KAPILS SALON INDIA PVT. LTD.
(U74990MH2010PTC203148)
CONSOLIDATED BALANCE SHEET AS AT MARCH 31, 2025

	Particulars	Note	March 31, 2025 (In. Rs)	March 31, 2024 (In. Rs)
I.	**EQUITY AND LIABILITIES**			
1	**SHAREHOLDERS` FUND**			
	- Share Capital	3.1	5,00,000	5,00,000
	- Reserves and Surplus	3.2	11,21,12,114	6,49,07,497
	- Money received against Share Warrants			
	- Minority interest	3.3	36,03,098	35,49,070
	Sub-Total - (A)		11,62,15,211	6,89,56,566
2	**SHARE APPLICATION MONEY PENDING ALLOTMENT**		-	-
	Sub-Total - (B)		-	-
3	**NON-CURRENT LIABILITIES**			
	- Long-term Borrowings			-
	- Deferred Tax Liabilities (net)		-	-
	- Other Long-Term Liabilities	3.4	2,00,000	2,00,000
	- Long-term Provisions		-	-
	Sub-Total - (C)		2,00,000	2,00,000
4	**CURRENT LIABILITIES**			
	- Short-term Borrowings	3.5	77,64,024	1,29,78,746
	- Trade Payables			
	- Outstanding Dues of Micro, Small and Medium Enterprises	3.6	2,53,63,597	2,31,712
	- Outstanding Dues other than Micro, Small and Medium Enterprises	3.6	7,24,23,620	5,09,61,240
	- Other Current Liabilities	3.7	68,63,054	17,23,798
	- Short-term Provisions	3.8	99,68,034	65,82,924
	Sub-Total - (D)		12,23,82,329	7,24,78,420
	TOTAL (A+B+C+D)		**23,87,97,540**	**14,16,34,986**
II.	**ASSETS**			
5	**NON-CURRENT ASSETS**			
	- Property, Plant & Equipment			
	- Tangible Assets	3.9	4,74,41,420	3,43,52,042
	- Intangible Assets			-
	- Capital work-in -progress	3.9	16,65,479	-
	- Non-current investments	3.10	11,97,755	11,97,755
	- Long-term Loans and Assets	3.11	32,86,667	38,50,910
	- Deferred Tax Asset (net)	3.12	10,47,767	11,15,887
	- Other Non-current Assets	3.13	1,92,48,881	1,38,40,731
	Sub-Total - (E)		7,38,87,970	5,43,57,326
6	**CURRENT ASSETS**			
	- Inventories	3.14	1,51,77,465	1,27,39,034
	- Trade Receivables	3.15	12,41,10,891	4,61,85,692
	- Cash and Cash Equivalent	3.16	1,66,00,997	88,42,902
	- Other Current Assets	3.17	57,80,216	1,38,10,032
	- Short- term Loans and Advances	3.18	32,40,000	57,00,000
	Sub-Total - (F)		16,49,09,570	8,72,77,660
	TOTAL (E+F)		**23,87,97,540**	**14,16,34,986**

Notes 1 to 5.26 form an integral part of this 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 : 07/05/2025
UDIN No. 25123409BMIDPO1333

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

Kapil Sharma
(Director)
Din: 02976761

Director

Heena Sharma
(Director)
Din: 02976645

KAPILS SALON INDIA PVT. LTD.
(U74990MH2010PTC203148)
CONSOLIDATED STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED MARCH 31, 2025

Particulars	Note	For the year ended March 31, 2025 (In. Rs)	For the year ended March 31, 2024 (In. Rs)
(i) Revenue form Operations	4.1	53,09,95,749	37,36,74,187
(ii) Other Income	4.2	18,06,021	78,91,170
Total Revenue (i+ii)		53,28,01,770	38,15,65,357
Expenses			
- Purchase of goods and services	4.3	31,79,18,131	23,18,37,692
- Changes in inventories	4.4	(24,38,431)	(16,94,650)
- Employee Benefit Expenses	4.5	8,34,97,046	7,48,25,564
- Finance Cost	4.6	11,95,858	21,08,477
- Depreciation and amortisation expense	3.9	58,41,839	59,29,375
- Other Expenses	4.7	6,37,57,833	5,83,23,220
Total Expenses		46,97,72,276	37,13,29,678
Profit Before Exceptional And Extraordinary Items And Tax		**6,30,29,494**	**1,02,35,679**
Extraordinary items			
Priorperiod Expenses			-
Profit Before Tax		**6,30,29,494**	**1,02,35,679**
- Tax Expense			
Tax expenses for current year		1,57,14,807	36,59,151
Tax expenses for previous year (Excess) / Short			-
Deferred Tax Liability/(Assets)		68,120	(1,24,682)
Total Tax		1,57,82,927	35,34,469
Profit and Loss from Continuing operations **		4,72,46,567	67,01,210
Profit and Loss from Discontinuing operations **			-
Tax expense on Discontinuing operations **			-
Profit from Discontinuing Operations (after tax)			-
Profit for the period		**4,72,46,567**	**67,01,210**
Equity Share of par value Rs. 10 each			
Basis		944.93	134.02
Diluted		944.93	134.02
Notes 1 to 5.26 form an integral part of this 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 : 07/05/2025
UDIN No. 25123409BMIDPO1333

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

For Kapil's Salon India Pvt. Ltd.

Kapil Sharma
(Director)
Din: 02976761

Director

Heena Sharma
(Director)
Din: 02976645

KAPILS SALON INDIA PVT. LTD.
(U74990MH2010PTC203148)

Consolidated Cash Flow Statement for the year ended 31st March, 2025

S.No	PARTICULARS	For the year ended 31st March, 2025		For the year ended 31st March, 2024	
		₹	₹	₹	₹
A.	**Cash Flows From Operating Activities:**				
	Profit Before Taxation	**6,30,29,494**		**1,02,35,679**	
	Adjustments:				
	Depreciation	58,41,839		59,29,375	
	Finance Charges	11,95,858		21,08,477	
	Provision for Gratuity	-		-	
	Interest Income	32,565		2,50,221	
	Loss on Sale of Assets/ Fixed Assets written off			-	
	Operating Profit Before Working Capital Changes	**7,00,99,756**		**1,85,23,752**	
	Adjustments for Working Capital Changes:				
	(Increase)/Decrease in Inventories	(24,38,431)		(16,94,650)	
	(Increase)/Decrease in Trade Receivables	(7,79,25,199)		(2,50,74,612)	
	(Increase)/Decrease in Short term Loans & Advances	-		-	
	(Increase)/Decrease in Other Current Asset	80,29,816		(25,63,250)	
	Increase/(Decrease) in Short Term Provisions	33,85,109		12,38,162	
	Increase/(Decrease) in Other Current Liabilities	51,39,256		(5,15,397)	
	Increase/(Decrease) in Trade Payables	4,65,94,265		2,02,24,128	
	Increase/(Decrease) in Short Term Borrowings	-52,14,721.27		47,04,726	
	(Increase)/Decrease in Short- term Loans and Advances	24,60,000.00			
	Impact of MAT credit				
	Deferred Tax Liability/Asset	-		-	
	Excess / (Short) provision of earlier years	-		-	
	Cash Flows From Operations	**5,01,29,850**		**1,48,42,860**	
	Less: Income Tax Paid	(1,57,14,807)		(36,59,151)	
	Add: Income Tax Refund				
	Net Cash Flows From Operating Activities		**3,44,15,043**		**1,11,83,709**
B.	**Cash Flows From Investing Activities:**				
	Purchase of Fixed Assets	(1,89,31,217)		(27,07,665)	
	Sale of Fixed Assets	-		-	
	Increase in Share Capital	-		-	
	Share Capital Reserve	-		-	
	Interest Income	(32,565)		(2,50,221)	
	(Increase)/Decrease in Capital work-in -progress	(16,65,479)			
	(Increase)/Decrease in Long term Loans & Advances	5,64,243		9,58,459	
	(Increase)/Decrease in Non Current Investments	-			
	(Increase)/Decrease in Non Current Asstes	-		18,45,759	
	(Increase)/Decrease in Other Non Current Asstes	(54,08,150)			
	Net Cash Flows from Investing Activities		**(2,54,73,168)**		**(1,53,668)**
C.	**Cash Flow From Financing Activities:**				
	Increase in Share Capital	12,078		55,000	
	Increase/(Decrease) in Non-Current Liabilities			-	
	Repayment of Long Term Borrowings	-		(17,86,750)	
	Dividend Paid	-		-	
	Finance Charges	(11,95,858)		(21,08,477)	
	Net Cash Flows From Financing Activities		**(11,83,780)**		**(38,40,227)**
	Net Increase/(Decrease) in Cash and Cash Equivalents		**77,58,095**		**71,89,813**
	Cash and Cash Equivalents at the Beginning		**88,42,902**		**1,60,32,715**
	Cash and Cash Equivalents at the End		**1,66,00,997**		**88,42,902**

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 : 07/05/2025
UDIN No. 25123409BMIDPO1333

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

For Kapils Salon India Pvt. Ltd.

Kapil Sharma
(Director)
Din: 02976761

Heena Sharma
(Director)
Din: 02976645

Director

KAPILS SALON INDIA PVT. LTD.
CIN- (U74990MH2010PTC203148)
NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2025

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.

ii) Royalty & License fees Income is recognized on accrual basis on the terms of the contractual agreement entered with customers.

iii) Sale of beauty products is recognized on dispatch to customers and is net of returns, taxes and discounts.

iv) Interest income is accounted on accrual basis and included in other income in the statement of the profit and loss.

v) Revenue in respect of other income is recognized to the extent the ultimate realization, as consistently followed by company, is reasonably certain.

vi) Membership fees is recorded on receipt basis since they are non-refundable in nature

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.

S N & CO. MUMBAI CHARTERED ACCOUNTANTS

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 current tax has been made for the year, as the taxable income is fully set off against carried forward losses 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

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, 2025(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, 2025 (Amount in ₹)	31st March, 2024 (Amount in ₹)
1		Net profit after tax	4,72,46,567	67,01,210
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	**944.93**	**134.02**

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.

S N & CO. MUMBAI CHARTERED ACCOUNTANTS

5.5) Secured & Unsecured Loans

a) Secured and Unsecured Loans from Banks

i) Term Loan

The term loan which was partly secured by way of equitable mortgage of Residential flat belonging to the directors situated off. Shantilal Modi Road, Kandivali West, Mumbai has been repaid during the year.

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 (6.50%) +3.25% i.e. @9.75% 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. Over draft facility from RBL Bank Limited has been transferred to ICICI Bank Limited

Overdraft facility is secured by way of equitable mortgage of Residential flat belonging to the directors situated at M.G. Road, Kandivali west, Mumbai 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.

Unsecured Loans from Kotak bank in the form of MSME loan has been repaid during the year.

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.

5.6) 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%	3,77,553	90.00%	-8,50,332
Mr.Kapil Sharma	5.00%	20,975	5.00%	-47,241
Ms.Heena Sharma	5.00%	20,975	5.00%	-47,241

Name of LLP: ITI's Bellissimo Salon 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)	50.00%	-	-	-
Itishree Girijanandini Gartia	50.00%	-	-	-

Name of LLP: Kapils Timeless Beauty 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)	65.00%	-	-	-
Sanman Enterprise	35.00%	-	-	-

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. 2,50,34,979 (Previous Year- 2,31,712) . Interest Payable on overdue balance NIL (Previous Year- NIL).

S N & CO. MUMBAI CHARTERED ACCOUNTANTS

5.8) Directors remuneration paid/provided for during year

Description	31st March, 2025 (Amount in ₹)	31st March, 2024 (Amount in ₹)
Remuneration to Directors	55,27,200	47,40,000

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		Kapils Hair & Beauty Solutions LLP	
7		KD Wellness services LLP	
8		Skylark	
9		ITI's Bellissimo Salon LLP	
10		Kapils Timeless Beauty LLP	
			Note: Related Parties have been identified by the Management

Transactions with related parties during the Financial Year 2024-25 **(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	24,07,200	-	-	(12,04,230)
		b. Kapil Sharma	31,20,000	-	-	(6,74,580)
2		**Purchases**				
		a. Enthral	-	-	18,696	
		b. Exhilarate	-	-	71,193	
		c. Rashmi Salon	-	-	1,92,656	
		d. Shree Hare Krishna Enterprises	-	-	1,16,559	
		g. Kapils Hair & Beauty Solutions LLP			2,47,066	
		h. Khushi The New Look Salon			2,73,947	
		i. KD Wellness services LLP			3,25,326	
3		**Sales**				
		a. Enthral	-	-	4,47,953	
		b. Exhilarate	-	-	1,61,784	
		c. Rashmi Salon	-	-	1,78,270	
		d. Shree Hare Krishna Enterprises	-	-	1,78,772	
		g. Khushi The New Look Salon			17,94,840	
		h. Kapils Hair & Beauty Solutions LLP			11,22,858	
		i. KD Wellness services LLP			24,85,207	
4		**Royalty Income**				
		a. Enthral	-	-	10,17,429	7,61,698
		b. Exhilarate	-	-	2,38,549	17,23,353
		c. Rashmi Salon	-	-	5,16,403	(1,08,095)
		d. Shree Hare Krishna Enterprises	-	-	8,91,605	(3,09,667)
		g. Khushi The New Look Salon			3,45,822	4,55,476
		h. Kapils Hair & Beauty Solutions LLP			-	(12,82,965)
		i. KD Wellness Services LLP			5,33,030	15,19,993
		j. Skylark			1,80,000	3,74,704
5		**Loan Taken**				
		a. Heena Sharma	2,13,82,453			79,49,554
		b. Kapil Sharma	23,67,599			38,30,592
6		**Professional Fees Expenses**				
		a. Shree Hare Krishna Enterprises			5,70,990	(3,09,667)
					-	
7		**Loan Repaid**				
		a. Heena Sharma	1,80,77,898			79,49,554
		b. Kapil Sharma	27,73,718			38,30,592

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	-	-	-
		b. Kapil Sharma	(34,30,063)	-	-
		a. Enthral	-	-	7,10,792
		b. Exhilarate	-	-	18,85,061
		c. Rashmi Salon	-	-	(1,08,095)
		d. Shree Hare Krishna Enterprises	-	-	5,178
		e. Khushi The New Look Salon			43,34,381
		f. Kapils Hair & Beauty Solutions LLP			4,37,585
		g. KD Wellness Services LLP			22,85,201
		h. Skylark			4,17,303

5.10) a) Provision towards current tax has been made as per the law stated under Income Tax Act, 1961 is Rs. 1,57,14,807 (Previous Year Rs. 36,59,151)

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

Particulars	**2024-25**	**2023-24**
Opening balance in Deffer Tax (Liability)/Asset (A)	9,91,076	7,95,739
Written down value as per Companies Act	4,45,38,429	3,47,97,417
Written down value as per Income Act	4,87,01,523	3,87,35,258
Timing Difference due to depreciation	41,63,094	39,37,840
Tax @ 25.168%	10,47,767	9,91,076
Deferred Tax Asset Balance Closing (B)	**10,47,767**	**9,91,076**

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

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

S N & CO. MUMBAI CHARTERED ACCOUNTANTS

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

5.19) 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.

5.20) 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.

5.21) Significant Financial ratios - Please refer next page.

5.22) 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.

5.23) 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.

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

5.25) As the company is only in one line of business hence segmental reporting is not applicable as per AS 17.

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 : 07/05/2025
UDIN No. 25123409BMIDPO1333

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

For Kapil's Salon India Pvt. Ltd.

Director

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

NOTES ON ACCOUNTS FOR THE YEAR ENDED MARCH 31, 2025

Note No. 3.1 :- SHARE CAPITAL

(In. Rs)

Particulars	March 31, 2025	March 31, 2024
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, 2025

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%
Mrs. Heena Kapil Sharma	4,500	9.00%
	50,000	**100.00%**

b. Reconciliation of the number of Equity Shares outstanding

Particulars	31-Mar-2025 Number of Shares	31-Mar-2024 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%
Mrs. Heena Kapil Sharma	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, 2025	As at March 31, 2024
Surplus		
Statement of Profit & Loss		
Opening Balance	6,49,07,497	5,78,90,458
(+) Transfer from Annexed Profit & Loss statement	4,72,46,567	67,01,210
Minority share loss	(41,950)	3,15,828
Deduction for Fixed assets	-	-
Profit Available for Appropration	11,21,12,114	6,49,07,497
Surplus Carried to Balance Sheet	11,21,12,114	6,49,07,497

Note No. 3.3 - Minority share

Particulars	As at March 31, 2025	As at March 31, 2024
Minority share	35,49,070	38,09,898
Share in profit/(Loss)	41,950	(3,15,828)
Increase/(decrease) in capital	12,078	55,000
Minority share to be carried in balance sheet	36,03,098	35,49,070

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Note No. 3.4 - Other Long-Term Liabilities

Particulars	As at March 31, 2025	As at March 31, 2024
Other Long-Term Liabilities		
- Others	2,00,000	2,00,000
Total	2,00,000	2,00,000

Note No. 3.5 - SHORT - TERM BORROWINGS

(In. Rs)

Particulars	March 31, 2025	March 31, 2024
I. **Secured Borrowings:**		
a. Current maturities of long-term borrowings	-	-
b. Bank Overdraft Facility	43,33,960	42,75,428
Total Secured Short Term Borrowings - (I)	43,33,960	42,75,428
II. **Unsecured Borrowings**		
a. Current maturities of long-term borrowings		
- Term Loan	-	73,72,248
- MSME Loan	-	9,14,357
b. Loan repayable on Demand.		
- From Banks		
c. Loan from Directors (Interest Free)	34,30,064	4,16,712
Total Unsecured Short Term Borrowings - (II)	34,30,064	87,03,318
III. **Total Short Term Borrowings (I + II)**	77,64,024	1,29,78,746

Note No. 3.6 - TRADE PAYABLES

(In. Rs)

Particulars	March 31, 2025	March 31, 2024
Trade Payables		
(i) Total outstanding dues of Micro Enterprises and Small Enterprises	2,53,63,597	2,31,712
(ii) Total outstanding dues of Creditors other than Micro Enterprises	7,24,23,620	5,09,61,240
Total	9,77,87,217	5,11,92,952

Trade Payables ageing schedule: As at 31st March,2025 (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	2,53,63,597	-	-	-	2,53,63,597
(ii)	Others	7,16,94,119	4,51,835	-	2,77,666	7,24,23,620
(iii)	Disputed dues- MSME	-	-	-	-	-
(iv)	Disputed dues - Others	-	-	-	-	-

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	-	-	-	-	-

Note No. 3.7 - OTHER CURRENT LIABILITIES

(In. Rs)

Particulars	March 31, 2025	March 31, 2024
Current maturities of Long Term Debt (Secured)		
Other Liabilities	1,08,304	1,13,176
Outstanding Salaries	2,85,785	2,71,213
Statutory Dues Payable		
- TDS Payable	10,72,039	11,31,524
- Goods & Services Tax	51,59,347	5,954
- Profession Tax	1,65,154	1,60,754
- TCS on sales	72,424	41,177
Total	68,63,054	17,23,798

S N & CO. MUMBAI CHARTERED ACCOUNTANTS

Note No. 3.8 - SHORT TERM PROVISIONS

Particulars	March 31, 2025	March 31, 2024
Provisions for		
- Audit Fees	6,65,000	6,65,000
- Electricity Expenses	2,97,398	1,75,319
- ESIC	51,324	52,815
- Provident Fund	1,88,921	1,63,827
- Outstanding Salaries	59,93,375	54,34,550
- Income Tax Provision	21,49,160	
- Others	6,22,855	91,413
Total	99,68,034	65,82,924

Note No. 3.10 - NON-CURRENT INVESTMENTS

(In. Rs)

Particulars	March 31, 2025	March 31, 2024
a. **Non Trade, Long Term (At cost)**		
Capital Balance with Kapils Hair and Beauty solution LLP in a limited libility Partnership firm (towards Capital contribution)	-	-
b. Others	11,97,755	11,97,755
Total	11,97,755	11,97,755

Note No. 3.11 - LONG TERM LOANS AND ADVANCES

(In. Rs)

Particulars	March 31, 2025	March 31, 2024
I. **Secured, Considered good**		
II. **(Unsecured, Considered good unless otherwise stated)**		
a. Capital Advances		
b. Loans and Advances to Related Parties		
c. Other Advances Recoverables -Staff Loans	32,86,667	38,50,910
III. **Dobutful**		
Total Long Term Loans and Advances	32,86,667	38,50,910

Note No. 3.12 - DEFERRED TAX ASSET (NET)

(In. Rs)

Particulars	March 31, 2025	March 31, 2024
Deferred Tax Asset		
Opening Balance	11,15,887	9,91,205
Provided during the year - Timing differences due to Depreciation	(3,21,813)	1,24,682
Expenditure / Provisions allowable on payment basis - 43B Items		-
Expenditure allowable u/s. 35D	2,53,693	-
Closing Balance	10,47,767	11,15,887

Note No. 3.13 - Other Non Current Assets

(In. Rs)

Particulars	March 31, 2025	March 31, 2024
Security Deposits		
Deposits with Government authorities		
Deposits with Lessors	1,92,48,881	1,38,40,731
Total Other Non Current Assets	**1,92,48,881**	**1,38,40,731**

Note No. 3.14 - INVENTORIES

(In. Rs)

Particulars	March 31, 2025	March 31, 2024
a. Inventories (as certified by the management)	1,51,77,465	1,27,39,034
Total Inventories	1,51,77,465	1,27,39,034

S.M. & CO. MUMBAI CHARTERED ACCOUNTANTS

Note No. 3.15 - TRADE RECEIVABLES

(In. Rs)

Particulars	March 31, 2025	March 31, 2024
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	81,29,856	67,83,761
- Considered Doubtful of Recovery		
Less: Provision for Doubtful Debt		-
b. Others	11,59,81,035	3,94,01,931
Total	12,41,10,891	4,61,85,692

Trade Receivables ageing schedule as at 31st March,2025

(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	11,59,81,035	24,88,351	21,87,831	-	34,53,674	**12,41,10,891**
(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 year and is certain about the money to be received in near future.*

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	3,97,94,433	24,75,267	-	4,62,318	34,53,674	**4,61,85,692**
(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 year and is certain about the money to be received in near future.*

Note No. 3.15 - CASH AND CASH EQUIVALENTS

(In. Rs)

Particulars	March 31, 2025	March 31, 2024
Cash and Cash Equivalents		
- Balance with Banks in current account	1,11,24,813	58,21,922
- Cash on hand	10,61,184	8,66,738
- Others (Sweep fixed deposits)	44,15,000	21,54,241
Total Cash and Bank Balances	1,66,00,997	88,42,902

Note No. 3.16 - OTHER CURRENT ASSETS

(In. Rs)

Particulars	March 31, 2025	March 31, 2024
Accrued Interest on Fixed Deposit	13,258	-
Goods & Services Tax		26,20,727
Income Tax Refund Receivable		54,38,335
Deposits and advances (others)	57,41,958	57,42,958
Other	25,000	8,012
Total	57,80,216	1,38,10,032

S N & CO. MUMBAI CHARTERED ACCOUNTANTS

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

(In. Rs)

Particulars	March 31, 2025	March 31, 2024
Revenue from sale of Product & services		
Revenue from sale of goods and services	53,23,66,011	37,50,76,678
Less: Inter corporate sales	13,70,262	14,02,492
Total Income from Operations	**53,09,95,749**	**37,36,74,187**

Note No. 4.2 - OTHER INCOME

(In. Rs)

Particulars	March 31, 2025	March 31, 2024
Interest Income		
- From Bank Deposits	21,181	2,48,894
- From Others	11,384	1,348
Other Non-operating Income		
- Other Miscellaneous Income	17,73,145	36,58,923
- Rental Income From Sub-letting	-	67,941
- Sundry balance Written Back	311	39,14,065
Share in Profit/(Loss)		
Total	**18,06,021**	**78,91,170**

Note No. 4.3 - PURCHASE OF GOODS AND SERVICES

(In. Rs)

Particulars	March 31, 2025	March 31, 2024
- Purchase of Goods and services	31,92,88,393	23,32,40,184
Less: Inter corporate purchase	13,70,262	14,02,492
Total	**31,79,18,131**	**23,18,37,692**

Note No. 4.4 - CHANGES IN INVENTORIES

(In. Rs)

Particulars	March 31, 2025	March 31, 2024
Closing Stock	1,51,77,465	1,27,39,034
Total (A)	1,51,77,465	1,27,39,034
Less: Opening Stocks	1,27,39,034	1,10,44,384
Total (B)	1,27,39,034	1,10,44,384
Total (A-B)	24,38,431	16,94,650
Total	**(24,38,431)**	**(16,94,650)**

S N & CO. MUMBAI CHARTERED ACCOUNTANTS

Note No. 4.5 - EMPLOYEE BENEFIT EXPENSES

(In. Rs)

Particulars	March 31, 2025	March 31, 2024
Director Remuneration	55,27,200	47,40,000
Salaries, Wages, Allowances	7,25,33,402	6,37,71,793
E.S.I.C	4,96,164	4,67,503
Provident Fund Contribution	7,32,479	7,68,488
Staff Welfare Expenses	4,57,605	4,40,447
Others	37,50,196	46,37,333
Total	**8,34,97,046**	**7,48,25,564**

Note No. 4.6 - FINANCE COST

(In. Rs)

Particulars	March 31, 2025	March 31, 2024
Interest Expenses		
- Borrowings From Banks	3,14,577	7,83,229
- Others	2,357	8
Other Finance Charges	8,78,924	13,25,241
Total	**11,95,858**	**21,08,477**

Note No. 4.7 - OTHER EXPENSES

(In. Rs)

Particulars	March 31, 2025	March 31, 2024
Advertisement Expenses	59,74,890	47,89,800
Electricity Charges	44,53,138	37,26,227
Communication Expenses	7,11,370	6,12,683
Travelling and Conveyance Expenses	8,45,414	10,17,522
Housekeeping & Laundary Charges	6,27,383	4,85,884
Printing & Stationery	7,70,094	10,94,082
Software Charges	18,27,227	11,49,571
Legal & Professional Charges	57,39,469	47,18,502
Rent , Rates & Taxes	3,35,72,520	3,36,32,025
Office Expenses	17,81,796	13,66,187
Repairs & Maintainence	21,44,257	17,09,891
Commision & Brokerage	13,15,115	10,15,977
Share of (Profit)/Loss in LLP		
Other Expense	36,45,160	26,54,870
Payment to Auditors		
Statutory Audit Fees	3,00,000	3,00,000
Tax Audit Fees	50,000	50,000
Total	**6,37,57,833**	**5,83,23,220**

NOTES ON ACCOUNTS FOR THE YEAR ENDED MARCH 31, 2025

Note No. 3.9 - Property, Plant & Equipments

(In. Rs)

Particulars	Gross Block				Depreciation / Amortisation				Net Block	
	Opening as at April 1, 2024	Addition for the year	Disposals/Other Adjustments	Closing as at March 31, 2025	Up to April 1, 2024	Provided for the Year	Adjustments	Up to March 31, 2025	Closing as at March 31, 2025	Closing as at March 31, 2024
I. Tangible Assets										
a. Furniture & Fixtures	5,54,52,753	1,24,79,559	-	6,79,32,312	2,79,15,820	40,01,756		3,19,17,577	3,60,14,735	2,75,36,932
b. Computer	36,33,315	8,30,408	-	44,63,723	31,46,574	2,10,681		33,57,255	11,06,468	4,86,741
c. Electrical Equipment	1,52,83,463	56,21,250	-	2,09,04,713	1,12,03,925	13,14,517		1,25,18,442	83,86,271	40,79,538
d. Motor Vehicles	57,26,008		-	57,26,008	34,77,179	3,14,885		37,92,063	19,33,945	22,48,829
Sub Total - (I)	8,00,95,539	1,89,31,217	-	9,90,26,756	4,57,43,499	58,41,839	-	5,15,85,337	4,74,41,420	3,43,52,040
II. Intangibles Assets	-	-	-	-	-	-	-	-	-	-
III. Capital Work in Progress	-	16,65,479	-	16,65,479	-	-	-	-	16,65,479	-
IV. Intangible assets under Development	-	-	-	-	-	-	-	-	-	-
								-	-	-
Sub Total - (II)	-	-	-	-	-	-	-	-	-	-
V. Grand Total - (I + II)	8,00,95,539	1,89,31,217	-	9,90,26,756	4,57,43,499	58,41,839	-	5,15,85,337	4,74,41,420.11	3,43,52,040
Previous Year	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

Capital-work-in Progress (CWIP)/ Intangible assets under development

For Capital-work-in progress and Intangible assets under development following is the ageing schedule:

(In. Rs)

Particular	Less than 1 year	1 - 2 years	2 - 3 years	More than 3 years	Total
As on 31st March,2025	16,65,479.00				16,65,479.00
As on 31st March,2024					

Note - Financial Ratios

	Description	Numerator	31/3/25 (Amount in `)	31/3/24 (Amount in `)	Denominator	31/3/25 (Amount in `)	31/3/24 (Amount in `)	31-Mar-25	31-Mar-24	% of Variance
1	**Current Ratio**	Current Assets			Current Liabilities					
		Inventories	1,51,77,465	1,27,39,034	Short-term Borrowings	77,64,024	1,29,78,746			
		Trade Receivables	12,41,10,891	4,61,85,692	Trade Payables	9,77,87,217	5,11,92,952			
		Cash and Bank balances	1,66,00,997	88,42,902	Other Current Liabilities	68,63,054	17,23,798			
		Other Current Assets	57,80,216	1,38,10,032	Short-term Provisions	99,68,034	65,82,924			
		Short- term Loans and Advances	32,40,000	57,00,000						
			16,49,09,570	**8,72,77,660**		**12,23,82,329**	**7,24,78,420**	1.35	1.20	12%
2	**Debt Equity Ratio**	Total Liabilities			Shareholder's Equity					
		Total Outside Liabilities	12,25,82,329	7,26,78,420	Total Shareholders Equity	11,62,15,211	6,89,56,566	1.055	1.054	0%
3	**Debt Service Coverage Ratio**	Profit Before tax	6,30,29,494	1,02,35,679	Finance cost	8,78,924	13,25,241	72.71	8.72	734%
		Finance cost	8,78,924	13,25,241						
4	**Return on Equity Ratio**	Profit for the period			Avg. Shareholders Equity					
		Net Profit after taxes - preference dividend (if any)	4,72,46,567	67,01,210	(Beginning shareholders' equity + Ending shareholders' equity) ÷ 2	9,25,85,889	6,55,78,461	0.51	0.10	41%
5	**Inventory Turnover Ratio**	Cost of Goods sold			Average Inventory					
		(Opening Stock + Purchases) – Closing Stock	31,54,79,700	23,15,35,388	(Opening Stock + Closing Stock)/2	1,39,58,249	1,18,91,709	22.60	19.47	16%
6	**Trade Receivables Turnover Ratio**	Net Credit Sales			Average Trade Receivables					
		Credit Sales	53,09,95,749	37,36,74,187	(Beginning Trade Receivables + Ending Trade Receivables) / 2	8,51,48,292	3,65,15,991	6.24	10.23	-39%
7	**Trade Payables Turnover Ratio**	Total Purchases			Average Trade Payables					
		Annual Net Credit Purchases	31,79,18,131	23,18,37,692	(Beginning Trade Payables + Ending Trade Payables)/2	7,44,90,084	4,10,80,888	4.27	5.64	-24%
8	**Net Capital Turnover Ratio**	Net Sales			Average Working Capital					
		Total Sales - Sales Return	53,09,95,749	37,36,74,187	Current Assets - Current Liabilities	4,25,27,241	1,47,99,241	12.49	25.25	-51%
9	**Net Profit Ratio**	Net Profit			Net Sales					
		Profit After Tax	4,72,46,567	67,01,210	Sales	53,09,95,749	37,36,74,187	0.09	0.02	7.10%
10	**Return on Capital employed**	EBIT			Capital Employed					
		Profit before Interest and Taxes	6,30,29,494	1,02,35,679	Capital Employed = Equity + Long Term Debt	11,64,15,211	6,91,56,566	0.54	0.15	39%

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 2025, 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, 2025, 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.

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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

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

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

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the 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

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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 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

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(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 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

S N & CO. MUMBAI CHARTERED ACCOUNTANTS

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

Mumbai, dated 7th May 2025

UDIN: 25123409BMIDPO1333