

Particulars	Note No.	March 31, 2023	March 31, 2022
I. ASSETS			
1) Non-current assets			
a) Property, Plant and Equipment	2	30,794	31,770
b) Capital work-in-progress	3	3,33,096	6,126
c) Other Intangible Assets	4	1,569	
d) Financial assets			
i) Investments	5	2,36,633	1,50,978
ii) Loans	6	23	87
Total Non-Current Assets		6,02,115	1,88,961
2) Current assets			
a) Inventories	7	60,089	31,781
b) Financial assets			
i) Trade receivables	8	1,69,649	2,63,311
ii) Cash and cash equivalents	9	1,14,330	35,852
iii) Bank balances other than ii) above	10		30,000
iv) Others	11	506	1,385
c) Current tax assets (Net)	12	3,751	9,967
d) Other current assets	13	14,131	25,499
Total Current Assets		3,62,456	3,97,795
TOTAL ASSETS		9,64,571	5,86,756
II. EQUITY AND LIABILITIES			
A) EQUITY	14		
a) Equity Share Capital		6,500	6,500
b) Other equity		5,62,586	4,36,292
Total Equity		5,69,086	4,42,792
B) LIABILITIES			
1) Non-current liabilities			
a) Financial Liabilities			
i) Borrowings	15	1,36,430	
b) Provisions	16	6,517	3,649
c) Deferred tax liabilities (net)	17	13,475	5,325
Total Non-current Liabilities		1,56,422	8,974
2) Current liabilities			
a) Financial liabilities			
i) Borrowings			
ii) Trade payables	18		
(A) Total outstanding dues of Micro and Small Enterprises		10,015	9,003
(B) Total outstanding dues of creditors other than Micro and Small Enterprises		90,979	81,457
iii) Other financial liabilities	19	1,27,247	31,934
b) Other current liabilities	20	6,556	11,387
c) Provisions	21	4,266	1,209
Total Current Liabilities		2,39,063	1,34,990
TOTAL EQUITY AND LIABILITIES		9,64,571	5,86,756

Significant accounting policies and the accompanying notes form an integral part of financial statements

In terms of our report attached
For VKS Aiyer & Co.,
Chartered Accountants
Firm Registration No. 0000665

For and on behalf of the Board of Directors of
Elgi Sauer Compressors Limited

Leena M Sathyanarayanan
Partner
Membership No. 204177



Place: Coimbatore
Date: 15-05-2023



Jairam Varadarej
Director
(DIN: 00003361)

Franck Bernard Lallart
Director
(DIN: 09529807)

Particulars	Note No.	March 31, 2023	March 31, 2022
I. Revenue from operations	22	5,48,740	4,42,516
II. Other income	23	3,932	11,032
III. Total Income (I+II)		5,52,672	4,53,548
IV. Expenses			
a) Cost of materials consumed	24	1,42,248	1,02,532
b) Purchase of stock-in-trade	25	1,55,464	1,43,932
c) Changes in inventories of finished goods, stock-in-trade and work-in-progress	26	(15,071)	(5,325)
d) Employee benefit expenses	27	60,498	54,869
e) Finance costs	28	17	-
f) Depreciation and amortisation expenses	29	1,337	1,143
g) Other expenses	30	44,161	27,475
Total Expenses		3,88,654	3,24,626
V. Profit/(Loss) before exceptional items and tax (III-IV)		1,64,018	1,28,922
VI. Exceptional items		-	-
VII. Profit/(Loss) before tax (V-VI)		1,64,018	1,28,922
VIII. Tax Expense			
1) Current tax	31	42,335	29,837
2) Deferred tax	17	(1,402)	583
IX. Profit/(Loss) for the period from continuing operations (VII-VIII)		1,23,085	98,502
X Profit/(Loss) from discontinued operations		-	-
XI. Tax expenses of discontinued operations		-	-
XII. Profit/(Loss) from discontinued operations (after tax) (X-XI)		-	-
XIII. Profit/(Loss) for the period (IX+XII)		1,23,085	98,502
XIV. Other Comprehensive Income			
Items that will not be reclassified to profit or loss		-	-
1) Remeasurement of actuarial gains/(losses) on post employment benefit obligations		983	1,267
2) Change in fair value of FVOCI equity instruments		85,655	47,959
3) Income Tax relating to items that will not be reclassified to profit and loss		(9,552)	821
Total Other Comprehensive Income for the year		77,086	50,047
XV. Total Comprehensive Income for the period (XIII+XIV) comprising Profit/(Loss) and other comprehensive income for the period		2,00,171	1,48,549
XVI. Earnings per equity share (for discontinued operations) :			
1) Basic		-	-
2) Diluted		-	-
XVII. Earnings per equity share (for discontinued operation & Continuing Operations) :	32		
1) Basic		189.36	151.54
2) Diluted		189.36	151.54

Significant accounting policies and the accompanying notes form an integral part of financial statements

In terms of our report attached
For VKS Aiyer & Co.,
Chartered Accountants
Firm Registration No.0000665

Leepa M Sathyanarayanan
Partner
Membership No. 204177

Place: Coimbatore
Date: 15-05-2023

For and on behalf of the Board of Directors of
Elgi Sauer Compressors Limited

Jairam Varadraj
Director
(DIN: 00003361)

Franck Bernard Lallart
Director
(DIN: 09529807)



A) Equity Share Capital

(1) Current reporting period

Balance at the beginning of the current reporting period	Changes in equity share capital due to prior period errors	Restated balance at the beginning of the current period	Changes in equity share capital during the current year	Balance at the end of the current reporting period
6,500	-	-	-	6,500

(2) Previous reporting period

Balance at the beginning of the previous reporting period	Changes in equity share capital due to prior period errors	Restated balance at the beginning of the previous period	Changes in equity share capital during the previous year	Balance at the end of the previous reporting period
6,500	-	-	-	6,500

B) Other Equity

(1) Current reporting period

Particulars	Reserves and surplus		Other items of Other Comprehensive Income	Total
	General reserve	Retained earnings		
Balance at the beginning of the current reporting period	21,758	2,95,385	1,19,149	4,36,292
Changes in accounting policy or prior period errors				
Restated balance at the beginning of the current reporting period				
Total Comprehensive Income for the current year		1,23,085	77,086	2,00,171
Dividends		(73,877)		(73,877)
Transfer to retained earnings				
Any other change (to be specified)				
Balance at the end of the current reporting period	21,758	3,44,593	1,96,235	5,62,586

(2) Previous reporting period

Particulars	Reserves and Surplus		Other Items of Other Comprehensive Income	Total
	General reserve	Retained Earnings		
Balance at the beginning of the previous reporting period	21,758	2,56,499	69,102	3,47,359
Changes in accounting policy or prior period errors				
Restated balance at the beginning of the previous reporting period				
Total Comprehensive Income for the previous year		98,502	50,047	1,48,549
Dividends		(59,616)		(59,616)
Transfer to retained earnings				
Any other change (to be specified)				
Balance at the end of the previous reporting period	21,758	2,95,385	1,19,149	4,36,292

Significant accounting policies and the accompanying notes form an integral part of financial statements.

In terms of our report attached
For VKS Aiyer & Co.,
Chartered Accountants
Firm Registration No.0000665

Leena M Sathyanarayanan
Partner

Place: Coimbatore
Date: 15-05-2023



For and on behalf of the Board of Directors of
Elgi Sauer Compressors Limited

Jairam Varadachari
Director
(DIN: 00003361)

Franck Bernard Lallart
Director
(DIN:09529807)

PARTICULARS	March 31, 2023		March 31, 2022	
	₹	₹	₹	₹
A. Cash flows from operating activities				
Total Comprehensive Income		2,00,171		1,48,549
Adjustments for:				
Tax expenses	50,485		29,599	
Bad debts written off			1,340	
Provision for Expected Credit Loss	198		(1,026)	
Depreciation & amortization Expenses	1,337		1,143	
Profit on sale of Property, Plant and Equipment			(5)	
Loss on Property, Plant and Equipment discarded	23			
Dividend and Interest Income classified as investing cash flows	(2,908)		(4,943)	
Provision/ (Reversal) of Employee Benefit Expenses				
Loss/ (Gain) on fair valuation of equity instruments	(85,655)		(47,959)	
Finance Costs	17			
Loss/(Gain) on post employment benefit obligations	(983)	(37,486)	(1,267)	(23,118)
Operating profit before working capital changes		1,62,685		1,25,431
- (Increase)/decrease in Inventories	(28,308)		(23,374)	
- (Increase)/decrease in Trade Receivables	93,464		(83,028)	
- (Increase)/decrease in Other Receivables	12,311		(24,462)	
- Increase/(decrease) in Trade payables	10,534		25,962	
- Increase/(decrease) in Other Liabilities	97,390	1,85,391	(10,410)	(1,15,312)
Cash generated from operations		3,48,076		10,119
Income taxes refund/(paid)		(36,119)		(37,293)
Net cash from operating activities - (A)		<u>3,11,957</u>		<u>(27,174)</u>
B. Cash flows from investing activities				
Purchase of Property, Plant and Equipment	(3,22,713)		(5,717)	
Proceeds from sale of Property, Plant and Equipment			5	
Dividend received	621		432	
Interest received	2,287		4,511	
Net cash used in investing activities - (B)		<u>(3,19,805)</u>		<u>(769)</u>
C. Cash flows from financing activities				
Dividends paid to company's shareholders	(73,877)		(59,616)	
Short term loans availed during the year				
Long term loans availed during the year	1,36,430			
Interest paid	(6,227)			
Net cash from / (used in) financing activities - (C)		<u>56,326</u>		<u>(59,616)</u>
Net Increase / (decrease) in cash and cash equivalents (A+B+C)		<u>48,478</u>		<u>(87,559)</u>
Cash and Bank balances at beginning of reporting period		<u>65,852</u>		<u>1,53,411</u>
Less: Bank Balances not Considered as Cash and Cash Equivalents as per Ind AS 7				30,000
Cash and cash equivalents at end of reporting period		<u>1,14,330</u>		<u>35,852</u>

The above cash flow has been prepared under the "Indirect Method" as set out in Indian Accounting Standard (Ind AS) 7- Statement of Cash Flows.

Significant accounting policies and the accompanying notes form an integral part of financial statements

In terms of our report attached
For VKS Aiyer & Co.,
Chartered Accountants
Firm Registration No.000066S

Leena M Sathyanarayanan
Partner
Membership No. 204177

Place: Coimbatore
Date : 15-05-2023



Jairam Varadaraj
Director
(DIN: 00003361)

For and on behalf of the Board of Directors of
Elgi Sauer Compressors Limited

Franck Bernard Lallart
Director
(DIN:09529807)

Elgi Sauer Compressors Limited
Notes to Financial Statements for the year ended 31st March, 2023

Note No.1: Significant Accounting Policies

A) Corporate information

Established in the year 2008, Elgi Sauer Compressors Limited is the joint venture between Elgi Equipments Limited, Coimbatore and J.P. Sauer & Sohn Maschinenbau Beteiligungsgesellschaft MBH, Kiel. Elgi Sauer conglomerate focuses on consolidating the engineering, indigenization, and product support capabilities of both the constituent entities, to build state-of-the-art products and provide customized solution for the defence, shipping, industrial and offshore markets in India.

B) Statement of compliance with Ind AS

The financial statements comply in all material aspects with Indian Accounting Standards (Ind AS) notified under Section 133 of the Companies Act, 2013 (the Act), Companies (Indian Accounting Standards) Rules, 2015 and other relevant provisions of the Act.

C) Basis of preparation

The financial statements have been prepared on a historical cost basis, except for the following:

- a) Certain financial assets and liabilities are measured at fair value as mandated by the law in force;
- b) Net defined employee benefit plans (assets) / liability measured at Fair Value of plan assets less present value of defined benefit obligations.

D) Current and Non-Current classification

All assets and liabilities have been classified as current or non-current as per the Company's normal operating cycle and other criteria set out in Schedule III to the Act.

Deferred tax asset and liabilities are classified as non-current assets and liabilities.

E) Revenue recognition

Revenue is recognized at fair value of the consideration received and receivable. Amounts disclosed as revenue are net of returns, trade allowances, rebates, Goods and Services Tax and amount collected on behalf of third parties.

Revenue from contract with customers: Revenue from contracts with customers is recognized when control of the goods and services are transferred to the customer at an amount that reflects the consideration which the company expects to be entitled in exchange for those goods or services.

Revenue from sale of goods is recognized at the point of time when the control of the goods is transferred to the customer, which generally coincides with the delivery of the goods.

The company considers any other promises in the contract that are separate performance obligations to which a portion of the transaction price needs to be allocated. In determining the transaction price for the goods, the company considers the effect of variable consideration, the existence of significant financing components, non-cash consideration and consideration payable to the customer, if any.

Revenue is recognized when the performance obligation is satisfied either over time or at a point of time. Performance obligation is satisfied when the customer obtains control.



Elgi Sauer Compressors Limited
Notes to Financial Statements for the year ended 31st March, 2023

Commissions: When the Company acts in the capacity of an agent rather than as the principal in a transaction, the revenue recognized is the gross amount of commission earned by the Company.

Income recognition:

a) Interest income

Interest income from debt instruments is recognized using the effective interest rate method. The effective interest rate is the rate that exactly discounts estimated future cash receipts through the expected life of the financial asset to the gross carrying amount of a financial asset. When calculating the effective interest rate, the company estimates the expected cash flows by considering all the contractual terms of the financial instrument (for example, prepayment, extension, call and similar options) but does not consider the expected credit losses.

b) Dividends

Dividends are recognized in the Statement of Profit and Loss only when the right to receive payment is established, when it is probable that the economic benefits associated with the dividend will flow to the company and the amount of the dividend can be measured reliably.

F) Foreign currency transaction

Transactions and balances

Foreign currency transactions are translated into the functional currency using the exchange rates at the dates of the transactions. Foreign exchange gains and losses resulting from the settlement of such transactions and from the translation of monetary assets and liabilities denominated in foreign currencies at the reporting date are generally recognized in statement of profit and loss.

G) Property, Plant, and Equipment

Freehold land is carried at historical cost. All other items of Property, Plant and Equipment are stated at cost less depreciation. Historical cost includes expenditure that is directly attributable to the acquisition of the items.

Subsequent costs are included in the asset's carrying amount or recognized as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the company and the cost of the item can be measured reliably. The carrying amount of any component accounted for as a separate asset is derecognized when replaced. All other repairs and maintenance are charged to profit or loss during the reporting period in which they are incurred.

Depreciation methods, estimated useful lives and residual value

Depreciation is charged on Straight line basis for Plant & Machinery and Data Processing Equipment and on WDV basis for other assets in the manner prescribed in Schedule II of the Act.

The Useful Life of Property, Plant and Equipment as determined by the Management of the Company are as under:

Asset Name	Useful life
Building	30 Years
Electrical Installation	10 Years
Plant & Machinery	15 Years
Office Equipments	5 Years
Computer Equipment	3 Years
Furniture & Fixtures	10 Years
Specifically identified assets	5 Years



Elgi Sauer Compressors Limited
Notes to Financial Statements for the year ended 31st March, 2023

The assets' residual values and useful lives are reviewed, and adjusted if appropriate, at the end of each reporting period.

An asset's carrying amount is written down immediately to its recoverable amount if the asset's carrying amount is greater than its estimated recoverable amount.

Gains and losses on disposals are determined by comparing proceeds with carrying amount. These are included in statement of profit and loss within other gains / (losses).

Computer software

Costs associated with maintaining software programs are recognized as an expense as incurred. Development costs that are directly attributable to the design and testing of identifiable and unique software products controlled by the company are recognized as intangible assets when the following criteria are met:

- It is technically feasible to complete the software so that it will be available for use
- Management intends to complete the software and use or sell it
- There is an ability to use or sell the software
- It can be demonstrated how the software will generate probable future economic benefits
- Adequate technical, financial and other resources to complete the development and to use or sell the software are available, and
- The expenditure attributable to the software during its development can be reliably measured.

Directly attributable costs that are capitalized as part of the software include employee costs and an appropriate portion of relevant overheads.

H) Investments and other financial assets

(i) Classification

The company classifies its financial assets in the following measurement categories:

- a) Those to be measured subsequently at fair value (either through other comprehensive income, or through profit and loss), and
- b) Those measured at amortized cost.

The classification depends on the entity's business model for managing the financial assets and the contractual terms of the cash flows. For assets measured at fair value, gains and losses will either be recorded in statement of profit and loss or other comprehensive income. For investments in debt instruments, this will depend on the business model in which the investment is held. For investments in equity instruments, this will depend on whether the company has made an irrevocable election at the time of initial recognition to account for the equity investment at fair value through other comprehensive income.

The company reclassifies debt investments when and only when its business model for managing those assets changes.

(ii) Measurement

At initial recognition, the company measures a financial asset at its fair value. In the case of a financial asset not classified at fair value through Statement of Profit and Loss, the financial asset is measured at fair value plus transaction costs that are directly attributable to the acquisition of the financial asset. Transaction costs of financial assets carried at fair value through profit and loss are expensed in statement of profit and loss.

Equity instruments

The Company subsequently measures all equity investments at fair value. Where the Company's management has elected to present fair value gains and losses on equity investments in other



Elgi Sauer Compressors Limited
Notes to Financial Statements for the year ended 31st March, 2023

K) Inventories

Raw materials and stores, work-in-progress, traded and finished goods

Raw materials and stores, work in progress, trade and finished goods are stated at the lower of cost and net realizable value. Cost of raw materials and traded goods comprises cost of purchases. Cost of work-in-progress and finished goods comprises direct materials, direct labor and an appropriate proportion of variable and fixed overhead expenditure, the latter being allocated on the basis of normal operating capacity. Cost of inventories also include all other costs incurred in bringing the inventories to their present location and condition. Cost includes the reclassification from equity of any gains or losses on qualifying cash flow hedges relating to purchases of raw material but excludes borrowing costs. Costs are assigned to individual items of inventory on first-in first-out basis. Costs of purchased inventory are determined after deducting rebates and discounts. Net realizable value is the estimated selling price in the ordinary course of business less the estimated costs of completion and the estimated costs necessary to make the sale.

L) Cash and cash equivalents

For the purpose of presentation in the statement of cash flows, cash and cash equivalents includes cash on hand, deposits held at call with financial institutions, other short-term, highly liquid investments with original maturities of three months or less that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value and bank overdrafts.

M) Trade receivables

Trade receivables are recognized initially at fair value and subsequently measured at amortized cost using the effective interest method, less provision for impairment.

N) Trade and other payables

These amounts represent liabilities for goods and services provided to the company prior to the end of financial year which are unpaid. Trade and other payables are presented as current liabilities unless payment is not due within 12 months after the reporting period. They are recognized initially at their fair value and subsequently measured at amortized cost using the effective interest method.

O) Income taxes

The income tax expense or credit for the period is the tax payable on the current period's taxable income based on the applicable income tax rate adjusted by changes in deferred tax assets and liabilities attributable to temporary differences and to unused tax losses.

- i. Current tax comprises the expected tax payable or receivable on the taxable income or loss for the year and any adjustment to the tax payable or receivable in respect of previous years. The amount of current tax reflects the best estimate of the tax amount expected to be paid or received after considering the uncertainty, if any, related to income taxes. It is measured using tax rates (and tax laws) enacted or substantively enacted by the reporting date.

Current tax assets and current tax liabilities are offset only if there is a legally enforceable right to set off the recognized amounts, and it is intended to realize the asset and settle the liability on a net basis or simultaneously.

- ii. Deferred income tax is provided in full, using the liability method, on temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the consolidated financial statements. Deferred income tax is determined using tax rates (and laws) that have been enacted or substantially enacted by the end of the reporting period and are expected to apply when the related deferred income tax asset is realized or the deferred income tax liability is settled.



Elgi Sauer Compressors Limited
Notes to Financial Statements for the year ended 31st March, 2023

Deferred tax assets are recognized for all deductible temporary differences and unused tax losses only if it is probable that future taxable amounts will be available to utilize those temporary differences and losses.

Deferred tax assets and liabilities are offset when there is a legally enforceable right to offset current tax assets and liabilities and when the deferred tax balances relate to the same taxation authority. Current tax assets and tax liabilities are offset where the entity has a legally enforceable right to offset and intends either to settle on a net basis, or to realize the asset and settle the liability simultaneously.

Current and deferred tax is recognized in statement of profit and loss, except to the extent that it relates to items recognized in other comprehensive income or directly in equity. In this case, the tax is also recognized in other comprehensive income or directly in equity, respectively.

P) Provisions (other than for employee benefits)

Provisions for legal claims, service warranties, volume discounts and returns are recognized when the company has a present legal or constructive obligation as a result of past events, it is probable that an outflow of resources will be required to settle the obligation and the amount can be reliably estimated. Provisions are not recognized for future operating losses.

Where there are a number of similar obligations, the likelihood that an outflow will be required in settlement is determined by considering the class of obligations as a whole. A provision is recognized even if the likelihood of an outflow with respect to any one item included in the same class of obligations may be small.

Provisions are measured at the present value of management's best estimate of the expenditure required to settle the present obligation at the end of the reporting period. The discount rate used to determine the present value is a pre-tax rate that reflects current market assessments of the time value of money and the risks specific to the liability. The increase in the provision due to the passage of time is recognized as interest expense.

Q) Employee benefits

(i) Short-term obligations

Liabilities for wages and salaries, including non-monetary benefits that are expected to be settled wholly within 12 months after the end of the period in which the employees render the related service are recognized in respect of employees' services up to the end of the reporting period and are measured at the amounts expected to be paid when the liabilities are settled. The liabilities are presented as current employee benefit obligations in the balance sheet.

(ii) Other long-term employee benefit obligations

The liabilities for earned leave are not expected to be settled wholly within 12 months after the end of the period in which the employees render the related service. They are therefore measured as the present value of expected future payments to be made in respect of services provided by employees up to the end of the reporting period using the projected unit credit method. The benefits are discounted using the market yields at the end of the reporting period that have terms approximating to the terms of the related obligation. Remeasurements as a result of experience adjustments and changes in actuarial assumptions are recognised in statement of profit and loss.

The obligations are presented as current liabilities in the balance sheet if the entity does not have an unconditional right to defer settlement for at least twelve months after the reporting period, regardless of when the actual settlement is expected to occur.

(iii) Post-employment obligations

The company operates the following post-employment schemes:

- (a) Defined benefit plans such as gratuity;
- (b) Liability for compensated absences and
- (c) Defined contribution plans such as provident fund.



Elgi Sauer Compressors Limited
Notes to Financial Statements for the year ended 31st March, 2023

Gratuity obligations

The liability or asset recognized in the balance sheet in respect of defined benefit gratuity plans is the present value of the defined benefit obligation at the end of the reporting period less the fair value of plan assets. The defined benefit obligation is calculated annually by actuaries using the projected unit credit method.

The present value of the defined benefit obligation denominated in the financial statements is determined by discounting the estimated future cash outflows by reference to market yields at the end of the reporting period on government bonds that have terms approximating to the terms of the related obligation.

The net interest cost is calculated by applying the discount rate to the net balance of the defined benefit obligation and the fair value of plan assets. This cost is included in employee benefit expense in the statement of profit and loss

Defined contribution plan

A defined contribution plan is a post-employment benefit plan under which an entity pays fixed contributions into a separate entity and will have no legal or constructive obligation to pay further amounts. The Group makes specified monthly contributions towards Government administered provident fund scheme. Obligations for contributions to defined contribution plans are recognized as an employee benefit expense in statement of profit and loss in the periods during which the related services are rendered by employees.

R) Leases

Payments made under operating leases are generally recognized in Statement of Profit and Loss on a straight-line basis over the term of the lease unless such payments are structured to increase in line with expected general inflation to compensate for the lessor's expected inflationary cost increases. Lease incentives received are recognized as an integral part of the total lease expense over the term of the lease.

S) Rounding the amounts

All amounts disclosed in the financial statements and notes have been rounded off to the nearest thousands as per the requirement of amended Schedule III of the Act.



2. Property, Plant and Equipment

Particulars	Land	Building on Leasehold premises	Plant and Equipment	Furniture and Fixtures	Computer	Electrical Installations	Tangible Assets
Gross carrying value / Deemed Cost							
As at 1st April, 2021	28,224	815	5,369	673	2,641	44	37,776
Additions	-	-	-	13	1,065	-	1,078
Deletions	-	-	-	-	24	-	24
As at 31st March, 2022	28,224	815	5,369	686	3,682	44	38,830
Additions	-	-	-	-	183	-	183
Deletions	-	-	-	-	53	-	53
As at 31st March, 2023	28,224	815	5,369	686	3,812	44	38,960
Accumulated Depreciation and Impairment							
As at 1st April, 2021	-	716	2,523	644	1,944	44	5,941
Depreciation	-	15	578	24	526	-	1,143
Deductions	-	-	-	-	24	-	24
Impairment	-	-	-	-	-	-	-
As at 31st March, 2022	-	861	3,101	668	2,446	44	7,060
Depreciation	-	9	531	14	582	-	1,136
Deductions	-	-	-	-	30	-	30
Impairment	-	-	-	-	-	-	-
As at 31st March, 2023	-	810	3,632	682	2,998	44	8,166
Net Carrying value							
As at 1st April, 2021	28,224	39	2,846	29	697	0	31,834
As at 31st March, 2022	28,224	24	2,268	18	1,235	0	31,770
As at 31st March, 2023	28,224	15	1,737	4	814	0	30,794

The Factory Land is placed on equitable mortgage for term loan obtained for construction of new factory



Elgi Sauer Compressors Limited

Notes to Financial Statements for the period ended March 31, 2023

₹ Rounded off in Thousands

3 Capital work-in-progress

Particulars	Building	Machinery	Electrical	Furniture	Total
Gross carrying value / Deemed Cost					
As at 1st April, 2021	1,487	-	-	-	1,487
Additions	4,639	-	-	-	4,639
Deletions	-	-	-	-	-
As at 31st March, 2022	6,126	-	-	-	6,126
Additions	3,12,074	10,640	2,115	2,141	3,26,970
Deletions	-	-	-	-	-
As at 31st March, 2023	3,18,200	10,640	2,115	2,141	3,33,096

3.1 Capital work-in-progress ageing schedule for the year ended March 31, 2023 and March 31, 2022 are as follows:

Particulars	Amount in CWIP for March 31, 2023				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
Projects in progress	3,26,970	4,639	1,487	-	3,33,096
Projects temporarily suspended	-	-	-	-	-
Total	3,26,970	4,639	1,487	-	3,33,096

Particulars	Amount in CWIP for March 31, 2022				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
Projects in progress - Greenfield project	4,639	1,487	-	-	6,126

3.2 The company has no CWIP / Intangible Assets Under Development whose completion is overdue / has exceeded its cost compared to its original plan for the year ended March 31, 2023 and March 31, 2022

The entire CWIP has been provided as security for term loan obtained for construction of new factory building and purchase of machinery at Kallapalayam



4. Other Intangible Assets

Particulars	Intangible Assets
<u>Gross carrying value / Deemed Cost</u>	
As at 1st April, 2021	895
Additions	-
Deletions	-
As at 31st March, 2022	
Additions	895
Deletions	1,770
As at 31st March, 2023	
Additions	-
Deletions	2,665
<u>Accumulated Amortisation and Impairment</u>	
As at 1st April, 2021	895
Amortisation	-
Deductions	-
Impairment	-
As at 31st March, 2022	
Amortisation	895
Deductions	201
Impairment	-
As at 31st March, 2023	
Amortisation	-
Deductions	1,096
Impairment	-
<u>Net Carrying value</u>	
As at 1st April, 2021	-
As at 31st March, 2022	-
As at 31st March, 2023	1,569



5 Non-current Financial Assets - Investments

Particulars	March 31, 2023	March 31, 2022
	₹	₹
(a) Investments in equity instruments	2,36,633	1,50,978
-In associates		
5,40,074 Equity Shares of Elgi Equipments Limited (As on 31.03.2023 - 5,40,074 Equity Shares)		
Total	2,36,633	1,50,978
Aggregate amount of quoted investments and market value thereof	2,36,633	1,50,978
Category-wise classification		
Financial Assets measured at fair value through Other Comprehensive Income	2,36,633	1,50,978

6 Non-current Financial Assets - Loans

Particulars	March 31, 2023	March 31, 2022
	₹	₹
Loans Receivables considered good - Unsecured		
I. Loan to Employees	23	87
Total	23	87

7 Inventories

Particulars	March 31, 2023	March 31, 2022
	₹	₹
Raw materials	11,454	20,210
Goods In Transit - Raw Material	22,338	
Stock-in-trade	16,595	8,892
Goods In Transit - Stock-in-trade	12,403	
Finished goods	-	5,035
Less: Provision for non-moving inventory	(2,701)	(2,356)
Total	60,089	31,781

i) For method of valuation of inventories (Refer Note 1)

ii) Inventory held at Net Realisable Value amounted to ₹ NIL/- (As at 31.03.2022, ₹ NIL/-)

iii) Movement in provision for non-moving inventory :

Particulars	March 31, 2023	March 31, 2022
	₹	₹
Opening balance	2,356	2,212
Additions during the year	345	144
Reversals during the year	-	-
Closing balance	2,701	2,356



Elgi Sauer Compressors Limited
Notes to Financial Statements for the period ended March 31, 2023

8 Trade Receivables

Particulars	March 31, 2023	March 31, 2022
	₹	₹
Trade receivables		
- Unsecured considered good	1,69,649	2,63,310
- Which have significant increase in credit risk	1,562	1,364
- Disputed considered good		
Less: Provision for expected credit loss	(1,562)	(1,364)
Total	1,69,649	2,63,311

Trade Receivables Ageing Schedule as at 31st March 2023

Particulars	Outstanding for following periods from due date of payment						TOTAL
	Not due	Less than 6 months	6 months - 1 year	1-2 years	2-3 years	More than 3 years	
(i) Undisputed Trade receivables - considered good	18,138	1,33,018	13,999	4,141	254	-	1,69,649
(ii) Undisputed Trade receivable - which have significant increase in credit risk	-	-	-	-	-	-	-
(iii) Undisputed Trade Receivables - Credit impaired	-	-	-	-	-	-	-
(iv) Disputed Trade Receivables - considered good	-	-	-	-	-	-	-
(v) Disputed Trade Receivables - which have significant increase in credit risk	875	-	-	22	306	359	1,562
(vi) Disputed Trade Receivables - Credit impaired	-	-	-	-	-	-	-
Sub total (a)	19,113	1,33,018	13,999	4,163	560	359	1,71,211
Less: Provision for expected credit loss (b)	-	-	-	-	-	-	1,562
Total (a-b)							1,69,649

Trade Receivables Ageing Schedule as at 31st March 2022

Particulars	Outstanding for following periods from due date of payment						TOTAL
	Not due	Less than 6 months	6 months - 1 year	1-2 years	2-3 years	More than 3 years	
(i) Undisputed Trade receivables - considered good	50,892	2,10,317	724	1,379	-	-	2,63,311
(ii) Undisputed Trade receivable - which have significant increase in credit risk	-	-	-	-	-	-	-
(iii) Undisputed Trade Receivables - Credit impaired	-	-	-	-	-	-	-
(iv) Disputed Trade Receivables - considered good	-	-	-	-	-	-	-
(v) Disputed Trade Receivables - which have significant increase in credit risk	875	-	-	130	176	183	1,364
(vi) Disputed Trade Receivables - Credit impaired	-	-	-	-	-	-	-
Sub total (a)	51,767	2,10,317	724	1,509	176	183	2,64,675
Less: Provision for expected credit loss (b)	-	-	-	-	-	-	1,364
Total (a-b)							2,63,311

Movement in Provision for expected credit loss :

Particulars	March 31, 2023	March 31, 2022
	₹	₹
Opening	1,364	2,390
Additions	209	1,478
Reversal	(11)	(2,504)
Closing	1,562	1,364



Elgi Sauer Compressors Limited
Notes to Financial Statements for the period ended March 31, 2023

9 Cash and cash equivalents

Particulars	March 31, 2023	March 31, 2022
	₹	₹
Balances with banks		
- In current accounts	14,308	35,835
- Other account	14	14
- In deposit account	80,000	
Cash on hand	8	3
Total	1,14,330	35,852

10 Bank balances other than above

Particulars	March 31, 2023	March 31, 2022
	₹	₹
Balances with Banks		
In Deposit Account (having maturity of more than 3 Months but less than 12 months)	-	30,000
Total	-	30,000

11 Other Financial Assets

Particulars	March 31, 2023	March 31, 2022
	₹	₹
Unsecured, considered good		
Deposits	35	35
Employee advances/ loans	64	71
Interest accrued on deposits	407	970
Other receivables		309
Total	506	1,385

12 Current tax assets (Net)

Particulars	March 31, 2023	March 31, 2022
	₹	₹
Advance tax (net of provisions)	3,751	9,967
Total	3,751	9,967

13 Other current assets

Particulars	March 31, 2023	March 31, 2022
	₹	₹
Rent advance	-	26
Advance to suppliers	1,648	160
Capital advances	-	21,270
Other advances	-	3,779
Gratuity fund- Plan assets	579	264
Input Tax Credits	2,846	-
Duties Receivable from Government authorities	9,058	-
Total	14,131	25,499



14 Equity Share Capital

Particulars	March 31, 2023		March 31, 2022	
	No. of shares	₹	No. of shares	₹
Authorized share capital				
Equity shares of ₹10/- each	6,50,000	6,500	6,50,000	6,500
	6,50,000	6,500	6,50,000	6,500
Issued and subscribed capital				
Equity shares of ₹10/- each fully paid	6,50,000	6,500	6,50,000	6,500
	6,50,000	6,500	6,50,000	6,500

a. Terms / rights attached to Equity Shares

Voting:

The Company has only one class of shares referred to as equity shares having a par value of ₹10/- per share. Each holder of Equity Shares is entitled to one vote per share.

Dividend:

The Company declares and pays dividend in Indian Rupees. The dividend proposed by the Board of Directors, if any, is subject to the approval of the shareholders in the ensuing Annual General Meeting.

Liquidation:

In the event of liquidation of the Company, the holders of the equity shares will be entitled to receive remaining assets of the Company after distribution of all preferential amount. The distribution will be in proportion to the number of equity shares held by the shareholders.

b. Reconciliation of shares outstanding at the beginning and at the end of the period

Particulars	March 31, 2023		March 31, 2022	
	No. of shares	₹	No. of shares	₹
Shares outstanding at the beginning of the year	6,50,000	6,500	6,50,000	6,500
Shares Issued / bought back during the year	-	-	-	-
Shares outstanding at the end of the year	6,50,000	6,500	6,50,000	6,500

c. Details of shareholders holding more than 5% shares in the Company

S. No	Name of shareholder	March 31, 2023		March 31, 2022	
		Number of shares held	% holding in class of shares	Number of shares held	% holding in class of shares
1	Equity shares with voting rights J.P. Sauer & Sohn Maschinenbau Beteiligungsgesellschaft MBH (Holding Company)	4,81,000	74%	4,81,000	74%
2	Elgi Equipments Limited	1,68,994	26%	1,68,994	26%
	Total	6,49,994	100%	6,49,994	100%

d. Details of shares issued for consideration other than cash in the immediately preceding five years:

No shares were issued for consideration other than cash.

e. Details of shares allotted by way of bonus shares or any buy back in the immediately preceding five years:

No shares were allotted by way of bonus Shares and there have been no shares bought back in the immediately preceding five years.

f. Shares held by promoters at the end of the year

As at 31 March, 2023

S. No	Promoter name	No. of Shares	% of total shares	% change during the year
1	J.P. Sauer & Sohn Maschinenbau Beteiligungsgesellschaft MBH	4,81,000	74.00%	0.00%
2	Elgi Equipments Limited	1,69,000	26.00%	0.00%
	Total	6,50,000	100.00%	0.00%

As at 31 March, 2022

S. No	Promoter name	No. of Shares	% of total shares	% change during the year
1	J.P. Sauer & Sohn Maschinenbau Beteiligungsgesellschaft MBH	4,81,000	74.00%	0.00%
2	Elgi Equipments Limited	1,69,000	26.00%	0.00%
	Total	6,50,000	100.00%	0.00%

Other equity

Particulars		March 31, 2023	March 31, 2022
		₹	₹
General Reserve			
Opening Balance		21,758	21,758
Add: Received / (Utilised)			
	[A]	21,758	21,758
Surplus in the Statement of Profit & Loss			
Opening balance		2,95,385	2,56,499
Add: Profit/(Loss) for the year		1,23,085	98,502
Less: Dividend		(73,877)	(59,616)
	[B]	3,44,593	2,95,385
Other Comprehensive Income			
Opening balance		1,19,149	69,102
Add: Addition during the year		77,086	50,047
	[C]	1,96,235	1,19,149
TOTAL		5,62,586	4,36,292



14 Equity Share Capital

Particulars	March 31, 2023		March 31, 2022	
	No. of shares	₹	No. of shares	₹
Authorized share capital				
Equity shares of ₹10/- each	6,50,000	6,500	6,50,000	6,500
	6,50,000	6,500	6,50,000	6,500
Issued and subscribed capital				
Equity shares of ₹10/- each fully paid	6,50,000	6,500	6,50,000	6,500
	6,50,000	6,500	6,50,000	6,500

a. Terms / rights attached to Equity Shares

Voting:

The Company has only one class of shares referred to as equity shares having a par value of ₹10/- per share. Each holder of Equity Shares is entitled to one vote per share.

Dividend:

The Company declares and pays dividend in Indian Rupees. The dividend proposed by the Board of Directors, if any, is subject to the approval of the shareholders in the ensuing Annual General Meeting.

Liquidation:

In the event of liquidation of the Company, the holders of the equity shares will be entitled to receive remaining assets of the Company after distribution of all preferential amount. The distribution will be in proportion to the number of equity shares held by the shareholders.

b. Reconciliation of shares outstanding at the beginning and at the end of the period

Particulars	March 31, 2023		March 31, 2022	
	No. of shares	₹	No. of shares	₹
Shares outstanding at the beginning of the year	6,50,000	6,500	6,50,000	6,500
Shares Issued / bought back during the year	-	-	-	-
Shares outstanding at the end of the year	6,50,000	6,500	6,50,000	6,500

c. Details of shareholders holding more than 5% shares in the Company

S. No	Name of shareholder	March 31, 2023		March 31, 2022	
		Number of shares held	% holding in class of shares	Number of shares held	% holding in class of shares
1	Equity shares with voting rights J.P.Sauer & Sohn Maschinenbau Beteiligungsgesellschaft MBH (Holding Company)	4,81,000	74%	4,81,000	74%
2	Elgi Equipments Limited	1,68,994	26%	1,68,994	26%
	Total	6,49,994	100%	6,49,994	100%

d. Details of shares issued for consideration other than cash in the immediately preceding five years:

No shares were issued for consideration other than cash.

e. Details of shares allotted by way of bonus shares or any buy back in the immediately preceding five years:

No shares were allotted by way of bonus Shares and there have been no shares bought back in the immediately preceding five years.

f. Shares held by promoters at the end of the year

As at 31 March, 2023

S. No	Promoter name	No. of Shares	% of total shares	% change during the year
1	J.P.Sauer & Sohn Maschinenbau Beteiligungsgesellschaft MBH	4,81,000	74.00%	0.00%
2	Elgi Equipments Limited	1,69,000	26.00%	0.00%
	Total	6,50,000	100.00%	0.00%

As at 31 March, 2022

S. No	Promoter name	No. of Shares	% of total shares	% change during the year
1	J.P.Sauer & Sohn Maschinenbau Beteiligungsgesellschaft MBH	4,81,000	74.00%	0.00%
2	Elgi Equipments Limited	1,69,000	26.00%	0.00%
	Total	6,50,000	100.00%	0.00%

Other equity

Particulars	March 31, 2023		March 31, 2022	
	₹		₹	
General Reserve				
Opening Balance		21,758		21,758
Add: Received / (Utilised)				
	[A]	21,758		21,758
Surplus in the Statement of Profit & Loss				
Opening balance		2,95,385		2,56,499
Add: Profit/(Loss) for the year		1,23,085		98,502
Less: Dividend		(73,877)		(59,616)
	[B]	3,44,593		2,95,385
Other Comprehensive Income				
Opening balance		1,19,149		69,102
Add: Addition during the year		77,086		50,047
	[C]	1,96,235		1,19,149
TOTAL		5,62,586		4,36,292



Elgi Sauer Compressors Limited

Notes to Financial Statements for the period ended March 31, 2023

₹ Rounded off in Thousands

15 Financial liabilities

Non-Current Borrowings

Particulars	March 31, 2023	March 31, 2022
Secured		
(a) Term loans		
(i) from banks	1,61,430	-
Less: Current maturities of long-term debt	(25,000)	
	1,36,430	-

a) Security: Term loan is secured by the equitable mortgage of Factory Land to the extent of 3.59 acres at Codissia Industrial Park, Kallapalayam, building constructed thereon and machinery

b) Terms of Repayment: The term loan shall be repaid in 40 Quarterly instalment starting from June 2023.

c) There are no defaults in the repayment of the above borrowings during the year

16 Provisions

Particulars	March 31, 2023	March 31, 2022
	₹	₹
Liability for Compensated absences	6,517	3,649
Total	6,517	3,649

17 Deferred tax liabilities (net)

Particulars	March 31, 2023	March 31, 2022
	₹	₹
<u>Deferred tax liability</u>		
On fair value adjustment of financial instruments	17,511	7,712
On income allowable against taxable income in future years		
Tax effect of items constituting deferred tax liability	17,511	7,712
<u>Deferred tax asset</u>		
Depreciation	334	353
On expenses allowable against taxable income in future years	3,702	2,034
Tax effect of items constituting deferred tax asset	4,036	2,387
Net deferred tax liability	13,475	5,325



Statement of changes in Deferred Tax Assets/ Liabilities

Particulars	For the year ended March 31, 2023			
	Opening	Recognized in Statement of Profit and Loss	Recognised in Other Comprehensive Income	Closing
Deferred tax liability				
On fair value adjustment of financial instruments	7,712	-	9,799	17,511
Deferred tax asset	7,712		9,799	17,511
Depreciation	353	(19)	-	334
On expenses allowable against taxable income in future years	2,034	1,421	247	3,702
	2,387	1,402	247	4,036
Total	5,324	(1,402)	9,552	13,475

Particulars	For the year ended March 31, 2022			
	Opening	Recognized in Statement of Profit and Loss	Recognised in Other Comprehensive Income	Closing
Deferred tax liability				
On fair value adjustment of financial instruments	8,321	-	(609)	7,712
Deferred tax asset	8,321	-	(609)	7,712
Depreciation	714	(361)	-	353
On expenses allowable against taxable income in future years	2,044	(222)	212	2,034
	2,758	(583)	212	2,387
Total	5,563	583	(821)	5,325

18 Trade Payable

Particulars	March 31, 2023	March 31, 2022
	₹	₹
Total outstanding dues of Micro and Small Enterprises (Refer Note : 41)	10,015	9,003
Total outstanding dues of creditors Other than Micro and Small Enterprises	90,979	81,457
Total	1,00,994	90,460



Ageing of Trade Payables
For the year ended March 31, 2023

Particulars	Less than 1 year	1 year - 2 years	2 years - 3 years	More than 3 years	Total
MSME	10,015				10,015
Others	90,290	15		674	90,978
Disputed dues - MSME					
Disputed dues - Others					
Total	1,00,305	15		674	1,00,993

For the year ended March 31, 2022

Particulars	Less than 1 year	1 year - 2 years	2 years - 3 years	More than 3 years	Total
MSME	9,003	-	-	-	9,003
Others	80,783	-	674	-	81,457
Disputed dues - MSME	-	-	-	-	-
Disputed dues - Others	-	-	-	-	-
Total	89,786	-	674	-	90,460

19 Other financial liabilities

Particulars	March 31, 2023	March 31, 2022
	₹	₹
Liabilities for expenses	4,838	5,532
Dealer deposits	530	620
Employee related expense payable	7,727	8,313
Other payables & accruals	8,792	17,469
Current maturities of long-term debt	25,000	-
Creditors for Capital Goods	80,360	-
Total	1,27,247	31,934

20 Other current liabilities

Particulars	March 31, 2023	March 31, 2022
	₹	₹
Statutory dues payable	2,985	4,754
Advances from customer	3,571	6,633
Total	6,556	11,387

21 Provisions

Particulars	March 31, 2023	March 31, 2022
	₹	₹
Provision for warranties (refer note no.19.1)	910	759
Liability for compensated absences	3,356	450
Net defined benefit liability - gratuity	-	-
Total	4,266	1,209

21.1 Movement in provision for warranties

Particulars	March 31, 2023	March 31, 2022
	₹	₹
Opening balance	759	761
Additions during the year	325	409
Reversals during the year	174	411
Closing balance	910	759



22 Revenue from operations

Particulars	March 31, 2023	March 31, 2022
	₹	₹
Revenue from operations		
Sale of products - Manufactured goods	2,10,090	1,35,101
Sale of products - Traded goods	2,83,015	2,81,576
Sale of services	11,518	13,063
	[A]	
	5,04,623	4,29,740
Other operating revenue		
Commission received	26,900	5,093
Support service income	17,208	7,683
	[B]	
	44,117	12,776
Total	5,48,740	4,42,516

Details of products sold:

Particulars	March 31, 2023	March 31, 2022
	₹	₹
Export Sales:		
Sale of products	58	1,740
Sale of services	44,683	15,431
	[A]	
	44,741	17,171
Domestic Sales:		
Sale of products	4,93,047	4,14,937
Sale of Services	10,952	10,408
	[B]	
	5,03,999	4,25,345
Total	5,48,740	4,42,516

23 Other income

Particulars	March 31, 2023	March 31, 2022
	₹	₹
Interest from financial assets	2,287	4,511
Interest on others	252	1,873
Dividend income	621	432
Foreign Exchange gain (Net)	732	396
Profit on sale of assets		5
Customs duty recovered		1,938
Excess provision reversed		393
Miscellaneous Income	40	1,484
Total	3,932	11,032

24 Cost of materials consumed

Particulars	March 31, 2023	March 31, 2022
	₹	₹
Opening stock of Raw Material	20,210	2,016
Add: Purchases	1,55,830	1,20,726
	1,76,040	1,22,742
Less: Closing stock of Raw Material	33,792	20,210
Cost of material consumed	1,42,248	1,02,532

25 Purchase of stock-in-trade

Particulars	March 31, 2023	March 31, 2022
	₹	₹
Traded goods	1,55,464	1,43,932
Total	1,55,464	1,43,932



26 Changes in inventories of finished goods, stock-in-trade and work-in-progress

Particulars	March 31, 2023	March 31, 2022
	₹	₹
Inventories at the end of the year		
Work-in-progress	-	-
Finished goods	-	5,035
Stock in trade	28,998	8,892
	28,998	13,927
Inventories at the beginning of the year		
Work-in-progress	-	-
Finished goods	5,035	2,374
Stock in trade	8,892	6,228
	13,927	8,602
Net (Increase) / Decrease in Inventories of finished goods, stock-in-trade, and work-in-progress	(15,071)	(5,325)

27 Employee benefit expenses

Particulars	March 31, 2023	March 31, 2022
	₹	₹
Salaries, wages and bonus	50,418	48,922
Contribution to provident and other funds	2,426	2,819
Expenses related to Post Employment Defined Benefit Plans	879	1,020
Expenses related to compensated absences	6,067	999
Staff welfare expenses	708	1,109
Total	60,498	54,869

28 Finance costs

Particulars	March 31, 2023	March 31, 2022
	₹	₹
Interest expense	17	-
Interest on Income Tax	-	-
Total	17	-

29 Depreciation and amortisation expenses

Particulars	March 31, 2023	March 31, 2022
	₹	₹
Depreciation of Property, Plant & Equipment (Refer Note: 2)	1,136	1,143
Amortisation of Intangible Assets (Refer Note: 4)	201	-
Total	1,337	1,143



Elgi Sauer Compressors Limited
Notes to Financial Statements for the period ended March 31, 2023

30 Other expenses

Particulars	March 31, 2023	March 31, 2022
	₹	₹
Packing charges	1,817	822
Advertisement expenses	712	608
Donation	-	35
Freight outwards	1,098	1,456
Power and fuel	294	282
Repairs and maintenance	300	166
Commission & discount (Net)	15,873	6,346
Rent	1,534	1,534
Warranties	151	409
Installation expenses	2,401	3,228
Professional charges	881	1,071
Auditor's remuneration (Refer note 30 (a))	534	528
Rates and taxes	71	46
Insurance	593	900
Bank charges	1,051	484
Subscription, periodicals & filing fees	15	19
Service charges	5,972	4,181
Printing & stationary	216	250
Communication expenses	134	133
Travelling expenses	8,169	2,642
Corporate Social Responsibility expenditure (Refer note 30(b))	2,039	2,000
Bad debts written off	-	1,340
Provision for Expected Credit Loss/ (Reversal)- Net (refer note no.8)	198	(1,026)
Loss on assets discarded	23	-
Miscellaneous expenses	85	21
Total	44,161	27,475

30 (a) Payment to auditors

Particulars	March 31, 2023	March 31, 2022
	₹	₹
Payment to auditors includes the following:		
(a) As Auditor:		
- For Statutory Audit	286	286
- For Tax Audit	59	59
- For GST Audit	-	-
(b) For Taxation matters	30	30
(c) For Certification and Others	140	135
(d) Reimbursement	19	18
Total	534	528



30 (b) Corporate Social Responsibility expenditure

Particulars	March 31, 2023	March 31, 2022
Amount required to be spent by the company during the year.	4,034	1,995
Amount of expenditure incurred	2,000	-
Shortfall at the end of the year	2,034	1,995
Total of previous years shortfall	-	-
Reason for shortfall	Pertains to ongoing projects	Pertains to ongoing projects
Nature of CSR activities	Promoting education and enhancing vocational skills.	
Details of related party transactions, e.g. contribution to a trust controlled by the company in relation to CSR expenditure as per relevant Accounting Standard	-	-
Where a provision is made with respect to a liability incurred by entering into a contractual obligation, the movements in the provision during the year.	N.A.	N.A.
As per the annual CSR action plan for the financial year 2022-23, the company had allotted its entire CSR obligation of ₹ 20.34 lakhs towards expansion of Elgi Matriculation School, Coimbatore. The said project is an on-going one and will be completed before end of the financial year 2023-24. The unspent amount of ₹ 20.34 lakhs has been transferred to an unspent CSR bank account on 29-04-2023.		

31 Income tax expense

Particulars	March 31, 2023	March 31, 2022
	₹	₹
Current Tax		
Current tax on profit for the year	42,335	29,837
MAT credit written off		
Adjustments for current tax of prior periods		
[A]	42,335	29,837
Deferred Tax		
Decrease / (Increase) in deferred tax assets	(1,402)	371
(Decrease) / Increase in deferred tax liabilities	9,552	(609)
[B]	8,149	(238)
Tax expense recognized in Statement of Profit and Loss	[C]	
	40,933	33,323
Tax expense recognized in Other Comprehensive Income	[A]+[B]-[C]	
	9,552	(3,724)
Total tax expense	50,485	29,599

- Reconciliation of tax expense and the accounting profit multiplied by India's tax rate:

Particulars	March 31, 2023	March 31, 2022
	₹	₹
Profit before income tax expense	1,64,018	1,28,922
Tax at the Indian tax rate of 25.17% (2021-2022 - 25.17%)	41,280	32,447
<u>Tax effect of amounts which are not deductible (taxable) in calculating taxable</u>		
- Chapter VI A Tax Concessions	(156)	(109)
- Differences on account of Depreciation		(15)
- Corporate social responsibility expenditure	513	503
- On account of Employee benefit expenses	1,674	508
- Others	(976)	(3,498)
Income tax expense	42,335	29,836

The above workings are provisional computation of tax expenses and are subject to finalisation including that of tax audit.

The company does not have any transactions which are not recorded in the books of accounts that has been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961.

32 Earnings Per Share

Particulars	March 31, 2023	March 31, 2022
	₹	₹
Profit after tax attributable to equity share holders	1,23,085	98,502
Total number of equity shares outstanding at balance sheet date	6,50,000	6,50,000
Weighted average number of equity shares outstanding, considered for the purpose of computing EPS	6,50,000	6,50,000
Face value per equity share (₹)	10	10
Basic and diluted earnings per share (₹)	189.36	151.54



33 A. Financial Risk Management

The company's activities expose it to market risk, interest rate risk, liquidity risk and credit risk. This note explains the sources of risk which the entity is exposed to and how the entity manages the risk and the impact of hedge accounting in the financial statements.

Risk	Exposure arising from	Measurement	Management
Credit risk	Cash and cash equivalents, trade receivables, financial assets measured at amortised cost.	Aging analysis Credit ratings	Diversification of bank deposits, credit limits and letters of credit
Liquidity risk	Borrowings and other liabilities	Rolling cash flow forecasts	Availability of committed credit lines and borrowing facilities
Market risk - foreign exchange	Recognised financial assets and liabilities not denominated in Indian rupee (₹)	Cash flow forecasting Sensitivity analysis	Forward Foreign Exchange Contracts Foreign Currency Option
Interest rate risk	Borrowings and other liabilities	Rolling cash flow forecasts, Cash flow forecasting sensitivity analysis	Availability of committed credit lines and borrowing facilities, ascertaining the benefit of Fixed or floating interest rate for borrowings

The Board of Directors reviews and approves risk management framework and policies for managing these risks and monitors suitable mitigating actions taken by the management to minimise potential adverse effects and achieve greater predictability to earnings.

In line with the overall risk management framework and policies, the treasury function provides services to the business, monitors and manages through an analysis of the exposures by degree and magnitude of risks.

(A) Credit risk

Credit risk arises from cash and cash equivalents, investments carried at amortised cost and deposits with banks and financial institutions, as well as credit exposures to wholesale customers including outstanding receivables.

(i) Credit risk management

Credit risk is managed on a company basis. For banks and financial institutions, only high rated banks/institutions are accepted.

For other financial assets, The company assesses and manages credit risk based on internal credit rating system. The finance function consists of a separate team who assess and maintain an internal credit rating system. Internal credit rating is performed on a group basis for each class of financial instruments with different characteristics. The company assigns the following credit ratings to each class of financial assets based on the assumptions, inputs and factors specific to the class of financial assets.

- VL 1 : High-quality assets, negligible credit risk
- VL 2 : Quality assets, low credit risk
- VL 3 : Standard assets, moderate credit risk
- VL 4 : Substandard assets, relatively high credit risk
- VL 5 : Low quality assets, very high credit risk
- VL 6 : Doubtful assets, credit-impaired

The company considers the probability of default upon initial recognition of asset and whether there has been a significant increase in credit risk on an ongoing basis throughout each reporting period. To assess whether there is a significant increase in credit risk, The company compares the risk of a default occurring on the asset as at the reporting date with the risk of default as at the date of initial recognition. It considers available reasonable and supportive forwarding-looking information. Especially the following indicators are included.

- Internal credit rating
- External credit rating (as far as available)
- Actual or expected significant adverse changes in business, financial or economic conditions that are expected to cause a significant change to the borrower's ability to meet its obligations
- Actual or expected significant changes in the operating results of the borrower
- Significant increase in credit risk on other financial instruments of the same borrower
- Significant changes in the value of the collateral supporting the obligation or in the quality of third-party guarantees or credit enhancements
- Significant changes in the expected performance and behaviour of the borrower, including changes in the payment status of borrowers in the company and changes in the operating results of the borrower.

Macro economic information (such as regulatory changes, market interest rate or growth rates) is incorporated as part of the internal rating model.

In general, it is presumed that credit risk has significantly increased since initial recognition if the payments are more than 30 days past due.

A default on a financial asset is when the counterparty fails to make contractual payments within 60 days of when they fall due. This definition of default is determined by considering the business environment in which entity operates and other macro-economic factors.



(ii) Provision for expected credit losses

The company provides for expected credit loss based on the following:

The company provides for expected credit losses based on the following:			Basis for recognition of expected credit loss provision		
Internal rating	Category	Description of category	Investments	Loans and deposits	Trade receivables
VL 1	High quality assets, negligible credit risk	Assets where the counter-party has strong capacity to meet the obligations and where the risk of default is negligible or nil.	12-month expected credit losses	12-month expected credit losses	Life-time expected credit losses (simplified approach)
VL 2	Quality assets, low credit risk	Assets where there is low risk of default and where the counter-party has sufficient capacity to meet the obligations and where there has been low frequency of defaults in the past.			
VL 3	Standard assets, moderate credit risk	Assets where the probability of default is considered moderate, counter-party where the capacity to meet the obligations is not strong.			
VL 4	Substandard assets, relatively high credit risk	Assets where there has been a significant increase in credit risk since initial recognition. Assets where the payments are more than 30 days past due.	Life-time expected credit losses	Life-time expected credit losses	
VL 5	Low quality assets, very high credit risk	Assets where there is a high probability of default. In general, assets where contractual payments are more than 60 days past due are categorised as low quality assets. Also includes assets where the credit risk of counter-party has increased significantly though payments may not be more than 60 days past due.			
VL 6	Doubtful assets, credit-impaired	Assets are written off when there is no reasonable expectation of recovery, such as a debtor declaring bankruptcy or failing to engage in a repayment plan with the group. The group categorises a loan or receivable for write off when a debtor fails to make contractual payments greater than 120 days past due. Where loans or receivables have been written off, the group continues to engage in enforcement activity to attempt to recover the receivable due. Where recoveries are made, these are recognised in profit or loss.	Asset is written off		

(a) Expected credit loss for loans and security deposits

₹ Rounded off in Thousands

Year ended 31 March 2023:

Particulars	Category	Asset group	Internal credit rating	Estimated gross carrying amount at default	Expected probability of default	Expected credit losses	Carrying amount net of impairment provision
Loss allowance measured at 12 month expected credit losses	Financial assets for which credit risk has not increased significantly since initial recognition	Loans	VL 1	23	-	-	23
		Security deposits	VL 1	35	-	-	35

Year ended 31 March 2022

Particulars	Category	Asset group	Internal credit rating	Estimated gross carrying amount at default	Expected probability of default	Expected credit losses	Carrying amount net of impairment provision
Loss allowance measured at 12 month expected credit losses	Financial assets for which credit risk has not increased significantly since initial recognition	Loans	VL 1	87	-	-	87
		Security deposits	VL 1	35	-	-	35

(b) Expected credit loss for trade receivables under simplified approach

Year ended 31 March 2023:

Ageing	Not due	0-30 days past due	31-60 days past due	61-90 days past due	91-120 days past due	More than 120 days past due	Total
Gross carrying amount	-	96,010	48,131	260	498	26,312	1,71,211
Expected credit losses (Loss allowance provision)	-	-	-	-	-	(1,562)	(1,562)
Carrying amount of trade receivables (net of impairment)	-	96,010	48,131	260	498	24,750	1,69,649



Year ended 31 March 2022:

Ageing	Not due	0-30 days past due	31-60 days past due	61-90 days past due	91-120 days past due	More than 120 days past due	Total
Gross carrying amount	-	1,44,991	43,677	13,837	11,080	51,089	2,64,674
Expected credit losses (Loss allowance provision)	-	-	-	-	-	(1,364)	(1,364)
Carrying amount of trade receivables (net of impairment)	-	1,44,991	43,677	13,837	11,080	49,725	2,63,311

(B) Liquidity risk

Prudent liquidity risk management implies maintaining sufficient cash and marketable securities and the availability of funding through an adequate amount of committed credit facilities to meet obligations when due and to close out market positions. Due to the dynamic nature of the underlying businesses, group treasury maintains flexibility in funding by maintaining availability under committed credit lines. Management monitors rolling forecasts of the Company's liquidity position (comprising the undrawn borrowing facilities below) and cash and cash equivalents on the basis of expected cash flows. This is generally carried out at local level in the operating companies of the Company in accordance with practice and limits set by the group. These limits vary by location to take into account the liquidity of the market in which the entity operates. In addition, the Company's liquidity management policy involves projecting cash flows in major currencies and considering the level of liquid assets necessary to meet these, monitoring balance sheet liquidity ratios against internal and external regulatory requirements and maintaining debt financing plans.

(i) Financing arrangements

The company had access to the following borrowing facilities at the end of the reporting period:

	31-03-2023	31-03-2022
- at Floating rate (Term Loan)	2,50,000	-
- Expiring beyond one year (cash credit limit)	50,000	50,000
- Bank Guarantee	1,60,000	1,60,000

The bank overdraft facilities may be drawn at any time and may be terminated by the bank without notice. Subject to the continuance of satisfactory credit ratings, the bank loan facilities may be drawn at any time in Rupees (₹).

(i) Maturities of financial assets

The tables below analyse the company's financial assets into relevant maturity groupings based on their contractual maturities.

The amounts disclosed in the table are the contractual undiscounted cash flows. Balances due within 12 months equal their carrying balances as the impact of discounting is not significant.

Particulars	Note No.	Less than 1 year	Between 1 and 5 years	Over 5 years	Total
March 31, 2023					
Investments	5	-	-	2,36,633	2,36,633
Non-current loans	6	-	23	-	23
Trade receivables	8	1,71,211	-	-	1,71,211
Cash and cash equivalents	9	1,14,330	-	-	1,14,330
Other Financial Assets - Current	11	506	-	-	506
Total financial assets		2,86,047	23	2,36,633	5,22,703

Particulars	Note No.	Less than 1 year	Between 1 and 5 years	Over 5 years	Total
March 31, 2022					
Investments	5	-	-	1,50,978	1,50,978
Non-current loans	6	-	87	-	87
Trade receivables	8	2,54,709	9,089	875	2,64,673
Cash and cash equivalents	9	35,852	-	-	35,852
Other Financial Assets - Current	11	1,385	-	-	1,385
Total financial assets		2,91,945	9,176	1,51,853	4,52,974

(ii) Maturities of financial liabilities

The tables below analyse the company's financial liabilities into relevant maturity groupings based on their contractual maturities.

The amounts disclosed in the table are the contractual undiscounted cash flows. Balances due within 12 months equal their carrying balances as the impact of discounting is not significant.

Contractual maturities of financial liabilities:

Particulars	Note No.	On demand	Less than 1 year	Between 1 and 5 years	Over 5 years	Total
March 31, 2023						
Borrowings*			25,000	1,00,000	1,25,000	2,50,000
Trade payables	18	-	1,00,305	689	-	1,00,994
Other financial liabilities	19	-	1,01,717	530	-	1,02,247
Total financial liabilities			2,27,022	1,01,219	1,25,000	4,53,241

Particulars	Note No.	On demand	Less than 1 year	Between 1 and 5 years	Over 5 years	Total
March 31, 2022						
Trade payables	18	-	89,786	674	-	90,460
Other financial liabilities	19	-	31,314	620	-	31,934
Total financial liabilities			1,21,101	1,294		1,22,395



(C) Market risk - Foreign currency risk

The company operates internationally and is exposed to foreign exchange risk arising from foreign currency transactions. Foreign exchange risk arises from future commercial transactions and recognised assets and liabilities denominated in a currency that is not the company's functional currency ('). The risk is measured through a forecast of highly probable foreign currency cash flows.

The company's exposure to foreign currency risk at the end of the reporting period are as follows:

Particulars	March 31, 2023			March 31, 2022		
	CHF	USD	EUR	CHF	USD	EUR
Financial assets						
Trade receivables			6			
Net exposure to foreign currency risk (assets)			6			
Financial liabilities						
Trade payables			33		2	61
Net exposure to foreign currency risk (liabilities)			33		2	61

Sensitivity

The sensitivity of profit or loss to changes in the exchange rates arises mainly from foreign currency denominated financial instruments.

Change in exchange rate	Impact on profit after tax (in ₹)		Impact on other components of equity (in ₹)	
	March 31, 2023	March 31, 2022	March 31, 2023	March 31, 2022
INR/GBP Inc. by 5%	-	-1.56	-	-
INR/GBP Dec. by 5%	-	1.56	-	-
INR/EUR Inc. by 5%	-148.56	-255.31	-	-
INR/EUR Dec. by 5%	148.56	255.31	-	-
INR/CHF Inc. by 5%	-	-7.99	-	-
INR/CHF Dec. by 5%	-	7.99	-	-
* Holding all other variables constant				

(D) Interest Rate Risk

Interest rate risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of change in market interest rates. The company is exposed to interest risk because funds are borrowed at floating interest rates.

(i) Interest rate risk exposure

The exposure of the company's borrowing to interest rate changes at the end of the reporting period are as follows:

Particulars	Note No.	March 31, 2023	March 31, 2022
Variable rate borrowings	15 & 19	1,61,430	
Fixed rate borrowings			
Total Borrowings		1,61,430	

(ii) Sensitivity

Profit or loss is sensitive to higher/lower interest expense from borrowings as a result of changes in interest rates.

Particulars	Impact on Profit after tax		Impact on Other components of Equity	
	March 31, 2023	March 31, 2022	March 31, 2023	March 31, 2022
Interest rates - increase by basis 100 points *	(1,208)			
Interest rates - decrease by 100 basis points *	1,208			
* Holding all other variables constant				

33 B. CAPITAL MANAGEMENT

The Company's capital management strategy is to effectively determine, raise and deploy capital so as to create value for its shareholders. The same is done through a mix of either equity and/or preference and/or convertible and/or combination of short term /long term debt as may be appropriate.

The Company monitors its capital using gearing ratio, which is net debt divided to total equity. Net debt includes, interest bearing loans and borrowings less cash and cash equivalents, Bank balances other than cash and cash equivalents and current investments.

The following table summarizes the capital of the Company:

Particulars	March 31, 2023	March 31, 2022
Cash and cash equivalents	1,14,330	35,852
(a) Total cash	1,14,330	35,852
Current borrowings	1,61,430	
(b) Total borrowings	1,61,430	
(c) Net debt (b-a)	47,100	(35,852)
(d) Total equity	5,69,086	4,42,792
Gearing ratio (c/d)	8%	-8%



34 Employee Benefit Obligations

(i) Defined Contribution plans

The company makes contribution towards provident fund and employees state insurance as a defined contribution retirement benefit fund for qualifying employees. The provident fund is operated by the regional provident fund commissioner. The employees state insurance is operated by the Employees State Insurance Corporation. Under these schemes, the company is required to contribute a specific percentage of the payroll cost as per the Statute.

The total expenses recognised in the statement of profit and loss of ₹ 16,54,505/- (for March 31, 2022 - ₹ 19,76,894/-) represents contributions payable to these plans by the company.

(ii) Defined Benefit Plans - Gratuity

Description of the Company's defined benefit plan:

The company operates a defined benefit plan for payment of post employment benefits in the form of gratuity. Benefits under the plan are based on pay and years of service and vested on completion of five years of service, as provided in the Payment of Gratuity Act, 1972. The terms of benefits are common for all the employees of the company.

Principal actuarial assumptions used as at the balance sheet date:

Particulars	March 31, 2023	March 31, 2022
Discount Rate	7.19%	7.24%
Salary escalation rate	10.00%	10.00%
Attrition rate	6.00%	6.00%
Expected rate of return on Plan Assets	7.19%	7.24%

Expenses recognised in the Statement of Profit and Loss:

Particulars	March 31, 2023	March 31, 2022
Current Service Cost	906	969
Net interest on net defined benefit obligations	(27)	52
Expenses recognized in the statement of profit and loss	879	1,020

Amount Recognized For The Current Period In The Statement Of Other Comprehensive Income [OCI]

Particulars	March 31, 2023	March 31, 2022
Actuarial (gain)/loss on Plan Obligations	(972)	(1,110)
Difference between Actual Return and Interest Income on Plan Assets- (gain)/loss	(11)	(142)
Amount recognized in OCI for the current period	(983)	(1,251)

Reconciliation in respect of the changes in the present value of obligation:

Particulars	March 31, 2023	March 31, 2022
Present value of obligations as at the beginning of the year	7,560	8,811
Interest Cost	543	547
Current service cost	906	969
Past service cost		
Benefits paid	(125)	(1,657)
Actuarial loss/(gain) on obligation (balancing figure)	(972)	(1,110)
Present value of obligations as at the end of the year	7,912	7,560

Reconciliation in respect of the changes in the fair value of plan assets:

Particulars	March 31, 2023	March 31, 2022
Fair value of plan assets as at the beginning of the period	7,824	7,271
Expected return on plan assets	570	495
Contributions less charges	210	1,573
Benefits paid	(125)	(1,657)
Actuarial gain/(loss) on plan assets (balancing figure)	11	142
Fair value of plan assets as at the end of the period	8,490	7,824

Amounts recognised in the Balance sheet

Particulars	March 31, 2023	March 31, 2022
Present value of the obligation	7,912	7,560
Fair value of plan assets	8,491	7,824
Liability/(Asset) in the Balance sheet	(579)	(264)

Major categories of plan assets (as percentage of total plan assets)

Particulars	March 31, 2023	March 31, 2022
Funds managed by Insurer- LIC	100%	100%
Total	100%	100%



Experience Adjustments

Particulars	March 31, 2023	March 31, 2022	March 31, 2021	March 31, 2020	March 31, 2019
Defined Benefit Obligation	7,912	7,560	8,811	6,389	6,805
Plan Assets	8,491	7,824	7,272	6,973	6,132
Surplus/ (Deficit)	(579)	(264)	1,541	(584)	672
Experience Adjustments on plan liabilities - Loss/ (Gain)	(972)	(1,110)	1,616	(1,194)	108
Experience Adjustments on plan assets - Gain/ (Loss)	(11)	(142)	(47)	(52)	285

Sensitivity Analysis	March 31, 2023		March 31, 2022	
Particulars	Increase	Decrease	Increase	Decrease
Gratuity				
Discount Rate (0.5% movement)	(275)	297	(268)	290
Salary Escalation Rate(0.5% movement)	296	(277)	289	(270)

(iii) Defined Benefit Plans - Earned Leave obligations

Under the compensated absences plan, leave encashment is payable to all eligible employees at the rate of per day salary, as per current accumulation of leave days.

Particulars	March 31, 2023	March 31, 2022
Current leave obligations expected to be settled within the next 12 months	476	450

Principal assumptions:

Particulars	March 31, 2023	March 31, 2022
Discount Rate	7.19%	7.24%
Rate of increase in compensation levels	10.00%	10.00%
Attrition Rate	6.00%	6.00%
Expected rate of return on Plan Assets	0.00%	0.00%

Reconciliation in respect of the changes in the present value of obligation:

Particulars	March 31, 2023	March 31, 2022
Present value of obligations as at the beginning of the year	4,099	3,521
Interest Cost	286	227
Current service cost	799	772
Past service cost		
Benefits paid	(293)	(405)
Actuarial loss/ (gain) on obligation (balancing figure)	(363)	(15)
Present Value of Obligation as at the end of the period	4,528	4,100

V Actuarial Gains And Losses Recognized

Particulars	March 31, 2023	March 31, 2022
Actuarial gain (loss) for year - obligation	363	15
Actuarial gain (loss) for year - plan assets		
Subtotal	363	15
Actuarial (gain) / loss recognized	(363)	(15)
Unrecognized actuarial gains (losses) at the end of the period	-	-

VI Amounts recognised in the Balance sheet

Particulars	March 31, 2023	March 31, 2022
Present value of the obligation	4,528	4,100
Fair value of plan assets		
Difference	4,528	4,100
Liability recognized in the balance sheet	4,528	4,100



VII. Expenses Recognised In The Statement Of Profit And Loss:

Particulars	March 31, 2023	March 31, 2022
Current service cost	799	772
Interest on obligation	286	227
Expected return on plan assets		
Net actuarial (gain)/loss recognised during the period	(363)	(15)
Past service cost		
Expenses recognized in the statement of profit and loss	722	984

VIII. Movements In The Liability Recognized In The Balance Sheet

Particulars	March 31, 2023	March 31, 2022
Opening net liability	4,100	3,521
Expense as above	722	984
Contribution paid	(293)	(405)
Closing net liability	4,529	4,100

Sensitivity Analysis	March 31, 2023		March 31, 2022	
Particulars	Increase	Decrease	Increase	Decrease
Leave Salary				
Discount Rate (0.5% movement)	(217)	235	(197)	213
Salary Escalation Rate(0.5% movement)	227	(213)	206	(193)

(iv) Defined Benefit Plans - Sick Leave obligations

The company's sick leave obligations have been provided in the statement of profit and loss as follows:

Particulars	March 31, 2023
Current Component of Pvo- Long Term Leave	2,879
Non-Current Component of Pvo-Long Term Leave	2,466
	5,345



15 Related party transactions

₹ Rounded off in Thousands

(a) Parent entities

The company is controlled by following entity:

Name of entity	Type	Place of business	Ownership interest held by March 31, 2023	March 31, 2022
J.P.Sauer & Sohn Maschinenbau Beteiligungsgesellschaft MBH (Holding Company)	Foreign Company	Germany	74%	74%
Elgi Equipments Limited	Domestic Company	India	26%	26%

(b) Others

JP Sauer & Sohn Maschinenbau GmbH - Germany, Girolin Sauer - France, Sauer Compressors USA - USA, Sauer Compressors UK Ltd - UK, Dr. Dieter Murrmann Beteiligungsgesellschaft mbH, Haug Kompressoren AG - Switzerland, Sauer Compressors USA, Elgi Ultra Limited - India (Co-ventures).

(c) Transactions with related parties

The following transactions occurred with related parties:

March 31, 2023	Sale of Goods	Services Provided	Commission Received	Purchase of goods	Services Availed	Amount payable	Amount receivable	Dividend Paid	Dividend Received
Elgi Equipments Limited	99			4,845	5,857	6,943	16	19,208	621
Elgi Ultra Limited					60	5			
JP Sauer & Sohn Maschinenbau GmbH	58	16,839	7,963	1,87,327		64,914	8,545	54,669	
JP Sauer & Sohn Maschinenbau Beteiligungsgesellschaft MBH					994				
DMB Dr. Dieter Murrmann Beteiligungsgesellschaft mbH		567	18,944	33,689	895				
Girolin-Sauer S.A.S				401		10,817	492		
Haug Kompressoren AG									
Sauer Compressors UK Limited		369							
Sauer Compressors USA Inc.									
Total	157	17,775	26,907	2,26,262	8,806	82,679	9,053	73,877	621

March 31, 2022	Sale of Goods	Services Provided	Commission Received	Purchase of goods	Services Availed	Amount payable	Amount receivable	Dividend Paid	Dividend Received
Elgi Equipments Limited	321			3,470	4,237	3,348	8	15,500	432
Elgi Ultra Limited					70	16			
JP Sauer & Sohn Maschinenbau GmbH	1,702	9,800	5,093	1,90,016		69,677	5,097	39,704	
JP Sauer & Sohn Maschinenbau Beteiligungsgesellschaft MBH									
DMB Dr. Dieter Murrmann Beteiligungsgesellschaft mbH					1,700				
Girolin-Sauer S.A.S						4,198			
Haug Kompressoren AG		183		8,486		162			
Sauer Compressors UK Limited		724		162					
Sauer Compressors USA Inc.									
Total	2,023	10,707	5,093	2,02,154	6,007	77,401	5,105	55,204	432

(d) Terms and conditions

Transactions relating to dividends, subscriptions for new equity shares were on the same terms and conditions that applied to other shareholders. Goods and services were sold to related party based on the price list in force and terms that would be available to third parties. All other transactions were made on normal commercial terms and conditions and at market rates. All outstanding balances are unsecured and are repayable in cash.



36 Segment Reporting

The Company is operating in a single Business Segment - Compressors

37 Expenditure in Foreign Currency

Particulars	March 31, 2023	March 31, 2022
Travelling Expenses	1,038	76
Purchase of Materials	2,04,109	10,320
Services	1,705	1,700

38 Earnings in Foreign Currency

Particulars	March 31, 2023	March 31, 2022
a) FOB Value of exported goods	58	1,740
b) Engineering Support Services	17,208	7,683
c) Commission	26,909	5,093
d) Other Services	567	2,655
Total	44,741	17,171

39 Details of Leasing Arrangements

AS 116 Disclosure -The expense relating to short-term leases and leases of low-value asset, when the practical expediency is applied.

Particulars	March 31, 2023	March 31, 2022
Short term Lease	15,33,681	15,33,681
Leases of low value asset		
Total	15,33,681	15,33,681

Maturity analysis of Rental payments not recognized as lease liability

Particulars	March 31, 2023	March 31, 2022
Short term Lease	15,33,681	15,33,681
Leases of low value asset	-	-

40 Value of Imports Calculated on CIF basis

Particulars	March 31, 2023		March 31, 2022	
	Manufacturing	Trading	Manufacturing	Trading
Raw Materials/Finished Goods*	36,708	1,87,327	50,752	1,35,874

* Includes imports in INR values also

Value of Indigenous and Imported Materials and Components Consumed

Particulars	March 31, 2023		March 31, 2022	
	Manufacturing	Trading	Manufacturing	Trading
Imported Value	1,15,867	1,29,906	47,729	1,39,614
%	78.67%	95.97%	57.00%	88.74%
Indigenous Value	31,416	5,453	36,006	17,713
%	21.33%	4.03%	43.00%	11.26%
Total	1,47,283	1,35,359	83,735	1,57,327



49 Ratios

The following are analytical ratios for the year March 31, 2023 & March 31, 2022.

S No.	Ratios	Numerator	Denominator	March 31, 2023	March 31, 2022	Variance
1	Current Ratio (i)	Current Assets	Current Liabilities	1.52	2.95	-48.55%
2	Debt Equity Ratio	Borrowings	Shareholders fund	0.28	N.A	N.A
3	Debt service coverage Ratio	Net Operating Income	Interest +Principal Repayment+lease payments	6.61	N.A	N.A
4	Return on Equity Ratio	Total Comprehensive Income for the period	Shareholders fund	35.17%	33.55%	4.84%
5	Inventory Turnover ratio (ii)	Revenue from operations	Average Inventory	11.95	22.02	-45.75%
6	Trade Receivables turnover ratio (iii)	Revenue from operations	Average Trade Receivables	2.53	1.99	27.38%
7	Trade payables Turnover ratio	Purchases	Average Trade payables	5.73	5.71	0.39%
8	Working capital Turnover ratio (iv)	Reveue from operation	Working capital (Current Assets - current Liabilities)	4.45	1.68	164.11%
9	Net profit ratio	Total Comprehensive Income for the period	Reveue from operation	36.48%	33.57%	8.66%
10	Return on Capital Employed	Earnings before Interest and Tax	Capital employed	23.04%	28.88%	-20.23%
11	Return on Investment	Dividend + Market appreciation	Investments at the beginning of the year	57.15%	46.97%	21.66%

- (i) Increase in capital creditors by ₹ 8 crores and Current Portion of Long term loan by ₹ 2.50 Crores during the current year
(ii) Reduced due to stock in transit of ₹ 3.47 Crores during the current year
(iii) Improvement in collection and increase in sales throughout the year
(iv) Improvement in sales, increase in capital creditors and stock in transit and current portion of new term loan acquired during the current year.

50 Previous year's figures have been reclassified and regrouped wherever necessary to confirm to current year's classification.

For VKS Aiyer & Co.,
Chartered Accountants
Firm Registration No.0000665

Leena M Sathyanarayanan
Partner
Membership No. 204177

Place: Coimbatore
Date : 15-05-2023



For and on behalf of the Board of Directors
Elgi Sauer Compressors Limited

Jairam Varadaraj
Director
(DIN: 00058056)

Franck Bernard Lallart
Director
(DIN:09529807)