



**Independent Auditors report on special purpose financial information prepared for consolidation purposes**

To

M/s. Arun & Co.,

Chartered Accountants

1/1, MELA KULA PILLIYAR KOVIL STREET,

MELA KULAVANIGARPURAM,

OPP TO ST. THOMAS CHURCH

SOUTH BYE-PASS ROAD

KURUCHI, TIRUNELVELI - 627005.

As requested in your instructions 'Elgi Rubber Company Limited Group Audit instructions' dated May 4, 2023, I have audited for purposes of your audit of the consolidated financial statements of Elgi Rubber Company Limited. The accompanying special purpose information of ELGI Rubber Company LLC, USA, as of March 31, 2023 and for the year then ended on pages 1 to 6 of the accompanying financial reporting package of Elgi Rubber Company Limited. This special purpose financial statements prepared solely to enable Elgi Rubber Company Limited to prepare its consolidated financial statements.

**Management responsibility for the special purpose financial information:**

Management is responsible for the preparation of this special purpose financial information in accordance with policies and instructions contained in Elgi Rubber Company Limited Accounting Manual / Accounting policies and for such internal control as management determines is necessary to enable the preparation of special purpose financial information that is free from material misstatement, whether due to fraud or error.

**Auditor's responsibility:**

My responsibility is to express an opinion on this special purpose financial information based on my audit. I conducted my audit in accordance with International standards on Auditing required that I comply with ethical requirements and plan and perform the audit to obtain reasonable assurance whether the special purpose financial information is free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial information. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the special purpose financial information, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation of these special purpose financial information in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates, made by management, as well as evaluating the overall presentations of these special purpose financial information.

I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my audit opinion the conclusions reached in forming my opinion as based on the component materiality level specified by you in the context of the audit of the consolidated statements of the group.



## Opinion

In my opinion, in the accompanying special purpose financial information for ELGI Rubber Company LLC, USA, as of March 31, 2023, and for the year ended has been prepared, in all material respects in accordance with the policies and instructions contained in Elgi Rubber Company Limited accounting manual / accounting policies.

## Restrictions on use

The special purpose financial information has been prepared for purpose of providing information to Elgi Rubber Company Limited to enable it to prepare the consolidated financial statements of the Group as a result, the special purpose financial information is not a complete set of financial statements of ELGI Rubber Company LLC, USA, in accordance with Ind AS (Indian IFRS) and is not intended to the true and fair view of/ present fairly, in all material respects, the financial position of ELGI Rubber Company LLC, USA, as of March 31, 2023 and of its financial performance for the year then ended in accordance with Ind AS. The financial information may, therefore, not be suitable for another purpose.

This report is intended solely for M/s. Arun & Co, Chartered Accountants, and should not be used by other parties.

For Garisenuru and Co  
Chartered Accountant

Firms Registration No: 0186665

*Subba Reddy G*



Subba Reddy G  
Proprietor  
Membership No.: 244907

Date: 25<sup>th</sup> May 2023  
UDIN: 23244907BGYRRI5056

**ELGI Rubber Company LLC, USA,**

**Memorandum of work performed for the year ended March 31, 2023**

Addressee

To M/s. Arun & Co.,

**Restrictions of use:**

The memorandum is intended solely for the use of M/s. Arun & Co., Chartered Accountants, in connection with the review of the financial information and results of Elgi Rubber Company Limited, for the quarter ended March 31, 2023 and is not to be used for any other purpose. The matters raised in this memorandum are only those that have come to my attention arising from my work on the Interim financial information of ELGI Rubber Company LLC, USA, which was performed in accordance with Group letter of instruction ('Instructions').

**Scope of the work performed by me:**

The scope of the work performed by me on the interim financial information of ELGI Rubber Company LLC, USA, was in accordance with the instructions received from you.

Identification of financial information Being Reported On

Report identifiers: Financial statements for the period ended March 31, 2023

Financial information: Currency used – INR in million

Particulars	YE – 31.03.2023	YE – 31.03.2022
Turnover	295.20	514.33
Profit after tax	(90.62)	34.45
Total assets	464.48	503.70
Total liabilities	464.48	503.70

**Significant Risks and my Responses:** No significant risks identified

**Law and Regulations:** No instances of Non-compliance requiring your attention were noted.

**Fraud:** No instances of Fraud requiring your attention were noted.

**Indication of Management bias:** No indicators of Management bias were detected by me.

**Significant Matters - Nil**

**Key Audit Matters (KAMs):** Not applicable

**Summary of uncorrected misstatements:** No uncorrected misstatements were noted.

