

Statement of Unaudited Consolidated Financial Results for the quarter and nine months ended December 31, 2021

(Rs. in Millions, except per equity share data)

S. No.	Particulars	Quarter ended			Nine months ended		Year ended
		December 31, 2021	September 30, 2021	December 31, 2020	December 31, 2021	December 31, 2020	March 31, 2021
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
1	Income						
	(a) Revenue from operations	6,556.15	6,520.35	5,470.61	17,970.92	13,134.59	19,240.50
	(b) Other income	108.19	173.02	67.14	400.14	177.18	234.98
	Total income	6,664.34	6,693.37	5,537.75	18,371.06	13,311.77	19,475.48
2	Expenses						
	(a) Cost of materials consumed (refer note 9)	3,102.69	2,958.66	2,342.61	8,404.21	4,751.35	7,380.19
	(b) Purchases of stock-in-trade (refer note 9)	774.93	729.37	661.80	2,196.57	1,892.15	2,589.11
	(c) Changes in inventories of finished goods, stock-in-trade and work-in-progress	(349.94)	(68.08)	(56.12)	(822.78)	295.97	306.40
	(d) Employee benefits expense	1,252.95	1,170.26	1,107.75	3,609.66	2,994.10	4,117.42
	(e) Finance costs	30.08	27.99	31.80	87.15	103.20	134.83
	(f) Depreciation and amortisation expense	177.69	182.78	190.77	545.68	546.96	743.38
	(g) Other expenses	1,036.52	928.59	799.90	2,721.44	1,836.25	2,690.81
	Total expenses	6,024.92	5,929.57	5,078.51	16,741.93	12,419.98	17,962.14
3	Profit before share of profit/(loss) of joint ventures and tax (1 - 2)	639.42	763.80	459.24	1,629.13	891.79	1,513.34
4	Share of Profit/(loss) of joint venture	(2.73)	6.86	(1.73)	4.59	7.91	14.16
5	Profit/(loss) before tax (3 + 4)	636.69	770.66	457.51	1,633.72	899.70	1,527.50
6	Tax expense:						
	Current tax	220.91	236.52	166.11	577.96	298.45	515.57
	Deferred tax	(1.56)	17.98	(54.67)	2.08	10.03	(12.92)
7	Net Profit/(loss) for the period (5 -6)	417.34	516.16	346.07	1,053.68	591.22	1,024.85
8	Other comprehensive income/(loss), net of income tax						
	A. Items that will not be reclassified to profit or loss	6.90	10.26	22.67	32.63	33.12	47.48
	B. Items that will be reclassified to profit or loss	2.05	13.71	(5.36)	12.78	(15.30)	(22.18)
	Total other comprehensive income, net of income tax	8.95	23.97	17.31	45.41	17.82	25.30
9	Total comprehensive income for the period (7 +8)	426.29	540.13	363.38	1,099.09	609.04	1,050.15
	Net Profit attributable to:						
	- Owners	417.34	516.16	346.07	1,053.68	591.22	1,024.85
	- Non-controlling interests	-	-	-	-	-	-
	Total comprehensive income attributable to:						
	- Owners	426.29	540.13	363.38	1,099.09	609.04	1,050.15
	- Non-controlling interests	-	-	-	-	-	-
10	Paid-up equity share capital (Face value Re. 1/- each)	316.91	316.91	316.91	316.91	316.91	316.91
11	Weighted average number of shares outstanding for						
	(a) Basic EPS	316.31	316.31	316.31	316.31	316.54	316.48
	(b) Diluted EPS	316.47	316.31	316.34	316.37	316.54	316.48
12	Earnings per share (of Re. 1 /- each) (not annualised):						
	(a) Basic	1.32	1.63	1.09	3.33	1.87	3.24
	(b) Diluted	1.32	1.63	1.09	3.33	1.87	3.24
13	Reserves excluding Revaluation reserve						8,381.95

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For and on behalf of the Board of Directors

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VARADARAJ
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Date: February 10, 2022

Jairam Varadaraj
Managing Director

Notes:

1	The above Unaudited consolidated financial results were reviewed by the Audit Committee and approved by the Board of Directors of Elgi Equipments Limited ("the Company") at their meeting held on February 10, 2022. The statutory auditors of the Company have carried out a limited review of the financial results for the quarter and nine months ended December 31, 2021.
2	This statement has been prepared in accordance with the Companies (Indian Accounting Standards) Rules, 2015 (Ind AS) prescribed under Section 133 of the Companies Act, 2013 and other recognised accounting practices and policies to the extent applicable.
3	<p>The spread of COVID-19 impacted businesses around the globe from March 2020 onwards. The situation is constantly evolving and Governments in certain states/countries imposed various restrictions during the previous year and also during certain parts of the current year. The restrictions are being relaxed globally with growing rate of vaccination.</p> <p>As at December 31, 2021, the Company, its subsidiaries and jointly controlled entities have made detailed assessment of their liquidity position for the next one year and of the recoverability and carrying values of their assets comprising Property, plant and equipment, Intangible assets, Trade receivables, Inventory and Investments and has concluded that there are no material adjustments required in the consolidated financial results.</p> <p>The Company, its subsidiaries and jointly controlled entities will continue to monitor any material changes to the future economic conditions.</p>
4	The Group has organised the businesses into two categories viz., Air Compressors and Automotive Equipments. This reporting complies with the Ind AS segment reporting principles. Refer Annexure I attached herewith.
5	The Company's Chinese subsidiary Elgi Equipments (Zhejiang) Limited was deregistered on July 05, 2021. Consequently, loss arising on deconsolidation of the subsidiary, amounting to ₹ 19.18 million is recognised as part of Other expenses for the quarter ended September 30, 2021 and nine months ended December 31, 2021.
6	Other income for the quarter ended September 30, 2021 and nine months ended December 31, 2021 includes ₹ 121.25 million pertaining to profit on sale of properties.
7	The Parent Company had appointed a Non-Resident Executive Director (Whole Time Director) with effect from 2nd August, 2021. The appointment and the remuneration was duly recommended by the Nomination and Remuneration Committee and approved by the Board and Shareholders of the Company. As per the requirement of the Company's Act 2013, the Company has duly applied to the Central Government and awaiting its approval. In our understanding, the Ministry of Corporate Affairs presently has a backlog of similar and other applications. Steps are being taken to obtain the approval at the earliest.
8	<p>The above statement includes the results of the following entities:</p> <p>Subsidiaries</p> <ol style="list-style-type: none"> 1. Adisons Precision Instruments Manufacturing Company Limited 2. ATS Elgi Limited 3. Elgi Gulf FZE 4. Elgi Compressors Do Brasil Imp.E.Exp LTDA 5. Elgi Equipments Australia Pty Limited 6. Elgi Compressors Italy S.R.L 7. Rotair SPA 8. Elgi Compressors USA Inc. 9. Patton's Inc. 10. Patton's Medical LLC. 11. PT Elgi Equipments Indonesia 12. Ergo Design Private Limited 13. Industrial Air Compressors Pty Ltd 14. F.R. Pulford & Son Pty Limited 15. Advanced Air Compressors Pty Ltd 16. Elgi Compressors Europe S.R.L 17. Elgi Gulf Mechanical and Engineering Equipment Trading LLC 18. Michigan Air Solutions LLC. 19. Elgi Compressors Iberia S.L. 20. Elgi Equipments Limited Employees Stock Option Trust 21. Elgi Compressors Eastern Europe sp. z.o.o. 22. Elgi Compressors Nordics 23. Elgi Compressors France SAS 24. Elgi Compressors UK and Ireland Limited 25. Elgi Compressors (M) SDN. BHD. 26. Elgi Compressors Southern Europe S.R.L 27. Elgi Equipments (Zhejiang) Limited (Till July 05, 2021) <p>Joint ventures</p> <ol style="list-style-type: none"> 1. Elgi Sauer Compressors Limited 2. Industrial Air Solutions LLP 3. Evergreen Compressed Air and Vacuum LLC (jointly controlled entity of Elgi Compressors USA Inc.) 4. Compressed Air Solutions of Texas LLC (jointly controlled entity of Elgi Compressors USA Inc.) 5. PLA Holding Company LLC (jointly controlled entity of Elgi Compressors USA Inc.) 6. Patton's Of California LLC (jointly controlled entity of Elgi Compressors USA Inc.) 7. G3 Industrial Solutions LLC (jointly controlled entity of Elgi Compressors USA Inc.) 8. Gentex Air Solutions LLC (jointly controlled entity of Elgi Compressors USA Inc.) <p>Joint operations</p> <ol style="list-style-type: none"> 1. L.G. Balakrishnan & Bros. 2. Elgi Services

9	The Cost of material consumed and purchase of stock-in-trade has been reclassified for the comparative periods due to an inadvertent classification earlier. The details are set out below			
Particulars	Quarter ended	Nine months ended	Year ended	
	December 31, 2020	December 31, 2020	March 31, 2021	
(a) Cost of materials consumed				
As reported earlier	2,224.16	4,600.98	7,055.28	
Add: Reclassified from Purchase of stock-in-trade	118.45	150.37	324.91	
Reclassified and reported in the above results	2,342.61	4,751.35	7,380.19	
(b) Purchases of stock-in-trade				
As reported earlier	780.25	2,042.52	2,914.02	
Less: Reclassified to Cost of materials consumed	(118.45)	(150.37)	(324.91)	
Reclassified and reported in the above results	661.80	1,892.15	2,589.11	
The above reclassification does not have any impact on the reported profits or segment results for the comparative periods.				
10	Figures for the comparative periods have been regrouped wherever necessary in conformity with present classification.			

For and on behalf of the Board of Directors

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VARADARAJ

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Date: February 10, 2022

Jairam Varadaraj
Managing Director