



HI-GREEN CARBON LIMITED

Annual Report 2022-23

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Board of Directors

Mr. Shaileshkumar V. Makadia	-	Chairman
Mr. Amitkumar H. Bhalodi	-	Managing Director & CFO
Mr. Nirmalkumar K. Sutaria	-	Whole Time Director
Mrs. Krupa C. Dethariya	-	Non-Executive Director
Mr. Narendra K. Patel	-	Independent Director
Mr. Shaileshbhai D. Sagpariya	-	Independent Director
Mr. Parashar K. Vyas	-	Independent Director

HI-GREEN CARBON LIMITED

[Formerly known as Shantol Green (India) Private Limited]

(CIN: U45100GJ2011PLC066917)

Registered Office: G-557, Lodhika Industrial Estate Metoda G.I.D.C.,

Gate No.3, Metoda GIDC, Rajkot – 360021

Email: compliance@higreencarbon.com Website: www.higreencarbon.com

Phone: +91 2827 287693

NOTICE OF 12TH ANNUAL GENERAL MEETING

NOTICE is hereby given that the **12th Annual General Meeting** of the members of **Hi-Green Carbon Limited** is scheduled to be held on **Thursday, 4th May, 2023 at 11:00 a.m.** at the Registered Office of the Company situated at G-557, Lodhika Industrial Estate Metoda G.I.D.C., Gate No.3, Metoda GIDC, Rajkot – 360 021 to transact following business:

Ordinary Businesses:

Agenda Item No 1:

To receive, consider and adopt the Audited Financial Statements of the Company for the financial Year ended March 31, 2023 together with the Reports of Board of Directors and the Auditors thereon;

Agenda Item No 2:

To appoint a Director in place of Mr. Nirmalkumar Karshandas Sutaria (DIN: 05208299), who retire by rotation and, being eligible, offers himself for re-appointment.

Agenda Item No.3:

To consider and, if thought fit, to pass the following resolution as an Ordinary Resolution:

"RESOLVED THAT pursuant to the provisions of Section 139, 142 and other applicable provisions, if any of the companies act, 2013, and rules made thereunder, as amended from time to time, M/s. J.C. Ranpura & Co. (FRN: 108647W) be and are hereby appointed as Auditors of the Company to hold office as such from the conclusion of this Annual General Meeting ("AGM") till the conclusion of the 17th AGM to be held in the year 2028, at such remuneration, as may be mutually agreed between the Company and the Auditors."

Special Businesses

Agenda Item No. 4

To approve related party transactions with M/s. Radhe Renewable Energy Development Private Limited during the Financial Year 2023-2024:

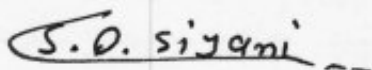
To consider and if thought fit, to pass the following resolution as an Ordinary Resolution:

RESOLVED THAT pursuant to provisions of Section 188 of the companies act, 2013 and other applicable provisions, if any of the companies act, 2013, rules made thereunder (Including any statutory modification(s), amendment(s) or re-enactment thereof) and on the basis of recommendation of Board of Directors of the Company, consent of the members be and is hereby accorded to the Board of Directors of the Company to enter into the Related Party Transactions as to sale or purchase of goods including capital goods or availing or rendering services with M/s. Radhe Renewable Energy Development Private Limited, a related party within the meaning of Companies Act, 2013, up to the aggregate amount of Rs. 50 Cr. (Rupees Fifty Crore only) during the Financial Year 2023-2024.

RESOLVED FURTHER THAT the Board of Directors of the Company be and is hereby authorized to finalise the terms and conditions as to the Related Party Transactions as above and to do all such acts, deeds, matters and things as it may deem fit at its absolute discretion and to take such steps as may be required in this connection including finalizing and executing necessary documents, seeking all necessary approval to give effect to this transaction."

By the order of Board of Directors

For, Hi-Green Carbon Limited



Date : 11/04/2023

Place : Rajkot

Sagar Siyani – Company Secretary

M. No. ACS - 55224

NOTES:

1. The members entitled to attend and vote at meeting are entitled to appoint proxy to attend and vote at the meeting on his/her behalf. The proxy form to be valid must reach at the Registered Office of the Company at least 48 hours before the commencement of meeting. Blank proxy Form MGT – 11 is enclosed herewith.
2. Attendance Slip is enclosed herewith. Members are requested to bring duly filled up attendance slip and to hand over the same to the meeting venue.
3. Route Map of the meeting venue is also enclosed herewith.
4. Explanatory Statement as required u/s 102 of the Companies Act, 2013 in respect business under agenda item no. 3 and 4 is annexed hereto.
5. A statement of disclosures as per SS 2 in respect of Mr. Nirmalkumar Sutaria who is proposed to be reappointed as Director under agenda item no. 2 is attached hereto.

Explanatory Statement pursuant to Section 102(1) of the Companies Act, 2013:

Item No. 2

Mr. Nirmalkumar Sutaria, (DIN: 05208299), Whole Time Director of the Company is liable to retire by rotation at Annual General meeting. Further He is eligible to re-appointed as Director of the Company.

Further, in terms of SS 2, details of Nirmalkumar Sutaria, (DIN: 05208299) are as under:

DIN	05208299
Full Name	Nirmalkumar Karshandas Sutaria
Date of Birth	18-03-1971
Qualification	B.com
Experience & Expertise	Business experience and technical expertise of more than 31 Years
Terms and conditions of appointment	As per EGM resolution dated 14.02.2023
Details of remuneration sought to be paid	As per EGM resolution dated 14.02.2023
Last drawn remuneration	Rs. 1,00,000/- per month
Date of first appointment on the Board	30/03/2012
Shareholding in the Company	NIL
Relationship with other Directors, Manager and other Key Managerial Personnel of the Company	NIL
Number of Meetings of Board attended during the year 2023-24	1 (One)
Other Directorships, Membership/ Chairmanship of Committees of other Boards	NIL

The Board recommends the Ordinary Resolution set out at Item No. 2 of the Notice for approval by the Members.

None of the Directors and Key Managerial Personnel of the Company or their relatives, except Mr. Nirmalkumar Karshandas Sutaria, is, in any way, concerned or interested in the Resolution set out at Item No. 2 of the Notice.

Item No. 3

Members of the company had appointed M/s. J.C. Ranpura & Co. (FRN: 108647W) – Chartered Accountants, Rajkot at Extra Ordinary General Meeting held on January 21, 2023 as Auditors of the Company to fill the casual vacancy caused due to resignation of M/s. Ranpura Desai & Co. (FRN: 117476W) – Chartered Accountants, Rajkot who hold the office as such till the conclusion of this Annual General Meeting.

After evaluating and considering various factors such as industry experience, competency of the audit team, efficiency in conduct of audit, independence, etc., the Board of Directors of the Company has at its meeting held on April 11, 2023, proposed the re-appointment of M/s. J.C. Ranpura & Co.(FRN: 117476W), Chartered Accountants as the Statutory Auditors of the Company, for a term of five consecutive years from the conclusion of 12th Annual General Meeting till the conclusion of 17th Annual General Meeting of the Company to be held in the year 2028, at a remuneration as may be mutually agreed between the Company and Statutory Auditors.

M/s. J.C. Ranpura & Co. have consented to their appointment as Statutory Auditors and have confirmed that if Appointed, their appointment will be in accordance with Section 139 read with Section 141 of the Act.

The Board recommends the Ordinary Resolution set out at Item No. 3 of the Notice for approval by the Members.

None of the Directors and Key Managerial Personnel of the Company or their relatives is, in any way, concerned or interested in the Resolution set out at Item No. 3 of the Notice.

Item No. 4

Transactions with the related parties exceeding the limit specified in Section 188 of the Companies Act, 2013 read with Rule 15 of the Companies (Meetings of the Board and its Powers) Rules, 2014 require prior approval of Shareholders. As the Company is required to purchase capital goods and other materials from M/s. Radhe Renewable Energy Development Private Limited, a Private Limited Company in which Director of the company is also Director and Member, the Board seeks approval of the members u/s 188 of the said Act to enter Related Party Transactions with M/s. Radhe Renewable Energy Development Private Limited, during the financial year 2023 – 24.

Particulars of Transactions to be undertaken with the Related Party are as under:

Sr. No.	Description	Particular
1	Name of Related Party	Radhe Renewable Energy Development Pvt. Ltd.
2	Nature of Relationship	A Private Limited Company in which a Director of the Company is Director and Member.
3	Type of Transaction	a) Purchase of Plant and Machinery b) Purchase of Material related to Machinery
4	Nature, duration/tenure, material terms, monetary value	Transactions in the normal course of business with terms and conditions that are generally prevalent in the industry segments that the Company operates in. Monetary value of transactions is subject to a maximum of Rs. 50 Cr. for the Financial Year 2023-24.

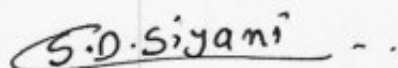
5	Name of the Director or Key Managerial Personnel, who is related	Mr. Shaileshkumar V. Makadia – Chairman of the Company.
6	Benefits of the proposed transaction	Since company is under process of setting up new Plant at Dhule District of Maharashtra, such Plant requires Pyrolysis Machinery which are manufactured by the above stated related party. If company import the same machinery from other country than cost of the import, transportation, installation, technical support etc. will be very high as compared to cost incurred for purchase from the said related party. Thus, to reduce cost and easy availability of technical assistance, it is proposed to enter the transactions with M/s. Radhe Renewable Energy Development Private Limited.

The Board recommends the Ordinary Resolution set out at Item No. 4 of the Notice for approval by the Members.

None of the Directors and Key Managerial Personnel of the Company or their relatives except, Mr. Shaileshkumar V. Makadia, Chairman of the company, is, in any way, concerned or interested in the Resolution set out at Item No. 4 of the Notice.

By the order of Board of Directors

For, Hi-Green Carbon Limited



Date : 11/04/2023

Place : Rajkot

Sagar Siyani – Company Secretary

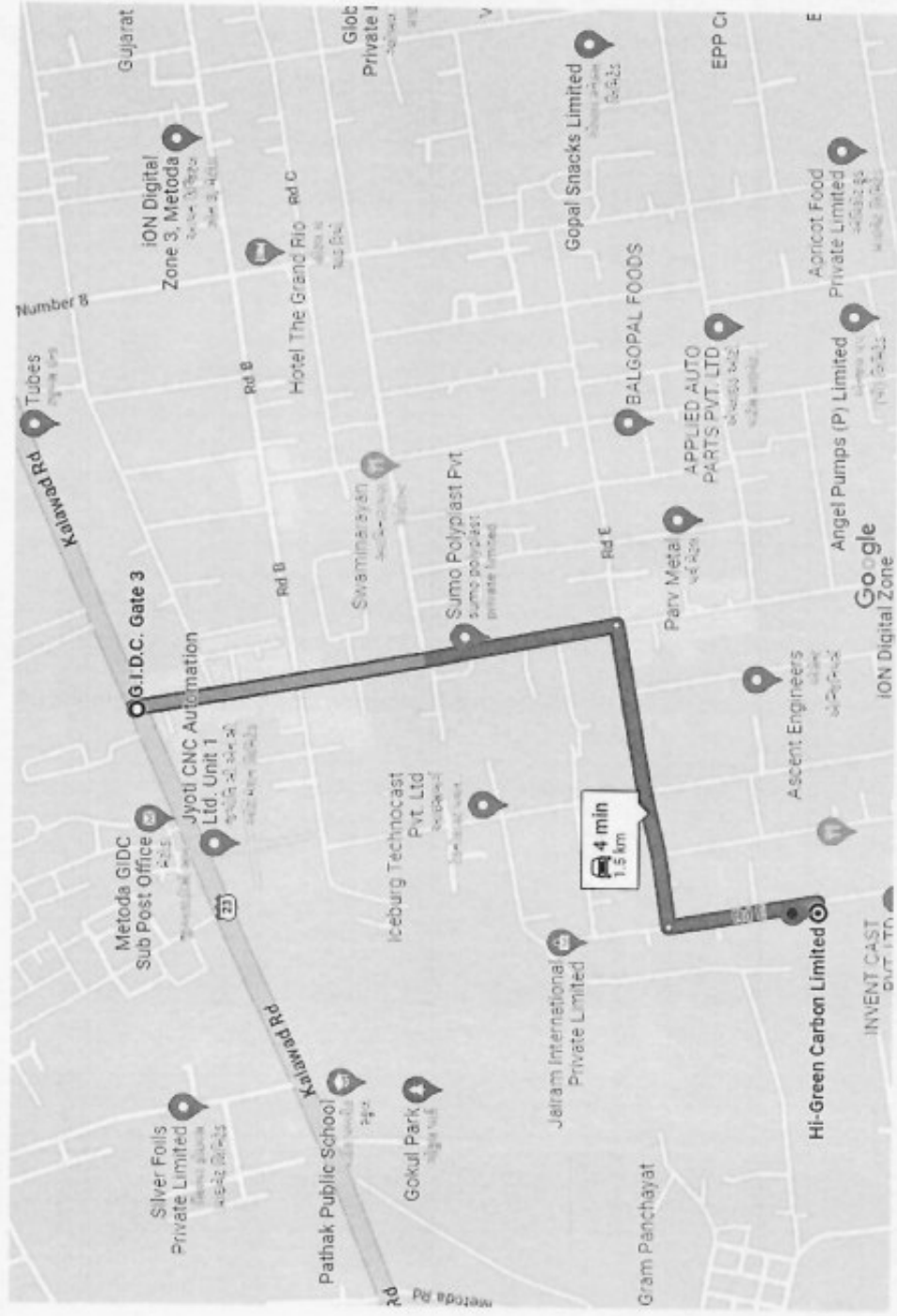
M. No. ACS - 55224

HI-GREEN CARBON LIMITED

Registered office: G-557, Lodhika Industrial Estate Metoda G.I.D.C., Gate No.3, Metoda GIDC, Rajkot – 360021

Route Map of Venue of 12TH Annual General Meeting to be held on 4th May, 2023

Google Map: <https://goo.gl/maps/kF2ZZR3N9oiQ4bAM7>



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PROXY FORM - FORM NO. MGT-11

[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.	

I/We, being the member(s) of Shares of the above named company, hereby appoint

1. Name :
Address :
E-mail Id :
Signature : Failing him/her
2. Name :
Address :
E-mail Id :
Signature : Failing him/her
3. Name :
Address :
E-mail Id :
Signature :

as my/our proxy to attend and vote (on a poll) for me/us and on my/our behalf at the **12th Annual General Meeting** of members of **Hi-Green Carbon Limited** scheduled to be held on **Thursday, 4th May, 2023 at 11:00 a.m.** at the **Registered Office of the Company** situated at **G-557, Lodhika Industrial Estate, Metoda G.I.D.C., Gate No. 3, Metoda, Rajkot - 360 021** and at any adjournment thereof in respect of such resolutions as are indicated below:

Sr. No.	Resolutions	Vote		
		Favour	Against	Abstain
1	Ordinary Business : Adoption of Financial Statements			
2	Ordinary Business : To appoint Director in place of Mr. Nirmalkumar Karshandas Sutaria (DIN: 05208299), who retire by rotation and, being eligible, offers himself for re-appointment.			
3	Ordinary Business : To appoint M/s. J.C. Ranpura & Co. (FRN: 108647W), Chartered Accountants, Rajkot as Statutory Auditors of the Company for the term of Five Years			

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4	Special Business: To approve related party transactions with M/s. Radhe Renewable Energy Development Private Limited during the Financial Year 2023-2024;			
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Signed this on Day of, 2023

.....

Signature of Member

Affix Revenue
Stamp Here

Note: This form of proxy in order to be valid should be duly completed and deposited at the Registered Office of the Company, at least 48 hours before the commencement of the Meeting.

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12TH REPORT OF BOARD OF DIRECTORS

[In terms of Section 134 (3) and other applicable provisions of the Companies Act, 2013 (the "Act")]

To the Members,

Directors of your Company are pleased to present herewith their **12th Annual Report** together with the Audited Financial Statements for the Financial Year 2022-23 and report of Auditors thereon.

This report is based on standalone financial statements of the Company. Since your Company does not have any subsidiary, associate or joint venture Company at the end of the year under report, your Company is not required to prepare the consolidated financial statements and accordingly disclosures based on consolidated financial statements are not required to be made in this report.

Change in status of the Company and Change of Name

In terms of Special Resolution passed by the members in last Annual General Meeting held on 12.09.2022 and as per the Fresh Certificate of Incorporation pursuant to Change of Name issued by the office of the Registrar of Companies - Gujarat, name of the Company was changed from Shantol Green (India) Private Limited to Hi-Green Carbon Private Limited.

Thereafter, as part of Company's forthcoming IPO planning (details whereof are given later in this Report) and as per the Special Resolution passed by the members in EGM held on 14.02.2023, your company is converted into a Public Company and accordingly the name of the Company is further changed to Hi-Green Carbon Limited as per Certificate of Incorporation consequent upon conversion to Public Company as issued by the Office of the Registrar of Companies, Gujarat.

Recycling of tyres - Industry outlook:

Worldwide waste Tyres is the serious issue due to its hazardous nature posing a serious environmental, health and fire risk. One person, on an average, has been generating one tyre i.e 15 Kilograms of waste tyre on yearly basis, which aggregating 120 Million MT waste tyres Worldwide. In modern era as life style and standards of living of people increased and economy is also progressing, use of two wheelers and cars and other transpiration vehicles contributing, at a faster pace than before, towards piling up of the waste tyers. Though there is huge generation of waste tyre on daily basis, only 10% of the total waste tyres are recycled in environment friendly manner. Rest of the wastes are either burnt in cement kiln or bricks making industry generating pollutants and waste tyres abandoned in landfills producing the toxic and hazardous substances affecting the environment and health of Human being as well as animals.

Pyrolysis is the only process which leads to abstract the valuable substance from the waste tyres without harming the environment and human and animal lives. Developing countries are welcoming the continuous pyrolysis for recycling of the waste tyres to control the pollution generated by the waste tyres. Now a days, in India also all major tyre manufacturing companies do focus on use of recycled materials specially the recovered carbon black, in their production process for adopting the green initiatives in the Tyre industries.

Government of India through its nodal agencies like Ministry of Environment, Forest and Climate Change, Central Pollution Control Board (CPCB) has been taking various initiatives to promote recycling of tyres in environment friendly process and recovering valuable resources. National Green Tribunal (NGT) also issued various directions to adopt the environmentally sound technology and to stop polluting technology. Recently thorough notification dated July 21, 2022 and December 31, 2021, Government implemented ERP Policy to provide intensive for recycling of Tyres and making tyre producers responsible to use recycled material and pay intensive to recyclers of waste tyres.

Financial Summary:

Particulars		2022 – 23 (Rs. In Lakh)	2021 – 22 (Rs. In Lakh)
Revenue from Operation		7789.06	5086.61
Other Income		39.88	3.26
Total Revenue		7828.94	5089.87
Earnings before interest, tax, depreciation (EBITDA)		1910.92	773.31
Profit before Extraordinary Items and Tax		1598.45	469.48
Profit before Tax (PBT)		1598.45	469.48
Tax Expenses:	Current Tax	102.00	68.00
	Deferred Tax	261.40	28.34
Profit after tax (PAT)		1235.06	373.14
Appropriations:			
Amount Transferred to General Reserves		---	---
Interim dividend/proposed dividend		---	---
Profit/loss Carried to Balance Sheet		1235.06	373.14

Dividend and Reserve:

The Board of Directors does not recommend any dividend for the year 2022-23 and no amount from current profit is proposed to be carried to general reserves.

Operational & Financial Review:

As regards financial performance, Financial Year 2022-23 proved to be most promising for the growth and development of the Company in terms of revenue and profit as evident from the summary of financials given herein above.

During last 3-4 years, directors of your Company have been very aggressive to unlock the growth potentials of the Company in terms of revenue and profitability. As a measures, the sales revenue of around Rs. 25 Crore in Pre-covid era crossed Rs. 50 Crore during last year and again to Rs. 77.89 Crore, during the reported period, thus showing three times growth in turnover when compared to the year 2019 – 20. As a result of substantial improvement in sales revenue on one hand, and keeping checks and balances on overheads and other variable expenses, your Company could significantly improve profitability over last year as the EBITA witness around 150% growth while PBT and PAT registered more than 225% growth.

Year by year, the Company registers growth in business volume. Rajasthan Plant of the Company is operating at its almost full swing and the Company faces supply shortage to cater industry demand for recovered carbon black and fuel oil. Hence, the Company is in the process of installing one more plant Maharashtra to take geographical benefits for Company's South Indian and Export customers. In recent time, the company also added the sodium silicate manufacturing plant at Rajasthan unit as part of further value addition to utilise the excess energy of main process and made our plant as zero waste discharge plant. It also contributes towards business growth of the Company.

Future Outlook:

Dynamic development of the automobile industry and growing number of various vehicles produced worldwide will resulting into generating millions tons of Waste tyres. As stated earlier in this report, waste tires when neglected or injudiciously managed can have serious social impacts to communities like causing pollution and health problems. As a result of this serious social and environment problems the recycling industry has a very active role to play by generating other products and resources without damaging the ecosystem.

Company has acquired the land for establishing a new plant at Dhule District of the Maharashtra during the year and construction and other civil work already started at that plant. By establishing this new plant at Maharashtra it shall be in far better position to bridge the demand-supply gap in South India and West India Regions. Company Management has committed its time and resources to start the commercial production at Dhule Plant in 2023-24. Apart from that the Company is also in the process of establishing its Wholly Owned Subsidiary for recycling process with its old brand name "Shantol" to take the benefits of established brand in addition to Hi-Green brand. Once all these future plans get materialized, Company expects a huge boost to the operational revenue and profitability.

Initial Public Offer (IPO) Planning:

To cater long term working capital and capital expenditure outlay of the Company, it is planned to raise further equity capital in the form of IPO. Your Company has taken various steps towards IPO process including conversion of Company into a Public Company, mandate to the Merchant Banker, appointment of Woman and Independent Directors, constituting various committees etc. in compliance of the provisions of the Act and various securities laws. Based on the progress so far made, the Company is planning to file offer documents with SEBI in the month of May 2023 and to hit the market before the end of August 2023. However, exact timings to enter the securities market depends on various factors including capital market scenario.

Change in the nature of business of the Company:

There was no change in nature of the business of the Company during the year under report.

Details as to holding, subsidiary, associate, joint venture:

RNG Finlease Private Limited (RNG for brevity) is the Holding Company of your Company at the beginning and at the end of financial year. However, at the beginning of the year, your Company was the Wholly owned Subsidiary of RNG but due to transfer of shares registered during the year, RNG is now holding 71.58% of Company's share capital. Other than this, Company does not have any subsidiary, associate or joint venture Company either at the beginning or end of the year under report and none of the Company has become or ceased to be holding, subsidiary, associate or joint venture Company of your Company.

Material changes and commitments, if any, affecting financial position:

There was no material change or commitment, in between balance sheet date and date of this Report, which may affect financial position of the Company except that as stated earlier the Company has been in the process of coming out with its maiden public offer.

Web Link of Annual Return:

Annual Return of the Company in Form MGT-7 once filed with RoC, the same shall be placed on the website of the Company at www.higreencarbon.com as required under section 92(3) of the Act.

Board Composition and changes among them:

During the year under review, there were changes in the composition of Board of Directors. Board of Directors comprised following Directors at the end of the year under report:

Sr. No.	Name of Director & DIN	Designation	Change during the Year
1	Shaileshkumar Vallabhdas Makadia (DIN: 00593049)	Chairman	Appointed as Director w.e.f. 15/10/2022 and Designated as Non-Executive Chairman w.e.f. 22/01/2023
2	Amitkumar Hasmukhrai Bhalodi (DIN : 00410150)	Managing Director & CFO	Appointed as Managing Director and CFO w.e.f. 01/02/2023
3	Nirmalkumar Karshandas Sutaria (DIN: 05208299)	Whole Time Director	Appointed as Whole Time Director w.e.f. 01/02/2023)
4	Krupa Chetankumar Dethariya (DIN: 02911845)	Director	Appointed as Director w.e.f. 14/02/2023
5	Shaileshbhai Durlabhjibhai Sagpariya (DIN: 10068422)	Independent Director	Appointed as Independent Director w.e.f. 01/04/2023

6	Parashar Kishorbhai Vyas (DIN: 10068419)	Independent Director	Appointed as Independent Director w.e.f. 01/04/2023
7	Narendra Kantilal Patel (DIN: 03164191)	Independent Director	Appointed as Independent Director w.e.f. 01/04/2023

Audit Committee, Nomination & Remuneration Committee, Stakeholders' Relationship Committee and Vigil Mechanism

Company, on becoming public company, are now mandated to formulate Audit Committee and Nomination & Remuneration Committee of the Board.

As the Company has appointed independent directors effective from 01/04/2023 only, the Company has yet to constitute the said committees. Both the said committees shall be constituted by the Board in its next meeting and once formed shall be placed on website of the company i.e. www.higreencarbon.com.

As regards Stakeholders' Relationship Committee and Vigil Mechanism, the Board wishes to state that the same will be applicable only after the Company becomes the listed company after its IPO as referred above. However, the said committee shall be constituted and Vigil Mechanism shall be framed and approved by the Board in its next meeting. Once, the said committee is constituted and Vigil Mechanism framed, the same shall be placed on website of the company i.e. www.higreencarbon.com.

Policy for appointment and remuneration of directors:

Once, the Nomination and Remuneration Committee is formed, the Company will also prepare and approve Policy for Appointment and Remuneration of Directors providing for qualifications, positive attributes and independence of Directors along with recommendation of remuneration of Directors and Key Manorial Personnel. Detailed Nomination and Remuneration Policy once formed shall be placed on website of the company i.e. www.higreencarbon.com.

Disclosures Regarding Independent Directors:

Mr. Shaileshbhai Durlabhjibhai Sagpariya, Mr. Parashar Kishorbhai Vyas and Mr. Narendra Kantilal Patel have been appointed as Independent Directors of the company effective from April 1, 2023 by the shareholders in EGM dated March 31, 2023. The Company has received the Declaration that they meet the Criteria of independent Director as mentioned in Section 149 (6) of the act.

Annual evaluation of Board's Performance

Company does not fall under any criteria as stated in Rule 8(4) of the Companies (Accounts) Rules, 2014. Hence, the provisions relating to evaluation of Board's Performance and related disclosure are not applicable to your Company.

Board Meetings and participation of directors at Board Meetings

Details of Board Meetings held during the FY 2022 - 23 and attendance of directors thereat are as under:

Sr. No.	Date of Meeting	Attendance of Directors at Board Meetings	
		No. Directors entitled to attend meeting	No. of Directors attended the Meeting
1.	19.04.2022	2	2
2.	01.06.2022	2	2
3.	21.06.2022	2	2
4.	28.07.2022	2	2
5.	05.09.2022	2	2
6.	07.10.2022	2	2
7.	22.12.2022	3	3
8.	07.01.2023	3	3
9.	22.01.2023	3	3
10.	27.03.2023	4	4

Number of Board meeting attended by Director:

Sr. No.	Name of Director	No. of Meeting Entitled	No. of Meeting Attended
1	Shaileshkumar Vallabhadas Makadia	4	4
2	Amitkumar Hasmukhrai Bhalodi	10	10
3	Nirmalkumar Karshandas Sutaria	10	10
4	Krupa Chetankumar Dethariya	1	1

All the said Board Meetings were convened and held and proceedings thereof were recorded and signed in compliance of applicable provisions of the Act and Secretarial Standards (SS – 1).

Risk Management Policy:

Except the market risk involved in every business, the Board of Directors does not foresee any inherent or foreseeable external risk involved in business of the Company which may threaten the existence of the Company.

The Risk Management Policy of the Company consists of identifying those market risks which includes availability and pricing of raw materials, competitors in the markets, fluctuation in forex rates, technological changes and upgradation etc. and remedial actions to overcome those risk factors. In the opinion of the Board, the risk management policy of the Company has been working effectively.

Internal Controls including internal financial control:

The Directors wish to state that the Company is having adequate internal control and internal financial control system that commensurate with the size and nature of business. Almost all financial and other operational activities are under the direct supervision of the Directors leaving no scope for any manipulation, fraud or other irregularities. The Board reviews the internal control policy of the Company and in the opinion of the Board, the internal control and internal financial control policy of the Company have been operating effectively leaving no scope for any operational or financial irregularities including fraud.

Details in respect of fraud reported by Auditor u/s 143 (12) of the Act: Nil

Directors' Responsibility Statement:

In pursuance of the provisions of Section 134 (3) (c) and 134 (5) of the Act, the directors of your Company state that:

- in preparation of the annual accounts, the applicable accounting standards had been followed along with proper explanation relating to material departures, if any;
- the directors had 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 at the end of the financial year and of the profit and cash flow of the Company for that period;
- the directors had taken proper and sufficient care for 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;
- the directors had prepared the annual accounts on a going concern basis;
- The directors have ensured compliance with provisions of all applicable laws.

Policy on Corporate Social Responsibility (CSR):

The provisions of Section 135 of the Act relating to CSR are not applicable to your Company for the FY 2022 – 23. However, the said provisions are applicable for the FY 2023 – 24. The Company has yet to formulate its CSR Policy. The Company shall formulate the required policy and will comply with the CSR related provisions in due course of time.

Cost accounting records under section 148 of the Act:

Since company has crossed the turnover of Rs. 35 Crore during previous financial year and products of the company falls under the products specified by the central government for which maintenance of cost records under section 148 of the Act read with rules framed thereunder are mandatory. Company is in the process of maintaining cost records as mandated u/s 148 of the Act.

Particulars of Loans, Guarantees or Investments under Section 186 of the Act:

The Company, during the year, has not granted any loan or provided any guarantee or security or made any investments covered u/s 186 of the Act.

Particulars of related party transaction referred to in Section 188 (1) of the Act:

The disclosures as to Related Party Transactions covered u/s 188 (1) of the Act are given in Form AOC-2 marked as 'Annexure – A'.

Particulars of employee:

As your Company is not covered u/s 197 (12) of the Act, your Company is not required to make any disclosure as to details of Company's employee as referred to in Section 197 (12) or rule 5 (2) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014.

Disclosure as to deposits covered under Section 73 or 76 of the Act:

Sr. No.	Particulars	Amount
1	Deposit Accepted During the year (See below note)	NIL
2	Deposit Remained unpaid or unclaimed at the end of the year	NIL
3	Whether there has been any default in repayment of deposits or payment of interest thereon during the year and if so, number of such cases and the total amount involved.	N.A.
	At the beginning of the year.	N.A.
	Maximum During the year.	N.A.
	At the end of the Year.	N.A.
4	Details of deposits which are not in compliance with the requirements of chapter V of the Act	NIL

Note: During the year under report Company has accepted unsecured loans only from Directors of the Company or their relatives or Inter Corporate Deposits which are disclosed in Note No. 5 and 30 to the Financial Statements as required by virtue of proviso to Rule 2 (1) (c) (viii) of the Companies (Acceptance of Deposits), Rules, 2014

Details of significant and material orders passed by the regulators or courts or tribunals:

No order was passed by any Regulator or Court or Tribunal, during the year 2022 – 23, which may impact on going concern status and Company's operations in future.

Conservation of energy, technology absorption, foreign exchange earnings and outgo:**Conservation of Energy:**

(a)	Steps taken for conservation of energy	NIL
(b)	Impact on conservation of energy	N.A.

(c)	Steps taken by Company for utilizing alternate sources energy	NIL
(d)	Capital investment on energy conservation equipments	NIL

Technology absorption:

(a)	Efforts made towards technology absorption	All the plants, machinery or other technology purchased by the Company from time to time are put to use. However benefits in terms of product improvement, product development or reduction in cost etc. cannot be quantified.
(b)	Benefits derived like product improvement, cost reduction, product development or import substitution	
(c)	Expenditure incurred on Research and Development	Nil
(d)	Imported Technology	Nil

Foreign Exchange Earnings and Outgo:

Sr. No.	Particulars	Current Year	Previous Year
(a)	Foreign exchange earnings	Rs. 316.89 Lakhs	Rs.183.56 Lakh
(b)	Foreign exchange outgo	Rs. 31.52 Lakh	Rs. 21.31 Lakh

Auditors:

M/s. Ranpura Desai & Co. (FRN: 117476W), Statutory Auditors of the Company had resigned on December 27, 2022, due to their preoccupation. Then, Company appointed M/s. J C Ranpura & Co., (FRN 108647W) as Statutory Auditors of the company to fill casual vacancy caused due to resignation of existing Statutory Auditors who hold the office as auditors till conclusion of ensuing AGM. The Board of Directors proposes to appoint M/s. J C Ranpura & Co., (FRN 108647W) as Statutory Auditors of the Company for a term of 5 years from conclusion of ensuing AGM.

Explanations or comments by the Board on Qualification, Reservation or Adverse Remark or Disclaimer made by the Auditors:

Qualified remarks/observations of the Auditors in their Report and Board's explanation:

Remark 1: The Auditors stated in their Report that the Company has not provided for interest due and payable to suppliers falling under the Micro, Small and Medium Enterprise Development Act, 2006, which is contrary to the provisions of the said Act. The Company has not quantified such interest payable.

Board's Explanation: In this regards, the Board likes to state that the Company informs its suppliers to confirm their status whether registered under Micro, Small and Medium Enterprise Development Act, 2006. However, the Company has received confirmation only from some of suppliers. Company usually settles the outstanding of the MSME suppliers within 45 days, except for those suppliers with whom agreed terms of payment are more than 45 days. Hence, no provision is made as to interest for delayed payments of MSME suppliers.

Remark 2: The Auditors in their Report under the head "Other Matters" have made some disclaimer notes. However, the same have no material impact on financials of the Company and the Auditors have not modified their opinion for the same. Hence, no further explanations for those disclaimers need to be made in this Report.

Remarks of Secretarial Auditor in Secretarial Audit Report: Not Applicable as the Company is not covered under the provisions of 204 of the Act and rules thereunder.

Other Statutory Disclosure:

- a) **Equity Shares with Differential Rights:** Since your Company has not issued Equity Shares with Differential Rights, no disclosure under Rule 4 (4) of the Companies (Share Capital and Debenture) Rules, 2014, are required to be made in this report.
- b) **Sweat Equity Shares:** Since your Company has not issued Sweat Equity Shares, no disclosure under Rule 8 (13) of the Companies (Share Capital and Debenture) Rules, 2014 are required to be made in this report.
- c) **Employee Stock Option/Purchase Scheme:** Since your Company does not have any Employee Stock Option/Purchase Scheme and has not issued any shares under any such scheme, no disclosure under Rule 12 (9) of the Companies (Share Capital and Debenture) Rules, 2014 are required to be made in this report.
- d) **Disclosure under Rule 16 (4) of the Companies (Share Capital and Debenture), Rules, 2014:** Since your Company has not provided for any money or has given any financial assistance to the employees for purchase of shares of your Company, no disclosure under the said Rule is required to be made in this report.
- e) **Buy back of securities:** Since the Company has not bought back any shares during the year, no disclosure relating to buy back required to be made in this report.
- f) **Loan for purchase of own shares:** Company has not provided any loan for the purchase of its own shares in violation of section 67 of the Act.
- g) **Disclosure under Section 22 of the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013:** The Company has not received any complaint nor has come across any event requiring disclosure under the said Act. Your Company is fully committed to uphold and maintain the dignity of every women working at the Company or visiting the Company.
- h) **Details of application made or any proceeding pending under the Insolvency and Bankruptcy Code, 2016:** During the year under report, no application or any other proceedings under the IBC, 2016 is made by or against the Company, no such proceedings is pending at the end of the FY 2022-23.
- i) **Revision in Financial Statements or Directors report:** Company has not initiated any process under section 131 of the Act for revision in financial statements or Board's Report.


- j) **Directors' Remuneration:** Remuneration paid to Directors is disclosed in Note No. 30 to Audited Financial Statements.

Appreciation:

Your Directors take this opportunity to place on record their appreciation and sincere gratitude to the Bankers to the Company for their valuable support and look forward to their continued co-operation in the years to come. Your Directors acknowledge the support and co-operation received from the employees and all those who have helped in the day to day management. The Board would be failing in its duty without acknowledging the co-operation received from various government, semi government and local authorities. The Board expects continuous patronage from all its stakeholders.

By the order of Board of Directors

For, Hi-Green Carbon Limited



Amitkumar H. Bhalodi
Managing Director & CFO
DIN: 00410150



Shaileshkumar V. Makadia
Non-Executive Chairman
DIN: 00593049

Date: 11/04/2023

Place: Rajkot

'Annexure – A' - FORM NO. AOC – 2

(Pursuant to clause (h) of sub-section (3) of section 134 of the Act 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

Details of contracts or arrangements or transactions not at arm's length basis: No such transactions during Financial Year 2022 - 23
Details of material contracts or arrangement or transactions at arm's length basis:

Sr. No.	Name of Related Party and Nature of Relationship	Nature of contracts / arrangements/ transactions	Duration of the contracts/ arrangements/ transactions	Salient terms of the contracts or arrangements or transactions including the value, if any	Justification for entering into such contracts or arrangements or transactions	Date(s) of approval by the Board	Amount paid as advances, if any
1	Vitagreen Products Private Limited (Private Company in which director is director)	Purchase of Raw Materials	Not determined	Purchase of goods as per agreed terms; Payment as and when due according to normal credit policy agreed between the parties to the contract; Total purchase made during the year Rs. 716.29 Lakhs	Purchase of goods in ordinary course of business and at arm's length	19.04.2022	NIL
2	Hasmukh A. Bhalodi (Relative of Director)	Office of Profit	Appointed as Employee of the Company w.e.f. 01/04/2020	Appointed as employee of Company w.e.f. 01/04/2020; Salary revision and other terms of employment, as per rules of the Company; Last salary drawn – Rs. 25,000 p.m.	The appointee possess requisite qualification and experience commensurate with his work	02/06/2020	NIL

3	Radhe Renewable Energy Development Private Limited (Private Company in which Director is Director)	Purchase of Material and Capital Goods	Not determined	Purchase of goods and capital goods as per agreed terms; Payment as and when accrued and according to normal credit policy agreed between the parties to the contract; Total purchase made during the year Rs. 78,000/- Purchase of Tyre Pyrolysis Plant and Jet mill of worth Rs. 33.36 Lakhs	Purchase of Material and capital goods in ordinary course of business and at arm's length	07.10.2022	432.20 Lakhs
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Note: The Board wishes to clarify that the above transactions are ordinary business transactions at arm's length and not material RPTs. Hence, no Board and General Meeting approval required for such transactions. However, for good corporate government practice, the transactions are entered only with the Board's approval.

By the order of Board of Directors

For, Hi-Green Carbon Limited



Amitkumar H. Bhalodi – Managing Director & CFO

DIN: 00410150



Shaileshkumar V. Makadia – Non-Executive Chairman

DIN: 00593049

Date: 11/04/2023

Place: Rajkot

INDEPENDENT AUDITOR'S REPORT

To,
the Members of
M/s. Hi-Green Carbon Limited
(Previously known as Shantol Green (India) Private Limited)
Rajkot.

REPORT ON THE AUDIT OF THE FINANCIAL STATEMENTS

OPINION

- 1.0 We have audited the financial statements of **M/s. Hi-Green Carbon Limited** (previously known as M/s. Shantol Green (India) Private Limited) (hereinafter referred to as the "Company"), which comprise the balance sheet as at 31st March 2023, and the statement of profit and loss and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information.
- 2.0 In our opinion and to the best of our information and according to the explanations given to us, ***except for the effects of the matters described in the Basis for Qualified Opinion paragraph below***, the aforesaid financial statements give the information required by the Companies Act, 2013 in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at 31st March, 2023, and its profit, and its cash flows for the year ended on that date.

BASIS FOR QUALIFIED OPINION

- 1.0 The Company has neither provided any information regarding interest paid or payable to suppliers falling under the Micro, Small and Medium Enterprises Development Act, 2006 (the said Act) and not charged such interest to its Statement of Profit and Loss for the financial year 2022-23 (the said year) nor ascertain due date of payment as per the said Act. Had the Company provided for such interest, the Company's profit for the said year would have been lower than what is stated in the Statement of Profit and Loss Account for the said year, the balance of Reserves and surplus would have been lower than what is stated in the Balance Sheet as at the end of the said year and either its provision for expenses would have been higher or balance in short-term borrowing in the nature cash credit account or its cash and cash equivalent for the said year would have been lower than what is stated in the Balance Sheet as at the end of the said year.
- 2.0 We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013 (hereinafter referred to as the "Act"). Our responsibilities under those Standards 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

- 1.0 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.
- 2.0 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.

- 1.0 The Company's board of directors is responsible for the preparation of the other information. The other information comprises the Board's Report including Annexure to Board's Report but does not include the financial statements and auditor's report thereon.
- 2.0 Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.
- 3.0 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 during the course of our 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.

RESPONSIBILITY OF MANAGEMENT AND THOSE CHARGED WITH GOVERNANCE FOR THE FINANCIAL STATEMENTS

- 1.0 The Company's Board of Directors is responsible for the matters stated in section 134(5) of 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 the accounting Standards specified under section 133 of the Act. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statement that give a true and fair view and are free from material misstatement, whether due to fraud or error.
- 2.0 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.

- 3.0 The Board of Directors are also responsible for overseeing the company's financial reporting process.

AUDITOR'S RESPONSIBILITIES FOR THE AUDIT OF THE FINANCIAL STATEMENTS

- 1.0 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.

- 2.0 As a 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 system 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.
- 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.
- 3.0 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 the relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

OTHER MATTERS:

- 1.0 We were not physically present at the time of inventory verification by the management and therefore, we have relied on the inventory as taken, verified, and valued by the management.
- 2.0 The Financial Statements of the company includes certain payment to non-resident person as per the Income-tax Act, 1961 and therefore, the company is required to file Form 15CA for the purpose of making such foreign remittance outside India to Non- Resident according to Rule 37BB of Income Tax Act, 1961. We have not been provided any evident as to whether the Company has filed such form.
- 3.0 The company has incurred Security Service Expense from Individual suppliers. On such service, the company is required to pay GST under reverse charge mechanism under section 9 of CGST Act, 2017. The company has not paid such liability under Reverse charge of the said Act. However, the Company has discharged its GST liability on such services under forward charge mechanism.
- 4.0 The company has not deducted tax at source on certain Transportation Expenses stating that the suppliers of such service have produced before company the Certificate for Lower deduction of tax. But such certificates have not been produced before us for verification.
- 5.0 The Company is not possessing any evidence to demonstrate whether sections 206AB and 206CCA of the Income-tax Act, 1961 has been complied with or not at the time tax has been deducted or collected at source.
- 6.0 Having regard to the size of the Company and its operation, we have not modified our report in the above matters.

REPORT ON OTHER LEGAL AND REGULATORY REQUIREMENTS

- 1.0 As required by the Companies (Auditor's Report) Order, 2020 (the "Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Companies Act, 2013, we give in the Annexure -A statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.



2.0 As required by Section 143(3) of the Act, further to our comments in the Annexure, we report that:

- (a) We have sought and obtained all the information, except for the matters described under the "Basis for Qualified Opinion" paragraph, and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
- (b) Except for the matters described under the "Basis for Qualified Opinion" paragraph in our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
- (c) The Company does not have any branch and therefore, this clause is not applicable.
- (d) The financial statements dealt with by this Report are in agreement with the books of account.
- (e) Except for the matters described under the "Basis for Qualified Opinion" paragraph, in our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
- (f) In our opinion, there are no observations or comments on financial transactions or matters which have any adverse effect on the functioning of the Company.
- (g) On the basis of the written representations received from the directors as on 31st March, 2023 taken on record by the Board of Directors, none of the directors are disqualified as on 31st March, 2023 from being appointed as a director in terms of Section 164(2) of the Act.
- (h) There are no qualifications, reservations or adverse remarks relating to the maintenance of accounts and other matters.
- (i) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure B."
- (j) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, 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 in its financial statements.
 - (ii) The Company has made provision, as required under the applicable law or accounting standards, for material foreseeable losses, if any, on long-term contracts including derivative contracts, and



J. C. Ranpura & Co.

Chartered Accountants

- (iii) There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.
- (iv) The management has represented that, to the best of its knowledge and belief, as disclosed in the Note No. 20(xiv) of the financial statements attached herewith, no funds 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 entity/ies ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediaries 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 the behalf of the Ultimate Beneficiaries.
- (v) The management has represented that, to the best of its knowledge and belief, as disclosed in the Note No. 20(xiv) of the financial statements attached herewith, no funds have been received by the Company from any person/s or entity/ies including foreign entity/ies ("Funding Party/ies"), with the understanding, whether recorded in writing or otherwise, that the Company shall, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party/ies ("Ultimate Beneficiaries") or provide any guarantee, security or the like on the behalf of the Ultimate Beneficiaries.
- (vi) Based on the audits procedures performed that have been considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that representations under sub-clauses (i) and (ii) of clause (e) of Rule 11 contain any material mis-statement.
- (vii) As proviso to rule 3(1) of the Companies (Accounts) Rules, 2014 is applicable for the company only w.e.f. April 1, 2023, reporting under this clause is not applicable.
- (viii) During the financial year under audit, no dividend has been declared, or paid by the Company.

Place: Rajkot
Date: 11.04.2023



For J C RANPURA & Co.
Chartered Accountants
[FRN:108647W]

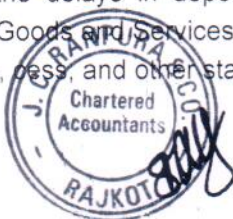
[Ketan Y. Sheth]
Partner

(Membership No. 118411)
UDIN: 23118411BGWRPA5277

ANNEXURE -A TO THE INDEPENDENT AUDITOR'S REPORT

In terms of the information and explanations sought by us and given by the Company and the books of account made available to us in the normal course of audit and to the best of our knowledge and belief, we report that:

- (i) (a) (A) The Company has maintained proper records showing full particulars, including quantitative details and situation of property, plant, and equipment.
(B) The Company is maintaining proper records showing full particulars of intangible assets.
- (b) These property, plant, and equipment have been physically verified by the management during the year as there is a regular program of verification. In our opinion, the frequency of verification is reasonable.
- (c) The Title deeds of immovable properties are held in the name of the company.
- (d) The Company has not revalued its Property, Plant, and Equipment (including Right of Use assets) or intangible asset or both during the year, and hence, this clause is not applicable to the Company.
- (e) No proceedings have been initiated or pending against the Company for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and rules made thereunder.
- (ii) (a) The inventory has been physically verified during the year by the management. We were not physically present at the time such verification and therefore, we are unable to comment as to whether the coverage and procedure of such verification by the management of the company are appropriate or not. As reported to us, discrepancies of 10% or more in the aggregate for each class of inventories were not noticed.
- (b) During the financial year 2022-23, the Company has been sanctioned working capital limits in excess of five crore rupees, in aggregate, from a bank on the basis of security of current assets, and quarterly returns or statements filed by the Company with such bank are in agreement with the books of account of the Company.
- (iii) The Company has, during the financial year 2022-23, not made investments in or provided any guarantee or security or granted any loans or advances in the nature of loan, secured or unsecured, to companies, firms, limited liability partnerships or any other parties and therefore items (a) to (f) clause (iii) of paragraph 3 are not applicable for the financial year 2022-23.
- (iv) The company has complied with section 185 and 186 of the Companies Act, 2013, wherever applicable.
- (v) The Company has complied Sec 73 to 76 of the Companies Act, 2013 for the financial year 2022-23.
- (vi) The Central Government has prescribed the maintenance of cost records under section 148(1) of the Act for the Company. However, the Company is in preparation of such records and therefore we have not viewed such records.
- (vii) (a) Undisputed statutory dues including Goods and Services Tax, provident fund, employees' state insurance, income-tax, sales-tax, service tax, duty of customs, duty of excise, value added tax, cess and any other statutory dues have not been regularly deposited by the Company with appropriate authority though the delays in deposit have not been serious. No undisputed amounts payable in respect of Goods and Services Tax, sales tax, service tax, duty of customs, duty of excise, value added tax, cess, and other statutory dues were in arrears as at 31st March,



2023 for a period of more than six months from the date they became payable except provident fund, advance income-tax, employees' stat insurance.

- (b) No statutory dues referred to in sub-clause (a) are there except income tax for the assessment years mentioned below, which have not been deposited on account of any dispute.

Name of the statute	Nature of the dues	Amount (Rs.)	Period to which the amount relates	Forum where dispute is pending	Remarks, if any
Income Tax Act, 1961	Income Tax	4,11,32,440/-	A.Y. 2013-14	Commissioner of Income Tax (Appeals)	No Remarks
Income Tax Act, 1961	Income Tax	Not ascertainable	A.Y. 2014-15	High Court	Against Reassessment u/s 147

- (viii) There were no transactions which have, during the financial year 2022-23, been surrendered or disclosed as income during the year in the tax assessment under the Income-tax Act, 1961.
- (ix) (a) The company is not defaulting its repayment of loans or borrowing to financial institutions, banks, or Government.
- (b) The Company is not a declared willful defaulter by any bank or financial institution or other lender.
- (c) The term loans were applied for the purpose for which the loans were obtained.
- (d) The Company has not utilized short-term funds for long term purposes.
- (e) The Company is neither having any subsidiary nor associates and also is not indulged any joint venture and therefore, in our opinion, this clause is not applicable to the Company.
- (f) The Company is neither having any subsidiary not associate companies not join ventures, and therefore in our opinion this clause is not applicable to the Company.
- (x) (a) The Company has not raised money by way of initial public offer or further public offer (including debt instruments) during the year and therefore, this clause is not applicable.
- (b) The company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under review and therefore, the requirement of sections 42 and 62 of the Companies Act, 2013 is not required to be complied with.
- (xi) (a) We have not, prima facie, noticed any fraud (i.e. intentional material misstatements resulting from fraudulent financial reporting and misappropriations of assets) on or by the company, during the year. Further, the management has represented to us that no fraud by the company or any fraud on the company by its officers or employees has been noticed or reported during the year. However, we are unable to determine/verify as to whether any such reporting has been made during the year or not.
- (b) The auditor of the company has not filed any report under sub-section (12) of section 143 of the Companies Act, 2013 in Form ADT-4 as prescribed under rule 13 of the Companies (Audit and Auditors) Rules, 2014.
- (c) We have not received any whistle-blower complaints during the year under audit.
- (xii) (a) This clause is not applicable to the Company as the Company is not Nidhi Company.
- (b) This clause is not applicable to the Company as the Company is not Nidhi Company.



- (c) There has not been any default in payment of interest on deposits or repayment of deposits for any period.
- (xiii) All transactions with related parties are in compliance with section 177 and 188 of the Companies Act, 2013 where applicable and the details have been disclosed in the financial statements etc. as required by the applicable Indian Accounting Standards.
- (xiv) (a) The Company has an internal audit system commensurate with the size and nature of its business.
- (b) The Company is not required to appoint internal auditor as per clause (c) of sub-rule 1 of rule 13 of the Companies (Accounts) Rules, 2014 r.w.s section 138 of the Companies Act, 2013, and therefore, this clause is not applicable for the year under audit.
- (xv) The Company has not entered into non-cash transactions with directors or persons connected with him.
- (xvi) (a) The Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934.
- (b) The Company has not conducted any Non-Banking Financial or Housing Finance activities.
- (c) This clause is not applicable to the Company.
- (d) This clause is not applicable to the Company.
- (xvii) The Company has not incurred cash losses in the financial year under audit and in the immediately preceding financial year.
- (xviii) There has been resignation of statutory auditor of the company and there were no issues, objections or concerns raised by the outgoing auditors.
- (xix) We are of the opinion that no material uncertainty exists as on the date of the audit report that the Company is 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.
- (xx) (a) This clause is not applicable to the Company for the financial year under audit.
- (b) This clause is not applicable to the Company for the financial year under audit.
- (xxi) As this is a standalone financial statement, this clause is not applicable.

Place: Rajkot
Date: 11.04.2023



For J C RANPURA & Co.,
Chartered Accountants
[FRN:108647W]

[Ketan Y. Sheth]
Partner

[Membership No. 118411]

UDIN:23118411BGWRPAS277

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 **M/s. Hi-Green Carbon Limited, Rajkot** (the "Company") (previously known as Shantol Green (India) Private Limited) as of **31st March, 2023** 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 Company's management 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, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. 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.

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 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 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 financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorizations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the company's assets that could have a material effect on the 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.

Opinion:

In our opinion, 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 operating effectively as at 31st March, 2023 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.

Place: Rajkot
Date: 11.04.2023



For J C RANPURA & Co.
Chartered Accountants
[FRN:108647W]

[Ketan Y. Sheth]

Partner

[Membership No. 118411]

UDIN:23118411BGWRPAS277

M/S. HI-GREEN CARBON LIMITED
[PREVIOUSLY KNOWN AS M/S. SHANTOL GREEN (INDIA) PRIVATE LIMITED]
BALANCE SHEET AS AT 31st MARCH, 2023
(All amounts are stated in Lakhs of Indian Rupees unless stated to be otherwise)

PARTICULARS	NOTES	AS AT 31ST MARCH	
		2023	2022
I EQUITY AND LIABILITIES			
1 Shareholders' funds			
a Share capital	3	1,900.00	1,900.00
b Reserves and surplus	4	526.61	(708.44)
		2,426.61	1,191.56
2 Share application money pending allotment			
3 Non-current liabilities			
a Long-term borrowings	5	381.71	298.08
b Deferred tax liabilities (Net)	6	37.99	-
c Other Long term liabilities		-	-
d Long-term provisions		-	-
		419.70	298.08
4 Current liabilities			
a Short-term borrowings	7	980.48	1,288.62
b Trade payables			
(a) Total outstanding dues of Micro, Small and Medium Enterprise	8	426.73	426.38
(b) Total outstanding dues of creditors other than Micro, Small and Medium Enterprise	8	10.01	56.32
c Other current liabilities	9	76.33	94.41
d Short-term provisions	10	116.00	1.00
		1,609.56	1,866.73
TOTAL		4,455.87	3,356.36
II. ASSETS			
1 NON-CURRENT ASSETS			
a Property, Plant and Equipment & Intangible assets	11		
(i) Tangible assets		1,797.68	1,667.25
(ii) Intangible assets		0.10	0.13
(iii) Capital work-in-progress		187.27	-
(iv) Intangible assets under development		-	-
b Non-current investments	12	0.20	0.20
c Deferred tax assets (net)	13	-	223.41
d Long-term loans and advances		-	-
e Other non-current assets	14	18.71	19.25
		2,003.96	1,910.23
2 CURRENT ASSETS			
a Current Investments		-	-
b Inventories	15	1,227.77	938.31
c Trade receivables	16	562.12	497.19
d Cash and cash equivalents	17	9.00	6.45
e Short-term loans and advances	18	644.81	-
f Other current assets	19	8.20	4.17
		2,451.91	1,446.13
TOTAL		4,455.87	3,356.36

Significant Accounting Policies and Notes to Financial Statements

1 to 39 As per report of our even date,

For M/s. HI-GREEN CARBON LIMITED

Amit H. Bhalodi
Managing Director & CFO
DIN : 00410150

Shailesh Makadia
Director
DIN: 00593049

Sagar D Siyani
Company Secretary
M. No. A55224

For J C RANPURA & CO.,
Chartered Accountants
[FRN: 108647W]

[Ketan L. Sheth]
Partner
(Membership No. 118411)

UDIN: 23118411BGWRPA5277

Place: Rajkot
Date : 11.04.2023

M/S. HI-GREEN CARBON LIMITED
[PREVIOUSLY KNOWN AS M/S. SHANTOL GREEN (INDIA) PRIVATE LIMITED]
STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED ON 31st MARCH, 2023
(All amounts are stated in Lakhs of Indian Rupees unless stated to be otherwise)

	PARTICULARS	NOTES	FOR THE YEAR ENDED ON	
			31.03.2023	31.03.2022
I.	Revenue from operations	21	7,789.06	5,086.61
II.	Other income	22	39.88	3.26
III.	Total Income (I + II)		7,828.94	5,089.87
IV.	Expenses:			
	Cost of materials consumed	23	4,955.36	3,161.82
	Changes in inventories of Work-in-progress and Finished Goods	24	(117.41)	228.13
	Employee benefits	25	151.03	114.14
	Finance costs	26	129.93	120.90
	Depreciation and amortization	27	312.47	303.83
	Other	28	799.11	691.58
	Total expenses		6,230.49	4,620.39
V.	Profit before exceptional and extraordinary items and tax (III-IV)		1,598.45	469.48
VI.	Exceptional items		-	-
VII.	Profit before extraordinary items and tax (V - VI)		1,598.45	469.48
VIII.	Extraordinary Items		-	-
IX.	Profit before tax (VII- VIII)		1,598.45	469.48
X.	Tax expense:			
	(1) Current tax		102.00	68.00
	(2) Prior year tax		-	-
	(3) Deferred tax	29	261.40	28.34
	(4) MAT Entitlement		-	-
			363.40	96.34
XI.	Profit (Loss) for the period from continuing operations (IX-X)		1,235.06	373.14
XII.	Profit/(loss) from discontinuing operations		-	-
XIII.	Tax expense of discontinuing operations		-	-
XIV.	Profit/(loss) from Discontinuing operations (after tax) (XII-XIII)		-	-
XV.	Profit (Loss) for the period (XI + XIV)		1,235.06	373.14
XVI.	Earnings per equity share:			
	(1) Basic		6.50	1.96
	(2) Diluted		6.50	1.96

Significant Accounting Policies and Notes to Financial Statements

1 to 39 As per Report of our even date,

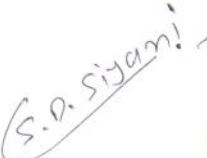
For M/s. HI-GREEN CARBON LIMITED



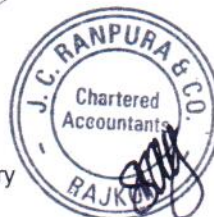
Amit H. Bhalodi
Managing Director & CFO
DIN : 00410150
Place: Rajkot
Date : 11.04.2023




Shailesh Makadia
Director
DIN: 00593049



Sagar D Siyani
Company Secretary
M. No. A55224



For J C Ranpura & Co.,
Chartered Accountants
[FRN: 108647W]


[Ketan V. Sheth]
Partner
(Membership No. 118411)
UDIN 23118411BGWRPA5277

M/S. HI-GREEN CARBON LIMITED
[PREVIOUSLY KNOWN AS M/S. SHANTOL GREEN (INDIA) PRIVATE LIMITED]
CASH FLOW STATEMENT FOR THE FINANCIAL YEAR ENDED ON 31ST MARCH 2023
(All amounts are stated in Lakhs of Indian Rupees unless stated to be otherwise)

	Description	Amount ₹ 2023	Amount ₹ 2022
CASH FLOW FROM OPERATING ACTIVITIES	Net profit after tax	1,235.06	373.14
	Adjustments for:		
	Depreciation and non cash items-amortization	312.47	303.83
	Finance Cost	129.93	120.90
	Interest Income	(0.63)	(0.63)
	(Increase)/Decrease in deferred taxes	261.40	28.34
	(Profit)/Loss on Sale of Asset	-	(1.24)
	Taxes	-	68.00
	(Increase)/Decrease in current assets	(1,003.23)	(29.36)
	Increase/(Decrease) in current liabilities	(257.17)	(242.65)
	NET CASH FLOW FROM OPERATING ACTIVITIES:	677.81	620.33
CASH FLOW FROM INVESTING ACTIVITIES	Capital Expenditures	(630.14)	(365.95)
	Acquisition in Other Co's	-	-
	Proceeds from Sales of Assets	-	3.03
	Interest Income	0.63	0.63
	Purchases of Investments	-	-
	Sale of Investments	-	-
	Other Non Current Assets	0.54	-
	NET CASH USED FOR INVESTING ACTIVITIES:	(628.97)	(362.28)
CASH FLOW FROM FINANCING ACTIVITIES	Proceeds from Borrowings from bank	-	-
	Proceed from issue of Shares	-	-
	Payments on Borrowings from bank	(27.31)	(38.57)
	Dividends Paid to Shareholders	-	-
	Payment of Unsecured Loans	110.95	(104.45)
	Issue Stock / Exercise Options	-	-
	Increase / Decrease in long term advances	-	-
	Finance Cost	(129.93)	(120.90)
	NET CASH USED FOR FINANCING ACTIVITIES:	(46.29)	(263.92)
	INCREASE / (DECREASE) TO CASH	2.55	(5.88)
	BEGINNING CASH BALANCE	6.45	12.33
	ENDING CASH BALANCE	9.00	6.45


For M/s. HI-GREEN CARBON LIMITED



Amit H. Bhalodi
Managing Director & CFO
DIN : 00410150
Place: Rajkot
Date : 11.04.2023



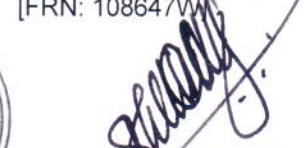
Shailesh Makadia
Director
DIN: 00593049



Sagar D Siyani
Company Secretary
M. No. A55224



For J C RANPURA CO.,
Chartered Accountants
[FRN: 108647W]



[Ketan Y. Sheth]
Partner
(Membership No. 118411)
UDIN 23116411BGWRPA5277

M/S. HI-GREEN CARBON LIMITED, RAJKOT.

[Previous known as – M/s. Shantol Green (India) Private Limited)

SIGNIFICANT ACCOUNTING POLICIES AND NOTES TO FINANCIAL STATEMENT FOR THE FINANCIAL YEAR 2022-23

I COMPANY OVERVIEW:

- 1.0 M/s. Hi-Green Carbon Limited (Previously known as M/s. Shantol Green (India) Private Limited) is a public company incorporated under the provisions of the Companies Act, 1956 and is engaged in the business of Manufacturing and Recycling of waste rubber and to produce hydro carbon fuel.
- 2.0 During the financial year 2022-23, the Company has changed its name from M/s. Shantol Green (India) Private Limited to M/s. Hi-Green Carbon Private Limited and then from the later to M/s. Hi-Green Carbon Limited.

II SIGNIFICANT ACCOUNTING POLICIES:

1.0 BASIS OF PREPARATION OF FINANCIAL STATEMENTS:

- 1.1 The Company is a Small and Medium Sized Company (SMC) as defined under the Companies (Accounting Standards) Rules, 2021 notified under the Companies Act, 2013. Accordingly, the Company has complied with the Accounting Standards as applicable to a Small and Medium Sized Company.
- 1.2 These financial statements have been prepared to comply with the Generally Accepted Accounting Principles in India (Indian GAAP).
- 1.3 The financial statements are prepared on accrual basis under the historical cost convention. The financial statements are presented in Indian rupees rounded off to the Lakhs of rupees and decimal thereof.

2.0 CHANGES IN ACCOUNTING POLICY:

- 2.1 During the year ended on 31st March, 2023, there is no change in accounting policy having significant impact on presentation and disclosure made in the financial statements. The company has also reclassified the previous year figures in accordance with the requirements applicable in the current year.

3.0 USE OF ESTIMATES:

- 3.1 The preparation of financial statements in conformity with Indian GAAP requires judgments, estimates and assumptions to be made that affect the reported amount of assets and liabilities, disclosure of contingent liabilities on the date of the financial statements and the reported amount of revenues and expenses during the reporting period.
- 3.2 The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to the accounting estimates are recognized in the period in which such revisions are revised and future periods affected.



SIGNIFICANT ACCOUNTING POLICIES AND NOTES TO FINANCIAL STATEMENT FOR THE FINANCIAL YEAR 2022-23

4.0 INVENTORIES:

- 4.1 Inventories are assets (a) held for sale in the ordinary course of business; (b) in the process of production of such sale; or (c) in the form of materials or supplies to be consumed in the production process or in the rendering of services.
- 4.2 Inventories are valued at the lower of cost and net realizable value, after providing for obsolescence, if any, except in case of by-products which are valued at net realizable value. Cost of raw materials, process chemicals, stores and spares, packing materials, trading and other products are determined on weighted average basis.
- 4.3 Cost of inventories comprises of cost of purchase, cost of conversion and other costs including manufacturing overheads incurred in bringing them to their respective present location and condition.
- 4.4 Cost of raw materials, process chemicals, stores and spares, packing materials, finished goods, whether of trading and manufacturing and other products are assigned by using weighted average cost formula.

5.0 REVENUE RECOGNITION:

- 5.1 Revenue is measured by the charges made to customers or clients for goods supplied and services rendered to them and by the charges and rewards arising from the use of resources by them.
- 5.2 Revenue is recognized only when risks and rewards incidental to ownership are transferred to the customer and the company retains no effective control of the goods so transferred to a degree usually associated with ownership and it can be reliably measured and it is reasonable to expect ultimate collection. Revenue from operations includes sale of goods, sale of services and sales during trial run period, (excluding any indirect taxes levied on the company and collected by it from customers and clients) adjusted for discounts (net).
- 5.3 Claims for damages etc. against the contractors/service providers are recognized on due basis, as and when the certainty to receive the claim is ascertained.
- 5.4 Interest income is recognized on a time proportion basis taking into account the amount outstanding and the interest rate applicable. Export incentives are recognized as and when right to receive is established.
- 5.5 During the financial year ended on 31st March, 2023, there were no circumstances in which revenue recognition has been postponed pending the resolution of significant uncertainties.
- 5.6 Goods and services tax is accounted for at the time of removal of goods cleared / services provided and recognised separately from revenue from operations.



6.0 PROPERTY, PLANT, AND EQUIPMENT:

TANGIBLE ITEMS:

- 6.1 Property, plant and equipment are tangible items that (a) are held for use in the production or supply of goods or services, for rental to others or for administrative purposes; and (b) are expected to be used during more than a period of twelve months.
- 6.2 The costs of tangible items are recognized as an asset if, and only if (a) it is probable that future economic benefits associated with the item will flow to the company; and (b) the costs of item can be measured reliably.
- 6.3 The costs of each property, plant and equipment are measured at Cost less any accumulated depreciation and any accumulated impairment losses.
- 6.4 The cost of Property, Plant & Equipments comprises its purchase price, borrowing cost and any cost directly attributable to bringing the asset to its working condition for its intended use, net charges on foreign exchange contracts and adjustments arising from exchange rate variations attributable to the assets.

INTANGIBLE ASSETS

- 6.5 Intangible Assets are stated at cost of acquisition net of recoverable taxes less accumulated amortization/depletion and impairment loss, if any. The cost comprises purchase price, borrowing costs, and any cost directly attributable to bringing the asset to its working condition for the intended use and net charges on foreign exchange contracts and adjustments arising from exchange rate variations attributable to the intangible assets.

7.0 DEPRECIATION, AMORTISATION AND DEPLETION:

TANGIBLE ASSETS:

- 7.1 Depreciation on Property, Plant & Equipments is provided to the extent of depreciable amount on the Written down value (WDV) Method. Depreciation is provided based on useful life of the assets as prescribed in Schedule II to the Companies Act, 2013.
- 7.2 In respect of additions or extensions forming an integral part of existing assets and insurance spares, including incremental cost arising on account of translation of foreign currency liabilities for acquisition of Fixed Assets, depreciation is provided as aforesaid over the residual life of the respective assets.



M/S. HI-GREEN CARBON LIMITED, RAJKOT.

[Previous known as – M/s. Shantol Green (India) Private Limited]

SIGNIFICANT ACCOUNTING POLICIES AND NOTES TO FINANCIAL STATEMENT FOR THE FINANCIAL YEAR 2022-23

- 7.3 The useful life of the property, plant, and equipment is mentioned hereunder.

Sr. No.	Description	Useful Life (in years)
1.	Free hold Land	Perpetual
2.	Building – Freehold	30
3.	Plant & Machinery	15
4.	Furniture & Fixtures	10
5.	Vehicles	8
6.	Computers	3
7.	Office Equipments	5

8.0 FOREIGN CURRENCY TRANSACTIONS:

- 8.1 Transactions denominated in foreign currencies are recorded at the exchange rate prevailing on the date of the transaction or that approximate of the actual rate at the date of transaction.
- 8.2 Monetary items denominated in foreign currencies at the year-end are restated at year end rates.
- 8.3 In case of items which are covered by forward exchange contracts, the difference between the year-end rate and rate on the date of the contract is recognized as exchange difference and the premium paid on forward contracts is recognized over the life of the contracts/in time proportion basis.
- 8.4 Any income or expense on account of exchange difference either on settlement or on translation is recognized in the Profit and Loss statement except in case of long-term liabilities, where they relate to acquisition of fixed assets, in which case they are adjusted to the carrying costs of such assets.

9.0 INVESTMENTS:

- 9.1 Investments are assets held by the company for earning income by way of interest, rental or dividends, for capital appreciation, or for other benefits to the company.
- 9.2 Investments are classified as current and non-current investments.
- 9.3 Current investments are carried at lower of cost and quoted/fair value, computed category-wise.
- 9.4 Non-Current investments are stated at cost. Provision for diminution in the value of non-Current investments is made only if such a decline is other than temporary.

10.0 EMPLOYEE BENEFITS**SHORT TERM EMPLOYEE BENEFITS**

- 10.1 The undiscounted amount of short-term employee benefits expected to be paid in exchange for the services rendered by employees are recognized as an expense during the period when the employees render the services. These benefits include performance incentive and compensated absences.



POST-EMPLOYMENT BENEFITS DEFINED CONTRIBUTION PLANS

- 10.2 A defined contribution plan is a post-employment benefit plan under which the Company pays specified contributions to a separate entity. The Company makes specified monthly contributions towards Provident Fund, State Government Schemes. The Company's contribution is recognized as an expense in the Profit and Loss Statement during the period in which the employee renders the related service.

POST-EMPLOYMENT BENEFITS DEFINED BENEFIT PLANS

- 10.3 The Liability in respect of defined benefits in the form of gratuity, leave encashment, post-retirement medical scheme is provided based on the percentage notified by the Government.

11.0 BORROWING COSTS

- 11.1 Borrowing costs include exchange differences arising from foreign currency borrowings to the extent they are regarded as an adjustment to the interest cost. Borrowing costs that are attributable to the acquisition or construction of qualifying assets are capitalized as part of the cost of such assets. A qualifying asset is one that necessarily takes substantial period of time to get ready for its intended use. All other borrowing costs are charged to the Profit and Loss Statement in the period in which they are incurred.

12.0 IMPAIRMENT:

- 12.1 An asset is treated as impaired when the carrying cost of asset exceeds its recoverable value.
- 12.2 An impairment loss is charged to the Profit and Loss Statement in the year in which an asset is identified as impaired. The impairment loss recognized in prior accounting period is reversed if there has been a change in the estimate of recoverable amount.

13.0 INCOME TAXES

- 13.1 Tax expense comprises of current tax and deferred tax. Current tax is measured at the amount expected to be paid to the tax authorities in accordance with the provisions of the Income-tax Act 1961, using the applicable tax rates.
- 13.2 Deferred income tax reflects the current period timing differences between taxable income and accounting income for the period and reversal of timing differences of earlier years/period. Deferred tax assets are recognized only to the extent that there is a reasonable certainty that sufficient future income will be available except that deferred tax assets, in case there are unabsorbed depreciation or losses, are recognized if there is virtual certainty that sufficient future taxable income will be available to realize the same.



M/S. HI-GREEN CARBON LIMITED, RAJKOT.

[Previous known as – M/s. Shantol Green (India) Private Limited]

SIGNIFICANT ACCOUNTING POLICIES AND NOTES TO FINANCIAL STATEMENT FOR THE FINANCIAL YEAR 2022-23

- 13.3 Deferred tax assets and liabilities are measured using the tax rates and tax law that have been enacted or substantively enacted by the Balance Sheet date.
- 13.4 During the year position of Deferred tax asset and liabilities are mentioned in below mentioned table.

Sr No.	Particulars	Opening as on 01.04.2022	Charge	Reversal	Closing as on 31.03.2023
1	Deferred tax asset related to				
	Unabsorbed depreciation and loss (Additional Depreciation)	17.27	-	17.27	-
	Unabsorbed depreciation and loss (Normal Depreciation)	268.24	-	268.24	-
2	Deferred Tax Liability related to				
	Property, plant and equipment (Assets)	62.10	-	24.11	37.99
	Net Deferred tax asset/ liability	223.41	-	261.40	37.99

14.0 PROVISIONS, CONTINGENT LIABILITIES AND CONTINGENT ASSETS

- 14.1 Provision is recognized in the accounts when there is a present obligation as a result of past event(s), and it is probable that an outflow of resources will be required to settle the obligation and a reliable estimate can be made. Provisions are not discounted to their present value and are determined based on the best estimate required to settle the obligation at the reporting date. These estimates are reviewed at each reporting date and adjusted to reflect the current best estimates.
- 14.2 During the year provisions were made are as under:

Sr No	Particulars	Opening balance (Rs.)	Charge Against the Provision (Rs.)	Provision reversed during the year (Rs.)	Provision Made during the year (Rs.)	Closing (Rs.)
1	Income tax	-	-	-	102.00	102.00
2	Provident Fund	-	-	-	0.09	0.09
3	Gratuity	-	-	-	18.10	18.10
4	Employees' state insurance	-	-	-	0.05	0.05
5	Audit fees	1.00	1.00	-	1.00	1.00
6	Electricity Expenses	-	-	-	13.00	13.00

- 14.3 No provision has been made in the financial statements annexed herewith for the doubtful debt and loan and advances. These may include some bad debts, which have not been determined so far.



M/S. HI-GREEN CARBON LIMITED, RAJKOT.

[Previous known as – M/s. Shantol Green (India) Private Limited]

SIGNIFICANT ACCOUNTING POLICIES AND NOTES TO FINANCIAL STATEMENT FOR THE FINANCIAL YEAR 2022-23**15.0 OTHERS**

- 15.1 Advances recoverable in cash or in kind or for value to be received as shown in Note-18 Short-Term Loans & Advances include the following amount due from Companies under same management.

Name of the Company or concern	As at 31.03.2023	Maximum amount during the year	As at 31.03.2022	Maximum amount during the year
M/s. Radhe Renewable Energy Development Private Limited	432.20	432.20	-	-

- 15.2 Provision is made for accrued liability for Gratuity in respect of employees who leave the service of the Company during any year. No provision, however, is made in respect of present value for future payments.

For and on behalf of the Board of Directors of
M/s. Hi-Green Carbon Limited



(Amit H. Bhalodi)
Managing Director & CFO
[DIN: 00410510]



(Shailesh Makadia)
Director
[DIN:00593049]

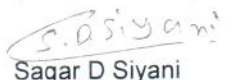


For **J C RANPURA & Co.**
Chartered Accountants
[FRN:108647W]



[Ketan Y. Sheth]
Partner

[Membership No. 118411]
UDIN: 23118411BGWRPA5277



Sagar D Siyani
Company Secretary
[M. No.A55224]
Place: Rajkot
Date : 11.04.2023

M/S. HI-GREEN CARBON LIMITED
[PREVIOUSLY KNOWN AS M/S. SHANTOL GREEN (INDIA) PRIVATE LIMITED]
NOTES ON FINANCIAL STATEMENTS AS AT 31ST MARCH 2023
(All amount are stated in Lakhs of Indian Rupees unless otherwise stated to be otherwise)

The figures of previous year have been regrouped/rearranged wherever necessary. Amounts and other disclosures for the previous year are included as an integral part of the current year's financial statements and are to be read in relation to the amounts and other disclosures relating to current year.

3.0 SHARE CAPITAL

PARTICULARS	AS AT 31st MARCH			
	2023		2022	
	Number of Shares	Amount ₹.	Number of Shares	Amount ₹.
Authorized Equity Shares of ₹ 10 each	2,50,00,000	2,500	1,90,00,000	1,900
Issued Equity shares of ₹ 10 each fully paid up	1,90,00,000	1,900	1,90,00,000	1,900
Subscribed & Paid-up Equity shares of ₹ 10 each fully paid up	1,90,00,000	1,900	1,90,00,000	1,900

3.1 The Reconciliation of the number of Equity shares outstanding is set out below:

PARTICULARS	AS AT 31st MARCH			
	2023		2022	
	Number	Amount (₹.)	Number	Amount (₹.)
Equity shares at the beginning of the year	1,90,00,000	1,900	1,90,00,000	1,900
Add: Shares issued/allotted during the year	-	-	-	-
Less: Shares cancelled during the year	-	-	-	-
Equity shares at the close of the year	1,90,00,000	1,900	1,90,00,000	1,900

3.2 The Company has only one class of issued, subscribed and paid-up equity shares having a par value of ₹.10/- each. Each shareholder of equity shares is entitled to one vote per share. The dividend proposed by the Board of directors is subject to the approval of the shareholders in the ensuing annual general meeting, except in the case of interim dividend. In the even of liquidation of the Company, the shareholders of equity shares will be entitled to receive the remaining assets of the Company. The distribution will be in proportion to the number of equity shares held by the shareholders.

3.3 Shares held by its holding company, or its ultimate holding company, or shares held by or subsidiaries or associates of the holding company, or the ultimate holding company :

Equity Shares held by	AS AT 31st MARCH		AS AT 31st MARCH	
	2023		2022	
	Number	Amount (₹.)	Number	Amount (₹.)
Holding company M/s. RNG Finlease Private Limited	1,36,00,000	1,360	1,90,00,000	1,900

As per the records of the Company, including its register of shareholders/members and other declarations received from shareholders regarding beneficial interest, the above shareholding represents both legal and beneficial ownerships of shares.

3.4 Details of shareholders holding 5% or more Equity shares as at 31st March, 2023

Name of shareholders	AS AT 31st MARCH			
	2023		2022	
	Number	%	Number	%
Amit H Bhalodi	11,00,000	5.79%	-	-
Krupa C Dethariya	11,00,000	5.79%	-	-
Shailesh V Makadia	11,00,000	5.79%	-	-
RNG Finlease Pvt. Ltd.	1,36,00,000	71.58%	1,90,00,000	100.00%

3.5 Details of Equity Shareholding of Promoters:

Equity Shares held by promoters at the end of the year	As on 31.03.2023		As on 31.03.2022		% change during the year
Promoter Name	No. of Equity Shares	% of total shares	No. of Equity Shares	% of total shares	
Amit Bhalodi	11,00,000	5.79%	-	-	5.79%
Krupa C Dethariya	11,00,000	5.79%	-	-	5.79%
Kush C Dethariya	7,00,000	3.68%	-	-	3.68%
Radhika A Bhalodi	7,00,000	3.68%	-	-	3.68%
Shailesh V Makadia	11,00,000	5.79%	-	-	5.79%
Shriya Makadia	7,00,000	3.68%	-	-	3.68%
RNG Finlease Private Limited	1,36,00,000	71.58%	1,90,00,000	100.00%	-28.42%



4.0 RESERVES AND SURPLUS

PARTICULARS	AS AT 31st MARCH			
	2023		2022	
Surplus i.e. Balance in Statement of Profit and Loss				
Opening balance	1,235.06	(708.44)	373.14	(1,081.59)
(+) Net Profit/(Net Loss) For the current year	-	-	-	-
(+) Transfer from Reserves	-	-	-	-
(-) Proposed Dividends	-	-	-	-
(-) Transfer to Reserves	-	-	-	-
Closing Balance		526.61		(708.44)

5.0 LONG-TERM BORROWINGS

PARTICULARS	AS AT 31st MARCH			
	2023		2022	
[1] Term Loans				
[A] Secured Loans :				
[a] From Banks		117.26		144.58
[2] Loans and advances from related parties				
[B] Unsecured Loans :				
[a] From Directors	10.50		8.50	
[b] From Relatives of Directors	10.00		10.00	
		20.50		18.50
[3] Other Loans and Advances				
[A] Unsecured Loans :				
[A] From Inter-Corporate Deposits	243.95		135.00	
		243.95		135.00
		381.71		298.08

Secured term loans from banks are secured against hypothecation of the Company's property, plant and equipment and vehicles, factory land and building and personal guarantee of the directors of the Company

- a HDFC Bank Toyota Fortuner Loan is secured against the car purchased and rate of interest for that loan is 8% and the loan is approved of the amount 37.23 Lakhs.
- b Central Bank of India Loan for purchase of Kia Carnival Car is secured against Kia Carnival Car and rate of interest for that loan is 8.4% and loan approved amount is 21.20 Lakhs.
- c Central Bank of India Loan for purchase of Tata Harrier Car is secured against Tata Harrier Car and rate of interest for that loan is 8.4% and loan approved amount is 11.40 Lakhs.

6.0 DEFERRED TAX ASSETS/LIABILITIES

PARTICULARS	AS AT 31st MARCH			
	2023		2022	
Deferred Tax Liability related to:				
Difference in wdv of property, plant and equipment as per books and as per Income-tax records		37.99		62.10
Deferred Tax Assets related to:				
Unabsorbed Depreciation And Loss		-		285.51
Deferred Tax Assets (Deferred Tax Liability)		37.99		(223.41)

7.0 SHORT-TERM BORROWINGS

PARTICULARS	AS AT 31st MARCH			
	2023		2022	
Loans repayable on demand				
Secured				
From Bank		915.71		320.99
Unsecured				
Inter Corporate Deposits:				
Current Maturity of Long Term Debt		64.78		57.44
		980.48		1,288.62

Loans repayable on demand from Bank are secured against hypothecation of stock in trade of raw materials, semi finished finished etc. and Movable Assets and rate of interest is RBLR + 1.45%



8.0 TRADE PAYABLES

8.1 Details of principal amount and interest paid or payable to MSME trade payables

PARTICULARS	AS AT MARCH 31,2023	AS AT MARCH 31,2022
the principal amount and the interest due thereon remaining unpaid at the end of each accounting year	-	-
the amount of interest paid by the buyer in terms of section 16 of the Micro, Small and Medium Enterprises Development Act, 2006, along with the amount of the payment made to the supplier beyond the appointed day during each accounting year;	-	-
the amount of interest due and payable for the period of delay in making payment (which have been paid but beyond the appointed day during the year) but without adding the interest specified under the Micro, Small and Medium Enterprises Development Act, 2006;	-	-
the amount of interest accrued and remaining unpaid at the end of each accounting year; and	-	-
the amount of further interest remaining due and payable even in the succeeding years, until such date when the interest dues above are actually paid to the small enterprise, for the purpose of disallowance of a deductible expenditure under section 23 of the Micro, Small and Medium Enterprises Development Act, 2006.	-	-

8.2 Trade payables due for payment

As on 31.03.2023

Particulars	Outstanding for following periods from due date of payment				
	Less than	1 to 2	2 to 3	More than 3	Total
	1 year	years	years	years	
a) MSME	425.93	0.80	-	-0.00	426.73
b) Others	10.01	-	-	-	10.01
c) Disputed dues - MSME	-	-	-	-	-
d) Disputed dues - Others	-	-	-	-	-

8.3 Trade payables due for payment

As on 31.03.2022

Particulars	Outstanding for following periods from due date of payment				
	Less than	1 to 2	2 to 3	More than 3	Total
	1 year	years	years	years	
a) MSME	424.23	2.15	-	-	426.38
b) Others	41.22	3.10	-	12.00	56.32
c) Disputed dues - MSME	-	-	-	-	-
d) Disputed dues - Others	-	-	-	-	-

9.0 OTHER CURRENT LIABILITIES

PARTICULARS	AS AT 31st MARCH			
	2023		2022	
Other payables				
Statutory Liabilities	36.92		40.59	
Current Liabilities- Advance from Customers	39.41		53.82	
		76.33		94.41

10.0 SHORT TERM PROVISIONS

PARTICULARS	AS AT 31st MARCH			
	2023		2022	
[1] OTHERS				
Expenses	116.00		1.00	
		116.00		1.00



10.1 MOVEMENT OF SHORT TERM PROVISIONS

PARTICULARS	AS AT 31st MARCH			
	2023		2022	
As at 31st March, 2021 (As at 31st March 2020)	1.00		1.00	
Arising during the year	1.00		1.00	
Utilised during the year	(1.00)		(1.00)	
Unused amounts reversed	-		-	
As at 31st March, 2022 (As at 31st March, 2021)	1.00		1.00	
Arising during the year	116.00		1.00	
Utilised during the year	(1.00)		(1.00)	
Unused amounts reversed	-		-	
As at 31st March, 2023 (As at 31st March, 2022)	116.00		1.00	

12.0 NON-CURRENT INVESTMENTS

PARTICULARS	AS AT 31st MARCH			
	2023		2022	
OTHERS				
NSC Certificates	0.20		0.20	
		0.20		0.20

13.0 DEFERRED TAX ASSETS/LIABILITIES

PARTICULARS	AS AT 31st MARCH			
	2023		2022	
Deferred Tax Liability related to:				
Difference in wdv of fixed assets as per books and as per Income-tax records		37.99		62.10
Deferred Tax Assets related to:				
Unabsorbed Depreciation And Loss		-		285.51
Deferred Tax Assets (Deferred Tax Liability)		37.99		(223.41)

14.0 OTHER NON-CURRENT ASSETS

PARTICULARS	AS AT 31st MARCH			
	2023		2022	
Security deposits		18.71		19.25

15.0 INVENTORIES

PARTICULARS	MODE OF VALUATION	AS AT 31st MARCH			
		2023		2022	
Raw materials	At Weighted average costs	579.35		392.79	
Consumables	At Weighted average costs	179.88		194.39	
Finished Goods	At Weighted average costs	393.19		187.13	
Work in Process	At Weighted average costs	75.36		164.01	
			1,227.77		938.31

16.0 TRADE RECEIVABLES

PARTICULARS	AS AT 31st MARCH			
	2023		2022	
Trade Receivables		562.12		497.19

16.1 Trade Receivables Ageing Schedule:

As on 31.03.2023

Particulars	Outstanding from following periods from due date of payment					Total
	Less than 6 months	6 months - 1 year	1-2 years	2-3 years	More than 3 years	
(a) Undisputed trade receivables						
Considered good	518.56	-	14.81	-	28.75	562.12
(b) Undisputed trade receivables						
Considered doubtful	-	-	-	-	-	-
(c) Disputed trade receivables						
Considered good	-	-	-	-	-	-
(d) Disputed trade receivables						
Considered doubtful	-	-	-	-	-	-
(d) Unbilled dues						



16.2 Trade Receivables Ageing Schedule:

As on 31.03.2022

Particulars	Outstanding from following periods from due date of payment					Total
	Less than 6 months	6 months - 1 year	1-2 years	2-3 years	More than 3 years	
(a) Undisputed trade receivables Considered good	420.17	17.00	-	12.71	47.31	497.19
(b) Undisputed trade receivables Considered doubtful	-	-	-	-	-	-
(c) Disputed trade receivables Considered good	-	-	-	-	-	-
(d) Disputed trade receivables Considered doubtful	-	-	-	-	-	-
(d) Unbilled dues	-	-	-	-	-	-

17.0 CASH & CASH EQUIVALENTS

PARTICULARS	AS AT 31st MARCH			
	2023		2022	
Balances with Banks	2.14		1.02	
Cash on hand	6.87		5.43	
		9.00		6.45

18.0 SHORT TERM LOANS & ADVANCES

PARTICULARS	AS AT 31st MARCH			
	2023		2022	
OTHERS				
Advance statutory payments	68.04		-	
Advances to suppliers	576.77		-	
		644.81		-

19.0 OTHER CURRENT ASSETS

PARTICULARS	AS AT 31st MARCH			
	2023		2022	
Balances with Government Authorities	8.20		4.06	
Prepaid Insurance	-		0.11	
		8.20		4.17

20.0 ADDITIONAL REGULATORY INFORMATION

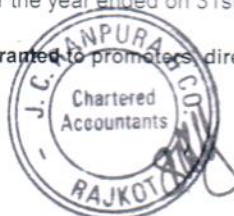
i Title Deeds of Immovable Property not held in the name of the Company.

Relevant line item in the Balance Sheet	Description	Gross	Title deeds	Whether title deed holder is a promoter, director, or relative of promoter/director, or employee of promoter/directors	Property held since which date	Reason for not being held in the name of the company
PPE	Land Building	- -	- -	- -	- -	- -
Investment property	Land Building	- -	- -	- -	- -	- -
PPE retired from active use and held for disposal	Land Building	- -	- -	- -	- -	- -
Others	Land Building	- -	- -	- -	- -	- -

ii The company has not revalued its property, plant and equipment for the year ended on 31st March, 2023

iii Disclosures relating to Loans and Advances in the nature of loans granted to promoters, directors, KMPs and the related parties.

- (a) repayable on demand
(b) without specifying any terms or period of repayment



Type of Borrower	Amount of loan or advance in the nature of loan	percentage to the total Advances in the nature of loan	Loans or	
Promoters	-	-		
Directors	-	-		
KMPs	-	-		
Related Parties	-	-		

iv **Capital-Work-in Progress (CWIP)**

(a) **CWIP ageing schedule**

CWIP	Amount in CWIP for a period of				Total
	Less than 1 year	1-2 years	2-3 year	More than 3 years	
Projects in progress					
Factory Building CWIP	25.61	-	-	-	25.61
Plant & Machinery CWIP	161.65	-	-	-	161.65
In House Cutter Machine (Qty. 2)	-	-	-	-	-
In House Anneling Furnace (Qty. 7)	-	-	-	-	-

(b) **Details of CWIP overdue or costs of which exceeded its original plan**

CWIP	Amount in CWIP for a period of				Total
	Less than 1 year	1-2 years	2-3 year	More than 3 years	
Projects in progress					
Factory Building CWIP	-	-	-	-	-
Plant & Machi CWIP	-	-	-	-	-
In House Cutter Machine (Qty. 2)	-	-	-	-	-
In House Anneling Furnace (Qty. 7)	-	-	-	-	-

v **Intangible assets under development**

(a) **Ageing schedule of intangible assets under development**

CWIP	Amount in CWIP for a period of				Total
	Less than 1 year	1-2 years	2-3 year	More than 3 years	
Projects in progress					
Projects temporarily suspended					

vi **Details of Benami Property held**

No proceedings are initiated or pending against the Company for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 and the rule made thereunder.

vii **Details of Borrowings from banks or financial institutions on the basis of Security of Current Assets**

- a Whether quarterly returns or statement of current assets filed by the company with banks or financial institution are in agreement with the books of account. **Yes**
- b If not, summary of reconciliation and reason of material discrepancies, if any to be adequately disclosed.

viii **Willful Defaulter**

The board of directors of the Company is of the opinion that the Company has, till the date of signing of this financial statement, not been declared as willful defaulter by its banks or financial institution

ix **Relationship with Struck off Companies**

On the basis of confirmation with the parties, the board of directors of the Company is of the opinion that the Company did not have any transactions with companies struck off under section 248 of the Companies Act, 2013.

x **Details of Registration of charges or satisfaction with Registrar of Companies yet to be registered**

There are two vehicles purchased on laon for which charges thereof is to be registered with ROC.

xi **Compliance with number of layers of companies**

Not applicable

xii **Disclosures of Ratios**

As per Annexure 1

xiii **Compliance with approved Scheme(s) of arrangements**

Not applicable

xiv **Utilisation of Borrowed funds and share premium**

- a No funds 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 entity/ies ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediaries shall lend or invest in part or in full ("Ultimate Beneficiaries) identified by or on behalf of the Company.



The Company has not received any fund from any party(s) ("Funding Party/ies"), 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 by or on behalf of the Company ("Ultimate Beneficiary") or provide any guarantee, security, or the like on behalf of the Ultimate Beneficiary.

21.0 REVENUE FROM OPERATIONS

PARTICULARS	FOR THE YEAR ENDED ON 31st MARCH			
	2023		2022	
Sale of Fuel Oil and Carbon Black:				
Export Sales		316.89		211.03
Domestic Sales		7,535.52		4,899.67
		(63.35)		(24.08)
Less: Discount		7,789.06		5,086.61

22.0 OTHER INCOME

PARTICULARS	FOR THE YEAR ENDED ON 31st MARCH			
	2023		2022	
Interest	0.63		0.63	
Foreign Currency Rate Diff	7.13		1.10	
Profit on Sale of Fixed Assets	-		1.24	
Other Income	32.12		0.28	
		39.88		3.26

23.0 COST OF MATERIAL CONSUMED

PARTICULARS	FOR THE YEAR ENDED ON 31st MARCH			
	2023		2022	
Indigeneous material consumed				
Crumb Rubbers, Bailed Tyres, etc.	4,955.36		3,161.82	
		4,955.36		3,161.82

24.0 CHANGES IN INVENTORIES

PARTICULARS	FOR THE YEAR ENDED ON 31st MARCH			
	2023		2022	
Opening stock	187.13		232.51	
Finished goods	164.01		346.75	
Work in process		351.13		579.26
Closing Stock	393.19		187.13	
Finished goods	75.36		164.01	
Work in process		468.55		351.13
Changes in Inventories		(117.41)		228.13

25.0 EMPLOYEE BENEFIT EXPENSE

PARTICULARS	FOR THE YEAR ENDED ON 31st MARCH			
	2023		2022	
Directors' Remuneration	22.23		14.78	
Factory Wages and Salary	59.06		57.76	
ESI Employer Contribution	0.46		0.35	
Provident Fund Employer's Contribution	0.76		1.13	
Bonus	2.99		2.97	
Insurance on workmen compensation	1.90		-	
Gratuity	18.10		-	
Salary	45.54		37.15	
		151.03		114.14

25.1 Employee benefit Expenses above includes Prior year Expenses

PARTICULARS	FOR THE YEAR ENDED ON 31st MARCH			
	2023		2022	
Gratuity	14.81		-	



26.0 FINANCE COST

PARTICULARS	FOR THE YEAR ENDED ON 31st MARCH			
	2023		2022	
Interest on Long Term Borrowing :				
Bank Term Loan	14.35		18.69	
Interest on Unsecured Loans	7.67		59.59	
Vehicle Loan	4.18		1.60	
		26.20		79.88
Interest on Short Term Borrowing :				
Interest on Cash Credit		80.70		33.31
Interest on late Payment of Taxes :				
Income Tax		8.20		
Goods and Services Tax		3.14		4.60
Tax deducted / collected at Source		1.54		0.21
Other Finance Cost :				
Bank Charges		10.15		2.90
		129.93		120.90

27.0 DEPRECIATION AND AMORTISATION

PARTICULARS	FOR THE YEAR ENDED ON 31st MARCH			
	2023		2022	
Depreciation	312.47		303.83	
		312.47		303.83

28.0 OTHER EXPENSES

PARTICULARS	FOR THE YEAR ENDED ON 31st MARCH			
	2023		2022	
DIRECT EXPENSES				
Consumables, stores, spares, packing	279.10		287.13	
Insurance on Plant & Machinery	3.42		2.57	
Insurance on Stock	0.20		0.91	
Jobwork	3.14		3.07	
Laboratory and testing	0.64		0.42	
Power and Fuel	158.74		130.80	
Repairs & Maintenance - Plant & Machinery	5.78		3.24	
Waste disposal charges	2.28		-	
GST Expense	1.29		-	
		454.58		428.14
INDIRECT EXPENSES				
Administrative	55.26		48.75	
Insurance	3.53		2.00	
Legal & Professional Fees	28.16		15.88	
Preliminary and Pre Operative Expenses	10.98		-	
Repairs & Maintenance	8.29		6.52	
Selling	235.12		186.70	
Rent, Rates and Taxes	1.76		2.43	
Vehicle	1.43		1.16	
		344.53		263.44
		799.11		691.58

28.1 PAYMENT TO AUDITORS

PARTICULARS	FOR THE YEAR ENDED ON 31st MARCH			
	2023		2022	
a auditor	1.00		1.00	
b for taxation matters	-		-	
c for company law matters	-		-	
d for management services	-		-	
e for other charges	-		-	
f for reimbursement of expenses	-		-	
		1.00		1.00



29.0 DEFERRED TAX

PARTICULARS	FOR THE YEAR ENDED ON 31st MARCH			
	2023		2022	
Deferred tax asset arisen during the year	-		-	
Deferred Tax asset reversed during the year	285.51		37.93	
Deferred tax Liability reversed during the year	24.12		66.27	
Deferred tax Liability arisen during the year	-		-	
		261.40		(28.34)

30.0 RELATED PARTY DISCLOSURE

As per Accounting Standard 18, the Transactions with related Parties are given below :

Name of the Party	Relation	Nature of transaction	2022-23	2021-22
Nirmal Sutaria	Director	Director's Remuneration	9.23	5.78
Amit Bhalodi	Director	Loan repaid	27.50	41.10
		Loan taken	27.50	18.50
		Director's Remuneration	13.00	9.00
RNG Finlease Pvt. Ltd.	Holding Company	Repayment of Loan	389.10	45.35
		Acceptance of Loan	478.05	35.00
Radhe Renewable Energy Development Private Limited	Company having same director	Advance for Plant and Machinery	432.20	-
		Purchase of Tyre Pyrolysis Plant	19.20	-
		Purchase of Jet mill	14.16	-
		Purchase of goods	0.78	-
Shaileshkumar Makadia	Director	Payment for advertisement expense	1.41	-
		Bank Payment	31.50	-
		Bank Receipt	33.50	-
Vitagreen Products Private Limited	Subsidiary of Holding company	Purchase of Raw Materials	716.29	-
Radhika Amit Bhalodi	Relative of Director	Repayment of Loan	-	39.00
Hasmukhbhai A. Bhalodi	Relative of Director	Salary	3.00	3.00

31.0 VALUE OF IMPORT ON CIF BASIS

PARTICULARS	FOR THE YEAR ENDED ON 31st MARCH			
	2023		2022	
	Foreign currency	₹.	Foreign currency	₹.
Raw Materials	-	-	-	-
Components and spares parts	-	-	-	-
Capital Goods	USD 29550	23.70	-	-

32.0 EXPENDITURE IN FOREIGN CURRENCY

PARTICULARS	FOR THE YEAR ENDED ON 31st MARCH			
	2023		2022	
	Foreign currency	₹.	Foreign currency	₹.
Professional and consultancy fees	-	-	-	-
Interest	-	-	-	-
Other matters	USD 9704	7.82	-	-

33.0 IMPORTED AND INDIGENOUS RAW MATERIALS, SPARES PARTS AND COMPONENTS CONSUMED AND ITS PERCENTAGE TO THE TOTAL CONSUMPTION

PARTICULARS	FOR THE YEAR ENDED ON 31st MARCH			
	2023		2022	
	Imported	Indigenous	Imported	Indigenous
Raw Materials	-	4,955.36	-	3,161.82
Percentage	-	100%	-	100%
Components and spares parts	-	279.10	-	287.13
Percentage	-	100%	-	100%



34.0 EARNINGS IN FOREIGN EXCHANGE

PARTICULARS	FOR THE YEAR ENDED ON 31st MARCH			
	2023		2022	
(i) Exports of goods on F.O.B. Value basis	USD410200	316.89		
(ii) Royalty, know-how, professional and consultation fees	-			
(iii) Interest and dividend	-			
(iv) Other income				

35.0 The Company has not disclosed any transaction not recorded in books of account that has been surrendered or disclosed as income during the year in the tax assessments under the Income-tax Act, 1961 and also not recorded any previously unrecorded income and related assets.

36.0 CORPORATE SOCIAL RESPONSIBILITY

PARTICULARS	FOR THE YEAR ENDED ON 31st MARCH			
	2023		2022	
a) amount required to be spent by the Company during the year		-		-
b) amount of expenditure incurred		-		-
c) shortfall at the end of the year		-		-
d) total of previous years shortfall		-		-
e) reason for shortfall		-		-
f) nature of CSR activities		-		-
g) Details of related parties transactions		-		-
h) where a provision is made with respect to a liability incurred by entering into a contractual obligation, the movements in the provision during the year.				

37.0 DETAILS OF CRYPTO CURRENCY OR VIRTUAL CURRENCY

The Company has not traded or invested in Crypto Currency or Virtual Currency during the financial year ended on 31st March, 2023

38.0 BASIC EARNINGS PER SHARE

PARTICULARS	FOR THE YEAR ENDED ON 31st MARCH			
	2023		2022	
1.0 Net profit/(loss) for the year	12,35,05,514		3,73,14,300	
2.0 Weighted average number of equity shares	1,90,00,000		1,90,00,000	
3.0 Basic Earning Per Share		6.50		1.96

39.0 DILUTED EARNINGS PER SHARE

PARTICULARS	FOR THE YEAR ENDED ON 31st MARCH			
	2023		2022	
1.0 Net profit/(Loss) for calculation of basic EPS (Profit after tax) as adjusted for dilutive potential equity shares	12,35,05,514		3,73,14,300	
2.0 Weighted Average Number of Equity shares	1,90,00,000		1,90,00,000	
3.0 Potential weighted average number of equity shares	-		-	
4.0 Total of 2 and 3 above	1,90,00,000		1,90,00,000	
5.0 Diluted EPS		6.50		1.96

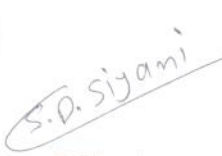
For M/s. HI-GREEN CARBON LIMITED



Amit H. Bhalodi
Managing Director & CFO
DIN : 00410150



Shailesh Makadia
Director
DIN: 00593049



Sagar D Siyani
Company Secretary
M. No. A55224



Place: Rajkot
Date : 11.04.2023

M/S. HI-GREEN CARBON LIMITED
[PREVIOUSLY KNOWN AS M/S. SHANTOL GREEN (INDIA) PRIVATE LIMITED]
NOTE:11 PROPERTY, PLANT AND EQUIPMENTS ON 31ST MARCH, 2023
 (All amount are stated in Lakhs of Indian Rupees unless otherwise stated to be otherwise)

Sr. No.	Particulars	GROSS BLOCK			DEPRECIATION				NET BLOCK	
		Balance as on 01.04.2022	Addition during the year	Deduction or Adjustment	Total 31.03.2023	Upto 01.04.2022	Provided During The year	Deduction	Balance as on 31.03.2023	Balance as on 31.03.2022
(i)	Tangible Assets									
	LAND									
1	Land - Rupaheli (Rajasthan)	27.38	-	-	27.38	-	-	-	27.38	27.38
2	Land - Dhule	-	258.05	-	258.05	-	-	-	258.05	-
	BUILDINGS									
3	Factory Building	444.44	-	-	444.44	250.29	18.44	-	175.70	194.15
4	Labour Quarters	33.25	-	-	33.25	16.80	0.91	-	15.54	16.45
5	Office Building	59.46	2.26	-	61.72	28.66	2.94	-	30.12	30.80
	PLANT AND MACHINERY									
6	Factory Electrification	14.40	-	-	14.40	11.64	0.51	-	2.26	2.77
7	Plant & Machinery (Tyre Pyrolysis)	1,884.37	-	-	1,884.37	1,390.90	89.52	-	403.95	493.47
8	Carbon Granulation Plant	195.00	0.71	-	195.71	97.61	17.75	-	80.35	97.39
9	Centrifuge Machine	0.77	-	-	0.77	0.62	0.03	-	0.12	0.15
10	Conveyor Chip Trolley	0.20	-	-	0.20	0.10	0.02	-	0.08	0.09
11	D.G. Set	26.00	-	-	26.00	16.49	1.72	-	7.79	9.51
12	Electronic Weighing Scale	0.20	-	-	0.20	0.07	0.02	-	0.10	0.13
13	Fire Safety Equipments	1.73	-	-	1.73	1.62	0.02	-	0.10	0.11
14	Laboratory Equipments	9.66	-	-	9.66	7.01	0.48	-	2.17	2.65
15	Moisture Separator	0.41	-	-	0.41	0.33	0.01	-	0.07	0.08
16	Oil Storage Tank	48.63	-	-	48.63	38.48	1.85	-	8.31	10.15
17	Sonic Soot Blowing System	1.37	-	-	1.37	1.10	0.05	-	0.22	0.27
18	Weigh Bridge	11.18	-	-	11.18	7.76	0.62	-	2.80	3.42
19	Submersible Pumpset	0.24	-	-	0.24	0.19	0.01	-	0.04	0.05
20	Transformer	5.31	-	-	5.31	4.87	0.12	-	0.33	0.44
21	Grinding Mill	269.26	33.00	-	302.26	130.94	28.44	-	142.88	138.32
22	Hydra Crain	2.44	-	-	2.44	1.79	0.12	-	0.53	0.65
23	Sewing Machine	0.06	-	-	0.06	0.04	0.00	-	0.01	0.02
24	Sludge Distillation Furnace	0.70	-	-	0.70	0.51	0.04	-	0.16	0.19
25	GPS System for Tanker	0.17	-	-	0.17	0.15	0.01	-	0.01	0.02
26	Magnetic Separator	4.26	-	-	4.26	2.86	0.25	-	1.15	1.40
27	Permanent Magnetic Separator	3.88	-	-	3.88	3.00	0.16	-	0.73	0.89
28	Room Heater	0.04	-	-	0.04	0.03	0.00	-	0.01	0.01
29	Supra Plasma 101	0.60	-	-	0.60	0.47	0.02	-	0.11	0.13
30	Vibro Shifter Machine	0.92	-	-	0.92	0.72	0.04	-	0.17	0.20
31	Container House	4.18	-	-	4.18	3.40	0.14	-	0.64	0.78
32	UPS Invertor & Battery	0.18	-	-	0.18	0.16	0.00	-	0.01	0.01
33	3D Animation Book	6.04	-	-	6.04	4.27	0.32	-	1.45	1.77
34	Oil Tanker	6.30	-	-	6.30	5.02	0.40	-	0.87	1.27
35	Oil Condenser (Oil Cooling Division)	77.61	-	-	77.61	44.18	6.05	-	27.38	33.44
36	Civil Electrification	1.28	-	-	1.28	0.58	0.13	-	0.58	0.70



37	Sodium Silicate Plant	552.27	24.60	-	576.87	183.83	69.61	253.44	323.43	366.43
38	Sodium Silicate tanker	3.00	-	-	3.00	1.32	0.52	1.84	1.16	1.68
39	Water Supply & Sources	0.10	-	-	0.10	0.00	0.02	0.02	0.08	0.10
40	Cooler	1.01	-	-	1.01	0.13	0.23	0.36	0.65	0.88
41	Gasifier	158.36	-	-	158.36	21.93	24.70	46.63	111.73	136.43
42	Civil Work Plant	62.48	-	-	62.48	9.63	9.57	19.20	43.29	52.86
OFFICE EQUIPMENTS										
43	Air Conditioner	4.39	0.52	-	4.92	4.07	0.27	4.34	0.57	0.32
44	LED Television	1.75	-	-	1.75	0.83	0.40	1.23	0.52	0.92
45	Mobile Phones	0.56	1.57	-	2.13	0.31	0.26	0.57	1.56	0.25
46	Refrigerator	0.85	-	-	0.85	0.61	0.10	0.72	0.13	0.23
COMPUTERS										
47	Lenovo Notebook	0.18	-	-	0.18	0.17	-	0.17	0.01	0.01
48	Computer & Peripherals	8.15	2.19	-	10.33	6.09	1.75	7.84	2.49	2.06
FURNITURE AND FIXTURES										
49	Furniture & Fixtures	21.26	4.20	-	25.46	15.07	2.50	17.56	7.90	6.19
VEHICLES										
50	Hero Dawn Bike	0.29	-	-	0.29	0.26	0.01	0.27	0.02	0.03
51	Renault Kwid Climber	5.13	-	-	5.13	4.13	0.31	4.44	0.69	1.00
52	John Deere Tractor	4.58	11.81	-	16.39	4.08	2.55	6.63	9.75	0.49
53	Maruti Ertiga	8.91	-	-	8.91	8.46	-	8.46	0.45	0.45
54	Hero HF Deluxe	2.11	-	-	2.11	1.36	0.23	1.60	0.51	0.74
55	Maruti Omni E MPI	2.59	-	-	2.59	1.88	0.22	2.11	0.49	0.71
56	honda City (GJ 10 CG 1867)	6.00	-	-	6.00	3.31	0.84	4.15	1.85	2.69
57	EECO Cargo Car	4.41	-	-	4.41	1.86	0.80	2.66	1.75	2.55
58	Innova Crysta	20.49	-	-	20.49	8.22	3.83	12.05	8.44	12.27
59	Maruti Super Carry	5.73	-	-	5.73	0.37	1.67	2.05	3.68	5.36
60	Tractor with telescopic ladder 1	20.80	-	-	20.80	19.47	0.16	19.64	1.16	1.32
61	Tractor with telescopic ladder 3	-	6.63	-	6.63	-	1.18	1.18	5.45	-
62	Kia Carnival Car	-	33.80	-	33.80	-	7.98	7.98	25.82	-
63	Mahindra TUV Car	-	5.25	-	5.25	-	0.47	0.47	4.78	-
64	Tata Harrier Car	-	18.30	-	18.30	-	4.41	4.41	13.90	-
65	Toyota Fortuner Car	-	39.98	-	39.98	-	6.70	6.70	33.27	-
TOTAL(i)		4,037.33	442.87	-	4,480.20	2,370.09	312.44	2,682.53	1,797.68	1,667.25
Intangible Assets										
(ii)	Trademark (Hi-green Carbon)	0.25	-	-	0.25	0.14	0.01	0.15	0.10	0.11
1	Trademark (Shantol)	0.47	-	-	0.47	0.45	0.02	0.46	0.00	0.02
2	TOTAL(ii)	0.72	-	-	0.72	0.59	0.03	0.62	0.10	0.13



M/S. HI-GREEN CARBON LIMITED
[PREVIOUSLY KNOWN AS M/S. SHANTOL GREEN (INDIA) PRIVATE LIMITED]

Annexure 1

RATIOS	Numerators		Denominators		Current Period	Previous Period	% Variance	Reason for Variance
	Current period		Previous period					
[a] Current Ratio	2,451.91 1,609.56		1,446.13 1,866.73		1.52	0.77	96.64	As increased turnover resulted more cash flow for the company. Same has been reason for more payment to creditors and other current liabilities.
[b] Debt-Equity Ratio	1,362.19 2,426.61		1,586.70 1,191.56		0.56	1.33	(57.84)	Due to repayment of debts and profit earned during the year, this ratio improves
[c] Debt-Service Coverage Ratio	1,929.45 108.34		793.60 67.80		17.81	11.71	52.15	Due to increase in profit and repayment of loans, this ratio has increased as compared to last year.
[d] Return on Equity Ratio	1,235.06 1,900.00		373.14 1,900.00		0.65	0.20	230.99	Due to increase in sales, the Company was able to make more profit as compared to Last Year, resulted in increased return on Equity.
[e] Inventory Turnover Ratio	7,852.41 1,227.77		5,110.69 938.31		6.40	5.45	17.42	Due to increase in product demand, Raw materials and consumables were purchased more than last year. Thus, this ratio has increased.
[f] Trade Receivables Turnover Ratio	7,852.41 562.12		5,110.69 497.19		13.97	10.28	35.90	Due to speedy recovery of trade receivables during the year. This ratio has improved.
[g] Trade Payables Turnover Ratio	5,327.62 436.75		3,511.86 482.70		12.20	7.28	67.66	During the year, the company has made more purchases than last year and thus, this ratio has increased.



[h]	Net Capital Turnover Ratio	7,852.41 842.36	5,110.69 (420.60)	9.32	(12.15)	(176.72)	Due to increase in turnover, current assets are increased as compared to current liabilities
[i]	Net Profit Ratio	1,235.06 7,789.06	373.14 5,086.61	15.86	7.34	116.15	Due to higher capacity utilization, increase in Export sales & increase in PV ratio
[j]	Return on Capital employed	1,626.38 3,788.81	522.39 2,554.84	42.93	20.45	109.94	The Company was able to utilize its installed capacity at higher level, with compare to previous year.
(k)	Return on Investment	-	-	-	-	-	NA

For M/s. HI-GREEN CARBON LIMITED

A.H.Cee

Amit H. Bhalodi
Managing Director & CFO
DIN : 00410150
Place: Rajkot
Date : 11.04.2023

Shailish

Shailish Makadia
Director
DIN: 00593049

S.D. Siyani

Sagar D Siyani
Company Secretary
M. No. A55224

