

Ergo Design Private Limited
Balance Sheet as at March 31, 2023
Balance Sheet

ASSETS

Non-current assets

Property, plant and equipment
Right of use assets
Capital work-in-progress
Other intangible assets

Financial assets

(i) Investments
(ii) Loans
(iii) Other financial assets

Deferred tax assets (Net)

Current tax assets (net)

Total non-current assets

Current Assets

Financial assets

(i) Trade receivables
(ii) Cash and cash equivalents
(v) Loans

Other current assets

Total current assets

Total Assets

EQUITY AND LIABILITIES

EQUITY

Equity share capital
Other equity

Total equity

LIABILITIES

Non-current liabilities

Financial liabilities

(ii) Lease liabilities

Total non-current liabilities

Current liabilities

Financial liabilities

(ii) Lease liabilities
(iii) Trade payables
(b) Total outstanding dues of creditors other than micro enterprises and small enterprises
(iv) Other financial liabilities

Provisions

Other current liabilities

Total current liabilities

Total liabilities

Total equity and liabilities

	Note	As At March 31, 2023	As At March 31, 2022
In ₹ Thousands			
3a		350.72	447.45
3b		13,434.55	2,287.64
3a		-	-
5		-	-
6		-	-
7		-	-
8		1,847.18	1,847.18
26c		85.38	124.49
26b		1,059.61	1,130.40
		<u>16,777.44</u>	<u>5,837.15</u>
11		4,227.26	2,339.32
12		2,889.44	1,009.78
14		12.00	-
16		1,310.63	208.51
		<u>8,439.32</u>	<u>3,557.62</u>
		<u>25,216.76</u>	<u>9,394.77</u>
17		100.00	100.00
18		5,787.98	4,478.72
		<u>5,887.98</u>	<u>4,578.72</u>
3b		11,467.24	-
		<u>11,467.24</u>	<u>-</u>
3b		2,306.54	1,801.08
22		2,343.97	393.39
23		10.00	10.00
24		-	149.27
25		3,201.04	2,462.31
		<u>7,861.55</u>	<u>4,816.05</u>
		<u>19,328.79</u>	<u>4,816.05</u>
		<u>25,216.76</u>	<u>9,394.77</u>

The notes referred to above form an integral part of the financial statements.

"As per our report of even date"

For and on behalf of the Board

For RJC Associates

Chartered Accountants

Firm Registration No: 034965

Vijaya Kumar
Director
DIN: 01669038

Jayakanthan R
Director
DIN: 08272900

R. Jeyachandran
Partner
Membership No: 021848

Coimbatore
08-05-2023



Ergo Design Private Limited
Profit & Loss Account for the year ended March 31, 2023

Statement of Profit and Loss	Note	In ₹ Thousands	
		April 01, 2022 to March 31, 2023	April 01, 2021 to March 31, 2022
Revenue from operations	27	19,683.04	15,340.00
Other income	28	60.73	58.34
Total income		19,743.77	15,398.34
Expenses			
Cost of materials consumed	29	-	-
Purchases of stock-in-trade	30	-	-
Changes in Inventories of finished goods, work-in-progress and stock-in-trade	31	-	-
Employee benefits expenses	32	11,598.67	11,722.40
Finance costs	33	507.74	108.86
Depreciation and amortisation expenses	34	3,014.97	1,446.08
Other expenses	35	2,942.74	1,271.67
Total expenses		18,064.12	14,549.01
Profit before exceptional items, share of net profits of investments accounted for using equity method and tax		1,679.65	849.33
Share of profit/(loss) of joint ventures accounted for using equity method		-	-
Exceptional items		-	-
Profit before tax		1,679.65	849.33
Income tax expense			
- Current tax		196.81	-
- Deferred tax		39.10	-
Profit for the year from continuing operations		1,443.74	849.33
Profit for the year		1,443.74	849.33
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		(134.49)	-
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		(134.49)	-
Total comprehensive income for the year		1,309.25	849.33
Earnings per equity share of INR 10/- each	35A		
Basic EPS in INR actuals		130.93	84.93
Diluted EPS in INR actuals		130.93	84.93

The notes referred to above form an integral part of the financial statements.

"As per our report of even date"

For and on behalf of the Board

Vijaya Kumar
Director
DIN: 01669038

Jayakanthan R
Director
DIN: 08272900

For RJC Associates
Chartered Accountants
Firm Registration No: 034965

R. Jeyachandran
Partner
Membership No: 021848

Coimbatore
08-05-2023



Ergo Design Private Limited

Cash Flow Statement for the year ended March 31, 2023

Particulars	April 01, 2022 to March 31, 2023	April 01, 2021 to March 31, 2022
CASH FLOW FROM OPERATING ACTIVITIES		
Net Profit/(Loss) before tax	370.40	849.33
Adjustments for :		
Depreciation	3,014.97	1,446.08
Interest expenses	507.74	108.86
Operating profit before working capital changes	3,893.11	2,404.27
(Increase) / Decrease in Trade Receivables	(1,887.94)	(529.08)
(Increase) / Decrease in short term loan and advances	(12.00)	-
(Increase) / Decrease in Other Current Assets	(1,637.89)	(55.70)
(Decrease) / Increase in Trade payables	1,950.58	38.59
(Decrease) / Increase in Current Liabilities	738.73	(126.28)
Cash generated from operations	3,044.59	1,731.80
Direct Taxes Paid for current year	(126.01)	-
Net cash from operating activities (A)	3,170.60	1,731.80
Cash from investing activities		
Purchase of Fixed Assets	(25.19)	(402.10)
Purchase of Fixed Assets	-	-
Sale of Fixed Assets	-	-
Net cash used in Investing activities (B)	(25.19)	(402.10)
Cash flow from financing activities		
Proceeds from issue of Share Capital	-	-
Proceeds from Long Term Borrowings	-	-
Lease payments	(2,575.00)	(2,100.00)
Dividend Paid	-	-
Net cash flow from financing activities (C)	(2,575.00)	(2,100.00)
Net increase / Decrease in cash and cash equivalent (A+B+C)	570.41	(770.31)
Cash and cash equivalents at the beginning of the year	1,009.78	1,780.09
Cash and cash equivalents at the end of the year	2,889.44	1,009.78
Net increase / Decrease in cash and cash equivalent	1,879.66	(770.31)

The notes referred to above form an integral part of the financial statements.

"As per our report of even date"

For and on behalf of the Board

Vijaya Kumar
Director
DIN: 01669038

Jayakanthan R
Director
DIN: 08272900

For RJC Associates
Chartered Accountants
Firm Registration No: 034965

R. Jeyachandran
Partner
Membership No: 021848

Coimbatore
08-05-2023



Ergo Design Private Limited
Statement Of Changes In Equity
Equity Share Capital

1. Current reporting period - March 31, 2023

In ₹ Thousands

Particulars	Equity share capital
Balance at the beginning of the current reporting period	100.00
Changes due to prior period errors	-
Restated balance at the beginning of the current reporting period	-
Changes in equity share capital during the current year	-
Balance at the end of the current reporting period	100.00

2. Previous reporting period - March 31, 2022

In ₹ Thousands

Particulars	Equity share capital
Balance at the beginning of the current reporting period	100.00
Changes due to prior period errors	-
Restated balance at the beginning of the current reporting period	-
Changes in equity share capital during the current year	-
Add: Profit for the period	-
Balance at the end of the current reporting period	100.00

Other Equity

1. Current reporting period - March 31, 2023

In ₹ Thousands

Particulars	Capital Redemption Reserve	Revaluation Reserve	Securities Premium	General Reserve	Retained Earnings	Total
Balance at the beginning of the current reporting period	-	-	-	-	4,478.72	4,478.72
Changes due to prior period errors	-	-	-	-	-	-
Restated balance at the beginning of the current reporting period	-	-	-	-	-	-
Total Comprehensive Income for the current period	-	-	-	-	(134.49)	-134.49
Dividends	-	-	-	-	-	-
Transfer to retained earnings	-	-	-	-	-	-
Add: Profit for the period	-	-	-	-	1,443.74	1,443.74
Balance at the end of the current reporting period	-	-	-	-	5,787.97	5,787.97

2. Previous reporting period - March 31, 2022

In ₹ Thousands

Particulars	Capital Redemption Reserve	Revaluation Reserve	Securities Premium	General Reserve	Retained Earnings	Total
Balance at the beginning of the previous reporting period	-	-	-	-	3,629.39	3,629.39
Changes due to prior period errors	-	-	-	-	-	-
Restated balance at the beginning of the previous reporting period	-	-	-	-	-	-
Total Comprehensive Income for the previous period	-	-	-	-	-	-
Dividends	-	-	-	-	-	-
Transfer to retained earnings	-	-	-	-	-	-
Add: Profit for the period	-	-	-	-	849.33	849.33
Balance at the end of the previous reporting period	-	-	-	-	4,478.72	4,478.72

The notes referred to above form an integral part of the financial statements.

"As per our report of even date"

For and on behalf of the Board

For RJC Associates

Chartered Accountants

Firm Registration No: 034965

Vijaya Kumar

Director

DIN: 01669038

R. Jayachandran

Director

DIN: 08272900

R. Jayachandran

Partner

Membership No: 021848

Coimbatore

08-05-2023

Ergo Design Private Limited
Notes forming part of financial statements for the year ended March 2023

1. Corporate information

Ergo Design Private Limited ("the Company") incorporated on October 11, 2012 under the provisions of erstwhile Companies act, 1956. The company is having its registered office at Coimbatore, Tamil Nadu. The company is a wholly owned subsidiary of Elgi Equipments Limited which is a listed entity.

2. Significant Accounting Policies

This note provides a list of significant accounting policies adopted in the preparation of the financial statements. These policies have been consistently applied to all the years presented, unless otherwise stated.

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.

Historical cost convention: The financial statements have been prepared on a historical cost basis.

Foreign Currency Transaction: There are no Foreign Currency transactions during the year.

Revenue recognition: Revenue is recognised when it is earned and no significant uncertainty exists as to its realization or collection. Revenue is measured at the fair value of the consideration received or receivable.

Sale of Services: Revenue from fixed price contracts is recognised using the proportionate completion method, which is determined by relating the actual project cost of work performed to date to the estimated total project cost for each contract. Unbilled revenue represents cost and earnings in excess of billings while unearned revenue represents the billing in excess of cost and earnings. Provision for estimated losses, if any, on incomplete contracts are recorded in the period in which such losses become probable based on the current contract estimates.

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.

Current tax liabilities (assets) for the current and prior periods are measured at the amount expected to be paid to (recovered from) the taxation authorities, using the tax rates (and laws) that have been enacted or substantively enacted by the end of the reporting period. Management periodically evaluates positions taken in tax returns with respect to situations in which applicable tax regulation is subject to interpretation. It establishes provisions where appropriate on the basis of amounts expected to be paid to the tax authorities.

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 financial statements

Cash and cash equivalents

For the purpose of presentation in the statement of cash flows, cash and cash equivalents include cash on hand, deposits held at call with Banks, that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.

Cash Flow Statement: The Cash flow from Operating activities are prepared under the Indirect method, whereby profit or loss is adjusted for the effects of transactions of a non-cash nature, any deferrals or accruals of past or future operating cash receipts or payments and items of income or expense associated with investing or financing cash flows.



Lease

As lessee

Leases are recognised as a right of use asset and a corresponding liability at the date at which the leased asset is available for the use by the Company. Contracts may contain both lease and non-lease components. The Company allocates the consideration in the contract to the lease and non-lease components based on their relative stand-alone prices. However for leases of real estate for which the Company is the lessee, it has elected not to separate the lease and non-lease components and instead accounts for these as single lease component. Assets and liabilities arising from a lease are initially measured on a present value basis.

Lease liabilities include the net present value of the following lease payments:

- fixed payments (including in-substance fixed payments), less any lease incentives receivable
- variable lease payment that are based on an index or a rate, initially measured using the index or rate as at the commencement date
- amounts expected to be payable by the Company under residual value guarantees
- the exercise price of a purchase option if the Company is reasonably certain to exercise that option, and
- payments of penalties for terminating the lease, if the lease term reflects the Company exercising that option.

Lease payments to be made under reasonably certain extension options are also included in the measurement of the liability. The lease payments are discounted using the interest rate implicit in the lease. If that rate cannot be readily determined, which is generally the case for leases in the Company, the lessee's incremental borrowing rate is used, being the rate that the individual lessee would have to pay to borrow the funds necessary to obtain an asset of similar value to the right-of-use asset in a similar economic environment with similar terms, security and conditions.

To determine the incremental borrowing rate, the Company:

- where possible, uses recent third-party financing received by the individual lessee as a starting point, adjusted to reflect changes in financing conditions since third party financing was received
- uses a build-up approach that starts with a risk-free interest rate adjusted for credit risk for leases held by Elgi equipments limited, which does not have recent third party financing, and
- makes adjustments specific to the lease, such as term, country, currency and security.
- Right-of-use assets are measured at cost comprising the following:
 - the amount of the initial measurement of lease liability
 - any lease payments made at or before the commencement date less any lease incentives received
 - any initial direct costs and
 - restoration costs.

Right-of-use assets are generally depreciated over the shorter of the asset's useful life and the lease term on a straight-line basis. If the Company is reasonably certain to exercise a purchase option, the right-of-use asset is depreciated over the underlying asset's useful life.

Payments associated with short-term leases are recognised on a straight-line basis as an expense in profit or loss. Short-term leases are leases with a lease term of 12 month or less.

Trade receivables: Trade receivables are amounts due from customers for goods sold or services performed in the ordinary course of business. Trade receivables are recognised initially at the amount of consideration that is unconditional unless they contain significant financing components, when they are recognised at fair value. The Company holds the trade receivables with the objective of collecting the contractual cash flows and therefore measures them subsequently at amortised cost using the effective interest method, less loss allowance.

Inventories: There are no transactions in this line of activity by the Company.

Investments and other financial assets: There are no investments in the books of the Company, and other financial assets are reported at transaction values, which need no restatement or adjustments.



Ergo Design Private Limited

Notes forming part of financial statements for the year ended March 2023

Property, plant and equipment: Freehold land is carried at historical cost. All other items of property, plant and equipment are stated at historical 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 recognised 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 derecognised 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 calculated using the straight-line and written down value methods to allocate their cost, net of their residual values, over their estimated useful lives.

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 profit or loss within other income / (expense).

Intangibles assets: Costs associated with maintaining software programmes are recognised as an expense as and when incurred. Purchased software products are also recognized as intangible assets at their transaction values including installation costs. Capitalised development costs and Software purchase costs are recorded as intangible assets and amortised from the point at which the asset is available for use.

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 recognised initially at their fair value and subsequently measured at amortised cost using the effective interest method.

Provisions

Provisions for legal claims, service warranties, volume discounts and returns are recognised 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 recognised 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 recognised 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 recognised as interest expense.

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 recognised 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 Company pays provident fund contributions to Employee Provident Fund Account as per Employees Provident Fund Act, 1952. The Company has no further payment obligations once the contributions have been paid. The contributions are accounted for as defined contribution plans and the contributions are recognised as employee benefit expense when they are due. Prepaid contributions are recognised as an asset to the extent that a cash refund or a reduction in the future payments is available. As per the policy of the company, Leave encashment is paid as and when liability arises and charged to profit and loss account.

Gratuity:

The liability or asset recognised 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 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. Re-measurement gains and losses arising from experience adjustments and changes in actuarial assumptions are recognised in the period in which they occur, directly in other comprehensive income. They are included in retained earnings in the statement of changes in equity and in the balance sheet. Changes in the present value of the defined benefit obligation resulting from plan amendments or curtailments are recognised immediately in profit or loss as past service cost.

The Company has established a defined contribution plan for the payment of post employment benefits for its employees in the form of gratuity fund scheme managed by LIC of India.

Earnings Per Share

(i) Basic earnings per share

Basic earnings per share is calculated by dividing the profit attributable to owners of the company by the weighted average number of equity shares outstanding during the financial year, adjusted for bonus elements in equity shares issued during the year and excluding treasury shares (Note 18).

(ii) Diluted earnings per share

Diluted earnings per share adjusts the figures used in the determination of basic earnings per share to take into account the after-tax effect of interest and other financing costs associated with dilutive potential equity shares, and the weighted average number of additional equity shares that would have been outstanding assuming the conversion of all dilutive potential equity shares.

Critical estimates and judgments

The preparation of financial statements requires the use of accounting estimates which, by definition, will seldom equal the actual results. Management also needs to exercise judgment in applying the Company's accounting policies. Current year provisions are based on the actual values for the respective account heads and no estimates were adopted during the year.

Rounding of amounts

All amounts disclosed in the financial statements and notes have been rounded off to the nearest thousand rupees as per the requirement of Schedule III, unless otherwise stated.



Ergo Design Private Limited
Property, Plant & Equipment schedule March 31, 2023

3(a). Property, plant and equipment As At March 31, 2023

Particulars	Land	Building	Office equipment	In ₹ Thousands Total
Gross carrying amount				
Opening gross carrying amount	-	-	2,582.48	2,582.48
Additions	-	-	25.19	25.19
Closing gross carrying amount	-	-	2,607.67	2,607.67
Accumulated depreciation				
Opening accumulated depreciation	-	-	2,135.03	2,135.03
Additions	-	-	121.92	121.92
Closing accumulated depreciation	-	-	2,256.95	2,256.95
Net carrying amount	-	-	350.72	350.72

3(a). Property, plant and equipment As At March 31, 2022

Particulars	Land	Building	Office equipment	In ₹ Actual Total
Gross carrying amount				
Opening gross carrying amount	-	-	2,180.38	2,180.38
Additions	-	-	402.10	402.10
Closing gross carrying amount	-	-	2,582.48	2,582.48
Accumulated depreciation				
Opening accumulated depreciation	-	-	2,045.89	2,045.89
Additions	-	-	89.14	89.14
Closing accumulated depreciation	-	-	2,135.03	2,135.03
Net carrying amount	-	-	447.45	447.45



Ergo Design Private Limited

3. Leases March 31, 2023

3(b)(i) Right of use assets As At March 31, 2023

Particulars	Land	Building	In ₹ Thousands Total
Gross carrying amount			
Opening gross carrying amount	-	7,434.81	7,434.81
Exchange difference	-	14,262.68	14,262.68
Closing gross carrying amount	-	21,697.49	21,697.49
Accumulated depreciation			
Opening accumulated depreciation	-	5,147.17	5,147.17
Exchange difference	-	3,115.77	3,115.77
Closing accumulated depreciation	-	8,262.94	8,262.94
Net carrying amount	-	13,434.55	13,434.55

3(b)(i) Right of use assets As At March 31, 2022

Particulars	Land	Building	In ₹ Thousands Total
Gross carrying amount			
Opening gross carrying amount	-	8,212.16	8,212.16
Exchange difference	-	(777.35)	(777.35)
Closing gross carrying amount	-	7,434.81	7,434.81
Accumulated depreciation			
Opening accumulated depreciation	-	3,790.22	3,790.22
Exchange difference	-	1,356.94	1,356.94
Closing accumulated depreciation	-	5,147.17	5,147.17
Net carrying amount	-	2,287.64	2,287.64

3(b)(ii) Lease liabilities

	As At March 31, 2023	As At March 31, 2022
Current	2,306.54	1,801.08
Non-current	11,467.24	-
Total	13,773.78	1,801.08



Ergo Design Private Limited
Intangible assets March 31, 2023

5. Other Intangible assets and Goodwill As At March 31, 2023

In ₹ Thousands

Particulars	Computer Software	Total Intangible assets
Gross carrying amount		
Opening gross carrying amount	2,063.77	2,063.77
Closing gross carrying amount	2,063.77	2,063.77
Accumulated amortisation		
Opening accumulated amortisation	2,063.77	2,063.77
Closing accumulated amortisation	2,063.77	2,063.77
Net carrying amount	-	-

5. Other Intangible assets and Goodwill As At March 31, 2022

In ₹ Thousands

Particulars	Computer Software	Total Intangible assets
Gross carrying amount		
Opening gross carrying amount	2,063.77	2,063.77
Closing gross carrying amount	2,063.77	2,063.77
Accumulated amortisation		
Opening accumulated amortisation	2,063.77	2,063.77
Closing accumulated amortisation	2,063.77	2,063.77
Net carrying amount	-	-



Ergo Design Private Limited
Schedules to the Balance Sheet as at March 31, 2023

	In ₹ Thousands	
	As At March 31, 2023	As At March 31, 2022
6. Investments (Non-current)		
(i) At Cost		
Investment in Equity instruments (fully paid-up) (Unquoted)		
Investments In Debentures Or Bonds		
Total	-	-
8. Other financial assets (Non-current)		
Security deposits	1,847.18	1,847.18
Total	1,847.18	1,847.18
11. Trade receivables		
Unsecured, considered good	4,227.26	2,339.32
Unsecured, considered doubtful	-	-
	4,227.26	2,339.32
Less: Allowance for doubtful debts(expected credit loss allowance)	-	-
Total	4,227.26	2,339.32
12. Cash and cash equivalents		
(a) Cash on hand	8.67	4.96
(c) Balance with banks		
- In current accounts	2,880.77	1,004.83
Total	2,889.44	1,009.78
14. Loans (Current)		
Loans considered good - Unsecured		
Loan to employees	12.00	-
	12.00	-
Loans- Credit impaired		
	12.00	-
Total	12.00	-
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	35.18	32.13
Balance with Government authorities	26.20	115.74
Gratuity Provision	1,188.61	-
Others	60.64	60.64
Total	1,310.63	208.51



Ergo Design Private Limited

Schedules to the Balance Sheet as at March 31, 2023

17. Equity Share capital	In ₹ Thousands	
	As At March 31, 2023	As At March 31, 2022
Authorised		
10,000 (10,000) Equity Shares of Rs 10/- each	100.00	100.00
Issued		
10,000 (10,000) Equity Shares of Rs 10/- each	100.00	100.00
Subscribed and paid up		
10,000 (10,000) Equity Shares of Rs 10/- each	100.00	100.00
Total	100.00	100.00

Reconciliation of shares outstanding at the beginning and at the end of the reporting period

Particulars	As At March 31, 2023	As At March 31, 2022
Equity share capital		
Share capital at the commencement of the reporting period	100.00	100.00
Add: Shares issued during the period	-	-
Less: Buyback during the period	-	-
Equity share capital at the end of the reporting period	100.00	100.00

Number of equity shares

	Actuals in numbers	
	As At March 31, 2023	As At March 31, 2022
Equity shares at the commencement of the reporting period	10,000	10,000
Add: Shares issued during the period	-	-
Less: Buyback during the period	-	-
Equity shares at the end of the reporting period	10,000	10,000

Rights, preferences and restrictions attached to equity shares

The Company has a single class of equity share having par value of INR 10.

The equity shares are entitled to receive dividend as declared from time to time.

All equity shares rank equally with regard to dividends and share in the Company's residual assets.

The voting rights of shareholders are in proportion to their share of paid up equity capital of the Company.

On winding up of the company, the equity share holders will be entitled to receive the residual assets of the Company

Particulars of shareholders holding more than 5% shares

Particulars	Actuals in numbers	
	As At March 31, 2023	As At March 31, 2022
Elgi Equipments Ltd (31 Mar 2023: 100%, 31 Mar 2022: 100%)	10,000	10,000
All shares had been held by a listed parent company.		

Particulars of promotor holding

Particulars	As At March 31, 2023	As At March 31, 2022
Elgi Equipments Ltd	100%	100%
No changes in shareholding pattern during the reporting period		



Ergo Design Private Limited
Schedules to the Balance Sheet as at March 31, 2023

	In ₹ Thousands	
18. Other Equity	As At March 31, 2023	As At March 31, 2022
Reserves & Surplus		
Retained earnings	5,787.98	4,478.72
Total	5,787.98	4,478.72

	In ₹ Thousands	
18. Other equity- Movement during the year	As At March 31, 2023	As At March 31, 2022
a) Capital reserve		
b) Securities Premium reserve		
c) Statutory reserve		
d) General reserve		
e) Share option outstanding account		
f) Retained earnings		
Opening balance	4,478.72	3,629.39
Net profit for the period	1,443.74	849.33
Item of other comprehensive income recognised directly in retained earnings		
- Remeasurement of post-employment benefit obligation, net of tax	(134.49)	-
Appropriations	-	-
Dividend on equity shares	-	-
Closing balance	5,787.98	4,478.72
g) Treasury Stock		
h) Other Reserves		
FVOCI - Equity instruments		
Cash flow hedge reserve		
Foreign currency translation reserve		
i) Capital Redemption Reserve		
j) Revaluation Reserve		

22. Trade payables		
Others		
Other creditors	2,343.97	393.39
Total	2,343.97	393.39

23. Other financial liabilities		
Others		
Employee benefit expenses payable	10.00	10.00
Total	10.00	10.00

24. Provisions		
Provision for Gratuity	-	149.27
Total	-	149.27



Ergo Design Private Limited

Schedules to the Balance Sheet as at March 31, 2023

25. Other current liabilities

Advances received from customers	2,381.21	2,142.27
Statutory payable	819.84	320.04
Total	3,201.04	2,462.31

26. Income taxes

In ₹ Thousands
As At March 31, 2023 As At March 31, 2022

(a) Income tax expense

Current tax

Current tax on profits for the year	196.81	-
Total current tax expense	196.81	-

Deferred tax

Decrease/(increase) in deferred tax assets	39.10	-
Total deferred tax expense/ (benefit)	39.10	-

Income tax expense

235.91 **-**

(b) Income tax assets/ liabilities

(i) Current tax assets (net) 1,059.61 1,130.40

(ii) Current tax liabilities (net) - -

Net current tax asset/ (liability) at the end of the year **1,059.61** **1,130.40**

Movement during the year:

Opening balance	1,130.40	1,559.67
Add: Income tax paid during the year	126.01	(429.27)
Less: Current tax payable for the year	(196.81)	-
Income tax on other comprehensive income	-	-
Less : MAT credit adjusted	-	-
Closing balance	1,059.61	1,130.40

(c) Deferred tax assets / liabilities

(i) Deferred tax assets (net) 85.38 124.49

(ii) Deferred tax liabilities - -

Net deferred tax asset/(liability) at the end of the year **85.38** **124.49**

Movement during the year

Net deferred tax asset/(liability) at the beginning of the year	124.49	124.49
Credits/ (Charge) in Profit and loss relating to temporary differences	(39.10)	-
Credits/ (Charge) in Other comprehensive income on account of timing differences	-	-
Translation differences	-	-
Net deferred tax asset/(liability) at the end of the year	85.38	124.49



Ergo Design Private Limited

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

	In ₹ Thousands	
	April 01, 2022 to March 31, 2023	April 01, 2021 to March 31, 2022
27. Revenue from operations		
Revenue from contracts with customers		
Sale of services	19,683.04	15,340.00
Total	19,683.04	15,340.00
28. Other income		
Interest income - Others	60.73	52.62
Miscellaneous income (net)	-	5.73
Total	60.73	58.34
29. Cost of material consumed		
Opening stock of raw materials	-	-
Purchases	-	-
Total	-	-
Less:		
Inventory of materials at the end of the year	-	-
Cost of material consumed	-	-
*excludes R&D inventory		
31. Changes in inventories of finished goods, work-in-progress and traded goods		
Opening inventory*		
Finished goods	-	-
Work-in-progress	-	-
Stock-in-trade	-	-
Total	-	-
Closing inventory*		
Finished goods	-	-
Work-in-progress	-	-
Stock-in-trade	-	-
Total	-	-
Net change in inventory	-	-
*excludes R&D inventory		
32. Employee benefit expenses		
Salaries, wages and bonus	10,953.87	10,818.83
Contribution to Provident fund & Superannuation scheme	481.78	493.57
Gratuity	(28.63)	149.27
Staff welfare expenses	191.66	260.73
Total	11,598.67	11,722.40



Ergo Design Private Limited

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

	In ₹ Thousands	
	April 01, 2022 to March 31, 2023	April 01, 2021 to March 31, 2022
33. Finance costs		
Interest expense (relating to lease liabilities)	507.74	108.86
Total	507.74	108.86
34. Depreciation and amortisation expense		
Depreciation of property, plant and equipment	121.92	89.14
Depreciation of right of use assets	2,893.05	1,356.95
Total	3,014.97	1,446.08
35. Other expenses		
Consumption of stores	-	13.57
Repairs and maintenance		
-Building	241.90	219.97
-Others	522.95	130.65
Communication expenses	63.58	59.34
Power and fuel	429.28	284.12
Travelling & conveyance	79.93	33.32
Printing and stationery	17.14	8.12
Rates and taxes	7.50	5.90
Payment to the auditors	60.00	70.80
Subscription & membership	78.95	75.34
Rent	927.50	-
Legal and consultancy charges	142.10	148.71
Bank charges	-	0.01
Miscellaneous expenses	371.91	221.83
Total	2,942.74	1,271.67
35A. Earnings per share		
Amount used as numerator		
Profits attributable to equity shareholders	1309.25	849.33
Amount used as denominator		
Weighted average number of equity shares in actuals	10,000	10,000
Nominal value of share INR 10/- each		
Basic EPS in INR actuals	130.93	84.93
Effect of dilution*	-	-
Diluted EPS in INR actuals	130.93	84.93

*As at March 31, 2023 and March 31, 2022, there is no dilution to the profit



Ergo Design Private Limited
Standalone Ind AS financial statements as at and for the year ended March 31, 2023
Schedules to the Balance Sheet as at March 31, 2023

36(a) Trade receivables- Ageing

Particulars	Not due	Outstanding for following periods from the due date of payment				Allowance for doubtful debts	Total
		Less than 6 months	6 months - 1 year	1 -2 years	2-3 years	More than 3 years	
As at March 31, 2023							
(a) From related parties	2,950.00	1,277.26	-	-	-	-	4,227.00
(b) Others	-	-	-	-	-	-	-
(i) Undisputed Trade Receivables- considered good	-	-	-	-	-	-	-
(ii) Undisputed Trade Receivables- 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	-	-	-	-	-	-	-
(vi) Disputed Trade Receivables- credit impaired	-	-	-	-	-	-	-
As at March 31, 2022	2,950	1,277.26	-	-	-	-	4,227.00
(a) From related parties	-	1,885.08	394.07	60.17	-	-	2,339.32
(b) Others	-	-	-	-	-	-	-
(i) Undisputed Trade Receivables- considered good	-	-	-	-	-	-	-
(ii) Undisputed Trade Receivables- 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	-	-	-	-	-	-	-
(vi) Disputed Trade Receivables- credit impaired	-	-	-	-	-	-	-
As at March 31, 2023	-	1,885.08	394.07	60.17	-	-	2,339.32

36(b) Trade payables- Ageing

Particulars	Not due	Outstanding for following periods from the due date of payment				Unbilled	Total
		Less than 6 months	6 months - 1 year	1 -2 years	2-3 years	More than 3 years	
As at March 31, 2023							
(i) Related parties	-	2,343.97	-	-	-	-	2,343.97
(ii) Others	-	2,343.97	-	-	-	-	2,343.97
As at March 31, 2022	-	393.39	-	-	-	-	393.39
(i) Related parties	-	393.39	-	-	-	-	393.39
(ii) Others	-	393.39	-	-	-	-	393.39



37 Related party transactions

(a) List of related Parties

1. Parent Company
2. Fellow Subsidiaries
3. Other related parties

Elgi Equipments Limited
ATS Elgi Limited
Elgi Ultra Private Limited

(2) Transactions with related parties

Particulars

Sale of services

Elgi Equipments Limited
ATS Elgi Limited
Elgi Ultra Private Limited

In ₹ Thousands
March 31, 2023
March 31, 2022

7,874.00
3,936.00
7,873.04

6,134.00
3,072.00
6,134.00

Trade receivable at the end of the year

Elgi Equipments Limited
ATS Elgi Limited
Elgi Ultra Private Limited

2,252.85
683.50
1,290.90

1,195.99
403.33
740.00

Trade payables at the end of the year

Elgi Equipments Limited

2,381.21

2,142.27

(c) Terms and conditions

Services were rendered 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.



Ergo Design Private Limited

38. Ratio Disclosure

Ratio	Formula applied	2022-23		2021-22		Variance	Reason for variance
Current ratio	Current Assets Current Liabilities	8,439.32 7,861.55	1.07	3,557.62 4,816.05	0.74	0.33	Increase in Trade receivables due to growth in sales operations
Return on equity ratio	Net Profits after taxes Average Shareholder's Equity	0.00 5,233.35	-	849.33 4,154.06	0.20	(0.20)	
Trade receivables turnover ratio	Revenue from operations Avg. Accounts Receivable	19,683.04 3,283.29	5.99	15,340.00 1,860.15	8.25	(2.25)	Reduction in credit period
Net capital turnover ratio	Revenue from operations Working Capital	19,683.04 577.77	34.07	15,340.00 -1,258.43	(12.19)	46.26	The company is engaged in service activities, and its working capital requirement is low compared to its turnover
Net profit ratio	Net Profit Revenue from operations	0.00 19,683.04	-	849.33 15,340.00	0.06	(0.06)	
Return on capital employed	Earning before interest and taxes Capital Employed	1,545.16 5,887.98	0.26	958.19 4,578.72	0.21	0.05	
Return on investment	Earning after tax Average Shareholder's Equity	0.00 5,233.35	-	849.33 4,154.06	0.20	(0.20)	
Debt-equity ratio	Total Debt Shareholder's equity	Not applicable	Company has no debt during the year				
Debt service coverage ratio	Earnings available for debt service Debt Service	Not applicable	Company has no debt during the year				
Inventory turnover ratio	Cost of goods sold OR sales Average Inventory	Not applicable	Company primarily engaging in service sector				
Trade payables turnover ratio	Net Credit Purchases Average Trade Payables	Not applicable	Company primarily engaging in service sector				



39. Financial risk management

The company's risk management is carried out by the board of directors. The board provides written principles for overall risk management, as well as policies covering specific areas, such as interest rate risk, credit risk, use of derivative financial instruments and non-derivative financial instruments, and investment of excess liquidity.

(A) Credit risk

Credit risk arises from cash and cash equivalents, and deposits with banks, as well as credit exposures in outstanding receivables. For banks and financial institutions, only high rated banks/institutions are accepted.

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 deals with only group Companies and hence the board is of the view that there are no credit risks.

Year ended 31 March 2023:

(a) Expected credit loss for loans and security deposits and investments : NIL

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

Year ended 31 March 2023:

(a) Expected credit loss for loans, security deposits : NIL

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

(B) Liquidity risk

Financing arrangements: NIL

(C) Market risk

Foreign currency risk: NIL, as there are no Foreign Currency transactions.

40. Other information

- The company does not own any immovable properties during the reporting period.
- The Company does not have any Benami property, where any proceeding has been initiated or pending against the Company for holding any Benami property under the Benami Transactions (Prohibition) Act, 1988 and rules made thereunder.
- The Company does not have any charges or satisfaction which is yet to be registered with ROC beyond the statutory period.
- The Company has not advanced or loaned or invested funds (either from borrowed funds or share premium or any other sources or kind of funds) to or in any other persons(s) or entity(ies), including foreign entities (Intermediaries) with the understanding whether recorded in writing or otherwise, that the Intermediary shall: directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company (Ultimate Beneficiaries) or provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries.
- The Company has not received any fund from any person(s) or entity(ies), including foreign entities (Funding Party) with the understanding (whether recorded in writing or otherwise) that the Company shall directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party (Ultimate Beneficiaries) or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.
- The Company did not have any such transaction which is not recorded in the books of accounts that has been surrendered or disclosed as income during the period in the tax assessments under the Income Tax Act, 1961 such as, search or survey or any other relevant provisions of the Income tax Act, 1961.



Ergo Design Private Limited

Notes forming part of financial statements for the year ended March 2023

- The Company did not have any transactions with companies struck off under section 248 of the Companies Act, 2013 or section 560 of the Companies Act, 1956.
- There are no events occurring after the Balance Sheet date that require adjustment or disclosure.
- The Company has not traded or invested in crypto currency or virtual currency during the current or previous period.
- The provisions of Section 135 of the Companies Act 2013 relating to the corporate social responsibilities are not applicable to the company.
- Previous period figures have been regrouped/reclassified, wherever necessary to conform to the current period classification.

Place : Coimbatore

Date : 08-05-2023

For and on behalf of the Board of Directors


Vijaya Kumar
Director
DIN: 01669038

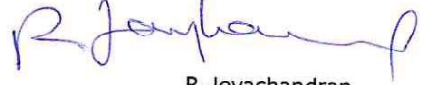

Jayakanthan R
Director
DIN: 08272900

"As per our report of even date"

For RJC Associates

Chartered Accountants

Firm Registration No: 03496S


R. Jeyachandran
Partner
Membership No: 021848

