


VIONA PHARMACEUTICALS INC.

Balance Sheets

December 31,

	2020	2019
<u>ASSETS</u>		
Current assets :		
Cash	\$ 1,498,218	\$ 309,407
Accounts receivable	2,403,556	1,922,668
Inventories	1,424,053	722,331
Prepaid expenses	228,530	199,797
Deferred tax assets	225,317	289,775
Other current assets	65,450	63,875
Total current assets	5,845,125	3,507,852
Fixed assets, net	52,069	63,517
Intangible assets, net	76,320	98,200
TOTAL ASSETS	\$ 5,973,514	\$ 3,669,570
<u>LIABILITIES AND STOCKHOLDERS' EQUITY</u>		
Current liabilities :		
Accounts payable	853,932	220,546
Accrued expenses	739,157	382,159
Total current liabilities	1,593,088	602,705
Other liabilities	-	10,361
Long-term liabilities :		
Loan from Related Parties	5,000,000	3,750,000
Deferred income taxes		
Total current and long-term liabilities	6,593,088	4,363,067
Stockholders' equity		
Member's capital	500,000	500,000
Common stock, \$1 per share par value - 500,000 shares authorized, issued and outstanding		
Retained earnings	(1,119,575)	(1,193,496)
Total stockholders' equity	(619,575)	(693,496)
TOTAL LIABILITIES AND STOCKHOLDERS' EQUITY	\$ 5,973,514	\$ 3,669,570


 Sanjeev Parab
 Director of Finance

VIONA PHARMACEUTICALS INC.
Statements of Income
For the years ended December 31,

	2020	2019
Net revenue	\$ 8,315,047	618,709
Cost of sales	3,909,389	421,314
Gross profit	4,405,658	197,395
Operating expenses:		
General and administrative expenses	3,523,625	2,860,773
Total operating expenses	3,523,625	2,860,773
Operating income before other income and (expense)	882,033	(2,663,378)
Other income and (expense):		
Depreciation	(43,669)	(30,905)
Other income/Expense	(588,912)	2,123,830
Interest expense	(110,867)	(56,189)
Total other income and (expense)	(743,448)	2,036,735
Operating income before income tax	138,584	(626,643)
Income taxes:		
State income tax	(205)	(1,514)
Deferred tax	(64,459)	111,230
Total income taxes	(64,663)	109,717
Net income	\$ 73,921	\$ (516,926)



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VIONA PHARMACEUTICALS INC.
Statement of Changes in Member's Equity
For the years ended December 31, 2020 and 2019

	Member's Equity	Retained Earnings	Total Member's Equity
Balance at December 31, 2018	500,000	(676,570)	(176,570)
Net Income		(516,926)	(516,926)
Balance at December 31, 2019	<u>500,000</u>	<u>(1,193,496)</u>	<u>(693,496)</u>
Net Income		73,921	73,921
Balance at December 31, 2020	<u>500,000</u>	<u>(1,119,575)</u>	<u>(619,575)</u>



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VIONA PHARMACEUTICALS INC.
Statements of Cash Flows
For Years Ended December 31,

	2020	2019
Cash flows from operating activities		
Net income	\$ 73,921	\$ (516,926)
Adjustment to reconcile net income to net cash provided by (used in) operating activities		
Depreciation and amortization	43,669	30,905
Deferred income taxes	64,459	(111,230)
Changes in assets and liabilities :		
(Increase) / decrease in :		
Accounts receivable	(480,888)	(291,251)
Inventory	(701,722)	(722,331)
Prepaid expenses	(28,734)	(96,919)
Other current assets	(1,575)	4,492
Intangible assets, net	-	(109,178)
Increase / (decrease) in :		
Accounts payable	633,386	(1,422,876)
Accrued expenses	356,998	195,214
Other liabilities	(10,361)	10,361
Total adjustments	(124,770)	(2,512,812)
Net cash provided by (used in) operating activities	(50,848)	(3,029,738)
Cash flows from investing activities		
Capital expenditures	(10,341)	(13,140)
Net cash used in investing activities	(10,341)	(13,140)
Cash flows from financing activities		
Increase in Loan from Related Party	1,250,000	3,250,000
Net cash provided by (used in) financing activities	1,250,000	3,250,000
Net increase in cash and cash equivalents	1,188,811	207,123
Cash at the beginning of the year	309,407	102,284
Cash at the end of the year	\$ 1,498,218	\$ 309,407



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