

**ORIENTAL AROMATICS & SONS LIMITED**

Balance Sheet As At 31st March, 2020

(All amounts are in ₹ Lakh, unless stated otherwise)

	Particulars	Note No.	As at
			31st March, 2020
<b>I</b>	<b>ASSETS</b>		
1	<b>Non-current Assets</b>		
	(a) Deferred tax assets (net)	12	3.92
	<b>Total Non-Current Assets</b>		<b>3.92</b>
2	<b>Current assets</b>		
	(a) <u>Financial Assets :</u>		
	(i) Cash and cash equivalents	2	375.89
	(ii) Bank Balances Other Than (i) above	3	199.00
	(iii) Other current financial assets	4	0.21
	(b) Current Tax Assets		0.26
	<b>Total Current Assets</b>		<b>575.36</b>
	<b>TOTAL ASSETS</b>		<b>579.28</b>
<b>II</b>	<b>EQUITY AND LIABILITIES</b>		
1	<b>Equity</b>		
	a) Equity share capital	5	600.00
	b) Other Equity	6	(21.24)
	<b>Total Equity</b>		<b>578.76</b>
2	<b>Liabilities</b>		
	<b>Current liabilities</b>		
	(a) Financial Liabilities		
	(i) Trade Payables	7	
	(A) Total outstanding dues of micro enterprises and small enterprises;		-
	(B) Total outstanding dues of creditors other than micro enterprises and small enterprises		0.50
	(ii) Other Financial Liabilities	8	0.02
	<b>Total Current Liabilities</b>		<b>0.52</b>
	<b>Total Liabilities</b>		<b>0.52</b>
	<b>TOTAL EQUITY AND LIABILITIES</b>		<b>579.28</b>
	<b>Significant accounting policies and accompanying notes form an integral part of financial statements</b>	1-16	

As per our attached Report of even date

**For Lodha & Co.**

Chartered Accountants

Firm Registration No. - 301051E

**For and on behalf of Board of Directors****R. P. Baradiya**

Partner

**Dharmil A. Bodani**

Director

DIN : 00618333

**Shyamal A. Bodani**

Director

DIN: 00617950

Place : Mumbai

Date : 29th June 2020

**ORIENTAL AROMATICS & SONS LIMITED****Statement of Profit and Loss for the period from 27th December 2019 to 31st March, 2020**

(All amounts are in ₹ Lakh, unless stated otherwise)

	Particulars	Note No.	For The Period Ended
			31st March 2020
<b>I</b>	<b>Income</b>		
	Other Income	9	2.82
	<b>Total Income</b>		<b>2.82</b>
<b>II</b>	<b>Expenses</b>		
	Finance costs	10	0.00
	Other expenses	11	27.98
	<b>Total expenses</b>		<b>27.98</b>
<b>III</b>	<b>Loss before tax</b>		<b>(25.16)</b>
<b>IV</b>	<b>Tax expense</b>	12	
	Current tax		-
	Deferred tax charge/(credit)		(3.92)
<b>V</b>	<b>Loss for the period</b>		<b>(21.24)</b>
<b>VI</b>	<b>Other Comprehensive Income</b>		-
<b>VII</b>	<b>Total Comprehensive Income for the period (V + VI)</b>		<b>(21.24)</b>
<b>VIII</b>	<b>Earnings per equity share of Rs. 10 each</b>	14	
	Basic & Diluted		(0.35)
<b>Significant accounting policies and accompanying notes form an integral part of financial statements</b>		1-16	

As per our attached Report of even date

**For Lodha & Co.**  
Chartered Accountants  
Firm Registration No. - 301051E

**For and on behalf of Board of Directors**

**R. P. Baradiya**  
Partner

**Dharmil A. Bodani**  
Director  
DIN : 00618333

**Shyamal A. Bodani**  
Director  
DIN: 00617950

**Place : Mumbai**  
**Date : 29th June 2020**

**ORIENTAL AROMATICS & SONS LIMITED**

**Cash Flow Statement for the period from 27th December 2019 to 31st March, 2020**

**(All amounts are in ₹ Lakh, unless stated otherwise)**

	<b>Particulars</b>	<b>Note No.</b>	<b>For the Year ended 31st March, 2020</b>
<b>A)</b>	<b>Cash Flow from Operating Activities</b>		
	<b>Net Loss before Tax</b>		<b>(25.16)</b>
	<b>Adjustments for:</b>		
	Interest and Other Finance Cost		0.00
	Interest Income		(2.82)
	<b>Operating loss before Working Capital Changes</b>		<b>(27.98)</b>
	<b>Adjustments for:</b>		
	(Increase)/Decrease in Trade & Other Receivables		(199.00)
	Increase/(Decrease) in Trade Payables & Provisions		0.52
	<b>Cash generated from Operating Activities</b>		<b>(226.46)</b>
	Direct Taxes (Paid) Net of Refund Received		(0.26)
	<b>Net Cash from Operating Activities (A)</b>		<b>(226.73)</b>
<b>B)</b>	<b>Cash Flow from Investing Activities</b>		
	Interest Received		<b>2.62</b>
	<b>Net Cash (used in)/from Investing Activities (B)</b>		<b>2.62</b>
<b>C)</b>	<b>Cash Flow from Financing Activities</b>		
	Issue of share capital		<b>600.00</b>
	Interest and Other Financial Cost		0.00
	<b>Net Cash (used in)/from Financing Activities (C)</b>		<b>600.00</b>
	<b>Net increase in cash and cash equivalents (A + B + C)</b>		<b>375.89</b>
	Cash & cash equivalents at end of the year	2	<b>375.89</b>
	<b>Significant accounting policies and accompanying notes form an integral part of financial statements</b>	1-16	

**As per our attached report of even date**

**For Lodha & Co.**

Chartered Accountants

Firm Registration No. - 301051E

**For and on behalf of Board of Directors**

**R. P. Baradiya**

Partner

**Dharmil A. Bodani**

Director

DIN : 00618333

**Shyamal A. Bodani**

Director

DIN: 00617950

**Place : Mumbai**

**Date : 29th June 2020**

**ORIENTAL AROMATICS & SONS LIMITED**

Statement of Changes in Equity for the period from 27th December 2019 to 31st March, 2020

(All amounts are in ₹ Lakh, unless stated otherwise)

**EQUITY SHARE CAPITAL**

Particulars	Note No.	Amount
Issue of Equity Share Capital	5	600.00
<b>As at 31st March 2020</b>		<b>600.00</b>

**OTHER EQUITY**

Particulars	Note No.	Reserves and Surplus
		Retained Earnings
Loss for the year		(21.24)
<b>Balance as at 31st March, 2020</b>		<b>(21.24)</b>
<b>Significant accounting policies and accompanying notes form an integral part of financial statements</b>	1-16	

As per our attached Report of even date

For Lodha &amp; Co.

Chartered Accountants

Firm Registration No. - 301051E

For and on behalf of Board of Directors

**R. P. Baradiya**

Partner

**Dharmil A. Bodani**

Director

DIN : 00618333

**Shyamal A. Bodani**

Director

DIN: 00617950

Place : Mumbai

Date : 29th June 2020

## **ORIENTAL AROMATICS & SONS LIMITED**

**Notes to the financial statements As at and for the period from 27th December 2019 to 31st March, 2020**

**(All amounts are in ₹ Lakh, unless stated otherwise)**

### **1 STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES AND PRACTICES :**

#### **I. Background and Operations**

Oriental Aromatics & Sons Limited is a Public limited company and based at Mumbai, Maharashtra, India. It is incorporated under Companies Act, 2013 and is wholly own subsidiary of Oriental Aromatics Limited. The primary objective of the Company is to engage in business of manufacturing Fine chemicals i.e. camphor, perfumery & specialty aroma chemicals.

#### **II. Significant accounting policies**

##### **(a) Basis of preparation of Financial Statements**

###### **(i) Compliance with Ind AS**

These financial statements have been prepared in accordance with the Indian Accounting Standards (hereinafter referred to as the 'Ind AS') as notified by Ministry of Corporate Affairs pursuant to section 133 of the Companies Act, 2013 read with of the Companies (Indian Accounting standards) Rules,2015 and other relevant provisions of the Act.

###### **(ii) Historical cost convention**

The financial statements have been prepared on a historical cost basis, except certain financial assets and liabilities that is measured at fair value.

###### **(iii) Current non-current classification**

All assets and liabilities have been classified as current or non-current as per the company's normal operating cycle (twelve months)and other criteria set out in the Schedule III to the Companies Act, 2013.

##### **(b) Use of estimates and judgments**

The estimates and judgments used in the preparation of the financial statements are continuously evaluated by the Company and are based on historical experience and various other assumptions and factors (including expectations of future events) that the Company believes to be reasonable under the existing circumstances. Differences between actual results and estimates are recognised in the period in which the results are known/materialised. Any revision to accounting estimates is recognised prospectively in current and future periods.

The said estimates are based on the facts and events, that existed as at the reporting date, or that occurred after that date but provide additional evidence about conditions existing as at the reporting date.

##### **(c) Cash and Cash Equivalents**

For the purpose of presentation in the statement of cash flows, cash and cash equivalents includes cash on hand, deposits held at call with financial institutions, other short-term highly liquid investments with original maturities of three months or less that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value and bank overdrafts.

##### **(d) Contract balances:**

**Trade receivables**

## ORIENTAL AROMATICS & SONS LIMITED

Notes to the financial statements As at and for the period from 27th December 2019 to 31st March, 2020

(All amounts are in ₹ Lakh, unless stated otherwise)

A receivable represents the Company's right to an amount of consideration that is unconditional (i.e. only a passage of time is required to before payment of the consideration is due). Trade receivables are recognised at the value of sales less allowance for bad and doubtful debts and expected credit loss.

### **Contract liabilities**

A contract liability is the obligation to transfer goods or services to a customer for which the company has received consideration (or an amount of consideration is due) from the customer. If a customer pays consideration before the company transfer goods and services to the customer, a contract liability is recognised when the payment is made or the payment is due, whichever is earlier. Contract liabilities are recognised as revenue when the company performs under the contract.

## **(e) Investments and other financial assets**

### **(i) Classification**

The company classifies its financial assets in the following measurement categories:

- \* those to be measured subsequently at fair value (either through other comprehensive income, or through the Statement of Profit and Loss), and
- \* those measured at amortised cost.

The classification depends on the company's business model for managing the financial assets and the contractual terms of the cash flows.

For assets measured at fair value, gains and losses will either be recorded in the Statement of Profit and Loss or other comprehensive income. For investments in debt instruments, this will depend on the business model in which the investment is held. For investments in equity instruments, this will depend on whether the company has made an irrevocable election at the time of initial recognition to account for the equity investment at fair value through other comprehensive income.

### **(ii) Measurement**

At initial recognition, the company measures a financial asset at its fair value . Transaction costs of financial assets carried at fair value through the Statement of Profit and Loss are expensed in the Statement of Profit and Loss.

### **Debt instruments:**

Subsequent measurement of debt instruments depends on the company's business model for managing the asset and the cash flow characteristics of the asset. There are three measurement categories into which the Company classifies its debt instruments:

\* **Amortised cost:** Assets that are held for collection of contractual cash flows where those cash flows represent solely payments of principal and interest are measured at amortised cost. Interest income from these financial assets is included in other income using the effective interest rate method.

## **ORIENTAL AROMATICS & SONS LIMITED**

**Notes to the financial statements As at and for the period from 27th December 2019 to 31st March, 2020**

**(All amounts are in ₹ Lakh, unless stated otherwise)**

\* **Fair value through other comprehensive income (FVOCI):** Assets that are held for collection of contractual cash flows and for selling the financial assets, where the assets' cash flows represent solely payments of principal and interest are measured at fair value through other comprehensive income (FVOCI). Movements in the carrying amount are taken through OCI, except for the recognition of impairment losses, interest revenue which are recognised in the Statement of Profit and Loss. When the financial asset is derecognised, the cumulative gain or loss previously recognised in OCI is reclassified from equity to the Statement of Profit and Loss and recognised in other income/expense. Interest income from these financial assets is included in other income using the effective interest rate method.

\* **Fair value through profit and loss:** Assets that do not meet the criteria for amortised cost or FVOCI are measured at fair value through Statement of Profit and Loss. Interest income from these financial assets is included in other income.

### **Equity instruments:**

The company subsequently measures all equity investments at fair value. Where the Company's management has elected to present fair value gains and losses on equity investments in other comprehensive income, there is no subsequent reclassification of fair value gains and losses to the Statement of Profit and Loss. Dividends from such investments are recognised in the Statement of Profit and Loss as other income when the Company's right to receive payments is established.

### **(iii) Impairment of financial assets**

The company assesses on a forward looking basis the expected credit losses associated with its assets carried at amortised cost. The impairment methodology applied depends on whether there has been a significant increase in credit risk.

### **Financial Liabilities**

#### **Initial Recognition and measurement**

Financial liabilities are recognised when the Company becomes a party to the contractual provisions of the instruments. Financial liabilities are initially recognised at fair value net of transaction costs for all financial liabilities not carried at fair value through profit or loss.

The Company's financial liabilities includes trade and other payables, loans and borrowings including bank overdrafts and derivative instruments.

#### **Subsequent measurement**

Financial liabilities measured at amortised cost are subsequently measured at using EIR method. Financial liabilities carried at fair value through profit or loss are measured at fair value with all changes in fair value recognised in the Statement of Profit and Loss.

### **(f) Derivative financial instruments**

## ORIENTAL AROMATICS & SONS LIMITED

Notes to the financial statements As at and for the period from 27th December 2019 to 31st March, 2020

(All amounts are in ₹ Lakh, unless stated otherwise)

Derivative financial instruments such as forward currency contracts, option contract and cross currency swap, to hedge its foreign currency risks are initially recognised at fair value on the date a derivative contract is entered into and are subsequently re-measured at their fair value with changes in fair value recognised in the Statement of Profit and Loss in the period when they arise.

### (g) Provisions and contingent liabilities

Provisions are recognised when the company has a present legal or constructive obligation as a result of past events, it is probable that an outflow of resources will be required to settle the obligation and the amount can be reliably estimated. Provisions are not recognised for future operating losses.

Provisions are measured at the present value of management's best estimate of the expenditure required to settle the present obligation at the end of the reporting period. The discount rate used to determine the present value is a pre tax rate that reflects current market assessments of the time value of money and the risks specific to the liability. The increase in the provision due to the passage of time is recognised as interest expense.

Contingent Liabilities are disclosed in respect of possible obligations that arise from past events but their existence will be confirmed by the occurrence or non occurrence of one or more uncertain future events.

### (h) Revenue from Contracts with Customers

The Company recognizes revenue, whenever control over distinct goods or services is transferred to the customer; i.e. when the customer is able to direct the use of the transferred goods or services and obtains substantially all of the remaining benefits, provided a contract with enforceable rights and obligations exists and amongst others collectability of consideration is probable taking into account customer's creditworthiness.

Revenue is the transaction price the Company expects to be entitled to. In determining the transaction price, the Company considers effects of variable consideration, the existence of significant financing contracts, noncash consideration and consideration payable to the customer, if any. The Company considers whether there are other promises in the contract that are separate performance obligations to which the transaction price needs to be allocated.

#### Sale of goods -

Revenues are recognized at a point in time when control of the goods passes to the buyer, usually upon either at the time of dispatch or delivery. In case of export sale, it is usually recognised based on the shipped-on board date as per bill of lading. Revenue from sale of goods is net of taxes and recovery of charges collected from customers like transport, packing etc.

#### Other operating revenue - Export incentives -

Export Incentives under the, "Duty Draw back Scheme", etc. is accounted in the year of export.

#### Other Income

Dividend income on investments is recognised when the right to receive dividend is established.

Interest income is recognized on a time proportionate basis taking into account the amounts invested and the rate of interest. For all financial instruments measured at amortised cost, interest income is recorded using the Effective interest rate method to the net carrying amount of the financial assets.



**(i) Income tax**

The income tax expense or credit for the period is the tax payable on the current period's taxable income based on the applicable income tax rate adjusted by changes in deferred tax assets and liabilities attributable to temporary differences and to unused tax losses.

Deferred income tax is provided in full, using the liability method on temporary differences arising between the tax bases of assets and liabilities and their carrying amount in the financial statement. Deferred income tax is determined using tax rates (and laws) that have been enacted or substantially enacted by the end of the reporting period and are expected to apply when the related deferred income tax assets is realised or the deferred income tax liability is settled.

Deferred tax assets are recognised for all deductible temporary differences and unused tax losses only if it is probable that future taxable amounts will be available to utilise those temporary differences and losses.

Deferred tax assets and liabilities are offset when there is a legally enforceable right to offset current tax assets and liabilities and when the deferred tax balances relate to the same taxation authority. Current tax assets and tax liabilities are off set where the company has a legally enforceable right to offset and intends either to settle on a net basis, or to realize the asset and settle the liability simultaneously.

Current and deferred tax is recognised in the Statement of Profit and Loss, except to the extent that it relates to items recognised in other comprehensive income or directly in equity. In this case, the tax is also recognised in other comprehensive income or directly in equity, respectively

Minimum Alternate Tax credit is recognised as deferred tax asset only when and to the extent there is convincing evidence that the company will pay normal income tax during the specified period. Such asset is reviewed at each Balance Sheet date and the carrying amount of the MAT credit asset is written down to the extent there is no longer a convincing evidence to the effect that the company will pay normal income tax during the specified period.

**(j) Earnings Per Share**

**Basic earnings per share**

Basic earnings per share is calculated by dividing:

- the profit attributable to owners of the company
- by the weighted average number of equity shares outstanding during the financial year, adjusted for bonus elements in equity shares issued during the year and excluding treasury shares.

**Diluted earnings per share**

Diluted earnings per share adjusts the figures used in the determination of basic earnings per share to take into account:

- the after income tax effect of interest and other financing costs associated with dilutive potential equity shares, and
- the weighted average number of additional equity shares that would have been outstanding assuming the conversion of all dilutive potential equity shares.

**(k) Cash Flow Statement**

**ORIENTAL AROMATICS & SONS LIMITED**

**Notes to the financial statements As at and for the period from 27th December 2019 to 31st March, 2020**

**(All amounts are in ₹ Lakh, unless stated otherwise)**

Cash flows are reported using the indirect method where by the profit before tax is adjusted for the effect of the transactions of a non-cash nature, any deferrals or accruals of past and future operating cash receipts or payments and items of income or expenses associated with investing or financing cash flows. The cash flows from operating, investing and financing activities of the company are segregated

**(l) Exceptional Items**

When an item of income or expense within profit or loss from ordinary activity is of such size, nature or incidence that their disclosure is relevant to explain the performance of the Company for the year, the nature and amount of such items is disclosed as exceptional items.

**(m) Dividend**

The Company recognizes a liability to pay dividend when the distribution is authorised and the distribution is no longer at the discretion of the Company i.e. when the dividend distribution is being approved by the shareholders. A corresponding amount is recognized directly in equity.

**ORIENTAL AROMATICS & SONS LIMITED**

Notes to the financial statements As at and for the period from 27th December 2019 to 31st  
(All amounts are in ₹ Lakh, unless stated otherwise)

**2 Cash and cash equivalents**

Particulars	As at
	31st March, 2020
Balances with Banks	
- In current accounts	375.89
<b>Total</b>	<b>375.89</b>

**3 Other Bank Balances**

Particulars	As at
	31st March, 2020
Term deposits with original maturity of less than 12 months	199.00
<b>Total</b>	<b>199.00</b>

**4 Other financial assets - Current**

Particulars	As at
	31st March, 2020
Interest Accrued on Fixed Deposit and loan	0.21
<b>Total</b>	<b>0.21</b>

**ORIENTAL AROMATICS & SONS LIMITED**

Notes to the financial statements As at and for the period from 27th December 2019 to 31st March, 2020

(All amounts are in ₹ Lakh, unless stated otherwise)

**5 Equity Share capital**

a) Particulars	As at 31st March, 2020
<b>Authorised Equity shares</b> As at 31st March,2020 - 25,000,000 no. of shares at ₹ 10 each.	2,500.00
	<b>2,500.00</b>
<b>Issued, subscribed and fully paid up Equity shares</b> As at 31st March,2020 - 6,000,000 no. of shares at ₹ 10 each.	600.00
<b>Total</b>	<b>600.00</b>

**b) Rights of Equity Shareholders**

i. The Company has one class of equity shares having a par value of ₹ 10 per share. Each shareholder is eligible for one vote per share held.

ii. The dividend proposed by the Board of Directors is subject to the approval of the shareholders in the ensuing Annual General Meeting.

iii. In the event of liquidation of the Company, the equity shareholders are eligible to receive the remaining assets of the Company after distribution of all preferential amounts, in proportion to their shareholding.

**c) Reconciliation of number of shares**

Particulars	As at 31st March, 2020
<b>Equity Shares :</b>	
Balance as at the beginning of the year	-
Add: Shares issued during the year	6,000,000
Balance as at the end of the year	<b>6,000,000</b>

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

Particulars	As at 31st March, 2020
ORIENTAL AROMATICS LIMITED <i> Holding Company</i>	6,000,000 100.00%

**ORIENTAL AROMATICS & SONS LIMITED**

Notes to the financial statements As at and for the period from 27th December 2019 to 31st March, 202

(All amounts are in ₹ Lakh, unless stated otherwise)

**6 Other Equity**

Particulars	As at
	31st March, 2020
<b>A. Summary of Other Equity balance.</b>	
Retained Earnings	(21.24)
<b>Total</b>	<b>(21.24)</b>

**B. Nature and purpose of reserves****Retained Earnings** : Retained earnings are the profits/losses that the Company has earned till date,

less any transfer to general reserve, dividends or other distribution paid to shareholder.

**7 Trade payables**

Particulars	As at
	31st March, 2020
Due to micro enterprises and small enterprises	-
Due to creditors other than micro enterprises and small enterprises	0.50
<b>Total</b>	<b>0.50</b>

The details of amounts outstanding to Micro, Small and Medium Enterprises under the Micro, Small and Medium Enterprises Development Act, 2006 (MSMED Act), based on the available information with the Company are as under:

1) Principal amount remaining unpaid	-
2) Interest due on above and the unpaid interest	-
3) Interest paid	-
4) Payment made beyond the appointed day during the year	-
5) Interest due and payable for the period of delay	-
6) Interest accrued and remaining unpaid	-
7) Amount of further interest remaining due and payable in succeeding years	-

**8 Other financial liabilities**

Particulars	As at
	31st March, 2020
Others - payable to Holding Company	0.02
<b>Total</b>	<b>0.02</b>

**ORIENTAL AROMATICS & SONS LIMITED**

Notes to the financial statements As at and for the period from 27th December 2019 to 31st M  
(All amounts are in ₹ Lakh, unless stated otherwise)

**9 Other income**

Particulars	For The Period Ended
	31st March 2020
Interest Income	2.82
<b>Total</b>	<b>2.82</b>

**10 Finance costs**

Particulars	For The Period Ended
	31st March 2020
Other borrowing costs	0.00
<b>Total</b>	<b>0.00</b>

**11 Other expenses**

Particulars	For The Period Ended
	31st March 2020
Rates and Taxes	0.13
Auditors' Remuneration and Expenses*	0.50
Legal and Professional Expenses	0.02
Preliminary Expenses	27.33
<b>Total</b>	<b>27.98</b>

**\*Auditors' remuneration and expenses**

Particulars	31st March 2020
- Audit Fees	0.50
<b>Total</b>	<b>0.50</b>

**ORIENTAL AROMATICS & SONS LIMITED**

Notes to the financial statements As at and for the period from 27th December 2019 to 31st March, 2020

(All amounts are in ₹ Lakh, unless stated otherwise)

**12 Income Taxes****A. Tax expense recognized in the Statement of Profit and Loss**

Particulars	2019-20
Current tax	-
Deferred income tax	(3.92)
<b>Total income tax expense/(credit)</b>	<b>(3.92)</b>

**B. A reconciliation of the income tax expense to the amount computed by applying the statutory income tax rate to the profit before income taxes is summarized below:**

Reconciliation of effective tax rate	2019-20
Loss before tax	(25.16)
Enacted income tax rate in India	15.60%
Computed Expected Tax Expense	(3.92)
<b>Tax Expense Recognised in Statement of Profit and Loss</b>	<b>(3.92)</b>
<b>Total income tax expense/(credit)</b>	<b>(3.92)</b>

**C. Movement in Deferred tax (assets)/liabilities during the year ended March 31, 2020 :**

Particulars	(Credit)/charge in Statement of Profit and Loss	As at 31st March, 2020
Expenses allowable for tax purposes	(3.41)	(3.41)
Carry forward Loss	(0.51)	(0.51)
<b>Deferred Tax Liability/(Asset)</b>	<b>(3.92)</b>	<b>(3.92)</b>

**ORIENTAL AROMATICS & SONS LIMITED**

Notes to the financial statements As at and for the period from 27th December 2019 to 31st March, 2020

(All amounts are in ₹ Lakh, unless stated otherwise)

**13 Fair Value measurement****Financial Instrument by category and hierarchy**

The fair values of the financial assets and liabilities are included at the amount at which the instrument could be exchanged in a current transaction between willing parties, other than in a forced or liquidation sale.

The following methods and assumptions were used to estimate the fair values:

1. Fair value of cash and short-term deposits, trade and other short term receivables, trade payables, other current liabilities, short term loans from banks and other financial institutions approximate their carrying amounts largely due to short term maturities of these instruments.
2. Financial instruments with fixed and variable interest rates are evaluated by the Company based on parameters such as interest rates and individual credit worthiness of the counterparty. Based on this evaluation, allowances are taken to account for expected losses of these receivables. Accordingly, fair value of such instruments is not materially different from their carrying amounts.

The fair values for loans, security deposits and investment in preference shares were calculated based on cash flows discounted using a current lending rate. They are classified as level 3 fair values in the fair value hierarchy due to the inclusion of unobservable inputs including counter party credit risk.

The fair values of non-current borrowings are based on discounted cash flows using a current borrowing rate. They are classified as level 3 fair values in the fair value hierarchy due to the use of unobservable inputs, including own credit risk.

For financial assets and liabilities that are measured at fair value, the carrying amounts are equal to the fair values.

**The Company uses the following hierarchy for determining and disclosing the fair value of financial instruments by valuation technique:**

Level 1: quoted (unadjusted) prices in active markets for identical assets or liabilities.

Level 2: other techniques for which all inputs which have a significant effect on the recorded fair value are observable, either directly or indirectly.

Level 3: techniques which use inputs that have a significant effect on the recorded fair value that are not based on observable market data.

**Financial Assets and Liabilities as at 31st March'2020**

Particulars	Non Current	Current	Total	Routed through P & L	Routed through OCI	Carrying at amortised cost	At Cost	Total
<b><u>Financial Assets</u></b>								
Cash and Cash equivalents	-	375.89	375.89	-	-	375.89	-	375.89
Other Bank Balance	-	199.00	199.00	-	-	199.00	-	199.00
Other Current financial assets	-	0.21	0.21	-	-	0.21	-	0.21
	-	<b>575.10</b>	<b>575.10</b>	-	-	<b>575.10</b>	-	<b>575.10</b>
<b><u>Financial Liabilities</u></b>								
Other Financial Liabilities	-	0.02	0.02	-	-	0.02	-	0.02
Trade Payables	-	0.50	0.50	-	-	0.50	-	0.50
	-	<b>0.52</b>	<b>0.52</b>	-	-	<b>0.52</b>	-	<b>0.52</b>



**ORIENTAL AROMATICS & SONS LIMITED**

Notes to the financial statements As at and for the period from 27th December 2019 to 31st March, 2020

(All amounts are in ₹ Lakh, unless stated otherwise)

**14 Earnings per share**

Particulars	2019-20
Earnings Per Share has been computed as under:	
Loss for the period	(21.24)
Weighted average number of equity shares outstanding (in Numbers)	6,000,000
Basic and diluted Earnings Per Share (Face value of ₹ 10 per share)	(0.35)

**15 Related Parties Disclosure****Parties where control exists**

Holding Company : Oriental Aromatics Limited

Fellow Subsidiary : PT. Oriental Aromatics, Indonesia. (Purposed to be Liquidated)

**Transaction with the Related Parties****Disclosure in respect of material transaction with related parties**

Sr No	Particulars	Oriental Aromatics Limited	
		During the Period	As At 31st March, 2020
1	Reimbursement of Expenses / Payable	26.74	0.02

**16** This being the first year there are no figures for the previous year. All figures of financials has been rounded off to nearest lacs rupees.

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Signatures to Notes 1 to 16 which form an integral part of the financial statement.

**On Behalf of the Board of Directors**

Place : Mumbai

Date : 29th June 2020

**Dharmil A. Bodani**

Director

DIN : 00618333

**Shyamal A. Bodani**

Director

DIN: 00617950