# SHANTI INORGANICS LIMITED

(Formerly known as Shanti Inorgo Chem (Guj) Limited and Shanti Inorgo Chem (Guj) Private Limited)
**CIN:** U24100GJ2010PLC059218
**Registered Office:** Plot No.-2015, Phase III GIDC, Vatva, Ahmedabad, Gujarat-382445, India
**Email ID:** accounts@shantiinorgochem.com | **Phone No:** 079-25895326; **Website:** www.shantiinorganics.com

## NOTICE

Notice is hereby given that 17th Annual General Meeting of the members of **SHANTI INORGANICS LIMITED** will be held on Friday, 14th August, 2026 at 11.00 A.M. at the Corporate Office of the Company situated at 808 to 810, Aaron Spectra, Rajpath Club Road, Bodakdev, Ahmedabad, Gujarat, India, 380054, to transact the following business:

**ORDINARY BUSINESS:**

1. **To receive, consider and adopt the Audited Standalone Balance Sheet as at 31st March, 2026, Statement of Profit and Loss and Cash Flow Statement for the year ended on that date and the Reports of the Directors and Auditors thereon.**

To consider and if thought fit to pass with or without modification(s), the following resolution as an **Ordinary Resolution:**

"**RESOLVED THAT** the Audited Standalone Balance Sheet as at 31st March, 2026, the Statement of Profit and Loss and Cash Flow Statement for the year ended on that date, along with the notes forming part of the audited financial statements, together with the Auditor's Report and the Directors' Report for the financial year ended 31st March, 2026, be and are hereby taken as read, approved, and adopted by the Members."

2. **To appoint Avnish Manojkumar Patel, as Director, who retires by rotation and being eligible, offers himself for re-appointment.**

To consider and if thought fit to pass with or without modification(s), the following resolution as an **Ordinary Resolution:**

"**RESOLVED THAT** Avnish Manojkumar Patel, who retires by rotation in terms of Section 152 of the Companies Act, 2013 and being eligible be and is hereby re-appointed as Director of the Company whose office shall be liable to retirement by rotation.'

**BY ORDER OF THE BOARD OF DIRECTORS**

**FOR, SHANTI INORGANICS LIMITED**
**(FORMERLY KNOWN AS SHANTI INORGO CHEM (GUJ) LIMITED**
**AND SHANTI INORGO CHEM (GUJ) PRIVATE LIMITED)**

A.H.Patel

**AVNISH MANOJKUMAR PATEL**
**JOINT MANAGING DIRECTOR**
**DIN: 02724940**

SHANTI INORGANICS LIMITED AHMEDABAD

Date: 18/07/2026
Place: Ahmedabad

**Notes:**

1. A member entitled to attend and vote at the meeting is entitled to appoint one or more proxies to attend and vote instead of him and the proxy need not be a member. The proxy form duly completed and stamped must reach the registered office of the company not less than 48 hours before the time fixed for commencement of the meeting.

2. A person can act as proxy on behalf of members not exceeding fifty (50) and holding in the aggregate not more than 10% of the total share capital of the Company carrying voting rights. A member holding more than ten percent of the total share capital of the Company carrying voting rights may appoint a single person as proxy and such person shall not act as a proxy for any other person or shareholder.

3. Members and Proxies attending the Meeting should bring the attendance slip duly filled in for attending the Meeting.

4. Corporate Members are requested to send a duly certified true copy of the Board Resolution authorizing their representatives to attend and vote at the Annual General Meeting.

5. Members are informed that in case of joint holders attending the Meeting, only such Joint holder who is higher in the order of the names will be entitled to vote.

6. Members are requested to note that company has appointed KFin Technologies Limited as registrar and transfer agents and ISIN of the company is INE1ZEE01019. As mandated by MCA, that securities of public companies shall be transferred only in dematerialized form. In order to facilitate transfer of share(s) and to avail various benefits of dematerialization, members are advised to dematerialize share(s) held by them in physical form. The members are requested to send all their requests for share transfer, transmission, issue of duplicate share certificates, change of address etc. to M/s KFin Technologies Limited at Selenium Building, Tower – B, Plot No 31 & 32, Financial District Nanakramguda, Serilingampalle (M), Hyderabad, Telangana-500032.

## DETAILS OF DIRECTORS SEEKING APPOINTMENT AT THE 17TH ANNUAL GENERAL MEETING OF THE COMPANY

In accordance with the provisions of Sections 149, 152 and other applicable provisions of the Companies Act, 2013, Mr. Avnish Manojkumar Patel is liable to retire by rotation at the forthcoming Annual General Meeting and, being eligible, offers himself for re-appointment.

Mr. Avnish Manojkumar Patel, aged 41 years, has done a Diploma in Electronics & Telecommunication Engineering from the Maharashtra State Board of Technical Education. He is one of the founding members of the Company, alongside his father, Mr. Manojkumar Jayantilal Patel. With over 16 years of experience in the manufacturing and trading of sulphur-based inorganic chemicals, he plays a key role in the Company's strategic decision-making, including corporate and administrative affairs, financial operations, business development, expansion initiatives, and overall management. His industry expertise, strong business acumen, and leadership continue to contribute significantly to the Company's growth and operational excellence.

He also serves as a Managing Director on the board of Jagjanani Textiles Limited. Mr. Avnish Manojkumar Patel holds 16,88,000 equity shares of the Company in his personal capacity.

Mr. Avnish Manojkumar Patel is interested in the resolution concerning his appointment. Mr. Manojkumar Jayantilal Patel and Mrs. Suhani A. Patel, being relative of Mr. Avnish Manojkumar Patel, may also be regarded as interested in the resolution. None of the other Directors, Key Managerial Personnel, or their respective relatives are, in any way, concerned or interested, financially or otherwise, in the said re-appointment.

# SHANTI INORGANICS LIMITED

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**DETAILS OF THE DIRECTORS SEEKING APPOINTMENT PURSUANT TO SECRETARIAL STANDARD–2 ON GENERAL MEETINGS, IN RESPECT OF ITEM NO. 2 OF THE NOTICE, ARE PROVIDED BELOW**

| Sr. No. | Particulars | Details of Director |
|---|---|---|
| 1 | Name of Director | Avnish Manojkumar Patel |
| 2 | Category / Designation | Joint Managing Director |
| 3 | Date of Birth | 13/07/1985 |
| 4 | DIN | 02724940 |
| 5 | Age | 41 Years |
| 6 | Qualifications | Diploma in Electronics & Telecommunication Engineering from the Maharashtra State Board of Technical Education. |
| 7 | Experience | Over 16 years of experience in the manufacturing and trading of sulphur-based inorganic chemicals. |
| 8 | Terms and condition of appointment or re-appointment | As set out in the respective resolution contained in the accompanying Notice. |
| 9 | Details of remuneration paid during the financial year 2025-26, if any | Remuneration of Rs. 47.00 Lakhs paid during the year 2025-26. |
| 10 | Date of appointment to the board | First appointed on 13th January, 2010. Lastly reappointed as the Joint Managing Director for the term starting from 28th January, 2025 till 27th January, 2028. |
| 11 | Shareholding in the company | 16,88,000 Equity shares of Rs. 10/- each. |
| 12 | Relationship with other Directors/ KMPs | Mr. Avnish Manojkumar Patel is son of Mr. Manojkumar Jayantilal Patel, Managing Director and husband of Mrs. Suhani A. Patel, Non-executive Director. |
| 13 | No. of meetings attended during the year. | Mr. Avnish Manojkumar Patel has attended 21 meetings of board of directors held during the year 2025-26. |
| 14 | In case of independent director, justification for choosing the appointee | Not Applicable |
| 15 | Listed entities from which the person has resigned in the past three years | Nil |
| 16 | | |
| | Name of domestic/listed companies in which director | 1. Shanti Inorganics Limited<br>2. Jagjanani Textiles Limited |
| | Name of committees in which member/ chairman | **Shanti Inorganics Limited-**Audit Committee – Member<br><br>**Jagjanani Textiles Limited-**Audit Committee – Member<br><br>**Jagjanani Textiles Limited-** Stakeholders Relationship Committee – Member |

**BY ORDER OF THE BOARD OF DIRECTORS**

**FOR, SHANTI INORGANICS LIMITED**
**(FORMERLY KNOWN AS SHANTI INORGO CHEM (GUJ) LIMITED**
**AND SHANTI INORGO CHEM (GUJ) PRIVATE LIMITED)**

A.H.Patel

SHANTI INORGANICS LIMITED
AHMEDABAD

**AVNISH MANOJKUMAR PATEL**
**JOINT MANAGING DIRECTOR**
**DIN: 02724940**

Date: 18/07/2026
Place: Ahmedabad

## DIRECTORS' REPORT

To,
The Members of
SHANTI INORGANICS LIMITED
(Formerly known as Shanti Inorgo Chem (Guj) Limited
and Shanti Inorgo Chem (Guj) Private Limited)
(CIN: U24100GJ2010PLC059218)

Your directors have pleasure in presenting the Director's Report of your Company together with the Audited Statement of Accounts and the Auditors' Report of your company for the financial year ended 31st March, 2026.

### 1. FINANCIAL HIGHLIGHTS

(Rs. In Lakhs)

| **Particulars** | | **For the year ended 31st March, 2026** | **For the year ended 31st March, 2025** |
|---|---|---|---|
| Revenue From Operation | | 7122.02 | 5710.55 |
| Other Income | | 171.36 | 137.36 |
| **Total Income** | | **7293.38** | **5847.91** |
| Depreciation | | 191.20 | 79.45 |
| **Profit Before Tax** | | **1382.44** | **1105.88** |
| Current Tax | | 289.10 | 237.89 |
| Deferred Tax | | 68.04 | 39.82 |
| **Profit After Tax** | | **1025.29** | **828.15** |
| Earnings per share (Rs.) : | Basic | 9.39 | 130.21 |
| | Diluted | 9.39 | 130.21 |

### 2. OVERVIEW OF COMPANY'S PERFORMANCE

During the year under review, the Company recorded a total income of Rs. 7,293.38 lakhs, as compared to Rs. 5,847.91 lakhs in the previous year, registering a growth of 24.72%.

The Profit Before Tax (PBT) for the year increased to Rs. 1,382.44 lakhs, as against Rs. 1,105.88 lakhs in the previous year, reflecting an increase of 25.01%.

The Profit After Tax (PAT) for the year increased to Rs. 1,025.29 lakhs, compared to Rs. 828.15 lakhs in the previous year, representing a growth of 23.81%.

The continued improvement in the Company's financial performance reflects sustained growth in operations, improved business efficiencies, and prudent financial management during the year.

## 3. CAPITAL STRUCTURE

The following changes in the capital structure of the Company took place during the year under review:

### I. Increase in Authorised Share Capital

Pursuant to the approval of the Members at the Extraordinary General Meeting held on 17th June, 2025, the authorised share capital of the Company was increased from Rs. 75,00,000 (Rupees Seventy-Five Lakh Only), comprising 7,50,000 (Seven Lakh Fifty Thousand) equity shares of Rs. 10 (Rupees Ten) each, to Rs. 17,00,00,000 (Rupees Seventeen Crore Only), comprising 1,70,00,000 (One Crore Seventy Lakh) equity shares of Rs. 10 (Rupees Ten) each.

### II. Issue of Bonus Shares

Pursuant to the approval of the Members at the Extraordinary General Meeting held on 22nd August, 2025, the Company issued Bonus Shares in the ratio of 15 (Fifteen) equity shares for every 1 (One) equity share held by the existing shareholders. Accordingly, 95,40,000 (Ninety-Five Lakh Forty Thousand) equity shares of Rs. 10 (Rupees Ten) each were allotted, resulting in an increase in the issued, subscribed and paid-up equity share capital from 6,36,000 (Six Lakh Thirty-Six Thousand) equity shares to 1,01,76,000 (One Crore One Lakh Seventy-Six Thousand) equity shares of Rs. 10 (Rupees Ten) each.

### III. Preferential Allotment of Equity Shares

Pursuant to the approval of the Members at the Extraordinary General Meeting held on 27th August, 2025, the Company approved the issue of equity shares on a preferential basis. Subsequently, the Board of Directors, at its meeting held on 17th September, 2025, allotted 13,80,200 (Thirteen Lakh Eighty Thousand Two Hundred) equity shares to 12 (Twelve) allottees at an issue price of Rs. 90 (Rupees Ninety) per equity share (comprising a face value of Rs. 10 (Rupees Ten) per equity share and a securities premium of Rs. 80 (Rupees Eighty) per equity share). Consequently, the issued, subscribed and paid-up equity share capital increased from 1,01,76,000 (One Crore One Lakh Seventy-Six Thousand) equity shares to 1,15,56,200 (One Crore Fifteen Lakh Fifty-Six Thousand Two Hundred) equity shares of Rs. 10 (Rupees Ten) each.

As at the end of the financial year, the paid-up equity share capital of the Company stood at Rs. 11,55,62,000 (Rupees Eleven Crore Fifty-Five Lakh Sixty-Two Thousand Only), comprising 1,15,56,200 (One Crore Fifteen Lakh Fifty-Six Thousand Two Hundred) equity shares of Rs. 10 (Rupees Ten) each.

## 4. TRANSFER TO RESERVE

The board of directors of your company has decided not to transfer any amount to the Reserves for the financial year under review.

## 5. DIVIDEND

The board of directors of your company do not recommend any dividend for the year ended 31st March, 2026.

## 6. WEB LINK OF ANNUAL RETURN

In terms of Section 92(3) of the Companies Act, 2013 and Rule 12 of the Companies (Management and Administration) Rules, 2014, the annual return of the company is available on the website of the company at the link: https://shantiinorganics.com/investor/.

## 7. MEETINGS OF BOARD OF DIRECTORS

During the financial year ended 31st March 2026, Twenty-one Board Meetings were held. The maximum interval between any two meetings did not exceed 120 days, in compliance with the statutory requirements. The details are as follows:

| Sr. No. | Date of Meeting | Total Numbers of directors as on the date of meeting | Numbers of directors attended | % of attendance |
|---|---|---|---|---|
| 1 | 01/04/2025 | 3 | 3 | 100 |
| 2 | 04/04/2025 | 3 | 3 | 100 |
| 3 | 09/05/2025 | 5 | 5 | 100 |
| 4 | 26/05/2025 | 5 | 5 | 100 |
| 5 | 05/06/2025 | 5 | 5 | 100 |
| 6 | 30/06/2025 | 5 | 5 | 100 |
| 7 | 25/07/2025 | 5 | 5 | 100 |
| 8 | 21/08/2025 | 5 | 5 | 100 |
| 9 | 22/08/2025 | 5 | 5 | 100 |
| 10 | 23/08/2025 | 5 | 5 | 100 |
| 11 | 04/09/2025 | 5 | 5 | 100 |
| 12 | 15/09/2025 | 5 | 5 | 100 |
| 13 | 17/09/2025 | 5 | 5 | 100 |
| 14 | 20/09/2025 | 5 | 5 | 100 |
| 15 | 23/09/2025 | 5 | 5 | 100 |
| 16 | 24/09/2025 | 5 | 5 | 100 |
| 17 | 26/09/2025 | 5 | 5 | 100 |
| 18 | 09/10/2025 | 5 | 3 | 60 |
| 19 | 30/12/2025 | 5 | 5 | 100 |
| 20 | 27/01/2026 | 5 | 5 | 100 |
| 21 | 06/03/2026 | 5 | 5 | 100 |

## 8. COMMITTEES OF BOARD

The board of directors has constituted the following committees and the details pertaining to such committees are included in this annual report,

- Audit Committee
- Nomination and Remuneration Committee
- Stakeholders' Relationship Committee

### AUDIT COMMITTEE:

The Board of Directors, at its meeting held on 4th September, 2025, constituted the Audit Committee in accordance with the provisions of Section 177 of the Companies Act, 2013. The Audit Committee is entrusted with the responsibility of overseeing the Company's financial reporting process, reviewing the adequacy and effectiveness of internal financial controls, and ensuring that financial statements are accurate, transparent, and compliant with the applicable statutory and regulatory requirements. The Committee also plays a vital role in upholding high standards of corporate governance and enhancing stakeholders' confidence in the integrity of the Company's financial reporting.

The Committee is also responsible for reviewing internal audit reports and action taken thereon, as well as evaluating the effectiveness of internal control systems. Additionally, it monitors compliance with legal and statutory requirements, reviews related party transactions, and recommends the appointment of the statutory auditor to the Board.

During the year under review, three Audit Committee meetings were held on 20/09/2025, 26/09/2025 and on 15/01/2026.

The composition of the Audit Committee and the details of attendance at the meetings held during the year under review are as follows:

| Name of the Director | Chairman/Member | No. of Meeting attended |
|---|---|---|
| Mrs. Indira Suresh Vora | Chairman | 3 |
| Mr. Avnish Manojkumar Patel | Member | 3 |
| Mr. Niraj Kiritkumar Dalal | Member | 3 |

### NOMINATION AND REMUNERATION COMMITTEE:

The Board of Directors, at its meeting held on 4th September, 2025, constituted the Nomination and Remuneration Committee in accordance with the provisions of Section 178 of the Companies Act, 2013.

The terms of reference of the Committee, inter alia, include the following:

(a) formulation of policy for determining qualification, positive attributes and independence of a director and remuneration for the directors, key managerial personnel and other employees and recommend the same to the board and

(b) Identification of persons who are qualified to become directors and who may be appointed in senior management cadre in accordance with the criteria as per the policy approved by the board.

The Company's policy is to remain competitive within the industry by attracting and retaining the best talent and appropriately rewarding executives based on their individual performance and contribution to the Company's overall business objectives.

During the financial year 2025-26, one meeting of Nomination and Remuneration Committee was held on 15/01/2026.

The composition of the Nomination and Remuneration Committee and the details of attendance at its meetings during the year under review are as follows:

| **Name of the Director** | **Chairman/Member** | **No. of Meeting attended** |
|---|---|---|
| Mr. Niraj Kiritkumar Dalal | Chairman | 1 |
| Mrs. Indira Suresh Vora | Member | 1 |
| Mrs. Suhani Avanishkumar Patel | Member | 1 |

**STAKEHOLDERS' RELATIONSHIP COMMITTEE:**

The Board of Directors, at its meeting held on 4th September, 2025, constituted the Stakeholders' Relationship Committee in accordance with the provisions of Section 178 of the Companies Act, 2013.

The Committee is entrusted with the responsibility of considering and resolving the grievances of shareholders, investors and other security holders of the Company. It also oversees matters relating to the transfer and transmission of securities, issue of duplicate share certificates, and other stakeholder-related matters, with the objective of ensuring effective investor services and strengthening stakeholder relations.

During the financial year 2025-26, one meeting of Stakeholders' Relationship Committee was held on 15/01/2026.

The composition of the Stakeholders' Relationship Committee and the details of attendance at its meetings during the year under review are as follows:

| Name of the Director | Chairman/Member | No. of Meeting attended |
|---|---|---|
| Mrs. Suhani Avanishkumar Patel | Chairman | 1 |
| Mr. Niraj Kiritkumar Dalal | Member | 1 |
| Mrs. Indira Suresh Vora | Member | 1 |

## 9. ATTENDANCE OF DIRECTORS IN THE MEETINGS

| Sr. No. | Name of Director | Board Meetings | | | Committee Meetings | | | AGM held on 10/09/2025 |
|---|---|---|---|---|---|---|---|---|
| | | No of Meeting held | No of Meeting attended | % | No of Meeting held | No of Meeting attended | % | |
| 1 | Mr. Avnish Manojkumar Patel | 21 | 21 | 100 | 3 | 3 | 100 | Yes |
| 2 | Mr. Manojkumar Jayantilal Patel | 21 | 21 | 100 | - | - | - | Yes |
| 3 | Mrs. Suhani Avanishkumar Patel | 21 | 21 | 100 | 2 | 2 | 100 | Yes |
| 4 | Mr. Niraj Kiritkumar Dalal | 19 | 18 | 94.74 | 5 | 5 | 100 | Yes |
| 5 | Mrs. Indira Suresh Vora | 19 | 18 | 94.74 | 5 | 5 | 100 | Yes |

## 10. DETAILS IN RESPECT OF FRAUD

During the year under review, the Statutory Auditor in their report have not reported any instances of frauds committed in the Company by its Officers or Employees under section 143(12) of the Companies Act, 2013.

## 11. BOARD'S COMMENT ON THE AUDITORS' REPORT

The observations of the Statutory Auditors, when read together with the relevant notes to the accounts and accounting policies are self-explanatory and do not call for any further comment.

## 12. MATERIAL CHANGES AND COMMITMENTS

There have been no material changes and commitments, which affect the financial position of the company which have occurred between the end of the financial year to which the financial statements relate and the date of this Report.

## 13. CHANGE IN DIRECTORS AND KEY MANAGERIAL PERSONAL

During the year under review, the following changes took place in the composition of the Board of Directors:

| Sr. No. | Name of the Director | Designation | Particulars | Tenure of Appointment |
|---|---|---|---|---|
| 1 | Mr. Niraj K. Dalal | Appointed as Non-Executive Independent Director | The Board of Directors, at its meeting held on 04/04/2025, appointed Mr. Niraj K. Dalal as an Independent Director of the Company. Subsequently, the Members approved his appointment for a term of five consecutive years at the Annual General Meeting of the Company held on 10/09/2025. | From 04/04/2025 to 03/04/2030 |
| 2 | Mrs. Indira S. Vora | Appointed as Non-Executive Independent Director | The Board of Directors, at its meeting held on 04/04/2025, appointed Mrs. Indira S. Vora as an Independent Director of the Company. Subsequently, the Members approved his appointment for a term of five consecutive years at the Annual General Meeting of the Company held on 10/09/2025. | From 04/04/2025 to 03/04/2030 |
| 3 | Mr. Manojkumar J. Patel | Appointed as Managing Director | The Members of the Company, at the Annual General Meeting held on 10/09/2025, approved the appointment of Mr. Manojkumar J. Patel as the Managing Director of the Company for a period of three years. The Members also approved the payment of remuneration to Mr. Manojkumar J. Patel for the said term, in accordance with the applicable provisions of the Companies Act, 2013. | From 04/09/2025 to 03/09/2028 |

There is no change in the Key Managerial Personal of the company during the period under review.

## 14. DETAILS OF SIGNIFICANT AND MATERIAL ORDERS PASSED BY THE REGULATORS, COURTS AND TRIBUNALS

During the year under review, the Company filed a suo moto application under Section 454 of the Companies Act, 2013 for the non-compliance of Section 203(3) of the Companies Act, 2013. Pursuant thereto, the Registrar of Companies, Gujarat, vide its order dated 13th August, 2025, imposed a penalty of Rs. 5,00,000 on the Company and Rs. 90,000 each on Mr. Avnish M. Patel, Joint Managing Director, Mr. Manojkumar J. Patel, Managing Director, Mrs. Suhani A. Patel, Director, and Mr. Kalpeshbhai A. Raval, Chief Financial Officer. The Company and the concerned officers have duly complied with the said order, and the matter stands closed.

Except as stated above, no significant or material orders were passed by any regulator, court, or tribunal during the financial year which could impact the going concern status of the Company or its future operations.

**15. CONTRACTS AND ARRANGEMENTS WITH RELATED PARTIES**

All related party transactions entered into by the Company during the financial year were in the ordinary course of business and on an arm's length basis.

In accordance with the provisions of Section 188 of the Companies Act, 2013 and the rules made thereunder, the particulars of the related party contracts and arrangements are disclosed in Form AOC-2, annexed to this Notice as **Annexure I**.

**16. CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNINGS AND OUTGO**

Pursuant to the provisions of Section 134(3)(m) of the Companies Act, 2013, the information relating to conservation of energy, technology absorption, and foreign exchange earnings and outgo is annexed to this notice as **Annexure II**.

**17. CHANGE IN THE NATURE OF BUSINESS**

During the year under review, there was no change in the nature of business of the Company.

**18. CHANGE IN THE REGISTERED OFFICE**

There was no change in the registered office of the Company during the year under review.

**19. COMPLIANCE WITH SECRETARIAL STANDARD**

The Company has complied with the applicable Secretarial Standards (as amended from time to time) on meetings of the Board of Directors and Meeting of Shareholders (EGM/AGM) i.e. SS-1 and SS-2 issued by The Institute of Company Secretaries of India and approved by Central Government under section 118(10) of the Companies Act, 2013.

## 20. PARTICULARS OF LOANS, GUARANTEES AND INVESTMENT

Pursuant to Section 134(3)(g) of the Companies Act, 2013, the Board of Directors hereby confirms that the Company has not made any loans, given any guarantees, or made any investments under the provisions of Section 186 of the Companies Act, 2013 during the financial year ended 31st March, 2026.

## 21. RISK MANAGEMENT POLICY

The provisions relating to the Risk Management Policy are not applicable to the Company. However, the Board periodically reviews the risks associated with the Company's business and takes necessary steps to manage and mitigate such risks.

## 22. PREVENTION OF SEXUAL HARASSMENT OF WOMEN AT WORKPLACE [“POSH”]

The Company has adopted a policy for prevention of sexual harassment at the workplace, in line with the requirements of the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013 (“POSH Act”). An Internal Complaints Committee (“ICC”) has been duly constituted as per the provisions of the POSH Act to redress complaints regarding sexual harassment at the workplace.

During the financial year under review, the Company has complied with all the provisions of the POSH Act and the rules framed thereunder. Further details are as follow:

| Sr. No. | Particulars | Nos. |
|---|---|---|
| 1 | Number of complaints of Sexual Harassment received in the year | Nil |
| 2 | Number of complaints disposed off during the year | Nil |
| 3 | Number of cases pending for more than ninety days | Nil |

## 23. DETAILS OF SUBSIDIARY, JOINT VENTURE OR ASSOCIATE COMPANIES

As on 31st March, 2026, the Company has no Subsidiaries / Joint ventures / Associate Companies.

## 24. INTERNAL FINANCIAL CONTROL

The Company has in place adequate internal financial controls with reference to financial statements. During the financial year, such controls were tested and no reportable material weakness in the design or operation was observed.

## 25. CORPORATE SOCIAL RESPONSIBILITY

The provisions of Section 135 of the Companies Act, 2013 relating to Corporate Social Responsibility (CSR) are applicable to the Company. The details of the Company's CSR initiatives and activities, as required under the Act and the rules made thereunder, are set out in **Annexure III** forming part of this Report.

## 26. AUDITOR

The Members of the Company, at the 14th Annual General Meeting, appointed M/s. S. N. Shah & Associates, Chartered Accountants, Ahmedabad (Firm Registration No. 109782W), as the Statutory Auditors of the Company for a term of five consecutive years, to hold office from the conclusion of the 14th Annual General Meeting until the conclusion of the 19th Annual General Meeting, in accordance with the provisions of the Companies Act, 2013.

## 27. SECRETARIAL AUDIT REPORT

The provisions of Section 204 of the Companies Act, 2013 relating to the appointment of a Secretarial Auditor are not applicable to the Company during the year under review. Accordingly, the Company was not required to appoint a Secretarial Auditor for conducting the Secretarial Audit.

## 28. DIRECTOR'S RESPONSIBILITY STATEMENT

The Directors would like to inform the Members that the Audited Accounts for the financial year ended 31st March, 2026, are in full conformity with the requirement of the Companies Act, 2013. The Financial Accounts are audited by the statutory auditors of the company M/s. S N Shah & Associates, Chartered Accountants. The Directors further confirm that: -

a. In the preparation of the annual accounts for the year ended 31st March, 2026 the applicable accounting standards read with requirements set out under Schedule III to the Act, have been followed and there are no material departures from the same.

b. The Directors have selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company as at 31st March, 2026 and of the profit of the Company for the year ended on that date.

c. The Directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities.

d. The Directors have prepared the annual accounts on a 'going concern' basis.

e. The Directors have laid down internal financial controls to be followed by the Company and that such internal financial controls are adequate and are operating effectively; and

f. The Directors had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

**29. DEPOSITS**

During the financial year under review, the Company did not accept any deposits within the meaning of Section 73 of the Companies Act, 2013 read with the rules made thereunder. However, the Company accepted unsecured loans from its Directors, the details of which are disclosed in the Financial Statements.

**30. COST RECORD**

The provisions of Section 148(1) of the Companies Act, 2013 relating to the maintenance of cost records are not applicable to the Company. Accordingly, the Company is not required to maintain cost records or comply with the provisions prescribed thereunder.

**31. STATEMENT ON DECLARATION FROM INDEPENDENT DIRECTORS**

The Company has received necessary declarations from all Independent Directors of the Company in accordance with the provisions of Section 149(7) of the Companies Act, 2013 confirming that they meet the criteria of independence as prescribed under Section 149(6) of the Companies Act, 2013.

**32. ESTABLISHMENT OF VIGIL MECHANISM/WHISTLE BLOWER POLICY**

Pursuant to the provisions of section 177(9) of the Companies Act, 2013 read with Rule 7 of the Companies (Meeting of Board and its powers) Rules, 2014, the Company has adopted Whistle Blower Policy/Vigil Mechanism for directors and employees to report concerns about unethical behavior, actual or suspected fraud or violation of the Code of Conduct. It also provides for adequate safeguards against victimization of directors /employees who avail the Mechanism.

The Company affirms the access to the Audit Committee. To ensure the effective functioning of the Vigil Mechanism, the Audit Committee of the Company reviews and takes note of the same from time to time, as deemed appropriate. During the year the company has not received any complaint regarding the same.

## 33. FORMAL ANNUAL EVALUATION OF THE PERFORMANCE OF THE BOARD, ITS COMMITTEES & INDIVIDUAL DIRECTORS

The Board of Directors have evaluated the performance of all Independent Directors, Non-Independent Directors and its Committees. The Board deliberated on various evaluation attributes for all directors and after due deliberations made an objective assessment and evaluated that all the directors in the Board have adequate expertise drawn from diverse industries and business and bring specific competencies relevant to the Company's business and operations. The Board found that the performance of all the Directors was quite satisfactory.

The Board also noted that the term of reference and composition of the Committees was clearly defined. The Committee performed their duties diligently and contributed effectively to the decisions of the Board.

The functioning of the Board and its committees were quite effective. The Board evaluated its performance as a whole and was satisfied with its performance and composition of Independent and Non-Independent Directors.

## 34. INITIAL PUBLIC OFFER (IPO)

During the year under review, the Members of the Company, at their Extraordinary General Meeting held on 16th September, 2025, approved the proposal for the Initial Public Offering (IPO) of the Company.

Pursuant to the said approval, the Company filed the Draft Red Herring Prospectus (DRHP) with the National Stock Exchange of India Limited on 26th September, 2025 for the proposed listing of its equity shares on the NSE EMERGE platform. Thereafter, the Company received the in-principle approval from the National Stock Exchange of India Limited on 18th December, 2025.

The Company is currently undertaking the necessary steps and complying with the applicable regulatory and procedural requirements for the proposed listing of its equity shares on the NSE EMERGE platform.

## 35. PARTICULARS OF EMPLOYEES

There are no employees who are in receipt of remuneration in excess of limits as prescribed under Rule 5(2) of Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 and hence no such information is required to be given.

## 36. INSURANCE

All the properties and insurable interests of the company including buildings, plant and machinery, stocks etc. are adequately insured.

## 37. PROCEEDINGS PENDING UNDER THE INSOLVENCY AND BANKRUPTCY CODE, 2016

No application has been made or any proceeding is pending under the Insolvency and Bankruptcy Code, 2016.

## 38. DIFFERENCE IN VALUATION

The Company has not made any one-time settlement for loans taken from the Banks or Financial Institutions, and hence the details of difference between amount of the valuation done at the time of one-time settlement and the valuation done while taking loan from the Banks or Financial Institutions along with the reasons thereof is not applicable.

## 39. MATERNITY BENEFIT

During the year under review, the Company did not receive any applications from women employees seeking benefits under the Maternity Benefit Act, 1961. The Company affirms that it has duly complied with, and will continue to comply with, all provisions of the Maternity Benefit Act, 1961.

## 40. GENDER WISE COMPOSITION OF EMPLOYEES

In alignment with the principle of diversity, equity, and inclusion (DEI), the company discloses below the gender composition of its workforce as on 31st March, 2026:

Male Employee: 57
Female Employee: 04

This disclosure reinforces the company’s efforts to promote an inclusive workplace culture and equal opportunity for all individuals, regardless of gender.

## 41. ACKNOWLEDGMENT

Your directors wish to express their grateful appreciation to the continued co-operation received from the Banks, Government Authorities, Customers, Vendors and Shareholders during the year under review. Your directors also wish to place on record their deep sense of appreciation for the committed service of the executives, staff and workers of the Company.

**BY ORDER OF THE BOARD OF DIRECTORS**

**FOR, SHANTI INORGANICS LIMITED**
**(FORMERLY KNOWN AS SHANTI INORGO CHEM (GUJ) LIMITED AND SHANTI INORGO CHEM (GUJ) PRIVATE LIMITED)**

| | |
|---|---|
| **MANOJKUMAR JAYANTILAL PATEL** | **AVNISH MANOJKUMAR PATEL** |
| **MANAGING DIRECTOR** | **JOINT MANAGING DIRECTOR** |
| **DIN: 02724947** | **DIN: 02724940** |

SHANTI INORGANICS LIMITED AHMEDABAD

Date: 18/07/2026
Place: Ahmedabad

# SHANTI INORGANICS LIMITED

(Formerly known as Shanti Inorgo Chem (Guj) Limited and Shanti Inorgo Chem (Guj) Private Limited)
**CIN:** U24100GJ2010PLC059218
**Registered Office:** Plot No.-2015, Phase III GIDC, Vatva, Ahmedabad, Gujarat-382445, India
**Email ID:** accounts@shantiinorgochem.com | **Phone No:** 079-25895326; **Website:** www.shantiinorganics.com

## ANNEXURE- I TO DIRECTORS' REPORT

### Form No. AOC-2

**(Pursuant to section 134(3)(h) of the Companies Act, 2013 and Rule 8(2) of the Companies (Accounts) Rules, 2014)**

Form for disclosure of particulars of contracts/arrangements entered into by the company with related parties referred to in sub-section (1) of section 188 of the Companies Act, 2013 including certain arm's length transactions under third proviso thereto

1. Details of contracts or arrangements or transactions not at arm's length basis : Nil

2. Details of material contracts or arrangement or transactions at arm's length basis:

(Rs. in Lakhs)

| Sr. No. | Name of the related party (Nature of Relationship) | Nature of Contracts/ Arrangements/ Transaction | Duration of The Contracts/ arrangements /transactions | Salient terms of the contracts or arrangements or transactions including the value, if any | Date of Approval by the Board | Amount for the Year ended 31st March, 2026. |
|---|---|---|---|---|---|---|
| 1 | Bodal Chemicals Limited | Sale of Goods or Services | 01/04/2025 to 31/03/2026 | Entities in which relative of key managerial personnel have significant influence | 04/04/2025 | 105.25 |
| 2 | Bodal Chemicals Trading Limited | Purchase of Goods or Services | 01/04/2025 to 31/03/2026 | Entities in which relative of key managerial personnel have significant influence | 04/04/2025 | 78.35 |
| 3 | Bodal Chemicals Limited | Purchase of Goods or Services | 01/04/2025 to 31/03/2026 | | 04/04/2025 | 35.15 |

**BY ORDER OF THE BOARD OF DIRECTORS**

**FOR, SHANTI INORGANICS LIMITED**
**(FORMERLY KNOWN AS SHANTI INORGO CHEM (GUJ) LIMITED AND SHANTI INORGO CHEM (GUJ) PRIVATE LIMITED)**

A.M. Patel

**MANOJKUMAR JAYANTILAL PATEL**
**MANAGING DIRECTOR**
**DIN: 02724947**

**AVNISH MANOJKUMAR PATEL**
**JOINT MANAGING DIRECTOR**
**DIN: 02724940**

SHANTI INORGANICS LIMITED AHMEDABAD

Date: 18/07/2026
Place: Ahmedabad

## ANNEXURE- II TO DIRECTORS' REPORT

## CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION & FOREIGN EXCHANGE EARNINGS AND OUTGO

### A. Energy Conservation:

| | | |
|---|---|---|
| 1. | The steps taken or impact on conservation of energy | The company has taken various initiatives, such as replacing inefficient energy equipment and raising awareness about energy conservation, to promote greater energy efficiency. |
| 2. | The steps taken by the Company for utilising alternate sources of energy | The Company has not undertaken any specific initiatives for the utilisation of alternate sources of energy during the year under review. |
| 3. | The capital investment on energy conservation equipment | There were no significant capital investments in energy conservation equipment during the year. |

### B. Technology Absorption:

| | | |
|---|---|---|
| 1. | Efforts, in brief, made towards technology absorption, adoption and innovation. | There was no major technology absorption during the year. |
| 2. | Benefits derived as a result of the above efforts e.g. Product improvement, cost reduction, product development, import substitution etc. | Nil |
| 3. | In case of imported technology (imported during the last three years) reckoned from the beginning of the financial year): | (a) The details of technology imported – Nil<br>(b) The year of import - N.A.<br>(c) Whether the technology been fully absorbed - N.A.<br>(d) If not fully absorbed, areas where absorption has not taken place, and the reasons thereof - N.A. |
| 4. | The expenditure incurred on Research and Development | Nil |

### C. Foreign Exchange Earnings and Outgo:

**(Rs. In Lakhs)**

| **Particulars** | **2025-26** | **2024-25** |
|---|---|---|
| 1. Total Foreign Exchange Earned | 2819.81 | 3431.01 |
| 2. Total Foreign Exchange Outgo | 242.12 | 397.52 |

**BY ORDER OF THE BOARD OF DIRECTORS**

**FOR, SHANTI INORGANICS LIMITED**
**(FORMERLY KNOWN AS SHANTI INORGO CHEM (GUJ) LIMITED**
**AND SHANTI INORGO CHEM (GUJ) PRIVATE LIMITED)**

A.M. Patel

| | |
|---|---|
| **MANOJKUMAR JAYANTILAL PATEL** | **AVNISH MANOJKUMAR PATEL** |
| **MANAGING DIRECTOR** | **JOINT MANAGING DIRECTOR** |
| **DIN: 02724947** | **DIN: 02724940** |

SHANTI INORGANICS LIMITED
AHMEDABAD

Date: 18/07/2026
Place: Ahmedabad

## ANNEXURE- III TO DIRECTORS' REPORT

## ANNUAL REPORT ON CORPORATE SOCIAL RESPONSIBILITY (CSR) ACTIVITIES

1. Brief outline on CSR policy of the Company:

   The objective of the company's CSR policy is to lay down guiding principles for proper functioning of CSR activities to attain sustainable development of the nearby society.

   The company has been engaged in CSR related activities since many years and has contributed generously in the areas like promotion of education, public welfare etc.

   The CSR policy adopted by the company intends to do CSR activities in various areas which include the areas like education, infrastructure support to education centers, skill development, community health care, (specialized in medical treatment, health camps etc.) public health, rain water harvesting, construction, repair and maintenance of community centers, promotion of art and culture, etc.

2. Composition of the CSR committee: The provisions relating to the constitution of a Corporate Social Responsibility (CSR) Committee are not applicable to the Company. Accordingly, the CSR activities of the Company, wherever applicable, are monitored and overseen by the Board of Directors.

3. The web-link where Composition of CSR Committee, CSR Policy and CSR projects approved by the board are disclosed on the website of the Company:

| Sr. No. | Particulars | Web-Link |
|---|---|---|
| 1 | Composition of CSR Committee | Not Applicable. |
| 2 | CSR Policy | https://shantiinorganics.com/investor/ |
| 3 | CSR projects | https://shantiinorganics.com/investor/ |

4. Provide the executive summary along with web-link(s) of Impact Assessment of CSR Projects carried out in pursuance of sub-rule (3) of rule 8, if applicable: Not Applicable

5. Details of the amount available for set-off in pursuance of sub-rule (3) of rule 7 of the Companies (Corporate Social responsibility Policy) Rules, 2014 and amount required for set off for the financial year, if any: Nil

6. Average net profit of the company as per section 135(5): Rs. 809.09 Lakhs

(Rs. In Lakhs)

| **Sr. No.** | **Particulars** | **Amount** |
|---|---|---|
| 1 | Two percent of average net profit of the company as per section 135(5) | 16.18 |
| 2 | Surplus arising out of the CSR projects or programme or activities of the previous financial years. | - |
| 3 | Amount required to be set off for the financial year, if any | - |
| 4 | Total CSR obligation for the financial year (1+2-3). | 16.18 |

7. (a) CSR amount spent or unspent for the financial year:

| **Total Amount Spent for the Financial Year (Rs. In Lakhs)** | **Amount Unspent (Rs. In Lakhs)** | | | | |
|---|---|---|---|---|---|
| | **Total Amount transferred to Unspent CSR Account as per section 135(6)** | | **Amount transferred to any fund specified under Schedule VII as per second proviso to section 135(5)** | | |
| | Amount | Date of Transfer | Name of the Fund | Amount | Date of Transfer |
| 33.51 Lakhs | - | - | - | - | - |

(b). Details of CSR amount spent against ongoing projects for the financial year:

(Rs. In Lakhs)

| (1) | (2) | (3) | (4) | (5) | | (6) | (7) | (8) | (9) | (10) | (11) | |
|---|---|---|---|---|---|---|---|---|---|---|---|---|
| Sr. No. | Name of the Project | Item from the list of activities in Schedule VII to the Act | Local area (Yes/ No) | Location of the project | | Project duration | Amount allocated for the project | Amount spent in the current financial Year | Amount transferred to Unspent CSR Account for the project as per Section 135(6) | Mode of Implementation Direct (Yes/ No) | Mode of Implementation – Through Implementing Agency | |
| | | | | State | District | | | | | | Name | CSR Registration Number |
| 1 | Not Applicable | | | | | | | | | | | |

(c) Details of CSR amount spent against other than ongoing projects for the financial year

(Rs. in Lakhs)

| (1) | (2) | (3) | (4) | (5) | | (6) | (7) | (8) | |
|---|---|---|---|---|---|---|---|---|---|
| Sr. No. | Name of the Project | Item from the list of activities in Schedule VII to the Act | Local area (Yes/ No) | Location of the project | | Amount spent for the project (Rs. In Lakhs) | Mode of implementation on Direct (Yes/No) | Mode of implementation – Through implementing agency | |
| | | | | State | District | | | Name | CSR Registration |
| 1 | Shiksha Sahay Initiative | (ii) promoting education, including special education and employment enhancing vocation skills especially among children, women, elderly, and the differently abled and livelihood enhancement projects; | No | Gujarat | Anand | 1.49 | Yes | - | - |
| 2 | Shiksha Samruddhi Program | (ii) promoting education, including special education and employment enhancing vocation skills especially among children, women, elderly, and the differently abled and livelihood enhancement projects; | No | Gujarat | Anand | 32.02 | Yes | - | - |
| | **Total** | | | | | **33.51** | | | |

(d) Amount spent in Administrative Overheads: Nil

(e) Amount spent on Impact Assessment, if applicable: Not Applicable

(f) Total amount spent for the Financial Year (8b+8c+8d+8e): Rs. 33.51 Lakhs

(g) Excess amount for set off, if any: Nil

| **Sr. No.** | **Particulars** | **Amount (Rs. In Lakhs)** |
|---|---|---|
| (i) | Two percent of average net profit of the company as per section 135(5) | 16.18 |
| (ii) | Total amount spent for the Financial Year | 33.51 |
| (iii) | Excess amount spent for the financial year [(ii)-(i)] | 17.33 |
| (iv) | Surplus arising out of the CSR projects or programmes or activities of the previous financial years, if any | - |
| (v) | Amount available for set off in succeeding financial years [(iii)-(iv)] | 17.33 |

8. (a) Details of Unspent CSR amount for the preceding three financial years:

| Sr. No. | Preceding Financial Year | Amount transferred to unspent CSR Account under section 135(6) (in Rs.) | Amount spent in the reporting Financial Year (in Rs.) | Amount transferred to any fund specified under Schedule VII as per section 135(6), if any | | | Amount remaining to be spent in succeeding financial years (in Rs.) |
|---|---|---|---|---|---|---|---|
| | | | | Name of the Fund | Amount (in Rs.) | Date of Transfer | |
| Not Applicable | | | | | | | |

(b) Details of CSR amount spent in the financial year for ongoing projects of the preceding financial year(s): Not Applicable

| (1) | (2) | (3) | (4) | (5) | (6) | (7) | (8) | (9) |
|---|---|---|---|---|---|---|---|---|
| Sr. No. | Project ID | Name of the project | Financial Year in which the project was commenced | Project duration | Total amount allocated for the project (in Rs.) | Amount spent on the project in the reporting Financial Year (in Rs.) | Cumulative amount spent at the end of reporting Financial Year (in Rs.) | Status of the Project Completed / ongoing |
| Not Applicable | | | | | | | | |

9. In case of creation or acquisition of capital asset, furnish the details relating to the asset so created or acquired through CSR spent in the financial year(asset-wise details) : Not Applicable
   (a) Date of creation or acquisition of the capital asset(s).

   (b) Amount of CSR spent for creation or acquisition of capital asset.

   (c) Details of the entity or public authority or beneficiary under whose name such capital asset is registered, their address etc.

   (d) Provide details of the capital asset(s) created or acquired (including complete address and location of the capital asset).

10. Specify the reason(s), if the company has failed to spend two per cent of the average net profit as per section 135(5): Not Applicable

**BY ORDER OF THE BOARD OF DIRECTORS**

**FOR, SHANTI INORGANICS LIMITED**
**(FORMERLY KNOWN AS SHANTI INORGO CHEM (GUJ) LIMITED AND SHANTI INORGO CHEM (GUJ) PRIVATE LIMITED)**

A.M.Patel

SHANTI INORGANICS LIMITED AHMEDABAD

| | |
|---|---|
| **MANOJKUMAR JAYANTILAL PATEL** | **AVNISH MANOJKUMAR PATEL** |
| **MANAGING DIRECTOR** | **JOINT MANAGING DIRECTOR** |
| **DIN: 02724947** | **DIN: 02724940** |

Date: 18/07/2026
Place: Ahmedabad

# SHANTI INORGANICS LIMITED

(Formerly known as Shanti Inorgo Chem (Guj) Limited and Shanti Inorgo Chem (Guj) Private Limited)

**CIN:** U24100GJ2010PLC059218

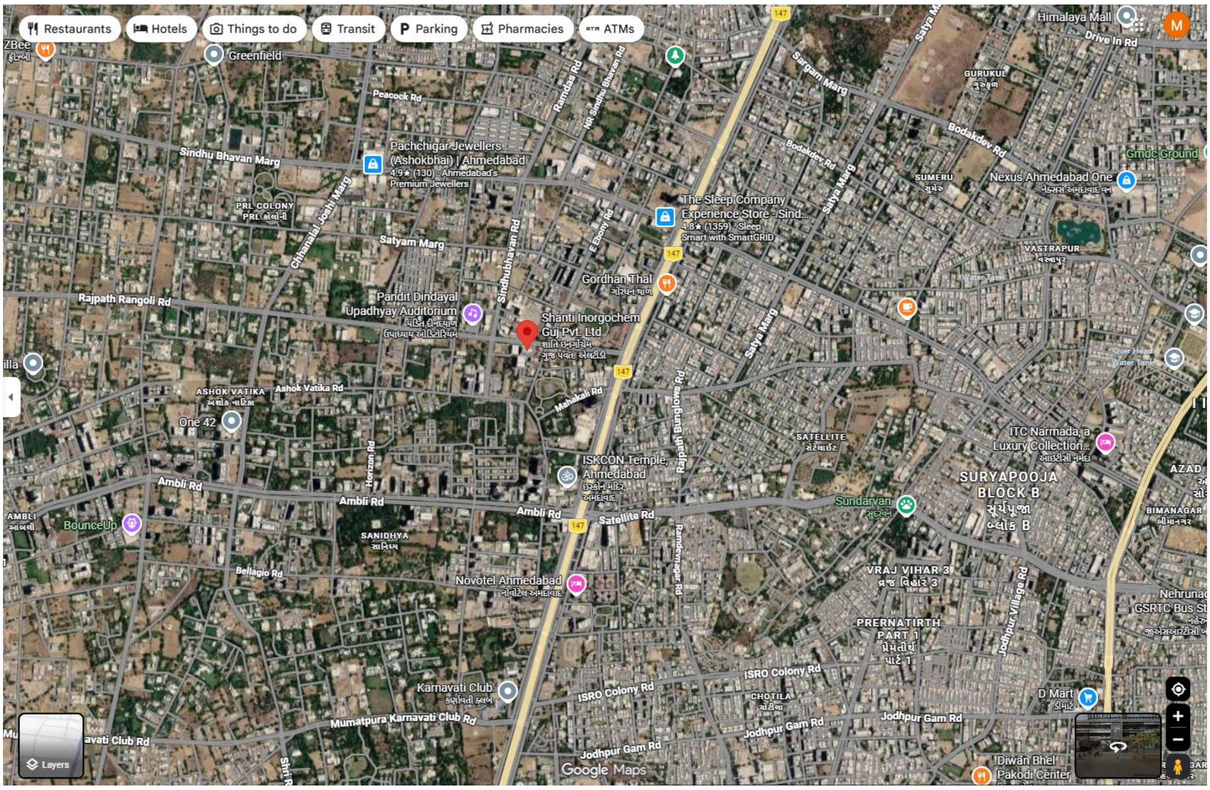
**Registered Office:** Plot No.-2015, Phase III GIDC, Vatva, Ahmedabad, Gujarat-382445, India

**Email ID:** accounts@shantiinorgochem.com | **Phone No:** 079-25895326; **Website:** www.shantiinorganics.com


## Route Map for Venue of Annual General Meeting

**Address:** 808 to 810, Aaron Spectra, Rajpath Club Road, Bodakdev, Ahmedabad, Gujarat, India, 380054.

**LANDMARK: RAJPATH CLUB**



**Form No. MGT-11**

**Proxy form**
**[Pursuant to section 105(6) of the Companies Act, 2013 and rule 19(3) of the Companies (Management and Administration) Rules, 2014]**

| | |
|---|---|
| Name of the Member(s) | |
| Registered Address | |
| E-mail Id | |
| Folio No /Client ID | DP ID |

I/We, being the member(s) of ____________shares of the above named company. Hereby appoint

1. Name: ..........................................................................................................................
E-mail Id: ..........................................................................................................................
Address:..........................................................................................................................
..........................................................................................................................
Signature: .......................................................................................................... or failing him
2. Name: ..........................................................................................................................
E-mail Id: ..........................................................................................................................
Address:..........................................................................................................................
..........................................................................................................................
Signature: .......................................................................................................... or failing him
as my/our proxy to attend and vote (on a poll) for me/us and on my/our behalf at the Annual General Meeting of the Shanti Inorganics Limited (Formerly known as Shanti Inorgo Chem (Guj) Limited and Shanti Inorgo Chem (Guj) Private Limited), to be held on Friday, 14th August, 2026 at 11.00 AM at 808 to 810, Aaron Spectra, Rajpath Club Road, Bodakdev, Ahmedabad, Gujarat, India, 380054 and at any adjournment thereof in respect of such resolutions as are indicated below:

| Sr. No | Resolution(s) | Vote | |
|---|---|---|---|
| | | **For** | **Against** |
| 1. | To receive, consider and adopt the Audited Standalone Balance Sheet as at 31st March, 2026, Statement of Profit and Loss and Cash Flow Statement for the year ended on that date and the Reports of the Directors and Auditors thereon. | | |
| 2 | To appoint Avnish Manojkumar Patel, as Director, who retires by rotation and being eligible, offers himself for re-appointment. | | |

Signed this _____day of _____2026

Affix Revenue Stamps

Signature of Shareholder

Signature of the Proxy Holder

**Note: This form of proxy in order to be effective should be duly completed and deposited at the Registered Office of the Company not less than 48 hours before the commencement of the Meeting.**

**SHANTI INORGANICS LIMITED**
(Formerly known as Shanti Inorgo Chem (Guj) Limited and Shanti Inorgo Chem (Guj) Private Limited)
**CIN:** U24100GJ2010PLC059218
**Registered Office:** Plot No.-2015, Phase III GIDC, Vatva, Ahmedabad, Gujarat-382445, India
**Email ID:** accounts@shantiinorgochem.com | **Phone No:** 079-25895326; **Website:** www.shantiinorganics.com

## ATTENDANCE SLIP

PLEASE FILL THE ATTENDANCE SLIP AND HAND IT OVER AT THE ENTRANCE OF THE MEETING HALL.

Joint shareholders may obtain additional slips on request.

| | |
|---|---|
| Master Folio No: | |

NAME AND ADDRESS OF SHAREHOLDER:
______________________________________________

NAME OF PROXYHOLDER:
__________________________________________________________

NO. OF SHARES HELD:
______________________________________________________________

I hereby record my presence at the Annual General Meeting of the Members of Shanti Inorganics Limited (Formerly known as Shanti Inorgo Chem (Guj) Limited and Shanti Inorgo Chem (Guj) Private Limited), to be held on Friday, 14th August, 2026 at 11.00 AM at 808 to 810, Aaron Spectra, Rajpath Club Road, Bodakdev, Ahmedabad, Gujarat, India, 380054.

Signature of the Shareholder or Proxy:
_________________________________________________

NOTES:

(1) Members/Proxy holders are requested to produce the attendance slip duly signed for admission to the Meeting hall.

(2) In the case of joint holders, the votes of the senior who tenders a vote, whether in person or by proxy, shall be accepted to the exclusion of the vote of the other joint holders. Seniority shall be determined by the order in which the names stand in the Registers of Members.

# INDEPENDENT AUDITOR'S REPORT

To the Members of
**SHANTI INORGANICS LIMITED**
***(Previously known as SHANTI INORGO CHEM (GUJ) LIMITED)***
**AHMEDABAD**

## REPORT ON THE AUDIT OF THE FINANCIAL STATEMENTS:

## OPINION

We have audited the accompanying financial statements of SHANTI INORGANICS LIMITED *(Previously known as SHANTI INORGO CHEM (GUJ) LIMITED)* ("the Company"), which comprise the Balance Sheet as at March 31, 2026, the Statement of Profit and Loss, and the Statement of Cash Flows for the year then ended and notes to the financial statements, including a summary of material accounting policies and other explanatory information (hereinafter referred to as "Financial Statements").

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Companies Act, 2013 ("Act") in the manner so required and give a true and fair view in conformity with the Accounting Standards prescribed under section 133 of the Act read with the Rule 7 of the Companies (Accounts) Rules 2014 and other accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2026, and its profit and its cash flows for the year ended on that date.

## BASIS FOR OPINION

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under Section 143(10) of the Act. Our responsibilities under those SAs are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Act and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

**KEY AUDIT MATTERS:**

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the financial statements of the current period. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

Reporting of key audit matters as per SA 701, Key Audit Matters are not applicable to the Company as it is an unlisted company.

**INFORMATION OTHER THAN THE FINANCIAL STATEMENTS AND AUDITORS' REPORT THEREON**

The Company's Board of Directors is responsible for the preparation of other information. The other information comprises the information included in the Board's Report including Annexures to the Board's Report but does not include the financial statements and our auditor's report thereon.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

**MANAGEMENT'S RESPONSIBILITY FOR THE FINANCIAL STATEMENTS:**

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including Accounting Standards specified under Section 133 of the Act, read the Companies (Accounts) Rules, 2014 as amended.

This responsibility also includes the maintenance of adequate accounting records in accordance with the provision of the Act for safeguarding of the assets of the Company and for preventing and detecting the frauds and other irregularities; selection and application of appropriate accounting policies; making

S N SHAH & ASSOCIATES FRN : 109782W AHMEDABAD CHARTERED ACCOUNTANTS judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial control, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

The Board of Directors is also responsible for overseeing the Company's financial reporting process.

**AUDITOR'S RESPONSIBILITIES FOR THE AUDIT OF THE FINANCIAL STATEMENTS:**

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under Section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the Company has adequate internal financial controls with reference to financial statements in place and the operating effectiveness of such controls.

- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.

S N SHAH & ASSOCIATES
FRN : 109782W
AHMEDABAD
CHARTERED ACCOUNTANTS

- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Materiality is the magnitude of misstatements in the Financial Statements that individually or in aggregate, make is probable that economic decisions of a reasonably knowledgeable user of Financial Statements may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in Financial Statements.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditors' report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

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## REPORT ON OTHER LEGAL AND REGULATORY REQUIREMENTS:

1. As required by The Companies (Auditor's Report) Order, 2020 issued by The Central Government of India in term of section 143 (11) of The Companies Act, 2013, we enclose in the Annexure-A hereto a statement on the matters specified in paragraphs 3 and 4 of the said order, to the extent applicable to the company.

2. As required by section 143(3) of the Act, based on our audit we report to the extent applicable that:

a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit;

b) In our opinion proper books of account as required by law have been kept by the Company so far as appears from our examination of those books;

c) The Balance Sheet, the Statement of Profit and Loss and the Statement of Cash Flows dealt with by this Report are in agreement with the books of account;

d) In our opinion, aforesaid Balance Sheet, the Statement of Profit and Loss and the Statement of Cash Flows comply with the Accounting Standards prescribed under section 133 of the Act read with Rule 7 of the Companies (Accounts) Rules, 2014;

e) On the basis of written representations received from the directors of the Company as on March 31, 2026, and taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2026, from being appointed as a director in terms of sub-section (2) of section 164 of Act;

f) With respect to the adequacy of internal financial control over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate report in **Annexure-B** to this report; Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Company's internal financial controls with reference to standalone financial statements.

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g) With respect to the other matters included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, as amended, in our opinion and to the best of our information and according to the explanations given to us:

i. The Company does not have any pending litigations which would impact its financial position;

ii. The Company did not have any long-term contracts including derivatives contracts for which there were any material foreseeable losses.

iii. As at 31st March, 2026 there were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

iv. Management Representation:

a. The Management of the Company has represented to us that to the best of it's knowledge and belief, no funds (which are material either individually or in the aggregate) have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other person(s) or entity(ies), including foreign entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.

b. The management of the Company has represented, that, to the best of it's knowledge and belief no funds (which are material either individually or in the aggregate) have been received by the company from any person(s) or entity(ies), including foreign entities ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.

c. Based on audit procedures which we considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause (i) and (ii) of Rule 11(e) Companies (Audit and Auditors) Rules, 2014 (as amended) and provided in clauses (a) and (b) above contain any material mis-statement.

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v. The company has not declared or paid any dividend during the year.

Vi. Based on our examination, which included test checks, the Company has used accounting software for maintaining its books of account for the financial year ended March 31, 2026 which has a feature of recording audit trail (edit log) facility and the same has been in operation throughout the year for all relevant transactions recorded in the software. Further, during the course of our audit we did not come across any instance of the audit trail feature being tampered with. However, our opinion is based on test check only.

Further, the Company has represented to us that it has preserved the audit trail as per the statutory requirements for record retention. However, in the absence of specific records evidencing the audit trail feature's preservation report from the software, we are unable to comment on whether the audit trail has been preserved by the Company as per the statutory requirements for record retention.

3. With respect to the matter to be included in the Auditors' Report under Section 197(16) of the Act:

In our opinion and according to the information and explanations given to us, the remuneration paid by the Company to its directors during the current year is in accordance with the provisions of Section 197 of the Act. The remuneration paid to any director is not in excess of the limit laid down under Section 197 of the Act. The Ministry of Corporate Affairs has not prescribed other details under Section 197(16) of the Act which are required to be commented upon by us.

**FOR AND ON BEHALF OF**
**S N SHAH & ASSOCIATES,**
**CHARTERED ACCOUNTANTS,**
**FIRM REG. NO. 109782W**

S N SHAH & ASSOCIATES
FRN : 109782W
AHMEDABAD
CHARTERED ACCOUNTANTS

**FIROJ G. BODLA**
**PARTNER**
**M. No. 126770**

**PLACE: AHMEDABAD**
**DATED: 18-07-2026**
**UDIN: 26126770AUAJDH1515**

## ANNEXURE-A TO THE INDEPENDENT AUDITOR'S REPORT

[Referred to in paragraph 1 under "Report On Other Legal And Regulatory Requirements' section of our report of even date to the members of SHANTI INORGANICS LIMITED (*Previously known as Shanti Inorgo (Guj) Limited*) on the financial statements of the company for the year ended 31st March, 2026:

In terms of the information and explanations sought by us and given to us by the management of the company and on the basis of such checks of the books and records of the company during the course of audit and to the best of our knowledge and belief, we further report that:

i. In respect of its Property, Plant & Equipments and Intangible Assets:

   a) According to the information and explanations given to us, the company has maintained proper records showing full particulars including quantitative details and situation of property, plant and equipment and Capital Work in Progress. According to the information and explanations given to us, the company has compiled records showing full particulars of intangible assets.

   b) As explained to us, the management in accordance with a phased programme of verification adopted by the company has physically verified the property, plant & equipment and capital work-in-progress. To the best of our knowledge, no material discrepancies have been noticed on such verification or have been reported to us.

   c) According to the information and explanations given to us and on the basis of the examination of the records of the company, the title deeds of immovable properties disclosed in the financial statements as part of property, plant & equipment are held in the name of the Company as at the balance sheet date.

   d) The Company has not revalued any of its property, plant and equipment and intangible assets during the year.

   e) According to the information and explanations given to us no proceedings have been initiated during the year or are pending against the Company as at March, 31, 2026 for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (as amended in 2016) and rules made thereunder.

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ii. In respect of its Inventories:

a) As explained to us, the inventories have been physically verified by the management of the company during the year at reasonable interval. In our opinion, the coverage and procedure of such verification by the Management of the company is appropriate having regard to the size of the Company and the nature of its operations. According to the information and explanations given to us, no discrepancies of 10% or more in the aggregate for each class of inventories were noticed on such physical verification of inventories when compared with books of account.

b) According to the information and explanations given to us and relevant records produced, the Company has been sanctioned working capital limits in excess of Rs.5.00 Crores in aggregate from banks on the security of current assets of the company, however as informed to us, there has been variance in value of inventories as submitted in quarterly statements to bank and as per books of accounts. As explained to us by the management of the company the variance is a result of submission of quarterly statements on the basis of provisional financial statements for each reporting period pending entries relating to production, consumption, valuation and subject to reconciliation with books of accounts. However, no such records have been made available for our verification and hence, the amounts as reported in the quarterly statements to the banks is subject to reconciliations and consequent adjustments as per books of accounts and its effect on the reported amount in the financial statements.

iii. Investments/Guarantee/Security/Loans/Advances Granted:

a) As informed to us, the company had made investment in shares and granted interest free unsecured loans to companies re-payable on demand in earlier years, the details of which are given below:

**(Amount Rs. In Lakhs)**

| **Sr. No.** | **Particulars** | **Investments** | **Loans** | **Guarantee** |
|---|---|---|---|---|
| A. | Aggregate Amount Granted/Provided during the year: | | | |
| - | Related Parties | NIL | NIL | NIL |
| - | Others | NIL | NIL | NIL |
| B. | Aggregate Amount Received during the year: | | | |
| - | Related Parties | NIL | NIL | NIL |
| - | Others | NIL | NIL | NIL |
| B. | Balance Outstanding As At Balance Sheet Date in Respect of Above Cases (Including Outstanding Against Opening Balances): | | | |

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| | | | | |
|---|---|---|---|---|
| - | Related Parties | NIL | NIL | NIL |
| - | Others | 3.41 | 101.10 | NIL |

b) According to the information and explanations given to us,. the company has not stipulated any specific terms or conditions as to the loans granted to the above parties. According to the information and explanations given to us and in our opinion, the investments made and the terms and conditions of grant of loans given, are prima facie, not prejudicial to the interest of the Company except for interest charge on loans granted to the above parties.

c) According to the information and explanations given to us, the company has not stipulated any schedule for repayment of the loans. As informed to us, the repayment of loan was received as and when demands were raised. As informed to us, there has been no default in repayment of loan by the parties.

d) According to the information and explanations given to us, in respect of loans granted and advances in the nature of loans provided by the Company, there was no overdue amount remaining outstanding as at the balance sheet date.

e) According to the information and explanations given to us, the company has not stipulated any schedule for repayment of the loans. However, as explained to us, no loan or advances in the nature of loan granted by the Company against which demand was made from any party, has been renewed or extended or fresh loans were granted to settle the amounts against which demands were made from the same party.

f) According to the information and explanations given to us, the company has not stipulated any specific terms or conditions and stipulated any schedule for repayment of the loans as to the loans granted to the above parties. The aggregate amount of such loans granted during the year to other parties was Rs.NIL.

iv. According to the information and explanations given to us, the company has complied with provisions of section 185 and 186 in respect of transaction of the nature referred to in Sections 185 and 186 of The Companies Act, 2013 in respect of any loans, investments, guarantees and security.

v. According to the information and explanations given to us, the company has complied with the directives issued by the Reserve Bank of India, if applicable and the provisions Section 73 to 76 of The Companies Act, 2013, and The Companies (Acceptance of Deposits) Rules, 2014 in respect of deposits, if any, accepted by the company. According to the information and explanations given to us, the Company Law Board or National Company Law Tribunal or Reserve Bank of India or any court or any other tribunal has not issued any order in respect of the deposits accepted by the company.

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vi. As per information and explanations given to us, the company is not required to make and maintain the cost records and accounts as prescribed by The Central Government under Section 148(1) of the Companies Act, 2013.

vii. In respect of Statutory Dues:

a) As per the information & explanations furnished to us, in our opinion the company is regular in depositing with appropriate authorities undisputed statutory dues of T.D.S., GST, Employee Provident Fund, ESIC, Professional Tax and other material statutory dues applicable to it. There has been no outstanding as at 31st March, 2026 of undisputed liabilities outstanding for more than six months.

b) According to information and explanations given to us and so far as appears from our examination of books of account, there were no statutory dues outstanding as at 31st March, 2026 which have not been deposited on account of any dispute.

viii. According to the information and explanations given to us and so far as appears from our examination of books of account and other records as applicable, there were no transactions relating to previously unrecorded income that were surrendered or disclosed as income in the tax assessments under the Income Tax Act, 1961 (43 of 1961) during the year.

ix. In respect of Loans & Other Borrowings:

a) According to the information and explanations given to us, the company has repaid the principal amount and made payment of interest on loans or borrowings taken by it from banks.

b) According to the information and explanations given to us so far as appears from our examination of relevant records, we are of the opinion that the company has not been declared willful defaulter by any bank or financial institution or any other lender.

c) In our opinion and according to the information and explanations given to us, the company has applied the term loans obtained during the year for the purpose for which they were obtained.

d) According to the information and explanations given to us, and the audit procedures performed by us, and on an overall examination of the financial statements of the company for the year, we are of the opinion that funds raised on short-term basis have, prima facie, not been used during the year for long-term purposes by the company.

e) According to the information and explanations given to us and on an overall examination of the financial statements of the company, we report that the company has not taken any funds during the year from any entity or person on account of or to meet the obligations of its subsidiaries,

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associates or joint ventures, if any and hence reporting under clause 3(ix)(e) of the Order is not applicable.

f) According to the information and explanations given to us and audit procedures performed by us, we report that the company has not raised any loan during the year on the pledge of securities held in its subsidiaries, joint ventures or associate companies, if any and hence reporting under clause 3(ix)(f) of the Order is not applicable.

x. In respect of moneys raised by issue of securities:

a) According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not raised any moneys by way of initial public offer or further public offer (including debt instruments) during the year and hence reporting under clause 3(x)(a) of the Order is not applicable.

b) According to the information and explanations given to us and based on our examination of the records of the Company, the Company has made preferential allotment of equity shares during the year amounting to ₹1,242.18 Lacs (including Securities Premium of ₹1,104.16 Lacs). The funds raised have been utilized for the purposes for which they were raised.

xi. In respect of Frauds and Whistle Blower Complaints:

a) According to the information and explanations given to us and to the best of our knowledge, no material fraud by the Company or on the Company has been noticed or reported to us by the management during the year.

b) According to the information and explanations given to us, no report under sub-section (12) of Section 143 of the Companies Act, 2013 has been filed by the auditors in Form ADT- 4 as prescribed under rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government.

c) According to the information and explanations given to us, the Company has not received any whistle-blower complaints from any party during the year.

xii. As the company is not the Nidhi Company, clause (xii) of paragraph 3 of The Companies (Auditor's Report) Order, 2020 is not applicable to it.

xiii. According to the information and explanations given to us, the company is in compliance with the provisions of sections 177 and 188 of the Companies Act, 2013, where applicable, for related party transactions and the details of related party transactions have been disclosed in the Notes to the Financial Statements in accordance with the applicable Accounting Standards.

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xiv. In respect of Internal Audit:

As the company did not have turnover of Rs. 200 crores or more in the immediately preceding financial year or outstanding loans or borrowings from banks or financial institutions with a balance exceeding Rs. 100 crores at any time during the immediately preceding financial year or paid up share capital of Rs. 50 crores or more, or deposits with a balance exceeding Rs. 25 crores at any time during the immediately preceding financial year the company is not required to appoint internal auditors as provided in section 138 of the Companies Act, 2013 read with the Companies (Accounts) Rules, 2014 and hence reporting as provided in clause (xiv) of paragraph 3 of The Companies (Auditor's Report) Order, 2020 is not applicable to it.

xv. According to the information and explanations given to us, the Company has not entered into any non-cash transaction with directors or persons connected with them and hence clause (xv) of paragraph 3 of The Companies (Auditor's Report) Order, 2020 is not applicable to it during the year.

xvi. In respect of Registration Under Section 45-IA of the Reserve Bank of India Act, 1934/CIC

a) As the company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934 (2 of 1934), clause (xvi)(a) of paragraph 3 of The Companies (Auditor's Report) Order, 2020 is not applicable to it.

b) According to the information and explanations given to us, the Company has not conducted any Non-Banking Financial or Housing Finance activities during the year and clause (xvi)(b) of paragraph 3 of The Companies (Auditor's Report) Order, 2020 is not applicable to it.

c) As the company is not a Core Investment Company (CIC) as defined in the regulations made by the Reserve Bank of India, clause (xvi)(c) of paragraph 3 of The Companies (Auditor's Report) Order, 2020 is not applicable to it.

d) According to the information and explanations given to us, the company has no Core Investment Company (CIC) as part of its group, clause (xvi)(c) of paragraph 3 of The Companies (Auditor's Report) Order, 2020 is not applicable to it.

xvii. The Company has not incurred cash losses in the financial year covered by our audit and also in the immediately preceding financial year.

xviii. There has been no resignation of the statutory auditors of the Company during the year and hence reporting under clause (xviii) of paragraph 3 of The Companies (Auditor's Report) Order, 2020 is not applicable.

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xix. According to the information and explanations given to us and on the basis of the financial ratios, ageing and expected dates of realization of financial assets and payment of financial liabilities, other information accompanying the financial statements, our knowledge of the Board of Directors and management plans and based on our examination of the evidence supporting the assumptions, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit report that the Company is not capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date. We, however, state that this is not an assurance as to the future viability of the Company. We further state that our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the Company as and when they fall due.

xx. In respect of CSR Activities:

a. In respect of other than ongoing projects, the company has transferred unspent amount to a Fund specified in Schedule VII to the Companies Act, 2013 within a period of six months of the expiry of the financial year in compliance with second proviso to sub-section (5) of the section 135 of the said Act, except in respect of the following:

**(Amount in Lacs)**

| Particular | 2025-26 | 2024-25 |
|---|---|---|
| (Excess) Amount Spent / Transferred to Fund specified in Schedule VII brought forward | 0.60 | (0.09) |
| Corporate social liability for the year | 16.18 | 12.00 |
| Amount spent during the year | 33.51 | 11.40 |
| Surplus/ (Shortfall) at the end of the year | 17.33 | (10.86) |
| Total of previous years shortfall (Upto 31-03-2026) | (0.60) | (0.60) |
| Amount Spent / Transferred to Fund specified in Schedule VII within 6 months from the end of the Financial Year | 0.60 | - |
| Amount Spent / Transferred to Fund specified in Schedule VII after 6 months from the end of the Financial Year | - | - |
| Balance available in CSR bank account- Relating to FY 24-25 | 0.00 | 0.60 |
| (Excess)/ pending Amount Spent / Transferred to Fund specified in Schedule VII carried forward | (17.33) | 10.86 |

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| Particular | 2025-26 | 2024-25 |
|---|---|---|
| Amount identified for spending on CSR activities other than ongoing projects | - | - |
| Unspent amount out of above | - | 10.86 |
| Amount transferred to Fund specified in schedule VII to the Act | - | - |
| Due date of transfer to the specified fund | 30-09-2026 | 30-09-2025 |
| Actual date of transfer to the specified fund | - | 14-05-2025 |

b) There are no ongoing project under CSR where amount remaining unspent under sub-section (5) of section 135 of the Companies Act, 2013, is required to be transferred to special account in compliance with the provision of sub-section (6) of section 135 of the said Act.

**FOR AND ON BEHALF OF**
**S N SHAH & ASSOCIATES,**
**CHARTERED ACCOUNTANTS,**
**FIRM REG. NO. 109782W**

S N SHAH & ASSOCIATES ★ FRN : 109782W AHMEDABAD ★ CHARTERED ACCOUNTANTS

**FIROJ G. BODLA**
**PARTNER**
**M. No. 126770**

**PLACE: AHMEDABAD**
**DATED: 18th July, 2026**
**UDIN: 26126770AUAJDH1515**

ANNEXURE "B" TO THE INDEPENDENT AUDITORS' REPORT

[REFERRED TO IN PARAGRAPH 2(f) UNDER "REPORT ON OTHER LEGAL AND REGULATORY REQUIREMENTS SECTION OF OUR REPORT OF EVEN DATE]

FINANCIAL YEAR ENDED 31ST MARCH 2026

**Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act")**

We have audited the internal financial controls over financial reporting of **SHANTI INORGANICS LIMITED** ***(Previously known as SHANTI INORGO CHEM (GUJ) LIMITED) ("the Company")*** as of March 31, 2026 in conjunction with our audit of the standalone financial statements of the company for the year ended on that date.

**Management's Responsibility for Internal Financial Controls**

The Board of Directors of the company is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

**Auditors' Responsibility**

Our responsibility is to express an opinion on the company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") and the Standards on Auditing prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

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AHMEDABAD
CHARTERED ACCOUNTANTS

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the standalone financial statements, whether due to fraud or error.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls system over financial reporting.

**Meaning of Internal Financial Controls Over Financial Reporting**

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of standalone financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of standalone financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorisations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the company's assets that could have a material effect on the standalone financial statements.

**Inherent Limitations of Internal Financial Controls Over Financial Reporting**

Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

S N SHAH & ASSOCIATES
FRN : 109782W
AHMEDABAD
CHARTERED ACCOUNTANTS

**Opinion**

In our opinion and to the best of our information and according to the information and explanations given to us, the company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were commensurate with the nature of the business of the company and operating effectively as at March 31, 2026, based on the internal control over financial reporting criteria established by the company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

**FOR AND ON BEHALF OF**
**S N SHAH & ASSOCIATES,**
**CHARTERED ACCOUNTANTS,**
**FIRM REG. NO. 109782W**

S N SHAH & ASSOCIATES
FRN : 109782W
AHMEDABAD

**FIROJ G. BODLA**
**PARTNER**
**M. No. 126770**

**PLACE: AHMEDABAD**
**DATED: 18th July, 2026**
**UDIN: 26126770AUAJDH1515**

# SHANTI INORGANICS LIMITED

*(Previously known as Shanti Inorga Chem (Guj) Limited)*

**BALANCE SHEET AS AT 31ST March, 2026**

(Amt In Lacs)

| SR. NO. | PARTICULARS | Note No | | AS AT 31-Mar-26 | | AS AT 31-Mar-25 |
|---|---|---|---|---|---|---|
| I. | **EQUITY AND LIABILITIES** | | | | | |
| 1 | **SHAREHOLDER'S FUND** | | | | | |
| | (a) Share Capital | 2 | 1155.62 | | 63.60 | |
| | (b) Reserves and Surplus | 3 | 3676.27 | | 2527.18 | |
| | | | | 4831.89 | | 2590.78 |
| 2 | **NON-CURRENT LIABILITIES** | | | | | |
| | (a) Long-Term Borrowings | 4 | 2093.07 | | 1150.79 | |
| | (b) Deferred Tax Liabilities | 5 | 134.63 | | 66.59 | |
| | (c) Other Long Term Liabilities | 6 | 32.78 | | 32.78 | |
| | (d) Long Term Provisions | 7 | 30.78 | | 25.73 | |
| | | | | 2291.27 | | 1275.89 |
| 3 | **CURRENT LIABILITIES** | | | | | |
| | (a) Short-Term Borrowings | 8 | 974.32 | | 1387.25 | |
| | (b) Trade Payables | | | | | |
| | - Total Outstanding Dues of Micro Enterprises and Small Enterprises | 9 | 300.50 | | 428.86 | |
| | - Total Outstanding Dues of Creditors Other Than Above | | 933.03 | | 612.33 | |
| | (c) Other Current Liabilities | 10 | 64.23 | | 62.79 | |
| | (d) Short-Term Provisions | 11 | 308.30 | | 246.47 | |
| | | | | 2580.38 | | 2737.70 |
| | **TOTAL ..... ..... .....** | | | **9703.53** | | **6604.38** |
| II. | **ASSETS** | | | | | |
| 1 | **NON CURRENT ASSETS** | | | | | |
| | **(a) PROPERTY, PLANT & EQUIPMENT** | | | | | |
| | (i) Property, Plant & Equipment | | 3996.54 | | 3712.34 | |
| | (ii) Intangible Assets | 12 | 15.95 | | 20.14 | |
| | (iii) Capital Work in Progress | | 1134.51 | | 524.01 | |
| | (iv) Intangible Assets Under Development | | 16.22 | | - | |
| | | | | 5163.23 | | 4256.48 |
| | (b) Non-Current Investments | 13 | 61.17 | | 61.17 | |
| | (c) Long Term Loans and Advances | 14 | 1252.72 | | 136.18 | |
| | (d) Other Non-Current Assets | 15 | 25.44 | | 22.45 | |
| | | | | 1339.33 | | 219.81 |
| 2 | **CURRENT ASSETS** | | | | | |
| | (a) Inventories | 16 | 586.83 | | 233.99 | |
| | (b) Trade Receivables | 17 | 1974.90 | | 1567.93 | |
| | (c) Cash and Cash Equivalents | 18 | 44.82 | | 11.26 | |
| | (d) Short-Term Loans and Advances | 19 | 594.42 | | 314.92 | |
| | | | | 3200.98 | | 2128.09 |
| | **TOTAL ..... ..... .....** | | | **9703.53** | | **6604.38** |
| III. | SIGNIFICANT ACCOUNTING POLICIES | 1 | | | | |
| IV. | OTHER NOTES ON FINANCIAL STATEMENTS | 30, 31 & 32 | | | | |

**FOR AND ON BEHALF OF THE BOARD**
**SHANTI INORGANICS LIMITED**

**MANOJBHAI J. PATEL**
**Managing Director**
**[DIN:02724947]**

**AVNISHKUMAR M. PATEL**
**Joint Managing Director**
**[DIN:02724940]**

**KALPESHBHAI A RAVAL**
**Chief Financial Officer**

**ABHIK JAIN**
**Company Secretary**

**Place: Ahmedabad**
**Date: 18-07-2026**

**AS PER OUR REPORT OF EVEN DATE**
**FOR S N SHAH & ASSOCIATES**
**CHARTERED ACCOUNTANTS**
**FIRM REG. NO.: 109782W**

S N SHAH & ASSOCIATES CHARTERED ACCOUNTANTS FRN : 109782W AHMEDABAD

SHANTI INORGANICS LIMITED

**FIROJ G. BODLA**
**Partner**
**M. NO. 126770**
**UDIN: 26126770AUAJDH1515**

## SHANTI INORGANICS LIMITED

***(Previously known as Shanti Inorgo Chem (Guj) Limited)***

**STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31ST MARCH, 2026**

**(Amt In Lacs)**

| SR. NO. | PARTICULARS | Note No | AMOUNT RS. | PREVIOUS YEAR |
|---|---|---|---|---|
| I. | Revenue From Operation | 20 | 7122.02 | 5710.55 |
| II. | Other Income | 21 | 171.37 | 137.36 |
| III. | **TOTAL INCOME (I +II)** | | **7293.39** | **5847.91** |
| **IV** | **EXPENSES** | | | |
| | 1 Cost of Materials Consumed | 22 | 2829.36 | 2382.91 |
| | 2 Purchase of Trading Goods | 23 | 704.15 | - |
| | 3 Changes in Inventories of Finished Goods & Work-in-Process | 24 | (209.66) | (91.72) |
| | 4 Employee Benefit Expenses | 25 | 342.72 | 248.38 |
| | 5 Financial Costs | 26 | 137.08 | 163.44 |
| | 6 Depreciation and Amortization Expenses | 27 | 191.21 | 79.46 |
| | **7 Other Expenses** | | | |
| | Manufacturing Expenses | 28 | 580.36 | 469.15 |
| | Administrative, Selling & Other Expenses | | 1335.72 | 1490.41 |
| | | | 1916.08 | 1959.56 |
| | **TOTAL EXPENSES** | | **5910.94** | **4742.03** |
| V. | Profit before exceptional and extraordinary items and tax (III-IV) | | **1382.45** | **1105.88** |
| VI. | Profit Before Extraordinary Items and Tax (V - VI) | | **1382.45** | **1105.88** |
| VII. | Extraordinary Items | | - | - |
| **VIII.** | **PROFIT BEFORE TAX (VI - VII)** | | **1382.45** | **1105.88** |
| **IX.** | **TAX EXPENSES:** | | | |
| | (1) Current Tax | | (289.11) | (237.90) |
| | (2) Deferred Tax | | (68.04) | (39.83) |
| | | | (357.15) | (277.73) |
| **X.** | **Profit(Loss) for the period from continuing operations (VIII-IX)** | | **1025.30** | **828.15** |
| **XI.** | **Profit/(Loss) for the period (XI + XIV)** | | **1025.30** | **828.15** |
| **XII.** | Earning Per Equity Share: | 29 | | |
| | (1) Basic | | 9.39 | 130.21 |
| | (2) Adjusted For FY 24-25 | | - | 8.14 |
| | (3) Diluted | | 9.39 | 130.21 |
| XIII. | SIGNIFICANT ACCOUNTING POLICIES | 1 | | |
| XIV. | OTHER NOTES ON FINANCIAL STATEMENTS | 30, 31 & 32 | | |

**FOR AND ON BEHALF OF THE BOARD**
**SHANTI INORGANICS LIMITED**

**AS PER OUR REPORT OF EVEN DATE**
**FOR S N SHAH & ASSOCIATES**
**CHARTERED ACCOUNTANTS**
**FIRM REG. NO.: 109782W**

**MANOJBHAI J. PATEL**
**Managing Director**
**[DIN:02724947]**

**AVNISHKUMAR M. PATEL**
**Joint Managing Director**
**[DIN:02724940]**

**FIROJ G. BODLA**
**Partner**
**M. NO. 126770**
**UDIN: 26126770AUAJDH1515**

**KALPESHBHAI A RAVAL**
**Chief Financial Officer**

**ABHIK JAIN**
**Company Secretary**

**Place: Ahmedabad**
**Date: 18-07-2026**

# SHANTI INORGANICS LIMITED

*(Previously known as Shanti Inorgo Chem (Guj) Limited)*

**CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2026**

Indirect Method (Amount in Lacs)

| SR. NO. | Particulars | Period Ended 31-Mar-26 | Year Ended 31-Mar-25 |
|---|---|---|---|
| A | **CASH FLOW FROM OPERATING ACTIVITIES** | | |
| I | **Net Profit Before Taxation** | 1382.45 | 1105.88 |
| | Adjustments for : | | |
| | Add : Depreciation | 191.21 | 79.46 |
| | Interest Expenses | 121.40 | 151.72 |
| | Provision for Gratuity | 13.04 | 14.34 |
| | Less : Interest Income | (0.51) | (0.46) |
| | Prior Period Expenses | (5.31) | (38.83) |
| | Dividend Income | (0.01) | (0.06) |
| | Profit on Sale of Shares/Mutual Funds | - | (31.68) |
| | Profit on Sale of Car | (3.49) | - |
| II | **Operating Profit before Working Capital Changes** | **1698.77** | **1280.38** |
| | **Adjustmentsfor:** | | |
| | (Increase) / Decrease in Inventories | (352.84) | (171.69) |
| | (Increase) / Decrease in Trade Receivables | (406.98) | (379.23) |
| | (Increase) / Decrease in Short Term Loans and Advances | (179.43) | 659.34 |
| | (Increase) / Decrease in Other Non-Current Assets | (2.99) | 3.21 |
| | Increase / (Decrease) in Long Term Provision | (7.99) | 11.39 |
| | Increase / (Decrease) in Short Term Provision | 10.62 | 8.57 |
| | Increase / (Decrease) in Trade Payables | 192.34 | 334.36 |
| | Increase / (Decrease) in Current Liabilities | 1.43 | (26.79) |
| III | **Cash Generated from Operations** | **952.93** | **1719.53** |
| | Less : Income Taxes Paid (Net of Refund) | (359.04) | (198.83) |
| IV | **Cash Flow Before Extraordinary Items** | **593.89** | **1520.71** |
| | Less : Extraordinary Items | - | - |
| V | **Net Cash from Operating Activities (A)** | **593.89** | **1520.71** |
| B | **CASH FLOW FROM INVESTING ACTIVITIES** | | |
| | Purchase of Property, Plant & Equipment | (1098.61) | (1784.14) |
| | Proceeds from Sale of Property, Plant & Equipment | 4.15 | - |
| | Changes in Long Term Loans & Advances | (1116.53) | 138.18 |
| | Proceeds from Sale of Investments | - | 34.48 |
| | Interest Income | 0.51 | 0.46 |
| | Dividend Income | 0.01 | 0.06 |
| | **Net Cash from/(Used In) Investing Activities (B)** | **(2210.46)** | **(1610.96)** |
| C | **CASH FLOW FROM FINANCING ACTIVITIES** | | |
| | Proceeds Bank Borrowings (Terms Loans) | 1360.29 | 194.67 |
| | Repayment Bank Borrowings (Terms Loans) | (221.36) | (122.09) |
| | Repayment Bank & NBFC Borrowings (Business Loans) | (133.84) | (78.48) |
| | Proceeds from Bank & NBFC Borrowings (Business Loans) | - | 39.92 |
| | Repayment Bank Borrowings (Vehicle Loans) | (26.21) | (19.24) |
| | Proceeds from Bank Borrowings (Vehicle Loans) | 114.11 | - |
| | Proceeds from NBFC (Working Capital) | (61.74) | 84.85 |
| | Proceeds from Unsecured Loans (Director & Relatives) | (19.57) | (78.89) |
| | Proceeds from Bank Borrowings (Working Capital) | (482.32) | 83.25 |
| | Proceeds from Issue of Share Capital | 1242.18 | - |
| | Interest Paid | (121.40) | (151.72) |
| | **Net Cash from/(Used In) Financing Activities (C)** | **1650.13** | **(47.73)** |
| | **Net Increase/(Decrease) in Cash and Cash Equivalents** | **33.56** | **(137.99)** |
| | **Cash and Cash Equivalents at the Beginning of the Period** | **11.26** | **149.25** |
| | **Cash and Cash Equivalents at the End of the Period** | **44.82** | **11.26** |

SHANTI INORGANICS LIMITED

S N SHAH & ASSOCIATES CHARTERED ACCOUNTANTS FRN : 1[illegible] AHMEDABAD

K.A.Ravce

**Notes**

1 Statement of cash flow has been prepared under the indirect methord as set out in AS-3 on statement of cashflows specified under Sec-133 of Companies Act,2013 read with Companies (Accounts) Rules, 2014.

2 Reconciliation of Cash & Cash Equivalants as per the statement of cash flow

| SR. NO. | Particulars | Period Ended 31-Mar-26 | Year Ended 31-Mar-25 |
|---|---|---|---|
| 1 | Balances with Banks | | |
| | -In Current Accounts/Debit Balance in CC Account | 38.31 | 5.08 |
| | -In FD Account (Less than 3 months maturity) | - | - |
| | -In FD Account (more than 3 months maturity) | - | - |
| 2 | Cash on Hand | 6.52 | 6.18 |
| | **Cash and Cash Equivalents at the End of the Period** | **44.82** | **11.26** |

As per our report of even date attached
**FOR S N SHAH & ASSOCIATES**
**CHARTERED ACCOUNTANTS**
**FIRM REG. NO. 109782W**

S N SHAH & ASSOCIATES FRN : 109782W AHMEDABAD CHARTERED ACCOUNTANTS

**FIROJ G. BODLA**
**Partner**
**M. NO. 126770**
**UDIN: 26126770AUAJDH1515**

**Place: Ahmedabad**
**Date: 18-07-2026**

SHANTI INORGANICS LIMITED

**FOR AND ON BEHALF OF THE BOARD**
**SHANTI INORGANICS LIMITED**

**MANOJBHAI J. PATEL**
**Managing Director**
**[DIN:02724947]**

**AVNISHKUMAR M. PATEL**
**Joint Managing Director**
**[DIN:02724940]**

K.A Ravae

**KALPESHBHAI A RAVAL**
**Chief Financial Officer**

Abhik

**ABHIK JAIN**
**Company Secretary**

SHANTI INORGANICS LIMITED

## SHANTI INORGANICS LIMITED

*(Previously known as Shanti Inorgo Chem (Guj) Limited)*

**CORPORATE INFORMATION:**

Shanti Inorgo Chem (Guj) Limited is a company limited by shares domiciled in India and incorporated under the provisions of the Companies Act, 1956, pursuant to a certificate of incorporation dated January 13, 2010 issued by the Registrar of Companies, Gujarat, Dadra and Nagar Haveli. The registered office of the Company is located at Plot No -2015, Phase III GIDC, Vatva, Ahmedabad, Gujarat, India - 382445. The Company is engaged in the business of manufacturing and trading of sulphur based inorganic chemicals.

The name of Company was changed from "Shanti Inorgo Chem (Guj) Limited" to "Shanti Inorganics Limited" consequent to conversion of the Company from private limited company to public limited company with effect from May 06,2025, pursuant to a certificate of incorporation dated March 06,2025 issued by the Registrar of Companies, Ahmedabad, Gujarat.

**NOTE 1: MATERIAL ACCOUNTING POLICIES**

**a) Accounting Conventions:**

The Financial statements of the Company are prepared under the historical cost convention on accrual basis of accounting and in accordance with the mandatory accounting standards issued by the Institute of Chartered Accountants of India and referred to in section 133 of the Companies Act, 2013, read with Rule 7 of the Companies (Accounts) Rules, 2014 and generally accepted accounting principles in India. The accounting policies not referred to otherwise have been consistently applied by the Company during the year.

**b) Use of Estimates**

The preparation of Financial statements in accordance with the GAAP requires management to make estimates and assumptions that may affect the reported amount of assets and liabilities and disclosures relating to contingent liabilities as at the date of Financial statements and the reported amounts of income and expenses during the reporting period. Although the Financial statements have been prepared based on the management's best knowledge of current events and procedures/actions, the actual results may differ on the final outcome of the matter/transaction to which the estimates relate.

**c) Property, Plant & Equipment:**

Property, Plant & Equipment are stated at cost of acquisition/construction (less Accumulated Depreciation, if any except land). The cost of Property, Plant & Equipment comprises of their purchase price, including freight, duties, taxes or levies and directly attributable cost of bringing the assets to their working conditions for their intended use. The Company capitalises its Property, Plant & Equipment at a value net of GST credit received/receivable during the year in respect of Capital Goods. Subsequent expenditures on Property, Plant & Equipment have been capitalised only if such expenditures increase the future benefits from the existing assets beyond their previously assessed standard of performance.

The carrying amounts of items of Property, Plant & Equipment have been eliminated from the books of account on disposal and the profit/(losses) arising from the disposal are recognised in the Statement of Profit and Loss of the period.

The items or class of Property, Plant & Equipment that are under construction/erection or not fully acquired and therefore not available for productive use or intended use are recognized and classified as "Capital Work in Progress" under the head Property, Plant & Equipment and will be capitalized to respective class of property, plant & equipment on completion of the construction/erection/acquisition activities.

The expenditure incurred in connection with the construction/erection of items or class of Property, Plant & Equipment that are not fully available for productive use or intended use and hence recognized and classified as "Capital Work in Progress" and are not specifically allocable to any item or class of property, plant & equipment have been treated recognized as "Pre-Operative Expenses" under the head "Capital Work in Progress" and will be allocated to respective items of property, plant & equipment on completion of the construction/erection/acquisition activities on the basis of cost of acquisition/construction of respective items or such reasonable basis as considered appropriate allocation

K.A.Rawal

| | |
|---|---|
| | of cost. |
| d) | **Intangible Assets** |
| | Intangible assets are recognized at cost when future economic benefits are expected to flow to the Company and the cost can be measured reliably. They are subsequently carried at cost less accumulated amortization and impairment losses, if any. Intangible assets with finite useful lives are amortized on a straight-line basis over their estimated useful lives, while those with indefinite useful lives are tested annually for impairment.<br><br>Expenditure incurred on the development or acquisition of identifiable intangible assets that are not yet ready for their intended use is recognized as Intangible Assets under Development. Such assets are carried at cost, comprising directly attributable expenditure incurred in bringing the asset to the condition necessary for its intended use. These assets are not amortized until they are completed and available for use. The carrying amount is reviewed for impairment whenever events or changes in circumstances indicate that it may not be recoverable. Upon completion, the accumulated cost is reclassified to the appropriate category of intangible assets, and amortization commences from the date the asset is available for its intended use. |
| e) | **Depreciation and Amortisation** |
| | The Depreciation and amortisation on Property, Plant & Equipment and intangible assets sis provided on straight line method for the period of acquisition/construction i.e. from the period from which such assets were available for their intended use on pro-rata basis on the basis of useful life of each of the Property, Plant & Equipment and Intangible assets as per Schedule II of the Companies Act, 2013 and in the manner specified in Schedule II of the Companies Act, 2013 except land and other related development on that land. |
| f) | **Inventories** |
| | Inventories of Raw Materials and work-in-process have been valued at cost. Finished Goods have been valued at cost or net realisable value whichever is lower. Costs in respect of all items of inventories have been computed on FIFO basis. The cost of Raw Materials comprises of the purchase price including duties and taxes, freight inwards and other expenditure directly attributable to the acquisition. The purchase price does not include GST credit availed of by the Company during the year. Work-in-process includes cost of Raw Materials and conversion cost depending upon the stage of completion as determined by the management. The cost of Finished Goods includes cost of conversion and other costs incurred in bringing the inventories to their present location and conditions. |
| g) | **GST** |
| | The GST has been accounted on supply of goods in accordance with the law relating to GST. |
| h) | **Retirement Benefit** |
| | The Company's contribution to Provident Fund & ESIC is charged to the Statement of Profit & Loss of the year.<br>The Company Provides for gratuity, a defined benefit retirement plan (the "Gratuity Plan") covering eligible employees. In accordance with the payment of gratuity Act, 1972 the gratuity plan provides a lump sum payment to vested employees at retirement, death, incapacitation or termination of employment, of an amount based on the respective employee's Salary and the tenure of employment. Liabilities with regard to the gratuity plan are obtained by the management from registered valuer in this regard as of the balance sheet date. |
| i) | **Provisions, Contingent Liabilities and Contingent Assets** |
| | The Company recognises a provision when there is a present obligation as a result of a past event that probably requires an outflow of the Company's resources embodying economic benefits and a reliable estimate can be made of the amount of the obligation. A disclosure of contingent liabilities is made when there is a possible obligation that may, but probably will not, require an outflow of resources. As a measure of prudence, the contingent assets are not recognised. |
| j) | **Revenue Recognition** |
| | All income and expenses are accounted on accrual basis. The Company recognised sale of Goods when |

S N SHAH & ASSOCIATES
FRN : 10[illegible]
AHMEDABAD
CHARTERED ACCOUNTANTS

SHANTI INORGANICS LIMITED

K.A. Rawal

A.H.Patel

| | |
|---|---|
| | it had transferred the property in Goods to the buyer for a price or all significant risks and rewards of ownership had been transferred to the buyer and no significant uncertainty existed as to the amount of consideration that would be derived from such sale. The recognition event is usually the dispatch of goods to the buyer such that the Company retains no effective control over the goods dispatched. Income from investments, where appropriate, is taken into revenue in full on declaration or receipt and tax deducted at source thereon is treated as advance tax.<br>Income from investments/security deposits, where appropriate, has been taken into revenue on receipt/credit of the same and tax deducted thereon is treated as advance tax. |
| k) | **Foreign Currency Transactions** |
| | The transactions in foreign currency have been recorded using the rate of exchange prevailing on the date of transactions. The difference arising on the settlement/restatement of the foreign currency denominated Current Assets/Current Liabilities into Indian rupees has been recognized as expenses/income(net) of the year and carried to the statement of profit and loss. |
| l) | **Borrowing Costs** |
| | The borrowing costs incurred by the company during the year in connection with the borrowing of funds have been debited to the statement of profit and loss for the period.<br>The borrowing costs incurred for new project has been capitalized in the cost of the asset upto the date of put to use of the asset. |
| m) | **Taxes on Income** |
| | The Tax expense comprises of current tax and deferred tax. Provision for current tax is made on the estimated taxable income and at the rate applicable to the relevant assessment year under the Income tax Act, 1961 after considering the available credit of taxes paid in earlier year on the basis of book profit of those years. Deferred income taxes are recognized for future consequences attributable to timing differences between financial determination of income and determination as of income as per applicable tax laws. |
| n) | **Segment Reporting** |
| | The dominant source of income of the company is from the sale of various chemicals which do not materially differ in respect of risk perception and the return realized/to be realized. Even the geographical environment in which the company operates does not materially differ considering the political and economic environment, the type of customers, assets employed and the risk and return associated in respect of each of the geographical area. So, the disclosure requirements pursuant to AS-17 –Segment Reporting issued by the ICAI are not applicable to the company. |
| o) | **Investments** |
| | Investments that are intended to be held for more than a year from the date when such investments were made, are classified as long term (non-current) investments. The long-term investments are carried at cost of acquisition. All other investments are classified as current investments and are carried at cost or market value, whichever is lower. |

K.A.Ravale

p) **Related Party Disclosures**

As per AS-18 "Related Party Disclosures" issued by the ICAI, the disclosure of transactions with relate parties as defined in the accounting standard has been given as under:

**A. List of Related Parties**

**Entities in which managerial personnel/relative of key managerial personnel have significant influence**

Bodal Chemicals Limited

Bodal Chemicals Trading Private Limited

Jagjanani Textiles Limited

**Key Management Personnel**

Mr. Manoj J. Patel- Managing Director

Mr. Avnish M. Patel-Director

Mr. Kalpesh Raval – (CFO w.e.f 25-01-2025)

Mrs. Suhani A. Patel – Non-Executive Director (w.e.f 19-12-2024)

Mr. Abhik Jain – Company Secretary (w.e.f 21-02-2025)

**Relatives of Key Management Personnel**

Mrs. Saroj M. Patel

Mrs. Suhani A. Patel

Mr. Suresh J. Patel

**B. Transaction with Related Parties**

**(Rs in Lacs)**

| Nature of Transaction | Name of the Party | 2025-26 | 2024-25 |
|---|---|---|---|
| Director Remuneration | Mr. Manoj J. Patel | 47.00 | 36.00 |
| | Mr. Avnish M. Patel | 47.00 | 36.00 |
| Salary Expenses | Mrs. Saroj M. Patel | NIL | 3.00 |
| | Mrs. Suhani A. Patel | NIL | 3.00 |
| | Mr. Abhik Jain | 4.32 | 0.46 |
| | Mr. Kalpesh Raval | 12.26 | 2.20 |
| Purchase of Goods (Incl. GST) | Bodal Chemicals Trading Limited | 78.35 | NIL |
| Purchase of Goods (Incl. GST) | Bodal Chemicals Limited | 35.15 | 8.17 |
| Sale of Goods (Incl. GST) | Bodal Chemicals Limited | 105.25 | 71.68 |
| Unsecured Loans Received | Mr. Avnish M. Patel | 56.77 | 42.92 |
| | Mr. Manoj J. Patel | 17.37 | 149.80 |
| Unsecured Loans Repaid | Mr. Avnish M. Patel | 62.36 | 136.35 |
| | Mr. Manoj J. Patel | 31.36 | 135.26 |
| Outstanding Balances as at the year end-Loans | Mr. Avnish M. Patel | 6.96 (Cr.) | 12.54 (Cr.) |
| | Mr. Manoj J. Patel | 11.24 (Cr.) | 25.23 (Cr.) |
| Outstanding Balances as at the year end-Remuneration/Salary | Mr. Manoj J. Patel | 3.16 (Cr.) | 2.34 (Cr.) |
| | Mr. Avnish M. Patel | 3.16 (Cr.) | 2.33 (Cr.) |
| | Mrs. Saroj M. Patel | NIL | 0.25 (Cr.) |
| | Mrs. Suhani A. Patel | NIL | 0.25 (Cr.) |
| | Mr. Kalpesh Raval | 1.04 (Cr.) | 0.71 (Cr.) |
| | Mr. Abhik Jain | 0.36 (Cr.) | 0.46 (Cr.) |
| Outstanding Balances as | Bodal Chemicals Limited | 32.78 (Cr.) | 32.78 (Cr.) |

SHANTI INORGANICS LIMITED

A.M. Patel

K.A. Raval

| | | | | |
|---|---|---|---|---|
| | **at the year end- Advances Received Against Sale of Fixed Assets** | | | |
| | **Outstanding Balances as at the year end-Purchase of Goods** | Bodal Chemicals Limited | 33.68 (Cr.) | 25.21 (Cr.) |
| | | Bodal Chemicals Trading Private Limited | 17.06 (Cr) | NIL |
| | **Outstanding Balances as at the year end-Sale of Goods/Rent Income** | Bodal Chemicals Limited | 46.46 (Dr.) | 62.75 (Dr.) |
| | | | | |
| q) | **Extraordinary Items** | | | |
| | Extraordinary items are income or expenses that arise from events or transactions that are clearly distinct from the ordinary activities of the enterprise and, therefore, are not expected to recur frequently or regularly. | | | |
| r) | **Cash and Cash Equivalents-For the Purpose of Cash Flow Statements:** | | | |
| | For the purpose of Cash Flow Statements, cash and cash equivalents include Cash on Hand and Balances with Banks in the Current Account. | | | |
| s) | **Operating Cycle:** | | | |
| | Based on the activities of the company and normal time between incurring of liabilities and their settlement in cash or cash equivalents and acquisition/right to assets and their realization in cash or cash equivalents, the company has considered its operating cycle as 12 months for the purpose of classification of its liabilities and assets as current and non-current. | | | |
| t) | **Current/Non-Current Classifications:** | | | |
| | The Company presents assets and liabilities in the Financial statements on the basis of their respective classifications into current and non-current. | | | |
| | **Assets:** | | | |
| | An asset is treated as current when it is:<br>• Expected to be realised or intended to be sold or consumed in normal operating cycle<br>• Held primarily for the purpose of trading<br>• Expected to be realised within twelve months after the reporting period<br>• Cash or cash equivalent unless restricted from being exchanged or used to settle a liability for at least twelve months after the reporting period.<br>All other assets are classified as non-current. | | | |
| | **Liabilities:** | | | |
| | A liability is treated as current when it is:<br>• Expected to be settled in normal operating cycle<br>• Held primarily for the purpose of trading<br>• Due to be settled within twelve months after the reporting period<br>• No unconditional right to defer the settlement of the liability for at least twelve months after the reporting period.<br>All other liabilities are classified as non-current. | | | |

S N SHAH & ASSOCIATES FRN 109782W AHMEDABAD CHARTERED ACCOUNTANTS

SHANTI INORGANICS LIMITED

A.H.Patel

SHANTI INORGANICS LIMITED

K.A.Rana

**SHANTI INORGANICS LIMITED**

***(Previously known as Shanti Inorgo Chem (Guj) Limited)***

**Notes "1" to "32" to Financial Statement of Accounts for the Year Ended 31st March, 2026**

**NOTE 2 :SHARE CAPITAL**

(All amount in lacs except number of equity shares)

| SR. NO. | PARTICULARS | AS AT 31-Mar-26 | AS AT 31-Mar-25 |
|---|---|---|---|
| | **EQUITY SHARES** | | |
| 2.1 | **AUTHORISED** | | |
| | 1,70,00,000 Shares of Rs. 10/= each at par<br>*(Previous Year 7,50,000 Equity Shares of Rs. 10/= each)* | 1700.00 | 75.00 |
| 2.2 | **Issued, Subscribed and Paid Up Capital** | | |
| | 6,36,000 Shares of Rs. 10/= each fully paid up<br>*(Previous Year 6,36,000 Shares of Rs. 10/= each fully paid up)* | 63.60 | 63.60 |
| | Add: Bonus share issued as on 22.08.25 | 954.00 | - |
| | Add: Preferential allotment as on 17.09.25 | 138.02 | - |
| | TOTAL ..... ...... ..... | 1155.62 | 63.60 |
| 2.3 | **Reconciliation of Number Shares Outstanding at the beginning and at the end of the period** | | |
| | Outstanding as at the beginning of the year | 636,000 | 636,000 |
| | Add: Bonus Shares issued as on 22.08.25 | 9,540,000 | - |
| | Add: Shares issued as fully paid up for consideration in cash | 1,380,200 | |
| | Outstanding as at the End of the year | 11,556,200 | 636,000 |

**2.4 Rights, Preferences and Restrictions Attached to Shares:**

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

1 Terms/rights attached to equity shares:

i. Each holder of equity shares is entitled to one vote per share.

ii. In the event of liquidation of the Company, the holders of equity shares shall be entitled to receive any of the remaining assets of the Company, after distribution of all preferential amounts. The amount distributed will be in proportion to the number of equity shares held by the shareholders.

2 The figures disclosed above are based on the summary statement of assets and liabilities of the Company.

3 The company does not have any Revaluation Reserve.

4 No shares have been bought back during last 5 years immediately preceding March 31, 2026

5 There are no calls unpaid by the Directors or officers of the company.

6

The Company has allotted 95,40,000 fully paid-up Equity Shares of [Face Value ₹10] each as Bonus Shares on August 22, 2025, in the ratio of 1:15 (fifteen bonus equity share for every one existing equity shares held).These shares were issued through the capitalization of the Securities Premium Account and the General Reserve of the Company. These Bonus Shares rank pari-passu in all respects with the existing Equity Shares of the Company.

7 During the financial year 2025-26, the Company allotted 13,80,200 Equity Shares of ₹10 each on a preferential basis on September 17, 2025. These shares were issued at a price of ₹90 per share (including a Securities Premium of ₹80 per share) for cash consideration. These shares rank pari-passu with the existing equity shares of the Company.

**2.5 Details of Shareholder Holding 5% or More Shares in the Company:**

| SR. NO. | Name of the Shareholder | As at 31st March, 2026 | | As at 31st March, 2025 | |
|---|---|---|---|---|---|
| | | No. of Shares | % of Total Holding | No. of Shares | % of Total Holding |
| 1 | Mr. Manoj Patel | 6,961,440 | 60.24% | 435,090 | 68.41% |
| 2 | Mr. Avnish Patel | 1,688,000 | 14.61% | 105,500 | 16.59% |
| 3 | Sarojben Manojbhai Patel | 508,800 | 4.40% | 31,800 | 5.00% |
| 4 | Suhani Avnishkumar Patel | 508,800 | 4.40% | 31,800 | 5.00% |
| 5 | Rameshbhai Bhimjibhai Patel | 508,800 | 4.40% | 31,800 | 5.00% |
| 6 | Reina R Jaisinghani | 637,200 | 5.51% | - | 0.00% |

**2.6 Details of Shareholding by Promoters and Promoter Group in the Company :**

| SR. NO. | Name of the Promoter | Class of Shares | As at 31st March, 2026 | | % Change During the Financial Year 2025-26 |
|---|---|---|---|---|---|
| | | | No. of Shares | % of Total Shares | |
| 1 | Mr. Manoj Patel | Equity Shares | 6,961,440 | 60.24% | -8.17% |
| 2 | Mr. Avnish Patel | Equity Shares | 1,688,000 | 14.61% | -1.98% |
| | TOTAL ..... ...... ..... | | 8,649,440 | 74.85% | |

| SR. NO. | Name of the Promoter | Class of Shares | As at 31st March, 2025 | | % Change During the Financial Year 2024-25 |
|---|---|---|---|---|---|
| | | | No. of Shares | % of Total Shares | |
| 1 | Mr. Manoj Patel | Equity Shares | 435,090 | 68.41% | -15.00% |
| 2 | Mr. Avnish Patel | Equity Shares | 105,500 | 16.59% | |
| | TOTAL ..... ...... ..... | | 540,590 | 85.00% | |

SHANTI INORGANICS LIMITED

S N SHAH & ASSOCIATES FRN : 109782W AHMEDABAD CHARTERED ACCOUNTANTS

A.H.Patel

K.A.Rane

**NOTE 3 : RESERVES & SURPLUS**

| SR. NO. | PARTICULARS | | AS AT 31-Mar-26 | | AS AT 31-Mar-25 |
|---|---|---|---|---|---|
| 3.1 | **Securities Premium Reserve** | | | | |
| | Balance as at the beginning of the year | 230.40 | | 230.40 | |
| | Add: Additions during the year | 1104.16 | | - | |
| | Less: Bonus shares issued through Securities Premium | 230.40 | | - | |
| | Balance as at the end of the year | | 1104.16 | | 230.40 |
| 3.2 | **Profit & Loss Statement Surplus** | | | | |
| | Balance as at the beginning of the year | 2296.78 | | 1502.41 | |
| | Add: Profit/(loss) during the year | 1025.30 | | 828.15 | |
| | Less: Prior Period Items | (26.37) | | (18.80) | |
| | Less: Prior adjustment regarding Gratuity | - | | (14.98) | |
| | Less: Bonus shares issued through Free Reserve | (723.60) | | - | |
| | Balance Carried to Balance Sheet | | 2572.11 | | 2296.78 |
| | TOTAL ..... ..... ..... | | **3676.27** | | **2527.18** |

**NOTE 4 : LONG TERM BORROWINGS**

| SR. NO. | PARTICULARS | AS AT 31-Mar-26 | AS AT 31-Mar-25 |
|---|---|---|---|
| I. | **SECURED** | | |
| | **1 TERM LOANS** | | |
| | HDFC Bank Limited @(For Plant & Machinary)<br>(Nature of Security)<br>(Guaranteed by Directors)<br>(Terms of repayment of term loans) | 1169.08 | 194.67 |
| | State Bank of India #<br>(Nature of Security)<br>(Guaranteed by Directors)<br>(Terms of repayment of term loans) | 644.29 | 838.14 |
| | HDFC Bank Limited % (For Building)<br>(Nature of Security)<br>(Guaranteed by Directors)<br>(Terms of repayment of term loans) | 144.55 | - |
| | **2 VEHICLE LOANS** | | |
| | HDFC Bank Limited $-1<br>(Mecedes Benz Car Loan) | 1.59 | 20.01 |
| | HDFC Bank Limited $-10<br>(Windsor Car Loan) | 12.28 | - |
| | HDFC Bank Limited $-9<br>(Toyota Innova Crysta Loan) | 23.95 | - |
| | HDFC Bank Limited $-2<br>(Honda Amaze Loan) | - | 1.05 |
| | HDFC Bank Limited $-11<br>(Volvo XC-60) | 52.04 | - |
| II. | **UNSECURED** | | |
| - | **BUSINESS LOANS** | | |
| | 1 L & T Finance Holdings Ltd $ 5 | 25.40 | 30.95 |
| | 2 Standard Chartered Bank $ 6 | 0.02 | 4.81 |
| | 3 HDFC Bank $ 7 | 1.69 | 23.38 |
| | 4 Kotak Mahindra Bank Ltd Term Loan $ 8 | - | - |
| - | **FROM DIRECTORS & THEIR RELATIVES** | 18.20 | 37.77 |
| | TOTAL ..... ..... ..... | **2093.07** | **1150.79** |

**Term Loans**

@ **Primary Security:**

- Plant and Machinery, Stock, Debtors, Margin FD 25%, Margin FD 75%, Export Stock, Export Debtors.

**Collateral Security:**

- Personal guarantees of Avnishkumar Manojkumar Patel and Manojbhai Jayantibhai Patel

The entire loan of 11.50 Crores sactioned by HDFC bank secured by mortgage of Industrial Property Block No. 321, Plot No.6 & 7, Sankalp Industrial Estate, Bavla - 382220, Ahmedabad

The entire loan of 22.50 Crores sactioned by HDFC bank secured by mortgage of Industrial Property Block No. 321, Plot No.6 & 7, Sankalp Industrial Estate, Bavla - 382220, Ahmedabad

A.H.Patel

K.A. Ravae

**Terms of Repayment:**

The Company has been sanctioned a term loan of Rs. 11.50 Crores by HDFC Bank, of which Rs. 1.67 Crores has been disbursed during the current year. The loan is repayable in 84 monthly installments. During the moratorium period from 07-03-2026 to 07-02-2027, only interest is payable with installments of Rs. 1,14,924/-. From 07-03-2027 onwards, monthly installments will be Rs. 2,95,134/- inclusive of interest, as per the agreed repayment schedule.

The Company has been sanctioned a term loan of Rs. 22.50 Crores by HDFC Bank, of which Rs. 11.65 Crores has been disbursed during the current financial year. During the moratorium period from 07-02-2025 to 07-01-2026, only interest is payable. Interest obligations commence from February 2026, with specific installments of Rs. 17,58,939/- and Rs. 21,77,206/- scheduled in March, and April 2026 respectively. Thereafter, beginning from 07-05-2026, the loan is repayable in 83 monthly installments inclusive of interest, as per the agreed repayment schedule.

# 1. Loan of Rs.11.20 Crore repayable in 71 monthly installment of Rs. 15,55,555/- each excluding Interest and 1 installment of Rs. 15,55,595/- excluding interest starting from 10-6-2024 to 10-06-2030. (Moratorium period of 10-06-2023 to 29-02-2024).

2. Loan of Rs. 50.00 Lacs repayable in 46 monthly installment of Rs. 1,10,000/- each excluding interest and 1 installment of Rs. 50,000/- each excluding interest starting from 10-06-2023 to 10-05-2027).

% 3. Loan of Rs.22.50 Crore which is repayable in 84 monthly installment of Rs. 21,77,206/- each Inculding Interest starting from 07-02-2026 to 07-12-2031. (Moratorium period of 07-03-2025 to 07-01-2026).

@ 4. Loan of Rs.11.50 Crore which is repayable in 84 monthly installment of Rs. 2,95,134/- each Inculding Interest starting from 07-03-2027 to 07-02-2033. (Moratorium period of 07-03-2026 to 07-02-2027).

**For Security & Guarantee Provided kindly refer Note No. 8 to Financial Statements.**

$-1 Repayble by 60 monthly instalment of Rs. 1,60,153/- including interest.
$-2 Repayble by 39 monthly instalment of Rs. 26,660/- including interest.
$-5 Repayble by 36 monthly instalment of Rs. 2,59,073/- including interest.
$-6 Repayble by 24 monthly instalment of Rs. 4,84,867/- including interest.
$-7 Repayble by 36 monthly instalment of Rs. 1,70,889/- including interest.
$-8 Repayble by 36 monthly instalment of Rs. 3,60,100/- including interest.
$-9 Repayble by 60 monthly instalment of Rs. 67,449/- including interest.
$-10 Repayble by 60 monthly instalment of Rs. 33,101/- including interest.
$-11 Repayble by 60 monthly instalment of Rs. 1,38,618/- including interest.

**NOTE 5 : DEFERRED TAX LIABILITIES**

| SR. NO. | PARTICULARS | | AS AT 31-Mar-26 | | AS AT 31-Mar-25 |
|---|---|---|---|---|---|
| 1 | Opening Balance | | 66.59 | | 31.80 |
| 2 | Deferred Tax (Assets)/Liabilities Relating to | | | | |
| 3 | Opening adjustment in provision for Gratuity | - | | (5.04) | |
| 4 | Provision for Gratuity (Current Year) | (2.16) | | (3.59) | |
| 5 | Depreciation on Property Plant & Equipment | 70.21 | | 43.42 | |
| | | | 68.04 | | 34.79 |
| | TOTAL ..... ..... ..... | | 134.63 | | 66.59 |

**NOTE 6 : OTHER LONG TERM LIABILITIES**

| SR. NO. | PARTICULARS | AS AT 31-Mar-26 | AS AT 31-Mar-25 |
|---|---|---|---|
| | Advance Against Sale of Fixed Assets | 32.78 | 32.78 |
| | TOTAL ..... ..... ..... | 32.78 | 32.78 |

**NOTE 7 : LONG TERM PROVISIONS**

| SR. NO. | PARTICULARS | AS AT 31-Mar-26 | AS AT 31-Mar-25 |
|---|---|---|---|
| | Provision for Gratuity | 30.78 | 25.73 |
| | TOTAL ..... ..... ..... | 30.78 | 25.73 |

S N SHAH & ASSOCIATES
FRN : 109782W
AHMEDABAD
CHARTERED ACCOUNTANTS

SHANTI INORGANICS LIMITED

A.H.Patel

K.A.Rawal

**NOTE 8: SHORT TERM BORROWINGS**

| SR. NO. | PARTICULARS | | AS AT 31-Mar-26 | | AS AT 31-Mar-25 |
|---|---|---|---|---|---|
| I. | **SECURED** | | | | |
| | **Loans repayable on Demand** | | | | |
| | **Working Capital** | | | | |
| | **From Banks** | | | | |
| | From State Bank of India | | 428.73 | | 911.05 |
| | (Nature of Security)* | | | | |
| | (Guaranteed by Directors)** | | | | |
| | (Terms of Repayment) *** | | | | |
| II. | **Current Maturities of Long Term Debts** | | | | |
| A. | **SECURED** | | | | |
| 1 | **TERM LOANS $** | | | | |
| | HDFC Bank Limited (Building Loan) | 191.21 | | - | |
| | State Bank of India | 199.87 | | 199.87 | |
| | HDFC Bank Limited (Plant & Machinary) | 22.62 | | - | |
| | | | **413.69** | | **199.87** |
| 2 | **VEHICLE LOANS $** | | | | |
| | HDFC Bank Limited (Mecedes Benz Car Loan) | 18.42 | | 17.20 | |
| | HDFC Bank Limited (Windsor Car Loan) | 2.82 | | - | |
| | HDFC Bank Limited (Toyota Innova Crysta Car Loan) | 5.79 | | - | |
| | HDFC Bank Limited (Honda Amaze Loan) | 1.05 | | 2.96 | |
| | HDFC Bank Limited (Volvo XC-60) | 11.18 | | - | |
| | | | **39.27** | | **20.16** |
| B. | **UNSECURED** | | | | |
| - | **BUSINESS LOANS $** | | | | |
| 1 | L & T Finance Holdings Ltd | 5.55 | | 24.52 | |
| 2 | Standard Chartered Bank | 4.79 | | 53.03 | |
| 3 | HDFC Bank | 18.81 | | 13.49 | |
| 4 | Oxyzo Financial Services Pvt Ltd | 63.47 | | 125.21 | |
| 5 | Kotak Mahindra Bank Ltd Term Loan | - | | 39.92 | |
| | | | 92.63 | | 256.17 |
| | **TOTAL ..... ..... .....** | | **974.32** | | **1387.25** |

* **PRIMARY SECURITY FOR WORKING CAPITAL LOAN & TERM LOAN:**

- First & Exclusive charge over Stock and Trade Receivables and other current assets of the company both present and future.
- Exclusive charge by hypothecation of Plant and Machinery of the company (existing and proposed to be purchased)

**COLLATERAL SECURITY:**

- The entire loan of Rs. 24.20 Crores sanctioned by State Bank of India including Term Loan, Working Capital, Working Capital Term Loan and Letter of Credit further secured by mortgage of Industrial Plot No. 2015, Phase-III, GIDC, Vatva, Ahmedabad and Plot No. 5/A & 5/B Sankalp Industrial Estate, Village- Chidiya, Taluka- Bavla, Ahmedabad owned by the company.

** Outstanding Balance of Working Capital Loan secured by personal guarantees of the directors and shareholders of the company Mr. Manoj J. Patel & Mr. Avnish M. Patel.

*** Working Capital Repayable on Demand.

$ Refer to Note No. 4 for securities offered, terms of repayment and personal guarntees offered.

**NOTE 9: TRADE PAYABLES**

| SR. NO. | PARTICULARS | AS AT 31-Mar-26 | AS AT 31-Mar-25 |
|---|---|---|---|
| 1 | Sundry Creditors for Goods & Expenses -Micro, Medium & Small Enterprises | 300.50 | 428.86 |
| 2 | Sundry Creditors for Goods - Other than MSME | 707.11 | 426.66 |
| 3 | Sundry Creditors for Other Expenses | 126.19 | 93.68 |
| 4 | Sundry Creditors for Packaging Expenses | 82.13 | 69.54 |
| 5 | Sundry Creditors for Transportation Expenses | 17.60 | 22.46 |
| | **TOTAL ..... ..... .....** | **1233.53** | **1041.19** |

SHANTI INORGANICS LIMITED

A.H.Patel

K.A.Rava

NOTE: DUES TO MICRO AND SMALL ENTERPRISES

The Company has dues outstanding as at the reporting date to certain suppliers registered under Micro, Small and Medium Enterprises Development Act, 2006 ('MSMED Act'). The disclosures pursuant to the said MSMED Act, 2006 are as follows:

| SR. NO. | PARTICULARS | AS AT 31-Mar-26 | AS AT 31-Mar-25 |
|---|---|---|---|
| I | The principal amount remaining unpaid to any supplier at the end of the year. | 300.50 | 428.86 |
| II | Interest due as claimed remaining unpaid to any supplier at the end of the year. | | |
| III | The amount of interest paid by the company in terms of section 16 of the MSMED Act, 2006, along with the amount of the payment made to the suppliers beyond the appointed day during the year. | | |
| IV | The amount of interest due and payable for the period of delay in making payment (which have been paid but beyond the appointed | | |
| V | The amount of interest accrued and remaining unpaid at the end of accounting year. | | |
| VI | The amount of further interest remaining due and payable even in the succeeding years, until such date when the interest dues | | |
| | TOTAL ..... ..... ..... | 300.50 | 428.86 |

NOTE 10: OTHER CURRENT LIABILITIES

| SR. NO. | PARTICULARS | AS AT 31-Mar-26 | AS AT 31-Mar-25 |
|---|---|---|---|
| I | Advance From Customer | 30.68 | 30.74 |
| II | Statutory Liabilities | 9.81 | 12.10 |
| IV | Sundry Creditors for Capital Goods | 19.17 | 14.27 |
| III | Other Current Liabilities | 4.56 | 5.68 |
| | TOTAL ..... ..... ..... | 64.23 | 62.79 |

NOTE 11: SHORT TERM PROVISIONS

| SR. NO. | PARTICULARS | AS AT 31-Mar-26 | AS AT 31-Mar-25 |
|---|---|---|---|
| I | Provision for Income Tax-Current Tax | 289.11 | 237.90 |
| II | Provision for Gratuity | 12.12 | 8.57 |
| III | Provision for Others | 7.07 | - |
| | TOTAL ..... ..... ..... | 308.30 | 246.47 |

NOTE 13: NON-CURRENT INVESTMENTS (LONG TERM)

| SR. NO. | PARTICULARS | AS AT 31-Mar-26 | AS AT 31-Mar-25 |
|---|---|---|---|
| | I. INVESTMENT IN GOLD (AT COST) | 57.76 | 57.76 |
| | II. INVESTMENTS IN SHARES (QUOTED-AT COST) | | |
| | Investments in Equity Shares of Listed Companies | 3.41 | 3.41 |
| | TOTAL ..... ..... ..... | 61.17 | 61.17 |

NOTE 14: LONG TERM LOANS & ADVANCES

| SR. NO. | PARTICULARS | AS AT 31-Mar-26 | AS AT 31-Mar-25 |
|---|---|---|---|
| I. | Advances-Unsecured and Considered Good | | |
| A. | Advances For Acquisition of Property, Plant & Equipment | 1252.72 | 136.18 |
| | TOTAL ..... ..... ..... | 1252.72 | 136.18 |

S N SHAH & ASSOCIATES CHARTERED ACCOUNTANTS FRN : 10[illegible] AHMEDABAD

SHANTI INORGANICS LIMITED

A.H. Patel

K.A. Rarce

NOTE 9[A]: AGEING FOR TRADE PAYABLES OUTSTANDING

AS AT MARCH 31, 2026:

(Amt in Lacs )

| SR. NO. | PARTICULARS | Outstanding for following periods from due date of payment# | | | | TOTAL |
|---|---|---|---|---|---|---|
| | | Less than 1 Year | 1-2 Years | 2-3 Years | More than 3 Years | |
| I. | **Trade Payable for Goods:** | | | | | |
| | - MSME-Others | 201.69 | 0.31 | - | - | 202.00 |
| | - MSME-Disputed | - | - | - | - | - |
| | - Other than MSME-Others | 789.25 | 0.00 | - | - | 789.25 |
| | - Other than MSME-Disputed | - | - | - | - | - |
| II. | **Trade Payable for Expenses & Others:** | | | | | |
| | MSME-Others | 98.30 | 0.08 | - | 0.11 | 98.49 |
| | MSME-Disputed | - | - | - | - | - |
| | Other than MSME-Others | 139.08 | 4.70 | - | - | 143.79 |
| | Other than MSME-Disputed | - | - | - | - | - |
| | TOTAL ..... ..... ..... | **1228.32** | **5.10** | - | **0.11** | **1233.53** |

AS AT MARCH 31, 2025:

| SR. NO. | PARTICULARS | Outstanding for following periods from due date of payment# | | | | TOTAL |
|---|---|---|---|---|---|---|
| | | Less than 1 Year | 1-2 Years | 2-3 Years | More than 3 Years | |
| I. | **Trade Payable for Goods:** | | | | | |
| | - MSME-Others | 197.44 | - | - | - | 197.44 |
| | - MSME-Disputed | - | - | - | - | - |
| | - Other than MSME-Others | 412.11 | 14.54 | - | 0.01 | 426.66 |
| | - Other than MSME-Disputed | - | - | - | - | - |
| II. | **Trade Payable for Expenses & Others:** | | | | | |
| | MSME-Others | 231.30 | 0.01 | - | 0.11 | 231.42 |
| | MSME-Disputed | - | - | - | - | - |
| | Other than MSME-Others | 185.58 | 0.09 | - | 0.01 | 185.68 |
| | Other than MSME-Disputed | - | - | - | - | - |
| | TOTAL ..... ..... ..... | **1026.43** | **14.63** | - | **0.13** | **1041.19** |

**# From the Date of bill accounted in the books of account.**

K. A. Raval

A.H.Patel

S N SHAH & ASSOCIATES ★ CHARTERED ACCOUNTANTS ★ FRN : 1097..W AHMEDABAD

SHANTI INORGANICS LIMITED

SHANTI INORGANICS LIMITED
*(Previously Shanti Inorgo Chem (Guj) Limited)*

**Note No.- 12 PROPERTY, PLANT & EQUIPMENTS**

Unit - I

(Amt In Lacs )

| SR. NO. | DESCRIPTION OF ASSETS | OPENING BALANCE 1-Apr-25 | ADDITIONS DURING THE PERIOD | DEDUCTIONS DURING THE YEAR | GROSS TOTAL 31-Mar-26 | DEPRECIATION AS ON 1-Apr-25 | Depreciation for the period | Adjustment During the Year | DEPRECIATION AS ON 31-Mar-26 | CLOSING BALANCE 31-Mar-26 | CLOSING BALANCE 31-Mar-25 |
|---|---|---|---|---|---|---|---|---|---|---|---|
| I. | TANGIBLE ASSETS<br>OWNED ASSETS | | | | | | | | | | |
| 1 | Land/Industrial Plots | 17.44 | | - | 17.44 | - | - | - | - | 17.44 | 17.44 |
| 2 | Factory Shed | 75.31 | - | - | 75.31 | 29.00 | 2.57 | - | 31.57 | 43.74 | 46.31 |
| 3 | Furniture and Fixture | 52.73 | 0.24 | - | 52.98 | 14.79 | 4.93 | - | 19.72 | 33.26 | 37.95 |
| 4 | Plant & Machinery | 426.88 | 27.19 | - | 454.07 | 213.19 | 29.47 | - | 242.66 | 211.41 | 213.69 |
| 5 | Office Equipment | 31.60 | 2.70 | - | 34.30 | 18.01 | 5.02 | - | 23.03 | 11.27 | 13.59 |
| 6 | Electrification | 12.84 | - | - | 12.84 | 7.22 | 0.67 | - | 7.89 | 4.95 | 5.62 |
| 7 | Laboratory Equipments | 2.46 | - | - | 2.46 | 0.49 | 0.16 | - | 0.64 | 1.82 | 1.97 |
| 8 | Vehicles | 155.99 | 120.15 | 13.30 | 262.84 | 104.38 | 21.76 | (12.64) | 113.50 | 149.33 | 51.61 |
| 9 | Computer | 16.72 | 6.24 | - | 22.96 | 11.65 | 3.59 | - | 15.24 | 7.72 | 5.07 |
| II. | INTANGIBLE ASSETS<br>OWNED ASSETS | | | | | | | | | | |
| 1 | Tally Accounting Software | 0.69 | - | | 0.69 | 0.46 | 0.14 | - | 0.59 | 0.10 | 0.23 |
| III. | INTANGIBLE ASSETS UNDER WORK IN PROGRESS | | | | | | | | | | |
| 1 | CWIP ERP-SOFTWARE | - | 16.22 | - | 16.22 | - | - | - | - | 16.22 | - |
| | **TOTAL (A) ........** | **792.66** | **172.74** | **13.30** | **952.11** | **399.18** | **68.30** | **(12.64)** | **454.85** | **497.26** | **393.48** |
| | **Previous Year** | **787.76** | **4.90** | - | **792.66** | **334.82** | **64.36** | - | **399.18** | **393.48** | **452.94** |

SHANTI INORGANICS LIMITED

A.H.Patel

S N SHAH & ASSOCIATES
FRN : 1097__W
AHMEDABAD
CHARTERED ACCOUNTANTS

K.A. Ravel

Note No.-12 PROPERTY, PLANT & EQUIPMENTS

Unit - II

(Amt In Lacs )

| SR. NO. | DESCRIPTION OF ASSETS | OPENING BALANCE 1-Apr-25 | ADDITIONS DURING THE PERIOD | DEDUCTIONS DURING THE YEAR | GROSS TOTAL 31-Mar-26 | DEPRECIATION As On 1-Apr-25 | Depreciation for the year | Adjustment During the Year | DEPRECIATION As On 31-Mar-26 | CLOSING BALANCE 31-Mar-26 | CLOSING BALANCE 31-Mar-25 |
|---|---|---|---|---|---|---|---|---|---|---|---|
| I. | TANGIBLE ASSETS OWNED ASSETS | | | | | | | | | | |
| 1 | Land | 353.70 | - | - | 353.70 | - | - | - | - | 353.70 | 353.70 |
| 2 | Building | 815.08 | 141.02 | - | 956.11 | 3.26 | 29.88 | - | 33.14 | 922.97 | 811.83 |
| 3 | Furniture and Fixture | 2.07 | 4.05 | - | 6.12 | 0.02 | 0.25 | - | 0.27 | 5.85 | 2.05 |
| 4 | Plant & Machinery* | 1946.86 | 159.11 | - | 2105.97 | 10.19 | 72.96 | - | 83.16 | 2022.82 | 1936.67 |
| 5 | Laboratory Equipment | 0.37 | - | - | 0.37 | 0.00 | 0.02 | - | 0.03 | 0.34 | 0.37 |
| 6 | Electrification | 204.39 | 8.72 | - | 213.11 | 1.10 | 13.22 | - | 14.32 | 198.79 | 203.29 |
| 7 | Office Equipments | 10.11 | 2.46 | - | 12.58 | 0.14 | 2.06 | - | 2.20 | 10.38 | 9.98 |
| 8 | Computer | 1.26 | - | - | 1.26 | 0.05 | 0.45 | - | 0.51 | 0.75 | 1.20 |
| II. | INTANGIBLE ASSETS OWNED ASSETS | | | | | | | | | | |
| 1 | Intangibles | 20.25 | - | - | 20.25 | 0.34 | 4.05 | | 4.39 | 15.85 | 19.90 |
| II. | CAPITAL WORK IN PROGRESS | | | | | | | | | | |
| 1 | Plant & Machineries | 414.42 | 128.14 | | 542.56 | - | - | - | - | 542.56 | 414.42 |
| 2 | Electrification | - | - | | - | - | - | - | - | - | - |
| 3 | Furniture and Fixture | - | - | | - | - | - | - | - | - | - |
| 4 | Office Equipment | - | - | | - | - | - | - | - | - | - |
| 5 | Building | - | 236.88 | | 236.88 | - | - | - | - | 236.88 | - |
| 6 | Intangibles | - | - | | - | - | - | - | - | - | - |
| 7 | Laboratory Equipments | - | - | - | - | | | | | | |
| III. | PRE-OPERATIVE EXPENSES (Pending Allocation to Property, Plant & Equipment) | 109.58 | 245.49 | - | 355.08 | - | - | - | - | 355.08 | 109.58 |
| | TOTAL (B)........ | 3878.10 | 925.87 | - | 4803.97 | 15.10 | 122.90 | - | 138.00 | 4665.97 | 3863.00 |
| | Previous Year | 2098.86 | 4349.91 | 2570.67 | 3878.10 | - | 15.10 | - | 15.10 | 3863.00 | 2098.86 |
| | TOTAL ASSETS (A+B) | 4670.77 | 1098.61 | 13.30 | 5756.07 | 414.28 | 191.21 | (12.64) | 592.85 | 5163.23 | 4256.48 |
| | PREVIOUS YEAR TOTAL | 2886.63 | 4354.81 | 2570.67 | 4670.77 | 334.82 | 79.46 | - | 414.28 | 4256.48 | 2551.80 |

SHANTI INORGANICS LIMITED

K. A. Raval

D.H. Patel

S N SHAH & ASSOCIATES CHARTERED ACCOUNTANTS FRN : [illegible] AHMEDABAD

12 [A] CAPITAL WORK IN PROGRESS

Capital work-in-progress ageing schedule for the period ended March 31St , 2026 and March 31, 2025:

I. As At March 31, 2026

(Amt In Lacs )

| Sr. No. | CWIP Project Description | Amount In CWIP For A Period Of | | | | Total |
|---|---|---|---|---|---|---|
| | | Less than 1 Year | 1-2 Years | 2-3 Years | More than 3 Years | |
| - | Projects In Progress | | | | | |
| 1 | Plant & Machineries | 128.14 | 414.42 | - | - | 542.56 |
| 2 | Building | 236.88 | - | - | - | 236.88 |
| | TOTAL CWIP | 365.02 | 414.42 | - | - | 779.44 |

II. As At March 31, 2025

| Sr. No. | CWIP Project Description | Amount In CWIP For A Period Of | | | | Total |
|---|---|---|---|---|---|---|
| | | Less than 1 Year | 1-2 Years | 2-3 Years | More than 3 Years | |
| - | Projects In Progress | | | | | |
| 1 | Plant & Machineries | 414.42 | - | - | - | 414.42 |
| 2 | Building | - | - | - | - | - |
| | TOTAL CWIP | 414.42 | - | - | - | 414.42 |

12 [B] INTANGIBLE ASSETS UNDER DEVELOPMENT [IAUD]

Intangible Assets Under Development Ageing Schedule For The Period Ended March 31St , 2026 And March 31, 2025:

I. As At March 31, 2026

(Amt In Lacs )

| Sr. No. | Intangible Asset Under Development | Amount in IAUD For A Period Of | | | | Total |
|---|---|---|---|---|---|---|
| | | Less than 1 Year | 1-2 Years | 2-3 Years | More than 3 Years | |
| - | Projects In Progress | | | | | |
| 1 | Projects In Progress | 16.22 | - | - | - | 16.22 |
| 2 | Projects Temporarily Suspended | - | - | - | - | - |
| | TOTAL IAUD | 16.22 | - | - | - | 16.22 |

II. As At March 31, 2025

| Sr. No. | Intangible Asset Under Development | Amount In IAUD For A Period Of | | | | Total |
|---|---|---|---|---|---|---|
| | | Less than 1 Year | 1-2 Years | 2-3 Years | More than 3 Years | |
| - | Projects In Progress | | | | | |
| 1 | Plant & Machineries | - | - | - | - | - |
| 2 | Projects Temporarily Suspended | - | - | - | - | - |
| | TOTAL IAUD | - | - | - | - | - |

SHANTI INORGANICS LIMITED

D.H.Patel

S N SHAH & ASSOCIATES
FRN : 109782W
AHMEDABAD
CHARTERED ACCOUNTANTS

K.A.Raval

**NOTE 15: OTHER NON-CURRENT ASSETS**

| SR. NO. | PARTICULARS | AS AT 31-Mar-26 | AS AT 31-Mar-25 |
|---|---|---|---|
| A. | **SECURITY DEPOSITS** | | |
| 1 | Electricity Deposits | 7.60 | 4.13 |
| 2 | Electricity Deposits-Office | 0.44 | 0.44 |
| 3 | Deposit Against Supply of Gas | 7.09 | 7.09 |
| 4 | Office Rent Deposits | 2.17 | 2.17 |
| 5 | Telephone Deposits | 0.05 | 0.05 |
| 6 | CDSL Deposits | 0.10 | |
| 7 | Water Supply Deposits | 0.03 | 0.03 |
| 8 | Oxygen Bottle Deposits | 0.09 | 0.09 |
| B. | **FIXED DEPOSITS** (having maturity of more than 12 months) | 7.88 | 8.45 |
| | TOTAL ..... ..... ..... | 25.44 | 22.45 |

**NOTE 16: INVENTORIES**

| SR. NO. | PARTICULARS | AS AT 31-Mar-26 | | AS AT 31-Mar-25 | |
|---|---|---|---|---|---|
| I. | -Inventories taken as Physically verified, valued and certified by the management of the company | | | | |
| 1 | Raw Materials | 167.93 | | 79.58 | |
| 2 | Work-in-Process | 53.68 | | 2.74 | |
| 3 | Finished Goods | 286.97 | | 128.25 | |
| 4 | Fuel & Coal Stock | 35.07 | | 10.22 | |
| 5 | Packing Materials | 43.19 | | 13.20 | |
| | | | 586.83 | | 233.99 |
| | (Refer No. 1(e) on Significant Accounting Policies for Method and Basis for Valuation of Inventories) | | | | |
| II. | **Details of Raw Materials** | | | | |
| | Soda Ash Light | 10.55 | | 15.06 | |
| | Soda Ash dence | 6.33 | | - | |
| | Anhydrous Ammonia | 20.76 | | 1.68 | |
| | Sulphur Dioxide | 6.89 | | 0.98 | |
| | EDTA Di Sodium | - | | 8.23 | |
| | Caustic Soda Potash | 0.22 | | 0.22 | |
| | Nickle Sulphate | - | | - | |
| | Caustic Lye | 109.43 | | 47.06 | |
| | SBS Solution | 13.74 | | 6.34 | |
| | | 167.93 | 167.93 | | 79.58 |
| | **Imported** | - | | | - |
| | **Indigenous** | 167.93 | | | 79.58 |
| | | | 167.93 | | 79.58 |
| III. | **Details of Work-in-Process** | | | | |
| | Sulphur Dioxide | 3.34 | | - | |
| | Sodium Sulphite | 21.84 | | - | |
| | Anhydrous Ammonia | 11.24 | | - | |
| | SBS Powder | 1.47 | | 0.88 | |
| | Sodium Bi Sulphite Solution Real | 1.81 | | - | |
| | Ammonium Bi Sulphite | 13.98 | | 1.86 | |
| | | | 53.68 | | 2.74 |
| IV. | **Details of Finished Goods** | | | | |
| | S.B.S. Powder | - | | 6.40 | |
| | S.B.S. Liquor | 9.03 | | 1.13 | |
| | S.B.S. Solution | - | | 2.48 | |
| | SMBS Powder/SMBS Solution | 57.15 | | 1.12 | |
| | Sodium Sulphite Powder | 71.53 | | 92.91 | |
| | Ammonium Bi Sulphite | 149.25 | | 24.21 | |
| | | | 286.97 | | 128.25 |
| | TOTAL ..... ..... ..... | | 586.83 | | 233.99 |

SHANTI INORGANICS LIMITED

S N SHAH & ASSOCIATES CHARTERED ACCOUNTANTS FRN : 10[illegible] AHMEDABAD

K.A. Ravae

A.H.Patel

**NOTE 17: TRADE RECEIVABLES**

| SR. NO. | PARTICULARS | | AS AT 31-Mar-26 | | AS AT 31-Mar-25 |
|---|---|---|---|---|---|
| I. | **Unsecured But Considered Good** | | | | |
| | -Outstanding for a period Less Than Six Months | 1889.98 | | 1437.32 | |
| | -Outstanding for a period Exceeding Six Months | 38.47 | | 49.82 | |
| | (From the date from which they became due for payment) | | 1928.44 | | 1487.15 |
| II. | **Unsecured and Considered Doubtful** | | | | |
| | -Outstanding for a period Exceeding Six Months | - | | - | |
| | (From the date from which they became due for payment) | | | | |
| | Less: Allowance for Bad and Doubtful Debts | - | - | - | - |
| III. | **Unsecured But Considered Good** | | | | |
| | **Outstanding for a period Less Than Six Months** | | | | |
| | - Companies in Which Directors Interested | | 37.98 | | 46.91 |
| | **-Outstanding for a period Exceeding Six Months** | | | | |
| | - Companies in Which Directors Interested | | 8.48 | | 33.88 |
| | TOTAL ..... ..... ..... | | 1974.90 | | 1567.93 |

**NOTE 18: CASH & CASH EQUIVALENT**

| SR. NO. | PARTICULARS | | AS AT 31-Mar-26 | | AS AT 31-Mar-25 |
|---|---|---|---|---|---|
| 1 | **Balance with Banks** | | | | |
| | In Current Accounts/Debit Balance in CC Account | 38.31 | | 5.08 | |
| | In FD Account (Less than 3 months maturity) | - | | - | |
| | In FD Account (More than 12 Months Maturity) | 7.88 | | 8.45 | |
| | | | 46.18 | | 13.53 |
| 2 | **Cash on Hand** | | 6.52 | | 6.18 |
| | SUB-TOTAL | | 52.70 | | 19.71 |
| | Less: Fixed Deposits having maturity of more than 12 months | | (7.88) | | (8.45) |
| | (Included in Note No.14 - Other Non- Current Assets) | | | | |
| | TOTAL ..... ..... ..... | | 44.82 | | 11.26 |

| SR. NO. | PARTICULARS | AS AT 31-Mar-26 | AS AT 31-Mar-25 |
|---|---|---|---|
| 1 | Fixed Deposit against Bank Guarantee | 787,600 | 741,339 |

**NOTE 19: SHORT TERM LOANS & ADVANCES**

| SR. NO. | PARTICULARS | | AS AT 31-Mar-26 | | AS AT 31-Mar-25 |
|---|---|---|---|---|---|
| - | **Unsecured But Considered Good** | | | | |
| I. | Loans & Advances | 101.10 | | 101.10 | |
| II. | Adv. Tax, T.D.S/T.C.S. & Self Assessment Tax | 153.68 | | 53.60 | |
| III. | GST Receivable | 86.40 | | 105.34 | |
| | | | 341.19 | | 260.04 |
| IV. | **Others-Advances Receivable in Cash or In Kind** | | | | |
| | Advance for Expenses/Sundry Debit Balances/Receivables | 13.64 | | 18.57 | |
| | Balances with Revenue Authorities - Export Duty Drawback Receivable | 1.55 | | 1.39 | |
| | Prepaid Expenses | 202.75 | | 26.71 | |
| | Rodtep Income Receivable | 5.22 | | 2.04 | |
| | Interest Receivable (Subsidy) | 25.00 | | - | |
| | Sundry Advances to Staff | 5.08 | | 6.16 | |
| | | | 253.24 | | 54.88 |
| | TOTAL ..... ..... ..... | | 594.42 | | 314.92 |

S N SHAH & ASSOCIATES FRN : 1 ... W AHMEDABAD CHARTERED ACCOUNTANTS

SHANTI INORGANICS LIMITED

K. A. Rava

NOTE 17[A]: AGEING FOR TRADE RECEIVABLES OUTSTANDING
AS AT MARCH 31, 2026:

(Amt in Lacs )

| SR. NO. | PARTICULARS | Outstanding for following periods from due date of payment# | | | | | TOTAL |
|---|---|---|---|---|---|---|---|
| | | Less than Six Months | Six Months- One Year | 1-2 Years | 2-3 Years | More than 3 Years | |
| I. | Undisputed Trade Receivables- Considered Good | 1927.96 | 10.14 | 17.27 | 1.11 | 18.43 | 1974.90 |
| II. | Undisputed Trade Receivables- Considered Doubtful | - | - | - | - | - | - |
| III. | Disputed Trade Receivables-Considered Good | - | - | - | - | - | - |
| IV. | Disputed Trade Receivables-Considered Doubtful | - | - | - | - | - | - |
| | TOTAL ..... ..... ..... | 1927.96 | 10.14 | 17.27 | 1.11 | 18.43 | 1974.90 |
| LESS: | Allowance For Bad & Doubtful Debts | - | - | - | - | - | - |
| | NET TRADE RECEIVABLES | 1927.96 | 10.14 | 17.27 | 1.11 | 18.43 | 1974.90 |

AS AT MARCH 31, 2025:

[Amount Rs.]

| SR. NO. | PARTICULARS | Outstanding for following periods from due date of payment# | | | | | TOTAL |
|---|---|---|---|---|---|---|---|
| | | Less than Six Months | Six Months- One Year | 1-2 Years | 2-3 Years | More than 3 Years | |
| I. | Undisputed Trade Receivables- Considered Good | 1484.23 | 61.17 | 6.00 | - | 16.53 | 1567.93 |
| II. | Undisputed Trade Receivables- Considered Doubtful | - | - | - | - | - | - |
| III. | Disputed Trade Receivables-Considered Good | - | - | - | - | - | - |
| IV. | Disputed Trade Receivables-Considered Doubtful | - | - | - | - | - | - |
| | TOTAL ..... ..... ..... | 1484.23 | 61.17 | 6.00 | - | 16.53 | 1567.93 |
| LESS: | Allowance For Bad & Doubtful Debts | - | - | - | - | - | - |
| | NET TRADE RECEIVABLES | 1484.23 | 61.17 | 6.00 | - | 16.53 | 1567.93 |

# From the Date of bill accounted in the books of account.

K.A.Rurvale

SHANTI INORGANICS LIMITED

A.H.Patel

S N SHAH & ASSOCIATES ★ CHARTERED ACCOUNTANTS FRN : 10[illegible]W AHMEDABAD

**NOTE 20: REVENUE FROM OPERATIONS**

| SR. NO. | PARTICULARS | | AMOUNT RS. | AMOUNT RS. | PREVIOUS YEAR |
|---|---|---|---|---|---|
| A. | **SALE OF PRODUCTS** | | | | |
| | Sales | 8200.79 | | 6512.11 | |
| | Add/(Less): Rate/Quality Discount/Sales Return | (176.26) | | (12.79) | |
| | Less: GST on Sales | (970.29) | | (862.48) | |
| | | | 7054.24 | | 5636.83 |
| | **Details of Sales Of Goods (Net)** | | | | |
| | **Class of Goods** | | | | |
| | S.B.S. Powder | 330.78 | | 589.58 | |
| | SMBS Powder | - | | 2.64 | |
| | SMBS Solution | - | | 27.77 | |
| | Ammonium Bi Sulphite | 3012.38 | | 3134.42 | |
| | Ecosoft | 44.66 | | - | |
| | High Carbon Ferro Chrome | 35.44 | | - | |
| | Soda Ash-Dense | 634.52 | | - | |
| | S.B.S. Solution | 1725.67 | | 1311.03 | |
| | Sodium Sulphite Powder | 753.94 | | 167.74 | |
| | Sodium Metabisulphite | 486.28 | | 403.66 | |
| | Potassium Bi Sulphite | - | | - | |
| | Soda Ash Dense | 30.57 | | - | |
| | | | 7054.24 | | 5636.83 |
| B. | **OTHER OPERATING INCOME** | | | | |
| | Export Duty Drawback Income | | 26.11 | | 26.89 |
| | Rodtep Income | | 17.64 | | 30.64 |
| | Freight Recovered on Sales | | 24.03 | | 16.20 |
| | TOTAL ..... ..... ..... | | **7122.02** | | **5710.55** |

**NOTE 21: OTHER INCOME**

| SR. NO. | PARTICULARS | | AMOUNT RS. | AMOUNT RS. | PREVIOUS YEAR |
|---|---|---|---|---|---|
| 1 | Interest Income Bank FDR | | 0.51 | | 0.46 |
| 2 | Sundry Balances written off | | 0.09 | | 2.01 |
| 3 | Other Interest Income | | 1.56 | | 0.67 |
| 4 | Dividend Income | | 0.01 | | 0.06 |
| 5 | Profit on Sale of Shares/Mutual Fund | | - | | 31.68 |
| 6 | Profit on Sale PPE | | 3.49 | | - |
| 7 | Foreign Exchange Rate Difference (Net) | | 98.50 | | 46.48 |
| 8 | Other Income | | 0.09 | | 0.03 |
| 9 | Sales Commission | | 67.12 | | 55.98 |
| | TOTAL ..... ..... ..... | | **171.37** | | **137.36** |

**NOTE 22: COST OF MATERIALS CONSUMED**

| SR. NO. | PARTICULARS | | AMOUNT RS. | AMOUNT RS. | PREVIOUS YEAR |
|---|---|---|---|---|---|
| I. | **RAW MATERIALS CONSUMED:** | | | | |
| | Opening Stock | 79.58 | | 18.61 | |
| | Add : Purchases (Net) | 2917.71 | | 2443.87 | |
| | Less: Raw Materials Sales | | | - | |
| | | 2997.29 | | | 2462.49 |
| | Less : Closing Stocks | (167.93) | | | (79.58) |
| | | | 2829.36 | | 2382.91 |
| | **Details of Raw Materials Consumed** | | | | |
| | **Class of Raw Materials** | | | | |
| | Activated Carbon | 0.27 | | 0.45 | |
| | Anhydrous Ammonia | 526.35 | | 596.78 | |
| | Caustic Lye | 314.39 | | 163.46 | |
| | Caustic Soda Flakes | 53.85 | | 256.18 | |
| | D.M. Water | 28.22 | | 29.05 | |
| | Cobalt Sulphate | - | | 0.09 | |
| | Edta Di Sodium | 3.21 | | 0.57 | |
| | Nickle Sulphate | 0.59 | | 0.38 | |
| | Soda Ash Light | 258.94 | | 359.04 | |
| | Sodium Bi Sulphite Powder | 12.38 | | - | |
| | Sodium Bi Sulphite Solution | 53.86 | | 28.00 | |
| | Sodium Meta Bi Sulphite Powder | 62.51 | | - | |
| | Sodium Sulphite Solution -Rm | 6.80 | | 9.60 | |
| | Soda Ash Dense -(Rm) | 191.63 | | 150.10 | |
| | Sulphur Dioxide | 1316.36 | | 789.21 | |
| | | | 2829.36 | | 2382.91 |
| | **Details of Imported & Indigenous Materials** | Amount | % | Amount | % |
| | **Imported** | 62.33 | 2.14% | - | 0.00% |
| | **Indigenous** | 2855.38 | 97.86% | 2382.91 | 100.00% |
| | | 2917.71 | 100.00% | 2382.91 | 100.00% |
| | TOTAL ..... ..... ..... | - | **2829.36** | | **2382.91** |

SHANTI INORGANICS LIMITED

SHAH & ASSOCIATES CHARTERED ACCOUNTANTS FRN : 10 AHMEDABAD

D.H. Patel

K.A. Raval

NOTE 23: PURCHASE OF TRADING GOODS

| SR. NO. | PARTICULARS | AMOUNT RS. | AMOUNT RS. | PREVIOUS RS. |
|---|---|---|---|---|
| I. | Purchase of Stock in Trade | 704.15 | | - |
| | TOTAL ..... ..... ..... | 704.15 | | - |

NOTE 24: VARIATION IN INVENTORIES OF FINISHED GOODS AND WORK IN PROCESS

| SR. NO. | PARTICULARS | INCREASE/ (DECREASE) | CLOSING STOCK | OPENING STOCK | INCREASE/ (DECREASE) |
|---|---|---|---|---|---|
| | - Closing Stock Finished Goods | 286.97 | 286.97 | 128.25 | 158.72 |
| | -Closing Stock of Work in Process | 53.68 | 53.68 | 2.74 | 50.94 |
| | TOTAL ..... ..... ..... | 340.65 | 340.65 | 130.99 | 209.66 |
| | Less: Opening Stock of Finished Goods | 128.25 | - | - | (128.25) |
| | Less: Opening Stock of Work in Process | 2.74 | - | - | (2.74) |
| | | 130.99 | - | - | (130.99) |
| | | (209.66) | | | 78.67 |
| | Previous Year..... ..... ..... | | 130.99 | 39.27 | 91.72 |

NOTE 25: EMPLOYEE BENEFIT EXPENSES

| SR. NO. | PARTICULARS | AMOUNT RS. | AMOUNT RS. | PREVIOUS YEAR |
|---|---|---|---|---|
| 1 | Salaries, Wages & Labour Charges | | | |
| | - To Directors' Remuneration | 94.00 | | 72.00 |
| | -To Others | 183.09 | | 134.10 |
| | Employer Contrubution & Administrative Charges to Provident | | | |
| 2 | Fund | 11.71 | | 11.97 |
| 3 | Bonus & Leave Encashment Expenses | 8.41 | | 4.80 |
| 4 | Gratuity Expense | 13.04 | | 14.34 |
| 5 | ESIC-Employer Contribution | 0.70 | | 1.00 |
| 6 | Staff Welfare Expenses | 17.67 | | 5.95 |
| 7 | Labour Welfare Expenses | 0.02 | | 0.02 |
| 8 | Professional Tax -contractor exp | - | | 0.02 |
| 9 | Security Expenses | 14.07 | | 4.19 |
| | TOTAL ..... ..... ..... | 342.72 | | 248.38 |

NOTE 26: FINANCE COST

| SR. NO. | PARTICULARS | | AMOUNT RS. | AMOUNT RS. | PREVIOUS YEAR |
|---|---|---|---|---|---|
| 1 | Bank Charges | | 15.67 | | 11.72 |
| 2 | Loan Processing Charges on Unsecured Business Loan | | - | | |
| 3 | Interest | | | | |
| | On Term Loans & Working Capital Facilities | 97.04 | | 113.20 | |
| | On Business Loans | 19.15 | | 34.05 | |
| | On Vehicle Loans | 5.18 | | 3.64 | |
| | On Unsecured Loans | - | | 0.78 | |
| | Interest - Others | 0.02 | | 0.04 | |
| | | | 121.40 | | 151.72 |
| | TOTAL ..... ..... ..... | | 137.08 | | 163.44 |

NOTE 27: DEPRECIATION AND AMORTISATION EXPENSES

| SR. NO. | PARTICULARS | AMOUNT RS. | PREVIOUS YEAR |
|---|---|---|---|
| 1 | Depreciation on Property, Plant & Equipment | 187.02 | 78.98 |
| 2 | Amortization of Intangible Assets | 4.19 | 0.48 |
| | TOTAL ..... ..... ..... | 191.21 | 79.46 |

SHANTI INORGANICS LIMITED

S N SHAH & ASSOCIATES FRN : 10[illegible] AHMEDABAD CHARTERED ACCOUNTANTS

K.A.Rawal

A.H.Patel

NOTE 28: OTHER EXPENSES

| SR. NO. | PARTICULARS | | AMOUNT RS. | AMOUNT RS. | PREVIOUS YEAR |
|---|---|---|---|---|---|
| I. | **MANUFACTURING EXPENSES** | | | | |
| | Stores & Spares Consumed | 19.43 | | 19.10 | |
| | **Power, Fuel & Gas** | | | | |
| | - Electricity Expenses | 89.28 | | 65.45 | |
| | - Fuel-DG Set | 0.10 | | 0.14 | |
| | - Fuel, Coal & Gas | 111.75 | | 64.56 | |
| | Other Manufacturing Expenses | 130.66 | | 70.04 | |
| | Freight Inward, Custom Duty and Other Expenses | 212.93 | | 227.46 | |
| | **Repairs & Maintenance** | | | | |
| | To Plant & Machineries | 15.50 | | 11.99 | |
| | To Building & Others | 0.72 | | 10.42 | |
| | | | 580.36 | | 469.15 |
| II. | **ADMINISTRATIVE, SELLING AND OTHER EXPENSES** | | | | |
| A. | Postage & Telephone | 2.06 | | 1.47 | |
| | Donation / CSR | 36.57 | | 11.92 | |
| | Office & Administration Expenses | 19.09 | | 12.86 | |
| | Stationery & Printing | 4.83 | | 3.38 | |
| | Travelling, Conveyance & Vehicle Expenses | 30.68 | | 30.73 | |
| | Legal & Professional Charges | 13.92 | | 9.80 | |
| | Rent, Rates & Taxes | 18.84 | | 18.04 | |
| | Auditor's Remuneration | 2.10 | | 1.75 | |
| | Insurance | 4.74 | | 3.82 | |
| | ID Sitting Fees | 1.15 | | - | |
| | Sundry Debit/Credit Balances Written off (Net) | 0.50 | | - | |
| B. | **Selling & Distribution Expenses** | | | | |
| | Advertisement & Sales Promotion On Sales | 7.04 | | 0.63 | |
| | Sales Commission Expenses | 2.88 | | 0.75 | |
| | Packing Material Consumed and Packing Expenses | 411.45 | | 399.03 | |
| | Export Freight, Clearing Forwarding and Other Expenses | 779.89 | | 996.21 | |
| | | | 1335.72 | | 1490.41 |
| | TOTAL ..... ..... ..... | | **1916.08** | | **1959.56** |

NOTE 28.1: AUDITOR'S REMUNERATION

| SR. NO. | PARTICULARS | | AMOUNT RS. | AMOUNT RS. | PREVIOUS YEAR |
|---|---|---|---|---|---|
| | Auditor's Remuneration comprises of | | | | |
| | - Statutory Audit Fees | 1.40 | | | 1.15 |
| | - Tax Audit Fees | 0.70 | | | 0.60 |
| | | | **2.10** | | **1.75** |

NOTE 29: EARNINGS PER SHARE

| SR. NO. | PARTICULARS | CURRENT PERIOD | PREVIOUS YEAR |
|---|---|---|---|
| | Profit after Tax | 1025.30 | 828.15 |
| | Weighted Average number of equity shares | 10,917,148 | 636,000 |
| | Weighted Average number of equity shares for Adjusted EPS | - | 10,176,000 |
| | Nominal Value of equity share | 10 | 10 |
| | Basic Earning per share of Rs | 9.39 | 130.21 |
| | Adjusted Earning per share for FY 24-25 of Rs | - | 8.14 |
| | Diluted Earnings per share of Rs | 9.39 | 130.21 |

S N SHAH & ASSOCIATES FRN : AHMEDABAD CHARTERED ACCOUNTANTS

SHANTI INORGANICS LIMITED

D.H.Patel

K.A.Ravae

**NOTE 30: RATIOS**

**Disclosure of Financial Ratios:**

| Sr. No. | Particulars | Numerator | Denominator | As At/For The Period/Year Ended 31/03/2026 | As At/For The Period/Year Ended 31/03/2025 | % Change Compared to Last Year | Variation |
|---|---|---|---|---|---|---|---|
| i. | Current Ratio (times) | Current Assets | Current Liabilities | 1.24 | 0.78 | 59.59% | With infusion of equity and increase in current assets, current ratio of the company has improved. |
| ii. | Debt-Equity Ratio (times)@ | Total Debt | Total Equity | 0.62 | 0.96 | 35.33% | With infusion of equity debt equity ratio of the company has improved. |
| iii. | Debt Service Coverage Ratio (times)# | Earnings available for debt Service | Debt Service | 3.17 | 2.70 | 17.29% | N.A |
| iv. | Return on Equity Ratio (%) | Profit for the year | Average Total Equity | 27.63% | 37.75% | -26.82% | Equity of the company has increased and capital project is still under progress. Due to this it has not led to increase in ROE. |
| v. | Inventory Turnover Ratio (times) | Purchase of Stock in Trade +Changes in Inventory of Trading Goods+ Employee Benefit Expenses+ Other Direct Expenses | Average Inventory | 10.35 | 20.31 | -49.05% | This indicates higher inventory holding by the company with increase in operations. |
| vi. | Trade Receivables Turnover Ratio (times) $ | Revenue from Operations | Average Trade Receivable | 3.98 | 4.09 | -2.63% | N.A |
| vii. | Trade Payables Turnover Ratio (times) ^ | Purchases during the year | Average Trade Payables | 4.83 | 4.55 | 6.07% | N.A |
| viii. | Net Capital Turnover Ratio (times) | Revenue from Operations | Average Working Capital | 1284.10 | -30.87 | -4259.22% | With improvement in current ratio, net capital turnover ratio of the company has improved. |
| ix. | Net Profit Ratio (%) | Net Profit After Tax | Revenue from Operations | 14.53% | 14.69% | -1.07% | N.A |
| x. | Return on Capital Employed (%) * | EBIT | Capital Employed | 15.69% | 19.28% | -18.64% | N.A |

*Previous year ratios are reworked on account of proper reworking of applicable parameters.*

K A.Ravat

A.H.Patel

**Note 31: DEFINED BENEFIT PLANS**
The Company has following post employment benefits which are in the nature of defined benefit plans:

**(a) Gratuity**

The Company has an obligation towards gratuity, a defined benefit retirement plan covering eligible employees. The plan provides for payment to vested employees at retirement, death while in employment or on termination of employment in accordance with the scheme of the company. Vesting occurs upon completion of five years of service. The Company accounts for the liability for gratuity benefits payable in the future based on an actuarial valuation.

**1. The principal assumptions used for the purposes of the actuarial valuations were as follows:**

| SR. NO. | PARTICULARS | AS ON 31-Mar-26 | AS ON 31-Mar-25 |
|---|---|---|---|
| 1 | Discount rate (per annum) | 7.25% | 6.75% |
| 2 | Expected rate of salary increase | 7.00% | 7.00% |
| 3 | Attrition rate | 5% to 1% p.a for all service groups | 5% to 1% p.a for all service groups |
| 4 | Mortality rate during employment (% of IALM 2012-14) Urban | 100% | 100% |

**2. Movements in present value of obligation and plan assets**

| SR. NO. | PARTICULARS | AS ON 31-Mar-26 | AS ON 31-Mar-25 |
|---|---|---|---|
| 1 | Opening defined benefit obligation | 34.30 | 20.02 |
| 2 | Current service cost | 8.00 | 8.15 |
| 3 | Past Service Cost | 0.33 | - |
| 4 | Interest cost | 2.49 | 1.35 |
| 5 | Benefits Paid | (4.44) | (0.06) |
| 6 | Actuarial (gain)/loss arising from changes in financial assumptions | (2.21) | 1.33 |
| 7 | Actuarial (gain)/loss arising from experience adjustments | 4.44 | 3.51 |
| | **Closing defined benefit obligation** | **42.90** | **34.30** |

**3. Classification of Defined benefit Obligation**

| SR. NO. | PARTICULARS | AS ON 31-Mar-26 | AS ON 31-Mar-25 |
|---|---|---|---|
| | Non-Current Liability | 30.78 | 25.73 |
| | Current Liability | 12.12 | 8.57 |
| | **Total Liability carried to Balancesheet** | **42.90** | **34.30** |

**4. Amount of Expense recognised in the Profit & Loss**

| SR. NO. | PARTICULARS | AS ON 31-Mar-26 | AS ON 31-Mar-25 |
|---|---|---|---|
| 1 | Current Service Cost | 8.00 | 8.15 |
| 2 | Past Service Cost | 0.33 | - |
| 3 | Interest on Obligation | 2.49 | 1.35 |
| 3 | Liability Transferred In/ Acquisitions | - | - |
| 4 | Net actuarial losses (gains) recognized in the year | 2.22 | 4.84 |
| | **Expense recognised in Profit & Loss** | **13.04** | **14.34** |

**5. Sensitivity analysis of significant assumptions are as follows:**

| SR. NO. | PARTICULARS | AS ON 31-Mar-26 | AS ON 31-Mar-25 |
|---|---|---|---|
| | **Defined benefit obligation (Base)** | **42.90** | **34.30** |
| | Delta Effect of +1% Change in Rate of Discounting | 39.02 | 30.74 |
| | Delta Effect of -1% Change in Rate of Discounting | 47.54 | 38.65 |
| | Delta Effect of +1% Change in Rate of Salary Increase | 47.50 | 38.59 |
| | Delta Effect of -1% Change in Rate of Salary Increase | 38.98 | 30.72 |
| | Delta Effect of +1% Change in Rate of Employee Turnover | 42.99 | 34.21 |
| | Delta Effect of -1% Change in Rate of Employee Turnover | 42.80 | 34.40 |

S N SHAH & ASSOCIATES
FRN : 109782W
AHMEDABAD
CHARTERED ACCOUNTANTS

SHANTI INORGANICS LIMITED

A.H. Patel

K.A. Ravce

**Notes**

a The sensitivity analysis have been determined based on reasonably possible changes of the respective assumptions occurring at the end of the reporting period, while holding all other assumptions constant.

b The sensitivity analysis presented above may not be representative of the actual change in the Defined Benefit Obligation as it is unlikely that the change in assumptions would occur in isolation of one another as some of the assumptions may be correlated.

c Furthermore, in presenting the above sensitivity analysis, the present value of the Defined Benefit Obligation has been calculated using the projected unit credit method at the end of the reporting period, which is the same method as applied in calculating the Defined Benefit Obligation as recognised in the balance sheet

**6.The followings are the expected cash flows for the defined benefit obligation**

| SR. NO. | PARTICULARS | AS ON 31-Mar-26 | AS ON 31-Mar-25 |
|---|---|---|---|
| 1 | Within next 12 months (next annual reporting period) | 12.12 | 8.57 |
| 2 | Between 2 to 5 years | 4.29 | 4.16 |
| 3 | Beyond 5 years | 1.74 | 2.10 |
| | **Total expected payments** | **18.15** | **14.83** |

**7. Weighted average duration of defined plan obligation (based on discounted cash flows)**

| SR. NO. | PARTICULARS | AS ON 31-Mar-26 | AS ON 31-Mar-25 |
|---|---|---|---|
| 1 | Weighted average duration | 8 Years | 8 Years |

## NOTE 32: ADDITIONAL INFORMATION

**1.** The company has communicated suppliers to provide confirmations as to their status as Micro, Small or Medium Enterprise registered under the applicable category as per the provisions of the Micro, Small and Medium Enterprises (Development) Act, 2006 (MSMED Act, 2006). The company has classified suppliers into Micro, Small and Medium Enterprises as per the confirmations received by the company upto the date of Balances Sheet and accordingly other suppliers are classified as Non-MSME Suppliers irrespective of their status as per the provisions of the Micro, Small and Medium Enterprises (Development) Act, 2006 (MSMED Act, 2006).

**2.** In the opinion of the Board of Directors, Current assets, loans and advances have a value on realisation in the ordinary course of business equal to the amount at which they are stated in the balance sheet.

**3.** The balances of debtors and creditors, loans and advances and unsecured loans are subject to confirmation.

**4.** Expenses in foreign currency:

**CIF Value of Imports:**

Raw Materials: Rs. 62.33 Lacs (Previous Year Rs. Nil/-)

Plant Related Engineering Services: Rs. 179.79 Lacs (Previous Year Rs 397.52 Lacs)

**FOB Value of Exports:**

Sale of Goods Rs. 2,819.81 Lacs (Previous Year Rs. 3,431.01 Lacs)

**5.** The company has projects that are Capital Work in Progress for the period under review. The details of which are as under:

**(Rs In Lacs)**

| Particulars | 2025-26 | 2024-25 |
|---|---|---|
| **Projects in Progress** | | |
| - Plant & Machineries | 542.56 | 414.42 |
| - Electrification | - | - |
| - Furniture & Fixture | - | - |
| - Office Equipment | - | - |
| - Buildings | 236.88 | - |
| - Intangibles | - | - |
| **TOTAL** | **779.44** | **414.42** |

**6.** The company has Intangible asset that are under development for the period under review. The details of which are as under:

**(Rs in Lacs)**

| Particulars | 2025-26 | 2024-25 |
|---|---|---|
| **Projects in Progress** | | |
| - Projects in Progress | 16.22 | - |
| - Projects Temporarily Suspended | - | - |
| **TOTAL** | **16.22** | - |

**7. Details of Pending Allocation to Property, Plant & Equipment:**

**(Rs in Lacs)**

| Sr. No. | Description of Expenses | As At 31st March, 2026 | As At 31st March, 2025 |
|---|---|---|---|
| i. | Professional Fees | 38.73 | 21.73 |
| ii. | Salary Expenses | 124.25 | 45.75 |
| iii. | Interest Cost | 93.62 | 2.28 |
| iv. | Factory Expenses | 30.65 | - |
| v. | Labour Expenses | 28.00 | - |
| vi. | Franking Charges & Loan Processing Charges | 30.70 | 30.70 |
| vii. | Hypothecation Charges & Other Bank Charges | 9.12 | 9.12 |
| | **TOTAL ... ... ...** | **355.08** | **109.58** |

S N SHAH & ASSOCIATES CHARTERED ACCOUNTANTS FRN : [illegible] AHMEDABAD

SHANTI INORGANICS LIMITED

K. A. Rawal

A.H. Patel

**8. Particulars relating to Corporate Social Responsibility**

**(Rs in Lacs)**

| Amount required to be spent by the company during the year | Amount of expenditure incurred, | Nature of CSR activities | Details of related party transactions | Details of movements in the provision during the year |
|---|---|---|---|---|
| 16.18 | 33.51 | For Upliftment of Society | None | None |

| Sr. No. | Particulars | 2025-26 | 2024-25 |
|---|---|---|---|
| 1. | Amount required to be spent during the year | 16.18 | 12.00 |
| 2. | Opening Surplus balance if any | (0.60) | 0.09 |
| 3. | Amount of Expenditure Required to Expended during the year (After Set off Surplus Expenditure) | 16.18 | 12.00 |
| 4. | Amount of Expenditure incurred on CSR during the year | 33.51 | 1.05 |
| 5. | Amount in CSR Bank account (carried forward balance of FY 25-26 towards Expenses) | - | - |
| 6. | Surplus/ (Shortfall) at the end of the year | 17.33 | (10.86) |
| 7. | Total of previous years shortfall (Upto 31-03-2026) | - | (0.60) |
| 8. | Reason for Shortfall | - | The company is finding suitable projects for outlay of Funds in nearby locality where the company operates. |
| 9. | Detail of Related Party transactions in relation to CSR expenditure as per relevant Accounting Standard | - | - |

**9.** Details of Export Sales and Domestic Sales are as follows:

**(Rs in Lacs)**

| Particular | 2025-26 | 2024-25 |
|---|---|---|
| Export Sales | 3,002.69 | 3,034.44 |
| Domestic Sales | 4,051.55 | 2,602.39 |
| **Total** | **7,054.24** | **5,636.83** |

**10.** The Company have no immovable property whose title deeds are not held in the name of the company.

**11.** The Company has not revalued its Property, Plant and Equipment during the reporting years.

**12.** There are no Loans and Advances in the nature of loans that are granted to promoters, directors, KMP's and the related parties either severally or jointly with any other person, that are repayable on demand.

**13.** There are no proceedings initiated or pending against the company for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988).

**14.** The Company is not declared as willful defaulter by any bank or financial institution or other lender.

**15.** The Company has no subsidiaries with one layer prescribed under clause (87) of section 2 of the Act read with Companies (Restriction on number of Layers) Rules, 2017.

**16.** No Scheme of Arrangements has been approved by the Competent Authority in terms of sections 230 to 237 of the Companies Act, 2013.

SHANTI INORGANICS LIMITED

SHAH & ASSOCIATES AHMEDABAD CHARTERED ACCOUNTANTS

D.H.Patel

| | |
|---|---|
| 17. | The Company have not traded or invested in Crypto currency during the period under review. |
| 18. | The Company does not have any transaction or undisclosed income which are reported by tax authorities under any assessment year under tax Assessment (such as, search or survey or any other relevant provisions) under the income tax Act- 1961 and rules made thereunder. |
| 19. | **Contingent Liabilities & Commitments** |

**(Rs in lacs)**

| Particular | Year Ended March 31, 2026 | Year Ended March 31, 2025 |
|---|---|---|
| Bank Guarantee for UGVCL | 27.71 | 27.71 |
| **Total** | **27.71** | **27.71** |

**20. Utilisation of Borrowed funds and share premium:**

A. The Company has not advanced or loaned or invested funds (either borrowed funds or share premium or any other sources or kind of funds) to any other person(s) or entity(ies), including foreign entities (Intermediaries) with the understanding (whether recorded in writing or otherwise) that the Intermediary shall:
   i. directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company (Ultimate Beneficiaries) or
   ii. provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries.

B. The Company has not received any fund from any person(s) or entity(ies), including foreign entities (Funding Party) with the understanding (whether recorded in writing or otherwise) that the Company shall:
   i. directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party (Ultimate Beneficiaries) or
   ii. provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.

**21. Relationship with Struck off Companies:**

The company does not have any transaction with companies struck off under section 248 of the Companies Act, 2013 or section 560 of Companies Act, 1956, during the current year and in the previous year.

**22. Registration of Charge:**

The Company has registered all charges or satisfaction of charges with the Registrar of Companies (ROC) within the statutory period during the financial year ended March 31, 2026. There are no charges or satisfactions yet to be registered beyond the statutory period as at March 31, 2026.

**23.** The previous year's figures have been regrouped and reclassified wherever necessary so as to make them comparable with those of the current year.
The Paises are rounded up to the nearest of rupee. The figures wherever shown in bracket represent previous year figures.

**SIGNATURES TO NOTE '1' TO '32'**

| FOR, M/S. SHANTI INORGANICS LIMITED | | FOR, S N SHAH & ASSOCIATES, CHARTERED ACCOUNTANTS, FIRM REG. NO. 109782W |
|---|---|---|
| **(Managing Director)** | **(Joint Managing Director)** | S N SHAH & ASSOCIATES CHARTERED ACCOUNTANTS FRN : 109782W AHMEDABAD |
| K.A.Raval **(Chief Financial Officer)** | **(Company Secretary)** | **FIROJ G. BODLA** |
| **PLACE: AHMEDABAD** | | **PARTNER** |
| **DATE : 18-07-2026** | | **M. No. 126770** |
| | | **UDIN: 26126770AUAJDH1515** |

SHANTI INORGANICS LIMITED

A.H.Patel