

ZYDUS NOVELTECH INC.

Balance Sheet

(STANDALONE)

December 31, 2020

(Unaudited)

Assets	December 31, 2020
Current Assets:	
Cash	\$540,488
Accounts receivable - related party	\$364,940
Prepaid expenses	\$20,000
Deferred tax asset	\$1,596,589
Employee advances	\$0
Total current assets	<u>\$2,522,017</u>
Property and equipment, net	\$135
Capital work-in-progress	\$0
Collateral Pledge	\$0
Rent deposit	\$11,354
Non-current investments	\$43,780,269
I/C note receivable	\$0
Total assets	<u><u>\$46,313,774</u></u>
Liabilities and Stockholders' Equity	
Current liabilities	
Accounts payable - other	\$37,102
Accounts payable - unvouchered	\$670,721
Short term provisions	\$0
Accrued expenses	\$0
Total current liabilities	<u>\$707,823</u>
Long term liabilities	
Loan - related party	\$320,000
Bank Loan	\$0
Deferred tax liability	(\$5,390)
Valuation allowance	\$1,601,979
Total long term liabilities	<u>\$1,916,589</u>
Total liabilities	\$2,624,412
Stockholders' Equity	
Common stock, no par value	
1500 shares authorized,	
1000 shares issued and outstanding	\$47,000,000
Additional paid-in capital	\$2,000,000
Surplus (Deficit) accumulated during development stage	(\$5,310,638)
Total stockholders' equity	<u>\$43,689,362</u>
Total liabilities and stockholders' equity	<u><u>\$46,313,774</u></u>

Reviewed & Approved by

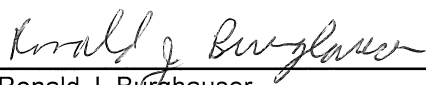
Ronald J. Burghauer - MARCH 1, 2021
 Ronald J. Burghauer Date
 CFO

ZYDUS NOVELTECH INC.
Statement of Operations
 (STANDALONE)

For the period from January 1, 2020 through December 31, 2020
 (Unaudited)

	January 1, 2020 through December 31, 2020 <hr style="border: 0.5px solid black;"/>
Revenue	\$ 1,362,262
Operating expenses	
General and administrative	\$ 1,252,694
Depreciation and amortization	\$ 538
	<hr style="border: 0.5px solid black;"/> \$ 1,253,232
Profit (Loss) from operations	\$ 109,030
Other income (expense)	
Other income	\$ 159,289
Interest income	\$ 273
Interest expense	\$ -
Total other income (expense)	<hr style="border: 0.5px solid black;"/> \$ 159,562
Profit (Loss) before state income taxes	\$ 268,592
Provision for state income taxes	<hr style="border: 0.5px solid black;"/> \$ 252
Net Profit (Loss)	<hr style="border: 1px solid black;"/> <hr style="border: 1px solid black;"/> \$ 268,340

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MARCH 1, 2021

 Ronald J. Burghauer Date
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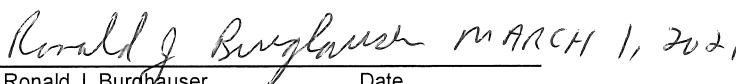
ZYDUS NOVELTECH INC.
Statement of Cash Flows

(STANDALONE)

For the period from January 1, 2020 through December 31, 2020
(Unaudited)

	January 1, 2020 through December 31, 2020
Cash flows from operating activities:	
Net profit (loss)	\$ 268,340
Adjustments to reconcile net loss to cash used in operating activities:	
Depreciation and amortization	\$ 538
Changes in operating assets and liabilities:	
Prepaid expenses	\$ 10,000
Deferred tax asset	\$ -
Receivable - related party	\$ 44,055
Accounts receivable - unvouchered	\$ 5,000
Accounts payable - other	\$ 37,102
HSA Employee Withholdings	\$ -
Accounts payable - unvouchered	\$ 89,962
Employee advances (other)	\$ 615
Disputed amount pending redressal	\$ -
State income tax payable	\$ (2,100)
Short term provisions	\$ (159,215)
Accrued expenses	\$ (28,379)
Deferred taxes	\$ -
Valuation allowance	\$ -
Net cash provided by operating activities	\$ 265,919
Cash flows from investing activities:	
Purchases of property and equipment	\$ -
Pledged collateral	\$ (43,680,169)
Capital work in progress	\$ -
I/C note receivable	\$ 39,024,893
Net cash used in investing activities	\$ (4,655,276)
Cash flows from financing activities:	
Loan - related party	\$ 320,000
Bank loan	\$ (39,500,000)
Equity infusion	\$ 44,000,000
Net cash provided by financing activities	\$ 4,820,000
Net increase in cash	\$ 430,643
Cash, beginning of period	\$ 109,845
Cash, end of period	\$ 540,488

Reviewed & Approved by



Ronald J. Burghauer Date
CFO


ZYDUS NOVELTECH INC.

Schedule of General and Administrative Expenses
(STANDALONE)

For the period from January 1, 2020 through December 31, 2020
(Unaudited)

	January 1, 2020 through December 31, 2020
Payroll and payroll related	\$ 978,890
Legal and other professional services	\$ 18,814
Travel	\$ 42,770
Rent	\$ 74,524
Employee Benefits and training	\$ 93,257
General	\$ 28,107
Telephone, internet and videoconferencing	\$ 9,965
Computer, network and copier	\$ 6,366
	<u>\$ 1,252,694</u>

Reviewed & Approved by



Ronald J. Burghauser Date
CFO