

SHIVA PHARMACHEM AG
BALANCE SHEET AS AT 31ST MARCH, 2022

(Rs. in Lakhs)

Particulars	Note No.	As at 31 st March, 2022	As at 31 st March, 2021	As at 1 st April, 2020
I ASSETS				
1 Non-current assets				
(a) Property, Plant and Equipment		-	-	-
(b) Intangible Assets		-	-	-
(c) Financial Assets		-	-	-
(i) Investments	2	1.52	1.46	1.51
(ii) Others Financial Assets	3	2,346.23	365.58	-
(d) Deferred Tax Assets (Net)		-	-	-
(j) Other Non - Current Assets		-	-	-
Total Non-Current Assets		2,347.75	367.04	1.51
2 Current assets				
(a) Inventories	4	2,124.92	1,260.60	624.08
(b) Financial Assets				
(i) Trade Receivables	5	4,388.70	4,784.38	4,378.09
(ii) Cash and Cash Equivalents	6	674.18	36.60	13.37
(iii) Bank Balances Other than Cash and Cash Equivalents		-	-	-
(iv) Loans & Advances		-	-	-
(v) Others Financial Assets		-	-	-
(c) Other Current Assets	7	0.27	0.18	0.00
Total Current Assets		7,188.07	6,081.76	5,015.53
TOTAL ASSETS		9,535.82	6,448.80	5,017.05
II EQUITY AND LIABILITIES				
1 Equity				
(a) Equity Share Capital	8A	75.62	75.62	75.62
(b) Other Equity	8B	2,210.94	1,668.88	1,308.58
Total Equity		2,286.56	1,744.50	1,384.20
2 Liabilities				
Non-Current Liabilities				
(a) Financial Liabilities				
(i) Borrowings		-	-	-
(ii) Other Financial Liabilities		-	-	-
(b) Long Term Provisions		-	-	-
(c) Other Non - Current Liabilities		-	-	-
Total Non-Current Liabilities		-	-	-
3 Current liabilities				
(a) Financial Liabilities				
(i) Borrowings		-	-	-
(ii) Trade Payables	9	5,467.55	4,535.25	3,523.61
(iii) Other Financial Liabilities		-	-	-
(b) Short Term Provisions	10	1.94	23.33	1.87
(c) Liability for Current Tax (Net)	11	250.54	39.48	41.36
(d) Other Current Liabilities	12	1,529.23	106.25	66.00
Total Current Liabilities		7,249.26	4,704.31	3,632.84
TOTAL EQUITY AND LIABILITIES		9,535.82	6,448.80	5,017.05

SIGNIFICANT ACCOUNTING POLICIES

The accompanying notes are an integral part of these standalone financial

As per our Report of even date

For Talati & Talati LLP

Chartered Accountants

Firm Registration Number: 110758WW100377

CA. Manish Baxi

Partner

Membership No. 045011

Place : Vadodara

Date: 04/10/2022



For and on behalf of Board of Directors

Vishal Agrawal

Director

DIN: 00056800

Place : Vadodara

Date: 04/10/2022

Vishal Agrawal

SHIVA PHARMACHEM AG
STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31ST MARCH, 2022

(Rs. in Lakhs)

Particulars	Note No.	Year ended 31 st March, 2022	Year ended 31 st March, 2021
I CONTINUING OPERATIONS			
INCOME			
Revenue from Operations	13	15,897.74	14,084.44
Other Income	14	-	-
Total Income		15,897.74	14,084.44
II EXPENSES			
Cost of Materials Consumed		-	-
Purchases of Traded Goods	15	15,630.85	13,878.68
Changes in Inventories of Finished Goods, Stock-in-Trade and Work-in Progress	16	(864.32)	(636.52)
Operating Costs	17	360.74	390.52
Employee Benefits Expense	18	4.07	3.50
Finance Costs	19	0.96	0.69
Depreciation and Amortization Expense		-	-
Other Expenses	20	22.19	38.55
Total Expenses		15,154.48	13,675.42
III Profit/(Loss) Before Exceptional Items and Tax		743.26	409.02
IV Exceptional Item		-	-
V Profit/(Loss) before Tax		743.26	409.02
VI Tax Expense		-	-
(1) Current Tax	21	213.21	27.82
(2) Deferred Tax Charge/(Credit)		-	-
Income Tax Expenses		213.21	27.82
VII Profit/(Loss) for the Year from Continuing Operations		530.05	381.20
VIII Other Comprehensive Income			
(i) Items that will not be reclassified to profit or loss			
Remeasurements of net defined benefit plans		-	-
Income tax relating to above items		-	-
Difference due to changes in foreign exchange rates		12.01	(20.91)
Total Other Comprehensive Income		12.01	(20.91)
IX Total Other Comprehensive Income for the Year		542.06	360.29
X Earnings Per Equity Share of CHF 1/- each (for Continuing Operations):	22		
(Amount in Rs.)			
Basic (‘)		530	381
Diluted (‘)		530	381

SIGNIFICANT ACCOUNTING POLICIES

The accompanying notes are an integral part of these standalone financial statements

As per our Report of even date

For Talati & Talati LLP

Chartered Accountants

Firm Registration Number: 110758WW100377

CA. Manish Baxi

Partner

Membership No. 045011

Place : Vadodara

Date: 04/10/2022



1

For and on behalf of Board of Directors

Vishal Agrawal

Vishal Agrawal

Director

DIN: 00056800

Place : Vadodara

Date: 04/10/2022

SHIVA PHARMACHEM AG
STATEMENT OF CASH FLOW FOR THE YEAR ENDED 31ST MARCH, 2022

(Rs. in Lakhs)

Particulars	Year ended 31 st March, 2022	Year ended 31 st March, 2021
CASH FLOW FROM OPERATING ACTIVITIES:		
Profit before Exceptional Items and Tax as per Statement of Profit and Loss	743.26	409.02
Adjustments for:	-	-
Finance Cost	0.96	0.69
Changes in Foreign Exchange Translation Reserves	12.01	(20.91)
	756.23	388.80
Operating profit before working capital changes		
Adjustments for:		
(Increase)/Decrease in Other Financial Assets	(1,980.65)	(365.58)
(Increase)/Decrease in Inventories	(864.32)	(636.52)
(Increase)/Decrease in Trade & Other Receivables	395.68	(406.29)
(Increase)/Decrease in Other Current Assets	(0.09)	(0.18)
Increase/(Decrease) in Investments		
Increase/(Decrease) in Trade & Other Payables	932.31	1,011.63
Increase/(Decrease) in Other Liabilities	1,612.65	59.83
	851.74	51.74
Less: Direct Taxes Paid (Net of Refunds)	(213.21)	(27.82)
	638.54	23.92
Less: Exceptional Items	-	-
Net Cash Flows (Used in)/ Generated from Operating Activities after Exceptional Items	638.54	23.92
CASH FLOW FROM INVESTING ACTIVITIES:		
Inflows		
Sale Proceeds of Property, Plant and Equipment	-	-
Outflows		
Purchase of Property, Plant and Equipment/ Intangible Assets	-	-
	-	-
Net Cash (Used in) / Generated from Investing Activities	-	-



SHIVA PHARMACHEM AG
STATEMENT OF CASH FLOW FOR THE YEAR ENDED 31ST MARCH, 2022

CASH FLOW FROM FINANCING ACTIVITIES:		
Inflows		
Proceeds of Short Term Borrowings (Net)	-	-
Outflows		
Bank Charges	(0.96)	(0.69)
Net Cash (Used in) / Generated from Financing Activities	(0.96)	(0.69)
NET INCREASE/(DECREASE) IN CASH AND BANK BALANCES	637.57	23.23
Add : Cash and Cash Equivalent at Beginning of the Year	36.60	13.37
CASH AND CASH EQUIVALENT AT THE END OF THE YEAR	674.18	36.60
Cash and Cash equivalent as per above comprises of the following:		
Cash and Cash Equivalents (Refer Note 6)	674.18	36.60
Balances as per statement of Cash Flows	674.18	36.60

The accompanying notes are an integral part of these standalone financial statements

Notes:

The cash flow statement has been prepared under the indirect method as set out in Indian Accounting Standard (Ind AS 7) statement of cash flows, whereby profit/ (loss) before extraordinary items and tax is adjusted for the effects of transactions of non-cash nature. The cashflows from operating, investing and financing activities of the company are segregated based on the available information.

As per our Report of even date

For Talati & Talati LLP

Chartered Accountants

Firm Registration Number: 110758WW100377



CA. Manish Baxi

Partner

Membership No. 045011

Place : Vadodara

Date: 04/10/2022



For and on behalf of Board of Directors



Vishal Agrawal

Director

DIN: 00056800

Place : Vadodara

Date: 04/10/2022

SHIVA PHARMACHEM AG

STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 31ST MARCH, 2022

A. EQUITY SHARE CAPITAL

Particulars	(Rs. in Lakhs)
Balance as at 1 st April, 2020	75.62
Changes in equity share capital	-
Balance as at 31st March, 2021	75.62
Changes in equity share capital	-
Balance as at 31st March, 2022	75.62

B. OTHER EQUITY

(Rs. in Lakhs)

Particulars	Reserves & Surplus	Other Comprehensive Income (OCI)	Total
	Retained Earnings	Foreign Currency Translation Reserve	
Balance as at 1 st April, 2020	1,267.55	41.03	1,308.58
Total Comprehensive Income for the year	381.20	-	381.20
Transfer to Foreign Currency Translation Reserve	-	(20.91)	(20.91)
Dividend Paid	-	-	-
Tax on Dividend	-	-	-
Balance as at 31st March, 2021	1,648.75	20.12	1,668.88
Total Comprehensive Income for the year	530.05	-	530.05
Transfer to Foreign Currency Translation Reserve	-	12.01	12.01
Dividend Paid	-	-	-
Tax on Dividend	-	-	-
Balance as at 31st March, 2022	2,178.81	32.13	2,210.94

The accompanying notes are an integral part of these standalone financial statements

As per our Report of even date

For Talati & Talati LLP

Chartered Accountants

Firm Registration Number: 110758WW/100377



CA. Manish Baxi

Partner

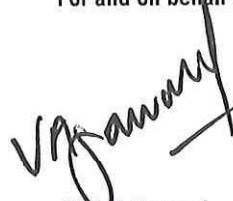
Membership No. 045011

Place : Vadodara

Date: 04/10/2022



For and on behalf of Board of Directors



Vishal Agrawal

Director

DIN: 00056800

Place : Vadodara

Date: 04/10/2022

SHIVA PHARMACHEM AG

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH. 2022

NOTE 2 - NON - CURRENT - INVESTMENTS

(Rs. in Lakhs)

Particulars	As at 31 st March, 2022	As at 31 st March, 2021	As at 1 st April, 2020
A. Investment in Subsidiaries, Associates & Joint Ventures			
Unquoted			
At Fair Value through Other Comprehensive Income			
i. Equity Instruments at Cost			
Shiva Pharmachem International INC (200 Equity Shares of of \$ 10/- each fully paid up)	1.52	1.46	1.51
Total	1.52	1.46	1.51

NOTE 3 - NON - CURRENT FINANCIAL ASSETS

(Rs. in Lakhs)

Particulars	As at 31 st March, 2022	As at 31 st March, 2021	As at 1 st April, 2020
Loan to Kis Chemicals LLC	2,346.23	365.58	-
Total	2,346.23	365.58	-

NOTE 4 - INVENTORIES

(Rs. in Lakhs)

Particulars	As at 31 st March, 2022	As at 31 st March, 2021	As at 1 st April, 2020
Trading Goods	900.42	388.78	41.71
Stocks In Transit	1,224.50	871.82	582.37
Total	2,124.92	1,260.60	624.08

NOTE 5 - CURRENT FINANCIAL ASSETS - TRADE RECEIVABLES

(Rs. in Lakhs)

Particulars	As at 31 st March, 2022	As at 31 st March, 2021	As at 1 st April, 2020
Secured, considered good	-	-	-
Unsecured, considered good	4,388.70	4,784.38	4,378.09
Doubtful	-	-	-
Total	4,388.70	4,784.38	4,378.09



SHIVA PHARMACHEM AG

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH. 2022

NOTE 6 - CASH AND CASH EQUIVALENTS

(Rs. in Lakhs)

Particulars	As at 31 st March, 2022	As at 31 st March, 2021	As at 1 st April, 2020
Cash on hand	-	-	-
Balances with Schedule Banks - In current accounts	674.18	36.60	13.37
Total	674.18	36.60	13.37

NOTE 7 - OTHER CURRENT ASSETS

(Rs. in Lakhs)

Particulars	As at 31 st March, 2022	As at 31 st March, 2021	As at 1 st April, 2020
Balances with Government Authorities Receivables from VAT	0.27	0.18	0.00
Total	0.27	0.18	0.00

NOTE 8B - OTHER EQUITY

(Rs. in Lakhs)

Particulars	As at 31 st March, 2022	As at 31 st March, 2021	As at 1 st April, 2020
Retained Earnings			
Opening balance	1,648.75	1,267.55	862.00
Add : Profit for the year	530.05	381.20	405.55
	2,178.81	1,648.75	1,267.55
General Reserves	-	-	-
Opening balance	-	-	-
Transfers during the year	-	-	-
Foreign Currency Translation Reserve	-	-	-
Opening balance	20.12	41.03	-
Transfers during the year	12.01	(20.91)	41.03
	32.13	20.12	41.03
Other Comprehensive Income	-	-	-
Add : Movement in OCI (Net) during the year	-	-	-
	-	-	-
Total	2,210.94	1,668.88	1,308.58



SHIVA PHARMACHEM AG

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH. 2022

NOTE 9 - TRADE PAYABLES

(Rs. in Lakhs)

Particulars	As at 31 st March, 2022	As at 31 st March, 2021	As at 1 st April, 2020
(A) Total Outstanding dues of micro enterprises and small enterprises			
For Goods	-	-	-
For Services / Other expenses	-	-	-
(B) Total Outstanding dues of creditors other than micro enterprises and small enterprises			
Due to Others	-	-	-
Due to Related Parties	5,467.55	4,535.25	3,523.61
Total	5,467.55	4,535.25	3,523.61

NOTE 10 - PROVISIONS

(Rs. in Lakhs)

Particulars	As at 31 st March, 2022	As at 31 st March, 2021	As at 1 st April, 2020
Provision for Rent Expense	1.94	1.88	1.87
Provision for Transport Expense	-	21.45	-
Total	1.94	23.33	1.87

NOTE 11 - LIABILITY FOR CURRENT TAX

(Rs. in Lakhs)

Particulars	As at 31 st March, 2022	As at 31 st March, 2021	As at 1 st April, 2020
Provision for Income Tax Expense	250.54	39.48	41.36
Total	250.54	39.48	41.36

NOTE 12 - OTHER CURRENT LIABILITIES

(Rs. in Lakhs)

Particulars	As at 31 st March, 2022	As at 31 st March, 2021	As at 1 st April, 2020
Advance from Trade Receivables	1,529.23	105.42	66.00
Other payables	-	0.83	-
Total	1,529.23	106.25	66.00



SHIVA PHARMACHEM AG
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2022

NOTE 8A - EQUITY SHARE CAPITAL

Particulars	As at 31 st March, 2022		As at 31 st March, 2021		As at 1 st April, 2020	
	No. of Shares	(Rs. in Lakhs)	No. of Shares	(Rs. in Lakhs)	No. of Shares	(Rs. in Lakhs)
Authorised						
Equity Shares of CHF 1/- each with voting rights	1,00,000	75.62	1,00,000	75.62	1,00,000	75.62
Issued, subscribed and paid up						
Equity Shares of CHF 1/- each with voting rights	1,00,000	75.62	1,00,000	75.62	1,00,000	75.62
Total	1,00,000	75.62	1,00,000	75.62	1,00,000	75.62

Notes:

a) Reconciliation of number of shares

Particulars	As at 31 st March, 2022		As at 31 st March, 2021		As at 1 st April, 2020	
	No. of Shares	(Rs. in Lakhs)	No. of Shares	(Rs. in Lakhs)	No. of Shares	(Rs. in Lakhs)
Equity Shares :						
Balance as at the beginning of the year	1,00,000	75.62	1,00,000	75.62	1,00,000	75.62
Shares issued during the year	-	-	-	-	-	-
Shares bought back during the year	-	-	-	-	-	-
Balance as at the end of the year	1,00,000	75.62	1,00,000	75.62	1,00,000	75.62

b) Details of equity shares held by shareholders holding more than 5% of the aggregate shares in the Company

Particulars	As at 31 st March, 2022		As at 31 st March, 2021		As at 1 st April, 2020	
	%	No. of shares	%	No. of shares	%	No. of shares
Shiva Pharmachem Limited	100	1,00,000	100	1,00,000	100	1,00,000
Total	100	1,00,000.00	100	1,00,000.00	100	1,00,000.00



SHIVA PHARMACHEM AG

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2022

NOTE 13 - REVENUE FROM OPERATIONS

(Rs. in Lakhs)

Particulars	Year ended 31 st March, 2022	Year ended 31 st March, 2021	Year ended 31 st March, 2020
Sale of Products (i) Traded goods	15,897.74	14,084.44	11,307.75
Total	15,897.74	14,084.44	11,307.75

NOTE 14 - OTHER INCOME

(Rs. in Lakhs)

Particulars	Year ended 31 st March, 2022	Year ended 31 st March, 2021	Year ended 31 st March, 2020
Interest on Loan	-	-	0.15
Total	-	-	0.15

NOTE 15 - PURCHASES OF STOCK-IN-TRADE

(Rs. in Lakhs)

Particulars	Year ended 31 st March, 2022	Year ended 31 st March, 2021	Year ended 31 st March, 2020
Purchase of traded goods	15,630.85	13,878.68	9,959.60
Total	15,630.85	13,878.68	9,959.60

NOTE 16 - CHANGES IN INVENTORIES OF STOCK-IN-TRADE

(Rs. in Lakhs)

Particulars	Year ended 31 st March, 2022	Year ended 31 st March, 2021	Year ended 31 st March, 2020
Closing inventories Stock-in-trade	2,124.92	1,260.60	624.08
	2,124.92	1,260.60	624.08
Opening inventories Stock-in-trade	1,260.60	624.08	1,232.32
	1,260.60	624.08	1,232.32
Total	(864.32)	(636.52)	608.24

NOTE 17 - OPERATING COSTS

(Rs. in Lakhs)

Particulars	Year ended 31 st March, 2022	Year ended 31 st March, 2021	Year ended 31 st March, 2020
Direct Expenses / Acquisition Cost	360.74	390.52	279.97
Total	360.74	390.52	279.97



SHIVA PHARMACHEM AG

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2022

NOTE 18 - EMPLOYEES BENEFIT EXPENSES

(Rs. in Lakhs)

Particulars	Year ended 31 st March, 2022	Year ended 31 st March, 2021	Year ended 31 st March, 2020
Managerial Remuneration	4.07	3.50	3.85
Total	4.07	3.50	3.85

NOTE 19 - FINANCE COSTS

(Rs. in Lakhs)

Particulars	Year ended 31 st March, 2022	Year ended 31 st March, 2021	Year ended 31 st March, 2020
Bank Charges	0.96	0.69	0.37
Total	0.96	0.69	0.37

NOTE 20 - OTHER EXPENSES

(Rs. in Lakhs)

Particulars	Year ended 31 st March, 2022	Year ended 31 st March, 2021	Year ended 31 st March, 2020
Accounting Services	12.92	8.61	9.25
Exchange Loss (Net)	0.09	0.26	0.02
Postage & Telephone	1.89	2.85	-
Vehicle Insurance	-	-	0.13
Legal & Professional Expenses	0.83	-	0.02
Rent Expenses	1.98	2.04	1.76
Travelling & Conveyance	4.47	24.80	3.87
	-	-	-
Total	22.19	38.55	15.05

NOTE 21 - INCOME TAX EXPENSE

Tax expense recognized in the Statement of Profit and Loss

(Rs. in Lakhs)

Particulars	Year ended 31 st March, 2022	Year ended 31 st March, 2021	Year ended 31 st March, 2020
Current tax			
Current Tax on taxable income for the year	213.21	27.82	35.26
Total current tax expense	213.21	27.82	35.26
Deferred tax	-	-	-
Deferred tax charge/(credit)	-	-	-
MAT Credit (taken)/utilised	-	-	-
Total deferred income tax expense/(benefit)	-	-	-
	-	-	-
Total income tax expense	213.21	27.82	35.26



SHIVA PHARMACHEM AG

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2022

NOTE 22 - EARNING PER SHARE

(Rs. in Lakhs)

Particulars	Year ended 31 st March, 2022	Year ended 31 st March, 2021	Year ended 31 st March, 2020
Basic and Diluted earnings per share (Rs)			
From continuing operations (Rs.)	530	381	406
From discontinued operations (Rs.)	-	-	-
Total Basic and Diluted earnings per share (Rs.)	530	381	406

Footnotes:

The earnings and weighted average numbers of equity shares used in the calculation of basic and diluted earnings per share are as follows:

(a) Earnings used in the calculation of basic and diluted earnings per share:

	(Rs. in Lakhs)	(Rs. in Lakhs)	(Rs. in Lakhs)
Profit for the year from continuing operations	530.05	381.20	405.55
Profit for the year from discontinued operations	-	-	-

(b) Weighted average number of equity shares used in the calculation of basic and diluted earnings per share:

	No. of Shares	No. of Shares	No. of Shares
Weighted average number of equity shares used in the calculation of basic and diluted earnings per share from continuing operations and from discontinued operations	1,00,000	1,00,000	1,00,000



SHIVA PHARMACHEM AG
ADDITIONAL FINANCIAL STATEMENT INFORMATION :

NOTE : 5A TRADE RECEIVABLES AGEING SCHEDULE:

As at 31st March, 2022

(Rs. in Lakhs)

Particulars	Outstanding for following periods from due date of payment					Total
	Less than Total 6 months	6 months -1 year	1-2 years	2-3 years	More than 3 years	
(i) Undisputed Trade receivables – considered good	4,388.70	-	-	-	-	4,388.70
(ii) Undisputed Trade Receivables – which have significant increase in credit risk	-	-	-	-	-	-
(iii) Undisputed Trade Receivables – credit impaired	-	-	-	-	-	-
(iv) Disputed Trade Receivables considered good.	-	-	-	-	-	-
(v) Disputed Trade Receivables – which have significant increase in credit risk	-	-	-	-	-	-
(vi) Disputed Trade Receivables – credit impaired	-	-	-	-	-	-

As at 31st March, 2021

(Rs. in Lakhs)

Particulars	Outstanding for following periods from due date of payment					Total
	Less than Total 6 months	6 months -1 year	1-2 years	2-3 years	More than 3 years	
(i) Undisputed Trade receivables – considered good	4,462.81	321.57	-	-	-	4,784.38
(ii) Undisputed Trade Receivables – which have significant increase in credit risk	-	-	-	-	-	-
(iii) Undisputed Trade Receivables – credit impaired	-	-	-	-	-	-
(iv) Disputed Trade Receivables considered good.	-	-	-	-	-	-
(v) Disputed Trade Receivables – which have significant increase in credit risk	-	-	-	-	-	-
(vi) Disputed Trade Receivables – credit impaired	-	-	-	-	-	-



SHIVA PHARMACHEM AG
ADDITIONAL FINANCIAL STATEMENT INFORMATION :

As at 1st April, 2020

(Rs. in Lakhs)

Particulars	Outstanding for following periods from due date of payment					Total
	Less than Total 6 months	6 months -1 year	1-2 years	2-3 years	More than 3 years	
(i) Undisputed Trade receivables – considered good	4,378.09	-	-	-	-	4,378.09
(ii) Undisputed Trade Receivables – which have significant increase in credit risk	-	-	-	-	-	-
(iii) Undisputed Trade Receivables – credit impaired	-	-	-	-	-	-
(iv) Disputed Trade Receivables considered good.	-	-	-	-	-	-
(v) Disputed Trade Receivables – which have significant increase in credit risk	-	-	-	-	-	-
(vi) Disputed Trade Receivables – credit impaired	-	-	-	-	-	-



SHIVA PHARMACHEM AG
ADDITIONAL FINANCIAL STATEMENT INFORMATION :

NOTE : 9A TRADE PAYABLES AGEING SCHEDULE:

As at 31st March, 2022

(Rs. in Lakhs)

Particulars	Outstanding for following periods from due date of payment					Total
	Less than Total 6 months	6 months -1 year	1-2 years	2-3 years	More than 3 years	
(i) MSME	-	-	-	-	-	-
(ii) Others	5,467.55	-	-	-	-	5,467.55
(iii) Disputed dues – MSME	-	-	-	-	-	-
(iv) Disputed dues – Others	-	-	-	-	-	-

As at 31st March, 2021

(Rs. in Lakhs)

Particulars	Outstanding for following periods from due date of payment					Total
	Less than Total 6 months	6 months -1 year	1-2 years	2-3 years	More than 3 years	
(i) MSME	-	-	-	-	-	-
(ii) Others	4,535.25	-	-	-	-	4,535.25
(iii) Disputed dues – MSME	-	-	-	-	-	-
(iv) Disputed dues – Others	-	-	-	-	-	-

As at 1st April, 2020

(Rs. in Lakhs)

Particulars	Outstanding for following periods from due date of payment					Total
	Less than Total 6 months	6 months -1 year	1-2 years	2-3 years	More than 3 years	
(i) MSME	-	-	-	-	-	-
(ii) Others	3,523.61	-	-	-	-	3,523.61
(iii) Disputed dues – MSME	-	-	-	-	-	-
(iv) Disputed dues – Others	-	-	-	-	-	-



SHIVA PHARMACHEM AG

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2022

Note 24 - Related Party Disclosures

A. As per the Indian Accounting Standard-24 on "Related Party Disclosures", list of related parties identified of the Company are as follows.

Name of Related Parties	Nature of Relationship
Shiva Pharmachem Limited	Holding Company
Shiva Pharmachem INC	Subsidiary Company
Kis Chemicals LLC	Group Company

B. The following transactions were carried out with the related parties in the ordinary course of business:

(Rs. in Lakhs)

Nature of Transaction/Relationship	Transactions during the year ended			Outstanding balance [receivable / (payable)] as at		
	31 st March, 2022	31 st March, 2021	1 st April, 2020	31 st March, 2022	31 st March, 2021	1 st April, 2020
Shiva Pharmachem Limited						
Purchase of Goods	15,630.85	13,878.68	9,959.60	5,467.55	4,535.25	3,523.61
Advances Received for Goods	1,516.14	-	-	1,516.14	-	-

C. Disclosure on Loans/Advance to Directors/ KMP/ Related Parties

(Rs. in Lakhs)

Type of Borrower	31 st March, 2022		31 st March, 2021		1 st April, 2020	
	Amount of loan or advance in the nature of loan Outstanding	Percentage to the total Loans and Advances in the nature of loans	Amount of loan or advance in the nature of loan Outstanding	Percentage to the total Loans and Advances in the nature of loans	Amount of loan or advance in the nature of loan Outstanding	Percentage to the total Loans and Advances in the nature of loans
Related Party - Kis Chemicals LLC	2,346.23	100%	365.58	100%	-	-



SHIVA PHARMACHEM AG

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2022

Note 23 -

Fair value measurements

A. Accounting classification and fair values

(Rs. in Lakhs)

As at 31st March, 2022

Particulars	FVTPL	FVTOCI	Amortised Cost	Total	Level 1 - Quoted price in active markets	Level 2 - Significant observable inputs	Level 3 - Significant unobservable inputs	Total
Investments*	-	-	-	-	-	-	-	-
Trade receivables	-	-	4,388.70	4,388.70	-	-	-	-
Cash and cash equivalents	-	-	674.18	674.18	-	-	-	-
Other bank balance	-	-	-	-	-	-	-	-
Loans	-	-	-	-	-	-	-	-
Other financial assets	-	-	-	-	-	-	-	-
Total Financial assets	-	-	5,062.88	5,062.88	-	-	-	-
Borrowings (incl. current maturities)	-	-	-	-	-	-	-	-
Other Non current Liabilities	-	-	-	-	-	-	-	-
Trade payables	-	-	5,467.55	5,467.55	-	-	-	-
Other financial liabilities	-	-	-	-	-	-	-	-
Total Financial liabilities	-	-	5,467.55	5,467.55	-	-	-	-

(Rs. in Lakhs)

As at 31st March, 2021

Particulars	FVTPL	FVTOCI	Amortised Cost	Total	Level 1 - Quoted price in active markets	Level 2 - Significant observable inputs	Level 3 - Significant unobservable inputs	Total
Investments*	-	-	-	-	-	-	-	-
Trade receivables	-	-	4,784.38	4,784.38	-	-	-	-
Cash and cash equivalents	-	-	36.60	36.60	-	-	-	-
Other bank balance	-	-	-	-	-	-	-	-
Loans	-	-	-	-	-	-	-	-
Other financial assets	-	-	-	-	-	-	-	-
Total Financial assets	-	-	4,820.98	4,820.98	-	-	-	-
Borrowings (incl. current maturities)	-	-	-	-	-	-	-	-
Other Non current Liabilities	-	-	-	-	-	-	-	-
Trade payables	-	-	4,535.25	4,535.25	-	-	-	-
Other financial liabilities	-	-	-	-	-	-	-	-
Total Financial liabilities	-	-	4,535.25	4,535.25	-	-	-	-



SHIVA PHARMACHEM AG
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2022

As at 1st April, 2020 (Rs. in Lakhs)

Particulars	FVTPL	FVTOCI	Amortised Cost	Total	Level 1 - Quoted price in active markets	Level 2 - Significant observable inputs	Level 3 - Significant unobservable inputs	Total
Investments*	-	-	-	-	-	-	-	-
Trade receivables	-	-	4,378.09	4,378.09	-	-	-	-
Cash and cash equivalents	-	-	13.37	13.37	-	-	-	-
Other bank balance	-	-	-	-	-	-	-	-
Loans	-	-	-	-	-	-	-	-
Other financial assets	-	-	-	-	-	-	-	-
Total Financial assets	-	-	4,391.46	4,391.46				
Borrowings (incl. current maturities)	-	-	-	-	-	-	-	-
Other Non current Liabilities	-	-	-	-	-	-	-	-
Trade payables	-	-	3,523.61	3,523.61	-	-	-	-
Other financial liabilities	-	-	-	-	-	-	-	-
Total Financial liabilities	-	-	3,523.61	3,523.61				

*Investment in note 6 includes investments in subsidiaries and joint ventures which are carried at cost and hence are not required to be disclosed as per Ind AS 107 "Financial Instruments Disclosures". Hence, the same have been excluded from the above table.

B. Measurement of fair values

The below analyses financial instruments carried at fair value, by valuation method. The different levels have been defined as follow:

Level 1: Quoted prices in active markets for identical assets and liabilities.

Level 2: Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices).

Level 3: Inputs for the assets or liabilities that are not based on observable market data (unobservable inputs).



SHIVA PHARMACHEM AG

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH. 2022

Note 23 -

Financial instruments – Fair values and risk management

The Company's principal financial liabilities comprises of trade and other payables. The Company's financial assets include trade and other receivables, and cash & cash equivalents that it derives directly from its operations.

The Company is exposed to market risk, credit risk and liquidity risk. The Company's senior management oversees the management of these risks. The Company's senior management is supported by the Board of Directors that advises on financial risks and the appropriate financial risk governance framework for the Company. This provides assurance to the Company's senior management that the Company's financial risk activities are governed by appropriate policies and procedure and that financial risks are identified, measured and managed in accordance with the Company's policies and risk objectives. The Board of Directors reviews and agrees policies for managing each risk, which are summarised as below:

(i) Credit risk

Credit risk is the risk of financial loss to the Company if a customer or counterparty to a financial instrument fails to meet its contractual obligations. The Company is exposed to credit risk for trade receivables and other financial assets.

Other financial assets

Other financial assets includes loan to employees, security deposits, investments, cash and cash equivalents, other bank balance, advances to employees etc.

- Cash and cash equivalents and Bank deposits are placed with banks having good reputation and past track record with adequate credit rating.
- The Company has given security deposit to various government authorities. Being government authorities, the Company does not have exposure to any credit risk.

Trade and other receivables

The exposure to credit risk on accounts receivables and amounts due from related parties is monitored on an ongoing basis by the management and these are considered recoverable by the company's management. Accounts receivables were outstanding from few customers and hence the Company has concentration of accounts receivables and cosequent risk to that extent.

In view of the management based on the company's past history as well as forward looking estimates at the end of each reporting period, receivables are good and fully recoverable.

The following year end trade receivables, loans and other financial assets balances, though overdue, are expected to be realised in the normal course of business and hence, are not considered impaired as at March 31, 2021 and March 31, 2020 :

(Rs. in Lakhs)			
Particulars	31 st March, 2022	31 st March, 2021	1 st April, 2020
Neither impaired nor past due			
Past due but not impaired			
0-3 Months	4,388.70	4,462.81	4,378.09
3-6 Months	-	-	-
6-12 Months	-	321.57	-
more than 365 days	-	-	-
	4,388.70	4,784.38	-

Movements in expected credit loss allowance

(Rs. in Lakhs)			
Particulars	31 st March, 2022	31 st March, 2021	1 st April, 2020
Balance at the beginning of the year	-	-	-
Movements in allowance	-	-	-
Balance at the end of the year	-	-	-



SHIVA PHARMACHEM AG

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2022

Note 23 -

Financial instruments – Fair values and risk management (Cont'd...)

(ii) Liquidity risk

The Company requires funds both for short-term operational needs as well as for long-term investment programmes mainly in growth projects. Management monitors forecasts of the Company's liquidity position and cash and cash equivalent on the basis of expected cash flows.

Financing arrangement

The Company had access to the following undrawn borrowing facilities at the end of the reporting period: (Rs. in Lakhs)

Particulars	31 st March, 2022	31 st March, 2021	1 st April, 2020
Fixed Rate			
Expiring within one year (bank overdraft and other facilities)	-	-	-
Expiring beyond one year (bank overdraft and other facilities)	-	-	-
	-	-	-

Exposure to liquidity risk

The following are the remaining contractual maturities of financial liabilities at the reporting date. The amounts are gross and undiscounted, and include estimated interest payments and exclude the impact of netting agreements.

As at 31 st March, 2022	Carrying amount	Total	Contractual maturities	
			Less than 12 months	More than 12 months
Non-derivative financial liabilities				
Borrowings (incl. current maturities)	-	-	-	-
Trade payables	5,467.55	5,467.55	5,467.55	-
Other current financial liabilities	-	-	-	-
Total	5,467.55	5,467.55	5,467.55	-

As at 31 st March, 2021	Carrying amount	Total	Contractual maturities	
			Less than 12 months	More than 12 months
Non-derivative financial liabilities				
Borrowings (incl. current maturities)	-	-	-	-
Trade payables	4,535.25	4,535.25	4,535.25	-
Other current financial liabilities	-	-	-	-
Total	4,535.25	4,535.25	4,535.25	-



SHIVA PHARMACHEM AG

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH. 2022

(Rs. in Lakhs)

As at 1 st April, 2020	Carrying amount	Total	Contractual maturities	
			Less than 12 months	More than 12 months
Non-derivative financial liabilities				
Borrowings (incl. current maturities)	-	-	-	-
Trade payables	3,523.61	3,523.61	3,523.61	-
Other current financial liabilities	-	-	-	-
Total	3,523.61	3,523.61	3,523.61	-



SHIVA PHARMACHEM AG**NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2022****Note 23 -****Financial instruments – Fair values and risk management (Cont'd...)****(iii) Market risk**

Market risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of changes in market prices. Market risk comprises of interest rate risk, currency risk and other price risk, such as equity price risk and commodity risk. Financial instruments affected by market risk include loans and borrowings and deposits.

(a) Currency risk

Currency risk faced by the company is minimal as there are minimal foreign currency transactions. Most of the monetary assets and liabilities are denominated in United States Dollar (USD),(CHF)

(b) Interest rate risk

Interest rate risk is the risk of variability in profit due to change in interest rates on interest bearing assets and interest bearing liabilities.

Exposure to interest rate risk

The interest rate profile of the Company's interest - bearing financial instrument as reported to management is as follows:

(Rs. in Lakhs)

Particulars			
Fixed-rate instruments			
Financial assets	-	-	-
Financial liabilities*	-	-	-
Variable-rate instruments			
Financial assets	-	-	-
Financial liabilities	-	-	-
Non-interest bearing instruments			
Financial assets**	7,410.62	5,188.02	4,392.97
Financial liabilities	5,467.55	4,535.25	3,523.61

Sensitivity analysis

Particulars	Impact on profit before tax		
	31 st March, 2022	31 st March, 2021	1 st April, 2020
Interest rate			
- increase by 50 basis points	-	-	-
- decrease by 50 basis points	-	-	-

(c) Investment Price Risk

The Company is exposed to the risk of its investment not being recovered.



SHIVA PHARMACHEM AG

NOTES TO IND AS FINANCIAL STATEMENTS FOR THE YEAR ENDED ON 31ST MARCH, 2022:

Corporate information:

Shiva Pharmachem AG (the company) is an Unlisted Company incorporated in Europe. The Registered office of the Company is located at Steineggstrasse 32 8852 Altendorf.

The company is engaged in the business of trading of acids, alkyl chlorides and intermediates.

Significant Accounting Policies:

1. Basis of preparation and presentation

Compliance with Ind AS:

The financial statements of the Company have been prepared in accordance with Indian Accounting Standards (Ind AS) notified under the Companies (Indian Accounting Standards) Rules, 2015 (as amended).

The company is not required to get its books of accounts audited as per the European Law. Also, The Indian Accounting Standards are as such not applicable to it. However, as The Shiva Pharmachem Limited (the "Parent Company") which is incorporated in India is going for an Initial Public Offer, Schedule VI – Part A (11)(I)(A)(ii) of the Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018, as amended ("ICDR Regulations") requires mandatory audit for a material subsidiary included in restated consolidated financial statements to be included DRHP. Further sub clause (c) to Part A (11)(I)(A)(ii) states that "the financial statements of foreign entities consolidated may be audited as per the requirements of local regulation applicable in the respective jurisdiction. However, in cases where the local regulation does not mandate audit, financial statements should be audited as per the accounting standards/ requirements applicable in India". Therefore, Shiva AG being its wholly owned material foreign subsidiary, audit is mandatory. As the company is not required to get its books of accounts audited as per the European Law, the management has prepared and presented the financial statements as per The Indian Accounting Standards prescribed in The Companies Act, 2013 for the sole purpose of inclusion of the same in the consolidated financial statements of the Parent Company. These financial statements are referred by the management of company as special purpose financial statements.

The date of transition to Ind AS is April 1, 2020. Refer Note 1A for the details of first-time adoption exemptions availed by the Company. In accordance with Ind AS 101 First-time Adoption of Indian Accounting Standard, the Company has presented a reconciliation of figures as per unaudited financial statements prepared as per the European Law and the presentation of financial statements under Ind AS, of the Shareholders' equity as at March 31, 2021 and April 1, 2020 and of the comprehensive net income for the year ended March 31, 2021 and April 1, 2020. Refer note 1A for information on how the Company adopted Ind AS.

Historical Cost Convention:

The financial statements have been prepared on a historical cost basis, except for

- i. Certain financial assets and liabilities measured at fair value (refer accounting policy regarding financial instruments)

These Special purpose Ind AS financial statements are presented in Indian Rupees (INR) which is the Company's presentation currency. The functional currency is US Dollars (USD).

2. Use of estimates

The preparation of the financial statements in conformity with Ind AS requires management to make estimates, judgements and assumptions. These estimates, judgements and assumptions affect the application of accounting policies and the reported amounts of assets and liabilities, the disclosures of contingent assets and liabilities at the date of the financial statements and reported amounts of revenues and expenses during the period. Application



SHIVA PHARMACHEM AG

NOTES TO IND AS FINANCIAL STATEMENTS FOR THE YEAR ENDED ON 31ST MARCH, 2022:

of accounting policies that require critical accounting estimates involving complex and subjective judgements and the use of assumptions in these financial statements have been disclosed in notes below. Accounting estimates could change from period to period. Actual results could differ from these estimates. Appropriate changes in estimates are made as management becomes aware of changes in circumstances surrounding the estimates. Changes in estimates are reflected in the financial statements in the period in which changes are made and if material, then effects are disclosed in the notes to the financial statements.

3. Current versus non-current classification

The Company presents assets and liabilities in the balance sheet based on current/ non-current classification.

An asset is treated as current when it is:

- Expected to be realized or intended to be sold or consumed in normal operating cycle; or
- Held primarily for the purpose of trading; or
- Expected to be realized within twelve months after the reporting period; or
- Cash or cash equivalent unless restricted from being exchanged or used to settle a liability for at least twelve months after the reporting period

All other assets are classified as non-current.

A liability is current when:

- It is expected to be settled in normal operating cycle; or
- It is held primarily for the purpose of trading; or
- It is due to be settled within twelve months after the reporting period; or
- There is no unconditional right to defer the settlement of the liability for at least twelve months after the reporting period.

The Company classifies all other liabilities as non-current.

Deferred tax assets and liabilities are classified as non-current assets and liabilities respectively.

The operating cycle is the time between the acquisition of assets for processing and their realization in cash and cash equivalents. The Company has identified twelve months as its operating cycle.

4. Financial Instruments

A financial instrument is any contract that gives rise to a financial asset of one entity and a financial liability or equity instrument of another entity. The Company determines the classification of its financial assets and liabilities at initial recognition. The classification depends on the Company's business model for managing the financial assets and the contractual terms of the cash flows.

i. Financial Assets

A. Initial Recognition and Measurement

All Financial Assets are initially recognised at fair value. Transaction costs that are directly attributable to the acquisition or issue of Financial Assets, which are not at Fair Value Through Profit or Loss, are adjusted to the fair value on initial recognition. Purchase and sale of Financial Assets are recognised using trade date accounting.

B. Subsequent Measurement

a) Financial Assets measured at Amortised Cost (AC)

A Financial Asset is measured at Amortised Cost if it is held within a business model whose objective is to hold the asset in order to collect contractual cash flows and the contractual terms of the Financial Asset give rise to cash flows on specified dates that represent solely payments of principal and interest on the principal amount outstanding.

b) Financial Assets measured at Fair Value Through Other Comprehensive Income (FVTOCI)



SHIVA PHARMACHEM AG

NOTES TO IND AS FINANCIAL STATEMENTS FOR THE YEAR ENDED ON 31ST MARCH, 2022:

A Financial Asset is measured at FVTOCI if it is held within a business model whose objective is achieved by both collecting contractual cash flows and selling Financial Assets and the contractual terms of the Financial Asset give rise on specified dates to cash flows that represents solely payments of principal and interest on the principal amount outstanding.

The Company has made an irrevocable election for its investments which are classified as equity instruments to present the subsequent changes in fair value in Other Comprehensive Income based on its business model.

On de-recognition of such Financial assets, cumulative gain or loss previously recognised in Other Comprehensive Income is not reclassified from the equity to statement of Profit and Loss.

c) Financial Assets measured at Fair Value through Profit or Loss (FVTPL)

A Financial Asset which is not classified in any of the above categories are measured at FVTPL.

Financial assets are reclassified subsequent to their recognition, if the Company changes its business model for managing those financial assets. Changes in business model are made and applied prospectively from the reclassification date which is the first day of immediately next reporting period following the changes in business model in accordance with principles laid down under Ind AS 109 – Financial Instruments.

C. Investment in Subsidiaries, Associates and Joint Ventures

The Company has accounted for its investments in Subsidiaries, associates and joint venture at cost less impairment loss (if any).

D. Other Equity Investments

All other equity investments are measured at fair value, with value changes recognised in Statement of Profit and Loss, except for those equity investments for which the Company has elected to present the value changes in 'Other Comprehensive Income'. However, dividend on such equity investments are recognised in Statement of Profit and loss when the Company's right to receive payment is established.

E. Impairment of Financial Assets

In accordance with Ind AS 109, the Company uses 'Expected Credit Loss'(ECL) model, for evaluating impairment of Financial Assets other than those measured at Fair Value Through Profit and Loss (FVTPL). Expected Credit Losses are measured through a loss allowance at an amount equal to:

- The 12-months expected credit losses (expected credit losses that result from those default events on the financial instrument that are possible within 12 months after the reporting date); or
- Full lifetime expected credit losses (expected credit losses that result from all possible default events over the life of the financial instrument).

For Trade Receivables the Company applies 'simplified approach' which requires expected lifetime losses to be recognised from initial recognition of the receivables. The Company uses historical default rates to determine impairment loss on the portfolio of trade receivables. At every reporting date these historical default rates are reviewed and changes in the forward looking estimates are analysed.

For other assets, the Company uses 12 months ECL to provide for impairment loss where there is no significant increase in credit risk. If there is significant increase in credit risk full lifetime ECL is used.

ii. Financial Liabilities

A. Initial Recognition and Measurement

All Financial Liabilities are recognised at fair value and in case of borrowings, net of directly attributable cost. Fees of recurring nature are directly recognised in the Statement of Profit and Loss as finance cost.



SHIVA PHARMACHEM AG

NOTES TO IND AS FINANCIAL STATEMENTS FOR THE YEAR ENDED ON 31ST MARCH, 2022:

B. Subsequent Measurement

Financial Liabilities are carried at amortised cost using the effective interest method. For trade and other payables maturing within one year from the balance sheet date, the carrying amounts approximate fair value due to the short maturity of these instruments.

iii. De-recognition of Financial Instruments

The Company derecognises a Financial Asset when the contractual rights to the cash flows from the Financial Asset expire or it transfers the Financial Asset and the transfer qualifies for de-recognition under Ind AS 109. A Financial liability (or a part of Financial liability) is derecognised from the Company's Balance Sheet when the obligation specified in the contract is discharged or cancelled or expires.

iv. Offsetting

Financial Assets and Financial Liabilities are offset and the net amount is presented in the balance sheet when, and only when, the Company has a legally enforceable right to set off the amount and it intends, either to settle them on a net basis or to realise the asset and settle the liability simultaneously.

5. Fair Value Measurement

The Company measures financial instruments, such as, investments, derivatives at fair value at each balance sheet date.

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The fair value measurement is based on the presumption that the transaction to sell the asset or transfer the liability takes place either:

- In the principal market for the asset or liability,
- In the absence of a principal market, in the most advantageous market for the asset or liability. The principal or the most advantageous market must be accessible by the Company. The fair value of an asset or a liability is measured using the assumptions that market participants would use when pricing the asset or liability, assuming that market participants act in their best economic interest. The Company uses valuation techniques that are appropriate in the circumstances and for which sufficient data are available to measure fair value, maximizing the use of relevant observable inputs and minimizing the use of unobservable inputs. All assets and liabilities for which fair value is measured or disclosed in the financial statements are categorized within the fair value hierarchy, described as follows, which gives highest priority to quoted prices in active markets and the lowest priority to unobservable inputs.

Level 1 — Quoted (unadjusted) market prices in active markets for identical assets or liabilities.

Level 2 — Valuation techniques for inputs other than quoted prices included within Level 1 that are observable for the asset or Liability either directly or indirectly.

Level 3 — Valuation techniques for inputs that are unobservable for the asset or liability.

For the purpose of fair value disclosures, the Company has determined classes of assets and liabilities on the basis of the nature, characteristics and risks of the asset or liability and the level of the fair value hierarchy as explained above.

6. Impairment of non-financial assets

The Company's non-financial assets, other than inventories and deferred tax assets, are reviewed at each reporting date to determine whether there is any indication of impairment. If any such indication exists, then the asset's recoverable amount is estimated.

For impairment testing, assets that do not generate independent cash inflows are grouped together into cash generating units (CGUs). Each CGU represents the smallest group of assets that generates cash inflows that are largely independent of the cash inflows of other assets or CGUs.



SHIVA PHARMACHEM AG

NOTES TO IND AS FINANCIAL STATEMENTS FOR THE YEAR ENDED ON 31ST MARCH, 2022:

The recoverable amount of a CGU (or an individual asset) is the higher of its value in use and its fair value less costs to sell. Value in use is based on the estimated future cash flows, discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the CGU (or the asset).

The Company's corporate assets (e.g., central office building for providing support to various CGUs) do not generate independent cash inflows. To determine impairment of a corporate asset, recoverable amount is determined for the CGUs to which the corporate asset belongs.

An impairment loss is recognised if the carrying amount of an asset or CGU exceeds its estimated recoverable amount. Impairment losses are recognised in the statement of profit and loss except for properties previously revalued with the revaluation surplus taken to Other Comprehensive Income (OCI). For such properties, the impairment is recognised in OCI up to the amount of any previous revaluation surplus. An impairment loss in respect of assets for which impairment loss has been recognised in prior periods, the Company reviews at each reporting date whether there is any indication that the loss has decreased or no longer exists. An impairment loss is reversed if there has been a change in the estimates used to determine the recoverable amount. Such a reversal is made only to the extent that the asset's carrying amount does not exceed the carrying amount that would have been determined, net of depreciation or amortisation, if no impairment loss had been recognized.

7. Foreign Currencies Transactions and Translation

Accounting treatment for translation of transaction from foreign currencies into functional currencies:

For translation of transactions from foreign currencies into the functional currency exchange rate prevailing on the date of transaction are used.

Monetary assets and liabilities denominated in foreign currencies are translated at the functional currency closing rates of exchange at the reporting date. Exchange differences arising on settlement or translation of monetary items are recognised in Statement of Profit and Loss except to the extent of exchange differences which are regarded as an adjustment to interest costs on foreign currency borrowings that are directly attributable to the acquisition or construction of qualifying assets which are capitalised as cost of assets.

Non-monetary items that are measured in terms of historical cost in a foreign currency are recorded using the exchange rates at the date of the transaction. Non-monetary items measured at fair value in a foreign currency are translated using the exchange rates at the date when the fair value was measured. The gain or loss arising on translation of non-monetary items measured at fair value is treated in line with the recognition of the gain or loss on the change in fair value of the item (i.e. translation differences on items whose fair value gain or loss is recognised in Other Comprehensive Income or Statement of Profit and Loss are also recognised in Other Comprehensive Income or Statement of Profit and Loss, respectively).

In case of an asset, expense or income where a non-monetary advance is paid/received, the date of transaction is the date on which the advance was initially recognised. If there were multiple payments or receipts in advance, multiple dates of transactions are determined for each payment or receipt of advance consideration.

Accounting treatment for translation of transaction from functional currencies into Presentation currencies.

- i. Assets and Liabilities for each balance sheet presented are translated at the closing rate at the date of that balance sheet.
- ii. Income and expenses are translated at exchange rates at the dates of relevant transaction; exchange rates for the period if often used if they are approximation.
- iii. All resulting exchange differences are recognised in other comprehensive income as they have little or no direct effect on the present and future cash flows from the operations and are presented in a separate component of equity (generally referred to as the foreign currency translation reserve) until the disposal of foreign operation;
- iv. Cash flows are translated at appropriate average exchange rates.



SHIVA PHARMACHEM AG

NOTES TO IND AS FINANCIAL STATEMENTS FOR THE YEAR ENDED ON 31ST MARCH, 2022:

8. Cash and Cash Equivalents

The Company considers all highly liquid financial instruments, which are readily convertible into known amounts of cash that are subject to an insignificant risk of change in value and having original maturities of three months or less from the date of purchase, to be cash equivalents. Cash and cash equivalents consist of balances with banks which are unrestricted for withdrawal and usage.

9. Provisions, Contingent Liabilities and Contingent Assets

Provisions are recognised when the Company has a present obligation (legal or constructive) as a result of a past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation. If the effect of the time value of money is material, provisions are discounted using a current pre-tax rate that reflects, when appropriate, the risks specific to the liability. When discounting is used, the increase in the provision due to the passage of time is recognised as a finance cost.

A contingent liability is

- (a) a possible obligation that arises from past events and whose existence will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the entity or
- (b) a present obligation that arises from past events but is not recognised because
 - (i) it is not probable that an outflow of resources embodying economic benefits will be required to settle the obligation or
 - (ii) the amount of the obligation cannot be measured with sufficient reliability.

Disclosure of contingent liability is made when there is a possible obligation arising from past events, the existence of which will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Company or a present obligation that arises from past events where it is either not probable that an outflow of resources embodying economic benefits will be required to settle or a reliable estimate of amount cannot be made.

A contingent asset is a possible asset that arises from the past events and whose existence will be confirmed only by the occurrence or non- occurrence of one or more of uncertain future events not wholly within the control of the entity. Contingent assets are disclosed in the Financial Statements by way of notes to accounts when an inflow of economic benefits is probable.

10. Revenue Recognition (Revenue from Contracts with Customers):

The Company derives Revenue primarily from sale of products being "Chemicals". Revenue from contracts with customers is recognised when the control of the goods or services are transferred to the customer at an amount that reflects the consideration to which the Company expects to be entitled in exchange for those goods or services.

(a) Sale of Goods:

Revenue from sale of goods is recognised at the point of time when control of the goods is transferred to the customer, generally on dispatch/delivery of the goods. Sale of goods is recognised net of sales returns and trade discounts. Sales excludes amounts of indirect taxes on sales.

(b) Other Operating Income and Other Income:

Revenue with respect to Other Operating Income (Sale of Scrap) and Other Income are recognised when a reasonable certainty as to its realisation exists.



SHIVA PHARMACHEM AG

NOTES TO IND AS FINANCIAL STATEMENTS FOR THE YEAR ENDED ON 31ST MARCH, 2022:

11. Inventories:

Inventories have been valued on the following basis:

Nature of Inventories	Basis of Inventories Valuation
Finished Goods Stock	Inventories of Finished Goods are valued at the lower of cost and net realisable value. Cost represents material, labour and other incidental costs to bring the inventory in present location and condition.
Stock in Transit	Stock in transit stocks is valued at material cost.

12. Employee Benefits Expense

Short-Term Employee Benefits

The undiscounted amount of short-term employee benefits expected to be paid in exchange for the services rendered by employees are recognised as an expense during the period when the employees render the services.

13. Tax Expenses

The tax expenses for the period comprises of current tax and deferred income tax. Tax is recognised in Statement of Profit and Loss, except to the extent that it relates to items recognised in the Other Comprehensive Income. In which case, the tax is also recognised in Other Comprehensive Income.

i . Current Tax

Current tax assets and liabilities are measured at the amount expected to be recovered from or paid to the Income Tax authorities, based on tax rates and laws that are enacted at the Balance sheet date.

ii. Deferred Tax

Deferred tax is recognised on temporary differences between the carrying amounts of assets and liabilities in the Financial Statements and the corresponding tax bases used in the computation of taxable profit.

Deferred tax assets are recognised to the extent it is probable that taxable profit will be available against which the deductible temporary differences, and the carry forward of unused tax losses can be utilised. Deferred tax liabilities and assets are measured at the tax rates that are expected to apply in the period in which the liability is settled or the asset realised, based on tax rates (and tax laws) that have been enacted or substantively enacted by the end of the reporting period. The carrying amount of Deferred tax liabilities and assets are reviewed at the end of each reporting period.

14. Investments in Subsidiaries:

A subsidiary is an entity that is controlled by the Company.

The Company accounts for the investments in equity shares of subsidiaries at Cost in accordance with Ind AS 27 – Separate Financial Statements.



SHIVA PHARMACHEM AG

NOTES TO IND AS FINANCIAL STATEMENTS FOR THE YEAR ENDED ON 31ST MARCH, 2022:

15. Earnings per share

Basic earnings per share

The Company calculates basic earnings per share amounts for profit or loss attributable to ordinary equity holders and, if presented, profit or loss from continuing operations attributable to those equity holders.

Basic earnings per share is calculated by dividing profit or loss attributable to ordinary equity holders (the numerator) by the weighted average number of ordinary shares outstanding (the denominator) during the period.

The weighted average number of ordinary shares outstanding during the period and for all periods presented shall be adjusted for events, other than the conversion of potential ordinary shares, that have changed the number of ordinary shares outstanding without a corresponding change in resources.

Diluted earnings per share

The Company calculates diluted earnings per share amounts for profit or loss attributable to ordinary equity holders and, if presented, profit or loss from continuing operations attributable to those equity holders. For the purpose of calculating diluted earnings per share, the Company adjusts profit or loss attributable to ordinary equity holders, and the weighted average number of shares outstanding, for the effects of all dilutive potential ordinary shares, if any.

For the purpose of calculating diluted earnings per share, the weighted average number of ordinary shares calculated for calculating basic earnings per share and adjusted the weighted average number of ordinary shares that would be issued on the conversion of all the dilutive potential ordinary shares into ordinary shares. Dilutive potential ordinary shares are deemed to have been converted into ordinary shares at the beginning of the period or, if later, the date of the issue of the potential ordinary shares.

16. Segment Reporting:

The operating segment has been identified and reported taking into account its internal financial reporting, performance evaluation and organizational structure of its operations. Operating segment is reported in the manner evaluated by Board, considered as Chief Operating Decision Maker under Ind AS 108 "Operating Segment".

The Company has only one segment of activity, namely "Trading of Chemicals", in accordance with the definition of "Segment" covered under Indian Accounting Standards (Ind AS) 108 on Operating Segments. Presently, the Company's operations are predominantly confined in Europe.



SHIVA PHARMACHEM AG

NOTES TO IND AS FINANCIAL STATEMENTS FOR THE YEAR ENDED ON 31ST MARCH, 2022:

17. Event occurred after the Balance Sheet Date

The Company evaluates events and transactions that occur subsequent to the balance sheet date but prior to the approval of the financial statements to determine the necessity for recognition and/or reporting of any of these events and transactions in the financial statements. There were no material subsequent events to be recognized or reported.

For Talati & Talati LLP

Chartered Accountants

Firm Registration Number: 110758WW100377



CA. Manish Baxi

Partner

Membership No. 045011

Place : Vadodara

Date: 04/10/2022



For and on behalf of Board of Directors



Vishal Agrawal

Director

DIN: 00056800

Place : Vadodara

Date: 04/10/2022

SHIVA PHARMACHEM AG

NOTES TO IND AS FINANCIAL STATEMENTS FOR THE YEAR ENDED ON 31ST MARCH, 2022:

Transition date (Opening) IND AS balance sheet of Shiva Pharmachem AG as at 01st April, 2020

Note 1A First Time Adoption to Ind AS

The company (Shiva Pharmachem AG) is not required to get its books of accounts audited as per the European Law. Also, The Indian Accounting Standards are as such not applicable to it. However, as The Shiva Pharmachem Limited (the "Parent Company") incorporated in India is going for an Initial Public Offer, Schedule VI – Part A (11)(I)(A)(ii) of the Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018, as amended ("ICDR Regulations") requires mandatory audit for a material subsidiary included in restated consolidated financial statements to be included DRHP. Further sub clause (c) to Part A (11)(I)(A)(ii) states that "the financial statements of foreign entities consolidated may be audited as per the requirements of local regulation applicable in the respective jurisdiction. However, in cases where the local regulation does not mandate audit, financial statements should be audited as per the auditing standards/ requirements applicable in India". Therefore, Shiva Pharmachem AG being its wholly owned material foreign subsidiary, audit is mandatory. As the company is not required to get its books of accounts audited as per the European Law, the management has prepared and presented the financial statements as per Indian Accounting standards prescribed in the companies act 2013 for the sole purpose of inclusion of the same in the consolidated financial statements of Parent Company. These financial statements are referred by the management of company as special purpose financial statements.

Shiva Pharmachem AG is a Foreign Subsidiary Company of Shiva Pharmachem Limited. It's Special Purpose Financial Statements during the FY 2021-2022 have been prepared as per Indian Accounting Standards as notified by the Ministry of Corporate Affairs and has prepared the first Ind AS Financial Statements for the financial year ended 31st March 2022.

Ind AS 101 First Time adoption to Ind AS prescribes the accounting principles for first time adoption of Ind AS. It lays down various 'transition' requirements when a Company adopts Ind AS for the first time. The accounting under Ind AS should be applied retrospectively at the time of transition to Ind AS. However, Ind AS 101 grants limited exemptions from these requirements. The Mandatory and Optional exemptions opted by the Company are mentioned below.

Accordingly, the Company has prepared financial statements which comply with Ind AS applicable for the year ending on March 31, 2022, together with the comparative period data as at and for the year ended March 31, 2021, as described in the summary of significant accounting policies.

Mandatory Exemptions applied in transition to Ind AS:

a) **Estimates:**

As per Ind AS 101 an entity's estimates in accordance with Ind AS at the date of transition to Ind AS shall be consistent with estimates made for the same date in accordance with previous GAAP (after adjustments to reflect any difference in accounting policies), unless there is objective evidence that those estimates were in error.

Company's Ind AS estimates as at date of transition are consistent with the estimates as at the same date made in conformity with the previous GAAP.

b) **Classification and Measurement of Financial assets and Financial Liabilities:**

In accordance with Ind AS 101, the Company has assessed the classification and measurement of financial assets on the basis of facts and circumstances that exist at the date of transition to Ind AS.



SHIVA PHARMACHEM AG

NOTES TO IND AS FINANCIAL STATEMENTS FOR THE YEAR ENDED ON 31ST MARCH, 2022:

Optional Exemptions to Ind AS:

Ind AS 101 allows first-time adopters certain exemptions from the retrospective application of certain requirements under Ind AS. The Company has applied the following exemptions:

a) **Investments in subsidiaries, associates and joint venture:**

In accordance with Para D14 and D15 Ind AS 101, the Company has opted to continue with the carrying amount of its investments as deemed cost as at the date of transition to Ind AS.

Explanatory notes to the transition from previous GAAP to Ind AS:

a) **Investments in subsidiaries, associates and joint venture:**

In accordance with Para D14 and D15, the Company has opted to continue with the carrying amount of its investments as deemed cost as at the date of transition to Ind AS.

Further as per Ind AS 27 Separate financial statements When an entity prepares separate financial statements, it shall account for investments in subsidiaries, joint ventures and associates either:

- (a) at cost, or
- (b) in accordance with Ind AS 109

The Company has opted to account for investments in subsidiaries, joint ventures and associates at cost.

b) **Other comprehensive income:**

Under Indian GAAP, the Company has not presented other comprehensive income (OCI) separately. Hence, it has reconciled Indian GAAP profit or loss to profit or loss as per Ind AS. Further, Indian GAAP profit or loss is reconciled to total comprehensive income as per Ind AS.

c) **Statement of cash flows:**

The transition from Indian GAAP to Ind AS does not have material impact on the statement of cash flows, except for payment of lease liabilities, which were forming part of operating activity under Previous GAAP and are now included under financing activity.



SHIVA PHARMACHEM AG

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2022

NOTE 1A - IND AS 101 DISCLOSURE

Effect of Ind AS adoption on Balance Sheet as at 1st April, 2020 and 31st March, 2021

Particulars	Explanatory Notes	As at 31 st March, 2021 (Last period presented under previous GAAP)			As at 1 st April, 2020 (Date of Transition)		
		Previous GAAP Values	Effects of transition to Ind AS	Ind AS Balance sheet (Rs. in Lakhs)	Previous GAAP Values	Effects of transition to Ind AS	Opening Ind AS Balance sheet (Rs. in Lakhs)
I ASSETS							
1. Non-current assets							
(a) Property, plant and equipment		-	-	-	-	-	-
(b) Capital work - in - progress		-	-	-	-	-	-
(c) Intangible assets		-	-	-	-	-	-
(d) Financial assets							
(i) Investments		1.46	-	1.46	1.51	-	1.51
(ii) Other Financial Assets		365.58	-	365.58	-	-	-
(e) Deferred Tax Assets (Net)		-	-	-	-	-	-
(f) Other Non Current Assets		-	-	-	-	-	-
2. Current assets							
(a) Inventories		1,260.60	-	1,260.60	624.08	-	624.08
(b) Financial Assets							
(i) Investments		-	-	-	-	-	-
(ii) Trade receivables		4,784.38	-	4,784.38	4,378.09	-	4,378.09
(iii) Cash and cash equivalents		36.60	-	36.60	13.37	-	13.37
(iv) Loans & Advances		-	-	-	-	-	-
(c) Other current assets		0.18	-	0.18	0.00	-	0.00
TOTAL ASSETS		6,448.80	-	6,448.80	5,017.05	-	5,017.05
II EQUITY AND LIABILITIES							
1. Equity							
a) Equity share capital		75.62	-	75.62	75.62	-	75.62
b) Other equity		1,668.88	-	1,668.88	1,308.58	-	1,308.58
2. Liabilities							
Non-current liabilities							
(a) Financial liabilities							
(i) Borrowings		-	-	-	-	-	-
(b) Provisions		-	-	-	-	-	-
(c) Other non current liabilities		-	-	-	-	-	-
3. Current liabilities							
(a) Financial liabilities							
(i) Borrowings		-	-	-	-	-	-
(ii) Trade payables		4,535.25	-	4,535.29	3,523.61	-	3,523.61
(iii) Other financial liabilities		-	-	-	-	-	-
(b) Provisions		23.33	-	23.33	1.87	-	1.87
(c) Liability for current tax (Net)		39.48	-	39.48	41.36	-	41.36
(d) Other current liabilities		106.25	-	106.25	66.00	-	66.00
TOTAL EQUITY AND LIABILITIES		6,448.80	-	6,448.85	5,017.05	-	5,017.05



SHIVA PHARMACHEM AG

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2022

Effect of Ind AS adoption on profit and loss for year ended 31st March, 2021

(Rs. in Lakhs)

Particulars	Explanatory Notes	Previous GAAP Values	Effects of transition to Ind AS	Ind AS Balance sheet
Income				
Revenue from operations		14,084.44	-	14,084.44
Other income		-	-	-
Total Income		14,084.44	-	14,084.44

Expenses				
Cost of raw materials and components consumed		-	-	-
Purchase of traded goods		13,878.68	-	13,878.68
Decrease / (Increase) in inventories of finished goods, work-in-progress and traded goods		(636.52)	-	(636.52)
Operating Costs		390.52	-	-
Employee benefits expense		3.50	-	3.50
Finance costs		0.69	-	0.69
Depreciation and amortization expense		-	-	-
Other Expenses		38.55	-	38.55
Total Expenses		13,675.42	-	13,675.42

Profit before Exceptional Items		409.02	-	409.02
Exceptional items		-	-	-
Profit Before Tax		409.02	-	409.02

Tax expense				
Current tax		27.82	-	27.82
Deferred tax		-	-	-
Income tax expense		27.82	-	27.82
Profit for the year		381.20	-	381.20

Other Comprehensive Income

Items that will not be reclassified to profit and loss in subsequent period

Re-measurement losses on defined benefit plans		-	-	-
Income tax effect		-	-	-
Difference due to changes in foreign exchange reserves		(20.91)	-	(20.91)
Other comprehensive income for the year		(20.91)	-	(20.91)
Total comprehensive income for the year		360.29	-	360.29

Reconciliation of Total Equity:-

(Rs. in Lakhs)

Nature of adjustments	As at 31 st March, 2021	As at 1 st April, 2020
Equity as per Previous GAAP	1,744.50	1,384.20
Equity as per Ind AS	1,744.50	1,384.20

