for tax) - Non Current		-	-
MAT credit entitlement (Non Current)		-	-
Doubtful		-	-
Less: Allowance for bad and doubtful loans & Advance		-	-
	10	-	-

Notes to Financial Statements for the year ended 31.03.2019

[Values in INR]

Particulars	Note	March 31,2019	March 31,2018
Inventories		-	-
(a) Raw Materials		-	-
(b) Work-in-progress		-	-
(c) Finished goods		-	-
(d) Traded goods		69,250,970	73,886,541
(e) Stores and spares		-	-
(f) Loose Tools		-	-
(g) Packing materials		-	-
	11	69,250,970	73,886,541
Current Investments		-	-
(a) Investment in equity instruments		-	-
(b) Investment in preference shares		-	-
(c) Investment in Government or Trust securities		-	-
(d) Investment in debenture or Bonds		-	-
(e) Investment in mutual funds		-	-
(f) Investment in partnership firms		-	-
(g) Other Investments		-	-
	12	-	-
Trade Receivables		-	-
Trade receivables outstanding for a period less than six months from the date they are due for payment		-	-
- Secured, considered good		-	-
- Unsecured considered good		68,321,326	115,233,721
- Doubtful		-	-
Less: Allowance for bad and doubtful debts		11,825,910	8,382,010
		56,495,416	106,851,711
Trade receivables outstanding for a period more six months from the date they are due for payment		-	-
- Secured, considered good		-	-
- Unsecured considered good		24,655,523	24,010,831
- Doubtful		-	-
Less: Allowance for bad and doubtful debts		-	-
		24,655,523	24,010,831
Other debts		-	-
- Secured, considered good		-	-
- Unsecured considered good		-	-
- Doubtful		-	-
Less: Allowance for bad and doubtful debts		-	-
Total	13	81,150,939	130,862,541
Cash and Cash equivalents		-	-
(a) Cash on hand		-	-
(b) Cheques,drafts on hand		-	-
(c) Balance with banks		-	-
-On current accounts		14,410,663	22,816,404
-On deposit accounts (with original maturity of 3 months or less)		-	-
Total Cash and cash equivalents		14,410,663	22,816,404
Other bank balances		-	-
Balance in unclaimed dividend account		-	-
Balance with Bank as Margin money or security against borrowings, guarantees or other commitments		-	-
	14	14,410,663	22,816,404
Loans (Current)		-	-
Loans and advances to related parties :		-	-
Secured, considered good		-	-
Unsecured, considered good		-	-
Doubtful		-	-
Less:Provision for doubtful loans and advances		-	-
Loans to employees		-	-
Advance to employees		220,123	242,381
Total	15	220,123	242,381

Notes to Financial Statements for the year ended 31.03.2019

[Values in INR]

Particulars	Note	March 31,2019	March 31,2018
Other Financial Assets		-	-
Revenues accrued and not billed		-	-
Interest accrued		-	-
Others		-	-
Security Deposits		-	-
Secured, considered good		-	-
Unsecured, considered good -Premium Deposit		-	-
Doubtful		-	-
Less: Allowance for bad and doubtful loans & Advance		-	-
	16	-	-
Other Current Assets		-	-
(b) Others		-	-
Secured, considered good		-	-
Unsecured, considered good		-	-
MAT credit entitlement		-	-
Salary advance		-	-
Prepaid expenses		-	-
Input tax credit receivable		6,100,380	2,612,239
Advance income tax (Net of provision for tax)		-	-
Advance Fringe Benefit tax (Net of provision for FBT)		-	-
Advance to suppliers		2,906,031	467,081
VAT receivable		-	-
Service tax credit receivable		-	-
Loans to Companies		-	-
Others		-	-
Car Loans - Prepayments-Fv Diff		-	-
Housing Loan- Employees - Fv Diff		-	-
Retention Money - Fv Diff		-	-
Doubtful		-	-
Less: Allowance for bad and doubtful loans and advances		-	-
Total	17	9,006,411	3,079,320
Share Capital		-	-
a. Authorized		-	-
b. Issued, Subscribed and Paid-Up		-	-
Number of shares issued Previous Year:		-	-
Nominal value of the shares Previous Year:		110,061,139	110,061,139
Total	18	110,061,139	110,061,139
Other Equity		-	-
Reserves & Surplus		-	-
(a) Capital reserve account		-	-
Opening balance		-	-
Add: Additions for the year		-	-
Closing balance		-	-
(b) Capital Redemption reserve		-	-
Opening balance		-	-
Add: Additions for the year		-	-
Closing balance		-	-
(b) Revaluation reserve		-	-
Opening balance		-	-
Add: Additions for the year		-	-
Closing balance		-	-
(c) Statutory reserve		-	-
Opening balance		-	-
Add: Additions for the year		-	-
Closing balance		-	-
(b) Securities premium account		-	-
Opening balance		-	-
Add: Premium received on issue of shares		-	-
Closing balance		-	-
(c) General reserve account		-	-
Opening balance		-	-
Add : Transferred from Profit and Loss account		-	-
Closing balance		-	-

Notes to Financial Statements for the year ended 31.03.2019

[Values in INR]

Particulars	Note	March 31,2019	March 31,2018
(e) Surplus			
Profit and Loss Account balance			
Opening balance		(265,183,136)	(235,590,820)
Net Profit/(Net Loss) for the current year		(29,653,756)	(29,592,316)
Appropriations		-	-
Dividend		-	-
- Interim		-	-
- Final		-	-
Tax on dividend		-	-
Residual dividend		-	-
Amount transferred from P&L-(Depreciation)		-	-
Amount transferred to General Reserve		-	-
		(294,836,892)	(265,183,136)
Share Application Money		-	-
Money received against share warrants		-	-
Other Reserves			
FVOCI - Equity instruments			
Opening balance		-	-
Add : Adjustment for the year		-	-
Closing balance		-	-
(d) Foreign currency translation reserve account			
Opening balance		41,754,623	36,356,355
Add : Adjustment for the year		12,021,590	5,398,268
Closing balance		53,776,214	41,754,623
	19	(241,060,678)	(223,428,513)
Borrowings (Non Current)			
(a) Bonds/Debentures		-	-
(b) Term Loans		-	-
From Banks		-	-
From Other parties		-	-
(c) Deferred payment liabilities		-	-
(d) Deposits		-	-
(e) Loans and advances from Related parties		-	-
(f) Long Term maturities of finance lease obligations		-	-
(g) Other loans and advances		-	-
Total	20	-	-
Provisions			
Deferred Purchase Consideration		-	-
Total	21	-	-
Employee Benefit Obligations			
Gratuity		-	-
Total	22	-	-
Deferred Tax Liabilities (Net)			
Deferred Tax Assets			
Total	23	-	-
Government Grants			
Deferred Income		-	-
Total	24	-	-
Borrowings (Current)			
Loans repayable on demand		-	-
- from Banks		-	-
- from other parties.		-	-
Loans and advances from related parties		202,219,515	223,889,963
Deposits		-	-
Other loans and advances - Current		-	-
Total	25	202,219,515	223,889,963

Notes to Financial Statements for the year ended 31.03.2019

[Values in INR]

Particulars	Note	March 31,2019	March 31,2018
Trade payables		-	-
Acceptances		-	-
Due To Micro, Small and Medium Enterprises		-	-
Others		24,933,925	42,607,135
Total	26	24,933,925	42,607,135
Other Financial liabilities		-	-
(a) Current maturities of long-term debt		-	-
(b) Current maturities of finance lease obligations		-	-
(c) Interest accrued but not due on borrowings		72,147,696	73,162,563
(d) Interest accrued and due on borrowings		-	-
(e) Unclaimed dividends		-	-
(f) Other payable		-	-
Superannuation payable		-	-
Interest swap		-	-
Dealer deposits		-	-
Other liabilities		7,157,364	7,478,017
Accrued Salaries and Benefits		3,637,340	4,694,137
Inter company payable		-	-
(a) Trade payable		-	-
(b) Others		-	-
- Superannuation payable		-	-
- Forward cover payable, net		-	-
- Unclaimed dividends		-	-
- Billings in excess of revenues		-	-
Derivative Instruments		-	-
Liabilities - Financial Guarantees		-	-
Total	27	82,942,400	85,334,717
Provisions		-	-
Provision For Warranty		-	-
Provision For Expenses		-	-
Provision For Doubtful Advances		-	-
Provision For Doubtful Debts- Belair (B/S) A/C-Belair Acr		-	-
Reversal of ExchDif. loans to subs treated as Invest-Apr-Mar16		-	-
Provision for leave benefits-Non Current		-	-
Provision for leave benefits-Current		-	-
Other debts-allowance-current		-	-
Total	28	-	-
Employee Benefit Obligations		-	-
Gratuity		-	-
Provision For Leave Encashment		-	-
Total	29	-	-
Government Grants		-	-
Deferred Income		-	-
Total	30	-	-
Other Current Liability		-	-
- Advances received from customers		-	-
Statutory payable		-	-
Rental advances received		-	-
Customer and other advance received		-	-
Total	31	-	-
Current Tax Liabilities (Net)		-	-
Provision for Income Tax		729,601	944,050
Less Tax Paid: Advance Tax		2,252,814	3,084,263
Less Tax Paid: TDS Receivable		-	-
Total		1,523,212	2,140,213
Current Tax Assets (Net)		-	-
Opening Balance		-	-
Add : Tax Paid		-	-
Less : Current tax payable for the year		-	-
Total	17a	1,523,212	2,140,213

Notes to Financial Statements for the year ended 31.03.2019

[Values in INR]

Particulars	Note	March 31,2019	March 31,2018
Revenue from Operations			
Sale of products (gross of duty)		147,465,520	199,872,282
Sale of services		1,103,080	1,330,818
Other operating revenues		-	-
	32	148,568,600	201,203,100
Other Income		-	-
(a) Interest Income		-	-
Interest received on deposits with banks		-	-
Interest on others		1,550,936	622,176
(b) Dividend Income		-	-
Dividends received on investments		-	-
Dividends from subsidiary companies		-	-
(c) Net gain/(Loss) from sale of investments		-	-
Profit on sale of investments, net		-	-
Adjustments to the carrying amount of investments;		-	-
Provision for diminution in value of investments		-	-
(d) Other non-operating Income		-	-
Miscellaneous Income, Net		132,768	157,821
Profit / (loss) on sale of assets, net		-	-
Rental receipts		-	-
Commission received		-	-
Net Gain on foreign currency transaction and translation (other than considered as finance cost)		-	-
	33	1,683,705	779,996
Cost of material consumed		-	-
Inventory of materials at the beginning of the year		-	-
Purchases		7,269,995	7,218,539
Raw materials acquired on business acquisition		-	-
Finished goods acquired on business acquisition		-	-
Inventory of materials at the end of the year		-	-
	34	7,269,995	7,218,539
Purchases of Traded goods	35	79,942,523	93,728,827
Changes in Inventory		-	-
Opening inventory		-	-
-Finished goods		-	-
-WIP		-	-
-Stock in Trade		73,886,541	81,491,453
Closing inventory		-	-
-Finished goods		-	-
-WIP		-	-
-Stock in Trade		69,250,970	73,886,541
Changes in inventory	36	4,635,572	7,604,912
Employee Benefit Expenses		-	-
(a) Salaries and incentive		-	-
Salaries and bonus		27,223,874	28,092,223
Manegetrial remuneration		-	-
Performance pay		-	-
(b) Contribution to		-	-
(i) Provident fund		-	-
(ii) Superannuation scheme		-	-
(iii) Other funds		-	-
(c) Gratuity contribution scheme		-	-
(d) Social security and other benefit plans for overseas employees		-	-
(e) Expense on Employee Stock Option Scheme (ESOP) and Employee Stock Purchase Plan (ESPP)		-	-
(f) Staff welfare expenses		1,976,575	1,652,395
	37	29,200,449	29,744,618

Notes to Financial Statements for the year ended 31.03.2019

[Values in INR]

Particulars	Note	March 31,2019	March 31,2018
SELLING, ADMINISTRATION AND OTHERS		-	-
(a) Salaries and incentive		-	-
Salaries and bonus including overseas staff expenses		-	-
(b) Contribution to Provident fund and other funds		-	-
(c) Expense on generation of power		-	-
	38	-	-
FINANCE COSTS		-	-
(a) Interest Expenses		6,613,461	33,498,834
(b) Other Borrowing Costs		-	-
(c) Gain/loss on foreign currency transactions and translation		-	-
	39	6,613,461	33,498,834
OTHER EXPENSES		-	-
Payment to the auditors		-	-
- auditor		-	-
- for taxation matters		-	-
- for company law matters		-	-
- for management services		-	-
- for other services		-	-
- for reimbursement of expenses		-	-
Freight charges		-	-
Consumption of stores and spare parts		-	-
Tools Consumed		-	-
Training expenses		41,686	77,883
Excise Duty paid		-	-
SH Edu Cess Paid		-	-
Service Tax Edu.Cess Paid A/c		-	-
Service Tax Paid A/c		-	-
Service Tax Sh Edu Cess Paid		-	-
Warranty expenses		(622,843)	2,194,450
Sales and service tax paid		-	-
Carriage Inwards- Domestic		-	-
Conversion Charges		-	-
Subscription & Membership		-	-
Testing & Inspection Fee		-	-
Travelling & conveyance		7,984,943	6,401,441
Communication expenses		1,501,994	1,910,513
Professional and Legal charges		16,030,804	19,439,018
Power and fuel		311,813	199,066
Rent		7,687,307	7,427,425
Repairs - Building		882,849	939,551
Repairs - Plant and machinery		112,532	147,179
Repairs - Others		1,270,598	801,191
After sales expenses		-	-
Office maintenance		-	-
Bad debts / advances written off		4,411,200	4,393,400
Insurance		1,525,825	1,473,531
Printing and stationery		52,144	62,265
Rates and taxes excluding Taxes on Income inclu license fees		284,293	196,649
Factory Expenses		-	-
Bank Charges		186,581	258,469
Commission & discounts		4,677,556	7,553,146
Donations		-	-
CSR Expenses		-	-
Directors' sitting fees		-	-
Research & Development Charges		-	-
Loading & Unloading Charges		-	-
Packing & Forwarding		-	-
Advertisement & Publicity		2,188,079	1,395,593
Entertainment expenses		-	-
Transport charges		1,083,353	1,191,408
Royalty expenses		-	-
Loss on sale of assets		-	-
Provision For Doubtful Advances		-	-
Provision For Expenses		-	-
Provision For Impairment Of Investments		-	-
Assets condemned & written off		-	-
Miscellaneous expenses		4,247	23,980
Net Loss on foreign currency transaction and translation (other than considered as finance cost)		1,201,825	1,026,983
	40	50,816,785	57,113,139