

SANGHVI BEAUTY & SALON PRIVATE LIMITED
Balance Sheet as at March 31, 2022

		(In Rs)	
Particulars	Note No.	As at March 31, 2022	As at March 31, 2021
		Amount	Amount
I. EQUITY AND LIABILITIES			
1 Shareholders' funds			
(a) Share capital	1	1,00,000	1,00,000
(b) Reserves and surplus	2	(5,42,08,172)	(5,57,84,367)
2 Non-current liabilities			
(a) Long-term provisions	3	1,60,146	5,99,105
3 Current liabilities			
(a) Short-term borrowings	4	5,84,25,059	5,46,11,777
(b) Trade payables	5		
(i) Total Outstanding dues of Micro enterprises and small enterprises.			
(ii) Total outstanding dues of creditors other than Micro enterprises and small enterprises		31,21,652	39,60,534
(c) Other current liabilities	6	84,88,703	89,72,652
(d) Short-term provisions	7	2,24,913	5,32,765
TOTAL		1,63,12,301	1,29,92,466
II. ASSETS			
1 Non-current assets			
(a) Property, Plant and Equipment And Intangible Assets	8		
(i) Property, Plant and Equipment		5,53,957	7,29,300
(ii) Intangible assets		25,814	41,692
(b) Long-term loans and advances	9	16,45,964	19,40,820
(c) Other Non-current assets	10	1,88,015	1,76,364
2 Current assets			
(a) Inventories	11	8,09,331	15,87,456
(b) Trade receivables	12	73,21,246	65,60,982
(c) Cash and cash equivalents	13	53,85,605	16,38,856
(d) Short-term loans and advances	14	3,82,369	3,16,996
TOTAL		1,63,12,301	1,29,92,466
See accompanying Notes to The Financial Statements	21-32		

The accompanying notes form an integral part of The Financial Statements.

For B K Khare and Co.

Chartered Accountants

Firm Registration Number - 105102W

Shirish Rahalkar

Shirish Rahalkar
Partner

M.No. 111212

Place - Mumbai

Date: 26/05/2022



For and On behalf of Board of Directors

Sanghvi Beauty & Salon Pvt Ltd.

Darpan N Sanghvi

Darpan N Sanghvi
Managing Director

DIN: 02912102

Place - Mumbai

Date: 26/05/2022

Narendra R Sanghvi

Narendra R Sanghvi
Director

DIN: 02912085

Place - Mumbai

Date: 26/05/2022



SANGHVI BEAUTY & SALON PRIVATE LIMITED
Profit and loss for the year ended March 31, 2022

(In Rs)

Particulars		Note No	For the period ended March 31, 2022	For the period ended March 31, 2021
1	Revenue from operations	15	1,28,97,821	46,71,460
2	Other income	16	7,06,173	1,01,492
3	Total Income (1+2)		1,36,03,994	47,72,952
4	Expenses:			
	Cost of materials consumed	17	14,35,934	49,54,759
	Employee benefits expense	18	43,37,896	29,73,324
	Finance costs	19	1,46,094	86,295
	Depreciation and amortization expense	8	1,91,221	3,09,290
	Other expenses	20	59,16,654	1,53,82,687
	Total expenses		1,20,27,799	2,37,06,355
5	Profit / (Loss) before Exceptional & Extra Ordinary Items & Tax		15,76,195	(1,89,33,403)
6	Prior Period Items		-	-
7	Profit / (Loss) before Tax (3-5)		15,76,195	(1,89,33,403)
8	Tax expense:			
	(1) Current Tax/MAT		-	-
	(2) Deferred tax (DTL)		-	-
	(3) MAT Credit Entitlement		-	-
9	Profit (Loss) for the period (6-7)		15,76,195	(1,89,33,403)
10	Earnings per equity share:			
	(1) Basic		15.76	(1,893.34)
	(2) Diluted		15.76	(1,893.34)
	See accompanying Notes to The Financial Statements	21-32		

The notes are an integral part of these financial statements

For B K Khare and Co.
Chartered Accountants
Firm Registration Number - 105102W

Sahalkar

Shirish Rahalkar
Partner
M.No. 111212
Place - Mumbai
Date: 26/05/2022



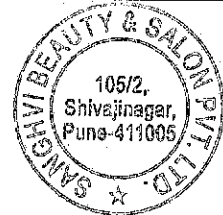
For and On behalf of Board of Directors
Sanghvi Beauty & Salon Pvt Ltd.

Darpan N Sanghvi

Narendra R Sanghvi

Darpan N Sanghvi Managing Director
DIN: 02912102
Place - Mumbai
Date: 26/05/2022

Narendra R Sanghvi Director
DIN: 02912085
Place - Mumbai
Date: 26/05/2022



SANGHVI BEAUTY & SALON PRIVATE LIMITED
Cash Flow Statement For the year ended March 31, 2022

(In Rs)

	Particulars	For the period ended March 31, 2022	For the period ended March 31, 2021
A.	Cash flow from Operating Activities		
	Profit/Loss before Tax	15,76,195	(1,89,33,403)
	Adjustments for:		
	Depreciation & Amortisation Expenses	1,91,221	3,09,290
	Interest income	(11,651)	(14,792)
	Operating profit before working capital changes	17,55,765	(1,86,38,905)
	Changes in:		
	Trade and Other Receivables	(7,60,264)	1,07,55,528
	Inventories	7,78,125	19,84,442
	Loans and Advances- short term	(65,373)	3,90,664
	Other Current Assets	(11,651)	(9,792)
	Trade and Other Payables	(20,69,642)	(17,56,842)
	Cash generated from operations	(3,73,040)	(72,74,905)
	Less: Taxes paid net of refund	2,94,856	9,88,354
	Net Cash Flow from Operating Activities (A)	(78,184)	(62,86,551)
B.	Cash flow from Investing Activities		
	Purchase of Fixed Assets/Capital Expenditure	-	-
	Interest Received	11,651	14,792
	Net Cash Flow from Investing Activities (B)	11,651	14,792
C.	Cash flow from Financing Activities		
	Change in Borrowings	38,13,282	70,00,813
	Premium on shares issued	-	-
	Net Cash Flow From Financing Activities (C)	38,13,282	70,00,813
D	Net increase/decrease in cash and cash equivalents (A+B+C)	37,46,749	7,29,054
E	Opening Balance of Cash and Cash Equivalents	16,38,856	9,09,802
F	Closing Balance of Cash and Cash Equivalents (D+E)	53,85,605	16,38,856
	Companants of Cash and Cash equivalents		
	Cash in Hand	13,976	-
	with Banks:		
	on current account	53,71,629	16,38,856
	on deposit account	-	-

The Significant Accounting Policies and Notes are an integral part of these financial statements

For B K Khare and Co.
Chartered Accountants
Firm Registration Number - 105102W

Shirish Rahalkar
Shirish Rahalkar
Partner
M.No. 111212
Place - Mumbai
Date: 26/05/2022



For and On behalf of Board of Directors
Sanghvi Beauty & Salon Pvt Ltd.

Darpan N Sanghvi
Darpan N Sanghvi
Managing Director
DIN: 02912102
Place - Mumbai
Date: 26/05/2022

Narendra R Sanghvi
Narendra R Sanghvi
Director
DIN: 02912085
Place - Mumbai
Date: 26/05/2022



SANGHVI BEAUTY & SALON PRIVATE LIMITED
Notes to the Interim condensed Financial Statements

Note: 1 Share capital

Share Capital	March 31, 2022	March 31, 2021
	Amount	Amount
Authorised		
10,000 Equity shares of 10 each with voting rights	1,00,000	1,00,000
Total	1,00,000	1,00,000
Issued, Subscribed & Fully Paid up		
10,000 Equity shares of 10 each with voting rights	1,00,000	1,00,000
Total	1,00,000	1,00,000

Reconciliation of number of shares:- Particulars	As at March 31, 2022		As at March 31, 2021	
	Number	Amount	Number	Amount
Equity Share				
Shares outstanding at the beginning of the year	10,000	1,00,000	10,000	1,00,000
Add:-Shares Issued during the year	-	-	-	-
Shares bought back during the year	-	-	-	-
Shares outstanding at the end of the year	10,000	1,00,000	10,000	1,00,000

d) Rights attached to shares

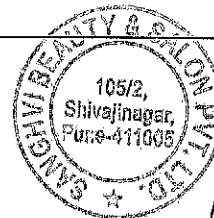
The Company has only one class of equity shares having a par value of Rs.10/- per share. Each Holder of equity shares is entitled to one vote per share. In the unlikely event of liquidation, the equity shareholders are eligible to receive the remaining assets of the Company after distribution of all preferential amounts, in proportion to their shareholding.

e) Details of Shareholders holding more than 5% of shares in the Company

SR NO	Name of Shareholder	As at March 31, 2022		As at March 31, 2021	
		No. of Shares held	% of Holding	No. of Shares held	% of Holding
1	Promoter - Holding Company (Sanghvi Brands Pvt Ltd)	9,999	99.99%	9,999	99.99%
2	Mr Narendra Sanghvi	1	0.01%	1	0.01%
		10,000	100%	10,000	100%

Shares held by promoters at the end of the year As at March 31, 2022

S.No.	Name of the Promoter	No. of Shares	% of total shares	% Change during the year
1	Sanghvi Brands Limited	9,999	99.99	
2	Narendra Sanghvi	1	0.01	



SANGHVI BEAUTY & SALON PRIVATE LIMITED

Notes to Financial Statements

Note: 2 Reserves and surplus

Particulars	As at March 31, 2022	As at March 31, 2021
	Amount	Amount
Balance at the end of the year		
Opening balance	(5,57,84,367)	(3,68,50,964)
Add: Net Profit / (Loss) for the year	15,76,195	(1,89,33,403)
Closing balance	(5,42,08,172)	(5,57,84,367)
Foreign Currency Translation Reserve	-	-
Total	(5,42,08,172)	(5,57,84,367)

Note: 3 Long Term Provisions

Particulars	As at March 31, 2022	As at March 31, 2021
	Amount	Amount
Provision for employee benefits		
Gratuity	1,29,655	4,94,572
Leave Encashment	30,491	1,04,533
Total	1,60,146	5,99,105

Note: 4 Short-term borrowings

Particulars	As at March 31, 2022	As at March 31, 2021
	Amount	Amount
Loans & Advances from related party (Unsecured non-interest bearing) *		
Sanghvi Brands Ltd	5,84,25,059	5,46,11,777
Total	5,84,25,059	5,46,11,777

Note: 5 Trade Payable

**Trade payables due for payment
Trade Payables ageing schedule**

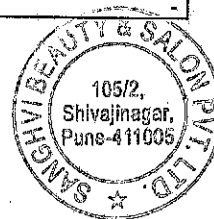
As at March 31, 2022

Particulars	Outstanding for following periods from				Total
	Less Than 1 Year	1-2 Years	2 - 3 Years	More than 3 Years	
(i) MSME	-	-	-	-	-
(ii) Others	5,97,405	18,25,996	6,69,400	28,851	31,21,652
(iii) Disputed dues - MSME	-	-	-	-	-
(iv) Disputed dues - Others	-	-	-	-	-

**Trade payables due for payment
Trade Payables ageing schedule**

As at March 31, 2021

Particulars	Outstanding for following periods from				Amount Total
	Less Than 1 Year	1-2 Years	2 - 3 Years	More than 3 Years	
(i) MSME	-	-	-	-	-
(ii) Others	31,32,631	7,99,052	28,851	-	39,60,534
(iii) Disputed dues - MSME	-	-	-	-	-
(iv) Disputed dues - Others	-	-	-	-	-



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Note: 6 Other Current Liabilities

Particulars	As at March 31, 2022	As at March 31, 2021
	Amount	Amount
Statutory remittances	7,48,256	7,81,895
Advance From Others	1,73,555	1,73,555
Unearned Revenue	-	-
Audit Fees payable	-	-
Employee Payables	7,69,648	3,02,708
Provision for Expenses	67,97,244	77,14,494
Other Liabilities	-	-
Total	84,88,703	89,72,652

Note: 7 Short Term Provisions

Particulars	As at March 31, 2022	As at March 31, 2021
	Amount	Amount
(a) Provision for employee benefits		
Gratuity	2,16,617	1,06,175
Leave Encashment	8,296	29,778
(b) Others		
Provision for Expenses	-	3,96,812
Total	2,24,913	5,32,765

Note : 9 Long Term Loans and Advances

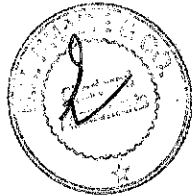
Particulars	As at March 31, 2022	As at March 31, 2021
	Amount	Amount
GST Credit	5,27,306	10,15,542
Tax Deducted at Source (net of provisions)	11,18,658	9,25,278
Total	16,45,964	19,40,820

Note: 10 Other Non-Current Assets

Particulars	As at March 31, 2022	As at March 31, 2021
	Amount	Amount
Fixed Deposite with Original maturity of more than 12 months	1,88,015	1,76,364
MAT Credit Entitlement	-	-
Total	1,88,015	1,76,364

Note: 11 Inventories

Particulars	As at March 31, 2022	As at March 31, 2021
	Amount	Amount
Closing Inventory of Materials/Consumables	8,09,331	15,87,456
Total	8,09,331	15,87,456



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Note: 12 Trade Receivables**Trade Receivables ageing schedule As at March 31, 2022**

Particulars	Outstanding for following periods from					Total
	Less Than 6 Months	6 Months - 1 Year	1-2 Years	2 - 3 Years	More than 3 Years	
(i) Undisputed Trade receivables – considered good	28,74,636	-	44,46,610	38,53,236	2,44,295	1,14,18,777
(ii) Undisputed Trade Receivables – considered doubtful	-	-	(40,97,531)	-	-	(40,97,531)
(iii) Disputed Trade Receivables considered good	-	-	-	-	-	-
(iv) Disputed Trade Receivables considered doubtful	-	-	-	-	-	-
TOTAL	28,74,636	-	3,49,079	38,53,236	-	73,21,246

Trade Receivables ageing schedule As at March 31, 2021

Particulars	Outstanding for following periods from					Total
	Less Than 6 Months	6 Months - 1 Year	1-2 Years	2 - 3 Years	More than 3 Years	
(i) Undisputed Trade receivables – considered good	26,72,517	1,07,479	75,44,427	10,26,428	2,44,295	1,15,95,146
(ii) Undisputed Trade Receivables – considered doubtful	-	-	(50,34,164)	-	-	(50,34,164)
(iii) Disputed Trade Receivables considered good	-	-	-	-	-	-
(iv) Disputed Trade Receivables considered doubtful	-	-	-	-	-	-
TOTAL	26,72,517	1,07,479	25,10,263	10,26,428	2,44,295	65,60,982

Note: 13 Cash and cash equivalents

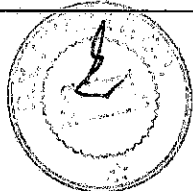
Particulars	As at March 31, 2022	As at March 31, 2021
	Amount	Amount
Cash and cash equivalents		
(a) Cash on hand	13,976	-
(b) Bank Balances	53,71,629	16,38,856
Total	53,85,605	16,38,856

Note: 14 Short-term loans and advances

Particulars	As at March 31, 2022	As at March 31, 2021
	Amount	Amount
a. Loans and advances		
Unsecured, considered good *	1,82,166	78,716
Deposit	1,66,700	1,01,700
Advance to Suppliers	5,829	1,34,477
Staff advances	27,674	2,103
Total	3,82,369	3,16,996

*** Short-term loans and advances given to related parties**

Particulars	As at March 31, 2022	As at March 31, 2021
	Amount	Amount
Sanghvi Fitness Pvt Ltd	1,30,250	26,800
Sanghvi Beauty and Technologies Pvt. Ltd.	42,480	42,480
Darpan N. Sanghvi	9,436	9,436
Total	1,82,166	78,716



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SANGHVI BEAUTY & SALON PRIVATE LIMITED
Notes to Financial Statements

Note 15 Revenue from operations

Particulars	For the year ended March 31, 2022	For the year ended March 31, 2021
	Amount	Amount
Services	97,05,889	32,38,806
Technical Fees	31,08,950	-
Sale of services (A)	1,28,14,839	32,38,806
Sale of products (B)	82,982	14,32,654
Total (A +B)	1,28,97,821	46,71,460

Note 16 Other Income

Particulars	For the year ended March 31, 2022	For the year ended March 31, 2021
	Amount	Amount
Interest on Income tax refund	58,522	86,700
Interest income on Fixed Deposits	11,651	14,792
Sundry Credit Balances Appropriated	2,39,188	-
Other Income	3,96,812	-
Total	7,06,173	1,01,492

Note 17 Cost of materials consumed

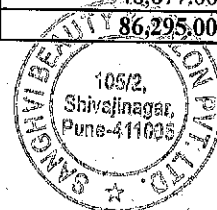
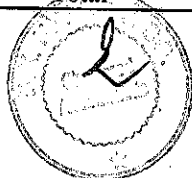
Particulars	For the year ended March 31, 2022	For the year ended March 31, 2021
	Amount	Amount
Opening Inventory	15,87,456	35,71,898
Add - Purchases		
Purchases of Salon Product	-	16,20,901
Consumables	6,57,809	13,49,416
	6,57,809	29,70,317
Less - Closing Inventory	8,09,331	15,87,456
Total	14,35,934	49,54,759

Note 18 Employee benefits expense

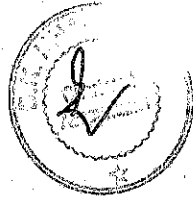
Particulars	For the year ended March 31, 2022	For the year ended March 31, 2021
	Amount	Amount
Salaries and incentives	36,94,155	20,35,123
Contributions to -		
(i) Provident fund	1,08,872	1,23,121
(ii) Gratuity fund contributions	(2,54,475)	1,21,129
(d) Leave Encashment	(95,524)	(39,708)
(h) Staff welfare expenses	8,84,868	7,33,659
Total	43,37,896	29,73,324

Note 19 Finance Costs

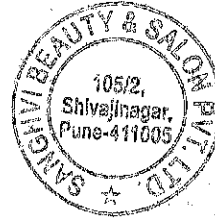
Particulars	For the year ended March 31, 2022	For the year ended March 31, 2021
	Amount	Amount
Interest Expense	15,793	37,418.00
Bank Charges	1,30,301	48,877.00
Total	1,46,094	86,295.00



Note 20 Other Expenses			
SR No	Particulars	For the year ended	For the year ended
		March 31, 2022	March 31, 2021
		Amount	Amount
1	Electricity charges	13,10,375	1,31,123
2	Repairs to:		
	- Plant & Machinery	4,863	16,817
	- Others	130	56,666
3	Rates & Taxes	-	79,413
4	Auditors Remuneration (Ref Note 22)	1,50,000	1,46,000
5	Business Development & Sales Promotion	6,69,832	83,703
6	License Fees	3,47,650	-
7	Royalty	17,12,643	6,83,492
8	Legal & professional Fees	10,68,600	7,97,400
9	Housekeeping expenses	81,283	67,651
10	Travelling and conveyance	65,718	51,025
11	Sundry Debit Balances W/off	1,68,364	76,02,186
12	Miscellaneous Expenses	1,71,599	2,31,235
13	Information Technology Cost	1,04,310	5,000
14	Provision for Expenses of bad and Doubtful	-	50,34,164
15	Loss of Obsolete Inventory	-	3,96,812
16	Income Tax Expenses	61,287	-
Total		59,16,654	1,53,82,687



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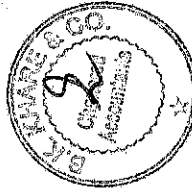


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SANGHVI BEAUTY & SALON PRIVATE LIMITED
Property, Plant and Equipment and Intangible assets Schedule for the year ended March 31, 2022

Note 8 Property, Plant and Equipment & Intangible Assets

Fixed Assets	Gross Block			Accumulated Depreciation			Net Block	
	Balance As On March 31, 2021	Additions/ (Disposals)	Balance As On March 31, 2022	Balance As On March 31, 2021	Depreciation charge for the period	On disposals	Balance As On March 31, 2022	Net Balance As On March 31, 2021
Property, Plant and Equipment								
Computers & Accessories	6,17,451	-	6,17,451	6,17,451	-	-	6,17,451	-
Furniture & Fittings	10,48,538	-	10,48,538	4,41,361	1,00,190	-	5,41,551	6,07,177
Office Equipments	7,04,882	-	7,04,882	5,82,759	75,153	-	6,57,912	1,22,123
Vehicles	28,66,957	-	28,66,957	28,66,957	-	-	28,66,957	-
Total	52,37,828	-	52,37,828	45,08,529	1,75,343	-	46,83,872	7,29,300
Intangible Assets								
Software	2,23,800	-	2,23,800	1,82,108	15,878	-	1,97,986	41,692
Total	2,23,800	-	2,23,800	1,82,108	15,878	-	1,97,986	41,692
Grand Total	54,61,628	-	54,61,628	46,90,637	1,91,221	-	48,81,858	7,70,992



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21. SIGNIFICANT ACCOUNTING POLICIES:

a) Company overview

Sanghvi Beauty and Salon Private Limited is a private limited company domiciled in India and incorporated on 13th December, 2011 under the provisions of Companies Act, 1956. The Company is in the business of operating Salons for wellness and beauty treatments. The Company has its registered office at Shivajinagar, Pune.

b) Basis of preparation of financial statements

The financial statements are prepared in accordance with the Generally Accepted Accounting Principles ("GAAP") in India under the historical cost convention on an accrual basis, and are in conformity with mandatory accounting standards, as prescribed under Section 133 of the Companies Act, 2013 ('Act') read with Rule 7 of the Companies (Accounts) Rules, 2014, the provisions of the Act. Accounting policies have been consistently applied except where a newly issued accounting standard is initially adopted or to a revision an existing accounting standard requires a change in the accounting policy hitherto in use.

All assets and liabilities have been classified as current or non-current as per the Company's normal operating cycle and other criteria set out in the Schedule II to the Companies Act, 2013. The Company has ascertained its operating cycle as twelve months for the purpose of current and non-current classification of assets and liabilities.

c) Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires Management to make estimates and assumptions that affect the reported amounts of assets and liabilities, disclosure of contingent liabilities at the date of the financial statements and the results of operations during the reporting period end. Although these estimates are based upon Management's best knowledge of current events and actions, actual results could differ from these estimates.

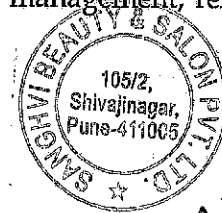
d) Revenue Recognition

Revenue is recognized to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured.

Service income is recognized net of duties and taxes, as and when services are rendered.

Revenue in respect of Technical fees is recognised as the related services are performed.

As per agreement entered by the Company with Franchisees, the Company is obliged to refund technical fees received in case of termination of its licensing arrangement with the licensors of the brand within a specified period which ranges from 1 to 2 years. As per management, refund of technical fees is not likely.



SANGHVI BEAUTY & SALON PVT LTD

Notes to the Financial Statements for the period ended 31 March 2022

e) Property, Plant and Equipment

Property, Plant and Equipment are stated at cost, less accumulated depreciation until the date of the balance sheet and impairment losses if any. Cost comprises the purchase price and any attributable cost of bringing the asset to its working condition for its intended use. Such costs include taxes, duties, freight and incidental expenses relating to the acquisition and installation of Property, Plant and Equipment. Cost also includes the interest paid/ payable during the period of construction in respect of borrowed funds pertaining to construction/ acquisition of qualifying Property, Plant and Equipment.

f) Depreciation and Amortization

Depreciation on Property, Plant and Equipment is provided on the Straight-line Method (SLM) over the useful lives of assets as prescribed in Schedule -II of the Companies Act 2013. Depreciation for assets purchased / sold during a period is proportionately charged. Intangible assets are amortized on SLM basis over their estimated useful life.

g) Current Assets, loans & advances

Current Assets, loans and advances are approximately of the value stated, if realized in the ordinary course of business.

h) Impairment

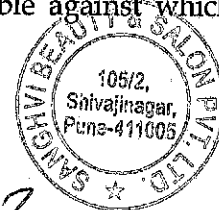
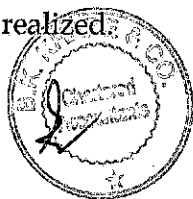
The carrying amounts of assets are reviewed at each balance sheet date if there is any indication of impairment based on internal/external factors. An impairment loss is recognized wherever the carrying amount of an asset exceeds its recoverable amount. The recoverable amount is the greater of the asset's net selling price and value in use.

After impairment, depreciation is provided on the revised carrying amount of the asset over its remaining useful life.

i) Income Tax

Tax expense comprises of current and deferred. Current income tax is measured at the amount expected to be paid to the tax authorities in accordance with the Indian Income Tax Act. Deferred income taxes reflect the impact of current year timing differences between taxable income and accounting income for the year and reversal of timing differences of earlier years.

Deferred tax is measured based on the tax rates and the tax laws enacted or substantively enacted at the balance sheet date. Deferred tax assets are recognized only to the extent that there is reasonable certainty that sufficient future taxable income will be available against which such deferred tax assets can be realized.



SANGHVI BEAUTY & SALON PVT LTD

Notes to the Financial Statements for the period ended 31 March 2022

j) Provisions

A provision is recognized when an enterprise has a present obligation as a result of past event and it is probable that an outflow of resources will be required to settle the obligation, in respect of which a reliable estimate can be made. Provisions are not discounted to its present value and are determined based on best estimate required to settle the obligation at the balance sheet date. These are reviewed at each balance sheet date and adjusted to reflect the current best estimates.

k) Earnings per Share

Basic earnings per share are calculated by dividing the net profit or loss for the period attributable to equity shareholders by the weighted average number of equity shares outstanding during the period.

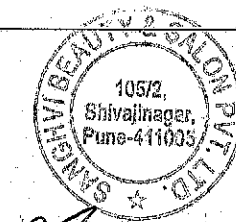
22. Auditor's Remuneration

Particulars	31.03.2022 (Rs.)	31.03.2021 (Rs.)
Statutory Audit Fees	1,10,000	1,46,000
Tax audit Fees	40,000	-
Total	1,50,000	1,46,000

23. Related Party Disclosure:

Names of related party and nature of relationship

Relationship	Name of the Party
Key Managerial Personnel	Mr. Darpan Sanghvi
Relative of Key Managerial Personnel	Mr Narendra R Sanghvi
Holding Company	Sanghvi Brands Ltd
Fellow Subsidiary	Sanghvi Fitness Pvt Ltd. Sanghvi Brands Beauty and Spa LLC Sanghvi Brands SL Pvt Ltd Sanghvi Brands US Holding Inc
Enterprises over which Key Managerial Personnel are able to exercise significant influence	Sanghvi Beauty & Technologies Pvt Ltd
Enterprises over which Key Managerial Personnel are able to exercise significant influence	Sanghvi Lifestyle Products Pvt Ltd



SANGHVI BEAUTY & SALON PVT LTD

Notes to the Financial Statements for the period ended 31 March 2022

Transaction with related parties

Particulars	Nature of Transaction	31.03.2022	31.03.2021
		(Rs.)	(Rs.)
1. Sanghvi Brands Ltd	Loan Taken	38,13,281	70,49,014
2. Sanghvi Fitness Pvt Ltd	Repayment of loan given	-	(75,000)
	Loan Given	1,03,450	-
3. Sanghvi Lifestyle Products Pvt Ltd	Sale of Goods	927	1,715
4. Sanghvi Beauty & Technologies Pvt Ltd	Value Management Fees Income	-	-
	Value of Products purchased	-	-

Closing Balances with related parties [Receivable/ (Payable)]

Particulars	Relationship	31.03.2022	31.03.2021
		(Rs.)	(Rs.)
1. Mr Darpan Sanghvi	Key Managerial Personnel	9,436	9,436
2. Sanghvi Brands Ltd	Holding Company	(5,84,25,059)	(5,46,11,778)
3. Sanghvi Fitness Pvt Ltd	Fellow Subsidiary	1,30,250	26,800
4. Sanghvi Lifestyle Products Pvt Ltd	Enterprises over which Key Managerial Personnel are able to exercise significant influence	37,78,631	37,79,558
5. Sanghvi Beauty & Technologies Pvt Ltd		42,480	42,480

24. Earnings per Share

Sr. No.	Particulars	31.03.2022 (Rs.)	31.03.2021 (Rs.)
a.	Profit/ (Loss) for the year	15,76,195	(1,89,33,403)
	Weighted Average no. of Equity Shares	10,000	10,000
	Basic EPS (a/b)	15.76	(1893.34)

25. Based on the information available with the Company, no creditors have been identified as "supplier" within the meaning of the Micro, Small and Medium Enterprises Development (MSMED) Act, 2006.



SANGHVI BEAUTY & SALON PVT LTD

Notes to the Financial Statements for the period ended 31 March 2022

26. Retirement Benefits

A. GRATUITY

I. Assumptions:

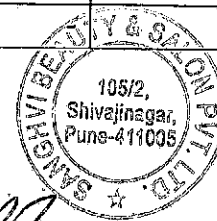
Particulars	As on 31st March, 2022	As on 31st March, 2021
Discount Rate	7.00%	6.30%
Rate of Increase in Compensation Level	4%	4%
Expected Average remaining working lives of employees (years)	9.37	9.21

II. Table Showing Changes in Present Value of Obligations

Particulars	As on 31st March, 2022	As on 31st March, 2021
Present Value of Obligation as at the beginning of the year 01.04.2021	6,00,747	5,18,849
Acquisition adjustment	-	-
Transfer In / (Out)	-	-
Interest Cost	37,847	30,453
Past Service Cost	-	-
Current Service Cost	2,29,049	2,85,554
Curtailement Cost / (Credit)	-	-
Settlement Cost / (Credit)	-	-
Benefits paid	-	(39,231)
Actuarial (gain)/ loss on obligations	(5,21,371)	(1,94,878)
Present Value of Obligation as at the end of the year	3,46,272	6,00,747

III. Actuarial Gain/(Loss) Recognized

Particulars	As on 31st March, 2022	As on 31st March, 2021
Actuarial gain/(loss) for the year - Obligation	(5,21,371)	(1,94,878)
Actuarial (gain)/loss for the year - Plan Assets	-	-
Total (gain) / loss for the year	(5,21,371)	(1,94,878)
Actuarial (gain) / loss recognized in the year	(5,21,371)	(1,94,878)
Unrecognized actuarial (gains) / losses at the end of year	-	-



SANGHVI BEAUTY & SALON PVT LTD

Notes to the Financial Statements for the period ended 31 March 2022

IV. The Amounts to be recognized in Balance Sheet

Particulars	As on 31st March, 2022	As on 31st March, 2021
Present Value of Obligation as at the end of the year	3,46,272	6,00,747
Fair Value of Plan Assets as at the end of the year	-	-
Funded Status as at the end of the period	(3,46,272)	(6,00,747)
- Current Liability	2,16,617	1,06,175
- Non-Current liability	1,29,655	4,94,572
Unrecognized Actuarial (gain)/loss at the end of the period	-	-
Net Asset / (Liability) Recognized in Balance Sheet	(3,46,272)	(6,00,747)

V. The Amounts to be recognized in Profit and Loss Account

Particulars	As on 31st March, 2022	As on 31st March, 2021
Current Service Cost	2,29,049	2,85,554
Acquisition (Gain)/Loss		
Past Service Cost		
Interest cost	37,847	30,453
Expected return on plan Asset		
Curtailment of (Gain)/Loss		
Settlement of (Gain)/Loss		
Transfer In / (Out)	-	-
Actuarial (Gain)/Loss recognized in the period	(5,21,371)	(1,94,878)
Expenses recognized in P&L at the end of the period	(2,54,475)	1,21,129

VI. Reconciliation of Net Assets/(Liability) Recognized

Particulars	As on 31st March, 2022	As on 31st March, 2021
Net Assets/(Liability) recognized at the beginning of the period	(6,00,747)	(5,18,849)
Benefits paid by Company	-	39,231
Expenses recognized at the end of period	2,54,475	(1,21,129)
Net Asset/(Liability) recognized at the end of the period	(3,46,272)	(6,00,747)

27. Trade receivables and trade payables are subject to confirmation from and reconciliation with counterparties. Management does not expect any impact of such procedures on stated balances as at the year-end.



SANGHVI BEAUTY & SALON PVT LTD

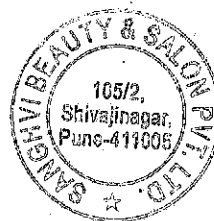
Notes to the Financial Statements for the period ended 31 March 2022

28. Expenses in Foreign Currency (on accrual basis)

Particulars	31.03.2022 (Rs)	31.03.2021 (Rs)
Royalty payment to Warren Tricomi	4,19,122	1,51,145
Royalty Payment to Rossano Ferretti Salons Ltd	-	-
Royalty & License Fees to Hachette Filipacchi Presse	12,93,521	5,72,508
Royalty & License Fees to International Aesthetics	-	(40,161)
Foreign Travel	-	-

29. The business has been impacted during the year on account of COVID-19. During the first three months of the year, the Company witnessed softer revenues due to the second wave of COVID-19 and consequent lockdowns in several states across the country. However, with increased vaccinations and consequent reduction in number of cases and easing of all restrictions, the company has witnessed recovery in both leisure and business segments in all the other months. Management has secured cash reserve to enable the Company to meet its obligations as they fall due and for its operational need. The Company has assessed future projections and based on estimates, expects to recover the carrying amount of these assets. Even though material uncertainty about going concern exists, considering various mitigating factors, the management does not see any risks in the ability to continue as a going concern and meeting its liabilities as and when payable. Accordingly, financials have been prepared on going concern basis. The impact of COVID-19 may be different from that estimated as at the date of approval of these consolidated financial results and the Company management will continue to closely monitor any material changes to future economic conditions.

30. Other expenses include expenses amounting to Rs 21 lakhs relating to prior period.



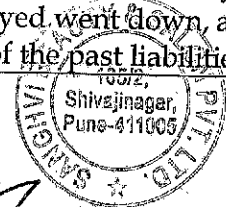
SANGHVI BEAUTY & SALON PVT LTD

Notes to the Financial Statements for the period ended 31 March 2022

31. Additional Regulatory Information

(i) Following Ratios to be disclosed: -

Ratio	Numerator	Denominator	31st March 2022	31st March 2021	% Variance	Reason for Variance
Current ratio	Current assets	Current liabilities	0.20	0.15	33%	In current financial year management have paid most of past liabilities, apart from these balances with respect to cash and bank balance, inventories and receivable have gone down.
Debt-equity ratio	Total debt	Shareholder's Equity	(0.00)	(0.01)	-72%	In the current financial year long term debts went down, as company to the past liabilities.
Return on equity ratio	Net Profits after taxes - Preference Dividend (if any)	Average Shareholder's Equity	(0.03)	(0.31)	-91%	Due to loss in current year shareholder fund went down significantly.
Inventory turnover ratio	Cost of goods sold OR sales	Average Inventory	10.76	1.81	494%	This year Inventory consumptions were pretty fast as compare to last financial year, as turnover this financial year went up significantly.
Trade receivables turnover ratio	Net Credit Sales	Average Accounts Receivable	1.86	0.39	375%	In the current financial year, company has followed receivables aggressively and done better and quick realization from receivables.
Trade payables turnover ratio	Net Credit Purchases	Average Trade Payables	0.19	0.96	-81%	In the current financial year trade payable went down, as company paid most of the past liabilities.
Net capital turnover ratio	Net Sales	Working Capital	(0.23)	(0.08)	184%	In current financial year, most of the centers were operative throughout the year that is why turnover has gone up.
Net profit ratio	Net Profit	Net Sales	0.12	(4.05)	-103%	In current financial year, loss went down significantly as most of the centers were operative throughout the year.
Return on capital employed	Earning before interest and taxes	Capital Employed	(0.03)	0.34	-109%	In the current financial year capital employed went down, as company paid most of the past liabilities.



SANGHVI BEAUTY & SALON PVT LTD

Notes to the Financial Statements for the period ended 31 March 2022

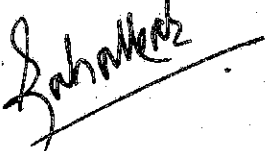
32. The Previous year figures are rearranged/ regrouped wherever necessary.

As per our attached report on even date

For B K Khare and Co.

Chartered Accountants

Firm Registration Number - 105102W



Shirish Rahalkar
Partner

M.No. 111212

Place: Mumbai

Date: 26th May 2022



For and On behalf of Board of Directors of
SANGHVI BEAUTY & SALON PVT LTD

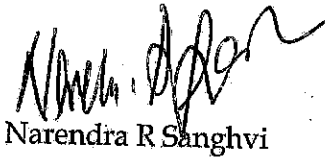


Darpan N Sanghvi
Managing Director

DIN: 02912102

Place: Mumbai

Date: 26th May 2022



Narendra R Sanghvi
Director

DIN: 02912085

Place: Mumbai

Date: 26th May 2022

