HRA & CO.,
Chartered Accountants

522/C, 2nd Floor, 1st D Cross,
15th Main Road, 3rd Stage,
4th Block, Basaveshwaranagar,
Bangalore-560079
T : +91 080 4169 6888
E : ravin@hraindia.com
W : www.hraindia.com

REPORT ON AUDIT OF FINANCIAL STATEMENTS

To the Partners of **Upscarf Salon de Elegance LLP**

Report on the Audit of the Special Purpose Ind AS Financial Statements

We have audited the Special Purpose Ind AS financial statements of **Upscarf Salon de Elegance LLP** (the firm), which comprise the Balance Sheet as at 31st March 2026, and the Statement of Profit and Loss (including other comprehensive income), Statement of Changes in Equity and Statement of Cash Flows for the year then ended, and notes to the Special Purpose Ind AS Financial Statements, including a summary of material accounting policies and other explanatory information (hereinafter referred to as "the Special Purpose Ind AS Financial Statements")

In our opinion and to the best of our information and according to the explanations given to us, the Special purpose Ind AS financial statements give a true and fair view of the state of affairs of **Upscarf Salon de Elegance LLP** as at March 31, 2026, and of its results of operations (including other comprehensive income), Statement of Changes in Equity and Statement of Cash Flows in accordance with the accounting principles generally accepted in India, including the Indian Accounting Standards (Ind AS) specified under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended.

Basis for Opinion

We conducted our audit in accordance with the Standards of Auditing (SA's) specified under Section 143(10) of Companies Act, 2013. 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 firm in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with ethical requirements that are relevant to our audit of financial statements under the provisions of Companies Act 2013 and the Rules thereunder, and we have fulfilled our ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence obtained is sufficient and appropriate to provide a basis for our opinion.

Emphasis of Matter – Basis of accounting

We draw attention to Note 2 to the Special Purpose Ind AS Financial Statements, which describes the basis of accounting. The financial statements are prepared to assist Embassy Developments Limited to meet the requirements of preparation of its consolidated financial statements, as required by Section 129(3) of Companies Act 2013. Our opinion is not modified in respect of this matter.

Other matter

The LLP has prepared a separate set of financial statements for the year ended 31 March 2026, in accordance with the Accounting Standards notified by the Institute of Chartered Accountant of India, on which we issued a separate auditor's report to LLP dated May 16, 2025.

Management responsibility for the Special Purpose Ind AS Financial Statements

Management is responsible for the preparation and fair presentation of the Special Purpose Ind AS Financial Statements in accordance with the aforesaid Accounting Standards, that give a true and fair view of the state of affairs, results of operations and cash flows of the entity in accordance with the accounting principles generally accepted in India, including the Indian Accounting Standards (Ind AS) specified under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended; this includes the design, implementation and maintenance of internal control relevant to the preparation and presentation of the Special Purpose Ind AS Financial Statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the partners of the firm are also responsible for assessing the firm's ability to continue as a going concern, disclosing as applicable, matters relating to going concern and using the going concern basis of accounting unless the partners either intend to liquidate the firm or to cease operations, or has no realistic alternative to do so.

The partners of the firm are also responsible for overseeing the firm's financial reporting process.

Auditor's Responsibilities for the Audit of the Special Purpose Ind AS Financial Statements

Our objective is to obtain reasonable assurance 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 SA's 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 these financial statements.

As part of an audit in accordance with the Standards of Auditing, we exercise professional judgement and maintain professional skepticism throughout the audit.

- 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 the effectiveness of the firm's internal control.

- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the firm'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 firm to cease to continue as a going concern.

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

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

*for **HRA & Co***
Chartered Accountants
Firm Registration No: 010005S

Ravindranath N
Partner
Membership No.: 209961

UDIN: 26209961YKLKUY1272

HRA & CO
FRN
010005S
BANGALORE

Place: Bengaluru
Date: April 30, 2026

Upscarf Salon de Elegance LLP
Special Purpose IND AS Balance Sheet as at March 31, 2026
(All amounts in ₹ unless otherwise stated)

Particulars	Note	As at March 31, 2026	As at March 31, 2025
ASSETS			
Current assets			
Financial assets			
- Trade receivables	4	7,999	275,879
- Cash and cash equivalents	5	1,043,399	360,426
Other current assets	6	344,915	402,137
		1,396,313	**1,038,442**
Total Assets		**1,396,313**	**1,038,442**
CAPITAL AND LIABILITIES			
OWNERS' FUNDS			
Contribution received	7	100,000	100,000
Partners current account	8	4,573,022	-
Reserves & Surplus	9	(6,360,923)	260,405
		(1,687,901)	**360,405**
Non -Current liabilities			
Provisions	10	172,596	-
		172,596	**-**
Current liabilities			
Financial liabilities			
- Trade Payables	11		
- 'Dues to micro enterprises and small enterprises		68,538	-
- 'Dues to parties other than micro enterprises and small enterprises		2,745,721	563,406
Other current liabilities	12	80,705	8,727
Provisions	13	16,654	-
Current tax Liabilities	14	-	105,904
		2,911,618	**678,037**
Total Liabilities		**1,396,313**	**1,038,442**

As per our report of even date attached
for HRA & Co
Chartered Accountants
Firm registration number: 010005S

HRA & CO FRN 010005S BANGALORE

Ravindranath N
Partner

Membership Number: 209961

Place: Bangalore
Date: April 30, 2026

For Upscarf Salon de Elegance LLP

Shailendra Swarna.R. Malharikar

Shailendra K S
Representing
Embassy Orange
Developers Limited

DIN:07984647

Place: Bangalore
Date: April 30, 2026

Swarna R Malharikar
Representing
Embassy
Developments Limited

DIN: 11022934

Place: Bangalore
Date: April 30, 2026

Upscarf Salon de Elegance LLP
Special purpose IND AS Statement of Profit and Loss for the year ended March 31,2026
(All amounts in ₹ unless otherwise stated)

Particulars	Note	For the year ended March 31, 2026	For the year ended March 31, 2025
Revenue from Operations			
Income from Salon Business	15	3,095,964	827,180
		3,095,964	**827,180**
EXPENDITURE			
Employee benefit expenses	16	4,447,954	-
Operating Expenses	17	2,954,318	426,717
Other Expenses	18	2,251,272	61,027
Total		**9,653,544**	**487,744**
Profit before tax		**(6,557,580)**	**339,435**
Tax Expense :			
Current Tax (includes previous year tax)		63,749	105,904
Profit after tax		**(6,621,329)**	**233,531**
Profit/(loss) transferred to partners current account			
Share of loss transferred to partners		-	(26,874)
Transfer to Reserves & Surplus		(6,621,329)	260,405
Total		**(6,621,329)**	**233,531**

As per our report of even date attached
for HRA & Co
Chartered Accountants
Firm registration number: 010005S

For Upscarf Salon de Elegance LLP

Shailendra

Swarna.R.Malharikar

Ravindranath N
Partner

Membership Number: 209961

HRA & CO FRN 010005S BANGALORE

Place: Bangalore
Date: April 30, 2026

Shailendra K S
Representing of
Embassy Developments
Limited
DIN:07984647

Place: Bangalore
Date: April 30, 2026

Swarna R Malharikar
Representing
Embassy Developments
Limited
DIN: 11022934

Place: Bangalore
Date: April 30, 2026

Upscarf Salon de Elegance LLP
Special purpose IND AS Statement of Cashflow statement for the year ended March 31,2026
(All amounts in ₹ unless otherwise stated)

Particulars	For the year ended March 31, 2026	For the year ended March 31, 2025
Cash flows from operating activities		
Profit / (loss) before tax for the year	(6,557,580)	339,435
Adjustments:		
Operating profit / (loss) before working capital changes	**(6,557,580)**	**339,435**
Changes in operating assets and liabilities :		
Decrease in trade receivables	267,880	(275,879)
(Increase)/ decrease in other current assets	57,222	(402,137)
Increase/ (Decrease) in trade payables	2,250,854	563,406
Increase/ (Decrease) in other current liabilities	(17,271)	8,727
Increase/ (Decrease) in provisons	172,596	-
Cash generated from operations	**(3,826,300)**	**233,551**
Income Taxes (paid)/ received	(63,749)	-
Cash flow used by operating activities (A)	**(3,890,049)**	**233,551**
Cash outflow/(inflow) from investing activities (B)	-	-
Cash Inflow from financing activities (C)		
Increase/ (decrease) in owners' funds	4,573,022	(58,125)
Cash Inflow from financing activities (C)	**4,573,022**	**(58,125)**
Net increase / (decrease) in cash and cash equivalents (A+B+C)	682,973	175,426
Cash and cash equivalents at the beginning of the year	360,426	185,000
Cash and cash equivalents at the end of the year	**1,043,399**	**360,426**
Cash and cash equivalents comprise of:		
Cash and cash equivalents		
- in current accounts	992,974	330,501
- Cash in hand	50,425	29,925
	1,043,399	**360,426**

As per our report of even date attached
for HRA & Co
Chartered Accountants
Firm registration number: 010005S

For Upscarf Salon de Elegance LLP

Shailendra. Swarna.R.Malharikar

Ravindranath N
Partner

Membership Number: 209961

Place: Bangalore
Date: April 30, 2026

HRA & CO FRN 010005S BANGALORE

Shailendra K S
Representing
Embassy Orange Developers Limited

DIN:07984647

Place: Bangalore
Date: April 30, 2026

Swarna R Malharikar
Representing
Embassy Developments Limited

DIN: 11022934

Place: Bangalore
Date: April 30, 2026

Upscarf Salon de Elegance LLP
Notes to Special Purpose IND AS financial statements for the year ended March 31, 2026
(All amounts in ₹ unless otherwise stated)

Note 1: Background
Upscarf Salon de Elegance LLP ('the LLP'), incorporated on October 10, 2023 is engaged in the business to promote, encourage, establish, provide, maintain, conduct, operate, organise, subsidise and run salons, unisex salons, health clubs, health care, wellness centres, aesthetics, personal care services etc.,. The LLPIN is ACD-2889 and the registered office of the LLP is at 14th Floor, Embassy One, Pinnacle Tower, 8, Bellary Road, Dena Bank Colony, Ganganagar, Bangalore North, Karnataka, 560032.

Note 2 : Basis of preparation of Special Purpose IND AS Financial Statements

The Special Purpose IND AS Financial statement are prepared to assist the partners for providing consolidated financial statements of the Parent entity, hence the Special Purpose IND AS Financial Statements may not be suitable for any other purpose.

Statement of compliance

These Special Purpose IND AS Financial Statements have been prepared in accordance with with Indian Accounting Standards (Special Purpose IND AS) as per the Companies (Indian Accounting Standards) Rules, 2015 notified under Section 133 of Companies Act, 2013, (the 'Act') and the provisions of the Limited Liability Partnership Act, 2008. The Special Purpose IND AS Financial Statements have been prepared under the historical cost convention and on an accrual basis.

Functional and presentation currency
These Special Purpose IND AS Financial Statements are presented in Indian Rupees, which is also the Firm's functional currency.

Note 3: Statement of material accounting policies
The financial statements have been prepared in accordance with accounting standards issued by ICAI as applicable and Indian Accounting Standards (IND AS) and the provisions of the Limited Liability Partnership Act, 2008. The financial statements have been prepared under the historical cost convention and on an accrual basis. The accounting policies adopted in preparation of financial statements are consistent with those of previous year.

(a) Use of estimates: The preparation of financial statements in accordance with Indian GAAP requires management to make estimates and assumptions that affect the reported amounts of revenue and expenses, assets and liabilities and disclosure of contingent liabilities at the end of reporting period. Although these estimates are based upon management's best knowledge of current events and actions, uncertainty about these assumptions and estimates could result in outcomes requiring a material adjustment to the carrying amounts of assets and liabilities in future periods.

(b) Revenue recognition: Revenue is recognized to the extent that it is probable that the economic benefits will flow to the LLP and the revenue can be reliably measured.
- Income from operations: Revenue is recognised when service is rendered.
- Interest: Interest income is recognised on a time proportion basis taking into account the amount outstanding and the rate applicable.

(c) Provisions: A provision is recognised when the enterprise has a present obligation as a result of a past event and it is probable that an outflow of resources embodying economic benefit will be required to settle the obligation, and a reliable estimate can be made of the amount of obligation. Provisions are not discounted to their 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.

(d) Income taxes: Tax expense comprises of current and deferred tax. Current income tax is measured at the amount expected to be paid to the tax authorities in accordance with the Indian Income Tax Act, 1961. Deferred income taxes reflect the impact of timing differences between taxable income and accounting income originating during 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 and deferred tax liabilities are offset, if a legally enforceable right exists to set off current tax assets against current tax liabilities and the deferred tax assets and deferred tax liabilities relate to the taxes on income levied by same governing taxation laws. Deferred tax assets are recognised 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 realised. In situations where the LLP has unabsorbed depreciation or carry forward tax losses, all deferred tax assets are recognised only if there is virtual certainty supported by convincing evidence that they can be realised against future taxable profits.

At each balance sheet date the LLP re-assesses unrecognised deferred tax assets. It recognises unrecognised deferred tax assets to the extent that it has become reasonably certain or virtually certain, as the case may be that sufficient future taxable income will be available against which such deferred tax assets can be realised.

The carrying amount of deferred tax assets are reviewed at each balance sheet date. The LLP writes-down the carrying amount of a deferred tax asset to the extent that it is no longer reasonably certain or virtually certain, as the case may be, that sufficient future taxable income will be available against which deferred tax asset can be realised. Any such write-down is reversed to the extent that it becomes reasonably certain or virtually certain, as the case may be, that sufficient future taxable income will be available.

(e) Contingent liabilities: A contingent liability is a possible obligation that arises from past events whose existence will be confirmed by the occurrence or non-occurrence of one or more uncertain future events beyond the control of the LLP or a present obligation that is not recognized because it is not probable that an outflow of resources will be required to settle the obligation. A contingent liability also arises in extremely rare cases where there is a liability that cannot be recognized because it cannot be measured reliably. The LLP does not recognize a contingent liability but discloses its existence in the financial statements.

(f) Inventories: Inventory comprises of products used in the operations. Inventory is carried at cost of purchase of the respective products. Inventories are valued at lower of cost or net realisable value.

(g) Cash and cash equivalents: Cash and cash equivalents includes cash on hand, deposits held at call with financial institutions, other short-term, highly liquid investments with original maturities of three months or less that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.

(h) Current Vs non-current classification:
The assets and liabilities in the balance sheet based on current/ non-current classification. An asset is treated as current when it is:
- Expected to be realized or intended to be sold or consumed in normal operating cycle,
- Held primarily for the purpose of trading,
- Expected to be realized within twelve months after the reporting period, or
- Cash or cash equivalent unless restricted from being exchanged or used to settle a liability for at least twelve months after the reporting period.

All other assets are classified as non-current.

A liability is current when:
- It is expected to be settled in normal operating cycle,
- It is held primarily for the purpose of trading,
- It is due to be settled within twelve months after the reporting period, or
- There is no unconditional right to defer the settlement of the liability for at least twelve months after the reporting period.

All other liabilities are classified as non-current.
The operating cycle is the time between the acquisition of assets for processing and their realization in cash and cash equivalents. The LLP has identified twelve months as its operating cycle.

NOTE 4 - Trade Receivable

	As at March 31, 2026	As at March 31, 2025
Unsecured,considered good		
From Others	7,999	275,879
	7,999	**275,879**

Trade receivable ageing schedule

	As at March 31, 2026	As at March 31, 2025
Less than 6 Months	7,999	275,879
6 Months to 1 Year	-	-
1 - 2 Years	-	-
2 - 3 Years	-	-
More than 3 years	-	-
	7,999	**275,879**

NOTE 5 - Cash and cash equivalents

	As at March 31, 2026	As at March 31, 2025
Balance with banks		
- in current account	992,974	330,501
Cash in hand	50,425	29,925
	1,043,399	**360,426**

NOTE 6 - Other Current assets

	As at March 31, 2026	As at March 31, 2025
Balances with government authorities	145,232	-
Advance to suppliers	112,179	402,137
Pre-Paid Expenses	87,504	-
	344,915	**402,137**

Upscarf Salon de Elegance LLP
Notes to Special Purpose IND AS financial statements for the year ended March 31, 2026
(All amounts in ₹ unless otherwise stated)

Partner's Contribution

Note 7 : Partner's Capital Account

Sl. No.	Name of Partner	Agreed contribution	Share of Profit/(Loss) %	As at April 01, 2024	Introduced during the year	Remuneration for the year	Interest for the year	Withdrawals during the year	Share of profit/(loss) for the year	As at March 31, 2025
1	Jitendra Virwani	-	-	20,000	-	-	-	20,000	-	-
2	Embassy Property Developments Private Limited	-	-	15,000	-	-	-	15,000	-	-
3	P R Ramakrishnan	-	-	5,000	-	-	-	5,000	-	-
4	Karan Virwani	-	-	20,000	-	-	-	20,000	-	-
5	Aditya Virwani	-	-	20,000	-	-	-	20,000	-	-
6	Neel Virwani	-	-	20,000	-	-	-	20,000	-	-
7	Embassy Developments Limited*	99,900	99.9%	-	99,900	-	-	-	-	99,900
8	Embassy Orange Developers Limited **	100	0.1%	-	100	-	-	-	-	100
Total (A)		**100,000**	**100%**	**100,000**	**100,000**	**-**	**-**	**100,000**	**-**	**100,000**

Sl. No.	Name of Partner	Agreed contribution	Share of Profit/(Loss) %	As at April 01, 2025	Introduced during the year	Remuneration for the year	Interest for the year	Withdrawals during the period	Share of profit/(loss) for the year	As at March 31, 2026
1	Embassy Developments Limited*	99,900	99.90%	99,900	-	-	-	-	-	99,900
2	Embassy Orange Developers Limited**	100	0.10%	100	-	-	-	-	-	100
Total (A)		**100,000**	**100.00%**	**100,000**	**-**	**-**	**-**	**-**	**-**	**100,000**

Note 8 : Partner's Current Account

Sl. No.	Name of Partner	Agreed contribution	Share of Profit/(Loss) %	As at April 01, 2024	Introduced during the year	Remuneration for the year	Interest for the year	Withdrawals during the year	Share of profit/(loss) for the year	As at March 31, 2025
1	Jitendra Virwani		-	-	-	-	-	5,375	(5,375)	-
2	Embassy Property Developments Private Limited		-	85,000	100,010,000	-	-	(100,090,969)	(4,031)	0.00
3	P R Ramakrishnan		-	-	100,000,000	-	-	(99,998,656)	(1,344)	-0.00
4	Karan Virwani		-	-	-	-	-	5,375	(5,375)	-
5	Aditya Virwani		-	-	-	-	-	5,375	(5,375)	-
6	Neel Virwani		-	-	-	-	-	5,375	(5,375)	-
7	Embassy Developments Limited*		99.90%	-	-	-	-	-	-	-
8	Embassy Orange Developers Limited **		0.10%	-	-	-	-	-	-	-
Total (B)			**100.00%**	**85,000**	**200,010,000**	**-**	**-**	**(200,068,127)**	**(26,874)**	**0.00**

Sl. No.	Name of Partner	Share of Profit/(Loss) %	As at April 01, 2025	Introduced during the year	Remuneration for the year	Interest for the year	Withdrawals during the year	Share of profit/(loss) for the year	As at March 31, 2026
1	Embassy Developments Limited*	99.90%	-	4,573,022	-	-	-	-	4,573,022
2	Embassy Orange Developers Limited **	0.10%	-	-	-	-	-	-	-
Total (B)		**100.00%**	**-**	**4,573,022**	**-**	**-**	**-**	**-**	**4,573,022**
As on March 31,2026			**100,000**	**4,573,022**	**-**	**-**	**-**	**-**	**4,673,022**
As on March 31,2025			**185,000**	**200,110,000**	**-**	**-**	**(199,968,127)**	**(26,874)**	**100,000**

*(As on January 24, 2025 Nam Estates Private Limited has merged with Embassy Developments Limited)
**(Formerly known as Embassy Orange Developers Private Limited)

Upscarf Salon de Elegance LLP
Notes to Special Purpose IND AS financial statements for the year ended March 31, 2026
(All amounts in ₹ unless otherwise stated)

NOTE 9 - Reserves & Surplus

	As at March 31, 2026	As at March 31, 2025
Balance as at April 01, 2025	260,405	-
Loss during the year	(6,621,328)	260,405
Balance as at March 31, 2026	**(6,360,923)**	**260,405**

NOTE 10- Non -Current liabilities

	As at March 31, 2026	As at March 31, 2025
Provision for Gratuity	87,740	-
Provision for compensated absences	84,856	-
	172,596	**-**

NOTE 11 - Trade Payables

	As at March 31, 2026	As at March 31, 2025
Total outstanding dues to micro enterprises and small enterprises	68,538	-
Total outstanding dues to creditors other than micro enterprises and small enterprises	2,745,721	563,406
	2,814,259	**563,406**

Micro enterprises and small enterprises ageing schedule	**March 31, 2026**	**March 31, 2025**
Less than 1 Year	52,538	16,000
1 Year to 2 Years	16,000	-
2 Year to 3 Years	-	-
More than 3 Years	-	-
	68,538	**16,000**

Trade payables other than Micro enterprises and small enterprises ageing schedule	**March 31, 2026**	**March 31, 2025**
Less than 1 Year	2,745,721	547,406
1 Year to 2 Years	-	-
2 Year to 3 Years	-	-
More than 3 Years	-	-
	2,745,721	**547,406**

NOTE 12 - Other Current liabilities

	March 31, 2026	March 31, 2025
Statutory dues	80,705	8,727
	80,705	**8,727**

NOTE 13 - Provisions

	March 31, 2026	March 31, 2025
Provision for Gratuity	121	-
Provision for compensated absences	16,533	
	16,654	**-**

NOTE 14 - Current Tax liabilities

	March 31, 2026	March 31, 2025
Provision for Tax	-	105,904
	-	**105,904**

NOTE 15 - Income from Operations

	For the year ended March 31, 2026	For the year ended March 31, 2025
Income from Salon Business	3,095,964	827,180
	3,095,964	**827,180**

NOTE 16 - Employee Benefits Expense

	For the year ended March 31, 2026	For the year ended March 31, 2025
Salary and other allowances	3,378,925	-
Contribution to provident and other funds	106,550	-
Gratuity expense	87,861	-
Staff welfare expenses	874,618	-
	4,447,954	**-**

NOTE 17 - Operating Expenses

	For the year ended March 31, 2026	For the year ended March 31, 2025
Salon operating expenses	2,954,318	426,717
	2,954,318	**426,717**

NOTE 18 - Other Expenses

	For the year ended March 31, 2026	For the year ended March 31, 2025
Rates and Taxes	25,377	11,980
Insurance Charges	77,691	-
Information Technology	75,397	-
Audit Fees	64,900	25,000
Legal and Professional Fees	604,642	23,020
Security Charges	1,012,487	-
Business Promotion Expenses	382,733	-
Miscellaneous expenses	8,045	1,028
	2,251,272	**61,027**

19 Gratuity

The LLP has a defined benefit gratuity plan. Every employee who has completed five years or more of service gets gratuity on departure computed at 15 days of salary (last drawn salary) for each completed year of service. The defined benefit gratuity plan is funded. The group has formulated a trust to manage the funds of the gratuity scheme. The board of trustees is responsible for the administration of the plan assets and for determining the investment strategy. The board of trustees manage the funds through a scheme funded with an insurance company in the form of a qualifying insurance policy.

The following tables summarise the components of net benefit expense recognised in the statement of profit and loss and the funded status and amounts recognised in the balance sheet for the gratuity plan.

Changes in the present value of the defined benefit obligation are as follows:-

Rs.

	March 31, 2026	March 31, 2025
Opening defined benefit obligation	-	-
Interest cost	-	-
Current service cost	87,861	-
Benefits paid	-	-
Actuarial (gains) / losses on obligation	-	-
Closing defined benefit obligation	**87,861**	**-**

Changes in fair value of plan assets are as follows:-

	March 31, 2026	March 31, 2025
Opening fair value of plan assets	-	-
Actuarial gains / (losses)	-	-
Interest on plan assets	-	-
Return on plan assets , excluding amount recognised in net interest expense	-	-
Contributions by employer	-	-
Benefits paid	-	-
Closing fair value of plan assets	**-**	**-**

Balance sheet

Details of provision for gratuity	**March 31, 2026**	**March 31, 2025**
Defined benefit obligation	87,861	-
Net liability:		
Current	121	-
Non-Current	87,740	-
Fair value of plan assets	-	-
Liability/(asset) recognised in the balance sheet	**87,861**	**-**

Statement of profit and loss

Net employee benefit expense for the year (recognised in employee cost)	**March 31, 2026**	**March 31, 2025**
Current service cost	87,861	-
Past service cost	-	-
Interest cost on defined benefit obligation	-	-
Expected interest income on plan assets	-	-
Net benefit expense	**87,861**	**-**
Actual return on plan assets	**-**	**-**

Other comprehensive income

Remeasurement gains and losses (recognised in OCI)	**March 31, 2026**	**March 31, 2025**
Net cumulative unrecognized actuarial gain/(loss) opening	-	-
Actuarial gain/(loss) on arising from change in demographic assumption		
Actuarial gain/(loss) on arising from change in financial assumption	-	-
Actuarial gain/(loss) on arising from experience adjustment	-	-
Actuarial (gain) /loss for the year on asset	-	-
Net cumulative unrecognized actuarial gain/(loss) closing	-	-

Sensitivity analysis - Defined Benefit Obligation

Significant actuarial assumptions for the determination of the defined benefit obligation are discount rate, expected salary increase and mortality. The sensitivity analysis below have been determined based on reasonably possible changes of the assumptions occurring at the end of the reporting period, while holding all other assumptions constant. The results of the sensitivity analysis is given below

Particulars	March 31, 2026	March 31, 2025
Present value of obligation at the end of the period	87,861	-

Particulars	For the year ended March 31, 2026		For the year ended March 31, 2025	
	Increase	Decrease	Increase	Decrease
Discount rate (Impact due to 0.50%)	81,809	94,534	-	-
Future salary growth (Impact due to 0.50%)	94,437	81,835	-	-
Attrition rate (Impact due to 50%)	71,938	108,483	-	-
Mortality rate (Impact due to 10%)	87,846	87,876	-	-

sensitivity analysis presented above may not be representative of the actual change in the defined benefit obligation as it is unlikely that the change in assumptions would occur inisolation of one another as some of the assumptions may be correlated.

Sensitivities due to mortality & withdrawals are not material & hence impact of change not calculated.

Maturity profile - Defined Benefit Obligation:

Expected cash flows over the next (valued on undiscounted basis):	Indian Rupees (INR)
1 year	121
2 year	126
3rd year	131
4th year	137
5th year	8,831
6 to 10 years	43,574
More than 10 years	243,109

The principal assumptions used in determining gratuity obligations for the Company's plans are shown below:-

	March 31, 2026	March 31, 2025
Discount rate	7.00%	-
Salary growth rate	8.00%	-
Employee turnover	-	-

The estimates of future salary increases, considered in actuarial valuation, take account of inflation, seniority, promotion and other relevant factors, such as supply and demand in the employment market.

Demographic Assumptions
The principal demographic assumptions used in the valuation are shown in the table below

	March 31, 2026	March 31, 2025
Mortality rate	100% of IALM 2012-14	-
Normal retirement age	60 years	-
Attrition / Withdrawal rate (per annum)	7.80%	-

Attrition rate indicated above represents the LLPs best estimate of employee turnover in future(otherthan on account of retirement,death or disablement)determined considering various factors such as nature of business,retention policy, industry factors, past experience, etc.

20 Employee benefits obligations - Compensated Absences

Compensated Absences

Compensated Absences have been provided for based on actuarial valuation based on leave encashment policy of the Company.

(i) Changes in present value of obligation:

Particulars	March 31, 2026	March 31, 2025
Obligations at the beginning of the year	-	-
Service cost		
- Current service cost and prior service Cost	101,389	-
Interest expense or cost	-	-
Actuarial (gains) losses recognised in other comprehensive income	-	-
- due to changes in financial assumptions	-	-
- due to changes in demographic assumptions	-	-
- due to experience adjustments	-	-
Benefits settled	-	-
Obligations at year end	**101,389**	**-**

(ii) Value of assets and liabilities as at Balance sheet date

Particulars	March 31, 2026	March 31, 2025
Net defined benefit assets		-
Net defined benefit liability	101,389	-
Net liability:	101,389	-
Current	16,533	-
Non-current	84,856	-

(iii) Expense recognised in statement of profit and loss

Particulars	March 31, 2026	March 31, 2025
Current service cost and Past service cost	101,389	-
Interest cost	-	-
Expected return on plan assets	-	-
Net cost	**101,389**	**-**

(iv) Remeasurements recognised in other comprehensive income

Particulars	March 31, 2026	March 31, 2025
Actuarial (gains) / losses on defined benefit obligation	-	-
Actuarial (gains) / losses on plan assets excluding interest income	-	-

(v) Actuarial assumptions

(a) Principal actuarial assumptions at the reporting date:

Particulars	March 31, 2026	March 31, 2025
Financial assumptions		
Discount Rate	7.00%	-
Mortality Rate	100% of IALM 2012-14	-
Salary growth rate	8.00%	-
Normal retirement age	60 Years	-
Attrition / Withdrawal rates, based on Age: (per annum)		
Upto 30 years	7.80%	-
31-44 years	7.80%	-
Above 44 years	7.80%	-
Rate of Leave Availment	5.00% p.a. for next 1 year(s)	-
Rate of Leave Encashment during employment (per annum)	0%	-

(b) Sensitivity analysis

Reasonably possible changes at the reporting date to one of the relevant actuarial assumptions, holding other assumptions constant, would have reflected the defined benefit obligation as the amounts shown below.

Particulars	March 31, 2026	March 31, 2025
Present value of obligation at the end of the year	101,389	-

Particulars	For the year ended March 31, 2026		For the year ended March 31, 2025	
	Increase	Decrease	Increase	Increase
Discount rate (Impact due to 0.50%)	96,469	106,764	-	-
Future salary growth (Impact due to 0.50%)	106,686	96,490	-	-
Attrition rate (Impact due to 50%)	98,621	106,397	-	-
Mortality Rate (Impact due to 50%)	101,368	101,411	-	-

Sensitivities due to mortality & withdrawals are not material & hence impact of change not calculated.
Sensitivities as to rate of inflation, rate of increase of pensions in payment, rate of increase of pensions before retirement & life expectancy are not applicable being a lump sum benefit on retirement.

Maturity profile - Defined Benefit Obligation:

Expected cash flows over the next (valued on undiscounted basis):	Indian Rupees (INR)
1 year	16,533
2 year	7,061
3rd year	7,030
4th year	6,998
5th year	6,968
6 to 10 years	34,400
More than 10 years	176,318

Windup Liability / Discontinuance Liability

Particulars	March 31, 2026	March 31, 2025
Discontinuance Liability*	87,405	-
Present Value of Obligation	101,389	-
Ratio (Present Value of Obligation / Discontinuance Liability	116%	-
Average Present Value of Obligation per Closing Leave Balance	1,536	-

*Discontinuance liability is the amount that would be payable to the employees I fall the obligations were to be settled immediately. It has been calculated based on salary used for valuing leave encashment.

Upscarf Salon de Elegance LLP
Notes to Special Purpose IND AS financial statements for the year ended March 31, 2026
(All amounts in ₹ unless otherwise stated)

NOTE 21 -Related Party Disclosures

a) Names of the related parties

Partners	Embassy Developments Limited (from January 11, 2025) Embassy Orange Developers Limited (from January 11, 2025) Jitendra Virwani (till January 11, 2025) Embassy Property Developments Private Limited (till January 11, 2025) P R Ramakrishnan (till January 11, 2025) Karan Virwani (till January 11, 2025) Aditya Virwani (till January 11, 2025) Neel Virwani (till January 11, 2025)
b) Transaction with other related parties	Technique Control FacilityManagement Private Limited Embassy Property Developments Private Limited (w.e.f January 12, 2025) Paledium Security Services LLP

Particulars	For the year ended March 31, 2026	For the year ended March 31, 2025
Capital contribution/(withdrawal)		
Jitendra Virwani	-	20,000
Embassy Property Developments Private Limited	-	15,000
P R Ramakrishnan	-	5,000
Karan Virwani	-	20,000
Aditya Virwani	-	20,000
Neel Virwani	-	20,000
Partners Current a/c		
Jitendra Virwani	-	(5,375)
Embassy Property Developments Private Limited	-	80,969
P R Ramakrishnan	-	(1,344)
Karan Virwani	-	(5,375)
Aditya Virwani	-	(5,375)
Neel Virwani		(5,375)
Embassy Developments Limited	4,573,022	-
Manpower towards Salon Expenses		
Technique Control Facility Management Private Limited	853,701	-
Securiy Services		
Paledium Security Services LLP	1,012,487	-

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Notes to Special Purpose IND AS financial statements for the year ended March 31, 2026
(All amounts in ₹ unless otherwise stated)

c) The balances receivable from and payable to related parties are as follows:

Particulars	As at March 31, 2026	As at March 31, 2025
Partners Capital Account		
Embassy Developments Limited	99,900	99,900
Embassy Orange Developers Limited	100	100
Partners Current Account - Receivable/(Payable)		
Embassy Developments Limited	4,573,022	-
Trade Payables		
Embassy Property Developments Private Limited	-	143,689
Technique Control FacilityManagement Private Limited	231,039	-
Paledium Security Services LLP	912,383	-

NOTE 22 : Capital Commitments and Contingent Liabilities
There are no capital commitments and contingent liabilities outstanding as on March 31, 2026

As per our report of even date attached
for HRA & Co
Chartered Accountants
Firm registration number: 010005S

Ravindranath N
Partner

Membership Number: 209961

Place: Bangalore
Date: April 30, 2026

HRA & CO
FRN
010005S
BANGALORE

For Upscarf Salon de Elegance LLP

Shailendra

Shailendra K S
Representing
Embassy Orange
Developers Limited
DIN:07984647

Place: Bangalore
Date: April 30, 2026

Swarna. R. Malharikar

Swarna R Malharikar
Representing
Embassy Developments
Limited
DIN: 11022934

Place: Bangalore
Date: April 30, 2026