

Report of the Sole Statutory Auditor in charge of the legal audit of the financial statements as at 31.03.2024 of Elgi Compressors Italy S.r.l. to the Shareholder

To the Shareholder of Elgi Compressors Italy S.r.l.

Foreword

During the financial year ended 31 March 2024, the sole statutory auditor carried out both the functions provided for by articles 2403 of the Italian Civil Code and those provided for by article 2477 of the Italian Civil Code.

This single report contains in section A) the "Report of the independent auditor pursuant to art. 14 of Legislative Decree no. 39 of 27 January 2010" and in section B) the "Report pursuant to art. 2429, paragraph 2 of the Italian Civil Code".

A) Report of the independent auditor pursuant to art. 14 of Legislative Decree no. 39 of 27 January 2010

Report on the audit of the financial statements

Opinion

I have audited the accompanying financial statements of Elgi Compressors Italy S.r.l., which include the balance sheet as of March 31, 2024, the income statement and the cash flow statement for the year then ended, and the notes thereto.

In my opinion, the financial statements give a true and fair view of the financial position of the Company as of March 31, 2024, and of the results of its operations and its cash flows for the year then ended in accordance with Italian regulations governing the criteria for their preparation.

Elements underlying judgment

I have audited the financial statements in accordance with International Standards on Auditing ISA Italy. My responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of this report. I am independent of the company in accordance with ethical and independence rules and standards applicable in Italy to the audit of financial statements.

I believe that I have obtained sufficient and appropriate evidence on which to base my opinion.

Responsibility of the Directors and the Sole Statutory Auditor for the financial statements

The Directors are responsible for the preparation of financial statements (prepared in abbreviated form) that give a true and fair view in accordance with the Italian regulations governing the criteria for their preparation and, within the terms of the law, for that part of the internal control they consider necessary to enable the preparation of financial statements that do not contain any significant errors due to fraud or unintentional conduct or events.

The Directors are responsible for assessing the company's ability to continue as a going concern and, in preparing the annual financial statements, for the appropriateness of the use of the assumption of going concern, as well as for adequate disclosure. The directors use the going concern assumption in preparing the financial statements unless they have assessed that the conditions for the company's liquidation or discontinuance exist or have no realistic alternative to such



choices. The Sole Statutory Auditor is responsible for supervising, within the terms of the law, the process of preparing the company's financial reports.

Sole Statutory Auditor's responsibility for the audit of the financial statements

My objectives are to obtain reasonable assurance about whether the financial statements, taken as a whole, are free from material misstatement, whether due to fraud or unintentional actions or events, and to issue an audit report including my audit opinion. Reasonable assurance is defined as a high level of assurance, which does not, however, provide assurance that an audit performed in accordance with International Standards on Auditing ISA Italy will always identify a material misstatement, if any. Errors may arise from fraud or from unintentional conduct or events and are considered material if they could reasonably be expected, either individually or in the aggregate, to influence the economic decisions made by users on the basis of the financial statements.

As part of an audit performed in accordance with International Standards on Auditing ISA Italy, I exercised professional judgement and maintained professional scepticism throughout the audit. In addition:

- I identified and assessed the risks of material misstatement of the financial statements, whether due to fraud or unintentional conduct or events; I defined and performed audit procedures in response to those risks; and I obtained sufficient and appropriate audit evidence on which to base my opinion. The risk of not detecting a material misstatement due to fraud is higher than the risk of not detecting a material misstatement arising from unintentional conduct or events, because fraud may involve collusion, falsification, intentional omission, misrepresentation or contrivance of internal control;
- I have gained an understanding of internal control relevant to the audit for the purpose of designing audit procedures that are appropriate in the circumstances and not for the purpose of expressing an opinion on the effectiveness of the company's internal control;
- I have assessed the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Directors, including the related disclosures.
- I have reached a conclusion about the appropriateness of the Directors' use of the going concern assumption and, based on the audit evidence obtained, about whether there is a material uncertainty about events or circumstances that may cast significant doubt about the company's ability to continue as a going concern. When a material uncertainty exists, I am required to draw attention in the audit report to the relevant financial statement disclosures or, if such disclosures are inadequate, to reflect that fact in the formulation of my opinion. My conclusions are based on the audit evidence obtained up to the date of this report. However, subsequent events or circumstances may result in the company ceasing to operate as a going concern;
- I have assessed the presentation, structure and content of the financial statements as a whole, including disclosures, and whether the financial statements present the underlying transactions and events in a way that gives a true and fair view;
- I have communicated to those responsible for governance, identified at an appropriate level as required by ISA Italia, among other matters, the planned scope and timing of the audit and the significant findings that have arisen, including any significant deficiencies in internal control identified during the audit.



B) Report on supervisory activities pursuant to Article 2429, paragraph 2, of the Italian Civil Code.

During the year ended 31 March 2024, my activities were guided by the provisions of the law and the Rules of Conduct for the Sole Statutory Auditor issued by the National Council of Chartered Accountants.

B1) Supervisory activities pursuant to Articles 2403 et seq. of the Italian Civil Code.

I have supervised compliance with the law and the articles of association and with the principles of proper administration.

I attended the Shareholders' Meetings and the meetings of the Board of Directors and, on the basis of the information available, I did not find any violations of the law or of the Articles of Association, nor any transactions that were manifestly imprudent, risky, in potential conflict of interest or such as to compromise the integrity of the company's assets.

I have obtained information from the Board of Directors, also during the meetings held, on the general performance of operations and on its foreseeable evolution, as well as on the most significant operations, due to their size or characteristics, carried out by the company and its subsidiaries and, on the basis of the information obtained, I have no particular observations to report.

I have acquired knowledge of and supervised the adequacy of the organisational, administrative and accounting structure and its actual functioning, and the measures adopted by the administrative body to deal with the emergency situation arising from the effects of the war in Ukraine, including by gathering information from the heads of departments, and in this regard, I have no particular observations to report.

I have acquired knowledge of and supervised, to the extent of my competence, the adequacy and functioning of the administrative and accounting system as well as the reliability of the latter to correctly represent management events, by obtaining information from the heads of functions and examining company documents, and in this regard, I have no particular observations to report.

No complaints were received from shareholders pursuant to Article 2408 of the Italian Civil Code.

During the financial year, no opinions required by law were issued by the sole auditor.

During the year, no reports were made to the Board of Directors pursuant to and for the purposes of Article 15 of Legislative Decree No. 118/2021.

During the course of the supervisory activity, as described above, no other significant facts emerged such as to require mention in this report.

B2) Observations on the annual accounts

To the best of my knowledge, the Directors, in preparing the financial statements, have not departed from the law pursuant to Article 2423, paragraph 5, of the Italian Civil Code.

The results of my audit of the financial statements are contained in Section A) of this report.

B3) Comments and proposals on the approval of the budget

Considering the results of my work, I invite the shareholders to approve the financial statements for the year ended 31 March 2024, as prepared by the Directors.



The sole auditor agrees with the proposal to allocate the result for the year of EUR 1,981,798.00 to the extraordinary reserve made by the Directors in the explanatory notes.

Rome, 17 May 2024

The Sole Statutory Auditor

Dr Luca Grasseni



ELGI COMPRESSORS ITALY S.R.L.

Financial statements at 31-03-2024

General Data	
Company site	00196 ROMA (RM) VIA FLAMINIA 54/56
Fiscal code	12037081002
Registration number	RM1345785
VAT number	12037081002
Share capital Euro	2555000.00 f.p.
Legal form	LIMITED LIABILITY COMPANY (S.r.l.)
Activity Code (ATECO)	MANUFACTURE OF OTHER PUMPS AND COMPRESSORS (281300)
Company being wound up	no
Company with a single shareholder	yes
Company subject to the management and coordination of others	yes
Name of the company or entity that exercises management and coordination	ELGI EQUIPMENTS LTD
Belonging to a group	yes
Name of the controlling entity	ELGI EQUIPMENTS LTD
Country of the controlling entity	INDIA (IND)



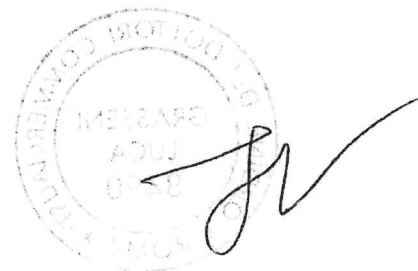
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Abbreviated balance sheet

	31-03-2024	31-03-2023
Balance sheet		
Assets		
B) Fixed assets		
II - Tangible assets		290
III - Financial assets	10.332.662	10.332.662
Total fixed assets (B)	10.332.662	10.332.952
C) Current assets		
II - Account receivables		
due within the following year	1.051.809	1.107.073
due beyond the following year	3.667.492	1.690.550
prepaid tax	190.541	190.541
Total receivables	4.909.842	2.988.164
IV - Liquid funds	23.528	12.113
Total current assets (C)	4.933.370	3.000.277
Total assets	15.266.032	13.333.229
Liabilities and shareholders' equity		
A) Shareholders' equity		
I - Share capital	4.040.925	2.555.000
IV - Legal reserve	511.000	511.000
VI - Other reserves	7.046.705 ^(b)	7.274.106
IX - Net profit (loss) for the year	1.981.798	1.258.522
Total shareholders' net worth	13.580.428	11.598.628
B) Reserves for contingencies and other charges	189.559	189.559
D) Payables		
due within the following year	1.362.771	971.348
due beyond the following year	133.274	573.694
Total accounts payable	1.496.045	1.545.042
Total liabilities and shareholders' equity	15.266.032	13.333.229

(b)

Other reserves	31/03/2024	31/03/2023
Extraordinary reserve	7.046.704	5.562.812
Payments on account of future capital increase		1.511.295
Capital contributions		200.000
Difference due to rounding to the unit of Euro		(1)



Income statement

31-03-2024 31-03-2023

Income statement

A) Production value

5) Other revenues and income

other	1.476	14
Total Other income and revenues	1.476	14
Total value of production	1.476	14

B) Production costs

7) Services

37.207 27.136

10) depreciation and amortization

a, b, c) amortisation of intangible fixed assets, depreciation of tangible fixed assets and other amounts written off fixed assets 290 346

a) amortisation of intangible fixed assets 290 346

Total Amortisation, depreciation and write-downs 290 346

14) different management charges

9.053 130.503

Total cost of production

46.550 157.985

Difference between value and cost of production (A - B)

(45.074) (157.971)

C) Financial income and charges

15) Income from equity investments

subsidiary companies 2.086.941 1.450.295

Total income from equity investments 2.086.941 1.450.295

17) Interest and other financial expense

subsidiary companies 17.418 6.176

other 11.602 17.465

Total interest and other financial expense 29.020 23.641

Total financial income and expense (15 + 16 - 17 + - 17-bis)

2.057.921 1.426.654

Pre-tax result (A - B + - C + - D)

2.012.847 1.268.683

20) Income tax for the year, current, deferred and prepaid

Current taxes

31.049 10.269

Income (expense) arising from the adoption of the fiscal consolidated system/fiscal transparency

10R

Total taxes on the income for the year

31.049 10.161

21) Profit (loss) for the year

1.981.798 1.258.522



Notes to the Financial statements to 31-03-2024

Notes to the Financial Statements, initial part

Dear Shareholders,

these financial statements, submitted to you for your examination and approval, show a profit for the year of Euro 1.981.798.

Area of business

Your Company controls the company Rotair S.p.A., through the activity management and coordination activities in Italy for the group Sub Holding Elgi, that deals with the sector of production and sale of plants and machinery, pumps and compressors used in the field of construction, agriculture, industry and mechanical production in general.

Major events occurred during the Company's fiscal year

No significant events occurred during the year.

Preparation criteria

These financial statements have been prepared in abbreviated form as the requirements of art. 2435 bis, 1st paragraph of the Italian Civil Code; therefore, the Management Report has not been drafted. To complete the necessary information, it is hereby specified that, pursuant to art. 2428 points 3) and 4) of the Italian Civil Code, the Company does own neither its quotas/shares, nor quotas/shares of its parent/controlling companies also through trust companies or third parties and that the Company did sell and/or purchase, during the current fiscal year, neither its own quota/shares nor quotas/shares of its parent/controlling companies also through trust companies or third parties.

Financial statement figures are expressed in whole Euros by rounding off the relevant amounts to the nearest whole number. Any rounding-off differences was recorded under the item "Euro Rounding-off reserve" included among the Net Worth and "rounding from Euro" under the item "extraordinary income and expenses" of the Balance Sheet. Pursuant to article 2423, paragraph 5 of the Italian Civil Code, the notes were drawn up in thousands of Euro.

The criteria used in the drafting and evaluation of the Financial Statements at March 31, 2023 take into account the changes introduced in the national order by D.Lgs. 139/2015, through which the 2013/34/EU Directive was implemented. As a result of D.Lgs. 139/2015, the national accounting standards of IOC have been changed.

Drafting principles

The evaluation of the Financial Statements items was made on the condition of general criteria of prudence and competence, with a view to continuing the activity.

the application of the principle of prudence entailed the individual valuation of the elements making up the individual items of assets or liabilities, in order to avoid offsetting losses that should be accounted for against profits that should not be accounted for as unrealized.

In compliance with the accrual principle, the effect of the transactions and other events has been recognized in the accounts and attributed to the financial year, which these transactions and events refer to, and not to the one in which the related numerical movements materialize (collections and payments).

Pursuant to the principle of materiality, the recording, valuation, presentation and reporting obligations have not been complied with, in case such companies would have been immaterial for the purposes of a true and fair view of the position.



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Financial statement items have been recorded and presented having regard to the substance of the underlying transaction or contract.

Exception pursuant to Art. 2423, paragraph 5 of the Italian Civil Code

No exceptional cases have occurred which have made it necessary to adopt the derogations pursuant to article 2423 paragraph 5 of the Italian Civil Code.

Evaluation Criteria

Fixed Assets

Intangible assets

These are recorded at the historical cost of acquisition and shown net of depreciation charged over the years and charged directly to individual items.

Start-up and expansion and development costs with multi-year usefulness have been entered as assets with the consent of the Sole Statutory Auditor.

Start-up and expansion costs are amortized over a period not exceeding five years.

Tangible assets

These are recorded at purchase or production cost and adjusted by the corresponding accrued depreciation. The book value includes any ancillary costs and the costs incurred for the use of the asset, less any trade discounts and any significant cash discounts.

Depreciation, charged to the Balance Sheet, has been calculated on the basis of the criterion of the residual useful life of the assets, taking into account their use, destination and economic-technical duration. We believe this criterion to be well represented by the following rates, which have remained unchanged with respect to the previous year and are reduced by half in the year the asset comes into service:

Type of immobilization	% Depreciation
Ordinary office machines	20%



In the event that, regardless of the depreciation booked, a permanent loss of value occurs, the fixed assets are depreciated accordingly. If in the following years the reasons for the write-down cease to exist, the original value, adjusted by depreciation, is restored.

Account receivable

The initial recognition of the receivable is made at estimated realizable value.

Receivables are deleted from the Financial Statements when the contractual rights to the cash flows deriving from the receivable are extinguished or in the event that all risks inherent in the loan being disposed of have been transferred.

Account payable

Payables are reported at their nominal value, modified on the occasion of returns or invoicing adjustments.

Participations

Equity investments in subsidiary and associated undertakings, they are recorded under financial fixed assets and they are valued at purchase or subscription cost.

The equity investments recorded under fixed assets represent a long-term and strategic investment by the company.

Investments recorded at purchase cost have not been written down because they have not suffered any permanent loss of value.

Income tax

Taxes are provided for on an accruals basis; they therefore represent

- provisions for taxes paid or payable for the fiscal year, determined according to current rates and regulations;
- the amount of taxes deferred or paid in advance in relation to temporary differences arising or cancelled during the fiscal year.

As from 2014, the company and its subsidiary Rotair S.p.A. exercised the option for the tax consolidation regime, which makes it possible to calculate IRES on a taxable base corresponding to the algebraic sum of the positive and negative taxable income of the individual companies.

The economic relationships, as well as the reciprocal responsibilities and obligations, between the consolidating company and its subsidiary companies are defined in the Consolidation Regulations for Elgi Group companies, according to which

- the option for the National Consolidation tax regime was initially exercised for the three-year period 01/04/2014 - 31/03/2017 and tacitly extended;
- the party involved in the contract as the consolidating party is Elgi Compressors Italy S.r.l. Tax Code 12037081002 while the party involved in the contract as Consolidating Party is the Company Rotair S.p.A. with sole shareholder, Tax Code 00210890042;
- in the event of the transfer of a tax loss, the Parent Company must pay the Subsidiary an indemnity equal to the amount of tax saving actually achieved.
- any excess of non-deductible interest expense and similar charges, generated either by the Parent Company or by the Subsidiary, is deducted from the Group's overall income
- any benefit of the tax savings is equally distributed among the Companies.

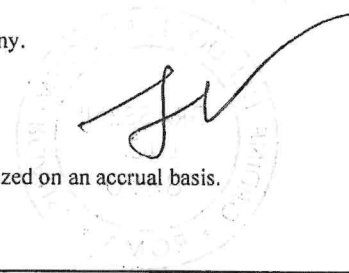
Taxes payable are recorded under the item "Taxes due" net of advances paid, withholdings and, in general, tax credits.

Deferred and prepaid IRES is calculated on the temporary differences between the value of assets and liabilities determined in accordance with statutory criteria and the corresponding values for tax purposes, exclusively with reference to the company.

Current, deferred and advanced IRAP is calculated exclusively with reference to the company.

Recognition of income

Revenues of a financial nature and those deriving from the provision of services are recognized on an accrual basis.



Other information

The Company, as required by Legislative Decree no. 14/2019 (Code of the crisis and corporate insolvency), adopts an organizational, administrative and accounting structure appropriate to the nature of the company also in function of the prompt evaluation of the business crisis and the taking of suitable initiatives.



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Notes to the Financial Statements, abbreviated, assets

Fixed assets

Changes in fixed assets

Details of movements in fixed assets are provided, which will be further defined below in these Notes.

	Intangible assets	Tangible assets	Financial assets	Total fixed assets
Year opening balance				
Cost	4.951	1.732	10.332.662	10.339.345
Amortisation (amortisation fund)	4.951	1.442		6.393
Balance sheet value		290	10.332.662	10.332.952
Changes during the year				
Amortization for the year		(290)		(290)
Total changes		(290)		(290)
Year closing balance				
Cost		1.732	10.332.662	10.334.394
Amortisation (amortisation fund)		1.732		1.732
Balance sheet value			10.332.662	10.332.662

Intangible fixed assets

Changes in intangible fixed assets

	Start-up and expansion costs	Total intangible fixed assets
Year opening balance		
Cost	4.951	4.951
Amortisation (amortisation fund)	4.951	4.951

Tangible fixed assets

Balance at 31/03/2024	Balance at 31/03/2023	Variation

Changes in tangible fixed assets

	Other tangible fixed assets	Total tangible fixed assets
Year opening balance		
Cost	1.732	1.732
Amortisation (amortisation fund)	1.442	1.442
Balance sheet value	290	290

Changes during the year		
Amortisation for the year	(290)	(290)
Total changes	(290)	(290)
Year closing balance		
Cost	1.732	1.732
Amortisation (amortisation fund)	1.732	1.732

Financial fixed assets, abbreviated

Balance at 31/03/2024	Balance at 31/03/2023	Variation
10.332.662	10.332.662	

Movements in investments, other securities and derivative non-current active financial instruments

	Shares in subsidiary companies	Total equity investments
Year opening balance		
Cost	10.332.662	10.332.662
Balance sheet value	10.332.662	10.332.662
Year closing balance		
Cost	10.332.662	10.332.662
Balance sheet value	10.332.662	10.332.662

Participations

The shareholding registered in the fixed assets represent a durable and strategic investments by the company.

Shareholdings in subsidiary and associated undertakings are valued, in accordance with the principle of consistent at purchase or subscription cost.

Shareholdings recorded at purchase cost were not written down due to permanent impairment of value cases of "reinstatement of value".

No long-term equity investment has undergone a change in destination.

No long-term equity investment is subject to restrictions on its availability to the Parent Company, nor are there any options or other privileges.

During the year, no investee company resolved to increase its share capital against payment or without consideration.

Detail of non-current investments in subsidiary companies, abbreviated

Company name	Town, if in Italy, or foreign state	Tax code (for Italian companies)	Capital in Euros	Profit (loss) for the last year in Euros	Shareholders' equity in Euros	Shares held in Euros	Share held in %	Balance sheet value or corresponding receivable
Rotair S. p.A.	Via Bemezzo 67 Caraglio (CN) Italia	021099042	601.950	1.164.031	5.063.098	601.950	100,00%	10.332.662



Company name	Town, if in Italy, or foreign state	Tax code (for Italian companies)	Capital in Euros	Profit (loss) for the last year in Euros	Shareholders' equity in Euros	Shares held in Euros	Share held in %	Balance sheet value or corresponding receivable
Total								10.332.662

Current assets

Receivables posted to current assets

Balance at 31/03/2024	Balance at 31/03/2024	Variation
4.909.842	2.988.164	1.921.678

Changes and deadline of receivables posted to current assets

	Year opening balance	Change during the year	Year closing balance	Amount due within 12 months	Amount due beyond 12 months
receivables due from subsidiary companies included among current assets	1.037.773	(187.375)	850.398	850.398	
receivables due from associated companies included among current assets	1.690.550	1.976.942	3.667.492		3.667.492
Tax receivables included among current assets	48.849	151.525	200.374	200.374	
Assets for prepaid tax included among current assets	190.541		190.541		
Other receivables included among current assets	20.451	(19.414)	1.037	1.037	
Total receivables included among current assets	2.988.164	1.921.678	4.909.842	1.051.809	3.667.492

Receivables from subsidiaries include receivables arising from the Tax Consolidation from the subsidiary Rotair equal to 850,398 Euros for the year ended March 31, 2024 (equal to the tax due on the taxable amount transferred of 3,613,988 Euros net of 9 Euros of withholding taxes transferred and of the income from consolidation of the subsidiary of 1,268 Euros). Tax credits include VAT credit equal to 43,302 Euros, IRES credit of 157,072 Euros, considering advances paid, excesses and withholdings transferred equal to 1,277 Euros, and credits for excess withholdings paid amounting to 2,940 Euros.

Breakdown of receivables included among current assets by geographic area, abbreviated

The partition of receivables at 31/03/2024 by geographical area is shown in the table below.

Geographic area	Italia	Total
Receivables due from subsidiary companies included among current assets	850.398	850.398
Receivables due from associated companies included among current assets	3.667.492	3.667.492
Tax receivables included among current assets	200.374	200.374
Assets for prepaid tax included among current assets	190.541	190.541
Other receivables included among current assets	1.037	1.037
Total receivables included among current assets	4.909.842	4.909.842

Liquid assets



Balance at 31/03/2024	Balance at 31/03/2023	Variation
23.528		11.415

	Year opening balance	Change during the year	Year closing balance
Bank and post office deposits	12.113	11.415	23.528
Total liquid funds	12.113	11.415	23.528

The balance reflects the cash-in-hand, cash-at-bank and cash equivalents at the year-end.



Supplementary notes, abbreviated, liabilities and net equity

Shareholders' equity, abbreviated

Balance at 31/03/2024	Balance at 31/03/2023	Variation
13.580.428	11.598.628	1.981.800

Changes in shareholders' equity, abbreviated

	Year opening balance	Destination of the previous year's result		Result for the year	Year closing balance
			Other destinations		
Capital	2.555.000		1.485.925		4.040.925
Legal reserve	511.000				511.000
Other reserves					
Extraordinary reserve	5.562.812		1.483.892		7.046.704
Contributions for future capital increase	1.511.295		(1.511.295)		
Contributions to capital account or to cover previous losses	200.000		(200.000)		
Miscellaneous other reserves	(1)		2		
Total other reserves	7.274.106		(227.401)		7.046.705
Profit (loss) for the year	1.258.522		(1.258.522)	1.981.798	1.981.798
Total shareholders' equity	11.598.628		2	1.981.798	13.580.428

Details of other reserves

Description	Amount
Difference from rounding to the nearest euro unit	
Total	

Use of shareholders' equity, abbreviated

Shareholders' equity items are thus broken down according to their origin, possibility of utilization, possibility to be distributed and their use in the three previous years. (Art. 2427, first section, n. 7-bis, civil code):

	Amount	Possible use
Capital	4.040.925	B
Legal reserve	511.000	A,B
Other reserves		
Extraordinary reserve	7.046.704	A,B,C,D
Miscellaneous other reserves		
Total other reserves	7.046.705	



	Amount	Possible use
Total	11.598.630	

Key: A: for capital increase, B: to hedge losses, C: distribution to shareholders, D: for other article of association restraints, E: other

Origin, possibility of use and leasability of miscellaneous other reserves

Description	Amount	Possibility of use
Difference from rounding to the nearest euro unit	1	A,B,C,D
	-	A,B,C,D
Total		

Key: A: for capital increase, B: to hedge losses, C: distribution to shareholders, D: for other article of association restraints, E: other

Formation and use of equity items

As provided by article 2427 paragraph 1 no.4 of the Italian Civil Code, the information on the creation and use of net worth items is provided as follows:

	Share capital	Legal reserve	Reserves	Operating result	Total
At the beginning of the previous year	2.555.000	511.000	6.949.944	324.163	10.340.107
Allocation of the result for the year					
- allocation of dividend					
- other allocations			324.162	(324.163)	(1)
Other variations					
- increments					
- Decreases					
- Reclassifications					
Current year's result				1.258.522	
At the current year end	2.555.000	511.000	7.274.106	1.258.522	11.598.628
Allocation of the result for the year					
- allocation of dividend					
- other allocations	1.485.925		(227.401)	(1.258.522)	2
Other variations					
- increments					
- Decreases					
- Reclassifications					
Current year's result				1.981.798	
At the current year end	4.040.925	511.000	7.046.705	1.981.798	13.580.428

Provisions for risks and charges, abbreviated



Balance at 31/03/2024	Balance at 31/03/2023	Variations
189.559	189.559	

Payables

Balance at 31/03/2024	Balance at 31/03/2023	Variations
1.496.045	1.545.042	(48.997)

Variations and expiration of payables

The expiration of payables is divided as follows.

	Year opening balance	Change during the year	Year closing balance	Amount due within 12 months	Amount due beyond 12 months
Payables to suppliers	30.612	(21.073)	9.539	9.539	
Payables due to subsidiary companies	699.582	601.612	1.301.194	1.301.194	
Tax payables	814.848	(629.535)	185.313	52.039	133.274
Total payables (D)	1.545.042	(48.997)	1.496.045	1.362.772	133.274

Payables to subsidiary companies include the financing received from Rotair of Euro 386,000 at a rate of 4% until September 9, 2023 and subsequently of 5% and receivables for intercompany items amounting to Euro 915,193.89, which include the funds received for the payment of taxes equal to Euro 1,952,967 and agreed closure of receivables from Rotair amounting to Euro 1,037,773.

Payables of duration of more than five years and payables assisted by real guarantees on company assets, abbreviated

	Payables not covered by real guarantees	Total
Total	1.496.045	1.496.045

	Payables not covered by real guarantees	Total
Payables to suppliers	9.539	9.539
Payables due to subsidiary companies	1.301.194	1.301.194
Tax payables	185.313	185.313
Total payables (D)	1.496.045	1.496.045



Supplementary notes, abbreviated, income statement

Value of production

Balance at 31/03/2024	Balance at 31/03/2023	Variation
1.476	14	1.462

Description	31/03/2024	31/03/2023	Variation
Other income	1.476	14	1.462
Total	1.476	14	1.462

Production costs

Balance at 31/03/2024	Balance at 31/03/2023	variation
46.550	157.985	(111.435)

Description	31/03/2024	31/03/2023	Variation
Services	37.207	27.136	10.071
Amortization of intangible assets	290	346	(56)
Miscellaneous running costs	9.053	130.503	(121.450)
Total	46.550	157.985	(111.435)

Costs for services

These are strictly related to the holding company's activities.

Depreciation of tangible fixed assets

Depreciation was calculated on the basis of the useful life of the asset and its exploitation in the production phase and its exploitation in the production phase.

Financial income and charges

Balance at 31/03/2024	Balance at 31/03/2023	Variation
2.057.994	1.426.654	631.267



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INTERNATIONAL BANK



A handwritten signature in black ink, appearing to be "Luca Grasseni".

Description	31/03/2024	31/03/2023	Variation
From participation	2.086.941	1.450.295	636.646
(Interests and other financial charges)	(29.020)	(23.641)	(5.379)
Total	2.057.921	1.426.654	631.267

Composition of share income

	Income other than dividends
subsidiary companies	2.086.941
Total	2.086.941

Income tax for the year, current, deferred and prepaid

Balance at 31/03/2024	Balance at 31/03/2023	Variation
	10.161	20.888

Taxes	Balance at 31/03/2024	Balance at 31/03/2023	Variations
Current taxes	31.049	10.269	20.780
IRES	28.970	10.269	18.701
IRAP	2.079		2.079
Income (expense) from participation in the tax consolidation/tax transparency regime		108	(108)
Total	31.049	10.161	20.888

The taxes for the year have been recorded.



Abbreviate note, other information

Remuneration, advances and credits granted to directors and auditors and commitments on their behalf

	Auditors
Remuneration	8.320

Information on transactions with correlated parties

Significant transactions with related parties carried out by the company, which are in the nature of a loan, have been concluded on normal market conditions.

Information on agreements not posted to the balance sheet

The company does not have any agreements in place that are not reflected in the Balance Sheet.

Information on derivative financial instruments as per art. 2427-b Civil Code

Information on the fair value of derivative financial instruments

The company has no derivative financial instruments.

Summary of balance sheet of the company exercising management and coordination activities, abbreviated

Your company belongs to the Elgi Group, and it is a Company subject to the direction and coordination of ELGI EQUIPMENTS LTD.

The following table provides key figures from the latest approved financial statements of the above-mentioned Company which exercises management and coordination (article 2497-bis, paragraph four, of the Italian Civil Code). It should also be noted that the Company prepares the consolidated financial statements.

Summary of balance sheet of the company exercising management and coordination activities (overview)

	last financial year	Previous year
Date of the last approved balance sheet	31/03/2023	31/03/2022
B) Fixed assets	54.106.342	51.998.277
C) Current assets	122.891.291	89.110.230



Total assets

176.997.633

141.108.507

PARTICOLARE BILANCIO



A) Shareholders' equity		
share capital	3.544.874	3.544.874
Reserves	102.694.087	84.903.495
Profit (loss) for the year	30.450.841	21.633.007
Total net shareholders' equity	136.689.802	110.081.376
B) Reserves for contingencies and other charges	982.331	778.416
D) Payables	39.325.500	30.248.715
Total liabilities and shareholders' equity	176.997.633	141.108.507

Summary of the income statement of the company that exercises management and coordination activities

	last financial year	Previous year
Date of the last approved balance sheet	31/12/2023	31/12/2022
A) Value of production	205.817.594	182.134.128
B) Costs of production	166.222.630	154.019.541
C) Financial income and charges	(27.853)	452.687
Income taxes for the year	9.116.270	6.934.267
Profit (loss) for the year	30.450.841	21.633.007

The exchange rate used is that shown by the Bank of Italy at 31/03/2023, equal to 89,3995.

Proposed use of profits or hedging of losses

It is proposed to the shareholders' meeting that the profit for the year be so allocated:

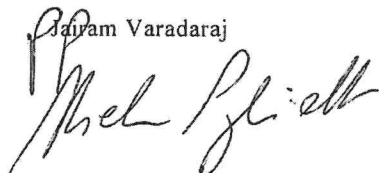
Result for the year to 31/03/2024	Euro	1.981.798
to legal reserve	Euro	397.185
to extraordinary reserve	Euro	1.584.613

This explanatory note has been prepared in accordance with the provisions of the Italian Civil Code and accounting principles. In order to comply with the publication obligations within the Companies' Register, once approved, it will be converted into XBRL format; therefore, some formal changes may be required to make this note compatible with the format for filing.

These Financial Statements, consisting of the Balance Sheet, the Income Statement and the Notes to the financial statements, truthfully and correctly represent the equity and financial situation as well as the economic result for the year and correspond to the accounting records.

Chairman of the Board of Directors

Jairam Varadaraj




Statement of compliance of the Financial Statements

The undersigned Antonio Diso enrolled in the Register of Chartered Accountants and Bookkeeping Experts of Rome at no. AA_008606 as the person charged by the Company, pursuant to art. 31, paragraph 2-quinquies of law 340/2000, declares that the electronic document (in xbrl format) including the balance sheet, the profit and loss account, the explanatory notes, all of which comply with the original documents filed with the Company.

Date: April 30, 2024



