#### **Balance Sheet**

(STANDALONE)

December 31, 2019 (Unaudited)

Carrent Assets:         \$109,845           Cacsh         \$413,995           Accounts receivable - related party         \$30,000           Deferred tax asset         \$1,596,589           Employee advances         \$615           Total current assets         \$2,151,044           Property and equipment, net         \$673           Capital work-in-progress         \$0           Collaceral Pledge         \$0           Rent deposit         \$11,354           Non-current investments         \$100,100           I/C note receivable         \$39,024,893           Total assets         \$41,288,663           Liabilities and Stockholders' Equity         \$0           Accounts payable - other         \$0           Accounts payable - other         \$0           Accounts payable - unvouchered         \$580,759           Short term provisions         \$159,215           Accrued expenses         \$30,479           Total current liabilities         \$770,452           Long term liabilities         \$39,500,000           Deferred tax liability         \$0           Bank Loan         \$39,500,000           Deferred tax liabilities         \$41,867,041           Stockholders' Equity         \$41,8	Assets	December 31, 2019	
Cash         \$109,845           Accounts receivable - related party         \$413,995           Prepaid expenses         \$30,000           Deferred tax asset         \$1,596,889           Employee advances         \$615           Total current assets         \$2,151,044           Property and equipment, net         \$673           Capital work-in-progress         \$0           Collactral Pledge         \$0           Rent deposit         \$11,354           Non-current investments         \$100,100           I/C note receivable         \$39,024,893           Total assets         \$41,288,063           Liabilities and Stockholders' Equity           Current liabilities           Accounts payable - other         \$0           Accounts payable - unvouchered         \$580,759           Short term provisions         \$159,215           Accrued expenses         \$35,215           Accrued expenses         \$50           Long term liabilities         \$10           Long term liabilities         \$39,000,000           Deferred tax liability         \$5,390           Yaluation allowance         \$41,096,589           Total liabilities         \$41,096,589	Current Assets:		
Accounts receivable - related party         \$413,995           Prepaid expenses         \$30,000           Deferred tax asset         \$1,596,589           Employee advances         \$615           Total current assets         \$2,151,044           Property and equipment, net         \$673           Capital work-in-progress         \$0           Collateral Pledeg         \$0           Rent deposit         \$11,354           Non-current investments         \$10,000           I/C note receivable         \$39,024,893           Total assets         \$41,288,063           Current liabilities           Accounts payable - other         \$0           Accounts payable - unvouchered         \$580,759           Short term provisions         \$159,215           Short term provisions         \$159,215           Accrued expenses         \$30,479           Total current liabilities         \$770,452           Long term liabilities         \$39,500,000           Deferred tax liability         \$0           Bank Loan         \$39,500,000           Deferred tax liability         \$5,5390           Yould I liabilities         \$41,096,589           Total long term liabilities         \$41,667,0		\$109,845	
Prepaid expenses         \$30,000           Deferred tax sestet         \$1,595,589           Employee advances         \$615           Total current assets         \$2,151,044           Property and equipment, net         \$673           Capital work-in-progress         \$0           Collaceral Pledge         \$0           Rent deposit         \$11,354           Non-current investments         \$10,000           I/C note receivable         \$39,024,893           Total assets         \$41,288,063           Current liabilities           Accounts payable - other         \$0           Accounts payable - unvouchered         \$580,759           Short term provisions         \$159,215           Accrued expenses         \$30,479           Total current liabilities         \$770,452           Long term liabilities         \$0           Loan - related party         \$0           Bank Loan         \$39,500,000           Deferred tax liability         \$3,601,979           Yolaution allowance         \$1,601,979           Total long term liabilities         \$41,905,589           Stockholders' Equity         \$0           Stockholders' Equity         \$41,905,589 <td>Accounts receivable - related party</td> <td></td>	Accounts receivable - related party		
Employee advances Total current assets Sciss Total current assets Sciss Property and equipment, net Sciss Capital work-in-progress Collateral Pledge Sciss Rent deposit Non-current investments Sciss Non-current investments Sciss Total assets Total assets Total assets Liabilities and Stockholders' Equity  Current liabilities  Accounts payable - other Accounts payable - other Accounts payable - other Accounts payable - unvouchered Sciss Short term provisions Sciss Short term provisions Total current liabilities  Loan - related party Sciss Bank Loan Deferred tax liability Sciss Bank Loan Deferred tax liability Sciss Total long term liabilities  Total long term liabilities  Stickholders' Equity  Common stock, no par value 1500 shares authorized, Aditional paid-in capital Scockholders' Equity Common stock, no par value 1500 shares susced and outstanding Additional paid-in capital Scurplus (Deficit) accumulated during development stage (55,78,979) Total stockholders' equity (55,78,979)	Prepaid expenses		
Total current assets         \$2,151,044           Property and equipment, net         \$673           Capital work-in-progress         \$0           Collateral Pledge         \$0           Rent deposit         \$11,354           Non-current investments         \$100,010           I/C note receivable         \$39,024,893           Total assets         \$41,288,063           Current liabilities           Accounts payable - other         \$0           Accounts payable - unvouchered         \$580,759           Short term provisions         \$159,215           Accrued expenses         \$30,479           Total current liabilities         \$770,452           Long term liabilities         \$770,452           Long term liabilities         \$39,500,000           Deferred tax liability         (\$5,390)           Valuation allowance         \$1,601,979           Total long term liabilities         \$41,096,589           Total liabilities         \$41,096,589           Total sbockholders' Equity         \$3,000,000           Additional paid-in capital         \$2,000,000           Additional paid-in capital         \$2,000,000           Surplus (Deficit) accumulated during development stage         (\$5,578,9	Deferred tax asset	\$1,596,589	
Property and equipment, net \$673 Capital work-in-progress \$0 Collateral Pledge \$0 Rent deposit \$11,354 Non-current investments \$101,354 Non-current investments \$10,000 I/C note receivable \$39,024,893 Total assets \$41,288,063  Liabilities and Stockholders' Equity  Current liabilities  Accounts payable - other \$0 Accounts payable - other \$580,759 Short term provisions \$159,215 Accrued expenses \$30,479 Total current liabilities  Loan - related party \$0 Bank Loan \$39,500,000 Deferred tax liability \$(\$5,390) Valuation allowance \$1,601,979 Total long term liabilities \$41,867,041  Stockholders' Equity  Common stock, no par value 1500 shares authorized, 1000 shares issued and outstanding \$3,000,000 Additional paid-in capital \$2,000,000 Surplus (Deficit) accumulated during development stage \$25,578,979] Total stockholders' equity \$2,579,979	Employee advances	\$615	
Capital work-in-progress         \$0           Collateral Pledge         \$0           Rent deposit         \$13,1354           Non-current investments         \$100,100           I/C note receivable         \$39,024,893           Total assets         \$41,288,063           Liabilities and Stockholders' Equity           Current liabilities           Accounts payable - other         \$0           Bak boan         \$30,00,00           Bak Loan         \$39,500,00           Bak Loan         \$3	Total current assets	\$2,151,044	
Capital work-in-progress         \$0           Callateral Pledge         \$0           Rent deposit         \$11,354           Non-current investments         \$100,100           I/C note receivable         \$39,024,893           Total assets         \$41,288,063           Liabilities and Stockholders' Equity           Current liabilities           Accounts payable - other         \$0           Accounts payable - unvouchered         \$580,759           Bank Loan         \$30,000           Bank Loan         \$39,500,000           Deferred tax liabilities         \$1,601,979           Total long term liabilities         \$41,965,889 <td colsp<="" td=""><td>Property and equipment, net</td><td>\$673</td></td>	<td>Property and equipment, net</td> <td>\$673</td>	Property and equipment, net	\$673
Rent deposit         \$11,354           Non-current investments         \$100,100           I/C note receivable         \$39,024,893           Total assets         \$41,288,063           Liabilities and Stockholders' Equity           Current liabilities           Accounts payable - other         \$0           Accounts payable - unvouchered         \$580,759           Short term provisions         \$159,215           Accrued expenses         \$30,479           Total current liabilities         \$770,452           Long term liabilities         \$0           Bank Loan         \$39,500,000           Deferred tax liability         (\$5,390)           Valuation allowance         \$1,601,979           Total long term liabilities         \$41,096,589           Total liabilities         \$41,096,589           Total sobshares surthorized,         \$3,000,000           Additional paid-in capital         \$3,000,000           Additional paid-in capital         \$3,000,000           Surplus (Deficit) accumulated during development stage         (\$5,578,979)           Total stockholders' equity         (\$55,578,979)	Capital work-in-progress	\$0	
Non-current investments (Context receivable)         \$100,100           Total assets         \$39,024,893           Liabilities and Stockholders' Equity           Current liabilities           Accounts payable - other         \$0           Accounts payable - unvouchered         \$580,759           Short term provisions         \$159,215           Accrued expenses         \$30,479           Total current liabilities         \$770,452           Long term liabilities         \$0           Bank Loan         \$39,500,000           Deferred tax liability         (\$5,390)           Valuation allowance         \$1,601,979           Total long term liabilities         \$41,096,589           Total liabilities         \$41,867,041           Stockholders' Equity         \$3,000,000           Common stock, no par value         \$3,000,000           Additional paid-in capital         \$3,000,000           Additional paid-in capital         \$3,000,000           Surplus (Deficit) accumulated during development stage         (\$5,578,979)	Collateral Pledge	\$0	
Total assets	Rent deposit	\$11,354	
Total assets  Liabilities and Stockholders' Equity  Current liabilities  Accounts payable - other \$0 \$0 Accounts payable - unvouchered \$580,759 \$159,215 Accrued expenses \$30,479 Total current liabilities  Long term liabilities  Common stock, no par value  1500 shares authorized, 1000 shares sisued and outstanding Additional paid-in capital Surplus (Deficit) accumulated during development stage (\$5,578,979) Total stockholders' equity (\$55,990) Total stockholders' equity (\$55,879) Total stockholders' equity (\$55,879,979)	Non-current investments	\$100,100	
Liabilities and Stockholders' Equity  Current liabilities  Accounts payable - other \$50,758,759, Short term provisions \$159,215 Accrued expenses \$30,479  Total current liabilities \$770,452  Long term liabilities  Loan - related party \$0 Bank Loan \$39,500,000 Deferred tax liability \$(\$5,390) Yaluation allowance \$11,601,979  Total long term liabilities \$41,096,589  Total liabilities \$41,096,589  Total liabilities \$41,096,589  Total liabilities \$41,006,589  Total liabilities \$41,006,589  Total shock, no par value \$30,0000 Additional paid-in capital \$2,000,000 Surplus (Deficit) accumulated during development stage \$55,578,979}  Total stockholders' equity \$55,578,979}	I/C note receivable	\$39,024,893	
Accounts payable - other \$0 Accounts payable - unvouchered \$580,759 Short term provisions \$159,215 Accrued expenses \$30,479 Total current liabilities \$770,452  Long term liabilities  Loan - related party \$0 Bank Loan \$39,500,000 Deferred tax liability \$(55,390) Valuation allowance \$1,601,979 Total long term liabilities \$41,096,589  Total liabilities \$41,096,589  Total liabilities \$41,096,589  Total liabilities \$3,000,000 Additional paid-in capital \$2,000,000 Surplus (Deficit) accumulated during development stage \$55,578,979} Total stockholders' equity \$(55,78,979)	Total assets	\$41,288,063	
Accounts payable - other Accounts payable - unvouchered S580,759 Short term provisions Strokal current liabilities  Loan - related expenses  Loan - related party S0 Bank Loan S39,500,000 Deferred tax liability (\$5,390) Valuation allowance S11,601,979 Total long term liabilities  S41,096,589  Total liabilities Stockholders' Equity Common stock, no par value 1500 shares authorized, 1000 shares issued and outstanding Additional paid-in capital Storckholders' Equity Compon Surplus (Deficit) accumulated during development stage (\$5,578,979) Total stockholders' equity (\$5578,979)	Liabilities and Stockholders' Equity		
Accounts payable - unvouchered \$580,799 Short term provisions \$159,215 Accrued expenses \$30,479  Total current liabilities \$770,452  Loan - related party \$9 Bank Loan \$39,500,000 Deferred tax liability \$1,601,979 Total long term liabilities \$1,601,979  Total long term liabilities \$41,096,589  Total liabilities \$41,096,589  Total liabilities \$41,000,000 Stockholders' Equity Common stock, no par value 1500 shares authorized, 1000 shares issued and outstanding \$3,000,000 Additional paid-in capital \$2,000,000 Surplus (Deficit) accumulated during development stage (\$5,578,979) Total stockholders' equity \$(\$578,979)	Current liabilities		
Accounts payable - unvouchered \$580,799 Short term provisions \$159,215 Accrued expenses \$30,479  Total current liabilities \$770,452  Loan - related party \$9 Bank Loan \$39,500,000 Deferred tax liability \$1,601,979 Total long term liabilities \$1,601,979  Total long term liabilities \$41,096,589  Total liabilities \$41,096,589  Total liabilities \$41,000,000 Stockholders' Equity Common stock, no par value 1500 shares authorized, 1000 shares issued and outstanding \$3,000,000 Additional paid-in capital \$2,000,000 Surplus (Deficit) accumulated during development stage (\$5,578,979) Total stockholders' equity \$(\$578,979)	Accounts payable - other	\$n	
Short term provisions         \$159,215           Accrued expenses         \$30,479           Total current liabilities         \$770,452           Long term liabilities         \$           Loan - related party         \$0           Bank Loan         \$39,500,000           Deferred tax liability         (\$5,390)           Valuation allowance         \$1,601,979           Total long term liabilities         \$41,096,589           Total liabilities         \$41,867,041           Stockholders' Equity         \$2,000,000           Common stock, no par value         \$3,000,000           Additional paid-in capital         \$3,000,000           Additional paid-in capital         \$2,000,000           Surplus (Deficit) accumulated during development stage         (\$5,578,979)           Total stockholders' equity         (\$578,979)		•	
Accrued expenses \$30,479  Total current liabilities \$770,452  Long term liabilities  Loan - related party \$0 Bank Loan \$39,500,000 Deferred tax liability \$(\$5,390) Valuation allowance \$1,601,979  Total long term liabilities \$41,096,589  Total liabilities \$41,867,041  Stockholders' Equity  Common stock, no par value  1500 shares authorized, 1000 shares issued and outstanding \$3,000,000 Additional paid-in capital \$2,000,000 Surplus (Deficit) accumulated during development stage \$(\$5,578,979) Total stockholders' equity \$(\$578,979)			
Total current liabilities \$770,452  Long term liabilities  Loan - related party \$0 Bank Loan \$39,500,000 Deferred tax liability \$(\$5,390) Valuation allowance \$1,601,979 Total long term liabilities \$41,096,589  Total liabilities \$41,096,589  Stockholders' Equity Common stock, no par value 1500 shares authorized, 1000 shares issued and outstanding \$3,000,000 Additional paid-in capital \$2,000,000 Surplus (Deficit) accumulated during development stage \$(\$5,578,979) Total stockholders' equity \$(\$578,979)			
Loan - related party\$0Bank Loan\$39,500,000Deferred tax liability(\$5,390)Valuation allowance\$1,601,979Total long term liabilities\$41,096,589Total liabilities\$41,867,041Stockholders' EquityCommon stock, no par value1500 shares authorized,1000 shares issued and outstanding\$3,000,000Additional paid-in capital\$2,000,000Surplus (Deficit) accumulated during development stage(\$5,578,979)Total stockholders' equity(\$578,979)	· · · · · · · · · · · · · · · · · · ·		
Bank Loan\$39,500,000Deferred tax liability(\$5,390)Valuation allowance\$1,601,979Total long term liabilities\$41,096,589Total liabilities\$41,867,041Stockholders' EquityCommon stock, no par value1500 shares authorized,1000 shares issued and outstanding\$3,000,000Additional paid-in capital\$2,000,000Surplus (Deficit) accumulated during development stage(\$5,578,979)Total stockholders' equity(\$578,979)	Long term liabilities		
Bank Loan\$39,500,000Deferred tax liability(\$5,390)Valuation allowance\$1,601,979Total long term liabilities\$41,096,589Total liabilities\$41,867,041Stockholders' EquityCommon stock, no par value1500 shares authorized,1000 shares issued and outstanding\$3,000,000Additional paid-in capital\$2,000,000Surplus (Deficit) accumulated during development stage(\$5,578,979)Total stockholders' equity(\$578,979)	Loan - related party	\$0	
Deferred tax liability (\$5,390) Valuation allowance \$1,601,979  Total long term liabilities \$41,096,589  Total liabilities \$41,867,041  Stockholders' Equity  Common stock, no par value  1500 shares authorized,  1000 shares issued and outstanding \$3,000,000 Additional paid-in capital \$2,000,000 Surplus (Deficit) accumulated during development stage (\$5,578,979)  Total stockholders' equity (\$578,979)		·	
Valuation allowance \$1,601,979  Total long term liabilities \$41,096,589  Total liabilities \$41,867,041  Stockholders' Equity  Common stock, no par value  1500 shares authorized,  1000 shares issued and outstanding \$3,000,000  Additional paid-in capital \$2,000,000  Surplus (Deficit) accumulated during development stage (\$5,578,979)  Total stockholders' equity (\$578,979)			
Total long term liabilities \$41,096,589  Total liabilities \$41,867,041  Stockholders' Equity  Common stock, no par value  1500 shares authorized,  1000 shares issued and outstanding \$3,000,000  Additional paid-in capital \$2,000,000  Surplus (Deficit) accumulated during development stage (\$5,578,979)  Total stockholders' equity (\$578,979)	, , , , , , , , , , , , , , , , , , ,		
Stockholders' Equity Common stock, no par value 1500 shares authorized, 1000 shares issued and outstanding Additional paid-in capital Surplus (Deficit) accumulated during development stage Total stockholders' equity  \$ 2,000,000 (\$5,578,979) \$ (\$5,78,979)	Total long term liabilities		
Common stock, no par value  1500 shares authorized,  1000 shares issued and outstanding  Additional paid-in capital  Surplus (Deficit) accumulated during development stage  Total stockholders' equity  \$3,000,000 \$\$2,000,000 \$\$(\$5,578,979)\$  (\$5,578,979)	Total liabilities	\$41,867,041	
Common stock, no par value  1500 shares authorized,  1000 shares issued and outstanding  Additional paid-in capital  Surplus (Deficit) accumulated during development stage  Total stockholders' equity  \$3,000,000 \$2,000,000 \$(\$5,578,979) \$(\$5,578,979)	Stockholders' Equity		
1000 shares issued and outstanding \$3,000,000 Additional paid-in capital \$2,000,000 Surplus (Deficit) accumulated during development stage (\$5,578,979)  Total stockholders' equity (\$578,979)			
Additional paid-in capital \$2,000,000 Surplus (Deficit) accumulated during development stage (\$5,578,979)  Total stockholders' equity (\$578,979)	1500 shares authorized,		
Surplus (Deficit) accumulated during development stage  (\$5,578,979)  Total stockholders' equity  (\$578,979)	1000 shares issued and outstanding	\$3,000,000	
Total stockholders' equity (\$578,979)		\$2,000,000	
	Surplus (Deficit) accumulated during development stage	(\$5,578,979)	
Total liabilities and stockholders' equity \$41,288,063	Total stockholders' equity	(\$578,979)	
	Total liabilities and stockholders' equity	\$41,288,063	

Reviewed & Approved by

Ronald J. Byrghauser Date
CFO

CFO

Ronald J. Byrghauser Date

# **Statement of Operations**

(STANDALONE)

For the period from January 1, 2019 through December 31, 2019 (Unaudited)

		through ecember 31, 2019
Revenue	\$	1,698,800
Operating expenses		
General and administrative	\$	1,548,647
Depreciation and amortization	\$	538
	\$	1,549,185
Profit (Loss) from operations	\$	149,615
Other income (expense)		
Other income	\$	-
Interest income	\$	985
Interest expense	\$ \$ \$	_
Total other income (expense)	\$	985
Profit (Loss) before state income taxes	\$	150,600
Provision for state income taxes	\$	1,050
Net Profit (Loss)	\$	149,550

Reviewed & Approved by

CFO

### **Statement of Cash Flows**

(STANDALONE)

For the period from January 1, 2019 through December 31, 2019 (Unaudited)

Cash flows from operating activities:  Net profit (loss)  Adjustments to reconcile net loss to cash used in operating activities:  Depreciation and amortization  Sassets and liabilities:  Prepaid expenses  Deferred tax asset  Accounts receivable - unvouchered  Accounts payable - other  Accounts payable - unvouchered  Sassets and liabilities:  Employee Withholdings  Accounts payable - unvouchered  Sassets and liabilities:  (22,936)  HSA Employee Withholdings  Accounts payable - unvouchered  Sassets  Employee advances (other)  Disputed amount pending redressal  State income tax payable  Short term provisions  Accrued expenses  Short term provisions  Accrued expenses  Serent daxes  Valuation allowance  Peferred taxes  Net cash provided by operating activities  Purchases of property and equipment  Pledged collateral  Capital work in progress  J/C note receivable  Net cash used in investing activities  Cash flows from financing activities:  Loan - related party  Bank Loan  Net cash provided by financing activities  Sassets  Net increase in cash  Net increase in cash  Net increase in cash  Sassets		January 1, 2019 through December 31, 2019	
Net profit (loss) Adjustments to reconcile net loss to cash used in operating activities: Depreciation and amortization State in operating assets and liabilities: Prepaid expenses Prepaid expenses Secivable - related party Accounts receivable - unvouchered Secivable - u	Cash flows from operating activities:		
Adjustments to reconcile net loss to cash used in operating activities: Depreciation and amortization Changes in operating assets and liabilities:  Prepaid expenses  Deferred tax asset  Receivable - related party  Accounts receivable - unvouchered  Fish accounts payable - other  Accounts payable - unvouchered  Accounts payable - unvouchered  Fish accounts payable - unvouchered  Accounts payable - unvouchered  Accounts payable - unvouchered  Fish accou		¢	149 550
operating activities: Depreciation and amortization Changes in operating assets and liabilities: Prepaid expenses  Prepaid expenses  Deferred tax asset  Receivable - related party  Accounts receivable - unvouchered  Accounts payable - other  Accounts payable - unvouchered  SCACOUNTS payable - unvouchered  Accounts payable - unvouchered  Employee Withholdings  Accounts payable - unvouchered  Employee advances (other)  Disputed amount pending redressal  State income tax payable  Short term provisions  Accrued expenses  SACOUNT SAC		Y	143,330
Depreciation and amortization Changes in operating assets and liabilities:  Prepaid expenses	•		
Changes in operating assets and liabilities:  Prepaid expenses  Deferred tax asset  Receivable - related party  Accounts receivable - unvouchered  Accounts payable - other  HSA Employee Withholdings  Accounts payable - unvouchered  S Employee advances (other)  Disputed amount pending redressal  State income tax payable  Short term provisions  Accrued expenses  Accrued expenses  Deferred taxes  Valuation allowance  Net cash provided by operating activities  Purchases of property and equipment  Pledged collateral  Capital work in progress  I/C note receivable  Net cash used in investing activities  Cash flows from financing activities:  Loan - related party  Bank Loan  Net cash provided by financing activities  S 1,000,000  Net increase in cash  Net increase in cash  Net increase in cash  S 3,0076  Cash, beginning of period		\$	538
Deferred tax asset Receivable - related party Accounts receivable - unvouchered \$ - Accounts payable - other Accounts payable - other \$ (22,936) HSA Employee Withholdings \$ (2,900) Accounts payable - unvouchered \$ 381,250 Employee advances (other) Disputed amount pending redressal State income tax payable Short term provisions Accrued expenses Accrued expenses Accrued expenses Accrued expenses Accrued expenses Accrued expenses State income tax payable State income ta	•	·	
Deferred tax asset Receivable - related party Accounts receivable - unvouchered \$ - Accounts payable - other Accounts payable - other \$ (22,936) HSA Employee Withholdings \$ (2,900) Accounts payable - unvouchered \$ 381,250 Employee advances (other) Disputed amount pending redressal State income tax payable Short term provisions Accrued expenses Accrued expenses Accrued expenses Accrued expenses Accrued expenses Accrued expenses State income tax payable State income ta		\$	-
Receivable - related party Accounts receivable - unvouchered Accounts payable - other Accounts payable - other BSA Employee Withholdings Accounts payable - unvouchered BEMPLOYEE ACCOUNTS PAYABLE - UNVOUCHERED BEAUTION OF CASHOUNTS PAYABE - UNVOUCHERED BEAUTION OF CASHOUNTS PAYABLE - UNVOUCHERED B			85,367
Accounts receivable - unvouchered \$ Accounts payable - other \$ Accounts payable - other \$ BY Employee Withholdings \$ Cay900) Accounts payable - unvouchered \$ Employee advances (other) \$ Disputed amount pending redressal \$ State income tax payable \$ State income tax payable \$ Short term provisions \$ Accrued expenses \$ Accrued expenses \$ Deferred taxes \$ Valuation allowance \$ Net cash provided by operating activities \$ Purchases of property and equipment \$ Pledged collateral \$ Capital work in progress \$ I/C note receivable \$ Net cash used in investing activities \$ Cash flows from financing activities:  Loan - related party \$ Bank Loan \$ Net cash provided by financing activities \$ Net cash provided by financing activities \$ Spand Cash, beginning of period \$  Net increase in cash \$ 30,076 Cash, beginning of period \$ P7,769	Receivable - related party		1,179,226
HSA Employee Withholdings \$ (2,900) Accounts payable - unvouchered \$ 381,250 Employee advances (other) \$ - Disputed amount pending redressal \$ - State income tax payable \$ 1,050 Short term provisions \$ - Accrued expenses \$ 4,867 Deferred taxes \$ 2,111 Valuation allowance \$ (87,478) Net cash provided by operating activities \$ 1,690,645  Cash flows from investing activities: Purchases of property and equipment \$ - Pledged collateral \$ 219,324 Capital work in progress \$ - I/C note receivable \$ (6,879,893) Net cash used in investing activities  Cash flows from financing activities: Loan - related party \$ (2,000,000) Bank Loan \$ 7,000,000 Net cash provided by financing activities \$ 5,000,000  Net cash peginning of period \$ 79,769	Accounts receivable - unvouchered		-
Accounts payable - unvouchered Employee advances (other) Siputed amount pending redressal State income tax payable Short term provisions Accrued expenses Accrued expenses Accrued expenses State income taxes State income taxes Accrued expenses Accrued expenses Accrued expenses Accrued expenses State income taxes State income tax payable Short term provisions Accrued expenses Accrued expenses State income tax payable State income tax payable Short term provisions State income tax payable State	Accounts payable - other		(22,936)
Employee advances (other) Disputed amount pending redressal State income tax payable Short term provisions Short term provisions Accrued expenses Accrued expenses Pufferred taxes Net cash provided by operating activities Purchases of property and equipment Pledged collateral Capital work in progress I/C note receivable Net cash used in investing activities  Cash flows from financing activities:  Loan - related party Bank Loan Net cash provided by financing activities  Net increase in cash San, 2  San, 3	HSA Employee Withholdings		(2,900)
Disputed amount pending redressal State income tax payable Short term provisions Short term provisions Accrued expenses Accrued expenses Pufferred taxes Net cash provided by operating activities  Purchases of property and equipment Pledged collateral Capital work in progress I/C note receivable Net cash used in investing activities  Cash flows from financing activities:  Loan - related party Bank Loan Net cash provided by financing activities  Net cash provided by financing activities  Net cash provided by financing activities  State A,867 A,867 A,867 A,867 A,867 A,969 A,867 A,969 A,867 A,969	Accounts payable - unvouchered		381,250
State income tax payable Short term provisions Short term provisions Accrued expenses Accrued expenses Deferred taxes Station allowance Valuation allowance Net cash provided by operating activities  Purchases of property and equipment Pledged collateral Capital work in progress I/C note receivable Net cash used in investing activities  Cash flows from financing activities:  Loan - related party Bank Loan Net cash provided by financing activities  State 1,050  \$ 4,867  \$ 1,690,645   Cash flows from investing activities \$ 219,324  \$ (6,879,893)  \$ (6,879,893)  \$ (6,660,568)  Cash flows from financing activities:  Loan - related party \$ (2,000,000)  Bank Loan \$ 7,000,000  Net cash provided by financing activities \$ 5,000,000  Net cash provided by financing activities \$ 30,076  Cash, beginning of period	Employee advances (other)		-
Short term provisions Accrued expenses Short term provisions Accrued expenses Short term provisions Accrued expenses Short term provisions Short term provisions Short term provises Short term provise term provise term provided by financing activities Short cash provided by financing activities Short term provided by fina	Disputed amount pending redressal		-
Accrued expenses \$ 4,867 Deferred taxes \$ 2,111 Valuation allowance \$ (87,478) Net cash provided by operating activities \$ 1,690,645  Cash flows from investing activities: Purchases of property and equipment \$ - Pledged collateral \$ 219,324 Capital work in progress \$ - I/C note receivable \$ (6,879,893) Net cash used in investing activities \$ (6,660,568)  Cash flows from financing activities:  Loan - related party \$ (2,000,000) Bank Loan \$ 7,000,000 Net cash provided by financing activities \$ 5,000,000  Net increase in cash \$ 30,076 Cash, beginning of period \$ 79,769	State income tax payable		1,050
Net cash provided by operating activities  Cash flows from investing activities:  Purchases of property and equipment Pledged collateral Capital work in progress I/C note receivable Net cash used in investing activities  Cash flows from financing activities:  Loan - related party Bank Loan Net cash provided by financing activities  Net cash provided by financing activities  Net increase in cash  San, beginning of period  San, beginning of period  San, beginning of period  Purchases in cash provided by operating activities  \$ 1,690,645  \$ 1,690,645  \$ 219,324  \$ 219,324  \$ (6,879,893)  \$ (6,879,893)  \$ (6,660,568)  \$ (6,660,568)  \$ (7,000,000)  \$ 7,000,000  \$ 7,000,000  \$ 7,000,000  \$ 7,000,000  \$ 79,769	Short term provisions		-
Net cash provided by operating activities  Cash flows from investing activities:  Purchases of property and equipment Pledged collateral Capital work in progress I/C note receivable Net cash used in investing activities  Cash flows from financing activities:  Loan - related party Bank Loan Net cash provided by financing activities  Net cash provided by financing activities  Net increase in cash  San, beginning of period  San, beginning of period  San, beginning of period  Purchases in cash provided by operating activities  \$ 1,690,645  \$ 1,690,645  \$ 219,324  \$ 219,324  \$ (6,879,893)  \$ (6,879,893)  \$ (6,660,568)  \$ (6,660,568)  \$ (7,000,000)  \$ 7,000,000  \$ 7,000,000  \$ 7,000,000  \$ 7,000,000  \$ 79,769	·	\$	•
Net cash provided by operating activities  Cash flows from investing activities:  Purchases of property and equipment Pledged collateral \$ 219,324 Capital work in progress I/C note receivable Vet cash used in investing activities  Cash flows from financing activities:  Loan - related party Bank Loan Net cash provided by financing activities  Net cash provided by financing activities  Net increase in cash  S 30,076 Cash, beginning of period  \$ 79,769		\$	-
Cash flows from investing activities:  Purchases of property and equipment Pledged collateral \$ 219,324 Capital work in progress \$ - I/C note receivable Net cash used in investing activities  Cash flows from financing activities:  Loan - related party Bank Loan Net cash provided by financing activities  Net cash provided by financing activities  Net increase in cash  S 30,076 Cash, beginning of period  S 79,769	Valuation allowance		(87,478)
Purchases of property and equipment Pledged collateral Stappage Capital work in progress I/C note receivable Net cash used in investing activities  Cash flows from financing activities:  Loan - related party Bank Loan Net cash provided by financing activities  Net cash provided by financing activities  Net increase in cash Stappage St	Net cash provided by operating activities	\$	1,690,645
Pledged collateral \$ 219,324 Capital work in progress \$ - I/C note receivable \$ (6,879,893)  Net cash used in investing activities \$ (6,660,568)  Cash flows from financing activities:  Loan - related party \$ (2,000,000)  Bank Loan \$ 7,000,000  Net cash provided by financing activities \$ 5,000,000  Net increase in cash \$ 30,076 Cash, beginning of period \$ 79,769	Cash flows from investing activities:		
Capital work in progress I/C note receivable Net cash used in investing activities  Cash flows from financing activities:  Loan - related party Bank Loan Net cash provided by financing activities  Net cash provided by financing activities  Net increase in cash Cash, beginning of period  \$ - (6,879,893) \$ (6,660,568)  \$ (2,000,000) \$ 7,000,000 \$ 7,000,000 \$ 5,000,000 \$ 30,076 \$ 30,076	Purchases of property and equipment		- '
I/C note receivable \$ (6,879,893)  Net cash used in investing activities \$ (6,660,568)  Cash flows from financing activities:  Loan - related party \$ (2,000,000)  Bank Loan \$ 7,000,000  Net cash provided by financing activities \$ 5,000,000  Net increase in cash \$ 30,076  Cash, beginning of period \$ 79,769	Pledged collateral		219,324
Net cash used in investing activities \$ (6,660,568)  Cash flows from financing activities:  Loan - related party \$ (2,000,000)  Bank Loan \$ 7,000,000  Net cash provided by financing activities \$ 5,000,000  Net increase in cash \$ 30,076  Cash, beginning of period \$ 79,769			-
Cash flows from financing activities:  Loan - related party \$ (2,000,000)  Bank Loan \$ 7,000,000  Net cash provided by financing activities \$ 5,000,000  Net increase in cash \$ 30,076  Cash, beginning of period \$ 79,769	I/C note receivable	_\$	(6,879,893)
Loan - related party       \$ (2,000,000)         Bank Loan       \$ 7,000,000         Net cash provided by financing activities       \$ 5,000,000         Net increase in cash       \$ 30,076         Cash, beginning of period       \$ 79,769	Net cash used in investing activities	\$	(6,660,568)
Bank Loan \$7,000,000 Net cash provided by financing activities \$5,000,000  Net increase in cash \$30,076 Cash, beginning of period \$79,769	Cash flows from financing activities:		
Net cash provided by financing activities \$ 5,000,000  Net increase in cash \$ 30,076  Cash, beginning of period \$ 79,769	Loan - related party		(2,000,000)
Net increase in cash \$ 30,076 Cash, beginning of period \$ 79,769	Bank Loan	\$	7,000,000
Cash, beginning of period \$\frac{\\$79,769}{\}.	Net cash provided by financing activities	\$	5,000,000
	Net increase in cash	\$	30,076
	Cash, beginning of period	\$	79,769

Reviewed & Approved by

Ronald J. Burghauser Date Date

CFO

## **Schedule of General and Administrative Expenses** (STANDALONE)

For the period from January 1, 2019 through December 31, 2019 (Unaudited)

	uary 1, 2019 through ecember 31, 2019
Payroll and payroll related	\$ 1,084,140
Legal and other professional services	\$ 24,532
Travel	\$ 192,321
Rent	\$ 73,001
Employee Benefits and training	\$ 115,646
General	\$ 35,163
Telephone, internet and videoconferencing	\$ 10,914
Computer, network and copier	\$ 12,929
	\$ 1,548,647

Reviewed & Approved by

CFO

# Zydus Noveltech Inc. Balance Sheet

As of December 31, 2019

	Dec 31, 19
ASSETS	
Current Assets Checking/Savings	
1000 · People's United Checking	96,719.95
1100 · People's United Sweep Account	12,827.68
1200 · Petty Cash	297.30
Total Checking/Savings	109,844.93
Accounts Receivable	
1705 · A/R - Rel Party	408,995.00
1706 ⋅ A/R-Rel Party (SG)	5,000.00
Total Accounts Receivable	413,995.00
Other Current Assets	
1717 · Deferred Tax Asset	1,596,589.00
1719 · Pre-paid Legal Fees	30,000.00
1720 · Employee Advances - Other	614.68
Total Other Current Assets	1,627,203.68
Total Current Assets	2,151,043.61
Fixed Assets	00 400 54
1500 · Equip (Computers & other)	90,196.54
1501 · Equipment Depreciation 1600 · Furniture & Fixtures	-89,523.76 91,147.89
1601 · Furniture & Fixtures	-91,147.89
1650 · Leasehold Improvements	9,689.74
1651 · Leasehold Imp Depreciation	-9,689.74
Total Fixed Assets	672.78
Other Assets	
1725 · Rent Security Deposit	11,353.50
1726 · Non-current Investments	100,100.00
1727 · I/C Note Receivable	22,000,000.00
1728 · I/C Note Receivable (BoA)	17,024,892.77
Total Other Assets	39,136,346.27
TOTAL ASSETS	41,288,062.66
LIABILITIES & EQUITY Liabilities	
Current Liabilities	
Other Current Liabilities	
2154 · Accounts Payable - Unvouchered	580,758.64
2155 · State Income Tax (CORP)	2,100.00
2159 · Accrued Payroll	28,378.89
2190 · Short-term Provisions	159,214.82
Total Other Current Liabilities	770,452.35
Total Current Liabilities	770,452.35
Long Term Liabilities	
2600 · Bank Loan	39,500,000.00
2700 · Deferred Tax Liability	-5,390.00
2701 · Valuation Allowance	1,601,979.00
Total Long Term Liabilities	41,096,589.00
Total Liabilities	41,867,041.35

# Zydus Noveltech Inc. Profit & Loss

January through December 2019

	Jan - Dec 19
Ordinary Income/Expense	
Income 4050 · Service Revenue	1,698,800.00
Total Income	1,698,800.00
Gross Profit	1,698,800.00
Expense	
Meals & Entertainment 5402 · Meals - Employee Meetings 5405 · Meals - Bus. Development	3,617.92 644.01
Total Meals & Entertainment	4,261.93
Occupancy & Operating 5125 · Cleaning & Janitor Supply 5140 · Computer & Network Service 5145 · Computer & Equipment 5175 · Copier Lease 5200 · Depreciation Exp 5300 · Commercial Insurance 5302 · Directors & Officers	2,080.00 5,205.95 2,154.66 5,568.53 538.20
Total 5300 · Commercial Insurance	13,864.56
5650 · Rent (office) 5750 · Telephone - Conference Svc 5755 · Telephone - Local 5756 · Telephone - Long Distance 5757 · Telephone - Cellular 5758 · Internet Services	73,001.26 177.79 2,902.30 812.50 3,666.13 3,355.17
Total Occupancy & Operating	113,327.05
Office Expenses 5100 · Bank Service Charges 5250 · Dues and Memberships 5365 · Kitchen Supplies 5425 · Misc. Expenses 5450 · Office Supplies 5475 · Overnight/Express Mail 5476 · Overnight/Express Mail-Bus	1,583.40 1,500.00 560.31 675.52 827.38
Total 5475 · Overnight/Express Mail	1,266.16
5550 · Postage and Delivery	77.00
Total Office Expenses	6,489.77
Other Taxes & Statutory Payment 5727 · Statutory & Other Co. Fees 5730 · State Income Tax Expense	1,506.93 1,050.00
Total Other Taxes & Statutory Payment	2,556.93
Personnel & Payroll 5500 · Wages & Salaries 5510 · Payroll Service Charges 5525 · Payroll Taxes 5529 · Medical Insurance 5530 · Dental Insurance 5535 · Vision Insurance 5540 · Health Insurance	1,056,517.04 1,110.20 26,513.01 4,921.32 608.40 26,843.54
Total 5529 · Medical Insurance	32,373.26
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### Zydus Noveltech Inc. Statement of Cash Flows

January through December 2019

	Jan - Dec 19
OPERATING ACTIVITIES	
Net Income	149,549.65
Adjustments to reconcile Net Income	
to net cash provided by operations:	
1703 · A/R - Hercon	1,204,990.18
1705 ⋅ A/R - Rel Party	-25,764.00
1717 · Deferred Tax Asset	85,367.00
2125 · Accounts Payable - Other	-22,936.28
2053 · HSA Empl Withholdings	-2,900.00
2154 · Accounts Payable - Unvouchered	381,250.44
2155 - State Income Tax (CORP)	1,050.00
2159 · Accrued Payroll	4,866.57
Net cash provided by Operating Activities	1,775,473.56
INVESTING ACTIVITIES	
1501 · Equipment Depreciation	538.20
1724 · Pledged Collateral (KeyBank)	219,324.37
1728 · I/C Note Receivable (BoA)	-6,879,892.77
Net cash provided by Investing Activities	-6,660,030.20
FINANCING ACTIVITIES	
2500 · Loan-related party	-2,000,000.00
2600 · Bank Loan	7,000,000.00
2700 · Deferred Tax Liability	2,111.00
2701 · Valuation Allowance	-87,478.00
Net cash provided by Financing Activities	4,914,633.00
Net cash increase for period	30,076.36
Cash at beginning of period	79,768.57
Cash at end of period	109,844.93