

## COMPONENT AUDITOR CLEARANCE MEMORANDUM

**From:** DFK Llarena, Monterrey, México.  
**Date:** April 15, 2023  
**To:** Mr. Kartikeya Raval (Partner) / Ms. Riddhi Mehta (Manager), Ahmedabad

In accordance with your instructions dated December 23, 2022, February 27, 2023 and March 24, 2023, we have audited for purposes of your audit of the consolidated financial statements of *Symphony Limited* (the "Group") the financial information included in the special purpose reporting package (the "financial information") of Impco, S. de R.L. de C.V., for the year ended March 31, 2023. This financial information has been prepared solely to enable the Group to prepare its consolidated financial statements. We have also performed additional procedures in accordance with your instructions, and our findings are included in Appendix G and Appendix H.

### Management's Responsibility

Management is responsible for the preparation and presentation of the financial information in accordance with the Group's accounting policies, and for such internal control as management determines is necessary to enable the preparation of the financial information that is free from material misstatement, whether due to fraud or error.

### Auditor's Responsibility

Our responsibility is to express an opinion on the financial information using International Auditing Standards ("ISAs") and in accordance with your instructions. As requested by you, we planned and performed our audit, including the additional procedures, in accordance with your instructions, using the component materiality and component performance materiality specified in your instructions, which is different than the materiality and performance materiality that we would have used had we been designing the audit to express an opinion on the financial information of the component alone.

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 judgment, including the assessment of the risks of material misstatement of the 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 the 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 presentation of the financial information.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion. The conclusions reached in forming our opinion are based on the component materiality and component performance materiality specified by you, in the context of the audit of the consolidated financial statements of the Group.

We have complied with the requirements of the Code of Ethics for Professional Accountants issued by the International Ethics Standards Board for Accountants, including the requirements related to Public Interest Entities.

### **Opinion**

In our opinion, the financial information for Impco, S. de R.L. de C.V. as of March 31, 2023, and for the year then ended has been prepared, in all material respects, on the basis of Symphony Limited's Group's accounting Policies.

### **Restriction on Use and Distribution**

This financial information has been prepared for purposes of providing information to the Group to enable it to prepare its consolidated financial statements. As a result, the financial information is not a complete set of financial statements of Impco, S. de R.L. de C.V. in accordance with Group's accounting Policies, and is not intended to give a true and fair view of the financial position of Impco, S. de R.L. de C.V. as of March 31, 2023 and of its financial performance, and its cash flows for the year then ended in accordance with Group's Accounting Policies. The financial information may, therefore, not be suitable for another purpose.

This report is intended solely for Deloitte Haskins & Sells and should not be used by, or distributed to, anyone in the Group, any of its components, or any other third party.



---

Salvador Llarena Menard  
Partner / DFK Llarena  
April 15, 2023

[www.sifa.mx](http://www.sifa.mx)  
[www.dfk.com.mx](http://www.dfk.com.mx)

**IMPCO, S. de R. L. de C. V.**  
**BALANCE SHEET AS AT MARCH 31, 2023** (In '000 MXP)

Particulars	Note	As at 31/03/2023	As at 31/03/2022
<b>I ASSETS</b>			
(1) Non-Current Assets			
(a) Property, plant and Equipment	2a)	22,093	10,346
(b) Right-of-use-asset	2a)	25,644	1,491
(c) Capital work - in - progress	2b)	-	-
(d) Other Intangible Assets	2b)	1,209	1,406
(e) Deferred Income Tax Asset	3	18,001	17,185
(f) Financial Assets			
(i) Other Financial Assets	4	1,259	787
<b>Total Non-Current Assets</b>		<b>68,206</b>	<b>31,215</b>
(2) Current Assets			
(a) Inventories	5	133,475	119,211
(b) Financial Assets			
(i) Other Investments	6	2	1,606
(ii) Trade Receivables	7	53,300	83,511
(iii) Cash and Cash Equivalents	8	1,731	4,461
(c) Other Current Assets	9	66,269	33,018
<b>Total Current Assets</b>		<b>254,777</b>	<b>241,807</b>
<b>Total Assets</b>		<b>322,983</b>	<b>273,022</b>
<b>II EQUITY AND LIABILITIES</b>			
(1) Equity			
(a) Equity Share Capital	10	1	1
(b) Other Equity	11	163,263	158,919
<b>Total Equity</b>		<b>163,264</b>	<b>158,920</b>
(2) Non-Current Liabilities			
(a) Financial liabilities			
(i) Lease Liabilities	12	18,862	-
(b) Provisions	13	7,707	7,547
<b>Total Non-Current Liabilities</b>		<b>26,569</b>	<b>7,547</b>
(3) Current Liabilities			
(a) Financial liabilities			
(i) Borrowings	14	200	5,800
(ii) Trade Payables	15	105,544	73,042
(iii) Lease Liabilities	16	7,828	1,684
		113,572	80,526
(b) Other Current Liabilities	17	16,282	17,262
(c) Provisions	18	1,456	506
(d) Current tax liabilities (Net)	19	1,840	8,261
<b>Total Current Liabilities</b>		<b>133,150</b>	<b>106,555</b>
<b>Total Liabilities</b>		<b>159,719</b>	<b>114,102</b>
<b>Total Equity and Liabilities</b>		<b>322,983</b>	<b>273,022</b>

See accompanying notes forming part of the Financial Statements 1-27a)



**IMPCO, S. de R. L. de C. V.**
**STATEMENT OF PROFIT AND LOSS FOR THE YEAR QUARTER MARCH 31, 2023**

(In '000 MXP)

Particulars	Note	Year Ended 31/03/2023	Year Ended 31/03/2022
I Revenue from Operations	20	289,869	282,234
II Other Income	21	3,029	2,189
III <b>Total Revenue ( I + II )</b>		<b>292,898</b>	<b>284,423</b>
IV <b>Expenses:</b>			
Cost of Material Consumed	22	132,400	107,849
Purchase of Stock-in-Trade	23	64,860	85,544
Changes in Inventories of Finished Goods, Work- in-Progress and Stock-in-Trade	24	(9,066)	(15,952)
Employee Benefit Expense	25	28,366	24,406
Finance Costs	26	3,412	464
Depreciation and Amortization Expense	2	12,258	5,441
Advertisement and Sales Promotion Expense	27	2,900	2,784
Other Expenses	27a)	50,322	42,595
<b>Total Expenses (IV)</b>		<b>285,452</b>	<b>253,131</b>
V Profit before Exceptional Items and tax (III - IV)		<b>7,446</b>	<b>31,292</b>
VI Exceptional Items		-	-
VII <b>Profit before Tax (III - IV)</b>		<b>7,446</b>	<b>31,292</b>
VIII Tax Expense:			
Current Tax		2,933	9,841
Deferred Tax		(521)	(1,581)
IX <b>Profit for the year (V - VI)</b>		<b>5,034</b>	<b>23,032</b>
X <b>Other comprehensive income</b>			
<b>Items that will not to be reclassified to profit or loss :</b>			
(i) Remeasurements of the defined benefit plans		(985)	1,533
(ii) Income tax effect on above		295	(460)
<b>Items that will be reclassified to profit or loss :</b>			
(i) Gain / (Loss) on Items designated as Fair Value Through Other Comprehensive Income		-	-
(ii) Income tax effect on above		-	-
<b>Total other comprehensive income/(loss), net of tax(VIII)</b>		<b>(690)</b>	<b>1,073</b>
XII <b>Total comprehensive income for the year (VII+VIII)</b>		<b>4,344</b>	<b>24,105</b>
See accompanying notes forming part of the Financial Statements 1-27a)			

DFK Llarena  
Contadores Públicos y  
Asesores de Negocios



\$

www.slla.mx  
www.dfk.com.mx

**IMPCO, S. de R. L. de C. V.****STATEMENT OF CHANGES IN EQUITY FOR THE QUARTER ENDED MARCH 31, 2023****A EQUITY SHARE CAPITAL**

Amount in '000 MXP

<b>Balance as at March 31, 2021</b>	1
Add: Issue during the period	-
<b>Balance as at March 31, 2022</b>	1
Add: Issue during the period	-
<b>Balance as at March 31, 2023</b>	1

**B OTHER EQUITY**

Amount in '000 MXP

<b>Particulars</b>	<b>Retained Earnings</b>	<b>Total</b>
<b>Balance as on March 31, 2021</b>	<b>134,814</b>	<b>134,814</b>
Profit during the year	23,032	23,032
Other Comprehensive Income for the period, net of income tax	1,073	1,073
<b>Total Comprehensive Income for the period</b>	<b>24,105</b>	<b>24,105</b>
IND AS adjustment in Other Equity	-	-
<b>Balance as on March 31, 2022</b>	<b>158,919</b>	<b>158,919</b>

**DFK Llarena**  
Contadores Públicos y  
Asesores de Negocios



[www.slla.mx](http://www.slla.mx)  
[www.dfk.com.mx](http://www.dfk.com.mx)

**IMPCO, S. de R. L. de C. V.**

**STATEMENT OF CASH FLOWS FOR THE QUARTER ENDED MARCH, 2023**

(In '000 MXP)

Particulars	Year Ended 31/03/2023	Year Ended 31/03/2022
<b>A CASH FLOW FROM OPERATING ACTIVITIES :</b>		
Profit for the year	5,034	23,032
<b>Adjustments For</b>		
Income tax expenses recognised in profit or loss	2,412	8,260
Depreciation and Amortization Expense	12,258	5,441
Gain on Cancellation of lease contract	(101)	-
Finance costs recognised in profit or loss	3,412	464
Interest Income recognised in profit or loss	(963)	(580)
Allowances for credit losses on trade receivables	-	-
(Gain)/Loss on disposal of property, plant and equipment	(43)	165
<b>Operating Profit Before Working Capital Changes</b>	<u>22,009</u>	<u>36,782</u>
<b>Movements in working capital:</b>		
(Increase) in trade and other receivables	30,211	(23,408)
(Increase)/Decrease in inventories	(14,264)	(41,681)
Decrease in other assets	(33,724)	154
Increase/(Decrease) in trade payables	30,310	23,962
Increase in other liabilities	(980)	4,177
Increase/(Decrease) in provisions	178	1,076
<b>Cash Generated from Operations</b>	<u>33,740</u>	<u>1,062</u>
Income taxes paid	(9,406)	(3,154)
Net Cash generated by Operating Activities (A)	<u>24,334</u>	<u>(2,092)</u>
<b>B CASH FLOW FROM INVESTING ACTIVITIES :</b>		
Payments to acquire property, plant and equipment / Intangibles	(14,621)	(4,983)
Proceeds from disposal of property, plant and equipment	43	164
Interest Received	963	580
Net payments to acquire mutual funds	1,604	7,494
Payments to acquire financial assets	(28)	-
Net Cash generated / (Used) in Investing Activities (B)	<u>(12,039)</u>	<u>3,255</u>
<b>C CASH FLOW FROM FINANCING ACTIVITIES :</b>		
Cash received from bank loans	16,295	5,800
Payments of principal on bank loans	(21,895)	-
Payments on lease liabilities	(6,223)	(3,405)
Finance Cost paid	(3,230)	(464)
Net Cash Used in Financing Activities (C)	<u>(15,053)</u>	<u>1,931</u>
Net Increase (Decrease) in Cash & Cash Equivalents (A+B+C)	<u>(2,758)</u>	<u>3,094</u>
Cash & Cash Equivalents at the beginning of the year	<u>3,910</u>	<u>816</u>
Cash & Cash Equivalents at the end of the year	<u>1,152</u>	<u>3,910</u>
Cash on Hand	30	66
Balances with Schedule Bank in Current Account	1,122	3,844
Cash & Cash Equivalents included in Note no.8	<u>1,152</u>	<u>3,910</u>

**DFK Llaena**  
Contadores Públicos y  
Asesores de Negocios



*S*

[www.slla.mx](http://www.slla.mx)  
[www.dfk.com.mx](http://www.dfk.com.mx)

## **IMPCO, S. de R. L. de C. V.**

### **Notes forming part of the Financial Statements**

**(1) Significant Accounting Policies:**

The financial statements have been prepared in accordance with Ind ASs notified under the Companies (Indian Accounting Standards) Rules, 2015.

Upto the year ended March 31, 2017, the Company prepared its financial statements in accordance with the requirements of previous GAAP, which includes Standards notified under the Companies (Accounting Standards) Rules, 2006. These are the Company's first Ind AS financial statements. The date of transition to Ind AS is April 1, 2016.

**(i) Basis of Accounting:**

The Accounts have been prepared using historical cost convention and on the basis of going concern.

Opening / Closing Balances of Assets and Liabilities are converted at opening / closing rates respectively. Transaction during the year are converted at the average rate.

**DFK Llarena**  
Contadores Públicos y  
Asesores de Negocios



[www.slla.mx](http://www.slla.mx)  
[www.dfk.com.mx](http://www.dfk.com.mx)

**IMPACO, S. de R. L. de C. V.**

**Notes forming part of the Financial Statements**

**(2) Property, Plant and Equipment, Capital Work-in-Progress & Other Intangible Assets**

	Plant Property Equipment										Total (A)	Other Intangible Assets	Total (B)	Capital WIP (C)	Grand Total (A+B+C)	
	Free Hold Land	Buildings	Right to Use Asset	Plant & Machinery	Furniture & Fixtures	Computer	Vehicles									
<b>Gross Block</b>																
As at 31/03/2021	-	3,737	10,888	20,989	1,044	1,309	2,804	40,771	1,958	1,958	-	42,729				
Additions	-	57	235	4,414	-	42	-	4,748	-	-	-	4,748				
Disposals	-	-	-	5,088	-	280	-	5,368	-	-	-	5,368				
As at 31/03/2022	-	3,794	11,123	20,315	1,044	1,071	2,804	40,151	1,958	1,958	-	42,109				
Additions	-	13	17,486	2,528	-	62	-	20,089	-	-	-	20,089				
Disposals	-	-	11,123	3	-	8	148	11,282	-	-	-	11,282				
As at 30/06/2022	-	3,807	17,486	22,840	1,044	1,125	2,656	48,958	1,958	1,958	-	50,916				
Additions	-	216	13,691	1,782	-	70	-	15,759	-	-	8,336	24,095				
Disposals	-	-	-	-	-	-	-	-	-	-	-	-				
As at 30/09/2022	-	4,023	31,177	24,622	1,044	1,195	2,656	64,717	1,958	1,958	-	75,011				
Additions	-	-	-	10,434	85	35	-	10,554	-	-	1,054	11,608				
Disposals	-	-	-	-	-	-	-	-	-	-	8,137	8,137				
As at 31/12/2022	-	4,023	31,177	35,056	1,129	1,230	2,656	75,271	1,958	1,958	-	78,462				
Additions	-	1,482	32,067	15,053	85	193	-	48,880	-	-	9,390	58,270				
Disposals	-	-	11,123	3	-	8	148	11,282	-	-	9,390	20,672				
As at 31/03/2023	-	5,276	32,067	35,365	1,129	1,256	2,656	77,149	1,958	1,958	-	79,707				
<b>Accumulated Depreciation and Amortization</b>																
As at 31/03/2021	-	596	6,321	17,315	365	1,132	2,383	28,112	352	352	-	28,464				
Depreciation and Amortization For The Period	-	190	3,311	1,370	102	113	155	5,241	200	200	-	5,441				
Eliminated on disposals of assets	-	-	-	4,759	-	280	-	5,039	-	-	-	5,039				
As at 31/03/2022	-	786	9,632	13,926	467	965	2,538	28,314	552	552	-	28,866				
Depreciation and Amortization For The Period	-	211	6,995	4,516	105	79	155	12,061	197	197	-	12,258				
Eliminated on disposals of assets	-	-	10,204	3	-	8	148	10,363	-	-	-	10,363				
As at 31/03/2023	-	997	6,423	18,439	572	1,036	2,545	30,012	749	749	-	30,761				
<b>Net Block</b>																
As at 31/03/2021	-	3,141	4,567	3,674	679	177	421	12,659	1,606	1,606	-	14,255				
As at 31/03/2022	-	3,008	1,491	6,389	577	106	266	11,837	1,406	1,406	-	13,243				

**IMPCO, S. de R. L. de C. V.**

Notes forming part of the Financial Statements

(In '000 MXP)

<b>(3) DEFERRED TAX LIABILITIES/(ASSETS) (NET)</b>								
Particulars	As at 31/03/2023		As at 31/03/2022					
Deferred Tax Liabilities/(Assets) on								
(i) Property, plant and equipment and intangible assets		7,412			(8)			
(ii) Tax effect on non deductible expenses		(19,533)			(11,923)			
(iii) Carry forward tax losses		-			-			
(iv) Others		(5,890)			(5,254)			
<b>Total</b>		<b>(18,001)</b>			<b>(17,185)</b>			
<b>Movement of Deferred Tax Liabilities / Assets</b>								
For the year ended March 31, 2023								
Particulars	Opening Balance	Recognised in profit or loss	Recognised in Other Comprehensive Income	Reclassified from Other Equity to Profit or Loss	Closing Balance			
(i) Property, plant and equipment and intangible assets	(8)	7,420	-	-	(8)			
(ii) Tax effect on non deductible expenses	(11,923)	(7,510)	-	-	(11,923)			
(iii) Carry forward tax losses	-	-	-	-	-			
(iv) Others	(5,254)	(331)	(295)	-	(5,254)			
<b>Deferred Tax Liabilities/(Assets) Net</b>	<b>(17,185)</b>	<b>(521)</b>	<b>(295)</b>	<b>-</b>	<b>(17,185)</b>			
<b>(4) OTHER NON-CURRENT FINANCIAL ASSETS</b>								
Particulars	As at 31/03/2023		As at 31/03/2022					
Unsecured, considered good								
Other loans and advances					787			
Deposit Others		1,259			787			
		<b>1,259</b>			<b>787</b>			
<b>(5) INVENTORIES</b>								
Particulars	As at 31/03/2023		As at 31/03/2022					
Raw materials (Including Packing Material)		53,529			48,331			
Finished Goods		83,898			40,274			
Stock-in-Trade Including Goods in Transit		16,006			30,606			
		<b>133,475</b>			<b>119,211</b>			
<b>(6) OTHER INVESTMENTS</b>								
Particulars	As at 31/03/2023		As at 31/03/2022					
Current Investments								
		No.			No.			
Unquoted Investments								
Investment in Mutual Funds at FVTPL								
BBVA BANCOMER S.A.-BMRGOBP Series E	125	2	619,147		1,606			
		2			1,606			
<b>(7) TRADE RECEIVABLE</b>								
Particulars	As at 31/03/2023		As at 31/03/2022					
Considered good - Unsecured								
		78,645			109,856			
Less : Allowances for credit losses		(25,345)			(25,345)			
		<b>53,300</b>			<b>83,511</b>			
<b>Movement in the expected credit loss allowance</b>								
		As at 31/03/2023			As at 31/03/2022			
Balance at beginning of the year		25,345			26,345			
Change in allowance for credit impairment during the year		-			-			
Trade receivables written off during the year		-			-			
Balance at end of the year		<b>25,345</b>			<b>26,345</b>			
The concentration of credit risk is limited due to the fact that the customer base is large and unrelated.								
Trade receivables aging schedule as on March 31, 2022 is as below								
Sr No	Particulars	Outstanding for following periods from due date of payment						Total
		No Due	Less than 6 months	6 Months - 1 year	1-2 Years	2-3 Years	More than 3 years	
1	Undisputed Trade receivables -	73,061	3,719	-	6,711	-	-	83,511
2	Undisputed Trade receivables -	-	-	-	-	-	-	-
	<b>Total</b>	<b>73,061</b>	<b>3,719</b>	<b>-</b>	<b>6,711</b>	<b>-</b>	<b>-</b>	<b>83,511</b>
Trade receivables aging schedule as on March 31, 2023 is as below								
Sr No	Particulars	Outstanding for following periods from due date of payment						Total
		No Due	Less than 6 months	6 Months - 1 year	1-2 Years	2-3 Years	More than 3 years	
1	Undisputed Trade receivables -	35,016	9,586	1,811	876	-	6,009	53,300
2	Undisputed Trade receivables -	-	-	-	-	-	-	-
	<b>Total</b>	<b>35,016</b>	<b>9,586</b>	<b>1,811</b>	<b>876</b>	<b>-</b>	<b>6,009</b>	<b>53,300</b>
<b>(8) CASH &amp; CASH EQUIVALENTS</b>								
Particulars	As at 31/03/2023		As at 31/03/2022					
Cash and Cash Equivalents								
Cash on Hand		16			31			
Balance with employees Imprest account		14			35			
Balance with banks in current accounts		1,122			3,844			
		<b>1,152</b>			<b>3,910</b>			
Other Bank Balances								
In Earmarked Accounts								
Margin Accounts		579			551			
		<b>1,731</b>			<b>4,461</b>			
<b>(9) OTHER CURRENT ASSETS</b>								
Particulars	As at 31/03/2023		As at 31/03/2022					
Advance for supply of goods and rendering of services								
Unsecured, considered good		55,132			18,744			
Advances to related parties		-			44			
Balance with statutory / government authorities		11,137			14,230			
		<b>66,269</b>			<b>33,018</b>			



**IMPCO, S. de R. L. de C. V.**

Notes forming part of the Financial Statements

(In '000 MXP)

**(10) EQUITY SHARE CAPITAL**

Particulars	As at 31/03/2023	As at 31/03/2022
Share Capital	1	1
	1	1

The details of shareholder holding more than 5% shares as at March 31, 2023 is set out below:

Name of the shareholder	% held as at March 31, 2023	% held as at March 31, 2022
Symphony Limited	99.90%	99.90%

**(11) OTHER EQUITY**

Particulars	As at 31/03/2023	As at 31/03/2022
Retained Earnings	163,263	158,919
	163,263	158,919

**11.1 Retained Earnings**

Particulars	As at 31/03/2023	As at 31/03/2022
Opening Balance	158,919	134,814
Profit for the year	5,034	23,032
Other Comprehensive income arising from remeasurement of defined benefit obligation, net of tax	(690)	1,073
Amount available for appropriation	163,263	158,919
Appropriations:	-	-
Closing Balance	163,263	158,919

DFK Llarena  
Contadores Públicos y  
Asesores de Negocios



www.slla.mx  
www.dfk.com.mx

**IMPCO, S. de R. L. de C. V.**

Notes forming part of the Financial Statements

(In '000 MXP)

**(12) OTHER NON-CURRENT FINANCIAL LIABILITIES**

Particulars	As at 31/03/2023	As at 31/03/2022
Lease Liabilities (LT Portion)	18,862	-
	<u>18,862</u>	<u>-</u>

**(13) LONG-TERM PROVISIONS**

Particulars	As at 31/03/2023	As at 31/03/2022
Provision for Defined Benefit Plan	7,707	7,547
	<u>7,707</u>	<u>7,547</u>

**(14) BORROWINGS**

Particulars	As at 31/03/2023	As at 31/03/2022
Bank Loans	200	5,800
	<u>200</u>	<u>5,800</u>

**(15) TRADE PAYABLES**

Particulars	As at 31/03/2023	As at 31/03/2022
Trade Payables	78,733	39,339
Trade Payables Related Party	26,811	33,703
	<u>105,544</u>	<u>73,042</u>

Trade payables aging schedule for March 31, 2022 is as below:

Sr No	Particulars	Outstanding for following periods from due date of Payment					Total
		No Due	Less than 1 year	1-2 years	2-3 Years	More than 3 years	
1	MSME	-	-	-	-	-	-
2	Others	24,206	48,836	-	-	-	73,042
	<b>Total</b>	<b>24,206</b>	<b>48,836</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>73,042</b>

Trade payables aging schedule for March 31, 2023 is as below:

Sr No	Particulars	Outstanding for following periods from due date of Payment					Total
		No Due	Less than 1 year	1-2 years	2-3 Years	More than 3 years	
1	MSME	-	-	-	-	-	-
2	Others	15,199	87,722	2,591	32	-	105,544
	<b>Total</b>	<b>15,199</b>	<b>87,722</b>	<b>2,591</b>	<b>32</b>	<b>-</b>	<b>-</b>

**(16) OTHER FINANCIAL LIABILITIES**

Particulars	As at 31/03/2023	As at 31/03/2022
Lease Liabilities (ST Portion)	7,828	1,684
	<u>7,828</u>	<u>1,684</u>

**(17) OTHER CURRENT LIABILITIES**

Particulars	As at 31/03/2023	As at 31/03/2022
For other liabilities		
Advance from Customers		
Statutory Dues	16,262	17,262
	<u>16,262</u>	<u>17,262</u>

**(18) SHORT-TERM PROVISIONS**

Particulars	As at 31/03/2023	As at 31/03/2022
Provisions for Warranty	1,456	506
	<u>1,456</u>	<u>506</u>
	<b>Warranty</b>	<b>Warranty</b>
Opening Balance	506	250
Additional provisions recognised	2,232	2,218
Reductions arising from payments	(1,282)	(1,962)
<b>Closing Balance</b>	<b>1,456</b>	<b>506</b>

**(19) CURRENT TAX LIABILITIES (NET)**

Particulars	As at 31/03/2023	As at 31/03/2022
<b>Tax liabilities</b>		
Provision for income tax	5,986	9,043
<b>Total</b>	<b>5,986</b>	<b>9,043</b>
<b>Tax assets</b>		
Advance income tax	4,146	782
<b>Total</b>	<b>4,146</b>	<b>782</b>
<b>Net</b>	<b>1,840</b>	<b>8,261</b>


 www.sila.mx  
 www.dfk.com.mx

**IMPCO, S. de R. L. de C. V.**

Notes forming part of the Financial Statements

(In '000 MXP)

**(20) RECONCILING THE AMOUNT OF REVENUE RECOGNISED IN THE STATEMENT OF PROFIT AND LOSS WITH THE CONTRACTED PRICE**

Particulars	Year Ended 31/03/2023	Year Ended 31/03/2022
Revenue as per contracted price	317,613	318,106
<b>Adjustments</b>		
Allowances	(16,769)	(21,517)
Sales return	(8,030)	(13,223)
Discount	(945)	(1,132)
	<u>289,869</u>	<u>282,234</u>
Sale of products comprises of:		
Air Coolers	263,920	276,711
Others	25,949	5,523
	<u>289,869</u>	<u>282,234</u>

**(21) OTHER INCOME**

Particulars	Year Ended 31/03/2023	Year Ended 31/03/2022
Interest Income	963	580
Gain on disposal of property, plant and equipment	43	-
Foreign Exchange Fluctuation	1,175	855
Other Non Operating Income	848	754
	<u>3,029</u>	<u>2,189</u>

**(22) COST OF MATERIAL CONSUMED**

Particulars	Year Ended 31/03/2023	Year Ended 31/03/2022
Opening Stock of Raw Materials	48,331	22,602
Add: Purchases	137,598	133,578
Less: Closing Stock of Raw Materials	53,529	48,331
	<u>132,400</u>	<u>107,849</u>
Cost of material comprises of Moulded Parts & components of Air Cooler		

**(23) PURCHASE OF STOCK-IN-TRADE**

Particulars	Year Ended 31/03/2023	Year Ended 31/03/2022
Air Coolers	60,506	58,175
Others	4,354	27,369
	<u>64,860</u>	<u>85,544</u>

**(24) CHANGES IN INVENTORIES OF FINISHED GOODS, WORK-IN-PROGRES AND STOCK-IN-TRADE**

Particulars	Year Ended 31/03/2023	Year Ended 31/03/2022
Opening Stock		
Work-in-Progress		
Finished Goods	40,274	31,012
Stock-In-Trade	30,606	23,916
Less:		
Closing Stock		
Work-in-Progress		
Finished Goods	63,938	40,274
Stock-In-Trade	16,008	30,606
	<u>(9,066)</u>	<u>(15,952)</u>

**(25) EMPLOYEE BENEFIT EXPENSES**

Particulars	Year Ended 31/03/2023	Year Ended 31/03/2022
Salaries, Wages and Bonus	16,932	14,049
Contribution to Provident Fund and Other Funds	11,434	10,357
	<u>28,366</u>	<u>24,406</u>

**(26) FINANCE COSTS**

Particulars	Year Ended 31/03/2023	Year Ended 31/03/2022
Interest Expense	3,412	464
	<u>3,412</u>	<u>464</u>



www.slla.mx  
www.dfk.com.mx

**IMPCO, S. de R. L. de C. V.**

Notes forming part of the Financial Statements

(In '000 MXP)

Particulars	Year Ended 31/03/2023	Year Ended 31/03/2022
(27) Advertisement and Sales Promotion	2,900	2,784
	<u>2,900</u>	<u>2,784</u>
<b>(27a) OTHER EXPENSES</b>		
Particulars	Year Ended 31/03/2023	Year Ended 31/03/2022
Stores, Spareparts and Packing Material consumed	1,024	115
Assembly and Labour Charges	9,835	5,635
Power and Fuel	385	372
Repairs & Maintenance		
Building	519	117
Machinery	896	379
Rent	2,320	2,053
Travelling	910	626
Communication Expenses	999	689
Insurance	1,627	1,271
Printing and stationery charges	136	141
Legal & Professional Charges	1,750	2,419
Payment to Auditors	655	551
Vehicle Expenses	2,107	2,112
General Expenses	8,133	8,825
Bank Charges	244	457
Repairs Others	202	256
Loss on disposal of property, plant and equipment	-	165
Foreign Exchange Fluctuation	376	-
Freight & Forwarding Charges	15,334	13,163
Warranty Expense	2,232	2,219
Sales Commission	638	1,030
	<u>50,322</u>	<u>42,595</u>

**DFK Llaena**  
Contadores Públicos y  
Asesores de Negocios



[www.slla.mx](http://www.slla.mx)  
[www.dfk.com.mx](http://www.dfk.com.mx)

**IMPCO, S. de R. L. de C. V.****Notes forming part of the Financial Statements**

(In '000 MXP)

**(28) Segment Reporting**

## (a) Secondary Segment: Geographical segment

	<b>Year Ended 31/03/2023</b>	<b>Year Ended 31/03/2022</b>
(1) Segment Revenue		
Mexico	280,211	273,736
Rest of the world	9,658	8,498
Net Revenue from Sale of Products	289,869	282,234
(2) Segment Profit before Interest and Taxes (PBIT)		
Mexico	9,164	27,976
Rest of the world	1,693	3,780
Total	10,858	31,756
Less: Finance Costs	3,412	464
Less: Taxes	2,412	8,260
Total Profit After Tax	5,034	23,032

**DFK Llaena**  
Contadores Públicos y  
Asesores de Negocios



A handwritten signature or mark, possibly a stylized 'S' or 'B', located to the right of the DFK logo.

[www.slla.mx](http://www.slla.mx)  
[www.dfk.com.mx](http://www.dfk.com.mx)