CIN: U24299GA2022PTC015687

SECOND ANNUAL REPORT-2024

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CORPORATE INFORMATION

DIRECTORS

Mr. RAHUL SANON, Director (09439218)
Mr. TARUN SHARMA, Director (07264165)
Mr. VIKAS LACHHWANI, Director (02898317)
Mr. MUKUND ANIL KHETAN, Director (09527426)





STATUTORY AUDITORS

WALKER CHANDIOK & CO LLP

Firm Registration No: 012879N

Address: L-41, Connaught Circus, New Delhi - 110001

Email: Ritika. Ajmera@walkerchandiok.in

REGISTERED OFFICE

House No. 605-A 6th Floor EDC. Complex Patto, North Goa, Panjim, Goa 403001, India Phone No: 7262007070

Email: care@letshyphen.com
URL: https://kreativebeauty.in/



NOTICE OF SECOND ANNUAL GENERAL MEETING

NOTICE is hereby given that the **2**nd **ANNUAL GENERAL MEETING** of the Members of **KREATIVE BEAUTY PRIVATE LIMITED** will be held on **Monday, the 30**th **day of September, 2024** at 4.00 PM IST through <u>Video Conference</u> [REGISTERED OFFICE OF THE COMPANY BEING CONSIDERED AS THE DEEMED VENUE] to transact the following businesses:

Ordinary Businesses:

1. ADOPTION OF ACCOUNTS

To receive, consider, and adopt the Audited Balance Sheet for the financial year ended 31st March 2024 and the statement of Profit and Loss and other financial statements for the year ended on that date and the Reports of the Board of Directors and Auditors thereon.

2. To consider and if thought fit, to pass with or without modifications, the following resolution as an **Ordinary Resolution:**

TO APPOINT M/S. WALKER CHANDIOK & CO LLP, CHARTERED ACCOUNTANTS, AS STATUTORY AUDITORS FOR A PERIOD OF 5 YEARS FROM THE CONCLUSION OF ENSUING SECOND AGM TILL THE CONCLUSION OF THE SEVENTH AGM TO BE HELD IN THE YEAR 2029 (2024-25 TO 2028-29)

"RESOLVED THAT pursuant to Section 139 (8) of Companies Act, 2013 read with Companies (Audit and Auditor) Rules, 2014 (including any amendment thereto or re-enactment thereof consent of the members of the Company be and is hereby accorded for the appointment of M/s Walker Chandiok & Co LLP, Chartered Accountant, (FRN: 012879N), as a Statutory Auditor for the term of five years beginning from the conclusion of the ensuing Annual General Meeting and to hold the office till the conclusion of the 7th Annual General Meeting of the company at such remuneration as may be agreed between the Auditor and the Board of Directors of the Company.

RESOLVED FURTHER THAT Tarun Sharma (DIN: 07264165) and Vikas Lachhwani (DIN: 02898317), Directors of the company be and are hereby severally authorized to take such steps, in relation to the above and to do all such acts, deeds, matters, and things as may be necessary, proper, expedient or incidental for giving effect to this resolution and to file necessary e-forms, etc. with Registrar of Companies."

Special Businesses:

3. To consider and if thought fit, to pass with or without modifications, the following resolution as an **Ordinary Resolution:**

TO APPROVE THE APPOINTMENT OF M/S. WALKER CHANDIOK & CO LLP, CHARTERED ACCOUNTANTS, AS STATUTORY AUDITORS WHO WERE APPOINTED BY THE BOARD OF DIRECTORS TO FILL CASUAL VACANCY

"RESOLVED THAT pursuant to the provisions of Section 139(8) and all other applicable provisions of the Companies Act, 2013 (the "Act") read with Rule 3(7) of the Companies (Audit and Auditors) Rules, 2014 (including any statutory modification(s) or re-enactment thereof for the time being in force), the

appointment of M/s. Walker Chandiok & Co LLP, Chartered Accountants, New Delhi, bearing Firm Registration No. 012879N issued by the Institute of Chartered Accountants of India, who were appointed as Statutory Auditors of the Company in casual vacancy by the Board of Directors be and is hereby approved.

RESOLVED FURTHER THAT Mr. Tarun Sharma (DIN: 07264165) and Mr. Vikas Lachhwani (DIN: 02898317), Directors of the Company or any other Director of the Company, be and are hereby further severally authorized to do all such acts, deeds, things, matters required and settle all doubts, difficulties that may arise from time to time while giving effect to this Resolution."

For and on behalf of the Board of Directors of Kreative Beauty Private Limited

Date: 28 September, 2024

Place: Mumbai

TARUN SHARMA
Director (DIN: 07264165)
Address: 306, Lilium Building
Nahar Amrut Sakthi, Chandivali
Andheri East, Mumbai – 400072
Maharashtra, India

NOTES:

NOTES:

- 1) This Notice has been issued in compliance with the provisions of the Ministry of Corporate Affairs (MCA) vide its General Circular No. 20/2020 dated May 5, 2020, General Circular No. 02/2021 dated January 13, 2021, General Circular No. 19/2021 dated December 8, 2021 and General Circular No. 21/2021 dated December 14, 2021, General Circular No. 2/2022 dated May 5, 2022 and General Circular No. 10/2022 dated December 28, 2022 and General Circular No. 09/2024 dated 19-09-2024 (collectively "MCA Circulars") which have permitted companies to conduct AGM through Video Conferencing (VC) or other audio-visual means, subject to compliance of various conditions mentioned therein.
- 2) As per the Companies Act, a member entitled to attend and vote at the meeting is entitled to appoint a proxy to attend and vote on a poll on his behalf and a proxy need not be a member of the Company, by virtue of the above-mentioned MCA Circulars, the shareholders cannot appoint Proxy/ies. Therefore, the Proxy Form is not enclosed in this Notice of AGM.
- 3) Members may note that the meeting will be held through video conferencing. The video link for joining the meeting is:

https://meet.zoho.in/ZyydjhClnj

Meeting Id: 1340335821; Passcode: TJkbZz

The Meeting Room through weblink will be open at least 15 minutes prior to the scheduled time and the members are requested to join the meeting at their earliest convenience. The members may also note that they are not allowed to join the meeting later than 15 minutes after the commencement of the Meeting or after the completion of the Meeting, whichever is later.

- 4) In case any assistance is required for accessing the video conferencing before the meeting or during the meeting, the shareholders are requested to contact
 - Mr. Vikas Bansal, Compliance Consultant, Mobile Number: +91-9717015553;
 - Mr. Mohit Jain, Co-Founder, PEP Technologies Private Limited, Mobile Number: +91-8051110900
- 5) Members may also note that the AGM notice has been displayed on the website of the Company.
- 6) Instructions for Participation through Electronic Means:
 - i. Members are requested to click on the web hyperlink.
 - ii. Click on download.
 - iii. Run the Zoho patch file when displayed.
 - iv. Within a minute you will get the screen asking you to join the meeting.
 - v. Click on join the meeting.
 - vi. Enter the Meeting ID and Password as provided in the e-mail of the meeting invite.
 - vii. You will be given an option to join the meeting either with your audio or video. Click on join with video.
 - viii. You will then be able to access/attend the meeting.
 - ix. Members may cast their vote by show of hands on the resolutions.
 - x. In case a poll under Section 109 of the Companies Act, 2013 is required to be taken during the meeting on any resolution, the members can convey their vote to the following e-mail ID: <u>vikas@legaldelight.com</u>
 - xi. Voting has to be done for each item of the notice separately. In case you do not desire to cast your vote on a specified item, it will be treated as abstained.

- xii. On a vote by show of hands, members holding different classes of shares shall be entitled to one vote for each class of share.
- 7) Consent for Shorter Notice from Shareholders has been solicited, as the Company is not able to give a Notice period of 21 (Twenty-One) days for the Annual General Meeting in accordance with the Articles of Association of the Company. The forms for providing consent from Shareholders for Shorter Notice of AGM are enclosed hereto and the Shareholders are required to give either consent via return e-mail or email the same, duly signed by the shareholder/authorized signatory of the bodies corporate as per the specimen signature recorded with the Company or via return e-mail, before the commencement of the AGM.
- 8) The members/Corporate Nominees who participate in the meeting through the link shall be counted for determining the quorum as required under the Companies Act, 2013. A roll call will be taken at the start of the meeting to form an opinion as regards the attendance of the members
- 9) Members are requested to notify immediately of any change in their address or other particulars, including email addresses to the Company. In all correspondence with the Company, Members are requested to quote their Account/Folio Numbers.
- 10) A copy of the Annual Report and notice of the 2nd Annual General Meeting along with the supporting Annexures are being sent to the members through e-mail. Members are requested to update their preferred e-mail IDS with the Company, which will be used for the purpose of future communications. Members who wish to receive a printed copy of the Annual Report may send their request to the Company for the same at its registered office before the Annual General Meeting.
- 11) Explanatory Statement under Section 102 of the Companies Act, 2013 in respect of Special Business has been annexed to the Notice of this General Meeting, and forms part of this Notice.
- 12) All relevant documents referred to in the Notice of Annual General Meeting are available for inspection electronically on any working day during the hours 11.00 am to 1.00 pm.
- 13) The Register of Contracts or Arrangements in which Directors are Interested and Register of Directors and Key Managerial Personnel and their Shareholding maintained under Section 189 and 170 of the Companies Act, 2013, and such other Registers which should be kept open for inspection of members, are available for such inspection electronically at the Meeting.
- 14) Route map has not been provided as it is a Meeting to be held with Video Conference mode only.

For and on behalf of the Board of Directors of Kreative Beauty Private Limited

Date: 28 September, 2024

Place: Mumbai

TARUN SHARMA
Director (DIN: 07264165)
Address: 306, Lilium Building
Nahar Amrut Sakthi, Chandivali
Andheri East, Mumbai – 400072
Maharashtra, India

EXPLANATORY STATEMENT U/S 102 OF THE COMPANIES ACT, 2013

AGENDA # 3:

TO APPROVE THE APPOINTMENT OF M/S. WALKER CHANDIOK & CO LLP, CHARTERED ACCOUNTANTS, AS STATUTORY AUDITORS WHO WERE APPOINTED BY THE BOARD OF DIRECTORS TO FILL CASUAL VACANCY

The existing statutory auditor M/s. Vishal B. Srivastava & Associates, Chartered Accountants (Firm Registration No. 130036W), have resigned from their office w.e.f. 31-08-2024. It is proposed to appoint Walker Chandiok & Co. LLP, Chartered Accountants (Firm Registration No. 00176N/N5500013) as Statutory Auditors to fill the casual vacancy by the resignation of the existing statutory Auditors. Further in this regard, the matter has already been approved by the Board of Directors through resolution by circulation on 14-09-2024 subject to approval of the shareholder as per the provisions of the Companies Act, 2013 and the rules made thereunder. In this regard, the Company has also received a certificate from the Auditors to the effect that if they are appointed, it would be in accordance with the provisions of Section 141 of the Companies Act, 2013.

Further, shareholders approval is required by way of ordinary resolution in terms of Section 139 of the Companies Act, 2013 to appoint Walker Chandiok & Co. LLP, Chartered Accountants (Firm Registration No. 001076N/N500013), as statutory auditors of the Company. Further as per Section 139(8) of the Companies Act, 2013, the said Auditors shall hold office only till the conclusion of the ensuing Annual General Meeting. In this view, the same resolution as set out in the attached Notice is proposed for the approval of the Members.

A copy of the auditor consent and other documents of auditor's appointment would be available for inspection for the Members at the Registered Office of the company during office hours on any working day, except Saturday, Sundays, and public holidays, between 11.00 a.m. to 1.00 p.m. till the date of AGM.

Your directors recommend the Resolution as set out in this Agenda for your approval by way of Ordinary Resolution.

Disclosure of Interest of Directors and others, as required under Section 102(1) read with the Proviso to Section 102(2) of the Companies Act, 2013:

- a. With respect to the Directors, none of the Directors of the Company are deemed to be interested or concerned, financially or otherwise, in passing the Resolution covered under Agenda # 3 under Special Business;
- b. The Company does not have any Manager as defined under the Companies Act, 2013, and hence his/her interest or concern in passing this Resolution does not arise;
- c. Section 203 of the Companies Act, 2013 with regard to appointment of Key Managerial Personnel is not applicable to the Company. Concern or interest of other Key Managerial Personnel appointed by the Company, if any, whether financially or otherwise in passing the above Resolution does not arise.
- d. As per the annual disclosures of interest provided to the Company by the Directors of the Company, it may be stated that none of their relatives is deemed to be concerned or interested, financially or otherwise in respect of this agenda. Since the Company did not have any Manager, the interest of their relatives in this Resolution did not arise.

Consent by Shareholder for Shorter Length of Notice of General Meeting [Pursuant to Section 101(1) of the Companies Act, 2013] SECOND ANNUAL GENERAL MEETING – SEPTEMBER 30, 2024

10:		
The Board of Directors		
M/s. KREATIVE BEAUT	Y PRIVATE LIMITED	
Registered Office: House	se No. 605-A 6th Floor EDC	C. Complex Patto Panjim North Goa - 403001
I/we,	, S/o	, residing/having registered office at
holding		
•	Nos. Equity shar	es
•	Nos. Compulsori	ily Convertible Preference Shares
hold the Second Annu	al General Meeting at the oconference (Registered O	nsent pursuant to Section 101(1) of the Companies Act, 2013, to shorter notice on Monday, the 30 th day of September 2024 at ffice is the Deemed Venue) or such other date as the Directors
Yours faithfully,		
Date: 2024		

BOARD'S REPORT

Dear Members,

The Directors take immense pleasure to share the financial status of the Company and present Second Annual Report along with the Audited Financial Statements of Accounts for the financial year ended 2023-24.

WEB ADDRESS, IF ANY, WHERE ANNUAL RETURN REFERRED TO IN SUB-SECTION (3) OF SECTION 92 HAS BEEN PLACED:

In accordance with the Companies Act, 2013, the annual return in the prescribed format will have to be uploaded to the Company's website. URL of the same is https://kreativebeauty.in/legal-documents

MEETINGS OF THE BOARD AND DIRECTORS ATTENDANCE THEREAT:

During the year under review, your Board met 5 (Five) times on below dates. The attendance of Directors in the Board Meeting as detailed below:

Director's Name	15-05-2023	23-05-2023	28-07-2023	27-10-2023	26-03-2024
Mr. Rahul Sanon	Present	Present	Present	Present	Present
Mr. Mukund Anil Khetan	Not Applicable	Not Applicable	Absent	Present	Present
Mr. Tarun Sharma	Not Applicable	Not Applicable	Present	Absent	Absent
Mr. Vikas Lachhwani	Not Applicable	Not Applicable	Present	Present	Present
Mr. Avinash Bidaia Chendanda*	Present	Present	Not Applicable	Not Applicable	Not Applicable

Mr. Avinash Bidaia had been resigned from the position of Director with effect from 24-05-2023. Further, Mr. Mukund Anil Khetan, Mr. Tarun Sharma and Mr. Vikas Lachhwani, was appointed as director with effect from 23-05-2023.

DIRECTORS RESPONSIBILITY STATEMENT:

In pursuance of Section 134(5) of the Companies Act, 2013, your Directors hereby confirm that:

- I. In the preparation of the annual accounts, the applicable Accounting Standards had been followed along with proper explanation relating to material departures
- II. The Directors had selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at the end of the Financial Year and of the Profit and Loss of the Company for that period;
- III. The Directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
- IV. The Directors had prepared the annual accounts on a going concern basis; and
- V. The Directors had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

STATUTORY AUDITORS

The statutory auditor M/s Vishal B. Srivastava And Associates, Chartered Accountants having (FRN Number: 130036W) has tendered their resignation vide its letter dated 31st August, 2024 due to pre-occupation in other assignments, resulting in to casual vacancy in the office of the Statutory Auditor of the Company. The Board of Directors had appointed "M/s. Walker Chandiok & Co LLP a firm of Chartered Accountants having its registered office at L-41, Connaught Circus, New Delhi - 110001 to fill the casual vacancy on 14-09-2024 subject to compliance of company Act 2013 and the rules made thereunder.

As the tenure of M/s. Walker Chandiok & Co LLP is upto ensuing Annual General Meeting, Your Board of Directors have recommended their appointment for a period of 5 years from the conclusion of the ensuing Second Annual General Meeting till the conclusion of the Seventh Annual General Meeting to be held in the year 2029. As required under the provisions of the Section 139(1) of the Companies Act, 2013, your Company has obtained the written confirmation from M/s. Walker Chandiok & Co LLP, Chartered Accountants, New Delhi that their appointment, if made in the ensuing Second Annual General Meeting, would be in conformity with the limits/conditions specified in Section 141 of the Companies Act, 2013.

DETAILS IN RESPECT OF FRAUDS REPORTED BY AUDITORS UNDER SECTION 143(12) OTHER THAN THOSE WHICH ARE REPORTABLE TO CENTRAL GOVERNMENT:

There have been no instances of fraud reported by the Auditors under Section 143(12) of the Companies Act, 2013 during the reporting year under review.

EXPLANATIONS OR COMMENTS BY THE BOARD ON EVERY QUALIFICATION, RESERVATION OR ADVERSE REMARK OR DISCLAIMER MADE BY AUDITOR IN HIS REPORT:

There have been no instances of fraud reported by the Auditors under Section 143(12) of the Companies Act, 2013 during the reporting year under review.

STATE OF THE COMPANY'S AFFAIRS:

The Company is engaged in the business of providing marketing and consulting support for the development and expansion of on-demand services, such as skin care products, via mobile applications, online transaction tools and web-based requests. The Company has been making all-out efforts to initiate and made the total revenue of Rs. 754.07 (in Lakh).

The Directors are taking all the necessary steps to enhance its presence in profitable emerging markets and thus securing future growth momentum by aggressively working towards setting up customer base and catering to them and thereby maximizing the profits for the stakeholders.

FINANCIAL SUMMARY OR HIGHLISHTS:

Particulars	Financial Year ended 31/03/2024 (Rs. In Lakh))	Financial Year ended 31/03/2023 (Rs. In Lakh))
Revenue from Operations	753.31	-
Other Income	0.76	-
Total Income	754.07	-
Total Expenses (Excluding Tax and Exceptional Items)	1,476.94	195.19
Profit/Loss before Exceptional Items and Tax	(722.87)	(195.19)
Exceptional Items	-	-
Profit Before Tax	(722.87)	(195.19)
Tax Expenses:		
- Current Tax	-	-
- Deferred Tax	-	-
Profit / (Loss) for the period	(722.87)	(195.19)

Brought Forward Profits of earlier years	-	-
Appropriations	-	-
Profit carried forward to Balance Sheet	(722.87)	(195.19)
Earnings per Equity Share:		
Basic EPS	(0.07)	(0.02)

A gist of major highlights of financial performance during the reporting period under review is provided in the above table for the immediate attention of the shareholders. As you will note from the above, there has been revenue from operations for the financial year ended 31st March 2024 amounting to Rs. 753.31(In Lakh). The total expenses of the Company were Rs. 1,476.94 (In Lakh).

Overall, the Company recorded a loss of Rs. **722.87(In Lakh)** during the second year of its existence and operations.

Accordingly, no dividend was declared for the current financial year.

The internal control structure of a company consists of systems and procedures established to provide reasonable assurance that specific entity objectives will be achieved. Your Company has adopted procedures for ensuring the orderly and efficient conduct of business, including adherence to the Company's policies, safeguarding its assets, prevention and detection of fraud, error reporting mechanisms, accuracy, and completeness of the accounting records, etc. The internal control systems are helping the management to detect error and mistakes while recording the transactions and to detect frauds etc. The Internal Control Systems adopted in the Company ensures that Company's assets are protected properly and safeguarded against possible misuse or loss.

The Company has not made any investments or given any loans or securities or guarantees within the meaning of Section 186 of the Companies Act, 2013.

The company did not earn or spend any foreign exchange during the year.

Quality management is the act of overseeing all activities and tasks needed to maintain a desired level of excellence. Quality is a crucial parameter which differentiates an organization from its competitors. The Company has developed strong Quality Management ever since its formation that forms part of the organization's core competence assertiveness. Your Company is aware of the importance of absolute quality in providing products to customers to win their acclamations, loyalty, and ultimately leading to a Positive Branding. "Client Satisfaction" is the leading factor in reaching the long-term goals of the Company. To achieve this end, your Company would continue to follow philosophy of providing highest quality of products to its customers. In addition, all levels of your organization are dedicated to the process of meeting customers' requirements and work continually to improve the effectiveness of the quality control by monitoring, analyzing and reviewing performance from time to time.

Your Company is committed to good corporate governance to ensure that all functions of your Company are discharged in a professionally sound, accountable, and competent manner. Your Company strongly believes that corporate governance protects the interests of all the stakeholders by inculcating transparent business operations and accountability from management. During the Financial Year under review, your Board continued its pursuit of achieving these objectives through adoption and monitoring of corporate strategies, business plans, major risks of the business and ensuring that your Company policies and procedures satisfy its legal and ethical responsibilities.

Your Company is of the belief that people are a vital resource and the key ingredient contributing to its growth and success. The Company has fostered a work environment which is conducive to innovation, creativity and growth which also provides challenges, encourages new thinking, delivers opportunities and rewards performance to its employees and staff so that it becomes the foundation to their higher platforms of achievement. The top management supported by the human resource team of the Company have ensured to provide a supportive, discrimination-free work culture in the Company.

RISK MANAGEMENT

Risk is an inherent aspect of the dynamic business environment. Risk assessment and management helps organizations to put in place effective frameworks for taking informed decisions about risks. The guidance provides a route map for risk management, bringing together direction and guidance from Board of Directors. The Company's risk assessment practices cover every aspect of the risk affecting the Company in present as well in future. The management of the Company regularly reviews the risk management processes of the Company for effective risk management. The major risks identified by the businesses are systematically addressed through mitigation actions on a continual basis.

MATERIAL CHANGES FROM THE DATE OF CLOSURE OF THE FINANCIAL YEAR IN THE NATURE OF BUSINESS AND THEIR EFFECT ON THE FINANCIAL POSITION OF THE COMPANY:

Your Company became a subsidiary company of a private limited company based out of Goa as mentioned hereinabove in the last financial year, which would enable the Company to grow and reap better results. Your Company has not entered into any commitments during the period commencing from the closure of the reporting financial year and the date of this Report that affected the financial position of the Company. However, the Directors have ensured that the Company will continue to monitor any material changes, if any, and any significant impact of these changes would be recognized in the financial results as and when these material changes to economic conditions arise.

THE DETAILS OF DIRECTORS OR KEY MANAGERIAL PERSONNEL WHO WERE APPOINTED OR HAVE RESIGNED DURING THE YEAR:

During the financial year under review, below are the changes in the composition of Board of Directors:

- Mr. Tarun Sharma, Mr. Vikas Lachhwani and Mr. Mukund Anil Khetan were nominated by M/s. PEP
 Technologies Private Limited as Directors on the Board of the Company, which was approved at the
 Board Meeting held on May 23, 2023 and was also confirmed as Directors by the Shareholders at
 their Extraordinary General Meeting held on May 23, 2023.
- Mr. Avinash Bidaia Chendanda resigned from the Board with effect from May 24, 2023.

At the end of Financial Year 2023-24 the Board consists of:

Sl. No.	Name of the Director	Designation	DIN	Date of Appointment
1.	Mr. Rahul Sanon	Director	09439218	21/12/2022
2.	Mr. Tarun Sharma	Director	07264165	23/05/2023
3.	Mr. Vikas Lachhwani	Director	02898317	23/05/2023
4.	Mr. Mukund Anil Khetan	Director	09527426	23/05/2023

The provisions governing appointment of key managerial personnel specified in Section 203 of the Companies Act, 2013 are not applicable to the Company.

The provisions governing appointment of independent Directors as specified in Section 149(6) of the Companies Act, 2013 are not applicable to the Company.

Moreover, being a private limited company, the provisions of Section 197 of the Companies Act, 2013 dealing with overall maximum managerial remuneration and managerial remuneration in case of absence or inadequacy of profits are not applicable to your Company, and hence, disclosures specified in Schedule V of the Companies Act, 2013 are not applicable. Moreover, your Directors were not paid any remuneration during the reporting year or upto the date of signing this Report.

STATUTORY DISCLOSURES:

The particulars prescribed under sub-section (3)(m) of Section 134 of the Companies Act, 2013, read with the Companies (the Companies (Accounts) Rules, 2014 as amended up to date, are set out hereunder:

1. **CONSERVATION OF ENERGY:**

Conservation of energy is everyone's duty and your Company is determined to conserve the energy for the preservation of natural resources and for sustainable growth. The Company ensures that due care and diligence is taken in all its operations to ensure that utilization of energy and power is at the minimum.

RESEARCH AND DEVELOPMENT (R&D), TECHNOLOGY ABSORPTION, ADAPTATION & INNOVATION:

Change is inevitable and necessary to stay in this competitive and dynamic market. Your Company is and has always been committed towards technology driven innovation and lays strong emphasis on inculcating an innovation driven culture within the organization. Your Company is determined to invent new technology in its operations to sustain in this competitive market.

FOREIGN EXCHANGE EARNINGS AND OUTGO:

Particulars	31.03.2024 (Rs.)	31.03.2023 (Rs.)
Earnings in foreign currency	-	-
Expenditure in foreign currency	-	-

4. PARTICULARS OF EMPLOYEES:

The statement of particulars of employees as per Rule 5(2) & (3) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 is not applicable to your Company.

THE DETAILS OF SIGNIFICANT AND MATERIAL ORDERS PASSED BY THE REGULATORS OR COURTS OR TRIBUNALS IMPACTING THE GOING CONCERN STATUS AND COMPANY'S OPERATIONS IN FUTURE:

During the financial year under review, no orders have been passed by the regulators/courts/tribunals impacting the going concern status and the Company's operations in future. Accordingly, the resultant disclosure under Rule 8(5)(vii) of Companies (Accounts) Rules, 2014 does not arise.

PARTICULARS OF CONTRACTS OR AGREEMENTS WITH RELATED PARTIES REFERRED TO IN SUB-SECTION (1) OF THE SECTION 188 IN THE FORM AOC-2:

As required by the Companies Act, 2013 and Rules framed thereunder, form AOC-2 has been attached hereto as ANNEXURE-1, giving full details of the transaction and the said annexure forms an integral part of this Board's Report..

SHARE CAPITAL

As on March 31, 2024 and till the date of signing of this report, the authorized share Capital of the Company remained Rs. 20,10,00,000/- (Rupees Twenty Crores Ten Lakh only) divided into:

- 50,000 (Fifty Thousand) No's Equity Shares of face value of Rs. 10/- (Rupees Ten) only;
- 50,000 (Fifty Thousand) No's Preference Shares of face value of Rs. 10/- (Rupees Ten) only; and
- 2,00,000 (Two Lakh) No's 0.01% Preference Shares of face value of Rs. 1,000/- (Rupees Thousand)

During the current financial year, the Issued, Subscribed and Paid-up Share Capital of the Company was increased and as on the date of signing of this report, it is Rs. 8,76,10,000/- divided into:

- 11,000 (Eleven Thousand) No's Equity Shares of face value of Rs. 10/- (Rupees Ten) only;
- 50,000 (Fifty Thousand) No's 0.01% Compulsorily Convertible Cumulative Preference Shares of face value of Rs. 1,000/- (Rupees Thousand) only; and
- 1,50,000 (One Lakh Fifty Thousand) No's 0.01% Compulsorily Convertible Cumulative Preference Shares of face value of Rs. 1,000/- (Rupees Thousand) only paid up to an extent of Rs. 250/-.

ISSUE AND ALLOTMENT OF EQUITY SHARES & OTHER CONVERTIBLE SECURITIES

During the financial year 2023-2024 and up to date of signing of this report, the allotment of following Shares took place, in respect of which the below disclosures have been made in pursuance of SS-4, i.e., Secretarial Standard on Board's Report:

Particulars	Details of Issue
a. Date of Issue	15-05-2023
b. Date of Allotment	23-05-2023
c. Method of Allotment	Preferential Issue
d. Issue Price	Equity Shares – Rs. 10/-;
u. issue riice	0.01% CCPS - Rs. 1,000/-
e. Conversion Price	-
	1,000 No's Equity Shares;
f. Number of shares allotted or to be allotted in case the right to options	50,000 No's 0.01% CCPS (fully
is exercised by all the holders of such securities	Paid up) and 1,50,000 No's
is exercised by all the holders of such securities	0.01% CCPS (Partly paid up to
	an extent of Rs. 250/-)
g. No. of shares or securities allotted to the promoter group (incl. shares	None
represented by depository receipts)	
h. In case, shares or securities are issued for consideration other than	
cash, a confirmation that price was determined on the basis of a	Not Applicable
valuation report of a registered valuer	

With the above-mentioned investment by M/s. PEP Technologies Private Limited, it has obtained a majority stake in the Company and thus, the Company has become subsidiary of M/s. PEP Technologies Private Limited w.e.f. 23rd May 2023.

DEPOSITS

Your Company has not accepted any fixed deposit from the public within the meaning of Sections 2(31) and 73 of the Companies Act, 2013, read with the Companies (Acceptance of Deposit) Rules, 2014 made there under during the reporting year under review and, as such, no amount of principal or interest was outstanding on the date of the Balance Sheet and on the date of this Report.

Likewise, there were no amounts of deposits remained unpaid or unclaimed as at the end of the year, and the question of committing default in repayment of deposits or payment of interest thereon during the year under review did not arise.

Moreover, there were no deposits which were not in compliance with the requirements of Chapter V of the Companies Act, 2013.

Further, your Company had not accepted any moneys from the director of the Company or relative of the director and therefore, your Company has no information to provide under this category as required by Rule 2(1)(c)(viii) of the Companies (Acceptance of Deposits) Rules, 2014.

SECRETARIAL STANDARDS

Your Directors have devised proper systems to ensure compliance with the provisions of all applicable Secretarial Standards [Secretarial Standard on Meetings of the Board of Directors (SS-1) and Secretarial Standard on General Meetings (SS-2)] issued by the Institute of Company Secretaries of India and as approved by the Central Government under the provisions of Section 118(10) of the Companies Act, 2013, and that such systems are adequate and operating effectively.

DISCLOSURE UNDER THE SEXUAL HARASSMENT OF WOMEN AT WORKPLACE (PREVENTION, PROHIBITION AND REDRESSAL) ACT, 2013

Your Company has always believed in providing a safe and harassment free workplace for every individual working in Company's premises through various interventions and practices. The Company always endeavors to create and provide an environment that is free from discrimination and harassment including sexual harassment. Your Company has framed a policy for complaints and redressal under Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013.

Since the number of employees is less than 10, the Company has not constituted Internal Committee under Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013. During the Financial Year under reporting, the Company has not received any complaints of sexual harassment.

DISCLOSURES NOT APPLICABLE TO THE COMPANY

Several disclosures which did not apply to the Company either during the reporting second financial year 2023-24 or upto the date hereof, are detailed here below for the purpose of providing utmost clarity to the position:

- Declaration of any interim dividend;
- Transfer of amount to general reserve even voluntarily;
- Instance of transferring/due to be transferring unpaid/unclaimed dividend or shares to Investor Education and Protection Fund (IEPF)
- Issuance of shares for consideration other than cash;
- Issuance of bonus shares;
- Disclosure of details of shares issued with differential rights as per sub rule 4 of rule 4 of the Companies (Share Capital and Debentures) Rules, 2014 Section 43 of the Companies Act, 2013;
- Issue of Sweat Equity Shares as specified in Section 54 of the Companies Act, 2013 read with Rule 8 of the Companies (Share Capital & Debentures) Rules, 2014;
- Disclosure of details of Issue of Shares under Employee Stock Option Scheme under Rule 12(9) of the Companies (Share Capital and Debentures) Rules, 2014 read with Section 62 of the Companies Act, 2013;
- details of shares of the Company held in trust and disclosure of details pertaining to employees not
 exercising voting rights directly in respect of shares to which the scheme relates but are exercised by the
 Trust, as provided in Proviso to Section 67(3) of the Companies Act, 2013 read with Rule 16(4) of
 Companies (Share Capital and Debentures) Rules, 2014;
- Issue of Debentures, Bonds or any Non-Convertible Securities & thus, the parameters recommended to be disclosed as per Secretarial Standard-4
- Issue of any warrants & thus, the parameters recommended to be disclosed as per Secretarial Standard-4;
- Obtaining credit rating of securities and renewal thereof;
- Share buy-back;
- Change in the nature of business nor commencement of any new business or discontinuance or disposal of any existing business;
- Shifting of the registered office (it is to be stated that during the period, the Company has initiated the shifting of registered office from Goa to Mumbai and presently it is in process);
- Appointment of an Independent Director or a statement on declaration by an Independent Director under Section 149(6) as required under Section 134(3)(d) of the Companies Act, 2013;
- Statement regarding opinion of the Board with regard to integrity, expertise and experience (including the proficiency) of the independent directors appointed during the year under Rule 8 (5)(iii)(a) of the Companies (Accounts), Rules, 2014;
- Names of the Companies which have become or ceased to be its subsidiaries, joint ventures or associate companies;
- Report on the performance and financial position of subsidiaries, joint ventures or associate companies;
- Remuneration drawn by the Managing Director from holding or subsidiary companies;
- Section 177(9) of the Companies Act, 2013 relating to establishment of vigil mechanism for directors and employees to report genuine concerns & details of establishment of such mechanism as specified in Section 177(10) of the Companies Act, 2013;
- Circumstances to constitute Audit Committee, Remuneration/Compensation Committee, Investor Grievances Protection Committee, etc.;
- Disclosure of composition of Audit Committee and instances of disapproval of recommendations of the Audit Committee by the Board and reasons for such disapproval;
- Constitution of Corporate Social Responsibility Committee and spending towards Corporate Social Responsibility in terms of Section 135 of the Act;
- Constitution of Nomination and Remuneration Committee under the provisions of Section 178(1) of the
 Companies Act, 2013 and policy on Directors' appointment and remuneration including criteria for
 determining qualifications, positive attributes, independence of a Director and other matters provided
 under Section 178(3) of Companies Act, 2013 & disclosure of salient features of the policy and changes
 therein, if any, along with the web address where such policy has been displayed to be disclosed in this

- Directors' Report;
- Disclosure of statement indicating the manner in which the formal annual evaluation has been made by the Board of its own performance and that of its committees and individual Directors as mentioned under Section 134(3)(p) of Companies Act, 2013 and Rule 8 of the Companies (Accounts) Rules, 2014;
- particulars as prescribed under sub-section (3)(m) Section 134 of the Companies Act, 2013, read with the Companies (the Companies (Accounts) Rules, 2014) Rules, 2014 namely conservation of energy, technology absorption;
- Internal Audit as per Section 138 of Companies Act, 2013 read with Rule 13 of Companies (Accounts) Rules, 2014; however, adequate internal control systems have been established where every operation is monitored and authorized appropriately;
- Secretarial audit, as prescribed under Section 204 of the Companies Act, 2013;
- provisions of Companies (Cost Records and Audit) Rules, 2014 towards maintenance of cost records and requirement of cost audit as prescribed under the provisions of Section 148(1) of the Companies Act, 2013 for the business activities carried out by the Company;
- Change in activities/services of your Company;
- Failure to implement or complete any corporate action within the specified time limit like buy back of securities, payment of dividend declared, mergers and de-mergers, split and issue of any securities;
- one-time settlement with the Banks; and accordingly, giving reasons for difference between amount of the valuation done at that time and the valuation done while taking loan from the banks or financial institutions;
- Registration of any charges under provisions of the Section 77 of the Companies Act, 2013 or satisfaction of any charge under Section 82 of the Companies Act, 2013.
- Revision of Financial statements or reports of earlier years as provided in Section 131(1) of the Companies Act, 2012;
- details of application made or any proceeding pending under the Insolvency and Bankruptcy Code, 2016 (31 Of 2016) during the year along with their status as at the end of the financial year;
- Complaints relating to child labour, forced labour, involuntary labour and discriminatory employment.

ACKNOWLEDGEMENT

Your Directors take this opportunity to thank the customers, shareholders, suppliers, business partners/ associates, financial institution and other statutory authorities for their consistent support and encouragement. The enthusiasm and unstinting efforts of the employees have enabled the Company to remain as a committed organization striving towards its success. Your Directors place on record their sincere appreciations to the customers for their repeated patronage; vendors, bankers, business associates, consultants and advisors of the Company, for their services in their respective fields; and the Government Authorities who have made it possible for the Company to achieve the reported performance and the Company is confident of their continued support and guidance in future.

> For and on behalf of the Board of Directors of **Kreative Beauty Private Limited**

Tarun Sharma

Director (DIN: 07264165) 306, Lilium Building Nahar Amrut Sakthi, Chandivali Andheri East, Mumbai – 400072

> Maharashtra, India Place: Mumbai

Date: 28-09-2024

Vikas Lachhwani

Director (DIN: 02898317) Villa R-2, Chaitanya Samrpan Kannamangala Hoskote White Field Road, Bangalore - 560067 Karnataka, India Place: Bangalore

Date: .28-09-2024

FORM NO. AOC-2

(Pursuant to clause (h) of sub section (3) of Section 134 of the Act and Rule 8(2) of the Companies (Accounts) Rules 2014)

For	Form for disclosure of particulars of contracts/arrangements entered into by the company with related parties referred to in sub-section (1) of Section 188 of the Companies Act, 2013 including certain arms-length transactions under third proviso thereto			
1	Details of contracts or arrangements or transactions not at arm	n's length basis		
(a)	Name(s) of the related party and nature of relationship	NA		
(b)	Nature of contracts/arrangements/transactions	NA		
(c)	Duration of the contracts / arrangements/transactions	NA		
(d)	Salient terms of the contracts or arrangements or transactions including the value, if any	NA		
(e)	Justification for entering into such contracts or arrangements or transactions	NA		
(f)	Date(s) of approval by the Board	NA		
(g)	Amount paid as advances, if any:	NA		
(h)	Date on which the special resolution was passed in general meeting as required under first proviso to section 188	NA		
2	Details of material contracts or arrangement or transactions at	t arm's length basis		
(a)	Name(s) of the related party & Nature of relationship	Related Party: PEP Technologies Private Limited Nature of Relationship: Holding Company		
(b)	Nature of contracts/arrangements/transactions	Sale of Goods, Shared Support Service		
(c)	Duration of the contracts / arrangements/transactions	-		
(d)	Salient terms of the contracts or arrangements or transactions including the value, if any:	At normal market rate and Arm's length basis and in the normal course of business		
		Amount: INR 100,00,00,000/- for any one or all of the contracts covered herein altogether up to March 31, 2024 and subject to further approvals thereafter		
(e)	Date(s) of approval by the Board, if any:	27-10-2023		
(f)	Amount paid as advances, if any:	-		

For and on behalf of the Board of Directors of **Kreative Beauty Private Limited**

Tarun Sharma Director (DIN: 07264165) 306, Lilium Building Nahar Amrut Sakthi, Chandivali Andheri East, Mumbai - 400072 Maharashtra, India

Place: Mumbai

Date: ...28-09-2024

Vikas Lachhwani

Director (DIN: 02898317) Villa R-2, Chaitanya Samrpan Kannamangala Hoskote White Field Road, Bangalore - 560067 Karnataka, India Place: Bangalore Date: 28-09-2024

Walker Chandiok & Co LLP

16th Floor, Tower III, One International Center, S B Marg, Prabhadevi (W), Mumbai - 400 013 Maharashtra, India

T+91 22 6626 2600

Independent Auditor's Report

To the Members of Kreative Beauty Private Limited

Report on the Audit of the Financial Statements

Opinion

- 1. We have audited the accompanying financial statements of **Kreative Beauty Private Limited** ('the Company'), which comprise the Balance Sheet as at **31 March 2024**, the Statement of Profit and Loss and the Cash Flow Statement for the year then ended, and notes to the financial statements, including a summary of the significant accounting policies and other explanatory information.
- 2. In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Companies Act, 2013 ('the Act') in the manner so required and give a true and fair view, in conformity with the Accounting Standards specified under section 133 of the Act, read with the Companies (Accounting Standards) Rules, 2021 and other accounting principles generally accepted in India, of the state of affairs of the Company as at 31 March 2024, and its loss and its cash flows for the year ended on that date.

Basis for Opinion

3. We conducted our audit in accordance with the Standards on Auditing 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 Financial Statements section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India ('ICAI') together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Act and the rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Information other than the Financial Statements and Auditor's Report thereon

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

Our opinion on the 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 financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained 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 that fact. We have nothing to report in this regard.

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

- 5. The accompanying financial statements have been approved by the Company's Board of Directors. The Company's Board of Directors are responsible for the matters stated in section 134(5) of the Act with respect to the preparation and presentation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the Accounting Standards specified under section 133 of the Act, read with the Companies (Accounting Standards) Rules, 2021 and other accounting principles generally accepted in India. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.
- 6. In preparing the financial statements, the Board of Directors is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Board of Directors either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.
- 7. The Board of Directors is also responsible for overseeing the Company's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

- 8. Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Standards on Auditing will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.
- 9. As part of an audit in accordance with Standards on Auditing specified under section 143(10) of the Act, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:
 - Identify and assess the risks of material misstatement of the financial statements, whether due to fraud
 or error, design and perform audit procedures responsive to those risks, and obtain audit evidence
 that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material
 misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve
 collusion, forgery, intentional omissions, misrepresentations, or the override of internal control;
 - Obtain an understanding of internal control relevant to the audit in order to design audit procedures
 that are appropriate in the circumstances, but not for the purpose of expressing an opinion on whether
 the Company has in place adequate internal financial controls with reference to financial statements
 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 Board of Directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern; and
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- 10. 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.

Other Matter

11. The financial statements of the Company for the year ended 31 March 23 were audited by the predecessor auditor, Vishal B Srivastava & Associates, who have expressed an unmodified opinion on those financial statements vide their audit report dated 27 October 2023.

Report on Other Legal and Regulatory Requirements

- 12. Based on our audit, we report that the provisions of section 197 read with Schedule V to the Act are not applicable to the Company since the Company is not a public company as defined under section 2(71) of the Act. Accordingly, reporting under section 197(16) is not applicable.
- 13. This report does not include a statement on the matters specified in paragraph 3 of the Companies (Auditor's Report) Order 2020 ('the Order'), issued by the Central Government of India in terms of section 143(11) of the Act, since in our opinion and according to the information and explanations given to us, the Order is not applicable.
- 14. Further as required by section 143(3) of the Act, based on our audit, we report, to the extent applicable,
 - 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 of the accompanying financial statements;
 - b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books except for the matters stated in paragraph 14(j)(vi) below on reporting under Rule 11(g) of the Companies (Audit and Auditors) Rules, 2014 (as amended)
 - c) The financial statements dealt with by this report are in agreement with the books of account;
 - d) In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under section 133 of the Act read with the Companies (Accounting Standards) Rules, 2021;
 - e) On the basis of the written representations received from the directors and taken on record by the Board of Directors, none of the directors is disqualified as on 31 March 2024 from being appointed as a director in terms of section 164(2) of the Act;

- f) The qualification relating to the maintenance of accounts and other matters connected therewith are as stated in paragraph 14(b), above on reporting under section 143(3)(b) of the Act and paragraph 14(h)(vi) below on reporting under Rule 11(g) of the Companies (Audit and Auditors) Rules, 2014 (as amended);
- g) In our opinion and to the best of our information and according to the explanations given to us, the provisions of section 143(3)(i) for reporting on the adequacy of internal financial controls with reference to financial statements and the operating effectiveness of such controls of the Company, are not applicable; and
- 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 (as amended), in our opinion and to the best of our information and according to the explanations given to us:
 - i. the Company does not have any pending litigation which would impact its financial position as at 31 March 2024.;
 - ii. the Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses as at 31 March 2024.;
 - iii. There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company during the year ended 31 March 2024;

iv.

- a. The management has represented that, to the best of its knowledge and belief, as disclosed in note 25(j) to the financial statements, 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 to or in any person(s) or entity(ies), including foreign entities ('the 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 Company ('the Ultimate Beneficiaries') or provide any guarantee, security or the like on behalf the Ultimate Beneficiaries;
- b. The management has represented that, to the best of its knowledge and belief, as disclosed in note 25(k) to the financial statements, no funds have been received by the Company from any person(s) or entity(ies), including foreign entities ('the Funding Parties'), with the understanding, whether recorded in writing or otherwise, that the Company shall, whether directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ('Ultimate Beneficiaries') or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries; and
- c. Based on such audit procedures performed as considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the management representations under sub-clauses (a) and (b) above contain any material misstatement.
- v. The Company has not declared or paid any dividend during the year ended 31 March 2024.

vi. As stated in Note 26 to the financial statements and based on our examination which included test checks, the Company, in respect of financial year commencing on 01 April 2023, has used two accounting software for maintaining its books of account which have a feature of recording audit trail (edit log) facility and the same has been operated throughout the year for one accounting software used for maintenance of inventory, order management and invoicing records. However, for another accounting software the audit trail (edit log) feature could not sufficiently demonstrate whether the same was enabled and operated effectively throughout the year used for maintenance of all other accounting records. During the course of our audit we did not come across any instance of audit trail feature being tampered with where such feature is enabled.

For Walker Chandiok & Co LLP

Chartered Accountants

Firm's Registration No.: 001076N/N500013

Yashwant M. Jain

Partner

Membership No.: 118782 UDIN: **24118782BKHJNU8355**

Place: Mumbai

Date: 28 September 2024

	Notes	As at 31 March 2024	As at 31 March 2023
Equity and liabilities			
Shareholders' funds			
Share capital	3	876.10	1.00
Reserves and surplus	4	(918.06)	(195.19)
	_	(41.96)	(194.19)
Current liabilities			
Trade payables	5		
- total outstanding dues of micro and small enterprises		81.78	202.63
- total outstanding dues of creditors other than micro and small enterprises		231.90	20.58
Other current liabilities	6	6.82	3.48
Short-term provisions	7	48.51	-
	_	369.01	226.69
TOTAL	=	327.05	32.50
Assets			
Non-current assets			
Intangible assets	8	0.10	0.13
Deferred tax assets (net)	9	-	-
Long term loans and advances	10	1.32	-
		1.42	0.13
Current assets			
Inventories	11	38.11	-
Trade receivables	12	55.91	-
Cash and bank balances	13	113.97	1.00
Short term loans and advances	10	117.64	31.37
Other current assets	13	-	-
	_	325.63	32.37
TOTAL		327.05	32.50
Significant accounting policies and other explanatory information	1 to 27		

This is the Balance Sheet referred to in our report of even date.

For Walker Chandiok & Co LLP

Chartered Accountants

Firm Registration No: 001076N/N500013

For and on behalf of the Board of Directors of **Kreative Beauty Private Limited**

Yashwant M. Jain	Tarun Sharma	Vikas Lachhwani
Partner	Director	Director
Membership No.: 118782	DIN: 07264165	DIN: 02898317
Place : Mumbai	Place : Mumbai	Place : Mumbai

Date: 28 September 2024 Date: 28 September 2024 Date: 28 September 2024

Kreative Beauty Private Limited Statement of Profit and Loss for the year ended 31 March 2024 (Amount in ₹ (Lakhs), except for share data, and if otherwise stated)

	Notes	Year ended 31 March 2024	For the Period ended 31 March 2023
Revenue			
Revenue from operations	14	753.31	-
Other income	15	0.76	_
Total Income		754.07	
Expenses			
Purchase of traded goods and packing materials	16	319.79	-
Changes in inventories of traded goods and packing materials	17	(38.11)	-
Finance costs	18	0.04	-
Depreciation and amortisation expense	19	0.03	-
Other expenses	20	1,195.19	195.19
Total expenses		1,476.94	195.19
Loss before tax		(722.87)	(195.19)
Tax expense			
Current tax		-	-
Deferred tax charge		-	-
		-	-
Loss for the year		(722.87)	(195.19)
Earnings per equity share (Nominal value of shares is ₹ 10 each)	21		
Basic and Diluted (in ₹)		(0.07)	(0.02)
Face value per share (in ₹)		10.00	10.00
Significant accounting policies and other explanatory information	1 to 27		

This is the Statement of Profit and Loss referred to in our audit report of even date.

For Walker Chandiok & Co LLP

Chartered Accountants

Firm Registration No: 001076N/N500013

For and on behalf of the Board of Directors of Kreative Beauty Private Limited

Yashwant M. Jain	Tarun Sharma	Vikas Lachhwani
Partner	Director	Director
Membership No.: 118782	DIN: 07264165	DIN: 02898317
Place : Mumbai	Place : Mumbai	Place : Mumbai
Date: 28 September 2024	Date: 28 September 2024	Date: 28 September 2024

Cash Flow Statement for the year ended 31 March 2024

(Amount in ₹ (Lakhs), except for share data, and if otherwise stated)

(Amount in Classis), except for share data, and it officiwise stated)	Year ended 31 March 2024	For the Period ended 31 March 2023
Cash flow from operating activities		
Loss before tax	(722.87)	(195.19)
Adjustments for:		
Depreciation and amortization expense	0.03	-
Interest income on fixed deposits	(0.76)	-
Operating loss before working capital changes	(723.60)	(195.19)
Adjustments for:		
(Increase) in inventories	(38.11)	-
(Increase) in trade receivables	(55.91)	-
(Increase) in loans and advances and other assets	(86.58)	(27.89)
Increase in trade payables, provisions and other liabilities	142.32	223.21
Cash used in operating activities	(761.88)	0.14
Income taxes paid	(1.01)	-
Net cash (used in)/generated from operating activities (A)	(762.89)	0.14
Cash flow from investing activities		
Purchase of property, plant and equipment	-	(0.13)
Interest received	0.76	-
Net cash generated from /(used in) investing activities (B)	0.76	(0.13)
Cash flow from financing activities		
Proceeds from issue of equity shares	0.10	1.00
Proceeds from issue of preference shares	875.00	-
Net cash generated from financing activities (C)	875.10	1.00
Net increase in cash and cash equivalents (A+B+C)	112.97	1.00
Cash and cash equivalents at the beginning of the year	1.00	-
Cash and cash equivalents at the end of the year	113.97	1.00
Components of cash and cash equivalents (Refer note 18)		
Cash in hand		
Balances with banks		
- Current accounts	113.97	1.00
	113.97	1.00
Significant accounting policies and other explanatory information 1 to		

This is the Cash Flow Statement referred to in our report of even date

For Walker Chandiok & Co LLP

Chartered Accountants

Date: 28 September 2024

Firm Registration No: 001076N/N500013

For and on behalf of the Board of Directors of Kreative Beauty Private Limited

Date: 28 September 2024 Date: 28 September 2024

Yashwant M. JainTarun SharmaVikas LachhwaniPartnerDirectorDirectorMembership No.: 118782DIN: 07264165DIN: 02898317Place : MumbaiPlace : MumbaiPlace : Mumbai

3 Share capital

3	Share capital				
		As at 31 Ma	arch 2024	As at 31 M	arch 2023
		Number of shares	Amount	Number of shares	Amount
	Authorised share capital	Situres		Situres	
	Equity shares of ₹ 10 each	50,000	5.00	50,000	5.00
	Preference shares of ₹ 10 each	50,000	5.00	50,000	5.00
	0.01% Compulsory convertible preference shares of ₹ 1000 each	200,000	2,000.00	200,000	2,000.00
	· · · · · · · · · · · · · · · · · · ·	300,000	2,010.00	300,000	2,010.00
	Issued, subscribed and fully paid up shares:				
	Equity Shares of ₹ 10 each	11,000	1.10	10,000	1.00
	0.01% Compulsory convertible preference shares of ₹ 1000 each- (Fully Paid up)	50,000	500.00	-	-
	0.01% Compulsory convertible preference shares of ₹ 1000 each- (Partly Paid up)	150,000	375.00	-	
		211,000	876.10	10,000	1.00
a)	Reconciliation of share capital				
(i)	Equity Shares of ₹ 10 each				
	At the beginning of the year	10,000	1.00	-	-
	Issued during the year	1,000	0.10	10000	1.00
	Balance at the end of the year	11,000	1.10	10,000	1.00
(ii)					
	At the beginning of the year	-	-	-	-
	Issued during the year	50,000	500.00	-	-
	Balance at the end of the year	50,000	500.00	-	
(iii)	0.01% Compulsory convertible preference shares of ₹ 1000 each (Partly Paid up)				
	At the beginning of the year	-	-	-	-
	Issued during the year	150,000	375.00	-	-
	Balance at the end of the year	150,000	375.00	-	
b)	Details of shareholders holding more than 5% shares in the Company				
		As at 31 M	arch 2024	As at 31 M	arch 2023
		Number of shares	% holding	Number of shares	% holding
(i)	Equity shares of ₹ 10 each				
	Sanonymous Creations LLP	9,000	81.82%	9,000	90.00%
	Collective Artists Network India Private Limited	1,000	9.09%	1,000	10.00%
	PEP Technologies Private Limited	1,000	9.09%	-	-
		11,000	100.00%	10,000	100.00%
		As at 31 Ma	arch 2024	As at 31 M	arch 2023
		Number of		Number of	arch 2025
		shares	% holding	shares	% holding
(ii)	0.01% Compulsory convertible preference shares of ₹ 1000 each (Fully Paid up)				
` '	PEP Technologies Private Limited	50,000	100.00%	-	-
		50,000	100.00%	-	-
		As at 31 Ma	arch 2024	As at 31 M	arch 2023
		Number of shares	% holding	Number of shares	% holding
(iii)	0.01% Compulsory convertible preference shares of ₹ 1000 each (Partly Paid up)				
	PEP Technologies Private Limited	150,000	100.00%	-	
		150,000	100.00%	=	0.00%

Significant accounting policies and other explanatory information as at and for the year ended 31 March 2024 (Amount in ₹ (Lakhs), except for share data, and if otherwise stated)

(c) Details of Shares held by Promoters at the end of the year

As at March 2024

Name of promoter	No. of shares at the beginning of the year	Changes	No. of shares at the end of the year	% of Total shares	% changes during the year
Sanonymous Creations LLP	9,000	-	9,000	81.82%	-
Collective Artists Network India Private Limited	1,000	-	1,000	9.09%	-
PEP Technologies Private Limited	-	1,000	1,000	9.09%	100%
Total	10,000	1,000	11,000	100%	100%

As at March 2023

Name of promoter	No. of shares at the beginning of the year	Changes	No. of shares at the end of the year	% of Total shares	% changes during the year
Sanonymous Creations LLP	-	9,000	9,000	90.00%	100%
Collective Artists Network India Private Limited	-	1,000	1,000	10.00%	100%
Total	-	10,000	10,000	100.00%	

c) Terms/rights of shares:

(i) Equity shares

The Company has one class of equity shares having a par value of ₹ 10 each. Each holder of equity shares is entitled to one vote per share. The dividend proposed, if any, by the Board of Directors is subject to the approval of the shareholders in the ensuing Annual General Meeting. In the event of liquidation of the Company, the holders of equity shares will be entitled to receive remaining assets of the Company, after distribution of all preferential amounts. The distribution will be in proportion to the number of paid up equity shares held by the shareholders.

(ii) Preference shares

The Company has one class of compulsory convertible preference shares having a par value of ₹ 1000 each.

The Preference shares holders shall be entitled to voting rights equal to 51% equity shares of the company on a Fully Diluted basis.

The holder of each preference share shall be entitled to fixed, non-cumulative preferential dividend at the rate of 0.01% per annum for all the preference shares till such time that the preference shares are outstanding. In addition, the preference share holders shall be entitled to participate in any dividend distribution to holders of equity shares on an as if converted basis.

(iii) Conversion terms:

Compulsory convertible preference shares

The CCPS shall be convertible into Equity Shares in the ratio of 1:1 (for every 1 CCPS held, 1 Equity Share to be issued) upon trigger of following event:

- (i) Upon Trigger of Liquidation event
- (ii) If the above-mentioned condition is not satisfied, then all the outstanding CCPS held by Majority Shareholder shall become convertible in a single tranche into such a number of Equity Shares such that PEP holds 51% in the Company on a Fully Diluted Basis. Such conversion shall be done upon receipt of the Balance Subscription Amount.

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Significant accounting policies and other explanatory information as at and for the year ended 31 March 2024 (Amount in ₹ (Lakhs), except for share data, and if otherwise stated)

		As at 31 March 2024	As at 31 March 2023
4	Reserves and surplus		
	Deficit in the Statement of Profit and Loss		
	Balance at the beginning of the year	(195.19)	-
	Add: Loss for the year	(722.87)	(195.19)
	Balance at the end of the year	(918.06)	(195.19)
		(918.06)	(195.19)
5	Trade payables		
	- Total outstanding dues of micro and small enterprises	81.78	202.63
	- Total outstanding dues of creditors other than micro and small enterprises	231.90	20.58
		313.68	223,21
5.1	Note: The disclosure pursuant to Micro, Small and Medium Enterprises Development Act, 2006 (MSMED Act) at The principal amount and the interest due thereon remaining unpaid to any supplier as at the end of each	re as follows:	
	accounting year		
	- Principal amount	81.78	202.63
	- Interest thereon, included in finance cost	-	-
	The amount of interest paid by the buyer in terms of section 16 of the Micro, Small and Medium Enterprises Development Act, 2006, along with the amounts of the payment made to the supplier beyond the appointed day during each accounting year	-	-
		-	-
	The amount of interest due and payable for the period of delay in making payment (which have been paid but beyond the appointed day during the year) but without adding the interest specified under Micro, Small and Medium Enterprises Development Act, 2006.		
	The amount of interest accrued and remaining unpaid at the end of each accounting year; and	-	-
	The amount of further interest remaining due and payable even in the succeeding years, until such date when the interest dues as above are actually paid to the small enterprise for the purpose of disallowance as a deductible	-	-

Disclosure of payable to vendors as defined under the 'Micro, Small and Medium Enterprises Development Act, 2006' is based on the information available with the Company regarding the status of registration of such vendors under the said Act, as per the intimation received from them on requests made by the Company.

Trade payables ageing schedule

31 March 2024

Particulars		Outstanding for following periods from due date of					
	Unbilled	Less than 1 year	1-2 years	2-3 years	More than 3 years	Total	
(i) MSME	23.86	57.92	-	-	-	81.78	
(ii) Others	45.97	185.93	-	-	-	231.90	
(iii) Disputed dues - MSME	-	-	-	-	-	-	
(iv) Disputed dues - Others	-	-	-	-	-	-	
Total	69.83	243.85	-	-	-	313.68	

31 March 2023

Particulars		Outstanding for following periods from due date of						
	Unbilled	Less than 1 year	1-2 years	2-3 years	More than 3 years	Total		
(i) MSME	-	202.63	-	-	-	202.63		
(ii) Others	0.21	20.37	-	-	-	20.58		
(iii) Disputed dues - MSME	-	-	-	-	-	-		
(iv) Disputed dues - Others	-	-	-	-	-			
Total	0.21	223.00	-	-	-	223.21		

6 Other current liabilities

Statutory dues	6.82	3.48
	6.82	3.48

Significant accounting policies and other explanatory information as at and for the year ended 31 March 2024 (Amount in ₹ (Lakhs), except for share data, and if otherwise stated)

	As at 31 March 2024	As at 31 March 2023
Short-term provisions		_
Provision for sales return	48.51	-
	48.51	-
	_	Short-term provisions Provision for sales return 48.51

8 Intangible assets

Gross block	Trade Mark	Total
Balance as at 1 April 2022		
Additions	0.13	0.13
Disposals	-	-
Balance as at 31 March 2023	0.13	0.13
Additions	-	-
Disposals	-	-
Balance as at 31 March 2024	0.13	0.13
Accumulated amortisation		
Balance as at 1st April 2022		
Amortisation charge	-	-
Reversal on disposal of assets	-	-
Balance as at 31 March 2023	-	-
Amortisation charge	0.03	0.03
Reversal on disposal of assets	-	-
Balance as at 31 March 2024	0.03	0.03
Net block		
Balance as at 31 March 2023	0.13	0.13
Balance as at 31 March 2024	0.10	0.10

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Significant accounting policies and other explanatory information as at and for the year ended 31 March 2024 (Amount in ₹ (Lakhs), except for share data, and if otherwise stated)

	As at 31 March 2024	As at 31 March 2023
1 tax assets (Net)		
l tax liabilities		
eciation and amortisation	_*	-
1 tax assets		
forward business losses/unabsorbed depreciation	231.07	-
1 tax assets (Net) **		-
	I tax liabilities eciation and amortisation I tax assets forward business losses/unabsorbed depreciation	I tax liabilities tax lax laminum and amortisation I tax seets toward business losses/unabsorbed depreciation 231.07

^{*} Amount is less than one Lakh

** The Company has not recognized deferred tax assets on timing differences towards unabsorbed depreciation, carry forward of tax losses, provision for gratuity etc. as at 31 March 2024 and 31 March 2023, on the basis of prudence, as there is no virtual certainty supported by convincing evidence that sufficient future taxable income will be available against which such deferred tax assets can be realized.

10 Loans and advances

	As at 31st M	As at 31st March 2024		March 2023
	Long-term	Short-term	Long-term	Short-term
Advance tax	1.01	-	-	-
Advance to suppliers	-	9.32	-	-
Balance with government authorities	-	108.09	-	31.37
Prepaid expenses	0.31	0.10	-	-
Security Deposit	-	0.13	-	-
	1.32	117.64	-	31.37

11 Inventories (Valued at lower of cost and net realizable value) Finished goods

	38.11	
12 Trade receivables		
Secured, considered good	-	-
Unsecured, considered good	55.91	-
Unsecured, considered doubtful	=	=
Less: Provision for doubtful receivables	-	-
Total Trade receivables	55.91	-

38.11

31 March 2024

Particulars	Outstanding for following periods from due date of receipt					
	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	55.91	-	-	-	-	55.91
(ii) Undisputed Trade receivables - which have significant increase in credit risk	-	-	-	-	-	-
(iii) Undisputed Trade Receivables - credit impaired	-	-	-	-	-	-
(iv) Disputed Trade Receivables - considered good	-	-	-	-	-	-
(v) Disputed Trade receivables - which have significant increase in credit risk	-	-	-	-	-	-
(vi) Disputed Trade Receivables - credit impaired	-	-	-	-	-	-
Total	55.91	-	-	-	-	55.91

31 March 2023

Particulars	Outstanding for following periods from due date of receipt					
	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	-	-	-	-	-	-
(ii) Undisputed Trade receivables - which have significant increase in credit risk	-	-	-	-	-	-
(iii) Undisputed Trade Receivables - credit impaired	-	-	-	-	-	-
(iv) Disputed Trade Receivables - considered good	-	-	-	-	-	-
(v) Disputed Trade receivables - which have significant increase in credit risk	-	-	-	-	-	-
(vi) Disputed Trade Receivables - credit impaired	-	-	-	-	-	-
Total	_	_	_	_	_	_

13 Cash and bank balances

Cash and cash equivalents Balances with banks

'-Current account	113.97	1.00
_	113.97	1.00

Significant accounting policies and other explanatory information as at and for the year ended 31 March 2024 (Amount in ₹ (Lakhs), except for share data, and if otherwise stated)

		Year ended 31 March 2024	For the Period ended 31 March 2023
14	Revenue from operations		
	Sale of products	753.31	-
		753.31	-
15	Other income		
	Interest on fixed deposit with banks	0.76	
	•	0.76	-
16	Purchase of traded goods and packing materials		
	Purchase of traded goods	319.79	-
		319.79	-
17	Changes in inventories of traded goods and packing materials		
	Opening balance		
	Traded goods	=	-
		-	-
	Closing balance		
	Traded goods	38.11	
		38.11	
10	Finance costs	(38.11)	-
18	Interest on delayed payment of statutory dues	0.04	
	incress on delayed payment of statutory dues	0.04	
19	Depreciation and amortisation expense		
19	Amortisation on intangible assets (Refer note 8)	0.03	_
	(0.03	
20	Other expenses		
	Rent	0.12	0.02
	Advertising and sales promotion expenses	481.31	
	Warehousing and product delivery charges	95.73	-
	Commission	3.30	-
	Web hosting and server support expenses	34.31	-
	Product development cost	77.06	
	Professional charges	47.51	
	Reimbursement expenses	-	0.02
	Auditor's remuneration (Refer note 20.1)	4.00	
	Rates and taxes Travelling and conveyance	0.95	
	Shared support services expenses	13.89 427.89	
	Miscellaneous Expense	9.12	
	поссиятся парсия	1,195.19	
20.1	Auditor's remuneration		
20.1	Statutory audit fees	4.00	0.20
	Total	4.00	

Significant accounting policies and other explanatory information as at and for the year ended 31 March 2024 (Amount in ₹ (Lakhs), except for share data, and if otherwise stated)

21 Earnings per share

The amount considered in ascertaining the Company's earnings per share constitutes the net loss after tax. The number of shares used in computing basic earnings per share is the weighted average number of shares outstanding during the period. The number of shares used in computing diluted earnings per share comprises the weighted average number of shares considered for deriving basic earnings per share and also the weighted average number of shares which could have been issued on conversion of all dilutive potential shares.

Particulars		For the Period ended
rancuais	31 March 2024	31 March 2023
Net loss attributable to equity shareholders (₹)	(722.87)	(195.19)
Weighted average number of shares outstanding during the year - Basic	10,858	10,000
Face value per share	10.00	10.00
Earnings/(loss) per share - Basic	(0.07)	(0.02)

Note: The effect of compulsory convertible preference shares on EPS is anti-dilutive in nature and hence diluted EPS is same as basic.

22 Related party disclosures

In accordance with the requirements of Accounting Standard (AS) 18, 'Related Party Disclosures' as specified under Section 133 of the Act, read with (the Companies (Accounting Standards) Rules, 2021), the names of the related party where control exists/able to exercise significant influence along with the aggregate transactions and year end balances with them as identified and certified by the management are as follows:

a. Names of related parties and description of relationship (with whom transactions have taken place)

Description of relationship	Name of related parties
(i) Holding Company	PEP Technologies Private Limited w.e.f 23 May 2023
(ii) Key Management Personnel	Mr. Tarun Sharma -Director
	Mr. Vikas Lachwani -Director

b. Transactions with related parties

Particulars	Year ended 31 March 2024	For the Period ended 31 March 2023
Sales of goods		
PEP Technologies Private Limited	753.31	
TET Telmologies Trivate Emitted	/55.51	-
Shared support service		
PEP Technologies Private Limited	427.89	-
Issue of equity share capital		
PEP Technologies Private Limited	0.10	-
Issue of preference share capital		
PEP Technologies Private Limited	875.00	-
Reimbursement of expense		
<u> </u>		
PEP Technologies Private Limited	462.80	-

c. Balances with related parties (as at year-end)

Particulars	As at 31 March 2024	As at 31 March 2023
Amount receivable		
PEP Technologies Private Limited	55.91	-
Advance to suppliers		
PEP Technologies Private Limited	8.84	-
Provision for sales return		
PEP Technologies Private Limited	48.51	-

Kreative Beauty Private Limited
Significant accounting policies and other explanatory information as at and for the year ended 31 March 2024
(Amount in ₹ (Lakhs), except for share data, and if otherwise stated)

23 Ratios

Following are the ratios computed for the period/year:

Ratios	Unit	Basis	31 March 2024	31 March 2023	Variance	Reason (If variation is more than 25%)
Current Ratio	Times	<u>Current Assets</u> Current Liabilities	0.88	0.14	518%	There has been increase in current asset more than the increase in current liabilities.
Return on Equity Ratio	Percentage	Loss After Tax Average Shareholders Equity	612%	101%	509%	There has been increase in the loss during the current year along with increase in share capital hence increase in the ratio.
Inventory Turnover Ratio	Times	Cost of Goods Sold Average Inventory	14.78	-	100%	Company has started operation during financial year 2023-24
Trade Receivables turnover ratio	Times	Revenue from operations Average Trade Receivables*	26.95	-	100%	Company has started operation during financial year 2023-24
Trade Payables turnover ratio	Times	<u>Credit Purchases</u> Average Trade Payables	1.19	-	100%	Company has started operation during financial year 2023-24
Net Capital turnover ratio	Times	Revenue from Operations Working Capital	(17.36)	-	100%	Company has started operation during financial year 2023-24
Net profit ratio	Percentage	Net Profit After Tax Revenue from operations	-96%	-	100%	Company has started operation during financial year 2023-24
Return on Capital Employed *	Percentage	Earnings before Interest and Tax Capital Employed	1724%	101%	1616%	During the year share capital has been raised but also the losses has also increased resulting in increased ratio

^{*}Earnings before interest and tax excludes 'Other Income' since non-recurring in nature.

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²⁴ Figures of the previous year has been re-grouped/re-arranged wherever necessary. Such reclassifications are not material to the financial statements.

Significant accounting policies and other explanatory information as at and for the year ended 31 March 2024 (Amount in ₹ (Lakhs), except for share data, and if otherwise stated)

25 Additional Information

- a) The Company does not own any immovable property (other than properties where the Company is the lessee and the lease agreements are duly executed in favor of the lessee)
- b) The Company has not revalued its Property, Plant and Equipment during the year.
- c) The Company has not granted any loan or advance in the nature of loan, which is repayable on demand or without specifying any terms or period of repayment.
- d) The Company does not have any Benami property, where any proceeding has been initiated or pending against the Company for holding any Benami property.
- e) The Company has not been declared as Willful defaulter by any Banks, Financial institution or Other lenders.
- f) The Company do not have any transactions with companies struck off.
- g) The Company does not have any charges or satisfaction which is yet to be registered with ROC beyond the statutory period.
- h) The provision related to number of layers as prescribed under section 2(87) of the Companies Act read with Companies (Restriction on number of Layers) Rules, 2017 is not applicable to Company.
- i) The Company has not entered into any scheme of arrangement which has an accounting impact on the current or previous financial year.
- j) The Company have not advanced or given loan or invested funds to any other person(s) or entity(ies), including foreign entities (Intermediaries) with the understanding that the Intermediary shall directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the company (Ultimate Beneficiaries) or provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries.
- k) The Company have not received any fund from any person(s) or entity(ies), including foreign entities (Funding Party) with the understanding (whether recorded in writing or otherwise) that the Company shall directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party (Ultimate Beneficiaries) or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.
- The Company does not have any such 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).
- m) The Company have not traded or invested in Crypto currency or Virtual Currency during the financial year.

26 Audit Trail

The Ministry of Corporate Affairs (MCA) has prescribed a new requirement for companies under the proviso to Rule 3(1) of the Companies (Accounts) Rules, 2014 inserted by the Companies (Accounts) Amendment Rules 2021 requiring companies, which uses accounting software for maintaining its books of accounts, shall use only such accounting software which has a feature of recording audit trail of each and every transaction, creating an edit log of each change made in the books of accounts along with the date when such changes were made and ensuring that the audit trail cannot be disabled.

The Company, in respect of financial year commencing on 01 April 2023, has used two accounting software for maintaining its books of account which have a feature of recording audit trail (edit log) facility and the same has been operated throughout the year for one accounting software used for maintenance of inventory, order management and invoicing records. However, for another accounting software the audit trail (edit log) feature could not sufficiently demonstrate whether the same was enabled and operated effectively throughout the year used for maintenance of all other accounting records.

27 The Company has a loss amounting to ₹ 722.87 Lakhs (31 March 2023: ₹ Loss of (195.19 Lakhs)) and has negative cash flow from operations of ₹ 723.60 Lakhs during the financial year ended 31 March 2024 (31 March 2023: ₹ Negative (195.19 Lakhs)) and as of that date, has accumulated losses of ₹ 918.06 Lakhs (31 March 2023: ₹ 195.19 Lakhs). The financial statements of the Company have been prepared using the Going Concern basis of accounting despite continuous losses. These events or conditions may cast a significant doubt on Company's ability to continue as a going concern. However, the management has prepared a detailed plan for meeting its cash flow requirements for the next 12 months. PEP Technologies Private Limited (Parent Company) has provided letter committing continuing financial support to the Company to enable it to meet its day to day obligation/commitment; to the extent it is unable to meet its obligations. The Company has also undertaken cost reduction measures as a mitigatory factor. Basis these mitigating factors, we are not aware of existence of any material uncertainties related to aforesaid events or conditions that may cast significant doubt upon the Company's ability to continue as a going concern. Therefore, the financial statements continue to be prepared on a going concern basis.

For Walker Chandiok & Co LLP

Chartered Accountants Firm Registration No: 001076N/N500013 For and on behalf of the Board of Directors of Kreative Beauty Private Limited

Yashwant M. Jain

Partner

Membership No.: 118782

Place: Mumbai

Date: 28 September 2024

Tarun Sharma Vikas Lachhwani
Director Director

Director DIN: 07264165 DIN: 02898317

Place : Mumbai Place : Mumbai

Date: 28 September 2024 Date: 28 September 2024