

INDUSTRIAL AIR COMPRESSORS PTY LTD

Statement of Consolidated Financial Information for the quarter and year ended March 31, 2024

In AUD Ones

S. No.	Particulars	Quarter ended			Year ended	
		March 31, 2024	December 31, 2023	March 31, 2023	March 31, 2024	March 31, 2023
1	Income					
	(a) Revenue from operations	59,71,055	52,65,096	57,32,653	2,20,28,957	2,15,31,610
	(b) Other income	32,150	859	3,269	40,220	41,150
	Total income	60,03,205	52,65,955	57,35,922	2,20,69,177	2,15,72,760
2	Expenses					
	(a) Cost of materials consumed	-	-	-	-	-
	(b) Purchases of stock-in-trade	25,49,159	21,34,161	24,61,119	94,18,472	1,00,12,085
	(c) Changes in inventories of finished goods, stock-in-trade and work-in-progress	2,11,128	81,009	(33,999)	3,03,612	(4,12,568)
	(e) Employee benefits expense	21,33,000	18,95,675	16,05,836	79,88,950	69,98,270
	(f) Finance costs	45,953	85,444	96,772	3,14,635	3,85,822
	(g) Depreciation and amortisation expense	2,34,869	2,01,100	3,33,724	9,89,169	13,04,379
	(h) Other expenses	5,39,736	4,03,548	4,92,505	17,25,381	18,80,492
	Total expenses	57,13,843	48,00,937	49,55,957	2,07,40,219	2,01,68,480
3	Profit before share of profit/(loss) of joint ventures, exceptional items and tax (1 - 2)	2,89,362	4,65,018	7,79,965	13,28,958	14,04,280
4	Share of Profit/(loss) of joint ventures	-	-	-	-	-
5	Exceptional Items	-	-	-	-	-
6	Profit before tax (3 + 4 + 5)	2,89,362	4,65,018	7,79,965	13,28,958	14,04,280
7	Tax expense:					
	Current tax	2,05,610	1,49,963	2,47,714	6,01,434	5,81,759
	Deferred tax	(1,11,363)	(11,234)	(6,373)	(1,95,308)	(1,53,122)
8	Net Profit for the period (6 - 7)	1,95,115	3,26,289	5,38,624	9,22,832	9,75,643
9	Other comprehensive income, net of income tax					
	A. Items that will not be reclassified to profit or loss	-	-	-	-	-
	B. Items that will be reclassified to profit or loss	(7,550)	(16,888)	(27,949)	(6,966)	1,25,649
	Total other comprehensive income, net of income tax	(7,550)	(16,888)	(27,949)	(6,966)	1,25,649
10	Total comprehensive income for the period (8 + 9)	1,87,565	3,09,401	5,10,675	9,15,866	11,01,292
	Net Profit attributable to:					
	- Owners	1,95,115	3,26,289	5,38,624	9,22,832	9,75,643
	- Non-controlling interests	-	-	-	-	-
	Total comprehensive income attributable to:					
	- Owners	1,87,565	3,09,401	5,10,675	9,15,866	11,01,292
	- Non-controlling interests	-	-	-	-	-

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Daniel Colwell
DANIEL COLWELL
Partner
Brisbane, Queensland
3 May 2024

INDUSTRIAL AIR COMPRESSORS PTY LTD
Consolidated Financial Information
Consolidated Balance Sheet as at March 31, 2024

In AUD Ones

Balance Sheet	Note	As at March 31, 2024	As at March 31, 2023
ASSETS			
Non-current assets			
Property, plant and equipment	3a	9,68,889	7,49,558
Right of use assets	3b	10,49,817	14,75,677
Capital work-in-progress	3a	-	-
Goodwill		49,62,682	49,62,682
Other intangible assets	5	14,00,151	17,17,782
Investments accounted for using the equity method		-	-
Financial assets		-	-
(i) Investments	6	1,210	1,210
(ii) Loans	7	-	-
(iii) Other financial assets	8	1,67,589	1,84,285
Deferred tax assets (Net)	26c	34,534	-
Total non-current assets		85,84,872	90,91,194
Current Assets			
Inventories	10	19,21,528	22,25,140
Financial assets			
(i) Trade receivables	11	34,79,178	36,14,509
(ii) Cash and cash equivalents	12	10,05,548	8,33,144
(iii) Other bank balances	13	1,71,556	1,71,556
(v) Loans	14	-	-
(vi) Other financial asset	15	28,854	20,109
Current tax assets (Net)	26b	-	-
Other current assets	16	2,00,695	2,59,052
Total current assets		68,07,359	71,23,510
Total Assets		1,53,92,231	1,62,14,704
EQUITY AND LIABILITIES			
EQUITY			
Equity share capital	17	120	120
Other equity	18	36,68,973	27,53,107
Total equity		36,69,093	27,53,227
LIABILITIES			
Non-current liabilities			
Financial liabilities			
(i) Long term borrowings	19a	11,50,000	34,50,000
(ii) Lease liabilities	3b	7,03,031	11,76,979
(iii) Other financial liabilities	20	-	-
Deferred tax liabilities (Net)	26b	-	1,63,758
Provisions	21	1,05,514	96,263
Total non-current liabilities		19,58,545	48,87,000
Current liabilities			
Financial liabilities			
(i) Borrowings	19b	24,00,000	23,00,000
(ii) Lease liabilities	3b	5,00,040	4,56,381
(iii) Trade payables			
(b) Total outstanding dues of creditors other than micro enterprises and small enterprises	22	45,79,983	32,08,683
(iv) Other financial liabilities	23	-	-
Current tax liabilities (net)	26b	4,25,171	5,50,706
Provisions	24	9,68,734	8,93,275
Other current liabilities	25	8,90,662	11,65,431
Total current liabilities		97,64,590	85,74,476
Total liabilities		1,17,23,135	1,34,61,476

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INDUSTRIAL AIR COMPRESSORS PTY LTD
Consolidated Financial Information
Consolidated Balance Sheet as at March 31, 2024

Total equity and liabilities


DANIEL COLWELL
Partner
Brisbane, Queensland
3 May 2024

		In AUD Ones
	1,53,92,231	1,62,14,704

INDUSTRIAL AIR COMPRESSORS PTY LTD
Consolidated Financial Information
Consolidated Statement of Profit or loss for the year ended March 31, 2024

Statement of Profit and Loss	Note	In AUD Ones	
		April 01, 2022 to March 31, 2024	April 01, 2021 to March 31, 2023
Revenue from operations	27	2,20,28,957	2,15,31,610
Other income	28	40,220	41,150
Total income		2,20,69,177	2,15,72,760
Expenses			
Cost of materials consumed	29	-	-
Purchases of stock-in-trade	30	94,18,472	1,00,12,085
Changes in Inventories of finished goods, work-in-progress and stock-in-trade	31	3,03,612	(4,12,568)
Employee benefits expenses	32	79,88,950	69,98,270
Finance costs	33	3,14,635	3,85,822
Depreciation and amortisation expenses	34	9,89,169	13,04,379
Other expenses	35	17,25,381	18,80,492
Total expenses		2,07,40,219	2,01,68,480
Profit before exceptional items, share of net profits of investments accounted for using equity method and tax		13,28,958	14,04,280
Share of profit/(loss) of joint ventures accounted for using equity method		-	-
Exceptional items		-	-
Profit before tax		13,28,958	14,04,280
Income tax expense			
- Current tax		6,01,434	5,81,759
- Deferred tax		(1,95,308)	(1,53,122)
Profit for the year from continuing operations		9,22,832	9,75,643
Profit for the year		9,22,832	9,75,643
Other comprehensive income			
Items that will not be reclassified to profit or loss			
Change in fair value of FVOCI equity instruments		-	-
Remeasurement of post-employment benefit obligations		-	-
Income tax relating to these items		-	-
Items that will be reclassified to profit or loss			
Changes in fair value of interest rate swap		(9,951)	1,79,498
Deferred tax relating to above changes in interest rate swap		2,985	(53,849)
Changes in foreign currency translation reserve		-	-
Other comprehensive income for the year, net of tax		(6,966)	1,25,649
Total comprehensive income for the year		9,15,866.00	11,01,292

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Daniel Colwell
DANIEL COLWELL
Partner
Brisbane, Queensland
3 May 2024

INDUSTRIAL AIR COMPRESSORS PTY LTD
Consolidated Financial Information
Consolidated Statement of Cash Flows

In AUD Ones

Particulars	As at March 31,	
	2024	As at March 31, 2023
Cash flow from operating activities		
Profit before income tax	13,28,958	14,04,280
<i>Adjustments for</i>		
Depreciation and amortisation expense	9,89,169	13,04,379
Allowance for doubtful debt	-	9,107
(Gain)/loss on disposal of property, plant and equipment	(26,636)	(35,108)
Fx movement on Investment	-	(72)
Dividend and Interest income classified as investing cash flows	(4,305)	(693)
Finance costs	3,14,635	3,94,471
Change in operating assets and liabilities,		
(Increase)/decrease in trade receivables	1,35,331	(12,47,238)
(Increase)/decrease in inventories	3,03,612	(4,12,568)
Increase/(decrease) in trade payables	13,71,300	9,19,783
(Increase)/decrease in other financial assets	-	(52,274)
Increase/decrease in other non-current assets		
(Increase)/decrease in other current assets	58,357	(36,136)
(Increase)/Decrease in other financial liabilities	-	50,172
(Increase)/decrease in provisions	84,710	(45,532)
Increase/ (decrease) in other current liabilities	(2,74,769)	5,15,926
Cash generated from operations	42,80,363	27,68,497
Income taxes paid	(7,26,969)	(5,70,789)
Net cash inflow/(outflow) from operating activities	35,53,394	21,97,708
Cash flows from investing activities		
Payments for property, plant and equipment and intangible assets	(4,33,582)	(2,22,867)
Investment in Joint Ventures		
(Loans)/repayment of Loans given (to)/from related parties		
(Loans)/repayment of Loans given (to)/from employees		
Proceeds from sale of property, plant and equipment	26,636	60,772
Dividend received	-	100
Interest received	4,305	593
Net cash outflow from investing activities	(4,02,641)	(1,61,402)
Cash flows from financing activities		
Interest paid	(2,51,643)	(3,22,276)
Net Long term loans borrowed/ (repayment) from/to banks	(23,00,000)	(23,00,000)
Loan from Related party	1,00,000	
Payment of principle element of lease liabilities	(4,61,712)	(4,33,290)
Interest elements of lease payments	(62,992)	(72,195)
Net cash inflow/(outflow) from financing activities	(29,76,349)	(31,27,763)
Net increase/(decrease) in cash and cash equivalents	1,74,404	(10,91,457)
Cash and cash equivalents at the beginning of the financial year	8,33,144	19,24,601
Cash and cash equivalents at end of the year	10,07,548	8,33,144

N1 - these amounts do not tie to FOCUS as the statutory financial report groups these items slightly differently on the face to how management group them for Indian reporting. The groupings have been reviewed further on the "BS" tab.

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DANIEL COLWELL
Partner
Brisbane, Queensland
3 May 2024

INDUSTRIAL AIR COMPRESSORS PTY LTD

Consolidated Financial Information

Notes to Consolidated Financial Information as at and for the year ended March 31, 2024

	In AUD Ones	
6. Investments (Non-current)	As at March 31, 2024	As at March 31, 2023
(i) At Cost		
Investment in Equity instruments (fully paid-up) (Unquoted)		
Investments In Subsidiaries (wholly owned)		
Investments In Joint Ventures		
Investments in Partnership Firms		
(ii) At fair value through other comprehensive Income		
Investments in Equity Instruments-(fully paid-up) (Quoted)	1,210	1210
Investments In Preference Shares		
Investments In Government Or Trust Securities		
Investments In Debentures Or Bonds		
Investment in Equity instruments (fully paid-up) (Unquoted)		
Investment in step subsidiaries- Eliminating items	-	-
Total	1,210	1,210
7. Loans (Non-current)		
In AUD Ones		
	As at March 31, 2024	As at March 31, 2023
Loans considered good - Unsecured		
Loans to subsidiaries	-	-
Loans- Credit impaired		
Total	-	-
<i>Term and rate of interest</i>		
8. Other financial assets (Non-current)		
Security deposits	1,54,182	1,54,182
Derivative Interest rate swap	13,407	30,103
Total	1,67,589	1,84,285
10. Inventories		
(a) Raw materials	-	-
(b) Work-in-progress	-	-
(c) Finished goods*	19,21,528	22,25,140
(d) Stock-in-trade	-	-
Total	19,21,528	22,25,140
<i>*Note: includes Goods in transit amounting to</i>		
	-	7,975
11. Trade receivables		
Unsecured, considered good	34,88,285	36,23,616
Unsecured, which have significant increase in credit risk	-	-
Unsecured, credit impaired	-	-
	34,88,285	36,23,616
Less: Allowance for doubtful debts(expected credit loss allowance)	(9,107)	(9,107)
Total	34,79,178	36,14,509

Refer note 11(a) for ageing of trade receivables.

Also refer note- 38 for receivables from related parties.

INDUSTRIAL AIR COMPRESSORS PTY LTD

Consolidated Financial Information

Notes to Consolidated Financial Information as at and for the year ended March 31, 2024

12. Cash and cash equivalents		
(a) Cash on hand	700	700
(c) Balance with banks		
- In current accounts	10,04,848	8,12,444
- In deposits accounts with less than 3 months maturity	-	20,000
Total	10,05,548	8,33,144
<hr/>		
13. Other bank balances		
- In deposit accounts (with original maturity period of more than 3 months but less than 12		
	1,73,556	1,71,556
Total	1,73,556	1,71,556
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14. Loans (Current)		
Loans considered good - Unsecured		
Loan to employees	-	-
	-	-
Loans- Credit impaired		
	-	-
Total	-	-
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15. Other financial asset		
Derivative instruments not designated as hedges		
Derivative instruments designated as hedges		
Interest rate swap	26,814	20,069
Others	40	40
	26,854	20,109
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16. Other current assets		
Prepaid expenses	2,00,695	2,36,282
Balance with government authorities	-	-
Others	-	22,770
Total	2,00,695	2,59,052
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17. Equity Share capital	As at March 31, 2024	In AUD Ones As at March 31, 2023
Authorised		
Equity shares		
Issued, Subscribed and fully paid up		
Equity shares	120	120
Total	120	120
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INDUSTRIAL AIR COMPRESSORS PTY LTD

Consolidated Financial Information

Notes to Consolidated Financial Information as at and for the year ended March 31, 2024

	In AUD Ones	
18. Other Equity	As at March 31, 2024	As at March 31, 2023
Reserves & Surplus		
Retained earnings	36,40,819	27,17,987
Other Reserves	28,154	35,120
Total	36,68,973	27,53,107
18. Other equity- Movement during the year		
f) Retained earnings		
Opening balance	27,17,987	17,42,344
Net profit for the period	9,22,832	9,75,643
Item of other comprehensive income recognised directly in retained earnings		
Appropriations	-	-
General Reserve	-	-
Dividend on equity shares (including Dividend distribution tax)	-	-
Closing balance	36,40,819	27,17,987
h) Other Reserves		
FVOCI - Equity instruments		
Opening balance	-	-
Additions during the year	-	-
Deductions/adjustments during the year	-	-
Closing balance	-	-
Cash flow hedge reserve		
Opening balance	35,120	(90,529)
Changes in fair value of interest rate swap (net of tax)	(6,966)	1,25,649
Closing balance	28,154	35,120
Foreign currency translation reserve		
Opening balance	-	-
Changes in Foreign currency translation reserve	-	-
Add/less: Amounts recognized in Profit or loss on loss of control over subsidiary	-	-
Closing balance	-	-
19. Borrowings		
		In AUD Ones
	As at March 31, 2024	As at March 31, 2023
(a) Borrowings (Non-current)		
Secured		
-from Banks		
-USD	35,50,000	57,50,000
Unsecured		
-from Others	-	-
Non-current borrowings	35,50,000	57,50,000
Less: Current maturities of long term borrowings (refer note 19(b))	24,00,000	23,00,000
Less: Interest accrued but not due on borrowings (refer note 23)	-	-
Non-current borrowings	11,50,000	34,50,000

INDUSTRIAL AIR COMPRESSORS PTY LTD

Consolidated Financial Information

Notes to Consolidated Financial Information as at and for the year ended March 31, 2024

20. Other financial liabilities (non-current)

Derivative instruments designated as hedges

Others

Interest rate swap

	-	-
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19(b). Borrowings (Current)

Loans repayable on demand

Secured

- from Banks

- in USD

- in EURO

- in AUD

Current maturities of long-term debt

In AUD Ones

As at March 31, 2024	As at March 31, 2023
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	-	-
	-	-
	-	-
	24,00,000	23,00,000
	24,00,000	23,00,000

Unsecured

- from Banks

- from others

	-	-
	-	-

Total

	24,00,000	23,00,000
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21. Provisions (non-current)

Provision for compensated absences

Provision for defined benefits

Total

	1,05,514	96,263
	-	-
	1,05,514	96,263

22. Trade payables

Trade payables

Total

	45,79,983	32,08,683
	45,79,983	32,08,683

Refer note 22(a) for ageing of trade payables.

Also refer note- 38 for payables to related parties.

23. Other financial liabilities

Derivatives not designated as hedges

Derivative instruments designated as hedges

Others

Interest accrued but not due on long term borrowings

Interest accrued and due on current borrowings

Employee benefit expenses payable

Total

	-	-
	-	-
	-	-
	-	-

INDUSTRIAL AIR COMPRESSORS PTY LTD

Consolidated Financial Information

Notes to Consolidated Financial Information as at and for the year ended March 31, 2024

24. Provisions (current)

Provision for Lease	-	-
Provision for Gratuity	-	-
Provision for compensated absences	9,52,099	8,76,640
Warranty Provision	16,635	16,635
Total	9,68,734	8,93,275

25. Other current liabilities

Statutory payable	3,39,665	4,81,814
Other liabilities	5,50,997	6,83,617
Total	8,90,662	11,65,431

26. Income taxes

In AUD Ones
As at March 31, 2024 As at March 31, 2023

(a) Income tax expense

Current tax

Current tax on profits for the year	6,01,434	5,81,759
Total current tax expense	6,01,434	5,81,759

Deferred tax

Decrease/(increase) in deferred tax assets	(1,95,308)	(1,53,122)
Total deferred tax expense/ (benefit)	(1,95,308)	(1,53,122)

Income tax expense

	4,06,126	4,28,637
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(b) Income tax assets/ liabilities

(i) Current tax assets (net)

	4,25,171	5,50,706
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(ii) Current tax liabilities (net)

	-	-
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Net current tax asset/ (liability) at the end of the year

	(4,25,171)	(5,50,706)
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Movement during the year:

Opening balance	(5,50,706)	(5,39,736)
Add: Income tax paid during the year	7,26,969	5,70,789
Less: Current tax payable for the year	(6,01,434)	(5,81,759)
Income tax on other comprehensive income	-	-
Less : MAT credit adjusted	-	-
Closing balance	(4,25,171)	(5,50,706)

(c) Deferred tax assets / liabilities

(i) Deferred tax assets (net)

	9,33,517	9,72,706
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(ii) Deferred tax liabilities

	8,98,983	11,36,464
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Net deferred tax asset/(liability) at the end of the year

	34,534	(1,63,758)
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Movement during the year

Net deferred tax asset/(liability) at the beginning of the year	(1,63,758)	(2,63,031)
Credits/ (Charge) in Profit and loss relating to temporary differences	1,95,308	1,53,122
Credits/ (Charge) in Other comprehensive income on account of timing differences	2,985	(53,849)
Translation differences	-	-
Net deferred tax asset/(liability) at the end of the year	34,534	(1,63,758)

Pitcher Partners
PITCHER PARTNERS

Daniel Colwell
DANIEL COLWELL
Partner
Brisbane, Queensland
3 May 2024

INDUSTRIAL AIR COMPRESSORS PTY LTD**Consolidated Financial Information**

Notes to Consolidated Financial Information as at and for the year ended March 31, 2024

	April 01,2022 to March 31, 2024	In AUD Ones April 01,2021 to March 31, 2023
27.Revenue from operations		
Revenue from contracts with customers		
Sale of products	1,09,82,176	1,11,16,422
Sale of services	1,10,46,781	1,04,15,188
Other operating revenues		
Total	2,20,28,957	2,15,31,610
28.Other income		
Interest income - Others	4,305	593
Dividends received	-	100
Rent receipts	-	-
Profit on sale of assets	26,636	35,108
Net gain on foreign currency transaction and translation (other than considered as finance cost)		
Miscellaneous income (net)	9,279	5,349
Total	40,220	41,150
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		
30.Purchases of stock in trade		
Purchase of other traded goods	94,18,472	1,00,12,085
Total	94,18,472	1,00,12,085
31.Changes in inventories of finished goods, work-in-progress and traded goods		
Opening inventory*		
Finished goods	22,25,140	18,12,572
Work-in-progress	-	-
Stock-in-trade	-	-
Total	22,25,140	18,12,572
Closing inventory*		
Finished goods	19,21,528	22,25,140
Work-in-progress		
Stock-in-trade	-	-
Total	19,21,528	22,25,140
Net change in inventory	3,03,612	(4,12,568)
*excludes R&D inventory		

INDUSTRIAL AIR COMPRESSORS PTY LTD**Consolidated Financial Information****Notes to Consolidated Financial Information as at and for the year ended March 31, 2024**

	April 01,2022 to March 31, 2024	April 01,2021 to March 31, 2023
32.Employee benefit expenses		
Salaries, wages and bonus	79,37,349	69,56,877
Employee stock option expense	-	-
Staff welfare expenses	51,601	41,393
Total	79,88,950	69,98,270
33.Finance costs		
Interest expense (other financing arrangements)	2,51,643	3,13,627
Interest expense (relating to lease liabilities)	62,992	72,195
Total	3,14,635	3,85,822
34.Depreciation and amortisation expense		
Depreciation of property, plant and equipment	2,12,513	1,98,993
Depreciation of right of use assets	4,57,283	4,47,802
Amortisation of intangible assets	3,19,373	6,57,584
Total	9,89,169	13,04,379
35.Other expenses		
Commission		
Repairs and maintenance		
-Building	55,660	43,538
-Others	3,84,372	3,84,836
Communication expenses	54,070	64,258
Power and fuel	2,20,799	2,68,261
Transport charges*	2,86,979	2,36,050
Travelling & conveyance	1,68,794	1,79,683
Insurance	1,21,809	1,05,963
Advertisement & publicity	57,084	54,332
Printing and stationery	15,082	18,495
After sales expenses	-	-
Rates and taxes	5,440	1,545
Subscription & membership	22,306	3,083
Rent	1,51,659	1,25,073
Legal and consultancy charges	1,24,468	2,17,761
Net loss on foreign currency transaction and translation (other than considered as finance cost)	10,415	1,21,054
Loss on sale of assets/Assets condemned & written off	-	-
Bad debts written off & Provision for doubtful advances and debts	4,345	13,774
Miscellaneous expenses	42,099	42,786
Total	17,25,381	18,80,492

*Note: Freight recovered from Customer is grouped under Sale of Services

N1

N1 - PP has reviewed the mapping of the clients categories to the underlying audited TB to confirm reasonability. No issues have been identified.

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Daniel Colwell
DANIEL COLWELL
Partner
Brisbane, Queensland
3 May 2024

INDUSTRIAL AIR COMPRESSORS PTY LTD
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Notes to Consolidated Financial Information as at and for the year ended March 31, 2024

3(a). Property, plant and equipment

In AUD Ones

	Land	Buildings	Plant & Machinery	Office Equipments	Furniture, Fixtures & Office Equipment	Vehicles	Total
As at and year ended March 31, 2023							
Gross carrying amount							
Opening gross carrying amount	-	-	4,74,998	92,258	1,18,044	9,44,489	16,29,789
Business combinations	-	-	-	-	-	-	-
Additions	-	-	14,115	29,560	6,514	1,72,047	2,22,236
Disposal	-	-	(24,947)	-	(2,778)	(79,258)	(1,06,983)
Transfers	-	-	-	-	-	-	-
Closing gross carrying amount	-	-	4,64,166	1,21,818	1,21,780	10,37,279	17,45,043
Accumulated depreciation							
Opening Accumulated depreciation	-	-	3,01,950	57,268	78,341	4,40,253	8,77,812
For the year	-	-	47,892	20,876	10,292	1,19,933	1,98,993
Disposal	-	-	(23,481)	-	-	(57,839)	(81,320)
Transfers	-	-	-	-	-	-	-
Closing Accumulated depreciation	-	-	3,26,361	78,144	88,633	5,02,346	9,95,485
Net carrying amount	-	-	1,37,805	43,673	33,147	5,34,933	7,49,558
As at and year ended March 31, 2024							
Gross carrying amount							
Opening gross carrying amount	-	-	4,64,166	1,21,818	1,21,780	10,37,279	17,45,043
Business combinations	-	-	-	-	-	-	-
Additions	-	-	1,20,099	80,257	85,795	1,45,689	4,31,840
Disposal	-	-	-	-	-	-	-
Transfers	-	-	-	-	-	-	-
Closing gross carrying amount	-	-	5,84,265	2,02,075	2,07,575	11,82,968	21,76,882
Accumulated depreciation							
Opening Accumulated depreciation	-	-	3,26,361	78,144	88,633	5,02,346	9,95,485
For the year*	-	-	40,225	32,096	15,434	1,24,758	2,12,513
Disposal	-	-	-	-	-	-	-
Transfers	-	-	-	-	-	-	-
Closing Accumulated depreciation	-	-	3,66,587	1,10,240	1,04,067	6,27,104	12,07,998
Net carrying amount	-	-	2,17,678	91,835	1,03,508	5,55,864	9,68,884
			2,17,679	91,836	1,03,510	5,55,864	9,68,889

i) Property, Plant and equipments pledged as security

Refer note 41 for information on property, plant and equipment pledged as security by the Company.

ii) Depreciation methods and useful life

Particulars	Method of depreciation	Useful life(years)
Plant and equipment at cost	SLM	8-38%
Improvements at cost	SLM	13-25%
Motor vehicles at cost	SLM	13-25%
Office equipment at cost	SLM	13-50%
Furniture, fixtures and fittings at cost	SLM	14%
Other capital assets at cost		20-33%

iii) Aging of Capital Work-in-progress

Particulars	Amounts in Capital work-in-progress for				Total
	Less than one year	1- 2 years	2- 3 years	More than 3 years	
As at and year ended March 31, 2023					
(i) Projects in Progress					0
As at and year ended March 31, 2024					
(i) Projects in Progress					0

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Daniel Colwell
DANIEL COLWELL
Partner
Brisbane, Queensland
3 May 2024

INDUSTRIAL AIR COMPRESSORS PTY LTD

Consolidated Financial Information

Notes to Consolidated Financial Information as at and for the year ended March 31, 2024

3(b)(i) Right of use assets

In AUD Ones

Particulars	Building	Plant and Machinery	Vehicles	Furniture & Fixtures	Office equipment	Total
As at and year ended March 31, 2023						
Gross carrying amount						
Opening gross carrying amount	26,34,594	-	-	-	72,341	27,06,935
Business combinations	-	-	-	-	-	-
Additions	4,22,406	-	-	-	41,235	4,63,641
Disposal	-	-	-	-	-	-
Closing gross carrying amount	30,57,000	-	-	-	1,13,576	31,70,576
Accumulated depreciation						
Opening gross carrying amount	11,92,029	-	-	-	55,068	12,47,097
For the year	4,35,419	-	-	-	12,383	4,47,802
Disposal	-	-	-	-	-	-
Closing Accumulated depreciation	16,27,448	-	-	-	67,451	16,94,899
Net carrying amount	14,29,552	-	-	-	46,125	14,75,677
As at and year ended March 31, 2024						
Gross carrying amount						
Opening gross carrying amount	30,57,000	-	-	-	1,13,576	31,70,576
Business combinations	-	-	-	-	-	-
Additions	31,423	-	-	-	-	31,423
Disposal	-	-	-	-	-	-
Closing gross carrying amount	30,88,423	-	-	-	1,13,576	32,01,999
Accumulated depreciation						
Opening gross carrying amount	16,27,448	-	-	-	67,451	16,94,899
For the year	4,47,334	-	-	-	9,949	4,57,283
Disposal	-	-	-	-	-	-
Closing Accumulated depreciation	20,74,782	-	-	-	77,400	21,52,182
Net carrying amount	10,13,641	-	-	-	36,176	10,49,817

3(b)(ii) Lease liabilities

	In AUD Ones	
	As at March 31, 2024	As at March 31, 2023
Current	5,00,040	4,56,381
Non-current	7,03,031	11,76,979
Total	12,03,071	16,33,360

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DANIEL COLWELL
 Partner
 Brisbane, Queensland
 3 May 2024

INDUSTRIAL AIR COMPRESSORS PTY LTD

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5. Other Intangible assets and Goodwill

(In \$ Ones)

Particulars	Computer Software	Patent	Customer relationships	Brand names	Non- Compete fees	Total Intangible assets	Goodwill
As at and year ended March 31, 2023							
Gross carrying amount							
Opening gross carrying amount	86,838	330	22,46,829	25,12,151	23,77,696	72,23,844	49,62,682
Additions	631	-	-	-	-	631	-
Disposal	-	-	-	-	-	-	-
Closing gross carrying amount	87,469	330	22,46,829	25,12,151	23,77,696	72,24,475	49,62,682
Accumulated amortisation							
Opening accumulated amortisation	79,945	-	5,49,225	18,42,244	23,77,696	48,49,110	-
For the year	5,365	-	1,49,788	5,02,430	-	6,57,583	-
Disposal	-	-	-	-	-	-	-
Closing accumulated amortisation	85,310	-	6,99,013	23,44,674	23,77,696	55,06,693	-
Net carrying amount	2,159	330	15,47,816	1,67,477	(0)	17,17,782	49,62,682
As at and year ended March 31, 2024							
Gross carrying amount							
Opening gross carrying amount	87,469	330	22,46,829	25,12,151	23,77,696	72,24,475	49,62,682
Additions	1,742	-	-	-	-	1,742	-
Disposal	-	-	-	-	-	-	-
Closing gross carrying amount	89,211	330	22,46,829	25,12,151	23,77,696	72,26,217	49,62,682
Accumulated amortisation							
Opening accumulated amortisation	85,310	-	6,99,013	23,44,674	23,77,696	55,06,693	-
For the year	2,107	-	1,49,789	1,67,477	-	3,19,373	-
Disposal	-	-	-	-	-	-	-
Closing accumulated amortisation	87,417	-	8,48,802	25,12,151	23,77,696	58,26,066	-
Net carrying amount	1,794	330	13,98,027	(0)	(0)	14,00,151	49,62,682

(i) Amortisation

Particulars	Method of depreciation (SLM / WDV)	Useful life (years)
Computer software	SLM	3.00
Customer relationships	SLM	15.00
Brand names	SLM	5.00
Non-compete fees	SLM	3.00

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[Signature]
DANIEL COLWELL
Partner

Brisbane, Queensland
3 May 2024

11(a) Trade receivables- Ageing

Particulars	Not due (including retention money)	Outstanding for following periods from the due date of payment#					Less: 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, 2024								
a) From related parties (Parent & Subsidiaries controlled by the Parent)	-	-	-	-	-	-	-	-
b) Others								
(i) Undisputed Trade Receivables- considered good	13,49,394	15,25,318	4,26,979	1,86,594	-	-	-9,107	34,79,178
(iii) Undisputed Trade Receivables- credit impaired	-	-	-	-	-	-	-	-
(iv) Disputed Trade Receivables- considered good	-	-	-	-	-	-	-	-
(vi) Disputed Trade Receivables- credit impaired	-	-	-	-	-	-	-	-
	13,49,394	15,25,318	4,26,979	1,86,594	-	-	-9,107	34,79,178
As at March 31, 2023								
a) From related parties (Parent & Subsidiaries controlled by the Parent)	-	-	-	-	-	-	-	-
b) Others								
(i) Undisputed Trade Receivables- considered good	24,43,170	10,81,912	44,241	45,947	8,346	-	-9,107	36,14,509
(iii) Undisputed Trade Receivables- credit impaired	-	-	-	-	-	-	-	-
(iv) Disputed Trade Receivables- considered good	-	-	-	-	-	-	-	-
(vi) Disputed Trade Receivables- credit impaired	-	-	-	-	-	-	-	-
	24,43,170	10,81,912	44,241	45,947	8,346	-	-9,107	36,14,509

similar information shall be given where no due date of payment is specified in that case disclosure shall be from the date of the transaction. Unbilled dues shall be disclosed separately”;

22(a) Trade payables- Ageing

Particulars	Not due	Outstanding for following periods from the due date of payment				Accruals/ Provisions	Total
		6 months - 1 year	1 -2 years	2-3 years	More than 3 years		
As at March 31, 2024							
Undisputed							
(i) Related parties (Parent & Subsidiaries controlled by the Parent)	26,44,419.00	-	-	-	-	-	26,44,419.00
(ii) Others	19,35,564.00	-	-	-	-	-	19,35,564.00
	45,79,983.00	-	-	-	-	-	45,79,983.00
As at March 31, 2023							
Due for payment to							
(i) Related parties (Parent & Subsidiaries controlled by the Parent)	9,73,840.00	-	-	-	-	-	9,73,840.00
(ii) Others	22,34,843.00	-	-	-	-	-	22,34,843.00
	32,08,683.00	-	-	-	-	-	32,08,683.00

similar information shall be given where no due date of payment is specified in that case disclosure shall be from the date of the transaction. Unbilled dues shall be disclosed separately”;

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 DANIEL COLWELL
 Partner
 Brisbane, Queensland
 3 May 2024

36. Financial risk management

In AUD Ones

(A) Credit risk

Credit risk arises from credit exposures to customers including outstanding receivables.

Credit risk is managed at individual company level.

The entity assesses the credit quality of the customer, taking into account its financial position, past experience and other factors. Individual risk limits are set based on internal and external ratings in accordance with the limits set by the Company. The finance function consists of a separate team who assess and maintain an internal credit rating system. The compliance with the credit limits by customers is regularly monitored by the finance function.

(i) Impairment of financial assets

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

Internal rating	Category	Description of category	Basis for recognition of expected credit loss provision
			Trade receivables
C1	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.	Life-time expected credit losses (simplified approach)
C2	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. 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

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

Ageing	Not due	Overdue by/ past due by					Total
		Less than 3 months	3 to 6 months	6 months to 1 year	1- 2 years	More than 2 years	
As at Mar 31, 2024							
A) Related Parties							
Gross carrying amount - trade receivables	-	-	-	-	-	-	-
Expected loss rate %							
Expected credit losses (Loss allowance provision)	-	-	-	-	-	-	-
B) Others							
Gross carrying amount - trade receivables	13,49,394	15,25,318	-	4,26,979	1,86,594	-	34,88,285
Expected loss rate		0	-				
Expected credit losses (Loss allowance provision)	-	9,107	-	-	-	-	9,107
Add: Additional provision taken							
Total Loss allowance provision - Others	-	9,107	-	-	-	-	9,107
Carrying amount of Trade receivables (net of credit loss allowance)	13,49,394	15,16,211	-	4,26,979	1,86,594	-	34,79,178
As at Mar 31, 2023							
A) Related Parties							
Gross carrying amount - trade receivables	-	-	-	-	-	-	-
Expected loss rate %							
Expected credit losses (Loss allowance provision)	-	-	-	-	-	-	-
B) Others							
Gross carrying amount - trade receivables	24,43,170	10,81,912	-	44,241	45,947	8,346	36,23,616
Expected loss rate		0	-				
Expected credit losses (Loss allowance provision)	-	9,107	-	-	-	-	9,107
Add: Additional provision taken							
Total Loss allowance provision - Others	-	9,107	-	-	-	-	9,107
Carrying amount of Trade receivables (net of credit loss allowance)	24,43,170	10,72,805	-	44,241	45,947	8,346	36,14,509

(i) Reconciliation of loss allowance provision - Trade receivables

	Trade receivables
Loss allowance on April 1, 2022	-
Changes in loss allowance:	
Provision made during the year	9,107
Utilisation - Bad debt written off	-
Loss allowance on March 31, 2023	<u>9,107</u>
Changes in loss allowance:	
Reversal made during the year	-
Provision made during the year	-
Utilisation - Bad debt written off	-
Loss allowance on March 31, 2024	<u>9,107</u>

(B) Liquidity risk

(i) Financing arrangements - Undrawn borrowing facilities

Particulars	As at March 31, 2024	As at March 31, 2023
Floating rate		
Expiring within one year (bank overdraft and other facilities)		
Total sanction limit	-	-
Less: Outstanding as at reporting date (Note 19(b))	-	-
Undrawn limit	<u>-</u>	<u>-</u>
Expiring beyond one year (bank loans)		
Total sanction limit	-	-
Less: Terms loan drawn	-	-
Undrawn limit	<u>-</u>	<u>-</u>

(ii) Maturities of financial liabilities

Contractual maturities of financial liabilities:

Particulars	Less than 3 months	3 months to 6 months	6 months to 1 year	Between 1 and 2 years	Between 2 and 5 years	Total
As at March 31, 2023						
Non-derivatives						
Borrowings	6,75,000	5,75,000	11,50,000	11,50,000	-	35,50,000
Lease liabilities	1,09,846	1,26,200	2,64,471	2,67,066	4,35,488	12,03,071
Trade payables	45,79,983	-	-	-	-	45,79,983
Other financial liabilities	9,52,099	-	-	-	-	9,52,099
Total non-derivative liabilities	<u>63,16,928</u>	<u>7,01,200</u>	<u>14,14,471</u>	<u>14,17,066</u>	<u>4,35,488</u>	<u>1,02,85,153</u>
As at March 31, 2022						
Non-derivatives						
Borrowings	5,75,000	5,75,000	11,50,000	23,00,000	11,50,000	57,50,000
Lease liabilities	1,77,362	1,31,350	2,64,471	5,32,248	5,27,929	16,33,360
Trade payables	20,17,869	11,90,814	-	-	-	32,08,683
Other financial liabilities	8,76,640	-	-	-	-	8,76,640
Total non-derivative liabilities	<u>36,46,871</u>	<u>18,97,164</u>	<u>14,14,471</u>	<u>28,32,248</u>	<u>16,77,929</u>	<u>1,14,68,683</u>

(C) Market risk

(i) Currency risk

As at March 31, 2023

Particulars	Exposure in functional currency (USD)	Exposure in currency other than functional currency			
		USD	EUR	AUD	BRL
Financial assets					
Investments					
Trade receivables					
Loans (including accrued interest)	-				-
Cash and cash equivalents					
Other bank balances					
Net exposure to currency risk (assets)	-	-	-	-	-
<u>Financial liabilities</u>					
Bank Loan					
Trade payables					
Net exposure to currency risk (liabilities)	-	-	-	-	-

As at March 31, 2022

Particulars	Exposure in functional currency	Exposure in currency other than functional currency			
		USD	EUR	AUD	BRL
Financial assets					
Investments					
Trade receivables					
Loans (including accrued interest)	-				-
Cash and cash equivalents					
Other bank balances					
Net exposure to currency risk (assets)	-	-	-	-	-
<u>Financial liabilities</u>					
Bank Loan					
Trade payables					
Net exposure to currency risk (liabilities)	-	-	-	-	-

(ii) Cash flow and Fair value interest rate risk

At the end of the reporting period the Company has following variable rate long term borrowings outstanding,

Particulars	As at March 31, 2024		As at March 31, 2023	
	Weighted average interest rate	Amount	Weighted average interest rate	Amount
Term Loan				
-USD				-
		-		-

The analysis for maturities of borrowings is provided in the note no 36 B(ii) above.

Sensitivity

Profit or loss is sensitive to higher/lower interest expenses from borrowings as the result of change in interest rate.

Particulars	Impact on Profit after tax		Impact on other components of equity	
	As at March 31, 2024	As at March 31, 2023	As at March 31, 2024	As at March 31, 2023
Interest rate increase by 50 basis points*	-	-	-	-
Interest rate decrease by 50 basis points*	-	-	-	-

*Holding all other variables constant

Pitcher Partners
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DANIEL COLWELL
Partner
Brisbane, Queensland
3 May 2024

INDUSTRIAL AIR COMPRESSORS PTY LTD**Consolidated Financial Information****Notes to Consolidated Financial Information as at and for the year ended March 31, 2024****38. Interests in other entities****(a) Subsidiaries**

The group's subsidiaries are set out below. Unless otherwise stated, they have share capital consisting solely of equity shares that are held directly by the group, and the proportion of ownership interests held equals the voting rights held by the group. The country of incorporation or registration is also their principal place of business.

Name of entity	Place of business	Ownership interest held by the group		Principal Activities
		March 31, 2024	March 31, 2023	
		%	%	
F. R. Pulford & Son Pty Ltd	Sydney, Australia	100%	100%	
Advanced Air Compressors Pty Ltd	Sydney, Australia	100%	100%	

(b) Joint Venture

Set out below are the associates and joint ventures of the group as at March 31, 2023:

Name of entity	Place of business	Proportion of the ownership interest	Relationship	Carrying value	
				March 31, 2024	March 31, 2023
				-	-
				-	-
				-	-
				-	-
				-	-

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DANIEL COLWELL
Partner
Brisbane, Queensland
3 May 2024

INDUSTRIAL AIR COMPRESSORS PTY LTD

Consolidated Financial Information

Notes to Consolidated Financial Information as at and for the year ended March 31, 2024

39. Related party transactions

(a) Particulars of transactions with related parties

Description	Ultimate Holding Company / Holding Company		Companies under common control		Joint Ventures & Others	
	2023-24	2022-23	2023-24	2022-23	2023-24	2022-23
Transactions during the year						
<u>Purchase of goods</u>						
Elgi equipments Australia Pty Ltd			41,46,107	34,55,663		
Pattons Inc.						
Rotair S.p.A			1,77,650			
Elgi Compressors Europe srl				-		
	-	-				
<u>Sale of goods</u>						
Elgi Equipments Aust. Pty Ltd			28,142	66,257		
Pattons Inc.			-	-	-	-
	-	-				
<u>Loans received</u>						
Parent - XXX	-	-				
<u>Repayment of loans</u>						
Parent - XXX	-	-				
Subsidiary- XXX			-	-		
<u>Interest income on loans given to</u>						
XXX			-	-		
<u>Interest expense on loans taken from</u>						
XXX	-	-				
<u>Reimbursement of expenses</u>						
<i>To related parties</i>						
Elgi Equipments Ltd, India				-		
Elgi Equipments Aust. Pty Ltd			5,93,981	4,01,844		
<i>By related parties</i>						
Elgi Equipments Aust. Pty Ltd			6,31,781	5,35,577		
Elgi Equipments Ltd, India	3,216	22,581				
	-	-				
<u>Investments made in JV's accounted for using the equity method</u>						
XXX					-	-
XXX					-	-
XXX					-	-

Description	Ultimate Holding Company / Holding Company		Companies under common control		Joint Ventures & Others	
	2023-24	2022-23	2023-24	2022-23	2023-24	2022-23
Balances at year end						
<u>Receivable at the end of the year</u>						
Elgi equipments Australia Pty Ltd	-	-	-	833	-	-
	-	-		-	-	-
	-	-		-	-	-
	-	-		-	-	-
<u>Payable at the end of the year</u>						
Elgi equipments Australia Pty Ltd		-	24,66,769	9,42,942		
ELGI equipments limited	3,216	22,851		-		
Elgi Compressors Europe srl				-		
Rotair S.p.A			1,77,650			
<u>Loans given to (including Interest accrued)</u>						
XXX	-	-	-	-	-	-
<u>Loan payable</u>						
ELGI equipments limited	-	-	1,00,000	-	-	-
<u>Interest accrued and due to</u>						
XXX	-	-	-	-	-	-
<u>Investments accounted for using the equity method</u>					-	-

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DANIEL COLWELL
Partner
Brisbane, Queensland
3 May 2024