

DATAMATICS ROBOTICS SERVICES INC.
AUDITED FINANCIAL STATEMENTS
FOR THE 12 MONTHS ENDED MARCH 31, 2024 AND 2023

Date: *April 30, 2024*

MAHESH J. AGASHIWALA, C.P.A., P.C.
CERTIFIED PUBLIC ACCOUNTANTS

DATAMATICS ROBOTICS SERVICES INC.
AUDITED FINANCIAL STATEMENTS
FOR THE 12 MONTHS ENDED MARCH 31, 2024 AND 2023

TABLE OF CONTENTS

Financial Statements and Supplemental Schedules for the Twelve month period ended March 31, 2024

Audit Report of Independent Auditors	1-3
Financial Statements & Relevant Schedules	
Balance Sheet	4
Income Statement	5
Statement of Cash Flow	6
Statement of Retained Earnings	7
Notes to the Financial Statements	8-10
Supplemental Cover	11
Schedule A (Cost Of Goods Sold)	12
Schedule B (Operating Expenses)	12

MAHESH J. AGASHIWALA, C.P.A., P.C.
CERTIFIED PUBLIC ACCOUNTANTS

The Board of Directors
Datamatics Robotics Software, Inc.
31572 Industrial Road, Suite 200
Livonia, Michigan 48150-1838

Independent Auditor's Report

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of Datamatics Robotics Software, Inc., which comprise the balance sheets as of March 31, 2024 and 2023, and the related statements of income, changes in stockholders' equity, and cash flows for the years then ended, and the related notes to the financial statements.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of Datamatics Robotics Software, Inc. as of March 31, 2024, and the results of its operations and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Since our engagement is limited to expressing an audit opinion on Datamatics Robotics Software, Inc.'s financial position on a stand-alone basis for the years ending March 31, 2024 and 2023, the effects of the results of operations, cash-flow and Balance Sheet of the non-consolidating subsidiary companies are not considered in this audit report

Basis for Opinion

We conducted our audits in accordance with auditing standards generally accepted in the United States of America (GAAS). 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 required to be independent of Datamatics Robotics Software, Inc. and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audits. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement whether due to fraud or error.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about Datamatics Robotics Software, Inc.'s ability to continue as a going concern for 2024 and onwards.

Auditor's Responsibilities for the Audit of the Financial Statements

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 absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS will always detect a material misstatement when it exists. 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. Misstatements are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users made on the basis of these financial statements.

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that express an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion.

In performing an audit in accordance with GAAS, we:

- Exercise professional judgment 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, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances.

- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about Datamatics Robotics Software, Inc.'s ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

Auditor's Conclusion

Based on our audit of Datamatics Robotics Software, Inc.'s financial statements, we are not aware of any material modifications that should be made to the accompanying financial statements in order for them to be in accordance with accounting principles generally accepted in the United States of America.

Very truly yours,

Ramesh Sarva CPA

Ramesh Sarva, CPA

Mahesh J. Agashiwala CPA, P.C.

April 30, 2024

Date

DATAMATICS ROBOTICS SERVICES INC.
AUDITED BALANCE SHEET
AS OF MARCH 31, 2024

ASSETS

	<u>MARCH 31</u> <u>2024</u>	<u>MARCH 31</u> <u>2023</u>
CURRENT ASSETS:		
Cash and Bank Balance	\$ 113,973	318,717
Accounts Receivable, Net -Trade (Note 2 & 3)	580,081	177,051
Prepaid Expenses	19,251	13,860
Loans & Advance -Others	24,600	24,600
Total Current Assets	<u>\$ 737,905</u>	<u>534,228</u>
OTHER ASSETS:		
Investment	\$ 141,844	141,844
Total Other Assets	<u>\$ 141,844</u>	<u>141,844</u>
TOTAL ASSETS:	<u>\$ 879,749</u>	<u>676,072</u>

LIABILITIES AND STOCKHOLDERS' EQUITY

CURRENT LIABILITIES:		
Account Payable (Note 4)	\$ 217,526	151,980
Accrued Expenses and Other Current Liabilities (Note 4)	5,521,582	3,906,869
Total Current Liabilities	<u>\$ 5,739,108</u>	<u>4,058,849</u>
EQUITY:		
Equity Capital-Common (Note 5)	\$ 1,111	1,111
Additional Paid in Capital	185,000	185,000
Retained Earnings	(5,045,470)	(3,568,888)
Total Stockholders' Equity	<u>\$ (4,859,359)</u>	<u>(3,382,777)</u>
TOTAL LIABILITIES AND STOCKHOLDERS' EQUITY:	<u>\$ 879,749</u>	<u>676,072</u>

See Independent Accountants' Review Report

MAHESH J. AGASHIWALA, C.P.A., P.C.
CERTIFIED PUBLIC ACCOUNTANTS

DATAMATICS ROBOTICS SERVICES INC.
AUDITED STATEMENT OF INCOME
FOR THE 12 MONTHS ENDED MARCH 31, 2024 AND 2023

	<u>Schedule</u>	<u>MARCH 31</u> <u>2024</u>	<u>MARCH 31</u> <u>2023</u>
Net Sales		\$ 1,451,156	588,072
Cost of Sales	A	725,578	294,036
Gross Profit		<u>\$ 725,578</u>	<u>294,037</u>
Operating Expenses			
Selling, general and administrative expenses	B	\$ 2,202,160	2,015,291
Operating Income		<u>\$ (1,476,582)</u>	<u>(1,721,255)</u>
Interest Income/(Expense)		-	-
Other Income/(Expenses)		2	-
Profit Before Tax		<u>\$ (1,476,580)</u>	<u>(1,721,255)</u>
Corporate Tax		-	-
Profit After Tax		<u>\$ (1,476,580)</u>	<u>(1,721,255)</u>
Adjustment of prior period taxes		-	-
Balance carried forward to retained Earnings		<u><u>\$ (1,476,580)</u></u>	<u><u>(1,721,255)</u></u>

See Independent Accountants' Review Report

MAHESH J. AGASHIWALA, C.P.A., P.C.
CERTIFIED PUBLIC ACCOUNTANTS

DATAMATICS ROBOTICS SERVICES INC.
AUDITED STATEMENT OF CASH FLOWS
FOR THE 12 MONTHS ENDED MARCH 31, 2024 AND 2023

	<u>MARCH 31</u> <u>2024</u>	<u>MARCH 31</u> <u>2023</u>
<u>Cash Flows from Operating Activities:</u>		
Net income (loss) / Income	\$ (1,476,580)	(1,721,255)
Adjustments to reconcile net Profit to Net cash provided / (used in) by operating Activities:		
Decrease / (Increase) in Accounts Receivable	(403,030)	(90,051)
(Increase) / Decrease in Other Current Assets	(5,391)	(3,372)
Increase in Loans & Advances	-	13,146
Decrease in Current Liabilities	1,680,258	2,009,422
Net cash provided by Operating Activities	\$ (204,744)	207,890
<u>Cash Flows from Investing Activities:</u>		
Net cash provided by Investing activities	\$ -	-
<u>Cash Flow from Financing Activities:</u>		
Loans & Advances	\$ -	-
Net cash from financing activities	\$ -	-
Net increase (decrease) in cash	\$ (204,744)	207,890
Cash at beginning of period	\$ 318,717	110,827
Cash at end of period	\$ 113,973	318,717

See Independent Accountants' Review Report

MAHESH J. AGASHIWALA, C.P.A., P.C.
CERTIFIED PUBLIC ACCOUNTANTS

DATAMATICS ROBOTICS SERVICES INC.
AUDITED STATEMENT OF RETAINED EARNINGS
FOR THE 12 MONTHS ENDED MARCH 31, 2024 AND 2023

	MARCH 31 2024	MARCH 31 2023
<u>Retained Earnings</u>		
Beginning Balance	\$ (3,650,400)	(1,929,145)
Net Profit for the period	(1,476,580)	(1,721,255)
Ending Balance (A)	\$ (5,126,980)	(3,650,400)
 <u>Securities Premium Reserve</u>		
Beginning Balance	\$ 81,510	81,510
Issue of share capital	-	-
Ending Balance (B)	81,510	81,510
 Total (A+B)	 \$ <u>(5,045,470)</u>	 <u>(3,568,890)</u>

See Independent Accountants' Review Report

MAHESH J. AGASHIWALA, C.P.A., P.C.
CERTIFIED PUBLIC ACCOUNTANTS

DATAMATICS ROBOTICS SERVICES INC.
NOTES TO FINANCIAL STATEMENTS
FOR THE 12 MONTHS ENDED MARCH 31, 2024 AND 2023

1. ORGANIZATION AND NATURE OF BUSINESS:

Datamatics Robotics Software Inc. is incorporated in the State of Delaware on March 28, 2017 and is a subsidiary of Datamatics Global Services Inc. which is also incorporated in the State of Delaware. The Company commenced operations in the fiscal year-ending March 31, 2019.

The Company sells Robotic Process Automation Licenses and services to its customers. It modifies its proprietary Robotic Automation Software to provide custom designed routine tasks as per each customer's requirement.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES:

BASIS OF ACCOUNTING

The Company maintains its books of accounts on an accrual basis.

INVENTORY

The Company is not engaged in the sale of any products and therefore there is no inventory of good and/or physical merchandise.

CONTRACT LABOR

Contract Labor includes the cost of outside resources utilized to write code for the specific robotic software programming service requirements of each customer.

CASH

Cash includes cash on hand and in bank deposit. The Company maintains its cash in bank deposit accounts that, at times, may be in excess of amounts insured by the Federal Deposit Insurance Corporation. The Company has not experienced any losses in such accounts.

FAIR VALUE OF FINANCIAL INSTRUMENTS

The carrying amounts of cash, accounts receivable, accounts payable and accrued liabilities approximate fair value due to the short maturity of those instruments.

See Independent Accountants' Review Report

MAHESH J. AGASHIWALA, C.P.A., P.C.
CERTIFIED PUBLIC ACCOUNTANTS

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES: - (Continued)

PROVISION FOR DOUBTFUL DEBTS

The Company will create a reserve for bad debts for receivables it considers as doubtful. Currently, management believes that all receivables are collectible, therefore no provision has been booked as of March 31, 2024.

USE OF ESTIMATES

The preparation of financial statements as per Generally Accepted Accounting Principles (G.A.A.P) requires management to make estimates and assumptions which affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities as of the date of these financial statements and the reported amount of revenue and expenses during the reported period. Actual results could differ from such estimates.

INTERNAL CONTROLS

As of March 31, 2024, The Company's management believes that adequate internal controls are in place.

INCOME TAXES

The Company has reported a loss for the current fiscal year. The Company has accumulated Net Operating Losses from the prior year which will be increased by the current year's loss. As of March 31, 2024, no provision for tax has been recorded.

3. ACCOUNTS RECEIVABLE:

Accounts Receivable include \$ 58,204 which is past due over 30 days, representing 10% of the The Company's total Accounts Receivable. Management represents that it believes that this amount and all other A/R balances are collectible.

See Independent Accountants' Review Report

MAHESH J. AGASHIWALA, C.P.A., P.C.
CERTIFIED PUBLIC ACCOUNTANTS

4. RELATED PARTY TRANSACTIONS:

RELATED PARTIES

- Datamatics Global Services Limited (Ultimate Holding)
- Datamatics Global Services Inc. (Holding)
- Datamatics Robotics Software Limited (Subsidiary)

<u>Sr. No.</u>	<u>Related Party Name</u>	<u>MARCH 31</u>	<u>MARCH 31</u>
A	<u>Transactions during the year ended:</u>	<u>2024</u>	<u>2023</u>
	i. Services Rendered		
	Datamatics Robotics Software Ltd.	\$ 725,578	\$ 294,306
B	<u>Balance as of:</u>	<u>MARCH 31</u>	<u>MARCH 31</u>
		<u>2024</u>	<u>2023</u>
	i. Accouts Payable		
	Datamatics Robotics Software Ltd.	\$ 209,131	\$ 137,291
	ii. Accrual Payable		
	Datamatics Robotics Software Ltd.	\$ 164,200	\$ 77,796
	iii. Loans & Advances -Other		
	Datamatics Global Services Ltd.	\$ 24,600	\$ 24,600
	iv. Other Liabilities		
	Datamatics Global Services Ltd.	\$ 3,706,968	\$ 2,642,212
	Datamatics Global Services Inc.	\$ 62,546	\$ -

Investment A in Subsidiary includes the following balance(s):

Datamatics Robotics Services Limited \$ 141,844

5. EQUITY

The Company has Authorized Common Stock of 10,000 shares @ No Par Value.

As of March 31, 2024, Common Stock Issued and Outstanding was 1,111 shares @ No Par Value.

See Independent Accountants' Review Report

MAHESH J. AGASHIWALA, C.P.A., P.C.
CERTIFIED PUBLIC ACCOUNTANTS

SUPPLEMENTARY INFORMATION

DATAMATICS ROBOTICS SERVICES INC.
SUPPLEMENTARY INFORMATION
SCHEDULES TO INCOME STATEMENT
FOR THE 12 MONTHS ENDED MARCH 31, 2024 AND 2023

SCHEDULE A- COST OF SALES

	<u>MARCH 31</u> <u>2024</u>	<u>MARCH 31</u> <u>2023</u>
Cost of Sales:		
Contract Labor	\$ 725,578	294,036
 Total Cost of Sales	 <u>\$ 725,578</u>	 <u>294,036</u>

SCHEDULE B- OPERATING EXPENSES

Selling General & Administrative:		
Salaries	\$ 1,840,094	1,741,833
Advertisement and sales Promotion	132,154	(3,361)
Bank Charges	1,143	632
Travel & Conveyance	57,052	57,197
Repairs & Maintenance	-	1,200
Telephone	-	480
Entertainment expenses	1,011	1,033
Recruitment Expenses	189	-
Utilities	-	153
Insurance	145,929	144,177
Legal & Professional Fees	23,810	28,850
Rent	-	20,968
Communication charges	729	3,213
Miscellaneous Expenses	0	18,400
Software Expenses	-	12
Printing, stationery and Office supplies	48	505
 Total Operating Expenses	 <u>\$ 2,202,160</u>	 <u>2,015,291</u>

See Independent Accountants' Review Report

MAHESH J. AGASHIWALA, C.P.A., P.C.
CERTIFIED PUBLIC ACCOUNTANTS