KAPILS SALON INDIA PVT. LTD.
(U74990MH2010PTC203148)
CONSOLIDATED BALANCE SHEET AS AT MARCH 31, 2023

	Particulars	Note	March 31, 2023 (In. Rs)	March 31, 2022 (In. Rs)
I.	**EQUITY AND LIABILITIES**			
1	**SHAREHOLDERS` FUND**			
	- Share Capital	3.1	5,00,000	5,00,000
	- Reserves and Surplus	3.2	5,78,90,458	5,25,24,907
	- Money received against Share Warrants		-	-
	- Minority interest	3.3	38,09,898	39,04,388
	Sub-Total - (A)		6,22,00,356	5,69,29,295
2	**SHARE APPLICATION MONEY PENDING ALLOTMENT**		-	-
	Sub-Total - (B)		-	-
3	**NON-CURRENT LIABILITIES**			
	- Long-term Borrowings	3.4	85,33,928	1,01,06,630
	- Deferred Tax Liabilities (net)			
	- Other Long-Term Liabilities			
	- Long-term Provisions		-	-
	Sub-Total - (C)		85,33,928	1,01,06,630
4	**CURRENT LIABILITIES**			
	- Short-term Borrowings	3.5	1,59,07,498	1,57,37,486
	- Trade Payables			
	- Outstanding Dues of Micro, Small and Medium Enterprises	3.6	2,58,791	5,71,897
	- Outstanding Dues other than Micro, Small and Medium Enterprises	3.6	3,07,10,033	2,83,01,324
	- Other Current Liabilities	3.7	22,69,945	39,92,919
	- Short-term Provisions	3.8	54,81,142	43,30,539
	Sub-Total - (D)		5,46,27,408	5,29,34,165
	TOTAL **(A+B+C+D)**		**12,53,61,692**	**11,99,70,090**
II.	**ASSETS**			
5	**NON-CURRENT ASSETS**			
	- Property, Plant & Equipment			
	- Tangible Assets	3.9	3,75,73,752	3,83,42,098
	- Intangible Assets		-	-
	- Capital work-in -progress		-	-
	- Non-current investments	3.10	40,000	40,000
	- Long-term Loans and Assets	3.11	1,86,50,100	1,59,36,934
	- Other Non-current Assets	3.12	40,00,000	-
	- Deferred Tax Asset (net)	3.13	9,91,205	7,95,869
	Sub-Total - (E)		6,12,55,057	5,51,14,900
6	**CURRENT ASSETS**			
	- Inventories	3.14	1,10,44,384	1,06,51,906
	- Trade Receivables	3.15	2,68,46,288	2,16,55,141
	- Cash and Cash Equivalent	3.16	1,38,78,474	1,87,49,030
	- Short- term Loans and Advances	3.17	55,46,009	95,15,524
	- Other Current Assets	3.18	67,91,480	42,83,588
	Sub-Total - (F)		6,41,06,635	6,48,55,188
	TOTAL **(E+F)**		**12,53,61,692**	**11,99,70,090**
	Note 1 to 5.11 from an integral part of accounts			

As per our attached report of even date

For S N & Co
Chartered Accountants
Firm Regn No. 128887W

S N & CO. MUMBAI CHARTERED ACCOUNTANTS

CA Niki Shah
Partner
Membership No. 123409
Place : Mumbai
Date : 01/09/2025
UDIN No. - 25123409BMIDTE2001

For and on behalf of Board of Directors
For KAPILS SALON INDIA PVT. LTD.

For Kapil's Salon India Pvt. Ltd.

Kapils Sharma
(Director)
Din: 02976761

Heena Sharma
(Director)
Din: 02976645

Director

KAPILS SALON INDIA PVT. LTD.
(U74990MH2010PTC203148)
CONSOLIDATED STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED MARCH 31, 2023

Particulars	Note	For the year ended March 31, 2023 *(In. Rs)*	For the year ended March 31, 2022 *(In. Rs)*
(i) Revenue form Operations:	4.1	29,73,46,774	28,54,34,262
(ii) Other Income	4.2	37,82,209	3,72,228
Total Revenue (i+ii)		30,11,28,983	28,58,06,490
Expenses			
- Cost of Material Consumed	4.3	3,95,02,267	2,30,60,825
- Purchase of Stock-in-Trade	4.4	12,34,18,887	15,88,12,978
- Changes in Inventories of Finished Goods	4.5	3,34,540	61,38,462
- Employee Benefit Expenses	4.6	6,43,19,670	4,32,83,450
- Finance Cost	4.7	31,58,006	23,89,200
- Depreciation and amortisation expense	3.9	61,10,373	64,87,061
- Other Expenses	4.8	5,60,17,841	3,97,96,844
Total Expenses		29,28,61,583	27,99,68,821
Profit Before Exceptional And Extraordinary Items And Tax		**82,67,400**	**58,37,669**
Extraordinary items			
Priorperiod Expenses		4,94,459	
Profit Before Tax		**77,72,941**	**58,37,669**
- Tax Expense			
Tax expenses for current year		26,97,212	17,40,659
Tax expenses for previous year (Excess) / Short		-	-
Deferred Tax Liability/(Assets)		(1,95,336)	(2,57,886)
Total Tax		25,01,876	14,82,773
Profit and Loss from Continuing operations **		52,71,066	43,54,896
Profit and Loss from Discontinuing operations **		-	-
Tax expense on Discontinuing operations **		-	-
Profit from Discontinuing Operations (after tax)		-	-
Profit for the period		52,71,066	43,54,896
Equity Share of par value Rs. 10 each			
Basis		105.42	87.10
Diluted		105.42	87.10
Note 1 to 5.11 from an integral part of accounts			

As per our Report of Even Date

For S N & Co
Chartered Accountants
Firm Regn No. 128887W

CA Niki Shah
Partner
Membership No. 123409
Place : Mumbai
Date : 01/09/2025
UDIN No. - 25123409BMIDTE2001

For and on behalf of Board of Directors
For **KAPILS SALON INDIA PVT. LTD.**

For Kapil's Salon India Pvt. Ltd.

Kapils Sharma
(Director)
Din: 02976761

Heena Sharma
(Director)
Din: 02976645

Director

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KAPILS SALON INDIA PVT. LTD
(U74990MH2010PTC203148)

CONSOLIDATED CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH 2023

Particulars	2022-2023		2021-2022	
(A) CASH FLOW FROM OPERATING ACTIVITIES				
Net Profit After Tax		**52,71,066**		**43,54,896**
Adjustments For:				
Depreciation	61,10,373		64,87,061	
Interest Received	(20,861)		(3,840)	
Prior period loss			(2,913)	
Provision for Tax	26,97,212		17,40,659	
Deferred Tax Liability	(1,95,336)		(2,57,886)	
Profit on sale of asset			-	
Interest Paid	31,58,006		23,89,200	
		1,17,49,393		1,03,52,281
Operating Profit Before Working Capital Changes		**1,70,20,459**		**1,47,07,177**
Adjustment For:				
Trade,Other Receivables & Other Current Assets.	(37,29,525)		35,91,466	
Inventories	(3,92,478)		1,30,24,508	
Trade Payables, Provisions & Other Current Liabilities.	15,23,232		(41,75,993)	
		(25,98,772)		1,24,39,980
Less: Provision Income Tax		(26,97,212)		(17,40,659)
Net Cash From Operating Activities (A)		**1,17,24,475**		**2,54,06,498**
(B) CASH FLOW FROM INVESTING ACTIVITIES				
Purchase of Fixed Assets	(53,42,026)		(64,97,677)	
Loans Given Recived Back	(27,13,166)		(13,26,584)	
Capital Work in Progress				
Investments Others	-			
Investment in Fixed Deposits	(40,00,000)		-	
Sale of Fixed Asset			-	
Interest Received	20,860		3,840	
Net Cash From Investing Activities (B)		**(1,20,34,332)**		**(78,20,421)**
(C) CASH FLOW FROM FINANCING ACTIVITIES				
Increase in Share Capital	-		(1,62,218)	
Short term Borrowings	1,70,012		1,05,272	
Long term Borrowing	(15,72,702)		(18,02,640)	
Interest Paid	(31,58,006)		(23,89,200)	
Net Cash from Financing Activities (C)		**(45,60,696)**		**(42,48,786)**
Net Cash Inflow/(Outflow)		**(48,70,554)**		**1,33,37,292**
Opening Balance of Cash & Cash Equivalents		**1,87,49,030**		**54,11,736**
Closing Balance of Cash & Cash Equivalents		**1,38,78,474**		**1,87,49,030**

As per our attached report of even date

For S N & Co
Chartered Accountants
Firm Regn No. 128887W

S N & CO MUMBAI CHARTERED ACCOUNTANTS

CA Niki Shah
Partner
Membership No. 123409
Place : Mumbai
Date : 01/09/2025
UDIN No. - 25123409BMIOTE2001

For and on behalf of Board of Directors
For KAPILS SALON INDIA PVT. LTD.
For Kapil's Salon India Pvt. Ltd.

Kapils Sharma	**Heena Sharma**
(Director)	**(Director)**
Din: 02976761	**Din: 02976645**

Director

KAPILS SALON INDIA PVT. LTD.
CIN- (U74990MH2010PTC203148)
NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2023

SIGNIFICANT ACCOUNTING POLICIES AND NOTES ON ACCOUNTS

1) **CORPORATE INFORMATION:**
Kapils Salon India Private Limited is a Private Company domiciled in India and incorporated on 13 May 2010 under the provisions of the Companies Act, 1956. The Company is engaged into Hair Care & Beauty Parlour Services and sale of skin care and beauty products.

2) **SIGNIFICANT ACCOUNTING POLICIES:**
The financial statements have been prepared to comply in all material aspects with the applicable accounting principles in India, the Accounting Standards and the relevant provisions of the Companies Act, 2013. The significant accounting policies are as follows:

3) a) **BASIS OF PREPARATION OF FINANCIAL STATEMENTS:**
These financial statements are prepared in accordance with Indian Generally Accepted Accounting Principles (GAAP) under the historical cost convention on the accrual basis. GAAP comprises mandatory accounting standards as prescribed under Section 133 of the Companies Act, 2013 ('Act') read with Rule 7 of the Companies (Accounts) Rules, 2014. Accounting policies have been consistently applied.

b) **USE OF ESTIMATES :**
The preparation of financial statements is in conformity with Generally Accepted Accounting Principles (GAAP) requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities, reported amounts of revenues and expenses and the disclosure of contingent liabilities on the date of the financial statements. Actual results could differ from those estimates. Any revision to accounting estimates is recognized in the period in which such revisions are made.

c) **PROPERTY, PLANT & EQUIPMENT (FIXED ASSETS) :**
Property, Plant & Equipment (Fixed Assets) are stated at their original cost including incidental expenses related to its acquisation and installation less accumulated depreciation, amortization and impairment loss, if anyTangible assets are stated at cost of acquisition excluding taxes, less accumulated depreciation and impairment loss if any. Cost of acquisition includes all expenses incurred to bring the assets to their present location and working conditions up to the date the assets are put to use
Intangible Assets are stated at cost of acquisition excluding taxes, less amortization and impairment losses, if any. An asset recognized when it is probable that the future economic benefits attributable to the assets will flow to the enterprise and where its cost can be reliably measured.

d) **DEPRECIATION:**
Depreciation is provided on Stright Line Method basis, as per prescribed rates as per Schedule II of Companies Act, 2013. Further depreciation is recognized on a pro-rata basis on assets purchased / sold during the year.
Kapils Hair & Beauty Solutions LLP provides depreciation as per the applicable income tax rates

e) **IMPAIRMENT OF ASSETS:**
An asset is treated as impaired when the carrying cost of assets exceeds its recoverable value. An impairment loss is charged to the Profit and Loss Account 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.

f) **INVENTORIES:**
i) Retail products & Consumables used for customer services are valued at Cost / Net Realizable Value whichever is lower. Cost of inventories comprises all costs of purchase, duties and taxes (net of GST), and other costs incurred in bringing the inventories to their present location & working condition.
ii) Scrap is valued at net realizable value

g) **REVENUE RECOGNITION:**
i) The Salon activity of Hair & Beauty Services and allied services, relating to such activities is recognized upon rendering of the services net of Taxes and discounts given to the customers
ii) Royalty is recognized on accrual basis. Sales of goods is recognized on dispatch to customer and is net of returns, Taxes and discounts.
iii) Income and Expenditure are accounted on an accrual basis

h) **EMPLOYEE BENEFITS :**
i) **GRATUITY**
Gratuity expenses are accounted for on payment basis.

ii) **LEAVE ENCASHMENT**
Leave Encashment expenses are accounted for on payment basis.

i) **PROVIDENT FUND & FAMILY PENSION**
Contribution to Provident Fund & Family Pension Fund are provided for & payments in respect thereof are made to the relevant authorities on actual basis.

j) **PROVISION FOR CURRENT & DEFFERED TAX:**
Provision for Current Tax is made after taking into consideration benefits admissible under the provisions of Income Tax Act, 1961.
Deffered Tax resulting from "Timing Difference" between Book and Taxable Profit is accounted as per AS22 for using the tax rates & laws that have been enacted or substantively enacted on the Balance Sheet date.The Deffered Tax Asset is recognised and carried forward only to the extent that there is a virtual certainity supported by convincing evidence that the asset will be realised in future.
Net outstanding balance in Deffered Tax account is recognised as Deffered Tax Laibility/Asset The Deffered Tax account is used soley for reversing timing difference as and when crystalized.

The Holding Company has recognized deferred tax assets and liabilities in accordance with Accounting Standard (AS) 22 – "Accounting for Taxes on Income."

The Subsidiary, being a Limited Liability Partnership (LLP), has not recognized deferred tax in its standalone financial statements, as it is not mandatorily required to apply AS 22 and has incurred losses during the year.

Accordingly, no deferred tax asset/liability has been considered in the consolidated financial statements in respect of the LLP.
No provision for income tax has been made in the current year as the LLP has incurred losses during the year and is not liable to tax under the provisions of the Income Tax Act, 1961.

S N & CO. MUMBAI CHARTERED ACCOUNTANTS

k) **PROVISION, CONTINGENT LIABILITIES AND CONTINGENT ASSETS :**
Provision involving substantial degree of estimation in measurement are recognized when there is a present obligation as a result of past events and it is probable that there will be an outflow of resources. Contingent Liabilities are not recognized but are disclosed in the notes. Contingent Assets are neither recognized nor disclosed in the financial statements.

l) **PRIOR PERIOD ITEMS :**
All identifiable items of Income and Expenditure pertaining to prior period are accounted through "Prior Period Items A/c"

m) **EARNING PER SHARE :**
The Company reports basic and diluted earnings per share (EPS) in accordance with the Accounting Standard 20. The Basic EPS has been computed by dividing the income available to equity shareholders by the weighted average number of equity shares outstanding during the accounting year The Diluted EPS has been computed using the weighted average number of equity shares and dilutive potential equity shares outstanding at the end of the year.

n) **DOUBTFUL DEBTS/ADVANCES / DEPOSITS/ INVESTMENT :**
Provision is made in the accounts for Debts / Advances / Deposits / Investment which in the opinion of the management are considered doubtful of recovery.

o) **CASH FLOW STATEMENT:**
Cash flow is reported using indirect method, whereby profit / (loss) before exceptional and extraordinary items and tax is adjusted for the effects of the transactions of non-cash nature, any deferrals or accruals of past or future cash receipts or payments. The cash flow from operating, investing and financing activities of the company is segregated based on the available information with the company.

p) **OPERATING CYCLE:**
Assets and liabilities pertaining to supply of materials and services rendered are classified as current if it is expected to realize or settle within 12 months after the balance sheet date.

q) **BORROWING COSTS:**

Borrwing Cost that are attributable to the acquisition or construction of qualifying assets are capitalized as a 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 cost are charged off to the statement of Profit & Loss.

r) **OTHER ACCOUNTING POLICIES:**
Other Accounting Policies are consistent with the Generally Accepted Accounting Principles (GAAP) followed by company

NOTES FORMING PART OF THE FINANCIAL STATEMENTS AS AT & FOR THE YEAR ENDED 31ST MARCH, 2023(Cont.)

5.1) a) Contingent Liabilities - Nil (Previous Year Nil).
b) Liability arising out of delayed/non compliance of certain fiscal statutes - Amount Unascertainable (Previous year - Amount Unascertainable).

5.2) Earning Per Share

Sr. No.		Particulars	31st March, 2023 (Amount in ₹)	31st March, 2022 (Amount in ₹)
1		Net profit after tax	52,71,066	43,74,390
2		Weighted average number of equity shares Face Value per share is Rs.10/- each fully paid-up	50,000	50,000
		Earning per share - Basic & Diluted	**105.42**	**87.49**

5.3) In the opinion of the management, Current Assets, Loans and Advances have a value at least equal to the amount at which they are stated in the financial statement, if realized in ordinary course of business and adequate provisions have been made for all known liabilities.

5.4) Certain balances under the heads long term borrowings Trade Payables, Trade Receivables and Deposits are subject to confirmation and any consequential effect of the same shall be given in books upon receipt of said confirmation.

5.5) Secured & Unsecured Loans

a) Secured and Unsecured Loans from Banks

i) Term Loan
The Term loan is partly secured by way of equitable mortgage of Residential flat belonging to the directors situated off. Shantilal Modi Road, Kandivali West, Mumbai. The said loans carried an interest @ 7.55% p.a and were serviced satifactorily during the year with no dues of delay or default. As per the terms, the scheduled last instalment's due date of the said Loan is 1st April 2032.

ii) Overdraft Facility From Two Banks & MSME Loan From Bank

Overdraft facility is secured by way of equitable mortgage of Residential flat belonging to the directors situated Opposite Chinkara Canteen, Banipark, Jaipur and personally guaranteed by two Directors. The said loans carried an interest of 1 year RBLR (6.85%) +1.25% i.e. @8.10% p.a (approx.) during the year. The same are semi-permanent in nature and were serviced satisfactorily throughout the year.The same are represented under Short term borrowings.

Unsecured Loans from Kotak bank carry an interest of 7.5% p.a and are repayable after 21 months or for additional term as extended upon mutual understanding, and hence are classified as short Term borrowings.The said loans were serviced satifactorily during the year under review.

Unsecured Overdraft facility from Kotak bank carry an interest of 8.75% p.a and are repayable after 5 years or for additional term as extended upon mutual understanding, and hence are classified as Short Term borrowings, since the same is a facility.The said loans were serviced satifactorily during the year under review. The said loans are subject to formal documentation as at the balance sheet date.

iii) Vehicle Loan
The Car loan is secured pari-passu by way of equitable mortgage of Honda BR-V Car. The said loan carried an interest @ 9% p.a and was serviced satifactorily during the year with no delay or default. The said loan was repaid in full during the year, with the closing balance of Nil.

b) Unsecured Loans from Directors & Group Concerns
Unsecured Loans from Directors & Group Concerns and are repayable on demand, and hence are classified as Short Term borrowings. The same are interest free in nature. No demand for repayment has been made during year and hence there is no delay/default in servicing the said loans.

S N & CO. MUMBAI CHARTERED ACCOUNTANTS

5.6) The Company is partner in a limited liability partnership firm, following are the details:
Name of LLP: Kapils Hair and Beauty solution LLP

Partners Name	Current Year		Previous Year	
	Profit Sharing Ratio	Share of profit/(Loss) for the period credited to Profit & Loss Statement	Profit Sharing Ratio	Share of profit/(Loss) for the period credited to Profit & Loss Statement
Kapils Salon India Pvt. Ltd.(the Company)	90.00%	-8,50,332.49	90.00%	-2,25,024.00
Mr.Kapil Sharma	5.00%	-47,240.69	5.00%	-9,747.00
Ms.Heena Sharma	5.00%	-47,240.69	5.00%	-9,747.00

The Company's closing balance in above LLP has been shown under Other Non current Investment.

5.7) Details of amounts due to Micro, Small and Medium Enterprises under the head Current Liabilities as required under the Micro, Small and Medium Enterprises Development Act, 2006, based on the information available with the Company and relied upon by the Auditors - Rs. 2,58,791 (Previous Year- 5,71,891) . Interest Payable on overdue balance NIL (Previous Year- NIL).

5.8) Directors remuneration paid/provided for during year

Description	31st March, 2023 (Amount in ₹)	31st March, 2023 (Amount in ₹)
Remuneration to Directors	45,60,000	42,00,000

Note: (a) Details of the Directors are given in Related party disclosure. Please refer note no.13 below.
Note: (b) Remuneration paid to Directors is subject to shareholders approval in the ensuing general meeting of the Company.

5.9) Related Party Disclosures

Names of related parties and description of relationship :

Sr. No.		Name	Relation
		Key Managerial Personnel (KMP)	
1		Mr. Kapil Sharma	Director
2		Mrs. Heena Sharma	Director
1		M/s. Enthral (Registered Firm)	Enterprises where key management personnel exercise significant influence
2		M/s. Exhilarate(Registered Firm)	
3		M/s. Rashmi Salon(Registered Firm)	
4		M/s. Shree Hare Krishna Enterprises (Registered Firm)	
5		Khushi The New Look Salon(Registered Firm)	
6		Khushi The New Look Salon (Registered Firm)	
7		Kapils Hair & Beauty Salon LLP	
			Note: Related Parties have been identified by the Management

Transactions with related parties during the Financial Year 2022-23 **(Amount in ₹)**

Details of Related Party Transactions are as follows:

Sr. No.		Nature of transaction	Key Management Personnel	Relatives of Key Management Personnel & other related Parties	Enterprises over which Key Managerial Personnel are able to exercise significant influence	Maximum Balances
		Transactions during the year:				
1		**Remuneration**				
		a. Heena Sharma	21,60,000	-	-	77,93,687
		b. Kapil Sharma	24,00,000	-	-	51,16,992
2		**Purchases**				
		a. Enthral	-	-	-	
		b. Exhilarate	-	-	-	
		c. Rashmi Salon	-	-	-	
		d. Shree Hare Krishna Enterprises	-	-	4,49,288	
		e. Khushi The New Look Salon (Mulund)			-	
		f. Khushi The New Look Salon (Dombivali)			91,678	
		g. Kapils Hair & Beauty Salon LLP			-	
		h. Khushi The New Look Salon (Bhayander)			2,22,743	
		i. KD Wellness services LLP			2,87,442	
3		**Sales**				
		a. Enthral	-	-	78,627	4,27,023
		b. Exhilarate	-	-	20,958	4,01,087
		c. Rashmi Salon	-	-	3,864	1,52,919
		d. Shree Hare Krishna Enterprises	-	-	1,99,638	2,09,326
		e. Khushi The New Look Salon (Mulund)			-	1,87,558
		f. Khushi The New Look Salon (Dombivali)			12,59,248	1,13,198
		g. Khushi The New Look Salon (Bhayander)			18,99,114	2,33,056
		h. Kapils Hair & Beauty Salon LLP			1,67,051	46,93,053
		i. KD Wellness services LLP			8,61,146	2,30,158
4		**Royalty Income**				
		a. Enthral	-	-	6,14,650	4,27,023
		b. Exhilarate	-	-	2,89,734	4,01,087
		c. Rashmi Salon	-	-	4,46,089	1,52,919
		d. Shree Hare Krishna Enterprises	-	-	8,69,496	2,09,326
		e. Khushi The New Look Salon (Mulund)			-	1,87,558
		f. Khushi The New Look Salon (Dombivali)			3,91,720	1,13,198

S N & CO. MUMBAI CHARTERED ACCOUNTANTS

		g. Khushi The New Look Salon (Bhayander)			2,42,745	2,33,056
		h. Kapils Hair & Beauty Salon LLP			-	46,93,053
		i. KD Wellness Services LLP			1,60,281	2,30,158
		j. Skylark			1,65,000	95,728
5		**Loan Taken**				
		a. Heena Sharma	27,97,481			75,19,687
		b. Kapil Sharma	54,65,593			49,06,992
6		**Professional Fees Expenses**				
		a. Shree Hare Krishna Enterprises			4,57,400	2,09,326
					-	
7		**Professional Fees Income**				
		a. Shree Hare Krishna Enterprises			5,00,000	2,09,326
		b. Kapils Hair & Beauty Salon LLP			11,38,500	46,93,053
8		**Loan Repaid**				
		a. Heena Sharma	15,95,323			75,19,687
		b. Kapil Sharma	21,30,420			49,06,992

Balances at the year end:

Sr. No		Nature of transaction	Key Management Personnel	Relatives of Key Management Personnel & other related Parties	Enterprises over which Key Managerial Personnel are able to exercise significant
		a. Heena Sharma	72,11,709	-	-
		b. Kapil Sharma	37,65,205	-	-
		a. Enthral	-	-	4,74,010
		b. Exhilarate	-	-	21,82,721
		c. Rashmi Salon	-	-	1,32,697
		d. Shree Hare Krishna Enterprises	-	-	1,63,215
		e. Khushi The New Look Salon (Mulund)			28,79,395
		f. Khushi The New Look Salon (Dombivali)			1,92,703
		g. Khushi The New Look Salon (Bhayander)			6,18,237
		h. Kapils Hair & Beauty Salon LLP			56,41,553
		i. KD Wellness Services LLP			4,24,113
		j. Skylark			4,19,403

5.10) a) Provision towards current tax has been made as per the law stated under Income Tax Act, 1961 is Rs. 26,97,212 (Previous Year Rs. 17,40,659)

b) Deffered Tax is summarised as under - **(Amount in ₹)**

Particulars	**2022-23**	**2021-22**
Opening balance in Deffer Tax (Liability)/Asset (A)	7,95,739	5,37,983
Written down value as per Companies Act	3,47,97,417	3,55,96,363
Written down value as per Income Act	3,87,35,258	3,87,58,073
Timing Difference due to depreciation	39,37,840	31,61,710
Tax @ 25.168%	9,91,076	7,95,739
Deferred Tax Asset Balance Closing (B)	**9,91,076**	**7,95,739**

5.11) Based on an assessment carried out by the Company in accordance with the Accounting Standard-28, there is no indication that the carrying amount of any asset exceeds or is less than its recoverable amount and hence there is no material impairment in the Company's Property, Plant & Equipment as at the Balance Sheet date. The Auditors have relied on the same.

5.12) The Company has not traded in crypto currency or virtual currency during the year.

5.13) The Company is not required to spend any amount in terms of provisions of Section 135 of the Act on Corporate Social Responsibility.

5.14) The Company is not declared a wilful defaulter by any bank or financial institution or other lenders or by the government.

5.15) No loans or advances in the nature of loans were granted by the Company to its promoters, directors or key managerial personnel during the year.

5.16) There was no Capital Work-in-progress of tangible or intangible nature with the Company as at the Balance Sheet date.

5.17) No loans on the security of current assets has been availed by the Company during the year.

5.18) The Company has no transactions with the struck off Companies under Section 248 or 560 of the Act.

5.19) No proceedings were initiated or pending against the Company for holding any benami property under the Benami Transactions (Prohibition) Act, 1988.

5.20) There are no ultimate beneficiaries to whom the Company has lent/invested nor received any fund during the year within the meaning of Foreign Exchange Management Act 1999 and Prevention of Money Laundering Act 2002.

5.21) Compliance related to number of layers prescribed under clause (87) of Section 2 of the Act read with the Companies (Restriction on number of Layers) Rules, 2017 is not applicable to the Company, keeping in view the fact that the Company has no subsidiaries.

5.22) Significant Financial ratios - Please refer next page.

MUMBAI CHARTERED ACCOUNTANTS

5.23) Disclosure on transaction which is not recorded in the books of accounts that has been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (such as, search or survey or any other relevant provisions of the Income Tax Act, 1961, is not applicable to the Company, since no such event occurred during the year.

5.24) Being a private entity, the Company does not have any un-utilised amounts in respect of any issue of securities. Long-term borrowings from banks have been utilised for the specific purpose for which they were raised.

5.25) The Company has no charge for satisfaction, which is yet to be registered with the Registrar of Companies beyond the statutory period.

5.26) The Company has re-grouped, reclassified and/or re-arranged the previous year's figures, whenever necessary, to conform to the current year's classification.

As per our report of even date
For S N & Co
Chartered Accountants
Firm Regn No. 128887W

S N & CO. MUMBAI CHARTERED ACCOUNTANTS

CA Niki Shah
Partner
Membership No. 123409
Place : Mumbai
Date : 01-09-2025
UDIN : 25123409BMIDTE2091

FOR AND ON BEHALF OF BOARD OF DIRECTORS
For KAPILS SALON INDIA PVT. LTD.

For Kapil's Salon India Pvt. Ltd.

Kapils Sharma	**Heena Sharma**
(Director)	**(Director)**
Din: 02976761	**Din: 02976645**

Director

NOTES ON ACCOUNTS FOR THE YEAR ENDED MARCH 31, 2023

Note No. 3.1 :- SHARE CAPITAL

(In. Rs)

Particulars	March 31, 2023	March 31, 2022
Authorised Capital :		
50,000 (PY:50,000) Equity Shares of Rs.10/- each	5,00,000	5,00,000
	5,00,000	**5,00,000**
Issued, Subcribed and Fully Paid up :		
EQUITY SHARE CAPITAL		
50,000 (PY:50,000) Equity Shares of Rs.10/- each fully paid up	5,00,000	5,00,000
	5,00,000	**5,00,000**

a. Details of Shareholding as at March 31, 2023

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

Number of Shares Promoters	No of shares held	% of holding
Mr. Kapil Ramawtar Sharma	45,500	91.00%
Ms. Heena Mohanbhai Patel	4,500	9.00%
	50,000	**100.00%**

b. Reconciliation of the number of Equity Shares outstanding

	31-Mar-2023	31-Mar-2022
Particulars	**Number of Shares**	**Number of Shares**
Number of Shares at the beginning of the year	50,000	50,000
Add: Shares issued	-	-
Less: Shares Forfeited	-	-
Number of Shares at the end of the year	50,000	50,000

c. Promoters shareholding

Equity Shares held by Promoters as at the end of the Current year, Previous year and Percentage of Change

Promoter Name	No. of Shares	Current Year	Previous Year	% of total shares**	% Change during the year***
Mr. Kapil Ramawtar Sharma	45500	45500	45500	91.00%	0.00%
Ms. Heena Mohanbhai Patel	4500	4500	4500	9.000%	0.00%
Total	**50000**	**50000**	**50000**	**100.00%**	**0.000%**

Note No. 3.2 - RESERVES AND SURPLUS

(In. Rs)

Particulars	As at March 31, 2023	As at March 31, 2022
Surplus		
Statement of Profit & Loss		
Opening Balance	5,25,24,907	4,81,50,517
(+) Transfer from Annexed Profit & Loss statement	52,71,066	43,54,896
Deduction for Fixed assets	-	
Minority share loss	94,485	19,494
Profit Available for Appropration	5,78,90,458	5,25,24,907
Surplus Carried to Balance Sheet	5,78,90,458	5,25,24,907

Note No. 3.3 - Minority share

Particulars	As at March 31, 2023	As at March 31, 2022
Minority share	39,04,388	40,86,100
Share in profit/(Loss)	(94,485)	(19,494)
Increase/(decrease) in capital	-	(1,62,218)
Minority share to be carried in balance sheet	38,09,898	39,04,388

S N & CO. MUMBAI CHARTERED ACCOUNTANTS

Note No. 3.4 - LONG - TERM BORROWINGS

(In. Rs)

Particulars	March 31, 2023	March 31, 2022
I. Secured Borrowings:		
a. Term Loan		
- from banks		
- from others	-	-
Total Secured Long Term Borrowings - (I)	-	-
II. Unsecured Borrowings		
a. Term Loan		
- from banks (MSME Loan)	11,42,061	20,56,417
- from banks (Other than MSME Loan)	73,91,867	80,50,213
b. Others		
Total Unsecured Long Term Borrowings - (II)	85,33,928	1,01,06,630
III. Total Long Term Borrowings (I + II)	85,33,928	1,01,06,630

Note No. 3.5 - SHORT - TERM BORROWINGS

(In. Rs)

Particulars	March 31, 2023	March 31, 2022
I. Secured Borrowings:		
a. Current maturities of long-term borrowings		
- Vehicle Loan	-	57,282
b. Bank Overdraft Facility	34,64,287	80,63,057
Total Secured Short Term Borrowings - (I)	34,64,287	81,20,339
II. Unsecured Borrowings		
a. Current maturities of long-term borrowings		
- Term Loan	6,06,632	6,23,150
- MSME Loan	9,14,356	10,95,398
b. Loan repayable on Demand.		
- From Banks		
c. Loan from Directors (Interest Free)	1,09,22,222	58,98,599
Total Unsecured Short Term Borrowings - (II)	1,24,43,210	76,17,147
III. Total Short Term Borrowings (I + II)	1,59,07,498	1,57,37,486

Note No. 3.6 - TRADE PAYABLES

(In. Rs)

Particulars	March 31, 2023	March 31, 2022
Trade Payables		
(i) Total outstanding dues of Micro Enterprises and Small Enterprises	2,58,791	5,71,897
(ii) Total outstanding dues of Creditors other than Micro Enterprises	3,07,10,033	2,83,01,324
Total	3,09,68,824	2,88,73,221

Trade Payables ageing schedule: As at 31st March,2023 (Amount in ₹)

	Particulars	Outstanding for following periods from due date of payment				
		Less than 1 year	1-2 years	2-3 years	More than 3 years	Total
(i)	MSME	1,80,260				1,80,260
(ii)	Others	(1,02,86,605)	29,45,109	3,87,42,395		3,14,00,899
(iii)	Disputed dues- MSME	-	-	(6,12,336)	-	(6,12,336)
(iv)	Disputed dues - Others	-	-	-	-	-

Trade Payables ageing schedule: As at 31st March,2022 (Amount in ₹)

	Particulars	Outstanding for following periods from due date of payment				
		Less than 1 year	1-2 years	2-3 years	More than 3 years	Total
(i)	MSME	4,11,689	2,93,932			7,05,622
(ii)	Others	1,86,45,823	95,21,777	-		2,81,67,600
(iii)	Disputed dues- MSME	-	-	-	-	-
(iv)	Disputed dues - Others	-	-	-	-	-

S N & CO. MUMBAI CHARTERED ACCOUNTANTS

Note No. 3.7 - OTHER CURRENT LIABILITIES

(In. Rs)

Particulars	March 31, 2023	March 31, 2022
Current maturities of Long Term Debt (Secured)		
Other Liabilities	4,07,927	3,33,098
Outstanding Salaries		
Statutory Dues Payable		
- TDS Payable	14,20,244	11,46,557
- Goods & Services Tax	-	21,23,772
- Profession Tax	2,22,279	1,89,579
- TCS on sales	2,191	2,568
- Others	2,17,304	1,97,345
Total	22,69,945	39,92,919

Note No. 3.8 - SHORT TERM PROVISIONS

(In. Rs)

Particulars	March 31, 2023	March 31, 2022
Provisions for		
- Audit Fees	6,65,000	3,15,000
- Electricity Expenses	1,14,317	1,14,317
- ESIC	48,985	58,304
- Provident Fund	1,38,706	1,24,629
- Telephone Expense	5,117	5,117
- Outstanding Salaries	45,01,653	37,04,808
- Others	7,364	8,364
Total	54,81,142	43,30,539

Note No. 3.10 - NON-CURRENT INVESTMENTS

(In. Rs)

Particulars	March 31, 2023	March 31, 2022
a. **Non Trade, Long Term (At cost)**		
Non current investment	40,000	40,000
Total	40,000	40,000

Note No. 3.11 - LONG TERM LOANS AND ADVANCES

(In. Rs)

Particulars	March 31, 2023	March 31, 2022
I. **Secured, Considered good**		
II. **(Unsecured, Considered good unless otherwise stated)**		
a. Capital Advances		
b. Security Deposits		
Deposits with Government authorities		
Deposits with Lessors	1,48,28,186	1,34,77,690
c. Other Advances Recoverables -Staff Loans	38,21,914	24,59,244
III. **Dobutful**		
Total Long Term Loans and Advances	1,86,50,100	1,59,36,934

Note No. 3.12 - OTHER NON-CURRENT ASSETS

(In. Rs)

Particulars	March 31, 2023	March 31, 2022
a. **Others**		
Fixed Deposit with Banks (Maturity more then 12 months)	40,00,000	-
Total	40,00,000	-

Note No. 3.13 - DEFERRED TAX ASSET (NET)

(In. Rs)

Particulars	March 31, 2023	March 31, 2022
Deferred Tax Asset		
Opening Balance	7,95,869	5,37,983
Provided during the year - Timing differences due to Depreciation	1,95,336	2,57,886
Expenditure / Provisions allowable on payment basis - 43B Items	-	-
Expenditure allowable u/s. 35D	-	-
Closing Balance	9,91,205	7,95,869

S N & CO. MUMBAI CHARTERED ACCOUNTANTS

Note No. 3.14 - INVENTORIES

(In. Rs)

Particulars	March 31, 2023	March 31, 2022
a. Inventories	1,10,44,384	1,06,51,906
Total Inventories	1,10,44,384	1,06,51,906

Note No. 3.15 - TRADE RECEIVABLES

(In. Rs)

Particulars		March 31, 2023	March 31, 2022
I **Secured, Considered good**			
II. **(Unsecured, Considered good, Unless otherwise stated)**			
a. Outstanding for a period exceeding six months from they are due for payment			
- Considered Good		2,52,54,915	1,63,80,341
- Considered Doubtful of Recovery	5,82,889		
Less: Provision for Doubtful Debt	5,82,889	-	
b. Others		15,91,374	52,74,800
Total		2,68,46,288	2,16,55,141

Trade Receivables ageing schedule as at 31st March,2023

(Amount in ₹)

Particulars		Outstanding for following periods from due date of payment					
		Less than 6 months	6 months -1 year	1-2 years	2-3 years	More than 3 years	Total
(i) Undisputed Trade receivables -considered good		1,71,73,861	2,82,355	8,04,571	-	85,85,501	2,68,46,288
(i) Undisputed Trade receivables -considered doubtful							-
(iii) Disputed trade receivables considered good							-
(iv) Disputed trade receivables considered doubtful			5,82,889				**5,82,889**

***Management is in the process of recovering the outstanding of more than 3 years.*

Trade Receivables ageing schedule as at 31st March,2022

(Amount in ₹)

Particulars		Outstanding for following periods from due date of payment					
		Less than 6 months	6 months -1 year	1-2 years	2-3 years	More than 3 years	Total
(i) Undisputed Trade receivables -considered good		8,75,756	11,13,434	1,96,65,950	-	-	2,16,55,141
(i) Undisputed Trade receivables -considered doubtful							-
(iii) Disputed trade receivables considered good							-
(iv) Disputed trade receivables considered doubtful			-				-

Note No. 3.16 - CASH AND CASH EQUIVALENTS

(In. Rs)

Particulars	March 31, 2023	March 31, 2022
Cash and Cash Equivalents		
- Balance with Banks in current account	1,31,92,677	1,82,32,106
- Cash on hand	6,85,796	5,16,923
Total Cash and Bank Balances	1,38,78,474	1,87,49,030

Note No. 3.17 - SHORT TERM LOANS AND ADVANCES

(In. Rs)

Particulars	March 31, 2023	March 31, 2022
a. **Secured, Considered good**	55,46,009	95,15,524
b. **Unsecured, Considered good**		
- Prepaid Expenses		
- Others		
c. **Security Deposits**		
- Unsecured, Considered good		
c. **Doubtful**		
Total	55,46,009	95,15,524

Note No. 3.18 - OTHER CURRENT ASSETS

(In. Rs)

Particulars	March 31, 2023	March 31, 2022
Accrued Interest on Fixed Deposit	11,041	-
Advance Income Tax & Tax Dedcuted at Source (net of Provision for Tax)	10,75,723	8,54,719
Income Tax Refund Receivable	35,57,190	
Goods & Services Tax Excess Payment Recoverable	9,48,875	
Others	11,98,651	34,28,869
Total	67,91,480	42,83,588

S N & CO. MUMBAI CHARTERED ACCOUNTANTS

Note No. 4.1 - REVENUE FROM OPERATIONS IN RESPECT OF NON FINANCE COMPANY

(In. Rs)

Particulars		March 31, 2023	March 31, 2022
Revenue from Provision of Services			
- Beauty Parlour services		15,50,42,239	13,64,73,548
- Royalty		30,92,026	31,25,157
- License Fees Income		35,57,794	
- Academy Fees		89,46,778	54,54,287
	(A)	17,06,38,836	14,50,52,991
Revenue from Sale of Products			
- Beauty Products	(B)	12,68,75,789	14,03,81,271
Less: Inter corporate sales		1,67,851	
Total Income from Operations	(A+B)	**29,73,46,774**	**28,54,34,262**

Note No. 4.2 - OTHER INCOME

(In. Rs)

Particulars	March 31, 2023	March 31, 2022
Interest Income		
- From Bank Deposits	11,041	3,840
- From Others	9,820	-
Other Non-operating Income		
- Other Miscellaneous Income	29,28,877	3,68,388
- Rental Income From Sub-letting	8,32,471	
Total	**37,82,209**	**3,72,228**

Note No. 4.3 - COST OF MATERIALS CONSUMED

(In. Rs)

Particulars	March 31, 2023	March 31, 2022
Materials consumption for Beauty services		
Opening Stock	66,55,383	1,35,41,429
Add : Purchase of Goods and services	4,02,29,285	1,61,74,779
	4,68,84,668	2,97,16,208
Less Closing Stock	73,82,400	66,55,383
	3,95,02,267	**2,30,60,825**
Total	**3,95,02,267**	**2,30,60,825**

Note No. 4.4 - PURCHASE OF STOCK-IN-TRADE

(In. Rs)

Particulars	March 31, 2023	March 31, 2022
- Purchase of Goods and services	12,35,86,738	15,88,12,978
Less: Inter corporate purchase	1,67,851	
Total	12,34,18,887	**15,88,12,978**

Note No. 4.5 - CHANGES IN INVENTORIES OF TRADED GOODS

(In. Rs)

Particulars	March 31, 2023	March 31, 2022
Closing Stocks:		
- Beauty Products for Services & Trading	36,61,983	39,96,523
Total (A)	36,61,983	39,96,523
Less: Opening Stocks:		
- Beauty Products for Services & Trading	39,96,523	1,01,34,985
Total (B)	39,96,523	1,01,34,985
Total (A-B)	(3,34,540)	(61,38,462)
(Increase)/Decrease in Excise Duty on Stocks		
Total	**3,34,540**	**61,38,462**

S N & CO. MUMBAI CHARTERED ACCOUNTANTS

Note No. 4.6 - EMPLOYEE BENEFIT EXPENSES

(In. Rs)

Particulars	March 31, 2023	March 31, 2022
Director Remuneration	45,60,000	42,00,000
Salaries, Wages, Allowances	5,41,89,569	3,51,67,434
E.S.I.C	4,83,303	4,13,765
Provident Fund Contribution	6,99,140	6,59,438
Staff Welfare Expenses	1,12,978	1,63,520
Others	42,74,681	26,79,293
Total	**6,43,19,670**	**4,32,83,450**

Note No. 4.7 - FINANCE COST

(In. Rs)

Particulars	March 31, 2023	March 31, 2022
Interest Expenses		
- Borrowings From Banks	10,69,923	11,81,312
- Others		
Other Finance Charges	20,88,083	12,07,888
Total	**31,58,006**	**23,89,200**

Note No. 4.8 - OTHER EXPENSES

(In. Rs)

Particulars	March 31, 2023	March 31, 2022
Advertisement Expenses	45,42,397	40,33,935
Electricity Charges	28,44,323	24,17,667
Communication Expenses	6,09,109	7,68,079
Travelling and Conveyance Expenses	3,76,496	8,28,278
Housekeeping & Laundary Charges	3,01,978	6,08,867
Printing & Stationery	9,78,823	1,84,734
Software Charges	12,12,518	12,04,811
Legal & Professional Charges	64,12,582	31,27,036
Rent , Rates & Taxes	3,16,49,885	1,83,23,071
Office Expenses	43,10,715	29,34,897
Repairs & Maintainence	10,91,956	12,43,708
Commision & Brokerage	3,16,994	12,155
Share of Loss in LLP	-	-
Other Expense	10,07,564	37,47,107
Payment to Auditors		
Statutory Audit Fees	3,00,000	3,00,000
Tax Audit Fees	62,500	62,500
Total	**5,60,17,841**	**3,97,96,844**

S N & CO. MUMBAI CHARTERED ACCOUNTANTS

NOTES ON ACCOUNTS FOR THE YEAR ENDED MARCH 31, 2023

Note No. 3.9 - Property, Plant & Equipments

(In. Rs)

Particulars	Gross Block				Depreciation / Amortisation				Net Block	
	Opening as at April 1, 2022	Addition for the year	Disposals/Other Adjustments	Closing as at March 31, 2023	Up to April 1, 2022	Provided for the Year	Adjustments	Up to March 31, 2023	Closing as at March 31, 2023	Closing as at March 31, 2022
I. Tangible Assets										
a. Furniture & Fixtures	5,04,97,104	38,30,117	-	5,43,27,221	2,02,89,486	40,88,108		2,43,77,594	2,99,49,626	3,02,07,618
b. Computer	33,25,094	91,581	-	34,16,675	26,13,334	2,28,517		28,41,851	5,74,824	7,11,760
c. Electrical Equipment	1,25,54,204	13,63,768	-	1,39,17,972	82,45,455	12,32,698		94,78,153	44,39,819	43,08,749
d. Motor Vehicles	56,69,448	56,560	-	57,26,008	25,55,476	5,61,049		31,16,525	26,09,483	31,13,972
Sub Total - (I)	7,20,45,850	53,42,026	-	7,73,87,876	3,37,03,752	61,10,372	-	3,98,14,123	3,75,73,752	3,83,42,098
II. Intangibles Assets	-	-	-	-	-	-	-	-	-	-
III. Capital Work in Progress	-	-	-	-	-	-	-	-	-	-
IV. Intangible assets under Development	-	-	-	-	-	-	-	-	-	-
Sub Total - (II)	-	-	-	-	-	-	-	-	-	-
V. Grand Total - (I + II)	7,20,45,850	53,42,026	-	7,73,87,876	3,37,03,752	61,10,372	-	3,98,14,123	3,75,73,752	3,83,42,098
Previous Year	6,55,48,172	64,97,677	-	7,20,45,850	2,72,16,691	64,87,061	-	3,37,03,752	3,83,42,098	3,83,31,482

S N & CO. MUMBAI CHARTERED ACCOUNTANTS

Independent Auditor's Report

To the Members of KAPILS SALON INDIA PVT. LTD.

Report on the Audit of the Consolidated Financial Statements

Opinion

We have audited the consolidated financial statements of KAPILS SALON INDIA PVT. LTD. (hereinafter referred to as "the Holding Company") and its subsidiary entity namely KAPILS HAIR AND BEAUTY SOLUTIONS LLP (collectively referred to as "the Group"),which comprise the Consolidated Balance Sheet as at 31st March 2023, the Consolidated Statement of Profit and Loss and the Consolidated Statement of Cash Flows for the year then ended including a summary of significant accounting policies and other explanatory information (hereinafter referred to as "the Consolidated Financial Statements").

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid Consolidated Financial Statements give the information required by the Companies Act, 2013 (hereinafter referred to as "the Act") 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 Group as at March 31, 2023, its Consolidated Loss and its consolidated cash flows for the year ended on that date.

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under Section 143(10) of the Act. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Consolidated Financial Statements section of our report. We are independent of the Group 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 Consolidated financial statements under the provisions of the Act and the Rules there under and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Key Audit Matters

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

We have determined that there are no key audit matters to be communicated in our report.

S N & CO. MUMBAI CHARTERED ACCOUNTANTS

Other Information

The Holding Company's Board of Directors are responsible for the other information. The other information comprises the information included in the Annual Report, but does not include the consolidated financial statements and our Auditor's report thereon.

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

In connection with our audit of the consolidated financial statements, our responsibility is to read the other information and in doing so, consider whether the other information is materially inconsistent with the consolidated financial statement or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a -material misstatement of this other information, we are required to report the fact. We have nothing to report in this regard.

Responsibilities of Management and Those Charged with Governance for the Consolidated Financial Statements

The Holding 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 consolidated financial statements that give a true and fair view of the financial position, financial performance, and cash flows of the Group 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 Group 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 Consolidated financial statement that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the consolidated financial statements, management is responsible for assessing the Group'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 Group or to cease operations, or has no realistic alternative but to do so.

Those Board of Directors are also responsible for overseeing the Group's financial reporting process.

Auditor's Responsibilities for the Audit of the Consolidated Financial Statements

Our objectives are to obtain reasonable assurance about whether the Consolidated 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

S N & CO. MUMBAI CHARTERED ACCOUNTANTS

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 Consolidated financial statements.

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

- identify and assess the risks of material misstatement of the Consolidated 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, to the extent applicable to the Group during the year on whether the Group 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 Group'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 Consolidated 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 Group to cease to continue as a going concern;

- evaluate the overall presentation, structure and content of the Consolidated financial statements including the disclosures, and whether the Consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation;

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

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all

S N & CO. MUMBAI CHARTERED ACCOUNTANTS

relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

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

Report on Other Legal and Regulatory Requirements

(1) Further, as per the requirements of Section 143(3) of the Act, we report as follows:

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

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

(c) The Consolidated Balance Sheet, the Consolidated Statement of Profit and Loss and the Consolidated Cash Flow Statement dealt with by this report are in agreement with the books of account;

(d) In our opinion, the Consolidated Balance Sheet, Consolidated Statement of Profit and Loss and Consolidated Cash Flow Statement comply with the Accounting Standards specified under section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2015;

(e) On the basis of written representations received from the directors as on March 31, 2023, and taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2023, from being appointed as a director in terms of section 164(2) of the Act.;

(f) With respect to the other matters to be included in the Auditor's Report in accordance with the requirements of Section 197(16) of the Act, as amended Holding Company has paid managerial remuneration in the current year in accordance with provisions of Section 197 of the Act;

(g) Keeping in view the fact that the turnover of the Company for the latest audited annual Consolidated financial statements was less than Rs. 50.00 Crores and the aggregate of secured and unsecured borrowing of the Company from banks, FIs and bodies corporate at any point of time during the year being less than Rs.25.00 Crores, the applicability of reporting on the adequacy of the Internal Financial Controls over

S N & CO. MUMBAI CHARTERED ACCOUNTANTS

financial reporting of the Company and the operating effectiveness of such controls is not applicable to the Company;

(h) 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 Group has disclosed the impact of pending litigations on its financial position in its Consolidated financial statements.

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

iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Group.

iv. (a) As per the information and explanations given to us by the management of the Holding Company and its subsidiary whose Consolidated financial statements have been audited under the Act have represented to us and the other auditors of such subsidiary, no funds have been advanced or loaned or invested (either from borrowed funds or securities premium or any other sources or kind of funds) by the Company or its subsidiary to or in any other person or entity, including foreign entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Holding Company or its subsidiary ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;

(b) As per the information and explanations given to us by the management, no funds have been received by the Holding Company and its subsidiary whose Consolidated financial statements have been audited under the Act have represented to us and the other auditors of such subsidiary from any person or entity, including foreign entities ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Holding Company and its subsidiary shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries; and

(c) Based on the audit procedures that have been considered reasonable and appropriate in the circumstances performed by us and those performed by the auditors of the subsidiary whose Consolidated financial statements have been audited under the Act, nothing has come to our or other auditor's notice

S N & CO. MUMBAI CHARTERED ACCOUNTANTS

that has caused us or the other auditors to believe that the representations under sub-clause (a) and (b) contain any material misstatement.

v. The Holding Company as well as its subsidiary Company has not declared or paid any dividend during the year.

For **SN & CO**
Firm Registration No. **128887W**

Chartered Accountants

CA Niki Shah
Partner
Membership No. **123409**

Mumbai, dated 1st September 2025

UDIN: 25123409BMIDTE2001