

Elgi Compressors Europe S.R.L
Standalone Financial Information
Balance Sheet as at March 31, 2023

Balance Sheet	Note	In € Ones	
		As At March 31, 2023	As At March 31, 2022
ASSETS			
Non-current assets			
Property, plant and equipment	3a	82,004	1,04,308
Right of use assets	3b	7,13,282	6,94,961
Capital work-in-progress	3a	-	-
Other intangible assets	5	82,970	3,40,428
Financial assets			
(i) Investments	6	28,902	28,902
(ii) Loans	7	-	-
(iii) Other financial assets	8	30,180	30,180
Total non-current assets		9,37,338	11,98,779
Current Assets			
Inventories	10	96,84,199	64,42,919
Financial assets			
(i) Trade receivables	11	71,44,217	67,50,385
(ii) Cash and cash equivalents	12	4,39,386	5,23,805
(iii) Bank balances other than (ii) above	13	65,000	-
Other current assets	16	42,25,709	27,39,395
Total current assets		2,15,58,511	1,64,56,504
Total Assets		2,24,95,849	1,76,55,283
EQUITY AND LIABILITIES			
EQUITY			
Equity share capital	17	50,000	50,000
Other equity	18	(2,45,26,735)	(1,71,58,913)
Total equity		(2,44,76,735)	(1,71,08,913)
LIABILITIES			
Non-current liabilities			
Financial liabilities			
(ii) Lease liabilities	3b	4,82,725	4,75,858
Total non-current liabilities		4,82,725	4,75,858
Current liabilities			
Financial liabilities			
(i) Borrowings	19b	3,02,90,789	2,04,14,306
(ii) Lease liabilities	3b	2,50,035	2,37,428
(iii) Trade payables			
(b) Total outstanding dues of creditors other than micro enterprises and small enterprises	22	1,46,30,018	1,26,50,629
(iv) Other financial liabilities	23	9,90,706	8,19,941
Current tax liabilities (net)	26b	10,204	3,614
Other current liabilities	25	3,18,107	1,62,420
Total current liabilities		4,64,89,859	3,42,88,338
Total liabilities		4,69,72,584	3,47,64,196
Total equity and liabilities		2,24,95,849	1,76,55,283

Elgi Compressors Europe S.R.L
Standalone Financial Information
Profit & Loss Account for the year ended March 31, 2023

		In € Ones	
Statement of Profit and Loss	Note	April 01, 2022 to March 31, 2023	April 01, 2021 to March 31, 2022
Revenue from operations	27	2,36,11,734	1,27,71,841
Other income	28	2,240	20,282
Total income		2,36,13,974	1,27,92,123
Expenses			
Cost of materials consumed	29	1,95,72,048	1,35,86,636
Purchases of stock-in-trade	30	-	-
Changes in Inventories of finished goods, work-in-progress and stock-in-trade	31	(35,50,068)	(58,44,677)
Employee benefits expenses	32	31,57,814	27,43,065
Finance costs	33	6,16,463	4,00,184
Depreciation and amortisation expenses	34	3,64,591	3,37,200
Other expenses	35	1,08,14,358	85,14,792
Total expenses		3,09,75,206	1,97,37,200
Profit before exceptional items, share of net profits of investments accounted for using equity method and tax		(73,61,232)	(69,45,077)
Share of profit/(loss) of joint ventures accounted for using equity method		-	-
Exceptional items		-	-
Profit before tax		(73,61,232)	(69,45,077)
Income tax expense			
- Current tax		6,590	2,125
- Deferred tax		-	-
Profit for the year from continuing operations		(73,67,822)	(69,47,202)
Profit for the year		(73,67,822)	(69,47,202)
Other comprehensive income			
Items that will not be reclassified to profit or loss			
Change in fair value of FVOCI equity instruments		-	-
Remeasurement of post-employment benefit obligations		-	-
Income tax relating to these items		-	-
Items that will be reclassified to profit or loss			
Changes in fair value of interest rate swap		-	-
Deferred tax relating to above changes in interest rate swap		-	-
Other comprehensive income for the year, net of tax		-	-
Total comprehensive income for the year		(73,67,822)	(69,47,202)

Elgi Compressors Europe S.R.L
Standalone Financial Information
Property, Plant & Equipment schedule March 31, 2023

3(a). Property, plant and equipment

In € Ones

As at 31 March 2023	Office equipment	Furniture & Fixtures	Vehicle	Computers and other assets	Total
Gross carrying amount					
Opening gross carrying amount	-	85,402	-	1,64,486	2,49,888
Additions	-	-	-	28,848	28,848
Disposal	-	-	-	-	-
Closing gross carrying amount	-	85,402	-	1,93,333	2,78,735
Accumulated depreciation					
Opening accumulated depreciation	-	30,830	-	1,14,750	1,45,580
For the year	-	12,227	-	38,924	51,152
Disposal	-	-	-	-	-
Closing accumulated depreciation	-	43,057	-	1,53,674	1,96,731
Net carrying amount	-	42,345	-	39,659	82,004
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As at 31 March 2022	Office equipment	Furniture & Fixtures	Vehicle	Computers and other assets	Total
Gross carrying amount					
Opening gross carrying amount	-	85,402	-	1,18,988	2,04,390
Additions	-	-	-	45,498	45,498
Disposal	-	-	-	-	-
Closing gross carrying amount	-	85,402	-	1,64,486	2,49,888
Accumulated depreciation					
Opening accumulated depreciation	-	19,161	-	66,838	85,999
For the year	-	11,669	-	47,911	59,580
Disposal	-	-	-	-	-
Closing accumulated depreciation	-	30,830	-	1,14,750	1,45,580
Net carrying amount	-	54,572	-	49,736	1,04,308

Elgi Compressors Europe S.R.L
Standalone Financial Information
3. Leases March 31, 2023

3(b)(i) Right of use assets In € Ones

As at 31 March 2023	Building	Vehicle	Total
Gross carrying amount			
Opening gross carrying amount	5,86,786	5,60,993	11,47,779
Additions	-	2,91,190	2,91,190
Disposals	-	(36,671)	(36,671)
Closing gross carrying amount	5,86,786	8,15,512	14,02,298
Accumulated depreciation			
Opening accumulated depreciation	1,83,480	2,69,339	4,52,819
For the year	91,881	1,80,987	2,72,869
Disposals	-	(36,671)	(36,671)
Closing accumulated depreciation	2,75,361	4,13,656	6,89,017
Net carrying amount	3,11,425	4,01,856	7,13,282

As at 31 March 2022	Building	Vehicle	Total
Gross carrying amount			
Opening gross carrying amount	1,13,733	4,61,124	5,74,857
Additions	4,73,053	99,869	5,72,922
Disposals	-	-	-
Closing gross carrying amount	5,86,786	5,60,993	11,47,779
Accumulated depreciation			
Opening accumulated depreciation	66,344	1,39,188	2,05,532
For the year	1,17,136	1,30,151	2,47,287
Disposals	-	-	-
Closing accumulated depreciation	1,83,480	2,69,339	4,52,819
Net carrying amount	4,03,306	2,91,654	6,94,961

	In € Ones	
	As At March 31, 2023	As At March 31, 2022
3(b)(ii) Lease liabilities		
Current	2,50,035	2,37,428
Non-current	4,82,725	4,75,858
Total	7,32,760	7,13,286

Elgi Compressors Europe S.R.L
 Standalone Financial Information
 Intangible assets March 31, 2023

5. Other Intangible assets and Goodwill

In € Ones

As at 31 March 2023	Customers list	Computer Software	Total	Goodwill
Gross carrying amount				
Opening gross carrying amount	1,00,000	2,71,744	3,71,744	-
Additions	-	-	-	-
Disposals	-	(2,71,744)	(2,71,744)	-
Closing gross carrying amount	1,00,000	-	1,00,000	-
Accumulated depreciation				
Opening accumulated depreciation	7,031	24,285	31,316	-
For the year	9,998	30,572	40,570	-
Disposals	-	(54,857)	(54,857)	-
Closing accumulated depreciation	17,030	-	17,030	-
Net carrying amount	82,970	-	82,970	-
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As at 31 March 2022	Customers list	Computer Software	Total	Goodwill
Gross carrying amount				
Opening gross carrying amount	-	21,387	21,387	-
Additions	1,00,000	2,50,357	3,50,357	-
Disposals	-	-	-	-
Closing gross carrying amount	1,00,000	2,71,744	3,71,744	-
Accumulated depreciation				
Opening accumulated depreciation	-	983	983	-
For the year	7,031	23,302	30,333	-
Disposals	-	-	-	-
Closing accumulated depreciation	7,031	24,285	31,316	-
Net carrying amount	92,969	2,47,459	3,40,428	-

Elgi Compressors Europe S.R.L
Standalone Financial Information
Schedules to the Balance Sheet as at March 31, 2023

	As At March 31, 2023	In € Ones As At March 31, 2022
6. Investments (Non-current)		
(i) At Cost		
Investment in Equity instruments (fully paid-up) (Unquoted)		
Investments In Subsidiaries (wholly owned)		
Investments In Joint Ventures		
Investments in Partnership Firms		
(ii) At fair value through other comprehensive Income		
Investments in Equity Instruments-(fully paid-up) (Quoted)		
Investments In Preference Shares		
Investments In Government Or Trust Securities		
Investments In Debentures Or Bonds		
Investment in step subsidiaries	28,902	28,902
Total	28,902	28,902
8. Other financial assets (Non-current)		
Security deposits	30,180	30,180
Total	30,180	30,180
10. Inventories		
(a) Raw materials and components	2,89,454	5,98,242
(c) Finished goods	93,94,745	58,44,677
Total	96,84,199	64,42,919
11. Trade receivables		
Unsecured, considered good	71,44,217	67,50,385
Unsecured, considered doubtful	1,83,200	-
	73,27,417	67,50,385
Less: Allowance for doubtful debts(expected credit loss allowance)	(1,83,200)	-
Total	71,44,217	67,50,385
12. Cash and cash equivalents		
(a) Cash on hand	1	(1)
(c) Balance with banks		
- In current accounts	4,39,385	5,23,806
Total	4,39,386	5,23,805
13. Bank balances other than (ii) above		
- In deposit accounts (with original maturity period of more than 3 months but less than 12 months)*	65,000	-
Total	65,000	-

Elgi Compressors Europe S.R.L
Standalone Financial Information
Schedules to the Balance Sheet as at March 31, 2023

	In € Ones	
	As At March 31, 2023	As At March 31, 2022
15. Other financial asset		
Derivative instruments not designated as hedges		
Derivative instruments designated as hedges		
Interest rate swap	-	-
Others	-	-
16. Other current assets		
Prepaid expenses	1,60,714	42,921
Balance with Government authorities	40,64,788	26,96,474
Others	207	-
Total	42,25,709	27,39,395
17. Equity Share capital		
Issued, Subscribed and fully paid up		
Equity shares	50,000	50,000
Total	50,000	50,000
18. Other Equity		
Reserves & Surplus		
Retained earnings	(2,45,26,735)	(1,71,58,913)
Total	(2,45,26,735)	(1,71,58,913)
18. Other equity- Movement during the year		
a) Capital reserve		
Opening balance	-	-
Additions during the year	-	-
Deductions/adjustments during the year	-	-
Closing balance	-	-
b) Securities Premium reserve		
Opening balance	-	-
Additions during the year	-	-
Deductions/adjustments during the year	-	-
Closing balance	-	-
c) Statutory reserve		
Opening balance	-	-
Additions during the year	-	-
Deductions/adjustments during the year	-	-
Closing balance	-	-
d) General reserve		
Opening balance	-	-
Additions during the year	-	-
Deductions/adjustments during the year	-	-
Closing balance	-	-

Elgi Compressors Europe S.R.L
Standalone Financial Information
Schedules to the Balance Sheet as at March 31, 2023

	In € Ones	
	As At March 31, 2023	As At March 31, 2022
e) Share option outstanding account		
Opening balance	-	-
Closing balance	<u>-</u>	<u>-</u>
f) Retained earnings		
Opening balance	(1,71,58,913)	(1,02,11,711)
Net profit for the period	(73,67,822)	(69,47,202)
Item of other comprehensive income recognised directly in retained earnings		
Appropriations	-	-
Dividend on equity shares	-	-
Closing balance	<u>(2,45,26,735)</u>	<u>(1,71,58,913)</u>
g) Treasury Stock		
Opening balance	-	-
h) Other Reserves		
FVOCI - Equity instruments		
Opening balance	-	-
Additions during the year	-	-
Deductions/adjustments during the year	-	-
Closing balance	<u>-</u>	<u>-</u>
Cash flow hedge reserve		
Opening balance	-	-
Changes in fair value of interest rate swap (net of tax)	-	-
Deductions/(Adjustments) during the year	-	-
Closing balance	<u>-</u>	<u>-</u>
Foreign currency translation reserve		
Changes in Foreign currency translation reserve	-	-
Add/less: Amounts recognized in Profit or loss on loss of control over subsidiary	-	-
Closing balance	<u>-</u>	<u>-</u>

Elgi Compressors Europe S.R.L
Standalone Financial Information
Schedules to the Balance Sheet as at March 31, 2023

	As At March 31, 2023	In € Ones As At March 31, 2022
19(b). Borrowings (Current)		
Loans repayable on demand		
Secured		
- from Banks		
- in EURO	2,70,00,000	1,95,70,000
Interest accrued and due on current borrowings	1,60,239	96,025
	<u>2,71,60,239</u>	<u>1,96,66,025</u>
Unsecured		
- from Banks		
- from others	31,15,667	7,45,667
Interest accrued due on current borrowings	14,883	2,614
	<u>31,30,550</u>	<u>7,48,281</u>
Total	<u>3,02,90,789</u>	<u>2,04,14,306</u>
22.Trade payables		
Others		
Other creditors	1,46,30,018	1,26,50,629
Total	<u>1,46,30,018</u>	<u>1,26,50,629</u>
23.Other financial liabilities		
Derivatives not designated as hedges		
Derivative instruments designated as hedges		
Others		
Employee benefit expenses payable	9,83,131	8,19,941
Others	7,575	-
Total	<u>9,90,706</u>	<u>8,19,941</u>
25.Other current liabilities		
Advances received from customers	1,55,822	-
Statutory payable	1,57,284	1,23,187
Other liabilities	5,001	39,233
Total	<u>3,18,107</u>	<u>1,62,420</u>

Elgi Compressors Europe S.R.L
Standalone Financial Information
Schedules to the Balance Sheet as at March 31, 2023

	In € Ones	
26. Income taxes	As At March 31, 2023	As At March 31, 2022
(a) Income tax expense		
Current tax		
Current tax on profits for the year	6,590	2,125
Total current tax expense	<u>6,590</u>	<u>2,125</u>
Deferred tax		
Decrease/(increase) in deferred tax assets	-	-
Total deferred tax expense/ (benefit)	<u>-</u>	<u>-</u>
Income tax expense	<u>6,590</u>	<u>2,125</u>
(b) Income tax assets/ liabilities		
(i) Current tax assets (net)	-	-
(ii) Current tax liabilities (net)	10,204	3,614
Net current tax asset/ (liability) at the end of the year	<u>(10,204)</u>	<u>(3,614)</u>
Movement during the year:		
Opening balance	(3,614)	(10,000)
Add: Income tax paid during the year	-	8,511
Less: Current tax payable for the year	(6,590)	(2,125)
Income tax on other comprehensive income	-	-
Less : MAT credit adjusted	-	-
Closing balance	<u>(10,204)</u>	<u>(3,614)</u>
(c) Deferred tax assets / liabilities		
(i) Deferred tax assets (net)	-	-
(ii) Deferred tax liabilities	-	-
Net deferred tax asset/(liability) at the end of the year	<u>-</u>	<u>-</u>
Movement during the year		
Net deferred tax asset/(liability) at the beginning of the year	-	-
Credits/ (Charge) in Profit and loss relating to temporary differences	-	-
Credits/ (Charge) in Other comprehensive income on account of timing differences	-	-
Translation differences	-	-
Net deferred tax asset/(liability) at the end of the year	<u>-</u>	<u>-</u>

Elgi Compressors Europe S.R.L
Standalone Financial Information

Schedules to the Profit & Loss Account for the year/period ended March 31, 2023

In € Ones

27. Revenue from operations	April 01, 2022 to March 31, 2023	April 01, 2021 to March 31, 2022
Revenue from contracts with customers		
Sale of products	2,24,87,540	1,25,43,841
Sale of services	11,24,194	2,28,000
Total	2,36,11,734	1,27,71,841
28. Other income		
Interest income - Others	-	2,762
Profit on sale of assets	-	16,224
Net gain on foreign currency transaction and translation (other than considered as finance cost)	91	1,296
Miscellaneous income (net)	2,149	-
Total	2,240	20,282
29. Cost of material consumed		
Opening stock of raw materials	5,98,242	-
Purchases	1,92,63,260	1,41,84,878
Total	1,98,61,502	1,41,84,878
Less:		
Inventory of materials at the end of the year	2,89,454	5,98,242
Cost of material consumed	1,95,72,048	1,35,86,636
*excludes R&D inventory		
31. Changes in inventories of finished goods, work-in-progress and traded goods		
Opening inventory*		
Finished goods	58,44,677	-
Work-in-progress	-	-
Stock-in-trade	-	-
Total	58,44,677	-
Closing inventory*		
Finished goods	93,94,745	58,44,677
Work-in-progress	-	-
Stock-in-trade	-	-
Total	93,94,745	58,44,677
Net change in inventory	(35,50,068)	(58,44,677)
*excludes R&D inventory		

Elgi Compressors Europe S.R.L
Standalone Financial Information

Schedules to the Profit & Loss Account for the year/period ended March 31, 2023

In € Ones

	April 01, 2022 to March 31, 2023	April 01, 2021 to March 31, 2022
32.Employee benefit expenses		
Salaries, wages and bonus	25,51,394	27,06,020
Contribution to Provident fund & Superannuation scheme	4,26,883	-
Staff welfare expenses	1,79,537	37,045
Total	31,57,814	27,43,065
33.Finance costs		
Interest expense (other financing arrangements)	5,99,825	3,70,312
Interest expense (relating to lease liabilities)	16,638	29,872
Total	6,16,463	4,00,184
34.Depreciation and amortisation expense		
Depreciation of property, plant and equipment	51,152	59,580
Depreciation of right of use assets	2,72,869	2,47,287
Amortisation of intangible assets	40,570	30,333
Total	3,64,591	3,37,200
35.Other expenses		
Packing & forwarding	43,810	7,50,882
Commission	7,269	-
Repairs and maintenance		
-Building	437	5,316
-Others	5,556	27,880
Communication expenses	17,938	1,09,916
Transport charges	6,56,885	-
Travelling & conveyance	1,60,328	1,46,254
Insurance	13,875	1,38,526
Advertisement & publicity	5,52,700	5,09,282
Printing and stationery	41,562	19,624
After sales expenses	24,415	-
Rates and taxes	(3,855)	6,953
Subscription & membership	20,782	35,660
Rent	(162)	61,551
Legal and consultancy charges	71,88,231	55,05,402
Net loss on foreign currency transaction and translation (other than considered as finance cost)	62,734	49,824
Bad debts written off & Provision for doubtful advances and debts	1,83,200	-
Miscellaneous expenses	18,38,653	11,47,722
Total	1,08,14,358	85,14,792