

BOMBAY STOCK EXCHANGE LIMITED PHIROZE JEEJEEBHOY TOWERS DALAL STREET MUMBAI - 400001	NATIONAL STOCK EXCHANGE OF INDIA LIMITED "EXCHANGE PLAZA" BANDRA KURLA COMPLEX BANDRA (E), MUMBAI - 400051
Scrip Code: 522074	Scrip Code: ELGIEQUIP

E:SEC: 1007

DATE: 07/02/2020

Dear Sirs

Sub: Intimation of the outcome of the Board Meeting held on 07<sup>th</sup> February, 2020 and Disclosure under SEBI (Listing Obligations & Disclosure Requirements) Regulation, 2015.

We refer to our Letter dated 21/01/2020, intimating you of the convening of the meeting of the Board of Directors of our Company. In this regard, we wish to inform that the Board of Directors of our Company met today and approved the following;

**Unaudited Financial Result for the quarter ended 31/12/2019:**

The Unaudited Financial Results for the Quarter ended 31/12/2019 in the format prescribed under Regulation 33 of the SEBI (Listing Obligations & Disclosure Requirements) Regulation, 2015 and pursuant to SEBI Circular No. CIR/CFD/FAC/62/2016 dated 05<sup>th</sup> July, 2016. In this connection, we enclose the following:

- a) Unaudited Standalone Financial Results
- b) Unaudited Consolidated Financial Results
- c) Segment Report
- d) Limited Review Report
- e) Press Release being made in this connection.

Pursuant to Regulation 47 of the Listing Regulations and above mentioned SEBI Circular, we would be publishing an extract of the consolidated financial results in the prescribed format in English and Tamil newspapers within the stipulated time. The detailed standalone financial results and consolidated financial results of the Company would be available on the website of the Company [www.elgi.com](http://www.elgi.com) as well on the website of Stock Exchanges.

Kindly take the above information on record.

Thanking you,

Yours faithfully  
For ELGI EQUIPMENTS LIMITED

  
SHYAM VASUDEVAN  
COMPLIANCE OFFICER

Encl: As Above.

Statement of Standalone Unaudited Financial Results for the quarter and nine months ended December 31, 2019

(Rs. in Millions, except per equity share data)

S. No.	Particulars	Quarter ended			Nine months ended		Year ended
		December 31, 2019	September 30, 2019	December 31, 2018	December 31, 2019	December 31, 2018	March 31, 2019
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
1	<b>Income</b>						
	(a) Revenue from operations	2,828.78	2,712.66	2,958.91	8,318.54	8,391.93	11,770.79
	(b) Other income	62.81	101.63	19.84	188.20	144.23	163.11
	<b>Total income</b>	<b>2,891.59</b>	<b>2,814.29</b>	<b>2,978.75</b>	<b>8,506.74</b>	<b>8,536.16</b>	<b>11,933.90</b>
2	<b>Expenses</b>						
	(a) Cost of materials consumed	1,381.31	1,290.20	1,517.05	4,029.80	4,047.08	5,668.96
	(b) Purchases of stock-in-trade	254.16	267.12	227.21	787.55	860.18	1,218.29
	(c) Changes in inventories of finished goods, stock-in-trade and work-in-progress	16.19	17.97	(3.81)	18.93	(10.86)	27.84
	(d) Employee benefits expense	424.84	386.14	392.33	1,265.63	1,166.07	1,564.34
	(e) Finance costs	13.24	10.83	5.89	32.11	17.95	23.71
	(h) Depreciation and amortisation expense	93.72	91.61	86.01	272.15	252.17	338.47
	(g) Other expenses	448.18	446.69	480.66	1,339.93	1,377.61	1,886.29
	<b>Total expenses</b>	<b>2,631.64</b>	<b>2,510.56</b>	<b>2,705.34</b>	<b>7,746.10</b>	<b>7,710.20</b>	<b>10,727.90</b>
3	<b>Profit before tax (1 - 2)</b>	<b>259.95</b>	<b>303.73</b>	<b>273.41</b>	<b>760.64</b>	<b>825.96</b>	<b>1,206.00</b>
4	<b>Tax expense:</b>						
	Current tax	71.88	72.94	90.38	206.82	273.30	378.65
	Deferred tax	(9.68)	(16.31)	(7.61)	(30.29)	(26.96)	(20.09)
5	<b>Net Profit for the period (3 - 4)</b>	<b>197.75</b>	<b>247.10</b>	<b>190.64</b>	<b>584.11</b>	<b>579.62</b>	<b>847.44</b>
6	Other comprehensive income, net of income tax						
	A. Items that will not be reclassified to profit or loss	1.42	(16.95)	7.82	(15.57)	(10.98)	(10.78)
	B. Items that will be reclassified to profit or loss	-	-	-	-	-	-
	<b>Total other comprehensive income, net of income tax</b>	<b>1.42</b>	<b>(16.95)</b>	<b>7.82</b>	<b>(15.57)</b>	<b>(10.98)</b>	<b>(10.78)</b>
7	<b>Total comprehensive income for the period (5+6)</b>	<b>199.17</b>	<b>230.15</b>	<b>198.46</b>	<b>568.54</b>	<b>568.64</b>	<b>836.66</b>
8	Paid-up equity share capital (Face value Re. 1/- each)	158.34	158.34	158.34	158.34	158.34	158.34
9	Earnings per share (of Re. 1/- each) (not annualised):						
	(a) Basic	1.25	1.56	1.20	3.69	3.66	5.35
	(b) Diluted	1.25	1.56	1.20	3.69	3.66	5.35
10	Reserves excluding Revaluation reserve						6,460.77

For and on behalf of the Board of Directors

Place: Coimbatore  
Date: February 07, 2020

  
Jairam Varadaraj  
Managing Director



## Notes:

1	The above standalone financial results were reviewed by the Audit Committee and approved by the Board of Directors of Elgi Equipments Limited ("the Company") at their meeting held on February 07, 2020. The statutory auditors of the Company have carried out a limited review of the above financial results for the quarter and nine months ended December 31, 2019.
2	This statement has been prepared in accordance with the Companies (Indian Accounting Standards) Rules, 2015 (Ind AS) prescribed under Section 133 of the Companies Act, 2013 and other recognised accounting practices and policies to the extent applicable.
3	The Company has adopted Ind AS 116 "Leases" with effect from April 1, 2019 using modified retrospective approach. The adoption of the new standard did not have any material impact on the profits of the Company.
4	The business activities reflected in the above financial results comprise of manufacturing and sale of compressors. Accordingly, there is no other reportable segment as per Ind AS 108 Operating Segments.
5	The Shareholders of the Company have approved the Elgi Equipments Limited Employee Stock Option Plan 2019 (Elgi ESOP 2019). The plan provides for reservation of options not exceeding 1,584,545 to be granted to eligible employees of the Company and its subsidiaries, subject to fulfilment of eligibility criteria. The plan shall be administered through a trust via acquisition of shares from the secondary market. As of December 31, 2019 no options have been granted under the plan.
6	Previous period / year figures have been regrouped / reclassified to make them comparable with those of current period.

For and on behalf of the Board of Directors

Place: Coimbatore  
Date: February 07, 2020

  
Jairam Varadaraj  
Managing Director



## ELGI EQUIPMENTS LIMITED

Trichy Road, Singanallur, Coimbatore - 641005, Tamilnadu, India

T : +91 422 2589 555, W : www.elgi.com, Toll - free No : 1800-425-3544, CIN : L29120TZ1960PLC000351

Statement of Consolidated Unaudited Financial Results for the quarter and nine months ended December 31, 2019

(Rs. in Millions, except share and per equity share data)

S. No.	Particulars	Quarter ended			Nine months ended		Year ended
		December 31, 2019	September 30, 2019	December 31, 2018	December 31, 2019	December 31, 2018	March 31, 2019
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
1	<b>Income</b>						
	(a) Revenue from operations	4,633.02	4,447.44	4,701.72	13,746.86	13,354.38	18,634.69
	(b) Other income	76.52	31.86	18.51	124.93	63.73	96.55
	<b>Total income</b>	<b>4,709.54</b>	<b>4,479.30</b>	<b>4,720.23</b>	<b>13,871.79</b>	<b>13,418.11</b>	<b>18,731.24</b>
2	<b>Expenses</b>						
	(a) Cost of materials consumed	1,810.71	1,736.68	2,005.24	5,717.21	5,500.73	7,820.73
	(b) Purchases of stock-in-trade	639.92	672.26	539.70	2,063.98	1,899.20	2,464.15
	(c) Changes in inventories of finished goods, stock-in-trade and work-in-progress	12.19	(32.70)	25.17	(450.37)	(66.02)	26.27
	(e) Employee benefits expense	1,052.22	962.23	885.68	3,025.01	2,500.18	3,408.30
	(f) Finance costs	38.87	36.47	27.40	114.39	70.37	89.85
	(g) Depreciation and amortisation expense	168.98	156.55	142.92	477.21	368.41	511.07
	(h) Other expenses	795.18	774.86	771.38	2,302.58	2,217.87	2,997.70
	<b>Total expenses</b>	<b>4,518.07</b>	<b>4,306.35</b>	<b>4,397.49</b>	<b>13,250.01</b>	<b>12,490.74</b>	<b>17,318.07</b>
3	<b>Profit before tax (1 - 2)</b>	<b>191.47</b>	<b>172.95</b>	<b>322.74</b>	<b>621.78</b>	<b>927.37</b>	<b>1,413.17</b>
4	<b>Tax expense:</b>						
	Current tax	90.38	87.08	111.14	281.78	326.24	480.82
	Deferred tax	(21.56)	(28.47)	(18.85)	(61.89)	(47.79)	(76.43)
5	<b>Net Profit for the period before share of profit of joint ventures (3 - 4)</b>	<b>122.65</b>	<b>114.34</b>	<b>230.45</b>	<b>401.89</b>	<b>648.92</b>	<b>1,008.78</b>
6	Share of Profit of joint venture	5.93	2.18	3.77	13.27	25.27	21.87
7	<b>Net Profit for the period (5 + 6)</b>	<b>128.58</b>	<b>116.52</b>	<b>234.22</b>	<b>415.16</b>	<b>674.19</b>	<b>1,030.65</b>
8	Other comprehensive Income, net of income tax						
	A. Items that will not be reclassified to profit or loss	1.42	(16.95)	7.82	(15.57)	(9.94)	(9.93)
	B. Items that will be reclassified to profit or loss	26.92	21.67	(91.00)	47.11	65.92	20.11
	Total other comprehensive income, net of income tax	<b>28.34</b>	<b>4.72</b>	<b>(83.18)</b>	<b>31.54</b>	<b>55.98</b>	<b>10.18</b>
9	<b>Total comprehensive income for the period (7 + 8)</b>	<b>156.92</b>	<b>121.24</b>	<b>151.04</b>	<b>446.70</b>	<b>730.17</b>	<b>1,040.83</b>
	Net Profit attributable to:						
	- Owners	128.58	116.52	234.22	415.16	674.19	1,030.65
	- Non-controlling interests	-	-	-	-	-	-
	Total comprehensive income attributable to:						
	- Owners	156.92	121.24	151.04	446.70	730.17	1,040.83
	- Non-controlling interests	-	-	-	-	-	-
10	Paid-up equity share capital (Face value Re. 1/- each)	158.34	158.34	158.34	158.34	158.34	158.34
11	Earnings per share (of Re. 1/- each) (not annualised):						
	(a) Basic	<b>0.81</b>	<b>0.74</b>	<b>1.48</b>	<b>2.62</b>	<b>4.26</b>	<b>6.51</b>
	(b) Diluted	<b>0.81</b>	<b>0.74</b>	<b>1.48</b>	<b>2.62</b>	<b>4.26</b>	<b>6.51</b>
12	Reserves excluding Revaluation reserve						7,550.65

For and on behalf of the Board of Directors

  
Jairam Varadaraj  
Managing Director

Place: Coimbatore  
Date: February 07, 2020



**ELGI EQUIPMENTS LIMITED**

Trichy Road, Singanallur, Coimbatore - 641005, Tamilnadu, India

T : +91 422 2589 555, W : www.elgi.com, Toll - free No : 1800-425-3544, CIN : L29120TZ1960PLC000351

**Notes:**

1	The above consolidated financial results were reviewed by the Audit Committee and approved by the Board of Directors of Elgi Equipments Limited ("the Company") at their meeting held on February 07, 2020. The statutory auditors of the Company have carried out a limited review of the above financial results for the quarter and nine months ended December 31, 2019.
2	This statement has been prepared in accordance with the Companies (Indian Accounting Standards) Rules, 2015 (Ind AS) prescribed under Section 133 of the Companies Act, 2013 and other recognised accounting practices and policies to the extent applicable.
3	The Group has adopted Ind AS 116 "Leases" with effect from April 1, 2019 using the modified retrospective approach. The adoption of the new standard did not have any material impact on the profits of the Group.
4	The Group has organised the businesses into two categories viz., Air Compressors and Automotive Equipments. This reporting complies with the Ind AS segment reporting principles. Refer Annexure I attached herewith.
5	The above statements includes the results of the following entities: <b>Subsidiaries</b> 1. Adisons Precision Instruments Manufacturing Company Limited 2. ATS Elgi Limited 3. Elgi Equipments (Zhejiang) Limited 4. Elgi Gulf FZE 5. Elgi Compressors Do Brasil Imp.E.Exp LTDA 6. Elgi Equipments Australia Pty Limited 7. Elgi Compressors Italy S.R.L (formerly known as Elgi Compressors Europe S.R.L) 8. Rotair SPA 9. Elgi Compressors USA Inc. 10. Patton's Inc. 11. Patton's Medical LLC. 12. PT Elgi Equipments Indonesia 13. Ergo Design Private Limited 14. Industrial Air Compressors Pty Ltd 15. F.R. Pulford & Son Pty Limited 16. Advanced Air Compressors Pty Ltd 17. Elgi Compressors Europe S.R.L (formerly known as Elgi Compressors Belgium SPRL) 18. Elgi Gulf Mechanical and Engineering Equipment Trading LLC 19. Michigan Air Solutions LLC. 20. Elgi Compressors Iberia S.L. <b>Joint ventures</b> 1. Elgi Sauer Compressors Limited 2. Industrial Air Solutions LLP 3. Evergreen Compressed Air and Vacuum LLC (jointly controlled entity of Elgi Compressors USA Inc.) <b>Joint operations</b> 1. L.G. Balakrishnan & Bros. 2. Elgi Services
6	The Shareholders of the Company have approved the Elgi Equipments Limited Employee Stock Option Plan 2019 (Elgi ESOP 2019). The plan provides for reservation of options not exceeding 1,584,545 to be granted to eligible employees of the Company and its subsidiaries, subject to fulfilment of eligibility criteria. The plan shall be administered through a trust via acquisition of shares from the secondary market. As of December 31, 2019 no options have been granted under the plan.
7	Previous period / year figures have been regrouped / reclassified to make them comparable with those of current period.

For and on behalf of the Board of Directors



**Jairam Varadaraj**  
Managing Director

Place: Coimbatore  
Date: February 07, 2020



**ELGI EQUIPMENTS LIMITED**

Trichy Road, Singanallur, Coimbatore - 641005, Tamilnadu, India

T : +91 422 2589 555, W : www.elgi.com, Toll - free No : 1800-425-3544, CIN : L29120TZ1960PLC000351

**Annexure I - Segment Revenue, Results and Capital Employed**

(Rs. in Millions)

Sl No.	Particulars	Quarter ended			Nine months ended		Year ended
		December 31, 2019	September 30, 2019	December 31, 2018	December 31, 2019	December 31, 2018	March 31, 2019
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
<b>1</b>	<b>Segment Revenue</b>						
	a) Air Compressors	4,221.38	3,968.04	4,229.95	12,403.40	11,970.97	16,740.16
	b) Automotive equipments	413.17	480.33	472.89	1,346.40	1,385.64	1,897.42
		<b>4,634.55</b>	<b>4,448.37</b>	<b>4,702.84</b>	<b>13,749.80</b>	<b>13,356.61</b>	<b>18,637.58</b>
	Less: Inter segment revenue	1.53	0.93	1.12	2.94	2.23	2.89
	<b>Income from operations</b>	<b>4,633.02</b>	<b>4,447.44</b>	<b>4,701.72</b>	<b>13,746.86</b>	<b>13,354.38</b>	<b>18,634.69</b>
<b>2</b>	<b>Segment Results</b> (Profit before tax)						
	a) Air Compressors	167.99	137.99	298.03	533.04	851.57	1,292.47
	b) Automotive equipments	23.27	34.71	24.71	88.05	75.80	120.70
		<b>191.26</b>	<b>172.70</b>	<b>322.74</b>	<b>621.09</b>	<b>927.37</b>	<b>1,413.17</b>
	Add: Inter segment result	0.21	0.25	-	0.69	-	-
		<b>191.47</b>	<b>172.95</b>	<b>322.74</b>	<b>621.78</b>	<b>927.37</b>	<b>1,413.17</b>
<b>3</b>	<b>Segment Assets</b>						
	a) Air Compressors	14,162.69	13,502.96	12,580.00	14,162.69	12,580.00	12,695.56
	b) Automotive equipments	1,107.76	1,123.33	1,112.00	1,107.76	1,112.00	1,159.10
		<b>15,270.45</b>	<b>14,626.29</b>	<b>13,692.00</b>	<b>15,270.45</b>	<b>13,692.00</b>	<b>13,854.66</b>
	Less: Inter segment assets	19.64	20.81	-	19.64	-	-
		<b>15,250.81</b>	<b>14,605.48</b>	<b>13,692.00</b>	<b>15,250.81</b>	<b>13,692.00</b>	<b>13,854.66</b>
<b>4</b>	<b>Segment Liabilities</b>						
	a) Air Compressors	7,061.51	6,541.00	5,951.20	7,061.51	5,951.20	5,779.80
	b) Automotive equipments	301.91	334.97	350.15	301.91	350.15	365.76
		<b>7,363.42</b>	<b>6,875.97</b>	<b>6,301.35</b>	<b>7,363.42</b>	<b>6,301.35</b>	<b>6,145.56</b>
	Less: Inter segment liabilities	20.33	21.28	-	20.33	-	-
		<b>7,343.09</b>	<b>6,854.69</b>	<b>6,301.35</b>	<b>7,343.09</b>	<b>6,301.35</b>	<b>6,145.56</b>
<b>5</b>	<b>Capital Employed</b> [Segment Assets - Segment Liabilities]						
	a) Air Compressors	7,101.18	6,961.96	6,628.80	7,101.18	6,628.80	6,915.76
	b) Automotive equipments	805.85	788.36	761.85	805.85	761.85	793.34
		<b>7,907.03</b>	<b>7,750.32</b>	<b>7,390.65</b>	<b>7,907.03</b>	<b>7,390.65</b>	<b>7,709.10</b>
	Add: Inter segment capital employed	0.69	0.47	-	0.69	-	-
		<b>7,907.72</b>	<b>7,750.79</b>	<b>7,390.65</b>	<b>7,907.72</b>	<b>7,390.65</b>	<b>7,709.10</b>

For and on behalf of the Board of Directors

**Jairam Vsradaraj**  
 Managing Director

Place: Coimbatore  
Date : February 07, 2020



# Price Waterhouse Chartered Accountants LLP

## Independent Auditors' Report on Review of Interim Standalone Unaudited Financial Results

To  
**The Board of Directors**  
Elgi Equipments Limited  
Elgi Industrial Complex III  
Trichy Road, Singanallur  
Coimbatore – 641 005

1. We have reviewed the standalone unaudited financial results of Elgi Equipments Limited (the "Company") [in which are included results of two jointly controlled entities (representing joint operations)] for the quarter ended December 31, 2019, which are included in the accompanying 'Statement of Standalone Unaudited Financial Results for the Quarter and nine months ended December 31, 2019', the ("Statement"). The Statement has been prepared by the Company pursuant to Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended (the "Listing Regulations, 2015"), which has been initialled by us for identification purposes.
2. This Statement, which is the responsibility of the Company's Management and approved by the Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34 "Interim Financial Reporting" ("Ind AS 34"), prescribed under Section 133 of the Companies Act, 2013, and other accounting principles generally accepted in India. Our responsibility is to express a conclusion on the Statement based on our review.
3. We conducted our review of the Statement in accordance with the Standard on Review Engagement (SRE) 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity", issued by the Institute of Chartered Accountants of India. This Standard requires that we plan and perform the review to obtain moderate assurance as to whether the Statement is free of material misstatement. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with the Standards on Auditing and consequently does not enable us to obtain assurance that we could become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.
4. The standalone unaudited financial results include the interim financial results of two jointly controlled entities (representing joint operations) which have not been reviewed by their auditors, whose interim financial results reflect total revenue of Rs. Nil, total net profit after tax of Rs.0.28 Million and total comprehensive income of Rs.0.28 Million for the quarter ended December 31, 2019 as considered in the unaudited standalone financial results. According to the information and explanations given to us by the Management, these interim financial results are not material to the Company.

Our conclusion on the statement is not modified in respect of the above matter.



Price Waterhouse Chartered Accountants LLP, 8th Floor, Prestige Palladium Bayan, Chennai - 600 006, India  
T: +91 (44) 4228 5000, F: +91 (44) 4228 5100

Registered office and Head office: Sucheta Bhawan, 11A Vishnu Digambar Marg, New Delhi 110 002

Price Waterhouse (a Partnership Firm) converted into Price Waterhouse Chartered Accountants LLP (a Limited Liability Partnership with LLP identity no: LLPIN AAC-5001) with effect from July 25, 2014. Post its conversion to Price Waterhouse Chartered Accountants LLP, its ICAI registration number is 012754N/N500016 (ICAI registration number before conversion was 012754N)

## Price Waterhouse Chartered Accountants LLP

5. Based on our review conducted as above, nothing has come to our attention that causes us to believe that the Statement has not been prepared in all material respects in accordance with the recognition and measurement principles laid down in the aforesaid Indian Accounting Standard and other accounting principles generally accepted in India, and has not disclosed the information required to be disclosed in terms of Regulation 33 of the Listing Regulations, 2015 including the manner in which it is to be disclosed, or that it contains any material misstatement.

For **Price Waterhouse Chartered Accountants LLP**  
Firm Registration Number: 012754N/N500016  
Chartered Accountants

*P. Baskar*

**Baskar Panner selvam**

Partner

Membership Number: 213126

UDIN: 20213126AAAABW3325

Place: Coimbatore  
Date: February 07, 2020

# Price Waterhouse Chartered Accountants LLP

## Independent Auditor's Report on Review of Interim Consolidated Unaudited Financial Results

To  
**The Board of Directors**  
Elgi Equipments Limited  
Elgi Industrial Complex III  
Trichy Road, Singanallur  
Coimbatore - 641 005

1. We have reviewed the Consolidated Unaudited Financial Results of Elgi Equipments Limited (the "Parent"), its subsidiaries (the parent and its subsidiaries hereinafter referred to as the "Group"), and jointly controlled entities (refer Note 5 to the statement) for the quarter ended December 31, 2019 which are included in the accompanying 'Statement of Consolidated Unaudited Financial Results for the quarter and nine months ended December 31, 2019, the ("Statement"). The Statement is being submitted by the Parent pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended (the "Listing Regulations"), which has been initialed by us for identification purposes.
2. This Statement, which is the responsibility of the Parent's Management and has been approved by the Parent's Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34 "Interim Financial Reporting" ("Ind AS 34"), prescribed under Section 133 of the Companies Act, 2013, and other accounting principles generally accepted in India. Our responsibility is to express a conclusion on the Statement based on our review.
3. We conducted our review of the Statement in accordance with the Standard on Review Engagements (SRE) 2410 "Review of Interim Financial Information Performed by the Independent Auditor of the Entity", issued by the Institute of Chartered Accountants of India. This Standard requires that we plan and perform the review to obtain moderate assurance as to whether the Statement is free of material misstatement. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

We also performed procedures in accordance with the circular issued by the SEBI under Regulation 33 (8) of the SEBI (Listing Obligations and Disclosure Requirements) to the extent applicable.

4. The Statement includes the results of the following entities:

### Subsidiaries:

1. Elgi Compressor USA Inc., its subsidiaries and its jointly controlled entity
2. PT Elgi Equipments Indonesia
3. ATS Elgi Limited



Price Waterhouse Chartered Accountants LLP, 8th Floor, Prestige Palladium Bayan, 120/130, Greaves Road  
Chennai - 600 006, India  
T: +91 (44) 4228 5000, F: +91 (44) 4228 5100

Registered office and Head office: Sucheta Bhawan, 11A Vishnu Digambar Marg, New Delhi 110 002

Price Waterhouse (a Partnership Firm) converted into Price Waterhouse Chartered Accountants LLP (a Limited Liability Partnership with LLP identity no: LLPIN AAC-5001) with effect from July 25, 2014. Post its conversion to Price Waterhouse Chartered Accountants LLP, its ICAI registration number is 012754N/NS00016 (ICAI registration number before conversion was 012754N)

# Price Waterhouse Chartered Accountants LLP

4. Adison Precision Instruments Manufacturing Company Limited
5. Ergo design Private Limited
6. Elgi Equipments (Zhejiang) Limited
7. Elgi Gulf FZE. and its subsidiary
8. Elgi Compressors Do Brazil Imp. E. Exp. Ltda
9. Elgi Equipments Australia Pty Ltd
10. Industrial Air Compressors Pty Ltd and its subsidiaries
11. Elgi Compressors Italy S.R.L (Formerly known as "Elgi Compressors Europe S.R.L") and its subsidiaries.

## Jointly Controlled Entities

1. Elgi Sauer Compressors Limited
  2. Industrial Air Solutions LLP
  3. L.G.Balakrishnan & Bros
  4. Elgi Services
5. Based on our review conducted and procedures performed as stated in paragraph 3 above and based on the consideration of the review reports of the other auditors referred to in paragraph 6 below, nothing has come to our attention that causes us to believe that the accompanying Statement has not been prepared in all material respects in accordance with the recognition and measurement principles laid down in the aforesaid Indian Accounting Standard and other accounting principles generally accepted in India and has not disclosed the information required to be disclosed in terms of Regulation 33 of the Listing Regulations, including the manner in which it is to be disclosed, or that it contains any material misstatement.
6. We did not review the interim financial results of six subsidiaries (including their relevant step-down subsidiaries and a jointly controlled entity) included in the consolidated unaudited financial results, whose interim financial results reflect total revenues of Rs. 1965.63 million, total net loss after tax Rs. 85.35 million and total comprehensive income of Rs. (54.62) million, for the quarter ended December 31, 2019, as considered in the Consolidated Unaudited Financial Results. These interim financial results have been reviewed by other auditors in accordance with SRE 2400, Engagements to Review Historical Financial Statements and their reports dated February 6, 2020, vide which they have issued an unmodified conclusion, have been furnished to us by the Management and our conclusion on the Statement, in so far as it relates to the amounts and disclosures included in respect of these subsidiaries (including their relevant stepdown subsidiaries and a jointly controlled entity) is based solely on the reports of the other auditors and the procedures performed by us as stated in paragraph 3 above.

Our conclusion on the Statement is not modified in respect of the above matters.

7. The Consolidated Unaudited Financial Results includes the interim financial results of four subsidiaries and two jointly controlled entities (representing joint operations) which have not been reviewed by their auditors, whose financial results reflect total revenue of Rs. 37.47 million, total net profit after tax of Rs.0.01 Million and total comprehensive income of Rs. (0.34) million for the quarter ended December 31, 2019 as considered in the consolidated unaudited financial results. The Consolidated Unaudited Financial results also includes the Group's share of net profit after tax of Rs. 6.44 million and total comprehensive income of Rs. 4.08 million for the quarter ended December 31, 2019, as considered in the consolidated unaudited financial results, in respect of two joint ventures, based on their interim financial results which have not been reviewed by their auditors.



# Price Waterhouse Chartered Accountants LLP

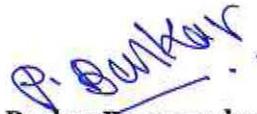
According to the information and explanations given to us by the Management, these interim financial results are not material to the Group.

Our conclusion on the Statement is not modified in respect of the above matters.

For **Price Waterhouse Chartered Accountants LLP**

Firm Registration Number: 012754N/N500016

Chartered Accountants



**Baskar Pannerselvam**

Partner

Membership Number: 213126

UDIN: 20213126AAAABX1266

Place: Coimbatore

Date: February 07, 2020

**Press Release – 07/02/2020****Elgi Equipments Limited – Third Quarter 2019-20 results**

Elgi Equipments Ltd, manufacturer of air compressors, announced today the results for the third quarter ended 31<sup>st</sup> December, 2019, posting a PAT of Rs. 12.9 Crore for the quarter, compared to Rs. 23.4 Crore in the same period in 2018-2019 on a consolidated basis.

Consolidated sales for the quarter was Rs. 463 Crore as against Rs. 470 Crore in the corresponding quarter in 2018-2019.

The standalone PAT for the quarter was Rs. 19.8 Crore as compared to Rs.19.1 Crore in the same period in 2018-19.

Though the Company has faced a challenging market, it has concentrated on improving its market share and has grown its international business by upwards of 7%. This has helped the Company to maintain its consolidated top line compared to the corresponding quarter in 2018-2019.

The Company's automotive business saw a 13% drop from its sales levels when compared to the corresponding quarter in 2018-2019, due to unfavorable market conditions faced by the automotive industry.

**Outlook for the fourth quarter 2019-20**

Growth in domestic market is expected to pick up marginally in the backdrop of more government spending in infrastructure. The Company's focus on de-risking and optimizing costs will continue.

**For ELGI EQUIPMENTS LIMITED**

**JAIRAM VARADRAJ**  
Managing Director

**ELGI EQUIPMENTS LIMITED**

Trichy Road, Singanallur, Coimbatore - 641005, Tamilnadu, India

T : +91 422 2589 555, W : [www.elgi.com](http://www.elgi.com), Toll - free No : 1800-425-3544, CIN : L29120TZ1960PLC000351