KAPILS SALON INDIA PVT. LTD.
(U74990MH2010PTC203148)
CONSOLIDATED BALANCE SHEET AS AT MARCH 31, 2024

	Particulars	Note	March 31, 2024 (In. Rs)	March 31, 2023 (In. Rs)
I.	EQUITY AND LIABILITIES			
1	SHAREHOLDERS` FUND			
	- Share Capital	3.1	5,00,000	5,00,000
	- Reserves and Surplus	3.2	6,49,07,496	5,78,90,458
	- Money received against Share Warrants			
	- Minority interest	3.3	35,49,070	38,09,898
	Sub-Total - (A)		6,89,56,566	6,22,00,356
2	SHARE APPLICATION MONEY PENDING ALLOTMENT		-	-
	Sub-Total - (B)		-	-
3	NON-CURRENT LIABILITIES			
	- Long-term Borrowings	3.4	67,47,178	85,33,928
	- Deferred Tax Liabilities (net)			
	- Other Long-Term Liabilities			
	- Long-term Provisions		-	-
	Sub-Total - (C)		67,47,178	85,33,928
4	CURRENT LIABILITIES			
	- Short-term Borrowings	3.5	62,31,568	1,59,07,498
	- Trade Payables			
	- Outstanding Dues of Micro, Small and Medium Enterprises	3.6	2,31,712	2,58,791
	- Outstanding Dues other than Micro, Small and Medium Enterprises	3.6	5,09,61,240	3,07,10,033
	- Other Current Liabilities	3.7	17,54,548	22,69,945
	- Short-term Provisions	3.8	67,19,304	54,81,142
	Sub-Total - (D)		6,58,98,372	5,46,27,408
	TOTAL (A+B+C+D)		14,16,02,116	12,53,61,693
II.	ASSETS			
5	NON-CURRENT ASSETS			
	- Property, Plant & Equipment			
	- Tangible Assets	3.9	3,43,52,042	3,75,73,752
	- Intangible Assets		-	-
	- Capital work-in -progress		-	-
	- Non-current investments	3.10	40,000	40,000
	- Long-term Loans and Assets	3.11	1,76,91,641	1,86,50,100
	- Other Non-current Assets	3.12	21,54,241	40,00,000
	- Deferred Tax Asset (net)	3.13	11,15,887	9,91,205
	Sub-Total - (E)		5,53,53,812	6,12,55,057
6	CURRENT ASSETS			
	- Inventories	3.14	1,27,39,034	1,10,44,384
	- Trade Receivables	3.15	5,19,20,900	2,68,46,289
	- Cash and Cash Equivalent	3.16	66,87,631	1,38,78,474
	- Short- term Loans and Advances		-	-
	- Other Current Assets	3.17	1,49,00,739	1,23,37,489
	Sub-Total - (F)		8,62,48,304	6,41,06,635
	TOTAL (E+F)		14,16,02,116	12,53,61,693
	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 : 01/09/2024
UDIN No. 25123409BMIDTF7817

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, 2024

Particulars	Note	For the year ended March 31, 2024 (In. Rs)	For the year ended March 31, 2023 (In. Rs)
(i) Revenue form Operations:	4.1	37,33,16,073	29,73,46,774
(ii) Other Income	4.2	82,49,284	37,82,209
Total Revenue (i+ii)		38,15,65,357	30,11,28,983
Expenses			
- Cost of Material Consumed	4.3	4,81,75,735	3,95,02,267
- Purchase of Stock-in-Trade	4.4	18,33,59,652	12,34,18,887
- Changes in Inventories of Finished Goods	4.5	(13,92,346)	3,34,539
- Employee Benefit Expenses	4.6	7,48,25,564	6,43,19,670
- Finance Cost	4.7	21,08,477	31,62,928
- Depreciation and amortisation expense	3.9	59,29,375	61,10,373
- Other Expenses	4.8	5,83,23,220	5,60,12,919
Total Expenses		37,13,29,678	29,28,61,582
Profit Before Exceptional And Extraordinary Items And Tax		**1,02,35,679**	**82,67,401**
Extraordinary items			
Priorperiod Expenses		-	4,94,459
Profit Before Tax		**1,02,35,679**	**77,72,942**
- Tax Expense			
Tax expenses for current year		36,59,151	26,97,212
Tax expenses for previous year (Excess) / Short		-	-
Deferred Tax Liability/(Assets)		(1,24,682)	(1,95,336)
Total Tax		35,34,469	25,01,876
Profit and Loss from Continuing operations **		67,01,210	52,71,066
Profit and Loss from Discontinuing operations **		-	-
Tax expense on Discontinuing operations **		-	-
Profit from Discontinuing Operations (after tax)		-	-
Profit for the period		67,01,210	52,71,066
Equity Share of par value Rs. 10 each			
Basis		134.02	105.42
Diluted		134.02	105.42
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 : 01/09/2024
UDIN No. 25123409BMIDFF7817

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)
Director
Din: 02976645

KAPILS SALON INDIA PVT. LTD.
(U74990MH2010PTC203148)

Consolidated Cash Flow Statement for the year ended 31st March, 2024

S.No	PARTICULARS	For the year ended 31st March, 2024		For the Year ended 31st March, 2023	
		₹	₹	₹	₹
A.	**Cash Flows From Operating Activities:**				
	Profit Before Taxation	**1,02,35,679**		**82,67,401**	
	Adjustments:				
	Depreciation	59,29,375		61,10,373	
	Finance Charges	21,08,477		31,62,928	
	Prior period exps	-		(4,94,459)	
	Interest Income	2,50,242		(20,861)	
	Loss on Sale of Assets/ Fixed Assets written off	-		-	
	Operating Profit Before Working Capital Changes	**1,85,23,773**		**1,70,25,382**	
	Adjustments for Working Capital Changes:				
	(Increase)/Decrease in Inventories	(16,94,650)		(3,92,478)	
	(Increase)/Decrease in Trade Receivables	(2,50,74,612)		(51,91,148)	
	(Increase)/Decrease in Short term Loans & Advances	-		39,69,515	
	(Increase)/Decrease in Other Current Asset	(25,63,250)		(25,07,892)	
	(Increase)/Decrease in Long term Loans & Advances	9,58,459			
	(Increase)/Decrease in Non Current Investments	-		-	
	(Increase)/Decrease in Non Current Asstes	18,45,759			
	Increase/(Decrease) in Short Term Provisions	12,38,162		11,50,603	
	Increase/(Decrease) in Other Current Liabilities	(5,15,397)		(17,22,974)	
	Increase/(Decrease) in Trade Payables	2,02,24,128		20,95,603	
	Impact of MAT credit				
	Deferred Tax Liability/Asset	-			
	Excess / (Short) provision of earlier years	-		-	
	Cash Flows From Operations	**1,29,42,372**		**1,44,26,610**	
	Less: Income Tax Paid	(36,59,151)		(26,97,212)	
	Add: Income Tax Refund				
	Net Cash Flows From Operating Activities		**92,83,221**		**1,17,29,398**
B.	**Cash Flows From Investing Activities:**				
	Purchase of Fixed Assets	(27,07,665)		(53,42,027)	
	Sale of Fixed Assets	-		-	
	(Increase)/Decrease in Long term Loans & Advances			(27,13,166)	
	Investment in Fixed Deposits			(40,00,000)	
	Increase in Share Capital	-		-	
	Interest Income	(2,50,242)		20,860	
	Net Cash Flows from Investing Activities		**(29,57,907)**		**(1,20,34,333)**
C.	**Cash Flow From Financing Activities:**				
	Increase in Share Capital	55,000			
	Increase/(Decrease) in Non-Current Liabilities	-		-	
	Increase/(Decrease) in Short Term Borrowings	(96,75,930)		1,70,012	
	Repayment of Long Term Borrowings	(17,86,750)		(15,72,702)	
	Interest Paid	-		(31,62,928)	
	Finance Charges	(21,08,477)			
	Net Cash Flows From Financing Activities		**(1,35,16,157)**		**(45,65,618)**
	Net Increase/(Decrease) in Cash and Cash Equivalents		**(71,90,843)**		**(48,70,556)**
	Cash and Cash Equivalents at the Beginning		**1,38,78,474**		**1,87,49,030**
	Cash and Cash Equivalents at the End		**66,87,631**		**1,38,78,474**

Note :-
The above cash flow statement has been prepared by using the "Indirect Method" as per Accounting - Standard 3-Cash Flow statement.

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 : 01/09/2024
UDIN No. 25123409BMIDTF7817

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

For Kapil's Salon India Pvt. Ltd.

Director

Kapils Sharma
(Director)
Din: 02976761

Heena Sharma
(Director)
Din: 02976645

KAPILS SALON INDIA PVT. LTD.
CIN- (U74990MH2010PTC203148)
NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2024

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.

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.

S.N. & CO. * MUMBAI * CHARTERED ACCOUNTANTS

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, 2024(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, 2024 (Amount in ₹)	31st March, 2023 (Amount in ₹)
1		Net profit after tax	67,01,210	52,71,066
2		Weighted average number of equity shares	50,000	50,000
		Face Value per share is Rs.10/- each fully paid-up		
		Earning per share - Basic & Diluted	**134.02**	**105.42**

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) The Company considers gratuity and leave encashment payable to its eligible employees on cash basis, in material departure from the recommendations of the Accounting Standard 15, Employee Benefits, which prescribes actuarial valuation in this regard as appropriate method. Amount of such non provision in the Company's books as at the Balance Sheet date is presently Unascertainable.

5.5) 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.

5.6) 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.

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.

5.7) 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%	-31,58,276	90.00%	-8,50,332
Mr.Kapil Sharma	5.00%	-1,57,914	5.00%	-47,241
Ms.Heena Sharma	5.00%	-1,57,914	5.00%	-47,241

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

S N & CO. MUMBAI CHARTERED ACCOUNTANTS

5.8) Details of Turnover, Beauty Products Traded along with Opening & Closing balances of Stock in Trade (as certified by Management)

Provision of Services	Turnover	Opening Stock	Closing Stock
Haircut Men-MS 2020	54,00,498	N.A.	N.A.
Haircut Women-MS	48,03,170	N.A.	N.A.
Root Touchup Women	66,05,596	N.A.	N.A.
Haircut Women-AD	42,47,888	N.A.	N.A.
Haircut Women-CD 2020	26,08,459	N.A.	N.A.
Hair Treatments	50,22,492	N.A.	N.A.
Others	16,18,95,734	N.A.	N.A.

Quantitative details of products are not reported due to high volume of transactions between multiple SKU's, however company have maintained records for their internal controls

5.9) Excess Goods & Services Tax remitted to the department due to oversight in earlier years amounting to Rs. 28.60Lakhs (Previous Year: 9.49Lakhs), has been included under other current assets. The Company is hope full of their full recovery in near future

5.10) 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. 2,31,712 (Previous Year- 2,58,791) . Interest Payable on overdue balance NIL (Previous Year- NIL).

5.11) Directors remuneration paid/provided for during year

Description	31st March, 2024 (Amount in ₹)	31st March, 2023 (Amount in ₹)
Remuneration to Directors	47,40,000	45,60,000

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.

5.12) 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	18,00,000	-	-	8,87,660
	b. Kapil Sharma	29,40,000	-	-	3,55,284
2	**Purchases**				
	a. Enthral	-	-	12,881	
	b. Exhilarate	-	-	-	
	c. Rashmi Salon	-	-	19,415	
	d. Shree Hare Krishna Enterprises	-	-	-	
	e. Khushi The New Look Salon (Mulund)			-	
	f. Khushi The New Look Salon (Dombivali)			-	
	g. Kapils Hair & Beauty Salon LLP			13,839	
	h. Khushi The New Look Salon (Bhayander)			1,21,817	
	i. KD Wellness services LLP			1,81,224	
3	**Sales**				
	a. Enthral	-	-	24,119	4,27,023
	b. Exhilarate	-	-	112	4,01,087
	c. Rashmi Salon	-	-	-	-
	d. Shree Hare Krishna Enterprises	-	-	2,91,697	2,09,326
	e. Khushi The New Look Salon (Mulund)			-	-
	f. Khushi The New Look Salon (Dombivali)			-	-
	g. Khushi The New Look Salon (Bhayander)			20,96,408	2,33,056
	h. Kapils Hair & Beauty Salon LLP			13,87,667	46,93,053
	i. KD Wellness services LLP			30,27,310	2,30,158
4	**Royalty Income**				
	a. Enthral	-	-	6,77,364	6,14,650
	b. Exhilarate	-	-	2,43,799	2,89,734
	c. Rashmi Salon	-	-	4,73,169	4,46,089
	d. Shree Hare Krishna Enterprises	-	-	11,13,191	8,69,496
	e. Khushi The New Look Salon (Mulund)			-	-
	f. Khushi The New Look Salon (Dombivali)			-	-
	g. Khushi The New Look Salon (Bhayander)			3,28,747	2,42,745
	h. Kapils Hair & Beauty Salon LLP			-	-
	i. KD Wellness Services LLP			5,90,150	1,60,281
	j. Skylark			1,80,000	1,65,000
5	**Loan Taken**				
	a. Heena Sharma	90,23,278			79,49,554
	b. Kapil Sharma	17,33,348			38,30,592
6	**Professional Fees Expenses**				
	a. Shree Hare Krishna Enterprises			4,06,915	3,35,273
				-	
7	**Loan Repaid**				
	a. Heena Sharma	1,94,03,343			79,49,554
	b. Kapil Sharma	17,02,794			38,30,592

& CO. MUMBAI CHARTERED ACCOUNTANTS

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 influence
		a. Heena Sharma	-32,93,895	-	-
		b. Kapil Sharma	37,10,607	-	-
		a. Enthral	-	-	2,23,514
		b. Exhilarate	-	-	21,58,189
		c. Rashmi Salon	-	-	(87,759)
		d. Shree Hare Krishna Enterprises	-	-	(82,219)
		e. Khushi The New Look Salon (Mulund)			28,79,395
		f. Khushi The New Look Salon (Dombivali)			70
		g. Khushi The New Look Salon (Bhayander)			5,64,475
		h. Kapils Hair & Beauty Salon LLP			(12,24,570)
		i. KD Wellness Services LLP			20,62,010
		j. Skylark			4,01,403

5.13) 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	2023-24	2022-23
Opening balance in Deffer Tax (Liability)/Asset (A)	9,91,076	7,95,739
Written down value as per Companies Act	3,10,67,895	3,47,97,417
Written down value as per Income Act	3,55,01,650	3,87,35,258
Timing Difference due to depreciation	44,33,755	39,37,840
Tax @ 25.168%	11,15,887	9,91,076
Deferred Tax Asset Balance Closing (B)	**11,15,887**	**9,91,076**

5.14) 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.

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

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

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

5.18) 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.

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

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

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

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

5.23) 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.

5.24) 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.

5.25) Significant Financial ratios - Please refer next page.

5.26) 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.

5.27) 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.

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

5.29) 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 : 01/09/2024
UDIN No. 25123409BMIDTF7817

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

NOTES ON ACCOUNTS FOR THE YEAR ENDED MARCH 31, 2024

Note No. 3.1 :- SHARE CAPITAL

(In. Rs)

Particulars	March 31, 2024	March 31, 2023
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

Particulars	**31-Mar-2024** Number of Shares	**31-Mar-2023** 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, 2024	As at March 31, 2023
Surplus		
Statement of Profit & Loss		
Opening Balance	5,78,90,458	5,25,24,907
(+) Transfer from Annexed Profit & Loss statement	67,01,210	52,71,066
Minority share loss	3,15,828	94,485
Deduction for Fixed assets	-	-
Profit Available for Approprotion	6,49,07,496	5,78,90,458
Surplus Carried to Balance Sheet	6,49,07,496	5,78,90,458

Note No. 3.3 - Minority share

Particulars	As at March 31, 2024	As at March 31, 2023
Minority share	38,09,898	39,04,388
Share in profit/(Loss)	(3,15,828)	(94,485)
Increase/(decrease) in capital	55,000	-
Minority share to be carried in balance sheet	35,49,070	38,09,898

S. N & CO. MUMBAI CHARTERED ACCOUNTANTS

Note No. 3.4 - LONG - TERM BORROWINGS

(In. Rs)

Particulars	March 31, 2024	March 31, 2023
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
- from banks (Other than MSME Loan)	67,47,178	73,91,867
b. Others		
Total Unsecured Long Term Borrowings - (II)	67,47,178	85,33,928
III. **Total Long Term Borrowings (I + II)**	67,47,178	85,33,928

Note No. 3.5 - SHORT - TERM BORROWINGS

(In. Rs)

Particulars	March 31, 2024	March 31, 2023
I. **Secured Borrowings:**		
a. Current maturities of long-term borrowings	-	-
b. Bank Overdraft Facility	42,75,428	34,64,287
Total Secured Short Term Borrowings - (I)	42,75,428	34,64,287
II. **Unsecured Borrowings**		
a. Current maturities of long-term borrowings		
- Term Loan	6,25,070	6,06,632
- MSME Loan	9,14,357	9,14,356
b. Loan repayable on Demand.		
- From Banks		
c. Loan from Directors (Interest Free)	4,16,712	1,09,22,222
Total Unsecured Short Term Borrowings - (II)	19,56,139	1,24,43,210
III. **Total Short Term Borrowings (I + II)**	62,31,568	1,59,07,498

Note No. 3.6 - TRADE PAYABLES

(In. Rs)

Particulars	March 31, 2024	March 31, 2023
Trade Payables		
(i) Total outstanding dues of Micro Enterprises and Small Enterprises	2,31,712	2,58,791
(ii) Total outstanding dues of Creditors other than Micro Enterprises	5,09,61,240	3,07,10,033
Total	5,11,92,952	3,09,68,824

Trade Payables ageing schedule: As at 31st March,2024 (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	3,16,983	-	(85,271)	-	2,31,712
(ii)	Others	5,01,10,249	3,08,491	5,42,500	-	5,09,61,240
(iii)	Disputed dues- MSME	-	-	-	-	-
(iv)	Disputed dues - Others	-	-	-	-	-

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	-	-	-	-	-

Note No. 3.7 - OTHER CURRENT LIABILITIES

(In. Rs)

Particulars	March 31, 2024	March 31, 2023
Current maturities of Long Term Debt (Secured)		
Other Liabilities	3,08,713	4,07,927
Outstanding Salaries		
Statutory Dues Payable		
- Duties and Taxes	1,39,866.85	2,17,304
- TDS Payable	11,04,037	14,20,244
- Goods & Services Tax	-	-
- Profession Tax	1,60,754	2,22,279
- TCS on sales	41,177	2,191
Total	17,54,548	22,69,945

S N & CO. * MUMBAI * CHARTERED ACCOUNTANTS

Note No. 3.8 - SHORT TERM PROVISIONS

(In. Rs)

Particulars	March 31, 2024	March 31, 2023
Provisions for		
- Audit Fees	6,65,000	6,65,000
- Electricity Expenses	1,75,319	1,14,317
- ESIC	52,815	48,985
- Provident Fund	1,63,827	1,38,706
- Outstanding Salaries	54,34,550	45,01,653
- Others	2,27,793	12,481
Total	67,19,304	54,81,142

Note No. 3.10 - NON-CURRENT INVESTMENTS

(In. Rs)

Particulars	March 31, 2024	March 31, 2023
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, 2024	March 31, 2023
I. **Secured, Considered good**		
II. **(Unsecured, Considered good unless otherwise stated)**		
a. Capital Advances		
b. Security Deposits		
Deposits with Government authorities		
Deposits with Lessors	1,38,40,731	1,48,28,186
c. Loans and Advances to Related Parties		
d. Other Advances Recoverables -Staff Loans	38,50,910	38,21,914
III. **Dobutful**		
Total Long Term Loans and Advances	1,76,91,641	1,86,50,100

Note No. 3.12 - OTHER NON-CURRENT ASSETS

(In. Rs)

Particulars	March 31, 2024	March 31, 2023
a. **Others**		
Fixed Deposit with Banks (Maturity more then 12 months)	21,54,241	40,00,000
Total	21,54,241	40,00,000

Note No. 3.13 - DEFERRED TAX ASSET (NET)

(In. Rs)

Particulars	March 31, 2024	March 31, 2023
Deferred Tax Asset		
Opening Balance	9,91,205	7,95,869
Provided during the year - Timing differences due to Depreciation	1,24,682	1,95,336
Expenditure / Provisions allowable on payment basis - 43B Items	-	-
Expenditure allowable u/s. 35D	-	-
Closing Balance	11,15,887	9,91,205

Note No. 3.14 - INVENTORIES

(In. Rs)

Particulars	March 31, 2024	March 31, 2023
a. Inventories	1,27,39,034	1,10,44,384
Total Inventories	1,27,39,034	1,10,44,384

S. R. & CO. MUMBAI CHARTERED ACCOUNTANTS

Note No. 3.15 - TRADE RECEIVABLES

(In. Rs)

Particulars		March 31, 2024	March 31, 2023
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		2,22,82,208	2,52,54,915
- Considered Doubtful of Recovery	-		
Less: Provision for Doubtful Debt		-	-
b. Others		2,96,38,692	15,91,374
Total		5,19,20,900	2,68,46,289

Trade Receivables ageing schedule as at 31st March,2024

(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	3,37,26,015	-	-	29,67,659	1,52,27,227	**5,19,20,900**
(i) Undisputed Trade receivables -considered doubtful						-
(iii) Disputed trade receivables considered good						-
(iv) Disputed trade receivables considered doubtful		5,08,222				**5,08,222**

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

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	-	85,85,498	**2,68,46,285**
(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.*

Note No. 3.16 - CASH AND CASH EQUIVALENTS

(In. Rs)

Particulars	March 31, 2024	March 31, 2023
Cash and Cash Equivalents		
- Balance with Banks in current account	58,21,922	1,31,92,677
- Cash on hand	8,65,708	6,85,796
Total Cash and Bank Balances	66,87,631	1,38,78,474

Note No. 3.17 - OTHER CURRENT ASSETS

(In. Rs)

Particulars	March 31, 2024	March 31, 2023
Accrued Interest on Fixed Deposit	-	11,041
Income Tax Refund Receivable	56,20,227	46,32,913
Goods & Services Tax Excess Payment Recoverable	26,20,727	9,48,875
Other Current Assets	66,59,785	67,44,660
Total	1,49,00,739	1,23,37,489

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

(In. Rs)

Particulars		March 31, 2024	March 31, 2023
Revenue from Provision of Services			
- Beauty Parlour services		19,05,83,837	15,50,42,239
- Royalty		38,81,131	30,92,026
- Trademark And Franchisee Fees		-	5,00,000
- License Fees Income		29,83,883	30,57,794
- Academy Fees		78,69,831	89,46,778
	(A)	20,53,18,682	17,06,38,836
Revenue from Sale of Products			
- Beauty Products	(B)	16,93,99,883	12,68,75,789
Less: Inter corporate sales		14,02,492	1,67,851
Total Income from Operations	(A+B)	**37,33,16,073**	**29,73,46,774**

Note No. 4.2 - OTHER INCOME

(In. Rs)

Particulars	March 31, 2024	March 31, 2023
Interest Income		
- From Bank Deposits	2,48,894	11,041
- From Others	1,348	9,820
Other Non-operating Income		
- Other Miscellaneous Income	40,84,787	29,28,877
- Rental Income From Sub-letting	67,941	8,32,471
- Sundry balance Written Back	38,46,314	-
Total	**82,49,284**	**37,82,209**

Note No. 4.3 - COST OF MATERIALS CONSUMED

(In. Rs)

Particulars	March 31, 2024	March 31, 2023
Materials consumption for Beauty services		
Opening Stock	73,82,400	66,55,383
Add : Purchase of Goods and services	4,84,78,040	4,02,29,285
	5,58,60,440	4,68,84,668
Less Closing Stock	76,84,705	73,82,400
	4,81,75,735	**3,95,02,267**
Total	**4,81,75,735**	**3,95,02,267**

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

(In. Rs)

Particulars	March 31, 2024	March 31, 2023
- Purchase of Goods and services	18,47,62,144	12,35,86,738
Less: Inter corporate purchase	14,02,492	1,67,851
Total	**18,33,59,652**	**12,34,18,887**

MUMBAI
CHARTERED ACCOUNTANTS

Note No. 4.5 - CHANGES IN INVENTORIES OF TRADED GOODS

(In. Rs)

Particulars	March 31, 2024	March 31, 2023
Closing Stocks:		
- Beauty Products for Services & Trading	50,54,329	36,61,983
Total (A)	50,54,329	36,61,983
Less: Opening Stocks:		
- Beauty Products for Services & Trading	36,61,983	39,96,522
Total (B)	36,61,983	39,96,522
Total (A-B)	13,92,346	(3,34,539)
(Increase)/Decrease in Excise Duty on Stocks		
Total	**(13,92,346)**	**3,34,539**

Note No. 4.6 - EMPLOYEE BENEFIT EXPENSES

(In. Rs)

Particulars	March 31, 2024	March 31, 2023
Director Remuneration	47,40,000	45,60,000
Salaries, Wages, Allowances	6,37,71,793	5,41,89,569
E.S.I.C	4,67,503	4,83,303
Provident Fund Contribution	7,68,488	6,99,140
Staff Welfare Expenses	4,40,447	1,12,978
Others	46,37,333	42,74,681
Total	**7,48,25,564**	**6,43,19,670**

Note No. 4.7 - FINANCE COST

(In. Rs)

Particulars	March 31, 2024	March 31, 2023
Interest Expenses		
- Borrowings From Banks	7,83,229	10,69,849
- Others		4,922
Other Finance Charges	13,25,249	20,88,156
Total	**21,08,477**	**31,62,928**

S N & CO. MUMBAI CHARTERED ACCOUNTANTS

Note No. 4.8 - OTHER EXPENSES

(In. Rs)

Particulars	March 31, 2024	March 31, 2023
Advertisement Expenses	47,89,800	45,42,397
Electricity Charges	37,26,227	28,44,323
Communication Expenses	6,34,202	6,09,109
Travelling and Conveyance Expenses	10,14,722	3,76,496
Housekeeping & Laundary Charges	4,50,348	3,01,978
Printing & Stationery	9,57,343	9,78,823
Software Charges	11,50,671	12,12,518
Legal & Professional Charges	47,06,002	64,12,582
Rent , Rates & Taxes	3,36,31,013	3,16,49,885
Office Expenses	30,06,949	43,10,715
Repairs & Maintainence	17,09,891	10,91,956
Commision & Brokerage	10,15,977	3,16,994
Share of Loss in LLP		
Other Expense	11,67,574	10,02,642
<u>Payment to Auditors</u>		
Statutory Audit Fees	3,00,000	3,00,000
Tax Audit Fees	62,500	62,500
Total	**5,83,23,220**	**5,60,12,919**

S.N. & CO. MUMBAI CHARTERED ACCOUNTANTS

NOTES ON ACCOUNTS FOR THE YEAR ENDED MARCH 31, 2024

Note No. 3.9 - Property, Plant & Equipments

(In. Rs)

Particulars	Gross Block				Depreciation / Amortisation				Net Block	
	Opening as at April 1, 2023	Addition for the year	Disposals/Other Adjustments	Closing as at March 31, 2024	Up to April 1, 2023	Provided for the Year	Adjustments	Up to March 31, 2024	Closing as at March 31, 2024	Closing as at March 31, 2023
I. Tangible Assets										
a. Furniture & Fixtures	5,43,27,221	11,25,532	-	5,54,52,753	2,43,77,594	35,38,226		2,79,15,820	2,75,36,932	2,99,49,626
b. Computer	34,16,675	2,16,640	-	36,33,315	28,41,851	3,04,723		31,46,574	4,86,741	5,74,824
c. Electrical Equipment	1,39,17,972	13,65,491	-	1,52,83,463	94,78,153	17,25,772		1,12,03,925	40,79,538	44,39,819
d. Motor Vehicles	57,26,008	-	-	57,26,008	31,16,525	3,60,653		34,77,179	22,48,829	26,09,483
Sub Total - (I)	7,73,87,876	27,07,663	-	8,00,95,539	3,98,14,123	59,29,375	-	4,57,43,499	3,43,52,040	3,75,73,752
II. Intangibles Assets	-	-	-	-	-	-	-	-	-	-
III. Capital Work in Progress	-	-	-	-	-	-	-	-	-	-
IV. Intangible assets under Development	-	-	-	-	-	-	-	-	-	-
								-	-	-
Sub Total - (II)	-	-	-	-	-	-	-	-	-	-
V. Grand Total - (I + II)	7,73,87,876	27,07,663	-	8,00,95,539	3,98,14,123	59,29,375	-	4,57,43,499	3,43,52,040	3,75,73,752
Previous Year	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

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 2024, 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, 2024, 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. CHARTERED ACCOUNTANTS MUMBAI

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: 25123409BMIDTF7817