



(Please scan this QR code to view the RHP and this Abridged Prospectus).



SHANTI INORGANICS LTD

SHANTI INORGANICS LIMITED

(FORMERLY KNOWN AS SHANTI INORGO CHEM (GUJ) PRIVATE LIMITED AND SHANTI INORGO CHEM (GUJ) LIMITED)

CORPORATE IDENTITY NUMBER: U24100GJ2010PLC059218

REGISTERED OFFICE		CONTACT PERSON		TELEPHONE AND EMAIL		WEBSITE			
Plot No.-2015, Phase III GIDC, Vatva, Ahmedabad - 382445, Gujarat, India.		Maulik S Bhavsar, Company Secretary and Compliance Officer		Tel: +91-97277 52562 Email: info@shantiinorganics.com		https://shantiinorganics.com			
PROMOTERS OF OUR COMPANY: MANOJKUMAR JAYANTILAL PATEL AND AVNISH MANOJKUMAR PATEL									
DETAILS OF THE ISSUE									
TYPE		FRESH ISSUE SIZE		OFFER FOR SALE SIZE		TOTAL ISSUE SIZE		ELIGIBILITY	
Fresh Issue		56,91,200 Equity Shares of face value of ₹10/- each aggregating to ₹ [●] lakhs.		NIL		56,91,200 Equity Shares of face value of ₹10/- each aggregating to ₹ [●] lakhs.		The Issue is being made pursuant to Regulation 229(2) and 253(1) of Chapter IX of Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018 as amended ("SEBI ICDR Regulations"), as the Company's post issue paid up capital is more than ₹1,000.00 Lakhs and up to ₹2,500.00 Lakhs	
DETAILS OF ISSUE FOR SALE, SELLING SHAREHOLDERS AND THEIR AVERAGE COST OF ACQUISITION – NOT APPLICABLE AS THE ENTIRE ISSUE CONSTITUTES FRESH ISSUE OF EQUITY SHARES									
RISKS IN RELATION TO THE FIRST ISSUE									
This being the first Public Issue of our Company, there has been no formal market for the Equity Shares of our Company. The face value of the Equity Shares is ₹10/- each. The Floor Price, the Cap Price and the Issue Price (determined by our Company in consultation with the Book Running Lead Manager on the basis of the assessment of market demand for our Equity Shares by way of the Book Building Process as stated under chapter titled “Basis for Issue Price” on page 116 of the Red Herring Prospectus), should not be taken to be indicative of the market price of the Equity Shares after the Equity Shares are listed. No assurance can be given regarding an active or sustained trading in the Equity Shares or regarding the price at which the Equity Shares will be traded after listing.									
GENERAL RISK									
Investment in equity and equity related securities involve a degree of risk and investors should not invest any funds in this Issue unless they can afford to take the risk of losing their investment. Investors are advised to read the risk factors carefully before taking an investment decision in this Issue. For taking an investment decision, investors must rely on their own examination of the issuer and the Issue including the risks involved. The securities have not been recommended or approved by the Securities and Exchange Board of India (“SEBI”) nor does SEBI guarantee the accuracy or adequacy of the Red Herring Prospectus. Specific attention of investors is invited to the section titled “Risk Factors” on page 24 of the Red Herring Prospectus.									
ISSUER’S ABSOLUTE RESPONSIBILITY									
Our Company, having made all reasonable inquiries, accepts responsibility for and confirms that the Red Herring Prospectus contains all information with regard to our Company and the Issue, which is material in the context of the Issue, that the information contained in the Red Herring Prospectus is true and correct in all material aspects and is not misleading in any material respect, that the opinions and intentions expressed herein are honestly held and that there are no other facts, the omission of which makes the Red Herring Prospectus as a whole or any of such information or the expression of any such opinions or intentions, misleading in any material respect.									
LISTING									
The Equity Shares issued through the Red Herring Prospectus are proposed to be listed on the EMERGE Platform of National Stock Exchange of India Limited (“NSE EMERGE”) in terms of the Chapter IX of the SEBI ICDR Regulations as amended from time to time. For this Issue, the Designated Stock Exchange will be National Stock Exchange of India Limited (“NSE”).									
BOOK RUNNING LEAD MANAGER TO THE ISSUE									
NAME AND LOGO			CONTACT PERSON			EMAIL AND TELEPHONE			
 Vivro Financial Services Private Limited			Kruti Saraiya/ Jay Dodiya			Email: investors@vivro.net Telephone: +91 79 4040 4242			
REGISTRAR TO THE ISSUE									
NAME AND LOGO			CONTACT PERSON			EMAIL AND TELEPHONE			
 KFin Technologies Limited			M Murali Krishna			Email Id: shanti.ipo@kfintech.com Telephone: +91 40 6716 2222 / 1800 309 4001			
BID/ISSUE PERIOD									
ANCHOR BID/ISSUE PERIOD: FRIDAY, AUGUST 28, 2026*			BID/ISSUE OPENS ON: MONDAY, AUGUST 31, 2026			BID/ISSUE CLOSES ON*: WEDNESDAY, SEPTEMBER 2, 2026**			

*Our Company may, in consultation with the Book Running Lead Manager, consider participation by Anchor Investors in accordance with the SEBI ICDR Regulations. The Anchor Investor Bid/ Issue Period will open 1 (one) Working Day prior to the Bid/ Issue Opening Date.

**Our Company may, in consultation with the Book Running Lead Manager, consider closing the Bid/Issue Period for QIBs 1 (one) Working Day prior to the Bid/Issue Closing Date in accordance with the SEBI ICDR Regulation.

UPI mandate end time and date shall be at 5:00 p.m. on Bid/Issue Closing Day.



Please scan this QR code to view the Red Herring Prospectus

The following is a general summary of certain disclosures in the Red Herring Prospectus and the terms of the Issue and is not exhaustive, nor does it purport to contain a summary of all the disclosures in the Red Herring Prospectus or all details relevant to prospective investors. This summary should be read in conjunction with, and is qualified in its entirety by, the more detailed information appearing elsewhere in the Red Herring Prospectus, which is available at the websites of National Stock Exchange of India Limited at <http://www.nseindia.com>, the Company at <https://shantiinorganics.com> and the BRLM at www.vivro.net.

References below to page numbers are to page numbers of the Red Herring Prospectus dated August 21, 2026. Unless otherwise specified all capitalised terms used herein and not specifically defined bear the same meaning as ascribed to them in the Red Herring Prospectus.

1. Summary of the primary business

We are engaged in the business of manufacturing and supply of sulphur based inorganic chemicals. We hold one of the largest domestic production capacities for bisulphites with capacity of 18,800 MTPA (*Source: CareEdge Report*). Our product portfolio consists of ammonium bisulphite solution, sodium bisulphite powder or solution, sodium meta bisulphite and sodium sulphite powder/anhydrous which are primarily used as preservatives, reducing agents, oxygen scavengers and process intermediates across multiple industries such as food and beverages, chemicals, oil drilling, pharmaceuticals, ceramics, agrochemicals, water treatment, petrochemicals, cosmetics, paints, polymers, boilers and mining. Our manufacturing facilities are located at plot No. 2015, phase III, GIDC, Vatva, Ahmedabad – 382445, Gujarat, India (“**Vatva Unit**”) and at plot no. 5/A & 5/B Sankalp industrial estate, Village: Chiyada, Ta.: Bavla, Ahmedabad (“**Bavla Unit**”). The Vatva Unit has an installed capacity of 18,800 MTPA, while the Bavla Unit is being developed in two phases. Phase I has commenced commercial production with effect from February 2025 with an installed capacity of 18,000 MTPA and phase II is under development and is proposed to have an installed capacity of 78,544 MTPA.

(a) Business Overview - Products

Our Company has been engaged in the manufacture and supply of sulphur based inorganic chemicals since 2010, with a product portfolio consists of ammonium bisulphite solution, sodium bisulphite powder or solution, sodium meta bisulphite and sodium sulphite powder/anhydrous. Its products are used as preservatives, reducing agents, oxygen scavengers, bleaching agents and process intermediates across various industries. Our Company holds certifications such as ISO 9001:2015, NSF, KOSHER, HACCP and HALAL. In the inorganic chemical industry, products are categorized into multiple purity levels based on their applications, including food grade and technical grade. For further details, see “*Our Business*” on page 173 of the RHP.

(b) Industries served and customers

Our products are primarily used as preservatives, reducing agents, oxygen scavengers and process intermediates across multiple industries such as food and beverages, chemicals, oil drilling, pharmaceuticals, ceramics, agrochemicals, water treatment, petrochemicals, cosmetics, paints, polymers, boilers and mining. We cater to customers in India and international markets such as Eswatini, Malaysia, the United Arab Emirates, Qatar, Nigeria, Russia, Colombia, Turkey, Puerto Rico, Iraq, Vietnam, Azerbaijan, Egypt, Ghana and Philippines. For further details, see “*Our Business*” on page 173 of the RHP.

(c) Key Geographies

We sell our products in India and international market such as Eswatini, Malaysia, the United Arab Emirates, Qatar, Nigeria, Russia, Colombia, Turkey, Puerto Rico, Iraq, Vietnam, Azerbaijan, Egypt, Ghana and Philippines.

Following is the country-wise revenue from operations and contributions for the two months period ended May 31, 2026, Fiscal 2026, Fiscal 2025 and Fiscal 2024:

Sr. No.	Particulars	For the two months period ended May 31, 2026		Fiscal 2026		Fiscal 2025		Fiscal 2024	
		Amount (₹ in lakhs)	Contribution (in %)	Amount (₹ in lakhs)	Contribution (in %)	Amount (₹ in lakhs)	Contribution (in %)	Amount (₹ in lakhs)	Contribution (in %)
1	India	1,125.14	70.72%	4,051.55	57.43%	2,602.40	46.17%	2,223.37	49.92%
2	Eswatini	178.72	11.23%	955.96	13.55%	851.21	15.10%	504.50	11.33%
3	Malaysia	150.74	9.47%	779.80	11.05%	544.26	9.66%	351.43	7.89%
4	UAE	18.12	1.14%	602.15	8.54%	691.43	12.27%	710.86	15.96%
5	Qatar	7.22	0.45%	267.34	3.79%	216.46	3.84%	96.47	2.17%
6	Nigeria	-	-	131.03	1.86%	252.66	4.48%	100.08	2.25%
7	Russia	-	-	75.97	1.08%	111.79	1.98%	54.98	1.23%
8	Colombia	29.34	1.84%	60.63	0.86%	151.27	2.68%	40.73	0.91%
9	Turkey	-	-	52.15	0.74%	154.32	2.74%	121.85	2.74%
10	Puerto Rico	-	-	30.57	0.43%	-	-	82.09	1.84%
11	Iraq	-	-	25.92	0.37%	9.21	0.16%	-	0.00%
12	Vietnam	-	-	21.17	0.30%	6.68	0.12%	-	0.00%
13	Azerbaijan	-	-	-	-	45.15	0.80%	51.55	1.16%
14	Egypt	-	-	-	-	-	-	56.62	1.27%
15	Philippines	13.67	0.86%	-	-	-	-	-	0.00%
16	Ghana	68.08	4.28%	-	-	-	-	-	0.00%
17	Merchant Export	-	-	-	-	-	-	59.50	1.34%
	Total	1,591.03	100.00%	7,054.24	100.00%	5,636.84	100.00%	4,454.03	100.00%

(d) **Revenue segmentation in terms of top customers:**

For the two months period ended May 31, 2026 and Fiscals 2026, 2025 and 2024, our revenue and contribution from top one (1), top five (5) and top ten (10) customers are as follows:

Particulars	For the two months period ended May 31, 2026		Fiscal 2026		Fiscal 2025		Fiscal 2024	
	Amount (₹ in lakhs)	Contribution (in %)	Amount (₹ in lakhs)	Contribution (in %)	Amount (₹ in lakhs)	Contribution (in %)	Amount (₹ in lakhs)	Contribution (in %)
Revenue from top one (1) customer	178.72	11.23%	955.96	13.55%	851.21	15.10%	504.50	11.33%
Revenue from top five (5) customers	716.25	45.02%	2,953.88	41.87%	2,670.55	47.38%	2,033.15	45.65%
Revenue from top ten (10) customers	1,130.04	71.03%	4,468.55	63.35%	3,841.67	68.15%	3,002.52	67.41%

(e) **Key facilities**

Our Company's manufacturing facilities include Manufacturing Unit – I at Plot No. 2015, Phase III, GIDC, Vatva, Ahmedabad (leased from the Gujarat Industrial Development Corporation for 99 years with effect from February 2, 1987) and Manufacturing Unit – II at Plot Nos. 5A, 5B, 6 and 7, Sankalp Industrial Estate, Chiyada, Bavla, Ahmedabad (owned, with Phase I operational and Phase II under development).

(f) **Business Strengths and Strategies**

Strengths

- (i) Geographical diversification through exports to international markets.
- (ii) Long standing relationships with diversified customers across multiple industries.
- (iii) Strategically located production facilities with access to abundant resources of raw materials and long-term relationships with suppliers.
- (iv) Certifications and compliance with quality and food safety standards.
- (v) Experienced Promoters and Senior Management with extensive domain knowledge.
- (vi) Consistent financial performance.

Strategies

- (i) Expansion of manufacturing capacity to support growth initiatives.
- (ii) Investment in new plant and machineries for enhanced productivity and cost efficiency.
- (iii) Continue to build our international and domestic customer base and geographic expansion into high-value western markets.
- (iv) Strategic expansion into new end-user industry segments.
- (v) Strengthen and expand our sales and distribution network in India and international market.

For further information, see “Our Business” beginning on page 173 of the Red Herring Prospectus.

2. **Summary of the Industry (Source: Care Report)**

The global inorganic chemicals market expanded from USD 833 billion in 2019 to USD 1,229 billion in 2025, with a CAGR of 6.7%. The market is projected to grow further at a CAGR of 8.3% to reach USD 1,681 billion by 2029 underpinned by sustained industrialization in emerging economies, expanding demand for batteries and semiconductors, growing water treatment requirements, and the global transition towards clean energy and advanced manufacturing. India's chemical industry has showcased robust growth over the years, evolving into a key pillar of the country's manufacturing landscape. The industry stood at Rs. 12 lakh crores in FY19 and expanded at a healthy CAGR of 14% to reach Rs. 30 lakh crores by FY26. Looking ahead, the sector is projected to continue its growth trajectory, albeit at a slightly moderate pace. From FY26 to FY29, the market is expected to grow at a CAGR of 7-8%. For further information, see “Industry Overview” beginning on page 126 of the Red Herring Prospectus.

3. **Promoters**

The Promoters of our Company are Manojkumar Jayantilal Patel and Avnish Manojkumar Patel.

Manojkumar Jayantilal Patel is a Chairman, Managing Director and Promoter of our Company. He holds a Bachelor of Commerce degree from Sardar Patel University, Vallabh Vidyanagar. He established and operated a proprietorship for more than seven years by the name “Shanti Industries”, engaged in trading and distributing inorganic chemicals. Thereafter, he, along with his son Avnish Manojkumar Patel, converted the business into a partnership firm retaining the name “Shanti Industries”. The partnership firm was operated by him, along with his son for two years until 2010. He has been associated with our Company since January 2010. He has an experience of over 26 years in the field of manufacturing and trading of sulphur based inorganic chemical industry. He plays an active role in administration, business development and finance for the organization.

Avnish Manojkumar Patel is a Joint Managing Director and Promoter of our Company. He has attended course of Electronics & Tele Communication in Diploma Engineering from Maharashtra State Board of Technical Education. He was also associated with “Shanti Industries”, the partnership firm from the year 2008 to 2010. He has been associated with our Company since January 2010. He has an experience of over 17 years in the field of manufacturing and trading of sulphur based inorganic chemical industry and actively contributes to the manufacturing, procurement and marketing initiatives of our Company.

For further information, see “Our Promoters and Promoter Group” beginning on page 225 of the Red Herring Prospectus.

4. Objects of the Issue

The objects of the Issue are to:

- Part funding the capital expenditure towards setting up a new facility for manufacturing of sodium meta bisulphite, sodium bisulphite powder and ammonium bisulphite situated at Bavla, Ahmedabad, Gujarat; and
- General Corporate Purposes.

For further information, see “Objects of the Issue” beginning on page 102 of the Red Herring Prospectus.

5. Pre-Issue and Post-Issue shareholding of our Promoters, members of the Promoter Group and top 10 Shareholders

The aggregate shareholding of each of the Promoters, members of our Promoter Group and top 10 Shareholders (other than our Promoters and members of our Promoter Group) is set out below:

Sr. No.	Name of Shareholder	Pre-Issue		Post-Issue shareholding as at Allotment ^{**}			
		Number of Equity Shares of face value of ₹ 10 each held (on a fully diluted basis)	Percentage of total pre-Issue paid up Equity Share capital on a fully diluted basis	At the lower end of the Price Band (₹79)		At the upper end of the Price Band (₹83)	
		Number of Equity Shares of face value of ₹ 10 each held (on a fully diluted basis)	Percentage of total pre-Issue paid up Equity Share capital on a fully diluted basis	Number of Equity Shares of face value ₹ 10 each held on a fully diluted basis	Percentage of total post-Issue paid up Equity Share capital on a fully diluted basis	Number of Equity Shares of face value ₹ 10 each held on a fully diluted basis	Percentage of total post-Issue paid up Equity Share capital on a fully diluted basis
Promoters							
1.	Manojkumar Jayantilal Patel	69,61,440	60.24%	69,61,440	40.36%	69,61,440	40.36%
2.	Avnish Manojkumar Patel	16,88,000	14.61%	16,88,000	9.79%	16,88,000	9.79%
	Total (A)	86,49,440	74.85%	86,49,440	50.15%	86,49,440	50.15%
Promoter Group							
1.	Suhani Avnishkumar Patel	5,08,800	4.40%	5,08,800	2.95%	5,08,800	2.95%
2.	Sarojben Manojbhai Patel	5,08,800	4.40%	5,08,000	2.95%	5,08,000	2.95%
	Total (B)	10,17,600	8.80%	10,17,600	5.90%	10,17,600	5.90%
Additional top 10 Shareholders (other than our Promoters and Promoter Group members)^{**}							
1.	Reina R Jaisinghani	6,37,200	5.51%	6,37,200	3.69%	6,37,200	3.69%
2.	Rameshbhai Bhimjibhai Patel	5,08,800	4.40%	5,08,800	2.95%	5,08,800	2.95%
3.	Invicta Continuum Fund I	1,66,800	1.44%	1,66,800	0.97%	1,66,800	0.97%
4.	Seema Dilip Vora	1,66,800	1.44%	1,66,800	0.97%	1,66,800	0.97%
5.	Amrut Bharat Opportunities Fund – Series I	1,40,400	1.21%	1,40,400	0.81%	1,40,400	0.81%
6.	Shah Enterprises	54,000	0.47%	54,000	0.31%	54,000	0.31%
7.	Bhupendra Jagatsinh Rathod	39,600	0.34%	39,600	0.23%	39,600	0.23%
8.	Rashmi Ranjit Gaikwad	38,400	0.33%	38,400	0.22%	38,400	0.22%
9.	Krishna Vishal Talreja	16,000	0.14%	16,000	0.09%	16,000	0.09%
10.	Leena Manoj Mehta	10,000	0.09%	10,000	0.06%	10,000	0.06%
	Total (C)	17,78,000	15.39%	17,78,000	10.31%	17,78,000	10.31%
	Total (A) + (B) + (C)	1,14,45,040	99.04%	1,14,45,040	66.36%	1,14,45,040	66.36%

* Subject to finalization of the basis of allotment.

Assuming full subscription in the Issue. The post-Issue shareholding details as at Allotment will be based on the actual subscription and the Issue Price and updated in the Prospectus, subject to finalization of the Basis of Allotment.

6. Summary of Restated Financial Information

The following details of selected financial information are derived from the Restated Financial Information for the two months period ended May 31, 2026 and for the Financial Years ended March 31, 2026, March 31, 2025 and March 31, 2024:

(₹ in lakhs, except percentages and ratios)

Particulars	For the two months period ended May 31, 2026	Fiscal 2026	Fiscal 2025	Fiscal 2024
Equity share capital	1,155.62	1,155.62	63.60	63.60
Net worth	5,073.86	4,823.90	2,559.72	1,760.36
Revenue from operations	1,598.27	7,122.02	5,710.57	4,486.72
EBITDA ⁽¹⁾	402.17	1,539.72	1,205.85	872.49
Profit after Tax	249.96	1,022.00	799.36	511.54
Basic Earnings per Equity Share ⁽²⁾	2.16	9.36	7.86	5.03
Return on Net Worth (%) ⁽³⁾	5.05%^	27.68%	37.01%	34.00%

IN THE NATURE OF ABRIDGED PROSPECTUS-MEMORANDUM CONTAINING SALIENT FEATURES OF THE RED HERRING PROSPECTUS

Particulars	For the two months period ended May 31, 2026	Fiscal 2026	Fiscal 2025	Fiscal 2024
Net Asset Value per Equity Share (in ₹) ⁽⁴⁾	43.91	41.74	25.15	17.30
Total Borrowings	3,484.90	3,067.40	2,538.03	2,434.04
Net cash generated from operating activities	999.46	609.57	1,553.49	347.37
Net cash generated from / (used in) investing activities	(1,226.46)	(2,210.47)	(1,610.96)	(1,933.12)
Net cash generated from / (used in) financing activities	388.70	1,634.47	(80.52)	1,729.14

Notes:

- EBITDA has been calculated as a sum of profit before tax, finance costs and depreciation and amortization less other income.
- EPS computed after giving effect of bonus shares issued in the ratio of 15:1 on August 22, 2025.
- Net profit after tax, as restated divided by average net worth. Where average net worth is calculated by dividing sum of closing net worth of the current fiscal year and closing net worth of the previous fiscal year by two.
- Net Asset Value per Equity Share = Net worth as restated divided by number of equity shares outstanding; computed after giving effect of bonus shares.

^ Not annualised.

For further details, see “Management’s Discussion and Analysis of Financial Position and Results of Operations”, “Basis for Issue Price” and “Restated Financial Information” beginning on pages 288, 116 and 232, respectively.

7. Summary of Key Performance Indicators

Details of our KPIs at and for the two months period ended May 31, 2026 and for the Financial Years ended March 31, 2026, March 31, 2025, and March 31, 2024 and are set out below:

(₹ in lakhs, except percentages and ratios)

Sr. No.	Particulars	As at and for the financial year ended March 31			
		For the two months period ended May 31, 2026	2026	2025	2024
1	Revenue from Operations (₹ in lakhs)	1,598.27	7,122.02	5,710.57	4,486.72
2	Total income (₹ in lakhs)	1,609.79	7,293.39	5,845.98	4,506.10
3	Earnings before Interest, Tax, Depreciation and Amortisation (EBITDA) (₹ in lakhs) ⁽¹⁾	402.17	1,539.72	1,205.85	872.49
4	EBITDA Margins (%) ⁽²⁾	25.16%	21.62%	21.12%	19.45%
5	Profit after Tax (PAT) (₹ in lakhs)	249.96	1,022.00	799.36	511.54
6	PAT Margins (%) ⁽³⁾	15.53%	14.01%	13.67%	11.35%
7	Cash Profit after Tax (₹ in lakhs) ⁽⁴⁾	297.81	1,213.21	878.82	575.01
8	Current Ratio ⁽⁵⁾ (In times)	0.89	1.24	0.77	1.10
9	Net Worth ⁽⁶⁾	5,073.86	4,823.90	2,559.72	1,760.36
10	Debt-Equity Ratio ⁽⁷⁾ (In times)	0.69	0.64	0.99	1.38
11	Return on Equity (%) ⁽⁸⁾	5.05%^	27.68%	37.01%	34.00%
12	Return on Capital Employed (%) ⁽⁹⁾	4.45%^	23.40%	27.16%	27.59%

^Not annualised.

Notes:

- EBITDA has been calculated as a sum of profit before tax, finance costs and depreciation and amortization, less other income.
- EBITDA Margin is calculated as EBITDA divided by revenue from operations.
- PAT Margin (%) is calculated as profit after tax carried to balance sheet divided by Total Income.
- Cash profit after tax is calculated as a sum of profit after tax to balance sheet and depreciation and amortisation as per Restated Financial Statements.
- Current Ratio is calculated as total current assets divided by total current liabilities.
- Net Worth is calculated as equity share capital plus reserves and surplus as per the restated financial statements.
- Debt-Equity Ratio is calculated as total debt divided by net-worth as per restated financial statements. Total debt is calculated as a sum of long-term borrowings and short-term borrowings (including current maturity of long-term borrowings).
- Return on equity is calculated as net profit after tax, as restated divided by average net worth. Where average net worth is calculated by dividing sum of closing net worth of the current fiscal year and closing net worth of the previous fiscal year by two.
- Return on capital employed is calculated as earnings before interest and tax divided by average capital employed. Average capital employed is calculated by dividing sum of closing capital employed of the current fiscal year and closing capitalemployed of the previous fiscal year by 2.

KPIs disclosed above has been approved by the Audit Committee of the Company in their meeting held on dated August 21, 2026.

For definitions of the above KPIs, see “Definitions and Abbreviations” on page 1 of the Red Herring Prospectus.

8. Risk Factor

The following are the top 10 internal risk factors as disclosed in the RHP:

1. We derive a substantial portion of our revenue from the food and beverages, oil drilling and chemical industries. Consequently, any material decline in the performance of the food and beverages, oil drilling and chemical industries, or our failure to sustain, grow, or efficiently manage our sales within these industries may materially and adversely affect our business operations, financial condition and results of operations.
2. Our Company derives revenue from diversified customers. Our inability to acquire new customers or loss of all or a substantial portion of any of our major customers, for any reason and/or continued reduction of the business from them, could have a material adverse impact on our business, results of operations, cash flows and financial condition.
3. We do not maintain long-term contractual arrangements with the majority of our customers. As a result, the loss of one or more key customers, or any significant reduction in their demand for our products, could materially and adversely affect our business operations, financial condition, results of operations and cash flows.
4. Certain entities forming part of our Group Companies, are in the same line of business as ours. There are no non-compete agreements between our Company and such Group Companies. We cannot assure that the said entity will not expand which may increase our competition, which may adversely affect our business operations and financial condition.
5. We operate in a competitive industry, and increasing competition may adversely affect our business, financial condition and results of operations.
6. A substantial portion of our revenue is derived from exports, exposing us to risks associated with international markets. Any adverse developments in these markets may materially and adversely affect our business operations, financial condition and results of operations.
7. A significant increase in the cost of raw materials, particularly if not matched by a corresponding increase in product pricing or revenue, could materially and adversely affect our profit margins and overall financial performance. If we are unable to pass on these increased costs to our customers, it may result in reduced profitability and negatively impact our results of operations and financial condition.
8. We have not made any long-term supply arrangement or agreement with our suppliers. In an eventuality where our suppliers are unable to deliver us the required materials, at a competitive price, in a time-bound manner it may have a material adverse effect on our business operations and profitability.
9. Our manufacturing facilities situated in Vatva, Ahmedabad (“**Manufacturing Unit – I**”) and Bavla, Ahmedabad (“**Manufacturing Unit – II – Phase I**”) are critical for our business and any disturbance, slowdown or shutdown of our manufacturing facilities, may have an adverse impact on our business, results of operations and financial conditions.
10. Our proposed project of capital expenditure relating towards setting up a new facility for manufacturing of sodium meta bisulphite, sodium bisulphite powder and ammonium bisulphite for phase II of Manufacturing Unit - II are subject to the risk of unanticipated delays in implementation and cost overruns.

For further details of the risks applicable to us, see “*Risk Factors*” beginning on page 24 of the Red Herring Prospectus. Investors are advised to read the risk factors carefully before making an investment decision in the Issue.

9. Details of weighted average cost of acquisition of Equity Shares of our Promoters

Weighted average price at which the Equity Shares were acquired by our Promoters in one year preceding the date of this Red Herring Prospectus

Sr. No.	Name of Promoter	No. of Equity Shares Acquired during the last one year	Weighted Average Price (₹ per equity share) [#]
1.	Manojkumar Jayantilal Patel	65,26,350*	Nil
2.	Avnish Manojkumar Patel	15,82,500**	Nil

[#]As certified by M/s. S. N. Shah & Associates, Chartered Accountants, pursuant to their certificate dated August 21, 2026.

*65,26,350 equity shares were acquired by way of bonus allotment on August 22, 2025.

**15,82,500 equity shares were acquired by way of bonus allotment on August 22, 2025.

Weighted average cost of acquisition of specified securities transacted in the last one year, eighteen months and three years, immediately preceding this Red Herring Prospectus

Period	Weighted Average Cost of Acquisition (in ₹) [#]	Cap Price is ‘X’ times the Weighted Average Cost of Acquisition	Range of acquisition price: Lowest Price –Highest Price (in ₹)
Last one year	90.00	0.92	Nil [#] - 90.00
Last eighteen months	90.00	0.92	Nil [#] - 90.00
Last three years	84.56	0.98	Nil - 90.00

[#] As certified by M/s. S. N. Shah & Associates, Chartered Accountants, pursuant to their certificate dated August 22, 2026.

[#] Represents share issued by way of bonus

For details of shareholding of our Promoters, see “*Capital Structure*” on page 74 of the Red Herring Prospectus.

10. Board of Directors and Key Managerial Personnel

The names and designations of members of the Board of Directors and Key Managerial Personnel are set forth below:

Board of Directors		
1.	Manojkumar Jayantilal Patel	Chairman and Managing Director
2.	Avnish Manojkumar Patel	Joint Managing Director
3.	Suhani Avnishkumar Patel	Non – Executive Director
4.	Indira Suresh Vora	Independent Director
5.	Niraj K Dalal	Independent Director

IN THE NATURE OF ABRIDGED PROSPECTUS-MEMORANDUM CONTAINING SALIENT FEATURES OF THE RED HERRING PROSPECTUS

Key Managerial Personnel		
1.	Raval Kalpeshbhai Ambaprasad	Chief Financial Officer
2.	Maulik S Bhavsar	Company Secretary and Compliance Officer

For further details, see “Our Management” beginning on page 210 of the Red Herring Prospectus.

11. Auditor Qualifications

There are no qualifications of the Statutory Auditor which have not been given effect to in the Restated Financial Information.

12. Summary table of outstanding litigations

A summary of outstanding litigation proceedings involving our Company, Promoters, Directors, Key Managerial Personnel and members of Senior Management, as on the date of the Red Herring Prospectus in terms of the SEBI ICDR Regulations is provided below:

- A. A summary of outstanding litigation proceedings involving our Company, our Promoters, our Directors, KMPs and Group Companies as on the date of the Red Herring Prospectus is provided below:

(₹ in lakhs)

Name of Entity	Criminal Proceeding	Statutory or Regulatory Proceeding	Disciplinary actions by the SEBI or Stock Exchanges	Material Civil Litigation	Aggregate amount involved (₹ in Lakhs)
Company					
By our Company	Nil	Nil	Nil	Nil	Nil
Against our Company	Nil	Nil	Nil	Nil	Nil
Directors (Other than Promoter)					
By our Directors	Nil	Nil	Nil	Nil	Nil
Against our Directors	Nil	Nil	Nil	Nil	Nil
Promoters					
By our Promoters	Nil	Nil	Nil	Nil	Nil
Against our Promoters	Nil	Nil	Nil	Nil	Nil
KMPs and/or SMPs					
By our Key Managerial Personnel	Nil	Nil	Nil	Nil	Nil
Against our Key Managerial Personnel	Nil	Nil	Nil	Nil	Nil
Group Companies					
Outstanding litigation which may have a material impact on our Company	Nil	Nil	Nil	Nil	Nil

- B. A summary of outstanding tax litigation proceedings involving our Company, our Directors and our Promoters, and KMPs as on the date of the Red Herring Prospectus is provided below:

(₹ in lakhs)

Nature of Cases	Number of Cases	Amount Involved
Company		
Indirect Tax	1**	0.46
Direct Tax	4	7.64*
Directors (except promoters)		
Indirect Tax	N.A.	N.A.
Direct Tax	Nil	Nil
Promoters		
Indirect Tax	N.A.	N.A.
Direct Tax	Nil	Nil

**The Company has received notice dated July 23, 2026, under Gujarat Goods & Services Tax Act, 2017 for FY 2022-2023, wherein the department has raised additional tax obligation along with penalty and interest of ₹0.46 lakhs on the Company. The audit by the Gujarat Goods & Services Department with regards to the matter is ongoing.

* Outstanding demand amount is the total outstanding demand amount for the years 2018 and 2021, excluding the accrued interest.

For further details of the outstanding litigation proceedings, see “Outstanding Litigation and Material Developments” beginning on page 308 of the Red Herring Prospectus.

13. The Equity Shares have not been and will not be registered under the U.S. Securities Act or any state securities laws in the United States, and, unless so registered, may not be offered or sold within the United States or to, or for the account or benefit of, U.S. Persons, except pursuant to an exemption from, or in a transaction not subject to, the registration requirements of the U.S. Securities Act and applicable state securities laws in the United States. Our Company has not registered and does not intend to register under the U.S. Investment Company Act in reliance on Section 3(c)(7) of the U.S. Investment Company Act, and investors will not be entitled to the benefits of the U.S. Investment Company Act. Accordingly, the Equity Shares are only being offered and sold (i) to persons in the United States or to or for the account or benefit of, U.S. Persons, in each case to investors that are both “qualified institutional buyers” (as defined in Rule 144A under the U.S. Securities Act and referred to in the Red Herring Prospectus as “U.S. QIBs” and, for the avoidance of doubt, the term U.S. QIBs does not refer to a category of institutional investor defined under applicable Indian regulations and referred to in the Red Herring Prospectus as “QIBs”) and “qualified purchasers” (as defined under the U.S. Investment Company Act and referred to in the Red Herring Prospectus as “QPs”) in transactions exempt from or not subject to the registration requirements of the U.S. Securities Act and in reliance on Section 3(c)(7) of the U.S. Investment Company Act; or (ii) outside the United States to investors that are not U.S. Persons nor persons acquiring for the account or benefit of U.S. Persons in “offshore transactions” as defined in, and in reliance on, Regulation S under the U.S. Securities Act and the applicable laws of the jurisdiction where those offers and sales occur. The Equity Shares may not be re-offered, re-sold, pledged or otherwise transferred except in an “offshore transaction” as defined in, and in reliance on, Regulation S to a person outside the United States and not known by the transferor to be a U.S. Person by pre-arrangement or otherwise (such permitted transactions including, for the avoidance of doubt, a bona fide sale on the BSE or NSE).